

Imperial County Local Transportation Authority

El Centro, California

Annual Financial and Compliance Report

For the Fiscal Year Ended June 30, 2024

Imperial County Local Transportation Authority

Table of Contents

	<u>Page</u>
Independent Auditors' Report on Financial Statements	1
Management's Discussion and Analysis (Required Supplementary Information) (Unaudited)	7
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position.....	15
Statement of Activities	16
Governmental Funds Financial Statements:	
Balance Sheet	19
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position	20
Statement of Revenues, Expenditures and Changes in Fund Balances	21
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Governmental Wide Statement of Activities	22
Notes to the Basic Financial Statements.....	25
Supplementary Information:	
Schedule 1 – Cash with Fiscal Agent.....	39
Schedule 2 – Transit Service Project Expenses.....	40
Schedule 3 – Annual Allocations to Local Member	40
Schedule 4 – Bond Principal Payments.....	40
Schedule 5 – Bond Interest Expenditures.....	40
Other Information (Unaudited):	
Five-Year Program of Projects.....	43
Independent Auditors' 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 and Measure D Compliance Requirements	57
Schedule of Findings	59

This page intentionally left blank.



INDEPENDENT AUDITORS' REPORT



To the Board of Directors
of Imperial County Local Transportation Authority
El Centro, California

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of the Imperial County Local Transportation Authority (the "Authority"), as of and for the year ended June 30, 2024, and the related notes to the basic financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Authority as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Authority, and to meet our other ethical responsibilities, in accordance with the 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 audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, 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 amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Authority's basic financial statements. The schedules of Cash with Fiscal Agent; Transit Service Project Expenses; Annual Allocations to Local Members; Bond Principal Payments; and Bond Interest Expenditures, are presented for purposes of additional analysis and are 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the following schedules but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon:

- 1) Five-Year Program of Projects

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 26, 2025 on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Authority's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "The PwC Group, LLP". The signature is written in a cursive, flowing style.

San Diego, California
March 26, 2025

This page intentionally left blank.

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited)

This page intentionally left blank.



Imperial County Local Transportation Authority

1503 N. Imperial Ave., Suite 104, El Centro, CA, 92243
Phone: 760-592-4494 | Fax: 760-592-4410

**Management’s Discussion & Analysis
Required Supplementary Information
(Unaudited)
June 30, 2024**

The following section of the annual financial report of the Imperial County Local Transportation Authority (the “Authority”) includes an overview and analysis of the Authority’s financial position and activities for the years ended June 30, 2024 and 2023. The discussion and analysis, as well as the basic financial statements which it accompanies, is the responsibility of the management of the Authority.

Introduction to the Basic Financial Statements

This annual report consists of a series of financial statements, prepared in accordance with generally accepted accounting principles in the United States; such report has been designed to improve the usefulness of the report to the primary users of these basic financial statements.

Government-wide Financial Statements. The government-wide financial statements are designed to provide information about the financial activities of the Authority as a whole and present a longer view of the Authority’s finances, similar to private-sector businesses.

The government-wide financial statements are presented using the *economic resources* measurement focus and the full accrual basis of accounting. The Authority’s government-wide financial statements include a Statement of Net Position and a Statement of Activities. The notes to the basic financial statements section supports these statements. All sections must be considered together to obtain a complete understanding of the financial position and results of operations of the Authority.

Statement of Net Position – The Statement of Net Position provides information on all assets and liabilities of the Authority, with the difference presented as net position. Over time, changes to the Authority’s net position may serve as one indicator of whether the financial position of the Authority is improving or deteriorating. Additional factors such as changes in the Authority’s revenue receipt pattern need to be considered in assessing the overall health of the Authority.

Statement of Activities – This provides information showing how the Authority’s net position changed during the fiscal year. The changes in net position are reported when revenues are earned and expenses are incurred, regardless of the timing of related cash flows.

Fund Financial Statements. The Authority establishes funds as a grouping of related accounts to maintain control over resources that have been segregated for specific activities or objectives. The Authority, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Additionally, some funds are required to be established by State law and by bond covenants.

**Imperial County Local Transportation Authority
Management's Discussion & Analysis (Unaudited) (Continued)
For the Year Ended June 30, 2024**

The Authority has four (4) major governmental funds, the General Fund, the State Highway Fund, the Transit Services Fund, and the Debt Service Fund. The Fund financial statements consist of the Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balances.

Financial Position Information

The following financial information provided an overview of the Authority's financial position as of June 30, 2024 and 2023.

	2024	2023
Assets		
Cash and investments	\$ 7,080,737	\$ 6,970,013
Cash and investments with fiscal agent	6,675,502	6,518,383
Sales tax receivable	64,100	3,832,157
Due from other governments	8,178,940	4,000,902
Interest receivable	80,948	50,418
Prepaid bond insurance	54,460	58,350
Total Assets	22,134,687	21,430,223
Liabilities		
Accounts payable	30,995	7,518
Due to member agencies	1,796,830	1,566,050
Interest payable	138,903	148,924
Long-term liabilities		
Due within one year	2,510,000	2,849,227
Due in more than one year	37,348,996	39,858,996
Total liabilities	41,825,724	44,430,715
Net Position		
Restricted for:		
Capital projects	2,888,867	2,733,781
Debt service	3,804,586	8,427,692
State highway	8,360,892	841,905
Transit services	1,023,748	3,784,601
Unrestricted (deficit)	(35,769,130)	(38,788,471)
Total Net Position	\$ (19,691,037)	\$ (23,000,492)

(a) Net Position

The liabilities of the Authority exceeded its assets at the close of fiscal year (FY) 2024 by \$19,691,037 (Deficit Net Position). The deficit was the result of bond debt service.

(b) Liabilities

Liabilities decreased in FY 2024 by \$2,604,991. The decrease was primarily due to debt service payments made by the Authority during the year offset by an increase in the amount of due to member agencies. The interest payable had a decrease of \$10,021 from the prior year.

**Imperial County Local Transportation Authority
Management's Discussion & Analysis (Unaudited) (Continued)
For the Year Ended June 30, 2024**

Summary of Operations and Changes in Net Position

The Authority's net deficit decreased during FY 2024 by \$2,927,839 and decreased by \$3,625,354 during FY 2023. The tables below summarize the Authority's activities for the fiscal years ended June 30, 2024 and 2023:

	2024	2023
Revenues		
Measure D sales tax	\$ 26,255,571	\$ 20,850,769
Interest	410,986	262,377
Total revenues	26,666,557	21,113,146
Expenses		
Payments to member agencies	18,077,158	15,170,824
Capital projects	4,054,843	630,853
Interest and other charges on long-term debt	1,332,840	1,462,923
Administration	273,878	223,192
Total expenses	23,738,719	17,487,792
Change in net position	2,927,838	3,625,354
Net position (deficit) - beginning of year, as previously reported	(23,000,492)	(26,625,846)
Restatement (Note 9)	381,617	-
Net position (deficit) - beginning of year, as restated	(22,618,875)	(26,625,846)
Net position (deficit) - end of year	\$ (19,691,037)	\$ (23,000,492)

(c) Revenues

In FY 2024, revenues showed a 26%, or \$5,553,411, increase compared to 2023. This was due to increased Measure D sales tax revenues resulting from increased business activities.

(d) Expenses

These consist of expenses for capital projects, revenue allocations to members, administration and bond-related expenses. During the year 2024, expenses increased by 36%, or \$6,250,926. The increase was primarily attributed to the increase in capital projects expenses and payments to member agencies.

**Imperial County Local Transportation Authority
Management’s Discussion & Analysis (Unaudited) (Continued)
For the Year Ended June 30, 2024**

Long-term Debt - On May 1, 2012, the Authority issued \$53,975,000 of Sales Tax Revenue Bonds which are secured by a pledge of all the Authority’s sales tax revenues allocated to the County of Imperial, and Cities of Brawley, Calexico, Calipatria, and Imperial. Interest on the Series 2012 Bond is payable semiannually on June 1 and December 1 beginning on December 1, 2012, with rates ranging from 3.00 to 5.00 percent per annum. The annual principal requirements are from \$1,745,000 to \$3,855,000 with a final maturity on June 1, 2032.

On September 13, 2018, the Authority issued \$16,765,000 of 2018 Sales Tax Revenue Bonds which are secured by a pledge of all ICLTA sales tax revenues allocated to the Cities of Calexico, Calipatria, and Holtville. Interest on the Series 2018 Bonds is payable semiannually on June 1 and December 1 beginning on June 1, 2019 with rates ranging from 3.25 to 5.00 percent per annum. The annual principal requirements range from \$250,000 to \$2,190,000. The bonds mature on June 1, 2038.

On March 8, 2022, the Authority issued \$25,165,000 of Sales Tax Revenue Bonds, which are secured by a pledge of all the Authority’s sales tax revenues allocated to the County of Imperial, and Cities of Brawley, Calexico, Calipatria, and Imperial, to defease and redeem the remaining balance of the Series 2012 Bonds. Interest on the Series 2022 Bond is payable semiannually on June 1 and December 1 beginning on June 1, 2022, with rates of 5.00 percent per annum. The annual principal requirements are from \$1,995,000 to \$3,110,000 with a final maturity on June 1, 2032.

At the end of the fiscal year, the Authority had total bonds outstanding of \$39,858,996.

Table 1 – Imperial County Local Transportation Authority’s Outstanding Debt

	Balance June 30, 2023	Additions	Reductions	Balance June 30, 2024
2018 Sales tax revenue bonds	\$ 15,260,000	\$ -	\$ (300,000)	\$ 14,960,000
Unamortized premium	700,463	-	(46,698)	653,765
2022 Sales tax revenue bonds	23,170,000	-	(2,105,000)	21,065,000
Unamortized premium	3,577,760	-	(397,529)	3,180,231
	<u>\$ 42,708,223</u>	<u>\$ -</u>	<u>\$ (2,849,227)</u>	<u>\$ 39,858,996</u>

Requests for Information

This fiscal report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the Authority’s finances and to show the Authority’s accountability for the money it receives. If you have any questions about this report or need additional financial information, you may reach Imperial County Transportation Commission, at (760) 592-4494.

BASIC FINANCIAL STATEMENTS

This page intentionally left blank.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

This page intentionally left blank.

Imperial County Local Transportation Authority
Statement of Net Position
June 30, 2024

	Governmental Activities
ASSETS	
Cash and investments	\$ 7,080,737
Cash and investments with fiscal agent	6,675,502
Sales tax receivable	64,100
Due from other governments	8,178,940
Interest receivable	80,948
Prepaid bond insurance	54,460
Total assets	22,134,687
LIABILITIES	
Accounts payable	30,995
Due to member agencies	1,796,830
Interest payable	138,903
Long-term debt:	
Due within one year	2,510,000
Due in more than one year	37,348,996
Total liabilities	41,825,724
NET POSITION	
Restricted for:	
Capital projects	2,888,867
Debt service	3,804,586
State highway	8,360,892
Transit services	1,023,748
Unrestricted (deficit)	(35,769,130)
Total net position	\$ (19,691,037)

Imperial County Local Transportation Authority
Statement of Activities
For the Year Ended June 30, 2024

Functions/Programs	Expenses	Net (Expenses) Revenues and Changes in Net Position
Governmental activities:		Governmental Activities
Transportation:		
Payments to member agencies	\$ 18,077,158	\$ (18,077,158)
Capital projects	4,054,843	(4,054,843)
Administration	273,878	(273,878)
Interest and other charges on long-term debt	1,332,840	(1,332,840)
Total Governmental Activities	23,738,719	(23,738,719)
General revenues:		
Measure D sales tax		26,255,571
Interest		410,986
Total general revenues		26,666,557
Change in net position		2,927,838
Net position (deficit):		
Beginning of year, as previously reported		(23,000,492)
Restatement (Note 9)		381,617
Beginning of year, as restated		(22,618,875)
End of year		\$ (19,691,037)

GOVERNMENTAL FUNDS FINANCIAL STATEMENTS

This page intentionally left blank.

Imperial County Local Transportation Authority
Balance Sheet
Governmental Funds
June 30, 2024

	General	State Highway	Transit Services	Debt Service	Total
ASSETS					
Cash and investments	\$ 1,832,325	\$ 4,233,318	\$ 1,015,094	\$ -	\$ 7,080,737
Cash and investments with fiscal agents	2,888,867	-	-	3,786,635	6,675,502
Sales tax receivable	64,100	-	-	-	64,100
Due from other governments	4,067,678	4,111,262	-	-	8,178,940
Interest receivable	34,188	38,106	8,654	-	80,948
Total assets	\$ 8,887,158	\$ 8,382,686	\$ 1,023,748	\$ 3,786,635	\$ 22,080,227
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 9,201	\$ 21,794	\$ -	\$ -	\$ 30,995
Due to member agencies	1,796,830	-	-	-	1,796,830
Total liabilities	1,806,031	21,794	-	-	1,827,825
Fund balances:					
Restricted for:					
Capital projects	2,888,867	-	-	-	2,888,867
State highway	-	8,360,892	-	-	8,360,892
Transit services	-	-	1,023,748	-	1,023,748
Debt service	17,951	-	-	3,786,635	3,804,586
Unassigned	4,174,309	-	-	-	4,174,309
Total fund balances	7,081,127	8,360,892	1,023,748	3,786,635	20,252,402
Total liabilities and fund balances	\$ 8,887,158	\$ 8,382,686	\$ 1,023,748	\$ 3,786,635	\$ 22,080,227

Imperial County Local Transportation Authority
Reconciliation of the Governmental Funds Balance Sheet to the
Government-wide Statement of Net Position
June 30, 2024

Fund Balances of Governmental Funds:		<u>\$ 20,252,402</u>
Amounts reported for governmental activities in the Statement of Net Position were reported differently because:		
Long-term liabilities applicable to ICLTA's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities both current and long-term, are reported in the Statement of Net Position.		
Bonds payable	\$ (36,025,000)	
Unamortized premium on bond payable	<u>(3,833,996)</u>	(39,858,996)
Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in the governmental funds.		
		(138,903)
Prepaid bond insurance used in governmental activities is not a financial resource and therefore is not reported in the governmental funds.		
		<u>54,460</u>
Net position (deficit) of Governmental Activities		<u><u>\$ (19,691,037)</u></u>

Imperial County Local Transportation Authority
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2024

	General	State Highway	Transit Services	Debt Service	Total
Revenues:					
Sales taxes	\$ 24,555,834	\$ 1,214,098	\$ 485,639	\$ -	\$ 26,255,571
County pool interest	76,246	139,354	28,840	-	244,440
Cash with fiscal agent interest	166,546	-	-	-	166,546
Total revenues	24,798,626	1,353,452	514,479	-	26,666,557
Expenditures:					
Payment to member agencies	18,077,158	-	-	-	18,077,158
Administration	273,878	-	-	-	273,878
Capital projects	1,909,938	1,891,015	250,000	-	4,050,953
Debt service:					
Principal payments on bonds	-	-	-	2,405,000	2,405,000
Interest payments on bonds	-	-	-	1,787,088	1,787,088
Total expenditures	20,260,974	1,891,015	250,000	4,192,088	26,594,077
Revenues Over (Under) Expenditures	4,537,652	(537,563)	264,479	(4,192,088)	72,480
Other financing sources (uses):					
Transfers in	-	-	-	4,104,180	4,104,180
Transfers (out)	(4,104,180)	-	-	-	(4,104,180)
Total other financing sources (uses)	(4,104,180)	-	-	4,104,180	-
Changes in Fund Balances	433,472	(537,563)	264,479	(87,908)	72,480
Fund balances:					
Beginning of year, as previously reported	6,754,219	8,427,692	841,905	3,774,489	19,798,305
Restatement (Note 9)	(106,564)	470,763	(82,636)	100,054	381,617
Beginning of year, as restated	6,647,655	8,898,455	759,269	3,874,543	20,179,922
End of year	<u>\$ 7,081,127</u>	<u>\$ 8,360,892</u>	<u>\$ 1,023,748</u>	<u>\$ 3,786,635</u>	<u>\$ 20,252,402</u>

Imperial County Local Transportation Authority
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes
in Fund Balances to the Government-Wide Statement of Activities
For the Year Ended June 30, 2024

Net Change in Fund Balances - Total Governmental Funds:	\$	72,480
Governmental activities in the Statement of Activities were reported differently because:		
Principal repayment on long-term debt is not an expense in the Statement of Activities, but is considered an expenditure in governmental funds.		2,405,000
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:		
Amortization of bond premium	444,227	
Amortization of prepaid bond insurance	(3,890)	
Change in accrued interest payable	10,021	450,358
Change in Net Position of Governmental Activities	\$	<u><u>2,927,838</u></u>

NOTES TO THE BASIC FINANCIAL STATEMENTS

This page intentionally left blank.

Imperial County Local Transportation Authority
Notes to the Basic Financial Statements
For the Year Ended June 30, 2024

Note 1 – Reporting Entity

The Imperial County Local Transportation Authority (the “Authority”) was created to implement the Imperial County Local Transportation Authority Retail Transactions and Use Tax Ordinance, adopted by the electorate on November 4, 2008. The tax is imposed in accordance with the provisions of Part 1.6 (commencing with Section 7251) of Division of the Revenue and Taxation Code and Division 19 of the Public Utilities Code (Code Section 180000). The primary purpose of this ordinance was to enact a one-half of one percent retail transactions and use tax for a period of forty years. The proceeds of this tax would be allocated to the County of Imperial and cities in the county for local street and road purposes. Also, a portion of the revenues would be used for administration, transit services and possibly state highway purposes.

Funds that are generated by implementation of the Imperial County Local Transportation Authority Retail Transactions and Use Tax Ordinance are intended to supplement and not to replace existing local revenues used for transportation purposes.

The Authority consists of the following member agencies:

1. City of Brawley
2. City of Calexico
3. City of Calipatria
4. City of El Centro
5. City of Holtville
6. City of Imperial
7. City of Westmorland
8. County of Imperial

The members of the Board of the Authority consist of one member of the City Council of each incorporated city of the Imperial County and two members of the Board of Supervisors of Imperial County. The members serve staggered terms with no term greater than a four-year period. The chairman and vice-chairman of the Board of the Authority are elected annually in June.

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation

Financial statement presentation follows the recommendations promulgated by the Governmental Accounting Standards Board (“GASB”) commonly referred to as accounting principles generally accepted in the United States of America (“U.S. GAAP”). GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting standards.

The Authority’s basic financial statements consist of government-wide financial statements, including a statement of net position and a statement of activities, and governmental fund financial statements which provide a more detailed level of financial information.

Government-Wide Financial Statements

The statement of net position and the statement of activities report information on all of the Authority. The effect of significant interfund activity has been removed from these statements. The Authority provides only governmental activities which are supported by sales taxes.

Imperial County Local Transportation Authority
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2024

Note 2 – Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

Government-Wide Financial Statements (Continued)

The statement of activities demonstrates the degree to which the Authority program expenses are offset by program revenues. Program expenses include direct expenses clearly identifiable with Ordinance No. 1-2008. Interest expense related to the sales tax revenue bonds is reported as a direct expense of the program. The borrowings are considered essential to the creation or continuing existence of the program. For the year ended June 30, 2024, interest expense of \$1,332,840 was included in program costs. Taxes and interest earned are reported as general revenues.

Fund Financial Statements

The fund financial statements provide information about the Authority's governmental funds. The Authority considers all of its Ordinance No. 1-2008 funds as major governmental funds. They are comprised of the following:

General Fund – This fund is the general operating fund for the authority and accounts for revenues received and expenditures made for the implementation of the Imperial County Local Transportation Authority Retail Transaction and Use Tax. Financing is provided by a one-half-percent sales and use tax assessed for 40 years as adopted by the electorate on November 4, 2008. Ordinance No. 1-2008 requires the sales and use tax revenues only be expended on projects included in the ordinance.

State Highway Fund – This capital projects fund accounts for resources accumulated and payments made on state highway projects authorized by Ordinance 1-2008.

Transit Services Fund – This capital projects fund accounts for resources accumulated and payments made on transit services projects authorized by Ordinance 1-2008.

Debt Service Fund – This fund accounts for the resources accumulated and payments made for principal and interest on long-term debt of the Authority.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the “*economic resources*” measurement focus and the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the “*current financial resources*” measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Authority considers revenues to be available if they are collected within 90 days of the end of the fiscal period. Expenditures generally are recorded when a liability is incurred; however, principal and interest expenditures on long-term debt of governmental funds are recorded only when payment is due.

Imperial County Local Transportation Authority
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2024

Note 2 – Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Those revenues susceptible to accrual are sales taxes collected and held by the state at year- end on behalf of the Authority, intergovernmental revenues and interest revenue. In applying the susceptible-to-accrual concept to intergovernmental revenues, there are essentially two types of revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Authority; therefore, revenues are recognized based upon the expenditures incurred. In the other, monies are virtually unrestricted and are usually revocable only for failure to comply with prescribed requirements. These resources are reflected as revenues at the time of receipt, or earlier if the susceptible-to-accrual criteria are met.

Cash and Investments

The Authority maintains cash and investments in the Imperial County Investment Pool (ICIP). The ICIP is an external investment pool, is not rated and is not registered with the Securities Exchange Commission (SEC). These pooled funds are carried at costs which approximates fair value. Interest earned is deposited quarterly into participating funds. For further information regarding the ICIP refer to the County of Imperial general purpose financial statements. Proceeds from the sale of bonds and amounts held for the repayment of principal and interest is held by a third-party fiscal agent. Funds held by the third-party fiscal agent are reported at fair value.

Fair Value Measurements

U.S. GAAP defines fair value, establishes a framework for measuring fair value and establishes disclosures about fair value measurement. Investments, unless otherwise specified, recorded at fair value in the Statements of Net Position, are categorized based upon the level of judgment associated with the inputs used to measure their fair value. Levels of inputs are as follows:

- Level 1 — Inputs are unadjusted, quoted prices for identical assets and liabilities in active markets at the measurement date.
- Level 2 — Inputs, other than quoted prices included in Level 1, that are observable for the asset or liability through corroboration with market data at the measurement date.
- Level 3 — Unobservable inputs that reflect management's best estimate of what market participants would use in pricing the asset or liability at the measurement date.

Interfund Transactions

During the course of operations, numerous transactions occur between individual funds involving goods provided or services rendered and transfers of revenues from funds authorized to receive the revenue to funds authorized to expend it. Outstanding interfund balances are reported as due to/from other funds at the governmental fund level.

Long-Term Debt

In the government-wide financial statements, long-term debt is reported as a liability in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight- line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium. Bond issuance costs, except any portion related to prepaid bond insurance costs, are recognized as an expense in the period incurred. Prepaid bond insurance costs are reported as an asset and recognized as an expense using the straight-line method over the duration of the related debt.

Imperial County Local Transportation Authority
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2024

Note 2 – Summary of Significant Accounting Policies (Continued)

Long-Term Debt (Continued)

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

Fund Balances

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Authority is bound to honor constraints on the specific purposes for which amounts can be spent. The classifications include: nonspendable, restricted; and the unrestricted classifications of committed, assigned and unassigned. When both restricted and unrestricted resources are available for use, fund balance is generally depleted by restricted resources first, followed by unrestricted resources in the following order: committed, assigned and unassigned. The fund balance classifications are defined as follows:

Nonspendable – amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The Authority had no nonspendable fund balance at June 30, 2024.

Restricted – amounts which constraints placed on their use that are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulation of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. Fund balances used in the governmental fund financial statements are restricted as follows:

Capital Projects – Amount of bond proceeds which can only be used for capital projects.

State Highway – Cash held and receivables for state highway improvements projects.

Transit Services – Cash and receivables held for transit projects, programs and services.

Debt Service – Cash held by the third-party fiscal agent for future payments of principal and interest.

Committed – amounts that can only be used for specific purpose pursuant to constraints imposed by formal action of the Board of the Authority. The Board of the Authority may establish fund balance commitments by formal action. Those committed amounts cannot be used for any other purpose unless the Authority removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The Authority had no committed fund balance at June 30, 2024.

Assigned – amounts that are constrained by the Authority’s intent to be used for specific purposes, but are neither restricted nor committed. Intent should be expressed by the highest level of decision-making authority (the Board of the Authority), or by a body or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes. The Authority had no assigned fund balance at June 30, 2024.

Unassigned – the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

Imperial County Local Transportation Authority
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2024

Note 2 – Summary of Significant Accounting Policies (Continued)

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures during the reporting period. As such, actual results could differ from those estimates.

Implementation of New GASB Pronouncements

In June 2022, GASB issued Statement No. 100, *Accounting Changes and Error Corrections – an Amendment of GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. Application of this statement did not have a significant effect on the Authority’s financial reporting for the fiscal year ended June 30, 2024.

Upcoming GASB Pronouncements

The Authority is currently evaluating its accounting practices to determine the potential impact on the financial statements for the following GASB Statements:

- In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Application of this statement is effective for the Authority’s fiscal year ending June 30, 2025.
- In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact to have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. Application of this statement is effective for the Authority’s fiscal year ending June 30, 2025.
- In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. Application of this statement is effective for the Authority’s fiscal year ending June 30, 2026.
- In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. Application of this statement is effective for the Authority’s fiscal year ending June 30, 2026.

Imperial County Local Transportation Authority
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2024

Note 3 – Cash and Investments

Cash and investments are reported in the basic financial statements as follows:

Cash and investments	\$ 7,080,737
Cash and investments with fiscal agent	<u>6,675,502</u>
Total cash and investments	<u><u>\$ 13,756,239</u></u>

Cash and investments are comprised of the following at June 30, 2024:

Imperial County Investment Pool (ICIP)	\$ 7,080,737
With third party fiscal agent	<u>6,675,502</u>
Total cash and investments	<u><u>\$ 13,756,239</u></u>

At June 30, 2024, cash and investments are reported at fair value based on quoted market prices, where available. The following table represents the fair value measurements of investments in the accompanying Statement of Net Position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at June 30, 2024:

Authorized Investment Type	Fair Value	Percentage of Portfolio	Measurement Input
Imperial County Investment Pool	\$ 7,080,737	51%	Uncategorized
Money market fund	<u>6,675,502</u>	49%	Uncategorized
	<u><u>\$ 13,756,239</u></u>		

Authorized Investments

Investments of debt proceeds held by the bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code. The table below identifies the investments types that are authorized for investments held by bond trustee.

Authorized Investment Type	Maximum Maturity	Percentage of Portfolio	Maximum Investment in One Issuer
Money Market Fund	N/A	100%	None

Money market funds of \$6,675,502 were held as of June 30, 2024. The investment in money market funds is valued based on amortized cost.

Custodial Credit Risk

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

Imperial County Local Transportation Authority
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2024

Note 3 – Cash and Investments (Continued)

Custodial Credit Risk (Continued)

The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Authority's investment policy requires that a third-party bank custody department hold all securities owned by the Authority. All trades are settled on a delivery versus payment basis through the Authority's safekeeping agent.

Investment in Imperial County Investment Pool

The Authority maintains cash and investments in the Imperial County Investment Pool (ICIP). The ICIP is an external investment pool, is not rated and is not registered with the Securities Exchange Commission (SEC). The ICIP investments are authorized by the California Government Code 53635. At June 30, 2024 the weighted average to maturity is 672 days. Deposits and withdrawals in the ICIP and money market funds are made on the basis of \$1 and not fair value. Accordingly, the Authority's investment in the ICIP is measured based on uncategorized inputs not defined as a Level 1, Level 2 or Level 3 input. At June 30, 2024, the Authority had \$7,080,737 in the ICIP.

Information related to the ICIP may be obtained from the County of Imperial at the County Administration Center at 940 Main Street, El Centro, California 92243.

Note 4 – Receivables

Sales Tax Receivable and due from other governments represent amounts due to the Authority from the California Department of Tax and Fee Administration for sales tax revenues and Measure D allocations. The amount due to the Authority was \$64,100 and \$8,178,940, respectively, as of June 30, 2024.

Note 5 – Due to Member Agencies

Amounts due to member agencies for \$1,796,830 represent portions of the Measure D sales tax allocations that had been allocated, but not yet paid to a member agency as of June 30, 2024.

Note 6 – Interfund Transfers

The Authority transferred \$4,104,180 for the year ended June 30, 2024, from the General Fund to the Debt Service Fund to meet debt service payment requirements.

Imperial County Local Transportation Authority
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2024

Note 7 – Bonds Payable

A summary of the changes in bonds payable for the fiscal year ended June 30, 2024 is as follows:

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024	Due within One Year	Due in More Than One Year
2018 Sales Tax Revenue Bonds	\$ 15,260,000	\$ -	\$ (300,000)	\$ 14,960,000	\$ 315,000	\$ 14,645,000
Unamortized bond premium	700,463	-	(46,698)	653,765	-	653,765
2022 Sales Tax Revenue Bonds	23,170,000	-	(2,105,000)	21,065,000	2,195,000	18,870,000
Unamortized bond premium	3,577,760	-	(397,529)	3,180,231	-	3,180,231
Total long-term debt	\$ 42,708,223	\$ -	\$ (2,849,227)	\$ 39,858,996	\$ 2,510,000	\$ 37,348,996

2018 Sales Tax Revenue Bonds

On September 13, 2018, the Authority issued \$16,765,000 of 2018 Sales Tax Revenue Bonds which are secured by a pledge of all ICLTA sales tax revenues allocated to the Cities of Calexico, Calipatria, and Holtville. Interest on the Series 2018 Bonds is payable semiannually on June 1 and December 1 beginning on June 1, 2019 with rates ranging from 3.25 to 5.00 percent per annum. The annual principal requirements range from \$250,000 to \$2,190,000. The bonds mature on June 1, 2038.

Annual debt service requirements on the 2018 Sales Tax Revenue Bonds as of June 30, 2024, are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 315,000	\$ 613,587	\$ 928,587
2026	325,000	597,837	922,837
2027	345,000	581,587	926,587
2028	360,000	564,337	924,337
2029	380,000	546,338	926,338
2030-2034	4,955,000	2,385,206	7,340,206
2035-2038	8,280,000	826,431	9,106,431
Total	\$ 14,960,000	\$ 6,115,323	\$ 21,075,323

Unamortized Bond Premium

On September 13, 2018, the Authority issued \$16,765,000 of 2018 Sales Tax Revenue Bonds which are secured by a pledge of all ICLTA sales tax revenues allocated to the Cities of Calexico, Calipatria, and Holtville. These bonds were sold at a total premium of \$922,277. The premium is amortized throughout the twenty-year term of the bond at a combined monthly rate of \$3,891. As of June 30, 2024, the unamortized bond premium was \$653,765.

Imperial County Local Transportation Authority
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2024

Note 7 – Bonds Payable (Continued)

2018 Sales Tax Revenue Bonds (Continued)

Pledged Revenue

The 2018 Revenue Bonds outstanding are secured by the pledge of certain revenues. For the year ended June 30, 2024, debt service payments as a percentage of the pledged gross revenue net of the local fair share program and other expenses as required by the debt agreement, are indicated in the following table:

Description of Pledged Revenue	Annual Amount of Net Pledged Revenue	Annual Debt Service Payments	Pledged Revenue Coverage
Ordinance 1-2008 Sales Tax Revenue	\$ 26,255,571	\$ 928,587	28.27

2012 and 2022 Sales Tax Revenue Bonds

On May 1, 2012, the Authority issued \$53,975,000 of 2012 Sales Tax Revenue Bonds which are secured by a pledge of all ICLTA sales tax revenues allocated to the County of Imperial and the Cities of Brawley, Calexico, Calipatria, and Imperial. Interest on the Series 2012 Bonds is payable semiannually on June 1 and December 1 beginning on December 1, 2012 with rates ranging from 3.00 to 4.00 percent per annum. The annual principal requirements range from \$1,745,000 to \$3,855,000. The bonds mature on June 1, 2032.

On March 8, 2022, the Authority issued \$25,165,000 of Sales Tax Revenue Bonds, which are secured by a pledge of all the Authority's sales tax revenues allocated to the County of Imperial, and Cities of Brawley, Calexico, Calipatria, and Imperial, to defease and redeem the remaining balance of the 2012 Bonds. Interest on the Series 2022 bond is payable semiannually on June 1 and December 1 beginning on June 1, 2022, with rates of 5.00 percent per annum. The annual principal requirements are from \$1,995,000 to \$3,110,000 with a final maturity on June 1, 2032.

The refunded balance of the 2012 Sales Tax Revenue Bonds were allocated as follows:

2012 City of Brawley	\$ 5,240,000
2012 City of Calexico	9,890,000
2012 City of Calipatria	1,475,000
2012 City of Imperial	3,965,000
2012 County of Imperial	14,060,000
Payment to refunded bond escrow agent	\$ 34,630,000

The net proceeds of \$29,239,671 (after payment of \$805,075 in purchaser's fees, surety, and other issuance costs) plus an additional \$6,948,597 of 2022 bond reserve fund monies were deposited with an escrow agent to provide for all future debt service payments on the 2012 Bonds. As a result, the 2012 Bonds are considered to be defeased and the liability for those bonds has been removed from the Authority's long-term debt.

The Authority advance refunded the 2012 Bonds to reduce its total debt service payments over the next 10 years by \$1,558,268 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$5,879,456.

Imperial County Local Transportation Authority
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2024

Note 7 – Bonds Payable (Continued)

2012 and 2022 Sales Tax Revenue Bonds (Continued)

Annual debt service requirements on the 2022 Sales Tax Revenue Bonds as of June 30, 2024, are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 2,195,000	\$ 1,053,250	\$ 3,248,250
2026	2,315,000	943,500	3,258,500
2027	2,435,000	827,750	3,262,750
2028	2,565,000	706,000	3,271,000
2029	2,675,000	577,750	3,252,750
2030-2032	8,880,000	902,750	9,782,750
Total	<u>\$ 21,065,000</u>	<u>\$ 5,011,000</u>	<u>\$ 26,076,000</u>

Unamortized Bond Premium

The 2022 Sales Tax Revenue Bonds were sold at a total premium of \$4,074,671. The premium is amortized throughout the ten-year term of the bond at a combined monthly amount of \$33,127. As of June 30, 2024, the unamortized bond premium was \$3,180,231.

Pledged Revenue

The 2022 Revenue Bonds outstanding are secured by the pledge of certain revenues. For the year ended June 30, 2024, debt service payments as a percentage of the pledged gross revenue net of the local fair share program and other expenses as required by the debt agreement, are indicated in the following table:

Description of Pledged Revenue	Annual Amount of Net Pledged Revenue	Annual Debt Service Payments	Pledged Revenue Coverage
Ordinance 1-2008 Sales Tax Revenue	\$ 26,255,571	\$ 3,263,500	8.05

Note 8 – Government-Wide Net Position Deficits

The unrestricted net position deficit of \$(35,769,130) and total net position deficit of (\$19,691,037) on the Government-wide Statement of Net Position are the result of reporting the debt related to the issuance of bonds as required in the government-wide financial statements without a corresponding asset. Proceeds from the bonds are used primarily to reimburse member agencies for expenses related to the repair and maintenance of streets. These expenses incurred by the member agencies are not capitalized as an asset on the Authority's financial statements. This deficit will decrease as the outstanding balance of the bonds is reduced through principal payments and the future collection of Measure D Sales Tax.

Imperial County Local Transportation Authority
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2024

Note 9 – Prior Period Adjustments

Beginning net position of the governmental activities and beginning fund balance in the major funds has been restated to correct cash reconciliation errors from the prior year.

Beginning net position in the governmental activities has been restated as follows:

	Governmental Activities
Net position July 1, 2023, as previously reported	\$ (23,000,492)
Restatement	381,617
Net position July 1, 2023, as restated	\$ (22,618,875)

Beginning fund balance in the major funds has been restated as follows:

	General	State Highway	Transit Services	Debt Service	Total
Fund balance July 1, 2023, as previously reported	\$ 6,754,219	\$ 8,427,692	\$ 841,905	\$ 3,774,489	\$ 19,798,305
Restatement	(106,564)	470,763	(82,636)	100,054	381,617
Fund balance July 1, 2023, as restated	\$ 6,647,655	\$ 8,898,455	\$ 759,269	\$ 3,874,543	\$ 20,179,922

This page intentionally left blank.

SUPPLEMENTARY INFORMATION

This page intentionally left blank.

**Imperial County Local Transportation Authority
Supplementary Information
Schedules
As of and for the Year Ended June 30, 2024**

	Schedule 1
Schedule 1 - Cash with Fiscal Agent	
* Cash with fiscal agent is allocated for the benefit of those agencies	
2022 Bond proceeds - City of Brawley	
Principal payment funds	\$ 157,124
Interest payment funds	443,343
City of Brawley - Total	600,467
2022 Bond proceeds - City of Calexico	
Principal payment funds	205,815
Interest payment funds	785,387
2018 Bond proceeds - City of Calexico	
Capital project funds	2,870,916
Principal payment funds	11,198
Interest payment funds	27,870
City of Calexico - Total	3,901,186
2022 Bond proceeds - City of Calipatria	
Principal payment funds	57,801
Interest payment funds	96,079
2018 Bond proceeds - City of Calipatria	
Interest payment funds	2,930
City of Calipatria - Total	156,810
2018 Bond proceeds - City of Holtville	
Principal payment funds	3,855
Interest payment funds	55,809
City of Holtville - Total	59,664
2022 Bond proceeds - City of Imperial	
Principal payment funds	125,903
Interest payment funds	335,213
City of Imperial - Total	461,116
2022 Bond proceeds - County of Imperial	
Principal payment funds	76,948
Interest payment funds	1,401,360
County of Imperial - Total	1,478,308
Unallocated cash as of June 30, 2024	17,951
Cash with Fiscal Agent - Grand Total	\$ 6,675,502

Imperial County Local Transportation Authority
Supplementary Information (Continued)
Schedules (Continued)
For the Year Ended June 30, 2024

	Schedules 2 - 5
Schedule 2 - Transit Service Project Expenses	
IVT Ride Transit Services	\$ 250,000
Transit Service Project Expenses - Total	\$ 250,000
Schedule 3 - Annual Allocations to Local Members	
City of Brawley	\$ 2,465,817
City of Calexico	2,421,523
City of Calipatria	324,124
City of El Centro	4,606,323
City of Holtville	504,244
City of Imperial	1,996,267
City of Westmorland	357,824
County of Imperial	5,401,036
Annual allocations to local members - total	\$ 18,077,158
Schedule 4 - Bond Principal Payments	
2018 City of Calexico	\$ 185,000
2018 City of Holtville	115,000
2022 City of Brawley	315,000
2022 City of Calexico	605,000
2022 City of Calipatria	95,000
2022 City of Imperial	240,000
2022 County of Imperial	850,000
Bond principal payments - Total	\$ 2,405,000
Schedule 5 - Bond Interest Expenditures	
2018 City of Calexico	\$ 476,700
2018 City of Calipatria	51,432
2018 City of Holtville	100,456
2022 City of Brawley	175,000
2022 City of Calexico	332,500
2022 City of Calipatria	50,750
2022 City of Imperial	132,500
2022 County of Imperial	467,750
Bond interest expenditures - Total	\$ 1,787,088

OTHER INFORMATION
(Unaudited)

This page intentionally left blank.

Imperial County Local Transportation Authority
City of Brawley
Five Year Program of Projects
June 30, 2024
(Unaudited)

STREET	FROM	TO	PROJECT DESCRIPTION
Main Street	9th Street	Eastern Avenue	2023-08 Main St. from 9th Street Rehabilitation
B Street	Eastern Ave.	Palm Ave.	2023-02 B Street from Eastern Avenue to Palm Avenue (Design)
C Street	Western Ave.	1st Street/Steven Street	2023-09 Improvements on C St. from Western Ave.to First St. (Construction) 2022-03 Ocotillo Springs Sidewalk (Construction) 2022-04 Traffic Synchronization & Intelligent Transportation System

Imperial County Local Transportation Authority
City of Calexico
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)

STREET	FROM	TO	PROJECT DESCRIPTION
Kloke Avenue Bridge	All American Canal		Bridge Widening
Highway 111	International Border	Cole Road	Corridor Traffic Study
Highway 111	Second Street	Cole Road	Operation - Traffic Control
Highway 98	Cesar Chavez Boulevard	Highway 111	Operation - Traffic Control
Cole Boulevard	Van De Graff	M.L. King Avenue	Reconstruction
Second Street	Highway 111	Cesar Chavez Boulevard	Operation - Traffic Control
Second Street	Calexico Int'l Airport	Cesar Chavez Boulevard	Bridge & Re-Construction
Cesar Chavez Boulevard	Second Street	Highway 98	Operation - Traffic Control
Weakly Street	Estrada Boulevard	Scaroni Avenue	New Construction
Various Locations			Safety Improvements & Traffic
Cole Boulevard	Bowker Road		Bridges
Andrade Avenue	Cole Boulevard	Jasper Road	Bridge & New Construction
Sunset Avenue	Central Main Canal	Jasper Road	Bridge & Road Construction
Yourman Road	Central Main Canal	Jasper Road	Reconstruction
Imperial Avenue West	Central Main Canal	Jasper Road	Reconstruction
Sherman Street	Harold Avenue	Railroad Tracks	Reconstruction
Sherman Street	Pierce Avenue	Emilia Drive	New Construction
V.V. Williams Avenue	All American Canal	Highway 98	Reconstruction
De Las Flores Street	Eady Avenue	Kloke Avenue	New Construction
Sixth Street	Emerson Avenue	Railroad Tracks	New Construction
Third Street	Heber Avenue	Encinas Avenue	Reconstruction & Widening
Fourth Street	Blair Avenue	Encinas Avenue	Reconstruction & Widening
Sixth Street	Imperial Avenue	Heber Avenue	Reconstruction & Widening
Seventh Street	Imperial Avenue	Blair Avenue	Reconstruction & Widening
Sherman Street	Rockwood Avenue	Blair Avenue	Reconstruction & Widening
Eight Street	Imperial Avenue	Rockwood Avenue	Reconstruction & Widening
Temple Court	Imperial Avenue	Rockwood Avenue	Reconstruction & Widening
Rosemont Street	Rockwood Avenue	Blair Avenue	Reconstruction & Widening
Ninth Street	Imperial Avenue	Rockwood Avenue	Reconstruction & Widening
Ethel Street	Heber Avenue	Blair Avenue	Reconstruction & Widening
Maiden Lane	Imperial Avenue	Paulin Avenue	Reconstruction & Widening
Tenth Street	Imperial Avenue	Rockwood Avenue	Reconstruction & Widening
Pauline Avenue	Fifth Street	Highway 98 West City	Reconstruction & Widening
Second Street	Calexico Int'l Airport	American Canal	Bridge & Reconstruction
Beach Street	Elmer Belcher Street	Fifth Street	Repair/Maintenance
Beach Street	Fifth Street	Second Street	Repair/Maintenance
Encanto Drive	Elmer Belcher Street	Eight Street	Repair/Maintenance
Encanto Drive (cul de sac)	Eight Street	Eight Street	Repair/Maintenance
Encanto Terrace	Elmer Belcher Street	Eight Street	Repair/Maintenance
Dool Avenue	Elmer Belcher Street	Seventh Street	Repair/Maintenance
Dool Avenue	Fifth Street	Second Street	Repair/Maintenance
Fifth Street	Emerson Avenue	Andrade Avenue	Repair/Maintenance
Sixth Street	Encinas Avenue	Andrade Avenue	Repair/Maintenance

Imperial County Local Transportation Authority
City of Calexico
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)

STREET	FROM	TO	PROJECT DESCRIPTION
Holdridge Street	De Leon Avenue	Andrade Avenue	Repair/Maintenance
Camilia Street	Andrade Avenue	Cul-de-sac East	Repair/Maintenance
E. Hashem Avenue	100' N of Holdridge	Cul-de-sac South	Repair/Maintenance
Margarita Street	E. Hashem Avenue	Cul-de-sac West	Repair/Maintenance
Margarita Street	E. Hashem Avenue	Cul-de-sac East	Repair/Maintenance
Jasmine Street	E. Hashem Avenue	Cul-de-sac West	Repair/Maintenance
Jasmine Street	E. Hashem Avenue	Cul-de-sac East	Repair/Maintenance
Obeliscos Street	Iris Avenue	Cul-de-sac West	Repair/Maintenance
Obeliscos Street	Iris Avenue	Cul-de-sac East	Repair/Maintenance
Pauline Avenue	Second Street	Fifth Avenue	Repair/Maintenance
Heber Avenue	First Street	Fourth Street	Repair/Maintenance
Giles Avenue	Second Street	Sherman Street	Repair/Maintenance
Heffernan Avenue	Border	Fifth Avenue	Repair/Maintenance
Paseo de los Virreyes	Paseo del Conquistador	Camino Real	Repair/Maintenance
Paseo de los Reyes	Paseo de su Alteza	Paseo de los Virreyes	Repair/Maintenance
Paseo de su Majestad	Paseo de su Alteza	Paseo de los Virreyes	Repair/Maintenance
Paseo del Conquistado	Paseo de su Alteza	Andrade Avenue	Repair/Maintenance
Paseo del Emperador	Seventh Street	Paseo de su Alteza	Repair/Maintenance
Arroyo Avenue	Rancho Elegante Drive	Second Street	Repair/Maintenance
Camino del Rio	Andrade Avenue	Paseo de su Alteza	Repair/Maintenance
Milpitas Drive	Paseo de su Alteza	Cul-de-sac West	Repair/Maintenance
Rio Hondo	Milpitas Drive	Camino del Rio	Repair/Maintenance
Santiago Drive	De Leon Avenue	Cul-de-sac East	Repair/Maintenance
Colorado Drive	De Leon Avenue	Cul-de-sac East	Repair/Maintenance
Plata Drive	De Leon Avenue	Cul-de-sac East	Repair/Maintenance
Brave Drive	De Leon Avenue	Cul-de-sac East	Repair/Maintenance
De Leon Avenue	Harrington Street	Cul-de-sac South	Repair/Maintenance
Fiesta Avenue	Harrington Street	Holdridge Street	Repair/Maintenance
Holdridge Street	Rancho Frontera	De Leon Avenue	Repair/Maintenance
Rancho Frontera	Harrington Street	Highway 98	Repair/Maintenance
Rancho Frontera	All American Canal	Cole Boulevard	Repair/Maintenance
Granero Avenue	Zapata Street	Rioseco Street	Repair/Maintenance
Santa Ana Street	Coyote Avenue	Rancho Frontera	Repair/Maintenance
Descanso Drive	Santa Ana Street	Cul-de-sac North	Repair/Maintenance
Coyote Avenue	Cabana Street	Cul-de-sac South	Repair/Maintenance
Yourman Road	Cole Boulevard	S. Moreno Street	Repair/Maintenance
Portico Boulevard	Cole Boulevard	Robinson Boulevard	Repair/Maintenance
Enterprise Boulevard	Cole Boulevard	Robinson Boulevard	Repair/Maintenance
Portico Court	Portico Boulevard	Cul-de-sac East	Repair/Maintenance
Amada Court	Rosas Street	Cul-de-sac South	Repair/Maintenance
Dalila Court	Rosas Street	Cul-de-sac South	Repair/Maintenance

Imperial County Local Transportation Authority
City of Calexico
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)

STREET	FROM	TO	PROJECT DESCRIPTION
E. Hashem Avenue	Sapphire Street	Cul-de-sac South	Repair/Maintenance
Garnet Street	Iris Avenue	Cul-de-sac East	Repair/Maintenance
Feldspar Avenue	Sapphire Street	Garnet Street	Repair/Maintenance
Paseo Camino Real	Andrade Avenue	Paseo de su Alteza	Repair/Maintenance
Paseo Camino Real	Paeso de su Alteza	G. Anaya	Repair/Maintenance
Sixth Street	Encinas Avenue	Dool Avenue	Repair/Maintenance
First Street	Andrade Avenue	Paulin Avenue	Repair/Maintenance
Second Street	Mary Avenue	Imperial Avenue	Repair/Maintenance
Grant Street	Cesar Chavez Blvd	Kloke Avenue	Repair/Maintenance
M. Acuna Avenue	Wozencraft Street	Grant Street	Repair/Maintenance
A&V Thielman Avenue	Wozencraft Street	Grant Street	Repair/Maintenance
R&D Platero Avenue	Sherman Street	Grant Street	Repair/Maintenance
Matallana Court	Sherman Street	Cul-de-sac North	Repair/Maintenance
Linholt Avenue	Wozencraft Street	Sherman Street	Repair/Maintenance
Wozencraft Street	Linholt Avenue	M. Acuna Avenue	Repair/Maintenance
Sherman Street	Linholt Avenue	M. Acuna Avenue	Repair/Maintenance
Third Street	Encinas Avenue	Andrade Avenue	Repair/Maintenance
Fourth Street	Encinas Avenue	Andrade Avenue	Repair/Maintenance
Frontera Drive	Rancho Frontera Avenue	Primavera Court	Repair/Maintenance
Primavera Court	Cul-de-sac South	Posada Court	Repair/Maintenance
Holdridge Street	De Leon Avenue	Subdivision Limits	Repair/Maintenance
Posada Court	Plaza Drive	Primavera Court	
Plaza Drive	Holdridge Street	Posada Court	Repair/Maintenance
Fieseta Avenue	Holdridge Street	Cul-de-sac South	Repair/Maintenance
De Leon Avenue	Plata Drive	Harrington Street	Repair/Maintenance
Bravo Drive	De Leon Avenue	Cul-de-sac East	Repair/Maintenance
Harrington Street	Andrade Avenue	Rancho Frontera Avenue	Repair/Maintenance
Brown Court	Harrington Street	Cul-de-sac North	Repair/Maintenance
Jean Robinson Court	Harrington Street	Cul-de-sac North	Repair/Maintenance
Vereda Drive	Rancho Frontera Avenue	Cul-de-sac East	Repair/Maintenance
Porton Drive	Rancho Frontera Avenue	Cul-de-sac East	Repair/Maintenance
Cabana Street	Coyote Avenue	Andrade Avenue	Repair/Maintenance
Banda Avenue	Cabana Street	Cul-de-sac South	Repair/Maintenance
Coyote Avenue	Alameda Street	Cabana Street	Repair/Maintenance
Enramada Drive	Santa Ana Street	Cul-de-Sac North	Repair/Maintenance
Alameda Street	Granero Avenue	Coyote Avenue	Repair/Maintenance
Granero Avenue	Alameda Street	E. Zapata Street	Repair/Maintenance
Bowker Road	Highway 98	Cole Boulevard	Repair/Maintenance

Imperial County Local Transportation Authority
City of Calexico
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)

STREET	FROM	TO	PROJECT DESCRIPTION
Kloke Avenue	Highway 98	All American Canal	Repair/Maintenance
Rockwood Avenue	Fifth Street	Highway 98	Repair/Maintenance
Saphire Street	Andrade Avenue	Subdivision Limits	Repair/Maintenance
Andrade Avenue	All American Canal	Cole Boulevard	Repair/Maintenance
Andrade Avenue	Cole Boulevard	Spud Moreno Street	Repair/Maintenance
Spud Moreno Street	Andrade Avenue	La Jolla Palms Boulevard	Repair/Maintenance
F. Torres Street	La Jolla Palms Boulevard	M. Llanos Court	Repair/Maintenance
M. Llanos Court	F. Torres Street	F. Herrera Street	Repair/Maintenance
F. Herrera Street	M. Llanos Court	H. Najera Avenue	Repair/Maintenance
Zuniga Court	F. Torres Street	Cul-de-sac South	Repair/Maintenance
El Berro	G. Figueroa Avenue	M. Llanos Court	Repair/Maintenance
G. Figueroa Avenue	Playa Del Norte	F. Herrera Street	Repair/Maintenance
Soledad	Del Norte	Cul-de-sac East	Repair/Maintenance
Del Norte	Spud Moreno Street	Playa Del Norte	Repair/Maintenance
Playa Del Norte	Del Norte	Vaho	Repair/Maintenance
Vaho	Playa Del Norte	Paseo Del Ocaso	Repair/Maintenance
Villa Barranca	G. Figueroa Avenue	Cul-de-sac East	Repair/Maintenance
Paso Del Ocaso	Del Norte	Andrade Avenue	Repair/Maintenance

Imperial County Local Transportation Authority
City of Calipatria
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)

STREET	FROM	TO	PROJECT DESCRIPTION
Alamo	Int'l Blvd.	East Av.	Maintenance/Construct
Alexandria	Int'l Blvd.	Brown Av.	Maintenance/Reconstruct
Barbara St.	Int'l Blvd.	Commercial Av.	Maintenance
Blair Road*	Sinclair Rd.	Peterson Rd.	Maintenance/Reconstruct
Bonita Place	Brown Av.	East Av.	Reconstruct
Bonia St.	Int'l Blvd.	East Av.	Maintenance/Construct
Brown Av.	Young Rd.	Bowles Rd.	Maintenance/Reconstruct
California St.	Int'l Blvd.	East Av.	Maintenance/Reconstruct
Centro Av.	Alexandria St.	Alamo St.	Reconstruct
Church St.	Int'l Av.	East Av.	Maintenance/Reconstruct
Commercial Av.	Freeman St.	Church St.	Maintenance/Reconstruct
Date St.	W. Terminus	Railroad Av.	Maintenance/Reconstruct
Delta St.	Int'l Blvd.	Commercial Av.	Maintenance/Reconstruct
Desert Springs Lane	Date St.	Terminus	Maintenance/Reconstruct
East Av.	Young Rd.	Bowles Rd.	Maintenance/Reconstruct
E. Elder	Industrial Av.	Commercial Av.	Reconstruct/Construct
Elder St.	Int'l Blvd.	SR111	Maintenance
Fan Palm Court	Ironwood St.	Laurel Lane	Maintenance/Reconstruct
Fern St.	Int'l Blvd.	SR111	Maintenance
Freeman St.	Brown Av.	East Av.	Maintenance/Construct
Imperial Av.	Delta St.	Date St.	Maintenance
International Blvd.	Delta St.	C. Lateral	Maintenance/Reconstruct
Industrial Av.	Young Rd.	Elder St.	Maintenance/Reconstruct
Ironwood St.	Date St.	Mesa Verde Rd.	Maintenance
Lake Av.	Delta St.	C. Lateral	Maintenance
Laurel Lane	Fan Palm	Mesa Verde Rd.	Maintenance/Reconstruct
Lyerly Rd. (E ½)**	Bowles Rd.	Young Rd.	Maintenance
Main St.	Lyerly Rd.	SR111	Maintenance
Mesa Verde Rd.	Ironwood St.	Terminus	Maintenance/Reconstruct
Park Av.	Delta St.	Fern St.	Maintenance
Railroad Av.	Young Rd.	Bowles Rd.	Maintenance/Reconstruct
Sycamore Court	Date St.	Terminus	Maintenance

*portion of Blair Road within city limits

** East half of road

Imperial County Local Transportation Authority
City of El Centro
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)

PROJECT DESCRIPTION

PlanetBids and Virtual Project Management
Professional Fee-o (Traffic Engineering
Streetsaver Subscription
Traffic Signal Maintenance Services
I8/SR86 (Road Shoulder Landscape Services)
I8/Dogwood (Road Shoulder Landscape
I8/Imperial Ave. (Road Shoulder Landscape Services)
 SCAG/County Aerial Imagery
CALTRANS Relinquishment - Assessment
Bradshaw Tree Removal
Street Improvements - Misc. (Yearly Overlay
Street Improvements - Misc. (Yearly Overlay
Imperial Avenue Ext. - Phase 1 Modifications
ATPL Imperial Ave - Design
Imperial Avenue Ph2 - ENG
Colonia Drainage McDonald- Design
Colonia Drainage McDonald- CON
Shovel ready project preparation - Design
Streets Striping Maintenance
Dogwood/Main Intersection Reimbursement
Speed Humps
Imperial Avenue Extension Ph II - ENG
Imperial Ave etc. Phase II - CON STBGL
Imperial Ave etc. Phase II - CON STBGL
CMAQ Signal Light Synchro 8th St
CMAQ Signal Light Synchro 8th St
LPP Dogwood Partnership
ATPL Imperial Ave - CON

Imperial County Local Transportation Authority
City of Holtville
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)

STREET	FROM	TO	PROJECT DESCRIPTION
Citywide Streets Improvement Project			Crack Sealing, Slurry & Resurfacing
Pine Avenue	Fourth Street	Fifth Street	Install Curb, Gutter & Sidewalk
Ninth Street	Olive Avenue	Melon Avenue	Install Curb, Gutter & Sidewalk
Citywide			Alley Paving
Walnut Ave Impr Phase II	First Street	Third Street	Additional Reconstruction
Monument Sign Phase II			
Fifth Street, Holt Ave & Cedar Ave			Bus Shelter/Curbs TDA Projects
IID Alamo Annexation	Along Mellinger Alamo River Trail		
Alamo River Trail			Additional Enhancements
Alamo River Habitat Conservation			Additional Enhancements
Alamo River Trail Wetlands Link			Construct
Citywide			Develop Electric Vehicle Plan
Fourth Street/Orchard Road Bridge			Develop Erosion Control
E Ninth Street Sidewalk	Webb Avenue	Oak Avenue	Install Curb, Gutter & Sidewalk
Cedar Avenue	Fourth Street	Sixth Street	Reconstruction
Citywide			Street Sign Replacement
Oak Avenue	Ninth Street	Tenth Street	Construct Extension
Fifth Street	Mesquite Ave	Olive Avenue	Construct Extension
Willow Avenue	Ninth Street	Tenth Street	Construct Extension
Third Street	Walnut Avenue	Grape Avenue	Maintenance & Restorative Seal
Rose Avenue	Chestnut Avenue	(termination)	Maintenance & Restorative Seal
Fourth Street	Highway 115	Grape Avenue	Maintenance & Restorative Seal
Grape Court	Grape Avenue	(termination)	Maintenance & Restorative Seal
Fifth Street	Olive Avenue	Palm Avenue	Maintenance & Restorative Seal
Sixth Street	Melon Avenue	Beale Avenue	Maintenance & Restorative Seal
Artesia Avenue	Viking Way	Olive Avenue	Maintenance & Restorative Seal
Seventh Street	Viking Way	Towland Road	Maintenance & Restorative Seal
Eight Street	Melon Avenue	Beale Avenue	Maintenance & Restorative Seal
Eight Street	Ash Avenue	Oak Avenue	Maintenance & Restorative Seal
Wooldridge Ave	Melon Avenue	Olive Avenue	Maintenance & Restorative Seal
Ninth Street	Melon Avenue	Towland Road	Maintenance & Restorative Seal
Apple Court	East & West of Apple Avenue		Maintenance & Restorative Seal
Tenth Street	Holt Avenue	Fern Avenue	Maintenance & Restorative Seal
Tenth Street	Orange Avenue	Figueroa Avenue	Maintenance & Restorative Seal
Tenth Street	Oak Avenue	Towland Road	Maintenance & Restorative Seal
Viking Way	Sixth Street	Seventh Street	Maintenance & Restorative Seal
Tamarack Avenue	Fifth Street	Zenos Road (Sixth)	Maintenance & Restorative Seal
Palo Verde Avenue	Fifth Street	Zenos Road (Sixth)	Maintenance & Restorative Seal
Mesquite Avenue	Fifth Street	Zenos Road (Sixth)	Maintenance & Restorative Seal
Melon Avenue	Sixth Street	Ninth Street	Maintenance & Restorative Seal
Olive Avenue	Fourth Street	Tenth Street	Maintenance & Restorative Seal
Palm Avenue	Fifth Street	Ninth Street	Maintenance & Restorative Seal
Cedar Avenue	Fourth Street	Ninth Street	Maintenance & Restorative Seal
Cedar Street	Fourth Street	Alamo Bridge	Maintenance & Restorative Seal
Pine Avenue	Fourth Street	Ninth Street	Maintenance & Restorative Seal
Holt Avenue	Fourth Street	Tenth Street	Maintenance & Restorative Seal
Fern Avenue	Fourth Street	Ninth Street	Maintenance & Restorative Seal
Orange Avenue	200 S of Fifth St		Maintenance & Restorative Seal
Orange Avenue	Fifth Street	Tenth Street	Maintenance & Restorative Seal
Walnut Avenue	South County Line	Tenth Street	Maintenance & Restorative Seal
Maple Avenue	Third Street	Tenth Street	Maintenance & Restorative Seal
Chestnut Avenue	Third Street	Tenth Street	Maintenance & Restorative Seal
Circle Drive	Eight Street	Tenth Street	Maintenance & Restorative Seal
Circle Drive	Eight Street	Tenth Street	Maintenance & Restorative Seal

**Imperial County Local Transportation Authority
City of Holtville
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)**

STREET	FROM	TO	PROJECT DESCRIPTION
Figueroa Avenue	Fifth Street	Sixth Street	Maintenance & Restorative Seal
Figueroa Avenue	Seventh Street	Eight Street	Maintenance & Restorative Seal
Figueroa Avenue	Ninth Street	Tenth Street	Maintenance & Restorative Seal
Grape Avenue	Fourth Street	Sixth Street	Maintenance & Restorative Seal
Brentwood Avenue	Seventh Street	Ninth Street	Maintenance & Restorative Seal
Beale Avenue	Seventh Street	Tenth Street	Maintenance & Restorative Seal
Webb Avenue	Seventh Street	Ninth Street	Maintenance & Restorative Seal
Ash Avenue	Eight Street	Ninth Street	Maintenance & Restorative Seal
Elm Avenue	Eight Street	Ninth Street	Maintenance & Restorative Seal
Oak Avenue	Eight Street	Ninth Street	Maintenance & Restorative Seal
Apple Avenue	Ninth Street	Tenth Street	Maintenance & Restorative Seal
Various Streets			Maintenance & Restorative Seal

**Imperial County Local Transportation Authority
City of Imperial
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)**

<u>STREET</u>	<u>LOCATION</u>	<u>PROJECT DESCRIPTION</u>
Various Streets	Various Limits	Rehab/Maintenance
Town Core	South of 15th Street, west of P Street, north of 1st Street and east of B Street	Construction/Rehabilitation/Maintenance
South West	South of Worthington Rd, west of Hwy 86, north of Treshill Rd, and east of Austin Rd	Construction/Rehabilitation/Maintenance
South East	South of Worthington Rd, west of Dogwood Rd, north of Treshill Rd, and east of Hwy 86	Construction/Rehabilitation/Maintenance
North West	North of Worthington Rd, West of Hwy 86, south of Larsen Rd, east of Austin Rd	Construction/Rehabilitation/Maintenance
North East	North of Worthington Rd, West of Dogwood Rd, south of Larsen Rd, and east of Hwy 86	Construction/Rehabilitation/Maintenance

Imperial County Local Transportation Authority
County of Imperial
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)

ROAD	FROM	TO	PROJECT DESCRIPTION
Various Roads in Bombay			Overlay
Various Roads in Desert			Overlay
Various Roads in Heber			Overlay
Various Roads in Palo Verde			Overlay
Various Roads in Salton City			Overlay
Various Roads in Salton Sea			Overlay
Various Roads in Imperial			Overlay
Various Roads in Niland			Overlay
Various Roads in Octotillo			Overlay
Various Roads in Seelev			Overlay
Various Roads in			Overlay
Various County Maintained			Repairs/Replacement as
Diehl Road (13)	Drew Road (WR)	West 2 Miles	Overlay
Wixom Road (12)	Drew Road (WR)	West to End	Overlay
Alamo Road (23.5)	Towland (ET)	Bridenstein Road (EU)	Reconstruct
Araz (A2N07)	1-8	Winterhaven Drive (A2P06)	Overlay
Aten Road (24)	Forrester Road (WJ)	Gillette Road	Overlay
Belford Road (28.5)	Imperial Ave.	West End	Overlay
Blair Road (EE)	McDonald Road (76)	Pond Road (78)	Overlay
Boarts Road (53)	SR86	Kalin Road (WE)	Overlay
Bowker Road (EH)	Cole Road (6)	Jasper Road (8)	Overlay
Bowker Road (EH)	SR98	Anza Road (2)	Overlay
Bovd Road (34)	Poore Road (EV)	Highline Road (EZ)	Overlay/Widen
Brandt Road	Gardner Road	Fredricks Road	Overlay
Brandt Road	Rutherford Road	Bannister Road	Overlay
Brockman Road (WL)	Kramer Road	McCabe Road (14)	Reconstruct
Brockman Road (WL)	SR98	McCabe Road (14)	Overlay/Widen
Cadv Road	Loveland Road	Forrester Road	Overlay
Casev Road (EM)	Bovd Road (34)	Keystone Road (36)	Overlay
Chick Road (16)	SR111	1 1/2 Miles West	Overlay/Widen
Clark Road (WC)	Horne Road (16)	Wahl Road (10)	Overlay
Drew Road (WR)	Kubler Road (9)	SR98	Overlay
Drew Road (WR)	Lions Road (9)	Kubler Road	Overlay
Evan Hewes (2A23)	Drew Road (WR)	Westmoreland Road (WX)	Overlay
Evan Hewes (2A23)	Imperial Hwy (2A02)	Plaster City	Overlay
Evan Hewes	Plaster City	Ocotillo	Overlay
Evan Hewes (2A23)	Westmorland Road (WX)	Bennett Road (WP)	Overlay
Evan Hewes (2A23)	SR115	Gordons Well Road	Overlay
Forrester Road (WJ)	1-8	Evan Hewes (2A23)	Overlay
Fredricks Road	Brandt Road	Kalin Road	Overlay
Gentry Road (WI)	Walker Road (58)	New River	Overlay
Harris Road (32)	SR111	McConnell Road (EF)	Overlay
Harris Road (32)	McConnell Road (EF)	Alamo River Bridge	Overlay
Harris Road (32)	Holt Road (ER)	SR115	Overlay/Widen
Hartshorn Road (29)	Webb Road (EX)	Highline Road (EZ)	Overlay
Harvey Road	Schartz Road	Carey Road	Reconstruct
Haskell Road	El Centro Avenue	Havens Road	Reconstruct
Hoskins Road (WO)	Andre Road	Westside Main Canal	Overlay/Reconstruct
Kaiser Road (EO)	Writ Road (65)	Albright Road (62)	Overlay
Kalin Road	Fredricks Road	Bannister Road	Overlay
Kalin Road	Bannister Road	Walker Road	Overlay
Kalin Road (WE)	New River	Vail Road (62)	Reconstruct

Imperial County Local Transportation Authority
County of Imperial
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)

STREET	FROM	TO	PROJECT DESCRIPTION
Kalin Road (WC)	Webster Road	Baughman Road (52)	Overlay/Reconstruct
Kershaw Road (EC)	Titsworth Road (58)	Rutherford Road (54)	Overlay
Keystone Road (36)	Poore Road (EV)	(EV)	Overlay/Widen
Kubler Road (6)	Brockman Road (WL)	Rockwood Road (WJ)	Reconstruct
Lathrop Road	Worthington Road	Neckel Road	Overlay
Loveland Road	Fredricks Road	Andre Road	Overlay
McCabe Road (14)	Pitzer Road	Dogwood Road	Overlay/Reconstruct/Widen
McConnell Road (EF)	Mead Road (42)	Schartz Road (40)	Overlay
McDonald Road (76)	Potter Road (EG)	Wiest Road (EJ)	Overlay
Miller Road (EAA)	Hunt Road (16)	Humberg Road (8)	Overlay/Widen
Montgomery Road (69)	Wiest Road (EJ)	Reed Road (EM)	Reconstruct
Murphy Road (28)	LaBrucherie Road (WE)	West End	Overlay
Nina Road (HE)	SR86	.02 Miles North	Rehabilitate
Ogilby Road (3M01)	Railroad Tracks	SR78	Overlay
Ross Road (18)	Austin Road (WG)	Forrester Road (WJ)	Overlay
Reugger Road (61)	Reeves Road	Alamo River	Overlay
Rutherford Road (54)	Butters Road (ES)	1.0 Miles East	Overlay
Rutherford Road (54)	SR115	Hastain Road (EO)	Overlay
Rutherford Road (54)	SR111	Best Road (EC)	Overlay
Schartz Road (40)	Dogwood Road	SR111	Overlay/Reconstruct
Seybert Road (EI)	SR78	Sillman Road (45)	Overlay
Silsbee Road (WM)	Aten Road (24)	Hackelman Road (22)	Reconstruct
Slaton Road	9th Street	Thiesen Road (22)	Overlay
Snyder Road (EW)	SR1115	Norrish Road (25)	Overlay
Spa Road (9008)	Hot Mineral Spa Road (9G02)	Coachella Canal Road (7G03)	Overlay
Underwood Road (7G01)	Holtville City Limits	Towland Road (ET)	Overlay
Verde School Road (10)	Miller Road (EAA)	1.0 Miles East	Overlay
Webb Road (EX)	Norrish Road (25)	Worthington Road (27)	Reconstruct
Wiest Road (EJ)	Merkley Road (73)	Road 75	Overlay
Wiest Road (EJ)	Wirt Road (65)	Montgomery Road (69)	Overlay
Willoughby Road at Dogwood Road			Signals
Wirt Road (65)	Wiest Road (EJ)	Kaiser Road (EO)	Overlay
Yocum Road	SR111	Kershaw Road (EC)	Overlay
Yourman Road (ED)	McCabe Road (14)	SR111	Overlay

Imperial County Local Transportation Authority
City of Westmorland
Five Year Program of Projects (Continued)
June 30, 2024
(Unaudited)

STREET	FROM	TO	PROJECT DESCRIPTION
Center Street	Baughman Rd.	8th Street	Rehab/Maintenance
Bee Street	3rd Street	Hwy 86	Rehab/Maintenance
B Street	Hwy 86	7th Street	Construct/Rehab/Repair/Maintenance
C Street	1st Street	7th Street	Construct/Rehab/Repair/Maintenance
D Street	1st Street	8th Street	Construct/Rehab/Repair/Maintenance
F Street	1st Street	7th Street	Construct/Rehab/Repair/Maintenance
G Street	1st Street	7th Street	Construct/Rehab/Repair/Maintenance
H Street	1st Street	8th Street	Construct/Rehab/Repair/Maintenance
I St	7th Street	8th Street	Construct/Repair/Maintenance
J Street	7th Street	8th Street	Construct/Repair/Maintenance
Martin Road	South City limits	7th Street	Construct/Rehab/Repair/Maintenance
Baughman Road	Center Street	West City Lim.	Repair/Maintenance
1st Street	B Street	H Street	Construct/Rehab/Repair/Maintenance
2nd Street	C Street	G Street	Construct/Rehab/Repair/Maintenance
3rd Street	C Street	G Street	Construct/Rehab/Repair/Maintenance
5th Street	B Street	I Street	Construct/Rehab/Repair/Maintenance
6th Street	B Street	I Street	Construct/Rehab/Repair/Maintenance
7th Street	Dean Road	Martin Road	Construct/Rehab/Repair/Maintenance
8th Street	East of D St	Center St	Construct/Rehab/Repair/Maintenance
8th Street	H Street	Martin Road	Construct/Rehab/Repair/Maintenance
Jauregui Street	G Street	Cul de sac	Repair/Rehab/Maintenance
Sundance Street	J Street	Cul de sac	Repair/Rehab/Maintenance
Bonita Street	Center St	Cook Street	Construct/Rehab/Repair/Maintenance
Beverlee Way	Center St	Cook Street	Construct/Rehab/Repair/Maintenance
Cook Street	Baughman Road	1st Street	Construct/Rehab/Repair/Maintenance
Dean Road	7th Street	Howenstein Rd.	Construct
Howenstein Road	Dean Road	C Street	Construct
Howenstein Road	Martin Road	I Street	Construct

This page intentionally left blank.



**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*
AND *MEASURE D COMPLIANCE REQUIREMENTS***

Independent Auditors' Report

To the Board of Directors
of the Imperial County Local Transportation Authority
El Centro, 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 and each major fund of the Imperial county Local Transportation Authority (the "Authority"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated March 26, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Authority'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 Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority'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 were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2024-001 that we consider to be a material weakness.

To the Board of Directors
of the Imperial County Local Transportation Authority
El Centro, California
Page 2

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority'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*.

The Authority's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the Authority's responses to the findings identified in our audit and described in the accompanying Schedule of Findings. The Authority'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 Authority'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.

A handwritten signature in black ink that reads "The PwC Group, LLP". The signature is written in a cursive, flowing style.

San Diego, California
March 26, 2025

Imperial County Local Transportation Authority
Schedule of Findings
For the Year Ended June 30, 2024

Section I – Financial Statement Findings

A. Current Year Findings – Financial Statement Audit

Finding 2024-001 Internal Control Over Financial Reporting – Prior Period Adjustments

Criteria:

Management is responsible for designing, implementing, and maintaining appropriate internal control over financial reporting and compliance. Management is also responsible for the accuracy of the financial statements including disclosures.

The internal control should include establishing or enhancing guidance in the following areas:

- *Control environment* sets the tone of an organization, influencing the control consciousness of its people. It is the foundation for all other components of internal control, providing discipline and structure.
- *Risk assessment* is the entity’s identification and analysis of relevant risks to achievement of its objectives, forming a basis for developing appropriate risk responses.
- *Control activities* are the actions management establishes through policies and procedures to achieve objectives and respond to risks in the internal control system.
- *Information and communication* systems support the identification, capture, and exchange of information in a form and time frame that enables people to carry out their responsibilities.
- *Monitoring* consists of activities management establishes and operates to assess the quality of performance over time.

Condition:

During the audit, as discussed in Note 9 to the basic financial statements, the Authority provided a trial balance and supporting schedules to the auditors without fully reconciling cash and investments and beginning equity supporting schedules to the trial balance. This caused the auditors to have to work with the Authority to reconcile the current year cash and investments and beginning equity balances. A prior period adjustment was deemed necessary after reconciling the cash and investments and beginning equity balances.

Cause:

The Authority did not follow its year-end closing procedures fully in order to provide the auditors with an auditable fully closed and reconciled trial balance with appropriate supporting schedules.

Context and Effect:

Prior period adjustments were necessary in order to present financial statements that were materially fairly stated in accordance with U.S. GAAP (see Note 9). The Governmental Activities net position was increased by \$381,617 and the General Fund, State Highway Special Revenue Fund, Transit Services Fund, and Debt Service Fund had their beginning fund balance adjusted by \$(106,564), \$470,763, \$(82,636), and \$100,454, respectively.

Imperial County Local Transportation Authority
Schedule of Findings (Continued)
For the Year Ended June 30, 2024

Section I – Financial Statement Findings (Continued)

A. Current Year Findings – Financial Statement Audit (Continued)

Finding 2024-001 Internal Control Over Financial Reporting – Prior Period Adjustments (Continued)

Recommendation:

The Authority has the responsibility to present its financial statements in accordance with accounting principles generally accepted in the United States of America. Management in the Finance Department should ensure year end closing procedures are performed proficiently and timely. This includes proper review of activity of transactions maintained in subsidiary ledgers and on supporting schedules maintained outside of the general ledger, proper cutoff review for account balances at a fund and overall government-wide level, and review of revenues and expenditures/expenses. The Authority should formally document their year-end closing procedures and include assigned year-end closing duties and due dates for completion. The trial balance should be in a final state (with the exception of new GASB implementation items and the like) and be fully reconciled and supported by proper documentation prior to being provided to the auditors.

Management’s Response to Finding

The Authority is continuously establishing procedures to ensure all year-end close out activities are completed as required. The Authority will enhance its year-end documentation evaluation and reconciliation to ensure all year-end transactions are completed within the performance period. Year-end documentation review within the performance period will assist the Authority with eliminating prior period adjustments.

B. Prior Year Findings – Financial Statement Audit

No findings were noted for the year ended June 30, 2023.