



Item 7.1: Audited Annual Comprehensive Financial Report (ACFR) for Fiscal Year Ended 2023

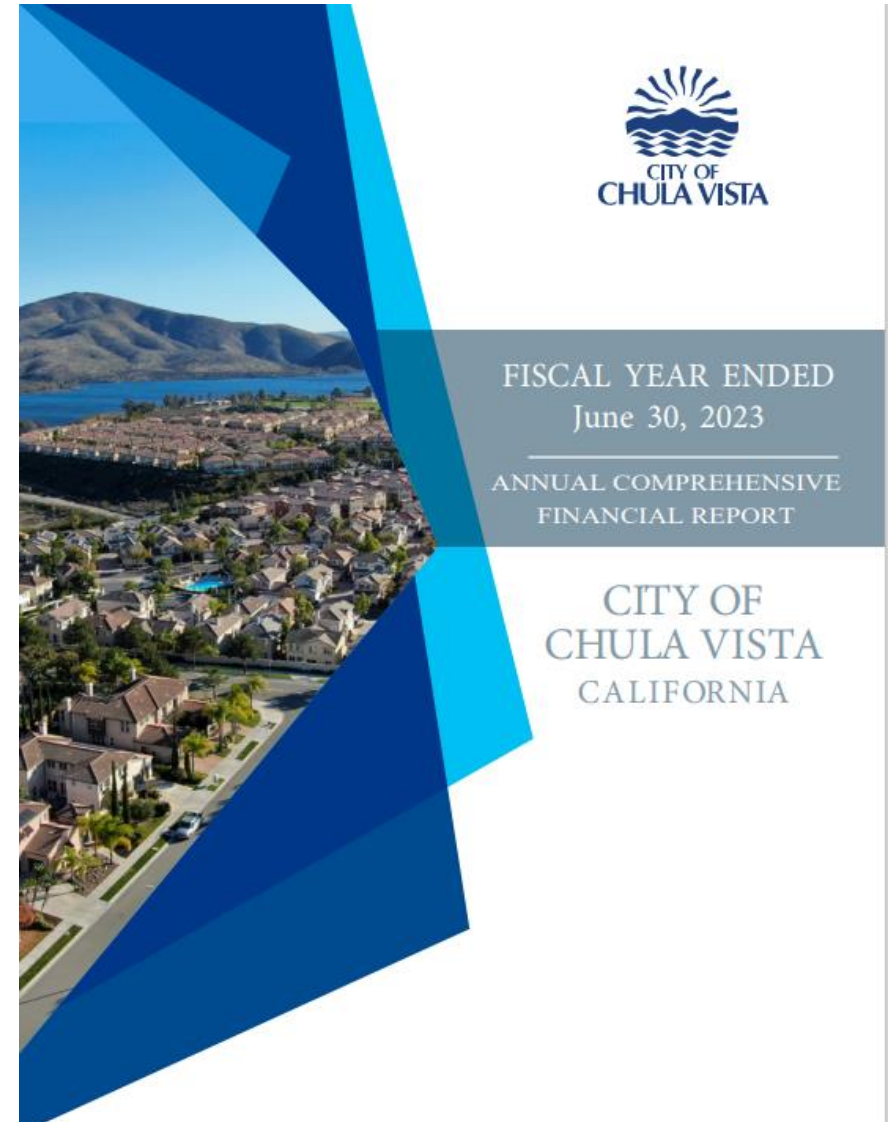
Sarah Schoen, Director of Finance/Treasurer

Adrian Del Rio, *Assistant Director, Finance Department*

Annual Comprehensive Financial Report (ACFR) for Fiscal Year Ended 2023

- Overview of ACFR and Audit
- General Fund Reserves as of Fiscal Year Ended 2023
- Recommend to Accept the Audited Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2023

<https://www.chulavistaca.gov/departments/finance/financial-reports>



Overview of ACFR and Audit

Purpose	Compiles and prepares the annual financial report to provide interested parties with reliable information concerning the financial condition and results of operations for the City.
Audited	The basic financial statements are audited by an independent certified public accounting firm as required by City Charter Section 1012
Preparation	The financial statements have been prepared in accordance with Generally Accepted Accounting Principles (GAAP). Adheres to pronouncements of Governmental Accounting Standards Board (GASB). Allows for comparability between state and local governments.
Results	The firm of Lance, Soll & Lunghard, LLP has audited the basic financial statements of the City of Chula Vista and has issued their opinion that the statements present fairly, in all material respects, the financial position and the results of the operations of the City. An unmodified (“Clean”) opinion

General Fund Reserve Funds	Reserve Target %	Current Reserve %	Current Reserve \$ (in millions)	Target Met
General Fund Operating Reserves	15.00%	15.00%	\$ 29.1	✓
Economic Contingency Reserves	5.00%	5.00%	\$ 9.7	✓
Catastrophic Event Reserves	3.00%	2.18%	\$ 4.2	
Pension Reserve Fund	15.00%	13.54%	\$ 26.3	

General Fund Reserves



Recommended Action:

Accept the Audited Annual Comprehensive Financial Report
for Fiscal Year Ended June 30, 2023