

COUNTY OF SAN BENITO

STATE OF CALIFORNIA



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended

June 30, 2020



Prepared and submitted by the Office of the Auditor-Controller, Joe Paul Gonzalez

COUNTY OF SAN BENITO | COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 2020

Table of Contents

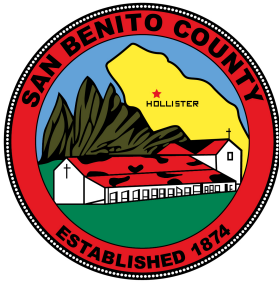
	Page
INTRODUCTORY SECTION	
Letter of Transmittal	i-iii
Organizational Chart	iv
List of Elected and Appointed Officials	v
FINANCIAL SECTION	
Independent Auditor's Report	1-3
Management's Discussion and Analysis	4
BASIC FINANCIAL STATEMENTS:	
Government-Wide Financial Statements:	
Statement of Net Position	22
Statement of Activities	23
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet - Governmental Funds	25
Reconciliation of the Balance Sheet - Governmental Funds to the Government-Wide Statement of Net Position	26
Statement of Revenues, Expenditures, and Changes in Fund Balances	27
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances- Governmental Funds to the Government-wide Statement of Activities	28
Proprietary Funds:	
Statement of Net Position	29
Statement of Revenues, Expenses and Changes in Net Position	30
Statement of Cash Flows	31
Fiduciary Funds:	
Statement of Fiduciary Net Position	32
Statement of Changes in Fiduciary Net Position	33
Notes to the Basic Financial Statements	35
REQUIRED SUPPLEMENTARY INFORMATION:	
Budgetary Comparison Schedule - General Fund	83
Budgetary Comparison Schedule - Human Services Agency	92
Budgetary Comparison Schedule - Road Fund	93
Budgetary Comparison Schedule - Mental Health Fund	94
Budgetary Principles	95
Schedule of Changes in the Net Pension Liability and Related Ratios – Miscellaneous Plan	96
Schedule of Proportionate Share of the Net Pension Liability – Safety Plan	97
Schedule of Contributions – Misc Plan & Safety Plan	98
Schedule of Changes in Net OPEB Liability & Related Ratios - Retiree Health Care Plan	100
Schedule of Contributions – OPEB	101
SUPPLEMENTARY INFORMATION:	
Non-major Governmental Funds	
Nonmajor Special Revenue Funds	
Combining Balance Sheet	103
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	107
Budgetary Comparison Schedules - Individual Special Revenue Funds	
Fish and Game	111
Victim Witness	112
Emergency Medical Services	113
Migrant Labor Camp	114
Community Services Workforce Development (CSWD)	115

COUNTY OF SAN BENITO | COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 2020

Table of Contents (Continued)

FINANCIAL SECTION (Continued)	Page
Budgetary Comparison Schedules - Individual Special Revenue Funds (continued)	
Mosquito Abatement	116
Public Authority	117
County Service Areas (CSA's)	118
Community Facilities Districts (CFD's)	119
Substance Abuse	120
Public Health	121
Public Safety Realignment	122
Cal Fire	123
Family Support	124
County Fire Impact	125
Law Enforcement Impact	126
Jail & Juvenile Hall Impact	127
Habitat Impact	128
Road Equipment Impact	129
Parks & Recreation Impact	130
Santa Ana Storm Drain Impact	131
Traffic Impact	132
Library Impact	133
Information Technology Impact	134
County Facilities Impact	135
Inclusionary Housing	136
Home	137
Debt Service	138
Combining Balance Sheet - Nonmajor Governmental Funds	139
Combining Statement of Revenue, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	140
Budgetary Comparison Schedules	
Capital Improvement Projects	141
Solid Waste Fund	142
STATISTICAL SECTION (UNAUDITED)	
Financial Trends:	
Net Position by Component	144
Changes in Net Position	145
Fund Balances of Governmental Funds	147
Changes in Fund Balance - Governmental Funds	148
Revenue Capacity:	
Assessed Value and Estimated Actual Value of Taxable Property	149
Property Tax Levies and Collections	150
Property Tax Rates as % of Assessed Value	151
Principal Property Taxpayers	152
Debt Capacity:	
Ratios of Net General Bonded Debt Outstanding	153
Ratio of Annual Debt Service Expenditures	154
Ratio of Outstanding Debt by Type	155
Computation of Legal Debt Margin	156
Demographic and Economic Information:	
Demographics and Economic Statistics	157
Construction and Building Activity	158
Operating Information:	
Full-time Equivalent County Government Employees by Function	159



COUNTY OF SAN BENITO

JOE PAUL GONZALEZ

AUDITOR, CLERK, RECORDER, REGISTRAR OF VOTERS

481 Fourth Street, Second Floor, Hollister, California 95023

Telephone: (831) 636-4090

E-Mail: jgonzalez@cosb.us

January 22, 2021

To the Honorable Board of Supervisors and Citizens of San Benito County:

I am pleased to present this fiscal year 2019/2020 Comprehensive Annual Financial Report (CAFR) for the County of San Benito. This CAFR is intended to present information above and beyond what is required by generally accepted accounting principles or State Law.

This CAFR is in compliance with Sections 25250 & 25253 of the Government Code of the State of California. These statutes require all general-purpose local governments to issue an annual report on the financial position and activities of that government. The report must be presented in conformance with generally accepted accounting principles (GAAP) and must be audited by an independent firm of certified public accountants (CPA). The independent CPA conducts the audit in conformance with generally accepted auditing standards (GAAS) and generally accepted government auditing standards (GAGAS). The financial statements contained in this CAFR meet these requirements.

This report contains management's representations and is prepared by the Office of the County Auditor. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive internal control framework that is established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The County of San Benito's financial statements have been audited by Eide Bailly LLP, a firm of licensed certified public accountants, who have issued an unmodified ("clean") opinion on the County's financial statements for the fiscal year ended June 30, 2020. The auditors have concluded, based on their audit that the financial statements combined with the accompanying Notes, present fairly, in all material respects, the financial condition of San Benito County as of June 30, 2020. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County of San Benito includes the broader, federally mandated "single audit" designed to meet the special needs of federal grantor agencies. The standards governing single audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports will be available in the County of San Benito's separately issued Single Audit Report.

Management is required by the Government Accounting Standards Board to provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A) in conjunction with financial statement reporting. This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The

County of San Benito's MD&A can be found immediately following the report of the independent auditors.

The CAFR is organized into three sections:

- The *Introductory Section* is intended to familiarize the reader with the organizational structure of the County, the nature and scope of the services it provides, and the specifics of its legal operating environment.
- The *Financial Section* includes the independent auditor's report on the basic financial statements, MD&A, audited basic financial statements, note disclosures and supporting statements, and schedules necessary to provide readers with a comprehensive understanding of the county's financial activities of the past fiscal year.
- The *Statistical Section* provides the reader with additional historic perspective, context, and detail to assist in using the information in the financial statements. It provides information in five categories: Financial trends; revenue capacity; debt capacity; demographic and economic information; and operating indicators.

PROFILE OF THE COUNTY OF SAN BENITO

Overview of the County

San Benito County is located in the northwestern part of the State of California and is located approximately 85 miles south of San Francisco. The County of San Benito currently occupies over 1,396 square miles and serves a population of 62,808. Open space and agricultural land account for a great majority of this area. San Benito County was formed in 1874 from a portion of Monterey County. Thirteen years later, the state legislature expanded the county to include land in Fresno and Merced counties. Territorially, it has remained unchanged since 1887.

The western and southern boundary of San Benito County is established by a coastal range of mountains known as the Gabilans. To the east lie the Diablo Mountain range and Panoche Valley, separating San Benito County from Merced and Fresno Counties. To the north, the Pajaro River creates the Santa Clara and Santa Cruz County boundaries. San Benito County is the valley that stretches between these geographical features and reaches nearly eighty miles south to the Mustang Ridge. These lands are rich in Mexican and Spanish heritage. The fertile soil of the San Juan Valley portion of San Benito County is known for the colorful fields of row crops and prolific orchards.

San Benito County government is comprised of ten publicly elected officials including a five- member Board of Supervisors, the Clerk-Auditor-Recorder, the Assessor, the District Attorney, the Sheriff-Coroner and the Treasurer- Tax Collector-Public Administrator. A County Administrative Officer (CAO) is appointed by the Board of Supervisors and functions as the Chief Executive. Averaging 450 full time equivalent employees, the County government provides a full range of public services including public safety, roads and facilities, social services, administrative services, health services, sanitation, library, parks and recreational facilities and a variety of other general governmental services. Every resident of the County, directly or indirectly, benefits from these services. Most services performed by the County are provided for all residents, regardless of whether those residents live in cities or unincorporated areas.

In accordance with the County Budget Act in the California Government Code, the County adopts a final budget each year. This annual budget serves as the foundation for the County's financial planning and control. The County maintains budgetary controls to assure compliance with legal provisions embodied in the annual appropriated budget approved by the Board. If appropriations are not sufficient, Board of Supervisors-approved appropriation transfers are required before commitments or expenditures are permitted. Unencumbered annual appropriations lapse at year-end.

FACTORS AFFECTING FINANCIAL CONDITION

Local Economy

The County of San Benito's economy has continued to experience increases in housing construction. Attracting homebuyers from the northern bay area with the lower housing costs. The net assessed value of taxable property, along with the total taxes levied, have increased to \$9.2 billion. The unemployment rate in the County improved from 5.8% in June 2019 to 7.9% in June 2020, but is higher than the State's June 2020 average of 7%. All of these factors will impact the County's revenue and tax base.

On March 6, 2020 the County Administrative Officer (CAO) of the County of San Benito proclaimed a local emergency, as defined in Government Code section 8558, and requested that the Governor of the State of California proclaim a State of Emergency for the County of San Benito, and requested a federal declaration to provide assistance with losses and emergency expenditures incurred by the County and affected cities and districts within the County, resulting from the novel corona virus (COVID-19). On March 10, 2020 the County of San Benito approved a Resolution to ratify and extend the proclamation, made by the CAO, of the existence of a local emergency. The County's local sales tax and transient occupancy tax revenues decreased in the fourth quarter of fiscal year 2019/2020 due to the impacts of COVID-19. As a result of the shelter-in-place businesses across various industries have been impacted significantly hard. The local economy saw decreases in sales of gasoline, restaurant food, contractors and material suppliers. However, online sales activity hit record highs.

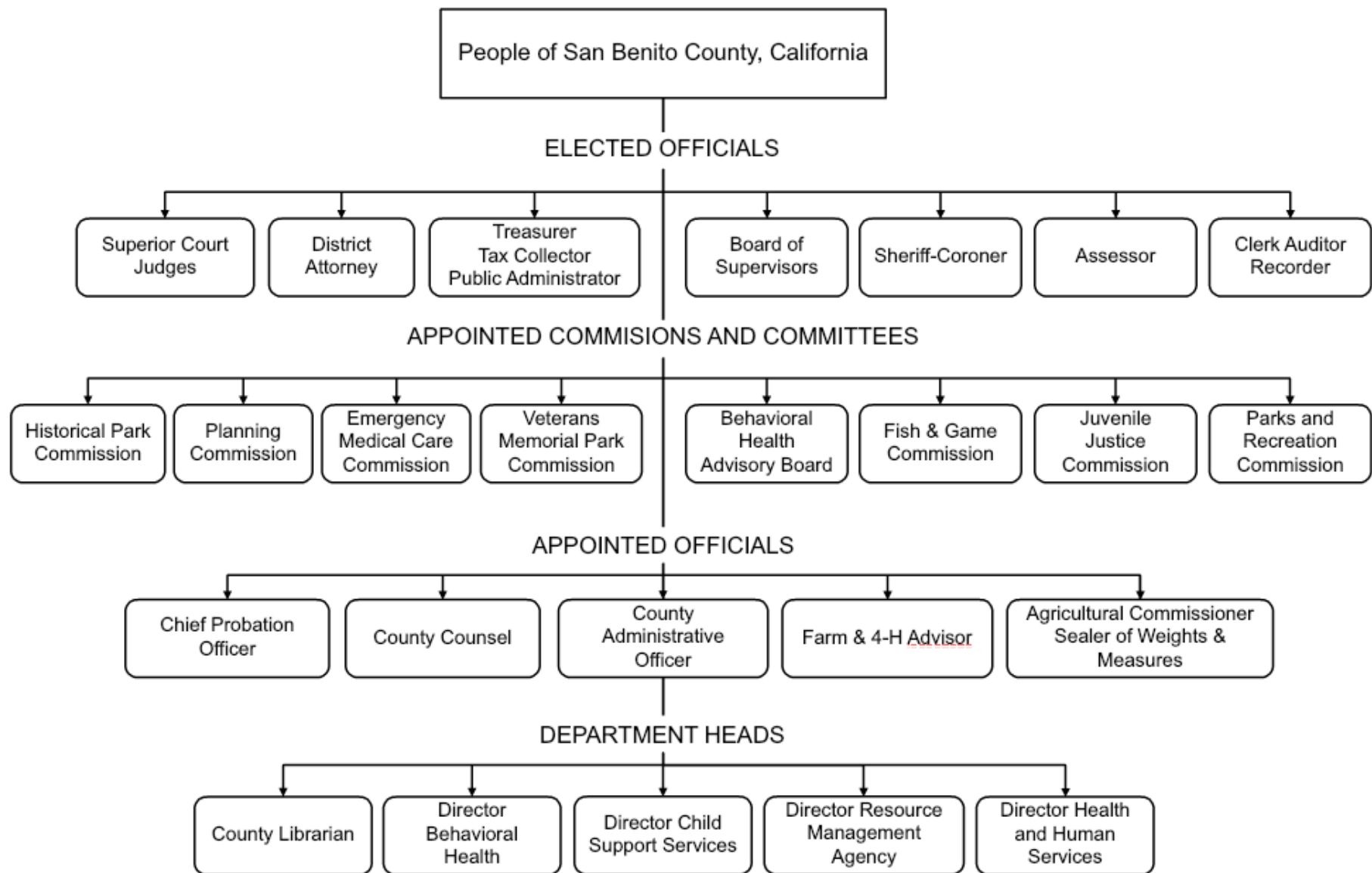
Acknowledgments

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the Accounting Division of the Office of the Auditor. I would like to express my appreciation to all members of the Auditor's Office and County departments who assisted and contributed to its preparation. I would also like to thank the members of the Board of Supervisors and the County Administrator for their interest and support, and for their leadership, planning and conducting the financial operations of the County in a responsible and progressive manner. I also thank the accounting firm of Eide Bailly LLP, for their assistance and guidance in the preparation of this report.

Respectfully submitted,

Joe Paul Gonzalez

Joe Paul Gonzalez
Auditor-Controller-Clerk-Recorder-Registrar



San Benito County Elected and Appointed Officials

Elected Officials

Board of Supervisors:

District 1	Mark Medina
District 2	Anthony Botelho
District 3	Peter Hernandez
District 4	Vacant
District 5	Jaime De La Cruz, Chair
Assessor	Tom Slavich
Clerk, Auditor, Recorder, Registrar of Voters	Joe Paul Gonzalez
District Attorney	Candice Hooper
Sheriff - Coroner	Darren Thompson
Treasurer, Tax Collector, Public Administrator	Melinda Casillas

Appointed Officials

County Administrative Officer	Ray Espinosa
Agricultural Commissioner – Sealer of Weights & Measures	Karen Overstreet
Chief Probation Officer	Joe Frontella
County Counsel	Barbara Thompson
County Health Officer	David Ghilarducci, M.D.
Director - Child Support Services	Jamie Murray
Director - County Library	Nora Conte
Director - Health & Human Services Agency, Interim	Tracey Belton
Director - Mental Health Services	Alan Yamamoto
Director - Resource Management Agency	Benny Young
Director - U.C. Cooperative Ext. Service	Lynn Schmitt-McQuitty



Independent Auditor's Report

To the Board of Supervisors
County of San Benito, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of San Benito, California (County), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management of the County 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.

What inspires you, inspires us. | eidebailly.com

4040 Campbell Ave., Ste. 200 | Menlo Park, CA 94025-1053 | T 650.522.3400 | F 650.645.7393 | EOE

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, pension schedules, and other post-employment benefits schedules on pages 4–20 and 83–101 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 County's basic financial statements. The introductory section, combining and individual nonmajor fund 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 schedules are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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 schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 22, 2021 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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 County's internal control over financial reporting and compliance.

The image shows a handwritten signature in black ink that reads "Eide Sully LLP". The signature is written in a cursive, flowing style.

Menlo Park, California
January 22, 2021

COUNTY OF SAN BENITO
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2020

As management of the County of San Benito, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County of San Benito for the fiscal year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal at the front of this report and the County's financial statements which follow this section.

I. FINANCIAL HIGHLIGHTS

- On March 6, 2020 the County Administrative Officer (CAO) of the County of San Benito proclaimed a local emergency, as defined in Government Code section 8558, and requested that the Governor of the State of California proclaim a State of Emergency for the County of San Benito, and requested a federal declaration to provide assistance with losses and emergency expenditures incurred by the County and affected cities and districts within the County, resulting from the novel corona virus (COVID-19). On March 10, 2020 the County of San Benito approved a Resolution to ratify and extend the proclamation, made by the CAO, of the existence of a local emergency.
- The Coronavirus Aid, Relief, and Economic Security (CARES) Act was passed by Congress and signed into law on March 27th, 2020. Through this economic relief the County of San Benito will receive approximately \$6.3 million in funding, which will be used for various COVID-19 purposes in FY2020/21.
- Additionally, County departments received an approximately \$500 thousand, combined, during the fiscal year 2019/2020, in aid from other government revenue for public health and public assistance programs to help mitigate the impact of COVID-19 within the County.
- Fiscal year 2019/2020 fourth quarter resulted in a gross receipt decrease of 4% for sales and use tax revenues for the County, which is attributed to the impact of COVID-19. Restrictions caused by the shelter in place cut heavily into sales of gasoline, restaurant food, contractors and material suppliers. However, online sales activity hit record highs which caused an increase in the countywide use tax pool.
- Transient occupancy taxes nearly doubled over the previous year between the months of October 2019 and March 2020. However, in the fourth quarter, between the months of April and June 2020, TOT revenues decreased by \$72 thousand, nearly half of the total received in the same quarter of the previous year.
- S&P Global Ratings affirmed the County of San Benito existing rating of 'AA' for the San Benito County Financing Corporation, California series 2020 Certificates of Participation (COPs), related to the Behavioral Health Facility Project.
- The final par amount of the 2020 COP's is \$10.19 million with a true interest cost of 2.47%.

- Capital outlay expenditures, in governmental funds, decreased by \$6.3 million, primarily due to the completion of the solar project and phase 2 of the homeless shelter project, and near completion of the adult detention facility.
- At the close of the current fiscal year, the County's governmental funds reported combined fund balances of \$101 million, an increase of \$12.3 million in comparison to the ending fund balance in the previous fiscal year, largely contributed by the certificates of participation issued for the Behavioral Health Facility Project during the year. Approximately 8%, \$8.4 million, is available for spending at the government's discretion (unassigned fund balance).

II. OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis provided here are intended to serve as an introduction to the County of San Benito's basic financial statements. The County of San Benito's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

Government-Wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of the County's assets, liabilities, and deferred inflows/outflows of resources, with the difference 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 County is improving or deteriorating.

The *Statement of Activities* presents information showing how the County of San Benito's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their cost through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public protection, public ways and facilities, health and sanitation, public assistance, education, and recreation and cultural services. The county has one business-type activity, the John Smith Landfill (solid waste fund).

Component units are included in the basic financial statements and consist of legally separate entities for which the County is financially accountable, and have the same, or substantially the same board as the County or provides services entirely to the County. The County Service Areas (CSA's) and Community Facilities Districts (CFD's) are examples of these. Financial data of the CSA's and CFD's are combined with the presentation of the primary government's financial data and are therefore referred to as a "blended" component unit (see Note 1 for more details). On the other hand, a "discretely

presented” component unit is one that is presented separately in the financial statements to emphasize its independence from the primary government. The County of San Benito has one discretely presented component unit, First 5 San Benito.

The government-wide financial statements can be found on pages 22-23 of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that are segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County are separated into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental* activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government’s near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between *governmental funds* and *government-wide statements*.

The County maintains 34 individual governmental funds. For financial reporting purposes, information is presented separately for major funds: General Fund, Human Services Agency Fund, Road Fund, Mental Health Fund, Capital Improvement Projects Fund, and Tobacco Fund. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances for these six funds. Information for the remaining 29 governmental funds is combined into the presentation of Other Governmental Funds. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements located under the Supplementary Information section in this report, starting on page 103.

The governmental funds financial statements can be found on pages 25-28 of this report.

Proprietary Funds. *Proprietary funds* include Enterprise Funds and Internal Service Funds. Enterprise funds report the same functions presented as the business-type activities in the government-wide financial statements. The County has one enterprise fund used to account for its Landfill-Solid Waste Operations. Internal service funds are used to accumulate and allocate costs internally among the County’s various functions. The County’s internal service fund consists of the energy resource management system, or solar project, completed in fiscal year 2019/2020. The solar project is primarily a benefit to the primary government rather than business-type functions, therefore the internal service fund is included in the governmental activities of the government-wide financial statements.

The proprietary fund financial statements can be found on pages 29-31 of this report.

Fiduciary Funds. *Fiduciary funds* are used to account for resources that are held for the benefit of third parties outside of the County. Fiduciary funds are not available to support the County's own programs. The County uses an Investment Trust Funds statement to detail the additions and deductions of net assets in the form of investment income, and receipt and withdrawals by depositors. As fiduciary funds are not County funds, detailed analysis of them will not be included in this discussion.

The basic fiduciary fund financial statements can be found on pages 32-33 of this report.

Notes to the Basic Financial Statements. The Notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 35 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the County's progress in funding its obligation to provide other post-employment benefits (OPEB) to its employees. It also provides information about the County's proportionate share of the California Public Employees Retirement (CalPERS) Safety pension plan collective net pension liability and information regarding the County's contributions to CalPERS; as well as, the County's net pension liability for the Miscellaneous Pension Plan and the County's net OPEB liability for retiree medical benefits. Required supplementary information can be found beginning on page 83 of this report.

This section also includes budgetary comparison schedules which compare the budgeted amounts for the fiscal year with the actual activity for four of the County's Major Governmental Funds - the General Fund, the Human Services Agency, the Road Fund, and the Mental Health Fund. This information shows how well the County stayed within the budget constraints it established.

The notes to the required supplementary information discuss the County's budgetary basis of accounting and the policies and regulations to which it adheres.

Combining and Individual Fund Statements and Schedules. The financial statements of the County's non-major funds are represented here. It includes all other non-major special revenue funds, the developer projects fund, and the County's debt service fund, and can be found beginning on page 103 of this report. Additional budget-to-actual comparison schedules are presented for the County's Capital Improvement Projects fund and all individual non-major special revenue funds for which annual budgets are legally adopted.

III. GOVERNMENT-WIDE OVERALL FINANCIAL ANALYSIS

The net position over time may serve as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$161.9 million at the close of the most recent fiscal year.

Statement of Net Position (condensed)							
(in thousands)							
	Governmental Activities		Business-type Activities		Total		Percent
	2020	2019	2020	2019	2020	2019	Change
Assets:							
Current and other assets	\$ 135,243	\$ 116,251	\$ 8,221	\$ 7,164	\$ 143,464	\$ 123,415	16.2 %
Capital assets, net	127,905	118,528	648	691	128,553	119,219	7.8 %
Total assets	263,148	234,778	8,869	7,855	272,017	242,633	12.1 %
Deferred outflows or resources:	15,510	15,561	48	45	15,558	15,606	(0.3)%
Liabilities:							
Current and other liabilities	22,734	15,642	143	118	22,877	15,760	45.2 %
Long-term liabilities	98,758	84,281	898	903	99,656	85,184	17.0 %
Total liabilities	121,492	99,923	1,041	1,020	122,533	100,944	21.4 %
Deferred inflows of resources:	2,419	2,352	10	10	2,429	2,362	2.8 %
Net Position:							
Net investment in capital assets	118,970	109,579	648	691	119,618	110,270	8.5 %
Restricted	82,315	47,455	751	740	83,066	48,195	72.4 %
Unrestricted	(47,204)	(9,460)	6,466	5,438	(40,738)	(4,023)	912.8 %
Total net position	\$ 154,081	\$ 147,574	\$ 7,864	\$ 6,868	\$ 161,945	\$ 154,442	4.9 %

By far, the largest portion of the County's net position reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure), less any related outstanding debt that was used to acquire those assets. The County uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Total government-wide (governmental and business-type activities) net position increased by \$7.5 million, an increase of 5% over the previous year's net position. Net investment in capital assets increased by approximately \$9 million over the previous year, which is contributed to the continued construction of the new behavioral health facility and the debt associated with the construction project. Total assets increased by \$29.4 million, a positive change of 12.1%, in large part due to increase in restricted cash from the issuance of a certificate of participation for the construction of the behavioral health facility, an increase in due from other governments, and an increase in depreciable capital assets for the completion of the homeless shelter and solar projects. Note 7 provides additional information on the COPs issued in 2020. The \$21.6 million increase to total liabilities also included an increase of the County's net pension liability, which increased by \$4.7 million.

Governmental Activities. During the current fiscal year, net position for governmental activities increased \$6.5 million from the prior fiscal year's net position for an ending balance of \$154.1 million. The positive change to assets was due to an \$11 million increase of cash in other bank accounts for long-term debt proceeds from the 2020 certificates of participation for the construction of the behavioral health facility. Additionally, there was an increase of \$8.7 million to nondepreciable capital assets currently in construction in progress for the adult detention facility and behavioral health facility. The issuance of the 2020 COP had a corresponding impact to total liabilities, as long-term debt increased by a net \$10.5 million.

Business-type Activities. The business-type activities are represented by the County's Landfill-Solid Waste operations and total assets increased by \$1 million, primarily in cash during the year which resulted primarily from charges for services and interest income. Overall there was minimal change over the previous fiscal year, the largest change occurring in accounts receivable which increased by \$167 thousand. Accounts payable and other accrued liabilities increased by \$25 thousand over the previous fiscal year.

	Changes in Net Position							Percent Change
	(in thousands)							
	Governmental Activities		Business-type Activities		Total			
	2020	2019	2020	2019	2020	2019		
Revenues:								
Program revenues:								
Fees, fines and charges for services	\$ 16,637	\$ 14,242	\$ 1,925	\$ 1,610	\$ 18,562	\$ 15,852	17 %	
Operating grants and contributions	57,954	50,379	51	49	58,005	50,428	15 %	
Capital grants and contributions	6,590	10,285	—	—	6,590	10,285	(36)%	
General revenues:								
Property taxes	19,370	18,064	—	—	19,370	18,064	7 %	
Other taxes	3,984	7,257	—	—	3,984	7,257	(45)%	
Interest and investment earnings	2,443	2,130	141	136	2,584	2,266	14 %	
Other revenue	689	202	—	—	689	202	241 %	
Transfers in (out)	341	6	(341)	(6)	—	—	— %	
Total revenues	\$ 108,010	\$ 102,565	\$ 1,775	\$ 1,789	\$ 109,784	\$ 104,354	5 %	
Expenses:								
General government	\$ 12,435	\$ 15,171	\$ —	\$ —	\$ 12,435	\$ 15,171	(18)%	
Public protection	35,789	32,564	—	—	35,789	32,564	10 %	
Public ways and facilities	9,594	8,167	—	—	9,594	8,167	17 %	
Health and sanitation	15,957	12,108	—	—	15,957	12,108	32 %	
Public assistance	25,499	23,480	—	—	25,499	23,480	9 %	
Education	1,302	1,021	—	—	1,302	1,021	28 %	
Recreation and culture	218	193	—	—	218	193	13 %	
Interest on long-term debt	708	374	—	—	708	374	89 %	
Solid waste	—	—	779	749	779	749	4 %	
Total expenses	\$ 101,503	\$ 93,079	\$ 779	\$ 749	\$ 102,281	\$ 93,827	9 %	
Change in net position	6,507	9,486	996	1,040	7,503	10,526	(29)%	
Net position, beginning	147,573	138,087	6,868	5,828	154,441	143,915	7 %	
Net position, ending	\$ 154,080	\$ 147,573	\$ 7,864	\$ 6,868	\$ 161,944	\$ 154,441	5 %	

Changes in Net Position. *Governmental activities* program revenue, which includes charges for services (service charges, fines and fees) and grants for operations and capital acquisitions, had a combined net increase of \$6.3 million over the previous fiscal year. Fees, fines and charges for services increased by \$2.7 million and grants and contributions increased in total by approximately \$5.1 million. General revenues, which includes taxes, investment earnings and miscellaneous revenues decreased by a combined \$1.2 million. This consists of a \$3.3 million decrease in other taxes decreased, contributed by a reclassification of a revenue source from other taxes to aid from other governments, and a \$1.3 million increase in property tax revenues for current secured and in-lieu of VLF. Expenditures for the fiscal year were \$102 million, an increase of \$8.5 million from last year, including \$3.8 million in health and sanitation, which is largely contributed by the construction costs of the new behavioral health facility.

Business-type activities (Landfill) experienced a \$315 thousand increase to fees, fines and charges for services. Expenditures including transfer outs increased by approximately \$335 thousand, resulting in a positive increase to net position of \$996 thousand.

IV. FINANCIAL ANALYSIS OF COUNTY FUNDS

As mentioned in the overview of the financial statements of this section, the County uses fund accounting to ensure and demonstrate compliance with budgetary and legal requirements.

Governmental Funds. Governmental funds include, the General Fund, major and nonmajor special revenue funds, and Developer Project and Debt Service funds. Included in the nonmajor special revenue funds are the blended component units, special districts, governed by the County Board of Supervisors. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources, such information is useful in assessing the County's financing requirements.

As of the end of the fiscal year, the County's governmental funds reported total fund balances of \$101 million, an increase of \$12.3 million from the previous year's fund balance. The increase in fund balance is mainly attributed to the net increase of \$7.2 million dollars in the Capital Improvement Projects Fund, and an increase of \$3.7 million combined in County Impact Funds collected through construction permits. The General Fund experienced a \$453 thousand decrease net change in fund balance for the year. The net change was largely due to increased operational costs in the Sheriff's department of \$1.4 million, and an increase in the elections department for one-time election expenditures of approximately \$900 thousand.

The governmental funds combined unassigned fund balance of \$8.4 million represents the County's resources that are not classified in the other categories and are considered available for current and future needs. The restricted fund balance of \$82.3 million are amounts with constraints placed on their use by those external to the County, largely found in the County's major and nonmajor special revenue funds; General Fund restricted balances include amounts collected and regulated by state statute and granting agencies, as well as amounts held at PARS for the County's pension obligations. Restricted fund balance consisted of \$41.2 million of non-major special revenue funds for impact fees established by the County Board of Supervisors through ordinance or resolution, and regulated by California

statutes. The Assigned fund balance of \$10 million is earmarked to meet the County's current and future needs, including capital improvement projects and self-insurance claims. The Nonspendable balance of \$604 thousand represents a balance of inventories and prepaid expenditures, which cannot be spent because of their form (see the Fund Balance section of Note 1 - Summary of Significant Accounting Policies). The major activities in the County's governmental funds are highlighted in the next section.

General Fund. The General Fund is the chief operating fund of the County. All County activities not included in a separate fund are included in the General Fund. At June 30, 2020, unassigned fund balance totaled \$8.8 million, while the total fund balance amounted to \$27.5 million. As a measure of the general fund's liquidity, it is useful to note that the unassigned fund balance represents 19% of the fund's total expenditures.

General Fund expenditures increased by 20%, or \$7.79 million, due to an increase of \$3.6 million in general government expenditures current expenditures, and \$3.8 million increase in current public protection expenditures. Salary and benefit expenditures increased by approximately \$1.9 million across all functions. Capital asset expenditures increased by a combined \$1.7 million over the previous year for all functions; capital asset expenditures included land acquisition of \$397 thousand, vehicle purchases of \$613 thousand greater than the previous year, and the recognition of a capital lease of \$355 thousand.

The General Fund experienced a change in charges for services, due to a reclassification of charges for services revenues to the general fund for central services provided to other governmental funds. Property tax revenues in current secured and in-lieu of VLF increased by a combined \$1.2 million.

Human Services Agency. The Human Services Agency's primary revenue sources are derived from State and Federal agencies, which establish restrictions on its uses. Fund balance totaled \$6.8 million at June 30, 2020, a net increase of \$2.1 million. Total revenue during the year increased by \$4.1 million or by 20%, primarily due to the \$4 million increase in aid from other government. The county received \$1.6 million one-time funding for Whole Person Care Housing program to fund both short term and long term housing needs of Medi-Cal clients with mental health issues. The aid from federal administration advance increased by \$1.2 million owing to \$1.1 million increase in Calworks, CEC and CAPI Admin advances and the \$176 thousand increase in the CWS, TANF and Title XX revenues. Total expenditures increased by \$1.1 million, or 5%, over the previous year mainly due to \$261 thousand increase in salary and benefits, \$211 thousand increase in services and supplies, and \$568 thousand increase in other charges. The department's total expenditures exceeded total revenues by \$2 million, resulting in an overall increase in fund balances of \$2.2 million.

Road Fund. The Road Fund, in which all road and infrastructure projects are recorded, showed a \$4 million increase in revenues and other financing sources, over the previous year. Revenues increased in aid from other governments, which represent state and federal funding for various road capital projects. Expenditures, both current and capital, increased by approximately \$8.2 million over the previous fiscal year. Capital expenditures related to road capital projects increased by \$7.2 million over the previous fiscal year; \$2.9 million of which were associated with the Hospital Road Bridge project. Meanwhile non-capital, or current expenditures increased by \$865 thousand.

Mental Health Fund. The Mental Health Fund also receives its funding from state and federal agencies, making its fund balance restricted. At June 30, 2020 fund balance totaled \$16.1 million. The Fund experienced a decrease in aid from other government revenue of approximately \$1.2 million, from public assistance and mental health state aid. Total revenues exceeded total expenditures by \$574 thousand during the year, hence the fund once again experienced a net increase during the year of approximately \$564 thousand.

Capital Improvement Projects Fund. The Capital Improvement Project Fund reports all revenues and expenditures associated with capital projects primarily for property and equipment of the County. The fund experienced decreases in overall revenues, expenditures, and other financing sources and uses. Revenues decreased as the adult detention facility was near completion, which resulted in a decreased in aid from other governments for the funding of the project. Additionally, with the majority of the adult detention facility expenditures having occurred in prior years, total capital expenditures decreased. Capital expenditures were largely associated with the construction of the County's behavioral health facility project. Other financing sources included the issuance of the 2020 certificates of participation (COP) for the new behavioral health facility construction project. The issuance of the 2020 COP is discussed further in Notes 7.

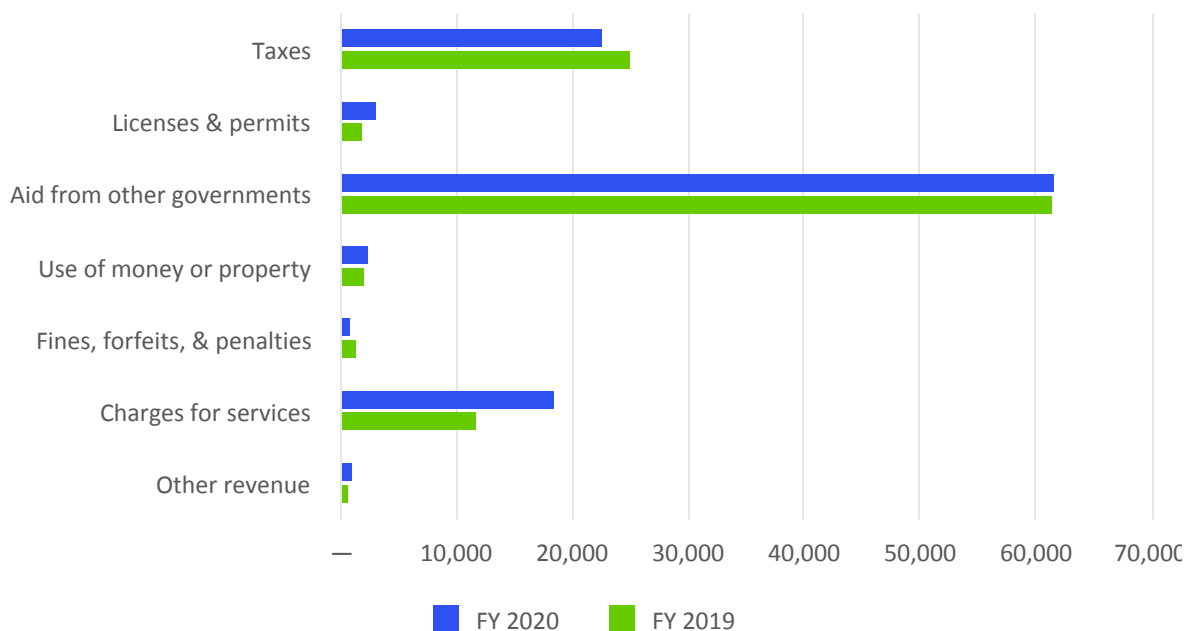
Tobacco Fund. At June 30, 2020 the restricted fund balance of the Tobacco Fund totaled \$871 thousand, an increase of \$55 thousand from the previous year, which consists of interest earned in the cash with fiscal agent account in which the funds are held. This Fund has been earmarked for capital project costs of the County.

Other Governmental Funds. Other Governmental Funds finance specific services for the benefit of County constituents. Included are the County's impact fee funds, and blended component units, as well as various protective and health service funds. The sum of the restricted, committed, assigned and unassigned fund balances of the remaining governmental funds increased by approximately \$5.4 million; the operating expenditures of the funds were less than the revenues collected during the year. Various County impact funds reported a combined \$4.2 million net change in fund balance. The County's blended component units reported as county service areas and community facilities districts experienced a combined increase of approximately \$524 thousand to fund balance, and all other non-major special revenue funds experienced a combined increase to fund balance of \$700 thousand.

Revenues. The following table presents the revenues by category from various sources as well as the amounts and changes from the prior year in governmental funds.

Revenues Classified by Source (in thousands)						
	FY 2020		FY 2019		Change	
	Amount	% of Total	Amount	% of Total	Amount	% of Change
Taxes	\$ 22,642	20.5 %	\$ 25,057	24.0 %	\$ (2,415)	(9.6)%
Licenses and permits	3,172	2.9 %	1,914	1.8 %	1,258	65.7 %
Aid from other governments	61,750	56.0 %	61,523	58.9 %	227	0.4 %
Use of money or property	2,443	2.2 %	2,130	2.0 %	313	14.7 %
Fines, forfeits, and penalties	796	0.7 %	1,297	1.2 %	(501)	(38.6)%
Charges for services	18,444	16.7 %	11,802	11.3 %	6,642	56.3 %
Other revenue	1,012	0.9 %	683	0.7 %	329	48.2 %
Total	\$ 110,258	100 %	\$ 104,406	100 %	\$ 5,852	5.6 %

Revenues Classified by Source (in thousands)



Revenue totals reported in governmental funds has a net increase of \$5.9 million or 5.6%. The largest increases being in charges for services, licenses and permits, while fines, forfeits, and penalties experienced the largest decrease over the previous year.

Tax revenues account for 21% of all revenues received by governmental funds of the County. The change in taxes revenue over the previous fiscal year was a result of a reclassification of the one-half cent sales tax revenue imposed by Proposition 172, from tax revenue to aid from other governments. When you exclude any amounts received from prop 172 from the taxes totals, tax revenues increased

by approximately \$1.3 million over the previous fiscal year; the largest increases resulting in current secured taxes and taxes in-lieu of VLF.

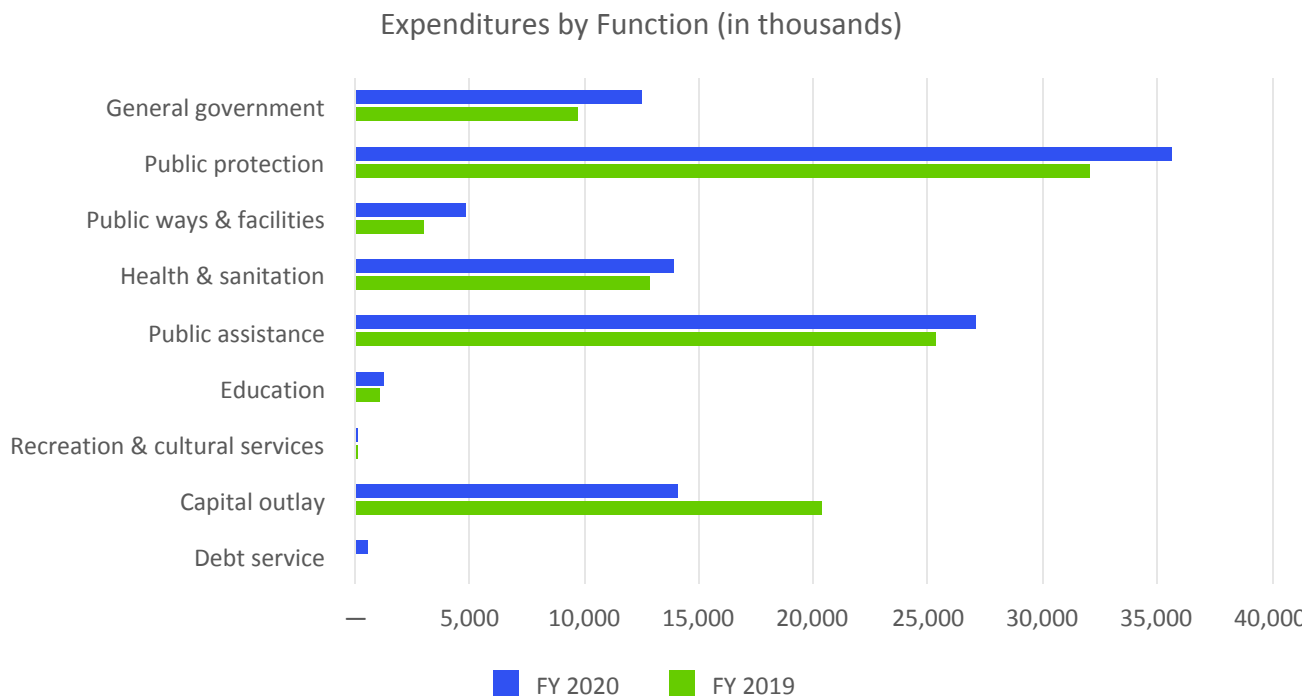
Revenues from licenses and permits increased by \$1.3 million; mainly due to three large residential developments within the County which resulted in an increase of construction permit fees of \$882 thousand. An increase of \$389 thousand resulted from an increase in planning fees associated with the previously mentioned residential developments, as well as a reimbursement for planning associated costs incurred by the County.

Charges for services has a net increase of \$6.6 million due to about a \$2 million increase in charges for services in the impact fee funds of the County, reported as non-major special revenue funds. The remaining amount of the net change occurred due to a the reclassification of charges for services by General Fund departments that provide services to other governmental funds, in prior year reimbursements had been reported as a decrease in expenditures.

Other revenue primarily due to a \$359 thousand increase in the Road Fund, from impact fee revenue received from Waste Connections Inc., the Landfill-Solid Waste operator for future improvements to roads leading to the Landfill.

Expenditures. The following table presents expenditures by function as well as the amounts and changes from the prior year in governmental funds.

Expenditures by Function (in thousands)						
	FY 2020		FY 2019		Change	
	Amount	% of Total	Amount	% of Total	Amount	% of Change
General government	\$ 12,578	11.4 %	\$ 9,775	9.3 %	\$ 2,803	29 %
Public protection	35,734	32.3 %	32,103	30.6 %	3,631	11.3 %
Public ways and facilities	4,916	4.4 %	3,082	2.9 %	1,834	59.5 %
Health and sanitation	13,974	12.6 %	12,929	12.3 %	1,045	8.1 %
Public assistance	27,184	24.6 %	25,400	24.2 %	1,784	7.0 %
Education	1,306	1.2 %	1,126	1.1 %	180	16.0 %
Recreation and cultural services	143	0.1 %	136	0.1 %	7	5.3 %
Capital outlay	14,117	12.8 %	20,449	19.5 %	(6,332)	(31)%
Debt service	626	0.6 %	—	— %	626	100 %
Total	\$ 110,578	100 %	\$ 105,000	100 %	\$ 5,578	5.3 %



General government expenditures increased by \$2.8 million due to a reclassification of reimbursements to the General Fund for charges for services to other governmental funds, and an increase to supplies for the following divisions: \$911 thousand Administration Officer, \$847 thousand Internal Services, \$356 thousand Information Technology, \$899 thousand Auditor's Office, \$508

thousand Maintenance, and \$56 thousand Census 2020.

A \$3.6 million increase in public protection expenditures was due to a \$714 thousand increase in workers compensation costs, an increase in operational costs of \$885 thousand in the Jail department, \$368 thousand for Disaster Recovery, \$328 thousand for Land development projects, \$210 thousand for the District Attorney, and \$151 thousand for Housing development projects.

Public Ways expenditures increased by \$1.8 million due to a \$760 thousand increase in services and supplies under the county service areas fund, and the Road fund experienced a net increase of \$800 thousand, but experienced an increase of \$700 thousand in services and supplies as a result of various construction contracts with vendors.

Health and sanitation expenditures increased by \$1 million mainly due to the \$600 thousand net increase in Mental Health fund expenditures, as a result of the \$1.2 million increase in salaries and benefits and the \$600 thousand decrease in other charges due to reversion to the state of unspent MHSA funding and high inpatient care cost in prior fiscal year. Moreover, Other Governmental Funds increased by \$267 thousand due to an increase in Substance Abuse Fund for \$132 thousand uncollected federal portion of SABG accounts receivable for FY18/19, \$189 thousand increased costs for services related to Public Health.

Public assistance expenditures increased by \$1.8 million primarily due to \$1.1 million increase in Human Services Agency expenditures, attributable to the \$261 thousand increase in salary and benefits, \$211 thousand increase in services and supplies as new consulting services and contracts were entered into in the current year with First 5 San Benito and Community Solutions, and \$568 thousand increase in other charges. During the year, the county paid \$150 thousand under the First 5 for child abuse and neglect prevention and intervention contract and \$123 thousand under the Community Solutions for Commercially Sexually Exploited Children (CSEC) contract. Other charges went up by \$568 thousand owing to the increase in HSA's service delivery in various welfare programs and rental assistance as more funding became available as a result of the COVID-19 mitigation measures by the government. Also, public assistance expenditures in the other governmental funds increased by \$525 thousand as a result of the \$399 thousand increase in CSWD's salaries and benefits and \$130 thousand increase in services and supplies due to the \$58 thousand HEAP expenditures that were moved to CSWD while the county paid \$83 thousand to Gavilan College for the CalWorks Program contract.

Capital outlay expenditures decreased by \$6.3 million over the previous fiscal year, primarily in the capital improvement projects fund under the functions of public protection and public ways and facilities, as the adult detention facility and solar projects reached completion during the year.

Debt service increased by \$626 thousand as a result of the first debt service payments for the 2019 certificates of participation (adult detention facility) and the capital lease payments (solar project). All principal and interest payments for the debt are accounted for under the debt service fund.

Proprietary Funds. The County has two proprietary funds, the John Smith Landfill (Landfill-Solid Waste Fund) and the Internal Service Fund, which was established for the energy resource management project of the County. The net change of revenues over expenses in the Solid Waste Fund was

approximately \$1 million, which is similar to the change in net position of the previous fiscal year. The Solid Waste Fund reported a transfer of \$341 thousand to the Road Fund, \$324 thousand of which was to fund the John Smith Road overlay project.

Total assets in the proprietary funds increased by \$1.02 million due to the \$911 thousand increase in cash as operating revenue during the year, and accounts receivable from its customers in the fund also increased. There is no balance in assets and liabilities of the internal service fund which was used to account for the solar and energy improvement project for various County facilities. The solar panel installations were completed in FY19/20, and transferred to the capital improvement project and debt service funds. This project was funded through lease financing and related liabilities are recognized as capital lease obligations.

V. GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund revenues for the fiscal year were budgeted at \$43.3 million and actual revenues collected were \$44.8 million. General fund tax revenues were budgeted at \$20.6 million and actual taxes collected were \$21.1 million. Revenue from licenses, permits, and franchises was budgeted at \$1.7 million and actual revenue collections were \$3.2 million, mainly due to increases in planing and construction permits which increased significantly in April through June of 2019 and continued into fiscal year 2019/2020. Prior to this period, actual permit fee revenues averaged approximately \$1.7 million. Aid from other governments was budgeted at \$9.7 million and actual revenue received was \$9.5 million. Management has been conservative in its estimates of use of money, which have been historically budgeted at \$125 thousand; actual use of money during the year was \$1 million. Fines, forfeitures, and penalties were budgeted at \$1 million and actual revenues collected were \$755 thousand. Charges for services were budgeted at \$9.2 million and actual revenues collected came in short at \$8.9 million. Other revenue was budgeted at \$1.2 million with actual revenue of \$360 thousand.

Total budgeted expenditures for the year were \$54.9 million while actual total expenditures were \$46.1 million, a difference of \$8.8 million. Compared to the original adopted budget of \$51.6 million, which would have resulted in a \$4.1 million variance. Actual expenditures in salaries and benefits, and services and supplies were \$3 million and \$4 million less than budgeted, respectively. Consulting services budgeted in the General Fund's planning department were less than anticipated, and employee leave accruals expenditures had been budgeted, which were not incurred.

VI. CAPITAL ASSETS AND LONG-TERM LIABILITIES ADMINISTRATION

Capital Assets. Valuation has been established for the County's infrastructure, property improvements and equipment, and a schedule of depreciation has been prepared for each capital asset class. The County Landfill capital assets are discussed separately in this report.

Assets classed as infrastructure include roads, bridges, bike paths and culverts- storm drains. Roads are depreciated at 35 years for larger, major traffic carrying streets and 50 years for minor, less utilized streets. Bridges are depreciated at 50 years, as are bike paths. Culverts and storm drains are depreciated at 30 years for metal culverts and 50 years for concrete. All infrastructure capital assets

are depreciated using the straight line method and the county uses the “Basic Approach” as defined by GASB No. 34 for infrastructure reporting.

Assets classed as property improvements include all improvements to land or existing structures owned by the County. Land is not depreciated by the County. Improvements that are full-scale buildings are depreciated for 50 years. All other improvements are depreciated for 15 years. All improvements are depreciated using the straight line method.

Assets classed as equipment are either individual or grouped assets that have a cost of \$5 thousand or more. These assets are grouped as vehicles, computers, or furniture and equipment on the schedules. All assets in this class are depreciated at 3 or 5 years using the straight line method. Software is depreciated at a 5 year minimum using the straight line method. The same useful life schedules are used for equipment and software acquired through capital lease.

The original cost of County infrastructure assets is \$176.3 million, an increase of \$3.4 million due to \$2.9 million in major improvements on the Hospital Road and the transfer of \$1.2 million from construction in progress to depreciable infrastructure for the completion of the River Parkway Road project. Infrastructure has accumulated depreciation of \$121 million, including the addition of \$3.3 million of depreciation expense for the current year. The net asset value, or unrecovered cost of infrastructure, is \$55.3 million.

Original cost of property improvements is \$37.6 million, an increase of \$10 million for projects completed during the year. The majority of the total amount transferred to depreciable property was for the solar improvements project of \$8.1 million, and the emergency homeless shelter construction of approximately \$1.5 million. Property improvements depreciation expense was \$1.3 million for the year, bringing total accumulated depreciation to \$17.1 million. Unrecovered cost (net asset value) at the end of the year is \$20.4 million.

A total of \$1.5 million was added in capital asset equipment, bringing total original cost to \$21.2 million at fiscal year-end. \$1.2 million consisted of a donated rescue vehicle valued at \$575 thousand, purchase of multiple vehicles with a combined value of \$150 thousand, and election voting equipment in the amount of \$262 thousand, with an additional \$355 thousand for capital leased equipment. Accumulated depreciation totaled \$18 million, including \$1.6 million in depreciation expense for the year.

Significant highlights to capital assets in fiscal year 2019/2020 included:

- \$397 thousand for Buena Vista land purchase.
- \$1.1 million additions to capital expenditures for the solar improvements project. The project was completed during the year with a total project cost of \$8.1 million.
- Phase 2 of the emergency homeless shelter project was completed during the year for a combined project cost of \$1.5 million.
- \$1.4 million in current year construction in progress (CIP) for behavioral health facility project.
- \$2.5 million in current year construction in progress (CIP) for the adult detention facility.
- \$733 thousand for vehicles, including a donated rescue vehicle with a fair market value of \$583 thousand.

More information on the primary governments capital assets reported for governmental activities and business-type activities can be found in Note 5.

Long-Term Liabilities. The County's compensated absences, the amount of time employees have earned and retained for vacation and comp time that is payable to them at some time in the future, was a total of \$3.7 million; an increase of \$534 thousand over the previous year for all employees. As separations of employment occur either by retirement or termination, all or a portion of their accumulated compensated absences become due and payable to them.

The County's liability for unpaid claims for self-insurance, including workers compensation, property loss, medical malpractice, and other types of loss, increased by \$185 thousand over the previous fiscal year; more information can be found in Note 14.

The County has entered into certain capital lease arrangements under which the related equipment will become the property of the County when all terms of the agreement are met. At fiscal year end capital lease obligations totaled \$8.4 million, a net increase of \$185 thousand contributed by a capital lease added during the fiscal year to finance an election/voting system. The capital lease with the largest liability value is \$8.1 million for the solar improvement project; more information on capital leases can be found in Note 6 and 7.

The County's long-term debt balance changed by \$10.8 million during the fiscal year, due to the certificates of participation (COP) issued by the San Benito County Financing Corporation for the behavioral health facility project for \$10.8 million, PG&E on-bill financing loans in the amount of \$247 thousand to finance costs for the solar improvements project, and \$120 thousand in debt service payments. The County covenants to include all lease payments due in the operating budget for each fiscal year and to make annual appropriations; more information can be found in Note 7.

The County also recognizes long-term liabilities for pension and other post-employment benefits for health care. The County's governmental activities net pension and net OPEB liabilities increased by a combined \$3.6 million, as the County continues to prefund for its liabilities through its investments in CERBT and PARS; more information can be found in Note 12 and Note 13.

VII. ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The County began the Strategic Planning process to aid in successfully advancing the County's vision and priorities over the next five years. The Strategic Plan will ensure maximum alignment between the County's resources and the Board of Supervisors' policy direction, countywide organizational culture, employee and stakeholder interest, and customer service expectations.

Despite the impacts of COVID-19, the County did not make any significant cuts to the FY20/21 budget. However, the County's regional department of child support did experience a 13.7% reduction in their state and federal revenues. Fortunately, the department had savings from vacant positions which allowed the department to avoid layoffs and significant cuts to its operating budget.

As part of the Coronavirus Aid, Relief, and Economic Security (CARES) Act, signed into law on March

27th, 2020, the County of San Benito was allocated \$6.4 million in aid from other governments. Approximately \$2.8 million is designated for public assistance programs for the community, and \$530 thousand for personal protective equipment, \$200 thousand for COVID-19 testing, and \$2.8 million for County's changing operational needs which resulted from COVID-19.

The Budget Act of 2020, enacted by Assembly Bill 89 on June 29, 2020, provided \$1 billion as a Realignment backfill for safety net services that counties administer on behalf of the state. This one-time safety net funding is for revenue losses for realigned programs and shall be used for health and human services programs, entitlement programs, and programs that serve vulnerable populations. The County of San Benito's total allocation is set at \$945 thousand.

The County is set to continue construction of a new Behavioral Health Facility in the coming years, with the proceeds from the 2020 Certificates of Participation. The County has focused heavily on local road and bridges repairs and construction projects. Through the passage of Measure G Local Transportation sales tax of 1%, it is anticipated that the County's capital road expenditures will increase over the next several years.

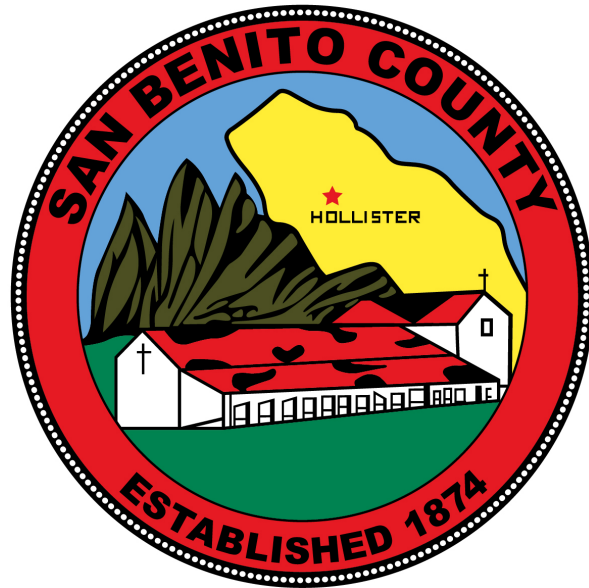
On June 2, 2020, the County Board of Supervisors approved an Other Post-Employment Benefits (OPEB) funding policy to contribute a fixed amount of \$500 thousand in OPEB costs, annually, and fund the pay-as-you-go OPEB costs using the County's assets held with CERBT and PARS. This funding policy will create a \$2 million savings to be used for other purposes.

VIII. REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances and assist anyone interested in the County's financial condition. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the San Benito County Auditor, 481 Fourth Street, 2nd Floor, Hollister, CA 95023.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS



COUNTY OF SAN BENITO

Statement of Net Position For the Fiscal Year Ended June 30, 2020

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	First 5 of San Benito
Assets				
Cash and investments:				
Held in County treasury	\$ 79,224,513	\$ 6,682,637	\$ 85,907,150	\$ —
Other bank accounts - restricted	27,036,639	750,607	27,787,246	—
Other bank accounts	8,056,808	—	8,056,808	652,444
Imprest cash	5,093	—	5,093	—
Receivables	5,724,649	562,838	6,287,487	409,368
Due from other agencies	—	225,000	225,000	—
Due from other governments	12,976,041	—	12,976,041	—
Loan receivable	1,614,698	—	1,614,698	—
Prepaid expenses and inventories	604,322	—	604,322	18,171
Net OPEB asset	—	—	—	36,787
Capital assets, nondepreciable	48,928,913	383,527	49,312,440	—
Capital assets, depreciable, net	78,976,256	263,981	79,240,237	83,665
Total Assets	263,147,932	8,868,590	272,016,522	1,200,435
Deferred Outflows of Resources				
Related to pension	12,104,643	22,697	12,127,340	59,306
Related to OPEB	3,404,941	24,810	3,429,751	38,206
Total Deferred Outflows of Resources	15,509,584	47,507	15,557,091	97,512
Liabilities				
Accounts payable and accrued liabilities	10,753,847	143,048	10,896,895	118,771
Due to other agencies	223,645	—	223,645	—
Deposits from others	858,725	—	858,725	—
Contingency reserve	9,158,713	—	9,158,713	—
Unearned revenues	303,837	—	303,837	—
Long-Term Liabilities:				
Portion due or payable within one year:				
Capital lease obligations	241,099	—	241,099	—
Compensated absences	365,950	—	365,950	7,002
Liability for unpaid claims	827,949	—	827,949	—
Interest on outstanding debt	332,868	—	332,868	—
Loan payable	67,389	—	67,389	—
Certificate of participation	265,000	—	265,000	—
Portion due or payable after one year:				
Unearned leasehold incentive	—	—	—	27,630
Closure/post-closure liability	—	714,000	714,000	—
Capital lease obligations	8,165,979	—	8,165,979	—
Compensated absences	3,293,552	5,146	3,298,698	14,005
Liability for unpaid claims	3,311,794	—	3,311,794	—
Loan payable	192,508	—	192,508	—
Certificate of participation	18,172,007	—	18,172,007	—
Net pension liability	61,704,700	150,801	61,855,501	394,074
Net OPEB liability	3,917,790	28,543	3,946,333	—
Total Liabilities	122,157,352	1,041,538	123,198,890	561,482
Deferred Inflows of Resources				
Deferred pension adjustments	1,379,596	2,669	1,382,265	6,970
Deferred OPEB adjustments	1,039,484	7,574	1,047,058	79,867
Total Deferred Inflows of Resources	2,419,080	10,243	2,429,323	86,837
Net Position				
Net investment in capital assets	118,970,464	647,508	119,617,972	83,665
Restricted (Note 16)				
PARS pension trust	3,593,258	—	3,593,258	—
General Fund programs	4,711,637	—	4,711,637	—
HSA programs	6,737,771	—	6,737,771	—
Mental Health programs	16,072,839	—	16,072,839	—
Capital projects	8,875,606	—	8,875,606	—
Purpose of funds	42,323,903	750,607	43,074,510	50,000
Unrestricted	(47,204,394)	6,466,201	(40,738,193)	515,963
Total Net Position	\$ 154,081,084	\$ 7,864,316	\$ 161,945,400	\$ 649,628

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Statement of Activities

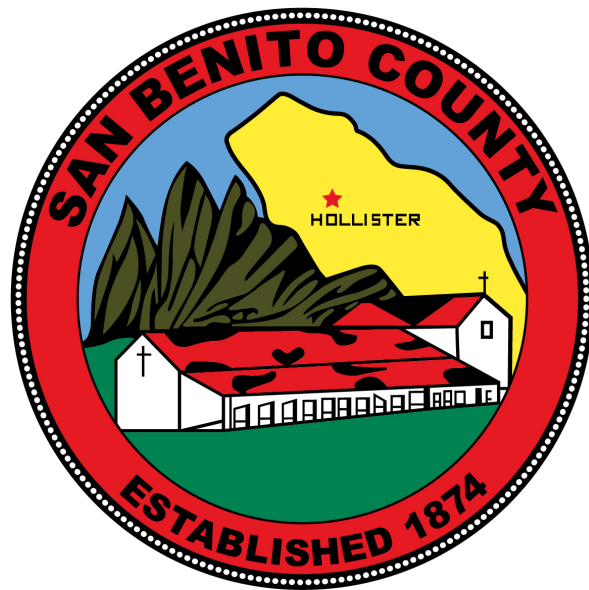
For the Fiscal Year Ended June 30, 2020

Functions/ Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit First 5 of San Benito
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business- type Activities		
Primary Government:								
Governmental Activities:								
General government	\$ 12,435,263	\$ 2,887,786	\$ 7,091,756	\$ —	\$ (2,455,721)	\$ —	\$ (2,455,721)	\$ —
Public protection	35,789,289	6,225,722	7,203,368	—	(22,360,199)	—	(22,360,199)	—
Public ways and facilities	9,594,177	4,566,572	2,076,354	6,590,453	3,639,202	—	3,639,202	—
Health and sanitation	15,957,259	1,339,807	12,841,390	—	(1,776,062)	—	(1,776,062)	—
Public assistance	25,499,007	773,656	28,446,575	—	3,721,224	—	3,721,224	—
Education	1,301,853	245,279	294,742	—	(761,832)	—	(761,832)	—
Recreation and culture	217,788	597,813	—	—	380,025	—	380,025	—
Debt Service:								
Interest and debt service costs	708,218	—	—	—	(708,218)	—	(708,218)	—
Total Governmental Activities	<u>101,502,854</u>	<u>16,636,635</u>	<u>57,954,185</u>	<u>6,590,453</u>	<u>(20,321,581)</u>	<u>—</u>	<u>(20,321,581)</u>	<u>—</u>
Business-type Activities:								
Solid Waste	778,654	1,924,516	51,037	—	—	1,196,899	1,196,899	
Total Primary Government	<u>102,281,508</u>	<u>18,561,151</u>	<u>58,005,222</u>	<u>6,590,453</u>	<u>(20,321,581)</u>	<u>1,196,899</u>	<u>(19,124,682)</u>	
Component Unit:								
First Five of San Benito	<u>1,424,985</u>	<u>—</u>	<u>1,369,879</u>	<u>—</u>				<u>(55,106)</u>
General Revenues:								
Taxes:								
Property taxes					19,370,463	—	19,370,463	—
Sales and use taxes					2,198,828	—	2,198,828	—
Franchise taxes					713,095	—	713,095	—
Other taxes					1,072,431	—	1,072,431	—
Interest and investment earnings					2,443,159	140,610	2,583,769	—
Miscellaneous					689,323	—	689,323	33,003
Transfers					341,485	(341,485)	—	—
Total General Revenues					<u>26,828,784</u>	<u>(200,875)</u>	<u>26,627,909</u>	<u>33,003</u>
Change in Net Position					6,507,203	996,024	7,503,227	(22,103)
Net position - June 30, 2019					<u>147,573,881</u>	<u>6,868,292</u>	<u>154,442,173</u>	<u>671,731</u>
Net position - June 30, 2020					<u>\$ 154,081,084</u>	<u>\$ 7,864,316</u>	<u>\$ 161,945,400</u>	<u>\$ 649,628</u>

The accompanying notes are an integral part of these financial statements.

BASIC FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS



COUNTY OF SAN BENITO

**Balance Sheet
Governmental Funds
For the Fiscal Year Ended June 30, 2020**

	General	Human Services Agency	Road	Mental Health	Capital Improvement Projects	Tobacco Securitization	Other Governmental Funds	Total
Assets								
Cash and investments:								
Held in County treasury	\$ 15,629,969	\$ 5,945,666	\$ 4,203,794	\$ 14,463,798	\$ —	\$ —	\$ 38,981,286	\$ 79,224,513
Other banks - restricted	3,596,426	—	—	—	18,169,277	5,025,735	245,201	27,036,639
Other banks	8,056,808	—	—	—	—	—	—	8,056,808
Imprest cash	1,393	200	—	3,450	—	—	50	5,093
Accounts Receivable	4,762,510	335,421	294,844	6,251	54,631	—	270,992	5,724,649
Loan receivable	—	—	—	—	—	—	1,614,698	1,614,698
Due from other funds	7,307,006	160,156	—	1,408,211	—	—	62,100	8,937,473
Due from other governments	2,175,892	1,781,760	4,232,120	1,069,743	—	—	3,716,526	12,976,041
Advances to other funds	4,154,713	—	—	—	—	—	—	4,154,713
Inventories and other assets	430,410	81,569	27,807	11,437	—	—	53,099	604,322
Total Assets	46,115,127	8,304,772	8,758,565	16,962,890	18,223,908	5,025,735	44,943,952	148,334,949
Liabilities								
Accounts payable and accrued liabilities	2,718,446	827,758	4,592,210	585,559	933,875	—	1,095,999	10,753,847
Due to other funds	—	—	—	—	7,827,307	—	1,110,166	8,937,473
Due to other governments	154,221	16,426	—	—	48,997	—	4,001	223,645
Advances from other funds	—	—	—	—	—	4,154,713	—	4,154,713
Deposits from others	842,106	—	—	—	—	—	16,619	858,725
Contingency reserve	9,158,713	—	—	—	—	—	—	9,158,713
Unearned revenues	180,545	123,292	—	—	—	—	—	303,837
Total Liabilities	13,054,031	967,476	4,592,210	585,559	8,810,179	4,154,713	2,226,785	34,390,953
Deferred Inflows of Resources								
Unavailable revenues	5,535,496	517,956	3,917,988	293,055	538,123	—	1,818,273	12,620,891
Fund Balances								
Nonspendable	430,410	81,569	27,807	11,437	—	—	53,099	604,322
Restricted	8,304,895	6,737,771	220,560	16,072,839	8,875,606	871,022	41,232,321	82,315,014
Assigned	9,963,602	—	—	—	—	—	85,131	10,048,733
Unassigned	8,826,693	—	—	—	—	—	(471,657)	8,355,036
Total Fund Balances	\$ 27,525,600	\$ 6,819,340	\$ 248,367	\$ 16,084,276	\$ 8,875,606	\$ 871,022	\$ 40,898,894	\$101,323,105
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 46,115,127	\$ 8,304,772	\$ 8,758,565	\$ 16,962,890	\$ 18,223,908	\$ 5,025,735	\$ 44,943,952	\$148,334,949

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Reconciliation of the Balance Sheet - Governmental Funds
to the Government-Wide Statement of Net Position
For the Fiscal Year Ended June 30, 2020

Fund Balance - Total governmental funds		\$ 101,323,105
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the governmental funds.		127,905,169
Other assets are not available to pay for current period expenditures and therefore, are deferred in the governmental funds.		12,620,891
Deferred outflows of resources related to pension and other post-employment benefits are applicable to future periods, and therefore, are not reported in the governmental funds.		15,509,584
Deferred inflows of resources related to pension and other post-employment benefits are applicable to future periods, and therefore, are not reported in the governmental funds.		(2,419,080)
Long-term liabilities are not due and payable in the current period, and therefore, are not reported in the governmental funds.		
Capital leases	(8,407,078)	
Interest on outstanding debt	(332,868)	
Loan payable	(259,897)	
Certificate of participation	(18,437,007)	
Net OPEB liability	(3,917,790)	
Liability for unpaid claims	(4,139,743)	
Compensated absences	(3,659,502)	
Net pension liability	<u>(61,704,700)</u>	(100,858,585)
Net position of governmental activities		<u><u>\$ 154,081,084</u></u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2020

	General	Human Services Agency	Road	Mental Health	Capital Improvement Projects	Tobacco Securitization	Other Governmental Funds	Total
Revenues								
Taxes	\$ 21,108,295	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,533,427	\$ 22,641,722
Licenses, permits and franchises	3,165,807	—	—	—	—	—	5,795	3,171,602
Aid from other governments	9,451,918	24,290,935	6,481,852	7,981,086	394,074	—	13,150,433	61,750,298
Use of money or property	1,029,538	109,879	98,952	318,348	(29,633)	55,484	860,591	2,443,159
Fines, forfeits and penalties	755,270	—	—	—	—	—	40,399	795,669
Charges for services	8,896,605	6,576	—	118,639	—	—	9,422,383	18,444,203
Other revenue	359,998	177,629	359,417	—	22,740	—	92,056	1,011,840
Total Revenues	44,767,431	24,585,019	6,940,221	8,418,073	387,181	55,484	25,105,084	110,258,493
Expenditures								
Current								
General government	12,569,159	—	—	—	9,058	—	—	12,578,217
Public protection	31,274,273	—	—	—	22,425	—	4,437,730	35,734,428
Public ways and facilities	—	—	3,085,074	—	112,315	—	1,719,047	4,916,436
Health and sanitation	—	—	—	7,843,662	162,609	—	5,967,406	13,973,677
Public assistance	724,150	22,548,263	—	—	691	—	3,910,724	27,183,828
Education	1,306,230	—	—	—	—	—	—	1,306,230
Recreation and culture	143,261	—	—	—	—	—	—	143,261
Debt Service:								
Principal	—	—	—	—	—	—	148,013	148,013
Interest and debt service costs	—	—	—	—	—	—	477,576	477,576
Capital outlay								
General government	27,504	—	—	—	10,693	—	—	38,197
Public protection	94,404	—	—	—	2,593,225	—	—	2,687,629
Public ways and facilities	—	—	8,588,472	—	1,148,484	—	55,249	9,792,205
Health and sanitation	—	—	—	—	1,443,623	—	—	1,443,623
Public assistance	—	—	—	—	154,562	—	611	155,173
Total Expenditures	46,138,981	22,548,263	11,673,546	7,843,662	5,657,685	—	16,716,356	110,578,493
Excess (deficiency) of revenues over expenditures	(1,371,550)	2,036,756	(4,733,325)	574,411	(5,270,504)	55,484	8,388,728	(320,000)
Other Financing Sources/(Uses)								
Issuance of LT Debt-Principal	—	—	—	—	10,436,888	—	—	10,436,888
Issuance of LT Debt-Premium	—	—	—	—	607,294	—	—	607,294
Transfers in	3,235,828	263,904	1,224,765	139,794	1,573,922	—	1,660,172	8,098,385
Transfers out	(1,766,610)	(139,787)	—	(150,056)	(117,528)	—	(4,657,778)	(6,831,759)
Capital Leases	355,562	—	—	—	—	—	—	355,562
Total other financing sources/(uses)	1,824,780	124,117	1,224,765	(10,262)	12,500,576	—	(2,997,606)	12,666,370
Net change in fund balances	453,230	2,160,873	(3,508,560)	564,149	7,230,072	55,484	5,391,122	12,346,370
Fund balances - beginning of year	27,072,370	4,658,467	3,756,927	15,520,127	1,645,534	815,538	35,507,772	88,976,735
Fund balances - end of year	<u>\$ 27,525,600</u>	<u>\$ 6,819,340</u>	<u>\$ 248,367</u>	<u>\$ 16,084,276</u>	<u>\$ 8,875,606</u>	<u>\$ 871,022</u>	<u>\$ 40,898,894</u>	<u>\$101,323,105</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Government-Wide Statement of Activities
For the Fiscal Year Ended June 30, 2020

Net change in fund balances- total governmental funds 12,346,370

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

Governmental funds report capital outlay as expenditures. However,
in the statement of activities, the cost of these assets is allocated
over their estimated useful lives and reported as depreciation expense.

Expenditures for capital assets, retirements, transfers and adjustments.	15,589,611	
Less current year depreciation	<u>(6,211,992)</u>	9,377,619

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	1,857,149
---	-----------

Revenues not included in the statement of activities related to long-term debt proceeds that are reported as revenues in the funds.	(11,399,851)
--	--------------

Revenues not included in the statement of activities related to non-operating capital contributions from the internal service fund that are reported as revenues in the governmental funds.	(1,227,554)
---	-------------

Internal service funds are used by management to charge out the costs of energy resource services to individual funds. The revenues and expenditures for internal service funds are reported within governmental activities.	281,680
--	---------

Some expenses reported in the statement of activities do not
require the use of current financial resources and, therefore, are
not reported as expenditures in governmental funds.

Current year capital lease principal payments	170,919	
Change in compensated absences	(533,615)	
Change in liability for unpaid claims	(580,693)	
Current year long-term debt principal payments	148,013	
Current year long-term debt interest expense	(230,642)	
Current year OPEB cost difference	1,521,037	
Current year pension cost difference	<u>(5,223,229)</u>	(4,728,210)

Change in net position of governmental activities	<u><u>\$ 6,507,203</u></u>
---	----------------------------

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Statement of Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2020

	Business-type Activities Solid Waste Fund	Governmental Activities Internal Service Fund
Assets		
Current Assets:		
Cash and investments	\$ 6,682,637	\$ —
Accounts receivable	562,838	—
Due from other governments	225,000	—
Total Current Assets	7,470,475	—
Noncurrent Assets:		
Restricted Assets		
Cash and investments	750,607	—
Capital Assets (nondepreciable)		
Land	313,079	—
Construction in process	70,448	—
Capital Assets (depreciable)		
Structures and improvements	806,262	—
Equipment	74,145	—
Less: accumulated depreciation	(616,426)	—
Total Noncurrent Assets	1,398,115	—
Total Assets	8,868,590	—
Deferred Outflows of Resources		
PERS contributions	16,544	—
Deferred pension adjustments	6,153	—
OPEB contributions	17,524	—
Deferred OPEB adjustments	7,286	—
Total Deferred Outflows of Resources	47,507	—
Liabilities		
Current Liabilities:		
Accounts payable and accrued liabilities	143,048	—
Long-Term Liabilities:		
Closure/post-closure liability	714,000	—
Compensated absences	5,146	—
Net pension liability	150,801	—
Net OPEB liability	28,543	—
Total Liabilities	1,041,538	—
Deferred Inflows of Resources		
Deferred pension adjustments	2,669	—
Deferred OPEB adjustments	7,574	—
Total Deferred Inflows of Resources	10,243	—
Net Position		
Net investment in capital assets	647,508	—
Restricted	750,607	—
Unrestricted	6,466,201	—
Total Net Position of Proprietary Funds	\$ 7,864,316	\$ —

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Statement of Revenues, Expenses and Changes in Net Position
 Proprietary Funds
 For the Fiscal Year Ended June 30, 2020

	Business-type Activities	Governmental Activities
	Solid Waste Fund	Internal Service Fund
Operating Revenues:		
Licenses, permits and franchises	\$ 238,676	\$ —
Aid from other governmental units	51,037	—
Charges for services	1,685,840	—
Other revenue	—	1,206,821
Total Operating Revenues	1,975,553	1,206,821
Operating Expenses:		
Salaries, wages and employee benefits	98,543	—
Services and supplies	614,677	—
Depreciation	43,212	—
Indirect Costs	22,222	—
Total Operating Expense	778,654	—
Operating income (loss)	1,196,899	1,206,821
Non-Operating Revenues (Expenses)		
Interest income	140,610	—
Total Non-Operating Revenues (Expenses)	140,610	—
Income Before Transfers	1,337,509	1,206,821
Transfers In (Out)	(341,485)	(925,141)
Change in Net Position	996,024	281,680
Net position - beginning of year	6,868,292	(281,680)
Net position - end of year	\$ 7,864,316	\$ —

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2020

	Business-type Activities <u>Solid Waste Fund</u>	Governmental Activities <u>Internal Service Fund</u>
Cash Flows from Operating Activities		
Receipts from customers	\$ 1,831,577	\$ —
Receipts from interfund charges	—	1,206,821
Payments to suppliers for goods and services	(610,813)	—
Payments to employees for salaries and benefits	(106,113)	—
Net cash provided by operating activities	<u>1,114,651</u>	<u>1,206,821</u>
Cash Flows from Non-Capital Financing Activities		
Transfers (out)	<u>(341,485)</u>	<u>(925,141)</u>
Cash Flows from Capital and Related Financing Activities		
Financing solar project	—	(8,507,787)
Construction in progress solar project	—	6,998,464
	<u>—</u>	<u>(1,509,323)</u>
Cash Flows from Investing Activities		
Interest received	<u>137,894</u>	<u>—</u>
Net Increase (Decrease) in Cash and Cash Equivalents	911,060	(1,227,643)
Cash and cash equivalents, July 1	6,522,184	1,227,643
Cash and cash equivalents, June 30	<u>\$ 7,433,244</u>	<u>\$ —</u>
Reconciliation of cash and investments to the Statement of Net Position		
Current assets - cash and investments	\$ 6,682,637	\$ —
Restricted assets - cash and investments	750,607	—
	<u>\$ 7,433,244</u>	<u>\$ —</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:		
Operating income	\$ 1,196,899	\$ 1,206,821
Adjustments to reconcile operating income to net cash provided by operating activities:		
Effects of changes in operating assets:		
Receivables	(163,900)	—
Prepaid expenses	1,000	—
Due From Other Agencies	19,924	—
PERS contributions	(2,026)	—
Deferred pension adjustment	2,777	—
OPEB contributions	3,592	—
Deferred OPEB adjustment	(7,286)	—
Depreciation	43,212	—
Effects of changes in operating liabilities:		
Payables	25,088	—
Compensated absences	3,643	—
Net Pension liability	(32)	—
Net OPEB liability	(8,448)	—
Deferred inflows - pension adjustments	(850)	—
Deferred inflows - OPEB adjustments	1,058	—
Total adjustments	<u>(82,248)</u>	<u>—</u>
Net cash provided by operating activities	<u>\$ 1,114,651</u>	<u>\$ 1,206,821</u>
Non cash capital, financing, and investing activities	\$ —	\$ —

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Statement of Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2020

	Investment Trust	Agency Funds
Assets		
Current Assets:		
Cash and investments	\$ 115,734,660	\$ 4,330,952
Taxes receivable	—	5,466,416
Total Assets	<u>115,734,660</u>	<u>9,797,368</u>
Liabilities		
Liabilities:		
Agency obligations	—	9,797,368
Total Liabilities	<u>—</u>	<u>9,797,368</u>
Net Position		
Held in trust for pool participants	<u>115,734,660</u>	
Total Net Position	<u>\$ 115,734,660</u>	

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Statement of Changes in Fiduciary Net Position
Investment Trust Funds
For the Fiscal Year Ended June 30, 2020

	<u>Investment Trust</u>
Additions:	
Contributions to pooled investments	\$ 578,530,879
Investment Income (net of administrative expense)	<u>2,501,179</u>
Total additions	<u>581,032,058</u>
Deductions:	
Distributions from pooled investments	<u>601,012,754</u>
Total deductions	<u>601,012,754</u>
Change in net position	(19,980,696)
Net position - beginning of year	<u>135,715,356</u>
Net position - end of year	<u><u>\$ 115,734,660</u></u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO
INDEX TO THE NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED June 30, 2020

	Page
1 Summary of Significant Accounting Policies	35
2 Cash and Investments	47
3 Interfund Transactions	54
4 Receivables	55
5 Capital Assets	56
6. Leases	58
7. Long-Term Liabilities	59
8. Contingencies	62
9. Excess of Expenditures Over Appropriations in Individual Funds	62
10. Deficit Fund Balances	63
11. Closure and Post-closure Care Cost	63
12. Pension Plans	64
13. Other Post-Employment Benefits (OPEB)	74
14. Risk Management	78
15. Tax Abatements	79
16. Fund Balances	80
17. Authoritative Pronouncements Issued But Not Yet Adopted	81



COUNTY OF SAN BENITO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED June 30, 2020

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Reporting Entity

The County of San Benito (County), was created pursuant to general law as a subdivision of the State of California. It is governed by a five-member elected Board of Supervisors. As required by generally accepted accounting principles, the accompanying financial statements present the County (the primary government) and its component units, entities for which the government is considered to be financially accountable and has a potential financial benefit/burden relationship under the criteria set by Government Auditing Standards Board (GASB) Statements No. 61.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units, although legally separate entities, are in substance, part of the government's operations. Blended component units are an extension of the County, so data from these units are combined with the data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County. Each component unit has a June 30 year-end.

Blended Component Units

County Service Areas (CSA)

CSAs are special districts established by the Board of Supervisors for the purpose of providing specific services to County residents. Although the CSAs are legally separate from the County, they are reported as if they were part of the primary government because they are governed by the County Board of Supervisors and the Board has operational responsibility for the CSAs. The books and records of these CSAs are maintained by the County, and their activities are reported within non-major governmental funds.

CSA #4 Santa Rosa Acres	CSA #33 Fallon/Fairview
CSA #5 Hillcrest/ El Toro	CSA #34 Ausaymas Estates
CSA #8 Bonnie View	CSA #35 Union Heights
CSA #9 Ridgemark	CSA #36 Advanced Life Support
CSA #11 Barnes Lane	CSA #42 Lemmon Acres
CSA #16 Holiday Estates	CSA #45 Rancho Larios
CSA #19 Springwood	CSA #46 Quail Hollow
CSA #21 Long Acres	CSA #47 Oak Creek
CSA #22 Cielo Vista	CSA #48 Dry Creek Estates
CSA #23 Rancho San Joaquin	CSA #49 Hollister Ranch Estates
CSA #24 Santa Ana Acres	CSA #50 Dunnville
CSA #25 Vineyard Estates	CSA #51 Creekbridge
CSA #28 Heatherwood	CSA #52 Monte Bello
CSA #29 Brown/ Magladry	CSA #53 Riverview Estates
CSA #30 McCloskey Acres	CSA #54 Pacheco Creek Estates
CSA #31 Stonegate	CSA #55 Creekside

Community Facilities Districts (CFD)

CFDs are special districts established by the Board of Supervisors for the purpose of providing specific services to County residents. Although the CFDs are legally separate from the County, they are reported as if they were part of the primary government because they are governed by the County Board of Supervisors and the Board has operational responsibility for the CFDs. The books and records of these Districts are maintained by the County, and their activities are reported within non-major governmental funds.

CFD - Santana Ranch
CFD - Brigantino-Sunnyside Estates (zone 1)
CFD - Fay-Bennet Ranch (zone 2)
CFD - Bluffs (zone 3)

San Benito County Financing Corporation (SBCFC)

The San Benito County Financing Corporation (SBCFC) is a nonprofit public benefit corporation which provides financial assistance to the County of San Benito by financing various public facilities, and by leasing certain facilities for the use and benefit of the public served by the County. Even though the SBCFC is legally separate, it is reported as if it were part of the County because it is governed by a board composed of the members of the Board of Supervisors of the County. The County covenanted to make payments for any debt issuance and to make necessary annual appropriations for all such payments. The SBCFC does not issue separate financial statements.

Discretely Presented Component Units

First 5 San Benito

The First 5 San Benito (First 5) was created under the provisions of the California Children and Families Act of 1998 (the Act). The Act became law in 1998 when California voters approved Proposition 10, authorizing the State to levy a tax on tobacco products to pay for programs to promote the healthy development of young children. First 5's Board consists of nine members, four of whom are officers of the County, while the remaining five are appointed by the Board. First 5 does not provide a financial benefit nor impose a financial burden on the County. However, due to the nature and significance of First 5's relationship with the County, First 5 is a discretely presented component unit of the County. A separately issued financial report can be obtained from First 5 San Benito, 351 Tres Pinos Road, Suite 100A, Hollister, CA 95023.

B. Basis of Presentation and Measurement Focus

Government-Wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the primary government (County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. All internal balances in the Statement of Net Position have been eliminated with the exception of those representing balances between governmental activities and the business-type activities, which are presented as internal balances. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported

separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The Statement of Activities presents a comparison between program expenses and program revenues for each segment of the business-type activities of the County and for each function of the County's governmental activities. Program expenses include direct expenses, which are clearly identifiable with a specific function, and allocated indirect expenses. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

Fund Financial Statements

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the County's enterprise and internal service funds are charges to customers for sales and services. Operating expenses for the proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses that do not meet these definitions are reported as non-operating revenues and expenses.

The County reports the following major governmental funds:

- The *General fund* is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes such activities as public safety and protection, public ways and facilities, health and sanitation, public assistance, education and recreation services.
- The *Human Services Agency fund* is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that relate to health programs, children's programs and veterans services, such as public health, veteran's services, public guardian, and drug and alcohol programs. Revenues are primarily from aid from other governments, both state and federal.
- The *Road fund* is used to account for the planning, design, construction, maintenance and administration of County roads. It is also used to account for traffic safety and other transportation planning activities. Funding comes primarily from local sales and state highway user taxes, along with state and federal highway improvement grants for road improvement projects.

- The *Mental Health fund* is used to account for mandated community health services under the California Mental Health Act including a mandated responsibility to “guarantee and protect public safety.” Revenue sources are primarily charges for services, sales tax revenue and state and federal grants.
- The *Capital Improvement Project fund* is used for all County capital projects, excluding infrastructure projects. The fund is administered by the Resource Management Agency of the County. Revenue sources are primarily from local and state funding, depending on the project; and recently funding from the issuance of long-term debt for facility construction projects.
- The *Tobacco Securitization fund* is used for capital projects in the county. The proceeds are from Series 2002B bonds of the Pooled Tobacco Securitization Program.

The County reports the following enterprise fund:

- The *Solid Waste Fund* is used to account for operations of the solid waste handling activity.

The County reported the following internal service fund:

- The *Energy Resource Management Fund* was used to account for construction and acquisition costs of the solar and energy improvements made to various county facilities. This fund will no longer be reported effective July 1, 2020.

The County reports the following additional fund types:

- The *Investment Trust Fund* accounts for the assets of legally separate entities that deposit cash with the County Treasurer. These entities include school and community college districts, other special districts governed by local boards, regional boards and authorities and pass-through funds for tax collections for independent agencies. These funds represent the assets, primarily cash and investments, and the related liability of the County to disburse these monies on demand.
- The *Agency Funds* are custodial in nature and do not involve measurement of results of operations. Such funds have no equity accounts since all assets are due to individuals or entities at some future time. These funds (including clearing and revolving funds, deposit funds, other agency funds, state and city revenue funds, and tax collection funds) account for assets held by the County in an agency capacity for individuals or other government units.

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and accrual basis of accounting. Agency funds have no measurement focus and report only assets and liabilities. However, agency funds use the accrual basis of accounting when recognizing receivables and payables.

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 County

gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales taxes are recognized when the underlying transactions take place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligible requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified basis of accounting. Under this method, revenues are recognized when measurable and available ("susceptible to accrual"). The County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

C. Cash and Investments

The County follows the practice of pooling cash and investments of all funds with the County Treasurer, except for certain amounts which are generally held by outside custodians and classified as "other bank accounts" on the accompanying financial statements. Cash and cash equivalents are combined with investments and displayed as cash and investments.

The County is required, by the California Integrated Waste Management board, to set aside the amounts identified as restricted cash in the Solid Waste Fund to assure that these amounts will be available in a timely manner for the postclosure class I maintenance cost, as specified in the California Public Resources Code. These amounts are reported as restricted, non-current assets in the Statement of Net Position of the Proprietary Fund. The County owns an area referred to as the class III site for landfill waste, which is operated by Waste Solutions Group of San Benito County, LLC.

At June 30, 2020, the County reported approximately \$5 million in the Tobacco Securitization Fund as cash with fiscal agent, amounts in this fund are assigned for future capital improvement costs. The County reports cash with fiscal agents in the General Fund for amounts held at Trindel Insurance, River City Bank, and the Public Agencies Post-Employment Benefits Trust (PARS). Trindel Insurance is the County's insurance claims-servicing joint powers agency. These amounts are managed for the purposes specified in the agreements with these agents. Cash with fiscal agents, reported in the Capital Improvement Projects Fund, represent long-term debt proceeds for the purpose of the adult detention facility and behavioral health facility. Both projects are discussed in more detail in Note 7. The long-term debt proceeds held for these two projects are reported as restricted, non-current assets in the Governmental Fund balance sheet. Additionally, cash with fiscal agents is reported in the Tobacco Securitization Fund, and the Migrant Labor Camp Fund, listed under Other Governmental Funds.

State statutes authorize the County to invest its surplus cash in obligations of the U.S. Treasury, agencies and instruments, corporate bonds rated P-1 by Standard & Poor's Corporation or A-1 by Moody's Investor Service, bankers' acceptances, certificates of deposit, commercial paper, repurchase agreements, and the State of California Local Agency Investment Fund. Gains and losses are recognized upon sale based upon the specific identification method. Investments in nonparticipating, interest earning investment contracts (guaranteed investment contracts) are reported at cost, commercial

paper with maturities of less than 90 days are reported at amortized cost and all other investments are reported at fair value. The fair values of investments are obtained by using quotations from independent published sources.

The County participates in an investment pool managed by the State of California titled Local Agency Investment Fund (LAIF), which has invested a portion of the pooled funds in derivatives and similar transactions. LAIF's investments are subject to credit risk with the full faith of the State of California collateralizing these investments. In addition, these derivatives and similar transactions are subject to market risk as to change in interest rates. LAIF's investments are managed by the State Treasurer. The Fund is not SEC registered, but is required to invest according to California Government Code. A Local Investment Advisory Board has oversight responsibility for LAIF.

Interest income earned on pooled cash and investments is allocated quarterly to the appropriate funds for the quarter in which the interest was earned.

D. Receivables

The County considers all of its receivables to be collectible and therefore does not report an allowance for doubtful accounts. The County considers all receivables to be collectible until they prove to be uncollectible. At that time, the County asks for approval from the Board of Supervisors to write-off any uncollectible receivables.

E. Inventories and Prepaid Items

Inventories are valued at cost using first-in/first-out (FIFO) method and consist of expendable supplies. The cost is recorded as an expenditure at the time individual inventory items are consumed rather than when purchased.

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

Reported inventories and prepaid items of governmental funds are equally offset by corresponding nonspendable portion of fund balance to indicate that they are not expendable financial resources.

F. Capital Assets

Capital assets include public domain general capital assets consisting of roads, bridges, water/sewer, lighting system, drainage systems, flood control and other infrastructure. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years.

Donated capital assets are recorded at their acquisition value on the date of donation. Capital assets, purchased or acquired through donation, that are used in operations are depreciated or amortized (assets under capital leases) using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the government-wide statements and proprietary funds. All capital asset acquired through purchase or donation are approved by the County Board of Supervisors.

Depreciation begins when the asset is placed in service and ends in the fiscal year that it is retired from service or is fully depreciated.

The estimated useful lives are as follows:

Roads and bridges	35 to 50 years
Infrastructure (except for the maintained pavement subsystem)	15 to 50 years
Structures and improvements	10 to 50 years
Equipment	3 to 25 years
Software	5 to 7 years

G. Deferred Outflows/Inflows of Resources

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

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

H. Unearned Revenue

In the government-wide financial statements, unearned revenue is a liability reported when revenue has been received prior to revenue recognition.

I. Net Position Flow Assumption

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

J. Compensated Absences

The County allows employees to accumulate unused sick leave and unused vacation leave up to a specified maximum cap based on an employee’s bargaining unit or management group. Sick leave is paid only upon retirement at half the employee’s hourly rate. Upon separation, all accrued vacation is paid to the employee. County employees can also accrue comp time which is payable upon separation.

Vacation and comp time is accrued when incurred in the government-wide and proprietary fund statements. In the governmental funds financial statements, a liability for these amounts is reported only as a result of employee resignations or retirements that occur prior to year-end, and payment of the liability is made subsequent to year-end. Balances will be paid by the Fund in which the employee

works at the time compensated absences are paid.

During the fiscal year ended June 30, 2020, changes to compensated absences were as follows:

	Balance June 30, 2019	Increases	Decreases	Balance June 30, 2020	Due within one year
Governmental Activities	\$ 3,125,887	\$ 2,293,500	\$ (1,759,885)	\$ 3,659,502	\$ 365,950
Business-type Activities	\$ 1,503	\$ 6,244	\$ (2,600)	\$ 5,147	\$ —

K. Other Long-term Obligations

In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligation are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Long-term debt premiums and discounts are deferred and amortized over the life of the debt using a method that approximates the effective interest method. Long-term debt issuance costs are reported as expenses in the period incurred. Debt payables are reported net of the applicable premium or discount. Gains or losses from advance refunding are deferred and amortized as interest expense over the life of the new refunding debt.

In the fund financial statements, governmental fund types recognize bond premium and discount, during the current period. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

L. Property Taxes

The State of California Constitution, Article XIII A provides that the combined maximum property tax rate on any given property may not exceed 1% of its assessed value unless an additional amount for general obligation debt has been approved by the voters. Assessed value is calculated at 100% of market value as defined by Article XIII A and may be increased by no more than 2% per year unless the property is sold or transferred. These general property tax rates do not apply to taxes levied to pay the interest and redemption charges on any indebtedness incurred prior to June 6, 1978, or subsequently approved by the voters. Supplemental property taxes are levied on a pro rata basis when changes in assessed valuation occur due to sales transactions or the completion of construction. The State Legislature has determined the method of distribution among the counties, cities, school districts, and other districts of receipts from the 1% property tax levy.

Property taxes are levied by San Benito County on January 1 and are payable in two installments on April 10 and December 10. San Benito County bills and collects its own property taxes and also collects such taxes for cities, schools and special districts. Property tax revenues are recognized when levied to the extent they result in current receivables.

The County assesses properties and bills for and collects property taxes as follows:

	<u>Secured</u>	<u>Unsecured</u>
Valuation/lien dates	January 1	January 1
Levy dates	January 1	January 1
Due dates (*delinquent as of)	50% on November 1 (December 10) 50% on February 1 (April 10)	March 1 (August 31)

*Delinquent taxes are subject to late penalties and interest. Secured property taxes remaining delinquent for more than five years may be subject to tax sale.

The term “unsecured” refers to taxes on personal property other than land and buildings. These taxes are secured by liens on the property being taxed. The county adopted the Alternate Method of Property Tax Allocation (commonly referred to as the Teeter Plan). Under the Teeter Plan, the County Auditor-Controller, an elected official, is authorized to pay 100% of the property taxes billed (secured, supplemental and debt service) to the taxing agencies within the County. The County recognizes property tax revenues in the period for which the taxes are levied. Previously, such taxes were allocated and paid as the taxes were collected.

M. Interfund Transactions

Interfund transactions are reflected as loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation, and are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances”. Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

N. Estimates

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

O. Budgetary Basis of Accounting

In accordance with the provisions of Sections 29000 and 29143, inclusive, of the California Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares a budget for each fiscal year on or before August 30. Budgeted expenditures are enacted into law through the passage of an Appropriation Ordinance. This ordinance mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent

amendments to the budget by the County's Board of Supervisors.

An operating budget is adopted each fiscal year for the majority of the Governmental Funds. Expenditures are controlled at the object level of each department of the General fund and at the fund level for special revenue funds of the County. Department and/or fund level expenditures may not legally exceed appropriations. Any amendments or transfers of appropriations between departments or funds are authorized by the County Administrative Office and must be approved by the Board of Supervisors. Supplementary appropriations normally financed by unanticipated revenues during the year must be approved by the Board of Supervisors. Pursuant to Board Resolution, the County Administrative Officer and/or appointed department head are authorized to approve transfers and revisions of appropriations under \$25,000 within a single budget unit as deemed necessary and appropriate unless it is to a capital asset object. Transfers to capital asset objects must be approved by the Board of Supervisors. Budgeted amounts in the budgetary financial schedules are reported as originally adopted and as amended during the fiscal year by resolutions approved by the Board of Supervisors.

P. Net Position

The government-wide and business-type activities financial statements utilize a net position presentation. Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources and are displayed in three components:

- *Net Investment in Capital Assets* - This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- *Restricted Net Position* - This category represents net position that is subject to constraints either (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation.
- *Unrestricted Net Position* - This category represents the net position of the County, not restricted for any project or other purpose.
- When both restricted and unrestricted net assets are available, restricted resources are used first, then unrestricted resources as they are needed.

Q. Fund Balances

Fund balance classifications are based primarily on the extent to which the County is bound to honor constraints on the use of the resources reported in each governmental fund.

The County reports the following classifications:

- *Nonspendable fund balance* - This category represents amounts that cannot be spent because they are either not spendable in form or legally or contractually required to remain intact.

- *Restricted fund balance* - This category represents amounts with constraints placed on their use by those external to the County, including creditors, grantors, contributors or laws and regulations of other governments. It also includes constraints imposed by law through constitutional provisions or enabling legislation.
- *Committed fund balance* - This category represents amounts that can only be used for specific purposes determined by formal action (ordinance) of the County's highest level of decision-making authority (the Board of Supervisors) and that remain binding unless removed in the same manner. The underlying action (ordinance) that imposed the limitation needs to occur no later than the close of the reporting period.
- *Assigned fund balance* - This category represents amounts that are constrained by the County's intent to be used for specific purposes. The intent can be established at either the highest level of decision making or by a body or an official designated for the purpose.
- *Unassigned fund balance* - This category represents the residual classification that includes amounts not contained in the other classifications.

The County's Board establishes, modifies or rescinds fund balance commitments by passage of a resolution. When restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, followed by the unrestricted resources that are committed, assigned and unassigned, in this order as they are needed.

Fund Balance Policy:

Fund balance of governmental funds is reported in various categories based on the nature of any limitation requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The purpose of the County's fund balance policy is to maintain a prudent level of financial resources to protect against reducing service levels or raising taxes and fees because of temporary revenue shortfalls or unpredicted one-time expenditures. The County believes that sound financial management principles require that sufficient funds be retained by the County to provide a stable financial base at all times. To retain this stable financial base, the County needs to maintain unrestricted fund balance in its county funds sufficient to fund cash flows of the County and to provide financial reserves for unanticipated expenditures and/or revenue shortfalls of an emergency nature. Committed, assigned and unassigned fund balances are considered unrestricted.

R. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the County's California Public Employees' Retirement System (CalPERS) plans (Plans) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are

recognized when due and payable in accordance with the benefits terms. Investments are reported at fair value.

S. Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the County of San Benito Retiree Healthcare Plan (Plan) and additions to/deductions from the California Employer's Retirement Benefit Trust's (CERBT) fiduciary net position have been determined on the same basis as they are reported by CERBT. For this purpose, CERBT recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

T. Effects of New Pronouncements

In May 2020, the GASB issued Statement No. 95, *Postponement of the Effective Dates of Certain Authority Guidance*. The objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. The requirements of this Statement are effective immediately as they delayed the effective dates of several GASB Statements. The effective dates listed in the Future Governmental Accounting Standards Board (GASB) Pronouncement section have been updated to reflect the postponed effective dates. For a list of pronouncements that the County will implement in the coming years please see Note 17.

NOTE 2. CASH AND INVESTMENTS

The County maintains a cash and investment pool for the purpose of increasing interest income through pooled investment activities. This pool, which is available for use by all funds, is displayed on the basic financial statements as “Cash and Investments.” Interest earned on the investment pool is distributed to the participating funds quarterly using a formula based on the average daily cash balance of each fund.

Cash and investments with the County Treasurer are invested pursuant to investment policy guidelines established by the County Treasurer. Investments made by the Treasurer are regulated by the California Government Code and by the County’s investment policy. The objectives of the policy are, in order of priority, safety of principal, liquidity, availability and yield. The County investment pool is not registered as an investment company with the Securities and Exchange Commission (SEC) nor is it an SEC Rule 2a7-like pool.

The following is a summary of investments held by the County as of June 30, 2020:

Investment	Fair Value	Current Yield Range	Maturity Range	Weighted Average Maturity
Treasurer’s pooled investments				
CAMP	\$ 1,800,144	0.51%	On Demand	On Demand
LAIF	8,318,000	1.22%	On Demand	On Demand
Certificate of Deposits - Negotiable	76,998,800	0.00 - 3.12%	7/30-8/9/21	160 days
Commercial Paper - Discount	44,981,000	-0.07 - 1.81%	8/11-9/16/20	105 days
Commercial Paper - Non Discount	15,000,000	0.16%	2/24/21	105 days
Corporate Bonds MTN	10,013,300	—%	2/12/21	225 days
Medium-term notes	51,498,762	2.19 - 3.49%	7/14-11/23/21	225 days
Total pooled investments	208,610,006			
Cash and investments held with fiscal agents	36,496,499			
<i>Total investments</i>	<u>\$ 245,106,505</u>			
Cash in banks	1,874,755			
Imprest cash	5,093			
Outstanding checks/deposits in transit	(4,512,000)			
<i>Total cash</i>	<u>\$ (2,632,152)</u>			
<i>Total cash and investments</i>	<u>\$ 242,474,353</u>			
Total unrestricted cash and investments	159,408,732			
Restricted cash and investments	79,469,195			
Restricted cash and investments - PARS (pension trust)	3,596,426			
<i>Total cash and investments</i>	<u>\$ 242,474,353</u>			
Total cash and investments summary:				
Total governmental activities	114,323,053			
Total business-type activities	7,433,244			
Total fiduciary funds	120,065,612			
Total component unit	652,444			
<i>Total cash and investments</i>	<u>\$ 242,474,353</u>			

The following is a reconciliation between cash and investments and the Net Position of the Treasurer's investment pool as of June 30, 2020:

Total cash and investments	\$ 242,474,353
Less: investments held with fiscal agents	(35,844,055)
Less: imprest cash	(5,093)
Less: deposits in transit	(24,736)
Add: outstanding checks/deposits	4,536,736
Total pooled cash and investments	<u>\$ 211,137,205</u>

The following represents a condensed Statement of Net Position and Changes in Net Position for the Treasurer's investment pool as of June 30, 2020:

Statement of Net Position

Net position held in trust	<u>\$ 211,137,205</u>
Equity of internal pool	\$ 95,402,545
Equity of external pool participants	<u>115,734,660</u>
Total equity	<u>\$ 211,137,205</u>

Statement of Changes in Net Position

Net position held for pool participants, July 1, 2019	\$ 233,940,988
Net change in investments by pool	<u>(22,803,783)</u>
Net position held for pool participants, June 30, 2020	<u>\$ 211,137,205</u>

Investment income consisted of the following for the year ended June 30, 2020:

Investment earnings	\$ 4,806,331
Less: administrative expenses	<u>427,319</u>
Net investment income	<u>\$ 4,379,012</u>

Custodial Credit Risk Related to Deposits

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the Pool will not be able to recover deposits nor be able to recover collateral securities that are in possession of an outside party. At year-end, the balance of deposits at the County's banking institution was \$1,874,753. Any difference between the carrying amount of the County's deposits and the bank balance is a result of transactions in transit. Of the bank balance, \$250,000 was covered by federal depository insurance and \$1,624,753 was covered by collateral pledged by the financial institution. Per Government Code Section 53652, the depository is required to maintain a market value of at least 110% of the pledged collateral.

The County follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under the provisions of bond indentures. Interest income earned on pooled cash and investments is allocated on a quarterly basis to the various funds based on their average daily cash balance and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

Investments

The County's investment policy requires that securities be registered in the name of the County. All safekeeping receipts for investment instruments are held in accounts in the County's name and all securities are registered in the County's name.

Investments are made based upon prevailing market conditions at the time of the transaction with the intent to hold the instrument until maturity. If the yield of the portfolio can be improved upon the sale of an investment, prior to its maturity, with the reinvestment of the proceeds, then this provision is also allowed.

The following table identifies the investment types that are authorized for the County by the California Government Code or the County's investment policy, where more restrictive. The table also identifies certain provisions of the County's investment policy that address interest rate risk, credit risk, and concentration risk.

Authorized Investment Types	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local agency bonds	None	10%	10%
U.S. Treasury obligations	None	None	None
State of California Obligations	None	None	10%
Obligation of California local agency	None	None	10%
Joint Powers Authority investment funds	N/A	25%	10%
U.S. Government Agency obligations	None	25%	15%
Bankers' acceptances	180 days	40%	10%
Commercial paper	270 days	30%	10%
Negotiable certificates of deposit	5 years	30%	10%
Repurchase agreements	1 year	None	10%
Reverse Repurchase agreements	92 days	20%	10%
Medium-term notes	5 years	30%	10%
Mutual funds/money market mutual funds	N/A	20%	10%
Local Agency Investment Fund (LAIF)	N/A	\$65 million	None
Asset secured indebtedness	None	None	10%
Collateralized Mortgage obligations	5 years	20%	10%
Contracted Non-Neg. Time Deposits	1 year	5%	10%
Deposited Pooled small C.D.s	None	30%	10%

Segregated funds held in trust, separate and apart from the County's Treasury pool, are invested in accordance with applicable Trust Agreements. The PARS 115 Retirement Trust shall be governed by the Government code §53216 et seq.

Credit Risk and Concentration of Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. The County Treasurer mitigates these risks by holding a diversified portfolio of high quality

investments. The adopted investment policy contains specific limitations on investments by credit quality, maturity length and the maximum allocation by asset class.

As of June 30, 2020, the County of San Benito's investments were rated by Standard & Poor's and Moody's Investor Services as follows:

Investment Type	Fair Market	S & P	Moody's	% of Portfolio
Commercial Paper	29,990,300	A1	P1	14.38%
Commercial Paper	14,990,700	A1	Aa2	7.19%
Commercial Paper	15,000,000	A1	P1	7.19%
Certificate of Deposit	20,000,000	A	A2	9.59%
Certificate of Deposit	9,981,500	A1	A	4.78%
Certificate of Deposit	10,001,100	A1	P1	4.79%
Certificate of Deposit	12,998,440	A	A1	6.23%
Certificate of Deposit	10,007,400	A1	P1	4.80%
Certificate of Deposit	14,010,360	A+	Aa2	6.72%
Medium-term notes	10,013,300	A1	P1	4.80%
Medium-term notes	15,084,150	A-	A3	7.23%
Medium-term notes	15,035,700	A	A2	7.21%
Medium-term notes	6,240,312	A+	Aa2	2.99%
Medium-term notes	5,042,500	Aa3	AA-	2.42%
Medium-term notes	10,096,100	AA-	Aa3	4.84%
CAMP	1,800,144	NR	NR	0.86%
LAIF	8,318,000	NR	NR	3.99%
Total	<u>\$ 208,610,006</u>			<u>100%</u>

Generally, credit risk is the risk that an insurer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assessment of a rating by a nationally recognized statistical rating organization. It is the County's policy to purchase investments meeting ratings requirements established by the California Government Code.

Instruments in any one issuer that represent 5% or more the County's investments as of June 30, 2020, are as follows (excluding investment pools and debt explicitly guaranteed by the U.S. government):

Issuer	Issuer Type	Fair Value Holdings	Percentage Holdings
Treasurer's Pooled Investments:			
WaltPPO 8/11/2020	Commercial Paper	19,996,000	9.59 %
Canadian Imperial Bank of Commerce	Commercial Paper	14,990,700	7.19 %
Macquarie Bank Limited	Commercial Paper	15,000,000	7.19 %
Banco Santander FR YCD	Certificate of Deposit	20,000,000	9.59 %
Credit Agricole CIB NY YCD	Certificate of Deposit	12,998,440	6.23 %
Bank of Nova Scotia Var. Negotiable CD	Certificate of Deposit	14,010,360	6.72 %
UBS Group AGVar. Corp	Medium-term notes	15,084,150	7.23 %
Royal Bank of Canada Var. Corp	Medium-term notes	15,035,700	7.21 %
			<u>60.95 %</u>

The fair value of the Treasurer's investments is determined on a quarterly basis. Values are obtained from the securities custodian for registered securities.

Custodial Credit Risk Related to Investments

Custodial credit risk for investments is the risk that the Pool will not be able to recover the value of investment securities that are in the possession of an outside party. All securities owned by the Pool are deposited in trust for safekeeping with a custodial bank different from the County's primary bank. Securities are not held in broker accounts.

Interest Rate Risk

In accordance with its investment policy, the County manages its interest rate risk by limiting the weighted average maturity of its investment portfolio to three years or less. No security, at the time of purchase, shall have a maturity exceeding five (5) years. As of June 30, 2020 the County Treasurer's investment pool consisted of the following:

Type of Investment	Maturities		
	Less Than One Year	One to Three Years	Total
California Asset Management Program	\$ 1,800,144	\$ —	\$ 1,800,144
Commercial Paper - Discount	44,981,000	—	44,981,000
Commercial Paper - Non Discount	—	15,000,000	15,000,000
Certificate of Deposits - Negotiable	66,997,700	10,001,100	76,998,800
Corporate Bonds MTN	10,013,300	—	10,013,300
Medium-term notes	36,360,162	15,138,600	51,498,762
Local Agency Investment Fund (LAIF)	8,318,000	—	8,318,000
Total pooled investments	<u>\$168,470,306</u>	<u>\$40,139,700</u>	<u>\$208,610,006</u>

Local Agency Investment Fund – The County participates in the Local Agency Investment Fund (LAIF) which, under the oversight of the Treasury of the State of California, is regulated by California Government Code Section 16429. LAIF management calculates the fair value and cost of the entire LAIF pool. The Authority adjusts its cost basis invested in LAIF to fair value based on this ratio. The fair value of the County's position in the pool is the same as the value of the pool share. The balance available for withdrawal on demand is based on accounting records maintained by LAIF, which are recorded on an amortized cost basis. At June 30, 2020 LAIF had a weighted average maturity of 191 days.

The amount in the Local Agency Investment Fund (LAIF) was \$8.3 million at June 30, 2020. The state pools these funds with those of other local agencies in the state and invests the cash as prescribed by the California Government Code. Interest earned is deposited quarterly into participating funds. Any investment gains/losses are shared proportionately by all funds in the pool. Funds are accessible and transferable to the County's bank accounts on the same day for amounts under \$10,000,000 and require a twenty-four (24) hour notice for larger amounts. The Local Agency Investment Fund has a very diversified and regulated investment portfolio; the fund is not insured by either the State of California or the Federal Government.

California Asset Management Program – The County is a voluntary participant in the California Asset Management Program (CAMP). CAMP is an investment pool offered by the California Asset

Management Trust (Trust). The Trust is a joint powers authority and public agency created by the Declaration of Trust and established under the provisions of the California Joint Exercise of Powers Act (California Government Code Sections 6500 et seq., or the “Act”) for the purpose of exercising the common power of its participants to invest certain proceeds of debt issues and surplus funds. Funds are accessible and transferable to the County's bank accounts on demand. The County's investments are limited to investments permitted by subdivisions (a) to (n), inclusive, of Section 53601 of the California Government Code. The County reports its investments in CAMP at the fair value amounts provided by CAMP, which is the same as the value of the pool share. On June 30, 2020, CAMP had a weighted average maturity of not more than 60 days.

Deposits in the LAIF and CAMP are not insured or otherwise guaranteed by the State of California, and participants share proportionally in any realized gains or losses on investments.

Fair Value Measurements

The Pool categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. These principles recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Investments reflect prices quoted in active markets;
- Level 2: Investments reflect prices that are based on a similar observable asset either directly or indirectly, which may include inputs in markets that are not considered to be active; and,
- Level 3: Investments reflect prices based upon unobservable sources.

The Pool uses fair value measurements determined by the financial institution holding the investment. The following table presents fair value of investments held within the Pool as of June 30, 2020:

Investments by fair value level	Fair Value Measurements Using		
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt securities:			
Certificate of Deposits - Negotiable	\$ 76,998,800	\$ —	\$ 76,998,800
Commercial Paper - Discount	44,981,000	—	44,981,000
Commercial Paper - Non Discount	15,000,000	—	15,000,000
Corporate Bonds MTN	10,013,300	—	10,013,300
Medium-term notes	51,498,762	—	51,498,762
Total investments by fair value hierarchy	<u>198,491,862</u>	<u>\$ —</u>	<u>\$ 198,491,862</u>
Investments not subject to fair value hierarchy:			
CAMP	1,800,144		
LAIF	8,318,000		
Total investments not subject to fair value hierarchy	<u>10,118,144</u>		
Total investments measured at fair value	<u>\$ 208,610,006</u>		

The fair value of the Authority's investment in Local Agency Investment Fund and California Asset Management Program is reported in the accompanying financial statements at amounts based upon

the Authority's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio).

Deposits and withdrawals in the Local Agency Investment Fund and California Asset Management Program are made on the basis of \$1 and not fair value. Accordingly, the Authority's proportionate share of investments in those funds at June 30, 2020 and June 30, 2019 is an uncategorized input not defined as a Level 1, Level 2, or Level 3 input.

Restricted Cash and Investments

Cash and Investments at June 30, 2020 that are restricted by legal or contractual requirements are comprised of the following:

Governmental Activities	
General Fund	\$ 8,304,895
Human Services Agency	6,737,771
Road Fund	220,560
Mental Health Fund	16,072,839
Capital Improvement Projects	8,875,606
Tobacco Securitization	871,022
Other Governmental Funds	41,232,321
Total governmental activities	<u>82,315,014</u>
Business-type Activities	
Integrated Waste Management Fund	
Financial assurance for landfill corrective action	750,607
Total business-type activities	<u>750,607</u>
Total restricted cash and investments	<u>\$ 83,065,621</u>

Additional detail can be found in Note 16: Fund Balances

NOTE 3. INTERFUND TRANSACTIONS

Interfund Receivables/Payable

The composition of interfund balances as of June 30, 2020 is as follows:

Receivable Fund	Payable Fund	Amount	Purpose
Due to/from other funds:			
General Fund	Capital Improvement Projects fund	6,419,096	Interfund borrowing
Mental Health	Capital Improvement Projects fund	1,408,211	Interfund borrowing
General Fund	Non-major governmental fund	887,910	Interfund borrowing
Non-major governmental fund	Non-major governmental fund	62,100	Interfund borrowing
Health Services Agency	Non-major governmental fund	160,156	Interfund borrowing
		<u>\$ 8,937,473</u>	
Advances to/from funds:			
General Fund	Tobacco Securitization fund	4,154,713	Capital improvement projects
	Total interfund balances	<u>\$ 13,092,186</u>	

The balances above are due to be paid in the subsequent fiscal year and resulted from when funds overdrew their share of pooled cash; or the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various County operations and re-allocations of special revenue. The following schedule briefly summarizes the County's transfer activities:

Transfer From	Transfer To	Amount	Purpose
General Fund	Mental Health Fund	45,772	Funding for operations
General Fund	Non-major governmental fund	977,660	Funding for operations
General Fund	Capital Improvement Projects fund	88,604	Funding for capital outlay
General Fund	Road Fund	500,000	Funding for capital outlay
General Fund	Human Services Agency	142,177	Funding for operations
Human Services Agency	Capital Improvement Projects fund	129,702	Funding for capital outlay
Human Services Agency	Non-major governmental fund	10,085	Funding for operations
Mental Health Fund	Capital Improvement Projects fund	28,330	Funding for capital outlay
Capital Improvement Projects fund	Non-major governmental fund	23,506	Funding for capital outlay
Capital Improvement Projects fund	Mental Health Fund	94,022	Funding for capital outlay
Internal Service Fund	Capital Improvement Projects fund	925,141	Funding for capital outlay
CSWD Fund	Capital Improvement Projects fund	27,180	Funding for capital outlay
Non-major governmental fund	Road Fund	383,280	Funding for capital outlay
Mental Health Fund	Health Services Agency	121,726	Funding for operations
Non-major governmental fund	General Fund	3,235,828	Funding for operations
Non-major governmental fund	Non-major governmental fund	648,921	Funding for operations
Non-major governmental fund	Capital Improvement Projects fund	374,966	Funding for capital outlay
Solid Waste Fund (Proprietary)	Road Fund	341,485	Funding for capital outlay
		<u>\$ 8,098,385</u>	

NOTE 4. RECEIVABLES

GASB Statement No. 38, "Certain Financial Statement Note Disclosures," requires disclosure of significant receivable balances not expected to be collected within one year of the date of the financial statements.

Housing Loans Receivable

A total of \$1,614,698 was recorded as housing loans receivable under other governmental funds at June 30, 2020. These loan receivables represent low or zero interest mortgage notes and related accrued interest to finance multi-family and single family construction and rehabilitation projects, as well as home-buyer assistance for low income families, as part of the County's affordable housing program. Loan terms range from 15 to 55 years with interest rates from 0% to 6%. The County's primary sources of funding for these loans come from grants from the federal HOME Investment Partnership (HOME) and Community Development Block Grant (CDBG) programs. The HOME and CDBG grants contain monitoring requirements to ensure grant compliance. These requirements are reflected in the loan agreements.

Panoche Valley Solar Project Receivable

In 2010, a development agreement was entered into between the County and Solargen Energy, Inc. (Solargen). In 2011, Solargen assigned its interests to PV2 Energy, LLC (PV2) and again in 2012 PV2 assigned its interests to Panoche Valley Solar, LLC (PVS). One of the terms of the agreement was for the developer to provide the County 0.14% of the assessed value of the property for a period of twenty years, on the value of the solar energy improvements which would otherwise be exempt from taxation pursuant to California Revenue and Taxation Code Section 73. When the amended agreement was approved in 2018, the principal's net present value of \$4,259,238 with discount rate of 3% was recorded in the General Fund. The current portion of the receivable is \$394,022 and non current portion is \$3,452,896 at June 30, 2020.

Other Receivable

Other receivables as of June 30, 2020, for the County's individual major, nonmajor and enterprise fund that are expected to be collected within in the next fiscal year is as follows:

Governmental Funds:	General	Human Services Agency	Road	Mental Health	Capital Improvement Projects	Other Governmental	Total Governmental Funds
Accounts receivable from customers	\$ 915,592	\$ 335,421	\$ 294,844	\$ 6,251	\$ 54,631	\$ 270,992	\$ 1,877,731
Other accounts receivable	394,022	—	—	—	—	—	394,022
Due from other governments	2,175,892	1,781,760	4,232,120	1,069,743	—	3,716,526	12,976,041
Totals	<u>\$ 3,485,506</u>	<u>\$2,117,181</u>	<u>\$4,526,964</u>	<u>\$ 1,075,994</u>	<u>\$ 54,631</u>	<u>\$ 3,987,518</u>	<u>\$ 15,247,794</u>
Proprietary Fund:	<u>Solid Waste</u>						
Accounts receivable	\$ 562,838						
Due from other governments	\$ 225,000						
Totals	<u>\$ 787,838</u>						

NOTE 5. CAPITAL ASSETS

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

	Balance June 30, 2019	Additions	Deletions	Transfers & Adjustments	Balance June 30, 2020
Governmental Activities					
Capital assets, not being depreciated:					
Land	\$ 1,513,658	\$ 397,244	\$ —	\$ —	\$ 1,910,902
Construction in progress	46,760,166	11,540,587	—	(11,282,742)	47,018,011
Total capital assets, not being depreciated	48,273,824	11,937,831	—	(11,282,742)	48,928,913
Capital assets, being depreciated:					
Infrastructure	172,901,613	2,149,513	—	1,238,987	176,290,113
Buildings & Improvements	27,565,396	—	—	10,019,152	37,584,548
Equipment	19,741,086	1,524,412	(57,583)	(8,127)	21,199,788
Total capital assets, being depreciated	220,208,095	3,673,925	(57,583)	11,250,012	235,074,449
Less accumulated depreciation for:					
Infrastructure	(117,615,249)	(3,338,346)	—	—	(120,953,595)
Buildings & Improvements	(15,863,549)	(1,284,809)	—	—	(17,148,358)
Equipment	(16,475,571)	(1,588,837)	57,583	10,585	(17,996,240)
Total accumulated depreciation	(149,954,369)	(6,211,992)	57,583	10,585	(156,098,193)
Total capital assets, being depreciated, net	70,253,726	(2,538,067)	—	11,260,597	78,976,256
Governmental Activities, capital assets, net	\$ 118,527,550	\$ 9,399,764	\$ —	\$ (22,145)	\$ 127,905,169

	Balance June 30, 2019	Additions	Deletions	Transfers & Adjustments	Balance June 30, 2020
Business - Type Activities					
Capital assets not being depreciated:					
Land	\$ 313,079	\$ —	\$ —	\$ —	\$ 313,079
Construction in progress	70,448	—	—	—	70,448
Total capital assets not being depreciated	383,527	—	—	—	383,527
Capital assets being depreciated:					
Improvements	806,262	—	—	—	806,262
Equipment	74,145	—	—	—	74,145
Total capital assets being depreciated	880,407	—	—	—	880,407
Less accumulated depreciation	(573,213)	(43,213)	—	—	(616,426)
Total capital assets, being depreciated, net	307,194	(43,213)	—	—	263,981
Business-type activities, capital assets, net	\$ 690,721	\$ (43,213)	\$ —	\$ —	\$ 647,508

Depreciation

Depreciation expense was charged to governmental and business-type activities by function as follows:

Governmental Activities:

General government	\$ 736,373
Public protection	1,108,249
Public ways and facilities	3,983,566
Health and sanitation	73,264
Public assistance	244,120
Education	(2,861)
Recreation and cultural services	<u>69,281</u>

Total Governmental Activities Depreciation Expense \$ 6,211,992

Business-Type Activities:

Solid Waste - County Landfill \$ 43,212

NOTE 6. LEASES

Operating Leases

The County rents various office space and equipment for normal operations. All of these leases contain options to renew the lease at the end of the lease terms. Remaining noncancellable, subject to non-appropriation, minimum future payments on these leases are as follows:

<u>June 30</u>	<u>Total</u>
2021	\$ 1,260,961
2022	1,085,296
2023	1,066,446
2024	284,997
2025	86,544
Total minimum rental payments	<u>\$ 3,784,244</u>

Total rent expenditures for the year ended June 30, 2020 was \$1,281,165, of which \$168,069 was paid by the General Fund, \$681,767 was paid by the Human Services Agency Fund, \$130,211 was paid by the Public Health Fund, and \$301,118 was paid by the Mental Health Fund.

Capital Lease Obligations

The County has entered into capital lease arrangements under which the related equipment will become the property of the County when all terms of the agreement are met. Capital lease arrangements include various office equipment, and one lease/purchase agreement executed in FY18/19 with Bank of America for building improvements and solar equipment.

The following schedule presents future minimum capital lease payments, payable by the General Fund and other major and non-major special revenue funds:

<u>June 30</u>	<u>Governmental Activities</u>	
	Principal	Interest
2021	\$ 241,099	\$ 307,868
2022	256,844	301,698
2023	277,215	291,848
2024	297,744	281,524
2025	319,177	270,315
2026-2030	1,745,000	1,165,130
2031-2035	2,535,000	765,630
2036-2039	2,735,000	213,850
Total lease payments	<u>\$ 8,407,079</u>	<u>\$ 3,597,863</u>

The following schedule includes all property and equipment assets held under capital leases:

Solar project	\$ 8,074,235
Equipment	527,784
Less: Accumulated Depreciation-Equipment	(265,531)
Total	<u>\$ 8,336,488</u>

NOTE 7. LONG-TERM LIABILITIES

Summary of Long-Term Liabilities

The following is a summary of long-term liability transactions for the fiscal year ended June 30, 2020:

	Balance			Balance	
	June 30, 2019	Increases	Decreases	June 30, 2020	Due Within One Year
Governmental Activities:					
Capital leases	\$ 8,222,337	\$ 355,660	\$ (170,919)	\$ 8,407,078	\$ 241,099
Loans payable (direct borrowings)	50,284	246,888	(37,275)	259,897	67,389
2019 Certificates of Participation (COP)	7,480,000	—	(110,000)	7,370,000	135,000
Unamortized premium on COP	279,887	—	(10,174)	269,713	9,464
Subtotal 2019 COP	7,759,887	—	(120,174)	7,639,713	144,464
2020 Certificates of Participation (COP)	—	10,190,000	—	10,190,000	130,000
Unamortized premium on COP	—	607,294	—	607,294	45,768
Subtotal 2020 COP	—	10,797,294	—	10,797,294	175,768
Total Governmental Activities LT Liabilities	<u>\$ 16,032,508</u>	<u>\$ 11,399,842</u>	<u>\$ (328,368)</u>	<u>\$ 27,103,982</u>	<u>\$ 628,720</u>

Capital Leases - 2019 Equipment Lease/Purchase Agreement

The County entered into an Equipment Lease/Purchase Agreement with Bank of America on August 3, 2018. The terms of the agreement were a 20-year lease with a principal amount of \$8,175,000 at 3.760% interest rate per annum. The lease agreement was related to the Energy Conservation Measures Project which consists of the design, construction, installation, and monitoring of certain energy conservation measurement improvements to various County facilities. Solar energy panels, lighting and HVAC improvements are part of the scope of work.

Loans Payable - direct borrowings (PG&E On-Bill Financing)

In addition to the lease/purchase agreement for the above referenced Energy Conservation Measures Project, the County executed a total of eight on-bill financing loan agreements with Pacific, Gas, and Electric Company (PG&E) in fiscal year 2018/2019 totaling \$51,022 and additional \$246,888 in fiscal year 2019/2020 in loan proceeds. Loan proceeds are disbursed to the County after work has been completed at each County facility, and a post installation inspection and project verification has been conducted. As of June 30, 2020, eight loans had been executed and a loan payable was recognized. Each loan carries zero percent interest rate, and payment terms that range from 27 to 94 months.

2019 and 2020 Certificates of Participation

The San Benito County Financing Corporation (the "Corporation") is a nonprofit public benefit corporation duly organized and existing under the laws of the State of California. The Corporation was established for the purpose of facilitating the financing of public projects in the County. The Board of Directors of the Corporation is composed of the sitting members of the Board of Supervisors of the County.

2019 Certificates of Participation

The County agreed to lease the County sheriff administration building, approximately 42,000 square feet located at 2301 Technology Parkway in Hollister, CA, to the San Benito County Financing Corporation (the "Corporation"). The lease agreement terminates on October 1, 2048. The Corporation then subleases the leased property back to the County under the lease agreement. The County has the option at any time during the term of the lease agreement to substitute or remove the leased property, upon satisfaction of certain conditions set forth in the lease agreement. Under the lease agreement the County pays semiannual lease payments as the rental for the use and occupancy of the leased property. The County is obligated to deposit with Wells Fargo Bank, N.A. (the "Trustee") the full amount of the lease payment.

In FY18/19, the County issued \$7.48 million in certificates of participation. The certificates were sold to provide funds to the County to finance the acquisition of land and the costs of construction of the County adult detention facility (capital asset). These certificates are secured by annual lease payments, described in the previous paragraph, paid by the County directly to the Trustee, as assignee of the Corporation, and the lease payments are used to pay the principal and interest of the debt. The final maturity of the certificates is October 1, 2048, which corresponds to the final lease payment, with an interest rate of 3.34% .

2020 Certificates of Participation

In December 2019, the County has determined that it is in the best interest of the County to provide for the financing of a portion of the cost of improving certain real property to be used as a County behavioral health facility (the "Project"). The County agreed to lease the County jail located at 710 Flynn Road in Hollister, CA and the site on which the Project will be constructed, which is adjacent to the existing County behavioral health facility located at 1131 San Felipe Road in Hollister, CA to the San Benito County Financing Corporation (the "Corporation"). The lease agreement terminates on October 1, 2049. The Corporation then subleases the leased property back to the County under the lease agreement. The County has the option to prepay the principal component of the lease payments, in whole or in part, on any date on or after October 1, 2029. Under the lease agreement the County pays semiannual lease payments as the rental for the use and occupancy of the leased property. The County is obligated to deposit with Wells Fargo Bank, N.A. (the "Trustee") the full amount of the lease payment.

In FY19/20, the County issued \$10.19 million in certificates of participation. The certificates were sold to provide funds to the County to finance the costs of construction of the County behavioral health facility (capital asset). These certificates are secured by annual lease payments, described in the previous paragraph, paid by the County directly to the Trustee, as assignee of the Corporation, and the lease payments are used to pay the principal and interest of the debt. The final maturity of the certificates is October 1, 2049, which corresponds to the final lease payment, with an interest rate of 3.14% .

The certificates contain debt covenants, which are deemed by the County to be duties imposed by law. The County must include the applicable lease payments due each year in its annual budget and make the necessary appropriations. The County is also required to maintain certain levels of public liability and property damage, fire and extended coverage insurance, rental interruption insurance, and title

insurance in connection with the lease agreement. The County is under no obligation to provide insurance against loss or damage occasioned by the perils of earthquake or flood. The County is in compliance with all significant financial restrictions and requirements as set forth in its debt covenants.

The County maintains a Standard & Poor's "AA" rating for long-term certificates of participation. There is no assurance that any credit rating given will be maintained for any period of time.

The following is a schedule of total COP debt service obligations to maturity as of June 30, 2020:

Year Ending June 30, 2020	2019 Certificates of Participation		2020 Certificates of Participation	
	Principal	Interest	Principal	Interest
2021	\$ 135,000	\$ 272,643	\$ 130,000	\$ 377,156
2022	140,000	265,769	195,000	313,912
2023	145,000	258,644	205,000	303,913
2024	155,000	251,144	215,000	293,412
2025	165,000	408,144	225,000	282,413
2026-2030	950,000	1,081,344	1,305,000	1,227,812
2031-2035	1,175,000	854,094	1,630,000	903,972
2036-2040	1,375,000	656,078	1,835,000	693,622
2041-2045	1,615,000	409,694	2,080,000	449,444
2046-2049	1,515,000	108,412	2,370,000	158,812
Sub-total	7,370,000	4,565,966	10,190,000	5,004,468
Unamortized Premium	269,713		607,294	
Total COP debt	\$ 7,639,713	\$ 4,565,966	\$ 10,797,294	\$ 5,004,468

NOTE 8. CONTINGENCIES

Litigation

The County is involved in various litigation arising from the normal course of business. Some of the lawsuits have been filed solely against the County, while in others, the County is one of a group of defendants. In the opinion of management, the disposition of all litigation pending is not expected to have a material effect on the overall financial position of the County on June 30, 2020.

COVID-19 Pandemic

During the fiscal year ended June 30, 2020, the world-wide corona virus pandemic impacted national and global economies. The County is closely monitoring its operations and liquidity and is actively working to mitigate the current and future impact of this unprecedented situation.

Grants

The County participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental entities. The County participates in other federal and state programs where County costs are recovered on a reimbursable basis. Grant expenditures and reimbursements are subject to audit by the appropriate grantor government. If, after an audit is performed, expenditures are disallowed due to noncompliance with the relevant regulations, the County may be required to reimburse the appropriate governmental agency. As of June 30, 2020, significant amounts of grant expenditures and records relating to reimbursements have not been audited, but the County believes that disallowed expenditures or reimbursements, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the County.

NOTE 9. EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN INDIVIDUAL DEPARTMENTS/FUNDS

The following fund(s), or individual department within a fund, reported an excess of expenditures over appropriations for the fiscal year ended June 30, 2020:

<u>Fund</u>	<u>Department</u>	<u>Amount in Excess</u>
General Fund:		
	Sheriff - Operations Division	\$ 595,411
	Coroner	\$ 5,556
	Housing	\$ 5,874
	Land Development Projects	\$ 165,660
	Contributions to Community Organizations	\$ 179
	Veterans Services	\$ 28,490
	First 5 San Benito	\$ 60,030
	Historical & San Justo Reservoir Parks	\$ 17,648
Road Fund		\$ 1,601,240
County Service Areas		\$ 60,369
Debt Service		\$ 620,589

NOTE 10. DEFICIT FUND EQUITY

The special revenue fund *Victim Witness* had a deficit of \$128,573 at fiscal year end. Victim Witness is solely funded through Federal and State grants. The deficit was caused by the timing of grant reimbursements. As grant reimbursements are received in the following fiscal year the deficit will be resolved.

The special revenue fund *Family Support* had net expenditures over revenues of \$37,288 due to the timing of collecting revenues; this increased the deficit fund balance to \$343,084 at fiscal year end. Family Support is 66% federally funded and 34% state funded. The deficit will be resolved once reimbursement is received.

NOTE 11. CLOSURE AND POSTCLOSURE CARE COSTS

The County owns the John Smith Landfill, a Class III facility. Approximately 90 acres are for solid waste disposal. An additional 5 acres of the landfill are for Class I operations that ceased in 1983, with closure activities completed in 1992. Ownership of the hazardous waste Class I site was transferred to the City of Hollister in 1984. As part of a 1994 agreement, the County shares fifty percent of the postclosure costs with the City of Hollister for the Class I hazardous waste site.

The estimated cost of closure and postclosure care are subject to change due to variables such as inflation, changes in the cost of materials, revisions of Federal and state laws, changes in technology and other variables. In addition to the above, State and federal laws and regulations require that landfill operators demonstrate the availability of financial resources to fund closure, postclosure and corrective activities at the landfill site. The California Environmental Protection Agency, Department of Resources Recycling and Recovery (CalRecycle) holds a beneficiary authority in the form of an “Enterprise Fund and Pledge of Revenue Agreement” in the closure and postclosure funds.

The total postclosure cost of the Class I site has been estimated and verified by the Department of Toxic Substance Control at \$1.4 million in 2016 dollars. Per the 1994 agreement with the City of Hollister, and as the California law requires to have financial assurance for postclosure care, the County's share of the Class I postclosure costs of \$714 thousand, subject to changes resulting from inflation, deflation, technology, or changes in applicable laws or regulations. A liability is recognized for the postclosure obligation, and is restricted as net position in the Solid Waste Fund. The balance of the restricted net position as of June 30, 2020 is \$751 thousand.

On December 21, 2010, Waste Solutions Group of San Benito County, LLC., the contract operator of the Class III landfill, entered into a new Landfill Operating Agreement with the County. One of the conditions of the new agreement was the transfer of the Class III closure, postclosure and corrective liability from the County to Waste Solutions Group. Waste Solutions Group posted surety bonds with CalRecycle to cover the liability for these activities. On July 9, 2014, CalRecycle accepted the bonds as a substitute for the “Enterprise Fund and Pledge of Revenue Agreement” thereby freeing the dedicated County enterprise funds held for this purpose. As of May 22, 2019, Waste Solutions Group provided CalRecycle with surety bond riders to update coverage for the liability as required. Consequently, the County does not recognize closure, postclosure and corrective costs for its Class III landfill operations.

NOTE 12. PENSION PLANS

General Information about the Miscellaneous Pension Plan

A. Plan Description

All qualified permanent and probationary employees are eligible to participate in the County’s Miscellaneous (excluding police and fire) Plan, agent multiple-employer defined benefit pension plan administered by the California Public Employees Retirement Systems (CalPERS), which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Plan are established by State statute and County 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 and beneficiaries, 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 Employee’ Retirement Law.

The Plan’s provisions and benefits in effect at June 30, 2020, are summarized as follows:

	Miscellaneous	
	Prior to	On or after
Hire Date	January 1, 2013	January 1, 2013
Benefit Formula	2.0% @ 55	2.0% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	Monthly for life	Monthly for life
Retirement age	50-55	52-67
Monthly benefits, as a % of eligible compensation	2.0% to 2.418%	1.0% to 2.5%
Required employee contribution rates	7%	7.25%
Required employer contribution rates	8.758%	8.758%
Required employer contribution for unfunded liability (prepayment option)	3,193,308	-

Employees Covered - At June 30, 2020, the following employees were covered by the benefit terms for the Miscellaneous Plan:

	Miscellaneous
Active employees	389
Inactive employees entitled to but not yet receiving benefits	547
Inactive employees or beneficiaries currently receiving benefits	528
Total	1,464

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. Funding contributions for the Plan is determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined contribution rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional percentage to finance the unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined contribution normal cost rate and the contribution rate of employees. For the measurement period ended June 30, 2019, the average active employee contribution rate is 7.125 percent of annual pay, and the employer's contribution rate is 8.758 percent of covered payroll. Employer contribution rates may change if plan contracts are amended. Effective fiscal year 2017/2018, the actuarially determined contribution to fund the pension plan will be comprised of two components: (1) the normal cost, expressed as a percentage of total active payroll and (2) the amortization of the unfunded accrued liability (UAL), expressed as a dollar amount.

B. Net Pension Liability

The County's net pension liability for the Miscellaneous Plan is measured as the total pension liability less the pension plan's fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2019, using an annual actuarial valuation as of June 30, 2018, rolled forward to June 30, 2019, using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions - The total pension liabilities in the June 30, 2018 actuarial valuations were determined using the following actuarial assumptions:

	Miscellaneous
Valuation Date	June 30, 2018
Measurement Date	June 30, 2019
Actuarial Cost Method	Entry - Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.15 %
Inflation	2.75 %
Payroll Growth	3 %
Projected Salary Increase	3.3% - 14.2% (1)
Investment Rate of Return	7.5% (2)
Mortality	(3)

- (1) Varies depending on age, service and type of employment
- (2) Net of pension plan investment and administrative expenses, including inflation
- (3) Derived using CalPERS' Membership Data for all Funds

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period 1997 to 2011. Further details of the Experience study can be found on the CalPERS website under Forms and Publications.

Discount Rate - The discount rate used to measure the total pension liability was 7.15% for the Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for the plan, CalPERS stress tested 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 7.15% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.15% will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained from CalPERS' website under the GASAB 68 section.

According to paragraph 30 of Statement 68, the long-term discount rate should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.15% used for the June 30, 2019 measurement date is without reduction of pension plan administrative expense.

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 (Public Employees' Retirement Fund) cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound 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. The target allocation shown was adopted by the CalPERS Board of Administration on December 19, 2017.

<u>Asset Class</u>	Current Target Allocation	Real Return Years 1-10 ^(a)	Real Return Years 11+ ^(b)
Global Equity	50%	4.8%	5.98%
Global Fixed Income	28%	1%	2.62%
Inflation Assets	—%	0.77%	1.81%
Real Assets	13%	3.75%	4.93%
Private Equity	8%	6.3%	7.23%
Liquidity	1%	—%	(0.92)%
Total	<u>100%</u>		

^(a) An expected inflation of 2.00% used for this period
^(b) An expected inflation of 2.92% used for this period

C. Changes in the Net Pension Liability

The changes in the Net Pension Liability for the Plan follows:

Miscellaneous Plan:			
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Primary Government			
Balance at June 30, 2018, measurement date	\$ 158,188,642	\$ 117,438,677	\$ 40,749,965
Changes in the year:			
Service Cost	3,244,088	—	3,244,088
Interest on the Total Pension Liability	10,883,604	—	10,883,604
Differences between Expected and Actual Experience	2,892,787	—	2,892,787
Contributions - Employer	—	4,435,281	(4,435,281)
Contributions - Employees	—	1,564,693	(1,564,693)
Net Investment Income	—	7,198,449	(7,198,449)
Benefit Payments, including Refunds of Employee Contributions	(7,238,413)	(7,238,413)	—
Administrative Expense	—	(65,447)	65,447
Net Changes	9,782,066	5,894,563	3,887,503
Balance at June 30, 2019, measurement date	\$ 167,970,708	\$ 123,333,240	\$ 44,637,468
Component Unit			
Balance at June 30, 2018, measurement date	\$ 813,605	\$ 456,638	\$ 356,967
Changes in the year:			
Service Cost	28,637	—	28,637
Interest on the Total Pension Liability	96,074	—	96,074
Differences between Expected and Actual Experience	25,536	—	25,536
Contributions - Employer	—	39,152	(39,152)
Contributions - Employees	—	13,812	(13,812)
Net Investment Income	—	63,543	(63,543)
Benefit Payments, including Refunds of Employee Contributions	(63,895)	(63,895)	—
Administrative Expense	—	(3,367)	3,367
Net Changes	86,352	49,245	37,107
Balance at June 30, 2019, measurement date	\$ 899,957	\$ 505,883	\$ 394,074

The above schedule excludes the Courts' share of the Miscellaneous Plan determined at June 30, 2020 to be 7.43 percent of the plans total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the net pension liability of the County's Plan as of the measurement date, calculated using the discount rate of 7.15%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.15%) or 1 percentage-point higher (8.15%) than the current rate:

	<u>Miscellaneous</u>
1% Decrease	6.15 %
Net Pension Liability	\$ 67,978,870
Current Discount Rate	7.15 %
Net Pension Liability	\$ 44,637,468
1% Increase	8.15 %
Net Pension Liability	\$ 28,007,407

Pension Plan Fiduciary Net Position - Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

D. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2020, the County's primary government recognized pension expense of \$9,705,882 for the Miscellaneous Plan. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Primary Government</u>		<u>Component Unit</u>	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 4,896,908	\$ —	\$ 43,227	\$ —
Changes in assumptions	—	(244,208)	—	(2,156)
Differences between actual and expected experience	1,821,378	(50,003)	16,078	(441)
Net differences between projected and actual investment earnings	—	(495,326)	—	(4,373)
Total	<u>\$ 6,718,286</u>	<u>\$ (789,537)</u>	<u>\$ 59,305</u>	<u>\$ (6,970)</u>

For the primary government \$4,896,908, and the government's component unit \$43,227, is 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 fiscal year ended June 30, 2021. Other amounts reported as deferred inflows of resources, related to pensions, will be recognized as pension expense as follows:

Fiscal Year Ended June 30	<u>Primary Government</u>	<u>Component Unit</u>
	Deferred Outflows/(Inflows) of Resources	Deferred Outflows/(Inflows) of Resources
2021	\$ 1,214,508	\$ 10,721
2022	(163,797)	(1,446)
2023	(144,965)	(1,280)
2024	126,095	1,113
	<u>\$ 1,031,841</u>	<u>\$ 9,108</u>

General Information about the Safety Pension Plan

A. Plan Description

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

Benefits Provided - CalPERS provides service retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries, 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 the Plan are applied as specified by the Public Employee' Retirement Law.

The Plan's provisions and benefits in effect at June 30, 2020, are summarized as follows:

	Safety	
	Prior to January 1, 2013	On or after January 1, 2013
Hire Date	Prior to January 1, 2013	On or after January 1, 2013
Benefit Formula	3% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service
Benefit payments	Monthly for life	Monthly for life
Retirement age	50	50-57
Monthly benefits, as a % of eligible compensation	3%	2.0% to 2.7%
Required employee contribution rates	9%	13.75%
Required employer contribution rates	20.603%	13.98%
Required employer contribution for unfunded liability (prepayment option)	\$1,606,753	\$18,648

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. Funding contributions are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contribution rate of the employees.

For the year ended June 30, 2020, the contributions recognized as part of pension expense for the Safety Plan were \$2,607,926.

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

As of June 30, 2020, the County reported net pension liabilities of \$17,218,033 for its proportionate share of the net pension liability of the Safety Plan. The County’s net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2019, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019, using standard update procedures. The County’s proportion of the net pension liability was based on a projection of the County’s long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

The County’s proportionate share of the net pension liability for the Plan as of June 30, 2018 and 2019 was as follows:

	<u>Safety</u>
Proportion - June 30, 2018	0.278882%
Proportion - June 30, 2019	0.275818%
Change - Increase (Decrease)	(0.003064)%

For the year ended June 30, 2020, the County recognized pension expense of \$4,270,762 for the Safety Plans. At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to measurement date	\$ 2,905,823	\$ —
Differences in proportion	136,846	(119,311)
Changes in assumptions	804,568	(236,554)
Differences between expected and actual experience	1,124,182	—
Differences between the employer’s contributions and the employer’s proportionate share of contributions	437,635	—
Net differences between projected and actual earnings on plan investments	—	(236,863)
Total	<u>\$ 5,409,054</u>	<u>\$ (592,728)</u>

\$2,905,823 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, 2021. Other amounts reported as deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Ended June 30</u>	<u>Deferred Outflows/(Inflows) of Resources</u>
2021	\$ 1,592,330
2022	62,547
2023	209,536
2024	46,090
	<u>\$ 1,910,503</u>

Actuarial Assumptions - The actuarial methods and assumptions used to set the actuarially determined contributions for fiscal year 2018/19 were derived from the June 30, 2016 funding valuation report.

Actuarial Cost Method	Entry - Age Normal Cost Method
Amortization Method/Period	For details, see June 30, 2016 Funding Valuation Report
Asset Valuation Method	Actuarial Value of Assets. For details, see June 30, 2016 Funding Valuation Report
Inflation	2.75%
Salary Increases	Varies by Entry Age and Service
Payroll Growth	3%
Investment Rate of Return	7.375% Net of Pension Plan Investment and Administrative Expenses; includes Inflation
Retirement Age	The probabilities of Retirement are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011.
Mortality	The probabilities of mortality are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011. Pre-retirement and Post-retirement mortality rates include 20 years of projected mortality improvement using Scale BB published by the Society of Actuaries.

There were no changes in methods or assumptions used to determine the legally required contributions, what are actuarially determined, from the June 30, 2015 to the June 30, 2016 funding valuation report. Further details of the Experience study can be found on the CalPERS website.

Discount Rate - The discount rate remained the same as the previous fiscal year, at 7.15 percent for the Plan. According to paragraph 30 of Statement 68, the long-term discount rate should be determined without reduction for pension plan administrative expense.

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 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.

Asset Class	Current Target Allocation	Real Return Years 1-10 ^(a)	Real Return Years 11+ ^(b)
Global Equity	47%	5.25%	5.71%
Global Fixed Income	19%	0.99%	2.43%
Inflation Sensitive	6%	0.45%	3.36%
Private Equity	12%	6.83%	6.95%
Real Estate	11%	4.5%	5.13%
Infrastructure and Forestland	3%	4.5%	5.09%
Liquidity	2%	(0.55)%	(1.05)%

^(a) An expected inflation of 2.5% used for this period

^(b) An expected inflation of 3.0% used for this period

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

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

	Safety
1% Decrease	6.15 %
Net Pension Liability	\$ 27,043,793
Current Discount Rate	7.15 %
Net Pension Liability	\$ 17,218,033
1% Increase	8.15 %
Net Pension Liability	\$ 9,162,449

Pension Plan Fiduciary Net Position - Detailed information about the pension plan’s fiduciary net position is available in the separately issued CalPERS financial reports.

At June 30, 2020, the County reported net pension liability for both the miscellaneous and safety plans as follows:

	Net Pension Liability	
Miscellaneous Plan	\$	44,637,468
Safety Plan		17,218,033
Total Pension Plans	\$	61,855,501

At June 30, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Miscellaneous Plan		Safety Plan		Total Pension Plans	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 4,896,908	\$ —	\$ 2,905,823	\$ —	\$ 7,802,731	\$ —
Differences in proportion	\$ —	\$ —	\$ 136,846	\$ (119,311)	\$ 136,846	\$ (119,311)
Changes in assumptions	\$ —	\$ (244,208)	\$ 804,568	\$ (236,554)	\$ 804,568	\$ (480,762)
Differences between expected and actual experience	\$ 1,821,378	\$ (50,003)	\$ 1,124,182	\$ —	\$ 2,945,560	\$ (50,003)
Differences between the employer's contributions and the employer's proportionate share of contributions	\$ —	\$ —	\$ 437,635	\$ —	\$ 437,635	\$ —
Net differences between projected and actual earnings on plan investments	\$ —	\$ (495,326)	\$ —	\$ (236,863)	\$ —	\$ (732,189)
Total	\$ 6,718,286	\$ (789,537)	\$ 5,409,054	\$ (592,728)	\$ 12,127,340	\$ (1,382,265)

\$7,802,731 reported as deferred outflows of resources related to pension contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future years as pension expense.

Ended June 30,	Miscellaneous Plan	Safety Plan	Total Pension Plans
	Deferred Outflows/(Inflows) of Resources	Deferred Outflows/(Inflows) of Resources	Deferred Outflows/(Inflows) of Resources
2021	\$ 1,214,508	\$ 1,592,330	\$ 2,806,838
2022	(163,797)	62,547	(101,250)
2023	(144,965)	209,536	64,571
2024	126,095	46,090	172,185
	\$ 1,031,841	\$ 1,910,503	\$ 2,942,344

NOTE 13. OTHER POST-EMPLOYMENT BENEFITS (OPEB)

General Information about the OPEB Plan

A. Plan Description

The County of San Benito participates in the California Employers' Retiree Benefit Trust Fund Program (CERBT), an agent-multiple employer post-employment health plan, to pre-fund other postemployment benefits through CalPERS. The County's Retiree Healthcare Plan (Plan) provides healthcare insurance benefits to eligible retirees. Effective 2017, the County left the CalPERS Healthcare Program provided through PEMHCA and joined CSAC-EIA Healthcare Plan. CSAC-EIA operates a community-rated employer purchasing pool with employees and non-Medicare retirees rated together.

The County provides post-employment healthcare benefits to all employees who retire through CalPERS from the County on or after attaining age 50 with at least five years of service. The surviving spouse of an eligible retiree is eligible for the employer contribution upon the death of the retiree. Under CSAC-EIA, the premium rates are the same for both active and retired employees covered under the same medical plan. The premium contributions of the plan members and the County are established and may be amended by the County. The County's contribution is based on the retiree's elected family coverage category and whether the retiree is Medicare eligible. Currently, 244 retirees meet those eligibility requirements.

The County pre-funds the Plan through the California Employers' Retiree Benefit Trust (CERBT). CERBT is a tax-qualified irrevocable trust organized under Internal Revenue Code Section 115 and established to pre-fund retiree health care benefits. A Schedule of Changes in Fiduciary Net Position by Employer, Independent Accountant's Report and Notes to the GASB 75 Schedule for Measurement Date June 30, 2017 are now available and can be accessed at <https://www.calpers.ca.gov/docs/forms-publications/gasb-75-schedule-changes-fiduciary-net-position-2017.pdf>

On May 17, 2016, the County of San Benito adopted the PARS Section 115 Public Agencies Post-Employment Benefits Trust irrevocably dedicated to the pre-funding of OPEB, as defined by Governmental Accounting Standards Board (GASB) Statement No. 45/75, and the pre-funding of pension obligations appointing the authority to the County Auditor as Plan Administrator. Public Agency Retirement System (PARS) serves as Trust Administrator, and U.S. Bank, N.A. serves as Trustee. On July 23, 2019 the County Board of Supervisors authorized staff to transfer half the CERBT assets to the Public Agency Retirement System (PARS) for OPEB.

Employees Covered - At the OPEB liability measurement date of June 30, 2019, the following employees were covered by the benefit terms:

	<u>Primary Government</u>	<u>Component Unit</u>
Inactive plan members or beneficiaries currently receiving benefits	244	3
Inactive plan members entitled to but not receiving benefits	20	—
Active plan members	390	8
	<u>654</u>	<u>11</u>

Contributions - An actuarial valuation determines the County's actuarially determined contribution (ADC) for OPEB. The ADC is a target or recommended contribution to a defined contribution OPEB plan, determined in accordance with the parameters and in conformity with Actuarial Standards of Practice. For the fiscal year ended June 30, 2020, the County's contribution was \$2,422,636, and the component unit contributed \$38,206.

B. Net OPEB Liability

The net OPEB liability measured as of June 30, 2019, including its discretely presented component unit, was reported as \$3,909,546.

	Fiscal Year Ending		Fiscal Year Ending	
	2020	2019	2020	2019
Measurement Date	(2019)	(2018)	(2019)	(2018)
	Primary Government		Component Unit	
Total OPEB Liability (TOL)	28,354,410	28,107,988	436,018	488,442
Fiduciary Net Position (FNP)	24,408,077	22,994,062	472,805	445,417
Net OPEB Liability (NOL)	3,946,333	5,113,926	(36,787)	43,025
Funded Status (FNP/TOL)	86.08 %	81.81 %	108.44 %	91.19 %

Actuarial Assumptions - The total OPEB liability measured as of June 30, 2019 was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date	June 30, 2019			
Contribution Policy	actuarially determined contribution, recommended to fully fund the benefits over a reasonable period of time through an amortization of the net (unfunded) OPEB liability			
Discount Rate	7.00% per annum - assumes the County continues to fully fund for its retiree health benefits through the CERBT under its investment allocation strategy 1. The rate reflects the CERBT published median interest rate for strategy 1 of 7.28% with an additional margin for adverse deviation.			
Expected Long-term Rate of Return on Investments	7.00% per year; assumes the County invests in the CERBT asset allocation strategy 1 with a margin for adverse deviation of 28 bps.			
Inflation	2.75% per annum			
Salary Increases	3.25% per annum			
Pre-retirement turnover	according to the termination rates under the 2017 experience study for the CalPERS pension plan.			
Medical trend rates	medical costs are adjusted in future years by the following trends:			
	Year	Trend	Year	Trend
	2020	6.5%	2025	5.3%
	2021	6.3%	2026	5.0%
	2022	6.0%	2027	4.8%
	2023	5.8%	2028+	4.5%
	2024	5.5%		

The long-term expected rate of return on OPEB 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 OPEB plan investment expense and inflation) are developed for each major asset class.

These ranges are combined to produce the long-term expected rate of return by weighing the expected future return for each major asset class included in the OPEB plan's target asset allocation as of June 30, 2019 as summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return
CERBT		
Global Equity	59%	5.50%
Global Debt Securities	25%	2.35%
Inflation Assets	5%	1.50%
Commodities	3%	1.75%
REIT's	8%	3.65%
	100%	

Discount Rate - The discount rate used to measure the total OPEB liability is 7.00%. This discount rate assumes the County continues to fully fund for its retiree health benefits through the CERBT under its investment allocation strategy 1. The rate reflects the CERBT published median interest rate for strategy 1 of 7.28% with an additional margin for adverse deviation.

C. Changes in the Net OPEB Liability

The table below shows the changes in the Total OPEB liability, the Plan Fiduciary Net Position, and the Net OPEB liability during the measurement period ending on June 30, 2019 for the County's proportionate share, including its discretely presented component unit:

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Primary Government			
Balances at June 30, 2018, measurement date	\$ 28,107,988	\$ 22,994,062	\$ 5,113,926
Changes in the year:			
Service cost	726,910	—	726,910
Interest	1,916,269	—	1,916,269
Differences between expected and actual experience	1,174,966	—	1,174,966
Changes of assumptions	(652,473)	—	(652,473)
Contributions - employer	—	2,919,250	(2,919,250)
Net investment income	—	1,418,940	(1,418,940)
Benefit payments, including refunds of member contributions	(2,919,250)	(2,919,250)	—
Administrative expense	—	(4,925)	4,925
Net changes	246,422	1,414,015	(1,167,593)
Balance at June 30, 2019, measurement date	\$ 28,354,410	\$ 24,408,077	\$ 3,946,333
Component Unit			
Balances at June 30, 2018, measurement date	\$ 488,442	\$ 445,417	\$ 43,025
Changes in the year:			
Service cost	16,251	—	16,251
Interest	33,886	—	33,886
Expected investment income	—	31,176	(31,176)
Net investment income	—	(3,693)	3,693
Benefit payments, including refunds of member contributions	(24,963)	—	(24,963)
Administrative expense	—	(95)	95
Experience gains/losses	(77,598)	—	(77,598)
Net changes	(52,424)	27,388	(79,812)
Balance at June 30, 2019, measurement date	\$ 436,018	\$ 472,805	\$ (36,787)

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate - The following presents the Net OPEB Liability of the County, calculated using the discount rate of 7.00%, as well as what the County's Net OPEB Liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
<u>Primary Government</u>			
Net OPEB Liability	\$6,526,715	\$3,946,333	\$1,713,865
<u>Component Unit</u>			
Net OPEB Asset/(Liability)	\$(13,684)	\$36,787	\$79,108

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

	1% Decrease 5.50% decreasing to 3.50%	Current Healthcare Cost Trend Rates 6.50% decreasing to 4.50%	1% Increase 7.50% decreasing to 5.50%
<u>Primary Government</u>			
Net OPEB Liability	\$1,437,926	\$3,946,333	\$6,890,454
<u>Component Unit</u>			
Net OPEB Asset/(Liability)	\$80,501	\$36,787	\$(14,431)

OPEB Plan Fiduciary Net Position - Detailed information about the OPEB plan's fiduciary net position is available in the separately issued CERBT financial report.

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

For the year ended June 30, 2020, the County recognized OPEB expense of \$1,015,900, and its component unit recognized OPEB expense of \$30,491. OPEB expense represents the change in the net OPEB liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss, and actuarial assumptions or method. At June 30, 2020, the County, including its discretely presented component unit, reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Primary Government		Component Unit	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
County contributions subsequent to the measurement date	\$ 2,422,636	\$ —	\$ 38,206	\$ —
Differences between expected and actual experience	—	(231,639)	—	80,434
Changes of assumptions	—	(559,260)	—	—
Differences between projected and actual investment earnings	1,007,115	(256,159)	—	(567)
	<u>\$ 3,429,751</u>	<u>\$ (1,047,058)</u>	<u>\$ 38,206</u>	<u>\$ 79,867</u>

For the primary government and its component unit, \$2,422,636 and \$38,206, respectively, is reported as deferred outflows of resources, related to contributions subsequent to the measurement date, and will be recognized as OPEB expense in the fiscal year ended June 30, 2021. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ended June 30	Deferred Outflows/(Inflows) of Resources	
	Primary Government	Component Unit
2021	(148,176)	(4,141)
2022	(148,176)	(4,141)
2023	(5,612)	(4,137)
2024	112,737	(3,346)
2025	149,286	(4,083)
Thereafter	—	(60,019)
	<u>(39,941)</u>	<u>(79,867)</u>

NOTE 14. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The County is a member of a joint powers agency (JPA), Trindel Insurance Fund, which self-insures losses up to \$300,000 for workers compensation, up to \$250,000 for general liability, \$10,000 for auto liability, and \$25,000 for all risk property, per occurrence. The liability rests with the County. Trindel Insurance Fund is classified as a claims-servicing or account pool, wherein the County retains the risk of loss and is considered self-insured with regard to liability coverage. Trindel provides for an annual actuarial study to determine the necessary annual premium and to attain a reserve for claims at the 90% confidence level. Reserves are currently booked at the expected 70% confidence level.

In January 2018, the Trindel Board approved the creation of the workers compensation pool; the pool was established on July 1, 2018. Premiums paid into the pool are combined and shared between all members, and reported separately from individual self-insurance funds. Risk pooling does not prevent losses, nor transfer risk. Premiums for the pool will be determined by a third party actuary; premium calculations use a funding level of 80% confidence level. The pool insures losses between \$300,000 and \$1 million for workers compensation.

The County also belongs to another larger JPA called the California State Association of Counties Excess Insurance Authority (CSACEIA). CSACEIA, along with other commercial carriers, increases the coverage for general liability to \$25 million. Also, CSACEIA, with other commercial carriers, covers replacement cost on property to \$600 million with a \$25,000 deductible for real property and a \$20,000 deductible for vehicles. Trindel covers all but \$1,000 of these deductibles, per occurrence.

The actuarial expected claims liability at June 30, 2020 is \$4,139,743.

Fiscal Year Ending,	Beginning Fiscal Year Liability	Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year End
2020	3,954,500	911,143	(725,900)	4,139,743
2019	4,103,516	1,157,199	(1,306,215)	3,954,500

The County has not incurred a claim that has exceeded its insurance coverage limits in any of the last three fiscal years, nor has there been any significant reduction in insurance coverage.

NOTE 15. TAX ABATEMENT

The County provides tax abatements for restricted parcels of land under the Land Conservation Act (Williamson Act). Under the Williamson Act private landowners can enter into a contract with the County restricting the use of their land for agricultural or related open space use in exchange for reduced property tax assessments.

Property tax under the Williamson Act is assessed at a rate consistent with the property's actual use rather than the market value. The contracts are binding for a period of ten years and are automatically renewed each year unless the property owner files a Notice of Non-Renewal with the Assessor's Office. After the filing of the notice the land may not be converted to other uses for ten years, during which time the property taxes are gradually increased to reflect the full market value of the land.

No other commitments were made by the County as part of the Williamson Act contracts. For the fiscal year ended June 30, 2020, the County tax abatements under the Williamson Act totaled \$2,873,309.

NOTE 16. FUND BALANCES

Fund balances are presented in the following categories: nonspendable, restricted, committed, assigned, and unassigned (see Note 1 for a description of these categories). Presented below is a detailed schedule of fund balances, for major and nonmajor governmental funds, at June 30, 2020.

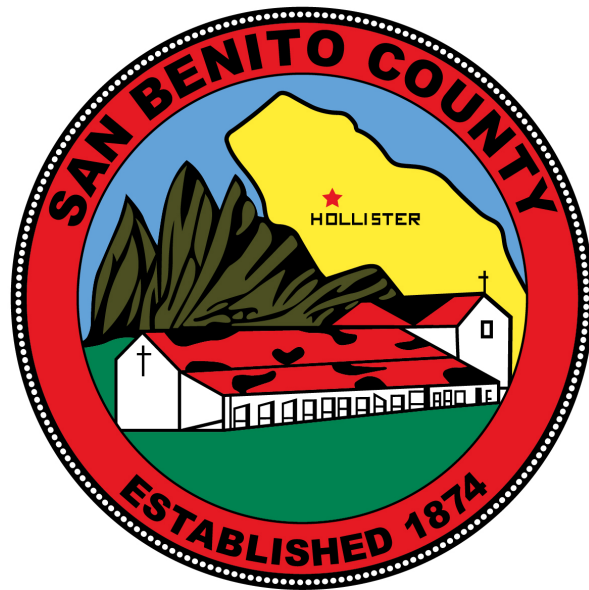
	General	Human Services Agency	Road	Mental Health	Capital Improvement Projects	Tobacco Securitization	Other Governmental	Total
Nonspendable:								
Inventory	—	—	27,807	—	—	—	—	27,807
Prepays	430,410	81,569	—	11,437	—	—	53,099	576,515
<i>Total nonspendable fund balance</i>	430,410	81,569	27,807	11,437	—	—	53,099	604,322
Restricted:								
General government								
Assessor - SCAPAP	303,144	—	—	—	—	—	—	303,144
Office of Emergency Services - PSPS	299,706	—	—	—	—	—	—	299,706
PARS - pension	3,593,258	—	—	—	—	—	—	3,593,258
Tobacco securitization	—	—	—	—	—	871,022	—	871,022
General government facilities impact	—	—	—	—	—	—	1,024,528	1,024,528
Public protection								
Recorder programs	1,245,611	—	—	—	—	—	—	1,245,611
Sheriff programs	2,564,519	—	—	—	—	—	—	2,564,519
Probation programs	129,226	—	—	—	—	—	—	129,226
Juvenile probation programs	26,991	—	—	—	—	—	—	26,991
District attorney programs	124,440	—	—	—	—	—	—	124,440
Public safety realignment	—	—	—	—	—	—	7,164,379	7,164,379
Pipeline safety initiative	18,000	—	—	—	—	—	—	18,000
Fish and game programs	—	—	—	—	—	—	4,645	4,645
Public protection impact fees	—	—	—	—	—	—	1,794,507	1,794,507
Public ways and facilities								
Purpose of fund	—	—	220,560	—	8,875,606	—	—	9,096,166
Road projects	—	—	—	—	—	—	3,156,073	3,156,073
Debt service	—	—	—	—	—	—	297,795	297,795
Public ways and facilities impact fees	—	—	—	—	—	—	12,124,737	12,124,737
Health and sanitation								
Substance abuse programs	—	—	—	—	—	—	460,971	460,971
Public health programs	—	—	—	—	—	—	2,821,004	2,821,004
Emergency medical services	—	—	—	—	—	—	869,581	869,581
Purpose of fund	—	—	—	16,072,839	—	—	—	16,072,839
Public assistance								
development	—	—	—	—	—	—	463,561	463,561
Migrant labor camp	—	—	—	—	—	—	335,061	335,061
Housing assistance programs	—	—	—	—	—	—	1,882,036	1,882,036
Public authority	—	—	—	—	—	—	162,045	162,045
Public assistance programs	—	6,737,771	—	—	—	—	—	6,737,771
Inclusionary housing impact fees	—	—	—	—	—	—	846,571	846,571
Recreation and culture								
Parks and recreation impact fees	—	—	—	—	—	—	5,040,921	5,040,921
County service areas	—	—	—	—	—	—	2,066,252	2,066,252
Community Facilities District	—	—	—	—	—	—	717,654	717,654
<i>Total restricted fund balance</i>	8,304,895	6,737,771	220,560	16,072,839	8,875,606	871,022	41,232,321	82,315,014
Committed:								
<i>Total committed fund balance</i>	—	—	—	—	—	—	—	—
Assigned:								
General government								
Insurance and general liability	7,413,552	—	—	—	—	—	—	7,413,552
River City	574,992	—	—	—	—	—	—	574,992
Public Protection								
Fire protection services	—	—	—	—	—	—	19,060	19,060
Capital Improvement Projects	1,975,058	—	—	—	—	—	—	1,975,058
Public Protection								
Mosquito Abatement	—	—	—	—	—	—	66,071	66,071
<i>Total assigned fund balance</i>	9,963,602	—	—	—	—	—	85,131	10,048,733
Unassigned	8,826,693	—	—	—	—	—	(471,657)	8,355,036
Total Fund Balances	<u>27,525,600</u>	<u>6,819,340</u>	<u>248,367</u>	<u>16,084,276</u>	<u>8,875,606</u>	<u>871,022</u>	<u>40,898,894</u>	<u>101,323,105</u>

NOTE 17. AUTHORITATIVE PRONOUNCEMENTS ISSUED BUT NOT YET IMPLEMENTED

GASB Statements effective in future fiscal years:

Statement No. 84 "Fiduciary Activities"	The requirements of this Statement are effective for reporting periods beginning after December 15, 2018 (FY2019/20). GASB issued Statement No. 95 to provide temporary relief to governments in light of the COVID-19 pandemic, which postponed by one year the effective date of Statement No. 84. Hence, the requirements of Statement No. 84 are now effective for reporting periods beginning after December 15, 2019 (FY2020/21).
Statement No. 87 "Leases"	The requirements of this Statement are effective for reporting periods beginning after December 15, 2019 (FY2020/21). GASB issued Statement No. 95 to provide temporary relief to governments in light of the COVID-19 pandemic, which postponed by 18 months the effective date of Statement No. 87. Hence, the requirements of Statement No. 87 are now effective for reporting periods beginning after June 15, 2021 (FY2021/22).
Statement No. 90 "Majority Equity Interests - an amendment of GASB Statements No. 14 and No. 61"	The requirements of this Statement are effective for reporting periods beginning after December 15, 2018 (FY2019/20). GASB issued Statement No. 95 to provide temporary relief to governments in light of the COVID-19 pandemic, which postponed by one year the effective date of Statement No. 90. Hence, the requirements of Statement No. 90 are now effective for reporting periods beginning after December 15, 2019 (FY2020/21).
Statement No. 91 "Conduit Debt Obligations"	The requirements of this Statement are effective for reporting periods beginning after December 15, 2020 (FY2021/22). Moreover, GASB issued Statement No. 95 to provide temporary relief to governments in light of the COVID-19 pandemic, which postponed by one year the effective date of Statement No. 91. Hence, the requirements of Statement No. 91 are now effective for reporting periods beginning after December 15, 2021 (FY2022/23).
Statement No. 92 "Omnibus 2020"	The requirements of this Statement related to application of Statement 73,74, and 84 are effective for fiscal years beginning after June 15, 2020 (FY2020/21). GASB issued Statement No. 95 to provide temporary relief to governments in light of the COVID-19 pandemic, which postponed by one year the effective date of Statement No. 92. Hence, the requirements of Statement No. 92 are now effective for reporting periods beginning after June 15, 2021 (FY2021/22).
Statement No. 94 "Public-Private and Public-Public Partnerships and Availability Payment Arrangements"	The requirements of this Statement are effective for fiscal years beginning after June 15, 2022 (FY2022/23).
Statement No. 96 "Subscription-Based Information Technology Arrangements"	The requirements of this Statement are effective for fiscal years beginning after June 15, 2022 (FY2022/23).
Statement No. 97, Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32	The requirements of this Statement that are related to the accounting and financial reporting for Section 457 plans are effective for fiscal years beginning after June 15, 2021 (FY2021/22).

REQUIRED SUPPLEMENTARY INFORMATION



COUNTY OF SAN BENITO

Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
REVENUES				
Taxes	20,575,364	20,575,364	21,108,295	532,931
Licenses, permits and franchises	1,715,560	1,715,560	3,165,807	1,450,247
Aid from other governments	9,101,843	9,700,744	9,451,918	(248,826)
Use of money or property	125,000	125,000	1,029,538	904,538
Fines, forfeits and penalties	769,100	769,100	755,270	(13,830)
Charges for services	8,344,250	9,225,670	8,896,605	(329,065)
Other revenue	1,158,612	1,158,612	359,998	(798,614)
Total Revenues	41,789,729	43,270,050	44,767,431	1,497,381
EXPENDITURES				
CURRENT:				
General Government				
Non-Departmental				
Services & Supplies	863,000	729,000	484,355	244,645
Other Charges	1,876,823	1,876,823	1,512,466	364,357
Capital Assets	—	396,500	397,244	(744)
Total	2,739,823	3,002,323	2,394,065	608,258
Board of Supervisors				
Salaries & Benefits	417,797	417,797	367,036	50,761
Services & Supplies	102,200	102,200	59,820	42,380
Other Charges	16,000	16,000	7,900	8,100
Indirect Cost	77,906	77,906	85,585	(7,679)
Total	613,903	613,903	520,341	93,562
Clerk of the Board of Supervisors				
Salaries & Benefits	149,999	159,999	160,166	(167)
Services & Supplies	58,850	58,850	21,592	37,258
Indirect Cost	21,895	21,895	28,564	(6,669)
Total	230,744	240,744	210,322	30,422

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 General Fund (continued)
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Administrative Officer				
Salaries & Benefits	881,942	821,942	748,050	73,892
Services & Supplies	119,500	119,500	63,234	56,266
Total	1,001,442	941,442	811,284	130,158
Internal Services				
Salaries & Benefits	506,287	566,287	560,857	5,430
Services & Supplies	367,000	367,000	331,430	35,570
Total	873,287	933,287	892,287	41,000
Information Technology				
Salaries & Benefits	336,821	336,821	280,363	56,458
Services & Supplies	661,000	661,000	363,778	297,222
Capital Assets	40,000	40,000	—	40,000
Total	1,037,821	1,037,821	644,141	393,680
Geographical Information Systems				
Salaries & Benefits	98,629	120,629	114,756	5,873
Services & Supplies	43,145	43,145	32,248	10,897
Indirect Cost	2,598	2,598	2,391	207
Total	144,372	166,372	149,395	16,977
County Counsel				
Salaries & Benefits	676,886	800,886	789,345	11,541
Services & Supplies	60,290	885,290	760,734	124,556
Total	737,176	1,686,176	1,550,079	136,097
County Auditor/Controller				
Salaries & Benefits	1,318,912	1,318,912	1,186,047	132,865
Services & Supplies	326,700	326,700	125,191	201,509
Total	1,645,612	1,645,612	1,311,238	334,374
County Treasurer				
Salaries & Benefits	196,373	251,373	308,394	(57,021)
Services & Supplies	131,500	153,000	34,424	118,576
Indirect Cost	29,581	29,581	29,113	468
Total	357,454	433,954	371,931	62,023

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 General Fund (continued)
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Tax Collector				
Salaries & Benefits	385,549	330,549	250,063	80,486
Services & Supplies	55,020	33,520	53,298	(19,778)
Other Charges	—	—	100	(100)
Indirect Cost	52,459	52,459	61,651	(9,192)
Total	493,028	416,528	365,112	51,416
County Assessor				
Salaries & Benefits	2,357,492	2,461,492	2,154,896	306,596
Services & Supplies	208,700	228,700	217,708	10,992
Capital Assets	—	—	6,287	(6,287)
Indirect Cost	148,370	148,370	131,970	16,400
Total	2,714,562	2,838,562	2,510,861	327,701
Elections				
Salaries & Benefits	490,721	490,721	430,364	60,357
Services & Supplies	816,370	1,085,930	413,395	672,535
Capital Assets	167,000	167,000	617,707	(450,707)
Indirect Cost	149,121	149,121	162,791	(13,670)
Total	1,623,212	1,892,772	1,624,257	268,515
Maintenance - Buildings & Grounds				
Salaries & Benefits	257,403	267,403	278,015	(10,612)
Services & Supplies	408,950	408,950	444,673	(35,723)
Capital Assets	285,000	285,000	6,063	278,937
Total	951,353	961,353	728,751	232,602
Risk Management				
Salaries & Benefits	—	—	(1,784,956)	1,784,956
Services & Supplies	825,000	—	—	—
Other Charges	1,427,699	1,427,699	241,376	1,186,323
Total	2,252,699	1,427,699	(1,543,580)	2,971,279
Census 2020				
Services & Supplies	70,000	70,000	56,179	13,821
Total	70,000	70,000	56,179	13,821
Total General Government	17,486,488	18,308,548	12,596,663	5,711,885

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 General Fund (continued)
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Public Protection				
Grand Jury				
Services & Supplies	23,000	23,000	10,532	12,468
Indirect Cost	15,616	15,616	15,452	164
Total	38,616	38,616	25,984	12,632
District Attorney				
Salaries & Benefits	1,342,493	1,682,493	1,690,408	(7,915)
Services & Supplies	103,465	103,465	81,595	21,870
Indirect Cost	113,826	113,826	109,322	4,504
Total	1,559,784	1,899,784	1,881,325	18,459
Public Defender				
Services & Supplies	821,000	821,000	791,125	29,875
Indirect Cost	8,388	8,388	8,085	303
Total	829,388	829,388	799,210	30,178
Sheriff - Operations Division				
Salaries & Benefits	5,776,491	5,696,214	5,802,453	(106,239)
Services & Supplies	631,906	631,906	538,200	93,706
Capital Assets	101,000	101,000	65,795	35,205
Indirect Cost	972,079	972,079	1,015,162	(43,083)
Total	7,481,476	7,401,199	7,421,610	(20,411)
911 Communications Center				
Salaries & Benefits	83,778	83,778	22,825	60,953
Services & Supplies	528,660	528,660	498,584	30,076
Total	612,438	612,438	521,409	91,029
UNET - Anti-Drug Task Force				
Salaries & Benefits	12,885	93,162	87,220	5,942
Services & Supplies	129,825	129,825	102,950	26,875
Indirect Cost	—	—	59	(59)
Total	142,710	222,987	190,229	32,758

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 General Fund (continued)
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Sheriff's Grant				
Salaries & Benefits	22,885	22,885	13,148	9,737
Services & Supplies	18,300	18,300	10,000	8,300
Total	41,185	41,185	23,148	18,037
Corrections Division - Jail				
Salaries & Benefits	4,327,495	4,327,495	4,387,764	(60,269)
Services & Supplies	2,351,525	2,425,355	2,025,990	399,365
Other Charges	—	—	125,240	(125,240)
Capital Assets	61,700	45,700	19,163	26,537
Indirect Cost	296,022	296,022	304,987	(8,965)
Total	7,036,742	7,094,572	6,863,144	231,428
Probation Department				
Salaries & Benefits	2,582,870	2,673,370	2,555,060	118,310
Services & Supplies	582,575	582,575	520,891	61,684
Other Charges	1,000	1,000	958	42
Capital Assets	85,000	85,000	57,158	27,842
Indirect Cost	191,369	191,369	189,132	2,237
Total	3,442,814	3,533,314	3,323,199	210,115
Juvenile Detention Facility				
Salaries & Benefits	1,170,046	1,170,046	1,169,131	915
Services & Supplies	448,400	448,400	382,734	65,666
Other Charges	10,000	10,000	18,393	(8,393)
Indirect Cost	95,345	95,345	82,480	12,865
Total	1,723,791	1,723,791	1,652,738	71,053
Agricultural Commissioner				
Salaries & Benefits	907,194	907,194	847,533	59,661
Services & Supplies	94,300	94,300	71,818	22,482
Other Charges	—	—	13,874	(13,874)
Capital Assets	319,000	319,000	—	319,000
Indirect Cost	85,454	85,454	79,673	5,781
Total	1,405,948	1,405,948	1,012,898	393,050

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
General Fund (continued)
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Public Works - Administration & Engineering				
Salaries & Benefits	1,704,212	1,289,212	1,092,355	196,857
Services & Supplies	454,950	745,588	680,736	64,852
Capital Assets	5,000	5,000	—	5,000
Indirect Cost	86,488	86,488	85,109	1,379
Total	2,250,650	2,126,288	1,858,200	268,088
County Clerk				
Salaries & Benefits	171,820	171,820	159,679	12,141
Services & Supplies	49,577	49,577	11,811	37,766
Indirect Cost	29,460	29,460	34,958	(5,498)
Total	250,857	250,857	206,448	44,409
County Recorder				
Salaries & Benefits	338,108	338,108	319,196	18,912
Services & Supplies	200,703	200,703	81,628	119,075
Indirect Cost	49,184	49,184	50,393	(1,209)
Total	587,995	587,995	451,217	136,778
Coroner				
Services & Supplies	96,420	95,420	100,497	(5,077)
Other Charges	8,000	14,000	14,510	(510)
Capital Assets	5,000	—	—	—
Indirect Cost	5,653	5,653	5,622	31
Total	115,073	115,073	120,629	(5,556)
Public Administrator				
Services & Supplies	4,460	4,460	2,576	1,884
Indirect Cost	11,097	11,097	10,965	132
Total	15,557	15,557	13,541	2,016
Office of Emergency Services				
Salaries & Benefits	226,327	226,327	197,976	28,351
Services & Supplies	313,229	481,250	104,246	377,004
Capital Assets	—	198,050	63,129	134,921
Indirect Cost	63,636	63,636	48,857	14,779
Total	603,192	969,263	414,208	555,055
Disaster Recovery				
Salaries & Benefits	—	150,000	72,809	77,191
Services & Supplies	100,000	950,000	573,716	376,284
Other Charges	—	—	83,352	83,352
Capital Assets	—	—	16,020	(16,020)
Total	100,000	1,100,000	745,897	520,807

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 General Fund (continued)
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Planning and Building Department				
Salaries & Benefits	942,770	807,770	820,317	(12,547)
Services & Supplies	564,250	864,250	558,935	305,315
Indirect Cost	221,806	221,806	223,640	(1,834)
Total	1,728,826	1,893,826	1,602,892	290,934
Animal Control & Veterinarian Services				
Services & Supplies	416,000	416,000	325,649	90,351
Indirect Cost	32,887	32,887	32,492	395
Total	448,887	448,887	358,141	90,746
Housing				
Services & Supplies	190,250	190,250	196,156	(5,906)
Indirect Cost	2,231	2,231	2,199	32
Total	192,481	192,481	198,355	(5,874)
Abandoned Vehicle Abatement				
Indirect Cost	(59)	(59)	(59)	—
Total	(59)	(59)	(59)	—
General Plan Update				
Indirect Cost	(1,070)	(1,070)	—	(1,070)
Total	(1,070)	(1,070)	—	(1,070)
Land Development Projects				
Services & Supplies	190,450	695,450	862,221	(166,771)
Indirect Cost	1,111	1,111	—	1,111
Total	191,561	696,561	862,221	(165,660)
Cannabis				
Salaries & Benefits	25,000	25,000	—	25,000
Services & Supplies	156,200	156,200	17,090	139,110
Other Charges	14,000	14,000	—	14,000
Capital Assets	35,000	35,000	—	35,000
Indirect Cost	443	443	437	6
Total	230,643	230,643	17,527	213,116

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
General Fund (continued)
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
COG/Transit				
Salaries & Benefits	880,283	880,283	798,218	82,065
Indirect Cost	6,857	6,857	6,348	509
Total	887,140	887,140	804,566	82,574
Total Public Protection	31,916,625	34,316,664	31,368,677	2,947,987
Public Assistance				
Aid to Indigents				
Other Charges	450,000	450,000	403,532	46,468
Total	450,000	450,000	403,532	46,468
Contributions to Community Organizations				
Other Charges	120,000	120,000	120,000	—
Indirect Cost	(362)	(362)	(183)	(179)
Total	119,638	119,638	119,817	(179)
Veterans Services				
Salaries & Benefits	15,000	15,000	18,099	(3,099)
Services & Supplies	99,000	99,000	95,977	3,023
Other Charges	—	—	28,357	(28,357)
Indirect Cost	(1,719)	(1,719)	(1,662)	(57)
Total	112,281	112,281	140,771	(28,490)
First 5 San Benito				
Salaries & Benefits	—	—	35,055	(35,055)
Other Charges	—	—	24,975	(24,975)
Total	—	—	60,030	(60,030)
Total Public Assistance	681,919	681,919	724,150	17,799
Education				
County Library				
Salaries & Benefits	765,664	775,754	762,989	12,765
Services & Supplies	413,500	492,608	393,771	98,837
Capital Assets	7,000	7,000	—	7,000
Indirect Cost	108,621	108,621	81,457	27,164
Total	1,294,785	1,383,983	1,238,217	145,766

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 General Fund (continued)
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Agricultural Extension				
Services & Supplies	53,484	53,484	53,704	(220)
Indirect Cost	16,683	16,683	14,309	2,374
Total	70,167	70,167	68,013	2,154
Total Education	1,364,952	1,454,150	1,306,230	147,920
Parks and Recreation				
Veterans Memorial Park				
Salaries & Benefits	—	45,000	—	45,000
Services & Supplies	—	40,000	43,025	(3,025)
Indirect Cost	—	—	5,958	(5,958)
Total	—	85,000	48,983	36,017
Historical & San Justo Reservoir Parks				
Salaries & Benefits	90,000	45,000	81,724	(36,724)
Services & Supplies	26,100	26,100	13,151	12,949
Indirect Cost	5,530	5,530	(597)	6,127
Total	121,630	76,630	94,278	(17,648)
Total Parks and Recreation	121,630	161,630	143,261	18,369
Total Expenditures	51,571,614	54,922,911	46,138,981	8,783,930
Excess of Revenue Over (Under) Expenditures	(9,781,885)	(11,652,861)	(1,371,550)	10,281,311
Other Financing Sources (Uses):				
Transfers in	2,372,229	3,458,123	3,235,828	(222,295)
Transfers out	(6,366,915)	(6,043,093)	(1,766,610)	(4,276,483)
Capital Leases	—	—	355,562	(355,562)
Total other financing sources (uses)	(3,994,686)	(2,584,970)	1,824,780	(4,854,340)
Net Change in Fund Balance	(13,776,571)	(14,237,831)	453,230	14,691,061
Fund balance - beginning of year	20,707,222	18,331,212	27,072,370	8,741,158
Fund balance - end of year	6,930,651	4,093,381	27,525,600	23,432,219

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Human Services Agency Fund Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Aid from other governments	21,081,296	22,681,547	24,290,935	1,609,388
Use of money or property	—	—	109,879	109,879
Charges for services	—	—	6,576	6,576
Other revenue	1,005,000	1,005,000	177,629	(827,371)
Total Revenues	22,086,296	23,686,547	24,585,019	898,472
Expenditures:				
Current:				
Salaries & Benefits	13,001,040	13,001,040	9,536,205	3,464,835
Services & Supplies	2,620,690	2,620,690	2,754,589	(133,899)
Other Charges	9,095,500	9,485,500	9,736,906	(251,406)
Capital Assets	75,000	75,000	—	75,000
Indirect Costs	462,731	462,731	520,563	(57,832)
Total Expenditures	25,254,961	25,644,961	22,548,263	3,096,698
Excess (deficiency) of revenues over expenditures	(3,168,665)	(1,958,414)	2,036,756	3,995,170
Other Financing Sources (Uses):				
Transfers in	7,039,383	7,039,383	263,904	(6,775,479)
Transfers out	(2,145,718)	(3,355,969)	(139,787)	3,216,182
Total other financing sources (uses)	4,893,665	3,683,414	124,117	(3,559,297)
Net change in fund balance	1,725,000	1,725,000	2,160,873	435,873
Fund balance - beginning of year	4,658,467	4,658,467	4,658,467	—
Fund balance - end of year	6,383,467	6,383,467	6,819,340	435,873

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Road Fund Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Aid from other governments	\$ 5,588,859	\$ 5,588,849	\$ 6,481,852	893,003
Use of money or property	37,000	37,000	98,952	61,952
Other revenue	—	20,000	359,417	339,417
Total Revenues	5,625,859	5,645,849	6,940,221	1,294,372
Expenditures:				
Current:				
Salaries & Benefits	1,149,097	1,149,097	902,794	246,303
Services & Supplies	3,384,175	3,384,175	1,790,287	1,593,888
Other Charges	30,000	30,000	81,990	(51,990)
Capital Assets	2,975,700	5,182,700	8,588,472	(3,405,772)
Indirect Costs	326,334	326,334	310,003	16,331
Total Expenditures	7,865,306	10,072,306	11,673,546	(1,601,240)
Excess (deficiency) of revenues over expenditures	(2,239,447)	(4,426,457)	(4,733,325)	(306,868)
Other Financing Sources (Uses):				
Transfers in	2,239,457	4,374,457	1,224,765	(3,149,692)
Total other financing sources (uses)	2,239,457	4,374,457	1,224,765	(3,149,692)
Net change in fund balance	10	(52,000)	(3,508,560)	(3,456,560)
Fund balance - beginning of year	3,756,927	3,756,927	3,756,927	—
Fund balance - end of year	<u>3,756,937</u>	<u>3,704,927</u>	<u>248,367</u>	<u>(3,456,560)</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Mental Health Fund Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Aid from other governments	7,548,062	7,548,062	7,981,086	433,024
Use of money or property	—	—	318,348	318,348
Charges for services	90,000	90,000	118,639	28,639
Other revenue	2,935,550	2,935,550	—	(2,935,550)
Total Revenues	10,573,612	10,573,612	8,418,073	(2,155,539)
Expenditures:				
Current:				
Salaries & Benefits	6,324,555	6,324,555	4,606,993	1,717,562
Services & Supplies	3,144,200	3,144,200	2,337,464	806,736
Other Charges	995,400	995,400	684,425	310,975
Capital Assets	10,000	10,000	—	10,000
Indirect Costs	255,580	255,580	214,780	40,800
Total Expenditures	10,729,735	10,729,735	7,843,662	2,886,073
Excess (deficiency) of revenues over expenditures	(156,123)	(156,123)	574,411	730,534
Other Financing Sources (Uses):				
Transfer In	145,772	145,772	139,794	(5,978)
Transfer Out	(100,000)	(100,000)	(150,056)	(50,056)
Total other financing sources (uses)	45,772	45,772	(10,262)	(56,034)
Net change in fund balance	(110,351)	(110,351)	564,149	674,500
Fund balance - beginning of year	15,520,127	15,520,127	15,520,127	—
Fund balance - end of year	15,409,776	15,409,776	16,084,276	674,500

BUDGETARY PRINCIPLES

In accordance with Chapter 1, Division 3, Title 3, of the Government Code of the State of California, known as the "Budget Act," the County adopts a budget for each fiscal year on or before October 2. Budgeted expenditures are enacted into law through the passage of an Appropriation Resolution. This resolution mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent amendments to the budget by the County's Board of Supervisors.

An operating budget is adopted each fiscal year for most Governmental Funds and the County's Proprietary Funds; excluded is the County's major fund of Tobacco Securitization fund and other governmental fund of Developer Projects fund. Expenditures are controlled at the object level within budget units for the County. The object level within a budget unit is the level at which expenditures may not legally exceed appropriations. Any amendments or transfers of appropriations between object levels within the same budget unit or between departments or funds are authorized by the County Administrator's office and must be approved by the Board of Supervisors.

Supplementary appropriations normally financed by unanticipated revenues during the year must be approved by the Board of Supervisors. Pursuant to Board Resolution, the County Administrator is authorized to approve transfers and revision of appropriations under \$25,000 within a single budget unit as deemed necessary and appropriate. Budgeted amounts in the budgetary financial schedules are reported as originally adopted and are amended during the fiscal year by resolutions approved by the Board of Supervisors.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary accounting in the General and Special Revenue Funds. Encumbrances outstanding at year-end are reported as reservations of fund balance since they do not constitute expenditures or liabilities. Encumbrances at year end are rebudgeted in the new year. For the fiscal year ending June 30, 2020, there were no recorded encumbrances outstanding at year end for any of the Governmental Funds.

COUNTY OF SAN BENITO

Schedule of Changes in the Net Pension Liability and Related Ratios - Miscellaneous Plan
Last 10 years*

	Reporting Fiscal Year (Measurement Period)					
	2020	2019	2018	2017	2016	2015
	(2019)	(2018)	(2017)	(2016)	(2015)	(2014)
Total Pension Liability						
Service Cost	\$ 3,244,088	\$ 3,231,619	\$ 2,995,157	\$ 2,601,753	\$ 2,669,215	\$ 2,807,691
Interest on Total Pension Liability	10,883,604	10,218,985	9,798,018	9,519,074	9,982,906	9,676,904
Changes in Assumptions	—	(786,892)	8,085,676	—	(2,443,007)	—
Differences between Expected and Actual Experience	2,892,787	(161,111)	(1,463,872)	(450,028)	(2,370,448)	—
Benefit Payments, Including Refunds of Employee Contributions	(7,238,413)	(6,870,098)	(7,064,583)	(6,802,297)	(6,375,115)	(5,888,439)
Proportional Difference between County and Courts Share	—	—	—	—	(116,765)	(3,171,456)
Net Change in Total Pension Liability	9,782,066	5,632,503	12,350,396	4,868,502	1,346,786	3,424,700
Total Pension Liability - Beginning	158,188,642	152,556,139	140,205,743	135,337,241	133,990,455	130,565,755
Total Pension Liability - Ending (a)	\$167,970,708	\$158,188,642	\$152,556,139	\$140,205,743	\$135,337,241	\$133,990,455
Plan Fiduciary Net Position						
Plan to Plan Resource Movement	\$ —	\$ 86,268	\$ (1,723)	\$ 147	\$ 12,552	\$ —
Contributions - Employer	4,435,281	3,893,261	3,318,269	3,349,688	2,643,107	2,335,003
Contributions - Employee	1,564,693	1,570,462	1,319,054	1,307,237	1,282,053	1,317,844
Net Investment Income	7,198,449	8,681,388	10,496,935	496,432	2,363,317	15,669,334
Administrative Expense	(65,447)	(296,150)	(139,492)	(58,279)	(129,721)	—
Benefit Payments	(7,238,413)	(6,870,098)	(7,064,583)	(6,802,297)	(6,375,115)	(5,888,439)
Net Change in Plan Fiduciary Net Position	5,894,563	7,065,131	7,928,460	(1,707,072)	(203,807)	13,433,742
Plan Fiduciary Net Position - Beginning	117,438,677	110,373,546	102,445,086	104,152,158	104,355,965	90,922,223
Plan Fiduciary Net Position - Ending (b)	123,333,240	117,438,677	110,373,546	102,445,086	104,152,158	104,355,965
Net Pension Liability - Ending [(a) - (b)]	\$ 44,637,468	\$ 40,749,965	\$ 42,182,593	\$ 37,760,657	\$ 31,185,083	\$ 29,634,490
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73.4 %	74.2 %	72.3 %	73.1 %	77.0 %	77.9 %
Covered Payroll	\$ 20,294,993	\$ 21,656,716	\$ 19,535,316	\$ 18,698,111	\$ 16,887,977	\$ 16,609,778
Net Pension Liability as a Percentage of Covered Payroll	219.9 %	188.2 %	215.9 %	201.9 %	184.7 %	178.4 %

*The amounts presented were determined as of June 30. This schedule is presented to illustrate information for 10 years, however, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

Notes to Schedule of Changes in Net Pension Liability and Related Ratios:

Changes in benefits - The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2018 valuation date. 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 - None in 2019. In 2018, demographic assumptions and inflation rates were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes to the discount rate. In 2017, the accounting discount rate reduced from 7.65% to 7.15%. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5% (net of administrative expense) to 7.65% (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5% discount rate.

COUNTY OF SAN BENITO

Schedule of Proportionate Share of the Net Pension Liability - Safety Plan
Last 10 years*

	Reporting Fiscal Year					
	(Measurement Period)					
	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)
Proportion of the net pension liability	0.275818 %	0.278882 %	0.281291 %	0.29129 %	0.28241 %	0.204400 %
Proportionate share of the net pension liability	\$17,218,033	\$16,363,570	\$16,807,744	\$15,056,206	\$12,283,792	\$12,718,583
Covered Payroll	\$6,273,888	\$6,464,677	\$6,127,371	\$5,712,124	\$5,032,565	\$4,639,083
Proportionate share of the net pension liability as percentage of covered payroll	274.44 %	253.12 %	274.31 %	263.58 %	244.09 %	274.16 %
Plan's fiduciary net position as a percentage of total pension liability	75.99 %	75.51 %	73.05 %	72.73 %	76.31 %	74.65 %

*The amounts presented were determined as of June 30. This schedule is presented to illustrate information for 10 years, however, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

Notes to Schedule of Proportionate Share of the Net Pension Liability:

Benefit changes - There were no changes to benefit terms that applied to all members of the Safety plan. The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2019 valuation date. 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 - None in 2019. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes of assumptions. In 2015, the discount rate changed from 7.5% (net of administrative expense) to 7.65% to correct for an adjustment to exclude administrative expense.

COUNTY OF SAN BENITO

Schedule of Contributions - Miscellaneous Plan
Last 10 years*

	Fiscal Year						
	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contributions	\$4,896,908	\$4,435,281	\$3,893,261	\$3,318,269	\$3,349,688	\$2,643,107	\$2,335,003
Contributions in Relation to the Actuarially Determined Contributions	(4,896,908)	(4,435,281)	(3,893,261)	(3,318,269)	(3,349,688)	(2,643,107)	(2,335,003)
Contribution Deficiency (Excess)	—	—	—	—	—	—	—
Covered Payroll	\$24,473,579	\$20,294,993	\$21,656,716	\$19,535,316	\$18,698,111	\$16,887,977	\$16,609,778
Contributions as a Percentage of Covered Payroll	20.01 %	21.85 %	17.98 %	16.99 %	17.91 %	15.65 %	14.06 %

*The amounts presented were determined as of June 30. This schedule is presented to illustrate information for 10 years, however, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

Notes to Schedule of Plan Contributions:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2018/19 were derived from the June 30, 2016 funding valuation report.

Actuarial Cost Method	Entry age normal
Amortization Method/Period	For details, see June 30, 2016 Funding Valuation Report
Asset valuation method	Market Value of Assets. For details, see June 30, 2016 Funding Valuation Report
Inflation	2.75%
Salary increases	Varies by Entry Age and Service
Payroll Growth	3.00%
Investment rate of return	7.375%, net of pension plan investment and administrative expenses, including inflation
Retirement Age	The probabilities of Retirement are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011.
Mortality	The probabilities of mortality are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011. Pre-retirement and Post-retirement mortality rates include 20 years of projected mortality improvement using Scale BB published by the Society of Actuaries.

COUNTY OF SAN BENITO

Schedule of Contributions - Safety Plan
Last 10 years*

	Fiscal Year						
	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution (actuarially determined)	\$2,905,823	\$2,607,926	\$2,425,269	\$2,218,718	\$2,000,014	\$1,614,663	\$1,480,209
Contribution in relation to the actuarially determined contributions	\$(2,905,823)	\$(2,607,926)	\$(2,425,269)	\$(2,218,718)	\$(2,000,014)	\$(1,614,663)	\$(1,480,209)
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Covered Payroll	\$6,930,972	\$6,273,888	\$6,464,677	\$6,127,371	\$5,712,124	\$5,032,565	\$4,650,125
Contributions as a percentage of covered payroll	41.93 %	41.57 %	37.52 %	36.21 %	35.01 %	32.08 %	31.83 %

*The amounts presented were determined as of June 30. This schedule is presented to illustrate information for 10 years, however, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

Notes to Schedule of Plan Contributions:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2018/19 were derived from the June 30, 2016 funding valuation report.

Actuarial Cost Method	Entry age normal cost method
Amortization Method/Period	For details, see June 30, 2016 Funding Valuation Report
Asset valuation method	Market Value of Assets. For details, see June 30, 2016 Funding Valuation Report
Inflation	2.75%
Salary increases	Varies by Entry Age and Service
Payroll Growth	3.00%
Investment rate of return	7.375%, net of pension plan investment and administrative expenses, including inflation
Retirement Age	The probabilities of Retirement are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011.
Mortality	The probabilities of mortality are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011. Pre-retirement and Post-retirement mortality rates include 20 years of projected mortality improvement using Scale BB published by the Society of Actuaries.

COUNTY OF SAN BENITO

Schedule of Changes in Net OPEB Liability/(Assets) and Related Ratios - Retiree Healthcare Plan (OPEB)
Last 10 Fiscal Years*

	Reporting Fiscal Year		
	(Measurement Period)		
	2020 (2019)	2019 (2018)	2018 (2017)
Total OPEB Liability			
Service Cost	\$ 726,910	\$ 704,029	\$ 657,971
Interest	1,916,269	1,924,449	1,881,943
Differences between expected and actual experience	1,174,966	(386,064)	—
Changes of assumptions	(652,473)	—	—
Benefit payments, including refunds of member contributions	(2,919,250)	(1,845,051)	(2,112,439)
Net change in Total OPEB Liability	246,422	397,363	427,475
Total OPEB Liability - Beginning	28,107,988	27,710,625	27,283,150
Total OPEB Liability - Ending (a)	<u>28,354,410</u>	<u>28,107,988</u>	<u>27,710,625</u>
Plan Fiduciary Net Position			
Contributions - employer	2,919,250	1,845,051	806,487
Contributions - employee	—	—	—
Net investment income	1,418,940	1,697,805	2,105,057
Benefit payments, including refunds of member contributions	(2,919,250)	(1,845,051)	(2,112,439)
Administrative expense	(4,925)	(11,371)	(10,790)
Other expense	—	(28,220)	—
Net change in Plan Fiduciary Net Position	1,414,015	1,658,214	788,315
Plan Fiduciary Net Position - Beginning	22,994,062	21,335,848	20,547,533
Plan Fiduciary Net Position - Ending (b)	<u>24,408,077</u>	<u>22,994,062</u>	<u>21,335,848</u>
Net OPEB Liability - Ending [(a) - (b)]	<u>3,946,333</u>	<u>5,113,926</u>	<u>6,374,777</u>
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	86.08 %	81.81 %	77.00 %
Covered-Employee Payroll	\$31,811,023	\$29,739,194	\$28,000,717
Net OPEB Liability as a Percentage of Covered Payroll	12.41 %	17.20 %	22.77 %

*The amounts presented were determined as of June 30th. This schedule is presented to illustrate information for 10 fiscal years, however, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

COUNTY OF SAN BENITO

Schedule of Contributions - Retiree Healthcare Plan (OPEB)
Last 10 years*

	Fiscal Year			
	2020	2019	2018	2017
Actuarially determined contribution	\$ 1,057,082	\$ 1,438,409	\$ 1,413,606	\$ 775,313
Contribution in relation to the actuarially determined contributions	2,422,636	2,919,250	1,845,052	806,487
Contribution deficiency (excess)	(1,365,554)	(1,480,841)	(431,446)	(31,174)
Covered-Employee Payroll	\$ 33,995,335	\$ 31,811,023	\$ 29,739,194	\$ 28,000,717
Contributions as a Percentage of Covered Payroll	7.13 %	9.18 %	6.20 %	2.88 %

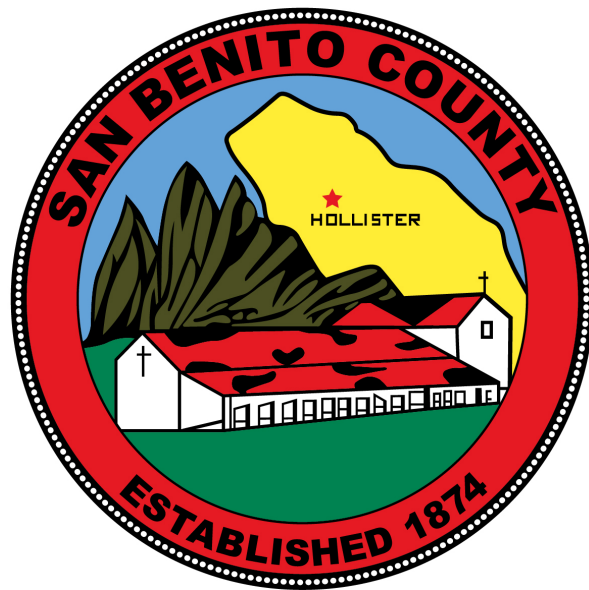
*The amounts presented were determined as of June 30th. This schedule is presented to illustrate information for 10 fiscal years, however, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

Notes to Schedule of Contributions (OPEB):

The actuarial methods and assumptions used to set the actuarially determined contributions are described below:

Valuation Date	June 30, 2019
Actuarial Cost Method	The actuarial cost method used to determine the allocation of the retiree health actuarial liability to the past (accrued), current and future periods is the Entry Age Normal (EAN) cost method. The EAN cost method is a projected benefit cost method which means the "cost" is based on the projected benefit expected to be paid at retirement.
Expected average remaining service lifetime	4 years
Asset Valuation Method	Investment gains and losses are amortized over a 5-year period
Discount Rate	7%

SUPPLEMENTARY INFORMATION



COUNTY OF SAN BENITO
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020

	Fish and Game	Victim Witness	Emergency Medical Services	Migrant Labor Camp	CSWD	Mosquito Abatement	Public Authority
Assets							
Cash and investments in Treasury	\$ 4,643	\$ —	\$ 868,519	\$ 284,644	\$ 144,371	\$ 71,248	\$ 197,316
Restricted assets - cash with fiscal agent	—	—	—	245,049	—	—	—
Imprest cash	—	—	—	—	—	—	—
Receivables	2	(108)	5,072	9,377	320	18	55
Due from other funds	—	—	—	—	—	—	—
Due from other governments	—	229,957	—	69,620	791,290	—	189,377
Inventories and other assets	—	—	—	120	10,679	—	3,656
Total Assets	4,645	229,849	873,591	608,810	946,660	71,266	390,404
Liabilities							
Accounts payable and accrued liabilities	—	9,638	4,260	44,412	185,177	5,195	35,326
Due to other funds	—	271,471	—	160,156	—	—	—
Due to other agencies	—	—	(250)	4,251	—	—	—
Deposits from others	—	—	—	10,590	1,713	—	—
Total Liabilities	—	281,109	4,010	219,409	186,890	5,195	35,326
Deferred Inflows of Resources							
Unavailable revenues	—	77,313	—	54,220	285,530	—	189,377
Fund Balances							
Nonspendable	—	—	—	120	10,679	—	3,656
Restricted	4,645	—	869,581	335,061	463,561	—	162,045
Assigned	—	—	—	—	—	66,071	—
Unassigned	—	(128,573)	—	—	—	—	—
Total Fund Balances	4,645	(128,573)	869,581	335,181	474,240	66,071	165,701
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 4,645	\$ 229,849	\$ 873,591	\$ 608,810	\$ 946,660	\$ 71,266	\$ 390,404

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020

	County Service Areas	Community Facilities Districts	Substance Abuse	Public Health	Public Safety Realignment	Cal Fire	Family Support
Assets							
Cash and investments in Treasury	\$ 2,206,213	\$ 722,136	\$ 303,241	\$ 2,539,860	\$ 7,064,488	\$ 19,347	\$ —
Restricted assets - cash with fiscal agent	—	—	—	—	—	—	—
Imprest cash	—	—	—	50	—	—	—
Receivables	909	270	21	1,923	3,358	(272)	—
Due from other governments	—	—	481,591	905,942	158,934	—	889,815
Inventories and other assets	—	—	—	26,044	12,600	—	—
Total Assets	2,207,122	722,406	784,853	3,473,819	7,239,380	19,075	889,815
Liabilities							
Accounts payable and accrued liabilities	74,454	4,752	85,604	212,542	62,401	15	68,551
Due to other funds	62,100	—	—	—	—	—	616,439
Due to other agencies	—	—	—	—	—	—	—
Deposits from others	4,316	—	—	—	—	—	—
Total Liabilities	140,870	4,752	85,604	212,542	62,401	15	684,990
Deferred Inflows of Resources							
Unavailable revenues	—	—	238,278	414,229	—	—	547,909
Fund Balances							
Nonspendable	—	—	—	26,044	12,600	—	—
Restricted	2,066,252	717,654	460,971	2,821,004	7,164,379	—	—
Assigned	—	—	—	—	—	19,060	—
Unassigned	—	—	—	—	—	—	(343,084)
Total Fund Balances	2,066,252	717,654	460,971	2,847,048	7,176,979	19,060	(343,084)
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 2,207,122	\$ 722,406	\$ 784,853	\$ 3,473,819	\$ 7,239,380	\$ 19,075	\$ 889,815

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020

	County Fire Impact	Law Enforcement Impact	Jail & Juvenile Impact	Habitat Impact	Road Equip. Impr. Impact	Parks/Rec. Impact
Assets						
Cash and investments in Treasury	\$ 1,176,165	\$ 491,786	\$ 100,117	\$ 1,267,590	\$ 840,264	\$ 3,755,311
Restricted assets - cash with fiscal agent	—	—	—	—	—	—
Imprest cash	—	—	—	—	—	—
Receivables	20,142	4,719	12,995	1,507	4,130	16,513
Due from other governments	—	—	—	—	—	—
Inventories and other assets	—	—	—	—	—	—
Total Assets	<u>1,196,307</u>	<u>496,505</u>	<u>113,112</u>	<u>1,269,097</u>	<u>844,394</u>	<u>3,771,824</u>
Liabilities						
Accounts payable and accrued liabilities	—	—	—	—	—	—
Due to other funds	—	—	—	—	—	—
Due to other agencies	—	—	—	—	—	—
Deposits from others	—	—	—	—	—	—
Total Liabilities	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Deferred Inflows of Resources						
Unavailable revenues	11,417	—	—	—	—	—
Fund Balances						
Nonspendable	—	—	—	—	—	—
Restricted	1,184,890	496,505	113,112	1,269,097	844,394	3,771,824
Assigned	—	—	—	—	—	—
Unassigned	—	—	—	—	—	—
Total Fund Balances	<u>1,184,890</u>	<u>496,505</u>	<u>113,112</u>	<u>1,269,097</u>	<u>844,394</u>	<u>3,771,824</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,196,307</u>	<u>\$ 496,505</u>	<u>\$ 113,112</u>	<u>\$ 1,269,097</u>	<u>\$ 844,394</u>	<u>\$ 3,771,824</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020

	Santa Ana Storm Drain	Traffic Impact	Library Impact	Information Technology Impact	County Facilities Impact	Inclusionary Housing	Home	Total Special Revenue Funds
Assets								
Cash and investments in Treasury	\$ 1,299,602	\$ 9,996,743	\$ 328,290	\$ 59,668	\$ 618,029	\$ 852,163	\$ 145,234	\$ 35,356,988
Restricted assets - cash with fiscal agent	—	—	—	—	—	—	—	245,049
Imprest cash	—	—	—	—	—	—	—	50
Receivables	3,574	39,924	5,573	1,197	11,771	4,808	122,104	269,902
Loan receivable	—	—	—	—	—	—	1,614,698	1,614,698
Due from other funds	—	62,100	—	—	—	—	—	62,100
Due from other governments	—	—	—	—	—	—	—	3,716,526
Inventories and other assets	—	—	—	—	—	—	—	53,099
Total Assets	<u>1,303,176</u>	<u>10,098,767</u>	<u>333,863</u>	<u>60,865</u>	<u>629,800</u>	<u>856,971</u>	<u>1,882,036</u>	<u>41,318,412</u>
Liabilities								
Accounts payable and accrued liabilities	121,600	—	—	—	—	10,400	—	924,327
Due to other funds	—	—	—	—	—	—	—	1,110,166
Due to other agencies	—	—	—	—	—	—	—	4,001
Deposits from others	—	—	—	—	—	—	—	16,619
Total Liabilities	<u>121,600</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>10,400</u>	<u>—</u>	<u>2,055,113</u>
Deferred Inflows of Resources								
Unavailable revenues	—	—	—	—	—	—	—	1,818,273
Fund Balances								
Nonspendable	—	—	—	—	—	—	—	53,099
Restricted	1,181,576	10,098,767	333,863	60,865	629,800	846,571	1,882,036	37,778,453
Assigned	—	—	—	—	—	—	—	85,131
Unassigned	—	—	—	—	—	—	—	(471,657)
Total Fund Balances	<u>1,181,576</u>	<u>10,098,767</u>	<u>333,863</u>	<u>60,865</u>	<u>629,800</u>	<u>846,571</u>	<u>1,882,036</u>	<u>37,445,026</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,303,176</u>	<u>\$ 10,098,767</u>	<u>\$ 333,863</u>	<u>\$ 60,865</u>	<u>\$ 629,800</u>	<u>\$ 856,971</u>	<u>\$ 1,882,036</u>	<u>\$ 41,318,412</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2020

	Fish and Game	Victim Witness	Emergency Medical Services	Migrant Labor Camp	CSWD	Mosquito Abatement	Public Authority
Revenues:							
Taxes	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 223,626	\$ —
Licenses, Permits and Franchises	—	—	5,795	—	—	—	—
Aid from other governments	—	442,009	—	325,016	3,142,706	—	314,002
Use of money and property	92	(5,547)	13,395	3,210	6,298	(233)	3,913
Fines, forfeitures and penalties	78	—	29,137	—	—	—	—
Charges for services	—	7,912	562,018	58,017	—	—	—
Other revenue	—	—	5,954	—	22,157	—	—
Total Revenues	170	444,374	616,299	386,243	3,171,161	223,393	317,915
Expenditures:							
Current:							
Public protection	—	338,488	—	—	—	—	—
Public ways and facilities	—	—	—	—	—	—	—
Health and sanitation	—	—	295,405	—	—	160,397	—
Public assistance	—	—	—	378,790	3,114,559	—	406,975
Capital outlay:							
Public protection	—	—	—	—	—	—	—
Public ways and facilities	—	—	—	—	—	—	—
Health and sanitation	—	—	—	—	—	—	—
Public assistance	—	—	—	—	—	—	—
Total Expenditures	—	338,488	295,405	378,790	3,114,559	160,397	406,975
Excess (deficiency) of revenues over expenditures	170	105,886	320,894	7,453	56,602	62,996	(89,060)
Other Financing Sources (uses):							
Transfers in	—	—	5,993	—	—	4,125	—
Transfers out	—	—	(92,839)	—	(27,180)	—	—
Total other financing sources (uses)	—	—	(86,846)	—	(27,180)	4,125	—
Net Change in Fund Balances	170	105,886	234,048	7,453	29,422	67,121	(89,060)
Fund balances - beginning of year	4,475	(234,459)	635,533	327,728	444,818	(1,050)	254,761
Fund balances - end of year	\$ 4,645	\$ (128,573)	\$ 869,581	\$ 335,181	\$ 474,240	\$ 66,071	\$ 165,701

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2020

	County Service Areas	Community Facilities Districts	Substance Abuse	Public Health	Public Safety Realignment	Cal Fire	Family Support
Revenues:							
Taxes	\$ 132,605	\$ 663	\$ —	\$ —	\$ —	\$ 1,176,533	\$ —
Licenses and permits	—	—	—	—	—	—	—
Aid from other governments	832	—	1,332,397	3,422,469	2,471,440	7,299	1,648,007
Use of money and property	54,896	11,477	2,386	50,881	149,817	(4,990)	—
Fines, forfeitures and penalties	—	—	10,861	323	—	—	—
Charges for services	643,727	206,194	12,079	600,796	—	—	—
Other revenue	31,677	—	—	32,268	—	—	—
Total Revenues	863,737	218,334	1,357,723	4,106,737	2,621,257	1,178,842	1,648,007
Expenditures:							
Current:							
Public protection	—	—	—	—	259,588	2,154,359	1,685,295
Public ways and facilities	1,528,910	22,682	—	—	—	—	—
Health and sanitation	—	—	1,483,326	4,028,278	—	—	—
Public assistance	—	—	—	—	—	—	—
Capital outlay:							
Public protection	—	—	—	—	—	—	—
Public ways and facilities	55,249	—	—	—	—	—	—
Health and sanitation	—	—	—	—	—	—	—
Public assistance	—	—	—	—	—	—	—
Total Expenditures	1,584,159	22,682	1,483,326	4,028,278	259,588	2,154,359	1,685,295
Excess (deficiency) of revenues over expenditures	(720,422)	195,652	(125,603)	78,459	2,361,669	(975,517)	(37,288)
Other Financing Sources (uses):							
Transfers in	—	—	256,106	10,085	—	973,535	—
Transfers out	—	—	(7,082)	(5,993)	(1,780,195)	—	—
Total other financing sources (uses)	—	—	249,024	4,092	(1,780,195)	973,535	—
Net Change in Fund Balances	(720,422)	195,652	123,421	82,551	581,474	(1,982)	(37,288)
Fund balances - beginning of year	2,786,674	522,002	337,550	2,764,497	6,595,505	21,042	(305,796)
Fund balances - end of year	<u>\$ 2,066,252</u>	<u>\$ 717,654</u>	<u>\$ 460,971</u>	<u>\$ 2,847,048</u>	<u>\$ 7,176,979</u>	<u>\$ 19,060</u>	<u>\$ (343,084)</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Year Ended June 30, 2020

	County Fire Impact	Law Enforcement Impact	Jail & Juvenile Impact	Habitat Impact	Road Equip. Impr. Impact	Parks/Rec Impact
Revenues:						
Taxes	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Licenses and permits	—	—	—	—	—	—
Aid from other governments	—	—	—	—	—	—
Use of money and property	19,624	6,636	28,416	24,631	14,274	68,694
Fines, forfeitures and penalties	—	—	—	—	—	—
Charges for services	344,051	334,830	1,003,272	56,422	211,508	519,225
Other revenue	—	—	—	—	—	—
Total Revenues	363,675	341,466	1,031,688	81,053	225,782	587,919
Expenditures:						
Current:						
Public protection	—	—	—	—	—	—
Public ways and facilities	—	—	—	—	—	—
Health and sanitation	—	—	—	—	—	—
Public assistance	—	—	—	—	—	—
Capital outlay:						
Public protection	—	—	—	—	—	—
Public ways and facilities	—	—	—	—	—	—
Health and sanitation	—	—	—	—	—	—
Public assistance	—	—	—	—	—	—
Total Expenditures	—	—	—	—	—	—
Excess (deficiency) of revenues over expenditures	363,675	341,466	1,031,688	81,053	225,782	587,919
Other Financing Sources (uses):						
Transfers in	—	—	—	—	—	—
Transfers out	—	(31,260)	(2,305,722)	—	—	(24,227)
Total other financing sources (uses)	—	(31,260)	(2,305,722)	—	—	(24,227)
Net Change in Fund Balances	363,675	310,206	(1,274,034)	81,053	225,782	563,692
Fund balances - beginning of year	821,215	186,299	1,387,146	1,188,044	618,612	3,208,132
Fund balances - end of year	\$ 1,184,890	\$ 496,505	\$ 113,112	\$ 1,269,097	\$ 844,394	\$ 3,771,824

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2020

	Santa Ana Storm Drain	Traffic Impact	Library Impact	Information Technology Impact	County Facilities Impact	Inclusionary Housing	Home	Total Special Revenue Funds
Revenues:								
Taxes	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,533,427
Licenses and permits	—	—	—	—	—	—	—	5,795
Aid from other governments	—	—	—	—	—	—	—	13,106,177
Use of money and property	25,626	176,664	4,106	699	6,895	10,473	127,510	799,843
Fines, forfeitures and penalties	—	—	—	—	—	—	—	40,399
Charges for services	(24,510)	2,796,768	212,738	45,903	481,150	617,500	—	8,689,600
Other revenue	—	—	—	—	—	—	—	92,056
Total Revenues	1,116	2,973,432	216,844	46,602	488,045	627,973	127,510	24,267,297
Expenditures:								
Current:								
Public protection	—	—	—	—	—	—	—	4,437,730
Public ways and facilities	—	—	—	—	—	—	—	1,551,592
Health and sanitation	—	—	—	—	—	—	—	5,967,406
Public assistance	—	—	—	—	—	10,400	—	3,910,724
Capital outlay:								
Public protection	—	—	—	—	—	—	—	—
Public ways and facilities	—	—	—	—	—	—	—	55,249
Health and sanitation	—	—	—	—	—	—	—	—
Public assistance	—	—	—	—	—	—	611	611
Recreation and culture	—	—	—	—	—	—	—	—
Total Expenditures	—	—	—	—	—	10,400	611	15,923,312
Excess (deficiency) of revenues over expenditures	1,116	2,973,432	216,844	46,602	488,045	617,573	126,899	8,343,985
Other Financing Sources (uses):								
Transfers in	—	—	—	—	—	—	—	1,249,844
Transfers out	—	(383,280)	—	—	—	—	—	(4,657,778)
Total other financing sources (uses)	—	(383,280)	—	—	—	—	—	(3,407,934)
Net Change in Fund Balances	1,116	2,590,152	216,844	46,602	488,045	617,573	126,899	4,936,051
Fund balances - beginning of year	1,180,460	7,508,615	117,019	14,263	141,755	228,998	1,755,137	32,508,975
Fund balances - end of year	<u>\$ 1,181,576</u>	<u>\$10,098,767</u>	<u>\$ 333,863</u>	<u>\$ 60,865</u>	<u>\$ 629,800</u>	<u>\$ 846,571</u>	<u>\$ 1,882,036</u>	<u>\$ 37,445,026</u>

The accompanying notes are an integral part of these financial statements.

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Fish and Game Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Use of money or property	\$ —	\$ —	\$ 92	\$ 92
Fines, forfeits and penalties	500	500	78	(422)
Total Revenues	500	500	170	(330)
Expenditures:				
Current:				
Services and supplies	1,000	1,000	—	1,000
Total Expenditures	1,000	1,000	—	1,000
Excess (deficiency) of revenues over expenditures	(500)	(500)	170	670
Net change in fund balance	(500)	(500)	170	670
Fund balance - beginning of year	4,475	4,475	4,475	—
Fund balance - end of year	\$ 3,975	\$ 3,975	\$ 4,645	\$ 670

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Victim Witness Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Aid from other governments	\$ 410,336	\$ 410,336	\$ 442,009	\$ 31,673
Use of money or property	—	—	(5,547)	(5,547)
Charges for services	—	—	7,912	7,912
Total Revenues	<u>410,336</u>	<u>410,336</u>	<u>444,374</u>	<u>34,038</u>
Expenditures:				
Current:				
Salaries and benefits	322,692	322,692	276,703	45,989
Services and supplies	29,235	29,235	24,275	4,960
Other charges	22,440	22,440	14,557	7,883
Indirect costs	25,483	25,483	22,953	2,530
Total Expenditures	<u>399,850</u>	<u>399,850</u>	<u>338,488</u>	<u>58,832</u>
Excess (deficiency) of revenues over expenditures	<u>10,486</u>	<u>10,486</u>	<u>105,886</u>	<u>95,400</u>
Net change in fund balance	10,486	10,486	105,886	95,400
Fund balance - beginning of year	<u>(234,459)</u>	<u>(234,459)</u>	<u>(234,459)</u>	<u>—</u>
Fund balance - end of year	<u>\$ (223,973)</u>	<u>\$ (223,973)</u>	<u>\$ (128,573)</u>	<u>\$ 95,400</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Emergency Medical Services Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Licenses, permits and franchises	\$ —	\$ —	\$ 5,795	5,795
Use of money or property	—	—	13,395	\$ 13,395
Fines, forfeits and penalties	—	—	29,137	29,137
Charges for services	563,350	563,350	562,018	(1,332)
Other revenue	—	—	5,954	5,954
Total Revenues	563,350	563,350	616,299	52,949
Expenditures:				
Current:				
Salaries and benefits	175,364	175,364	134,657	40,707
Services and supplies	315,100	315,100	114,310	200,790
Other charges	—	—	6,297	(6,297)
Indirect costs	31,195	31,195	40,141	(8,946)
Total Expenditures	521,659	521,659	295,405	226,254
Excess (deficiency) of revenues over expenditures	41,691	41,691	320,894	279,203
Other Financing Sources (Uses):				
Transfers in	—	—	5,993	5,993
Transfers out	1,227	1,227	(92,839)	(91,612)
Total other financing sources (uses)	1,227	1,227	(86,846)	(85,619)
Net change in fund balance	42,918	42,918	234,048	191,130
Fund balance - beginning of year	635,533	635,533	635,533	—
Fund balance - end of year	<u>\$ 678,451</u>	<u>\$ 678,451</u>	<u>\$ 869,581</u>	<u>\$ 191,130</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Migrant Labor Camp Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Aid from other governments	\$ 599,302	\$ 599,302	\$ 325,016	\$ (274,286)
Use of money or property	—	—	3,210	3,210
Charges for services	—	—	58,017	58,017
Other revenue	—	—	—	—
Total Revenues	599,302	599,302	386,243	(213,059)
Expenditures:				
Current:				
Salaries and benefits	251,189	251,189	214,292	36,897
Services and supplies	336,374	336,374	146,495	189,879
Other charges	10,000	10,000	(1,089)	11,089
Indirect costs	1,739	1,739	19,092	(17,353)
Total Expenditures	599,302	599,302	378,790	220,512
Excess (deficiency) of revenues over expenditures	—	—	7,453	7,453
Net change in fund balance	—	—	7,453	7,453
Fund balance - beginning of year	327,728	327,728	327,728	—
Fund balance - end of year	\$ 327,728	\$ 327,728	\$ 335,181	\$ 7,453

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 Community Services Workforce Development (CSWD) Special Revenue Fund
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Aid from other governments	\$ 5,109,102	\$ 6,993,102	\$ 3,142,706	\$ (3,850,396)
Use of money or property	—	—	6,298	6,298
Other revenue	470,000	470,000	22,157	(447,843)
Total Revenues	5,579,102	7,463,102	3,171,161	(4,291,941)
Expenditures:				
Current:				
Salaries and benefits	1,862,667	2,248,878	1,649,133	599,745
Services and supplies	567,973	862,436	301,610	560,826
Other charges	1,103,088	1,206,414	1,104,059	102,355
Indirect costs	147,695	147,695	59,757	87,938
Total Expenditures	3,681,423	4,465,423	3,114,559	1,350,864
Excess (deficiency) of revenues over expenditures	1,897,679	2,997,679	56,602	(2,941,077)
Other Financing Sources (Uses):				
Transfers out	1,850,000	2,950,000	(27,180)	2,922,820
Total other financing sources (uses)	1,850,000	2,950,000	(27,180)	2,922,820
Net change in fund balance	3,747,679	5,947,679	29,422	(5,918,257)
Fund balance - beginning of year	444,818	444,818	444,818	—
Fund balance - end of year	<u>\$ 4,192,497</u>	<u>\$ 6,392,497</u>	<u>\$ 474,240</u>	<u>\$ (5,918,257)</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 Mosquito Abatement Special Revenue Fund
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 220,000	\$ 220,000	\$ 223,626	\$ 3,626
Use of money or property	—	—	(233)	(233)
Total Revenues	<u>220,000</u>	<u>220,000</u>	<u>223,393</u>	<u>3,393</u>
Expenditures:				
Current:				
Salaries and benefits	155,000	155,000	112,561	42,439
Services and supplies	47,600	47,600	34,007	13,593
Other charges	10,000	10,000	8,970	1,030
Indirect costs	5,011	5,011	4,859	152
Total Expenditures	<u>217,611</u>	<u>217,611</u>	<u>160,397</u>	<u>57,214</u>
Excess (deficiency) of revenues over expenditures	<u>2,389</u>	<u>2,389</u>	<u>62,996</u>	<u>60,607</u>
Other Financing Sources (Uses):				
Transfers in	—	—	4,125	4,125
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>4,125</u>	<u>4,125</u>
Net change in fund balance	2,389	2,389	67,121	64,732
Fund balance - beginning of year	<u>(1,050)</u>	<u>(1,050)</u>	<u>(1,050)</u>	<u>—</u>
Fund balance - end of year	<u>\$ 1,339</u>	<u>\$ 1,339</u>	<u>\$ 66,071</u>	<u>\$ 64,732</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Public Authority Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Aid from other governments	\$ 300,000	\$ 300,000	\$ 314,002	\$ 14,002
Use of money or property	—	—	3,913	3,913
Total Revenues	<u>300,000</u>	<u>300,000</u>	<u>317,915</u>	<u>17,915</u>
Expenditures:				
Current:				
Salaries and benefits	235,630	235,630	191,677	43,953
Services and supplies	48,000	48,000	44,642	3,358
Other charges	220,000	220,000	173,217	46,783
Indirect costs	70,000	70,000	(2,561)	72,561
Total Expenditures	<u>573,630</u>	<u>573,630</u>	<u>406,975</u>	<u>166,655</u>
Excess (deficiency) of revenues over expenditures	<u>(273,630)</u>	<u>(273,630)</u>	<u>(89,060)</u>	<u>184,570</u>
Other Financing Sources (Uses):				
Transfers in	273,630	273,630	—	(273,630)
Total other financing sources (uses)	<u>273,630</u>	<u>273,630</u>	<u>—</u>	<u>(273,630)</u>
Net change in fund balance	—	—	(89,060)	(89,060)
Fund balance - beginning of year	<u>254,761</u>	<u>254,761</u>	<u>254,761</u>	<u>—</u>
Fund balance - end of year	<u>\$ 254,761</u>	<u>\$ 254,761</u>	<u>\$ 165,701</u>	<u>\$ (89,060)</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 County Service Areas (CSAs) Special Revenue Fund
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 125,595	\$ 125,595	\$ 132,605	\$ 7,010
Aid from other governments	800	800	832	32
Use of money or property	39,297	39,297	54,896	15,599
Charges for services	840,610	840,610	643,727	(196,883)
Other revenue	—	—	31,677	31,677
Total Revenues	1,006,302	1,006,302	863,737	(142,565)
Expenditures:				
Current:				
Salaries and benefits	100,030	100,030	100,256	(226)
Services and supplies	1,267,439	1,267,439	1,412,156	(144,717)
Other charges	3,360	3,360	2,849	511
Capital assets	—	139,000	55,249	83,751
Indirect costs	13,961	13,961	13,649	312
Total Expenditures	1,384,790	1,523,790	1,584,159	(60,369)
Excess (deficiency) of revenues over expenditures	(378,488)	(517,488)	(720,422)	(202,934)
Other Financing Sources (Uses):				
Transfers in	—	69,000	—	(69,000)
Total other financing sources (uses)	—	69,000	—	(69,000)
Net change in fund balance	(378,488)	(448,488)	(720,422)	(271,934)
Fund balance - beginning of year	2,786,674	2,786,674	2,786,674	—
Fund balance - end of year	<u>\$ 2,408,186</u>	<u>\$ 2,338,186</u>	<u>\$ 2,066,252</u>	<u>\$ (271,934)</u>

Budgetary Comparison Schedule
Community Facilities Districts (CFDs) Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Taxes	\$ —	\$ —	\$ 663	\$ 663
Use of money or property	—	—	11,477	11,477
Charges for services	160,000	160,000	206,194	46,194
Total Revenues	<u>160,000</u>	<u>160,000</u>	<u>218,334</u>	<u>58,334</u>
Expenditures:				
Current:				
Services and supplies	160,000	160,000	21,593	138,407
Other charges	—	—	91	(91)
Indirect costs	—	—	998	(998)
Total Expenditures	<u>160,000</u>	<u>160,000</u>	<u>22,682</u>	<u>137,318</u>
Excess (deficiency) of revenues over expenditures	<u>—</u>	<u>—</u>	<u>195,652</u>	<u>195,652</u>
Net change in fund balance	<u>—</u>	<u>—</u>	<u>195,652</u>	<u>195,652</u>
Fund balance - beginning of year	<u>522,002</u>	<u>522,002</u>	<u>522,002</u>	<u>—</u>
Fund balance - end of year	<u><u>\$ 522,002</u></u>	<u><u>\$ 522,002</u></u>	<u><u>\$ 717,654</u></u>	<u><u>\$ 195,652</u></u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 Substance Abuse Special Revenue Fund
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Aid from other governments	\$ 2,154,341	\$ 2,154,341	\$ 1,332,397	\$ (821,944)
Use of money or property	—	—	2,386	2,386
Fines, forfeits and penalties	—	—	10,861	10,861
Charges for services	12,000	12,000	12,079	79
Other revenue	4,000	4,000	—	(4,000)
Total Revenues	2,170,341	2,170,341	1,357,723	(812,618)
Expenditures:				
Current:				
Salaries and benefits	1,234,831	1,234,831	876,470	358,361
Services and supplies	323,390	323,390	206,538	116,852
Other charges	579,000	579,000	368,351	210,649
Indirect costs	33,120	33,120	31,967	1,153
Total Expenditures	2,170,341	2,170,341	1,483,326	687,015
Excess (deficiency) of revenues over expenditures	—	—	(125,603)	(125,603)
Other Financing Sources (Uses):				
Transfers in	—	—	256,106	256,106
Transfers out	—	—	(7,082)	7,082
Total other financing sources (uses)	—	—	249,024	263,188
Net change in fund balance	—	—	123,421	123,421
Fund balance - beginning of year	337,550	337,550	337,550	—
Fund balance - end of year	<u>\$ 337,550</u>	<u>\$ 337,550</u>	<u>\$ 460,971</u>	<u>\$ 123,421</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Public Health Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive
	Original	Final		(Negative)
Revenues:				
Aid from other governments	\$ 3,068,146	\$ 3,479,397	\$ 3,422,469	\$ (56,928)
Use of money or property	—	—	50,881	50,881
Fines, forfeits and penalties	1,000	1,000	323	(677)
Charges for services	791,000	791,000	600,796	(190,204)
Other revenue	20,000	20,000	32,268	12,268
Total Revenues	<u>3,880,146</u>	<u>4,291,397</u>	<u>4,106,737</u>	<u>(184,660)</u>
Expenditures:				
Current:				
Salaries and benefits	3,345,026	3,442,477	2,437,639	1,004,838
Services and supplies	1,319,994	1,591,794	1,167,285	424,509
Other charges	56,523	66,523	165,715	(99,192)
Capital assets	20,000	20,000	—	20,000
Indirect costs	371,884	371,884	257,639	114,245
Total Expenditures	<u>5,113,427</u>	<u>5,492,678</u>	<u>4,028,278</u>	<u>1,464,400</u>
Excess (deficiency) of revenues over expenditures	<u>(1,233,281)</u>	<u>(1,201,281)</u>	<u>78,459</u>	<u>1,279,740</u>
Other Financing Sources (Uses):				
Transfers in	1,461,031	1,461,031	10,085	(1,450,946)
Transfers out	(526,410)	(526,410)	(5,993)	520,417
Total other financing sources (uses)	<u>934,621</u>	<u>934,621</u>	<u>4,092</u>	<u>(930,529)</u>
Net change in fund balance	(298,660)	(266,660)	82,551	349,211
Fund balance - beginning of year	<u>2,764,497</u>	<u>2,764,497</u>	<u>2,764,497</u>	<u>—</u>
Fund balance - end of year	<u>\$ 2,465,837</u>	<u>\$ 2,497,837</u>	<u>\$ 2,847,048</u>	<u>\$ 349,211</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Public Safety Realignment Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Aid from other governments	\$ —	\$ —	\$ 2,471,440	\$ 2,471,440
Use of money or property	—	—	149,817	149,817
Total Revenues	—	—	2,621,257	2,621,257
Expenditures:				
Current:				
Services and supplies	—	71,334	259,588	(188,254)
Total Expenditures	—	71,334	259,588	(188,254)
Excess (deficiency) of revenues over expenditures	—	(71,334)	2,361,669	2,433,003
Other Financing Sources (Uses):				
Transfers out	—	(126,500)	(1,780,195)	1,653,695
Total other financing sources (uses)	—	(126,500)	(1,780,195)	1,653,695
Net change in fund balance	—	(197,834)	581,474	779,308
Fund balance - beginning of year	6,595,505	6,595,505	6,595,505	—
Fund balance - end of year	\$ 6,595,505	\$ 6,397,671	\$ 7,176,979	\$ 779,308

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 Cal Fire Special Revenue Fund
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,190,000	\$ 1,190,000	\$ 1,176,533	\$ (13,467)
Aid from other governments	7,500	7,500	7,299	(201)
Use of money or property	—	—	(4,990)	(4,990)
Total Revenues	<u>1,197,500</u>	<u>1,197,500</u>	<u>1,178,842</u>	<u>(18,658)</u>
Expenditures:				
Current:				
Services and supplies	1,918,800	1,918,800	1,918,800	—
Capital assets	35,000	35,000	—	35,000
Indirect costs	235,096	235,096	235,559	(463)
Total Expenditures	<u>2,188,896</u>	<u>2,188,896</u>	<u>2,154,359</u>	<u>34,537</u>
Excess (deficiency) of revenues over expenditures	<u>(991,396)</u>	<u>(991,396)</u>	<u>(975,517)</u>	<u>15,879</u>
Other Financing Sources (Uses):				
Transfers in	991,396	991,396	973,535	(17,861)
Total other financing sources (uses)	<u>991,396</u>	<u>991,396</u>	<u>973,535</u>	<u>(17,861)</u>
Net change in fund balance	—	—	(1,982)	(1,982)
Fund balance - beginning of year	<u>21,042</u>	<u>21,042</u>	<u>21,042</u>	<u>—</u>
Fund balance - end of year	<u>\$ 21,042</u>	<u>\$ 21,042</u>	<u>\$ 19,060</u>	<u>\$ (1,982)</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 Family Support Special Revenue Fund
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Aid from other governments	\$ 1,878,401	\$ 1,878,401	\$ 1,648,007	\$ (230,394)
Total Revenues	<u>1,878,401</u>	<u>1,878,401</u>	<u>1,648,007</u>	<u>(230,394)</u>
Expenditures:				
Current:				
Salaries and benefits	1,453,397	1,453,397	1,335,130	118,267
Services and supplies	217,185	217,185	184,054	33,131
Other charges	90,000	90,000	62,680	27,320
Indirect costs	117,820	117,820	103,431	14,389
Total Expenditures	<u>1,878,402</u>	<u>1,878,402</u>	<u>1,685,295</u>	<u>193,107</u>
Excess (deficiency) of revenues over expenditures	<u>(1)</u>	<u>(1)</u>	<u>(37,288)</u>	<u>(37,287)</u>
Net change in fund balance	(1)	(1)	(37,288)	(37,287)
Fund balance - beginning of year	<u>(305,796)</u>	<u>(305,796)</u>	<u>(305,796)</u>	<u>—</u>
Fund balance - end of year	<u>\$ (305,797)</u>	<u>\$ (305,797)</u>	<u>\$ (343,084)</u>	<u>\$ (37,287)</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 County Fire Impact Fee Special Revenue Funds
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Use of money or property	\$ 8,661	\$ 8,661	\$ 19,624	\$ 10,963
Charges for services	85,000	85,000	344,051	259,051
Total Revenues	<u>93,661</u>	<u>93,661</u>	<u>363,675</u>	<u>270,014</u>
Expenditures:				
Current:				
Services and supplies	—	—	—	—
Capital assets	—	—	—	—
Total Expenditures	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	<u>93,661</u>	<u>93,661</u>	<u>363,675</u>	<u>270,014</u>
Net change in fund balance	93,661	93,661	363,675	270,014
Fund balance - beginning of year	<u>821,215</u>	<u>821,215</u>	<u>821,215</u>	<u>—</u>
Fund balance - end of year	<u>\$ 914,876</u>	<u>\$ 914,876</u>	<u>\$ 1,184,890</u>	<u>\$ 270,014</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 Law Enforcement Impact Fee Special Revenue Funds
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Use of money or property	\$ 6,220	\$ 6,220	\$ 6,636	\$ 416
Charges for services	141,668	141,668	334,830	193,162
Total Revenues	147,888	147,888	341,466	193,578
Expenditures:				
Current:				
Services and supplies	—	—	—	—
Capital assets	—	—	—	—
Total Expenditures	—	—	—	—
Excess (deficiency) of revenues over expenditures	147,888	147,888	341,466	193,578
Other Financing Sources (Uses):				
Transfers out	—	—	(31,260)	31,260
Total other financing sources (uses)	—	—	(31,260)	31,260
Net change in fund balance	147,888	147,888	310,206	162,318
Fund balance - beginning of year	186,299	186,299	186,299	—
Fund balance - end of year	\$ 334,187	\$ 334,187	\$ 496,505	\$ 162,318

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 Jail & Juvenile Hall Impact Fee Special Revenue Funds
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive
				(Negative)
Revenues:				
Use of money or property	\$ 7,387	\$ 7,387	\$ 28,416	\$ 21,029
Charges for services	176,414	928,400	1,003,272	74,872
Total Revenues	183,801	935,787	1,031,688	95,901
Expenditures:				
Current:				
Services and supplies	—	—	—	—
Capital assets	—	—	—	—
Total Expenditures	—	—	—	—
Excess (deficiency) of revenues over expenditures	183,801	935,787	1,031,688	95,901
Other Financing Sources (Uses):				
Transfers out	(1,060,000)	(2,310,394)	(2,305,722)	(4,672)
Total other financing sources (uses)	(1,060,000)	(2,310,394)	(2,305,722)	(4,672)
Net change in fund balance	(876,199)	(1,374,607)	(1,274,034)	100,573
Fund balance - beginning of year	1,387,146	1,387,146	1,387,146	—
Fund balance - end of year	\$ 510,947	\$ 12,539	\$ 113,112	\$ 100,573

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Habitat Impact Fee Special Revenue Funds
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Use of money or property	\$ 15,344	\$ 15,344	\$ 24,631	\$ 9,287
Charges for services	100,000	100,000	56,422	(43,578)
Total Revenues	<u>115,344</u>	<u>115,344</u>	<u>81,053</u>	<u>(34,291)</u>
Expenditures:				
Current:				
Services and supplies	—	—	—	—
Capital assets	—	—	—	—
Total Expenditures	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	<u>115,344</u>	<u>115,344</u>	<u>81,053</u>	<u>(34,291)</u>
Net change in fund balance	115,344	115,344	81,053	(34,291)
Fund balance - beginning of year	<u>1,188,044</u>	<u>1,188,044</u>	<u>1,188,044</u>	<u>—</u>
Fund balance - end of year	<u>\$ 1,303,388</u>	<u>\$ 1,303,388</u>	<u>\$ 1,269,097</u>	<u>\$ (34,291)</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 Road Equipment Impact Fee Special Revenue Funds
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Use of money or property	\$ 3,650	\$ 3,650	\$ 14,274	\$ 10,624
Charges for services	172,835	172,835	211,508	38,673
Total Revenues	176,485	176,485	225,782	49,297
Expenditures:				
Current:				
Services and supplies	—	—	—	—
Capital assets	—	—	—	—
Total Expenditures	—	—	—	—
Excess (deficiency) of revenues over expenditures	176,485	176,485	225,782	49,297
Other Financing Sources (Uses):				
Transfers out	(272,835)	(272,835)	—	(272,835)
Total other financing sources (uses)	(272,835)	(272,835)	—	(272,835)
Net change in fund balance	(96,350)	(96,350)	225,782	322,132
Fund balance - beginning of year	618,612	618,612	618,612	—
Fund balance - end of year	\$ 522,262	\$ 522,262	\$ 844,394	\$ 322,132

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Parks & Rec Impact Fee Special Revenue Funds
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Use of money or property	\$ 48,112	\$ 48,112	\$ 68,694	\$ 20,582
Charges for services	300,000	300,000	519,225	219,225
Total Revenues	<u>348,112</u>	<u>348,112</u>	<u>587,919</u>	<u>239,807</u>
Expenditures:				
Current:				
Capital assets	750,000	750,000	—	750,000
Total Expenditures	<u>750,000</u>	<u>750,000</u>	<u>—</u>	<u>750,000</u>
Excess (deficiency) of revenues over expenditures	<u>(401,888)</u>	<u>(401,888)</u>	<u>587,919</u>	<u>989,807</u>
Other Financing Sources (Uses):				
Transfers out	—	—	(24,227)	24,227
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>(24,227)</u>	<u>24,227</u>
Net change in fund balance	(401,888)	(401,888)	563,692	965,580
Fund balance - beginning of year	<u>3,208,132</u>	<u>3,208,132</u>	<u>3,208,132</u>	<u>—</u>
Fund balance - end of year	<u>\$ 2,806,244</u>	<u>\$ 2,806,244</u>	<u>\$ 3,771,824</u>	<u>\$ 965,580</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 Santa Ana Storm Drain Impact Fee Special Revenue Funds
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Use of money or property	\$ 10,243	\$ 10,243	\$ 25,626	\$ 15,383
Charges for services	215,000	215,000	(24,510)	(239,510)
Total Revenues	<u>225,243</u>	<u>225,243</u>	<u>1,116</u>	<u>(224,127)</u>
Expenditures:				
Current:				
Services and supplies	—	—	—	—
Capital assets	—	—	—	—
Total Expenditures	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	<u>225,243</u>	<u>225,243</u>	<u>1,116</u>	<u>(224,127)</u>
Net change in fund balance	225,243	225,243	1,116	(224,127)
Fund balance - beginning of year	<u>1,180,460</u>	<u>1,180,460</u>	<u>1,180,460</u>	<u>—</u>
Fund balance - end of year	<u>\$ 1,405,703</u>	<u>\$ 1,405,703</u>	<u>\$ 1,181,576</u>	<u>\$ (224,127)</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Traffic Impact Fee Special Revenue Funds
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Use of money or property	\$ 86,542	\$ 86,542	\$ 176,664	\$ 90,122
Charges for services	750,000	750,000	2,796,768	2,046,768
Total Revenues	<u>836,542</u>	<u>836,542</u>	<u>2,973,432</u>	<u>2,136,890</u>
Expenditures:				
Current:				
Services and supplies	—	—	—	—
Capital assets	—	—	—	—
Total Expenditures	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Excess (deficiency) of revenues over expenditures	<u>836,542</u>	<u>836,542</u>	<u>2,973,432</u>	<u>2,136,890</u>
Other Financing Sources (Uses):				
Transfers out	—	(704,000)	(383,280)	(320,720)
Total other financing sources (uses)	<u>—</u>	<u>(704,000)</u>	<u>(383,280)</u>	<u>(320,720)</u>
Net change in fund balance	836,542	132,542	2,590,152	2,457,610
Fund balance - beginning of year	<u>7,508,615</u>	<u>7,508,615</u>	<u>7,508,615</u>	<u>—</u>
Fund balance - end of year	<u>\$ 8,345,157</u>	<u>\$ 7,641,157</u>	<u>\$ 10,098,767</u>	<u>\$ 2,457,610</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 Library Impact Fee Special Revenue Funds
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Use of money or property	\$ —	\$ —	\$ 4,106	\$ 4,106
Charges for services	10,000	10,000	212,738	202,738
Total Revenues	10,000	10,000	216,844	206,844
Expenditures:				
Current:				
Services and supplies	—	—	—	—
Capital assets	—	—	—	—
Total Expenditures	—	—	—	—
Excess (deficiency) of revenues over expenditures	10,000	10,000	216,844	206,844
Net change in fund balance	10,000	10,000	216,844	206,844
Fund balance - beginning of year	117,019	117,019	117,019	—
Fund balance - end of year	\$ 127,019	\$ 127,019	\$ 333,863	\$ 206,844

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 Information Technology Impact Fee Special Revenue Funds
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Use of money or property	\$ —	\$ —	\$ 699	\$ 699
Charges for services	2,000	2,000	45,903	43,903
Total Revenues	2,000	2,000	46,602	44,602
Expenditures:				
Current:				
Services and supplies	—	—	—	—
Capital assets	—	—	—	—
Total Expenditures	—	—	—	—
Excess (deficiency) of revenues over expenditures	2,000	2,000	46,602	44,602
Net change in fund balance	2,000	2,000	46,602	44,602
Fund balance - beginning of year	14,263	14,263	14,263	—
Fund balance - end of year	\$ 16,263	\$ 16,263	\$ 60,865	\$ 44,602

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
 County Facilities Impact Fee Special Revenue Funds
 For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Use of money or property	\$ —	\$ —	\$ 6,895	\$ 6,895
Charges for services	20,000	20,000	481,150	461,150
Total Revenues	20,000	20,000	488,045	468,045
Expenditures:				
Current:				
Services and supplies	—	—	—	—
Capital assets	—	—	—	—
Total Expenditures	—	—	—	—
Excess (deficiency) of revenues over expenditures	20,000	20,000	488,045	468,045
Net change in fund balance	20,000	20,000	488,045	468,045
Fund balance - beginning of year	141,755	141,755	141,755	—
Fund balance - end of year	\$ 161,755	\$ 161,755	\$ 629,800	\$ 468,045

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Inclusionary Housing Special Revenue Funds
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Use of money or property	\$ —	\$ —	\$ 10,473	\$ 10,473
Charges for services	—	550,000	617,500	67,500
Total Revenues	—	550,000	627,973	77,973
Expenditures:				
Current:				
Services and supplies	—	50,000	10,400	39,600
Total Expenditures	—	50,000	10,400	39,600
Excess (deficiency) of revenues over expenditures	—	500,000	617,573	117,573
Net change in fund balance	—	500,000	617,573	117,573
Fund balance - beginning of year	228,998	228,998	228,998	—
Fund balance - end of year	<u>\$ 228,998</u>	<u>\$ 728,998</u>	<u>\$ 846,571</u>	<u>\$ 117,573</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Home Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Use of money or property	\$ 6,800	\$ 6,800	\$ 127,510	\$ 120,710
Total Revenues	<u>6,800</u>	<u>6,800</u>	<u>127,510</u>	<u>120,710</u>
Expenditures:				
Current:				
Indirect costs	\$ 616	\$ 616	\$ 611	\$ 5
Total Expenditures	<u>616</u>	<u>616</u>	<u>611</u>	<u>5</u>
Excess (deficiency) of revenues over expenditures	<u>6,184</u>	<u>6,184</u>	<u>126,899</u>	<u>120,715</u>
Net change in fund balance	6,184	6,184	126,899	120,715
Fund balance - beginning of year	<u>1,755,137</u>	<u>1,755,137</u>	<u>1,755,137</u>	<u>—</u>
Fund balance - end of year	<u>\$ 1,761,321</u>	<u>\$ 1,761,321</u>	<u>\$ 1,882,036</u>	<u>\$ 120,715</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Debt Service Special Revenue Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Use of money or property	\$ —	\$ —	\$ (1,593)	\$ (1,593)
Charges for services	—	—	514,649	514,649
Total Revenues	—	—	513,056	513,056
Expenditures:				
Current:				
Services and supplies	—	5,000	1,254	3,746
Other charges	—	—	624,335	(624,335)
Total Expenditures	—	5,000	625,589	(620,589)
Excess (deficiency) of revenues over expenditures	—	(5,000)	(112,533)	(107,533)
Other Financing Sources (Uses):				
Transfers in	410,000	415,000	410,328	(4,672)
Transfers out	(410,000)	(410,000)	—	(410,000)
Total other financing sources (uses)	—	5,000	410,328	(414,672)
Net change in fund balance	—	—	297,795	297,795
Fund balance - beginning of year	—	—	—	—
Fund balance - end of year	\$ —	\$ —	\$ 297,795	\$ 297,795

COUNTY OF SAN BENITO

Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2020

	Special Revenue Funds	Developer Projects Fund	General Debt Service Fund	Total Other Governmental Funds
Assets				
Cash and investments in Treasury	\$ 35,356,988	\$ 3,322,289	\$ 302,009	\$ 38,981,286
Restricted assets - cash with fiscal agent	245,049	—	152	245,201
Imprest cash	50	—	—	50
Receivables	269,902	1,239	(149)	270,992
Loan receivable	1,614,698	—	—	1,614,698
Due from other funds	62,100	—	—	62,100
Due from other governments	3,716,526	—	—	3,716,526
Inventories and other assets	53,099	—	—	53,099
Total Assets	41,318,412	3,323,528	302,012	44,943,952
Liabilities				
Accounts payable and accrued liabilities	924,327	167,455	4,217	1,095,999
Due to other funds	1,110,166	—	—	1,110,166
Due to other agencies	4,001	—	—	4,001
Deposits from others	16,619	—	—	16,619
Total Liabilities	2,055,113	167,455	4,217	2,226,785
Deferred Inflows of Resources				
Unavailable revenues	1,818,273	—	—	1,818,273
Fund Balances				
Nonspendable	53,099	—	—	53,099
Restricted	37,778,453	3,156,073	297,795	41,232,321
Assigned	85,131	—	—	85,131
Unassigned	(471,657)	—	—	(471,657)
Total Fund Balances	37,445,026	3,156,073	297,795	40,898,894
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 41,318,412	\$ 3,323,528	\$ 302,012	\$ 44,943,952

COUNTY OF SAN BENITO

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2020

	Special Revenue Funds	Developer Projects Fund	General Debt Service Fund	Total Other Governmental Funds
Revenues:				
Taxes	\$ 1,533,427	\$ —	\$ —	\$ 1,533,427
Licenses and permits	5,795	—	—	5,795
Aid from other governmental agencies	13,106,177	44,256	—	13,150,433
Use of money or property	799,843	62,341	(1,593)	860,591
Fines, forfeitures and penalties	40,399	—	—	40,399
Charges for services	8,689,600	218,134	514,649	9,422,383
Other revenue	92,056	—	—	92,056
Total Revenues	24,267,297	324,731	513,056	25,105,084
Expenditures:				
Current:				
Public protection	4,437,730	—	—	4,437,730
Public ways and facilities	1,551,592	167,455	—	1,719,047
Health and sanitation	5,967,406	—	—	5,967,406
Public assistance	3,910,724	—	—	3,910,724
Debt Service:				
Principal	—	—	148,013	148,013
Interest and debt service costs	—	—	477,576	477,576
Capital outlay:				
General government	—	—	—	—
Public protection	—	—	—	—
Public ways and facilities	55,249	—	—	55,249
Health and sanitation	—	—	—	—
Public assistance	611	—	—	611
Recreation and culture	—	—	—	—
Total Expenditures	15,923,312	167,455	625,589	16,716,356
Excess (deficiency) of revenues over expenditures	8,343,985	157,276	(112,533)	8,388,728
Other Financing Sources (uses):				
Transfers in	1,249,844	—	410,328	1,660,172
Transfers out	(4,657,778)	—	—	(4,657,778)
Total other financing sources (uses)	(3,407,934)	—	410,328	(2,997,606)
Net change in fund balances	4,936,051	157,276	297,795	5,391,122
Fund balances - beginning of year	32,508,975	2,998,797	—	35,507,772
Fund balances - end of year	\$ 37,445,026	\$ 3,156,073	\$ 297,795	\$ 40,898,894

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Capital Improvement Projects Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Aid from other governments	\$ —	\$ —	\$ 394,074	\$ 394,074
Use of money or property	—	—	(29,633)	(29,633)
Charges for services	850,000	850,000	—	(850,000)
Other revenue	—	—	22,740	22,740
Total Revenues	850,000	850,000	387,181	(462,819)
Expenditures:				
Current:				
General government	—	—	9,058	(9,058)
Public protection	—	—	22,425	(22,425)
Public ways and facilities	—	—	112,315	(112,315)
Health and sanitation	—	—	162,609	(162,609)
Public assistance	—	—	691	(691)
Capital outlay:				
General government	10,740,329	16,874,329	10,693	16,863,636
Public protection	—	—	2,593,225	(2,593,225)
Public ways and facilities	—	—	1,148,484	(1,148,484)
Health and sanitation	—	—	1,443,623	(1,443,623)
Public assistance	—	—	154,562	(154,562)
Total Expenditures	10,740,329	16,874,329	5,657,685	11,216,644
Excess (deficiency) of revenues over expenditures	(9,890,329)	(16,024,329)	(5,270,504)	10,753,825
Other Financing Sources (Uses):				
Issuance of long-term debt-Principal	—	—	10,436,888	10,436,888
Issuance of long-term debt-Premium	—	—	607,294	607,294
Transfers In	9,890,329	15,824,329	1,573,922	(14,250,407)
Transfers Out	—	—	(117,528)	(117,528)
Total other financing sources (uses)	9,890,329	15,824,329	12,500,576	(3,323,753)
Net change in fund balance	—	(200,000)	7,230,072	7,430,072
Fund balance - beginning of year	1,645,534	1,645,534	1,645,534	—
Fund balance - end of year	<u>\$ 1,645,534</u>	<u>\$ 1,645,534</u>	<u>\$ 8,875,606</u>	<u>\$ 7,230,072</u>

COUNTY OF SAN BENITO

Budgetary Comparison Schedule
Solid Waste Fund
For the Year Ended June 30, 2020

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Operating Revenues:				
Licenses and permits	\$ 355,000	\$ 355,000	\$ 238,676	\$ (116,324)
Aid from other governmental agencies	25,000	25,000	51,037	26,037
Charges for services	1,340,502	1,340,502	1,685,840	345,338
Other revenue	420,000	420,000	—	(420,000)
Total Operating Revenues	<u>2,140,502</u>	<u>2,140,502</u>	<u>1,975,553</u>	<u>(164,949)</u>
Operating Expenses:				
Salaries & Benefits	228,803	228,803	98,543	130,260
Services & Supplies	1,202,843	1,202,843	614,677	588,166
Depreciation	404,000	404,000	43,212	360,788
Indirect Costs	26,989	26,989	22,222	4,767
Total Operating Expense	<u>1,862,635</u>	<u>1,862,635</u>	<u>778,654</u>	<u>1,083,981</u>
Net Operating Income	<u>277,867</u>	<u>277,867</u>	<u>1,196,899</u>	<u>919,032</u>
Non-operating Revenues (Expense):				
Interest Income	9,000	9,000	140,610	131,610
Total Non-Operating Revenues (Expenses)	<u>9,000</u>	<u>9,000</u>	<u>140,610</u>	<u>131,610</u>
Income Before Transfers	<u>286,867</u>	<u>286,867</u>	<u>1,337,509</u>	<u>1,050,642</u>
Transfers In (Out)	<u>(350,352)</u>	<u>(1,850,352)</u>	<u>(341,485)</u>	<u>1,508,867</u>
Change in Net Position	<u>(63,485)</u>	<u>(1,563,485)</u>	<u>996,024</u>	<u>2,559,509</u>
Net Position - Beginning of year	<u>6,868,292</u>	<u>6,868,292</u>	<u>6,868,292</u>	<u>—</u>
Net Position - End of Year	<u>\$ 6,804,807</u>	<u>\$ 5,304,807</u>	<u>\$ 7,864,316</u>	<u>\$ 2,559,509</u>

STATISTICAL SECTION

The information in this section is not covered by the Independent Auditor's Report, but is presented as supplemental data for the benefit of the readers of the comprehensive financial report.

Financial Trends

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the County's most significant local revenue sources, property tax and sales tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information

These schedule contains information on government employees for each function and detailed by department.



COUNTY OF SAN BENITO

Net Position by Component
Last Ten Years
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental activities										
Net investment in capital assets	\$ 118,970,464	\$ 109,578,889	\$ 98,439,135	\$ 90,827,410	\$ 92,364,711	\$ 93,870,818	\$ 94,119,963	\$ 92,067,037	\$ 89,058,169	\$ 92,475,014
Restricted	82,315,014	47,455,029	42,549,306	37,667,368	26,080,558	—	—	—	—	225,314
Unrestricted	(47,204,394)	(9,460,037)	(2,901,358)	(4,444,297)	(6,156,652)	(8,761,171)	32,472,292	29,140,032	30,355,364	34,887,387
Total governmental activities net position	<u>154,081,084</u>	<u>147,573,881</u>	<u>138,087,083</u>	<u>124,050,481</u>	<u>112,288,617</u>	<u>85,109,647</u>	<u>126,592,255</u>	<u>121,207,069</u>	<u>119,413,533</u>	<u>127,587,715</u>
Business-type activities										
Net investment in capital assets	647,508	690,721	733,933	777,162	824,901	876,192	947,300	907,172	845,725	596,388
Restricted	750,607	739,857	724,566	—	131,691	—	—	—	—	—
Unrestricted	6,466,201	5,437,714	4,369,808	4,734,924	4,841,667	4,522,364	4,712,390	4,291,455	4,203,473	4,145,519
Total business-type activities net position	<u>7,864,316</u>	<u>6,868,292</u>	<u>5,828,307</u>	<u>5,512,086</u>	<u>5,798,259</u>	<u>5,398,556</u>	<u>5,659,690</u>	<u>5,198,627</u>	<u>5,049,198</u>	<u>4,741,907</u>
Primary government										
Net investment in capital assets	119,617,972	110,269,610	99,173,068	91,604,572	93,189,612	94,747,010	95,067,263	92,974,209	89,903,894	93,071,402
Restricted	83,065,621	48,194,886	43,273,872	37,667,368	26,212,249	—	—	—	—	225,314
Unrestricted	(40,738,193)	(4,022,323)	1,468,450	290,627	(1,314,985)	(4,238,807)	37,184,682	33,431,487	34,558,837	39,032,906
Total primary government net position	<u>\$ 161,945,400</u>	<u>\$ 154,442,173</u>	<u>\$ 143,915,390</u>	<u>\$ 129,562,567</u>	<u>\$ 118,086,876</u>	<u>\$ 90,508,203</u>	<u>\$ 132,251,945</u>	<u>\$ 126,405,696</u>	<u>\$ 124,462,731</u>	<u>\$ 132,329,622</u>

Notes:

(1) Accounting standards require that net position be reported in three components in the financial statements: net investment in capital assets; restricted; and unrestricted. Net assets are considered restricted when 1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or 2) imposed by law through constitutional provisions or enabling legislation.

Source:

San Benito County Clerk, Auditor and Recorder

COUNTY OF SAN BENITO

Changes in Net Position
Last Ten Years (accrual basis of accounting)
For the Fiscal Year Ended June 30,

Expenses (by function)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental activities										
General government	\$ 12,435,263	\$ 15,171,369	\$ 7,162,158	\$ 4,390,182	\$ 4,820,901	\$ 6,913,665	\$ 2,872,536	\$ 3,682,386	\$ 9,867,243	\$ 6,058,757
Public protection	35,789,289	32,564,040	32,902,965	28,401,251	26,361,016	27,914,449	24,900,347	25,516,934	26,978,343	30,771,788
Public ways and facilities	9,594,177	8,166,811	5,926,687	7,361,125	7,491,909	5,867,005	6,324,848	6,655,356	7,038,005	8,221,996
Health and sanitation	15,957,259	12,108,200	10,939,507	9,459,400	10,509,822	9,576,959	9,513,485	9,926,853	9,658,580	9,504,909
Public assistance	25,499,007	23,480,217	23,462,549	21,653,802	21,563,780	20,714,730	19,623,809	16,677,671	19,450,340	20,428,859
Education	1,301,853	1,020,962	1,129,743	1,059,094	929,498	1,063,203	1,006,320	820,203	839,647	1,557,718
Recreation and culture	217,788	193,340	310,166	(1,682)	138,641	220,421	182,163	179,184	437,982	562,217
Debt Service:										
Interest	708,218	373,817	—	—	—	1,877	2,924	5,299	13,182	11,896
Total governmental activities expenses	101,502,854	93,078,756	81,833,775	72,323,172	71,815,567	72,272,309	64,426,432	63,463,886	74,283,322	77,118,140
Business-type activities:										
Solid waste	778,654	749,309	1,107,482	1,512,811	752,368	(4,428,282)	1,230,478	1,208,059	1,239,238	1,012,760
Total business-type activities expenses	778,654	749,309	1,107,482	1,512,811	752,368	(4,428,282)	1,230,478	1,208,059	1,239,238	1,012,760
Total Primary Government Expenses	102,281,508	93,828,065	82,941,257	73,835,983	72,567,935	67,844,027	65,656,910	64,671,945	75,522,560	78,130,900
Program Revenues (by function)										
Governmental activities										
Fees, fines and charges for services:										
General government	2,887,786	3,544,313	6,791,954	4,462,502	3,736,463	4,341,391	1,135,198	2,400,487	1,247,423	1,787,088
Public protection	6,225,722	4,630,309	5,469,848	4,575,111	5,020,426	4,886,764	8,593,707	5,683,470	6,375,969	5,988,777
Public ways and facilities	4,566,572	3,616,509	2,073,848	1,554,749	1,429,875	1,161,336	3,800,870	1,145,966	1,512,540	1,045,309
Health and sanitation	1,339,807	1,367,280	1,382,783	1,037,176	842,388	761,028	590,513	611,245	881,440	899,220
Public assistance	773,656	325,077	157,622	35,146	30,532	9,255	88,761	16,086	132,347	367,225
Education	245,279	160,672	45,156	27,371	31,299	254,356	42,402	31,554	134,701	376,365
Recreation and culture	597,813	597,895	675,090	384,454	628,097	264,138	178,408	116,590	108,311	91,736
Operating grants and contributions	57,954,185	50,378,930	49,591,273	46,707,783	48,757,219	43,858,372	34,169,280	36,862,728	38,914,593	40,186,593
Capital grants and contributions	6,590,453	10,284,717	9,329,005	608,538	783,949	1,016,997	5,381,065	3,448,335	1,304,425	1,048,873
Total governmental activities program revenues	81,181,273	74,905,702	75,516,579	59,392,830	61,260,248	56,553,637	53,980,204	50,316,461	50,611,749	51,791,186
Business-type activities:										
Solid Waste										
Charges for services	1,924,516	1,609,564	1,248,606	1,147,041	1,113,071	960,135	1,650,139	1,300,126	1,402,743	1,210,964
Operating grants and contributions	51,037	49,430	105,547	41,969	144,683	—	—	—	—	—
Total Business-type activities revenue	1,975,553	1,658,994	1,354,153	1,189,010	1,257,754	960,135	1,650,139	1,300,126	1,402,743	1,210,964
Total Primary Government Program Revenues	83,156,826	76,564,696	76,870,732	60,581,840	62,518,002	57,513,772	55,630,343	51,616,587	52,014,492	53,002,150

Source: San Benito County Clerk, Auditor and Recorder

COUNTY OF SAN BENITO

Changes in Net Position
Last Ten Years (accrual basis of accounting)
For the Fiscal Year Ended June 30,

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Net (Expenses)/Revenue										
Governmental activities	(20,321,581)	(18,173,054)	(6,317,196)	(12,930,342)	(10,555,319)	(15,718,672)	(10,446,228)	(13,147,425)	(23,671,573)	(25,326,954)
Business-type activities	1,196,899	909,685	246,671	(323,801)	505,386	5,388,417	419,661	92,067	163,505	198,204
Total Primary Net (Expenses)/Revenue	(19,124,682)	(17,263,369)	(6,070,525)	(13,254,143)	(10,049,933)	(10,330,255)	(10,026,567)	(13,055,358)	(23,508,068)	(25,128,750)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Taxes:										
Property taxes	19,370,463	18,063,692	16,947,363	15,895,467	14,904,105	14,163,226	12,451,983	11,987,365	11,350,510	11,894,375
Sales and use taxes	2,198,828	5,683,346	5,998,871	2,456,622	1,641,346	1,500,211	1,390,428	1,517,488	1,391,853	1,258,710
Franchise taxes	713,095	696,166	460,374	518,959	527,120	440,703	488,469	421,712	442,047	443,428
Other taxes	1,072,431	877,702	778,007	1,820,181	1,439,178	751,435	764,008	360,818	367,715	300,983
Unrestricted interest and investment earnings	2,443,159	2,130,361	1,345,174	584,998	385,480	222,370	185,960	203,534	461,213	75,720
Miscellaneous	689,323	202,391	487,498	1,094,458	1,149,886	2,241,644	550,567	450,045	1,477,376	1,965,192
Transfers	341,485	6,110	—	1,345	2,359	5,567,077	—	—	6,678	163,119
Total governmental activities	26,828,784	27,659,768	26,017,287	22,372,030	20,049,474	24,886,666	15,831,415	14,940,962	15,497,392	16,101,527
Business-type activities:										
Other taxes	—	—	—	—	—	—	—	—	—	—
Transfers	(341,485)	(6,110)	—	(1,345)	(2,359)	(5,567,077)	—	—	—	(163,119)
Unrestricted interest and investment earnings	140,610	136,410	79,168	38,973	18,010	30,198	41,400	57,362	143,786	30,174
Miscellaneous	—	—	90	—	—	—	—	—	—	—
Total business-type activities	(200,875)	130,300	79,258	37,628	15,651	(5,536,879)	41,400	57,362	143,786	(132,945)
Total Primary Government	26,627,909	27,790,068	26,096,545	22,409,658	20,065,125	19,349,787	15,872,815	14,998,324	15,641,178	15,968,582
Change in Net Position										
Governmental activities	6,507,203	9,486,798	19,700,091	9,441,688	9,494,155	9,167,994	5,385,187	1,793,537	(8,174,181)	(9,225,427)
Business-type activities	996,024	1,039,985	325,929	(286,173)	521,037	(148,462)	461,061	149,429	307,291	65,259
Total Primary Government	\$ 7,503,227	\$ 10,526,783	\$ 20,026,020	\$ 9,155,515	\$ 10,015,192	\$ 9,019,532	\$ 5,846,248	\$ 1,942,966	\$ (7,866,890)	\$ (9,160,168)

Source: San Benito County Clerk, Auditor and Recorder

COUNTY OF SAN BENITO

Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year Ended June 30,

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Fund										
Reserved	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Unreserved	—	—	—	—	—	—	—	—	—	—
Nonspendable	430,410	266,256	207,380	188,314	200,245	126,980	166,047	8,583	503,686	276,138
Restricted	8,304,895	3,666,652	2,621,709	2,621,709	2,288,857	—	—	—	—	—
Committed	—	3,449,921	3,000,000	3,000,000	—	—	—	—	—	—
Assigned	9,963,602	6,896,074	8,084,194	7,520,751	5,861,125	—	—	1,629,420	1,319,553	—
Unassigned	8,826,693	12,793,467	16,534,377	15,578,209	18,986,948	21,724,081	16,342,158	11,599,259	10,741,330	17,290,531
Total general fund	27,525,600	27,072,370	30,447,660	28,908,983	27,337,175	21,851,061	16,508,205	13,237,262	12,564,569	17,566,669
All Other Governmental Funds										
Reserved	—	—	—	—	—	—	—	—	—	—
Unreserved, reported in										
Special revenue funds	—	—	—	—	—	—	—	—	—	—
Capital project fund	—	—	—	—	—	—	—	—	—	—
Nonspendable	173,912	164,229	149,720	1,611,936	1,114,335	52,511	63,644	111,752	135,876	111,062
Restricted	74,010,119	43,198,769	39,927,597	33,388,341	23,791,701	8,560,596	6,669,584	—	—	—
Committed	—	16,600,558	13,278,063	—	—	—	—	—	—	—
Assigned	85,131	2,482,114	773,218	12,415,017	16,983,721	19,022,253	16,160,602	24,172,212	25,672,149	27,084,479
Unassigned	(471,657)	(541,305)	(2,678,906)	(1,519,639)	(944,534)	(914,430)	(995,944)	(924,913)	(213,777)	—
Total all other governmental funds	73,797,505	61,904,365	51,449,692	45,895,655	40,945,223	26,720,930	21,897,886	23,359,051	25,594,248	27,195,541
Total governmental fund balances	\$ 101,323,105	\$ 88,976,735	\$ 81,897,352	\$ 74,804,638	\$ 68,282,398	\$ 48,571,991	\$ 38,406,091	\$ 36,596,313	\$ 38,158,817	\$ 44,762,210

COUNTY OF SAN BENITO

**Changes in Fund Balance - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)**

Fiscal Year Ended June 30,

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Revenues:										
Taxes	\$ 22,641,722	\$ 25,056,988	\$ 23,700,680	\$ 18,817,375	\$ 17,173,324	\$ 16,855,575	\$ 15,685,513	\$ 15,207,822	\$ 14,444,893	\$ 14,560,800
Licenses and permits	3,171,602	1,913,968	1,598,127	1,294,916	1,757,688	759,936	988,892	874,270	764,244	890,078
Aid from other governments	61,750,298	61,522,652	56,157,066	44,205,957	45,379,095	45,484,109	40,239,368	39,942,184	40,498,522	42,392,956
Use of money or property	2,443,159	2,130,361	1,345,174	584,998	385,480	222,370	362,084	398,684	995,570	304,774
Fines, forfeits and penalties	795,669	1,296,516	1,314,162	3,502,470	2,469,281	2,959,499	1,014,266	1,315,372	1,109,556	1,311,104
Charges for services	18,444,203	11,801,582	9,232,526	8,952,217	8,840,711	7,958,833	8,760,820	6,796,601	7,376,382	7,144,250
Other revenue	1,011,840	683,460	1,102,244	1,214,385	1,561,943	2,241,644	680,371	722,489	913,295	1,116,027
Total Revenues	110,258,493	104,405,527	94,449,979	78,572,318	77,567,522	76,481,966	67,731,314	65,257,422	66,102,462	67,719,989
Expenditures:										
Current:										
General government	12,578,217	9,774,811	6,085,212	4,118,060	4,555,064	5,967,509	2,863,529	3,750,873	9,713,466	5,186,443
Public protection	35,734,428	32,102,869	31,194,175	29,832,391	27,722,110	27,225,640	24,273,597	25,674,417	26,698,531	32,234,130
Public ways and facilities	4,916,436	3,081,569	2,213,792	2,408,497	2,556,868	2,341,139	2,860,539	4,367,858	3,606,701	4,950,124
Health and sanitation	13,973,677	12,928,640	10,782,934	9,926,197	10,221,039	9,498,738	9,482,653	9,930,586	9,651,858	9,173,126
Public assistance	27,183,828	25,399,738	23,102,274	21,953,883	22,191,427	20,653,942	19,533,009	18,439,911	19,562,543	20,404,239
Education	1,306,230	1,126,439	1,050,265	991,421	904,665	1,045,146	985,158	812,642	791,108	1,456,158
Recreation and culture	143,261	135,949	251,366	162,256	142,257	138,010	125,063	581,967	377,356	729,216
Capital outlay	14,116,827	20,449,431	12,677,247	3,270,659	3,541,440	4,289,142	5,434,064	2,895,373	1,706,788	2,390,945
Debt Service:										
Principal	148,013	—	—	—	—	722,000	361,000	361,000	591,000	225,000
Interest	477,576	—	—	—	—	1,877	2,924	5,299	13,182	17,290
Total Expenditures	110,578,493	104,999,446	87,357,265	72,663,364	71,834,870	71,883,143	65,921,536	66,819,926	72,712,533	76,766,671
Excess (deficiency) of revenues over expenditures	(320,000)	(593,919)	7,092,714	5,908,954	5,732,652	4,598,823	1,809,778	(1,562,504)	(6,610,071)	(9,046,682)
Other Financing Sources (Uses):										
Issuance of LTD - principal	10,436,888	7,480,000	—	—	—	—	—	—	—	—
Issuance of LTD - interest	607,294	279,887	—	—	—	—	—	—	—	—
Transfers in	8,098,385	9,478,659	5,804,321	5,494,600	4,923,670	9,923,805	4,881,133	2,363,061	4,470,443	6,792,657
Transfers out	(6,831,759)	(9,576,593)	(5,804,321)	(5,493,255)	(4,921,311)	(4,356,728)	(4,881,133)	(2,363,061)	(4,463,765)	(6,629,538)
Proceeds from borrowing	—	—	—	—	—	—	—	—	—	1,879,008
Capital leases	355,562	11,349	—	25,211	—	—	—	—	—	—
Total other financing sources (uses)	12,666,370	7,673,302	—	26,556	2,359	5,567,077	—	—	6,678	2,042,127
Net change in fund balances	12,346,370	7,079,383	7,092,714	5,935,510	5,735,011	10,165,900	1,809,778	(1,562,504)	(6,603,393)	(7,004,555)
Fund balances, beginning of year	88,976,735	81,897,352	74,804,638	68,869,128	62,547,387	38,406,091	36,596,313	38,158,817	44,762,210	51,766,765
Fund balances, end of year	<u>\$101,323,105</u>	<u>\$ 88,976,735</u>	<u>\$ 81,897,352</u>	<u>\$ 74,804,638</u>	<u>\$ 68,282,398</u>	<u>\$ 48,571,991</u>	<u>\$ 38,406,091</u>	<u>\$ 36,596,313</u>	<u>\$ 38,158,817</u>	<u>\$ 44,762,210</u>

Debt service as a percentage of noncapital expenditures:	0.65 %	— %	— %	— %	— %	1.08 %	0.61 %	0.58 %	0.86 %	0.33 %
--	--------	-----	-----	-----	-----	--------	--------	--------	--------	--------

COUNTY OF SAN BENITO

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

Fiscal Year End June 30	Gross Assessed Value				Exempt ^d	Net Assessed Taxable Value ^e	Total Direct Tax Rate
	Secured ^a	Unsecured ^b	Utility ^c	Total			
2020	8,821,940	460,747	182,832	9,465,519	224,885	9,240,634	1.00 %
2019	8,119,329	435,612	180,717	8,735,658	184,123	8,551,535	1.00 %
2018	7,540,336	416,732	158,659	8,115,727	178,094	7,937,633	1.00 %
2017	6,970,102	417,587	147,464	7,535,153	171,727	7,363,426	1.00 %
2016	6,522,864	360,571	141,922	7,025,357	163,969	6,861,388	1.00 %
2015	6,104,580	362,446	129,807	6,596,833	163,555	6,433,278	1.00 %
2014	5,662,510	323,416	126,599	6,112,525	161,736	5,950,789	1.00 %
2013	5,357,366	281,741	120,244	5,759,351	160,959	5,598,392	1.00 %
2012	5,461,504	262,487	114,048	5,838,039	150,543	5,687,496	1.00 %
2011	5,600,542	254,491	109,094	5,964,127	142,180	5,821,947	1.00 %

- a. Secured property is generally real property, defined as land, mines, minerals, timber and improvements such as buildings, structures, crops, trees and vines.
- b. Unsecured property is generally personal property including machinery, equipment, tools and supplies.
- c. State regulated utility property. These are assessed by the State Board of Equalization
- d. Exempt properties include full and partial exclusions/exemptions provided by the State Constitution and the legislature that relieve certain taxpayers from the burden of paying property taxes.
- e. Due to the 1978 passage of the property tax initiative Proposition 13, the County does not track the estimated actual value of all county properties. Under Prop. 13 property is assessed at the 1978 market value with an annual increase limited to the lesser of 2% or the CPI on properties not involved in a change of ownership or properties that did not undergo new construction. Newly acquired property is assessed at its new market value (usually the purchase price) and the value of any new construction is added to the existing base value of a parcel. As a result, similar properties can have substantially different assessed values based on the date of purchase. Additionally, Prop. 13 limits the property tax rate to 1% of assessed value plus the rate necessary to fund local voter-approved bonds and special assessments.

Data Source: San Benito County Assessor's Annual Reports

COUNTY OF SAN BENITO

Property Tax Levies and Collections
Last Ten Fiscal Years

Year Ending 6/30:	Taxes Levied (1)	Collections Within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2020	117,092,874	115,360,954	99 %	N/A	115,360,954	99 %
2019	107,495,697	105,821,950	98 %	829,839	106,651,789	99 %
2018	100,683,281	99,144,108	98 %	804,547	99,948,655	99 %
2017	90,443,837	89,172,281	99 %	1,083,179	90,255,460	100 %
2016	84,064,227	82,906,000	99 %	963,522	83,869,523	100 %
2015	77,259,690	76,200,565	99 %	916,105	77,116,670	100 %
2014	71,540,713	70,535,083	99 %	907,737	71,442,820	100 %
2013	67,648,211	66,400,726	98 %	1,111,049	67,511,775	100 %
2012	68,224,241	66,178,276	97 %	1,793,738	67,972,014	100 %
2011	69,133,645	66,871,670	97 %	2,093,083	68,964,753	100 %

Taxes Levied includes the Secured, Unsecured and Unitary Tax levy for the County and school districts, cities and special districts under the supervision of independent governing boards.

Note (1) Based on final levy after adjustments

Source: San Benito County Auditor

COUNTY OF SAN BENITO

Property Tax Rates as % of Assessed Value
 Direct and Overlapping Governments
 Last Ten Fiscal Years
 (Unaudited)

Fiscal Year	County of San Benito	Cities	Range of overlapping Rates (%):					
			Schools		Special Districts			
2020	1.000	n/a	0.0702	—	0.1567	—	—	0.2709
2019	1.000	n/a	0.0692	—	0.1661	—	—	0.2718
2018	1.000	n/a	0.0705	—	0.1514	—	—	0.2727
2017	1.000	n/a	0.0498	—	0.1330	—	—	0.2739
2016	1.000	n/a	0.0502	—	0.1068	—	—	0.2745
2015	1.000	n/a	0.0239	—	0.0962	0.0284	—	0.2784
2014	1.000	n/a	0.0248	—	0.0987	0.0300	—	0.2800
2013	1.000	n/a	0.0257	—	0.1107	0.0311	—	0.2811
2012	1.000	n/a	0.0217	—	0.0955	0.0008	—	0.2798
2011	1.000	n/a	0.0199	—	0.0889	0.0008	—	0.2784

Source: San Benito County Auditor

COUNTY OF SAN BENITO

Principal Property Taxpayers
Last Ten Fiscal Years
(unaudited)

Fiscal Year Ended June 30,

(values in millions)

Taxpayer	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Pacific Gas & Electric Co.	156.0	153.7	129.3	119.7	115.2	105.6	100.1	94.8	87.7	87.0
Granite Rock Co.	100.5	87.7	77.5	73.3	69.4	62.8	99.6	57.3	64.4	71.8
Natural Selection Foods LLC	67.4	84.4	82.7	68.5	67.5	59.0	49.7	44.3	49.3	48.9
McCormick Selph Inc. A Calif Corp	33.7	30.9	30.0	28.9	27.6	27.5	26.7	23.9	21.3	18.9
Stone Canyon Ranch LLC	29.4	28.8	28.2	27.7	27.3	26.8	26.7	26.1	25.2	25.1
Property Reserve Inc.	26.2	—	—	—	—	29.8	29.8	28.6	28.6	41.2
Award Homes Inc. A CA Corp	22.0	21.6	21.1	20.8	20.4	15.6	—	—	—	15.5
Clearist Park Inc A Calif Corp	37.5	18.4	18.0	—	—	—	—	—	—	—
Northpointe Associates LLC	21.0	20.6	20.1	19.8	19.5	19.1	19.0	—	—	—
KB Home South Bay Inc A CA Corp	17.8	—	—	—	—	—	—	—	—	—
9351 Fairview LLC A CA LTD LIAB Co	—	19.0	24.8	—	—	—	—	—	—	—
TLF-SJB LLC A CALIF LTD LIAB Co	—	18.7	—	18.3	18.2	18.0	18.0	14.9	14.8	—
Delicato Vineyards A CA Corp	—	—	19.4	—	—	—	—	—	—	—
Diageo Chateau & Estate Wines Co A Cal Corp	—	—	—	17.2	—	—	—	14.4	—	—
Las Aguilas LLC a Cal LLC	—	—	—	16.9	15.3	14.7	—	—	—	—
Marich Confectionery Associates	—	—	—	—	14.1	—	—	—	—	—
AT&T California	—	—	—	—	—	—	15.6	15.4	16.3	—
El Rancho San Benito LLC a Delaware Ltd. Liab. Co.	—	—	—	—	—	—	15.1	—	—	—
Roberts, Janet P Family Trust	—	—	—	—	—	—	—	15.3	23.6	16.1
Nippon Kayaku Co. Ltd.	—	—	—	—	—	—	—	—	18.5	—
Lifesparc Inc. A Delaware Corp.	—	—	—	—	—	—	—	—	—	34.1
Milgard Manufacturing Inc.	—	—	—	—	—	—	—	—	—	16.1

COUNTY OF SAN BENITO

Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
(unaudited)

(In thousands, except Population and Per Capita)

Fiscal Year	General Bonded Debt	Restricted for Principal Repayment	Net Bonded Debt	Net Assessed Taxable Value of Property	Percentage of Taxable Value of Property	Population	Net Bonded Debt Per Capita
2019-20	—	—	—	9,240,634	0.00 %	62,808	—
2018-19	—	—	—	8,551,535	0.00 %	61,537	—
2017-18	—	—	—	7,937,633	0.00 %	60,310	—
2016-17	—	—	—	7,363,427	0.00 %	59,414	—
2015-16	—	—	—	6,861,388	0.00 %	58,792	—
2014-15	—	—	—	6,433,278	0.00 %	58,267	—
2013-14	—	—	—	5,950,789	0.00 %	57,594	—
2012-13	—	—	—	5,598,392	0.00 %	56,871	—
2011-12	—	—	—	5,687,496	0.00 %	56,174	—
2010-11	235	—	235	5,821,947	0.00 %	55,532	4.23

Notes:

Debt information is derived from the San Benito County Audits. Taxable value of property is derived from the San Benito County Assessor's Annual Reports. The source for population figures for 2001-2005 is the California Bureau of Analysis. Population figures for 2006-2019 as of January 1 is estimated by the California Department of Finance.

COUNTY OF SAN BENITO

Ratio of Annual Debt Service Expenditures
To Total General Governmental Expenditures
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Principal	Interest	Total Debt Service	Total General Government Expenditures	Ratio of Debt Service to General Government Expenditures
2019-20	—	—	—	12,435,263	0.00%
2018-19	—	—	—	15,171,369	0.00%
2017-18	—	—	—	7,162,158	0.00%
2016-17	—	—	—	4,390,182	0.00%
2015-16	—	—	—	4,820,901	0.00%
2014-15	—	—	—	6,913,665	0.00%
2013-14	—	—	—	2,872,536	0.00%
2012-13	—	—	—	3,682,386	0.00%
2011-12	230,000	5,060	235,060	9,867,243	2.38%
2010-11	225,000	17,290	242,290	6,058,757	4.00%

Notes:

Total general government and debt service expenditures from the San Benito County Audits, Statement of Revenues, Expenditures and Changes in Fund Balances.

COUNTY OF SAN BENITO

Ratio of Outstanding Debt by Type
Last Ten Fiscal Years (in thousands, except per capita)

	Fiscal Year									
	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12	2010-11
Governmental Activities:										
Capital Leases	8,407	8,222	105	—	—	—	—	—	18	77
Certificates of Participation	18,437	7,760	—	—	—	—	—	235	455	665
Total Governmental Activities	26,844	7,768	105	—	—	—	—	235	473	742
Business-type Activities:										
Landfill Closure & Post-closure	—	—	—	—	5,032	4,818	4,521	4,304	4,189	3,948
Total Business-type Activities	—	—	—	—	5,032	4,818	4,521	4,304	4,189	3,948
Total Primary Government	26,844	7,768	105	—	5,032	4,818	4,521	4,539	4,662	4,690
Percentage of Personal Income	0.77 %	0.23 %	0.00 %	0.00 %	0.21 %	0.22 %	0.21 %	0.22 %	0.23 %	0.22 %
Per Capita	431	125	2	—	86	83	79	80	83	85
Personal Income (thousands) (for PPI)	3,470,822	3,312,046	3,096,482	2,565,863	2,417,263	2,239,632	2,163,948	2,049,854	2,005,922	2,160,668
Population (per capita)	62,353	62,296	57,088	56,648	58,344	57,993	57,146	56,643	55,948	55,332

Notes:

Personal income source figures for PPI and population figures for Per Capita in years 2001-02 through 2004-05 are from the California Bureau of Economic Analysis. For years 2010-11 through 2019-20 figures are from the California Department of Finance (see "Demographics and Economic statistics"). Financial information derived from San Benito County annual audits.

COUNTY OF SAN BENITO

Legal Debt Margin
Last Ten Fiscal Years
(Unaudited)

(In thousands)

Fiscal Year	DEBT LIMIT		DEBT APPLICABLE TO LIMIT			Legal Debt Margin	Total Net Debt to the Debt Limit as a %
	Net Assessed Value	Debt Limit- 5% of Assessed Value	General Bonded Debt	Restricted for Principal Repayment	Total Net Debt		
2019-20	9,240,634	462,032	—	—	—	462,032	0.00 %
2018-19	8,551,535	427,577	—	—	—	427,577	0.00 %
2017-18	7,937,633	396,882	—	—	—	396,882	0.00 %
2016-17	7,363,427	368,171	—	—	—	368,171	0.00 %
2015-16	6,861,388	343,069	—	—	—	343,069	0.00 %
2014-15	6,433,278	321,664	—	—	—	321,664	0.00 %
2013-14	5,950,789	297,539	—	—	—	297,539	0.00 %
2012-13	5,598,392	279,920	—	—	—	279,920	0.00 %
2011-12	5,687,496	284,375	—	—	—	284,375	0.00 %
2010-11	5,821,947	291,097	235	—	235	290,862	0.08 %

Notes:

Net assessed value (of property) is derived from the San Benito County Assessor's Annual Reports. Debt information is derived from the San Benito County Annual Audits. Legal Debt Margin is the Debt Limit less Total Net Debt.

COUNTY OF SAN BENITO

Demographics and Economic Statistics
Last Ten Years

	For the Year Ending June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Population (a)	62,808	61,537	60,310	59,414	58,792	58,267	57,594	56,871	56,174	55,532
Personal Income (In thousands) (a)	3,470,822	3,312,046	3,096,482	2,756,362	2,565,863	2,417,263	2,279,346	2,138,209	2,039,927	1,918,978
Per Capita Personal Income (a)	55,261	53,822	51,343	46,392	43,643	41,486	39,576	37,598	36,314	34,556
County Unemployment Rate (b)	7.9 %	5.8 %	6.1 %	6.4 %	7.6 %	9.3 %	11.1 %	13.1 %	14.5 %	15.1 %

Notes:

(a) Source: U.S. Department of Commerce, Bureau of Economic Analysis, Local Area Personal Income, Revised as of 11-17-2020

(b) Source: U.S. Department of Labor, Bureau of Labor Statistics, Labor force data by county, annual averages.

COUNTY OF SAN BENITO

Construction and Building Activity Last Ten Years

Year	Residential Construction Valuation	Percent Change	Building Permits Issued	Percent Change
2019	253,251,096	118.14%	734	130.09%
2018	116,096,780	91.24%	319	117.01%
2017	60,706,055	108.06%	147	78.10%
2016	69,018,597	-18.81%	274	-26.57%
2015	55,716,190	227.54%	187	248.78%
2014	26,778,577	11.51%	105	28.13%
2013	32,983,998	-10.34%	143	-31.91%
2012	10,070,188	-11.33%	41	17.50%
2011	9,030,401	142.79%	32	110.53%
2010	10,071,340	-60.21%	47	-38.71%

Source: U.S. Census Bureau (<http://census.gov/construction/bps/>).

COUNTY OF SAN BENITO

Full-time Equivalent County Government Employees by Department and by Function
Last Ten Fiscal Years (Unaudited)

Fund/Dept/Div	Program/ Job Class Title	2019/20	2018/19	2017/18	2016/17	2015/16	2014/15	2013/14	2012/13	2011/12	2010/11
General Government											
101.10.1000	Board of Supervisors	5	5	5	5	5	5	5	5	5	5
101.15.1005	Clerk of the Board of Supervisors	2	2	4	2	3	1.8	1.8	2	2	2
101.15.1010	County Administrative Officer	6	6	4	5	4	4	2.8	3.2	3.8	3.8
101.15.1065	Information Technology	7	4	5	5	5	5	4	5	5	5
101.15.1075	GIS	—	1	1	1	1	1	1	1	1	0.5
101.25.1210	County Counsel	6	6	5	3	4	3.8	3.7	6	6	7
101.20.1145	County Auditor	12	10	11	9	9.7	9.8	7.5	10.7	11.7	11.7
101.30.1155	Treasurer	3	3	3	3	3	2.8	2.8	2.8	2.8	2.8
101.35.1170	Assessor	19	21	17	17	13	10	10	15	15	15
101.30.1160	Tax Collector	3	3	3	3	5	3.3	2.8	3.3	4.3	4.3
101.15.1080	Internal Services	4	4	4	3	2	3.5	2.8	3.8	4.5	4.5
101.20.1115	Elections	5	3	3	2	0.9	2.8	2.8	3.3	3.3	3.1
101.70.1290	Buildings & Grounds Maintenance	4	4	4	2	1.8	1.8	3.4	4.5	5.7	5.7
101.20.1140	Risk Management	—	—	—	—	—	—	0.5	0.5	0.5	0.5
Total General Government		76	72	69	60	57.4	54.6	50.9	66.1	70.6	70.9
Public Protection											
101.45.1205	District Attorney	14	12	11	12	11	9	9	11	12.5	13.5
101.40.1175	Sheriff's Operations	28	31	32	34	27	23	21.5	30.3	36.5	36.5
101.15.1035	Marshal's Office	—	—	—	—	—	—	—	—	1.8	1.8
101.40.1180	Communications	—	—	—	—	1	—	—	14.8	15.5	17
101.40.1195	Jail	32	27	26	25	24	25.5	24.5	25.5	30.5	30.5
101.50.1215	Probation	28	24	24	22	19	18	18	17	19.5	19.5
101.50.1220	Juvenile Hall	12	13	11	12	9	12	12	13	13	13
101.50.1225	Gang Prevention Program	—	—	1	—	2	1.8	2	2	2	1
101.60.1250	Agricultural Commissioner & Sealer of Weights and Measures	7	7	7	8	6	6.6	6.6	7	7	7.3
101.20.1120	County Clerk	2	1	—	1	3	0.5	0.2	1.2	1.2	1.8
101.20.1125	County Recorder	3	5	4	4	1.5	3	0.4	2.9	3.9	3.9
101.15.1045	Office of Emergency Services	2	2	2	2	2	1	1	1.5	1.5	2
101.65.1265	Planning	8	6	8	10	6	5	5	9	11	10.9
101.65.1270	Housing & Economic Development	—	—	—	—	—	1	1	1	1	1
101.15.1105	LAFCO	—	—	—	—	—	—	—	—	0.5	0.5
101.65.1275	Abandoned Vehicle Abatement	—	—	—	—	—	0.5	0.5	0.5	0.5	0.4
229.85.2530	Child Support Services	14	17	16	18	19	19	21	19	20	21
251.45.2980	Victim Witness Program	3	3	3	2	1	1	1	1	1	1

COUNTY OF SAN BENITO

Full-time Equivalent County Government Employees by Department and by Function
Last Ten Fiscal Years (Unaudited)

Fund/Dept/Div	Program/ Job Class Title	2019/20	2018/19	2017/18	2016/17	2015/16	2014/15	2013/14	2012/13	2011/12	2010/11
252.40.2990	UNET Anti-Drug Task Force	—	—	—	—	—	—	—	1	1	1
101.40.1190	Sheriff's State Grants	—	—	—	—	2	1.3	1	—	2	2
261.60.3050	Mosquito Abatement	—	—	1	1	2	1.5	1.4	1.4	1.4	1.2
Total Public Protection		153	148	146	151	135.5	129.7	126.1	159.1	183.3	186.8
Public Ways and Facilities											
101.70.1295	PW Administration & Engineering	10	13	9	9	7	5.3	4.5	5.5	7.8	9.1
210.70.2010	Road Maintenance	11	11	14	15	15	20.4	20.1	20.1	21.3	20
101.15.1090	Council of Governments (COG)	6	8	7	7	8	8	8	8	8	9.5
270.70.3080	CSA Maintenance & Operations	—	—	—	—	—	—	1.1	1.1	1.8	1.8
Total Public Ways and Facilities		27	32	30	31	30	33.7	33.7	34.7	38.9	40.4
Health and Sanitation											
228.90.2520	Mental Health	43	40	39	40	39	43.3	42.3	42.3	42.3	42.3
230.90.2540	Substance Abuse Treatment Program	6	7	7	7	10	11.8	11.8	11.8	11.8	11.8
224.80.2370	Public Health Programs	17	17	25	20	25	19.9	18.7	20.7	24.5	27.6
301.75.3800	Integrated Waste Management & Resource Recovery	1	1	1	1	—	2	2	2.3	2.3	2.3
Total Health and Sanitation		67	65	72	68	74	77	74.8	77.1	80.9	84
Public Assistance											
221.80.2285	Human Services Agency	87	83	124	111	98	81	70.5	71.5	72.3	67.5
222.80.2360	In-Home Supportive Services Public Authority	2	2	3	3	2	1	1	2	2	1.5
227.15.2475	Emergency Medical Services	2	2	2	2	3	3	3	3	3	3
240.80.2555	C.S.W.D. Department	11	12	9	10	23	8	8.3	10.3	13	13.3
256.80.3030	Migrant Labor Housing Center	2	2	2	3	4	3	3	3	3	3
101.15.1060	First 5	—	—	—	—	2	2	2	3	3	3
101.80.1310	Veteran Services	—	—	1	1	—	—	—	—	—	—
Total Public Assistance		104	101	141	130	132	98	87.8	92.8	96.3	91.3
Education											
101.55.1235	County Library	8	9	7	6	6	5	5	7.5	8	8.5
101.15.1110	Ag Extension / Farm Advisor	—	—	—	—	—	—	—	0.8	1	1
Total Education		8	9	7	6	6	5	5	8.3	9	9.5
Recreation and Culture											
101.70.1300	Veterans Memorial Park	1	1	0.5	0.5	0.6	0.7	0.9	0.9	0.9	0.9
101.70.1305	Parks	—	—	0.5	0.5	0.6	0.7	0.7	0.7	0.9	0.9
Total Recreation and Culture		1	1	1	1	1.2	1.4	1.6	1.6	1.8	1.8
Total Positions		436	428	466	447	436.1	399.4	379.9	439.7	480.8	484.7