



MANAGEMENT LETTER

To the City Council
of the City of Hollister

In planning and performing our audit of the financial statements of the City of Hollister (the City) as of and for the year ended June 30, 2022, in accordance with auditing standards generally accepted in the United States of America, we considered the City's internal control over financial reporting (internal control) as a basis for designing auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

However, during our audit we became aware of deficiencies in internal control other than significant deficiencies and material weaknesses and matters that are opportunities for strengthening internal controls and operating efficiency. The memorandum that accompanies this letter summarizes our comments and suggestions regarding those matters. A separate letter dated December 10, 2025, contains our communication of significant deficiencies or material weaknesses in the City's internal control. This letter does not affect our report dated December 10, 2025, on the financial statements of the City.

We will review the status of these comments during our next audit engagement. We have already discussed many of these comments and suggestions with various City personnel, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

This communication is intended solely for the information and use of management, City Council, and others within the City, and is not intended to be, and should not be, used by anyone other than those specified parties.

MUN CPAs, LLP

MUN CPAs, LLP
Sacramento, California
December 10, 2025

City of Hollister
Summary of Current Year Findings and Recommendations
June 30, 2022

Information Technology (Repeat Finding)

Existing written policies and procedures do not include policies and objectives concerning the role of user passwords and changes in computer authorizations in securing information and promoting proper segregation of duties. We recommend that written procedures be developed concerning the assignment, modification, and deletion of user passwords, as well as procedures for changes in employee status (terminations, department changes, etc.). Passwords should be changed at least once every six months. Written policies will help to ensure that password assignments, deletions, and employee modifications are performed in a manner consistent with management's intentions.

Cost Allocation Plan (Repeat Finding)

The City does not have a current cost allocation plan. In current and prior years, an overhead amount has been charged to the, utility, and airport funds; however, there is no basis for this amount. We recommend the City perform and obtain a cost allocation plan to allocate overhead expenditures to different departments to ensure that expenses being charged are an accurate reflection of current activity.

Other Post-Employment Benefits Census Data (Repeat Finding)

There are no formal procedures in place to review the accuracy of census data provided to actuaries. We recommend the City implement processes and controls to ensure that complete and accurate information is reported to the plan actuary. In evaluating the census data file, the employer may compare the information to underlying payroll records and the prior year census data file.

Procurement Support (Repeat Finding)

When performing testing over the City's procurement policy, we noted that departments maintain different forms for keeping track of bids and not all departments keep records of the bids that were received. We recommend that the City maintain a uniform and consistent method of tracking bidding documentation to improve organization and support for all bids received for projects as required by the City's procurement policy.

Activity in Closed Funds (Repeat Finding)

In our review of the City's special revenue funds we noted one fund closed in a prior year, with activity erroneously posted to the fund in the City's general ledger system. We recommend logical controls be implemented to prevent journal entries from being posted to closed funds and that all manual journal entries be reviewed for correct general ledger coding.

Payroll Internal Controls

The City's internal control process over payroll includes review and approval of the final payroll registers and related reports by the Director of Administrative Services. We noted this control was not consistently operating throughout the fiscal year. We recommend the City enforce current policy to ensure final payroll reports are reviewed and signed as approved. In the event of staffing turnover, the City should have documented procedures and compensating controls to ensure review is being conducted by an appropriate individual.

Pension Contributions

The pension contributions used in the calculation of the net pension liability and related deferred outflows and inflows did not reconcile to the general ledger or the confirmation of payments received by CalPERS. We recommend the City ensure that CalPERS contributions used in the calculation of the net pension liability reflect the actual amount paid to CalPERS for the fiscal year.

**City of Hollister
Summary of Prior Year Findings and Recommendations**

Information Technology (Repeat Finding)

Existing written policies and procedures do not include policies and objectives concerning the role of user passwords and changes in computer authorizations in securing information and promoting proper segregation of duties. We recommend that written procedures be developed concerning the assignment, modification, and deletion of user passwords, as well as procedures for changes in employee status (terminations, department changes, etc.). Passwords should be changed at least once every six months. Written policies will help to ensure that password assignments, deletions, and employee modifications are performed in a manner consistent with management's intentions.

Status: Not implemented.

Cost Allocation Plan (Repeat Finding)

The City does not have a current cost allocation plan. In current and prior years, an overhead amount has been charged to the utility, and airport funds; however, there is no basis for this amount. We recommend the City perform and obtain a cost allocation plan to allocate overhead expenditures to different departments to ensure that expenses being charged are an accurate reflection of current activity.

Status: Not implemented.

Other Post-Employment Benefits Census Data (Repeat Finding)

There are no formal procedures in place to review the accuracy of census data provided to actuaries. We recommend the City implement processes and controls to ensure that complete and accurate information is reported to the plan actuary. In evaluating the census data file, the employer may compare the information to underlying payroll records and the prior year census data file.

Status: Not implemented.

Procurement Support (Repeat Finding)

When performing testing over the City's procurement policy, we noted that departments maintain different forms for keeping track of bids and not all departments keep records of the bids that were received. We recommend that the City maintain a uniform and consistent method of tracking bidding documentation to improve organization and support for all bids received for projects as required by the City's procurement policy.

Status: Not implemented.

Payroll Liabilities (Repeat Finding)

The City's total accrued payroll and benefits incurred but not yet paid as of year-end from the City's payroll system did not agree to the City's payroll liability accrual. The difference was the result of old balances manually inputted that have been in the system for a period in excess of at least 3 years. We recommend the City clear out old balances from the system and reconcile accrual to records from payroll system.

Status: Implemented.

Activity in Closed Fund

In our review of the City's special revenue funds we noted two funds, closed in a prior year, with activity erroneously posted to the fund in the City's general ledger system. We recommend logical controls be implemented to prevent journal entries from being posted to closed funds and that all manual journal entries be reviewed for correct general ledger coding.

Status: Not implemented.



December 10, 2025

To City Council
City of Hollister
375 Fifth Street
Hollister, California 95023

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hollister (the City) for the year ended June 30, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, *Government Auditing Standards* and the Uniform Guidance), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 10, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in Note 1 to the financial statements. As described in Note 1 to the financial statements, the City adopted Statement of Governmental Accounting Standards (GASB Statement) No. 87, *Leases*, in 2022. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the City's financial statements were:

Depreciation: Management's estimate of depreciation is based on the City's capitalization policy.

Allowance for uncollectible accounts: Management's estimate of uncollectible accounts is based on the City's analysis of current and historical collections and write-offs.

Allowance for notes receivable: Management's allowance for notes receivable is based on management's specific identification of loans with long-term deferrals and non-current payments.

Net pension liability and other post-employment benefits (OPEB) liability: Management's estimates for the net OPEB and net pension liabilities are based on actuarial valuations.

Lease receivable, deferred inflows of resources, and lease right-to-use asset and liabilities: Management's estimate of leases is based on the present value of payments to be received or made.

We evaluated the key factors and assumptions used to develop the estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

The financial statements disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

The completion of the audit was delayed due to personnel turnover and the fact that processes utilized for closing and financial reporting of financial activity for the fiscal year were not effective. It should be noted the fiscal year June 30, 2021 audit was completed in May 2024. The City attempted to close the books for fiscal year 2022 by the end of calendar 2024. There were some delays in getting the auditors the trial balance and requested audit schedules by the agreed upon timeline. The year-end audit for June 30, 2022 fiscal year-end began in January 2025. Audit schedules and reconciliations received were either lacking or not prepared accurately resulting in numerous journal entries proposed. Approximately 50 journal entries were posted to the final trial balance for audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Attachment A summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole. The material misstatements in Attachment B were detected as a result of audit procedures and were corrected by management.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 10, 2025.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other significant matters discussed with management include the material weaknesses and significant deficiencies issued for the year ended June 30, 2022, which were reported in the Schedule of Findings and Questioned Costs included in the Single Audit and Related Reports package. The material weaknesses and significant deficiencies indicate there is a high risk that potential errors may not be prevented, or detected and corrected, on a timely basis.

Other Matters

We applied certain limited procedures to management's discussion and analysis, budgetary comparison schedules for the General Fund and major special revenue funds, the schedule of proportionate share of the net pension liability, the schedule of contributions to the pension plan, the schedule of changes in the new OPEB liability and relates ratios, and the schedule of contributions to the OPEB plan, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the combining and individual fund financial statements and the budgetary comparison schedules, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the information and use of City Council and management of the City of Hollister and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,



MUN CPAs, LLP

CITY OF HOLLISTER
SUMMARY OF PASSED AUDIT ADJUSTMENTS
June 30, 2022

<u>Description</u>	<u>Effect - Increase (Decrease)</u>				
	<u>Assets & Deferred Outflows</u>	<u>Liabilities & Deferred Inflows</u>	<u>Equity</u>	<u>Revenue</u>	<u>Expenses</u>
<u>Current Year Differences</u>					
Gas tax revenue	\$ 6,574	\$ -	\$ -	\$ 6,574	\$ -
Projected unrecorded liabilities	-	\$ 34,940	-	-	\$ 34,940
To true-up pension contributions	\$ 63,397	\$ -	\$ -	\$ -	\$ (63,397)
Total Income Statement Effect				<u>\$ 6,574</u>	<u>\$ (28,457)</u>
Balance Sheet Effect	<u>\$ 69,971</u>	<u>\$ 34,940</u>	<u>\$ -</u>		

City of Hollister
 Year End: June 30, 2022
 Adjusting journal entries
 Date: 07/1/2021 To 06/30/2022

Attachment B

Number	Account Name	Account No.	Debit	Credit
1	CHISPA BUENA VISTA L.P. LOAN	160010 809	3,468.00	
1	VISTA MEADOWS_DBA MIDPEN HOUSING	160026 851	115,848.00	
1	CSDC EAST STREET LOAN	160204 851	157.00	
1	CSDC 7TH STREET LOAN	160206 851	165.00	
1	CSDC RUSTIC ST ACQUISITION	160210 851	2,804.00	
1	CDBG/D. & L. Allen-950 PEACH CT	160212 201	2,173.00	
1	RUSTIC STREET PURCHASE	160404 851	900.00	
1	PALMCOURT PROJECT	160412 851	112,729.00	
1	CSDC E. ST. LOAN DUE 6/1/51 + 1% INTEREST	160509 809	506.00	
1	CSDC 7TH. ST LOAN DUE 6/1/51 + 1% INTEREST	160510 809	797.00	
1	CSDC EAST ST LOAN_1% INT. AMORITIZED_30 YRS	160512 809	269.00	
1	CSDC 7TH ST LOAN_1% INT AMORTIZED_30 YRS	160514 809	367.00	
1	CHISPA-SENIOR SUNRISE APARTMENTS	160519 101	16,463.00	
1	CHISPA-SENIOR SUNRISE APARTMENTS	160519 851	32,925.00	
1	DEFERRED REVENUE	275005 101		(16,463.00)
1	DEFERRED REVENUE	275005 851		(232,603.00)
1	DEFERRED REVENUE	275005 851		(32,925.00)
1	DEFERRED REVENUE	275005 201		(2,173.00)
1	DEFERRED REVENUE	275005 809		(5,407.00)
To record interest related to loans receivable				
3	AMT TO BE PROVIDED	140001 950	2,263,016.00	
Fund 950 is out of balance per the original trial balance provided. This difference relates to 2021 pension & OPEB expense.				
4	07WW-PPD BOND ISSUANCE COSTS	135002 660		(8,585.00)
4	AMT TO BE PROVIDED	140001 950	1,870,332.00	
4	John Deere Tractors Lease	260004 601	1,861.00	
4	John Deere Tractors Lease	260004 620	16,269.00	
4	John Deere Tractors Lease	260004 660	16,269.00	
4	John Deere Tractors Lease	260004 950	42,091.00	
4	BOND ISSUANCE PREMIUM	290032 660	396,680.00	
4	BOND PREMIUM	290032 850	232,477.00	
4	Energy Savings Loan	290812 950	2,797.00	
4	Fire Engine Lease	290814 950		(2,260,597.00)
4	Fire Engine Lease	290814 950	204,793.00	
4	FIRE TRUCK LEASE (4 VEHICLES)	290815 950	140,584.00	
4	INTEREST PAYMENTS	1100-747000 101		(41.00)
4	INTEREST PAYMENTS	1100-747000 850		(232,477.00)
4	PREMIUM/DEF CHGS AMORTIZATION	1100-747002 660		(388,095.00)
4	PRINCIPAL PAYMENTS	1100-748000 101	41.00	
4	INTEREST PAYMENTS	4200-747000 601		(6.00)
4	PRINCIPAL PAYMENTS	4200-748000 601		(1,861.00)
4	PRINCIPAL PAYMENTS	4200-748000 601	6.00	
4	INTEREST PAYMENTS	4995-747000 660		(50.00)
4	PRINCIPAL PAYMENTS	4995-748000 660		(16,269.00)
4	PRINCIPAL PAYMENTS	4995-748000 660	50.00	
4	INTEREST PAYMENTS	5010-747000 101		(51.00)
4	PRINCIPAL PAYMENTS	5010-748000 101	51.00	
4	INTEREST PAYMENTS	5035-747000 620		(50.00)
4	PRINCIPAL PAYMENTS	5035-748000 620		(16,269.00)
4	PRINCIPAL PAYMENTS	5035-748000 620	50.00	
4	INTEREST PAYMENTS	7000-747000 101		(49.00)
4	PRINCIPAL PAYMENTS	7000-748000 101	49.00	
To record changes in long-term debt.				

5	DEFERRED OUTFLOWS - GASB 75	140102 950		(32,682.00)
5	DEFERRED OUTFLOWS - GASB 75	140102 950	1,298,788.00	
5	DEFERRED OUTFLOWS - GASB 75	140102 950		(258.00)
5	Changes in the Total OPEB Liability	171002 620		(2,872.00)
5	Changes in the Total OPEB Liability	171002 620	105,715.00	
5	Changes in the Total OPEB Liability	171002 620	191.00	
5	Changes in the Total OPEB Liability	171002 660		(2,748.00)
5	Changes in the Total OPEB Liability	171002 660	105,715.00	
5	Changes in the Total OPEB Liability	171002 660	67.00	
5	DEFERRED INFLOWS - GASB 75	260102 950		(156,848.00)
5	NET OPEB OBLIGATION	260650 950		(1,539,882.00)
5	Changes in the Total OPEB Liability	295002 620		(12,767.00)
5	Changes in the Total OPEB Liability	295002 660		(12,767.00)
5	NET OPEB	296000 620		(125,339.00)
5	NET OPEB	296000 660		(125,339.00)
5	OPEB Expense -GASB 75	0000-701025 620	35,072.00	
5	OPEB Expense - GASB 75	0000-701025 660	35,072.00	
5	OPEB Expense - GASB 75	0000-701025 950	430,882.00	

To record GASB 75 activity

6	PROCEEDS FROM THE ISSUANCE OF DEBT	1000-470004 101		(2,260,597.00)
6	VEHICLES	2205-750080 101	2,260,597.00	

To record new fire engine financed purchase in the governmental funds

7	ACCOUNTS RECEIVABLE	120001 101		(9,541.00)
7	ACCOUNTS RECEIVABLE	120001 105	917.00	
7	ACCOUNTS RECEIVABLE	120001 304		(15,710.00)
7	ACCOUNTS RECEIVABLE	120001 851		(737.00)
7	ACCOUNTS RECEIVABLE	120001 601	153.00	
7	ACCOUNTS RECEIVABLE	120001 670	1,280.00	
7	ACCOUNTS RECEIVABLE	120001 680		(184.00)
7	ACCOUNTS RECEIVABLE	120001 620		(248.00)
7	ACCOUNTS RECEIVABLE	120001 621		(2,867.00)
7	ACCOUNTS RECEIVABLE	120001 660		(3,674.00)
7	ACCOUNTS RECEIVABLE	120001 661		(13,933.00)
7	ACCOUNTS RECEIVABLE	120001 665	2,103.00	
7	ACCOUNTS RECEIVABLE	120001 200	458.00	
7	ACCOUNTS RECEIVABLE	120001 201		(87.00)
7	ACCOUNTS RECEIVABLE	120001 203		(37.00)
7	ACCOUNTS RECEIVABLE	120001 205		(3,600.00)
7	ACCOUNTS RECEIVABLE	120001 206	201.00	
7	ACCOUNTS RECEIVABLE	120001 216		(4,388.00)
7	ACCOUNTS RECEIVABLE	120001 217		(12.00)
7	ACCOUNTS RECEIVABLE	120001 221		(63.00)
7	ACCOUNTS RECEIVABLE	120001 223		(31.00)
7	ACCOUNTS RECEIVABLE	120001 226		(14.00)
7	Accounts Receivable	120001 229	143.00	
7	Accounts Receivable	120001 231		(25.00)
7	Accounts Receivable	120001 239		(50.00)
7	ACCOUNTS RECEIVABLE	120001 262		(8.00)
7	Accounts Receivable	120001 264		(27.00)
7	ACCOUNTS RECEIVABLE	120001 809		(138.00)
7	ACCOUNTS RECEIVABLE	120001 301		(909.00)
7	ACCOUNTS RECEIVABLE	120001 302		(703.00)
7	ACCOUNTS RECEIVABLE	120001 303		(132.00)
7	ACCOUNTS RECEIVABLE	120001 305		(1,099.00)
7	Accounts Receivable	120001 309		(329.00)
7	Accounts Receivable	120001 313		(189.00)
7	ACCOUNTS RECEIVABLE	120001 662		(3,331.00)
7	ACCOUNTS RECEIVABLE	120001 505		(2.00)
7	Accounts Receivable	120001 506		(255.00)
7	Accounts Receivable	120001 850		(1,338.00)
7	ACCOUNTS RECEIVABLE	120001 704		(79.00)
7	ACCOUNTS RECEIVABLE	120001 706		(79.00)
7	ACCOUNTS RECEIVABLE	120001 708		(92.00)
7	ACCOUNTS RECEIVABLE	120001 709	13.00	

7	ACCOUNTS RECEIVABLE	120001 711		(62.00)
7	ACCOUNTS RECEIVABLE	120001 712		(612.00)
7	ACCOUNTS RECEIVABLE	120001 713		(206.00)
7	ACCOUNTS RECEIVABLE	120001 714		(21.00)
7	INTEREST INCOME	1000-450001 101	9,541.00	
7	INTEREST INCOME	1000-450001 105		(917.00)
7	INTEREST INCOME	1000-450001 304	15,710.00	
7	INTEREST INCOME	1000-450001 851	737.00	
7	INTEREST INCOME	1000-450001 601		(153.00)
7	INTEREST INCOME	1000-450001 670		(1,280.00)
7	INTEREST INCOME	1000-450001 680	184.00	
7	INTEREST INCOME	1000-450001 620	248.00	
7	INTEREST INCOME	1000-450001 621	2,867.00	
7	INTEREST INCOME	1000-450001 660	3,674.00	
7	INTEREST INCOME	1000-450001 661	13,933.00	
7	INTEREST INCOME	1000-450001 665		(2,103.00)
7	INTEREST INCOME	1000-450001 200		(458.00)
7	INTEREST INCOME	1000-450001 201	87.00	
7	INTEREST INCOME	1000-450001 203	37.00	
7	INTEREST INCOME	1000-450001 205	3,600.00	
7	INTEREST INCOME	1000-450001 206		(201.00)
7	INTEREST INCOME	1000-450001 216	4,388.00	
7	INTEREST INCOME	1000-450001 217	12.00	
7	INTEREST INCOME	1000-450001 221	63.00	
7	INTEREST INCOME	1000-450001 223	31.00	
7	INTEREST INCOME	1000-450001 226	14.00	
7	INTEREST INCOME	1000-450001 229		(143.00)
7	INTEREST INCOME	1000-450001 231	25.00	
7	INTEREST INCOME	1000-450001 239	50.00	
7	INTEREST INCOME	1000-450001 262	8.00	
7	INTEREST INCOME	1000-450001 264	27.00	
7	INTEREST INCOME	1000-450001 809	138.00	
7	INTEREST INCOME	1000-450001 301	909.00	
7	INTEREST INCOME	1000-450001 302	703.00	
7	INTEREST INCOME	1000-450001 303	132.00	
7	INTEREST INCOME	1000-450001 305	1,099.00	
7	INTEREST INCOME	1000-450001 309	329.00	
7	INTEREST INCOME	1000-450001 313	189.00	
7	INTEREST INCOME	1000-450001 662	3,331.00	
7	INTEREST INCOME	1000-450001 505	2.00	
7	INTEREST INCOME	1000-450001 506	255.00	
7	INTEREST INCOME	1000-450001 850	1,338.00	
7	INTEREST INCOME	1000-450001 704	79.00	
7	INTEREST INCOME	1000-450001 706	79.00	
7	INTEREST INCOME	1000-450001 708	92.00	
7	INTEREST INCOME	1000-450001 709		(13.00)
7	INTEREST INCOME	1000-450001 711	62.00	
7	INTEREST INCOME	1000-450001 712	612.00	
7	Interest Income	1000-450001 713	206.00	
7	INTEREST INCOME	1000-450001 714	21.00	

To reverse interest receivable

8	INTEREST RECEIVABLE	120010 101	9,541.00	
8	INTEREST RECEIVABLE	120010 105		(917.00)
8	INTEREST RECEIVABLE	120010 304	15,710.00	
8	INTEREST RECEIVABLE	120010 851	737.00	
8	INTEREST RECEIVABLE	120010 601		(153.00)
8	INTEREST RECEIVABLE	120010 670		(1,280.00)
8	INTEREST RECEIVABLE	120010 680	184.00	
8	INTEREST RECEIVABLE	120010 620	248.00	
8	INTEREST RECEIVABLE	120010 621	2,867.00	
8	INTEREST RECEIVABLE	120010 660	3,674.00	
8	INTEREST RECEIVABLE	120010 661	13,933.00	
8	INTEREST RECEIVABLE	120010 665		(2,103.00)
8	INTEREST RECEIVABLE	120010 200		(458.00)
8	INTEREST RECEIVABLE	120010 201	87.00	
8	INTEREST RECEIVABLE	120010 203	37.00	
8	INTEREST RECEIVABLE	120010 205	3,600.00	
8	INTEREST RECEIVABLE	120010 206		(201.00)

8	INTEREST RECEIVABLE	120010 216	4,388.00	
8	INTEREST RECEIVABLE	120010 217	12.00	
8	INTEREST RECEIVABLE	120010 221	63.00	
8	INTEREST RECEIVABLE	120010 223	31.00	
8	INTEREST RECEIVABLE	120010 226	14.00	
8	INTEREST RECEIVABLE	120010 229		(143.00)
8	INTEREST RECEIVABLE	120010 231	25.00	
8	INTEREST RECEIVABLE	120010 239	50.00	
8	INTEREST RECEIVABLE	120010 262	8.00	
8	INTEREST RECEIVABLE	120010 264	27.00	
8	INTEREST RECEIVABLE	120010 809	138.00	
8	INTEREST RECEIVABLE	120010 301	909.00	
8	INTEREST RECEIVABLE	120010 302	703.00	
8	INTEREST RECEIVABLE	120010 303	132.00	
8	INTEREST RECEIVABLE	120010 305	1,099.00	
8	INTEREST RECEIVABLE	120010 309	329.00	
8	Interest Receivable	120010 313	189.00	
8	INTEREST RECEIVABLE	120010 662	3,331.00	
8	INTEREST RECEIVABLE	120010 505	2.00	
8	INTEREST RECEIVABLE	120010 506	255.00	
8	INTEREST RECEIVABLE	120010 850	1,338.00	
8	INTEREST RECEIVABLE	120010 704	79.00	
8	INTEREST RECEIVABLE	120010 706	79.00	
8	INTEREST RECEIVABLE	120010 708	92.00	
8	INTEREST RECEIVABLE	120010 709		(13.00)
8	INTEREST RECEIVABLE	120010 711	62.00	
8	INTEREST RECEIVABLE	120010 712	612.00	
8	INTEREST RECEIVABLE	120010 713	206.00	
8	Interest Receivable	120010 714	21.00	
8	INTEREST INCOME	1000-450001 101		(9,541.00)
8	INTEREST INCOME	1000-450001 105	917.00	
8	INTEREST INCOME	1000-450001 304		(15,710.00)
8	INTEREST INCOME	1000-450001 851		(737.00)
8	INTEREST INCOME	1000-450001 601	153.00	
8	INTEREST INCOME	1000-450001 670	1,280.00	
8	INTEREST INCOME	1000-450001 680		(184.00)
8	INTEREST INCOME	1000-450001 620		(248.00)
8	INTEREST INCOME	1000-450001 621		(2,867.00)
8	INTEREST INCOME	1000-450001 660		(3,674.00)
8	INTEREST INCOME	1000-450001 661		(13,933.00)
8	INTEREST INCOME	1000-450001 665	2,103.00	
8	INTEREST INCOME	1000-450001 200	458.00	
8	INTEREST INCOME	1000-450001 201		(87.00)
8	INTEREST INCOME	1000-450001 203		(37.00)
8	INTEREST INCOME	1000-450001 205		(3,600.00)
8	INTEREST INCOME	1000-450001 206	201.00	
8	INTEREST INCOME	1000-450001 216		(4,388.00)
8	INTEREST INCOME	1000-450001 217		(12.00)
8	INTEREST INCOME	1000-450001 221		(63.00)
8	INTEREST INCOME	1000-450001 223		(31.00)
8	INTEREST INCOME	1000-450001 226		(14.00)
8	INTEREST INCOME	1000-450001 229	143.00	
8	INTEREST INCOME	1000-450001 231		(25.00)
8	INTEREST INCOME	1000-450001 239		(50.00)
8	INTEREST INCOME	1000-450001 262		(8.00)
8	INTEREST INCOME	1000-450001 264		(27.00)
8	INTEREST INCOME	1000-450001 809		(138.00)
8	INTEREST INCOME	1000-450001 301		(909.00)
8	INTEREST INCOME	1000-450001 302		(703.00)
8	INTEREST INCOME	1000-450001 303		(132.00)
8	INTEREST INCOME	1000-450001 305		(1,099.00)
8	INTEREST INCOME	1000-450001 309		(329.00)
8	INTEREST INCOME	1000-450001 313		(189.00)
8	INTEREST INCOME	1000-450001 662		(3,331.00)
8	INTEREST INCOME	1000-450001 505		(2.00)
8	INTEREST INCOME	1000-450001 506		(255.00)
8	INTEREST INCOME	1000-450001 850		(1,338.00)
8	INTEREST INCOME	1000-450001 704		(79.00)
8	INTEREST INCOME	1000-450001 706		(79.00)
8	INTEREST INCOME	1000-450001 708		(92.00)
8	INTEREST INCOME	1000-450001 709	13.00	

8	INTEREST INCOME	1000-450001 711		(62.00)
8	INTEREST INCOME	1000-450001 712		(612.00)
8	Interest Income	1000-450001 713		(206.00)
8	INTEREST INCOME	1000-450001 714		(21.00)

To reclass interest Receivable

10	PAYROLL: IRC 125 CHILD/MED R	240020 709		(1.00)
10	FUND BALANCE	300101 101		(690.00)
10	FUND BALANCE	300101 304		(1.00)
10	FUND BALANCE	300101 601		(21.00)
10	FUND BALANCE	300101 670	1.00	
10	FUND BALANCE	300101 620	1.00	
10	FUND BALANCE	300101 621	1.00	
10	FUND BALANCE	300101 660		(1,048.00)
10	FUND BALANCE	300101 661	2.00	
10	FUND BALANCE	300101 200		(1.00)
10	FUND BALANCE	300101 203	1.00	
10	FUND BALANCE	300101 205	1.00	
10	FUND BALANCE	300101 216	2.00	
10	FUND BALANCE	300101 218	1.00	
10	FUND BALANCE	300101 221		(1.00)
10	FUND BALANCE	300101 223		(1.00)
10	FUND BALANCE	300101 229		(1.00)
10	FUND BALANCE	300101 239		(1.00)
10	FUND BALANCE	300101 241	1.00	
10	FUND BALANCE	300101 246	1.00	
10	FUND BALANCE	300101 809	1.00	
10	FUND BALANCE	300101 301	1.00	
10	Fund Balance	300101 313		(1.00)
10	FUND BALANCE	300101 506		(1.00)
10	FUND BALANCE	300101 708	1.00	
10	FUND BALANCE	300101 709	1.00	
10	FUND BALANCE	300101 710	1.00	
10	PROP. TAX_MELLO ROOS DIST #2	1000-401007 218		(1.00)
10	PARK CONSTRUCTION	1000-440093 205		(1.00)
10	INTEREST INCOME	1000-450001 620		(1.00)
10	INTEREST INCOME	1000-450001 809		(1.00)
10	INTEREST INCOME	1000-450001 710		(1.00)
10	Unrealized Gain On Investments	1000-450999 216		(2.00)
10	Unrealized Gain On Investments	1000-450999 223	1.00	
10	UNREALIZED GAIN ON INVESTMENTS	1000-450999 506	1.00	
10	Reimbursements	1000-490005 203		(1.00)
10	CONTRACTS: BANK SERVICE CHARGE	1100-740025 661		(2.00)
10	CONTRACTS: BANK SERVICE CHARGE	1100-740025 200	1.00	
10	CONTRACTS: BANK SERVICE CHARGE	1100-740025 221	1.00	
10	CONTRACTS: BANK SERVICE CHARGE	1100-740025 239	1.00	
10	CONTRACTS: BANK SERVICE CHARGE	1100-740025 301		(1.00)
10	Contracts: Bank Service Charge	1100-740025 313	1.00	
10	CONTRACTS: BANK SERVICE CHARGE	1100-740025 708		(1.00)
10	WORKERS COMPENSATION	1155-701011 670		(1.00)
10	UNIFORM ALLOWANCE	2205-701015 241		(1.00)
10	OPERATING SUPPLIES	2500-710015 229	1.00	
10	WORKERS COMPENSATION	4000-701011 621		(1.00)
10	CONTRACTS: CO P-THRU NON PROFIT	4010-740402 246		(1.00)
10	AIRPORT LIABILITY INSURANCE	4200-735003 601	21.00	
10	PROFESSIONAL SERVICES	7000-730000 660	1,048.00	
10	Operating Supplies	8050-710015 101	690.00	
10	Improvements	9000-750050 304	1.00	

To agree PY ending fund balance to CY beginning fund balance

11	Claim On Cash	101101 101	4,872,937.00	
11	Claim on Cash	101101 256		(4,872,937.00)
11	Accounts Receivable	120001 256		(4,872,937.00)
11	FEDERAL GRANT	1000-430021 256	4,872,937.00	
11	SALARIES REGULAR	2205-701001 101		(2,328,902.00)
11	SALARIES REGULAR	2205-701001 256	2,328,902.00	
11	SALARIES REGULAR	2500-701001 101		(2,544,035.00)

11	SALARIES REGULAR	2500-701001 256	2,544,035.00	
	To correct ARPA grant revenue & expenditures			
13	VISTA MEADOWS_DBA MIDPEN HOUSING	160026 851		(141,006.00)
13	VISTA MEADOWS_DBA MIDPEN HOUSING	160026 851		(133,075.00)
13	PALMCOURT PROJECT	160412 851		(316,576.00)
13	CHISPA-SENIOR SUNRISE APARTMENTS	160519 101		(1,463.00)
13	CHISPA-SENIOR SUNRISE APARTMENTS	160519 851		(2,925.00)
13	DEFERRED REVENUE	275005 101	1,463.00	
13	DEFERRED REVENUE	275005 851	141,006.00	
13	DEFERRED REVENUE	275005 851	316,576.00	
13	DEFERRED REVENUE	275005 851	2,925.00	
13	DEFERRED REVENUE	275005 851	133,075.00	
	To properly adjust loan receivable balance as of year end			
14	Claim On Cash	101101 101		(447,807.00)
14	CLAIM ON CASH	101101 241	447,807.00	
14	ACCOUNTS RECEIVABLE	120001 212		(51,147.00)
14	ACCOUNTS RECEIVABLE	120001 241		(1,155,495.00)
14	ACCOUNTS RECEIVABLE	120001 246	82,606.00	
14	Accounts Receivable	120001 252		(75,230.00)
14	Accounts Receivable	120001 252	115,251.00	
14	POOL CASH CLEARING ACCT	250099 999		(447,807.00)
14	POOL CASH CLEARING ACCT	250099 999	447,807.00	
14	DEFERRED REVENUE	275005 223	11,845.00	
14	Deferred Revenue	275005 241	1,155,495.00	
14	DEFERRED REVENUE	275005 252	75,230.00	
14	UNEARNED REVENUE	275006 223	10,167.00	
14	STATE GRANT	1000-430016 252		(75,230.00)
14	STATE GRANT	1000-430016 252	75,230.00	
14	STATE GRANT	1000-430016 252		(115,251.00)
14	FEDERAL GRANT	1000-430021 212	51,147.00	
14	FEDERAL GRANT	1000-430021 223		(22,012.00)
14	FEDERAL GRANT	1000-430021 241		(1,155,495.00)
14	FEDERAL GRANT	1000-430021 241	1,155,495.00	
14	FEDERAL GRANT	1000-430021 246		(82,606.00)
14	TRANSFERS IN	1000-490999 241		(447,807.00)
14	TRANSFERS OUT	1100-799999 101	447,807.00	
	To adjust grant receivable, grant revenue, deferred revenue			
15	INTEREST PAYABLE	260003 660	9,604.00	
15	INTEREST PAYABLE	290030 850	20,642.00	
15	INTEREST PAYMENTS	1100-747000 850		(20,642.00)
15	16-WW-INTEREST PAYMENTS	1100-747007 660		(9,604.00)
	To accrue interest payable			
16	AMT TO BE PROVIDED	140001 950		(25,083,021.00)
16	DEFERRED OUTFLOWS - CONTRIBUTIONS	140100 950		(3,864,235.00)
16	DEFERRED OUTFLOWS - ACTUARY	140101 950		(4,080,630.00)
16	DEFERRED INFLOWS - ACTUARY	260100 950	1,464,910.00	
16	NET PENSION LIABILITY	260500 950	31,562,976.00	
	To reverse JN09201 that recorded beginning balances for GASB 68. This entry was not necessary.			
17	AMT TO BE PROVIDED	140001 950		(243,056.00)
17	COMPENSATED ABSENCES	260600 601	63,594.00	
17	COMPENSATED ABSENCES	260600 670		(3,672.00)
17	COMPENSATED ABSENCES	260600 620	48,720.00	
17	COMPENSATED ABSENCES	260600 660	23,433.00	
17	COMPENSATED ABSENCES	260600 950	243,056.00	
17	SALARIES REGULAR	1155-701001 660		(2,728.00)

17	SALARIES REGULAR	1157-701001 660		(4,352.00)
17	SALARIES REGULAR	4200-701001 601		(63,594.00)
17	SALARIES REGULAR	4990-701001 660		(2,131.00)
17	SALARIES REGULAR	4995-701001 660		(10,133.00)
17	SALARIES REGULAR	5005-701001 670	579.00	
17	SALARIES REGULAR	5005-701001 620		(377.00)
17	SALARIES REGULAR	5005-701001 660		(2,633.00)
17	SALARIES REGULAR	5015-701001 670	3,093.00	
17	SALARIES REGULAR	5035-701001 620		(48,343.00)
17	SALARIES REGULAR	7000-701001 660		(1,456.00)

To correct compensated absences as of 06/30/2022

18	ACCOUNTS RECEIVABLE	120001 101	28,500.00	
18	Reimbursements	1000-490005 101		(28,500.00)

To accrue reimbursement for unused City employee flexible spending account

19	DUE FROM OTHER GOVERNMENTS	120030 101	44,436.00	
19	Property Transfer Tax	1000-401010 101		(44,436.00)

To accrue property transfer tax 06/01/22 - 06/30/22

20	WORK IN PROCESS	190072 901	111,303.00	
20	AP POOLED	200000 200		(111,303.00)
20	Accounts Payable	220001 101		(16,500.00)
20	INVESTMENTS IN FIXED ASSETS	300201 901		(111,303.00)
20	PROFESSIONAL SERVICES	4100-730000 101	16,500.00	
20	Improvements	9000-750050 200	111,303.00	

To correct accounts payable and CIP

21	FUND BALANCE	300101 620	106,344.00	
21	Prior Period Adjustment	399999 620		(106,344.00)

JN08114 - To record accrual for SBC WTR District

22	ACCOUNTS RECEIVABLE	120001 246	52,420.00	
22	FEDERAL GRANT	1000-430021 246		(52,420.00)

To adjust PY accruals and recognize revenue for Grant17-CDBG-12098

23	REIMBURSABLE: Allendale Trail Extension Project	280033 205	179,000.00	
23	Reimbursements	1000-490005 205		(179,000.00)

To reverse JN07650

24	Claim On Cash	101101 101		(6,319,592.00)
24	CLAIM ON CASH	101101 601	474,924.00	
24	CLAIM ON CASH	101101 670	2,329,042.00	
24	CLAIM ON CASH	101101 660		(3,826,564.00)
24	CLAIM ON CASH	101101 665	3,826,564.00	
24	CLAIM ON CASH	101101 200	1,199,075.00	
24	CLAIM ON CASH	101101 218	18,556.00	
24	CLAIM ON CASH	101101 229	260,614.00	
24	CLAIM ON CASH	101101 241	927,382.00	
24	CLAIM ON CASH	101101 246	235,132.00	
24	Claim on Cash	101101 249	741,715.00	
24	Claim on Cash	101101 252	106,304.00	

24	CLAIM ON CASH	101101 709	26,848.00	
24	DUE FROM OTHER FUNDS	150001 101	6,319,592.00	
24	DUE FROM OTHER FUNDS	150001 660	3,826,564.00	
24	DUE TO OTHER FUNDS	250001 601		(474,924.00)
24	DUE TO OTHER FUNDS	250001 670		(2,329,042.00)
24	DUE TO OTHER FUNDS	250001 665		(3,826,564.00)
24	DUE TO OTHER FUNDS	250001 200		(1,199,075.00)
24	DUE TO OTHER FUNDS	250001 218		(18,556.00)
24	DUE TO OTHER FUNDS	250001 229		(260,614.00)
24	DUE TO OTHER FUNDS	250001 241		(927,382.00)
24	DUE TO OTHER FUNDS	250001 246		(235,132.00)
24	DUE TO OTHER FUNDS	250001 249		(741,715.00)
24	DUE TO OTHER FUNDS	250001 252		(106,304.00)
24	DUE TO OTHER FUNDS	250001 709		(26,848.00)

To record due to/from as a result of negative cash balances in the funds

25	Claim On Cash	101101 101		(733.00)
25	CLAIM ON CASH	101101 213	733.00	
25	CONFERENCES/MEETINGS	4010-722005 101	449.00	
25	Operating Supplies	4200-710015 101	284.00	
25	OPERATING SUPPLIES	4200-710015 213		(284.00)
25	CONFERENCES/MEETINGS	4200-722005 213		(449.00)

To reclassify transactions posted to closed fund

27	FUEL INVENTORY	180001 101		(3,823.00)
27	FUEL/OIL	1125-710035 101	3,823.00	

To properly record inventory as of year end.

29	STATE GRANT	1000-430016 212		(150,000.00)
29	FEDERAL GRANT	1000-430021 212	150,000.00	

To reclassify state matching portion of FAA grant

30	Accounts Receivable	120001 252	840.00	
30	DEFERRED REVENUE	275005 223		(11,845.00)
30	UNEARNED REVENUE	275006 223		(10,167.00)
30	STATE GRANT	1000-430016 252		(840.00)
30	FEDERAL GRANT	1000-430021 223	22,012.00	

To reverse true up unearned revenue, revenue was not received. To reverse recognize deferred revenue from prior years.
To reverse true up unearned rev, revenue was not received. To record AR/revenue for CDBG 2020 grant CY activity.

32	UNEARNED REVENUE	275006 242	142,604.00	
32	PRIOR PERIOD ADJUSTMENT	300112 212		(150,000.00)
32	PRIOR PERIOD ADJUSTMENT	300112 242		(142,604.00)
32	STATE GRANT	1000-430016 212	150,000.00	

To record prior year adjustments for Fund 212 and 242

33	CLAIM ON CASH	101101 200		(366,468.00)
33	CLAIM ON CASH	101101 206	366,468.00	
33	POOL CASH CLEARING ACCT	250099 999		(366,468.00)
33	POOL CASH CLEARING ACCT	250099 999	366,468.00	
33	Improvements	9000-750050 200	366,468.00	
33	Improvements	9000-750050 206		(366,468.00)

To correct GL account for Road Rehab project 19/20

34	OPERATING SUPPLIES	2205-710015 101	132,778.00	
34	IMPROVEMENTS	2205-750050 101		(132,778.00)

To correct Fire Departments operating expense by moving it out of Improvements and into Operating Supplies

38	ACCOUNTS RECEIVABLE	120001 601	30,000.00	
38	ACCOUNTS RECEIVABLE	120001 601	13,000.00	
38	Accounts Receivable	120001 254		(30,000.00)
38	Accounts Receivable	120001 254		(13,000.00)
38	Federal Grant	1000-430021 601		(30,000.00)
38	Federal Grant	1000-430021 601		(13,000.00)
38	Federal Grant	1000-430021 254	30,000.00	
38	Federal Grant	1000-430021 254	13,000.00	

To correct accrual CARES Airport to correct fund

39	REIMBURSEMENTS	1000-490005 665		(562,415.00)
39	GAS/ELECTRIC	4991-725001 665	562,415.00	

To correct deposit utilities reimbursable SBF Fund 665

40	CLAIM ON CASH	101101 601	15,000.00	
40	CLAIM ON CASH	101101 212		(15,000.00)
40	POOL CASH CLEARING ACCT	250099 999		(15,000.00)
40	POOL CASH CLEARING ACCT	250099 999	15,000.00	
40	PROFESSIONAL SERVICES	4200-730000 601		(15,000.00)
40	IMPROVEMENTS	4200-750050 212	15,000.00	

To record improvements in Fund 212

41	CLAIM ON CASH	101101 601	10,000.00	
41	CLAIM ON CASH	101101 212		(10,000.00)
41	POOL CASH CLEARING ACCT	250099 999	10,000.00	
41	POOL CASH CLEARING ACCT	250099 999		(10,000.00)
41	STATE GRANT	1000-430016 601		(10,000.00)
41	STATE GRANT	1000-430016 212	10,000.00	

To correct GL account state grant

42	DEFERRED REVENUE	275005 252		(116,091.00)
42	UNEARNED REVENUE	275006 246		(209,620.00)
42	STATE GRANT	1000-430016 252	116,091.00	
42	FEDERAL GRANT	1000-430021 246	209,620.00	

To reclass unavailable revenue for long outstanding accounts receivable

43	INFRASTRUCTURE	190040 901	4,838,707.00	
43	IMPROVEMENTS	190050 660	457,606.00	
43	IMPROVEMENTS	190050 901	1,019,323.00	
43	LAND IMPROVEMENTS	190051 601	94,377.00	
43	EQUIPMENT	190070 601	33,076.00	
43	EQUIPMENT	190070 620	55,975.00	
43	EQUIPMENT	190070 660	146,361.00	
43	EQUIPMENT	190070 901	398,394.00	
43	WORK IN PROCESS	190072 680	18,233.00	
43	WORK IN PROCESS	190072 620	172,987.00	
43	WORK IN PROCESS	190072 660	99,097.00	
43	WORK IN PROCESS	190072 901	2,294,871.00	
43	ALLOWANCE FOR DEPRECIATION	195000 601		(1,155,301.00)
43	ALLOWANCE FOR DEPRECIATION	195000 680		(119,599.00)

43	ALLOWANCE FOR DEPRECIATION	195000 620		(225,602.00)
43	ALLOWANCE FOR DEPRECIATION	195000 660		(3,876,666.00)
43	ALLOWANCE FOR DEPRECIATION	195000 901		(3,665,664.00)
43	INVESTMENTS IN FIXED ASSETS	300201 901		(4,885,631.00)
43	CAPITAL CONTRIBUTIONS	1000-490350 601		(94,377.00)
43	DEPRECIATION PER GASB 34	1100-764000 601	1,155,301.00	
43	DEPRECIATION PER GASB 34	1100-764000 680	119,599.00	
43	DEPRECIATION PER GASB 34	1100-764000 620	225,602.00	
43	DEPRECIATION PER GASB 34	1100-764000 660	3,876,666.00	
43	MACHINERY/EQUIPMENT	1157-750070 601		(33,076.00)
43	MACHINERY/EQUIPMENT	1157-750070 620		(55,975.00)
43	MACHINERY/EQUIPMENT	1157-750070 660		(55,976.00)
43	ENGINEERING SERVICES	4000-730003 620		(16,410.00)
43	MACHINERY/EQUIPMENT	4995-750070 660		(90,385.00)
43	Improvements	9000-750050 680		(18,233.00)
43	Improvements	9000-750050 620		(156,577.00)
43	Improvements	9000-750050 660		(457,606.00)
43	Improvements	9000-750050 660		(99,097.00)

To book Capital Assets for FY 2022

44	Claim on Cash	101101 620		(156,577.00)
44	CLAIM ON CASH	101101 621	156,577.00	
44	ENGINEERING SERVICES	4000-730003 620	11,285.00	
44	ENGINEERING SERVICES	4000-730003 620	14,867.00	
44	ENGINEERING SERVICES	4000-730003 620	107,894.00	
44	ENGINEERING SERVICES	4000-730003 620	8,837.00	
44	ENGINEERING SERVICES	4000-730003 620	13,694.00	
44	ENGINEERING SERVICES	4000-730003 621		(11,285.00)
44	ENGINEERING SERVICES	4000-730003 621		(14,867.00)
44	ENGINEERING SERVICES	4000-730003 621		(107,894.00)
44	ENGINEERING SERVICES	4000-730003 621		(8,837.00)
44	ENGINEERING SERVICES	4000-730003 621		(13,694.00)

To reconcile capital assets in Fund 620

45	CLAIM ON CASH	101101 660		(75,326.00)
45	CLAIM ON CASH	101101 662	75,326.00	
45	Improvements	9000-750050 660	29,775.00	
45	Improvements	9000-750050 660	45,551.00	
45	Improvements	9000-750050 662		(29,775.00)
45	Improvements	9000-750050 662		(45,551.00)

To reconcile capital assets in Fund 660

46	Claim On Cash	101101 101	447,807.00	
46	CLAIM ON CASH	101101 241		(447,807.00)
46	POOL CASH CLEARING ACCT	250099 999	447,807.00	
46	POOL CASH CLEARING ACCT	250099 999		(447,807.00)
46	TRANSFERS IN	1000-490999 241	447,807.00	
46	TRANSFERS OUT	1100-799999 101		(447,807.00)

To record grants adjustment to Funds 101 and 241

47	Interest Receivable - GASB 87	120013 101	1,013.00	
47	Lease Receivable - Current Portion GASB 87	120014 101	24,269.00	
47	Security Deposit	150120 101	4,540.00	
47	Lease Receivable - Long Term	190006 101	648,622.00	
47	Deferred Inflows - GASB 87	260103 101		(3,573,076.00)
47	Unearned Revenue	275006 101	1,263,360.00	

47	Interest Income - Leases GASB 87	1000-450003 101		(58,861.00)
47	PG&E (BROWN ALLEY) LEASE PMTS	1000-450006 101	241.00	
47	Initial Lease Revenue - GASB 87	1000-450090 101		(366,516.00)
47	Initial Lease Revenue - GASB 87	1000-450090 101	135,639.00	
47	ANTENNA SITE RENT	1000-450105 101	1,634,884.00	
47	PROCEEDS FROM THE ISSUANCE OF DEBT	1000-470004 101		(135,639.00)
47	Loss on Termination	1000-764004 101	64,866.00	
47	Interest Income - Leases GASB 87	1100-450003 101		(11,892.00)
47	Rental Income	1100-450201 101	6,574.00	
47	RENTALS/LEASES	1160-710045 101		(2,750.00)
47	Interest Expenses - GASB 87	1160-747008 101	450.00	
47	Lease Expense - GASB 87 - Capital Outlay	1160-750100 101	135,639.00	
47	Contracts: SJB Lease Agreement	2205-740035 101		(968.00)
47	Interest Expenses - GASB 87	2205-747008 101	968.00	
47	Lease Expense - GASB 87 - Capital Outlay	2205-750100 101	174,088.00	
47	RENTALS/LEASES	4010-710045 101		(2,333.00)
47	Interest Expenses - GASB 87	4010-747008 101	93.00	
47	Lease Expense - GASB 87 - Capital Outlay	4010-750100 101	56,789.00	

To record GASB 87 Adjustment Fund 101

48	Security Deposit	150120 851	560.00	
48	Initial Lease Revenue - GASB 87	1000-450090 851		(14,197.00)
48	Rentals/Leases	1000-710045 851		(7,674.00)
48	Rentals/Leases	1000-710045 851	7,091.00	
48	Interest Expenses - GASB 87	1000-747008 851	23.00	
48	Lease Expense - GASB 87 - Capital Outlay	1000-750100 851	14,197.00	

To record GASB 87 Adjustment Fund 851

49	Lease Asset - Right of Use - GASB 87	190100 902	380,713.00	
49	Accumulated Amortization Lease Asset GASB 87	195003 902		(90,317.00)
49	Interest Payable - GASB 87	260005 902		(109.00)
49	Lease Liability - Current Portion GASB 87	260104 902		(102,408.00)
49	Lease Liability - Long Term GASB 87	260660 902		(190,965.00)
49	Initial Lease Revenue - GASB 87	1000-450090 902	380,713.00	
49	Rentals/Leases	1000-710045 902		(7,091.00)
49	Interest Expenses - Leases GASB 87	1000-747008 902	1.00	
49	Lease Expense - GASB 87 - Capital Outlay	1000-750100 902		(14,197.00)
49	Amortization Expense - Right of Use Asset - GASB 8	1000-764003 902	7,099.00	
49	Rentals/Leases	1160-710045 902		(15,650.00)
49	Interest Expenses - Leases GASB 87	1160-747008 902	70.00	
49	Lease Expense - GASB 87 - Capital Outlay	1160-750100 902		(135,639.00)
49	Amortization Expense - Right of Use Asset - GASB 8	1160-764003 902	15,825.00	
49	Rentals/Leases	2205-740035 902		(36,232.00)
49	Interest Expenses - Leases GASB 87	2205-747008 902	31.00	
49	Lease Expense - GASB 87 - Capital Outlay	2205-750100 902		(174,088.00)
49	Amortization Expense - Right of Use Asset - GASB 8	2205-764003 902	38,999.00	
49	Rentals/Leases	4010-710045 902		(28,366.00)
49	Interest Expenses - Leases GASB 87	4010-747008 902	6.00	
49	Lease Expense - GASB 87 - Capital Outlay	4010-750100 902		(56,789.00)
49	Amortization Expense - Right of Use Asset - GASB 8	4010-764003 902	28,394.00	

To record GASB 87 Adjustment Fund 902

50	Interest Receivable - GASB 87	120013 601	5,768.00	
50	Lease Receivable - Current Portion GASB 87	120014 601	586,854.00	
50	Lease Receivable - Long Term	190006 601	4,478,689.00	
50	Deferred Inflows - GASB 87	260103 601		(5,012,677.00)
50	DEPOSITS_HANGAR/BUILDING	270006 601		(7,892.00)
50	Interest Income - Leases GASB 87	1000-450003 601		(71,120.00)
50	GROUND LEASE	1000-450104 601	7,567.00	
50	AIRPORT HANGARS	1000-450200 601	2,962.00	
50	BUILDING RENTS	1000-450201 601	9,849.00	

To record GASB 87 Adjustment Fund 601

51	Interest Receivable - GASB 87	120013 680	746.00	
51	Lease Receivable - Current Portion GASB 87	120014 680	123,654.00	
51	Lease Receivable - Long Term	190006 680	294,156.00	
51	Deferred Inflows - GASB 87	260103 680		(403,389.00)
51	Interest Income - Leases GASB 87	1000-450003 680		(10,108.00)
51	BRIGGS BLDG RENTAL REVENUE	1000-450111 680		(5,059.00)

To record GASB 87 Adjustment Fund 680

52	PRINCIPAL PAYMENTS	1000-748000 851	7,091.00	
52	RENTALS/LEASES	1100-710045 851		(7,091.00)
52	PRINCIPAL PAYMENTS	1100-748000 101	44,016.00	
52	PRINCIPAL PAYMENTS	1100-748000 101		(2,537.00)
52	RENTALS/LEASES	1160-710045 101		(15,650.00)
52	RENTALS/LEASES	1160-710045 101	2,537.00	
52	Contracts: SJB Lease Agreement	2205-740035 101		(36,232.00)
52	PRINCIPAL PAYMENTS	2205-748000 101	36,232.00	
52	RENTALS/LEASES	4010-710045 101		(28,366.00)

To reclassify debt payments

53	400 BLOCK PROPERTY OF SAN BENITO LAND HELD	120024 101		(494,266.00)
53	SALE OF PROPERTY	1000-490055 101	494,266.00	

To record land sale

54	WATER RIGHTS ASSET	190300 620	12,000,000.00	
54	WATER RIGHTS ASSET	190300 620	1,700,000.00	
54	ACCUMULATED AMORTIZATION	195010 620		(3,615,295.00)
54	ACCUMULATED AMORTIZATION	195010 620		(558,336.00)
54	ACCUMULATED AMORTIZATION	195010 620		(519,444.00)
54	ACCUMULATED AMORTIZATION	195010 620		(113,333.00)
54	HOLLISTER URBAN AREA PROJECT AGREEMENT	290816 620		(12,000,000.00)
54	HOLLISTER URBAN AREA PROJECT AGREEMENT	290816 620	2,558,016.00	
54	HOLLISTER URBAN AREA PROJECT AGREEMENT	290816 620	463,915.00	
54	PRIOR PERIOD ADJUSTMENT	399999 620	1,057,279.00	
54	PRIOR PERIOD ADJUSTMENT	399999 620		(1,180,556.00)
54	CONTRACTS: URBAN JPA	5035-740207 620		(463,915.00)
54	CONTRACTS: URBAN JPA	5035-740207 620		(378,048.00)
54	INTEREST PAYMENTS	5035-747000 620	378,048.00	
54	AMORTIZATION EXPENSE	5035-764005 620	558,336.00	
54	AMORTIZATION EXPENSE	5035-764005 620	113,333.00	

To record water rights and contract payable to SBCWD

**CITY OF HOLLISTER
SINGLE AUDIT AND RELATED REPORTS
FOR THE YEAR ENDED
JUNE 30, 2022**

**MUN CPAs, LLP
1760 Creekside Oaks Drive, Suite 160
Sacramento, California 95833**

**CITY OF HOLLISTER
SINGLE AUDIT AND RELATED REPORTS
FOR THE YEAR ENDED JUNE 30, 2022**

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the City Council of
the City of Hollister
Hollister, California

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hollister, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Hollister's basic financial statements, and have issued our report thereon dated December 10, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Hollister's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Hollister's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Hollister's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2022-001 through 2022-006 that we consider to be material weaknesses.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Hollister's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

City of Hollister 's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City of Hollister's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. City of Hollister's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

MUN CPAs, LLP

Sacramento, California
December 10, 2025



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the City Council of
the City of Hollister
Hollister, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Hollister's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Hollister's major federal programs for the year ended June 30, 2022. City of Hollister's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, City of Hollister complied, in all material respects with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of Hollister and to meet our ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of City of Hollister's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City of Hollister's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City of Hollister's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with general accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City of Hollister's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risk of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City of Hollister's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City of Hollister's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City of Hollister's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2022-007 - 2022-008. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the City of Hollister's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. City of Hollister's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses's and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-006 to be a significant deficiency.

Our audit was designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the City of Hollister's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. City of Hollister's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hollister, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Hollister's basic financial statements. We issued our report thereon dated December 10, 2025, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is 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. The information has been subjected to the auditing procedures applied in the audit of the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Sacramento, California
December 10, 2025

**CITY OF HOLLISTER
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022**

<u>Federal Grantor/Pass-Through Grantor Program</u>	<u>Federal Assistance Listing (AL)</u>	<u>Pass-Through Entity Identifying Number/Grant Number</u>	<u>Federal Expenditures</u>
U.S. Department of Treasury			
Direct Programs:			
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027		\$ 4,872,937
Total U.S. Department of Treasury			<u>4,872,937</u>
U.S. Department of Housing and Urban Development			
Pass-Through State of California Department of Housing and Community Development			
Community Development Block Grants	14.228	17-CDBG-12098	\$ 173,014
Community Development Block Grants	14.228	20-CDBG-12015-2021	<u>144,698</u>
Total Community Development Block Grants			<u>317,712</u>
HOME Investment Partnership Program	14.239	Outstanding Loans	2,285,574
HOME Investment Partnership Program	14.239	Program Income	<u>150,444</u>
Total HOME Investment Partnership Program			<u>2,436,018</u>
Total U.S. Department of Housing and Urban Development			<u>2,753,730</u>
U.S. Department of Justice			
Direct Programs:			
Bulletproof Vest Partnership Program	16.607		<u>7,155</u>
Total U.S. Department of Justice			<u>7,155</u>
U.S. Department of Transportation			
Pass-Through State of California Office of Traffic Safety:			
Alcohol Impaired Driving Countermeasures Incentive Grants	20.601	PT21027	22,600
Alcohol Impaired Driving Countermeasures Incentive Grants	20.601	PT22152	<u>2,269</u>
Total Alcohol Impaired Driving Countermeasures Incentive Grants			<u>24,869</u>
Direct Programs:			
Airport Improvement Program	20.106	3-06-0105-21	77,405
COVID-19 Airport Improvement Program	20.106	3-016-0105-022-2020	<u>43,000</u>
Total Airport Improvement Program			<u>120,405</u>
Total U.S. Department of Transportation			<u>145,274</u>
U.S. Department of Homeland Security			
Direct Programs:			
Staffing for Adequate Fire and Emergency Response	97.083		241,127
Pass-Through State of California Office of Emergency Safety:			
Emergency Management Performance Grants	97.042		<u>18,520</u>
Total U.S. Department of Homeland Security			<u>259,647</u>
Total Expenditures of Federal Awards			<u>\$ 8,038,743</u>

**CITY OF HOLLISTER
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022**

NOTE 1: REPORTING ENTITY

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the City of Hollister. The City of Hollister reporting entity is defined in Note 1 of the City's Annual Comprehensive Financial Report. All federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included on the schedule. When federal awards were received from a pass-through entity, the Schedule of Expenditures of Federal Awards shows, if available, the identifying number assigned by the pass-through entity.

NOTE 2: BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City and is presented on accounting principles generally accepted in the United States of America. The information in this schedule is presented on the accrual basis of accounting and in accordance with requirements of Title 2, U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*.

NOTE 3: RELATIONSHIP TO FINANCIAL STATEMENTS

The amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree, in all material respects, to amounts reported within the City's basic financial statements. Federal award revenues are reported principally in the City's financial statements as intergovernmental revenues in the governmental funds.

NOTE 4: CLAIMS

The City of Hollister has received federal grants for specific purposes that are subject to review and audit by the Federal Government pass-through entity. Although such audits could result in expenditure disallowance under grant terms, any required reimbursements are not expected to be material which have not already been recorded.

NOTE 5: LOANS OUTSTANDING

The program listed below had the following aggregate federally funded loans outstanding at June 30, 2022:

<u>AL Number</u>	<u>Program Title</u>	<u>Amount Outstanding</u>
14.239	HOME Investment Partnership Program	<u>\$ 2,140,537</u>

NOTE 6: INDIRECT COSTS

The City elected not to use the 10% de minimus indirect cost rate, and did not charge indirect costs to federal grants during the year ended June 30, 2022.

**CITY OF HOLLISTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022**

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	Yes
Significant deficiency(ies) identified	None noted
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	Yes
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 200.516 of the Uniform Guidance	Yes
Identification of Major Programs:	
U.S. Department of Treasury, Coronavirus State and Local Fiscal Recovery Funds, AL 21.027	
U.S. Department of Housing and Urban Development, Home Investment Partnerships Program, AL 14.239	
Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	No

**CITY OF HOLLISTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
JUNE 30, 2022**

SECTION II: FINANCIAL STATEMENT FINDINGS

Findings relating to the financial statements which are required to be reported in accordance with *Government Auditing Standards*

Finding 2022-001: Financial Close (Material Weakness - Repeat Finding)

Criteria

Certain deficiencies in the internal control system over financial reporting could adversely affect an entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

Condition

During the performance of the audit, we noted that processes utilized for closing and financial reporting of financial activity for the fiscal year were not effective. Approximately 50 journal entries were proposed and posted subsequent to providing the trial balance for audit. Specific financial statement areas that required adjustment included:

- Cash - See material weakness 2022-004.
- Accounts receivable - Several correcting entries were proposed to true-up the receivable balance. During our testing of subsequent receipts, noted three out of thirty-five items were not properly accrued.
- Notes receivable - See material weakness 2022-003.
- Capital assets - See material weakness 2022-005.
- Leases - Due to implementation of GASB 87 in the current year, the City had not fully analyzed all of their lease agreements in a timely manner which resulted in subsequent corrections and journal entries.
- Accounts payable - Two out of fifty items selected for testing totaling approximately \$128,000 were not properly accrued. One of the items related to capital assets in which the related asset was not recorded.
- Compensated absences - Clerical errors were discovered in the schedule provided by the City. In addition, the journal entries to record the balances between governmental activities and business-type activities was incorrect.
- Long-term debt - The City did not record proceeds related to a financed purchase agreement. Interest payable was incorrectly calculated and recorded. In addition, a contract payable from a prior year was not recorded.
- Grant receivables and revenue - See material weakness at 2022-002.
- Various incorrect postings - There were several reclassifying adjustments proposed to correctly classify activity in funds. In addition, noted a reimbursement transaction was double posted.

In addition, we noted several funds that had negative cash balances and/or negative fund deficits that have been recurring over several years. The result of our inquiries and analysis resulted in several audit adjustments to close out funds, correct revenue and expense balances, receivables, and transfers.

Cause

Due to significant staff turnover, the City did not have adequate controls in place to ensure accounting records were closed accurately and timely.

CITY OF HOLLISTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
JUNE 30, 2022

Effect

The financial statements as presented to the auditors contained material misstatements that required adjustments.

Recommendation

We recommend the City revisit their closing procedures to ensure that proper accruals, cut-off, classification, and long-term items are being recorded properly. Supporting schedules should agree and reconcile to respective account balances prior to the trial balance being provided for the audit. The City should develop checklists or other guidance documents over the City's closing process to ensure all closing entries are captured.

Views of Responsible Officials

The City agrees with the finding. The City has strengthened its year-end closing procedures and continues to refine reconciliation processes to improve the accuracy of financial reporting. The City has increased staffing capacity within the Finance Division and is providing additional training to staff involved in the closing process. The City is also working with a consultant to assist in the review of prior-year balances, improve workflow, and establish more efficient closing practices. These improvements will continue as the City works toward completing outstanding audits and establishing timely year-end close cycles.

CITY OF HOLLISTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
JUNE 30, 2022

Finding 2022-002: Grants (Material Weakness - Repeat Finding)

Criteria

Certain deficiencies in the internal control system over financial reporting could adversely affect an entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

Condition

The City's grant revenues, expenditures, unavailable revenues, and receivables are not being properly reconciled for financial reporting purposes at year-end. In some instances, grant expenditures and related revenue were recorded in incorrect funds and in incorrect amounts, receivables for reimbursement grants were not recorded, and the modified accrual basis of accounting was not being followed for grants recorded in governmental funds.

In addition, the City is not timely submitting claims for reimbursement of eligible expenditures to the relevant Agency resulting in unavailable revenues in the period of expenditure causing the City's general fund to up-front the cash payments.

Cause

The City enacted a Grants Administration Policy in 2016 however the policy is not being followed. In addition, significant staff turnover has lead to inconsistencies in how transactions are recorded. It also appears there is not enough formalized communication between department heads who manage their own grants and the Administrative Services Department who is responsible for reconciling all activity.

Effect

There were numerous journal entries required to properly match grant revenues, expenditures, and receivables. Consequently, the improper recording of grants affects the reporting of federal expenditures on the schedule of expenditures of federal awards.

Recommendation

We recommend the City review and enhance its Grants Administration Policy. With assistance from department heads/grant managers, summarized grant information and program information should be provided to the Administrative Services Department such as:

- Copies of grant agreements and budgets
- Copies of material expenditures with proper approval of coding and application
- Copies of reimbursement requests
- Monitoring of grant cash flow

The Administrative Services Department should then be able to prepare a reconciliation of grant revenues and expenditures, and record receivables as needed. Claims for reimbursement should be submitted on a timely basis, within the fiscal year in which the expenditures were incurred.

Views of Responsible Officials

The City agrees with the finding. The City is updating and re-implementing its 2016 Grants Administration Policy to strengthen compliance with grant accounting and reporting requirements. The City has developed a standardized grant packet checklist that departments must complete, including agreements, budgets, and resolutions. As of May 2025, the City has hired a full-time accountant whose primary responsibility is to reconcile and track grant revenues and expenditures, monitor receivables, assist departments with reimbursement claims, and ensure compliance with grant terms. These improvements will support accurate grant activity reporting and timely submission of reimbursement claims.

CITY OF HOLLISTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
JUNE 30, 2022

Finding 2022-003: Notes Receivable (Material Weakness - Repeat Finding)

Criteria

Certain deficiencies in the internal control system over financial reporting could adversely affect an entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

Condition

Upon our review of the City's notes receivables, we noted the following:

- The City is inconsistent in the recording of accrued interest on notes receivable.
- The allowance for uncollectible loans has not been reviewed or evaluated.
- The City has not performed a detailed review of their loans, noting that some loans on the books have terms which have expired.
- These deficiencies have been recurring each year and recommendations have not been implemented.

Cause

The City does not appear to have proper controls surrounding the recording and monitoring of notes receivables.

Effect

Several journal entries were proposed to reconcile the notes receivable balance including true-up of balances related to revised amortization schedules, recording of accrued interest, and recording of deferred inflows of resources.

Recommendation

The City should enhance its oversight over notes receivable. Increased oversight is necessary to ensure that all activity is properly and timely recorded. The Administrative Services Department should work closely with the Development Services Department to develop procedures to ensure that all loan activity is captured in the general ledger. In addition, we recommend the City reconcile and review their listing of loans, specifically loans generated over five years ago, to determine that all loans are current, have proper documentation, and are still owed to the City (i.e. no change in ownership or foreclosure of the related property). A master loan listing should be maintained and monitored. We also recommend management update their analysis of uncollectible accounts on an annual basis after reviewing the analysis of loans and making appropriate collection efforts to ensure that the estimated loss from uncollectible loan receivables is reflected on the balance sheet.

Views of Responsible Officials

The City agrees with the finding. The City is creating a consolidated master loan listing that includes amortization schedules, accrued interest, loan status, and supporting documentation. The City will review outstanding loans, particularly older loans, to identify expired terms, foreclosures, and needed adjustments. Annual procedures will be established for interest accrual, allowance evaluation, and communication between Development Services and Finance. A consultant is assisting the City with all aspects of this corrective action, including reviewing historical loan records and implementing improved internal controls.

**CITY OF HOLLISTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
JUNE 30, 2022**

Finding 2022-004: Cash and Bank Reconciliations (Material Weakness - Repeat Finding)

Criteria

Certain deficiencies in the internal control system over financial reporting could adversely affect an entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

Condition

- There was a failure to accurately and timely perform monthly bank reconciliations for the June 30, 2022 fiscal year. Bank reconciliations were delayed approximately 7-10 months from each month-end and were ultimately completed in October 2023.
- The City had various funds with negative cash balances indicating that other funds' had paid for expenditures. See finding 2022-002.
- There were approximately 154 checks outstanding greater than one year totaling approximately \$60,000.

Cause

Due to personnel turnover, the overall process for cash and investment reconciliations was not being completed properly. Bank reconciliations were not being prepared or reviewed timely.

Effect

Untimely preparation and review of bank reconciliations increases the risk that errors could go undetected. Cash and investment balances as presented were not reflective of their true balances.

Recommendation

We recommend the City review their cash and investment reconciliation procedures to ensure timely and accurate completion. Cash and investment reconciliations review should include tests of mechanical accuracy and tracing of items on the reconciliation to relevant source documents. Outstanding checks should be investigated and written off or voided and reissued.

Views of Responsible Officials

The City agrees with the finding. The City has implemented revised bank reconciliation procedures to ensure timely and accurate completion of monthly reconciliations. As of September 2024, the City has hired a full-time Accountant whose primary responsibility is to complete bank and investment reconciliations monthly and ensure they are reviewed within 30 days of month-end. The City will continue researching long-outstanding checks and correcting negative cash balances through improved grant claiming, timely interfund transfers, and resolution of prior-year errors.

**CITY OF HOLLISTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
JUNE 30, 2022**

Finding 2022-005: Capital Assets (Material Weakness)

Criteria

Certain deficiencies in the internal control system over financial reporting could adversely affect an entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements

Condition

The City's capital asset are not being properly reconciled for financial reporting purposes at year-end. In some instances, capital outlay expenditures were recorded in incorrect funds and in incorrect amounts, capital assets were not recorded and/or included in the capital asset schedule, and consequently depreciation expense was not properly calculated.

Cause

Due to significant staff turnover, the City did not have adequate controls in place to ensure accounting records related to capital assets were adequately reconciled.

Effect

The capital asset balances, accumulated depreciation, and related capital outlay and depreciation expense accounts as presented originally presented required several material adjustments to correct. Several versions of the capital asset schedule were presented for audit.

Recommendation

Included as part of their year-end close process, the City should establish adequate controls to ensure that all capital outlay projects are capitalized in accordance with the City's capitalization policy. Capital outlay accounts should be reconciled to total capital asset additions and depreciation expense recorded. Due to the numerous errors noted and the time spent in reconciling schedules, the City may want to consider a quarterly reconciliation process as opposed to an annual one so that discrepancies can more easily be researched and resolved.

Views of Responsible Officials

The City agrees with the finding. The City is revising its capital asset tracking procedures to ensure proper capitalization, reconciliation of capital project expenditures, and accurate depreciation reporting. The City has assigned a full-time Accountant to support the reconciliation and maintenance of capital asset schedules. Quarterly reviews will be implemented to ensure timely updates and to reduce year-end backlog.

**CITY OF HOLLISTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
JUNE 30, 2022**

SECTION III: FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Findings and questioned costs for Federal Awards, which includes audit findings as defined in section 200.516 of the Uniform Guidance.

Finding 2022-006: Schedule of Expenditures of Federal Awards (Significant Deficiency - Repeat Finding)

Criteria

2 CFR Section 200.510 requires that auditees must prepare a schedule of expenditures of federal awards in accordance with Section 2 CFR Section 200.502.

2 CFR Section 200.303 requires an auditee to establish effective internal controls over Federal awards that provide reasonable assurance that an entity is managing the federal awards in compliance with federal statutes, regulations, and terms and conditions of the federal awards, including but not limited to internal controls over the accuracy and completeness of the expenditure amounts reported in the schedule of expenditures of federal awards.

Condition

The initial schedule of expenditures of federal awards provided to the auditors contained numerous errors.

Cause

As described in finding 2022-002, the City was not properly reconciling grant receivables, revenues, and expenditures. In addition, amounts initially reported on the schedule of expenditures of federal awards were derived from general ledger details which do not necessarily equate to allowable costs to be claimed and reported on the schedule of expenditures of federal awards.

Effect

There were numerous journal entries and adjustments made to ensure amounts reported on the schedule of expenditures of federal awards were accurate.

Recommendation

See recommendations for finding 2022-002. In addition, the City should establish proper internal controls to ensure that amounts claimed per each Federal award are complete and accurate.

Views of Responsible Officials

The City agrees with the finding. The City will strengthen internal controls over SEFA preparation by implementing the improvements described in the corrective action for Finding 2022-002. The full-time Accountant responsible for grant reconciliation will coordinate year-end SEFA preparation with departments and Finance staff to ensure expenditures reconcile to the general ledger and represent allowable federal costs. Updated policies will reflect these strengthened processes and centralized oversight.

**CITY OF HOLLISTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
JUNE 30, 2022**

Finding 2022-007: HOME Loan Compliance Monitoring (Uniform Guidance Compliance)

Criteria

2 CFR Part 200, Appendix XI Compliance Supplement for HOME Investment Partnerships Program, Special Tests and Provisions, Housing Quality Standards, requires on-site inspections and/or verification of information submitted by the homeowners. In addition, the City's Homebuyer Assistance Program Guidelines along with the loan agreements specify conditions of default with the loan provisions which should be monitored on a regular basis.

Condition

For two out of five HOME loans selected for testing, the City did not have completed information for the certificate of occupancy that was provided to the homeowners. For two out of five HOME loans selected for testing, the monitoring checklist maintained by the City did not contain the signature of the Housing Program Coordinator.

Cause

The City did not follow up on missing documentation required for the monitoring of HOME loans.

Effect

The City has not fully monitored compliance with the loan provisions for single family residence loans issued and does not have complete information indicating the loan recipients are in compliance with the loan provisions.

Recommendation

We recommend the City enhance their current loan monitoring procedures to ensure that checklists are properly filled out and signed by responsible employee, and that follow up procedures are performed in the event that incomplete information is received from the loan recipient.

Views of Responsible Officials

The City agrees with the finding. The City will enhance monitoring procedures for HOME loans to ensure required documentation is obtained, checklists are fully completed, and signatures are properly recorded. Follow-up procedures will be implemented when information is missing. The Housing Program Coordinator will oversee compliance monitoring and ensure all loan files are complete.

**CITY OF HOLLISTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
JUNE 30, 2022**

Finding 2022-008: Financial Reporting Timeliness (Uniform Guidance Compliance - Repeat Finding)

Criteria

In accordance with CFR section 200.512 of the Uniform Guidance, the audit must be completed and the data collection form and reporting package must be submitted to the Federal Audit Clearinghouse within the earlier of 30 calendar days after receipt of the auditor's report(s), or nine months after the end of the audit period.

Condition

The 2022 Single Audit reporting package and data collection form were not submitted to the Federal Audit Clearinghouse by the deadline of March 31, 2023.

Cause

There were various accounting issues such as personnel turnover and accounting schedules not properly reconciling to the general ledger which caused delays in the completion of the 2022 annual audit.

Effect

The filing of the Single Audit Reporting package and data collection form is past the due date.

Recommendation

As noted in recommendation 2022-001, we recommend the City strive to close the year-end with properly prepared reconciliations within 3 - 4 months after year-end in order to complete the annual financial audit timely.

Views of Responsible Officials

The City agrees with the finding. The City acknowledges that full implementation of this corrective action cannot occur until prior-year audits are completed and the City becomes fully current. In the meantime, the City is strengthening internal processes to support timely year-end closing, including improved reconciliation procedures, increased staffing within the Finance Division, and the establishment of internal deadlines for audit preparation. These improvements will support smoother and more timely audit completion once the City is current on all outstanding audits.

**CITY OF HOLLISTER
SCHEDULE OF PRIOR YEAR FINDINGS
JUNE 30, 2022**

Finding 2021-001: Financial Close (Material Weakness - Repeat Finding)

Condition

During the performance of the audit, we noted that processes utilized for closing and financial reporting of financial activity for the fiscal year were not effective. Approximately 33 journal entries were proposed and posted subsequent to providing the trial balance for audit.

Recommendation

We recommend the City revisit their closing procedures to ensure that proper accruals, cut-off, classification, and long-term items are being recorded. Supporting schedules should agree and reconcile to respective account balances prior to the trial balance being provided for the audit. The City should develop checklists or other guidance documents over the City's closing process to ensure all closing entries are captured.

Status

Not implemented. See finding 2022-001.

Finding 2021-002: Grants (Material Weakness - Repeat Finding)

Condition

The City's grant revenues, expenditures, and receivables are not being properly reconciled for financial reporting purposes at year-end.

In addition, the City is not timely submitting claims for reimbursement of eligible expenditures to the relevant Agency resulting in future revenues unavailable in the period of expenditure causing the City's general fund to up-front the expenditures.

Recommendation

We recommend the City review and enhance its Grants Administration Policy. With assistance from department heads/grant managers, summarized grant information and program information should be provided to the Administrative Services Department such as:

- Copies of grant agreements and budgets
- Copies of material expenditures with proper approval of coding and application
- Copies of reimbursement requests
- Monitoring of grant cash flow

The Administrative Services Department should then be able to prepare a reconciliation of grant revenues and expenditures, and record receivables as needed. Claims for reimbursement should be submitted on a timely basis, within the fiscal year in which the expenditures were incurred.

Status

Not implemented. See finding 2022-002.

**CITY OF HOLLISTER
SCHEDULE OF PRIOR YEAR FINDINGS (CONTINUED)
JUNE 30, 2022**

Finding 2021-003: Notes Receivable (Material Weakness - Repeat Finding)

Condition

Upon our review of the City's notes receivables, we noted the following:

- The City is inconsistent in the recording of accruing interest on notes receivable.
- The allowance for uncollectible loans has not been reviewed or evaluated.
- The City has not performed a detailed review of their loans, noting that some loans on the books have terms which have expired.
- These deficiencies have been recurring each year and recommendations have not been implemented.

Recommendation

The City should enhance its oversight over notes receivable. Increased oversight is necessary to ensure that all activity is properly and timely recorded. The Administrative Services Department should work closely with the Development Services Department to develop procedures to ensure that all loan activity is captured in the general ledger. In addition, we recommend the City reconcile and review their listing of loans, specifically loans generated over five years ago, to determine that all loans are current, have proper documentation, and are still owed to the City (i.e. no change in ownership or foreclosure of the related property). A master loan listing should be maintained and monitored. We also recommend management update their analysis of uncollectible accounts on an annual basis after reviewing the analysis of loans and making appropriate collection efforts to ensure that the estimated loss from uncollectible loan receivables is reflected on the balance sheet.

Status

Not implemented. See current year finding 2022-003.

Finding 2021-004: Cash and Bank Reconciliations (Material Weakness - Repeat Finding)

Condition

- There was a failure to accurately and timely perform monthly bank reconciliations for the June 30, 2021 fiscal year. Bank reconciliations were delayed approximately 7-10 months from each month-end and were ultimately completed in April 2022.
- Upon review of the June 30, 2021 year-end bank reconciliation, we noted approximately \$1.7 million in outstanding other reconciling items that should have been recorded to accounts receivable.
- The City had various funds with negative cash balances indicating that other funds' had paid for expenditures. See finding 2021-002.

Recommendation

We recommend the City review their cash and investment reconciliation procedures to ensure timely and accurate completion. Cash and investment reconciliations review should include tests of mechanical accuracy and tracing of items on the reconciliation to relevant source documents.

Status

Not implemented. See current year finding 2022-004.

**CITY OF HOLLISTER
SCHEDULE OF PRIOR YEAR FINDINGS (CONTINUED)
JUNE 30, 2022**

Finding 2021-005: Schedule of Expenditures of Federal Awards (Significant Deficiency)

Condition

The initial schedule of expenditures of federal awards provided to the auditors contained numerous errors.

Recommendation

See recommendation for 2021-002. In addition, the City should establish proper internal controls to ensure that amounts claimed per each Federal award are complete and accurate.

Status

Not implemented. See current year finding 2022-006.

Finding 2021-006: Financial Reporting Timeliness (Uniform Guidance Compliance)

Condition

The 2021 Single Audit reporting package and data collection form were not submitted to the Federal Audit Clearinghouse by the deadline.

Recommendation

As noted in 2021-001, we recommend the City strive to close the year-end with properly prepared reconciliations within 3-4 months after year-end in order to complete the annual financial audit timely.

Status

Not implemented. See current year finding 2022-008.

**CITY OF HOLLISTER
APPROPRIATIONS LIMIT CALCULATION
AS OF JUNE 30, 2022**

**MUN CPAs, LLP
1760 CREEKSIDE OAKS DRIVE, SUITE 160
SACRAMENTO, CA 95833**



INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the City Council of
the City of Hollister
Hollister, California

We have performed the procedures enumerated below to the accompanying Appropriations Limit Calculation of the City of Hollister (the City) for the year ended June 30, 2022. The City's management is responsible for the Appropriations Limit Calculation.

The City of Hollister, has agreed to and acknowledge that the procedures performed are appropriate to meet the intended purpose of meeting the requirements of Section 1.5 of Article XIII B of the California Constitution. Additionally, the League of California Cities (as presented in the publication entitled Agreed-upon Procedures Applied to Appropriations Limitation Prescribed by Article XIII-B of the California Constitution) has agreed to and acknowledged that the procedures performed are appropriate for its purpose. The report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and findings are as follows:

1. We obtained the completed internal calculations and compared the limit and annual adjustment factors included in those calculations to the limit and annual adjustment factors that were adopted by a resolution of the City Council. We compared the population and inflation options included in the aforementioned calculations to those that were selected by a recorded vote of the City Council.

Finding: No exceptions were noted as a result of our procedures.

2. For the Appropriations Limit Calculation, we added June 30, 2021's appropriations limit to the annual permitted adjustments and agreed the resulting amount to the June 30, 2022 appropriations limit.

Finding: No exceptions were noted as a result of our procedures.

3. We compared current year information presented in the appropriations limit calculation to supporting worksheets.

Finding: No exceptions were noted as a result of our procedures.

4. We compared the June 30, 2021 appropriations limit presented in the appropriations limit calculation to the prior year appropriations limit adopted by the City Council during the prior year.

Finding: No exceptions were noted as a result of our procedures.

We were engaged by the City to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the Appropriations Limit Calculation. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

No procedures have been performed with respect to the determination of the appropriations limit for the base year, as defined by Article XIII B of the California Constitution.

This report is intended solely for the information and use of the specified users listed above and is not intended to be used by anyone other than those specified parties. However, this report is a matter of public record and its distribution is not limited.

AMUN CPAs, LLP

Sacramento, California
December 10, 2025

CITY OF HOLLISTER
APPROPRIATIONS LIMIT CALCULATION
JUNE 30, 2022

	<u>Amount</u>	<u>Source</u>
A. Prior year's appropriations limit (at June 30, 2021)	\$ <u>21,113,591</u>	
B. Adjustment factors for the current fiscal year:		
1. Population change	1.0166	* State Finance
2. Inflation (per capita personal income change)	<u>1.0573</u>	* State Finance
Total adjustment	<u>1.0749</u>	* B1 x B2
C. Annual adjustment	1,580,377	A x (B -1)
D. Other Adjustments		
Lost responsibility (-)	-	
Transfer to fees (-)	-	
Assumed responsibility (+)	<u>-</u>	
	<u>-</u>	
E. Total adjustments	<u>1,580,377</u>	C + D
F. Current year's appropriations limit (at June 30, 2022)	\$ <u><u>22,693,968</u></u>	A + E

* Rounded to the nearest ten thousandth