

# City of Pacific Grove

## June 30, 2018 Audit Results

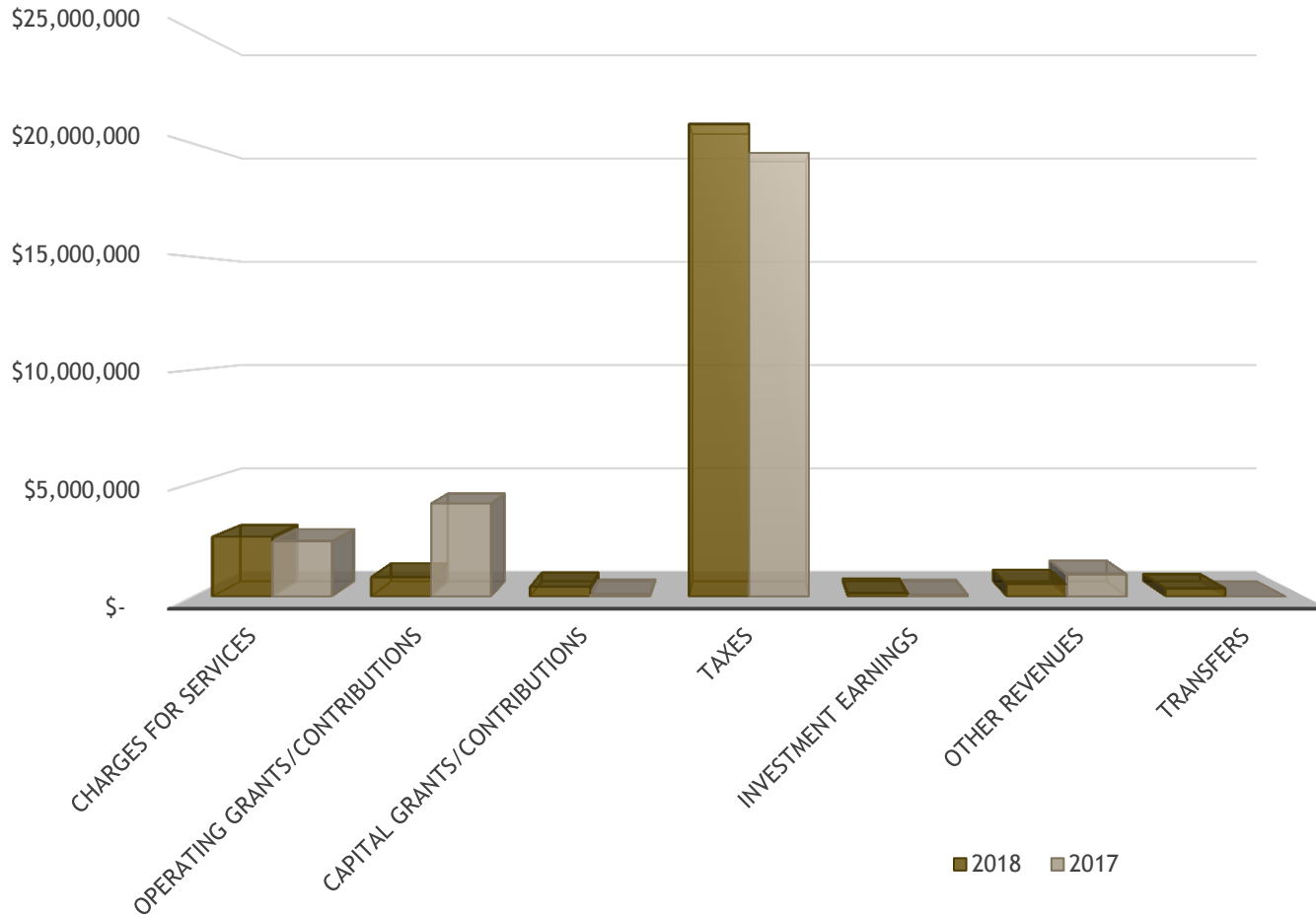


**Chavan & Associates, LLP**  
Certified Public Accountants

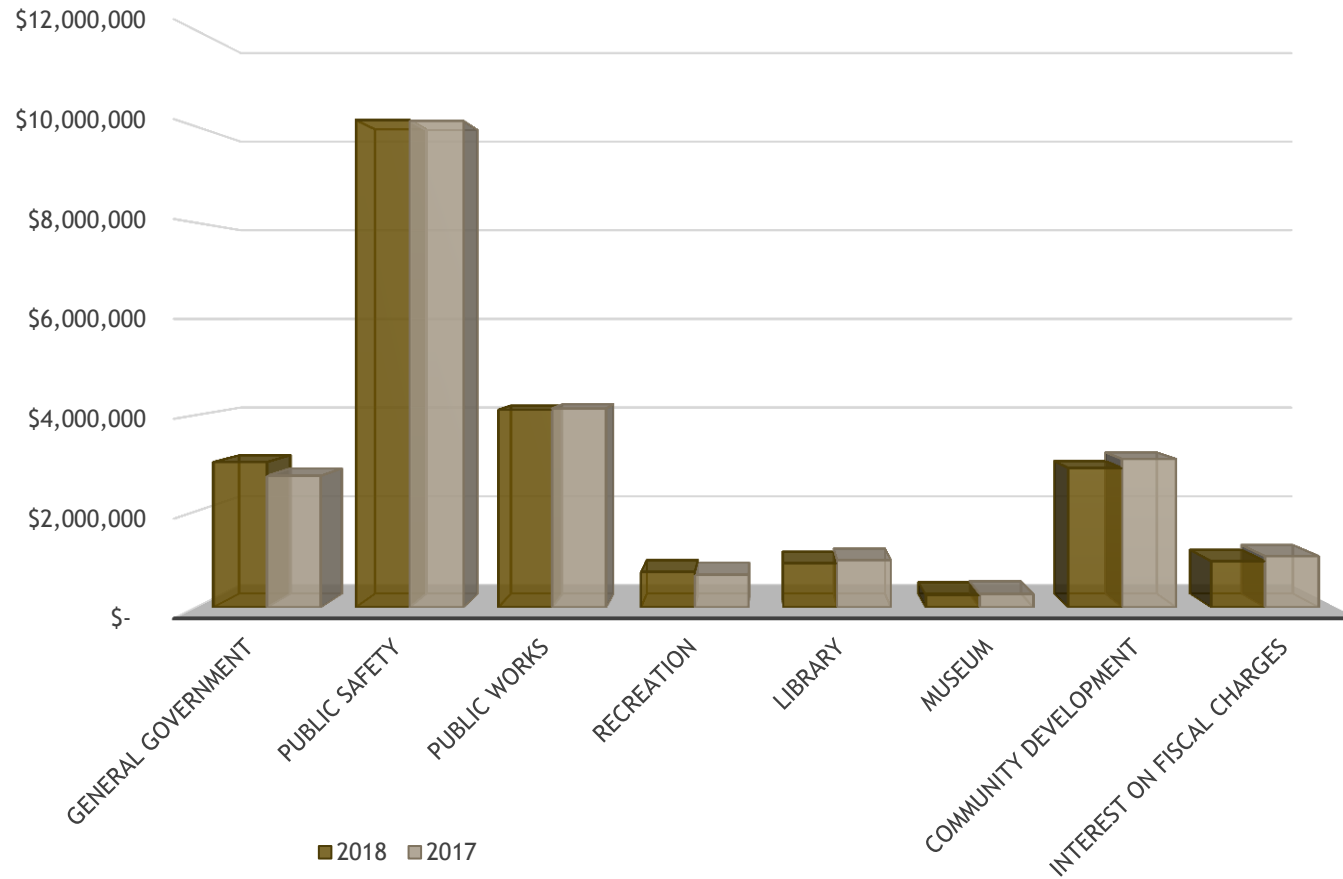
# Statement of Net Position

	Governmental Activities		Business-Type Activities	
	2018	2017	2018	2017
<b>Assets</b>				
Current and other assets	\$ 25,232,897	\$ 24,247,784	\$ 8,501,128	\$ 9,530,476
Capital assets	27,258,794	25,774,588	25,143,246	23,284,586
<b>Total Assets</b>	<u>\$ 52,491,691</u>	<u>\$ 50,022,372</u>	<u>\$ 33,644,374</u>	<u>\$ 32,815,062</u>
<b>Deferred Outflows of Resources</b>	<u>\$ 10,149,938</u>	<u>\$ 6,292,549</u>	<u>\$ 350,058</u>	<u>\$ 335,750</u>
<b>Liabilities</b>				
Current and other liabilities	\$ 5,374,648	\$ 5,206,893	\$ 718,710	\$ 1,655,400
Noncurrent liabilities	55,786,430	49,565,552	10,224,539	11,522,866
<b>Total Liabilities</b>	<u>\$ 61,161,078</u>	<u>\$ 54,772,445</u>	<u>\$ 10,943,249</u>	<u>\$ 13,178,266</u>
<b>Deferred Inflows of Resources</b>	<u>\$ 5,124,101</u>	<u>\$ 5,335,766</u>	<u>\$ 350,774</u>	<u>\$ 352,940</u>
<b>Net Position</b>				
Net investment in capital assets	\$ 27,258,794	\$ 25,668,604	\$ 16,268,992	\$ 13,220,660
Restricted	6,880,621	6,473,653	295,090	-
Unrestricted	(37,782,965)	(35,935,547)	6,136,327	6,398,946
<b>Total Net Position</b>	<u>\$ (3,643,550)</u>	<u>\$ (3,793,290)</u>	<u>\$ 22,700,409</u>	<u>\$ 19,619,606</u>

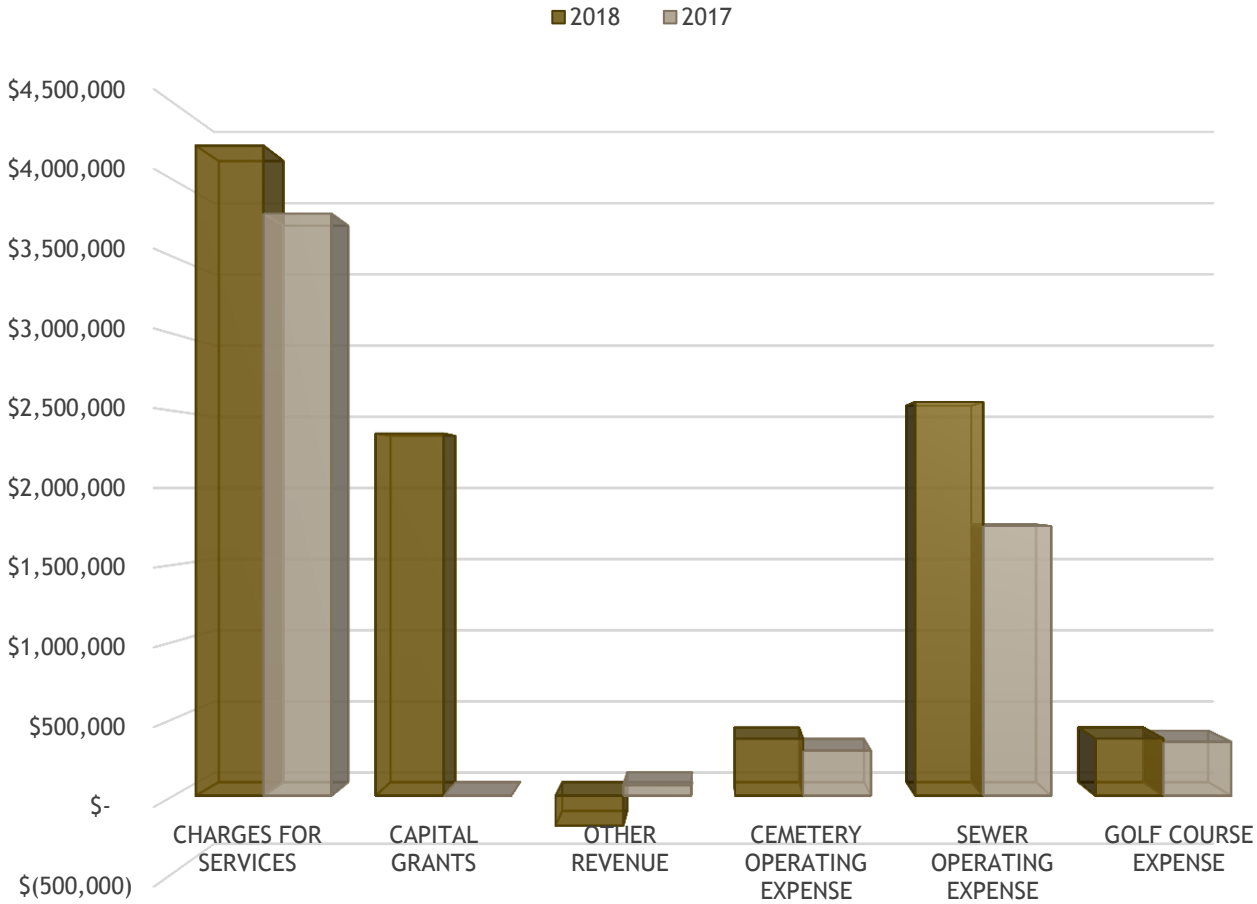
# Governmental Revenue



# Governmental Expenses



# Business-Type Activities



# Pensions

	Fiscal Year			
	2018	2017	2016	2015
Proportion of Net Pension Liability	0.39770%	0.39944%	0.38241%	0.37300%
Proportionate Share of Net Pension Liability	\$ 39,440,944	\$ 34,564,209	\$ 26,535,640	\$ 23,123,343
Covered Payroll	\$ 5,873,761	\$ 6,248,635	\$ 5,714,952	\$ 5,543,503
<b>Net Pension Liability as a % of Covered Payroll</b>	<b>671.48%</b>	<b>553.15%</b>	<b>464.32%</b>	<b>417.13%</b>
<b>Plan's Fiduciary Net Position as a % of the TPL</b>	<b>73.31%</b>	<b>74.06%</b>	<b>78.40%</b>	<b>81.99%</b>

## Notes to Schedule:

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

There were no changes in benefit terms

PERS discount rates were reduced from 7.65 to 7.5 in 2017 and then again to 7.15 in 2018.

# OPEB 2018

	<b>Fiscal Year</b>
	<b>2018</b>
<b>Total OPEB liability</b>	
Service cost	\$ 194,311
Interest	119,338
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	(415,636)
Benefit payments	(171,120)
Implicit subsidy fulfilled	-
Net change in Total OPEB Liability	<u>(273,107)</u>
Total OPEB Liability - beginning	4,078,542
Total OPEB Liability - ending	<u><u>\$ 3,805,435</u></u>

# OPEB 2017

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a/c))
7/1/2009	\$ -	\$ 2,753,014	\$ 2,753,014	0.00%	\$ 8,627,274	31.91%
7/1/2012	\$ -	\$ 2,676,969	\$ 2,676,969	0.00%	\$ 7,521,909	35.59%
7/1/2015	\$ -	\$ 5,093,587	\$ 5,093,587	0.00%	\$ 7,766,371	65.59%



# Audit Results

- ▶ **No Exceptions in Audit Opinions**
- ▶ **No Material Weaknesses**
- ▶ **No Disagreements with Management**
- ▶ **No Significant Passed on Adjustments**

