



CITY OF LA MIRADA CALIFORNIA



Comprehensive Annual Financial Report Fiscal Year Ended June 30, 2015



CITY OF LA MIRADA
D E D I C A T E D T O S E R V I C E
FISCAL YEAR ENDED JUNE 30, 2015

City Council

Pauline Deal, Mayor

Steve De Ruse, Mayor Pro Tem

Ed Eng, Councilmember

Lawrence P. Mowles, Councilmember

Andrew Sarega, Councilmember

Prepared by:

Anne Haraksin, Deputy City Manager

Melissa Pascual, Senior Accountant

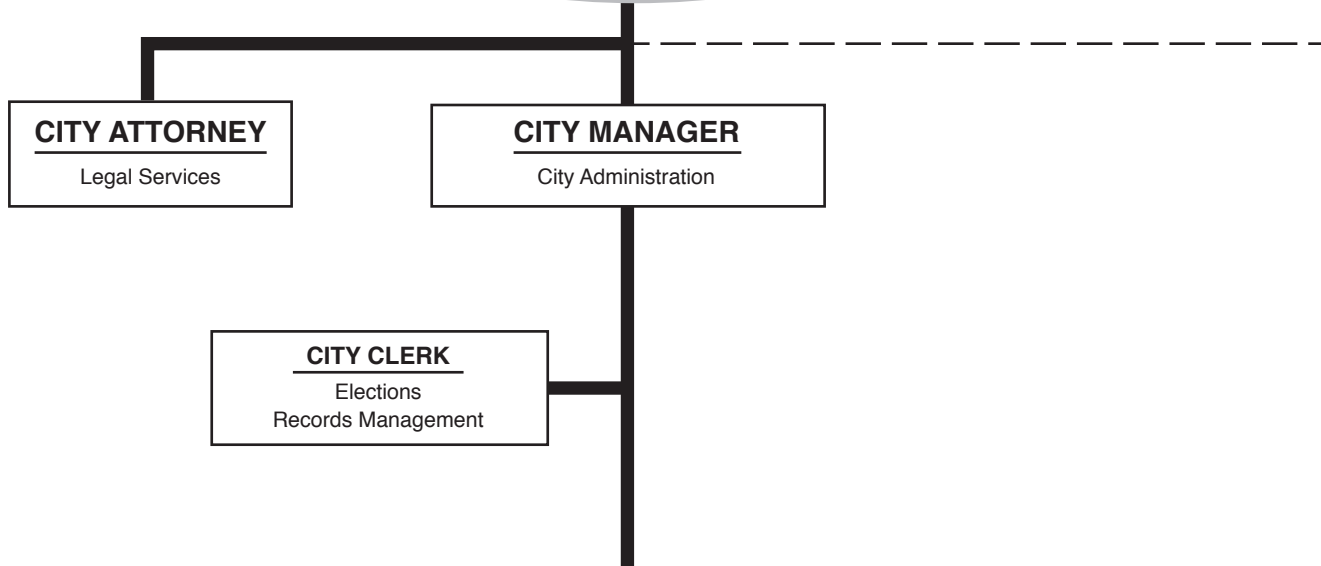
Judy G. Quiñonez, Senior Accountant

CITIZENS OF LA MIRADA



CITY COUNCIL SUCCESSOR AGENCY OF THE FORMER RDA

Organization Chart



- Community Services Commission
- Planning Commission
- Public Safety Commission
- Community Foundation
- Historical Preservation Advisory Council
- Senior Council
- Youth Council

<p>Administration</p> <ul style="list-style-type: none"> Legislation Communications Special Projects Economic Development Commissions and Advisory Councils Housing Community Revitalization 	<p>Administrative Services</p> <ul style="list-style-type: none"> Business License Finance Information Technology Investments Human Resources Risk Management Support Services Transit Administration 	<p>Community Development</p> <ul style="list-style-type: none"> Building & Safety CDBG Program Management CDBG Rehabilitation Planning 	<p>Community Services</p> <ul style="list-style-type: none"> Aquatics Community Events Facilities Management Family Services Recreation Senior Services Youth Services 	<p>Public Safety</p> <ul style="list-style-type: none"> Alcohol & Narcotics Enforcement Community Safety Programs Emergency Preparedness Code Enforcement General Law Enforcement Traffic Law Enforcement 	<p>Public Works</p> <ul style="list-style-type: none"> Air & Water Resource Management Capital Projects General Maintenance Mechanical/Fleet Medians/Panels Parks Public Facilities Streets and Right-of-Way Refuse & Recycling 	<p>Theatre for the Performing Arts</p> <ul style="list-style-type: none"> Administration Presentations Productions Rentals
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KEY Elected Council Appointed Programs

CITY OF LA MIRADA, CALIFORNIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
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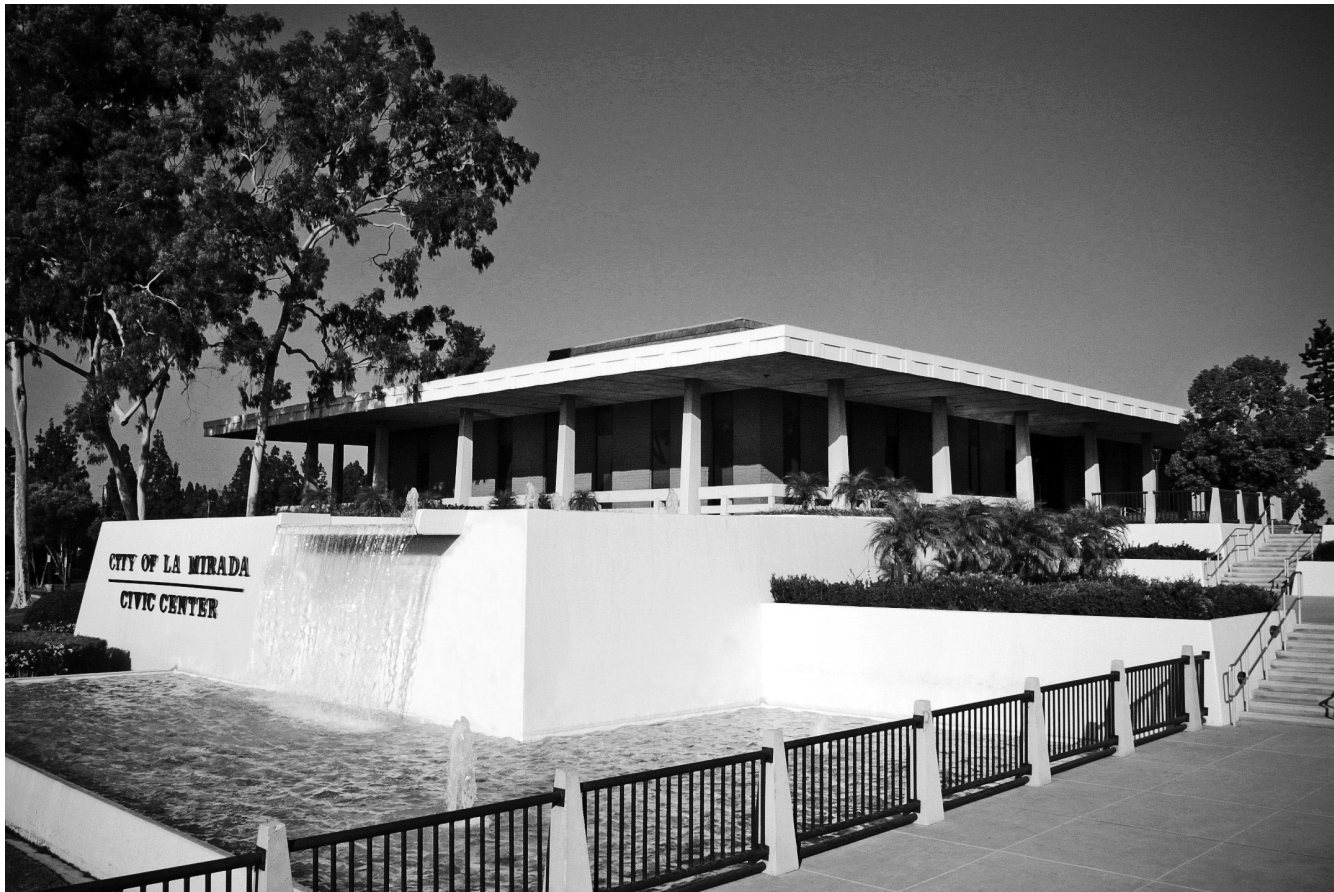
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INTRODUCTORY SECTION



CITY OF LA MIRADA

DEDICATED TO SERVICE

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Phone: (562) 943-0131 Fax: (562) 943-1464
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December 1, 2015

TO THE CITIZENS, HONORABLE MAYOR AND MEMBERS OF THE CITY COUNCIL OF THE CITY OF LA MIRADA:

It is with pleasure that we submit the Comprehensive Annual Financial Report (CAFR) for the Fiscal Year ended June 30, 2015. The CAFR has been prepared by the City's Administrative Services Department. Responsibility for the accuracy and completeness of the data and fairness of presentation, including all disclosures, rests with the City. We believe that the data as presented is accurate in all material aspects, and is presented in a manner designed to fairly set forth the financial position and results of operations of the City of La Mirada. This financial report includes the La Mirada Public Financing Authority and the La Mirada Housing Successor. We believe the data, as measured by the financial activities of the various funds and the appropriate disclosures, enables the reader to gain maximum understanding of the City's financial activities.

In accordance with the Governmental Accounting Standards Board, management is required to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is intended to complement the MD&A and should be read in conjunction with that document. The City's MD&A can be found immediately following the Independent Auditor's Report.

BACKGROUND AND SERVICES PROVIDED

The City of La Mirada is located 17 miles southeast of downtown Los Angeles in Los Angeles County and bordering Orange County. A five member City Council operating under the Council-Manager form of government governs the City. The City of La Mirada was incorporated on March 23, 1960.

The City covers 7.8 square miles and has an estimated population of 50,000. Major industry groups in the area include autos and transportation, building and construction, business and industry, food and drugs, fuel and service stations, general consumer goods and restaurants and hotels.

The City continues to offer many advantages to its residents: a variety of single-family housing, excellent parks and recreational facilities, a low crime rate, and quality programs and services. La Mirada places a strong emphasis on City beautification, with well-maintained parkways, streets and parks. The La Mirada Theatre for the Performing Arts is one of the finest in Southern California, featuring plays, musicals and

children's productions. City officials and staff embody La Mirada's motto of being "Dedicated to Service".

The City provides a full range of municipal services to the community through a combination of direct and contract services. Services include legislative, administrative and support services, planning and building, economic and community development, public works, community services, theatre, and public safety (excluding fire, which is provided by the Los Angeles County Consolidated Fire Protection District). The City contracts with Los Angeles County for law enforcement services, building and safety, traffic and engineering, public works projects, and probation and district attorney services.

First established as a movie house, La Mirada Theatre for the Performing Arts was purchased by the City of La Mirada and converted to a live performance venue in 1977 after residents encouraged its purchase and renovation. Since that time, the Theatre has been operated as one of the City's departments. Today, the Theatre is a combination of producing, presenting and rental activity. The facility and its programming provide unique cultural and entertainment opportunities. The Theatre adds value to local residents, enhances the community's quality of life, and promotes economic development within La Mirada and the region.

Splash! La Mirada Regional Aquatics Center is located on 18-acres on the western edge of La Mirada Regional Park. Splash! is an exciting, family-oriented destination providing fun and fitness for all ages. Featuring many "family-fun" attractions, Splash! includes: slides, spray areas, play structures, a zero depth beach entry, a flowing river channel, and numerous shade structures. Splash! also features a 50-meter pool and a 25-yard pool suitable for all of the community's competitive and instructional needs, as well as a warm-water spa for therapeutic purposes.

Dial-a-Ride transportation service is provided in La Mirada through a contract with MV Transportation, Inc. Eco-friendly buses provide residents with curb-to-curb service in the community and offer convenient connections to other transit systems. Patrons enjoy easy access to surrounding communities, as well as direct connections to regional rail service via Metrolink and Metro Green Line. Rides to work, medical appointments, shopping, school, recreation, and other locations are available.

The La Mirada Library is operated by the County of Los Angeles Public Library system and features an extensive reference system used to assist patrons with informational queries.

ECONOMIC CONDITION AND OUTLOOK

California's unemployment rate continues to fall, reaching 5.5 percent as of September 2015. The labor force continues its upward trajectory with more residents looking for work and an even larger number of previously unemployed and discouraged workers finding jobs. La Mirada's unemployment rate is 4.3 percent and the County of Los

Angeles' unemployment rate is 6.2 percent.

Home sales continue to rebound in many parts of California but at a slower pace than last year. This is mainly due to inventory and affordability constraints. The reported median price of an existing, single family detached home in California during June 2015 was \$489,560. This was a 7.0 percent increase from \$457,700 in June 2014. Los Angeles County experienced an increase of 8.70 percent from \$460,000 to \$500,000. The median sale price in La Mirada for a single family home is \$470,000, an increase of 6.8 percent from the prior year.

Taxable sales throughout California have been fairly strong largely due to auto sales/leases and restaurants. A rise in building-construction materials was also a factor statewide and taxable sales have been strong due to a rise in building and construction materials costs.

Locally, taxable sales are predicted to increase largely due to strong sales in the industrial and business categories. The Measure I Transactions and Use Tax continues to exceed expectations and has assisted in diversifying the City's revenue base. In keeping with City Council's direction, the use of Measure I revenue is assigned to capital projects.

The City adopted a balanced budget for Fiscal Year 2014-15 using a balanced approach to revenue forecasting and maintaining expenditures. The City's property tax revenue and sales tax revenue performed better than expected primarily due to conservative forecasting and strong sales. The budget maintained public safety services and infrastructure projects at a high level of importance.

MAJOR INITIATIVES

During Fiscal Year 2014-15, the City continued to keep crime levels low through its strong public safety program, provided first-class recreational and cultural facilities and services, and maintained the City's physical environment. The City continued to invest in programs and projects to enhance the quality of life that La Mirada citizens and businesses expect and enjoy.

La Mirada can be proud of some notable accomplishments by City departments during the past year:

Administration and Administrative Services

The department organized a successful 2015 City Election.

The California Joint Powers Insurance Authority (CJPIA) completed a risk management evaluation of City facilities and operations. City staff was recognized for completing all risk management action items identified in the previous evaluation. The department will continue to update policies and programs as necessary to ensure employee safety and reduce liability exposure.

Human Resources completed the implementation of the NEOGOV on-line employment application and tracking system. This system will ensure the recruitment and selection processes are more efficient. Human Resources also updated the City's policy and procedures regarding medical insurance provided to eligible part-time employees to be compliant with the Affordable Care Act.

The City enhanced its transparency efforts with the OpenGov software platform. This program provides access to the City's financial information in a user friendly format. The City's transparency efforts were previously recognized by the Sunshine Review as a top transparency website.

The department worked with its legislative representatives to protect local control of revenues and land use. The City is continuing its efforts, along with many other cities, to ensure the proper repayment of the City's loan by the former Redevelopment Agency. The department also supported legislative efforts to return local control over regulating massage establishments.

When the former La Mirada Redevelopment Agency was dissolved, there were nine series of tax allocation bonds outstanding. The Dissolution Act permits successor agencies to refinance outstanding bonds or other obligations of a former redevelopment agency under certain circumstances. The City was able to refinance four series of the former La Mirada Redevelopment Agency's outstanding bonds, producing a total savings of approximately \$6 million over ten years.

Community Development

La Mirada's newest housing development, The Orchards, is now complete and all 41-units have been sold. The department continues to work with outside developers to attract new commercial, industrial, and housing developments.

The department continued to work with Los Angeles County's Community Development Commission for the complete use of the City's Community Development Block Grant (CDBG) allocation towards Foster Park Phases III and IV. This project is substantially completed. In addition, the department administers the CDBG Housing Rehabilitation program, a portion of the Activity Center's tax assistance program, and Code Enforcement in the Foster Park area.

Community Services

Splash! continued to be a popular community destination. Buccaneer Bay had a successful summer in 2014, and continues to serve as a premiere location for birthday parties and other celebrations.

La Mirada was selected to serve as a host town for the 2015 Special Olympics World Games in Los Angeles. The City partnered with Biola University to host more than 200 athletes in July 2015.

The department continues to ensure residents have access to a wide-range of recreation and leisure activities for all interests and skill levels. Additionally, several events were held that brought the community together and promoted community spirit.

La Mirada Theatre for the Performing Arts

The La Mirada Theatre for the Performing Arts 2014-15 season included *Billy Elliot*, *Jane Austen's Pride and Prejudice*, *Mary Poppins*, *Late Night Catechism: Sister Rolls the Dice*, and *Carrie the Musical*. The Theatre continues to be nominated for a number of awards from the L.A. Stage Alliance.

Several years ago, the City conducted a Theatre Operations and Organization Study. In response to a discussion on this item at the City Council's Goal-Setting Retreat, the department will be revisiting the study to explore various civic theatre operating options and management models.

Public Safety

During the past year, the City of La Mirada experienced one of the region's lowest crime rates and remained one of the safest cities in Los Angeles County. Major crimes have decreased by 49 percent over the past ten years. The City's low crime rate is due to a strong partnership between residents, businesses and the Public Safety Team. This partnership fosters a well-coordinated team approach to fighting crime.

Last year, efforts were made to promote the Neighborhood Watch program and encourage residents to report suspicious activity in their neighborhoods. Neighborhood Watch meetings were held in all reporting districts. An e-watch newsletter is e-mailed to subscribing residents weekly. Additionally, the Public Safety Team has expanded its use of social media to enhance its outreach efforts.

Public Works

Public Works continued to provide for the maintenance of the City's buildings, parks, right-of-way, and equipment. Increased use of contract services for janitorial and landscape maintenance has led to a slight increase in staff available to assist with graffiti removal, sign maintenance, and park improvements. Preserving La Mirada as a clean and attractive community is the department's highest priority.

A number of capital projects have been completed throughout La Mirada and several projects are scheduled to begin later this summer. These projects build upon the City's efforts in recent years to upgrade the infrastructure to meet modern development standards.

The first phase of Measure I neighborhood street improvements was completed. This project resulted in the improvement of all residential streets north of Imperial Highway. The project included pavement rehabilitation, curb and gutter repairs, installation of ADA curb access ramps, removal and replacement of slotted cross gutters, and storm drain pipe repairs. Phase 2 is now underway and will be completed in Fiscal Year 2015-16.

The Valley View Avenue Grade Separation was completed. This major project has improved safety, enhanced traffic circulation, and significantly reduced train horn noise in the vicinity of Valley View Avenue and Stage Road.

Improvements were made to the Neff Park playground equipment and walkways. This project added new swings, slides, climbers, ladders and other play features to the park. Additional improvements include resilient rubberized accessible playground surfacing, new benches and a drinking fountain. A cement path connecting the playground to the restroom and parking lot was also added for improved accessibility.

Upgrades were made to La Mirada Boulevard medians. Additionally, the Santa Gertrudes Avenue and Hillsborough Drive slurry seal and restriping project and the Alondra Boulevard pavement rehabilitation project were completed.

The fourth and final phase of Foster Park Neighborhood street improvements was completed. The completion of this project marks the capstone of the six-year neighborhood-wide infrastructure improvement totaling over \$11.8 million. Foster Park Street Rehabilitation Phase IV improvements included the complete replacement of street pavement, curbs, and gutters. Storm drain pipes and catch basin systems were replaced to enhance street drainage, and curb access ramps were installed to meet current code requirements.

The Imperial Highway median and streetscape improvement project was completed. Upgrades were made to medians, parkway curbs, gutters and sidewalks along Imperial Highway. The removal and replacement of street trees was also included in the project.

Several Capital Improvement Program projects are in the design phase including Alondra Boulevard and La Mirada Boulevard intersection improvements; Leffingwell Road rehabilitation; playground equipment upgrades at several neighborhood parks; and Measure I Residential Rehab Phase III.

PROSPECTS FOR THE FUTURE

Administration

Administration will work to ensure an effective, responsive, and efficient City organization, implement the programs and policies established by the City Council, and oversee day-to-day City operations.

The City of La Mirada is developing the La Mirada 2020 Strategic Plan. The Plan will build upon the 2015 Strategic Plan, identify key City priorities, and guide La Mirada's future.

Administration staff actively supports legislation that provides for the repayment of the City's loan by the former Redevelopment Agency; protects local control of local funds, and offers new economic development opportunities.

Administration will continue efforts to improve retail opportunities by exploring retention and attraction strategies and developing partnerships with key property owners and tenants to encourage business development.

An independent research firm will be conducting a community satisfaction survey of La Mirada residents. The survey is designed to assess and monitor shifts in residents' opinions regarding municipal services, and help the City to identify ways to enhance the delivery of these services. In addition, the survey will assess community preferences for City priorities.

Administrative Services

Administrative Services will continue to work with the Measure I Citizens' Oversight Board to properly account for funds received from Measure I and monitor spending on appropriate projects.

The department will coordinate the actuarial valuation for retiree medical for July 2015 to determine the actuarial required contribution for the fiscal years ending 2017 and 2018.

The department will undertake a review of City fees to ensure appropriate recovery of the City's costs to provide services.

Request for Proposals for banking services and auditor services will be completed in the 2016 fiscal year.

The department will research alternatives to manage retirement costs and address funding of the unfunded liability resulting from CalPERS rates increase.

Community Development

Changes in the zoning of certain commercial centers allows for the possibility of these locations blending a combination of commercial facilities and housing opportunities. Design review standards will be established for these mixed use developments, as well as new commercial and industrial developments. The department will look to update its General Plan and perform various code modifications, as necessary, to preserve the safety and aesthetics of the community. The department will also make progress on the development and adoption of the I-5 Freeway Specific Plan to achieve the highest and best uses of the freeway commercial corridor. The department will continue its efforts to encourage private investment in local shopping centers.

A study will be conducted on the potential impact of a 33 two-story for sale single-family housing development on 2.72 acres along La Mirada Boulevard that is presently developed as a child daycare facility.

Community Services

Community Services will continue to evaluate programs and events, and strive to lower reliance on the General Fund by offsetting expenditures through increased sales,

partnerships, corporate sponsorships, effective planning and grant opportunities. The department will continue to make Splash! operations efficient by controlling costs and meeting revenue goals.

The department's current server-based recreation activity management software is scheduled to expire and technical support will cease on the application. A Request for Proposal was issued and a firm was selected for a system that will utilize new technology and incorporate new Payment Card Industry Data Security Standards (PCI).

La Mirada Theatre for the Performing Arts

The La Mirada Theatre will continue to evaluate the changing media landscape and restructure marketing and outreach efforts accordingly, with an emphasis on reaching new audiences and filling unused capacity. Educational outreach will be a priority to better connect with younger audiences and local families, while audience development strategies will be targeted towards converting single ticket buyers into repeat customers and subscribers.

Public Safety

Public Safety will continue its comprehensive and proactive law enforcement program to deter crime, monitor offenders and arrest suspects. Neighborhood Watch meetings will be used to encourage community involvement and enhance communication with residents and businesses. Public Safety will pursue grant opportunities, and will continue to provide Community Emergency Response Team (CERT), HAMWatch and community disaster preparedness training.

Public Works

Public Works will continue to complete its robust Capital Projects Plan. The top priority is the Measure I infrastructure improvement projects, which include phases II and III of La Mirada neighborhoods.

ACCOUNTING SYSTEM AND BUDGETARY CONTROLS

Management staff assumes full responsibility for the completeness and reliability of the information presented in this report to provide a reasonable basis for making these representations. The City has established a comprehensive internal control framework to protect assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP.

The cost of internal controls should not outweigh their benefits, and the City'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.

An audit committee was formed to meet annually with the City's independent auditors to review the CAFR and review the City's internal accounting controls.

The City is required to contract for an annual single audit in conformity with the provisions of the Federal Single Audit Act of 1984 and U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. As a recipient of Federal, State and County financial assistance, the City is also responsible for providing an adequate internal control structure to ensure compliance with applicable laws and regulations related to these funds. This internal control structure is subject to periodic evaluation by management.

The City also maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriations budget approved by the City Council. Activities of the General Fund, Special Revenue Funds, Internal Service Funds, Fiduciary Funds, Debt Service Funds and Capital Projects Funds are included in the annual appropriations budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. The City Manager is authorized to transfer budgeted amounts within funds as deemed necessary in order to meet the City's needs; however, revisions that alter the total budget must be approved by the City Council. Encumbrances may be reappropriated as part of the following year's budget.

OTHER FINANCIAL INFORMATION

Employee Retirement – The City contributes to the California Public Employees' Retirement System (CalPERS), a multiple-employer cost-sharing public retirement system that acts as a common investment and administrative agent for participating public entities within the State of California. In Fiscal Year 2004, the City was folded into a CalPERS Risk Pool with other agencies that have less than 100 members.

On January 1, 2013, the Public Employees' Pension Reform Act of 2013 (PEPRA) took effect, creating new retirement formulas for newly hired CalPERS members and closing existing active risk pools to new employees.

In May 2014, CalPERS approved structural changes that impacted the most recent actuarial valuation as of June 30, 2013 and will take effect in the current fiscal year. In addition, the City will be making contributions towards the unfunded liability as a fixed dollar amount instead of the prior method of a contribution rate. The City's unfunded liability is \$7.77 million (81.3 percent funded).

The City funds a supplemental retirement program for qualifying full-time employees hired before July 1, 2011, through the Public Agency Retirement System (PARS), for a 3 percent maximum retirement benefit (combined CalPERS and PARS). The unfunded liability for the PARS program is approximately \$410,000 (95.07 percent funded). The City also contributes toward a retirement plan for all hourly employees through PARS.

Other Post-Employment Benefit – The City provides other post-employment benefits (OPEB) through the California Employer’s Retiree Benefit Trust Fund (CERBT), an agent multiple-employer defined benefit healthcare plan administered by CalPERS, by contributing 100 percent of all premiums charged under the health benefit plan for all eligible employees and qualified family members. This program is fully funded.

Spending Limitation – Under Article XIII B of the California Constitution (the GANN Spending Limit Initiative), the City is restricted as to the amount of annual appropriations from the proceeds of taxes. If proceeds of taxes exceed allowed appropriations, the excess must be returned to the taxpayers through revised tax rates, revised fee schedules, or other refund arrangements. For the Fiscal Year ended June 30, 2015, based on calculations by City management, proceeds of taxes did not exceed appropriations.

AUDIT AND FINANCIAL REPORTING

Independent Audit – The City’s financial statements have been audited by Lance, Soll and Lunghard, LLP, a firm of licensed certified public accountants. The goal of the audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2015, are free of material misstatement.

Award – The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of La Mirada for its Comprehensive Annual Financial Report for the Fiscal Year ended June 30, 2014. This was the twenty-sixth consecutive year that the City of La Mirada has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe this current Comprehensive Annual Financial Report again meets the Certificate of Achievement Program’s requirements, and we are submitting the report to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGEMENTS

The continued dedicated and efficient service of the Administrative Services staff is appreciated by all levels of City management. Our independent auditors, Lance, Soll and Lunghard, LLP, provided expertise and advice in preparing an outstanding financial report this past year.

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the entire Administrative Services Department. Staff members are appreciated for their contributions made in the preparation of this report. Credit must also be given to the City Council and the City’s executive management team for their

support for maintaining the highest standards of professionalism in the management of the City of La Mirada.

Respectfully submitted,



Jeff Boynton
City Manager



Anne Haraksin
Deputy City Manager



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

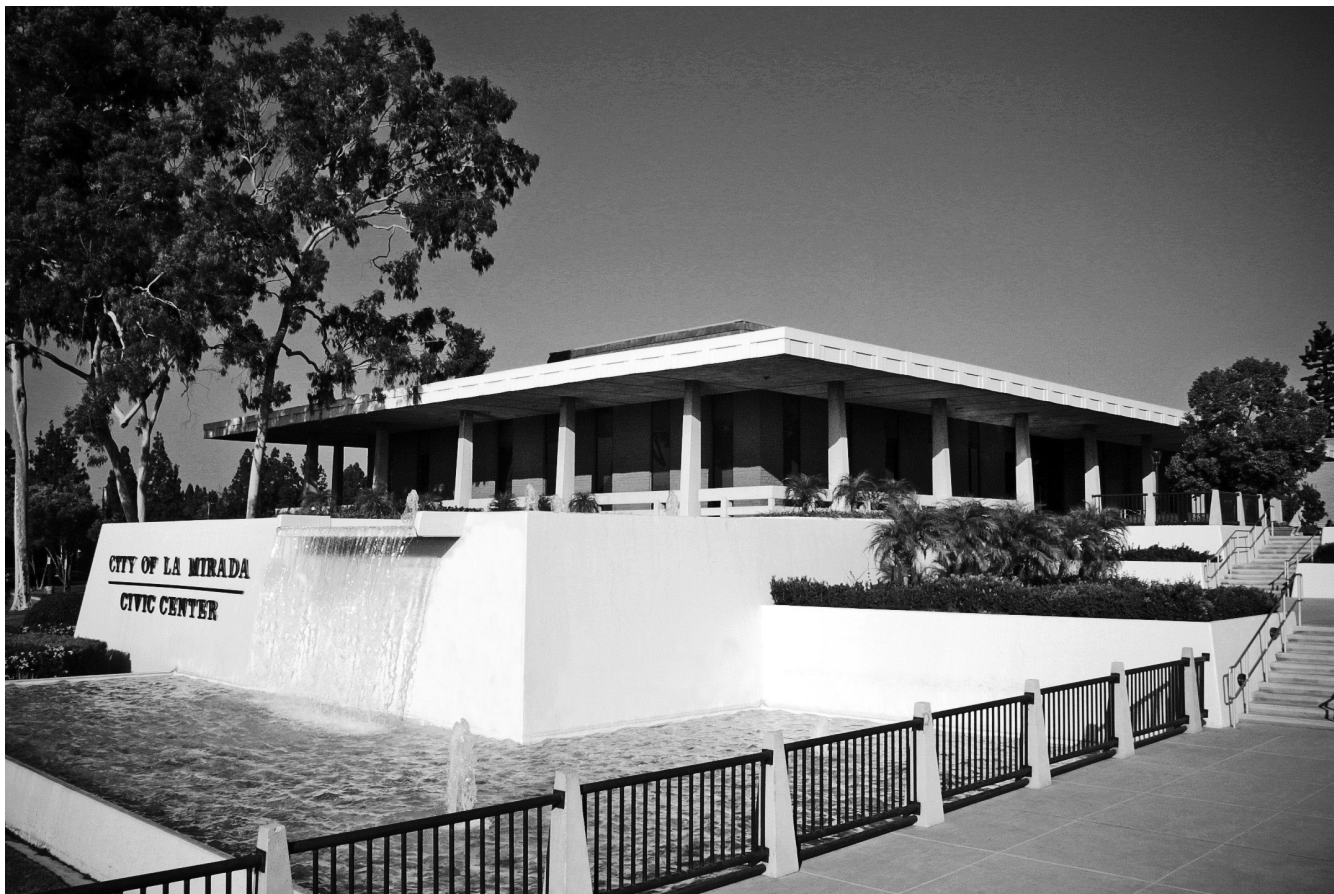
Presented to

**City of La Mirada
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO



FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council
City of La Mirada, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of City of La Mirada, California, (the City) as of and for the year ended June 30, 2015 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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



To the Honorable Mayor and Members of the City Council
City of La Mirada, California

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of La Mirada, California, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As discussed in Note 1 to the financial statements, in 2015 the City adopted new accounting guidance, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an Amendment of GASB Statement No. 68*.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis; the budgetary comparison schedules for the General Fund, the Housing and Community Development Fund, and the Low and Moderate Housing Fund; the schedule of proportionate share of net pension liability; and the schedule of plan contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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



To the Honorable Mayor and Members of the City Council
City of La Mirada, California

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2015, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Lance, Soll & Luyhard, LLP

Brea, California
December 1, 2015



MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis (MD&A) provides an overview of the financial performance of the City of La Mirada for the Fiscal Year ended June 30, 2015. This MD&A should be read in conjunction with the transmittal letter in the introductory section of this report and with the City's financial statements, which follow this discussion.

FINANCIAL HIGHLIGHTS

- The City's total assets exceeded its liabilities at the close of the 2014-15 fiscal year by \$194.69 million (net position). Of this amount, \$92.63 million is net investment in capital assets; \$6.75 million is restricted for public works; \$3.21 million is restricted for capital projects; \$1.05 million is restricted for debt service; \$1.59 million is restricted for leisure and cultural; \$17.07 million is restricted for low and moderate income housing, and \$72.33 million (unrestricted net position) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$661,000 from the prior fiscal year. Total revenues and expenditures were \$48.76 million and \$37.11 million, respectively. Of the total revenues, program revenues were \$15.79 million. Program revenues are separated into three categories: Charges for services at \$10.71 million, operating contributions and grants at \$2.27 million, and capital contributions and grants at \$2.80 million. Net position decreased by \$11 million as a restatement was recorded due to GASB Statement No. 68-Accounting and Financial Reporting for Pensions.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$95.01 million, an increase of \$7.29 million in comparison with the prior fiscal year primarily due to the General Fund and the construction timing of various capital projects.
- As of June 30, 2015, the unassigned fund balance for the General Fund was \$26.24 million or 91 percent of the total General Fund expenditures.
- During the fiscal year, the City's General Fund revenues were greater than the final budget by \$3.67 million and General Fund expenditures were \$7.40 million less than budget. This results in the total positive budget and actual variance of \$11.07 million in the General Fund.

OVERVIEW OF THE FINANCIAL STATEMENTS

This MD&A is intended to serve as an introduction to the City of La Mirada's basic financial statements comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

report also contains other supplementary information in addition to the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are comprised of the Statement of Net Position and the Statement of Activities. These statements are designed to provide readers with a broad overview of the City's finances using the full accrual method of accounting, in a manner similar to a private-sector business. Under the full accrual method of accounting, transactions are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, assets, liabilities, revenues and expenses are reported in these statements for some items that will only result in cash flows in future fiscal periods (e.g. uncollected revenues and accrued but unpaid interest expense).

The Statement of Net Position presents information on all of the City's assets and liabilities, including capital assets and long-term liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City as a whole is improving or declining. The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. Functional activities are highlighted in this statement, whereby direct and indirect function costs are shown net of related program revenue. This statement shows the extent to which the various functions depend on general taxes and non-program revenues for support.

The government-wide financial statements report information on all of the activities of the primary government. Governmental activities are supported by taxes and intergovernmental revenues. All fiduciary activities are reported only in the fund financial statements and are excluded from government-wide financial statements. The governmental activities of the City include general government, public safety, community development, leisure and cultural, and public works.

The government-wide financial statements include the City, Financing Authority, and Housing Successor.

Fund Financial Statements

The fund financial statements focus on current available resources and are organized and operated on the basis of funds, each of which is defined as a fiscal and accounting entity with a self-balancing set of accounts, established for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The City has three types of fund financial statements:

Governmental funds statements tell how general government services such as public safety, public works, community development, and leisure and cultural were financed in

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

the short term as well as what remains for future spending. Because this information does not encompass the additional long-term focus of the government-wide statements, reconciliations that explain the relationship (or differences) between governmental funds and governmental activities follow each of the governmental funds statements.

Proprietary funds are generally used to account for services for which the City charges customers, including outside customers and internal units of City departments. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. Proprietary funds are used to report the same functions presented as governmental activities in the government-wide financial statements.

Fiduciary fund statements are used to account for assets held by the City in trustee or custodial capacity for individuals, private organizations, other governments, and/or other funds. Fiduciary funds are not reflected in the City-wide financial statements because the resources of these funds are not available to support the City's programs. Accordingly, only assets and liabilities and changes in assets and liabilities are reported for these funds. The assets and liabilities of the former redevelopment agency were transferred to a private-purpose trust fund.

FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE STATEMENTS

The government-wide financial statements provide long-term and short-term information about the City's overall financial condition. This analysis addresses the financial statements of the City as a whole.

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. Additionally, the government-wide financial statements provide short and long-term information about the City's overall financial condition. This analysis addresses the financial statements of the City as a whole.

At the close of Fiscal Year 2014-15, assets exceeded liabilities by \$194.69 million. The largest portion of the City's net position (47.5 percent) reflects its net investment in capital assets (ie. land, buildings, improvements other than buildings, equipment, intangible assets, infrastructure and construction in progress). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's net investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)

**TABLE 1
NET POSITION
As of June 30, 2015**

	Governmental Activities	
	Fiscal Year	
	2014	2015
Current & other assets	111,669,442	121,620,624
Capital assets	100,134,743	103,050,546
Total assets	211,804,185	224,671,170
Deferred Outflows of Resources	-	1,119,898
Long-term debt liabilities	13,138,210	20,841,303
Other liabilities	4,632,123	7,167,424
Total liabilities	17,770,333	28,008,727
Deferred Inflows of Resources	-	3,087,617
Net Position		
Net investment in capital assets	89,231,607	92,636,224
Restricted	34,152,613	29,733,496
Unrestricted	70,649,632	72,325,004
Total Net Position	194,033,852	194,694,724

A portion of the City’s net position (15.27 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$72.33 million) may be used to meet the government’s ongoing obligations to citizens and creditors.

Capital assets had a net increase of \$2.92 million as a result of capital assets addition of \$7.63 million and depreciation of \$4.72 million. The main capital projects during the fiscal year were the completion of Residential Street Phase I and Foster Park Phase IV.

The City’s governmental activities had total bonded debt and long-term liabilities of \$20.84 million, which is an increase of \$7.70 million. The increase was primarily due to the pension liability as a result of the implementation of GASB statement Nos. 68 and 71.

The following table indicates the changes in net position for the governmental activities:

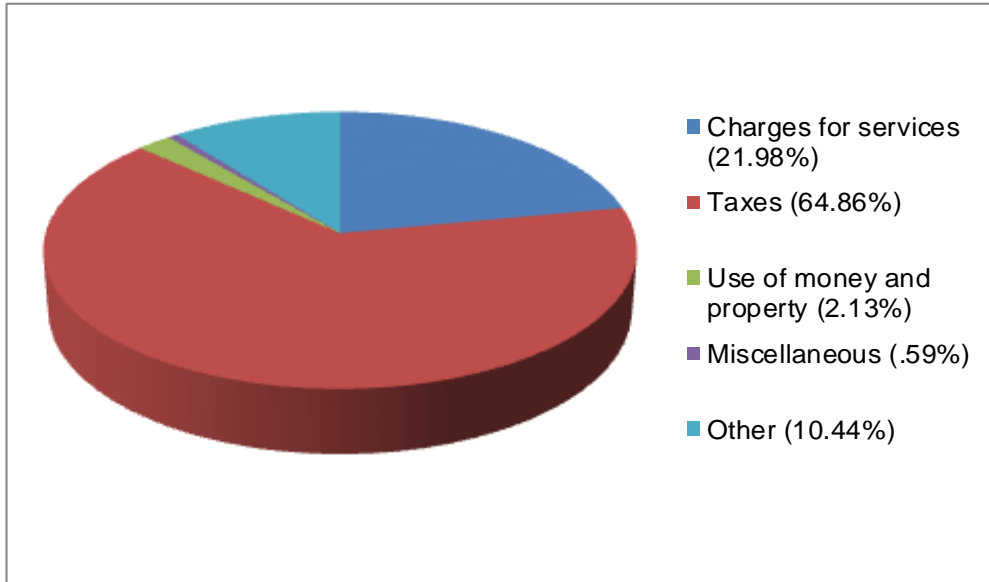
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

TABLE 2
CHANGES IN NET POSITION
 As of June 30, 2015

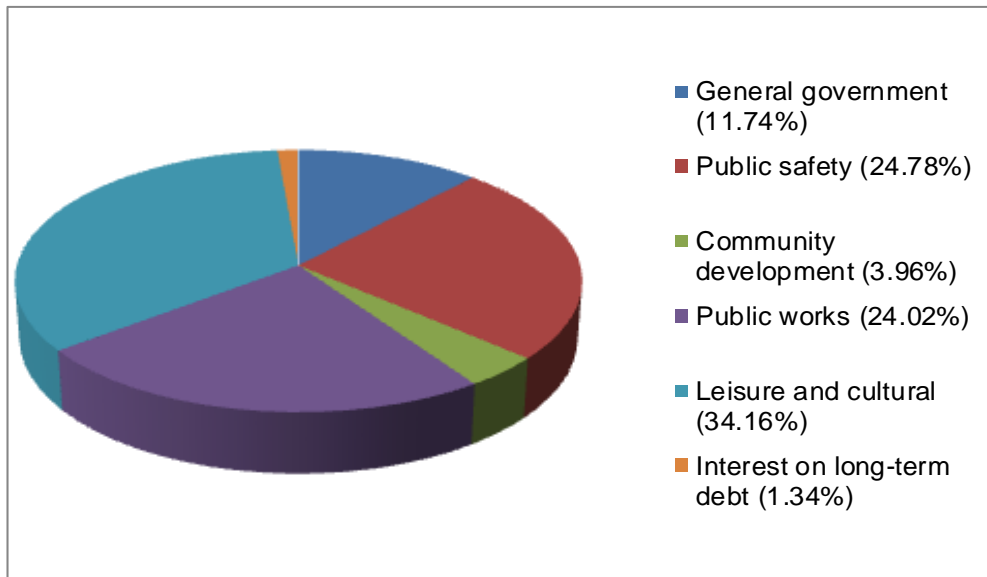
	Governmental Activities	
	Fiscal Year	
	2014	2015
REVENUES		
Program Revenues:		
Charges for services	10,362,690	10,714,957
Operating grants and contributions	2,658,984	2,274,058
Capital grants and contributions	3,254,432	2,798,127
General Revenues:		
Property taxes	9,513,978	10,178,680
Sales and use tax	15,209,182	16,658,358
Transient occupancy taxes	1,366,458	1,500,392
Franchise taxes	2,723,472	2,767,895
Other taxes	467,479	518,746
Intergovernmental	-	20,685
Use of money and property	979,340	1,040,369
Miscellaneous	2,522,290	289,002
Total revenues	49,058,305	48,761,269
EXPENSES		
Governmental Activities:		
General government	4,051,569	4,357,631
Public safety	9,197,072	9,196,201
Community development	1,411,686	1,468,225
Public works	7,655,602	8,911,393
Leisure and cultural	11,689,280	12,675,136
Interest on long-term debt	516,449	497,387
Total expenses	34,521,658	37,105,973
Excess (deficit) before transfers	14,536,647	11,655,296
INCREASE IN NET POSITION	14,536,647	11,655,296
Net position - beginning	179,497,205	194,033,852
Restatement of net position	-	(10,994,424)
Net position - ending	194,033,852	194,694,724

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FY 2014-15 TOTAL REVENUES BY SOURCES



FY 2014-15 TOTAL EXPENSES



The City's revenues totaled \$48.76 million for Fiscal Year 2014-15 in comparison to \$49.05 million from the previous year. Of the City's total revenues, \$10.71 million (21.98 percent) were derived from charges for services, and \$31.62 million (64.86 percent) were received from taxes.

General revenues had a net increase of \$192,000 primarily due to the one-time repayment of \$2.6 million from the Agency for the City of Carson litigation which occurred last fiscal year.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Taxes increased \$2.34 million as the City experienced strong sales tax and stable property tax revenue.

Splash! La Mirada Regional Aquatics Center and the La Mirada Theatre for the Performing Arts continued to have successful seasons. Splash! continues to be a popular community destination. The Theatre's 2014-15 season featured five professional plays and musicals, including the World Premiere of Jane Austen's *Pride and Prejudice A Musical*, *Carrie the Musical* and *Mary Poppins*.

City expenses for the year totaled \$37.11 million, comprising \$4.36 million (11.74 percent) for general government, \$9.20 million (24.78 percent) for public safety, \$8.91 million (24.02 percent) for public works and \$12.68 million (34.16 percent) for leisure and cultural activities.

General government expenditure increased \$306,062 or 7.5 percent from the previous fiscal year. In Fiscal Year 2013-14, the City had a one-time savings in general liability insurance due to the calculation of the rolling retroactive deposit refund as determined by the insurance provider. In addition, Fiscal Year 2014-15 was a general municipal election year, which occurred in March 2015.

Public works expenditures increased \$1.26 million or 16.40 percent from the previous fiscal year. The City continues to make progress towards addressing its infrastructure needs with the completion of Residential Street Phase I and Foster Park Phase IV and a number of street rehabilitation projects. Major projects that will begin construction in the summer are Residential Street Phase II and the Industrial Center Street Rehabilitation Project.

Leisure and cultural expenditures increased \$986,000 or 8.4 percent from last year. The La Mirada Theatre for the Performing Arts increased its telemarketing contract services and marketing efforts for the Onstage offering, *Carrie the Musical*. The Community Services department also incurred higher operational costs.

EXPENSES AND PROGRAM REVENUES – GOVERNMENTAL ACTIVITIES

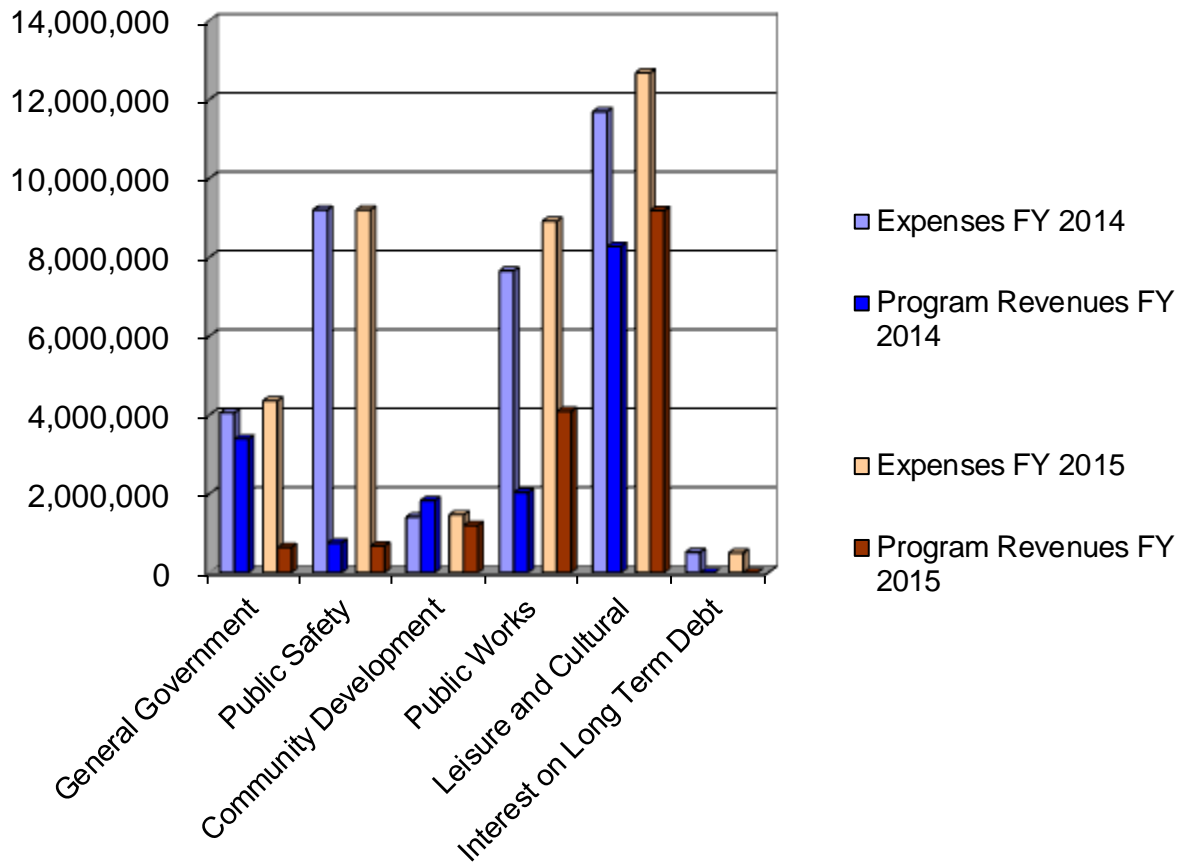
Table 3 presents the cost of each of the City's five largest programs-general government, public safety, community development, public works, and leisure and cultural- as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions.

MANAGEMENT’S DISCUSSION AND ANALYSIS (CONTINUED)

TABLE 3
NET COST OF GOVERNMENTAL ACTIVITIES
 As of June 30, 2015

	Total Cost of Services		Net Cost of Services	
	Fiscal Year		Fiscal Year	
	2014	2015	2014	2015
Governmental Activities:			(in millions)	
General Government	4,051,569	4,357,631	0.7	3.7
Public Safety	9,197,072	9,196,201	8.4	8.5
Community Development	1,411,686	1,468,225	(0.4)	0.3
Public Works	7,655,602	8,911,393	5.6	4.8
Leisure and Cultural	11,689,280	12,675,136	3.4	3.5
Interest on Long Term Debt	516,449	497,387	0.5	0.5
Total	34,521,658	37,105,973	18.2	21.3

The net cost (revenues) of services indicates that the overall cost of government is more (less) than the revenues generated to support it. See the Statement of Activities for further detail on program revenues and general revenues.



MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FINANCIAL ANALYSIS OF THE FUND STATEMENTS

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of June 30, 2015, the City's governmental funds reported combined fund balances of \$95.02 million, an increase of \$7.29 million. Of this amount, \$40 million constitutes *unrestricted fund balance*, comprised of \$6.625 million as *committed fund balance* and \$7.14 million as *assigned fund balance*. *Committed fund balance* represents resources constrained by limitations imposed at the highest level of decision making that requires formal action at the same level to remove. *Assigned fund balance* describes the portion of fund balance that reflects its intended use of resources. As of June 30, the *unassigned fund balance* was \$26.24 million. Please refer to note 1 to basic financial statements for additional detail.

Below is an analysis of the City's governmental fund activities:

Fund Balance	2013-14	2014-15
General Fund	\$ 59,412,715	\$ 65,284,060
Housing and Community Development	-	-
Low and Moderate Housing	16,857,726	17,068,977
Capital Improvement	3,145,007	3,211,815
Other Governmental Funds	8,316,491	9,452,704
Total Fund Balance	\$ 87,731,939	\$ 95,017,556

The General Fund is the chief operating fund of the City. The fund balance of the City's General Fund increased \$5.87 million during the fiscal year. Key factors for this change are as follows:

- Property taxes increased \$485,000 reflecting rising property values in the area.
- Sales tax and Measure I transaction and use tax, combined, increased \$890,000. It was reported that the heavy industrial and several other business and industry sectors had strong sales.
- Charges for services increased \$599,000 from the prior year. Splash! La Mirada Regional Aquatics Center and the Theatre for the Performing Arts are popular community destinations.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Low and Moderate Housing increased \$212,000. The Housing Successor Agency received \$219,000 from the "The Orchards" housing development project in accordance with the Disposition and Development Agreement, which requires the developer to pay a certain percentage of actual sales in excess of the estimated sales.

Capital Projects Fund increased \$66,000 due to interest income allocations.

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

The City's internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its employee benefits and equipment replacement. As of June 30, 2015, the unrestricted net position of the internal service funds was \$5.82 million. Due to the implementation of GASB 68 and 71, a decrease of \$10.61 million was recorded as a restatement. The services provided by the internal service funds have been allocated to governmental functions, based on user percentages, in the government-wide financial statements.

GENERAL FUND BUDGETARY HIGHLIGHTS

There were no changes for Fiscal Year 2014-15 from the adopted budget.

Variances with the Final Budget are as follows:

General Fund actual revenues were more than the final budget by \$3.67 million.

- Taxes increased \$2.88 million as taxes are conservatively budgeted.
- Charges for services increased \$1.32 million as the Theatre for the Performing Arts and Splash! La Mirada Regional Aquatics Center continue to have successful 2014-15 seasons.
- Transfers In decreased \$547,000 as grant funds tied to capital projects have not started the planning phase.

General Fund expenditures were \$7.40 million less than the final budget largely due to transfers out. The City budgets transfers out to the Capital Projects Fund with the expectation that planning and construction will be completed within the fiscal year. The construction for Residential Street Phase II will be completed in Fiscal Year 2015-16. In addition, City-wide efforts to control expenditures contributed to the savings.

Leisure and cultural expenditures increased \$1.07 million above the budget due to increased production costs and marketing for the 2014-15 Theatre season.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

CAPITAL ASSETS

The City's investment in capital assets for its governmental activities amounts to \$103.05 million (net of accumulated depreciation). This investment in capital assets includes: land, construction in progress, land improvements, buildings and structures, machinery and equipment, automotive equipment, infrastructure, and intangible assets.

TABLE 4
CAPITAL ASSETS, NET OF DEPRECIATION
As of June 30, 2015

	2013-14	2014-15
Land improvements	4,540,989	4,540,989
Construction in progress	3,961,819	8,031,061
Land improvements	17,588,517	17,740,881
Buildings and structures	54,956,773	53,544,803
Machinery and equipment	1,341,219	1,229,022
Automotive equipment	308,215	205,669
Infrastructure	15,849,703	17,214,998
Intangible Assets	1,587,508	543,123
	100,134,743	103,050,546

Larger projects are funded and completed over several fiscal years. Funding will come from current available bond proceeds, current fund balances, and projected revenues. The most significant projects include Residential Street Rehab Phases I and II, Street Rehabilitation in the Industrial Center, Foster Park Phase IV, Santa Gertrudes Rehabilitation Phase II, and a number of traffic signal upgrades. More detailed information is included in Note 3 to the financial statements.

LONG-TERM DEBT

At June 30, 2015, the City had \$12.67 million in long-term debt outstanding. The indebtedness of the former Redevelopment Agency in the amount of \$102 million was transferred to the Successor Agency. All of the Tax Allocation Bonds are insured. More detailed information is included in Notes 7 and 14 to the financial statements.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

OUTSTANDING DEBT

As of June 30, 2015

	Governmental Activities	
	Fiscal Year	
	2014	2015
Lease Revenue Bonds*	11,822,325	11,330,085
Lease Payable	80,683	84,018
Claims and Judgments	617,853	603,710
Compensated Absences	617,349	648,276
Total	13,138,210	12,666,089
* includes bond premium		

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The City of La Mirada is located in the Los Angeles-Long Beach-Santa Ana Area MSA labor market. Non-farm employment constitutes 86.5 percent of the work force, mostly comprised of manufacturing (7.7 percent), trade, transportation and utilities (15.86 percent), financial activities (5 percent), professional and business services (13.4 percent), education and health services (14 percent), and leisure and hospitality (9.8 percent).

The City's 2015-16 budget projections take into account the historical trends and current economic factors. An overall increase of \$2.84 million or 7.66 percent from the prior year is anticipated. Taxes are conservatively projected to increase \$1.05 million as property taxes and sales tax revenue continue to show an upward trend. Charges for Current Services are projected to increase \$1.08 million or 2.91 percent. Marketing efforts will be expanded to promote the Theatre's 2015-16 production series.

Operating expenditures have been projected at \$30.31 million for the General Fund. The budget reflects the reinstatement of the interdepartmental equipment replacement charges, and an increase in employee benefit rate for rising retirement costs based on the CalPERS contribution rates for Fiscal Year 2015-16 and other benefit costs. With the noted exceptions, overall General Fund operations continue to be relatively flat with services delivered by a very lean staffing complement and minimal funds budgeted for contingencies. The City continues to explore services that may be contracted out. The budget provides public safety services at a high level, maintains most City programs at levels expected by the public, and schedules an ambitious slate of capital improvement projects.

The budget may be amended, as necessary, to respond to changing conditions to ensure the City's ongoing fiscal stability. Questions or requests for information regarding the City of La Mirada's 2015-16 adopted budget should be sent to the Deputy City Manager.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of La Mirada's finances and to show the City's accountability for the money it receives. Questions concerning any of the information provided in this report, or for additional financial information, should be addressed to the Deputy City Manager, City of La Mirada, 13700 La Mirada Boulevard, La Mirada, California 90638.





Basic Financial Statements

CITY OF LA MIRADA

STATEMENT OF NET POSITION
JUNE 30, 2015

	<u>Governmental Activities</u>
Assets:	
Cash and investments	\$ 62,989,145
Receivables:	
Accounts	479,177
Taxes	4,671,667
Notes and loans	7,058,156
Accrued interest	122,027
Advances to Successor Agency of Former RDA	30,663,977
Prepaid costs	1,049,884
Due from other governments	2,815,429
Land held for resale	528,436
Restricted assets:	
Cash and investments	72,814
Cash with fiscal agent	999,871
Net OPEB asset	10,170,041
Capital assets not being depreciated	12,572,050
Capital assets, net of depreciation	<u>90,478,496</u>
Total Assets	<u>224,671,170</u>
Deferred Outflows of Resources:	
Deferred pension related items	<u>1,119,898</u>
Total Deferred Outflows of Resources	<u>1,119,898</u>
Liabilities:	
Accounts payable	4,538,306
Accrued liabilities	475,132
Accrued interest	159,952
Unearned revenue	1,678,436
Deposits payable	258,923
Due to other governments	56,675
Noncurrent liabilities:	
Net pension liability	8,175,214
Due within one year	719,589
Due in more than one year	<u>11,946,500</u>
Total Liabilities	<u>28,008,727</u>
Deferred Inflows of Resources:	
Deferred pension related items	<u>3,087,617</u>
Total Deferred Inflows of Resources	<u>3,087,617</u>
Net Position:	
Net investment in capital assets	92,636,224
Restricted for:	
Public works	6,758,110
Public safety	53,717
Capital projects	3,211,815
Debt service	1,051,750
Leisure and cultural	1,589,127
Low and moderate housing	17,068,977
Unrestricted	<u>72,325,004</u>
Total Net Position	<u>\$ 194,694,724</u>

CITY OF LA MIRADA

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2015

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses)</u>
		<u>Charges for Services</u>	<u>Operating Contributions and Grants</u>	<u>Capital Contributions and Grants</u>	<u>Revenues and Changes in Net Position</u>
					<u>Primary Governmental Activities</u>
Functions/Programs					
Primary Government:					
Governmental Activities:					
General government	\$ 4,357,631	\$ 380,234	\$ 229,915	\$ 29,540	\$ (3,717,942)
Public safety	9,196,201	574,620	106,947	-	(8,514,634)
Community development	1,468,225	1,141,022	53,988	-	(273,215)
Leisure and cultural	12,675,136	8,619,081	333,292	228,398	(3,494,365)
Public works	8,911,393	-	1,549,916	2,540,189	(4,821,288)
Interest on long-term debt	497,387	-	-	-	(497,387)
Total Governmental Activities	\$37,105,973	\$10,714,957	\$ 2,274,058	\$ 2,798,127	(21,318,831)
General Revenues:					
Taxes:					
Property taxes, levied for general purpose					10,178,680
Transient occupancy taxes					1,500,392
Sales taxes					16,658,358
Franchise taxes					2,767,895
Business licenses taxes					310,968
Other taxes					207,778
Motor vehicle in lieu - unrestricted					20,685
Use of money and property					1,040,369
Other					289,002
Total General Revenues					32,974,127
Change in Net Position					11,655,296
Net Position at Beginning of Year					194,033,852
Restatement of Net Position					(10,994,424)
Net Position at End of Year					\$ 194,694,724

CITY OF LA MIRADA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2015**

	Special Revenue Funds		
	General	Housing and Community Development	Low and Moderate Housing
Assets:			
Pooled cash and investments	\$ 42,919,977	\$ -	\$ 4,408,599
Receivables:			
Accounts	442,595	-	36,551
Taxes	4,671,667	-	-
Notes and loans	-	945,168	6,112,988
Accrued interest	99,163	-	-
Prepaid costs	519,937	-	-
Due from other governments	320,664	40,489	688,221
Due from other funds	113,274	9,987	-
Advances to Successor Agency of Former RDA	24,828,264	-	5,835,713
Land held for resale	-	-	-
Restricted assets:			
Cash and investments	-	1,028	-
Cash and investments with fiscal agents	-	-	-
Total Assets	\$ 73,915,541	\$ 996,672	\$ 17,082,072
Liabilities, Deferred Inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable	\$ 2,383,705	\$ -	\$ 3,108
Accrued liabilities	351,621	-	-
Unearned revenues	1,516,029	-	-
Deposits payable	258,923	-	-
Due to other governments	40,239	16,436	-
Due to other funds	1,875,730	35,068	9,987
Total Liabilities	6,426,247	51,504	13,095
Deferred Inflows of Resources:			
Unavailable revenues	2,205,234	945,168	-
Total Deferred Inflows of Resources	2,205,234	945,168	-
Fund Balances:			
Nonspendable:			
Prepaid costs	519,937	-	-
Advances to Successor Agency	24,762,287	-	-
Restricted for:			
Public safety	-	-	-
Leisure and cultural	-	-	-
Public works	-	-	-
Capital Projects	-	-	-
Debt service	-	-	-
Low and Moderate Housing	-	-	17,068,977
Committed to:			
Economic uncertainty	6,625,000	-	-
Assigned to:			
Capital Projects	7,137,653	-	-
Unassigned	26,239,183	-	-
Total Fund Balances	65,284,060	-	17,068,977
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 73,915,541	\$ 996,672	\$ 17,082,072

CITY OF LA MIRADA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2015**

	<u>Capital Projects Funds</u>		
	<u>Capital Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:			
Pooled cash and investments	\$ 1,890,651	\$ 8,691,103	\$ 57,910,330
Receivables:			
Accounts	-	-	479,146
Taxes	-	-	4,671,667
Notes and loans	-	-	7,058,156
Accrued interest	3,915	16,764	119,842
Prepaid costs	-	12,818	532,755
Due from other governments	998,420	302,340	2,350,134
Due from other funds	1,800,772	8,900	1,932,933
Advances to Successor Agency of Former RDA	-	-	30,663,977
Land held for resale	528,436	-	528,436
Restricted assets:			
Cash and investments	-	-	1,028
Cash and investments with fiscal agents	-	999,871	999,871
Total Assets	\$ 5,222,194	\$ 10,031,796	\$ 107,248,275
Liabilities, Deferred Inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable	\$ 2,010,379	\$ 125,865	\$ 4,523,057
Accrued liabilities	-	4,196	355,817
Unearned revenues	-	162,407	1,678,436
Deposits payable	-	-	258,923
Due to other governments	-	-	56,675
Due to other funds	-	152,774	2,073,559
Total Liabilities	2,010,379	445,242	8,946,467
Deferred Inflows of Resources:			
Unavailable revenues	-	133,850	3,284,252
Total Deferred Inflows of Resources	-	133,850	3,284,252
Fund Balances:			
Nonspendable:			
Prepaid costs	-	12,818	532,755
Advances to Successor Agency	-	-	24,762,287
Restricted for:			
Public safety	-	53,717	53,717
Leisure and cultural	-	1,576,309	1,576,309
Public works	-	6,758,110	6,758,110
Capital Projects	3,211,815	-	3,211,815
Debt service	-	1,051,750	1,051,750
Low and Moderate Housing	-	-	17,068,977
Committed to:			
Economic uncertainty	-	-	6,625,000
Assigned to:			
Capital Projects	-	-	7,137,653
Unassigned	-	-	26,239,183
Total Fund Balances	3,211,815	9,452,704	95,017,556
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 5,222,194	\$ 10,031,796	\$ 107,248,275

CITY OF LA MIRADA

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2015

Fund balances of governmental funds		\$ 95,017,556
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.		
Capital assets	\$ 142,874,006	
Accumulated depreciation	<u>(40,331,724)</u>	102,542,282
This issuance of long-term (e.g., bonds, leases, compensated absences, claims and judgments) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Also, governmental funds report the effect of premiums, discounts, and deferral on loss of refunding when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Lease revenue bonds	(11,330,085)	
Lease payable	(84,018)	
Accrued claims and judgments - General liability	(260,000)	
Compensated Absences	<u>(648,276)</u>	(12,322,379)
Accrued interest payable for the current portion of interest due on bonds has not been reported in the governmental funds.		(159,952)
Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.		3,284,252
Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net position.		<u>6,332,965</u>
Net Position of governmental activities		<u><u>\$ 194,694,724</u></u>

CITY OF LA MIRADA

**STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015**

	General	Special Revenue Funds	
		Housing and Community Development	Low and Moderate Housing
Revenues:			
Taxes	\$ 29,492,614	\$ -	\$ -
Licenses and permits	1,174,342	-	-
Intergovernmental	280,140	1,450,274	-
Charges for services	8,981,271	2,123	-
Use of money and property	678,647	-	82,569
Fines and forfeitures	522,223	-	-
Contributions	95,328	-	-
Miscellaneous	68,399	-	220,603
Total Revenues	41,292,964	1,452,397	303,172
Expenditures:			
Current:			
General government	3,688,049	-	-
Public safety	7,638,615	62,136	-
Community development	905,579	105,240	91,921
Leisure and cultural	10,892,658	36,442	-
Public works	5,620,887	-	-
Capital outlay	29,916	-	-
Debt service:			
Principal retirement	26,581	-	-
Interest and fiscal charges	-	-	-
Total Expenditures	28,802,285	203,818	91,921
Excess (Deficiency) of Revenues Over (Under) Expenditures	12,490,679	1,248,579	211,251
Other Financing Sources (Uses):			
Transfers in	742,496	16,410	-
Transfers out	(7,391,749)	(1,264,989)	-
Capital leases	29,916	-	-
Total Other Financing Sources (Uses)	(6,619,337)	(1,248,579)	-
Net Change in Fund Balances	5,871,342	-	211,251
Fund Balances, Beginning of Year	59,412,718	-	16,857,726
Fund Balances, End of Year	\$ 65,284,060	\$ -	\$ 17,068,977

CITY OF LA MIRADA

**STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015**

	<u>Capital Projects Funds</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>Capital Improvement</u>		
Revenues:			
Taxes	\$ -	\$ 3,385,855	\$ 32,878,469
Licenses and permits	-	-	1,174,342
Intergovernmental	-	566,938	2,297,352
Charges for services	-	35,088	9,018,482
Use of money and property	66,808	173,448	1,001,472
Fines and forfeitures	-	-	522,223
Contributions	998,420	-	1,093,748
Miscellaneous	-	-	289,002
Total Revenues	1,065,228	4,161,329	48,275,090
Expenditures:			
Current:			
General government	-	1,105	3,689,154
Public safety	-	-	7,700,751
Community development	-	-	1,102,740
Leisure and cultural	-	1,006,715	11,935,815
Public works	1,970,602	41,737	7,633,226
Capital outlay	7,905,138	-	7,935,054
Debt service:			
Principal retirement	-	490,000	516,581
Interest and fiscal charges	-	506,071	506,071
Total Expenditures	9,875,740	2,045,628	41,019,392
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,810,512)	2,115,701	7,255,698
Other Financing Sources (Uses):			
Transfers in	8,877,320	1,721,750	11,357,976
Transfers out	-	(2,701,238)	(11,357,976)
Capital leases	-	-	29,916
Total Other Financing Sources (Uses)	8,877,320	(979,488)	29,916
Net Change in Fund Balances	66,808	1,136,213	7,285,614
Fund Balances, Beginning of Year	3,145,007	8,316,491	87,731,942
Fund Balances, End of Year	\$ 3,211,815	\$ 9,452,704	\$ 95,017,556

CITY OF LA MIRADA

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2015**

Net change in fund balances - total governmental funds \$ 7,285,614

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlay	\$ 7,972,841	
Depreciation	<u>(4,526,042)</u>	3,446,799

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Whereas, issuance of long-term debt is a current financial resource in the governmental funds, but the issuance increase long-term debt in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and deferral on loss on refunding when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Lease revenue bonds principal repayment	490,000	
Capital lease payments	26,581	
Bond discount/premium amortization	2,240	
Changes in claims payable	(400)	
New capital leases obligation	<u>(29,916)</u>	488,505

Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period. 6,444

Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. (30,927)

Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity. 447,282

Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The net revenues (expenses) of the internal service funds is reported with governmental activities. 11,579

Change in net position of governmental activities \$ 11,655,296

CITY OF LA MIRADA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2015

	<u>Governmental Activities- Internal Service Funds</u>
Assets:	
Current:	
Cash and investments	\$ 5,078,815
Receivables:	
Accounts	31
Accrued interest	2,185
Prepaid costs	517,129
Due from other governments	465,295
Due from other funds	140,626
Restricted:	
Cash and investments	71,786
Total Current Assets	<u>6,275,867</u>
Noncurrent:	
Net OPEB asset	10,170,041
Capital assets - net of accumulated depreciation	508,264
Total Noncurrent Assets	<u>10,678,305</u>
Total Assets	<u>16,954,172</u>
Deferred Outflows of Resources:	
Deferred pension related items	1,119,898
Total Deferred Outflows of Resources	<u>1,119,898</u>
Total Assets & Deferred Outflows of Resources	<u>\$ 18,074,070</u>
Liabilities:	
Current:	
Accounts payable	\$ 15,249
Accrued liabilities	119,315
Accrued claims and judgments	85,928
Total Current Liabilities	<u>220,492</u>
Noncurrent:	
Accrued claims and judgments	257,782
Net pension liability	8,175,214
Total Noncurrent Liabilities	<u>8,432,996</u>
Total Liabilities	<u>8,653,488</u>
Deferred Inflows of Resources:	
Deferred pension related items	3,087,617
Total Deferred Inflows of Resources	<u>3,087,617</u>
Net Position:	
Investment in capital assets	508,264
Unrestricted	5,824,701
Total Net Position	<u>6,332,965</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 18,074,070</u>

CITY OF LA MIRADA

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2015

	Governmental Activities- Internal Service Funds
Operating Revenues:	
Sales and service charges	<u>\$ 3,534,156</u>
Total Operating Revenues	<u>3,534,156</u>
Operating Expenses:	
Administration and general	3,267,103
Depreciation expense	<u>294,371</u>
Total Operating Expenses	<u>3,561,474</u>
Operating Income (Loss)	<u>(27,318)</u>
Nonoperating Revenues (Expenses):	
Interest revenue	<u>38,897</u>
Total Nonoperating Revenues (Expenses)	<u>38,897</u>
Changes in Net Position	11,579
Net Position:	
Beginning of Year, as originally reported	16,936,468
Restatements	<u>(10,615,082)</u>
End of Fiscal Year	<u><u>\$ 6,332,965</u></u>

CITY OF LA MIRADA

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2015

	Governmental Activities- Internal Service Funds
Cash Flows from Operating Activities:	
Cash received from customers and users	\$ 3,115,075
Cash paid to suppliers for goods and services	9,158
Cash paid to employees for services	<u>(3,841,942)</u>
Net Cash Provided (Used) by Operating Activities	<u>(717,709)</u>
Cash Flows from Non-Capital Financing Activities:	
Repayment received from other funds	<u>(27,311)</u>
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>(27,311)</u>
Cash Flows from Capital and Related Financing Activities:	
Purchases of capital assets	<u>(142,717)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(142,717)</u>
Cash Flows from Investing Activities:	
Interest received	<u>52,775</u>
Net Cash Provided (Used) by Investing Activities	<u>52,775</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(834,962)
Cash and Cash Equivalents at Beginning of Year	<u>5,985,563</u>
Cash and Cash Equivalents at End of Year	<u>\$ 5,150,601</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:	
Operating income (loss)	<u>\$ (27,318)</u>
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:	
Depreciation	294,371
(Increase) decrease in accounts receivable	77
(Increase) decrease in due from other governments	(419,158)
(Increase) decrease in prepaid expense	(38,394)
(Increase) decrease in Net OPEB asset	(67,498)
(Increase) decrease in deferred outflows of pension related items	(1,119,898)
Increase (decrease) in accounts payable	12,093
Increase (decrease) in accrued liabilities	14,810
Increase (decrease) in claims and judgments	(14,543)
Increase (decrease) in pension liability	(2,439,868)
Increase (decrease) in deferred inflows of pension related items	<u>3,087,617</u>
Total Adjustments	<u>(690,391)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (717,709)</u>

CITY OF LA MIRADA

STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2015

	<u>Private-Purpose Trust Fund Successor Agency of the Former RDA</u>
Assets:	
Pooled cash and investments	\$ 13,518,245
Receivables:	
Taxes	7,600
Accrued interest	7,971
Due from other governments	2,683
Restricted assets:	
Cash and investments with fiscal agents	<u>1,615,973</u>
Total Assets	<u>15,152,472</u>
Deferred Outflows of Resources:	
Deferred charge on refunding	<u>127,372</u>
Total Deferred Outflows of Resources	<u>127,372</u>
Liabilities:	
Accounts payable	252,831
Accrued interest	841,152
Due to other governments	1,686,892
Long-term liabilities:	
Due in one year	4,040,204
Due in more than one year	<u>97,982,224</u>
Total Liabilities	<u>104,803,303</u>
Net Position:	
Held in trust for other purposes	<u>(89,523,459)</u>
Total Net Position	<u>\$ (89,523,459)</u>

CITY OF LA MIRADA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2015

	<u>Private-Purpose Trust Fund Successor Agency of the Former RDA</u>
Additions:	
Taxes	\$ 5,644,712
Interest and change in fair value of investments	19,304
Total Additions	<u>5,664,016</u>
Deductions:	
Administrative expenses	198,007
Contractual services	1,459,665
Interest expense	4,503,983
Total Deductions	<u>6,161,655</u>
Changes in Net Position	(497,639)
Net Position - Beginning of the Year	<u>(89,025,820)</u>
Net Position - End of the Year	<u>\$ (89,523,459)</u>

I. SIGNIFICANT ACCOUNTING POLICIES

Note 1: Organization and Summary of Significant Accounting Policies

a. Description of the Reporting Entity

The City of La Mirada (City) was incorporated March 23, 1960, under the General Laws of the State of California. The City operates under a Council-Manager form of government and provides the following services: public safety (police), highway and streets, leisure and cultural, public improvements, planning and zoning, and general administrative services.

The City of La Mirada is a reporting entity which includes the following component units:

- La Mirada Public Financing Authority
- La Mirada Housing Successor

The City has considered all potential component units. As required by generally accepted accounting principles, the financial statements of the City of La Mirada include the financial activities of the City, La Mirada Public Financing, and the Housing Successor. The City is considered to be financially accountable for an organization if the City's governing body is substantially the same as the component unit's governing body, and there is a financial benefit or burden relationship between the City and component unit, or the City has operation responsibility for a component unit. The financial statements of the City and component units are blended. Blended component units, although legally separate entities, are part of the City's operations; data from these units are combined with data of the primary government.

The City formed the La Mirada Public Financing Authority on August 8, 1989, for the purpose of acquiring and financing the acquisition of public capital improvements necessary for the operation of the City or former Redevelopment Agency. City Council serves as the government body. City management has the same operational responsibility for this component unit as it does for the City. Debts issued through the La Mirada Public Financing Authority are expected to be repaid with City resources.

The City of La Mirada Housing Successor was established on February 14, 2012, as the territorial jurisdiction of the former Redevelopment Agency. The Housing Authority retained the housing assets and functions previously performed by the former Redevelopment Agency. City Council serves as the governing Board for the Housing Authority. City management has the same operational responsibility for the Housing Authority as it does for the City.

b. Government-Wide and Fund Financial Statements

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

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All fiduciary activities are reported only in the fund financial statements and are excluded from the government-wide financial statements.

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they are measurable and available as net current assets. Revenues are considered to be available when they are collectable within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The primary revenue sources susceptible to accrual are property, sales, transient occupancy taxes, other taxes, investment income, court fines, and capital project financing sources. Primary sources not susceptible to accrual are licenses and permits and charges for current services. Expenditures are generally recognized under the accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is principal and interest on long-term debt, which is recognized when due.

The City reports the following major funds:

Governmental Funds:

- The General Fund is the general operating fund of the City. It is used to account for all financial resources except those that are required to be accounted for in another fund.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

- The Housing and Community Development Fund was established to account for revenues received and expenditures made for community development and housing assistance. Financing is provided under agreement with the County whereby the City is a secondary recipient with funds made available from the U.S. Department of Housing and Urban Development under the Housing and Community Development Acts of 1974 and 1977.
- The Low and Moderate Housing Fund was established to account for the assets of the former Redevelopment Agency's Low and Moderate Housing Fund.
- The Capital Improvement Fund was established to account for all of the City public improvement projects. Funding is provided by general and special revenue funds.

Additionally, the City reports the following fund types:

- Special Revenue Funds are governmental funds used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purpose.
- Debt Service Funds are used to account for financial resources that are being accumulated for principal and interest maturing in future years on the Finance Authority's Lease Revenue Bonds.
- Internal Service Funds account for employee benefits and replacement of equipment provided to other departments of the government, on a cost reimbursement basis.
- The Private-purpose trust fund is used to account for the assets and liabilities of the former redevelopment agency and the allocated revenue to pay estimated installment payments of enforceable obligations until the obligations of the former redevelopment agency are paid in full and assets have been liquidated.

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Internal Service Funds are charges to customers for sales and services. Operating expenses for Internal Service Funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

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

d. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position

Cash and Cash Equivalents

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. All cash and investments are held in the City's cash management pool. Therefore, all cash and investments in the Proprietary Funds are considered cash and cash equivalents.

Investments

Investments for the City as well as for its component units are stated at fair value (the value at which financial instruments could be exchanged in a current transaction between willing parties, other than in a forced liquidation sale). The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and Payables

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

Prepays

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items using the purchases method in both government-wide and fund financial statements, and using the consumption method in the proprietary funds.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure used in the operation of the governmental funds, are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such capital assets are valued at historical cost or estimated historical costs if actual historical cost is not available. Donated capital assets are valued at their fair market value on the date donated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Depreciation of all exhaustible capital assets is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method.

The estimated useful lives and capitalization thresholds are as follows:

<u>Capital Asset Type</u>	<u>Useful Lives</u>	<u>Capitalization Threshold</u>
Building and Improvements	50 years	\$5,000
Furniture and Equipment	5-20 years	5,000
Vehicles	5-15 years	5,000
Infrastructure	20-50 years	5,000 - 25,000
Construction in Progress	N/A	5,000 - 25,000
Intangible Assets	Indefinite	25,000

Deferred Outflows/Inflows of Resources

The City reports deferred outflows and inflows of resources. A deferred outflow of resources is a consumption of net position or fund balance by the government that is applicable to a future reporting period. A deferred inflow of resources represents an acquisition of net position or fund balance by the government that is applicable to a future period.

Under the modified accrual basis of accounting, it is not enough that revenue has been earned if it is to be recognized as revenue of the current period. Revenue must also be susceptible to accrual; it must be both measurable and available to finance expenditures of the current fiscal year. If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal year, then the assets must be offset by a corresponding deferred inflow of resources. This type of deferred inflow is unique to governmental funds, since it is tied to the modified accrual basis of accounting, which is only used in connection with governmental funds.

Occasionally, the City refunds some of its existing debt. When this occurs, the difference between the funds required to retire (reacquisition price of) the refunded debt and the net carrying amount of refunded debt results in a deferred amount on refunding. If there is an excess of the reacquisition price of refunded debt over its net carrying amount, it is treated as a deferred outflow of resources (a deferred loss on refunding). If there is an excess net carrying value amount of refunded debt over its reacquisition price, it is treated as a deferred inflow of resources (a deferred gain on refunding).

The City contributed to the California Public Employees' Retirement Systems (PERS), a cost-sharing multiple-employer public employee defined benefit pension plan. Changes in Net Pension Liability (NPL) attributable to experience gains/losses, assumption changes, and differences between projected and actual earnings on investments not recognized in expense during the current reporting period are accounted for as deferred inflows and outflows of resources. Changes in the employer's proportion of the collective NPL since the last measurement date, then any effect on the employer's proportionate share of the collective NPL, collective

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

deferred outflow of resources, or collective deferred inflow of resources not recognized in expense is reported as a deferred item. In addition, any difference between actual employer contributions and the employer's proportionate share of the total of all contributions from all employers not recognized in expense must be reported as a deferred item.

Net Position Flow Assumption

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

Fund Balance Flow Assumptions

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

Net Pension Liability

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

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

Valuation Date (VD)	June 30, 2013
Measurement Date (MD)	June 30, 2014
Measurement Period (MP)	July 1, 2013 to June 30, 2014

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

The following timeframes are used for the Public Agency Retirement System (PARS).

Valuation Date (VD)	June 30, 2013
Measurement Date (MD)	June 30, 2015

Compensated Absences

In governmental funds, compensated absences are recorded as expenditures in the year paid, as it is the City's policy to liquidate any unpaid compensated absences at June 30 from future resources rather than currently available financial resources. Accordingly, the entire unpaid liability for governmental funds is recorded as long-term liabilities in the applicable funds.

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on July 1, and are payable in two installments on December 10 and April 10. The County of Los Angeles bills and collects the property taxes and remits them to the City in installments during the year. City property tax revenues are recognized when received except at year-end when property taxes received within 60 days are accrued as revenue. The County is permitted by state law (Proposition 13) to levy taxes at 1% of full market value (at time of purchase) and can increase the property-assessed value no more than 2% per year. The City of La Mirada as a no/low property tax City does not levy property taxes from its residents, but receives an allocation from the County of Los Angeles based on the City's assessed valuation and a proportionate share for maintenance and operations of the Southeast Park and Recreation District.

Fund Equity

The City Manager authorizes assigned amounts for specific purposes pursuant to the fund balance policy-making powers granted to him, which was established by the governing body in a resolution.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

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

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

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

Committed - include amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest authority, the City Council. The formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is by Resolution. As of June 30, 2014, the City established Resolution No. 13-15 as the City's Emergency Contingency in the amount of \$6.625 million.

Assigned - include amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. City's transaction and use tax fund (Measure I) is intended for future capital improvement projects.

Unassigned - include the residual amounts that have not been restricted, committed, or assigned to specific purposes.

Effect of New Accounting Standards

During the fiscal year ended June 30, 2015, the City implemented the following Governmental Accounting Standards Board (GASB) standards:

GASB Statement No. 68 – Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement No. 27 will improve the decision-usefulness of information in local government employer entity financial reports and will enhance its value for assessing accountability and inter-period equity by requiring recognition of the entire net pension liability and a more comprehensive measure of pension expense. Decision-usefulness and accountability also will be enhanced through new note disclosures and required supplementary information. The requirements of this statement are effective for financial statements for periods beginning after June 15, 2014.

GASB Statement No. 71 – Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a local government employer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. The provisions of GASB Statement No. 71 are effective for financial statements beginning after June 15, 2014.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

e. Budget

During fiscal year, supplemental budget appropriations were approved by the City Council. The effects of the supplemental appropriations were minor, with exceptions to the Housing and Community Development Fund and the Capital Improvement Fund which increased by \$379,621. The County of Los Angeles approved the reallocation of unallocated CDBG Funds towards Foster Park Phase IV.

II. DETAILED NOTES ON ALL FUNDS

Note 2: Cash and Investments

Cash and Investments

As of June 30, 2015, cash and investments were reported in the accompanying financial statements as follows:

Governmental activities	\$ 64,061,830
Fiduciary funds	<u>15,134,218</u>
Total Cash and Investments	<u>\$ 79,196,048</u>

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

Deposits

At June 30, 2015, the carrying amount of the City's deposits was \$16,136,265 and the bank balance was \$14,778,798. The \$1,357,467 difference represents deposits in transit and other reconciling items.

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

Note 2: Cash and Investments (Continued)

Investments

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

- Securities issued by the US Treasury
- Securities issued and fully guaranteed as to payment by the US Government
- Bankers Acceptances with a maturity of 180 days or less
- Federally insured time deposits with a maturity of 180 days or less
- Bank deposits (non-negotiable certificates of deposit) with a maturity of 180 days or less
- Negotiable certificates of deposit with a maturity of two years or less
- Repurchase Agreements with a maturity of 30 days or less
- Commercial Paper with a maturity of 270 days or less
- State of California Local Agency Investment Fund (LAIF)
- Corporate medium term notes (5-yr maturity or less) of domestic Corporations or Depository Institutions
- Mortgage pass-through securities and asset-backed securities with a maturity of five years or less
- Money market mutual funds

Investments Authorized by Debt Agreements

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

Investments in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. LAIF is overseen by the Local Agency Investment Advisory Board, which consists of five members, in accordance with State statute.

The State Treasurer's Office audits the fund annually. The fair value of the position in the investment pool is the same as the value of the pool shared.

GASB Statement No. 31

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

Note 2: Cash and Investments (Continued)

Credit Risk

The City's investment policy limits investments in medium term notes (MTNs) to those rated in the top three rating categories by two of the three largest nationally recognized rating services at time of purchase. As of June 30, 2015, the City's investment in medium term notes were rated "A2" or higher by Moody's. As of June 30, 2015, the City's investments in Federal Agency Securities, FDIC insured U.S. Corporate Notes, and money market fund were rated "Aaa" by Moody's. All securities were investment grade and were legal under State and City law. Investments in U.S. government securities including U.S. Treasuries are not considered to have credit risk; therefore, their credit quality is not disclosed. The City's investment in external investment pool is unrated.

Custodial Credit Risk

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

As of June 30, 2015, none of the City's deposits or investments was exposed to custodial credit risk.

Concentration of Credit Risk

The City's investment policy imposes restrictions on the maximum percentage it can invest in a single type of investment with any one issuer. No more than 5% of the total portfolio may be invested in securities of any single issuer, other than the U.S. Government, its agencies and instrumentalities. As of June 30, 2015, the City is in compliance with the restrictions of its investment policy.

In addition, GASB 40 requires a separate disclosure if any single issuer comprises more than 5% of the total investment value. As of June 30, 2015, investments in Federal Home Loan Mortgage Corporation, Federal National Mortgage Association, and Federal Home Loan Bank represented 9.8%, 11.0%, and 10.2%, respectively of the City's total investment value. Investments guaranteed by the U.S. government and investments in mutual funds and external investment pools are excluded from this requirement.

Interest Rate Risk

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

CITY OF LA MIRADA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2015

Note 2: Cash and Investments (Continued)

As of June 30, 2015, the City had the following investments and original maturities:

Investment Type:	Rating S&P/Moody's	Investment Maturities				Fair Value
		6 months or less	6 months to 1 year	1 to 3 years	3 to 5 years	
Local Agency Investment Fund	N/R	\$ 20,265,665	\$ -	\$ -	\$ -	\$ 20,265,665
Money Market	AAA/Aaa	59,308	-	-	-	59,308
Medium Term Notes	AA+-A-/Aaa-A3	150,476	656,805	5,040,660	2,396,372	8,244,313
Commercial Paper	A-1/P-1	749,047	-	-	-	749,047
US Treasury Notes	AA+/Aaa	150,211	406,375	3,637,859	4,759,480	8,953,925
Federal National Mortgage Assoc.	AA+/Aaa	-	258,297	3,593,404	3,106,084	6,957,785
Federal Home Loan Mortgage Corp.	AA+/Aaa	-	771,505	2,834,025	2,553,216	6,158,746
Federal Home Loan Bank	AA+/Aaa	-	1,757,537	4,022,408	661,174	6,441,119
Federal Farm Credit Banks	AA+/Aaa	600,384	-	2,013,647	-	2,614,031
Investments with Fiscal Agent:						
Money Market	N/R	2,615,844	-	-	-	2,615,844
		<u>\$ 24,590,935</u>	<u>\$ 3,850,519</u>	<u>\$ 21,142,003</u>	<u>\$ 13,476,326</u>	<u>\$ 63,059,783</u>

Note 3: Capital Assets

Changes in Capital Assets

The City has reported all capital assets including its infrastructure in the Government-Wide Statement of Net Position. A summary of changes in City capital assets is as follows:

	Beginning Balance	Adjustments	Adjusted Balance	Additions	Deletions	Transfers	Ending Balance
Capital assets, not being depreciated:							
Land	\$ 4,540,989	\$ -	\$ 4,540,989	\$ -	\$ -	\$ -	\$ 4,540,989
Construction in progress	3,961,819	(379,342)	3,582,477	7,829,640	-	(3,381,056)	8,031,061
Total capital assets, not being depreciated	<u>8,502,808</u>	<u>(379,342)</u>	<u>8,123,466</u>	<u>7,829,640</u>	<u>-</u>	<u>(3,381,056)</u>	<u>12,572,050</u>
Capital assets, being depreciated:							
Land improvements	22,411,153	-	22,411,153	-	-	1,051,143	23,462,296
Buildings & Structures	70,648,399	-	70,648,399	-	-	-	70,648,399
Machinery and equipment	5,204,627	-	5,204,627	188,899	47,468	-	5,346,058
Automotive Equipment	2,749,916	-	2,749,916	97,019	56,923	-	2,790,012
Infrastructure	26,788,505	-	26,788,505	-	-	2,329,913	29,118,418
Intangible Assets	3,829,412	-	3,829,412	-	-	-	3,829,412
Total capital assets, being depreciated	<u>131,632,012</u>	<u>-</u>	<u>131,632,012</u>	<u>285,918</u>	<u>104,391</u>	<u>3,381,056</u>	<u>135,194,595</u>
Less accumulated depreciation for:							
Land improvements	4,822,636	-	4,822,636	898,779	-	-	5,721,415
Buildings & Structures	15,691,626	-	15,691,626	1,411,970	-	-	17,103,596
Machinery and equipment	3,863,408	-	3,863,408	301,096	47,468	-	4,117,036
Automotive Equipment	2,441,701	-	2,441,701	199,565	56,923	-	2,584,343
Infrastructure	10,938,802	-	10,938,802	964,618	-	-	11,903,420
Intangible Assets	2,241,904	-	2,241,904	1,044,385	-	-	3,286,289
Total accumulated depreciation	<u>40,000,077</u>	<u>-</u>	<u>40,000,077</u>	<u>4,820,413</u>	<u>104,391</u>	<u>-</u>	<u>44,716,099</u>
Total capital assets being depreciated, net	<u>91,631,935</u>	<u>-</u>	<u>91,631,935</u>	<u>(4,534,495)</u>	<u>-</u>	<u>3,381,056</u>	<u>90,478,496</u>
Governmental activities capital assets, net	<u>\$ 100,134,743</u>	<u>\$ (379,342)</u>	<u>\$ 99,755,401</u>	<u>\$ 3,295,145</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 103,050,546</u>

CITY OF LA MIRADA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2015

Note 3: Capital Assets (Continued)

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

Governmental Activities:	
General Government	\$ 633,646
Community Development	362,083
Public Safety	1,493,594
Public Works	1,312,552
Leisure and Culture	724,167
Internal Service Funds	294,371
	<u>\$ 4,820,413</u>

Note 4: Notes and Loans Receivables

As of June 30, 2015, loans receivable consisted of the following:

Low and Moderate Housing:	
Rehabilitation Loans:	
HIP Loans	\$ 3,371,718
DPAP Loans	89,442
Promissory Loans:	
Grayville Limited Partnership Loan	1,219,262
Condominium Loans	1,432,566
Housing and Community Development Fund:	
HIP Loans	<u>945,168</u>
	<u>\$ 7,058,156</u>

Home Improvement Program (HIP) is a home assistance program for low-to moderate-income La Mirada homeowners used to correct violations and repair deteriorating conditions in their homes. The assistance is provided through an emergency grant of up to \$5,000. The maximum low-interest deferred loan available to residents at 3% annual simple interest is \$30,000 with the City Manager having the authorization to approve a maximum loan of \$40,000 under special conditions. Effective July 2014, the maximum loan under special conditions was increased to \$85,000. The loan is secured by a deed of trust and does not need to be repaid until the property is sold, refinanced, no longer owner-occupied, or ownership transferred. At that time, the loan and interest is due and payable. Loans of \$4,316,886 were outstanding as of June 30, 2015.

Down Payment Assistance Program (DPAP) is a deferred loan of up to 10% of the home purchase price at 3% simple interest for low-to moderate-income first time homebuyers used to purchase a single-family detached home in the City of La Mirada. Loans of \$89,442 were outstanding as of June 30, 2015.

On November 7, 2000, the Agency entered into a loan agreement with Grayville Limited Partnership in connection with the development of a 122-unit affordable senior housing project. The loan amount is \$847,064, and bearing non-compounding simple interest at the rate of 3% annually. No payments shall be due until the fifteenth anniversary date of the note. The payments shall be interest only payments in the amount of \$25,412. Any amounts of interest not paid when due shall accrue with interest at the rate of 8% annually. All outstanding principal and any unpaid interest accrued thereon shall be due and payable in full

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 4: Notes and Loans Receivables (Continued)

upon expiration of the term. The loan shall mature and all outstanding principal and accrued interest thereon shall be due and payable the sooner of forty years or the date of maturity of the permanent loan. The balance at June 30, 2015, including accrued interest of \$372,198, is \$1,219,262.

The note receivables of \$1,432,566 are a second trust deed on condominiums. The loan is paid off when the loan recipient sells the condo. On that date, the interest is then calculated. There is no established interest as it is considered a contingent deferred interest which is dependent on a variety of factors.

Note 5: Advances to Successor Agency of Former RDA

The advances to the Successor Agency of the former Redevelopment Agency (RDA) consist of \$24,828,264 loans made to the former RDA to assist in various Redevelopment projects and a \$5,835,713 advance for the SERAF payment. As of June 30, 2015, the advance to the Successor Agency of the former RDA balance is \$30,663,977.

Note 6: Interfund Receivables, Payables, and Transfers

a. Due To/From Other Funds

<u>Receivable Funds</u>	<u>Payable Funds</u>	
General Fund	Housing and Community Development	\$ 35,068
	Non-major governmental	<u>78,206</u>
		<u>113,274</u>
Housing and Community Development	Low and Moderate Housing	<u>9,987</u>
		<u>9,987</u>
Capital Improvement	General Fund	1,737,094
	Non-major governmental	<u>63,678</u>
		<u>1,800,772</u>
Non-major governmental	Non-major governmental	<u>8,900</u>
Internal Service	General Fund	138,636
	Non-major governmental	<u>1,990</u>
		<u>140,626</u>
	Total Due To/From Other Funds	<u>\$ 2,073,559</u>

Due To/From amounts were short-term receivables and payables in order to cover negative cash balances, capital improvement projects, and benefit accrual.

CITY OF LA MIRADA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 6: Interfund Receivables, Payables, and Transfers (Continued)

b. Transfers In/Out

	Transfers Out			Totals
	General	Housing and Community Development	Nonmajor Governmental	
Transfers In:				
General Fund	\$ -	\$ -	\$ 742,496	\$ 742,496
Housing and Community Development	16,410	-	-	16,410
Capital Improvement	6,379,268	1,264,989	1,233,063	8,877,320
Nonmajor Governmental	996,071	-	725,679	1,721,750
Totals	<u>\$ 7,391,749</u>	<u>\$ 1,264,989</u>	<u>\$ 2,701,238</u>	<u>\$ 11,357,976</u>

Interfund transfers from the General Fund were used to fund non-major funds operations, debt service activity and capital improvements expenditures.

Note 7: Long-Term Debt

a. Governmental Activities:

The following is a summary of the changes in the governmental funds long-term debt, for the year ended June 30, 2015:

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015	Due Within One Year
Governmental Activities:					
Lease Revenue Bonds	\$ 11,785,000	\$ -	\$ 490,000	\$ 11,295,000	\$ 510,000
Lease Payable	80,683	29,916	26,581	84,018	26,261
Claims and Judgments	617,853	1,344,969	1,359,112	603,710	150,928
Compensated Absences	617,349	78,588	47,661	648,276	32,400
Total	<u>\$ 13,100,885</u>	<u>\$ 1,453,473</u>	<u>\$ 1,923,354</u>	12,631,004	<u>\$ 719,589</u>
Plus:					
Bond premium				<u>35,085</u>	
				<u>\$ 12,666,089</u>	

CITY OF LA MIRADA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 7: Long-Term Debt (Continued)

Lease Revenue Bonds

\$15,145,000 2006 La Mirada Public Financing Authority Lease Revenue Bonds:

<u>Auth/Issued</u>	<u>Description</u>	<u>Principal</u>	<u>Date</u>	<u>Rate</u>
\$ 15,145,000	Serial	\$ 375,000	2006	4.00%
		955,000	2019	4.50%

The bonds were issued to provide funds to pay for the construction of the La Mirada Aquatic Center. The bonds maturing on or before March 1, 2016, are not subject to redemption prior to maturity. The bonds maturing on or after March 1, 2017, are subject to redemption prior to maturity at the option of the Authority, on any date on or after March 1, 2016.

\$11,295,000

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2015, including interest, are as follows:

	<u>2006 Lease Revenue Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2015 - 2016	\$ 510,000	\$ 486,471
2016 - 2017	530,000	466,071
2017 - 2018	550,000	444,871
2018 - 2019	575,000	422,871
2019 - 2020	600,000	399,871
2020 - 2025	3,385,000	1,600,206
2025 - 2030	4,190,000	795,035
2030 - 2035	955,000	42,975
Totals	<u>\$ 11,295,000</u>	<u>\$ 4,658,371</u>

Lease Payable

On November 17, 2011, the City entered into a non-interest bearing three-year lease with LDI Color Toolbox for \$11,659. The General Fund services the lease obligation. At June 30, 2015, the outstanding balance on the lease was paid in full.

On February 27, 2013, the City entered into a non-interest bearing five-year lease with LDI Color Toolbox for \$78,388. The General Fund services the lease obligation. At June 30, 2015, the outstanding balance on the lease was \$43,092.

On August 8, 2013, the City entered into a non-interest bearing five-year lease with LDI Color Toolbox for \$23,149. The General Fund services the lease obligation. At June 30, 2015, the outstanding balance on the lease was \$15,046.

CITY OF LA MIRADA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 7: Long-Term Debt (Continued)

On July 7, 2014, the City entered into a non-interest bearing five-year lease with LDI Color Toolbox for \$8,890. The General Fund services the lease obligation. At June 30, 2015, the outstanding balance on the lease was \$7,409.

On August 12, 2014, the City entered into a non-interest bearing five-year lease with Pitney Bowes for \$9,064. The General Fund services the lease obligation. At June 30, 2015, the outstanding balance on the lease was \$7,705.

On December 29, 2014, the City entered into a non-interest bearing five-year lease with Pitney Bowes for \$11,962. The General Fund services the lease obligation. At June 30, 2015, the outstanding balance on the lease was \$10,766.

\$84,018

At June 30, 2015, the annual requirements to repay the outstanding indebtedness were as follows:

Year Ending June 30,	Total
2016	\$ 26,261
2017	26,261
2018	22,348
2019	7,200
2020	1,948
Total payments	84,018
Less amounts representing interest	-
Outstanding principal	<u>\$ 84,018</u>

Claims and judgments

The City's liability regarding self insurance is described in Note 9 of the Notes to Financial Statements. The liability will be paid in future years from the Self Insurance Fund.

\$603,710

Compensated Absences

The City's policies relating to compensated absences are described in Note 1 of the Notes to Financial Statements. This liability will be paid in future years from future resources, typically from the General Fund.

\$648,276

III. OTHER INFORMATION

Note 8: Pension Plan

a. Defined Benefit Pension Plan

General Information about the Pension Plans

Plan Descriptions

All qualified permanent and probationary employees are eligible to participate in the City of La Mirada's Miscellaneous Employee Pension Plans, cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by State statute and Local Government resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided

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

The Plans' provisions and benefits in effect at June 30, 2015, are summarized as follows:

	Miscellaneous Tier I - Classic	Miscellaneous Tier II - Classic	Miscellaneous - PEPRA
Hire date	Prior to October 22, 2012	On or after October 22, 2012	On or after January 1, 2013
Benefit formula	2% @ 55	2% @ 55	2% @ 62
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50 - 63+	50 - 63+	52 - 67+
Monthly benefits, as a % of eligible compensation	1.426% - 2.418%	1.426% - 2.418%	1.000% - 2.500%
Compensation	one-year final compensation	three-year final compensation	three-year final compensation
Required employee contribution rates*	7.00%	7.00%	6.25%
Required employer contribution rates	11.522%	11.032%	6.25%

* The City pays the 7.00% employee contribution for "Classic" employees.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 8: Pension Plan (Continued)

Contributions

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through the CalPERS' annual actuarial valuation process. The Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2015, the contributions recognized as a reduction to the net pension liability for the plan was \$551,810.

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

The City of La Mirada reported net pension liabilities for its proportionate shares of the net pension liability of the plan, as of June 30, 2015 the balance was \$7,765,103.

The City's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plans is measured as of June 30, 2014, 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, 2013 rolled forward to June 30, 2014 using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The City's proportionate share of the net pension liability for the Plan as of June 30, 2013 and 2014, was as follows:

	Plan Net Pension Liability/(Asset)
Balance at: 6/30/2013	\$ 10,609,923
Balance at: 6/30/2014	<u>7,765,103</u>
Net Changes during 2013-14	<u>\$ (2,844,820)</u>

For the year ended June 30, 2015, the City recognized pension expense of \$576,890. At June 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

CITY OF LA MIRADA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 8: Pension Plan (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contribution subsequent to measurement date	\$ 604,216	\$ -
Difference between expected and actual experience	-	(475,484)
Net difference between projected and actual earnings on pension plan investments	-	(2,609,435)
Adjustment due to difference in proportions	217,717	(2,698)
Total	\$ 821,933	\$ (3,087,617)

\$604,216 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, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year ended June 30:	Deferred Outflows/(Inflows) of Resources
2016	\$ (700,692)
2017	(700,692)
2018	(716,053)
2019	(752,463)
2020	-
Thereafter	-

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

The total pension liabilities in the June 30, 2013 actuarial valuations were determined using the following actuarial assumptions:

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2015

Note 8: Pension Plan (Continued)

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

(1) The mortality table used was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2013 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2011. The Experience Study report can be obtained at CalPERS' website.

Discount Rate

The discount rate used to measure the total pension liability was 7.50%. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.50% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.50% is applied to all plans in the Public Employees Retirement Fund.

The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

According to Paragraph 30 of Statement 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The 7.50% investment return assumption used in this accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. An investment return excluding administrative expenses would have been 7.65%. Using this lower discount rate has resulted in a slightly higher total pension liability and net pension liability. CalPERS determined this difference was deemed immaterial to the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan.

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management review cycle that is scheduled to be completed in February 2018. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB 67 and 68 calculations through at least the 2017-18 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until such time as we have changed our methodology.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 8: Pension Plan (Continued)

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

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. 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 a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These geometric rates of return are net of administrative expenses.

Asset Class	New Strategic Allocation	Real Return Years 1 - 10 (1)	Real Return Years 11+ (2)
Global Equity	47.0%	5.25%	5.71%
Global Fixed Income	19.0	0.99	2.43
Inflation Sensitive	6.0	0.45	3.36
Private Equity	12.0	6.83	6.95
Real Estate	11.0	4.50	5.13
Infrastructure and Forestland	3.0	4.50	5.09
Liquidity	2.0	(0.55)	(1.05)

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

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

The following presents the City's proportionate share of the net pension liability of the Plan, calculated using the discount rate of 7.50%, as well as what the City's proportionate share of net pension liability would be if it were calculated using a discount rate that is 1% point lower (6.50%) or 1% point higher (8.50%) than the current rate:

	Discount Rate - 1% (6.50%)	Current Discount Rate (7.5%)	Discount Rate +1% (8.5%)
Plan's Net Pension Liability/(Assets)	\$ 13,835,013	\$ 7,765,103	\$ 2,727,654

Note 8: Pension Plan (Continued)

Pension Plan Fiduciary Net Position

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

b. Defined Contribution Plan

In accordance with the Federal Omnibus Budget Reconciliation Act of 1990, the City provides pension benefits for all of its hourly employees through a defined contribution plan provided and administered by the Public Agency Retirement System Alternate Retirement System Plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. All hourly employees are eligible to participate from the date of employment. Federal legislation requires contribution of at least 7.5% to a retirement plan. The plan is established by City ordinance. The City contributes 2.5% of the employee's salary as deferred compensation. Additionally, employees contribute 5.0% of salary towards this program on a pre-tax basis. The City's contribution for each employee (and interest earned by the accounts) is fully vested immediately.

For the year ended June 30, 2015, the City's payroll covered by the plan was \$2,759,679. The City made employer contributions of \$69,002 (2.5% of current covered payroll), and employees contributed \$137,984 (5% of current covered payroll).

c. Public Agency Retirement System (PARS)

Plan Description, Benefits Provided and Employees Covered

Effective February 2001, the City of La Mirada entered into an agreement with Public Agency Retirement System (PARS) for a retirement enhancement plan. The membership as of June 30, 2013 included 65 active participants and 36 retiree. The plan does not issue separately audited financial statements.

PARS provides an offset to CalPERS benefit for a maximum of 3% retirement benefit (combined CalPERS and PARS). Upon retirement at age 55, for full-time employees hired before July 1, 2011, the plan provides the employees with up to 1% times their years of service with the City times their highest annual salary. Eligibility requires 5 years of continual service, and retirement from the City and CalPERS concurrently at age 55 or greater for Classic members.

For City Council members elected or appointed before July 1, 2011, eligibility is defined as reaching age 55, completing 12 years of continual service, and retiring concurrently from both the City and CalPERS.

As of the June 30, 2011, valuation, the City contributes based on a 10 year amortization at a rate of 10.5%.

Contributions

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employees be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined by an independent pension actuary

Note 8: Pension Plan (Continued)

using information furnished by the City and by PARS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the measurement period ended June 30, 2015 (the measurement date), the employer's contribution rate is 17.04% of annual payroll, and no contributions were made by the employees. Employer contribution rates may change if plan contracts are amended. It is the responsibility of the City to make necessary accounting adjustments to reflect the impact due to any Employer Paid Member Contributions or situations where members are paying a portion of the employer contribution.

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ended June 30, 2015 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2014 total pension liability. The June 30, 2014 and the June 30, 2015 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions	
Discount Rate	7.50%
Inflation	3.00%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.50%
Cost of Living Adjustments	2.00%
Mortality	Consistent with non-industrial rates used to value the Miscellaneous CalPERS Pension Plan
Retirement	Retirement rates of 20% per year for ages 55 to 69 and 100% at ages 70 and up
Maximum Benefits and Salary	Final compensation is subject to IRC 401(a)(17) limitations
Beneficiaries	85% of participants are assumed to have an eligible spouse or domestic partner. Beneficiaries are assumed to be the same age as participant.

Discount Rate

The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are per actuarial investment consulting practice as of January 1, 2015.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 8: Pension Plan (Continued)

Asset Class	Index	Target Allocation	Long-Term Expected Arithmetic Real Rate of Return	Long-Term Expected Geometric Real Rate of Return
Cash	BofA Merrill Lynch 90-Day T-Bills	3.56%	0.53%	0.53%
Core Fixed Income	Barclays Aggregate	39.19%	2.03%	1.90%
Broad US Equities	Russell 3000	41.29%	5.64%	4.25%
Developed Foreign Equities	MSCI EAFE	12.29%	6.31%	4.58%
Emerging Market Equities	MSCI Emerging Markets	3.68%	8.56%	5.11%
Assumed Inflation - Mean			2.76%	2.74%
Assumed Inflation - Standard Deviation			1.85%	1.85%
Portfolio Real Mean Return			4.23%	3.80%
Portfolio Nominal Mean Return			7.00%	6.54%
Portfolio Standard Deviation				10.02%
Long-Term Expected Rate of Return				7.50%

A blended discount rate is generally required to be used to measure the Total Pension Liability (the Actuarial Accrued Liability calculated using the Individual Entry Age Normal Cost Method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's Fiduciary Net Position (fair market value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the Fiduciary Net Position is not projected to cover benefit payments and administrative expenses. Determining the discount rate will often require that the actuary perform complex projects of future benefit payments and asset values. Alternative evaluations of projected solvency are allowed, if such evaluation can reliably be made.

Pension Plan Fiduciary Net Position

The following table shows the changes in net pension liability recognized over the measurement period.

	Total Pension Liability (a)	Increase (Decrease)	
		Plan Fiduciary Net Position (b)	Net Pension Liability/(Assets) (c)=(a)-(b)
Balance as of June 30, 2014	\$ 8,164,769	\$ 7,607,800	\$ 556,969
Changes for the year:			
Service Cost	217,403	-	217,403
Interest on the Total Pension Liability	603,869	-	603,869
Benefit Payments	(673,354)	(673,354)	-
Employer Contributions	-	794,811	(794,811)
Net Investment Income	-	201,561	(201,561)
Administrative Expenses	-	(28,242)	28,242
Balance as of June 30, 2015	\$ 8,312,687	\$ 7,902,576	\$ 410,111

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 8: Pension Plan (Continued)

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

The following presents the net pension liability of the City of La Mirada, calculated using the discount rate of 7.50%, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1% point lower (6.50%) or 1% point higher (8.50%) than the current rate.

	Discount Rate - 1% 6.50%	Current Discount Rate 7.50%	Discount Rate + 1% 8.50%
Total Pension Liability	\$ 9,446,060	\$ 8,312,687	\$ 7,374,025
Fiduciary Net Position	7,902,576	7,902,576	7,902,576
Net Pension Liability	<u>\$ 1,543,484</u>	<u>\$ 410,111</u>	<u>\$ (528,551)</u>

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

As of the start of the measurement period, July 1, 2014, the net pension liability was \$556,969. For the measurement period ending June 30, 2015, the City of La Mirada incurred a pension expense of \$647,953 for the Plan. As of the measurement date, June 30, 2015, the net pension liability is \$410,111.

Note that no adjustments have been made for contributions subsequent to the measurement date. Adequate treatment of any contributions made after the measurement date is the responsibility of the City.

As of June 30, 2015, the City reported deferred outflows and deferred inflows of resources related to pensions as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings	\$ 297,965	\$ -

The amount above reflects the net difference between the projected and actual earnings of the pension plan investment.

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

Year Ended June 30,	Deferred Outflows of Resources
2016	\$ 74,491
2017	74,491
2018	74,491
2019	74,492

Note 9: Liability, Workers' Compensation, and Purchased Insurance

a. Description of Self-Insurance Pool Pursuant to Joint Powers Agreement

The City of La Mirada is a member of the CALIFORNIA JOINT POWERS INSURANCE AUTHORITY (Authority). The Authority is composed of 118 California public entities and is organized under a joint powers agreement pursuant to California Government Code §6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group purchased insurance for property and other lines of coverage. The California JPIA began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a nine-member Executive Committee.

b. Self-Insurance Programs of the Authority

Each member pays an annual contribution at the beginning of the coverage period. A retrospective adjustment is then conducted annually thereafter, for coverage years 2012-13 and prior. Retrospective adjustments are scheduled to continue indefinitely on coverage years 2012-13 and prior, until all claims incurred during those coverage years are closed, on a pool-wide basis. This subsequent cost re-allocation among members, based on actual claim development, can result in adjustments of either refunds or additional deposits required. Coverage years 2013-14 and forward are not subject to routine annual retrospective adjustment.

The total funding requirement for self-insurance programs is estimated using actuarial models and pre-funded through the annual contribution. Costs are allocated to individual agencies based on exposure (payroll) and experience (claims) relative to other members of the risk-sharing pool. Additional information regarding the cost allocation methodology is provided below.

General Liability

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

For 2014-15 the Authority's pooled retention is \$2 million per occurrence, with reinsurance to \$20 million, and excess insurance to \$50 million. The Authority's reinsurance contracts are subject to the following additional pooled retentions: (a) 50% of the \$2.5 million annual aggregate deductible in the \$3 million x/s \$2 million layer, (b) 50% quota share of the \$3 million x/s \$2 million layer, and (c) \$3 million annual aggregate deductible in the \$5 million x/s \$10 million layer.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2015

Note 9: Liability, Workers' Compensation, and Purchased Insurance (Continued)

The overall coverage limit for each member, including all layers of coverage, is \$50 million per occurrence. Costs of covered claims for subsidence losses have a sub-limit of \$30 million per occurrence.

Changes in the aggregate liabilities for general liability for the years ended June 30, 2014 and June 30, 2015, are as follows:

<u>Year Ended</u>	<u>Claims Payable July 1</u>	<u>Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Claims Payable June 30</u>
June 30, 2014	\$ 525,819	\$ -	\$ (266,219)	\$ 259,600
June 30, 2015	259,600	400	-	260,000

Workers' Compensation

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

For 2014-15 the Authority's pooled retention is \$2 million per occurrence, with reinsurance to statutory limits under California Workers' Compensation Law.

Employer's Liability losses are pooled among members to \$2 million. Coverage from \$2 million to \$5 million is purchased as part of a reinsurance policy, and Employer's Liability losses from \$5 million to \$10 million are pooled among members.

Changes in the aggregate liabilities for workers' compensation liability for the years ended June 30, 2014 and June 30, 2015, are as follows:

<u>Year Ended</u>	<u>Claims Payable July 1</u>	<u>Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Claims Payable June 30</u>
June 30, 2014	\$ 442,225	\$ 1,201,898	\$ (1,285,870)	\$ 358,253
June 30, 2015	358,253	1,344,569	(1,359,112)	343,710

Note 9: Liability, Workers' Compensation, and Purchased Insurance (Continued)

c. Purchased Insurance

Pollution Legal Liability Insurance

The City of La Mirada participates in the pollution legal liability insurance program which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City of La Mirada. Coverage is on a claims-made basis. There is a \$50,000 deductible. The Authority has a limit of \$50 million for the 3-year period from July 1, 2014 through July 1, 2017. Each member of the Authority has a \$10 million sub-limit during the 3-year term of the policy.

Property Insurance

The City of La Mirada participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City of La Mirada property is currently insured according to a schedule of covered property submitted by the City of La Mirada to the Authority. City of La Mirada property currently has all-risk property insurance protection in the amount of \$94,696,956. There is a \$5,000 deductible per occurrence except for non-emergency vehicle insurance which has a \$1,000 deductible. Premiums for the coverage are paid annually and are not subject to retrospective adjustments.

Earthquake and Flood Insurance

The City of La Mirada purchases earthquake and flood insurance on a portion of its property. The earthquake insurance is part of the property protection insurance program of the Authority. City of La Mirada property currently has earthquake protection in the amount of \$14,023,128. There is a deductible of 5% per unit of value with a minimum deductible of \$100,000. Premiums for the coverage are paid annually and are not subject to retrospective adjustments.

Crime Insurance

The City of La Mirada purchases crime insurance coverage in the amount of \$1,000,000 with a \$2,500 deductible. The fidelity coverage is provided through the Authority. Premiums are paid annually and are not subject to retrospective adjustments.

Special Event Tenant User Liability Insurance

The City of La Mirada further protects against liability damages by requiring tenant users of certain property to purchase low-cost tenant user liability insurance for certain activities on agency property. The insurance premium is paid by the tenant user and is paid to the City of La Mirada according to a schedule. The City of La Mirada then pays for the insurance. The insurance is arranged by the Authority.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 9: Liability, Workers' Compensation, and Purchased Insurance (Continued)

d. Adequacy of Protection

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in 2014-15.

Note 10: Transportation Development Act

The City contracts out with MV Transportation for Dial-A-Ride services.

Note 11: Post Employment Benefits

Plan Description

The City provides other postemployment benefits (OPEB) through the California Employers' Retiree Benefit Fund (CERBT), an agent multiple-employer defined benefit healthcare plan administered by the California Public Employees' Retirement System (CalPERS) by contributing 100% of all premiums charged under the health benefit plan for all eligible employees and qualified family members. These benefits are provided per contract between the City and the employee associations. Separate financial statements for the CERBT may be obtained by writing to CalPERS at Lincoln Plaza North 400 Q Street, Sacramento, CA 95814 or by visiting the CalPERS website at www.calpers.ca.gov.

Funding Policy

The contribution requirements of plan members and the City are established and may be amended by the City, City Council, and/or employee associations. Currently, contributions are not required from plan members. A contribution of \$547,187 was made during the 2014-2015 fiscal year and was not included in the actuarial study. The purpose of the contribution was for the payment of benefits to current retirees. Since the City participates in the CERBT, the trust reimburses the City for the OPEB benefits paid by the City.

As a result, the City calculated and recorded a Net OPEB Asset, representing the difference between the Annual Required Contribution (ARC) and actual contributions, as presented below:

Annual required contribution (ARC)	\$ -
Interest on net OPEB obligation (asset)	(782,018)
Adjustment to ARC	<u>714,520</u>
Annual OPEB Cost	(67,498)
Contributions made	547,187
Reimbursement from Trust	<u>(547,187)</u>
(Decrease) increase in Net OPEB obligation	(67,498)
Net OPEB obligation (asset) June 30, 2014	<u>(10,102,543)</u>
Net OPEB obligation (asset) June 30, 2015	<u><u>\$ (10,170,041)</u></u>

CITY OF LA MIRADA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2015

Note 11: Post Employment Benefits (Continued)

The contribution rate of 7.50% is based on the ARC of \$0, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis is projected to cover the annual normal cost and the amortization of unfunded actuarial liabilities (or funding excess) over a thirty year period initially established on July 1, 2008.

Annual OPEB Costs and Net OPEB Obligation (Asset)

For the fiscal year 2014-2015, the City's annual OPEB cost (expense) was \$(67,498). The Net OPEB Asset for the current and prior two fiscal years is presented below:

Fiscal Year End	Annual OPEB Cost	Actual Contribution (Net of Adjustments)	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
6/30/2013	\$ 216,021	\$ 314,154	145%	\$ (10,343,196)
6/30/2014	240,653	-	0%	(10,102,543)
6/30/2015	(67,498)	-	0%	(10,170,041)

Funded Status and Funding Progress

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the City are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

The schedule of funding progress below presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. This is presented for the periods beginning 7/1/2010, 7/1/2011, and 7/1/2013.

Type of Valuation	Actuarial Valuation Date	Actuarial Value of Assets	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	UAAAL as percent of Covered Payroll	Interest Rate	Salary Scale
Actual	7/1/2010	\$ 13,437,218	\$ (4,165,024)	131.0%	\$ 5,516,635	-75%	7.75%	3.25%
Actual	7/1/2011	18,437,769	(3,507,069)	119.0%	5,447,217	-64%	7.50%	3.25%
Actual	7/1/2013	17,780,696	(6,386,505)	135.9%	4,505,781	-142%	7.50%	3.25%

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in the actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 11: Post Employment Benefits (Continued)

In the July 1, 2013, actuarial valuation, the Entry Age normal cost method was used. The actuarial assumptions include a 7.50% investment rate of return, which is a blended rate of the expected long-term investment return on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, an inflation rate of 3.25%, and annual healthcare cost trend rate of 9.0% beginning January 1, 2014, and reduced by decrements to an ultimate rate of 4.5% after nine years.

The actuarial value of assets is set equal to the reported market value of assets. The UAAL is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at June 30, 2015, was twenty-four years. As of the actuarial date, the City had 72 active participants and 60 retirees.

Note 12: Construction Commitments

The following material construction commitments existed at June 30, 2015:

Project Name	Contract Amount	Expenditures to date as of June 30, 2015	Remaining Commitments
Residential Street Phase II	\$ 2,938,408	\$ -	\$ 2,938,408
Street Rehab-Industrial Center	2,808,048	-	2,808,048

Note 13: Net Position Restatement

Due to the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27*, beginning net position of governmental activities on the Statement of Activities and the Employee Benefits Fund have been restated by \$(10,615,082).

Net position of governmental activities on the Statement of Activities has been restated by \$(379,342) for prior year repairs and replacement costs incorrectly recorded as construction in progress.

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency

The California Supreme Court upheld Assembly Bill 1X 26 ("the Bill") that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of La Mirada that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

The Bill provides that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the "successor agency" to hold the assets until they are distributed to other units of state and local government. On September 13, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of City resolution number 11-34.

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

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

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

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

a. Cash and Investments

As of June 30, 2015, cash and investments were reported in the accompanying financial statements as follows:

Cash and investments	\$ 13,518,245
Cash and investments with fiscal agent	<u>1,615,973</u>
Total Cash and Investments	<u>\$ 15,134,218</u>

Deposits

At June 30, 2015, the carrying amount of the Successor Agency's deposits was \$6,797,553 and the bank balance was \$5,301,114. The \$1,496,439 difference represents deposits in transit and other reconciling items.

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

Investments

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

- Securities issued by the US Treasury
- Securities issued and fully guaranteed as to payment by the US Government
- Bankers Acceptances with a maturity of 180 days or less

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

- Federally insured time deposits with a maturity of 180 days or less
- Bank deposits (non-negotiable certificates of deposit) with a maturity of 180 days or less
- Negotiable certificates of deposit with a maturity of two years or less
- Repurchase Agreements with a maturity of 30 days or less
- Commercial Paper with a maturity of 270 days or less
- State of California Local Agency Investment Fund (LAIF)
- Corporate medium term notes (5-yr maturity or less) of domestic Corporations or Depository Institutions
- Mortgage pass-through securities and asset-backed securities with a maturity of five years or less
- Money market mutual funds

Investments Authorized by Debt Agreements

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

Investments in State Investment Pool

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

GASB Statement No. 31

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

Credit Risk

The Successor Agency's investment policy limits investments in medium term notes (MTNs) to those rated in the top three rating categories by two of the three largest nationally recognized rating services at time of purchase. As of June 30, 2015, the Successor Agency's investments in Federal Agency Securities, FDIC insured U.S. Corporate Notes, and money market fund were rated "Aaa" by Moody's. All securities were investment grade and were legal under State and Successor Agency law. Investments in U.S. government securities including U.S. Treasuries are not considered to have credit risk; therefore, their credit quality is not disclosed. The Successor Agency's investment in external investment pool is unrated.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2015

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

Custodial Credit Risk

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

As of June 30, 2015, none of the Successor Agency's deposits or investments were exposed to custodial credit risk.

Concentration of Credit Risk

The Successor Agency's investment policy imposes restrictions on the maximum percentage it can invest in a single type of investment with any one issuer. No more than 5% of the total portfolio may be invested in securities of any single issuer, other than the U.S. Government, its agencies and instrumentalities. As of June 30, 2015, the Successor Agency is in compliance with the restrictions of its investment policy.

In addition, GASB 40 requires a separate disclosure if any single issuer comprises more than 5% of the total investment value. As of June 30, 2015, no single issuer investment consisted more than 5% of the Successor Agency's total investment value. Investments guaranteed by the U.S. government and investments in mutual funds and external investment pools are excluded from this requirement.

Interest Rate Risk

The Successor Agency's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The Successor Agency's investment policy states that the Successor Agency's investment portfolio will not directly invest in securities maturing in more than five years. The Successor Agency has elected to use the segmented time distribution method of disclosure for its interest rate risk. As of June 30, 2015, the Successor Agency had the following investments and original maturities:

Investment Type:	Rating S&P/Moody's	Investment Maturities					Fair Value
		6 months or less	6 months to 1 year	1 to 3 years	3 to 5 years	More Than 5 years	
Local Agency Investment Fund	N/R	\$ 6,433,523	\$ -	\$ -	\$ -	\$ -	\$ 6,433,523
US Treasury Notes	AA+/Aaa	150,211	-	-	-	-	150,211
Federal Farm Credit Banks	AA+/Aaa	-	-	136,958	-	-	136,958
Investments with Fiscal Agent:							
Money Market	N/R	1,615,973	-	-	-	-	1,615,973
		<u>\$ 8,199,707</u>	<u>\$ -</u>	<u>\$ 136,958</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,336,665</u>

CITY OF LA MIRADA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

b. Long-Term Debt

The following is a summary of the changes in the Successor Agency debt for the year ending June 30, 2015:

	Outstanding July 1, 2014	Additions	Deletions	Outstanding June 30, 2015	Due Within One Year
Fiduciary Activities					
Successor Agency of the Former RDA					
Advances from the City	\$ 30,663,977	\$ -	\$ -	\$ 30,663,977	\$ -
Tax Allocation Bonds					
2001 Bonds	9,965,000	-	9,965,000	-	-
2002 Bonds	555,000	-	270,000	285,000	285,000
2003 Series A	2,790,000	-	2,790,000	-	-
2003 Series B	10,035,000	-	10,035,000	-	-
2004 Series A	12,315,000	-	12,315,000	-	-
2005 Series A	5,140,000	-	185,000	4,955,000	195,000
2006 Series A	8,723,376	-	880,602	7,842,774	950,204
Accretion of 2006 Bond Series A	4,140,929	540,509 *	-	4,681,438	-
2010 Refunding Series A	8,475,000	-	445,000	8,030,000	465,000
2010 Taxable Housing, Series B	7,000,000	-	-	7,000,000	-
2014 Series A	-	20,555,000	-	20,555,000	1,325,000
2014 Series B	-	8,425,000	-	8,425,000	820,000
Loan Payable	6,046,997	423,290	-	6,470,287	-
Totals	<u>\$ 105,850,279</u>	<u>\$ 29,943,799</u>	<u>\$ 36,885,602</u>	98,908,476	<u>\$ 4,040,204</u>
				Plus: Bond premium 3,210,236	
				Less: Bond discount (96,284)	
				<u>\$ 102,022,428</u>	

*Additions of \$540,509 relates to Tax Allocation Bonds accretion of interest.

Advances from the City

The advances from the City consist of \$24,828,264 loans made to the former RDA to assist in various Redevelopment projects and a \$5,835,713 advance for the SERAF payment. At June 30, 2015 the total outstanding balance is \$30,663,977.

Tax Allocation Bonds:

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of tax increment revenue (including Low and Moderate Income Housing set-aside and pass through allocations) that it receives. The bonds issued were to provide financing for various capital projects, accomplish Low and Moderate Income Housing projects and to defease previously issued bonds. Assembly Bill 1X 26 provided that upon dissolution of the Redevelopment Agency, property taxes allocated to redevelopment agencies no longer are deemed tax increment but rather property tax revenues and will be allocated first to successor agencies to make payments on the indebtedness incurred by the dissolved redevelopment agency. Total principal and interest remaining on the debt is \$84,192,883 with annual debt service requirements as indicated below. For the current year, the total property tax revenue recognized by

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

the City and Successor Agency for the payment of indebtedness incurred by the dissolved redevelopment agency was \$5,644,712 and the debt service obligation on the bonds was \$6,158,179.

\$17,310,000 2001 Tax Allocation Refunding Bonds, Series A:

<u>Auth/Issued</u>	<u>Description</u>	<u>Principal</u>	<u>Date</u>	<u>Rate</u>
\$ 17,310,000	Serial	\$ 480,000 /	2003 -	3.00%
		1,380,000	2024	5.25%

The Successor Agency has pledged a portion of future tax increment revenues to repay \$17,310,000 in tax allocation refunding bonds issued in May 2001. The bonds were issued to advance refund the 1992, Series A and 1995, Series C bonds as well as to partially refund the 1995 series B bonds. In addition, the bonds were used to finance additional redevelopment activities. The bonds are payable solely from tax increment revenue generated as a result of redevelopment activities. At June 30, 2015, the total principal and interest requirements for the bonds were fully defeased through the issuance of the 2014 Subordinate Tax Allocation Refunding Bonds, Series A.

\$2,750,000 2002 Tax Allocation Refunding Bonds:

<u>Auth/Issued</u>	<u>Description</u>	<u>Principal</u>	<u>Date</u>	<u>Rate</u>
\$ 670,000	Serial	\$ 160,000 /	2003 -	3.10%
		175,000	2006	4.50%
800,000	Term	800,000	2010	5.30%
1,280,000	Term	1,280,000	2015	5.60%

The Successor Agency has pledged a portion of future tax increment revenues to repay \$2,750,000 in tax allocation refunding bonds issued in May of 2002. The bonds were issued to refund the Valley View Redevelopment 1987 Tax Allocation Bonds. The bonds are payable solely from tax increment revenue generated as a result of redevelopment activities. At June 30, 2015, the total principal and interest requirement for the bonds is \$292,980 (\$285,000 principal, \$7,980 interest), payable semiannually through August 2015.

The bonds are not subject to optional redemption prior to their stated maturity. The term bonds maturing on August 15, 2010 and August 15, 2015, are subject to mandatory redemption commencing August 15, 2007 and 2010, respectively, from sinking account payments at a redemption price equal to the principal amount thereof to be redeemed, plus accrued interest to the date of redemption. The reserves are fully funded.

\$285,000

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2015, including interest, are as follows:

	2002 Tax Allocation Refunding Bonds	
	Principal	Interest
2015 - 2016	\$ 285,000	\$ 7,980
Totals	\$ 285,000	\$ 7,980

\$4,450,000 2003 Housing Tax Allocation Bonds, Series A:

Auth/Issued	Description	Principal	Date	Rate
\$ 3,275,000	Serial	\$ 120,000	2004	1.05%
		260,000	2020	4.60%
1,175,000	Term	1,175,000	2024	5.00%

The Successor Agency has pledged a portion of future housing tax revenues to repay \$4,450,000 in housing tax allocation bonds issued in October of 2003. The bonds were issued to refund the Housing Tax Allocation Bonds 1995 Series A and Housing Tax Allocation Bonds 1998 Series A Bonds. The bonds are payable solely from housing tax revenues. At June 30, 2015, the total principal and interest requirements for the bonds were fully defeased through the issuance of the 2014 Subordinate Tax Allocation Refunding Bonds, Series A.

\$15,470,000 2003 Housing Tax Allocation Bonds, Series B:

Auth/Issued	Description	Principal	Date	Rate
\$ 2,555,000	Term	\$2,555,000	2008	3.95%
2,888,000	Term	2,888,000	2013	5.20%
3,770,000	Term	3,770,000	2018	5.90%
6,265,000	Term	6,265,000	2024	6.22%

The Successor Agency has pledged a portion of future housing tax revenues to repay \$15,470,000 in housing tax allocation bonds issued in October of 2003. The bonds were issued to refund the Housing Tax Allocation Bonds 1995 Series A and Housing Tax Allocation Bonds 1998 Series A bonds. The bonds are payable solely from housing tax revenues. At June 30, 2015, the total principal and interest requirements for the bonds were fully defeased through the issuance of the 2014 Subordinate Taxable Tax Allocation Refunding Bonds, Series B.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

\$13,350,000 2004 Tax Allocation Bonds, Series A:

<u>Auth/Issued</u>	<u>Description</u>	<u>Principal</u>	<u>Date</u>	<u>Rate</u>
\$ 13,350,000	Serial	\$ 115,000 / 1,630,000	2008 2024	3.75% 4.625%

The Successor Agency has pledged a portion of future tax increment revenues to repay \$13,350,000 in tax allocation bonds issued in November of 2004. The bonds were issued to finance redevelopment activities within or of benefit to the project area. The bonds are payable solely from tax increment revenues. At June 30, 2015, the total principal and interest requirements for the bonds were fully defeased through the issuance of the 2014 Subordinate Tax Allocation Refunding Bonds, Series A.

\$6,510,000 2005 Tax Allocation Refunding Bonds, Series A:

<u>Auth/Issued</u>	<u>Description</u>	<u>Principal</u>	<u>Date</u>	<u>Rate</u>
\$ 6,510,000	Serial	\$ 165,000 / 1,200,000	2006 2024	3.00% 4.375%

The Successor Agency has pledged a portion of future tax increment revenues to repay \$6,510,000 in tax allocation bonds issued in May 2005. The bonds were issued to finance redevelopment activities within or of benefit to the project area. The bonds are payable solely from tax increment revenues. At June 30, 2015, the total principal and interest requirement for the bonds is \$6,462,238 (\$4,955,000 principal, \$1,507,238 interest), payable semiannually through August 2024.

\$4,955,000

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2015, including interest, are as follows:

	2005 Tax Allocation Refunding Bonds, Series A	
	<u>Principal</u>	<u>Interest</u>
2015 - 2016	\$ 195,000	\$ 207,258
2016 - 2017	195,000	199,823
2017 - 2018	205,000	191,945
2018 - 2019	215,000	183,545
2019 - 2020	225,000	174,604
2020 - 2025	<u>3,920,000</u>	<u>550,063</u>
Totals	<u>\$ 4,955,000</u>	<u>\$ 1,507,238</u>

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

\$9,609,007 2006 Tax Allocation Bonds, Series A:

<u>Auth/Issued</u>	<u>Description</u>	<u>Initial Principal</u>	<u>Final Maturity</u>	<u>Date</u>	<u>Rate</u>
\$ 9,609,007	Capital	\$ 244,563 /	\$ 560,000	2013	4.00%
	Appreciation	1,766,067	4,230,000	2028	4.60%
	Serial Bonds				

The Successor Agency has pledged a portion of future tax increment revenues to repay \$9,609,007 in tax allocation bonds issued in February of 2006. The bonds were issued to finance redevelopment activities within or of benefit to the project area. The bonds are payable solely from tax increment revenues. Total principal and interest requirement for the bonds is \$18,900,000 (\$12,864,305 principal, \$6,035,695 interest), payable semiannually through August 2028.

The bonds are not subject to redemption prior to maturity. Capital Appreciation Bonds shall compound in accreted value from date of delivery. For the year ended June 30, 2015, the accreted amount of interest for the bond was \$540,509. The reserves are fully funded. The outstanding balance at June 30, 2015, is \$12,524,212, which includes initial bond and the accreted value of \$7,842,774 and \$4,681,438, respectively.

\$12,524,212

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2015, including interest, are as follows:

	2006 Tax Allocation Bonds, Series A	
	<u>Principal</u>	<u>Interest</u>
2015-2016	\$ 950,204	\$ 4,796
2016-2017	954,353	45,647
2017-2018	836,808	78,192
2018-2019	450,901	64,099
2019-2020	467,986	92,014
2020-2025	2,051,151	758,849
2025-2030	6,812,809	4,447,190
Totals	<u>\$ 12,524,212</u>	<u>\$ 5,490,787</u>

\$10,370,000 2010 Tax Allocation Refunding Bonds, Series A

<u>Auth/Issued</u>	<u>Description</u>	<u>Principal</u>	<u>Date</u>	<u>Rate</u>
\$ 8,515,000	Serial	\$ 410,000 /	2010	2.00%
		680,000	2025	4.50%
1,855,000	Term	1,855,000	2028	5.00%

CITY OF LA MIRADA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

During fiscal year 2009-2010, the 2010 Tax Allocation Refunding Series A bonds were issued to refund the 1998 Special Tax Bonds. The bonds are payable solely from tax increment revenue generated as a result of redevelopment activities. The reserves were fully funded. At June 30, 2015, the total principal and interest requirement for the bonds is \$10,696,929 (\$8,030,000 principal, \$2,666,929 interest).

\$8,030,000

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2015, including interest, are as follows:

	2010 RDA Tax Allocation Refunding Bonds, Series A	
	Principal	Interest
2015 - 2016	\$ 465,000	\$ 332,444
2016 - 2017	480,000	315,906
2017 - 2018	495,000	298,844
2018 - 2019	515,000	280,525
2019 - 2020	535,000	260,169
2020 - 2025	3,005,000	947,366
2025 - 2030	2,535,000	231,675
Totals	<u>\$ 8,030,000</u>	<u>\$ 2,666,929</u>

\$7,000,000 2010 Housing Tax Allocation Bonds, Series B

Auth/Issued	Description	Principal	Date	Rate
\$ 7,000,000	Term	\$ 7,000,000	2025 - 2029	7.00%

During fiscal year 2009-2010, the 2010 Housing Tax Allocation Series B Bonds were issued to fund low and moderate income housing activities of the Agency. The bonds are payable solely from and secured by a pledge of certain tax increment revenues generated as a result of redevelopment activities. The reserves are fully funded. At June 30, 2015, the total principal and interest requirement for the bonds is \$12,919,550 (\$7,000,000 principal, \$5,919,550 interest).

\$7,000,000

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2015, including interest, are as follows:

	2010 RDA Taxable Housing T/A Bonds, Series B	
	Principal	Interest
2015 - 2016	\$ -	\$ 490,000
2016 - 2017	-	490,000
2017 - 2018	-	490,000
2018 - 2019	-	490,000
2019 - 2020	-	490,000
2020 - 2025	-	2,450,000
2025 - 2030	7,000,000	1,019,550
Totals	\$ 7,000,000	\$ 5,919,550

\$20,555,000 2014 Subordinate Tax Allocation Refunding Bonds, Series A:

Auth/Issued	Description	Principal	Date	Rate
\$ 20,555,000	Serial	\$ 1,325,000 / 2,285,000	2014 2024	4.00% 5.00%

The Successor Agency has pledged a portion of future tax increment revenues to repay \$20,555,000 in tax allocation refunding bonds issued in October 2014. The bonds were issued to refinance the obligations of the Successor Agency for the 2001 Tax Allocation Refunding Bonds, Series A, 2003 Housing Tax Allocation Bonds, Series A, and the 2004 Tax Allocation Bonds, Series A. In addition, the bonds were used to finance additional redevelopment activities. The bonds are payable solely from tax increment revenue generated as a result of redevelopment activities. At June 30, 2015, the total principal and interest requirements for the bonds is \$26,138,725 (\$20,555,000 principal, \$5,583,725 interest), payable semiannually through August 2024.

\$20,555,000

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2015, including interest, are as follows:

	2014 Subordinate Tax Allocation Refunding Bonds, Series A	
	Principal	Interest
2015-2016	\$ 1,325,000	\$ 974,150
2016-2017	1,385,000	919,950
2017-2018	1,350,000	858,500
2018-2019	2,315,000	766,875
2019-2020	2,435,000	648,125
2020-2025	11,745,000	1,416,125
Totals	\$ 20,555,000	\$ 5,583,725

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2015

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

\$8,425,000 2014 Subordinate Taxable Tax Allocation Refunding Bonds, Series B:

<u>Auth/Issued</u>	<u>Description</u>	<u>Principal</u>	<u>Date</u>	<u>Rate</u>
\$ 8,425,000	Serial	\$ 820,000 / 935,000	2014 2024	0.56% 3.63%

The Successor Agency has pledged a portion of future tax increment revenues to repay \$8,425,000 in tax allocation refunding bonds issued in October 2014. The bonds were issued to refinance the obligations of the Successor Agency for the 2003 Taxable Housing Tax Allocation Bonds, Series B. In addition, the bonds were used to finance additional redevelopment activities. The bonds are payable solely from tax increment revenue generated as a result of redevelopment activities. At June 30, 2015, the total principal and interest requirements for the bonds is \$9,667,461 (\$8,425,000 principal, \$1,242,461 interest), payable semiannually through August 2024.

\$8,425,000

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2015, including interest, are as follows:

	2014 Subordinate Taxable Tax Allocation Refunding Bonds, Series B	
	<u>Principal</u>	<u>Interest</u>
2015-2016	\$ 820,000	\$ 190,760
2016-2017	785,000	184,860
2017-2018	790,000	175,853
2018-2019	805,000	163,523
2019-2020	815,000	147,781
2020-2025	4,410,000	379,684
Totals	<u>\$ 8,425,000</u>	<u>\$ 1,242,461</u>

Loan Payable

On April 11, 1989, the La Mirada Redevelopment Agency entered into an agreement with the County of Los Angeles pertaining to the reimbursement of tax increment funds for its Industrial-Commercial Redevelopment Project Area. The Agreement allows for a County loan of tax increment funds to the Agency at an annual interest rate of 7%. The current year had loan additions of \$423,290. The Agency's share of tax increment revenue was \$38,933,846 as of June 30, 2015. Repayment of the loan is due when the Agency's share of tax increment revenue exceeds \$117 million. The outstanding balance as of June 30, 2015, was:

\$6,470,287

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

Standard & Poor's Rating Services Bond Rating Change

On October 1, 2014, Standard & Poor's upgraded the rating on the bonds noted below from A to A+:

- 2005 Series A Tax Allocation Refunding Bonds
- 2006 Series A Tax Allocation Bonds
- 2010 Series A Tax Allocation Refunding Bonds
- 2010 Series B Tax Allocation Refunding Bonds
- 2010 Series B Housing Tax Allocation Bonds

c. Insurance

The Successor Agency is covered under the City of La Mirada's insurance policies. Therefore, the limitation and self-insured retentions applicable to the City also apply to the Successor Agency. Additional information as to coverage and self-insured retentions can be found in Note 9.





Required Supplementary Information

Budgetary Comparison Information

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

1. During May of each year, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed revenues and expenditures.
2. Public hearings are conducted at City Council meetings to obtain taxpayer comments prior to adoption of the budget in June.
3. Prior to July 1, the budget is legally adopted for all governmental fund types through passage of a resolution.
4. The City Manager is authorized to transfer budget amounts within funds as deemed desirable and necessary in order to meet the City's needs; however, revisions that alter the total expenditures must be approved by the City Council. Formal budgetary integration is employed as a management control device during the year for the governmental type funds. The legal level of control is the fund level.

Budgets for the governmental type funds are adopted on a basis consistent with generally accepted accounting principles. Budgeted amounts presented are as originally adopted and as further amended by the City Council.

The Federal Grants Fund does not have a legally adopted budget. The Beverage Container Recycling Fund had a legally adopted budget, but it is not presented.

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$59,412,718	\$ 59,412,718	\$59,412,718	\$ -
Resources (Inflows):				
Taxes	26,615,768	26,615,768	29,492,614	2,876,846
Licenses and permits	840,000	840,000	1,174,342	334,342
Intergovernmental	379,280	379,280	280,140	(99,140)
Charges for services	7,657,435	7,657,435	8,981,271	1,323,836
Use of money and property	950,000	950,000	678,647	(271,353)
Fines and forfeitures	604,000	604,000	522,223	(81,777)
Contributions	20,000	20,000	95,328	75,328
Miscellaneous	40,000	40,000	68,399	28,399
Transfers in	1,289,100	1,289,100	742,496	(546,604)
Capital leases	-	-	29,916	29,916
Amounts Available for Appropriations	97,808,301	97,808,301	101,478,094	3,669,793
Charges to Appropriation (Outflow):				
General government	4,015,880	4,015,880	3,688,049	327,831
Public safety	8,058,303	8,058,303	7,638,615	419,688
Community development	1,121,835	1,121,835	905,579	216,256
Leisure and cultural	9,819,423	9,819,423	10,892,658	(1,073,235)
Public works	6,117,153	6,117,153	5,620,887	496,266
Capital outlay	-	-	29,916	(29,916)
Debt service:				
Principal retirement	26,581	26,581	26,581	-
Transfers out	14,436,000	14,436,000	7,391,749	7,044,251
Total Charges to Appropriations	43,595,175	43,595,175	36,194,034	7,401,141
Budgetary Fund Balance, June 30	\$54,213,126	\$ 54,213,126	\$65,284,060	\$ 11,070,934

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
HOUSING AND COMMUNITY DEVELOPMENT
YEAR ENDED JUNE 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (Inflows):				
Intergovernmental	1,279,186	1,658,807	1,450,274	(208,533)
Charges for services	1,000	1,000	2,123	1,123
Transfers in	-	-	16,410	16,410
Amounts Available for Appropriations	1,280,186	1,659,807	1,468,807	(191,000)
Charges to Appropriation (Outflow):				
Public safety	84,221	84,221	62,136	22,085
Community development	133,830	133,830	105,240	28,590
Leisure and cultural	46,767	46,767	36,442	10,325
Transfers out	1,015,368	1,394,989	1,264,989	130,000
Total Charges to Appropriations	1,280,186	1,659,807	1,468,807	191,000
Budgetary Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

CITY OF LA MIRADA

BUDGETARY COMPARISON SCHEDULE
 LOW AND MODERATE HOUSING
 YEAR ENDED JUNE 30, 2015

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 16,857,726	\$ 16,857,726	\$ 16,857,726	\$ -
Resources (Inflows):				
Use of money and property	-	-	82,569	82,569
Miscellaneous	-	-	220,603	220,603
Amounts Available for Appropriations	16,857,726	16,857,726	17,160,898	303,172
Charges to Appropriation (Outflow):				
Community development	-	250,000	91,921	158,079
Total Charges to Appropriations	-	250,000	91,921	158,079
Budgetary Fund Balance, June 30	\$ 16,857,726	\$ 16,607,726	\$ 17,068,977	\$ 461,251

CITY OF LA MIRADA

REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
MISCELLANEOUS PLAN
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

	<u>2015</u>
Proportion of the Net Pension Liability	0.12479%
Proportionate Share of the Net Pension Liability	\$ 7,765,051
Covered-Employee Payroll	\$ 4,635,540
Proportionate Share of the Net Pension Liability as Percentage of Covered-Employee Payroll	167.88%
Plan Fiduciary Net Position	\$ 37,989,084
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.15%

Notes to Schedule:

Benefit Changes:

None

Changes of Assumptions:

None

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

CITY OF LA MIRADA

**REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
MISCELLANEOUS PLAN
SCHEDULE OF PLAN CONTRIBUTIONS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

	<u>2015</u>
Actuarially Determined Contribution	\$ 604,216
Contribution in Relation to the Actuarially Determined Contribution	(604,216)
Contribution Deficiency (Excess)	<u>\$ -</u>
Covered-Employee Payroll	4,816,993
Contributions as a Percentage of Covered-Employee Payroll	12.54%

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

Note to Schedule:

Valuation Date:	June 30, 2012
Methods and assumptions used to determine contribution rates:	
Actuarial Cost Method	Entry age normal
Amortization method	Level percentage of payroll
Assets valuation method	Market value
Actuarial Assumptions	
Discount Rate	7.50% (net of administrative expenses)
Projected Salary Increases	3.30% to 14.20% depending on Age, Service, and type of enrollment
Inflation	2.75%
Payroll Growth	3.00%
Individual Salary Growth	A merit scale varying by duration of employment coupled with an assumed annual inflation growth of 2.75% and an annual production growth of 0.25%

CITY OF LA MIRADA

**REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
 LA MIRADA RETIREMENT ENHANCEMENT PLAN
 SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
 AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

MEASUREMENT PERIOD	2015
TOTAL PENSION LIABILITY	
Service Cost	\$ 217,403
Interest on Total Pension Liability	603,869
Benefit Payments	(673,354)
Net Change in Total Pension Liability	\$ 147,918
Total Pension Liability - Beginning	8,164,769
Total Pension Liability - Ending (a)	\$ 8,312,687
PLAN FIDUCIARY NET POSITION	
Benefit Payments	\$ (673,354)
Employer Contributions	794,811
Net Investment Income	201,561
Administrative Expenses	(28,242)
Net Change in Fiduciary Net Position	\$ 294,776
Plan Fiduciary Net Position - Beginning	7,607,800
Plan Fiduciary Net Position - Ending (b)	\$ 7,902,576
Plan Net Pension Liability/(Assets) - Ending (a) - (b)	\$ 410,111
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	95.07%
Covered-Employee Payroll	\$ 4,664,599
Plan Net Pension Liability/(Asset) as a Percentage of Covered-Employee Payroll	8.79%

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, additional years will be added as they become available in the future.

(2) Net of administrative expenses.

Notes to Schedule:

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2014. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes of Assumptions: There were no changes in assumptions.

CITY OF LA MIRADA

**REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
LA MIRADA RETIREMENT ENHANCEMENT PLAN
SCHEDULE OF PLAN CONTRIBUTIONS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

	2015
Actuarially Determined Contribution	\$ 794,811
Contribution in Relation to the Actuarially Determined Contribution	(794,811)
Contribution Deficiency (Excess)	\$ -
Actual Contributions as a Percentage of Actuarial Determined Contributions	100.00%
Covered-Employee Payroll (3) (4)	\$ 4,664,599
Contributions as a Percentage of Covered-Employee Payroll (3)	17.04%

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, additional years will be added as they become available in the future.

Note to Schedule:

Valuation Date:	June 30, 2013
Methods and assumptions used to determine contribution rates:	
Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	6 years
Assets valuation method	None
Inflation	3.00%
Salary Increases	Varies by entry age and service
Investment rate of return	7.50%
Retirement age	Retirement rates of 20% per year for ages 55-69 and 100% at ages 70 and up
Mortality	Consistent with non-industrial rates used to value the Miscellaneous CalPERS Pension Plans

CITY OF LA MIRADA

LA MIRADA RETIREMENT ENHANCEMENT PLAN
SCHEDULE OF INVESTMENT RETURNS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

	<u>2015</u>
Annual Money-Weighted Rate of Return, Net of Investment Expense	2.66%

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, additional years will be added as they become available in the future.





Combining and Individual Fund Statements and Schedules

DESCRIPTIONS OF NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are established to account for revenue derived from specific taxes or other earmarked revenue sources (other than for major capital projects that are restricted by law or administrative action to expenditures for specified purposes).

The Gas Tax Fund was established to account for revenues received and expenditures made for general street improvement and maintenance. Financing is provided by the City's share of state gasoline taxes collected under sections 2105, 2106, 2107, and 2107.5 of the Street Highway Code. State law requires that gasoline taxes be established to maintain streets. Gas Tax section 2103 replaced the local streets and road funds cities and counties would have received under Proposition 42 Traffic Congestion Relief Fund.

The Local Transportation Fund was established to account for revenues received and expenditures made for the installation and/or maintenance for bicycle and pedestrian paths. Financing is provided by the State of California under SB 821.

The Transit Fund was established to account for revenues received and expenditures made for transit operation within the City.

The Proposition A Fund was established to account for the Prop A Local Return Funds provided on a population-share basis from the Los Angeles County Metropolitan Transportation Authority (MTA). These funds are derived from the half-cent sales tax approved by Los Angeles County voters. These funds can only be used for transportation services

The Proposition C Fund was established to account for the Prop C Local Return Funds provided on a population-share basis from the Los Angeles County Metropolitan Transportation Authority (MTA). These funds are derived from the half-cent sales tax approved by the Los Angeles County voters. These funds are used for transportation improvement including certain street maintenance.

Measure R (Local Return) was established to account for the half-cent sales tax for Los Angeles County that would finance new transportation projects and programs, and accelerate many of those already in the pipeline, everything from new rail and/or bus rapid transit projects, commuter rail improvements, Metro Rail system improvements, highway projects, improved countywide and local bus operations and local city sponsored transportation improvements. The measure became law January 2, 2009, with the tax taking effect in July 2009 for a period of thirty (30) years.

Park Grants Fund was established to account for Prop A (Park and Open Space Grant) and other Park related grants which relate to the service and maintenance of the City's Proposition-funded projects which include the La Mirada Community Gymnasium, La Mirada Activity Center and Frontier Park Community Center.

Air Quality Management Distribution – 40% of the additional vehicle registration fees are collected through the State Vehicle registration process and are passed to the City through the Air Quality Management District on a proportional population basis. These funds are restricted to vehicle emission reduction projects designed to improve air quality.

The Used Oil Recycling Grant Fund was established to account for funds awarded by the Department of Resources Recycling and Recovery (Calrecycle).

The Beverage Container Recycling Grant Fund was established to account for grants awarded by the California Department of Resources Recycling and Recovery (Calrecycle) for programs that increase beverage container recycling.

Federal Grants was established to account for Federal Grants received from the Department of Justice and Department of Energy.

State Public Safety Grants (The Citizens Option for Public Safety Grant) was established to account for State funding received for the purpose of providing units of local government with funds to underwrite projects to reduce crime and improve public safety.

CITY OF LA MIRADA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2015

	Special Revenue Funds			
	Gas Tax	Local Transportation	Transit	Proposition A
Assets:				
Pooled cash and investments	\$ 2,036,599	\$ -	\$ 379,376	\$ 1,169,070
Receivables:				
Accrued interest	4,214	-	794	2,414
Prepaid costs	-	-	12,818	-
Due from other governments	-	-	286,329	-
Due from other funds	-	-	8,900	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 2,040,813	\$ -	\$ 688,217	\$ 1,171,484
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 122,778	\$ -
Accrued liabilities	-	-	3,056	-
Unearned revenues	-	-	-	-
Due to other funds	66,433	-	1,990	8,900
Total Liabilities	66,433	-	127,824	8,900
Deferred Inflows of Resources:				
Unavailable revenues	-	-	133,850	-
Total Deferred Inflows of Resources	-	-	133,850	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	12,818	-
Restricted for:				
Public safety	-	-	-	-
Leisure and cultural	-	-	413,725	1,162,584
Public works	1,974,380	-	-	-
Debt service	-	-	-	-
Total Fund Balances	1,974,380	-	426,543	1,162,584
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 2,040,813	\$ -	\$ 688,217	\$ 1,171,484

CITY OF LA MIRADA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2015

(CONTINUED)

	Special Revenue Funds			
	Proposition C	Measure R	Park Grants	Air Quality Management Distribution
Assets:				
Pooled cash and investments	\$ 1,890,547	\$ 2,621,568	\$ -	\$ 291,396
Receivables:				
Accrued interest	3,914	5,428	-	-
Prepaid costs	-	-	-	-
Due from other governments	-	-	-	16,011
Due from other funds	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 1,894,461	\$ 2,626,996	\$ -	\$ 307,407
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	-	-
Due to other funds	54,431	9,245	-	-
Total Liabilities	54,431	9,245	-	-
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Restricted for:				
Public safety	-	-	-	-
Leisure and cultural	-	-	-	-
Public works	1,840,030	2,617,751	-	307,407
Debt service	-	-	-	-
Total Fund Balances	1,840,030	2,617,751	-	307,407
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,894,461	\$ 2,626,996	\$ -	\$ 307,407

CITY OF LA MIRADA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2015

	Special Revenue Funds			
	Used Oil Recycling Grant	Beverage Container Recycling	Federal Grants	State Public Safety Grant
Assets:				
Pooled cash and investments	\$ 29,793	\$ 153,238	\$ 2,862	\$ 64,775
Receivables:				
Accrued interest	-	-	-	-
Prepaid costs	-	-	-	-
Due from other governments	-	-	-	-
Due from other funds	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 29,793	\$ 153,238	\$ 2,862	\$ 64,775
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 3,087	\$ -	\$ -	\$ -
Accrued liabilities	1,140	-	-	-
Unearned revenues	7,024	153,238	2,145	-
Due to other funds	-	-	-	11,775
Total Liabilities	11,251	153,238	2,145	11,775
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Restricted for:				
Public safety	-	-	717	53,000
Leisure and cultural	-	-	-	-
Public works	18,542	-	-	-
Debt service	-	-	-	-
Total Fund Balances	18,542	-	717	53,000
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 29,793	\$ 153,238	\$ 2,862	\$ 64,775

CITY OF LA MIRADA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2015

	<u>Debt Service Funds</u>	
	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
Assets:		
Pooled cash and investments	\$ 51,879	\$ 8,691,103
Receivables:		
Accrued interest	-	16,764
Prepaid costs	-	12,818
Due from other governments	-	302,340
Due from other funds	-	8,900
Restricted assets:		
Cash and investments with fiscal agents	999,871	999,871
Total Assets	<u>\$ 1,051,750</u>	<u>\$ 10,031,796</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances:		
Liabilities:		
Accounts payable	\$ -	\$ 125,865
Accrued liabilities	-	4,196
Unearned revenues	-	162,407
Due to other funds	-	152,774
Total Liabilities	<u>-</u>	<u>445,242</u>
Deferred Inflows of Resources:		
Unavailable revenues	-	133,850
Total Deferred Inflows of Resources	<u>-</u>	<u>133,850</u>
Fund Balances:		
Nonspendable:		
Prepaid costs	-	12,818
Restricted for:		
Public safety	-	53,717
Leisure and cultural	-	1,576,309
Public works	-	6,758,110
Debt service	1,051,750	1,051,750
Total Fund Balances	<u>1,051,750</u>	<u>9,452,704</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,051,750</u>	<u>\$ 10,031,796</u>

CITY OF LA MIRADA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015

	Special Revenue Funds			
	Gas Tax	Local Transportation	Transit	Proposition A
Revenues:				
Taxes	\$ 1,264,183	\$ -	\$ -	\$ 865,341
Intergovernmental	-	32,298	148,076	-
Charges for services	-	-	35,088	-
Use of money and property	47,357	-	9,421	25,705
Total Revenues	1,311,540	32,298	192,585	891,046
Expenditures:				
Current:				
General government	1,105	-	-	-
Leisure and cultural	-	-	1,006,715	-
Public works	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	1,105	-	1,006,715	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,310,435	32,298	(814,130)	891,046
Other Financing Sources (Uses):				
Transfers in	-	-	722,511	3,168
Transfers out	(1,071,950)	(32,298)	(3,168)	(722,511)
Total Other Financing Sources (Uses)	(1,071,950)	(32,298)	719,343	(719,343)
Net Change in Fund Balances	238,485	-	(94,787)	171,703
Fund Balances, Beginning of Year	1,735,895	-	521,330	990,881
Fund Balances, End of Year	\$ 1,974,380	\$ -	\$ 426,543	\$ 1,162,584

CITY OF LA MIRADA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015

(CONTINUED)

	Special Revenue Funds			
	Proposition C	Measure R	Park Grants	Air Quality Management Distribution
Revenues:				
Taxes	\$ 717,876	\$ 538,455	\$ -	\$ -
Intergovernmental	-	-	196,100	76,780
Charges for services	-	-	-	-
Use of money and property	36,739	54,226	-	-
Total Revenues	754,615	592,681	196,100	76,780
Expenditures:				
Current:				
General government	-	-	-	-
Leisure and cultural	-	-	-	-
Public works	-	-	-	35,000
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	-	35,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	754,615	592,681	196,100	41,780
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	(194,775)	(317,481)	(196,100)	-
Total Other Financing Sources (Uses)	(194,775)	(317,481)	(196,100)	-
Net Change in Fund Balances	559,840	275,200	-	41,780
Fund Balances, Beginning of Year	1,280,190	2,342,551	-	265,627
Fund Balances, End of Year	\$ 1,840,030	\$ 2,617,751	\$ -	\$ 307,407

CITY OF LA MIRADA

**COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015**

	Special Revenue Funds			
	Used Oil Recycling Grant	Beverage Container Recycling	Federal Grants	State Public Safety Grant
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	6,737	-	717	106,230
Charges for services	-	-	-	-
Use of money and property	-	-	-	-
Total Revenues	6,737	-	717	106,230
Expenditures:				
Current:				
General government	-	-	-	-
Leisure and cultural	-	-	-	-
Public works	6,737	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	6,737	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	717	106,230
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	(162,955)
Total Other Financing Sources (Uses)	-	-	-	(162,955)
Net Change in Fund Balances	-	-	717	(56,725)
Fund Balances, Beginning of Year	18,542	-	-	109,725
Fund Balances, End of Year	\$ 18,542	\$ -	\$ 717	\$ 53,000

CITY OF LA MIRADA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015

	Debt Service Funds	Total Governmental Funds
	Debt Service Fund	Total Governmental Funds
Revenues:		
Taxes	\$ -	\$ 3,385,855
Intergovernmental	-	566,938
Charges for services	-	35,088
Use of money and property	-	173,448
Total Revenues	-	4,161,329
Expenditures:		
Current:		
General government	-	1,105
Leisure and cultural	-	1,006,715
Public works	-	41,737
Debt service:		
Principal retirement	490,000	490,000
Interest and fiscal charges	506,071	506,071
Total Expenditures	996,071	2,045,628
Excess (Deficiency) of Revenues Over (Under) Expenditures	(996,071)	2,115,701
Other Financing Sources (Uses):		
Transfers in	996,071	1,721,750
Transfers out	-	(2,701,238)
Total Other Financing Sources (Uses)	996,071	(979,488)
Net Change in Fund Balances	-	1,136,213
Fund Balances, Beginning of Year	1,051,750	8,316,491
Fund Balances, End of Year	\$ 1,051,750	\$ 9,452,704

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
GAS TAX
YEAR ENDED JUNE 30, 2015**

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ 1,735,895	\$ 1,735,895	\$ 1,735,895	\$ -
Resources (Inflows):				
Taxes	1,269,154	1,269,154	1,264,183	(4,971)
Use of money and property	40,000	40,000	47,357	7,357
Amounts Available for Appropriations	<u>3,045,049</u>	<u>3,045,049</u>	<u>3,047,435</u>	<u>2,386</u>
Charges to Appropriation (Outflow):				
General government	-	-	1,105	(1,105)
Transfers out	1,125,000	1,125,000	1,071,950	53,050
Total Charges to Appropriations	<u>1,125,000</u>	<u>1,125,000</u>	<u>1,073,055</u>	<u>51,945</u>
Budgetary Fund Balance, June 30	<u>\$ 1,920,049</u>	<u>\$ 1,920,049</u>	<u>\$ 1,974,380</u>	<u>\$ 54,331</u>

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
LOCAL TRANSPORTATION
YEAR ENDED JUNE 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (Inflows):				
Intergovernmental	39,000	39,000	32,298	(6,702)
Amounts Available for Appropriations	39,000	39,000	32,298	(6,702)
Charges to Appropriation (Outflow):				
Transfers out	39,000	39,000	32,298	6,702
Total Charges to Appropriations	39,000	39,000	32,298	6,702
Budgetary Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
TRANSIT
YEAR ENDED JUNE 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 521,330	\$ 521,330	\$ 521,330	\$ -
Resources (Inflows):				
Intergovernmental	506,329	506,329	148,076	(358,253)
Charges for services	32,500	32,500	35,088	2,588
Use of money and property	15,000	15,000	9,421	(5,579)
Transfers in	859,564	859,564	722,511	(137,053)
Amounts Available for Appropriations	1,934,723	1,934,723	1,436,426	(498,297)
Charges to Appropriation (Outflow):				
Leisure and cultural	1,141,180	1,141,180	1,006,715	134,465
Transfers out	-	-	3,168	(3,168)
Total Charges to Appropriations	1,141,180	1,141,180	1,009,883	131,297
Budgetary Fund Balance, June 30	\$ 793,543	\$ 793,543	\$ 426,543	\$ (367,000)

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
PROPOSITION A
YEAR ENDED JUNE 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 990,881	\$ 990,881	\$ 990,881	\$ -
Resources (Inflows):				
Taxes	820,000	820,000	865,341	45,341
Use of money and property	16,000	16,000	25,705	9,705
Transfers in	-	-	3,168	3,168
Amounts Available for Appropriations	1,826,881	1,826,881	1,885,095	58,214
Charges to Appropriation (Outflow):				
Transfers out	859,564	859,564	722,511	137,053
Total Charges to Appropriations	859,564	859,564	722,511	137,053
Budgetary Fund Balance, June 30	\$ 967,317	\$ 967,317	\$ 1,162,584	\$ 195,267

CITY OF LA MIRADA

BUDGETARY COMPARISON SCHEDULE
 PROPOSITION C
 YEAR ENDED JUNE 30, 2015

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,280,190	\$ 1,280,190	\$ 1,280,190	\$ -
Resources (Inflows):				
Taxes	680,000	680,000	717,876	37,876
Use of money and property	63,000	63,000	36,739	(26,261)
Amounts Available for Appropriations	2,023,190	2,023,190	2,034,805	11,615
Charges to Appropriation (Outflow):				
Transfers out	1,500,000	1,500,000	194,775	1,305,225
Total Charges to Appropriations	1,500,000	1,500,000	194,775	1,305,225
Budgetary Fund Balance, June 30	\$ 523,190	\$ 523,190	\$ 1,840,030	\$ 1,316,840

CITY OF LA MIRADA

BUDGETARY COMPARISON SCHEDULE
 MEASURE R
 YEAR ENDED JUNE 30, 2015

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 2,342,551	\$ 2,342,551	\$ 2,342,551	\$ -
Resources (Inflows):				
Taxes	520,000	520,000	538,455	18,455
Use of money and property	50,000	50,000	54,226	4,226
Amounts Available for Appropriations	2,912,551	2,912,551	2,935,232	22,681
Charges to Appropriation (Outflow):				
Transfers out	2,610,000	2,610,000	317,481	2,292,519
Total Charges to Appropriations	2,610,000	2,610,000	317,481	2,292,519
Budgetary Fund Balance, June 30	\$ 302,551	\$ 302,551	\$ 2,617,751	\$ 2,315,200

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
PARK GRANTS
YEAR ENDED JUNE 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (Inflows):				
Intergovernmental	196,100	196,100	196,100	-
Amounts Available for Appropriations	196,100	196,100	196,100	-
Charges to Appropriation (Outflow):				
Transfers out	196,100	196,100	196,100	-
Total Charges to Appropriations	196,100	196,100	196,100	-
Budgetary Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
AIR QUALITY MANAGEMENT DISTRIBUTION
YEAR ENDED JUNE 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 265,627	\$ 265,627	\$ 265,627	\$ -
Resources (Inflows):				
Intergovernmental	60,000	60,000	76,780	16,780
Amounts Available for Appropriations	325,627	325,627	342,407	16,780
Charges to Appropriation (Outflow):				
Public works	55,600	55,600	35,000	20,600
Total Charges to Appropriations	55,600	55,600	35,000	20,600
Budgetary Fund Balance, June 30	\$ 270,027	\$ 270,027	\$ 307,407	\$ 37,380

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
USED OIL RECYCLING GRANT
YEAR ENDED JUNE 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 18,542	\$ 18,542	\$ 18,542	\$ -
Resources (Inflows):				
Intergovernmental	16,000	16,000	6,737	(9,263)
Amounts Available for Appropriations	34,542	34,542	25,279	(9,263)
Charges to Appropriation (Outflow):				
Public works	16,000	16,000	6,737	9,263
Total Charges to Appropriations	16,000	16,000	6,737	9,263
Budgetary Fund Balance, June 30	\$ 18,542	\$ 18,542	\$ 18,542	\$ -

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
STATE PUBLIC SAFETY GRANT
YEAR ENDED JUNE 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 109,725	\$ 109,725	\$ 109,725	\$ -
Resources (Inflows):				
Intergovernmental	100,000	100,000	106,230	6,230
Amounts Available for Appropriations	209,725	209,725	215,955	6,230
Charges to Appropriation (Outflow):				
Transfers out	100,000	100,000	162,955	(62,955)
Total Charges to Appropriations	100,000	100,000	162,955	(62,955)
Budgetary Fund Balance, June 30	\$ 109,725	\$ 109,725	\$ 53,000	\$ (56,725)

CAPITAL PROJECT FUND

The Capital Project Fund was established to account for all of the City public improvement projects. Funding is provided by general and special revenue funds.

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENT
YEAR ENDED JUNE 30, 2015**

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ 3,145,007	\$ 3,145,007	\$ 3,145,007	\$ -
Resources (Inflows):				
Use of money and property	4,000	4,000	66,808	62,808
Contributions	4,879,632	4,879,632	998,420	(3,881,212)
Transfers in	19,421,368	19,800,989	8,877,320	(10,923,669)
Amounts Available for Appropriations	<u>27,450,007</u>	<u>27,829,628</u>	<u>13,087,555</u>	<u>(14,742,073)</u>
Charges to Appropriation (Outflow):				
Public works	7,177,000	7,108,178	1,970,602	5,137,576
Capital outlay	17,124,000	17,572,443	7,905,138	9,667,305
Total Charges to Appropriations	<u>24,301,000</u>	<u>24,680,621</u>	<u>9,875,740</u>	<u>14,804,881</u>
Budgetary Fund Balance, June 30	<u>\$ 3,149,007</u>	<u>\$ 3,149,007</u>	<u>\$ 3,211,815</u>	<u>\$ 62,808</u>

DEBT SERVICE FUND

The Debt Service Fund was established to account for the debt service payments of the 2006 Lease Revenue Bond for the construction of the La Mirada Aquatics Center.

CITY OF LA MIRADA

**BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2015**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,051,750	\$ 1,051,750	\$ 1,051,750	\$ -
Resources (Inflows):				
Use of money and property	1,000	1,000	-	(1,000)
Transfers in	955,000	955,000	996,071	41,071
Amounts Available for Appropriations	2,007,750	2,007,750	2,047,821	40,071
Charges to Appropriation (Outflow):				
Debt service:				
Principal retirement	455,000	455,000	490,000	(35,000)
Interest and fiscal charges	500,000	500,000	506,071	(6,071)
Total Charges to Appropriations	955,000	955,000	996,071	(41,071)
Budgetary Fund Balance, June 30	\$ 1,052,750	\$ 1,052,750	\$ 1,051,750	\$ (1,000)

DESCRIPTIONS OF INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods and services provided by one City department to others, or to other governmental units on a cost-reimbursement basis (including depreciation).

The Employee Benefits Fund was established to account for the City's costs of the following employment benefit programs: retirement, life and disability, medical, dental and vision, worker's compensation, unemployment and Medicare.

The Equipment Replacement Fund was established to charge departments for the replacement cost of equipment. Assets from the general government and Dial-A-Ride were transferred to the Equipment Fund. The custodial responsibility of these assets remains with the general government. The Finance Department administers the accounting for these assets.

CITY OF LA MIRADA

**COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2015**

	Employee Benefits	Equipment Replacement	Totals
Assets:			
Current:			
Cash and investments	\$ 564,064	\$ 4,514,751	\$ 5,078,815
Receivables:			
Accounts	31	-	31
Accrued interest	2,185	-	2,185
Prepaid costs	517,129	-	517,129
Due from other governments	465,295	-	465,295
Due from other funds	140,626	-	140,626
Restricted:			
Cash and investments	71,786	-	71,786
Total Current Assets	1,761,116	4,514,751	6,275,867
Noncurrent:			
Net OPEB asset	10,170,041	-	10,170,041
Capital assets - net of accumulated depreciation	-	508,264	508,264
Total Noncurrent Assets	10,170,041	508,264	10,678,305
Total Assets	11,931,157	5,023,015	16,954,172
Deferred Outflows of Resources:			
Deferred pension related items	1,119,898	-	1,119,898
Total Deferred Outflows of Resources	1,119,898	-	1,119,898
Total Assets & Deferred Outflows of Resources	\$ 13,051,055	\$ 5,023,015	\$ 18,074,070
Liabilities:			
Current:			
Accounts payable	\$ 6,091	\$ 9,158	\$ 15,249
Accrued liabilities	119,315	-	119,315
Accrued claims and judgments	85,928	-	85,928
Total Current Liabilities	211,334	9,158	220,492
Noncurrent:			
Accrued claims and judgments	257,782	-	257,782
Net pension liability	8,175,214	-	8,175,214
Total Noncurrent Liabilities	8,432,996	-	8,432,996
Total Liabilities	8,644,330	9,158	8,653,488
Deferred Inflows of Resources:			
Deferred pension related items	3,087,617	-	3,087,617
Total Deferred Inflows of Resources	3,087,617	-	3,087,617
Net Position:			
Investment in capital assets	-	508,264	508,264
Unrestricted	1,319,108	4,505,593	5,824,701
Total Net Position	1,319,108	5,013,857	6,332,965
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 13,051,055	\$ 5,023,015	\$ 18,074,070

CITY OF LA MIRADA

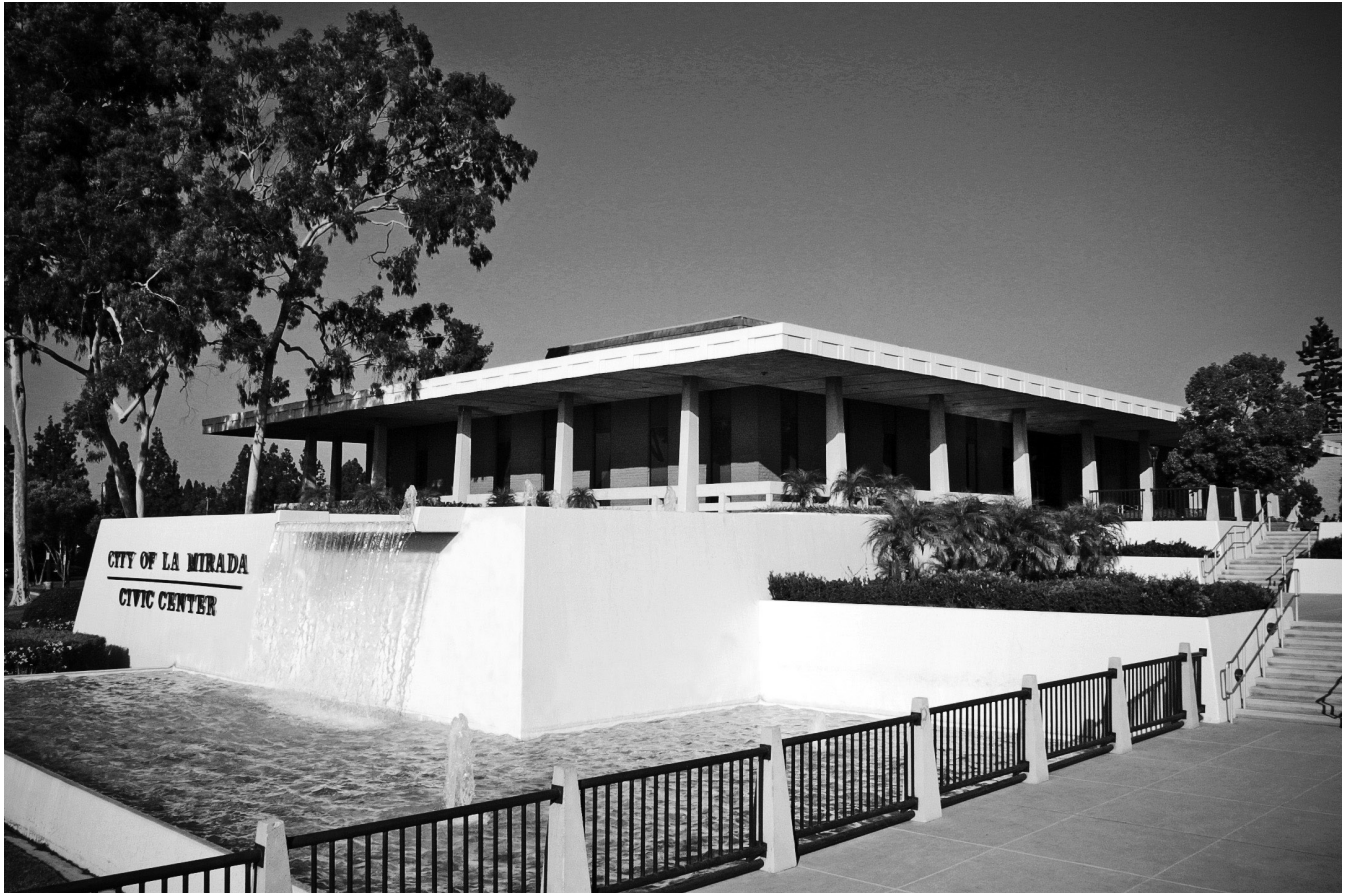
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2015

	Employee Benefits	Equipment Replacement	Totals
Operating Revenues:			
Sales and service charges	\$ 3,534,156	\$ -	\$ 3,534,156
Total Operating Revenues	3,534,156	-	3,534,156
Operating Expenses:			
Administration and general	3,267,103	-	3,267,103
Depreciation expense	-	294,371	294,371
Total Operating Expenses	3,267,103	294,371	3,561,474
Operating Income (Loss)	267,053	(294,371)	(27,318)
Nonoperating Revenues (Expenses):			
Interest revenue	38,897	-	38,897
Total Nonoperating Revenues (Expenses)	38,897	-	38,897
Changes in Net Position	305,950	(294,371)	11,579
Net Position:			
Beginning of Year, as originally reported	11,628,240	5,308,228	16,936,468
Restatements	(10,615,082)	-	(10,615,082)
End of Fiscal Year	\$ 1,319,108	\$ 5,013,857	\$ 6,332,965

CITY OF LA MIRADA

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2015**

	<u>Employee Benefits</u>	<u>Equipment Replacement</u>	<u>Totals</u>
Cash Flows from Operating Activities:			
Cash received from customers and users	\$ 3,115,075	\$ -	\$ 3,115,075
Cash paid to suppliers for goods and services	-	9,158	9,158
Cash paid to employees for services	(3,841,942)	-	(3,841,942)
Net Cash Provided (Used) by Operating Activities	<u>(726,867)</u>	<u>9,158</u>	<u>(717,709)</u>
Cash Flows from Non-Capital Financing Activities:			
Repayment received from other funds	(27,311)	-	(27,311)
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>(27,311)</u>	<u>-</u>	<u>(27,311)</u>
Cash Flows from Capital and Related Financing Activities:			
Purchases of capital assets	-	(142,717)	(142,717)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>-</u>	<u>(142,717)</u>	<u>(142,717)</u>
Cash Flows from Investing Activities:			
Interest received	52,775	-	52,775
Net Cash Provided (Used) by Investing Activities	<u>52,775</u>	<u>-</u>	<u>52,775</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(701,403)</u>	<u>(133,559)</u>	<u>(834,962)</u>
Cash and Cash Equivalents at Beginning of Year	1,337,253	4,648,310	5,985,563
Cash and Cash Equivalents at End of Year	<u>\$ 635,850</u>	<u>\$ 4,514,751</u>	<u>\$ 5,150,601</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:			
Operating income (loss)	\$ 267,053	\$ (294,371)	\$ (27,318)
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:			
Depreciation	-	294,371	294,371
(Increase) decrease in accounts receivable	77	-	77
(Increase) decrease in due from other governments	(419,158)	-	(419,158)
(Increase) decrease in prepaid expense	(38,394)	-	(38,394)
(Increase) decrease in Net OPEB asset	(67,498)	-	(67,498)
(Increase) decrease in deferred outflows of pension related items	(1,119,898)	-	(1,119,898)
Increase (decrease) in accounts payable	2,935	9,158	12,093
Increase (decrease) in accrued liabilities	14,810	-	14,810
Increase (decrease) in claims and judgments	(14,543)	-	(14,543)
Increase (decrease) in pension liability	(2,439,868)	-	(2,439,868)
Increase (decrease) in deferred inflows of pension related items	3,087,617	-	3,087,617
Total Adjustments	<u>(993,920)</u>	<u>303,529</u>	<u>(690,391)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (726,867)</u>	<u>\$ 9,158</u>	<u>\$ (717,709)</u>



STATISTICAL SECTION

Statistical Section

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

<u>Contents</u>	<u>Page</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.	112
Revenue Capacity	
These schedules contain information to help the reader assess the factors affecting the city's ability to generate its property and sales taxes.	122
Debt Capacity	126
These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.	
Demographic and Economic Information	130
These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place and to help make comparisons over time and with other governments.	
Operating Information	134
These schedules contain information about the city's operations and resources to help the reader understand how the city's financial information relates to the services the city provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

Schedule 1
City of La Mirada
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2006	2007	2008	2009	2010
Governmental activities					
Net investment in capital assets	\$ 34,949,246	\$ 49,272,086	\$ 70,755,443	\$ 70,256,831	\$ 75,122,496
Restricted	12,809,199	38,208,320	34,583,482	36,422,061	54,395,377
Unrestricted	1,943,794	(27,613,557)	(38,084,224)	(36,134,141)	(52,580,668)
Total governmental activities net position	<u>\$ 49,702,239</u>	<u>\$ 59,866,849</u>	<u>\$ 67,254,701</u>	<u>\$ 70,544,751</u>	<u>\$ 76,937,205</u>
Business-type activities					
Net investment in capital assets	\$ 4,065,029	\$ 4,150,147	\$ 3,994,861	\$ 3,843,832	\$ -
Unrestricted	1,592,794	1,581,092	1,424,157	1,062,568	-
Total business-type activities net position	<u>\$ 5,657,823</u>	<u>\$ 5,731,239</u>	<u>\$ 5,419,018</u>	<u>\$ 4,906,400</u>	<u>\$ -</u>
Total primary government net position	<u>\$ 55,360,062</u>	<u>\$ 65,598,088</u>	<u>\$ 72,673,719</u>	<u>\$ 75,451,151</u>	<u>\$ 76,937,205</u>

Schedule 1
City of La Mirada
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2011	2012	2013	2014	2015
Governmental activities					
Net investment in capital assets	\$ 78,551,384	\$ 86,393,863	\$ 86,581,992	\$ 89,231,607	\$ 92,636,224
Restricted	44,396,590	31,821,550	34,083,335	34,152,613	29,733,496
Unrestricted	(36,970,120)	78,396,007	58,831,878	70,649,632	72,325,004
Total governmental activities net position	<u>\$ 85,977,854</u>	<u>\$ 196,611,420</u>	<u>\$ 179,497,205</u>	<u>\$ 194,033,852</u>	<u>\$ 194,694,724</u>
 Total primary government net position	 <u>\$ 85,977,854</u>	 <u>\$ 196,611,420</u>	 <u>\$ 179,497,205</u>	 <u>\$ 194,033,852</u>	 <u>\$ 194,694,724</u>

Schedule 2
City of La Mirada
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2006	2007	2008	2009	2010
Expenses					
Governmental activities:					
General government	\$ 8,693,153	\$ 5,976,250	\$ 7,198,083	\$ 6,798,443	\$ 10,264,609
Public safety	7,539,891	7,962,390	8,540,381	8,860,511	8,703,105
Community development	4,223,697	4,419,179	4,160,494	3,681,116	2,253,928
Leisure and cultural	3,593,974	3,776,332	5,371,609	7,117,230	10,944,535
Public works	9,750,907	8,994,633	11,183,479	8,364,475	8,139,643
Interest on long-term debt	5,420,786	6,072,121	6,283,570	6,604,442	8,596,585
Total governmental activities expenses	<u>39,222,408</u>	<u>37,200,905</u>	<u>42,737,616</u>	<u>41,426,217</u>	<u>48,902,405</u>
Business-type activities:					
Theatre	3,970,880	4,036,284	4,041,246	4,578,245	-
Total Primary Government Expenses	<u>\$ 43,193,288</u>	<u>\$ 41,237,189</u>	<u>\$ 46,778,862</u>	<u>\$ 46,004,462</u>	<u>\$ 48,902,405</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 2,802,458	\$ 2,392,792	\$ 2,628,062	\$ 1,641,717	\$ 1,230,312
Public safety	697,812	695,311	750,230	675,202	600,672
Community Development	-	-	-	21,788	26,055
Leisure and cultural	719,883	732,955	1,323,407	2,621,886	5,731,830
Public works	45,166	55,120	42,442	-	-
Operating grants and contributions	2,036,939	2,239,570	2,300,439	1,943,227	3,572,312
Capital grants and contributions	241,465	1,998,127	3,152,736	1,223,358	974,126
Total governmental activities program revenues	<u>6,543,723</u>	<u>8,113,875</u>	<u>10,197,316</u>	<u>8,127,178</u>	<u>12,135,307</u>
Business-type activities:					
Charges for services:					
Theatre	2,779,553	3,073,897	2,724,885	3,387,148	-
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	1,053,502	247,323	-	896	-
Total business-type activities program revenues	<u>3,833,055</u>	<u>3,321,220</u>	<u>2,724,885</u>	<u>3,388,044</u>	<u>-</u>
Total Primary Government Program Revenues	<u>\$ 10,376,778</u>	<u>\$ 11,435,095</u>	<u>\$ 12,922,201</u>	<u>\$ 11,515,222</u>	<u>\$ 12,135,307</u>

Schedule 2

City of La Mirada

Changes in Net Position, Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year				
	2006	2007	2008	2009	2010
Net (Expense)/Revenue					
Governmental activities	\$ (32,678,685)	\$ (29,087,030)	\$ (32,540,300)	\$ (33,299,039)	\$ (36,767,098)
Business-type activities	(137,825)	(715,064)	(1,316,361)	(1,190,201)	-
Total primary government net expense	<u>\$ (32,816,510)</u>	<u>\$ (29,802,094)</u>	<u>\$ (33,856,661)</u>	<u>\$ (34,489,240)</u>	<u>\$ (36,767,098)</u>
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes					
Property taxes	\$ 17,316,768	\$ 18,417,288	\$ 20,268,927	\$ 19,873,296	\$ 19,313,343
Transient occupancy taxes	827,828	907,549	889,777	724,655	803,425
Sales taxes	11,827,615	12,228,463	11,938,398	10,474,837	9,270,279
Franchise taxes	1,371,888	1,446,091	1,628,317	1,531,991	2,493,098
Business licenses taxes	274,423	310,700	436,931	357,232	347,448
Other taxes	245,196	248,182	91,891	129,957	437,351
Motor vehicle licenses taxes	371,161	292,713	223,724	171,528	148,048
Use of money and property	4,054,567	6,053,260	4,124,483	3,535,373	5,376,050
Other	192,925	101,376	1,289,394	331,648	64,110
Transfers	(793,943)	(745,604)	(963,690)	(610,546)	4,906,400
Total governmental activities	<u>35,688,428</u>	<u>39,260,018</u>	<u>39,928,152</u>	<u>36,519,971</u>	<u>43,159,552</u>
Business-type activities:					
Use of money and property	23,575	29,616	28,010	54,649	-
Other	11,312	13,260	12,440	12,388	-
Transfers	793,943	745,604	963,690	610,546	(4,906,400)
Total business-type activities	<u>828,830</u>	<u>788,480</u>	<u>1,004,140</u>	<u>677,583</u>	<u>(4,906,400)</u>
Total primary government	<u>\$ 36,517,258</u>	<u>\$ 40,048,498</u>	<u>\$ 40,932,292</u>	<u>\$ 37,197,554</u>	<u>\$ 38,253,152</u>
Change in Net Position					
Governmental activities	\$ 3,009,743	\$ 10,172,988	\$ 7,387,852	\$ 3,220,932	\$ 6,392,454
Business-type activities	691,005	73,416	(312,221)	(512,618)	(4,906,400)
Total primary government	<u>\$ 3,700,748</u>	<u>\$ 10,246,404</u>	<u>\$ 7,075,631</u>	<u>\$ 2,708,314</u>	<u>\$ 1,486,054</u>

Schedule 2
City of La Mirada
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2011	2012	2013	2014	2015
Expenses					
Governmental activities:					
General government	\$ 7,669,085	\$ 5,520,210	\$ 5,559,670	\$ 4,051,569	\$ 4,357,631
Public safety	8,297,156	8,334,949	8,855,190	9,197,072	9,196,201
Community development	1,980,295	1,777,873	8,883,197	1,411,686	1,468,225
Leisure and cultural	10,330,598	11,227,411	11,476,686	11,689,280	12,675,136
Public works	6,886,493	8,371,189	7,727,791	7,655,602	8,911,393
Interest on long-term debt	8,500,077	2,375,254	484,884	516,449	497,387
Total governmental activities expenses	<u>\$ 43,663,704</u>	<u>\$ 37,606,886</u>	<u>\$ 42,987,418</u>	<u>\$ 34,521,658</u>	<u>\$ 37,105,973</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 985,339	\$ 639,799	\$ 169,930	\$ 454,754	\$ 380,234
Public safety	709,304	619,303	631,442	622,233	574,620
Community development	46,892	695,572	840,083	1,357,604	1,141,022
Leisure and cultural	6,081,552	7,512,999	7,141,228	7,928,099	8,619,081
Operating contributions and grants	3,661,473	2,644,092	3,589,280	2,658,984	2,274,058
Capital contributions and grants	1,757,133	6,205,538	55,794	3,254,432	2,798,127
Total governmental activities program revenues	<u>\$ 13,241,693</u>	<u>\$ 18,317,303</u>	<u>\$ 12,427,757</u>	<u>\$ 16,276,106</u>	<u>\$ 15,787,142</u>

Schedule 2
City of La Mirada
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2011	2012	2013	2014	2015
Net (Expense)/Revenue					
Total Governmental activities	\$ (30,422,011)	\$ (19,289,583)	\$ (30,559,661)	\$ (18,245,552)	\$ (21,318,831)
General Revenues and Other Changes in Net Position					
Governmental activities:					
Taxes					
Property taxes	\$ 19,148,372	\$ 12,958,009	\$ 9,661,518	\$ 9,513,978	\$ 10,178,680
Transient occupancy taxes	1,024,679	973,207	1,218,046	1,366,458	1,500,392
Sales taxes	10,296,965	11,709,498	13,572,127	15,209,182	16,658,358
Franchise taxes	2,630,099	2,542,800	2,590,407	2,723,472	2,767,895
Business licenses taxes	314,324	303,618	294,963	326,759	310,968
Other taxes	830,124	181,954	199,933	140,720	207,778
Motor vehicle in lieu	256,058	25,873	21,415	-	20,685
Use of money and property	4,924,485	3,748,366	963,339	979,340	1,040,369
Other	37,554	5,000	94,837	2,522,290	289,002
Extraordinary gain	-	97,474,824	(14,879,577)	-	-
Transfers	-	-	-	-	-
Total governmental activities	<u>39,462,660</u>	<u>129,923,149</u>	<u>13,737,008</u>	<u>32,782,199</u>	<u>32,974,127</u>
Change in Net Position					
Governmental activities	\$ 9,040,649	\$ 110,633,566	\$ (16,822,653)	\$ 14,536,647	\$ 11,655,296
Business-type activities	-	-	-	-	-
Total primary government	<u>\$ 9,040,649</u>	<u>\$ 110,633,566</u>	<u>\$ (16,822,653)</u>	<u>\$ 14,536,647</u>	<u>\$ 11,655,296</u>

Schedule 3
City of La Mirada
Fund Balance of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	FISCAL YEAR				
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Fund					
Reserved	\$ 42,400,183	\$ 37,790,469	\$ 31,461,844	\$ 31,653,456	\$ 31,308,820
Nonspendable	-	-	-	-	-
Unreserved	24,526,361	22,540,484	13,465,055	14,703,205	16,959,343
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total General Fund	<u>\$ 66,926,544</u>	<u>\$ 60,330,953</u>	<u>\$ 44,926,899</u>	<u>\$ 46,356,661</u>	<u>\$ 48,268,163</u>
All Other Governmental Funds					
Reserved	\$ 29,416,991	\$ 19,226,515	\$ 21,711,404	\$ 22,030,048	\$ 26,471,271
Unreserved:					
Unreserved, reported in nonmajor:					
Special revenue funds	3,667,236	3,488,942	4,121,741	5,582,174	5,826,119
Capital projects fund	-	-	-	-	(528,436)
Designated for:					
Capital projects	23,814,770	15,492,379	8,969,697	8,809,839	12,566,623
Debt service funds	(30,880,444)	(26,958,177)	(23,553,181)	(23,446,075)	(28,655,632)
Nonspendable	-	-	-	-	-
Restricted for:					
Community development projects	-	-	-	-	-
Public safety	-	-	-	-	-
Leisure and cultural	-	-	-	-	-
Public works	-	-	-	-	-
Capital projects	-	-	-	-	-
Low and Moderate Housing	-	-	-	-	-
Debt service	-	-	-	-	-
Unassigned					
Total all other governmental funds	<u>\$ 26,018,553</u>	<u>\$ 11,249,659</u>	<u>\$ 11,249,661</u>	<u>\$ 12,975,986</u>	<u>\$ 15,679,945</u>

Schedule 3
City of La Mirada
Fund Balance of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	FISCAL YEAR				
	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Nonspendable	27,834,161	27,633,979	27,601,922	25,775,961	25,282,224
Unreserved	-	-	-	-	-
Committed	-	-	6,625,000	6,625,000	6,625,000
Assigned	-	-	-	5,833,389	7,137,653
Unassigned	20,693,194	24,253,682	20,143,084	21,178,368	26,239,183
Total General Fund	<u>\$ 48,527,355</u>	<u>\$ 51,887,661</u>	<u>\$ 54,370,006</u>	<u>\$ 59,412,718</u>	<u>\$ 65,284,060</u>
All Other Governmental Funds					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved:					
Unreserved, reported in nonmajor:					
Special revenue funds	-	-	-	-	-
Capital projects fund	-	-	-	-	-
Designated for:					
Capital projects	-	-	-	-	-
Debt service funds	-	-	-	-	-
Nonspendable	25,946,094	53,485,934	528,436	57,574	12,818
Restricted for:					
Community development projects	9	-	-	-	-
Public safety	102,100	88,693	105,856	109,725	53,717
Leisure and cultural	1,918,490	778,849	1,273,031	1,454,637	1,576,309
Public works	4,350,060	4,554,036	7,397,750	5,642,805	6,758,110
Capital projects	11,531,958	-	-	3,145,007	3,211,815
Low and Moderate Housing	-	-	16,809,744	16,857,726	17,068,977
Debt service	1,076,315	1,076,453	1,077,564	1,051,750	1,051,750
Unassigned	(29,434,825)	26,561,735	(1,962)	-	-
Total all other governmental funds	<u>\$ 15,490,201</u>	<u>\$ 86,545,700</u>	<u>\$ 27,190,419</u>	<u>\$ 28,319,224</u>	<u>\$ 29,733,496</u>

GASB 54 "Fund Balance Reporting and Governmental Fund Type Definitions" was effective for periods beginning after June 15, 2010.

Schedule 4
City of La Mirada
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2006	2007	2008	2009	2010
Revenues					
Taxes	\$ 31,022,918	\$ 33,537,901	\$ 35,727,260	\$ 33,950,858	\$ 32,972,100
Licenses and permits	767,620	456,641	488,475	526,139	654,882
Fines and penalties	588,411	579,120	641,787	594,846	555,850
Charges for services	1,701,986	1,883,198	2,517,099	3,029,409	6,058,797
Intergovernmental	2,825,423	3,938,191	3,599,273	3,000,593	4,085,201
Use of money and property	4,233,210	6,197,660	3,708,600	3,474,698	5,393,378
Contributions	16,420	728,566	3,234,384	99,925	39,722
Miscellaneous	618,414	397,439	1,160,003	232,082	27,602
Total revenues	41,774,402	47,718,716	51,076,881	44,908,550	49,787,532
Expenditures					
General government	6,196,575	5,934,656	6,733,138	5,790,740	10,215,234
Public safety	7,197,416	7,606,031	7,992,255	8,133,571	7,950,681
Community development	4,223,696	4,335,330	4,031,523	3,504,888	2,058,652
Public works	6,037,000	6,427,913	6,554,912	7,704,992	7,487,466
Leisure and cultural	3,432,809	3,608,633	5,113,667	6,764,774	10,416,447
Capital Outlay	5,712,731	32,562,849	27,004,236	1,344,826	2,212,063
Debt service					
Interest and fiscal charges	5,025,628	5,447,911	6,122,852	5,981,076	8,576,531
Principal retirement	1,850,250	2,498,319	2,562,473	2,782,588	2,897,149
Pass-thru agreement payments	876,466	-	-	-	-
Debt issuance costs	889,799	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-
Total expenditures	41,442,370	68,421,642	66,115,056	42,007,455	51,814,223
Excess of revenues over (under) expenditures	332,032	(20,702,926)	(15,038,175)	2,901,095	(2,026,691)
Other Financing Sources (Uses)					
Long-term debt issued	25,100,959	241,870	708,462	276,917	17,750,357
Premium on long-term debt issued	55,990	-	-	-	72,994
Discount on long-term debt issued	-	-	-	-	(109,900)
Capital leases	-	-	41,640	19,503	-
Notes and loans issued	-	-	-	-	-
Contributions from other governments	-	-	-	-	-
Refunding bonds issued	-	-	-	-	(10,165,000)
Payments to escrow agent	-	-	-	-	-
Loss on sale of land held for resale	-	-	-	-	-
Transfers in	10,602,605	46,934,919	28,892,238	10,557,520	17,415,717
Transfers out	(19,267,688)	(47,838,348)	(30,008,217)	(10,668,066)	(18,322,016)
Total other financing sources (uses)	16,491,866	(661,559)	(365,877)	185,874	6,642,152
Extraordinary gain/(loss)	-	-	-	-	-
Net change in fund balances	\$ 16,823,898	\$ (21,364,485)	\$ (15,404,052)	\$ 3,086,969	\$ 4,615,461
Debt service as a percentage of noncapital expenditures	22.10%	20.80%	20.07%	21.54%	23.21%

Schedule 4
City of La Mirada
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2011	2012	2013	2014	2015
Revenues					
Taxes	\$ 34,721,315	\$ 29,843,830	\$ 28,767,326	\$ 31,308,978	\$ 32,878,469
Licenses and permits	891,207	745,278	867,388	1,363,566	1,174,342
Fines and penalties	641,179	554,301	560,895	576,987	522,223
Charges for services	6,253,631	8,153,135	7,314,020	8,420,887	9,018,482
Intergovernmental	3,439,471	3,381,677	2,768,723	4,544,490	2,297,352
Use of money and property	2,645,372	2,652,528	897,361	930,368	1,001,472
Contributions	28,713	2,386,236	45,409	50,460	1,093,748
Miscellaneous	68,013	19,959	134,195	2,523,540	289,002
Total revenues	48,688,901	47,736,944	41,355,317	49,719,276	48,275,090
Expenditures					
General government	7,453,971	4,800,297	3,679,288	2,901,537	3,689,154
Public safety	7,481,904	7,521,387	7,506,665	7,788,347	7,700,751
Community development	1,791,027	1,565,395	2,028,689	1,063,067	1,102,740
Public works	6,282,179	7,480,792	6,522,535	6,268,710	7,633,226
Leisure and cultural	9,946,396	10,800,649	10,423,318	10,985,313	11,935,815
Capital Outlay	5,634,803	10,234,039	4,608,363	6,793,685	7,935,054
Debt service					-
Interest and fiscal charges	7,636,610	3,146,930	493,108	524,871	506,071
Principal retirement	2,952,145	2,830,080	470,508	494,307	516,581
Pass-thru agreement payments	-	-	-	-	-
Debt issuance costs	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-
Total expenditures	49,179,035	48,379,569	35,732,474	36,819,837	41,019,392
Excess of revenues over (under) expenditures	(490,134)	(642,625)	5,622,843	12,899,439	7,255,698
Other Financing Sources (Uses)					
Long-term debt issued	322,926	-	-	-	-
Premium on long-term debt issued	-	-	-	-	-
Discount on long-term debt issued	-	-	-	-	-
Capital leases	-	11,659	78,300	23,149	29,916
Notes and loans issued	-	201,559	-	-	-
Contributions from other governments	-	2,450,210	-	-	-
Refunding bonds issued	-	-	-	-	-
Payments to escrow agent	-	-	-	-	-
Loss on sale of land held for resale	-	-	(6,835,816)	-	-
Transfers in	16,990,767	15,239,592	7,803,854	10,040,241	11,357,976
Transfers out	(16,754,111)	(15,639,592)	(7,803,854)	(10,166,312)	(11,357,976)
Total other financing sources (uses)	559,582	2,263,428	(6,757,516)	(102,922)	29,916
Extraordinary gain/(loss)	-	20,907,341	(10,475,602)	-	-
Net change in fund balances	\$ 69,448	\$ 22,528,144	\$ (11,610,275)	\$ 12,796,517	\$ 7,285,614
Debt service as a percentage of noncapital expenditures	24.34%	15.66%	3.05%	3.38%	3.09%

FY 2015	
Total expenditures	41,019,392
Less: Capital outlay	7,972,841
Noncapital expenditures	33,046,551
Debt Service expenditures	1,022,652
Percentage of noncapital expenditures	3.09%

**Schedule 5
City of La Mirada
Principal Property Tax Payers
Current Year and Nine Years Ago**

<u>Taxpayer</u>	<u>2015</u>		<u>2006</u>	
	<u>Taxable Assessed Value</u>	<u>Percentage of Total City Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Percentage of Total City Taxable Assessed Value</u>
Duke Realty LP	\$ 64,756,666	1.17%		0.00%
Price Reit Inc.	\$ 46,965,232	0.85%	\$ 41,588,954	0.97%
PR 1 La Mirada Industrial California LLC	\$ 46,564,342	0.84%		0.00%
USF Propco LLC	\$ 43,931,803	0.79%		0.00%
Realty Associates Fund X LP	\$ 31,174,169	0.56%		0.00%
Knott Avenue Owner LLC	\$ 27,651,972	0.50%		0.00%
Dexus Socal LLC	\$ 27,434,489	0.49%		0.00%
Interstate 5 Firestone LLC	\$ 26,766,246	0.48%		0.00%
Catellus/Prologis	\$ 24,748,930	0.45%		0.00%
UDR Rosebeach Apartments II LP	\$ 24,487,676	0.44%	\$ 24,501,540	0.57%
Rohm and Haas Chemicals LLC			\$ 28,117,878	0.66%
Rykoff Sexton			\$ 28,096,700	0.66%
Capstar Radio Operating Company			\$ 27,160,132	0.63%
MC and C Fortis II LLC			\$ 25,720,094	0.60%
Eagle High Reach LLC			\$ 25,250,423	0.59%
Graham Packaging Plastic Products Inc			\$ 22,337,903	0.52%
La Mirada Center			\$ 17,062,100	0.40%
CHA La Mirada LLC			\$ 16,998,369	0.40%
Top Ten Totals	<u>\$ 364,481,525</u>	<u>6.56%</u>	<u>\$ 256,834,093</u>	<u>6.00%</u>
City Totals	\$ 5,554,773,893		\$ 4,282,572,182	

Source: Hdl Coren & Cone

**Schedule 6
City of La Mirada
Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		(A) Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	\$ 4,927,990	\$ 4,196,265	85.15%	-	\$4,196,265	85.15%
2007	\$ 4,664,855	\$ 4,477,375	95.98%	-	\$4,477,375	95.98%
2008	\$ 4,461,833	\$ 4,411,806	98.88%	-	\$4,411,806	98.88%
2009	\$ 4,687,593	\$ 4,492,307	95.83%	-	\$4,492,307	95.83%
2010	\$ 4,827,893	\$ 4,370,391	90.52%	-	\$4,370,391	90.52%
2011	\$ 4,674,448	\$ 4,413,468	94.42%	-	\$4,413,468	94.42%
2012	\$ 5,068,156	\$ 4,461,207	88.02%	(15,297)	\$4,445,910	87.72%
2013	\$ 4,997,467	\$ 4,727,993	94.61%	(4,190)	\$4,723,803	94.52%
2014	\$ 5,237,024	\$ 4,986,037	95.21%	(6,816)	\$4,979,221	95.08%
2015	\$ 5,485,943	\$ 5,218,188	95.12%	(15,211)	\$5,202,977	94.84%

The City recorded both secured and unsecured taxes levied

(A) Information provided by Los Angeles County may not clearly identify the year collected.

Sources: Los Angeles County Auditor Controller's Office and Administrative Services Department

**Schedule 7
City of La Mirada
Assessed Value of Taxable Property
Last Ten Fiscal Years**

Category	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15
Residential	2,989,948,869	3,274,261,943	3,511,555,626	3,588,813,969	3,369,865,912	3,386,246,339	3,485,456,815	3,579,314,818	3,722,151,646	3,890,739,077
Commercial	285,392,251	300,968,973	327,028,307	338,334,425	354,519,136	355,404,910	357,288,157	369,649,074	376,593,364	383,893,153
Industrial	669,484,477	708,251,711	719,281,824	783,794,550	805,287,401	776,816,288	774,546,776	801,823,836	888,676,913	907,057,502
Govt. Owned	3,410,966	3,479,185	2,900,000	3,200,000	3,211,354	3,211,327	3,211,412	3,211,640	3,211,872	3,211,925
Institutional	17,179,690	17,439,131	19,957,357	18,417,330	22,915,720	21,681,628	39,490,637	22,910,095	30,538,714	43,701,228
Miscellaneous	1,163,419	1,186,684	1,049,929	1,070,925	1,092,340	1,089,748	1,097,951	5,174,709	2,714,936	1,775,202
Recreational	11,552,357	18,386,200	18,753,924	19,129,002	21,075,355	20,173,693	18,455,654	18,642,766	17,767,620	21,334,000
Vacant	12,357,691	10,068,696	13,454,316	14,247,306	12,759,275	12,719,290	23,099,290	27,171,951	23,913,447	25,678,576
SBE Nonunitary	3,420,688	3,200,925	462,093	557,085	557,085	557,085	619,095	619,095	619,095	619,095
Cross Reference	14,079,598	13,666,108	40,865,573	18,301,566	13,088,278	11,852,415	11,426,576	15,206,309	18,613,470	20,953,644
Unsecured	274,582,176	249,991,053	249,939,125	267,354,790	261,972,890	258,867,082	245,221,992	219,396,050	234,724,423	255,810,491
Exempt	[22,539,964]	[22,948,360]	[24,785,800]	[24,807,732]	[25,694,172]	[24,504,373]	[26,049,299]	[25,353,083]	[25,452,004]	[23,244,489]
TOTALS	4,282,572,182	4,600,900,609	4,905,248,074	5,053,220,948	4,866,344,746	4,848,619,805	4,959,914,355	5,063,120,343	5,319,525,500	5,554,773,893
Total Direct Rate	0.33440	0.35293	0.35378	0.36016	0.36673	0.36251	0.36064	0.35616	0.09398	0.09402

Notes:
Exempt values are not included in Total.
In 1978 the voters of the State of California passed Proposition 13 which limited taxes to a total maximum rate of 1%, based upon the the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum of 2%). With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or at the purchase price (market value) or economic value of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

Data Source: L. A. County Assessor 2005/06 - 2014/15 Combined Tax Rolls

Prepared On 8/12/2015 By MV

This report is not to be used in support of debt issuance or continuing disclosure statements without the written consent of HdL, Coren & Cone

Schedule 8
City of La Mirada
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

	(1)	(2)	Overlapping Rates (3)						(4)	
Fiscal Year	City's Share of 1% Levy per Prop 13	Prop 13 Direct Tax Less City Share of 1%	School District	Community College District	Detention Facilities	Flood Control	Water District	Total Direct and Overlapping Tax Rates	Total Direct Rate	
2006	0.09468	0.90532	0.17096	0.05888	0.00080	0.00005	0.00520	1.23589	0.33440	
2007	0.09468	0.90532	0.20533	0.05305	0.00066	0.00005	0.00470	1.26379	0.35293	
2008	0.09468	0.90532	0.16115	0.03942	-	-	0.00450	1.20507	0.35378	
2009	0.09468	0.90532	0.17138	0.04807	-	-	0.00430	1.22375	0.36016	
2010	0.09468	0.90532	0.18111	0.06217	-	-	0.00430	1.24758	0.36673	
2011	0.09468	0.90532	0.18820	0.07874	-	-	0.00370	1.27064	0.36251	
2012	0.09468	0.90532	0.18650	0.06942	-	-	0.00370	1.25962	0.36064	
2013	0.09468	0.90532	0.19609	0.07308	-	-	0.00350	1.27267	0.35616	
2014	0.09468	0.90532	0.19940	0.07098	-	-	0.00350	1.27388	0.09398	
2015	0.09468	0.90532	0.20465	0.09334	-	-	0.00350	1.30149	0.09402	

(1) Rate includes City rate (.0671) and La Mirada South East Rec and Park (.0276)

(2) The Prop 13 rate of 1% includes allocations of .09468 for the City of La Mirada

(3) Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all City property owners.

(4) Total Direct Rate is the weighted average of all individual direct rates applied by the government preparing the statistical section information. The percentages presented in the columns above do not sum across rows

Excludes Redevelopment Rate

Source: Los Angeles County Assessor and HDL, Coren and Cone

Schedule 9
City of La Mirada
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities					Business Type Activities		*		
	Tax Allocation Bonds	Special Tax Bonds	Notes Payable	Lease Revenue Bonds	Loan Payable	Lease Payable	Lease Payable	Total Primary Government	Percentage of Personal Income ^a	Per Capita ^a
2006	\$ 65,504,007	\$12,580,000	\$ -	\$ 15,145,000	\$ 3,455,280	\$ 9,548	\$ -	\$ 96,693,835	7.63%	\$3,823.10
2007	\$ 64,531,394	\$12,025,000	\$ -	\$ 14,735,000	\$ 3,697,150	\$ 9,607	\$ -	\$ 94,998,151	7.15%	\$3,546.03
2008	\$ 63,391,055	\$11,440,000	\$ -	\$ 14,360,000	\$ 3,955,951	\$ 38,774	\$ -	\$ 93,185,780	6.73%	\$3,353.82
2009	\$ 62,100,960	\$10,820,000	\$ -	\$ 13,970,000	\$ 4,232,868	\$ 45,689	\$ 11,075	\$ 91,180,592	6.54%	\$3,254.71
2010	\$ 78,148,202	\$ -	\$ -	\$ 13,565,000	\$ 4,613,225	\$ 16,543	\$ -	\$ 96,342,970	7.09%	\$3,529.82
2011	\$ 76,175,971	\$ -	\$ -	\$ 13,145,000	\$ 4,936,151	\$ 22,470	\$ -	\$ 94,279,592	6.56%	\$3,282.49
2012 (b)	\$ -	\$ -	\$ -	\$ 12,751,805	\$ -	\$ 19,049	\$ -	\$ 12,770,854	0.93%	\$455.09
2013 (b)	\$ -	\$ -	\$ -	\$ 12,294,565	\$ -	\$ 81,841	\$ -	\$ 12,376,406	0.90%	\$439.85
2014 (b)	\$ -	\$ -	\$ -	\$ 11,822,325	\$ -	\$ 80,683	\$ -	\$ 11,903,008	0.87%	\$425.52
2015 (b)	\$ -	\$ -	\$ -	\$ 11,330,085	\$ -	\$ 84,018	\$ -	\$ 11,414,103	0.81%	\$397.79

Notes: * Excludes non-committal debt. Details regarding the city's outstanding debt can be found in the notes to the financial statements.

a) These ratios are calculated using Personal Income and Per Capita Personal Income. (See Schedule 13)

b) The tax allocation bonds of the former redevelopment agency have been transferred to the Successor Agency.
Lease Revenue Bonds includes bond premium

**Schedule 10
City of La Mirada
Direct and Overlapping Governmental Activities Debt
June 30, 2015**

City Assessed Valuation	\$ 3,879,717,152
Redevelopment Agency Incremental Value	\$ 1,675,056,741
Total 2014-15 Assessed Valuation	<u>\$ 5,554,773,893</u>

	Outstanding Debt 6/30/2015	City Percentage	Estimated Share Overlapping Debt
Overlapping Debt:			
Metropolitan Water District *	\$ 53,296,395	0.3990	\$ 212,653
East Whittier DS 2007 Ref Bonds	6,200,000	5.7630	357,306
Fullerton Unified HS 2002 Series A	2,288,614	0.1810	4,142
Fullerton Unified HS 2002 Series B	1,841,175	0.1810	3,333
Whittier Union HSD DS 2005 Refunding Bonds	111,930,795	1.8510	2,071,839
Whittier Union HSD DS 2008 Series 2014B	18,000,000	1.8510	333,180
Cerritos CC DS 2004 Series 2004A	50,000	13.1970	6,599
Cerritos CC DS 2005 Refunding Bonds	488,591	13.1970	64,479
Cerritos CC DS 2004 Series 2009C	5,115,000	13.1970	675,027
Cerritos CC DS 2004 Series 2012D	82,591,432	13.1970	10,899,591
Cerritos CC DS 2012 Series 2014A	198,370,000	13.1970	26,178,889
N. Orange County CCD 2003B Series and 2005 Ref	4,401,147	0.1760	7,746
Rio Hondo CCD DS 2005 Refunding Bonds	40,012,336	1.1870	474,946
Rio Hondo CCD CS 2004 Series 2008	120,977,824	1.1870	1,436,007
ABC Unified 2003 Refund Bond Series A	29,626,700	4.9170	1,456,745
ABC Unified DS 2010 Refund Bonds	16,055,000	4.9170	789,424
Norwalk-La Mirada USD DS 2002 S-05A	46,444,270	42.6150	19,792,226
Norwalk-La Mirada USD DS 2002 Ser 2007A	22,540,602	42.6150	9,605,678
Norwalk- La Mirada USD DS 2009 Ref Bonds	39,372,452	42.6150	16,778,570
Norwalk- La Mirada USD DS 2013 Refunding Series A	11,260,000	42.6150	4,798,449
Norwalk-La Mirada USD DS 2014 Ref Bonds	14,825,000	42.6150	6,317,674
Total Overlapping Debt	<u>\$ 825,687,333</u>		<u>102,264,503</u>
City direct debt			(a) <u>11,295,000</u>
Total direct and overlapping debt			(b) <u>\$ 113,559,503</u>

(a) All bonded debt, excluded the former Redevelopment Agency's debt

(b) Excludes tax and revenue anticipation notes, revenue, mortgage revenue, and non-bonded capital lease obligations.

Notes:

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

This report reflects debt which is repaid through voter-approved property tax indebtedness. It excludes mortgage revenue, tax allocation bonds, interim financing obligations, non-bonded capital lease obligations, and certificates of participation, unless provided by the City.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. The percentage of overlapping debt applicable is estimated by using taxable assessed values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

Source: HDL Coren and Cone and Los Angeles County Assessor

Schedule 11
 City of La Mirada
 Legal Debt Margin Information
 Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2015

Total assessed value of all real and personal property	\$5,554,773,893
Debt limit percentage	3.75%
Total debt limit	<u>208,304,021</u>
Amount of debt applicable to debt limit	<u>0</u>
Legal debt margin	\$ 208,304,021

Total debt applicable to the limit as a percentage of debt limit 0%

<u>Fiscal Year</u>	<u>Debt Limit</u>	<u>Total debt applicable to the limit as a percentage of debt limit</u>
2006	\$ 642,385,827	0%
2007	\$ 690,135,091	0%
2008	\$ 735,787,211	0%
2009	\$ 189,495,786	0%
2010	\$ 182,487,928	0%
2011	\$ 181,823,243	0%
2012	\$ 185,996,788	0%
2013	\$ 189,867,013	0%
2014	\$ 199,482,206	0%
2015	\$ 208,304,021	0%

Note: California Government Code, Section 43605 sets the debt limit at 15%. The Code section was enacted when assessed valuations were based on 25% of full market value. This has since changed to 100% of full market value. Thus, the limit shown is 3.75% is (one-fourth the limit of 15%)

Schedule 12
City of La Mirada
Pledged-Revenue Coverage
Last Seven Fiscal Years

Tax Increment Bonds				
Fiscal Year	Tax Increment	Debt Service		Coverage
		Principal	Interest	
2006	\$ 8,928,210	\$ 1,845,000	\$ 3,365,178	1.71%
2007	\$ 10,326,162	\$ 2,080,000	\$ 3,358,329	1.90%
2008	\$ 14,961,029	\$ 2,175,000	\$ 3,268,446	2.75%
2009	\$ 14,940,332	\$ 2,380,000	\$ 3,169,091	2.69%
2010	\$ 15,374,000	\$ 1,820,000	\$ 2,768,747	3.35%
2011	\$ 14,787,569	\$ 2,515,000	\$ 3,096,286	2.64%
2012 (A)	-	-	-	-

(A) The redevelopment agency dissolved in January 31, 2012. The liabilities and assets have been transferred to the Successor Agency.

**Schedule 13
City of La Mirada
Demographic and Economic Statistics
June 30, 2015**

General Information

Date of Incorporation	1960
Form of Government	Council/Manager
Area	7.8 square miles
Miles of Streets	128

Demographic and Statistical Information

Population	49,198
Median Household Income	\$72,039
Median Age of Population	38
Residential Units	Approx. 15,000
Registered Voters	27,616
Assessed Valuation	\$5,554,773,893
Number of Businesses	approx. 2,300
Unemployment Rate (county)	7.50%
Unemployment Rate (city)	5.80%

Public Safety

Police Protection	Los Angeles County Sheriff Department direct patrol and support services and the La Mirada Community Sheriff's Station
Fire Protection	Los Angeles County Fire Department Stations 49 and 194 are located in La Mirada

Recreation

Parks	11
Park Acreage	193
Libraries	1

Water Services

Service Provider	Suburban Water Systems, 14,000 customers
------------------	--

Education

School District	Norwalk-La Mirada Unified School District
Schools	1 High School, 3 Middle Schools, 6 Elementary Schools, 1 adult school
Student Enrollment	approx. 6770 (excludes adult school enrollment)
University	Biola University
Student Enrollment	approx. 6006

City Employees

Full-Time	67
Part-Time	approx. 230

Source: City of La Mirada Administrative Services Department and Community Development Department, State of California Employment Development Department, California Department of Finance

Schedule 13
City of La Mirada
Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	(1) Population	(3) Personal Income (in thousands)	(3) Per Capita Personal Income	(2) Unemployment Rate
2005	50,132	\$ 1,267,957	\$ 25,292	3.2%
2006	49,611	\$ 1,329,060	\$ 26,790	2.8%
2007	49,805	\$ 1,383,816	\$ 27,785	3.0%
2008	49,741	\$ 1,393,479	\$ 28,015	4.5%
2009	49,761	\$ 1,358,180	\$ 27,294	7.1%
2010	50,015	\$ 1,436,531	\$ 28,722	7.8%
2011	48,697	\$ 1,366,535	\$ 28,062	6.7%
2012	48,930	\$ 1,376,792	\$ 28,138	6.2%
2013	49,178	\$ 1,375,656	\$ 27,973	4.6%
2014	49,198	\$ 1,411,687	\$ 28,694	5.8%

Notes:

- (1) California State Department of Finance
- (2) California Employment Development Department
- (3) HDL Coren and Cone

**Schedule 14
City of La Mirada
Building Valuation
Last Ten Fiscal Years**

(Thousands of Dollars)

	2005-06	2006-07	2007-08	2008-09	2009-10	(a) 2010-11	(a) 2011-12	(a) 2012-13	2013-14	2014-15
Residential	23,221	10,537	7,216	5,186	5,994	13,209	20,719	9,207	53,993	10,155
Non-Residential	64,211	19,883	15,467	29,027	10,839	26,885	13,008	39,914	22,051	64,653
	87,432	30,420	22,683	34,213	16,833	40,094	33,727	49,121	76,044	74,808

(a) Figure restated based on updated figures

Source: Building Valuation- County of Los Angeles Public Works Department

**Schedule 15
City of La Mirada
Principal Employers
Current Year and Ten Years Ago**

<u>Employer</u>	<u>2015</u>		<u>2006</u>	
	<u>Employees</u>	<u>Percentage of Total City Employment</u>	<u>Employees</u>	<u>Percentage of Total City Employment</u>
Biola University	1,380	5.77%	1,248	6.16%
Norwalk-La Mirada Unified School District	372	1.56%	900	4.44%
US Foodservice	700	2.93%	625	3.08%
Kindred Hospital	292	1.22%		
City of La Mirada (+)	288	1.21%		
Frito Lay, Inc.	(A)		266	1.31%
A Better Tomorrow Education	250	1.05%		
Crothall-Bellwood Laundry and Linen	220	0.92%		
Mirada Hills Rehabilitation (+)	200	0.84%		
Home Depot	170	0.71%		
Imperial Convalescent Hospital	146	0.61%		
GI Trucking			292	1.44%
Coyle Reproductions, Inc.			135	0.67%
Staples (Corporate Express)	(A)		367	1.81%
Living Spaces			308	1.52%
Architectural Area Lighting			146	0.72%
Spartech			142	0.70%
Total	<u>4,018</u>	<u>16.81%</u>	<u>4,429</u>	<u>21.84%</u>
(1) Labor Force		23,900		20,276

Source: MuniServices, LLC and Administrative Services Department

Results based on direct correspondence with City's local businesses. (Information current as of December 8, 2014)

(A) Information not available

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

(+) Includes full-time and part-time

Schedule 16
City of La Mirada
Full-time-Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General government										
Legislative	7	7	8	8	8	7	7	7	6	6
Administration and Support ^(c)	15	15	12	13	11	14	12	11	12	13
Community Development ^(b)	9	9	10	8	8	7	7	3	3	4
Leisure and cultural	15	15	18	17	11	8	8	9	10	9
Public Safety ^(a)	8	8	8	7	2	6	6	8	8	8
Public Works ^(d)	37	37	37	35	36	29	28	28	26	26
Transit ^(e)	1	1	1	2	2	2	2	0	0	0
Theatre	9	9	9	9	7	7	8	7	7	7
Total	101	101	103	99	85	80	78	73	72	73

Source: Administrative Services Department - Annual Budget

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

- (a) The City contracts with LA County Sheriff's for public safety services
- (b) The City contracts with LA County Public Works for building and safety services
- (c) The City contracts with the City of Brea for information technology services
- (d) The City contracts for Engineering services
- (e) The City contracts with MV Transit for transit services

Schedule 17
City of La Mirada
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General government										
Building permits issued	881	704	634	499	532	659	645	554	716	789
Public Safety										
Parking violations	7,052	5,971	7,731	8,833	8,665	7,967	6,254	6,885	6,764	6,823
Traffic violations	8,473	7,921	7,077	8,769	7,478	7,465	7,066	6,160	6,009	4,085
Public Works										
Street resurfacing (miles)	1	1	1	1	1	1	1	1	1	1
Parks and recreation (A)										
Recreation classes	645	663	671	586	550	552	526	454	362	396
Aquatics Programs	-	-	54	84	93	92	92	94	83	106
Number of Senior programs	58	47	58	73	114	91	105	114	134	117
Facility reservations issued	2,527	1,355	2,078	2,849	4,494	5,475	6,574	6,980	6,174	6,078
Transit										
Total route miles	125,942	119,974	116,657	120,635	133,755	168,303	158,375	180,590	170,010	148,191
Passengers	47,900	48,644	50,342	45,620	47,194	52,630	51,674	53,578	52,001	46,982
Theatre										
Number of productions	105	105	119	121	124	115	128	107	111	110
Number of rentals	146	142	167	160	141	140	121	78	79	77
Number of presentations	16	18	21	19	25	39	43	37	46	43

Sources: Various city departments.

(A) Figure restated based on updated figures

Schedule 18
City of La Mirada
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Police										
Stations ^(a)	2	2	1	1	1	1	1	1	1	1
Public works										
Streets (miles)	128	128	128	128	128	128	128	128	128	128
Playgrounds	5	5	5	5	5	5	5	5	5	6
Traffic signals	46	46	46	46	46	46	46	46	46	46
Parks	11	11	11	11	11	11	11	11	11	11
Park acreage	193	193	193	193	193	193	193	193	193	193
Bridges	24	24	24	24	24	24	24	24	24	24
Buildings	-	-	1	1	1	1	1	1	1	1
Parks and recreation ^(b)										
Activity Center	1	1	1	1	1	1	1	1	1	1
Gymnasium	1	1	1	1	1	1	1	1	1	1
Aquatics Center ^(b)	-	-	1	1	1	1	1	1	1	1
Resource Center	1	1	1	1	1	1	1	1	1	1
Transit—buses	12	12	12	12	12	12	12	12	12	12
Theatre	1	1	1	1	1	1	1	1	1	1

Sources: Various city departments.

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

(a) Sheriff Station completed in Fiscal Year 2007-08

(b) Aquatics Center completed in Fiscal Year 2007-08

