



# The City of Folsom California

Annual Comprehensive Financial Report  
Fiscal Year Ended June 30, 2024



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE





CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

# **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**Fiscal Year Ended June 30, 2024**

**CITY OF FOLSOM, CALIFORNIA**

**Prepared by the Office of Management & Budget  
Financial Services Division**

**Stacey Tamagni  
Finance Director**

This page has been intentionally left blank.

## INTRODUCTORY SECTION



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

This page has been intentionally left blank.

**CITY OF FOLSOM, CALIFORNIA**

**TABLE OF CONTENTS**

---

**INTRODUCTORY SECTION**

Table of Contents .....	i-iv
Letter of Transmittal .....	v-viii
Certificate of Achievement for Excellence in Financial Reporting – Government Finance Officers Association .....	ix
Organizational Chart .....	x
City Council and City Officials .....	xi

**FINANCIAL SECTION**

<b>INDEPENDENT AUDITOR’S REPORT .....</b>	<b>1-3</b>
---	------------

<b>MANAGEMENT’S DISCUSSION AND ANALYSIS.....</b>	<b>5-19</b>
--	-------------

**BASIC FINANCIAL STATEMENTS**

Government-wide Financial Statements:	
Statement of Net Position .....	25
Statement of Activities .....	26-27
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	30-31
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position .....	32
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds .....	34-35
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	36
Statement of Fund Net Position – Proprietary Funds .....	38-39
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds .....	40-41
Statement of Cash Flows – Proprietary Funds .....	42-45
Statement of Fiduciary Net Position – Trust & Custodial Funds.....	47
Statement of Changes in Fiduciary Net Position – Trust & Custodial Funds .....	48
Notes to the Basic Financial Statements.....	51-103

**REQUIRED SUPPLEMENTARY INFORMATION**

Schedule of Changes in the Net Pension Liability and Related Ratios – Last 10 Years .....	106-107
Schedule of Contributions – Last 10 Years .....	108-109
Schedule Of Changes in the City’s Net OPEB Liability and Related Ratios.....	110-111
Schedule Of Investment Returns - OPEB .....	112
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual General Fund .....	113
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Folsom Housing Special Revenue Fund .....	114
Note to Required Supplementary Information .....	115

# CITY OF FOLSOM, CALIFORNIA

## TABLE OF CONTENTS

### OTHER SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Folsom Public Financing Authority Debt Service Fund .....	119
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Folsom Ranch Financing Authority Debt Service Fund .....	120
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Transportation Improvement Capital Projects Fund .....	121
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual FPA Capital Improvement .....	122
Note to other supplementary information .....	123

### COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES NON-MAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet.....	129
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	130

### NON-MAJOR SPECIAL REVENUE FUNDS

Combining Balance Sheet.....	134-137
Combining Statement of Revenues, Expenditures and Changes in Fund Balance .....	138-141
Planning Services Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	142
Transportation Tax Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	143
Park Dedication (Quimby) Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	144
Traffic Congestion Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	145
Gas Tax Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	146
Light and Landscape, and Maintenance Districts Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	147
Transportation System Management Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	148
Community Development Block Grant Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	149
Humbug Willow Creek Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	150
General Plan Amendment Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	151
Tree Planting Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	152
Zoo Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	153
Other Special Revenue Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	154

# CITY OF FOLSOM, CALIFORNIA

## TABLE OF CONTENTS

---

### NON-MAJOR DEBT SERVICE FUNDS

Combining Balance Sheet.....	156-157
Combining Statement of Revenues, Expenditures and Changes in Fund Balance .....	158-159
1915 Assessment Districts Debt Service Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	160
Community Correctional Facility Debt Service Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	161
City Parks and Signals Debt Service Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	162
General Obligation School Facilities Debt Service Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	163
Recreation Facility Debt Service Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	164

### NON-MAJOR CAPITAL PROJECTS FUNDS

Combining Balance Sheet.....	166-168
Combining Statement of Revenues, Expenditures and Changes in Fund Balance .....	170-172

### PERMANENT FUND

Balance Sheet.....	174
Statement of Revenues, Expenditures and Changes in Fund Balance .....	175
Wetland/Open Space Maintenance Permanent Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual.....	176

### NON-MAJOR ENTERPRISE FUNDS

Combining Statement of Net Position .....	178
Combining Statement of Revenues, Expenditures and Changes in Fund Net Position .....	179
Combining Statement of Cash Flows .....	180

### INTERNAL SERVICE FUNDS

Combining Statement of Net Position .....	182
Combining Statement of Revenues, Expenditures and Changes in Fund Net Position .....	183
Combining Statement of Cash Flows .....	184

### CUSTODIAL FUNDS

Combining Balance Sheet.....	186-190
Statement of Changes in Assets and Liabilities .....	192-196

# CITY OF FOLSOM, CALIFORNIA

## TABLE OF CONTENTS

---

### **STATISTICAL SECTION**

Net Position by Component – Last Ten Fiscal Years .....	201
Changes in Net Position – Last Ten Fiscal Years .....	202-203
Fund Balances, Governmental Funds – Last Ten Fiscal Years .....	204
Changes in Fund Balances, Governmental Funds – Last Ten Fiscal Years .....	206-207
Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years .....	208
Taxable Transactions by Category – Last Ten Calendar Years .....	209
Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years .....	210
Principal Property Tax Payers – Current Year and Ten Years Ago .....	211
Property Tax Levies and Collections – Last Ten Fiscal Years .....	212
Ratio of Outstanding Debt by Type – Last Ten Fiscal Years .....	214-215
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years .....	216
Debt Capacity Information, Direct and Overlapping – Last Ten Fiscal Years .....	217
Legal Debt Margin – Fiscal Year 2017, With Ten Year Trend Analysis .....	218
Pledge Revenue Bond Coverage – Last Ten Fiscal Years .....	220-221
Demographic and Economic Information – Last Ten Calendar Years .....	222
Principal Employers – Current Fiscal Year .....	223
Government Employment Information – Last Ten Fiscal Years .....	224
Operating Indicators by Function/Program – Last Ten Fiscal Years .....	225
Capital Asset and Infrastructure Statistics by Function/Program – Last Ten Fiscal Years .....	226-227
Miscellaneous Statistics – Last Ten Fiscal Years .....	228



February 18<sup>th</sup>, 2025

Honorable Mayor, Members of the City Council, and Citizens  
City of Folsom, California:

The Annual Comprehensive Financial Report for the fiscal year ended June 30, 2024 is submitted for Council review in accordance with Section 3.02.160 of the Folsom Municipal Code and published as a matter of public record for interested citizens. This transmittal letter provides information regarding the economy and the governing structure in Folsom. An overview of the City's financial activities for the fiscal year is discussed in detail in the Management's Discussion and Analysis section of Annual Comprehensive Financial Report. While the independent auditor has expressed an opinion on the financial statements contained in this report, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed to protect the City's assets from loss, theft, or misuse; to compile sufficient reliable information for the preparation of the City's financial statements in conformity with Generally Accepted Accounting Principles (GAAP); and to comply with applicable laws and regulations. As the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

**FOLSOM GOVERNMENT** – The City of Folsom was founded in 1856, incorporated in 1946, and chartered in 1990. Folsom is a “full-service” charter City, serving a population of over 86,108. The city is approximately 110 miles northeast of San Francisco and 20 miles east of Sacramento. The City is located along the eastern end of the Highway 50 corridor in an area of the Sacramento Valley that has experienced considerable growth over the past 16 years.

The City's primary governing body is the City Council, composed of five members who are elected at large and serve four-year terms. The City transitioned to a by-district election system effective with the November 2022 municipal election. The City operates under a Council-Manager form of government, and Council Members annually choose a mayor and vice mayor from among their members. The City Manager is appointed by the City Council and administers the daily affairs of the City and carries out City Council policies.

The City provides a full range of services, including police, fire, emergency medical response, public works, planning, and building inspections. In addition, the City operates a library and various parks and recreation facilities, including a zoo sanctuary and aquatic center. The City also provides water, wastewater, and solid waste utility services.

The Annual Comprehensive Financial Report presents the financial status of the City and its component units, the Folsom Public Financing Authority (FPFA) and the Folsom Ranch

Financing Authority (FRFA), which are separable legal entities included in this report because of the significance of their operational or financial relationship with the City. The FPFA and FRFA are reported on a blended basis as part of the primary government because the boards are composed of City Council Members or they are, in substance, part of the City's operations. The FPFA and FRFA are entities created to issue bonds to finance City projects. Also included in the Annual Comprehensive Financial Report, as a separate Statement of Fiduciary Position, is the activities of the Redevelopment Agency (RDA) Successor Private Purpose Trust Fund and the Folsom Other Post Employment Benefit Obligation Trust Fund.

The Folsom Municipal Code requires that the City Council adopt an annual budget by resolution by fund and program by affirmative vote of at least three members, on or before the last working day of the last month of the current fiscal year for the ensuing fiscal year. Once approved by City Council, this annual budget serves as the foundation for the City's financial planning and control. Budgets are adopted on a basis consistent with GAAP. The City maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of all funds are included in the annual appropriated budget. The level of budgetary control at which expenditures cannot legally exceed the appropriated amount is at the fund level. This means that expenditures cannot legally exceed the amount appropriated by the City Council. Additional budgetary information can be found in Note 1 to the financial statements or at the City of Folsom's website.

#### ***LOCAL ECONOMY -***

The local economy in the City of Folsom has continued to grow, although at a slower pace than in the years prior to the pandemic. Fiscal Year 2023-24 General Fund revenues increased by \$7.9 million over fiscal year 2022-23, with property taxes up 10.3%, reflecting higher sales prices and new home construction in the Folsom Plan Area. However, sales taxes decreased slightly, by 1.7% from the prior year. General Fund expenses increased over the prior year by \$8.1 million. The General Fund unassigned fund balance increased to 24.9 million or 21.6% of expenditures. Per the City Council's fund balance policy, unassigned fund balance in excess of 20% of expenditures is to be transferred to the city's Capital Fund upon the completion of the annual financial audit.

As of June 30, 2024, California's unemployment rate has continued to inch up over the past year. The California Economic Development Department listed the June, 2024 unemployment rate for the State and County at 5.2% and 4.7%, respectively. Folsom's unemployment rate was 3.8%. A comparison to one year ago placed the State and County at 4.6% and 4.6% respectively and Folsom at 3.6%. The number of people employed in Folsom changed from 38,400 in June 2023 to 38,521 in June 2024.

The average Folsom home value is \$832K, up 4% over the past year and goes pending in around 23 days. In 2024 there were 742 homes sold. It is projected that the number of sales and home prices will remain flat in FY 2025 because of higher mortgage costs.

***IMPACTS OF STATE ECONOMY -*** In addition to regional and local impacts, the City continues to monitor the impact of the State of California's fiscal issues. In addition, economic growth in California will likely be impacted by continued efforts by the Federal Reserve to tame inflation.

***LONG-TERM FINANCIAL PLANNING –*** The City prepares a five-year financial plan to project revenue and expenditure trends for the next five years and this is part of the annual budget. A Five-Year Financial Forecast was developed for fiscal year 2025-26 through fiscal year 2029-30 in the fiscal year 2024-25 budget. A financial forecast, even

with fluctuating economic variables, can assist with identification of long-term financial trends, causes of fiscal imbalances, future fiscal challenges, opportunities, and potential requirements, all of which may assist in keeping the City on a continuing path of fiscal sustainability. While it is challenging to accurately forecast revenues due to the variable nature of the revenue sources and their connection to regional, State, national, and international economic conditions, it is possible to identify reasonable financial trends and provide a conceptual financial picture that will be useful to the City's decision-making. The Forecast guides the City as it continues to confront the need to balance expenditures and revenues.

In summary, revenue growth is projected to increase an average of 3.9% each year as sales tax trends continue to flatten. Expenditures are projected to increase roughly 4.8% per year. Due to the sensitivity of all the revenue and expenditure trends, which is compounded by the potential of an economic slowdown, in any given year, we may be faced with a surplus or a shortage as we prepare the budget for that year. The fiscal environment will have to be closely monitored and managed, as the margins between revenues and expenditures are narrow.

Our goal is to ensure that the financial stability of the City is sustainable into the future. These efforts will be guided by the desire to explore all opportunities for collaboration, partnerships, consolidations, and restructuring, both internally and externally, as a means of enhancing the cost-effectiveness of services and functions to the community. As we have done in the past, the key to sustainability is managing expenditure growth.

**RELEVANT FINANCIAL POLICIES** – The City Council has established a financial and budgetary policy framework which is reviewed and updated as necessary by the City Council. A comprehensive and consistent set of financial and budgetary policies provides a basis for sound financial planning, identifies appropriate directions for service-level developments, aids budgetary decision-making, and serves as an overall framework to guide financial management and operations of the City.

The City's adoption of financial policies also promotes public confidence and increases the City's credibility in the eyes of bond rating agencies and potential investors. Such policies also provide the resources to react to potential financial emergencies in a sensible manner.

**INDEPENDENT AUDIT** - The City of Folsom's financial statements have been audited by Badawi & Associates, a firm of licensed certified public accountants. The goal of the audit is to obtain reasonable assurance that the financial statements are free of material misstatements. Badawi & Associates concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion for the fiscal year ended June 30, 2024, and that the financial statements are presented in conformity with generally accepted accounting principles (GAAP). The independent auditors report is presented as the first component of the financial section of this report.

Federal and state financial assistance received by the City is audited under the provisions of the Single Audit Act of 1996, as amended. The Single Audit was designed to meet the special needs of federal grantor agencies. This report is available in the City's separately issued "Single Audit Report". Copies of this report may be obtained from the City of Folsom's Office of Management and Budget at 50 Natoma Street, Folsom, CA 95630 or on the City's website at [www.folsom.ca.us](http://www.folsom.ca.us).

## **SUMMARY**

**Awards:** The City received the award for the prior fiscal year Annual Comprehensive Financial Report from the Government Finance Officers Association (GFOA) for “excellence in financial reporting” The current certificate appears immediately after the transmittal letter.

The fiscal year 2023-24 Annual Comprehensive Financial Report has been submitted to the GFOA award program and management believes that, once again, it will meet the criteria for this distinguished reporting award.

**Acknowledgement:** The Annual Comprehensive Financial Report reflects the hard work, talent, and commitment of the entire staff of the Office of Management and Budget, and particularly, Sahib Rao for leading the project, John Donoghue and Adam Devlin for their special contributions. Special thanks as well to staff in other City departments who assisted and contributed to the preparation of this report.

Finally, we are very grateful for the dedication and leadership of the Mayor and Council Members who have consistently set prudent financial goals, supported excellence in all aspects of financial management, and challenged us to perform and succeed at the highest levels.

Respectfully submitted,

Signed by:  
  
7B94D411BBCC457...  
Dan Haverly  
Interim City Manager

Signed by:  
  
AFD1A06E12A645E...  
Stacey Tamagni  
Finance Director/CFO



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Folsom  
California**

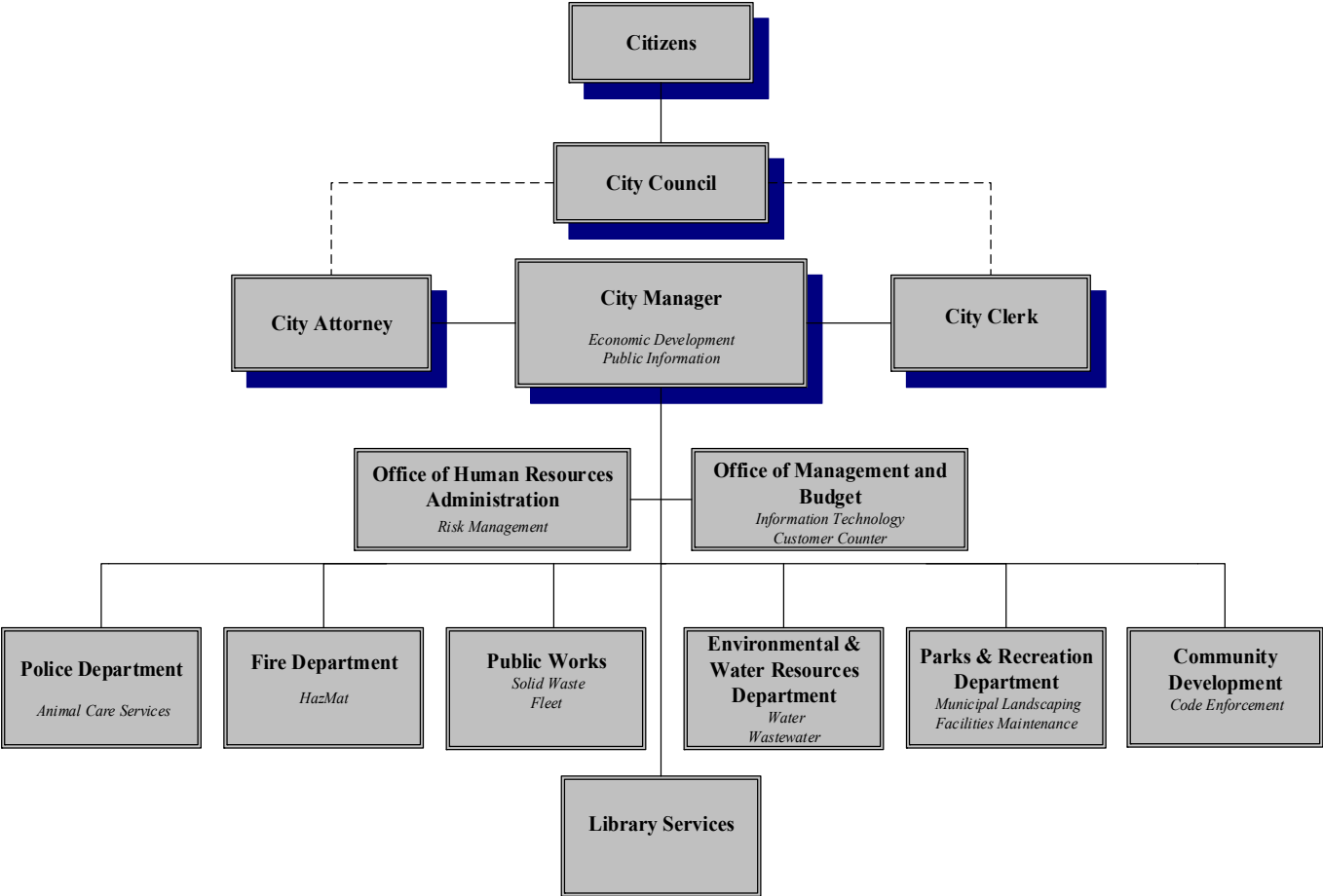
For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2023

*Christopher P. Morrell*

Executive Director/CEO

# City Organizational Chart



**CITY OF FOLSOM  
CITY COUNCIL and CITY OFFICIALS**



Mike Kozlowski, Mayor



Sarah Aquino, Vice Mayor



Anna Rohrbough



Rosario Rodriguez



YK Chalamcherla

This page has been intentionally left blank.

## FINANCIAL SECTION



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

This page has been intentionally left blank.

## INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and  
Members of the City Council of the City of Folsom  
Folsom, California

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Folsom, California (City), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *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 City 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 City'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.

### ***Auditor's 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 GAAS 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, 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 City'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 City'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 management's discussion and analysis on pages 5-19, and budgetary comparison information, pension information, and OPEB information on pages 106-115 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 City's basic financial statements. The combining and individual fund financial statements and schedules, and other supplementary information on pages 119-194, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

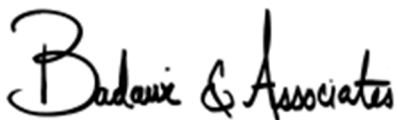
The combining and individual fund financial statements and schedules and other supplementary information on pages 119-194 are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules and other supplementary information on pages 119-194 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 comprehensive financial report. The other information comprises the introductory and statistical section included in the annual report 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. 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 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 January 31, 2025 on our consideration of the City'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 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 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 City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Badawi & Associates". The signature is stylized, with the first letter of "Badawi" being a large, looped capital "B".

Badawi & Associates, CPAs  
Berkeley, California  
February 18, 2025

This page has been intentionally left blank.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

---

This section of the City's Annual Comprehensive Financial Report presents a narrative overview and analysis of the City's financial activities for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with the transmittal letter on Page V and the City's basic financial statements.

### FINANCIAL HIGHLIGHTS

- The total assets and deferred outflows of resources of the City exceeded its total liabilities and deferred inflows of resources at the close of the Fiscal Year (FY) 2023-24 by \$655,914,048 (*net position*). Of this amount, (\$58,347,884) is unrestricted, \$120,476,117 is restricted for specific purposes, and \$593,785,815 is the net investment in capital assets.
- Compared to 2023, the City's total net position increased \$65,886,908 or 11%, during 2024. The increase in 2024 was mostly due to the \$17.2 million in capital contributions, \$20.1 million in additions to capital assets, an increase in \$10.7 million of new bond issuance, offset by a \$9.2 decrease in long term liabilities due to scheduled debt payments.
- The City's total long-term liabilities increased by \$4.9 million compared to the prior year, or 2.6%. The increase consists primarily of additions of \$10.7 million of revenue bonds and \$5.7 million in compensated absences, offset by reductions of \$11.8 million in scheduled principal payments, capital lease payments, and adjustments to compensated absences.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Folsom's basic financial statements. The City of Folsom's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statements** consist of the following two financial statements: the Statement of Net Position and the Statement of Activities. Both of these statements were prepared using accounting methods similar to those used by private-sector companies, the economic resources measurement focus and the accrual basis of accounting.

The statement of net position presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities, on the other hand, provides information on how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods, such as revenues pertaining to uncollected taxes and expenses pertaining to earned but unused annual and sick leave.

Both of these government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or in part a portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, public ways and facilities, community services and culture and recreation. The business-type activities of the City include water, wastewater, solid waste, and facilities augmentation.

## MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)

---

Two component units, the Folsom Public Financing Authority and the Folsom Ranch Financing Authority, are included in our basic financial statements and are legally separate entities for which the City is financially accountable, and they have the same board as the City Council. Complete financial statements of the Folsom Public Financing Authority and the Folsom Ranch Financing Authority may be obtained from the Office of Management and Budget of the City at 50 Natoma Street, Folsom, CA 95630.

**Fund** - a separate accounting entity with a self-balancing set of accounts.

Focus is on major funds.

Provides information regarding the three major categories of all City Funds:

**Governmental, Proprietary, and Fiduciary.**

### Fund Financial Statements

The fund financial statements report on groupings of related funds that are used to maintain control over resources that have been segregated for specific activities or objectives. A fund is a separate accounting entity with a self-balancing set of accounts. Like other state and local governments, the City uses fund accounting to ensure and demonstrate finance related legal compliance. The focus of governmental and proprietary fund financial statements is on major funds. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds** – Governmental funds include most of the City’s basic services and are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements.

However, unlike the government-wide financial statements, governmental funds financial statements are prepared using the current financial resources measurement focus and modified accrual basis of accounting.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government’s near term financing decisions. Reconciliations are prepared for the governmental funds’ Balance Sheet and the governmental funds’ Statement of Revenues, Expenditures and Changes in Fund Balances to facilitate comparisons between governmental funds and governmental activities. The primary differences between the government-wide and fund financial statements relate to noncurrent assets such as land and buildings and improvements, and non-current liabilities, such as bonded debt and amounts owed for compensated absences and capital lease obligations, which are reported in the government-wide statements but not in the fund financial statements.

In FY 2023-24, an increase of \$65,886,908 in net position in the government-wide financial statements was reported. An increase of \$48,410,169 in fund balance was reported in the fund financial statements for FY 23-24. Refer to the “Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities” for details on the factors contributing to this difference.

Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General Fund, Folsom Housing Special Revenue Fund, Folsom Public Financing Authority Debt Service Fund, Folsom Ranch Financing Authority Debt Service Fund, FPA Capital Improvement Fund, and the Transportation Improvement Capital Projects Fund which are considered major funds.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

---

The City maintains several individual governmental funds organized according to their type (special revenue, debt service, capital projects, and permanent funds). Data from the remaining governmental funds are combined into a single aggregated presentation and referred to as "Other Non-Major Governmental Funds". Individual fund data for each of these non-major other governmental funds is provided in the form of *combining statements* elsewhere in this report.

**Proprietary funds** are generally used to account for services for which the City charges customers – either outside customers, or internal units of departments of the City. *Proprietary funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. These funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The City uses proprietary funds to account for the Water, Wastewater, Solid Waste, and Facilities Augmentation activities.

**Fiduciary funds** are used to account for resources held for the benefit of parties outside the City. The City's trust and custodial funds are reported as fiduciary funds. Since the resources of these funds are not available to support the City's own programs, they are not reflected in the government-wide financial statements. The trust funds are used to account for activity related to the dissolution of the former Redevelopment Agency and for the Other Post Employment Benefits Trust. The accounting used for fiduciary funds is the same as proprietary funds.

**Notes to the Basic Financial Statements** provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. To find a specific note, refer to the Table of Contents.

**Required Supplementary Information** is presented concerning the City's budgetary comparisons for the General Fund, Folsom Housing Special Revenue Fund and the City's post-employment health care benefit schedules to show progress in funding its obligation to provide these benefits, and schedules to show the net pension liability for the City's pension plans, and contributions made to the plans and other post employment liability of the OPEB plan.

**Other Supplementary Information** is presented concerning the City's budgetary comparisons for the Folsom Public Financing Debt Service Fund.

The **combining and individual fund statements and schedules** referred to earlier provide information for non-major governmental funds and fiduciary funds. They are presented immediately following the other supplemental information.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve as a useful indicator of a government's financial position. At June 30, 2024, the City's combined net position (governmental and business-type activities) totaled \$655,914,048, an increase of 11% from June 30, 2023. The City's net position is broken out into three categories: net investment in capital assets totaling \$593,785,815 (e.g., land, buildings and improvements, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding, restricted for specific purposes totaling \$120,476,117 and unrestricted totaling \$(58,347,884). The City uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot typically be used to liquidate these liabilities.

Net Position - Primary Government  
June 30, 2024

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>Assets</b>						
Current and other	\$ 449,237,245	\$404,592,771	\$ 87,823,764	\$77,011,463	\$ 537,061,009	\$481,604,234
Capital assets, net	409,937,747	399,684,631	199,585,084	187,903,240	609,522,831	587,587,871
<b>Total assets</b>	<b>859,174,992</b>	<b>\$804,277,402</b>	<b>287,408,848</b>	<b>\$264,914,703</b>	<b>1,146,583,840</b>	<b>\$1,069,192,105</b>
<b>Deferred Outflows of Resources</b>						
Deferred outflows related to pensions	43,388,012	46,466,531	9,882,908	10,979,110	53,270,920	57,445,641
Deferred outflows related to OPEB	2,730,469	2,115,198	238,512	185,255	2,968,981	2,300,453
Deferred amounts on refunding	-	-	436,725	482,451	436,725	482,451
	<b>46,118,481</b>	<b>48,581,729</b>	<b>10,558,145</b>	<b>11,646,816</b>	<b>56,676,626</b>	<b>60,228,545</b>
<b>Liabilities</b>						
Other liabilities	179,154,081	172,692,952	13,235,347	14,840,659	192,389,428	187,533,611
Long-term liabilities	289,283,891	283,982,843	54,884,508	53,872,592	344,168,399	337,855,435
<b>Total liabilities</b>	<b>468,437,972</b>	<b>456,675,795</b>	<b>68,119,855</b>	<b>68,713,251</b>	<b>536,557,827</b>	<b>525,389,046</b>
<b>Deferred Inflows of Resources</b>						
Deferred inflows related to pensions	58,709	77,647	-	-	58,709	77,647
Deferred inflows related to OPEB	1,417,918	3,954,871	223,320	442,917	1,641,238	4,397,788
Deferred inflows related to Leases	9,054,046	9,407,267	-	-	9,054,046	9,407,267
Deferred amounts on refunding	34,598	121,761	-	-	34,598	121,761
	<b>10,565,271</b>	<b>13,561,546</b>	<b>223,320</b>	<b>442,917</b>	<b>10,788,591</b>	<b>14,004,463</b>
<b>Net position</b>						
Net investment in capital assets	406,723,010	387,374,177	187,062,805	174,288,065	593,785,815	561,662,242
Restricted	120,427,242	118,208,417	48,875	129,602	120,476,117	118,338,019
Unrestricted	(100,860,022)	(122,960,805)	42,512,138	32,987,684	(58,347,884)	(89,973,121)
<b>Total net position</b>	<b>\$ 426,290,230</b>	<b>\$382,621,789</b>	<b>\$229,623,818</b>	<b>\$ 207,405,351</b>	<b>\$ 655,914,048</b>	<b>\$ 590,027,140</b>

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

**Analysis of Activities:** The following table indicates the changes in net position for governmental and business-type activities:

Changes in Net Position - Primary Government  
For the Year Ended June 30, 2024

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>Revenues</b>						
<b>Program revenues</b>						
Charges for services	\$ 77,164,086	\$63,813,950	\$ 59,794,932	\$54,533,397	\$ 136,959,018	\$ 118,347,347
Operating grants and contributions	16,427,409	5,195,430	4,872,950	2,740,748	21,300,359	7,936,178
Capital grants and contributions	21,541,584	38,782,252	6,392,764	8,838,335	27,934,348	47,620,587
<b>General revenues</b>						
Property taxes	41,045,572	37,224,284	-	-	41,045,572	37,224,284
Sales and use tax	27,636,132	28,102,378	-	-	27,636,132	28,102,378
Other taxes	4,527,162	4,760,019	-	-	4,527,162	4,760,019
Investment earnings (loss)	12,203,978	5,622,881	4,224,861	1,327,294	16,428,839	6,950,175
Miscellaneous	1,947,816	5,318,770	-	-	1,947,816	5,318,770
<b>Total Revenues</b>	<b>202,493,739</b>	<b>188,819,964</b>	<b>75,285,507</b>	<b>67,439,774</b>	<b>277,779,246</b>	<b>256,259,738</b>

Changes in Net Assets - Primary Government - (Continued)  
For the Year Ended June 30, 2024

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>Expenses</b>						
General government	27,557,788	21,993,578	-	-	27,557,788	21,993,578
Public safety	60,464,040	54,562,107	-	-	60,464,040	54,562,107
Public ways and facilities	36,428,359	33,988,957	-	-	36,428,359	33,988,957
Community services	8,584,405	9,111,893	-	-	8,584,405	9,111,893
Culture and recreation	22,759,801	18,076,120	-	-	22,759,801	18,076,120
Interest and fiscal charges	6,228,317	6,701,685	-	-	6,228,317	6,701,685
Water	-	-	19,616,845	17,486,670	19,616,845	17,486,670
Wastewater	-	-	10,284,019	6,817,673	10,284,019	6,817,673
Solid waste	-	-	19,908,340	17,490,609	19,908,340	17,490,609
Facilities augmentation	-	-	60,424	27,577	60,424	27,577
<b>Total expenses</b>	<b>162,022,710</b>	<b>144,434,339</b>	<b>49,869,628</b>	<b>41,822,529</b>	<b>211,892,338</b>	<b>186,256,868</b>
Increase/decrease in net position before transfers and extraordinary item	40,471,029	44,385,625	25,415,879	25,617,245	65,886,908	70,002,870
Transfers	3,197,412	3,167,117	(3,197,412)	(3,167,117)	-	-
Change in net position	43,668,441	47,552,742	22,218,467	22,450,128	65,886,908	70,002,870
Net position, beginning of year	382,621,789	335,069,047	207,405,351	184,955,223	590,027,140	520,024,270
Net position, end of year	\$ 426,290,230	\$382,621,789	\$229,623,818	\$ 207,405,351	\$ 655,914,048	\$ 590,027,140

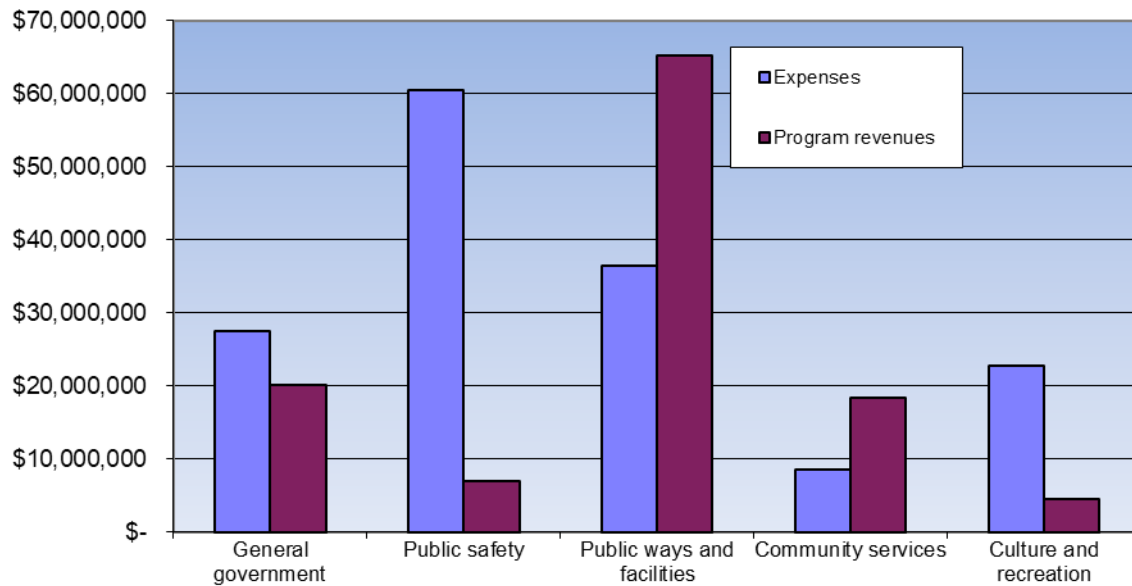
**Governmental activities:** The City's governmental activities rely on several sources of revenue to finance ongoing operations. Charges for Services and Property and Sales Taxes comprised the largest revenue source for the City followed by Capital Grants and Contributions. Charges for Services are revenues that arise from charges to customers or applicants who purchase, use, or directly benefit from the goods, services, or privileges provided. Examples of the types of services that fall under this category include building licenses and permits, business licenses, impact fees and park and recreation fees. Capital Grants and Contributions are monies received from parties outside the City and are generally restricted for use in capital activity.

At the end of FY 2023-24, total revenues for the governmental activities, excluding transfers from the business-type activities of \$3.2 million, was \$202,493,739, an increase of approximately \$13.7 million from the previous year mostly due to increases in Property Tax revenue and Investment Earnings due to the GASB 72 adjustment. Expenses totaled \$162,022,710 an increase of \$17.6 million or 12% from the prior year. After transfers and special items, revenues exceeded expenses and thus governmental activities increased the City's net position by \$40,471,029.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

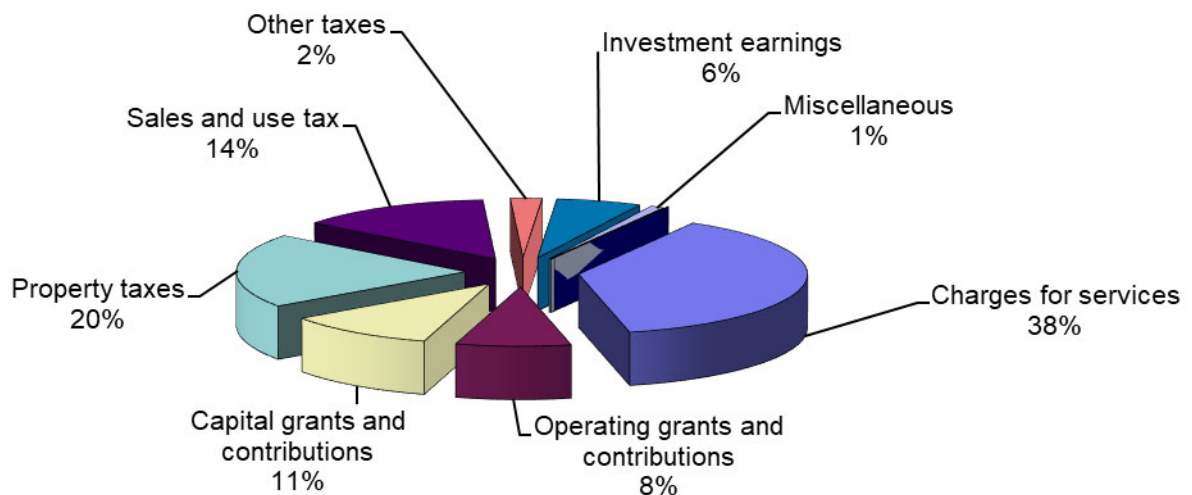
Overall program revenues increased by approximately \$7.3 million. General revenues saw an overall increase of approximately \$6.3 million. The following chart presents a comparison of expenses by function and the associated program revenues for governmental activities:

**Expenses and Program Revenues - Governmental Activities**



The chart below presents the percentage of total revenues by source for governmental activities.

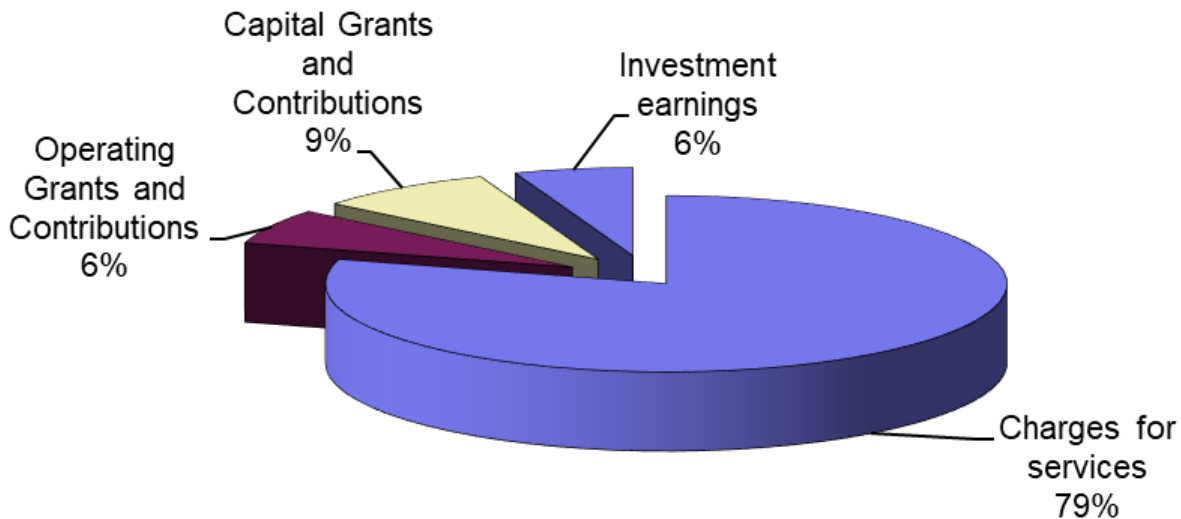
**Revenues by Source - Governmental Activities**



## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

**Business-type activities:** The City has four business-type activities: Water, Wastewater, Solid Waste, and Facilities Augmentation. In keeping with the intent of recovering all or a significant portion of their cost through user fees and charges, business-type activities reported Charges for Services as their largest source of revenues. Capital Grants and Contributions, as well as Operating Grants and Contributions, were the other revenue sources. Capital Grants and Contributions include revenues received from developers for capital infrastructure.

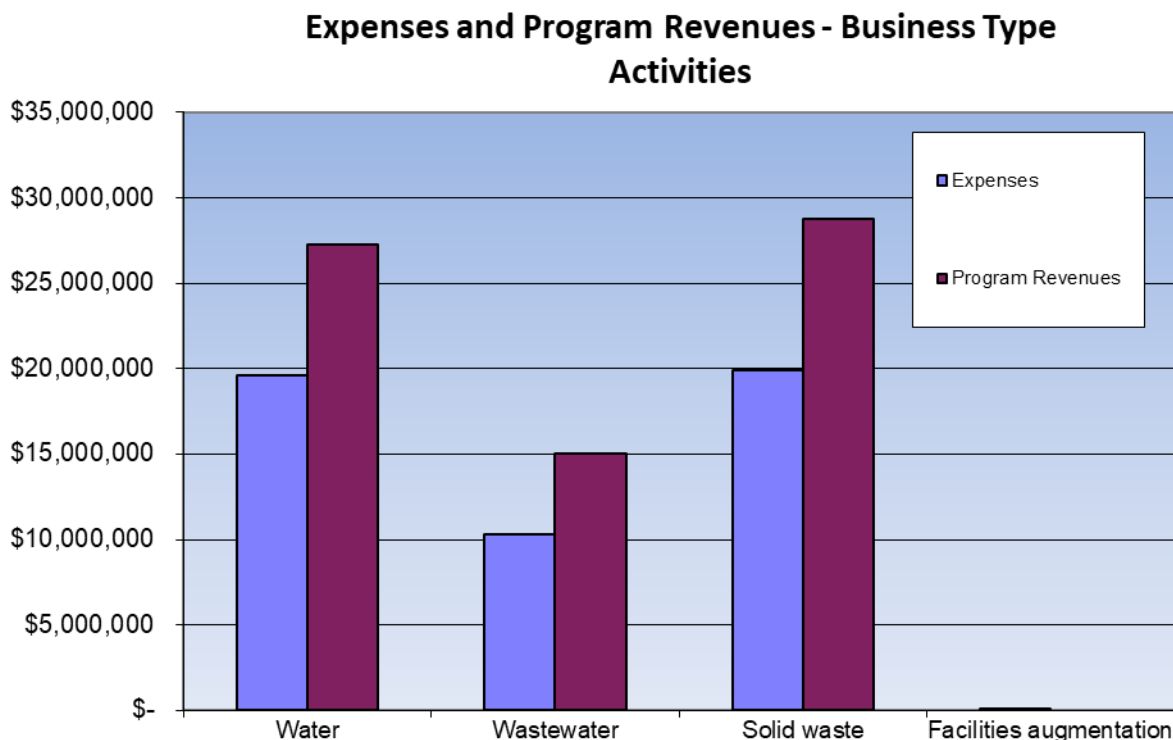
### Revenues by Source - Business-Type Activities



Business-type activities increased the City's net position by \$22,218,467. At the end of FY 2023-24, business-type activities reported total revenues, excluding transfers in from governmental activities, of \$75,285,507, an increase of \$7.8 million from the prior year. The total expenses amounted to \$49,869,628, reflecting an increase of \$8,047,099 compared to the previous year. This rise was primarily attributable to higher costs associated with employee services, as well as increased other operating expenditures related to capital improvement projects and the acquisition of vehicles and equipment. The program revenues (Charges for Services, Operating Grants and Contributions, and Capital Grants and Contributions) financed the majority of expenses recorded for the business-type activities. Other factors concerning the finances of the City's five enterprise funds are discussed in the Proprietary Funds section of the "Financial Analysis of the City's Funds."

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

The following chart shows expenses by function and the associated program revenues for the business-type activities.



### FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier the City uses **fund accounting** to ensure and demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

**Governmental funds:** The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of resources that are available for spending. Such information is useful in assessing the City's financial requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of governmental funds reported by the City include the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds and Permanent Funds.

At the end of the current fiscal year, the City's governmental funds reported combined fund balances of \$393,286,266 an increase of \$48,410,170 during FY 2024. The increase is mostly due to activity in the Transportation Improvement Capital Fund, Folsom Ranch Financing Authority related to bond issuances and related GASB 72 adjustments. Of the total fund balance, \$24,825,738 (6.3%) of this total amount constitutes *unassigned fund balance*, which is available for spending at the City's discretion. The remainder of the balance is *nonspendable, restricted, committed or assigned* to indicate that it is *not* available for new spending. Refer to Note 12 in the basic financial statements for a detailed breakout of fund balance within the five categories.

Revenues and other financing sources for governmental funds totaled approximately \$206.4 million for the fiscal year ended June 30, 2024, which represents an increase of 5% from the fiscal year ended June 30, 2023. The increase is mostly due to the investment earnings related to GASB 72 adjustments. Expenditures and other financing uses for governmental functions totaled \$158.1 million, an increase of 9% from the prior year.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

### **Comparative Analysis of Changes in Fund Balances**

The following schedule presents a summary of revenues and other financing sources, expenditures and other financing uses, and the net changes in fund balances for the governmental funds for the current and previous fiscal years.

#### GOVERNMENTAL FUNDS

#### COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2024

	Revenues and Other Financing Sources		Expenditures and Other Financing Uses		Net Change in Fund Balances	
	2024	2023	2024	2023	2024	2023
General Fund	\$ 119,239,543	\$ 111,358,164	\$ 115,609,504	\$ 107,512,855	\$ 3,630,039	\$ 3,845,309
Folsom Housing - Special Revenue Fund	6,721,058	4,447,173	496,704	203,947	6,224,354	4,243,226
Folsom Public Financing Authority	1,166,236	2,379,096	4,047,233	7,773,895	(2,880,997)	(5,394,799)
Folsom Ranch Financing Authority	18,838,144	27,278,683	6,729,165	6,107,349	12,108,979	21,171,334
FPA Capital Improvement	17,292,150	12,008,291	13,126,238	1,793,757	4,165,912	10,214,534
Transportation Improvement Fund	18,901,090	21,615,196	7,005,835	11,966,539	11,895,255	9,648,657
Other Governmental Funds	24,306,217	17,524,275	11,039,590	9,652,435	13,266,627	7,871,840
Total	\$ 206,464,438	\$ 196,610,878	\$ 158,054,269	\$ 145,010,777	\$ 48,410,169	\$ 51,600,101

In the governmental funds, expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and when the revenue is measurable and available. As expenditures increase, revenues increase proportionately, subject to availability. In addition to the effects of expenditure-driven grants, the following information provides significant reasons for the change in fund balance.

### ***Analysis of Major Governmental Funds***

#### **General Fund**

The General Fund is the primary operating fund of the City. At the end of FY 2023-24 there was an increase in fund balance of \$3.6 million which resulted in a nonspendable fund balance of \$1.6 million, an assigned fund balance of \$6.7 million, restricted amount of \$1.2 million and unassigned fund balance of \$24.9 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 21.6% of total General Fund expenditures and transfers out of \$115,609,504 while total fund balance represents 29.8% of that same amount.

General Fund revenues of \$114.7 million were up \$7.8 million or 7.3% higher than FY 2022-23 revenues of \$106.9 million. The table below provides a revenue comparison between Fiscal Years 2023-24 versus 2022-23.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

	2024	2023	\$ Change	% Change
Property taxes	\$ 41,045,572	\$ 37,224,284	\$ 3,821,288	10.3%
Sales & use taxes	27,636,132	28,102,378	(466,246)	-1.7%
Transient occupancy	2,521,841	2,496,365	25,476	1.0%
Real Property transfer	797,839	1,027,125	(229,286)	-22.3%
Other	1,207,483	1,236,529	(29,046)	-2.3%
Licenses and permits	4,977,444	4,010,647	966,797	24.1%
Vehicle license fees	9,829,629	8,998,734	830,895	9.2%
Intergovernmental	4,195,514	3,901,461	294,053	7.5%
Charges for current services	18,125,595	16,876,236	1,249,359	7.4%
Fines and forfeitures	207,365	133,080	74,285	55.8%
Interest	2,891,036	894,692	1,996,344	223.1%
Miscellaneous	1,276,153	2,002,191	(726,038)	-36.3%
<b>Total</b>	<b>\$ 114,711,603</b>	<b>\$ 106,903,722</b>	<b>\$ 7,807,881</b>	<b>7.3%</b>

Property tax revenues increased 10.3% over the prior fiscal year, due to increasing home value. Intergovernmental revenue increased \$294K or 7.5% over last year due to recognizes spent ARPA funds. Vehicle license fees increased \$831K or 9.2% over the last year.

General fund expenditures of \$115,222,380, excluding transfers out, increased by \$7.7 million or 7.2% over prior year expenditures of \$107,512,855. This is due to increased spending across most functions due to increase in costs for services.

Expenditures	2024	2023	\$ variance	% variance
General government	\$ 19,458,822	\$19,076,661	\$ 382,161	2.0%
Public safety	54,648,543	49,702,490	4,946,053	10.0%
Public ways and facilities	7,846,599	7,876,450	(29,851)	-0.4%
Community services	8,601,555	9,175,089	(573,534)	-6.3%
Culture and recreation	18,935,103	14,379,902	4,555,201	31.7%
Capital Outlay	4,962,482	7,178,969	(2,216,487)	-30.9%
Debt service principal payments	765,047	123,294	641,753	520.5%
Debt Service - Interest + Fiscal Change	4,229	-	4,229	0.0%
<b>Total</b>	<b>\$ 115,222,380</b>	<b>\$107,512,855</b>	<b>\$ 7,709,525</b>	<b>7.2%</b>

The following shows the ending and net change in fund balance for governmental funds for the current and previous year.

### Comparative Fund Balance - Governmental Funds

	2024	2023	Net Change
General Fund	\$ 34,394,397	\$ 30,764,357	\$ 3,630,040
Folsom Housing - Special Revenue Fund	48,256,621	42,032,267	6,224,354
Folsom Public Financing Authority	28,670,402	31,551,399	(2,880,997)
Folsom Ranch Financing Authority	139,488,908	127,379,929	12,108,979
FPA Capital Improvement	43,316,400	39,150,488	4,165,912
Transportation Improvement Fund	37,254,452	25,359,197	11,895,255
Other Governmental Funds	61,905,086	48,638,459	13,266,627
<b>Total</b>	<b>\$ 393,286,266</b>	<b>\$ 344,876,096</b>	<b>\$ 48,410,170</b>

## **MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)**

---

### **Folsom Housing Special Revenue Fund**

The Folsom Housing Special Revenue Fund was created in FY 2011-12 after the City elected to retain the Housing function of the former RDA. This fund accounts for the Housing activities of the City that were previously accounted for in the Redevelopment Special Revenue Fund. For FY 2023-2024, the fund reported revenues of \$6.7 million and expenditures / transfers of \$497k, increasing fund balance by \$6.2 million.

### **Folsom Public Financing Authority Debt Service Fund**

The Folsom Public Financing Authority's (FPFA) governmental debt service fund provides information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Authority's financing requirements. The Authority's governmental debt service fund balance decreased \$2.9 million during 2024.

Revenues for FPFA's governmental functions overall totaled \$1.2 million in FY 2023-24, and represent an decrease of \$1.2 million in comparison with the prior fiscal year. This is mostly due to investment earnings related to GASB 72 adjustments. Expenditures for governmental functions, totaling \$4 million, a decrease of \$3.7 million from the prior fiscal year. For additional information please refer to Note 9 of this report and the separately issued financial statements.

### **Folsom Ranch Financing Authority Debt Service Fund**

The Folsom Ranch Financing Authority's (FRFA) governmental debt service fund provides information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Authority's financing requirements. The Authority's governmental debt service fund balance increased \$12.1 million during 2024. This increase was mostly due to the \$2.3 million investment earning related to GASB 72 adjustments and the new bond issuance of \$10.7 million.

Revenues for FRFA's governmental functions overall totaled \$8 million in FY 2023-24, and represent an increase of \$1.3 million in comparison with the prior fiscal year. This is mostly due to the investment earnings related to GASB 72 adjustments. Expenditures for governmental functions, totaling \$6.7 million, increased by \$622K from the prior fiscal year. For additional information please refer to Note 9 of this report and the separately issued financial statements.

### **Transportation Improvement Capital Projects Fund**

The Transportation Improvement Capital Projects Fund is used to account for long-term major road projects financed through developer mitigation charges and Measure A funding. Expenditures and transfers in the Transportation Improvement Capital Projects Fund were \$7 million in FY 2023-24, a decrease of \$5 million from the prior fiscal year.

### **FPA Capital Improvement Fund**

The FPA Capital Improvement Fund is used to account for general capital facilities, library, municipal services center, police, fire, parks, and trails projects in the Folsom Plan Area financed from the collection of Impact fees. Revenues were \$17.3 million in FY 2023-24. Expenditures and transfers in the FPA Capital Improvement Fund were \$13.1 million in FY 2023-24.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

### ***Proprietary Funds***

#### **Water Fund**

Net position of the Water Fund increased \$8.4 million in FY 2023-24. Operating revenue for FY 2023-24 was \$20.6 million, an increase of \$1.7 million due to favorable water usage levels throughout the year. Operating expenses increased \$2.2 million to \$19.2 million primarily due to an increase in GASB 68 adjustment. Net transfers were \$943K, an increase of \$40K from prior year levels. As of June 30, 2024, the fund's net position was \$129.4 million, of which \$109 million was the net investment in capital assets, while the remaining \$20.4 million was unrestricted.

#### **Wastewater Fund**

Operating revenues were at \$12.1 million, an increase of 388k million from the prior year. This increase is mostly due to a rate increase that occurred in July 2023. Expenses were at \$10.3 million, an increase of \$3.5 million from the prior year. The net result was operating income of \$1.8 million. Other items which affected net position were capital contributions of \$2.7 million and other non-operating revenue of \$1.82 million. The total increase to net position in FY 2023-24 was \$5.6 million, leaving a balance of \$84.9 million. As of June 30, 2024, of the Fund's net position, \$69.6 million was the net investment in capital assets, and the remaining \$15.3 million was unrestricted.

#### **Solid Waste Fund**

Operating revenues were at \$27.1 million, an increase of \$3.2 million from the prior year. This increase is mostly due to a rate increase that occurred in July 2023. Operating expenses were at \$19.9 million, an increase of \$2.4 million. The net result was operating income of \$7.2 million. The total increase to net position in FY 2023-24 was \$8.2 million, leaving a balance of 15.3 million. As of June 30, 2024, of the Fund's net position, \$8.5 million was the net investment in capital assets, and the remaining \$6.8 million was unrestricted.

The following schedule presents a summary of operating and nonoperating revenues, capital contributions and transfers, operating and nonoperating expenses and transfers, and the net change in net position for the proprietary funds for the current and previous fiscal years.

	Operating Revenues, Nonoperating Revenues, Capital Contributions & Transfers		Operating Expenses, Nonoperating Expenses & Transfers		Net Change in Net Position	
	2024	2023	2024	2023	2024	2023
Water	\$ 28,971,940	\$ 26,393,227	\$ 20,559,968	\$ 18,390,241	\$ 8,411,972	\$ 8,002,986
Wastewater	16,622,318	15,945,806	10,991,549	7,542,931	5,630,769	8,402,875
Solid Waste	29,763,610	25,198,509	21,530,506	19,129,825	8,233,104	6,068,684
Other Enterprise Funds	3,196	3,332	60,574	27,749	(57,378)	(24,417)
Total	<u>\$ 75,361,064</u>	<u>\$ 67,540,874</u>	<u>\$ 53,142,597</u>	<u>\$ 45,090,746</u>	<u>\$ 22,218,467</u>	<u>\$ 22,450,128</u>

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

Over the course of the year, the City Council revised the City budget to adjust appropriations for use of prior year department carryover.

The Council has a policy of including a 1% contingency line item in the Annual Budget. As in years past, the FY23-24 budget includes this line item. This contingency amount is to be used for unforeseen transactions such as revenue shortfalls, required over expenditure of the budget, emergency events, and any authorized but unbudgeted activities.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

Revenues were \$114.7 million or 108% of budgeted amounts. Property tax revenue exceeded budget by \$951K. Intergovernmental Revenues were \$3.4 million above budget due to the recognition of \$2.6 million in ARPA revenue, and Charges for Current Services, which were \$5.8 million above budget, was mostly due to increased engineering fees related to development in the Folsom Plan Area and better than expected Parks and Recreation program revenue.

### CAPITAL ASSET AND DEBT ADMINISTRATION

#### Capital Assets:

The City's investment in capital assets for its governmental and business-type activities grew as of June 30, 2024, and amounted to \$609.5 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, vehicles and equipment and construction in progress. The total increase in the City's capital assets for the current fiscal year was 3.4%, as shown in the following table. Capital assets for the governmental and business-type activities are presented below to illustrate the changes from the prior year:

Capital assets (Net of Depreciation) June 30, 2024		<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
		2024	2023	2024	2023	2024	2023
Land		\$ 19,691,947	\$19,605,947	\$ 815,270	\$815,270	\$ 20,507,217	\$ 20,421,217
Construction in progress		15,227,473	4,155,242	14,208,931	10,110,956	29,436,405	14,266,198
Buildings		29,768,250	30,721,621	370,695	400,008	30,138,945	31,121,629
Improvements		337,773,976	338,277,465	173,008,252	169,916,707	510,782,228	508,194,172
Equipment		4,772,752	4,154,989	11,141,336	6,566,454	15,914,088	10,721,443
Intangible Asset		2,703,349	2,769,367	40,600	93,846	2,743,949	2,863,213
Total capital assets		<u>\$ 409,937,747</u>	<u>\$399,684,631</u>	<u>\$ 199,585,084</u>	<u>\$187,903,240</u>	<u>\$ 609,522,831</u>	<u>\$ 587,587,872</u>

This year's major capital asset additions included the following:

- Equipment purchases of \$9.3 million for various vehicles and machinery
- Construction expenditures of \$6.1 million for Fire Station # 34
- Construction expenditures of \$6.6 million FPA Prospector Park additions
- Construction expenditures of \$1.2 million for Natoma Street drainage project
- Construction expenditures of \$4.8 million for Sewer Evaluation & Capacity Plan on Folsom Blvd

Additional information on the City's capital assets can be found in Note 6 of this report.

#### Long-term Liabilities

As of June 30, 2024, the City had \$179,154,081 of outstanding long-term liabilities related to governmental activities and \$13,235,347 of long-term liabilities related to business-type activities, for a total of \$192,389,428. The City's total long-term liabilities increased by \$4.7 million compared to the prior year, or 2.5%. The increase was made up of \$10.7 million of revenue bonds, offset by reductions of \$9.2 million in scheduled principal payments, capital lease payments, and adjustments to compensated absences. The City's liabilities are in the form of general obligation bonds, certificates of participation, revenue bonds, long-term lease obligations, capital lease obligations, compensated absences, long term loans, and deferred amounts for issuance discounts, premiums and refundings.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

The following table summarizes the City's long-term liabilities at June 30, 2024:

### LONG-TERM LIABILITIES June 30, 2024

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenue bonds	\$ 136,705,000	\$ 126,955,000	\$ 4,745,000	\$ 5,585,000	\$ 141,450,000	\$ 132,540,000
Notes from direct borrowings and direct placements	29,090,000	32,075,000	7,176,000	7,830,000	36,266,000	39,905,000
City Hall & Fire Station Lease Obligation	622,815	814,635	-	-	622,815	814,635
Capital lease obligations	-	124,771	-	-	-	124,771
Compensated absences	4,482,842	4,243,626	745,513	743,034	5,228,355	4,986,660
Less: Discounts/premiums	8,253,424	8,477,920	568,834	682,625	8,822,258	9,160,545
Total	\$ 179,154,081	\$ 172,690,952	\$ 13,235,347	\$ 14,840,659	\$ 192,389,428	\$ 187,531,611

Please refer to Note 9 in the Notes to the Basic Financial Statements for more detailed information on long-term liability activity of the City.

### Credit Rating

As of June 30, 2024 the City's Water Bonds are rated AA/Stable by Standard & Poor's.

The City typically opted to purchase bond insurance from monoline insurers to enhance its credit rating to AAA. A bond insurance policy guarantees payment of principal and interest on bonds due for payment should the City fail to make a bond payment. With the financial crisis of 2008, many monoline insurers were downgraded, making the purchase of such insurance less advantageous.

A large portion of the City's financings have been through the issuance of special assessment district debt. These district bonds, issued per the Mello-Roos Community Facilities act of 1982 and the Marks-Roos Local Bond Pooling Act of 1985, are land secured financings where developments are not yet completed at the time of issuance, and are therefore not rated at the time of the original issuance. However, as these individual developments have matured, many of these financings within the City have been refunded and have subsequently received ratings.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

### Economic Factors

Current economic projections project slowing economic growth as the Federal Reserve works to tame inflation. The City's focus remains on maintaining a prudent reserve balance, while facing continued budget constraints. These constraints include:

- The trend of sales tax growth flattening.
- Rising costs for both operational expenses such as contracts and supplies as well as increased employee wages and benefits costs.
- Aging infrastructure with no dedicated funding source for repair or replacement of these assets.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

---

### **Next Year's Budget**

The City closed the fiscal year with a total General Fund balance of \$34,394,397, and an unassigned fund balance of \$24,941,979, or 21.6% of expenditures. Revenue growth in coming years is expected to be slow and City management will continue to monitor the General Fund's position and report to Council on a quarterly basis.

The General Fund budget for FY 2024-25 appropriates approximately \$117.1 million, an increase of 1.7% over the prior year final expenditures. General Fund revenue for FY 2024-25 is projected to be \$115.4 million, approximately a \$6.8 million increase from FY 2023-24. Management's efforts will focus on closely monitoring expenses and utilizing existing resources as efficiently and effectively as possible.

### **CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances. We hope that the preceding information has provided you with a general overview of the City's overall financial status. For questions or comments concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chief Financial Officer, 50 Natoma Street, Folsom, CA 95630, (916) 461-6000 or visit the City's website at [www.folsom.ca.us](http://www.folsom.ca.us).

This page has been intentionally left blank.

## BASIC FINANCIAL STATEMENTS



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

This page has been intentionally left blank.

---

# **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

---

This page has been intentionally left blank.

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF NET POSITION JUNE 30, 2024

	Primary Government		
	Governmental	Business-Type	
	Activities	Activities	Total
<b>ASSETS:</b>			
Cash and investments	\$ 217,982,845	\$ 78,781,967	\$ 296,764,812
Receivables, net of allowances for uncollectibles	55,043,663	9,030,424	64,074,087
Due from other governments	2,868,606	10,637	2,879,243
Inventory	566,774	-	566,774
Prepays	1,005,473	-	1,005,473
Deposits	3,195,897	736	3,196,633
Restricted assets - cash and investments	557,300	-	557,300
Investments held in trust	168,016,687	-	168,016,687
Capital assets, net of accumulated depreciation:			
Nondepreciable	34,919,420	15,024,201	49,943,621
Depreciable	375,018,327	184,560,883	559,579,210
Total assets	859,174,992	287,408,848	1,146,583,840
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Deferred outflows related to pensions	43,388,012	9,882,908	53,270,920
Deferred outflows related to OPEB	2,730,469	238,512	2,968,981
Deferred amounts on refunding	-	436,725	436,725
Total deferred outflows of resources	46,118,481	10,558,145	56,676,626
<b>LIABILITIES:</b>			
Accounts payable	9,687,963	4,001,048	13,689,011
Wages payable	3,660,944	576,537	4,237,481
Interest payable	2,474,609	26,324	2,500,933
Lease Payable	45,996	32,445	78,441
Subscription Payable	2,511,328	-	2,511,328
Due to other governments	-	5,132,804	5,132,804
Unearned revenue	21,131,547	3,596,293	24,727,840
Long-term liabilities (due within one year):			
Other long-term liabilities due within one year	5,416,512	1,691,646	7,108,158
Long-term liabilities (due in more one year):			
Net pension liability	163,786,629	33,634,096	197,420,725
Net other postemployment benefits (OPEB) liability	85,984,875	7,884,961	93,869,836
Other long-term liabilities due in more than one year	173,737,569	11,543,701	185,281,270
Total liabilities	468,437,972	68,119,855	536,557,827
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Deferred inflows related to pensions	58,709	-	58,709
Deferred inflows related to OPEB	1,417,918	223,320	1,641,238
Deferred inflows related to leases	9,054,046	-	9,054,046
Deferred amounts on refunding	34,598	-	34,598
Total deferred inflows of resources	10,565,271	223,320	10,788,591
<b>NET POSITION:</b>			
Net investment in capital assets	406,723,010	187,062,805	593,785,815
Restricted for:			
Capital Projects	38,140,612	-	38,140,612
Debt service	9,129,310	-	9,129,310
Low and moderate income housing	48,406,376	-	48,406,376
Transportation/streets	8,227,581	-	8,227,581
Lighting and landscape assessment districts	9,692,568	-	9,692,568
Other Special Revenue	6,830,795	48,875	6,879,670
Unrestricted	(100,860,022)	42,512,138	(58,347,884)
Total net position	\$ 426,290,230	\$ 229,623,818	\$ 655,914,048

The notes to the basic financial statements are an integral part of this statement.

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2024

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT:				
Governmental activities:				
General government	\$ 27,557,788	\$ 10,864,478	\$ -	\$ 9,336,289
Public safety	60,464,040	6,587,658	369,680	180
Public ways and facilities	36,428,359	37,036,449	16,057,729	12,052,641
Community services	8,584,405	18,319,974	-	-
Culture and recreation	22,759,801	4,355,527	-	152,474
Interest and fiscal charges	6,228,317	-	-	-
Total governmental activities	162,022,710	77,164,086	16,427,409	21,541,584
Business-type activities:				
Water	19,616,845	20,610,660	2,985,295	3,673,446
Wastewater	10,284,019	12,086,657	220,265	2,719,318
Solid Waste	19,908,340	27,097,615	1,667,390	-
Facilities Augmentation	60,424	-	-	-
Total business-type activities	49,869,628	59,794,932	4,872,950	6,392,764
TOTAL	\$ 211,892,338	\$ 136,959,018	\$ 21,300,359	\$ 27,934,348

### GENERAL REVENUES:

Taxes:  
     Property  
     Sales and use  
     Other  
 Investment earnings (loss)  
 Miscellaneous

### Transfers

### Total general revenues and transfers

### Change in net position

Net position, beginning of year

### Net position, end of year

The notes to the basic financial statements are an integral part of this statement.

**Net (Expense) Revenue and  
Changes in Net Position**

<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (7,357,021)	\$ -	\$ (7,357,021)
(53,506,522)	-	(53,506,522)
28,718,460	-	28,718,460
9,735,569	-	9,735,569
(18,251,800)	-	(18,251,800)
(6,228,317)	-	(6,228,317)
<u>(46,889,631)</u>	<u>-</u>	<u>(46,889,631)</u>
-	7,652,556	7,652,556
-	4,742,221	4,742,221
-	8,856,665	8,856,665
-	(60,424)	(60,424)
<u>-</u>	<u>21,191,018</u>	<u>21,191,018</u>
<u>(46,889,631)</u>	<u>21,191,018</u>	<u>(25,698,613)</u>
41,045,572	-	41,045,572
27,636,132	-	27,636,132
4,527,162	-	4,527,162
12,203,978	4,224,861	16,428,839
1,947,816	-	1,947,816
<u>3,197,412</u>	<u>(3,197,412)</u>	<u>-</u>
<u>90,558,072</u>	<u>1,027,449</u>	<u>91,585,521</u>
43,668,441	22,218,467	65,886,908
<u>382,621,789</u>	<u>207,405,351</u>	<u>590,027,140</u>
<u>\$ 426,290,230</u>	<u>\$ 229,623,818</u>	<u>\$ 655,914,048</u>

**PRIMARY GOVERNMENT:**

Governmental activities:

General government  
Public safety  
Public ways and facilities  
Community services  
Culture and recreation  
Interest and fiscal charges

Total governmental  
activities

Business-type activities:

Water  
Wastewater  
Solid Waste  
Facilities Augmentation

Total business-type  
activities

**TOTAL**

**GENERAL REVENUES:**

Taxes:

Property  
Sales and use  
Other  
Investment earnings (loss)  
Miscellaneous

**Transfers**

**Total general revenues and transfers**

**Change in net position**

Net position, beginning of year

**Net position, end of year**

This page has been intentionally left blank.

---

# FUND FINANCIAL STATEMENTS

---

*Governmental Fund Financial Statements*

*Proprietary Fund Financial Statements*

*Fiduciary Fund Financial Statements*

# CITY OF FOLSOM, CALIFORNIA

## BALANCE SHEET - GOVERNMENTAL FUNDS

JUNE 30, 2024

	General Fund	Folsom Housing Special Revenue Fund	Folsom Public Financing Authority Debt Service Fund	Folsom Ranch Financing Authority Debt Service Fund
<b>ASSETS</b>				
Cash and cash equivalents	\$ 52,748,613	\$ 18,458,941	\$ 139,777	\$ 1
Cash with fiscal agent	-	-	1,271	-
Receivables, net	17,261,164	29,833,722	1,574	-
Insurance deposits	4,824	-	-	-
Due from other funds	73,709	-	-	-
Prepays	1,005,473	-	-	-
Due from other governments	2,427,517	-	-	-
Inventory	566,774	-	-	-
Investments held in trust	-	-	28,527,780	139,488,907
Restricted assets:				
Cash and cash equivalents	-	-	-	-
Total assets	<u>\$ 74,088,074</u>	<u>\$ 48,292,663</u>	<u>\$ 28,670,402</u>	<u>\$ 139,488,908</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 5,873,496	\$ 36,042	\$ -	\$ -
Wages payable	2,883,304	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	1,281,904	-	-	-
Unearned revenue	20,600,927	-	-	-
Total liabilities	<u>30,639,631</u>	<u>36,042</u>	<u>-</u>	<u>-</u>
<b>Deferred Inflows of Resources</b>				
Deferred inflows related to leases	9,054,046	-	-	-
Total deferred inflows of resources	<u>9,054,046</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances:</b>				
Nonspendable	1,577,071	-	-	-
Restricted	1,152,276	48,256,621	28,670,402	139,488,908
Committed	-	-	-	-
Assigned	6,723,071	-	-	-
Unassigned	24,941,979	-	-	-
Total fund balances	<u>34,394,397</u>	<u>48,256,621</u>	<u>28,670,402</u>	<u>139,488,908</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 74,088,074</u>	<u>\$ 48,292,663</u>	<u>\$ 28,670,402</u>	<u>\$ 139,488,908</u>

See accompanying Notes to Basic Financial Statements.

<b>Transportation Improvement Capital Projects Fund</b>	<b>FPA Capital Improvement</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 36,250,231	\$ 43,114,958	\$ 56,919,348	\$ 207,631,869
-	-	219,368	220,639
1,461,149	389,341	5,922,221	54,869,171
-	1,483,747	-	1,488,571
-	-	-	73,709
-	-	-	1,005,473
-	-	441,089	2,868,606
-	-	-	566,774
-	-	-	168,016,687
205,000	-	352,300	557,300
<b>\$ 37,916,380</b>	<b>\$ 44,988,046</b>	<b>\$ 63,854,326</b>	<b>\$ 437,298,799</b>

#### ASSETS

Cash and cash equivalents  
Cash with fiscal agent  
Receivables, Net  
Insurance deposits  
Due from other funds  
Prepays  
Due from other governments  
Inventory  
Investments held in trust  
Restricted assets:  
Cash and cash equivalents

Total assets

#### LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES

##### Liabilities:

Accounts payable  
Wages payable  
Due to other funds  
Advances from other funds  
Unearned revenue

Total liabilities

##### Deferred Inflows of Resources

Deferred inflows related to leases

Total deferred inflows of resources

##### Fund Balances:

Nonspendable  
Restricted  
Committed  
Assigned  
Unassigned

Total fund balances

Total liabilities, deferred inflows of  
resources and fund balances

# CITY OF FOLSOM, CALIFORNIA

## RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION JUNE 30, 2024

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

Total fund balances - total governmental funds (Page 25)	\$ 393,286,266
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the Governmental Funds' balance sheet	
Nondepreciable capital assets	34,919,420
Depreciable capital assets, net	375,018,590
Deferred outflows - amount related to pensions	43,388,012
Deferred outflows - amount related to OPEB	2,730,469
Deferred amounts on refunding not in governmental funds	(34,598)
Net unmatured long-term debt	(174,671,239)
Accrued interest	(2,353,382)
Certain accrued liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds as follows:	
Compensated absences	(4,482,842)
Net post-employment benefit liability (OPEB)	(85,984,875)
Net pension liability	(163,786,629)
Lease Payable	(45,996)
Subscription Payable	(2,511,328)
Interest Payable	(121,227)
Deferred inflows - amount related to pensions	(58,709)
Deferred inflows - amount related to OPEB	(1,417,918)
Internal service funds are used by management to charge the costs of fleet management, management information services, facilities costs, and insurance, to individual funds. The assets and liabilities of the Internal Service Funds are included in the governmental activities in the Government-Wide Statement of Net Position.	12,416,216
<b>Net position of governmental activities (Page 21)</b>	<b>\$ 426,290,230</b>

This page has been intentionally left blank.

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	General Fund	Folsom Housing Special Revenue Fund	Folsom Public Financing Authority Debt Service Fund	Folsom Ranch Financing Authority Debt Service Fund
REVENUES:				
Taxes:				
Property tax	\$ 41,045,572	\$ -	\$ -	\$ -
Sales and use tax	27,636,132	-	-	-
Transient occupancy tax	2,521,841	-	-	-
Real property transfer	797,839	-	-	-
Other taxes	1,207,483	-	-	-
License and permits	4,977,444	-	-	-
Vehicle license fees	9,829,629	-	-	-
Intergovernmental	4,195,514	12,012	1,062,233	5,680,019
Charges for current services	18,125,595	11,019	-	-
Fines and forfeitures	207,365	6,051,162	-	-
Assessment collections	-	-	-	-
Investment (income) loss	2,891,036	646,865	104,003	2,273,342
Miscellaneous	1,276,153	-	-	-
Total revenues	114,711,603	6,721,058	1,166,236	7,953,361
EXPENDITURES:				
Current:				
General government	19,458,822	485,602	-	-
Public safety	54,648,543	-	-	-
Public ways and facilities	7,846,599	-	-	-
Community services	8,601,555	-	-	-
Culture and recreation	18,935,103	-	-	-
Capital outlay	4,962,482	-	-	-
Debt service:				
Principal payments	765,047	-	3,176,820	1,010,000
Interest and fiscal charges	4,229	-	870,413	5,719,165
Total expenditures	115,222,380	485,602	4,047,233	6,729,165
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(510,777)	6,235,456	(2,880,997)	1,224,196
OTHER FINANCING SOURCES (USES):				
Bond issuance-principal	-	-	-	10,760,000
Bond issuance-premium	-	-	-	124,783
SBITA proceeds	501,083	-	-	-
Transfers in	4,026,857	-	-	-
Transfers out	(387,124)	(11,102)	-	-
Total other financing sources (uses)	4,140,816	(11,102)	-	10,884,783
NET CHANGE IN FUND BALANCES	3,630,039	6,224,354	(2,880,997)	12,108,979
FUND BALANCES, BEGINNING OF YEAR	30,764,358	42,032,267	31,551,399	127,379,929
FUND BALANCES, END OF YEAR	\$ 34,394,397	\$ 48,256,621	\$ 28,670,402	\$ 139,488,908

See accompanying Notes to Basic Financial Statements.

Transportation Improvement Capital Projects Fund	FPA Capital Improvement	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 41,045,572
-	-	-	27,636,132
-	-	-	2,521,841
-	-	-	797,839
-	-	-	1,207,483
-	-	5,855	4,983,299
-	-	-	9,829,629
10,183,848	-	6,049,116	27,182,742
7,085,572	14,805,453	15,505,493	55,533,132
-	-	264,695	6,523,222
-	-	(179)	(179)
1,467,298	2,486,697	2,341,243	12,210,484
164,372	-	110,212	1,550,737
18,901,090	17,292,150	24,276,435	191,021,933
-	238,938	539,248	20,722,610
-	96,439	25,000	54,769,982
1,617,757	315,465	7,499,427	17,279,248
-	-	10	8,601,565
-	5,796	85,708	19,026,607
5,114,434	12,338,305	2,613,024	25,028,245
-	-	-	4,951,867
-	-	-	6,593,807
6,732,191	12,994,943	10,762,417	156,973,931
12,168,899	4,297,207	13,514,018	34,048,002
-	-	-	10,760,000
-	-	-	124,783
-	-	-	501,083
-	-	29,782	4,056,639
(273,644)	(131,295)	(277,173)	(1,080,338)
(273,644)	(131,295)	(247,391)	14,362,167
11,895,255	4,165,912	13,266,627	48,410,169
25,359,197	39,150,488	48,638,459	344,876,097
\$ 37,254,452	\$ 43,316,400	\$ 61,905,086	\$ 393,286,266

REVENUES:

Taxes:

Property tax  
Sales and use tax  
Transient occupancy tax  
Real property transfer  
Other taxes  
License and permits  
Vehicle license fees  
Intergovernmental  
Charges for current services  
Fines and forfeitures  
Assessment collections  
Investment (income) loss  
Miscellaneous

Total revenues

EXPENDITURES:

Current:

General government  
Public safety  
Public ways and facilities  
Community services  
Culture and recreation

Capital outlay

Debt service:

Principal payments  
Interest and fiscal charges

Total expenditures

EXCESS (DEFICIENCY) OF REVENUES  
OVER (UNDER) EXPENDITURES

OTHER FINANCING SOURCES (USES):

Bond issuance-principal  
Bond issuance-premium  
SBITA proceeds  
Transfers in  
Transfers out

Total other financing sources (uses)

NET CHANGE IN FUND BALANCES

FUND BALANCES, BEGINNING OF YEAR

FUND BALANCES, END OF YEAR

# CITY OF FOLSOM, CALIFORNIA

## RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2024

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

Net change in fund balances - total governmental funds		\$ 48,410,169
Governmental funds report capital outlay as expenditures. However, in the statement of activities the costs of these assets are allocated over their estimated useful lives and reported as depreciation expense. Capital outlays and depreciation expense are as follows:		
Capitalized capital outlays		23,448,616
Depreciation expense		(23,981,471)
Governmental funds do not report contributed capital, whereas this revenue is reported in the Government-Wide Statement of Activities		10,786,252
Premiums, discounts, and other charges related to long-term debt are expended in the year of issuance by governmental funds. However, these costs are deferred and amortized in the statement of activities. This amount reflects the amortization of premiums, discounts, and other deferred charges.		436,442
Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, pension expense is measured as the change in net pension liability and the amortization of deferred outflows and inflows related to pensions. This amount represents the net change in pension related amounts.		(7,799,978)
Governmental funds report OPEB contributions as expenditures. However, in the Statement of Activities, OPEB expense is measured as the change in net OPEB liability and the amortization of deferred outflows and inflows related to OPEB. This amount represents the net change in OPEB related amounts.		928,103
Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		
Principal repayments on long term debt	4,963,391	
Change in compensated absences	(239,216)	
SBITA proceeds	(501,083)	
Issuance of long-term debt	(10,884,783)	
Change in accrued interest	(70,952)	(6,732,643)
Some receivables are deferred in the governmental funds because the amounts do not represent current financial resources that are recognized under the accrual basis in the statement of activities. This amount represents the change in deferred inflows of unavailable revenue and loans receivable.		
Internal service funds are used by management to charge the costs of fleet management, management information services, facilities costs, and insurance, to individual funds. The net revenue (expense) of certain activities of the Internal Service Funds is reported with Governmental Activities.		(1,827,049)
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>		<b><u>\$ 43,668,441</u></b>

This page has been intentionally left blank.

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF NET POSITION PROPRIETARY FUNDS JUNE 30, 2024

<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			
	<b>Water</b>	<b>Wastewater</b>	<b>Solid Waste</b>
<b>ASSETS</b>			
Current Assets:			
Cash and cash equivalents	\$ 32,920,152	\$ 25,426,420	\$ 20,387,733
Receivables, net of allowances	6,160,483	2,164,500	704,228
Due from other governments	-	10,637	-
Advances to other funds	-	-	-
Insurance deposits	-	-	-
Total current assets	<u>39,080,635</u>	<u>27,601,557</u>	<u>21,091,961</u>
Noncurrent Assets:			
Restricted assets:			
Cash with fiscal agent	736	-	-
Capital assets	209,914,585	104,312,034	21,308,833
Accumulated depreciation	<u>(88,457,050)</u>	<u>(34,701,127)</u>	<u>(12,792,191)</u>
Total noncurrent assets	<u>121,458,271</u>	<u>69,610,907</u>	<u>8,516,642</u>
Total assets	<u>160,538,906</u>	<u>97,212,464</u>	<u>29,608,603</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pension	3,400,046	2,175,020	4,307,842
Deferred outflows related to OPEB	109,146	24,843	104,523
Deferred outflows related to refunding	<u>436,725</u>	<u>-</u>	<u>-</u>
Total deferred outflows of resources	<u>3,945,917</u>	<u>2,199,863</u>	<u>4,412,365</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	2,536,748	938,439	525,861
Wages payable	212,803	113,241	250,493
Interest Payable	26,324	-	-
Lease payable	5,487	2,139	24,819
Due to other governments	-	5,132,804	-
Unearned revenue	3,525,173	66,685	4,435
Accrued compensated absences, payable within one year	48,992	22,947	75,707
Long term debt, due within one year	<u>1,544,000</u>	<u>-</u>	<u>-</u>
Total current liabilities	<u>7,899,527</u>	<u>6,276,255</u>	<u>881,315</u>
Noncurrent liabilities:			
Net pension liability	11,932,833	7,540,176	14,161,087
Accrued compensated absences, payable after one year	253,171	116,347	228,349
Net OPEB liability	3,951,557	541,215	3,392,189
Long-term debt, due after one year net of unamortized premiums/discounts	<u>10,945,834</u>	<u>-</u>	<u>-</u>
Total noncurrent liabilities	<u>27,083,395</u>	<u>8,197,738</u>	<u>17,781,625</u>
Total liabilities	<u>34,982,922</u>	<u>14,473,993</u>	<u>18,662,940</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows related to OPEB	<u>117,361</u>	<u>23,912</u>	<u>82,047</u>
Total deferred inflows of resources	<u>117,361</u>	<u>23,912</u>	<u>82,047</u>
<b>NET POSITION</b>			
Net investment in capital assets	108,962,214	69,608,768	8,491,823
Restricted for critical facilities use	-	-	-
Unrestricted	<u>20,422,326</u>	<u>15,305,654</u>	<u>6,784,158</u>
Total net position (deficit)	<u>\$ 129,384,540</u>	<u>\$ 84,914,422</u>	<u>\$ 15,275,981</u>

See accompanying Notes to Basic Financial Statements.

<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>				
<b>Other Non-major Enterprise Funds</b>	<b>Totals</b>	<b>Governmental Activities Internal Service Funds</b>		
			<b>ASSETS</b>	
			Current Assets:	
\$ 47,662	\$ 78,781,967	\$ 10,130,337	Cash and cash equivalents	
1,213	9,030,424	174,492	Receivables, net of allowances	
-	10,637	-	Due from other governments	
-	-	1,281,904	Advances to other funds	
-	-	1,707,326	Insurance deposits	
48,875	87,823,028	13,294,059	Total current assets	
			Noncurrent Assets:	
			Restricted assets:	
-	736	-	Cash with fiscal agent	
-	335,535,452	2,659,820	Capital assets	
-	(135,950,368)	(2,660,083)	Accumulated depreciation	
-	199,585,820	(263)	Total noncurrent assets	
48,875	287,408,848	13,293,796	Total assets	
			<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
-	9,882,908	-	Deferred outflows related to pension	
-	238,512	-	Deferred outflows related to OPEB	
-	436,725	-	Deferred outflows related to refunding	
-	10,558,145	-	Total deferred outflows of resources	
			<b>LIABILITIES</b>	
			Current liabilities:	
-	4,001,048	99,940	Accounts payable	
-	576,537	777,640	Wages payable	
-	26,324	-	Interest Payable	
-	32,445	-	Lease payable	
-	5,132,804	-	Due to other governments	
-	3,596,293	-	Unearned revenue	
-	147,646	-	Accrued compensated absences,	
-	1,544,000	-	payable within one year	
-	-	-	Long term debt, due within one year	
-	15,057,097	877,580	Total current liabilities	
-	33,634,096	-	Noncurrent liabilities:	
-	-	-	Net pension liability	
-	597,867	-	Accrued compensated absences,	
-	7,884,961	-	payable after one year	
-	-	-	Net OPEB liability	
-	10,945,834	-	Long-term debt, due after one year	
-	53,062,758	-	net of unamortized premiums/discounts	
-	-	-	Total noncurrent liabilities	
-	68,119,855	877,580	Total liabilities	
			<b>DEFERRED INFLOWS OF RESOURCES</b>	
-	223,320	-	Deferred inflows related to OPEB	
-	223,320	-	Total deferred inflows of resources	
			<b>NET POSITION</b>	
-	187,062,805	-	Net investment in capital assets	
48,875	48,875	-	Restricted for critical facilities use	
-	42,512,138	12,416,216	Unrestricted	
\$ 48,875	\$ 229,623,818	\$ 12,416,216	Total net position (deficit)	

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION PROPRIETARY FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>		
	<b>Water</b>	<b>Wastewater</b>	<b>Solid Waste</b>
OPERATING REVENUES:			
Charges for services	\$ 20,610,660	\$ 12,086,657	\$ 27,097,615
Total operating revenues	20,610,660	12,086,657	27,097,615
OPERATING EXPENSES:			
Employee services	6,739,703	3,683,882	8,546,106
Utilities	961,038	100,691	50,313
Supplies	1,538,432	301,114	1,382,724
Maintenance and operations	1,227,918	275,758	1,355,688
Contractual services	2,103,491	453,845	5,489,110
Depreciation	5,133,676	2,443,103	2,097,833
Other	1,520,446	3,025,408	985,684
Total operating expenses	19,224,704	10,283,801	19,907,458
OPERATING INCOME (LOSS)	1,385,956	1,802,856	7,190,157
NONOPERATING REVENUES (EXPENSES):			
Investment income	1,626,982	1,596,078	998,605
Interest expense	(392,141)	(218)	(882)
Other	1,316,116	42,500	637,697
Impact fees	919,179	177,765	668,544
Intergovernmental	750,000	-	361,149
Total nonoperating revenues (expenses)	4,220,136	1,816,125	2,665,113
Income before contributions and transfers	5,606,092	3,618,981	9,855,270
CONTRIBUTIONS AND TRANSFERS:			
Capital contributions	3,673,446	2,719,318	-
Transfers in	75,557	-	-
Transfers out	(943,123)	(707,530)	(1,622,166)
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	2,805,880	2,011,788	(1,622,166)
CHANGE IN NET POSITION	8,411,972	5,630,769	8,233,104
NET POSITION (DEFICIT), BEGINNING OF YEAR	120,972,568	79,283,653	7,042,877
NET POSITION (DEFICIT), END OF YEAR	\$ 129,384,540	\$ 84,914,422	\$ 15,275,981

See accompanying Notes to Basic Financial Statements.

<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			
<b>Other Non-major Enterprise Funds</b>	<b>Totals</b>	<b>Governmental Activities Internal Service Funds</b>	
			OPERATING REVENUES:
\$ -	\$ 59,794,932	\$ 20,299,684	Charges for services
-	59,794,932	20,299,684	Total operating revenues
			OPERATING EXPENSES:
-	18,969,691	23,033,119	Employee services
-	1,112,042	-	Utilities
-	3,222,270	-	Supplies
-	2,859,364	-	Maintenance and operations
-	8,046,446	-	Contractual services
-	9,674,612	279	Depreciation
60,424	5,591,962	-	Other
60,424	49,476,387	23,033,398	Total operating expenses
(60,424)	10,318,545	(2,733,714)	OPERATING INCOME (LOSS)
			NONOPERATING REVENUES (EXPENSES):
3,196	4,224,861	672,296	Investment income
-	(393,241)	-	Interest expense
-	1,996,313	13,258	Other
-	1,765,488	-	Impact fees
-	1,111,149	-	Intergovernmental
3,196	8,704,570	685,554	Total nonoperating revenues (expenses)
(57,228)	19,023,115	(2,048,160)	Income before contributions and transfers
			CONTRIBUTIONS AND TRANSFERS:
-	6,392,764	-	Capital contributions
-	75,557	387,124	Transfers in
(150)	(3,272,969)	(166,013)	Transfers out
(150)	3,195,352	221,111	INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS
(57,378)	22,218,467	(1,827,049)	CHANGE IN NET POSITION
106,253	207,405,351	14,243,265	NET POSITION (DEFICIT), BEGINNING OF YEAR
\$ 48,875	\$ 229,623,818	\$ 12,416,216	NET POSITION (DEFICIT), END OF YEAR

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>		
	<b>Water</b>	<b>Wastewater</b>	<b>Solid Waste</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from customers and users	\$ 19,185,662	\$ 11,795,273	\$ 27,097,783
Payments to suppliers	(5,024,874)	(1,615,972)	(8,310,177)
Payments to employees	(5,924,542)	(3,240,345)	(7,631,825)
Cash received (used) from other sources	(1,520,446)	(3,025,408)	(985,684)
Net cash provided (used) by operating activities	6,715,800	3,913,548	10,170,097
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
Transfers from other funds	75,557	-	-
Transfers to other funds	(943,123)	(707,530)	(1,622,166)
Other	1,316,116	42,500	637,697
Impact fees	919,179	177,765	668,544
Intergovernmental revenues received	750,000	-	361,149
Net cash provided (used) noncapital financing activities	2,117,729	(487,265)	45,224
<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:</b>			
Acquisition and construction of capital assets	(2,609,616)	(6,226,002)	(6,128,074)
Principal paid on capital debt and leases	(1,515,430)	(8,386)	(31,606)
Interest paid on capital debt	(463,943)	(218)	(882)
Net cash provided (used) capital financing activities	(4,588,989)	(6,234,606)	(6,160,562)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest and dividends (paid) on investments	1,626,982	1,596,078	998,605
Net cash provided by (used in) investing activities	1,626,982	1,596,078	998,605
<b>CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>5,871,522</b>	<b>(1,212,245)</b>	<b>5,053,364</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<b>27,049,366</b>	<b>26,638,665</b>	<b>15,334,369</b>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<b>\$ 32,920,888</b>	<b>\$ 25,426,420</b>	<b>\$ 20,387,733</b>

See accompanying Notes to Basic Financial Statements.

<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			
<b>Other Non-major Enterprise Funds</b>	<b>Totals</b>	<b>Governmental Activities Internal Service Funds</b>	
			<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>
\$ 118	\$ 58,078,836	\$ 20,369,883	Receipts from customers and users
(88,001)	(15,039,024)	48,632	Payments to suppliers
-	(16,796,712)	(23,053,564)	Payments to employees
-	(5,531,538)	-	Cash received (used) from other sources
(87,883)	20,711,562	(2,635,049)	Net cash provided (used) by operating activities
			<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>
-	75,557	1,856,799	Transfers from other funds
(150)	(3,272,969)	(1,792,635)	Transfers to other funds
-	1,996,313	-	Other
-	1,765,488	-	Impact fees
-	1,111,149	-	Intergovernmental revenues received
(150)	1,675,538	64,164	Net cash provided (used) noncapital financing activities
			<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:</b>
-	(14,963,692)	13,259	Acquisition and construction of capital assets
-	(1,555,422)	-	Principal paid on capital debt and leases
-	(465,043)	-	Interest paid on capital debt
-	(16,984,157)	13,259	Net cash provided (used) capital financing activities
			<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>
3,196	4,224,861	592,046	Interest and dividends (paid) on investments
3,196	4,224,861	592,046	Net cash provided by (used in) investing activities
(84,837)	9,627,804	(1,965,580)	<b>CHANGE IN CASH AND CASH EQUIVALENTS</b>
132,499	69,154,899	12,095,917	<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>
\$ 47,662	\$ 78,782,703	\$ 10,130,337	<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF CASH FLOWS PROPRIETARY FUNDS (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2024

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	Water	Wastewater	Solid Waste
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:			
Operating income (loss)	\$ 1,385,956	\$ 1,802,856	\$ 7,190,157
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	5,133,676	2,443,103	2,097,833
Increase (decrease) in:			
Accounts receivable	(826,714)	(347,432)	168
Due from other governments	-	(10,637)	-
Deferred outflows of resources related to pension	441,690	211,425	443,087
Deferred outflows of resources related to OPEB	(23,902)	(5,445)	(23,910)
Accounts payable	806,005	(212,076)	(32,342)
Wages payable	5,776	6,147	11,297
Due to other governments	-	(272,488)	-
Unearned revenue	(598,284)	66,685	-
Accrued compensated absences	(14,901)	(5,074)	22,455
Net pension liability	418,651	239,252	473,509
Net OPEB liability	86,402	19,685	86,432
Deferred inflows of resources related to OPEB	(98,555)	(22,453)	(98,589)
Net cash provided by (used in) operating activities	<u>\$ 6,715,800</u>	<u>\$ 3,913,548</u>	<u>\$ 10,170,097</u>

See accompanying Notes to Basic Financial Statements.

BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			Governmental Activities Internal Service Funds	
Other Non-major Enterprise Funds	Totals			
				RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:
\$ (60,424)	\$ 10,318,545	\$ (2,733,714)		Operating income (loss)
				Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:
-	9,674,612	279		Depreciation
				Increase (decrease) in:
118	(1,173,860)	70,199		Accounts receivable
-	(10,637)	-		Due from other governments
-	1,096,202	-		Deferred outflows of resources related to pension
-	(53,257)	-		Deferred outflows of resources related to OPEB
(27,577)	534,010	48,632		Accounts payable
-	23,220	(20,445)		Wages payable
-	(272,488)	-		Due to other governments
-	(531,599)	-		Unearned revenue
-	2,480	-		Accrued compensated absences
-	1,131,412	-		Net pension liability
-	192,519	-		Net OPEB liability
-	(219,597)	-		Deferred inflows of resources related to OPEB
\$ (87,883)	\$ 20,711,562	\$ (2,635,049)		Net cash provided by (used in) operating activities

This page has been intentionally left blank.

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF FIDUCIARY NET POSITION FIDUCIARY FUNDS JUNE 30, 2024

	Other Post Employment Benefits Trust Fund	RDA Successor Private Purpose Trust Fund	Custodial Funds
<b>ASSETS:</b>			
Cash and cash equivalents	\$ -	\$ 6,918,376	\$ 41,367,681
OPEB Plan Investments:			
Mutual funds			
Fixed income securities	3,145,713	-	-
Domestic equity funds	6,036,081	-	-
International equity funds	838,909	-	-
Real estate partnership	529,123	-	-
Cash equivalents	15,284	-	-
Receivables:			
Accrued interest	-	58,998	184,213
Loans	-	5,827	-
Due from other governments	-	-	143,561
Capital assets:			
Non-depreciable	-	133,967	-
Depreciable	-	59,767	-
Less: accumulated depreciation	-	(59,767)	-
Restricted assets:			
Cash with fiscal agent	-	606	19,951,574
<b>Total assets</b>	<u>10,565,110</u>	<u>7,117,774</u>	<u>61,647,029</u>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Deferred amount on refunding	-	6,090,831	-
<b>LIABILITIES</b>			
Accounts payable	15,284	80	7,168,263
Interest Payable	-	554,885	-
Rebatable arbitrage	-	-	495
Long-term liabilities:			
Due within one year	-	2,490,000	-
Due in more than one year	-	38,333,269	-
<b>Total liabilities</b>	<u>15,284</u>	<u>41,378,234</u>	<u>7,168,758</u>
<b>NET POSITION</b>			
Net position restricted for OPEB benefits	<u>\$ 10,549,826</u>		
Total net position (deficit) held in trust		<u>\$ (28,169,629)</u>	
Restricted for individuals, organizations, and other governments			<u>\$ 54,478,271</u>

See accompanying Notes to Basic Financial Statements.

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	Other Post Employment Benefits Trust Fund	RDA Successor Private Purpose Trust Fund	Custodial Funds
ADDITIONS:			
Tax increment revenues	\$ -	\$ 3,659,760	\$ -
Assessment collection	-	-	18,163,755
Mello-Roos bonds	-	-	10,760,000
Transportation fees	-	-	6,141,930
Contributions from the City	6,088,939	596	-
Investment earnings	1,072,234	143,198	2,357,890
Total additions	<u>7,161,173</u>	<u>3,803,554</u>	<u>37,423,575</u>
DEDUCTIONS:			
Benefit payments	5,588,941	-	-
Payments to assessment bond holders	-	-	13,506,619
Other expenses	-	385,093	21,559,791
Interest and fiscal charges	-	1,344,835	-
Total deductions	<u>5,588,941</u>	<u>1,729,928</u>	<u>35,066,410</u>
CHANGE IN NET POSITION	1,572,232	2,073,626	2,357,165
NET POSITION (DEFICIT), BEGINNING OF YEAR	<u>8,977,594</u>	<u>(30,243,255)</u>	<u>52,121,106</u>
NET POSITION (DEFICIT), END OF YEAR	<u><u>\$ 10,549,826</u></u>	<u><u>\$ (28,169,629)</u></u>	<u><u>\$ 54,478,271</u></u>

See accompanying Notes to Basic Financial Statements.

## NOTES TO THE BASIC FINANCIAL STATEMENTS



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

This page has been intentionally left blank.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2024

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Reporting Entity** – The City of Folsom, California (City) was incorporated in 1946 under the general laws of the State of California. The City's charter was adopted on March 6, 1990. The City operates under a Council-Manager form of government consisting of five elected council members including the mayor and a council appointed City Manager. The City provides the following services as authorized by its charter: public safety (Police and Fire), highways and streets, water, wastewater, solid waste, storm water utility, public improvements, parks and recreation, planning and zoning and general administration.

As required by accounting principles generally accepted in the United States of America these financial statements present the government and its component unit, an entity for which the government is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the government's operations and so financial data from these entities are combined with financial data of the primary government. The blended component unit has a year-end of June 30.

#### **Blended Component Units**

In order to facilitate the financing of public improvements, as well as other facilities and improvements which will be funded through the issuance of tax-exempt bonds, the City Council established two joint powers authorities. One with the Folsom Redevelopment Agency (RDA), known as the **Folsom Public Financing Authority (FPFA)** on September 19, 1988, and one with the Folsom South of 50 Parking Authority, known as the **Folsom Ranch Financing Authority (FRFA)** on March 10, 2015. They were established pursuant to the provisions of the joint powers laws of the state of California, as set forth in Article 1, Chapter 5, Division 7 of Title 1 of the California Government Code (commencing with Government Code Section 6500). Recent legislative changes required the dissolution of the RDA but it has been determined by legal counsel that the changes do not affect the FPFA and its continued existence and no change in the structure is required.

The FPFA and the FRFA are authorized, but not limited, to issue bonds pursuant to the provisions of the Marks-Roos Local Bond Pooling Act of 1985, as set forth in Article 4, Chapter 5, Division 7, Title 1, of the California Government Code (commencing with Government Code Section 6584) for the purpose of financing facilities and improvements. The FPFA and the FRFA are reported in the City's fund financial statements as debt service funds. Capital leases between the primary government and blended component units are eliminated. Amounts held for repayment of the local obligation bonds are reported as investments held in trust of the FPFA and FRFA.

The City accounts for the various debt service and capital projects funds resulting from the bonds issued. The long-term borrowing is used to provide the interim financing for accomplishing the purposes described above. The Authority's primary source of revenue for repayment of the debt, other than loans and advances from the City, are from the assessment of a "special tax" against the property owners within the district and project areas. Collections of the special tax are deposited with the fiscal agent for the debt service of the bonds.

Separate audited component unit financial statements for the FPFA and FRFA may be obtained from the administration office as follows: Folsom Public Financing Authority or Folsom Ranch Financing Authority of the City of Folsom, 50 Natoma Street, Folsom, CA 95630.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

**Fiduciary-type Component Unit** – The **City of Folsom OPEB Trust** is used to account for contributions and investment income restricted to pay medical premium benefits for retired City employees. The investment fund is governed by the City of Folsom Retirement Board of Authority. The Plan's benefit payments are restricted to eligible employees who retired from the City of Folsom eligible for the Other Post-Employment benefits. Contribution provisions are established by the City Council. Eligibility, administration and certain other tasks are the responsibility of the Folsom Retirement Board of Authority.

**Joint Powers Agencies** – The City also has ownership interests in the Northern California Cities Self Insurance Fund (NCCSIF). This entity has not met the component unit criteria stated above, and its financial information is not combined with that of the City, although the City's deposit in this entity has been included in the financial statements as insurance deposits.

**Government-wide and Fund Financial Statements** – The government-wide financial statements (i.e. the statement of net position and statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been eliminated from the government-wide financial statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type* activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported in separate columns in the fund financial statements.

#### **Measurement Focus, Basis of Accounting and Basis of Presentation**

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary funds financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements are met.

Fiduciary funds, however, are unlike other funds as they are used to account for assets that the City holds on behalf of others as their agent. The City reports Custodial funds, which use the economic resources measurement focus, an OPEB Trust fund, and a private-purpose trust fund, which use the economic resources measurement focus. The fiduciary funds use the accrual method of accounting to report assets, liabilities and fiduciary net position.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Revenues are recognized for utility funds based on billings rendered to customers. The City accrues revenues for services provided but not yet billed at the end of a monthly fiscal period.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under this method, revenues are recognized when measurable and available. Taxes (other than sales taxes), interest, and charges for services are accrued when the receipt occurs within sixty days of the end of the accounting period so as to be both measurable and available. Licenses, permits, fines, forfeitures and other revenues are considered to be measurable and available only when cash is received by the City. Sales tax are accrued when their receipt occurs within one-hundred twenty days of the end of the accounting period. Grant revenues are accrued when their receipt occurs within one-hundred eighty days of the end of the accounting period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due. Proceeds of general long-term debt and capital leases are reported as other financing sources.

The City reports the following major governmental funds:

The **General Fund** is the primary operating fund of the City. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The **Folsom Housing Special Revenue Fund** is used to account for the restricted or committed revenues and expenditures of a portion of the City's Low-Income Housing activities. Revenues are received from loan repayments, interest earnings and Inclusionary Housing Fees.

The **Folsom Public Financing Authority Debt Service Fund** is used to account for the proceeds of specific revenues that are legally restricted for expenditures for specified purposes, including housing and community development.

The **Folsom Ranch Financing Authority Debt Service Fund** is used to account for the proceeds of specific revenues that are legally restricted for expenditures for specified purposes, including housing and community development.

The **Transportation Improvement Capital Projects Fund** is used to account for long-term major road projects financed from developer mitigation charges and Measure A funding.

The **FPA Capital Improvement Fund** is used to account for general capital facilities, library, municipal services center, police, fire, parks, and trails projects in the Folsom Plan Area financed from the collection of impact fees.

The City reports the following major enterprise funds:

**Water Enterprise Fund** is used to account for water utility operations of the City.

**Wastewater Enterprise Fund** is used to account for wastewater utility operations of the City.

**Solid Waste Enterprise Fund** is used to account for solid waste utility operations of the City.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

Additionally, the City reports the following fund types:

### 1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

**Internal Service Funds**, made up of the Equipment Replacement, Risk Management Compensated Leaves funds, are used to account for replacement of general governmental equipment and administration of employee benefits.

**Fiduciary Funds:** Custodial funds account for assets held in custodial funds by the City as an agent for various bonded assessment districts. The Private Purpose Trust fund is for reporting activity of the Redevelopment Successor Private Purpose Trust Fund. The OPEB Trust Fund is used to account for Other Post-Employment Benefits.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are exchange or exchange-like transactions between functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenue. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principle operating revenues of the City's enterprise funds and internal service funds are charges to customers or other funds for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources as they are needed.

### **Budgetary Data**

The City's annual budget is adopted by the City Council on or before the last working day of the last month of the fiscal year on a basis consistent with U.S. generally accepted accounting principles. If the City Council fails to adopt the budget by this date the budget proposed by the City Manager shall be deemed adopted. The City Manager may transfer monies between departments and divisions, and programs and accounts within departments and divisions, but only the Council by resolution may transfer monies between funds and from un-appropriated balances or fund balances to any fund or appropriation account. The level of control (i.e., the level at which expenditures may not legally exceed appropriation) is the fund. All appropriations remaining at year-end lapse, except purchases in progress, open project appropriations and unexpended grant appropriations.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Budget information is adopted on an annual basis for the General Fund, special revenue funds and debt service funds. The budget is adopted on a project length basis for capital projects funds. The following procedures are followed in establishing the budgetary data reflected in the financial statements:

- A. Department Heads prepare a budget request based upon the previous year's expenditures.
- B. Meetings are held between the Department Heads, Chief Financial Officer, and the City Manager for the purpose of reviewing and prioritizing budget requests.
- C. The City Manager submits the proposed city budget to the City Council, who makes decisions regarding department budgets.
- D. Transfers between funds and changes in the total budget must be approved by the City Council.

#### Financial Statement Elements

**Cash, Cash Equivalents and Investments** – City investments are recorded at fair value, in accordance with generally accepted accounting principles. The City pools cash resources from all funds in order to facilitate the management of cash and achieve the goal of obtaining the highest yield with the greatest safety and least risk. The balance in the pooled cash account is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing accounts and other investments for varying terms.

The City participates in an external investment pool managed by the State of California titled California Local Agency Investment Fund (LAIF), established under California State Statute, which has invested a portion of the pool funds in Structured Notes and Asset-Backed Securities. LAIF is not registered with the Securities and Exchange Commission. LAIF falls under the regulatory oversight of the State of California. Based on information obtained from the State of California, the investment in LAIF has been recorded at fair value.

For purposes of the statement of cash flows, the City considers all highly liquid investments (including restricted assets) with a maturity of 90 days or less to be cash and cash equivalents. Cash and cash equivalents include: LAIF, demand deposits, short-term highly liquid investments including Treasury bills, commercial paper, certificates of deposit, money market funds, and cash management pools. Cash held with fiscal agents with a maturity of three months or greater are not included as cash and cash equivalents.

In accordance with generally accepted accounting principles, certain disclosure requirements, if applicable, for Deposits and Investment Risks are specified in the following areas:

- Interest Rate Risk
- Credit Risk
- Custodial Credit Risk
- Concentrations of Credit Risk

In addition, other disclosures are specified including use of certain methods to present deposits and investments, highly sensitive investments, credit quality at year-end and other disclosures.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

The City categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

**Property Taxes** – Article XIII of the California Constitution (Proposition 13) limits ad valorem taxes on real property to one percent of value plus taxes necessary to pay indebtedness approved by voters prior to July 1, 1978. The Article also established the 1975/76 assessed valuation as the base and limits annual increases to the cost of living, not to exceed two percent, for each year thereafter. Property may also be reassessed to full market value after sale, transfer of ownership, or completion of new construction. The State is prohibited under the Article from imposing new ad valorem, sales, or transactions taxes on real property. Local government may impose special taxes (except on real property) with the approval of two-thirds of the qualified electors. Property taxes are receivable and recorded in the fiscal year for which the tax is levied. Revenue is recognized when measurable and available. Property taxes collected in advance are recorded as deferred revenue and recognized in the year they become available. The County of Sacramento levies, bills and collects property taxes for the City. Property taxes paid to the City by the County within 60 days after the end of the fiscal year are “available” and are, therefore, recognized as revenue.

Secured and unsecured property taxes are levied based on the assessed value as of March 1, the lien date, of the preceding fiscal year. Secured property tax is levied on September 30 and due in two installments, on November 1 and February 1. Collection dates are December 10 and April 10, which are also the delinquent dates.

**Receivables and Payables** – Taxes (other than sales taxes) related to the current fiscal year are accrued as revenue and accounts receivable and considered available if received within sixty days of year-end. Federal and State grants are considered receivable and accrued as revenue when reimbursable costs are incurred under the accrual basis of accounting in the government-wide statement of net position. Loans receivable represent lending to support low and moderate income housing units. The amount recognized as revenue under the modified accrual basis is limited to the amount that is deemed measurable and collectible.

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Advances between funds, as reported in the fund financial statements, are offset by a reservation of fund balance for noncurrent assets in governmental funds to indicate they do not constitute resources available for appropriation.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

**Inventories** – General fund inventories are recorded as expenditures when consumed rather than when purchased. These inventories are valued at average cost using the first-in first-out method. Inventories, as reported in the fund financial statements, are offset by a nonspendable fund balance to indicate they do not constitute resources available for appropriation.

**Insurance deposits** – Amounts advanced by the City to the insurance joint powers authority to provide for payment of claims within the City's self-insured retention layer ("banking layer") are accounted for using the deposit method and are reported as insurance deposits in the City's risk management fund to the extent that cumulative payments to the pool are more than cumulative paid and unpaid claims. To the extent that cumulative payments to the pool are less than required to pay cumulative paid and unpaid claims, the City would report an outstanding claim liability. These advances are refundable to the extent that outstanding claims and expenses under the terms of its contract have been satisfied.

**Land held for resale** – Represents land acquired by the Folsom Housing Special Revenue Fund for low and moderate income housing. The asset is valued at net realizable value.

**Restricted Assets** – Certain proceeds of debt issues, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. In addition, funds have been restricted for future facilities augmentation costs.

**Investments Held in Trust** – Represent the investments held for repayment of special assessment district's debt.

**Capital Assets** – Capital assets, which include land, buildings, improvements, equipment, infrastructure assets (e.g. roads, bridges, sidewalks, and similar items) and intangible assets (e.g. easements), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. The City defines capital assets, as assets with an initial, individual cost of more than \$5,000. Capital assets are recorded at historical cost. Donated or contributed assets are recorded at their acquisition value.

The costs of normal maintenance and repairs that do not add value to the asset or materially extend assets lives are not capitalized.

Costs of assets sold or retired (and related amounts of accumulated depreciation) are eliminated from the accounts in the year of sale or retirement and the resulting gain or loss is included in the operating statement of the related fund. In governmental funds, the sale of general capital assets is included in the statement of revenues, expenditures and changes in fund balances as proceeds from sale.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Capital assets are depreciated using the straight-line method over the following useful lives:

	<u>Years</u>
Specialty equipment and vehicles	3-20
Computer and office equipment	3-7
Construction equipment	10-20
Buildings, facilities and improvements	10-40
Roads (surface only)	10-20
Utility underground systems	33-40
Bridges	30-50
Software	3-7
Easements (includes land underneath roadways)	Indefinite
Land	Indefinite

**Compensated Absences** – Compensated absences are recorded in accordance with GAAP. Only vested or accumulated compensated absences that are expected to be due or mature are reported as an expenditure and fund liability of the governmental fund that will pay it. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Amounts of vested or accumulated compensated absences that are not expected to be liquidated with expendable available financial resources are reported in the governmental activities of the Government-Wide Financial Statement. Vested or accumulated compensated absences of proprietary funds are recorded as an expense and liability of those funds as the benefits accrue to employees.

All employees currently earn a combined annual leave in lieu of vacation and sick leave, in an amount determined by their representing labor group or contract. Management employees receive ten days of management leave annually, which does not carry over. Overtime may be accrued by non-management employees as compensatory time. Some employees retain sick leave banks earned prior to the annual leave implementation. It is City policy that an employee may carry over accrued vacation and sick leave into the following calendar year. Upon termination, employees are entitled to a lump-sum payment for accrued annual leave hours and compensatory time.

Sick leave is deemed to be vested upon minimum PERS retirement age. Accumulated vested sick leave is paid according to the Memorandum of Understanding covering each employee. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

**Long-term Obligations** – In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of bond premium or discount. Bond issuance costs, other than prepaid insurance, are expensed in the year incurred.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of the debt issued 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, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

**Deferred Outflows/Inflows of Resources** – In addition to assets, the statement of net position or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets or fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has three items that qualify for reporting in this category. One is the deferred outflow related to pensions reported in the Statement of Net Position – Governmental Activities and Business-type activities, described in detail in Note 13. Second is the deferred amount on refunding reported in the Statement of Net Position - Proprietary Funds. A deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The last one is deferred outflows related to OPEB reported in the Statement of Net Position – Governmental Activities and Business-type activities, described in detail in Note 14.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net assets that applies to a future period and so will not be recognized as revenue until then. The City has four items that qualify for reporting in this category. The first one is deferred inflow related to pensions reported in the Statement of Net Position – Governmental Activities and Business-type activities, described in detail in Note 13. The second is a deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The third one is deferred inflows related to OPEB reported in the Statement of Net Position – Governmental Activities and Business-type activities, described in detail in Note 14. The last one is deferred inflows related to leases results from the implementation of GASB statement 87, described in detail in Note 7. This amount is deferred and recognized as revenue over the lease term.

**Encumbrances** – Encumbrance accounting, under which purchase orders, and other commitments for the expenditure of funds are recorded in order to reserve that portion of fund balance, is employed in the governmental fund types. Encumbrances are reported as assigned, restricted, or committed fund balance since they do not constitute expenditures or liabilities.

**Fund Equity** – The City has established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The City established the following classifications and definitions of fund balance:

**Nonspendable** – Resources that cannot be spent because they are not in an expendable form (e.g. prepaid asset, inventory) or must be maintained intact (e.g. endowment principal).

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

**Restricted** – Resources that are constrained to specific purposes by an external provider (e.g. grantors, contributors, governmental laws and regulations) or by constitutional provisions or enabling legislation.

**Committed** – Resources with self-imposed limitations, evidenced by the City's formal action (ordinance), and require both the approval of the highest level of decision making authority (City council) and the same formal action to remove or modify the limitations. Includes legally enforceable multi-year contracts not yet spent and specific agreements approved but not yet executed.

**Assigned** – Resources with self-imposed limitations but do not require approval by the highest level of decision making authority or the same level of formal action to remove or modify limitations. This responsibility has been delegated to the Finance Director/CFO by the City Council.

**Unassigned** – Resources that cannot be reported in any other classification. The General Fund is the only fund that reports a positive unassigned fund balance amount.

The City's spending priority is to spend restricted fund balance first, followed by committed, assigned and unassigned fund balance.

Refer to Note 12 for additional details regarding the City's classification of fund balance.

**Use of Estimates** – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Pensions** – For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City's California Public Employees' Retirement System (CalPERS) plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Postemployment Benefits Other Than Pensions (OPEB)** – For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City of Folsom Retiree Health Plan and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefits payments are recognized currently due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

**Effect of New Governmental Accounting Standards Board (GASB) Pronouncements – Effective in Current Fiscal Year**

GASB Statement No. 100, Accounting Changes and Error Corrections – 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. The requirements of this statement did not apply to the City for the current fiscal year.

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash, cash equivalents and investments totaled \$543,996,373 as of June 30, 2024, for the primary government and fiduciary funds. Each fund's portion of this total is reflected in the balance sheet accounts entitled Cash and cash equivalents, cash with fiscal agent, investments held in trust, restricted cash and cash equivalents and restricted cash with fiscal agent. The City maintains a cash and investment pool that is available for use by all funds. Each fund's portion of the pool is displayed on the balance sheet (governmental funds) and the statement of net position (proprietary funds and fiduciary funds) as "cash and investments or cash equivalents" Total City deposits and investments at fair value as of June 30, 2024 are reported below and on the following page:

	Governmental Activities	Business-Type Activities	Total	Fiduciary Funds Statements of Net Position	Total
Cash, cash equivalents and investments	\$ 217,982,845	\$ 78,781,967	\$ 296,764,812	\$ 48,286,057	\$ 345,050,869
Investments held in trust	168,016,687	-	168,016,687	-	168,016,687
OPEB Plan Investments	-	-	-	10,565,110	10,565,110
Restricted cash and investments	557,300	-	557,300	19,952,180	20,509,480
	<u>\$ 386,556,832</u>	<u>\$ 78,781,967</u>	<u>\$ 465,338,799</u>	<u>\$ 78,803,347</u>	<u>\$ 544,142,146</u>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

	Fair Value
<b>City of treasury deposits</b>	
Deposits	\$ 4,320,397
Petty cash	7,977
<b>Total city of treasury deposits</b>	<b>4,328,374</b>
<b>City treasury investments</b>	
Certificates of Deposit	19,429,953
Commercial Paper	24,722,500
Corporate Notes (Bank of America)	3,788,180
Corporate Notes (Bank of America)	998,640
Corporate Notes (Bank of Montreal)	2,748,510
Corporate Notes (Bank of Montreal)	1,894,560
Corporate Notes (Citigroup)	1,991,980
Corporate Notes (Inter-American)	982,550
Corporate Notes (Intl Finance Corp)	1,045,398
Corporate Notes (JP Morgan)	952,930
Corporate Notes (MassMutual Global)	999,130
Corporate Notes (Morgan Stanley)	990,990
Corporate Notes (Pacific Life GF II)	1,439,085
Corporate Notes (PNC Bank)	936,100
Corporate Notes (Royal Bank of Canada)	2,971,230
Corporate Notes (State Street Corp)	1,851,898
Corporate Notes (Toyota Motor Credit Corp)	4,612,165
Corporate Notes (USAA Capital Corp)	2,011,760
Corporate Notes (Wells Fargo Bank)	1,001,040
Federal Farm Credit Bank (FFCB)	21,830,480
Federal Home Loan Bank (FHLB)	36,393,063
Federal Home Loan Mortgage (FHLMC)	12,770,691
Federal National Mortgage (FNMA)	4,885,520
California Class	69,672,354
Local Agency Investment Fund (LAIF)	16,952,553
Money market mutual funds (WF)	9,016,122
Municipal obligations (City)	74,841,320
Municipal obligations (FRFA)	139,488,907
Municipal obligations (FPFA)	28,527,780
US Treasury Note	5,937,660
<b>Total city treasury investments</b>	<b>495,685,049</b>
<b>Cash and investments with fiscal agents</b>	
JPA (CAMP)	223,929
Money market mutual fund	33,339,682
OPEB Plan Investments - Mutual Funds	10,565,112
<b>Total Cash and investments with fiscal agents</b>	<b>44,128,723</b>
<b>Total Investments</b>	<b>539,813,772</b>
<b>Total cash and investments</b>	<b>\$ 544,142,146</b>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

**Cash Deposits** – At June 30, 2024, the recorded amount of the City's deposits was \$4,328,374 and the bank balance was \$5,823,429. As of June 30, 2024, the City's deposits with financial institutions in excess of federal depository insurance limits was held in uncollateralized accounts.

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name. The market value of pledged governmental securities must equal at least 110% of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total cash deposits. The City has waived collateral requirements for cash deposits that are fully insured up to \$250,000 by the FDIC.

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

#### Investments

The table below identifies the investment types that are authorized for the City by California Government Code Section 53601 (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California Government Code or the City's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum % of Portfolio	Maximum Investment in One Issuer
Local Agency Investment Fund (LAIF)	N/A	100%	\$75M per account
Bonds Issued by the City	5 years	100%	None
U.S. Treasury Bills, Notes and Bonds	5 years	100%	None
Registered State Warrants, Treasury Notes or Bonds of the State	5 years	100%	None
Bonds, Notes or Warrants of any Local Agency within the State	5 years	100%	None
Federal Agency Securities or U.S. Government Sponsored Enterprise Obligations	5 years	100%	None
Supranational Obligations	5 years	30%	None
Bankers Acceptances	180 days	40%	30%
Commercial Paper	270 days	40%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Non-negotiable Certificates of Deposit	5 years	100%	None
Placement Service Deposits and Certificates of Deposit	5 years	50	None
Repurchase agreements	1 year	100%	None
Reverse Repurchase agreements	92 days	20%	None
Medium Term Notes	5 years	30%	None
Mutual Funds and Money Market Mutual Funds	N/A	20%	None
Mortgage Backed or Consumer Pass-through Securities	5 years	20%	None
Shares of Beneficiary Interest issued by a JPA	N/A	100%	None
Collateralized Bank Deposits	5 years	100%	None
Bank/Time Deposits	5 years	100%	None
Pooled Investment Funds	N/A	100%	None
Public Bank Obligations	5 years	100%	None
Voluntary Investment Program Fund	N/A	100%	None

\* Excluding amounts held by bond trustee that are not subject to California Government Code Restrictions

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

**Investments Authorized by Debt Agreements** – Investment of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the Entity's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer	Revenue Bond										BTA		
				2012 FPFA ST REF BONDS	2015 FRFA (CFD 17)	2017 FPFA ST REF BONDS	2017 FRFA (CFD 19)	2018 FRFA (CFD 20)	2019 FRFA (CFD 19)	2019 FRFA (CFD 21)	2020 FRFA (CFD 23 IA1)	2021 FRFA (CFD 21)	2022 FRFA (CFD 23 IA1)	2019 Water	2021 Water	2016 RDA
U.S. Treasury Obligations	5 years	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x
U.S. Agency Securities	5 years	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x
Banker's Acceptances	180 days	40%	None	x	x	x	x	x	x	x	x	x	x	x	x	x
Commercial Paper	270 days	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x
Negotiable Certificates of Deposit	5 years	30%	None	x	x	x	x	x	x	x	x	x	x	x	x	x
Money Market Mutual Funds	N/A	20%	Multiple	x	x	x	x	x	x	x	x	x	x	x	x	x
Municipal obligations	None	None	None	x	x	n/a	n/a	n/a	n/a	n/a	x	x	x	n/a	n/a	x
Pre-refunded municipal obligations	None	None	None	n/a	n/a	n/a	n/a	n/a	n/a	n/a	x	n/a	n/a	n/a	x	n/a
State obligations	None	None	None	x	x	n/a	n/a	n/a	x	x	x	x	x	x	x	n/a
Investment agreements - *	None	None	None	x	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	x	x	x
California Asset Management Program (CAMP)	None	None	None	n/a	n/a	x	x	x	x	x	x	n/a	x	x	x	n/a
Local Agency Investment Fund (LAIF)	N/A	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x
Other *, *1	None	None	None	n/a	n/a	x	x	x	x	x	x	n/a	x	x	n/a	x
Cash (insured at all times by FDIC)	None	None	None	x	x	x	x	x	x	x	x	x	x	n/a	n/a	n/a
Deposit Accounts (FDIC Insured) *3	None	None	None	x	x	x	x	x	x	x	x	x	x	n/a	n/a	x
Certificates of deposit	5 years	30%	None	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a

\* With notice to Standard & Poor's and/or approved in writing by the Bond Insurer and supported by opinions of counsel.

\*1 including repurchase agreements

\*2 No securities may be purchased on margin, adequate monies to meet cash flow requirements, and no more than 50% of City's total cash be invested for longer than one year.

\*3 In Banks which have capital and surplus of at least \$10,000,000

**Interest Rate Risk** – As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy requires that at least 50 percent of the City's investment portfolio mature in less than one year. An additional limitation is that investments with a maturity of more than five years must be specifically authorized by the City Council as required by government code. One of the ways that the City of Folsom manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion is maturing or coming close to maturing evenly over time as necessary to provide cash flow and liquidity needed for operations. At June 30, 2024, the City Treasury had the following investment maturities:

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

City Treasury		Investment Maturities (in Years)							
Investment Type	Fair Value	Less than 1	1 to 2	2 to 3	3 to 4	4 to 5	5 to 10	10 to 15	More than 15
Certificate of Deposit	\$ 19,429,953	\$ 4,640,921	\$ 4,638,297	\$ 4,560,119	\$ 4,116,916	\$ 1,473,700	\$ -	\$ -	\$ -
Commercial Paper	24,722,500	24,722,500	-	-	-	-	-	-	-
Corporate Notes	107,095,900	35,471,332	23,444,505	21,337,385	10,864,270	15,978,408	-	-	-
California Class	69,672,354	69,672,354	-	-	-	-	-	-	-
LAIF	16,952,553	16,952,553	-	-	-	-	-	-	-
Money Market Mutual Funds	9,016,122	9,016,122	-	-	-	-	-	-	-
Municipal Obligations (City)	74,841,320	15,021,314	17,105,826	14,968,281	13,762,089	13,983,810	-	-	-
Municipal Obligations (FRFA)	139,488,907	889,606	1,266,498	928,040	2,799,797	1,721,323	11,996,277	19,467,265	100,420,101
Municipal Obligations (FPFA)	28,527,780	-	-	-	-	-	28,527,780	-	-
US Treasury Note	5,937,660	-	5,937,660	-	-	-	-	-	-
<b>Total</b>	<b>\$ 495,685,049</b>	<b>\$ 176,386,702</b>	<b>\$ 52,392,786</b>	<b>\$ 41,793,825</b>	<b>\$ 31,543,072</b>	<b>\$ 33,157,241</b>	<b>\$ 40,524,057</b>	<b>\$ 19,467,265</b>	<b>\$ 100,420,101</b>

Fiscal Agent									
Investment Type									
JPA (CAMP)	\$ 223,929	\$ 223,929	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Money Market Mutual Fund	33,339,682	33,339,682	-	-	-	-	-	-	-
OPEB Plan Assets - Mutual Funds	10,565,112	10,565,112	-	-	-	-	-	-	-
<b>Total</b>	<b>\$ 44,128,723</b>	<b>\$ 44,128,723</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Grand Total</b>	<b>\$ 539,813,772</b>	<b>\$ 220,515,425</b>	<b>\$ 52,392,786</b>	<b>\$ 41,793,825</b>	<b>\$ 31,543,072</b>	<b>\$ 33,157,241</b>	<b>\$ 40,524,057</b>	<b>\$ 19,467,265</b>	<b>\$ 100,420,101</b>

**Credit Risk** – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSRO's). It is in the City's policy to limit its investments in these investment types to an "A" rating or higher issued by NRSRO's, including raters Standard & Poor's, and Moody's Investors Services. At June 30, 2024, the City's credit risks, expressed on a percentage basis, are as follows:

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

Investment Type	Moody's Credit Rating	S & P's Rating	% of Investments
Certificates of Deposit	Not rated	Not rated	3.60%
Commercial Paper	P1	A1 to A+	4.58%
Corporate Notes (Bank of America)	A2	A-	0.70%
Corporate Notes (Bank of America)	A1	A-	0.18%
Corporate Notes (Bank of Montreal)	A2	Not rated	0.51%
Corporate Notes (Bank of Montreal)	A2	AA-	0.35%
Corporate Notes (Citigroup)	A2	A	0.00%
Corporate Notes (Inter-American)	Aaa	AAA	0.37%
Corporate Notes (Intl Finance Corp)	Aaa	AAA	0.18%
Corporate Notes (JP Morgan)	A1	A-	0.19%
Corporate Notes (MassMutual Global)	Aa3	AA+	0.18%
Corporate Notes (Morgan Stanley)	Aa3	A+	0.19%
Corporate Notes (Pacific Life GF II)	Aa3	AA-	0.18%
Corporate Notes (PNC Bank)	A2	A	0.27%
Corporate Notes (Royal Bank of Canada)	AA-	AA-	0.17%
Corporate Notes (State Street Corp)	A1	A	0.55%
Corporate Notes (Toyota Motor Credit Corp)	A1	A+	0.34%
Corporate Notes (Toyota Motor Credit Corp)	Not rated	Not rated	0.85%
Corporate Notes (USAA Capital Corp)	Aa1	AA	0.37%
Corporate Notes (Wells Fargo Bank)	Aa2	A+	0.19%
Federal Farm Credit Bank (FFCB)	Aaa	AA+	4.04%
Federal Home Loan Bank (FHLB)	Aaa	AA+	6.74%
Federal Home Loan Mortgage (FHLMC)	Aaa	AA+	2.37%
Federal National Mortgage (FNMA)	Aaa	AA+	0.91%
US Treasury Note	Aaa	AA+	1.10%
California Class	Not rated	Not rated	12.91%
Local Agency Investment Fund (LAIF)	Not rated	Not rated	3.14%
Money market mutual funds (WF)	Not rated	Not rated	7.85%
Municipal obligations (City)	Aaa to A11	AAA to A-	13.86%
Municipal obligations (FRFA)	Not rated	Not rated	25.84%
Municipal obligations (FPFA)	Not rated	Not rated	5.28%
JPA (CAMP)	Not rated	AAAm	0.04%
OPEB Plan Investment - Mutual Funds	Not rated	Not rated	1.96%
			<u>100.00%</u>

1) Not all series rated

**Concentration of Credit Risk** – The California Government Code and the investment policy of the City contains limitations on the amount that can be invested in any one issuer. To mitigate credit risk in the investment portfolio, the City diversifies investments by security type and issuer. With the exception of U.S. Treasury securities, the Local Agency Investment Fund and bonds issued by the City, no more than 50% of the City's total investment portfolio can be invested in a single security type or with a single issuer.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

As of June 30, 2024, investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of **total entity investments** are as follows:

Issuer	Investment Type	Amount
Mangini - CFD 19	Municipal Obligations	28,804,018
Empire Ranch - CFD 10	Municipal Obligations	19,345,887
CFD 19 Series 19	Municipal Obligations	14,211,643
Russell Ranch - CFD 20	Municipal Obligations	13,493,177
CFD 23 IA1 - Series 22	Municipal Obligations	12,251,865
CFD 23 IA1 - Series 20	Municipal Obligations	11,819,100
CFD 20 - Series 22	Municipal Obligations	11,783,509
CFD 21 Series 21	Municipal Obligations	10,860,833
Empire Ranch - CFD 14	Municipal Obligations	9,182,072
WRSR - CFD 21	Municipal Obligations	10,011,608
CFD 23 IA3 - Series 22	Municipal Obligations	9,566,327
CFD 23 IA2 - Series 24	Municipal Obligations	11,095,114

**Investments in Local Agency Investment Funds** – The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The fair value of the City's investment in the pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized costs of that portfolio, as calculated monthly. The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

The City's investment in LAIF included a portion of the pool funds invested in collateralized mortgage obligations, mortgage backed securities, other asset-backed securities, loans to certain state funds, and floating rate securities issued by federal agencies, government - sponsored enterprises, and corporations. These investments included the following:

Structured Notes are debt securities (other than asset backed securities) whose cash flow characteristics (coupon rate, redemption amount or state maturity) depend on one or more indices and/or that have embedded forwards or options.

Asset-Backed Securities, the bulk of which are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as Collateralized Mortgage Obligations) or credit card receivables.

As of June 30, 2024, the City had \$16,952,553 invested in LAIF, which had invested 3.00% of the pool investment funds in Structured Notes and Asset-Backed Securities as compared to 2.78% in the previous year. The LAIF fair value factor of 0.996316042 was used to calculate the fair value of the investments in LAIF.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

**Investments in CAMP** – The City is a voluntary participant in the California Asset Management Program (CAMP). Oversight of CAMP is provided by a Board of Trustees, which consists of seven trustees. The trustees are appointed to the Board of Trustees from members of the governing body, officers, or full-time employees of a public agency that is a participant in the trust and approved annually by the participants. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by CAMP for the entire CAMP portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by CAMP, which are recorded on an amortized cost basis. Information regarding the amount of dollars invested in derivatives by CAMP was not available.

**Fair Value Measurements** – Statement No. 72 of the Government Accounting Standards Board ("GASB") *Fair Value Measurements and Application*, sets the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under GASB 72 are described as follows:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the City has the ability to access.

Level 2 – Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets.
- Quoted prices for identical or similar assets or liabilities in inactive markets.
- Inputs other than quoted prices that are observable for the asset or liability.
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement. Unobservable inputs reflect the City's own assumptions about the inputs market participants would use in pricing the asset or liability (including assumptions about risk). Unobservable inputs are developed based on the best information available in the circumstances and may include the City's own data.

The asset's level with the hierarchy is based on the lowest level of input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. The determination of what constitutes observable requires judgment by the City's management. City management considers observable data to be that market data, which is readily available, regularly distributed or updated, reliable, and verifiable, not proprietary, and provided by multiple independent sources that are actively involved in the relevant market. The categorization of an investment within the hierarchy is based upon the relative observability of the inputs to its fair value measurement and does not necessarily correspond to City management's perceived risk of that investment.

Deposits and withdrawals in governmental investment pools, such as LAIF are made on the basis of \$1 and not fair value. Accordingly, the City's proportionate share in these types of investments is an uncategorized input not defined as a Level 1, Level 2, or Level 3 input.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

The following is a description of the valuation methods and assumptions used by the City to estimate the fair value of its investments. There have been no changes in the methods and assumptions used at June 30, 2024. The methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. City management believes its valuation methods are appropriate and consistent with other market participants. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

When available, quoted prices are used to determine fair value. When quoted prices in active markets are available, investments are classified within Level 1 of the fair value hierarchy. The City's Level 1 investments primarily consist of investments in U.S. Treasury Notes. When quoted prices in active markets are not available, fair values are based on evaluated prices received from the City's Custodian of Assets, Trustee or Fiscal Agent.

For investments classified within Level 2 of the fair value hierarchy, the City's custodians generally use a multidimensional relational model. Inputs to their pricing models are based on observable inputs in active markets. The inputs to the pricing models are typically benchmark yields, reported trades, broker-dealer quotes, issuer spreads, and benchmark securities, among others.

The City's Level 3 investments primarily consist of debt investments, valued using the income approach to measuring fair value. This approach converts future amounts to a single current amount using a discounted cash flow.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

As of June 30, 2024, the City has the following recurring fair value measurements:

Investments by Fair Value Level	Balance at 30-Jun-24	Fair Value Measurements on a Recurring Basis Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b>City Pooled Investments</b>				
Certificate of Deposit	\$ 19,429,953	\$ -	\$ 19,429,953	\$ -
Commercial Paper	24,722,500	-	24,722,500	-
Corporate Notes	31,216,146	-	31,216,146	-
Municipal Obligations (City)	74,841,320	-	74,841,320	-
Municipal Obligations (FRFA)	139,488,907	-	-	139,488,907
Municipal Obligations (FPFA)	28,527,780	-	-	28,527,780
Federal Farm Credit Bank (FFCB)	21,830,480	-	21,830,480	-
Federal Home Loan Bank (FHLB)	36,393,063	-	36,393,063	-
Federal Home Loan Mortgage (FHLMC)	12,770,691	-	12,770,691	-
Federal National Mortgage (FNMA)	4,885,520	-	4,885,520	-
US Treasury Note	5,937,660	-	5,937,660	-
<b>Investments Not Measured at Fair Value or Subject to Fair Value Hierarchy</b>				
Local Agency Investment Funds	16,952,553			
California Class	69,672,354			
Money Market Mutual Funds	9,016,122			
Total Investments Not Measured at Fair Value or Subject to Fair Value Hierarchy	95,641,029			
<b>Total City's Pooled Investments</b>	495,685,049			
<b>Investments Held with Fiscal Agent Not Measured at Fair Value</b>				
JPA (CAMP)	223,929			
Money Market Mutual Funds	33,339,682			
<b>Investments Held with Fiscal Agent by Fair Value Level</b>				
OPEB Plan Investments - Mutual Funds	10,565,112	-	10,565,112	-
Total Investments Held with Fiscal Agents	44,128,723			
Total Investments	\$ 539,813,772	\$ -	\$ 242,592,445	\$ 168,016,687

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 3. RECEIVABLES

Receivables as of June 30, 2024, consist of the following:

<b>Governmental Activities</b>	General Fund	Folsom Housing Special Revenue Fund	Financing Authority Debt Service Fund	Transportation Improvement Capital Projects Fund	FPA Capital Improvements	Nonmajor Governmental Funds	Internal Service Funds	Total
Receivables, net								
General accounts	\$ 7,818,778	\$ 27,974	\$ -	\$ 1,218,732	\$ -	\$ 523,817	\$ 113,347	\$ 9,702,648
Lease	9,054,046	-	-	-	-	-	-	9,054,046
Interest	387,009	117,556	1,574	242,417	389,341	669,230	61,145	1,868,272
Long-term loans	1,331	29,688,192	-	-	-	4,729,174	-	34,418,697
<b>Total</b>	<b>\$ 17,261,164</b>	<b>\$ 29,833,722</b>	<b>\$ 1,574</b>	<b>\$ 1,461,149</b>	<b>\$ 389,341</b>	<b>\$ 5,922,221</b>	<b>\$ 174,492</b>	<b>\$ 55,043,663</b>

<b>Business-Type Activities</b>	Water	Wastewater	Solid Waste	Enterprise	Total
Receivables, net					
General accounts	\$ 1,470,910	\$ 82,029	\$ 59,276	\$ -	\$ 1,612,215
Utilities	4,387,143	1,811,231	481,492	-	6,679,866
Interest	302,430	271,240	163,460	1,213	738,343
<b>Total</b>	<b>\$ 6,160,483</b>	<b>\$ 2,164,500</b>	<b>\$ 704,228</b>	<b>\$ 1,213</b>	<b>\$ 9,030,424</b>

Long Term Loans and Lease receivables are not expected to be collected within one year.

### 4. INTERFUND TRANSACTIONS

#### A. Due To/From Other Funds

Due to Other Funds	Due from Other Funds Special Revenue Funds	Total
General Fund	\$ 73,709	\$ 73,709
<b>Total</b>	<b>\$ 73,709</b>	<b>\$ 73,709</b>

All balances reported as “Due to/due from” are short-term loans to cover temporary cash shortages as of June 30, 2024, and will be repaid within one year.

#### B. Advances To/From Other Funds

At June 30, 2024 the funds below had made advances which were not expected to be repaid within the next year.

Advances to Other Funds	Advances from Other Funds General Fund	Total
Equipment Fund	\$ 1,281,904	\$ 1,281,904
<b>Total</b>	<b>\$ 1,281,904</b>	<b>\$ 1,281,904</b>

In September 2023, the City authorized a \$1,281,904 interfund loan from the Equipment Replacement Fund (Fund 602) to the General Fund for the City Hall Boiler & HVAC Replacement Project. The loan is for five years with 3 % simple interest rate.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 5. TRANSFERS

Transfers report the nonreciprocal contribution from one fund to another. The following is a summary of transfers for the year ended June 30, 2024:

Transfers out	Transfers in				
	General	Other governmental funds	Water Enterprise	Internal Service Fund	Total
General Fund	\$ -	\$ -	\$ -	\$ 387,124	\$ 387,124
Folsom Housing	11,102	-	-	-	11,102
Transportation Improvement Fund	273,644	-	-	-	273,644
FPA Capital Improvement	131,295	-	-	-	131,295
Other governmental funds	247,391	29,782	-	-	277,173
Water Enterprise	943,123	-	-	-	943,123
Wastewater Enterprise	707,530	-	-	-	707,530
Solid Waste Enterprise	1,622,166	-	-	-	1,622,166
Other enterprise funds	150	-	-	-	150
Internal Service Fund	90,456	-	75,557	-	166,013
Total	\$ 4,026,857	\$ 29,782	\$ 75,557	\$ 387,124	\$ 4,519,320

During the year various interfund transfers listed above were made to finance expenditures and service debt. Transfers into the City's General fund mostly consisted of: (1) Cost allocation plan \$3.7 million, (2) Salaries and benefits \$2.7M, and (3) Project and capital transfers from Other Governmental funds \$908K.

### 6. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024, was as follows:

	July 1, 2023	Transfers	Additions	Deletions	Adjustments	June 30, 2024
<b>Governmental Activities:</b>						
Capital assets, not being depreciated:						
Land	\$ 19,605,947	\$ -	\$ 86,000	\$ -	\$ -	\$ 19,691,947
Construction in progress	4,155,242	(8,910,423)	19,982,654	-	-	15,227,473
Total capital assets, not being depreciated	23,761,189	(8,910,423)	20,068,654	-	-	34,919,420
Capital assets, being depreciated:						
Buildings	84,903,409	1,006,788	104,500	-	-	86,014,697
Improvements	648,639,935	7,871,620	11,048,152	-	-	667,559,707
Equipment	26,723,982	32,015	2,455,231	(782,801)	-	28,428,427
Total capital assets, being depreciated	760,267,326	8,910,423	13,607,883	(782,801)	-	782,002,831
Less accumulated depreciation for:						
Buildings	(54,181,788)	-	(2,064,659)	-	-	(56,246,447)
Improvements	(310,362,470)	-	(19,423,261)	-	-	(329,785,731)
Equipment	(22,568,993)	-	(1,869,483)	782,801	-	(23,655,675)
Total accumulated depreciation	(387,113,251)	-	(23,357,403)	782,801	-	(409,687,853)
Intangible Asset	3,490,669	-	558,050	-	-	4,048,719
Less Amortization	(721,302)	-	(624,068)	-	-	(1,345,370)
Total intangible asset with amortization	2,769,367	-	(66,018)	-	-	2,703,349
Governmental activities capital assets, net	\$ 399,684,631	\$ -	\$ 10,253,116	\$ -	\$ -	\$ 409,937,747

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 6. CAPITAL ASSETS, Continued

	July 1, 2023	Transfers	Additions	Deletions	June 30, 2024
<b>Business-type activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 815,270	\$ -	\$ -	\$ -	\$ 815,270
Construction in progress	10,110,956	(3,918,919)	8,016,894	-	14,208,931
Total capital assets, not being depreciated	10,926,226	(3,918,919)	8,016,894	-	15,024,201
Capital assets, being depreciated:					
Buildings	528,554	-	-	-	528,554
Improvements	278,885,081	3,659,376	6,448,939	-	288,993,396
Equipment	24,593,424	259,543	6,890,623	(964,790)	30,778,800
Total capital assets, being depreciated	304,007,059	3,918,919	13,339,562	(964,790)	320,300,750
Less accumulated depreciation for:					
Buildings	(128,546)	-	(29,313)	-	(157,859)
Improvements	(108,968,374)	-	(7,016,770)	-	(115,985,144)
Equipment	(18,026,970)	-	(2,575,284)	964,790	(19,637,464)
Total accumulated depreciation	(127,123,890)	-	(9,621,367)	964,790	(135,780,467)
Intangible Asset	210,501	-	-	-	210,501
Less Amortization	(116,655)	-	(53,246)	-	(169,901)
Total intangible asset with amortization	93,846	-	(53,246)	-	40,600
Governmental activities capital assets, net	<u>\$ 187,903,241</u>	<u>\$ -</u>	<u>\$ 11,681,843</u>	<u>\$ -</u>	<u>\$ 199,585,084</u>

Depreciation expense was charged to functions/programs of the City as follows:

#### Governmental Activities:

General government	\$ 380,696
Public safety	2,092,357
Public works	17,618,850
Community Services	36,959
Culture and recreation	3,852,329
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of assets	279
Total depreciation expense - governmental activities	<u>\$ 23,981,471</u>

#### Business-type activities:

Water	\$ 5,133,676
Wastewater	2,443,103
Solid waste	2,097,833
Total depreciation expense - business-type activities	<u>\$ 9,674,613</u>

The current year increase in Capital Contributions is due to a significant amount of development activity, primarily in the Folsom Plan Area. Developer Contributions for Sewer, Water, Streets, Drainage accepted by the City were \$2,719,318, \$3,673,446, \$7.5M, and \$3.2M respectively.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 6. CAPITAL ASSETS, Continued

#### Intangible Assets –

In FY 2022, the City implemented GASB No. 87, Leases, and recognized the value of copiers leased and two modular building units leased for the Corp Yard and the Street Maintenance Division. In FY 2023, the City implemented GASB 96, Subscriptions, and recognized the value of subscription services with Axon which provides services for Police and Microsoft for Information Technology subscription.

As of June 30, 2024, the City has a subscription agreement with Microsoft. The subscription was entered into on September 30, 2021 and will continue through September 2024. The City has an option to extend for an additional three years after the initial agreement which the City has decided to do. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 8.

As of June 30, 2024, the City has a subscription agreement with Axon. The subscription was entered into on August 4, 2021 and will continue through July 2025. The City has an option to extend for an additional five years after the initial agreement which the City will most likely decided to do. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 8.

As of June 30, 2024, the City has a subscription agreement with Open Gov Budget & Planning Software. The subscription was entered into on December 1, 2023 and will continue through June 2027. The agreement shall automatically renew for another period of the same duration as the initial term unless the City notifies the other party of its intent not to renew this agreement. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 8.

As of June 30, 2024, the City has a subscription agreement with ePLUS. The subscription was entered into on July 29, 2023 and will continue through July 2027. The City has an option to extend for an additional three years after the initial agreement. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 8.

As of June 30, 2024, the City had one lease agreement for copiers. The lease was entered into on September 24, 2019 and will continue through September 2024. The City will wait until a later time to determine if it plans on renewing the lease. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 7.

As of June 30, 2024, the City had leased a modular building unit for the Corp Yard. The lease was entered into on August 1, 2019 with a commencement date of November 1, 2019 once the unit was delivered and will continue until November 2024. The City will wait until a later time to determine if it plans on renewing the lease. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 7.

As of June 30, 2024, the City had leased a modular building unit for the Streets Maintenance Division. The lease was entered into on October 15, 2017 and was amended on March 29, 2019 and will continue until December 31, 2024. The City will wait until a later time to determine if it plans on renewing the lease. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 7.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 7. LEASES

#### Leases Payable

**Modular 64\*48 Unit-** In August 2019, the City entered into a five-year Lease Agreement as lessee for the use of a 64\*48 Modular Building Unit. An initial lease liability was recorded in the amount of \$85,651. As of June 30, 2024, the value of the lease liability is \$22,864. The City is required to make monthly principal and interest payments of \$1,888. The lease has an interest rate of 3.25%. The value of the right to use asset as of June 30, 2024 of \$64,174 with accumulated amortization of \$62,786 is included in the intangible assets on the Business-type activities table found in note 6 above.

**Modular 24\*60 Unit-** In October 2017, the City entered into a five-year Lease Agreement as lessee for the use of a 24\*60 Modular Building Unit. In March 2019, an amendment was made to the original lease, extending the lease until December 31, 2024. An initial lease liability was recorded in the amount of \$93,178. As of June 30, 2024, the value of the lease liability is \$19,266. The City is required to make monthly principal and interest payments of \$2,202. The lease has an interest rate of 3.25%. The value of the right to use asset as of June 30, 2024 of \$74,469 with accumulated amortization of \$73,911 is included in the intangible assets on the Governmental activities table found in note 6 above.

**Copiers-** In September 2019, the City entered into a five-year Lease Agreement as lessee for the use of various copiers. An initial lease liability was recorded in the amount of \$533,585. As of June 30, 2024, the value of the lease liability is \$42,956.

The City is required to make monthly principal and interest payments of \$14,396. The lease has an interest rate of 3.25%. The value of the right to use asset as of June 30, 2024 of \$490,628 with accumulated amortization of \$490,628 is included in the intangible assets on the Governmental & Business type activities table found in note 6 above.

The future principal and interest lease payments as of June 30, 2024 are as follows:

Year Ending June 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2025	\$ 45,996	\$ 303	\$ 32,445	\$ 105
Total	\$ 45,996	\$ 303	\$ 32,445	\$ 105

#### Leases Receivable

##### **General Fund**

In December 2021, the City entered into a ten-year lease agreement for the use of a city owned building. The city recognized \$187,396 in lease revenue and \$61,658 in interest revenue during the current fiscal year. As of June 30, 2024 the City's lease payment for this lease is \$1,952,600. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of June 30, 2024, the balance of the deferred inflow of resources is \$1,952,600.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 7. LEASES, Continued

The City has currently entered into a total of ten lease agreements with various telecommunication companies for use of city own land to install Cellular Towers. The initial lease agreements vary between 20-30 years. The city recognized \$165,825 in lease revenue and \$218,018 in interest revenue during the current fiscal year. As of June 30, 2024, the City's receivable for lease payments is \$7,101,446. Also, the City has a deferred inflow of resources associated with these leases that will be recognized as revenue over the lease term. As of June 30, 2024, the balance of the deferred inflow of resources is \$7,101,446.

The future revenue payments as of June 30, 2024 are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 422,252	\$ 264,152	\$ 686,404
2026	448,763	256,039	704,802
2027	485,523	242,378	727,901
2028	467,790	227,604	695,394
2029	465,979	213,353	679,332
2030-2034	1,895,740	869,164	2,764,904
2035-2039	1,585,997	642,560	2,228,557
2040-2044	1,960,756	376,138	2,336,894
2045-2049	1,211,029	1,294,645	2,505,674
2050	110,217	3,307	113,524
Total	\$ 9,054,046	\$ 4,389,340	\$ 13,443,386

### 8. SUBSCRIPTIONS

#### Subscription Payable

**Axon** – In August 2021, the City entered into a five-year Subscription Agreement as lessee for the use of a Axon, Evidence, Axon Fleet, Officer Safety Plans, Technology Assurance Plans, and TASER 7 plan. There is an option to extend for an additional five years that the City will likely choose. An initial subscription liability was recorded in the amount of \$1,933,338. As of June 30, 2024, the value of the subscription liability is \$1,499,228. The City is required to make an annual principal and interest payment of \$257,690. The subscription has an interest rate of 4.85%. The accumulated amortization as of June 30, 2024 of \$214,815 is included in the intangible assets on the Governmental activities table found in note 6 above.

**Microsoft** – In September 2021, the City entered into a three-year Subscription Agreement as lessee for the use of a Enterprise 6 Enterprise Enrollment. There is an option to extend for an additional three years. An initial subscription liability was recorded in the amount of \$1,055,418. As of June 30, 2024, the value of the subscription liability is \$632,305. The City is required to make an annual principal and interest payment of \$231,535. The subscription has an interest rate of 4.85%. The accumulated amortization as of June 30, 2024 of \$211,084 is included in the intangible assets on the Governmental activities table found in note 6 above.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 8. SUBSCRIPTIONS, Continued

**ePlus** – In July 2023, the City entered into a three-year Subscription Agreement as lessee for the use of Arctic Wolf products and services. An initial subscription liability was recorded in the amount of \$161,077 as of June 30, 2024. The City is required to make an principal and interest payment of \$78,077. The subscription has an interest rate of 3%. The accumulated amortization as of June 30, 2024 of \$74,673 is included in the tangible assets on the Government activities table found in note 6 above.

**OpenGov Budget & Planning Software** – In December 2023, the City entered into a four-year Subscription Agreement as lessee for the use of OpenGov Budget & Planning Software. There is an option renew for another period of the same duration as the initial term. An initial subscription liability was recorded in the amount of \$218,719 as of June 30, 2024. The City is required to make an principal and interest payment of \$42,884. The subscription has an interest rate of 3.66%. The accumulated amortization as of June 30, 2024 of \$51,302 is included in the tangible assets on the Governmental activities table found in note 6 above.

The future principal and interest subscription payments as of June 30, 2024 are as follows:

Year Ending June 30,	Governmental activities	
	Principal	Interest
2025	\$ 532,082	\$ 112,955
2026	559,935	92,705
2027	502,364	67,911
2028	213,218	44,472
2029	223,559	34,131
2030-2032	480,170	35,208
Total	\$ 2,511,328	\$ 387,382

### 9. LONG-TERM LIABILITIES

The following is a summary of long-term liabilities for the year ended June 30, 2024:

Governmental Activities	June 30, 2023	Additions	Reductions	June 30, 2024	Amount
					Due Within One Year
Revenue bonds	\$ 126,955,000	\$ 10,760,000	\$ (1,010,000)	\$ 136,705,000	\$ 1,225,000
Notes from direct borrowings and direct placements	32,075,000	-	(2,985,000)	29,090,000	3,000,000
City Hall & Fire Station Lease Obligation	814,635	-	(191,820)	622,815	100,197
Capital lease obligations	126,771	-	(126,771)	-	-
Compensated absences	4,243,626	4,724,043	(4,484,827)	4,482,842	1,091,315
Add: Discounts/premiums, net	8,477,920	124,783	(349,279)	8,253,424	-
<b>Governmental activities long-term liabilities</b>	<b>\$ 172,692,952</b>	<b>\$ 15,608,826</b>	<b>\$ (9,147,697)</b>	<b>\$ 179,154,081</b>	<b>\$ 5,416,512</b>

Business-Type Activities	June 30, 2023	Additions	Reductions	June 30, 2024	Amount
					Due Within One Year
Revenue bonds	\$ 5,585,000	\$ -	\$ (840,000)	\$ 4,745,000	\$ 880,000
Notes from direct borrowings and direct placements	7,830,000	-	(654,000)	7,176,000	664,000
Compensated absences	743,034	1,028,167	(1,025,688)	745,513	147,646
Add: Issuance discounts/premiums, net	682,625	-	(113,791)	568,834	-
<b>Business-type activities long-term liabilities</b>	<b>\$ 14,840,659</b>	<b>\$ 1,028,167</b>	<b>\$ (2,633,479)</b>	<b>\$ 13,235,347</b>	<b>\$ 1,691,646</b>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 9. LONG-TERM LIABILITIES, Continued

#### Revenue Bonds

##### **Governmental Activities:**

In September 2015, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2015A in the amount of \$6,675,000 with interest rates of 2.00% to 4.625%. The Series 2015A Special Tax Revenue Serial Bonds mature beginning September 1, 2016 through September 1, 2025 with principal payments ranging from \$125,000 to \$165,000. Term Bond sinking fund requirements begin September 1, 2026 through September 1, 2030 with principal payments ranging from \$170,000 to \$200,000; September 1, 2031 through September 1, 2035 with principal payments ranging from \$210,000 to \$245,000; and September 1, 2036 through September 1, 2045 with principal payments ranging from \$260,000 to \$390,000. The bonds were issued to finance the purchase of special tax bonds (the "Local Obligations") of Community Facilities District No. 17. The purchase price of the Local Obligations was used to finance certain public facilities constituting water facilities, fund a debt service account, and pay certain costs of issuance. The 2015A Special Tax Bonds are eligible for optional redemption on interest payment dates on or after March 1, 2016 at 103% and declining to 100% if called on September 1, 2025 or any interest payment date thereafter. \$ 5,575,000

In August 2017, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2017 in the amount of \$28,530,000 with interest rates of 3.00% to 5.00%. The Special Tax Revenue Term Bond maturing September 1, 2022 has sinking fund requirements that begin September 1, 2019 and go through September 1, 2022 with principal payments ranging from \$135,000 to \$245,000. Future Term Bond sinking fund requirements begin September 1, 2023 through September 1, 2027 with principal payments ranging from \$285,000 to \$490,000; September 1, 2028 through September 1, 2032 with principal payments ranging from \$550,000 to \$825,000; September 1, 2033 through September 1, 2037 with principal payments ranging from \$905,000 through \$1,280,000; and September 1, 2038 through September 1, 2047 with principal payments ranging from \$1,350,000 to \$2,095,000. The bonds were issued to finance the purchase of special tax bonds (the "Local Obligations") of Community Facilities District No. 19. The purchase price of the Local Obligations was used to finance the acquisition of certain public facilities, fund a debt service reserve fund, fund capitalized interest, and pay certain costs of issuance. The 2017 Special Tax Bonds are eligible for optional redemption on interest payment dates on or after September 1, 2027 at 100%. 27,490,000

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 9. LONG-TERM LIABILITIES, Continued

In June 2018, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2018 in the amount of \$13,255,000 with interest rates of 3.00% to 5.00%. The Special Tax Revenue Term Bond maturing September 1, 2023 has sinking fund requirements that begin September 1, 2020 and go through September 1, 2023 with principal payments ranging from \$65,000 to \$100,000. The Special Tax Revenue Serial Bonds maturing in 2024 and 2025 have principal payments of \$135,000 and \$155,000 respectively. Future Term Bond sinking fund requirements begin September 1, 2026 through September 1, 2028 with principal payments ranging from \$175,000 to \$225,000; September 1, 2029 through September 1, 2033 with principal payments ranging from \$255,000 to \$385,000; September 1, 2034 through September 1, 2038 with principal payments ranging from \$425,000 through \$595,000; and September 1, 2039 through September 1, 2048 with principal payments ranging from \$625,000 to \$970,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of Community Facilities District No. 20. The purchase price of the Local Obligations was used to finance the acquisition of certain public facilities, fund a debt service reserve account, fund capitalized interest, and pay certain costs of issuance. The 2018 Special Tax Bonds are eligible for optional redemption on any date on or after September 1, 2025 through August 31, 2026 at 103%; on or after September 1, 2026 through August 31, 2027 at 102%; on or after September 1, 2027 through August 31, 2028 at 101%; on or after September 1, 2028 at 100%.

12,895,000

In August 2019, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2019 in the amount of \$14,040,000 with interest rates of 2.00% to 5.00%. The Series 2019 Special Tax Revenue Serial Bonds mature beginning September 1, 2020 through September 1, 2029 with principal payments ranging from \$55,000 to \$245,000. The Special Tax Revenue Term Bond maturing September 1, 2034 has sinking fund requirements that begin September 1, 2030 and go through September 1, 2034 with principal payments ranging from \$270,000 to \$410,000. Future Term Bond sinking fund requirements begin September 1, 2035 through September 1, 2039 with principal payments ranging from \$455,000 to \$590,000; September 1, 2040 through September 1, 2044 with principal payments ranging from \$620,000 to \$755,000; and September 1, 2045 through September 1, 2049 with principal payments ranging from \$790,000 through \$960,000. In addition, there is a \$495,000 term bond maturing 2049 with sinking fund payments ranging from \$5,000 September 1, 2020 through \$30,000 September 1, 2049. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of Community Facilities District No. 19. The purchase price of the Local Obligations was used to finance the acquisition of certain public facilities, deposit to a debt service reserve fund, fund capitalized interest, and pay certain costs of issuance. The 2019 Special Tax Bonds are eligible for optional redemption on any date on or after September 1, 2026 through August 31, 2027 at 103%; on or after September 1, 2027 through August 31, 2028 at 102%; on or after September 1, 2028 through August 31, 2029 at 101%; on or after September 1, 2029 at 100%.

13,690,000

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 9. LONG-TERM LIABILITIES, Continued

In December 2019, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2019 in the amount of \$9,695,000 with interest rates of 3.00% to 5.00%. The Series 2019 Special Tax Revenue Serial Bonds mature beginning September 1, 2021 through September 1, 2030 with principal payments ranging from \$45,000 to \$185,000. The Special Tax Revenue Term Bond maturing September 1, 2035 has sinking fund requirements that begin September 1, 2031 and go through September 1, 2035 with principal payments ranging from \$210,000 to \$310,000. Future Term Bond sinking fund requirements begin September 1, 2036 through September 1, 2039 with principal payments ranging from \$340,000 to \$440,000; September 1, 2040 through September 1, 2044 with principal payments ranging from \$460,000 to \$560,000; and September 1, 2045 through September 1, 2049 with principal payments ranging from \$585,000 through \$715,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of Community Facilities District No. 21. The purchase price of the Local Obligations was used to finance the acquisition and construction of certain public facilities, deposit to a reserve account, fund capitalized interest, and pay certain costs of issuance. The 2019 Special Tax Bonds are eligible for optional redemption on any date on or after September 1, 2026 through August 31, 2027 at 103%; on or after September 1, 2027 through August 31, 2028 at 102%; on or after September 1, 2028 through August 31, 2029 at 101%; on or after September 1, 2029 at 100%.

9,530,000

In October 2020, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2020 in the amount of \$12,925,000 with interest rates of 3.00% to 4.00%. The Series 2020 Special Tax Revenue Serial Bonds mature beginning September 1, 2022 through September 1, 2030 with principal payments ranging from \$105,000 to \$260,000. The Special Tax Revenue Term Bond maturing September 1, 2035 has sinking fund requirements that begin September 1, 2031 and go through September 1, 2035 with principal payments ranging from \$285,000 to \$395,000. Future Term Bond sinking fund requirements begin September 1, 2036 through September 1, 2040 with principal payments ranging from \$430,000 to \$570,000; September 1, 2041 through September 1, 2045 with principal payments ranging from \$595,000 to \$695,000; and September 1, 2046 through September 1, 2050 with principal payments ranging from \$725,000 through \$845,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of Community Facilities District No. 23, Improvement Area 1. The purchase price of the Local Obligations was used to finance the acquisition and construction of certain public facilities, deposit to a debt service reserve fund, fund capitalized interest to September 1, 2021, and pay certain costs of issuance. The 2020 Special Tax Bonds are eligible for optional redemption on any date on or after September 1, 2027 through August 31, 2028 at 103%; on or after September 1, 2028 through August 31, 2029 at 102%; on or after September 1, 2029 through August 31, 2030 at 101%; on or after September 1, 2030 at 100%.

12,700,000

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 9. LONG-TERM LIABILITIES, Continued

In April 2021, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2021 in the amount of \$11,815,000 with interest rates of 3.00% to 4.00%. The Special Tax Revenue Serial Bonds mature beginning September 1, 2022 through September 1, 2041 with principal payments ranging from \$100,000 to \$535,000. The Special Tax Revenue Term Bond maturing September 1, 2046 has sinking fund requirements that begin September 1, 2042 and go through September 1, 2046 with principal payments ranging from \$560,000 to \$655,000. A future Term Bond has sinking fund requirements that begin September 1, 2047 through September 1, 2050 with principal payments ranging from \$680,000 to \$765,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of Community Facilities District No. 21. The purchase price of the Local Obligations was used to finance the acquisition and construction of certain public facilities, deposit to a reserve fund, fund capitalized interest to September 1, 2021, and pay certain costs of issuance. The 2021 Special Tax Bonds are eligible for optional redemption on any date on or after September 1, 2027 through August 31, 2028 at 103%; on or after September 1, 2028 through August 31, 2029 at 102%; on or after September 1, 2029 through August 31, 2030 at 101%; on or after September 1, 2030 at 100%.

11,600,000

In May 2022, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2022 in the amount of \$11,855,000 with interest rates of 3.00% to 5.00%. The Special Tax Revenue Serial Bonds mature beginning September 1, 2023 through September 1, 2034 with principal payments ranging from \$45,000 to \$265,000. The Special Tax Revenue Term Bond maturing September 1, 2042 has sinking fund requirements that begin September 1, 2035 and go through September 1, 2042 with principal payments ranging from \$295,000 to \$520,000. A future Term Bond has sinking fund requirements that begin September 1, 2043 and go through September 1, 2052 with principal payments ranging from \$545,000 to \$845,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of Community Facilities District No. 23, Improvement Area No. 1. The purchase price of the Local Obligations was used to finance the acquisition and construction of certain public facilities, fund a debt service reserve account, fund capitalized interest to September 1, 2022, and pay certain costs of issuance. The 2022 Special Tax Bonds are eligible for optional redemption on any date on or after September 1, 2029 through August 31, 2030 at 103%; on any date on or after September 1, 2030 through August 31, 2031 at 102%; on any date on or after September 1, 2031 through August 31, 2032 at 101%; or on any date on or after September 1, 2032 at 100%.

11,810,000

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 9. LONG-TERM LIABILITIES, Continued

In August 2022, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2022 in the amount of \$9,430,000 with interest rates of 3.00% to 5.00%. The Special Tax Revenue Serial Bonds mature beginning September 1, 2025 through September 1, 2032 with principal payments ranging from \$70,000 to \$170,000. The Special Tax Revenue Term Bond maturing September 1, 2037 has sinking fund requirements that begin September 1, 2033 and go through September 1, 2037 with principal payments ranging from \$190,000 to \$280,000. A future Term Bond that matures September 1, 2042 has sinking fund requirements that begin September 1, 2038 and go through September 1, 2042 with principal payments ranging from \$305,000 to \$420,000. The final Term Bond matures September 1, 2052 and has sinking fund requirements that begin September 1, 2043 and go through September 1, 2052 with principal payments ranging from \$440,000 to \$680,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of Community Facilities District No. 23, Improvement Area No. 3. The purchase price of the Local Obligations was used to finance the acquisition and construction of certain public facilities, fund a debt service reserve account, fund capitalized interest to September 1, 2023, and pay certain costs of issuance. The 2022 Special Tax Bonds are eligible for optional redemption on any date on or after September 1, 2029 through August 31, 2030 at 103%; on any date on or after September 1, 2030 through August 31, 2031 at 102%; on any date on or after September 1, 2031 through August 31, 2032 at 101%; or on any date on or after September 1, 2032 at 100%.

9,430,000

In December 2022, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2022 in the amount of \$11,225,000 with interest rates of 4.00% to 5.00%. The Special Tax Revenue Serial Bonds mature beginning September 1, 2024 through September 1, 2034 with principal payments ranging from \$60,000 to \$265,000. The Special Tax Revenue Term Bond maturing September 1, 2037 has sinking fund requirements that begin September 1, 2035 and go through September 1, 2037 with principal payments ranging from \$295,000 to \$360,000. A future Term Bond that matures September 1, 2042 has sinking fund requirements that begin September 1, 2038 and go through September 1, 2042 with principal payments ranging from \$395,000 to \$480,000. Another future Term Bond that matures September 1, 2047 has sinking fund requirements that begin September 1, 2043 and go through September 1, 2047 with principal payments ranging from \$500,000 to \$615,000. The final Term Bond matures September 1, 2052 and has sinking fund requirements that begin September 1, 2048 and go through September 1, 2052 with principal payments ranging from \$645,000 to \$790,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of Community Facilities District No. 20. The purchase price of the Local Obligations was used to finance the acquisition and construction of certain public facilities, fund a debt service reserve account, fund capitalized interest to September 1, 2023, and pay certain costs of issuance. The 2022 Special Tax Bonds are eligible for optional redemption on any date on or after September 1, 2029 through August 31, 2030 at 103%; on any date on or after September 1, 2030 through August 31, 2031 at 102%; on any date on or after September 1, 2031 through August 31, 2032 at 101%; or on any date on or after September 1, 2032 at 100%.

11,225,000

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 9. LONG-TERM LIABILITIES, Continued

In April 2024, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2024 in the aggregate principal amount of \$10,760,000 with interest rates ranging from 4.00% to 5.00%. The Special Tax Revenue Serial Bonds mature on September 1 of each year from 2025 through 2034 with principal payments ranging from \$45,000 to \$205,000. The Special Tax Revenue Term Bond maturing September 1, 2039 is subject to mandatory sinking fund redemption with annual payments beginning on September 1, 2035—\$230,000 in 2035, \$255,000 in 2036, \$285,000 in 2037, \$315,000 in 2038 and \$345,000 on maturity. The Term Bond maturing September 1, 2044 has sinking fund redemption payments from September 1, 2040 through September 1, 2044 ranging from \$375,000 to \$510,000. The Term Bond maturing September 1, 2049 calls for sinking fund payments from September 1, 2045 through September 1, 2049 ranging from \$535,000 to \$650,000, and the Term Bond maturing September 1, 2053 requires sinking fund redemption payments from September 1, 2050 through September 1, 2053 ranging from \$685,000 to \$790,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of the City of Folsom Community Facilities District No. 23 (Folsom Ranch) Improvement Area No. 2, with the purchase price used to finance the acquisition and construction of certain public facilities, establish a debt service reserve account, fund capitalized interest through September 1, 2024, and pay certain issuance costs. The 2024 Special Tax Revenue Bonds are eligible for optional redemption on any date on or after September 1, 2030 through August 31, 2031 at 103%; on any date on or after September 1, 2031 through August 31, 2032 at 102%; on any date on or after September 1, 2032 through August 31, 2033 at 101%; or on any date on or after September 1, 2033 at 100%.

	10,760,000
<b>Total Governmental Revenue Bonds</b>	<b>\$ 136,705,000</b>

#### Business-type activities:

In October 2019, the Folsom Public Financing Authority issued the 2019 Water Revenue Refunding Bonds for \$8,780,000 with an interest rate of 4.00%. The bonds mature beginning December 1, 2019 through 2028. The bonds were issued to provide funds to refund the 2009 Water Bonds on a current basis and to pay certain costs of issuance.

	\$ 4,745,000
<b>Total Business-type activities Revenue Bonds</b>	<b>\$ 4,745,000</b>

Annual debt service requirements to maturity for the revenue bonds are as follows:

Year Ending June 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2025	\$ 1,225,000	\$ 6,117,345	\$ 880,000	\$ 172,200
2026	1,520,000	6,411,175	910,000	136,400
2027	1,720,000	6,345,081	945,000	99,300
2028	1,955,000	6,264,891	985,000	60,700
2029	2,195,000	6,172,513	1,025,000	20,500
2030-2034	15,210,000	29,019,234	-	-
2035-2039	23,955,000	24,448,594	-	-
2040-2044	33,120,000	17,642,372	-	-
2045-2049	38,720,000	8,776,663	-	-
2050-2054	17,085,000	1,623,591	-	-
<b>Total</b>	<b>\$ 136,705,000</b>	<b>\$ 112,821,459</b>	<b>\$ 4,745,000</b>	<b>\$ 489,100</b>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 9. LONG-TERM LIABILITIES, Continued

#### Notes from Direct Borrowings and Direct Placements

##### **Governmental Activities:**

In July 2017, the Folsom Public Financing Authority privately placed with BBVA Compass Bank the Folsom Public Financing Authority Special Tax Revenue Bonds, Series 2017A in the amount of \$44,075,000 with an interest rate of 2.67%, and Taxable Series 2017B in the amount of \$2,810,000 with an interest rate of 4.11%. The Series 2017A Special Tax Revenue Bonds mature beginning September 1, 2018 through September 1, 2032 with principal payments ranging from \$1,085,000 to \$5,105,000. The Taxable Series 2017B Special Tax Revenue Bonds mature beginning September 1, 2018 through September 1, 2028 with principal payments ranging from \$140,000 to \$435,000. The bonds were issued to finance and purchase five separate issues of special tax refunding bonds of three existing community facilities districts and pay certain costs associated with issuance. Both the Series 2017A Bonds and Taxable Series 2017B Bonds may be called at the option of the City on any interest payment date beginning September 1, 2022 at 100%.

\$ 29,090,000

##### **Total Governmental Notes from Direct Borrowing and Direct Placements**

\$ 29,090,000

##### **Business-Type Activities:**

In June 2021, the Folsom Public Financing Authority privately placed with Key Government Finance, Inc. the Water Revenue Refunding Bonds, Series 2021 for \$9,116,000 with an interest rate of 1.76%. The bonds mature beginning December 1, 2021 through 2033. The bonds were issued to provide funds to refund the 2013 Water Bonds on a current basis and to pay certain costs of issuance.

\$ 7,176,000

##### **Total Business-Type Activates Notes from District Borrowing and Direct Placements**

\$ 7,176,000

Year Ending June 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2025	\$ 3,000,000	\$ 761,313	\$ 664,000	\$ 120,249
2026	5,205,000	647,636	674,000	108,495
2027	5,350,000	501,183	688,000	96,530
2028	5,505,000	350,509	701,000	84,327
2029	5,540,000	196,974	709,000	71,940
2030-2034	4,490,000	243,237	3,740,000	166,441
Total	<u>\$ 29,090,000</u>	<u>\$ 2,700,852</u>	<u>\$ 7,176,000</u>	<u>\$ 647,982</u>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 9. LONG-TERM LIABILITIES, Continued

#### Fire Station Obligation

In March 2012, the City OF Folsom entered into a Site Lease Agreement with the Folsom Public Financing Authority leasing the properties on which sit Folsom City Hall and the Folsom Central Business District Fire Station to the Authority in exchange for a one time rental payment of \$10,538,467. That amount, along with reserve funds on hand, was used to prepay \$2,596,022 of the 2001 City of Folsom Certificates of Participation and redeem the \$7,797,444 of the FPFA Refunding Lease Revenue Bonds, with the additional amount paying costs of issuance. Concurrently, the Folsom Public Financing Authority entered into a Facilities Lease Agreement with the City of Folsom leasing Folsom City Hall and the Central Business District Fire Station to the City in exchange for scheduled yearly Base Rental Payments to the Authority. The Facility Lease was subsequently assigned by FPFA to the Bank of Nevada. Subsequently, the Folsom Public Financing Authority entered into an Assignment Agreement with the Bank of Nevada in exchange for \$10,538,467. The Base Rental Payments are split into two payments. The \$7,910,564 lease relating to Folsom City Hall has tax-exempt interest rate of 2.65% and has final payment on October 1, 2017. The \$2,671,587 lease relating to the Folsom Central Business District Fire Station has a tax-exempt interest rate of 3.45% and has a final payment on October 1, 2026.

\$ 622,815

#### **Total City Hall & Fire Station Lease Obligation**

\$ 622,815

Year Ending June 30,	Lease Obligation	
	Governmental activities	
	Principal	Interest
2025	\$ 100,197	\$ 19,759
2026	207,095	12,743
2027	315,523	3,685
Total	<u>\$ 622,815</u>	<u>\$ 36,187</u>

#### Capital Obligations

##### **Governmental Activities:**

\$1,137,894 Lease secured by one 2015 Pierce Velocity 100 Tiller payable in annual installements of \$130,346 beginning August, 2014 through August, 2023 with an interest rate of 2.82%. The lease was paid off in FY2024.

\$ -

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 9. LONG-TERM LIABILITIES, Continued

#### Compensated Absences

The City's policy relating to compensated absences is described in Note 1. There is no fixed payment schedule for compensated absences. In prior years, compensated absences have been liquidated primarily by the General Fund and proprietary funds.

### 10. PLEDGE OF FUTURE REVENUES

The Folsom Public Financing Authority Water Revenue Bonds Series 2019 and Series 2021 are limited parity obligations payable solely from revenues consisting of installment payments to be made by the City under an installment purchase contract. The obligation of the City to make installment payments constitutes a special obligation of the City payable solely from the net revenues of the water system and certain other funds as provided in the installment purchase contract. Net revenues for any fiscal year are the gross income and revenue received, including all charges, fees, and rates and all connection fees, less the maintenance and operations costs. \$8,780,000 in Series 2019 Bonds were issued primarily to refund the 2009 Water Revenue Bonds, which were issued to refund the 1998 Water Revenue Bonds, which were used to previously upgrade the treatment facilities. \$9,116,000 in Series 2021 Bonds were issued primarily to refund the 2013 Bonds, which were issued primarily to refund the 2005A Water Revenue Bonds, which were issued to finance a portion of the costs of the 2005 Water Project, which consisted of improvements designed to increase the capacity of the existing water treatment from a peak capacity of 40 mgd to a peak capacity of 50 mgd as well as to upgrade disinfection facilities. The total principal and interest remaining to be paid on the bonds is \$13,058,081 through fiscal year 2034. Principal and interest paid for the current year and total customer net revenues were \$1,832,428 and \$8,448,796 respectively.

### 11. DEBT WITH NO CITY COMMITMENT

Special assessment Districts in various parts of the City have issued debt under the 1915 Bond Act and Mello-Roos Special Tax Act to finance infrastructure improvements and facilities within their boundaries. The 1915 Act Bonds are not a general obligation of the City and neither the faith and credit nor the taxing power of the City, the State of California, or any political subdivision thereof is pledged to the payment of any debt service for these districts. The City is the collecting and paying agent for the debt issued by these Districts, but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included in general long-term debt of the City. The outstanding balance of each of these issues as of June 30, 2024 is as follows:

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 11. DEBT WITH NO CITY COMMITMENT, Continued

Description	Issue Date	Maturity Date	June 30, 2024
Community Facilities District No. 10, Empire Ranch, Series 2017	7/11/2017	9/1/2028	\$ 19,359,265
Community Facilities District No. 10, Empire Ranch, Series 2020	7/23/2020	9/1/2024	1,628,000
Community Facilities District No. 11 Willow Springs, Series 2017	7/11/2017	9/1/2023	-
Community Facilities District No. 14 Parkway II, Series 2017	7/11/2017	9/1/2032	9,486,303
Community Facilities District No. 16, The Islands at Parkshore IA1, Series 2018	3/15/2018	9/1/2048	5,465,000
Community Facilities District No. 16, The Islands at Parkshore IA2, Series 2019	7/18/2019	9/1/2049	3,015,000
Community Facilities District No. 17 Willow Hill Pipeline Proj., Series 2015	9/3/2015	9/1/2045	5,575,000
Community Facilities District No. 19, Mangini Ranch, Series 2017	8/23/2017	9/1/2047	27,490,000
Community Facilities District No. 19, Mangini Ranch, Series 2019	8/7/2019	9/1/2049	13,690,000
Community Facilities District No. 20, Russell Ranch, Series 2018	6/5/2018	9/1/2048	12,998,500
Community Facilities District No. 20, Russell Ranch, Series 2022	12/8/2022	9/1/2052	11,225,000
Community Facilities District No. 21, WRSR, Series 2019	12/19/2019	9/1/2049	9,530,000
Community Facilities District No. 21, WRSR, Series 2021	4/21/2021	9/1/2050	11,600,000
Community Facilities District No. 23 IA1, Folsom Ranch, Series 2020	10/30/2020	9/1/2050	12,700,000
Community Facilities District No. 23 IA1, Folsom Ranch, Series 2022	5/11/2022	9/1/2052	11,810,000
Community Facilities District No. 23 IA3, Folsom Ranch, Series 2022	8/10/2022	9/1/2052	9,430,000
Community Facilities District No. 23 IA2, Folsom Ranch, Series 2024	4/25/2024	9/1/2053	10,760,000
			<u>\$ 175,762,068</u>

The following schedule reflects the outstanding balance of Tax Allocation Bonds formally held by the City. These were transferred to the Successor Agency as of January 31, 2012 and are reported in the Private Purpose Trust Fund statement.

Description	Issue Date	Maturity Date	June 30, 2024
Successor Agency to the Former Redevelopment Agency, Central Folsom Redevelopment Project TABS, Series 2016A (Tax Exempt)	10/5/2016	8/1/2036	\$ 25,305,000
Successor Agency to the Former Redevelopment Agency, Central Folsom Redevelopment Project TABS, Series 2016B (Federally Taxable)	7/12/2012	8/1/2035	13,005,000
Owner Participation Agreement			650,169
Less: Issuance discounts/premiums, net			<u>1,863,100</u>
			<u>\$ 40,823,269</u>

### 12. CLASSIFICATION OF NET POSITION/FUND BALANCE

In the Government-wide Financial Statements, net position is classified in the following categories.

**Net Investment in Capital Assets** – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce this category.

**Restricted Net Position** – This category represents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. Investments held in trust represent assets held for future special assessment debt service. This category also includes amounts restricted for Debt service, Low and moderate income housing, Transportation/streets, Lighting and landscape assessment districts and Critical facilities.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 12. CLASSIFICATION OF NET POSITION/FUND BALANCE, Continued

**Unrestricted Net Position** – This category represents the net position of the City, which are not restricted for any project or other purpose.

In the Fund Financial Statements, Fund balances are presented in the following categories: nonspendable, restricted, committed, assigned, and unassigned (see Note 1 for a description of these categories). A detailed schedule of fund balances at June 30, 2024 follows:

	General Fund	Folsom Housing Special Revenue Fund	Folsom Public Financing Authority Debt Service Fund	Folsom Ranch Financing Authority	Transportation Improvement Capital Projects Fund	FPA Capital Im provement	Other Non-Major Governmental Funds	Total Governmental Funds
<b>Nonspendable:</b>								
Inventory	\$ 566,774	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 566,774
Insurance deposits	4,824	-	-	-	-	-	-	4,824
Prepaid items	1,005,473	-	-	-	-	-	-	1,005,473
Endowment principal	-	-	-	-	-	-	480,930	480,930
<b>Total nonspendable fund balance</b>	<b>1,577,071</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>480,930</b>	<b>2,058,001</b>
<b>Restricted for:</b>								
Debt Service	-	-	28,670,402	139,488,908	-	-	1,351,242	169,510,552
Police training and equipment	-	-	-	-	-	-	6,830,795	6,830,795
Police capital projects	-	-	-	-	-	-	1,894,695	1,894,695
Fire capital projects	-	-	-	-	-	-	449,073	449,073
Specific Plan Improvements	1,152,276	-	-	-	-	-	3,417,929	4,570,205
FPA capital improvements	-	-	-	-	-	43,316,400	-	43,316,400
Light rail transportation improvements	-	-	-	-	-	-	1,334,337	1,334,337
Drainage capital projects	-	-	-	-	-	-	1,386,640	1,386,640
CFD 10 improvements	-	-	-	-	-	-	2,706,170	2,706,170
Park capital improvements	-	-	-	-	-	-	9,972,171	9,972,171
Zoo improvements	-	-	-	-	-	-	258,266	258,266
Lighting and Landscape districts	-	-	-	-	-	-	9,692,568	9,692,568
Transportation projects	-	-	-	-	37,254,452	-	8,227,948	45,482,400
Community Development Block Grant	-	-	-	-	-	-	149,755	149,755
Folsom Specific Plan Area infrastructure	-	-	-	-	-	-	21,506	21,506
2011 Non-Housing Bond Proceeds	-	-	-	-	-	-	2,345	2,345
Transit Capital Improvement	-	-	-	-	-	-	6,341,348	6,341,348
Corp Yard Capital Improvement	-	-	-	-	-	-	2,709,325	2,709,325
Loans receivable	-	29,652,150	-	-	-	-	-	29,652,150
Low and Moderate Income Housing	-	18,604,471	-	-	-	-	-	18,604,471
<b>Total restricted fund balance</b>	<b>1,152,276</b>	<b>48,256,621</b>	<b>28,670,402</b>	<b>139,488,908</b>	<b>37,254,452</b>	<b>43,316,400</b>	<b>56,746,113</b>	<b>354,885,172</b>
<b>Committed for:</b>								
Transportation projects	-	-	-	-	-	-	305,706	305,706
Tree mitigation	-	-	-	-	-	-	1,190,824	1,190,824
Park improvements	-	-	-	-	-	-	2,744,021	2,744,021
<b>Total committed fund balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,240,551</b>	<b>4,240,551</b>
<b>Assigned to:</b>								
Encumbrances	6,723,071	-	-	-	-	-	-	6,723,071
Purpose of fund	-	-	-	-	-	-	553,733	553,733
<b>Total assigned fund balance</b>	<b>6,723,071</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>553,733</b>	<b>7,276,804</b>
<b>Unassigned fund balance:</b>	<b>24,941,979</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(116,241)</b>	<b>24,825,738</b>
<b>Total Fund Balances</b>	<b>\$ 34,394,397</b>	<b>\$ 48,256,621</b>	<b>\$ 28,670,402</b>	<b>\$ 139,488,908</b>	<b>\$ 37,254,452</b>	<b>\$ 43,316,400</b>	<b>\$ 61,905,086</b>	<b>\$ 393,286,266</b>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 13. PENSION PLAN

#### A. General Information about the Pension Plans

**Plan Descriptions** – All qualified permanent and probationary employees are eligible to participate in the City's separate Safety (police and fire) and Miscellaneous (all other) Plans, agent multiple-employer defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Plans are established by State statute and may be amended by City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website: [www.calpers.ca.gov](http://www.calpers.ca.gov)

**Benefits Provided** – CalPERS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment with the retirement formula for Miscellaneous of 2.7% @ 55 for existing "classic" members, 2% @ 55 for "new" members with a start date on or after July 1, 2010 and 2% @ 62 for "new" members with a start date on or after January 1, 2013. The retirement formula for Safety is 3% @ 50 for "classic" members, 2% @ 50 for "new" members with a start date on or after July 1, 2010 and 2.7% @ 57 for "new" members with a start date on or after January 1, 2013. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The Plans' provisions and benefits in effect at June 30, 2024, are summarized as follows:

	Miscellaneous		
	Classic - Prior to June 30, 2010	New - On or after July 1, 2010	New - On or after January 1, 2013
Hire Date			
Formula	2.7% @ 55	2% @ 55	2% @ 55
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50-55	50-63	52-67
Monthly benefits, as a % of annual salary	2.0% to 2.7%	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	8.0%	7.0%	7.50%
Required employer contribution rates	11.920%	45.240%	45.240%
Unfunded Liability Contribution	\$ 7,888,954	-	-

	Safety		
	Classic - Prior to June 30, 2010	New - On or after July 1, 2010	New - On or after January 1, 2013
Hire Date			
Formula	3% @ 50	2% @ 50	2.7% @ 57
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50-55	50-55	50-57
Monthly benefits, as a % of annual salary	3.00%	2.0% to 2.7%	2.0% to 2.7%
Required employee contribution rates	9.0%	9.0%	11.25%
Required employer contribution rates	20.780%	54.370%	51.370%
Unfunded Liability Contribution	\$ 6,662,972	-	-

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 13. PENSION PLAN, Continued

**Employees Covered** – At June 30, 2024, the following employees were covered by the benefit terms for each Plan:

	Miscellaneous	Safety
Inactive employees or beneficiaries currently receiving benefits	484	162
Inactive employees entitled to but not yet receiving benefits	292	96
Active employees	287	146
Total	1,063	404

**Contributions** – Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. In 2023, the employer contribution to CalPERS was \$10,828,318 and \$10,754,191 for the Miscellaneous and Safety Plan, respectively.

### B. Net Pension Liability

The City's net pension liability for each Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2023, using an annual actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

**Actuarial Assumptions** – The total pension liabilities in the June 30, 2022 actuarial valuations were determined using the following actuarial assumptions:

	Miscellaneous	Safety
Valuation Date	June 30, 2022	June 30, 2022
Measurement Date	June 30, 2023	June 30, 2023
Actuarial Cost Method	Entry Age Actuarial Cost Method	Entry Age Actuarial Cost Method
Actuarial Assumptions:		
Discount Rate	6.90%	6.90%
Inflation	2.30%	2.30%
Payroll Growth	2.75%	2.75%
Projected Salary Increase	Varies by Entry Age and Service	Varies by Entry Age and Service
Investment Rate of Return	7.00%	7.00%
Mortality Rate Table <sup>1</sup>	Derived using CalPERS' membership data for all funds	Derived using CalPERS' membership data for all funds

<sup>1</sup> The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. Mortality rates incorporate full generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the 2021 experience study report from November 2021 that can be found on the CalPERS website.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 13. PENSION PLAN, Continued

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2023 valuation were based on the results of a 2017 actuarial experience study for the period 1997 to 2015. Further details of the Experience Study can found on the CalPERS website.

**Change of Assumption** – For the measurement date of June 30, 2023 the accounting discount rate remained at 6.90 percent.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds’ asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class	Current Target Allocation	Real Return
Global Equity - Cap-weighted	30%	4.54%
Global Equity - Non-Cap-weighted	12%	3.84%
Private Equity	13%	7.28%
Treasury	5%	0.27%
Mortgage-backed securities	5%	0.50%
Investment Grade Corporates	10%	1.56%
High Yield	5%	2.27%
Emerging Market Debt	5%	2.48%
Private Debt	5%	3.57%
Real Assets	15%	3.21%
Leverage	-5%	-0.59%
	100%	

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 13. PENSION PLAN, Continued

**Discount Rate** – The discount rate used to measure the total pension liability was 6.90% for each Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 6.90 percent discount rate is adequate, and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 6.90 percent will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

#### C. Changes in the Net Pension Liability

The changes in the Net Pension Liability, measured as of June 30, 2023, for each Plan follows:

	Miscellaneous		
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2023	\$ 278,886,537	\$ 181,966,189	\$ 96,920,348
<b>Changes in the year:</b>			
Service cost	4,569,347	-	4,569,347
Interest on the total pension liability	19,187,409	-	19,187,409
Changes of benefit terms	278,025	-	278,025
Differences between actual and expected experience	3,556,467	-	3,556,467
Contribution - employer	-	11,102,563	(11,102,563)
Contribution - employee	-	2,127,909	(2,127,909)
Net investment income	-	11,416,729	(11,416,729)
Benefit payments, including refunds of employee contributions	(13,854,609)	(13,854,609)	-
Administrative expense	-	(133,809)	133,809
<b>Net changes</b>	<b>13,736,639</b>	<b>10,658,783</b>	<b>3,077,856</b>
<b>Balance at June 30, 2024</b>	<b>\$ 292,623,176</b>	<b>\$ 192,624,972</b>	<b>\$ 99,998,204</b>

	Safety		
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2023	\$ 252,946,691	\$ 158,318,123	\$ 94,628,568
<b>Changes in the year:</b>			
Service cost	5,257,892	-	5,257,892
Interest on the total pension liability	17,369,326	-	17,369,326
Changes of benefit terms	79,267	-	79,267
Differences between actual and expected experience	1,961,659	-	1,961,659
Contribution - employer	-	10,038,487	(10,038,487)
Contribution - employee	-	2,005,666	(2,005,666)
Net investment income	-	9,946,458	(9,946,458)
Benefit payments, including refunds of employee contributions	(11,774,382)	(11,774,382)	-
Administrative expense	-	(116,420)	116,420
<b>Net changes</b>	<b>12,893,762</b>	<b>10,099,809</b>	<b>2,793,953</b>
<b>Balance at June 30, 2024</b>	<b>\$ 265,840,453</b>	<b>\$ 168,417,932</b>	<b>\$ 97,422,521</b>
<b>Balance at June 30, 2024 - Both Plans</b>	<b>\$ 558,463,629</b>	<b>\$ 361,042,904</b>	<b>\$ 197,420,725</b>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 13. PENSION PLAN, Continued

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate** – The following presents the net pension liability of the City for each Plan, calculated using the discount rate for each Plan, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	Miscellaneous	Safety	Total
1% Decrease	5.90%	5.90%	11.80%
Net Pension Liability	\$ 138,358,945	\$ 134,801,003	\$ 273,159,948
Current Discount Rate	6.90%	6.90%	13.80%
Net Pension Liability	\$ 99,998,204	\$ 97,422,521	\$ 197,420,725
1% Increase	7.90%	7.90%	15.80%
Net Pension Liability	\$ 68,171,055	\$ 66,800,998	\$ 134,972,053

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

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

For the year ended June 30, 2024, the City recognized pension expense of \$17,126,663 for the Miscellaneous plan and \$14,948,783 for the Safety plan, for a total pension expense of \$32,075,446. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Safety		Miscellaneous		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in assumption	\$ 6,344,660	\$ -	\$ 2,877,134	\$ -	\$ 9,221,794	\$ -
Differences between actual and expected experience	2,909,845	58,709	2,954,734	-	5,864,579	58,709
Net differences between projected and actual earnings						
on plan investments	7,739,261	-	8,862,777	-	16,602,038	-
Pension contributions subsequent to measurement date	10,754,191	-	10,828,318	-	21,582,509	-
Total	\$ 27,747,957	\$ 58,709	\$ 25,522,963	\$ -	\$ 53,270,920	\$ 58,709

\$10,828,218 (misc) and \$10,754,191 (safety) reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ending June 30,	Amortization	
	Safety	Misc
2024	\$ 4,631,046	\$ 6,484,242
2025	3,897,093	2,011,339
2026	7,718,242	5,979,026
2027	688,676	220,038
Total	\$ 16,935,057	\$ 14,694,645

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 14. POST-EMPLOYMENT HEALTH CARE BENEFITS

#### EMPLOYER/PLAN REPORTING

Basis of Accounting – Employees are not required to contribute to the plan. Employer contributions are recognized when due and when a formal commitment is made to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Plan Description – The City of Folsom Retiree Health Program is a single-employer defined benefit healthcare plan administered by Benefit Trust Company. The City provides medical, dental and vision insurance benefits to eligible retirees. Benefit provisions are established and may be amended by City labor agreements, which are approved by the City Council. On November 27, 2007, the Council adopted a resolution authorizing the City Manager to establish a Futuris Public Entity Investment Trust and a Retirement Board of Authority (BOA). The BOA is made up of the Mayor, one at large Council member, City Manager, Finance Director, and the Human Resources Director. The BOA has delegated authority of the OPEB trust to Benefit Trust Company (BTC) per the Futuris Trust Administrative Services Agreement. Upon signing the agreement, BTC has been deemed to have executed the Trust and during the term of this Agreement, BTC further agreed to serve as a discretionary trustee, with fiduciary oversight and authority over the operations and management of the Trust.

Plan Membership – At June 30, 2024, the Plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefit payments	\$	425
Inactive plan members entitles to but not yet receiving benefit payments		-
Active plan members		101
Total	\$	<u>526</u>

Benefits Provided – The Plan provides medical, dental and vision insurance benefits to eligible retirees and their dependents. Benefits are provided through a third-party insurer, and the full cost of the benefits is covered by the plan. Benefit provisions are established and may be amended by City labor agreements, which are approved by the City Council.

Contributions – The contribution requirements of plan members and the City are established and may be amended by City Council. The Council establishes rates based on an actuarially determined rate. For year ended June 30, 2024, the City contributed \$6,088,941 to the plan, for current premiums.

#### Investments

Investment Policy – The Plan’s policy in regard to the allocation of invested assets is established and may be amended by the Retirement Board of Authority. It is the policy of the Retirement Board of Authority to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The following was the Board’s adopted asset allocation policy as of June 30, 2024:

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 14. POST-EMPLOYMENT HEALTH CARE BENEFITS, Continued

Asset Class	Target Allocation
Demestic Equity	57.20%
Fixed Income	29.80%
International Equity	8.00%
Real Estate	5.00%
Total	100%

Rate of return – For the year ended June 30, 2024, the annual money-weighted rate of return on investments, net of investment expense, was 9.3 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Concentration of investments:  
As of June 30, 2024, investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of **total entity investments** are as follows:

Issuer	Investment Type	Amount
Community Capital Management Impact Bond Fund Inst	Mutual Fund - Fixed Income	\$ 788,248
Northern Funds Bond Index	Mutual Fund - Fixed Income	1,309,584
Western Asset Core Plus Bond IS	Mutual Fund - Fixed Income	1,047,882

### Net OPEB Liability

The City’s net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by actuarial valuation as of June 30, 2024.

Actuarial Assumptions – The total OPEB liability was determined by an actuarial valuation as of June 30, 2024, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	5.50%
Investment Rate of Return	5.5% <sup>(1)</sup>
General Inflation	2.75%
Payroll increase	2.80%
Mortality	2021 CalPERS pension plan valuation
Retirement Age	2021 CalPERS pension plan valuation
Healthcare Cost Trend Rate	8.00%

(1) Net of pension plan investment and administrative expenses, including inflation

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 14. POST-EMPLOYMENT HEALTH CARE BENEFITS, Continued

Mortality rates were based on the 2021 CalPERS pension valuation for Miscellaneous Employees, 2021 CalPERS Mortality Safety Employees tables created by CalPERS.

The long-term expected rate of return on OPEB plan investments was determined by looking at rolling periods of time for all asset classes in combination to appropriately reflect correlation between asset classes. That means that the average returns for any asset class don't necessarily reflect the averages over time individually, but reflect the return for the asset class for the portfolio average. Geometric means were used. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2024 are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return
Global Equities & Real Estate	4.75%
Global Fixed Income	1.75%

**Discount rate** – The discount rate used to measure the total OPEB liability was 5.5 percent. The discount rate is based on the index rate of the 20 year, tax exempt rate using the Bond Buyer 20 Index.

#### Changes in the Net OPEB Liability

	Total OPEB Liability	OPEB Plan Increase (Decrease) Plan Fiduciary Net Position	Net OPEB Liability/(Asset)
	(a)	(b)	(c) = (a) - (b)
Balance at June 30, 2023	\$ 100,430,790	\$ 8,977,594	\$ 91,453,196
<b>Changes recognized for the measurement period:</b>			
Service cost	1,023,880	-	1,023,880
Interest	5,428,368	-	5,428,368
Differences between actual and expected	1,801,875	-	1,801,875
Changes in assumptions	1,323,692	-	1,323,692
Contribution - employer	-	6,088,941	(6,088,941)
Expected Investment Income	-	1,072,234	(1,072,234)
Expected Benefit payments	(5,588,941)	(5,588,941)	-
<b>Net changes</b>	<b>3,988,874</b>	<b>1,572,234</b>	<b>2,416,640</b>
<b>Balance at June 30, 2024</b>	<b>\$ 104,419,664</b>	<b>\$ 10,549,828</b>	<b>\$ 93,869,836</b>

**Sensitivity of the net OPEB liability to changes in the discount rate** – The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (4.5 percent) or 1-percentage-point higher (6.5 percent) than the current discount rate:

	1% Decrease 4.50%	Current Discount Rate 5.50%	1% Increase 6.50%
Net OPEB liability	\$ 106,755,267	\$ 93,869,836	\$ 83,177,134

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 14. POST-EMPLOYMENT HEALTH CARE BENEFITS, Continued

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates - The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (7 percent) or 1-percentage-point higher (9 percent) than the current healthcare cost trend rates:

	1% Decrease 7.00%	Healthcare Cost Trend Rate 8.00%	1% Increase 9.00%
Net OPEB liability	\$ 81,832,651	\$ 93,869,836	\$ 108,418,382

### OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2024, the City recognized OPEB expense of \$5,080,500. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 1,027,526	\$ -
Net difference between expected and actuarial experience	1,842,957	1,641,238
Net differences between projected and actual earnings on OPEB plan investments	98,499	-
Total	\$ 2,968,981	\$ 1,641,238

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year End June 30:	Deferred (Inflows) of Resources
2025	\$ 243,767
2026	1,346,319
2027	(149,363)
2028	(112,980)
2029	-
Total	\$ 1,327,743

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 15. RISK MANAGEMENT

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

There are no significant reductions in insurance coverage from prior years and there have been no settlements exceeding the insurance coverage for each of the past five fiscal years.

The City has joined together with other Cities in the State of California to participate in Northern California Cities Self Insurance Fund (NCCSIF), a joint powers agency which provides the City with a shared risk layer of coverage above the self-insured \$100,000 retention for liability and workers' compensation. In addition, NCCSIF provides claims servicing to the City for the banking layer, which represents the City's self-insurance. The NCCSIF is composed of 18 member cities and is governed by a board of directors appointed by the member cities. The governing board has authority over budgeting and financing. The workers' compensation and general liability programs are administered by third-party administrators.

NCCSIF is a governmental joint powers authority formed in July 1978, pursuant to the Government Code of the State of California, commencing with Section 6500. The purpose is to create a common pool of funds to be used to meet obligations of the parties to provide workers' compensation benefits for their employees and to provide excess liability insurance. The Authority provides pooled claims processing administrative services, risk management services, and actuarial studies. The City of Folsom Council members do not have significant oversight responsibility, since they evenly share all factors of risk and responsibility with the other cities. However, ultimate liability for payment of claims and insurance premiums resides with member cities. The Authority is empowered to make supplemental assessments as needed to eliminate deficit positions of member cities. If the JPA becomes insolvent, the City is responsible only to the extent of any deficiency in its shared equity balance.

Upon termination of the JPA agreement, all property of the authority will vest in the respective parties which theretofore transferred, conveyed or leased said property to the Authority. Any surplus of funds will be returned to the parties in proportion to actual equity balances of each entity.

The Authority establishes claims liabilities based on estimates of the ultimate cost of claims (including future claims settlement expenses) that have been reported but not settled, plus estimates of claims that have been incurred but not reported. Because actual claims costs depend on various factors, the claims liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency, and other economic and social factors. A provision of inflation is implicit in the calculation of estimated future claims costs. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made. Settled claims have not exceeded insurance coverage for each of the past five fiscal years.

The City's deposit for its banking layer administered by NCCSIF of \$1,707,326 and \$3,177,001 as of June 30, 2024 and 2023 is recorded in the risk management fund as insurance deposits, respectively. The insurance deposit is net of any outstanding claims liability. Activity for the fiscal years ended June 30, 2024 and 2023 is as follows:

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 15. RISK MANAGEMENT, Continued

	Balance June 30, 2022	Deposits & Other income	Investment Income & FMV change	Claims paid Net of refunds	Claims Admin & other exp	Balance June 30, 2023
General Liability	\$ 1,351,995	\$ 548,188	\$ 14,862	\$ (695,573)	\$ (258,892)	\$ 960,580
Workers' Compensation	1,590,487	1,404,853	25,051	(678,723)	(125,247)	2,216,421
Total	<u>\$ 2,942,482</u>	<u>\$ 1,953,041</u>	<u>\$ 39,913</u>	<u>\$ (1,374,296)</u>	<u>\$ (384,139)</u>	<u>\$ 3,177,001</u>

	Balance June 30, 2023	Deposits & Other income	Investment Income & FMV change	Claims paid Net of refunds	Claims Admin & other exp	Balance June 30, 2024
General Liability	\$ 960,580	\$ 402,359	\$ 115,690	\$ (1,030,271)	\$ (148,700)	\$ 299,658
Workers' Compensation	2,216,421	760,125	286,066	(1,252,309)	(602,635)	1,407,668
Total	<u>\$ 3,177,001</u>	<u>\$ 1,162,484</u>	<u>\$ 401,756</u>	<u>\$ (2,282,580)</u>	<u>\$ (751,335)</u>	<u>\$ 1,707,326</u>

The following is summary financial information of the NCCSIF for the liability and workers' compensation program for the fiscal year ended June 30, 2024:

	Liability	Workers' Compensation	Total
Assets	\$27,214,627	\$63,515,446	\$90,730,073
Liabilities	21,069,071	43,312,520	64,381,591
Net assets	<u>6,145,556</u>	<u>20,202,926</u>	<u>26,348,482</u>
Revenues	20,778,010	11,574,197	32,352,207
Expenses	23,069,692	12,530,320	35,600,012
Operating income	<u>(2,291,682)</u>	<u>(956,123)</u>	<u>(3,247,805)</u>
Investment income	1,181,055	2,538,130	3,719,185
Net income	<u>(1,110,627)</u>	<u>1,582,007</u>	<u>471,380</u>
Net position, beginning of year	7,256,183	18,620,919	25,877,102
Net position, end of year	<u>\$ 6,145,556</u>	<u>\$20,202,926</u>	<u>\$26,348,482</u>

The NCCSIF audited financial statements for the period ended June 30, 2024 are available on the City's website.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

### 15. RISK MANAGEMENT, Continued

Coverage Limits:

Amount		Coverage provider	Payment Source		
LIABILITY CLAIMS:					
\$	-	\$	100,000	Self-Insured	Banking layer
	100,001		1,000,000	Northern California Cities Self Insurance Fund	Shared risk pool
	1,000,001		40,000,000	California Joint Pow ers Risk Management Authority	Shared risk pool
WORKERS' COMPENSATION:					
\$	-	\$	100,000	Self-Insured	Banking layer
	100,001		500,000	Northern California Cities Self Insurance Fund	Shared risk pool
	500,001		40,000,000	California Joint Pow ers Risk Management Authority	Shared risk pool

### 16. COMMITMENTS

**Facilities Augmentation Fund – Folsom South Area Facilities Plan**

For the purpose of implementing the Folsom South Area Facilities Plan of the Public Facilities Element of the General Plan of the City of Folsom, a Facilities Augmentation Fee (FAF) and Critical and General Facilities Augmentation Funds have been established for the purpose of funding the construction of both General and Critical Facilities. Such fees are intended to augment existing City fees and thereby provide the necessary means for financing the construction of the facilities identified in the Folsom South Area Facilities Plan and shall be imposed upon each parcel of real property within a specified area. "General Facilities" are those water delivery, sewer, roadway and drainage improvements identified in the Folsom South Area Facilities Plan as prerequisites for development in the Folsom South Area. "Critical Facilities" are the following facilities which are identified in the Folsom South Area Facilities Plan: improvements to the treatment and water storage facilities, upgrading of the sewer pump station facilities and provision for an additional sewage outflow main.

The amount of the FAF will be revised annually, to be effective on January 1 of each year commencing January 1, 1984. Critical facilities fees are due and payable at time of recording of any final subdivision or parcel map covering property within the specified area.

A property owner/developer shall be entitled to credits against the FAF. A property owner/developer who has installed and paid for or subjected its property to assessment liens to cover the cost of installing general and/or critical facilities shall receive a credit against that portion of the FAF attributable to general and/or critical fees. If the credit exceeds the portion of the FAF attributable to general facilities, the difference shall be reimbursed to the property owner/developer. If the credit exceeds the portion of the FAF attributable to critical facilities, the excess may, in the discretion of the City Council, be credited against the portion of the FAF attributable to general facilities. Otherwise, the amount shall be reimbursed to the property owner/developer. No interest shall be paid upon the amount, which the property owner/developer is due from general facilities account. Reimbursement to developers shall have priority over the use of general facilities fees for the construction of general facilities.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 16. COMMITMENTS, Continued

During the year ended June 30, 2024 the City received \$0 of critical facilities fees. The City, at June 30, 2024 had \$132,499 available for reimbursement of general facilities credits.

#### **Annexation Agreement**

The City of Folsom annexed the Alder Creek Development as of January 1, 1993. This annexation consists of 310 acres. The annexation facilitated the development of an Auto-Mall on approximately 56 acres. The site is immediately adjacent to the Folsom Boulevard and Highway 50 freeway exit. The retail sales tax produced by the taxable sales of all of the businesses within this area is shared, 50% to the City and 50% to Sacramento County through a property tax exchange agreement.

### 17. CONTINGENT LIABILITIES

**General Liability** – There are various claims and legal actions pending against the City for which no provision has been made to the financial statements. In the opinion of the City Attorney and City Management, liabilities arising from these claims and legal actions, if any, will not be material to these financial statements.

The City has received federal grants for specific purposes that are subject to review and audit by the federal government. Although such audits could result in expenditure disallowances under grant terms, any required reimbursements are not expected to be material.

The City is self-insured and participates in a Public Entity Risk Pool. Details of this are covered in Note 15.

**Arbitrage Rebate** – Rebutable arbitrage is defined by the Internal Revenue Service Code Section 148 as earnings on investments purchased from the gross proceeds of a bond issue that are in excess of the amount that would have been earned if the investments were invested at a yield equal to the yield on the bond issue. The rebutable arbitrage must be paid to the federal government. The City estimates that rebutable arbitrage liability, if any, will be immaterial to its overall financial condition.

### 18. LANDFILL CLOSURE/POSTCLOSURE

The City landfill opened in 1974 and ceased operation in the spring of 1986. The landfill closure was completed on January 8, 1997 as per California Code of Regulations (CCR), Title 14, Chapter 3, Articles 7 and 8, and CCR, Title 23, Chapter 15. Landfill closure included installing a clay and soil cap, with vegetative cover. A small paved parking area was built on a portion of the closed landfill. The cost of closure was \$425,201. Financial assurance for the landfill closure and post closure care is described in the City's Water Quality Monitoring and Response Plan dated November 1992. Since the landfill did not accept waste after 1986, the funding for closure costs is not allocated on the basis of landfill capacity as required under the Code of Federal Regulations (CFR), Title 40, Parts 257 and 258, Subtitle D, Section 66796.22.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 18. LANDFILL CLOSURE/POSTCLOSURE, Continued

Three groundwater monitoring wells were installed in 1984. Three additional groundwater monitoring wells and six gas monitoring wells were installed in 1995 and in May 2001, a seventh groundwater monitoring well was installed. Annual maintenance costs following closure were estimated to be \$5,000. Postclosure care includes cleanup of any substance or material releases, semiannual monitoring, and routine maintenance. Actual costs since closure in 1997 have been significantly higher and are anticipated to remain at a higher level than originally estimated. In the prior year, it was estimated that the postclosure care period would continue for nineteen years.

During FY 2009, the City initiated a “clean closure” of the inactive landfill in accordance with Title 27 of the California Code of Regulations. Clean closure is a process where the waste in the inactive landfill is removed, sorted and characterized for recycling or offsite disposal, resulting in a clean property. The City initiated the clean closure to address the impacts to groundwater and to reduce postclosure monitoring costs. The clean closure was completed in November 2009 and received certification of clean closure in accordance with Title 27 requirements from the respective oversight agencies in January 2010. The City remains responsible for continued postclosure groundwater monitoring and must demonstrate compliance with the prescribed monitoring requirements for 3 consecutive years. During FY 2013, a review conducted by one of the respective oversight agencies noted that while the corrective action performed is working, the City will need to continue to perform postclosure groundwater monitoring in order to achieve full compliance. During FY 2017, the oversight agency informed the City that the current groundwater monitoring and reporting program would likely not result in site closure within the next 10 years, or by 2027. To expedite closure, the City proposed an alternative closure strategy that was accepted. This strategy focused on a comprehensive reevaluation of the hydrogeological conditions by surrounding the site with a new monitoring system. The oversight agency has concurred that the City has now completed all 12 monitoring events through September 2020 under the new monitoring system. In a letter dated January 26, 2021, the Central Valley Regional Water Quality Control Board staff concluded that the City complied with the requirements of the Waste Discharge Requirements and Title 27 demonstrating clean closure of the landfill.

In October 2021, the Sacramento County Recorder’s Office recorded the Deed Notification Covenant between the City and the Central Valley Regional Water Quality Control Board regarding future use of the property. On June 13, 2022, Regional Board staff recommended rescission of the Waste Discharge Requirements (WDR) associated with the Corp Yard. Based on feedback from the Regional Board’s Permitting Unit, the request to rescind the WDR will likely occur in the Spring of 2023. On April 27, 2023, the Central Valley Regional Water Quality Control Board adopted Rescission Order R5-2023-0112 rescinding the Waste Discharge Requirements for the clean closed Folsom Corporation Yard Former Landfill. The rescission order does not prescribe further requirements for the clean closed Folsom Corporation Yard Former Landfill. As of June 30, 2024, there should not be any remaining post closure costs associated with the project and no further costs moving forward because of the rescission order.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 19. DEFICIT FUND BALANCES

- The Planning Services Special Revenue Fund had a deficit fund balance of \$47,811 at June 30, 2024 primarily as a result of expenditures incurred in advance of receipt of revenues and will be eliminated with future revenues.
- The Humbug Willow Creek Special Revenue Fund had a deficit fund balance of \$69,403 at June 30, 2024 primarily as a result of expenditures incurred in advance of receipt of revenues and will be eliminated with future revenues.
- The Compensated Leaves Fund had a deficit fund balance of \$7,909 at June 30, 2024 primarily as a result of a higher number of employees retiring than anticipated.

### 20. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

- Expenditures exceeded appropriations in the General Fund by \$5,997,821 due to higher costs associated with contracts and supplies due to the present economy with supply chain issues and inflation and increased benefit costs.
- Expenditures exceeded appropriations in the FPA Capital Improvement Fund by \$266,173 due to planned expenditure of fund balance.
- Expenditures exceeded appropriations in the Gas Tax Special Revenue Fund by \$720,765 due to planned expenditure of fund balance.
- Expenditures exceeded appropriations in the Community Development Block Grant Special Revenue Fund by \$50,117 due to planned expenditure of fund balance.
- Expenditures exceeded appropriations in the Humbug Willow Creek Special Revenue Fund by \$2,344 due to planned expenditure of fund balance.
- Expenditures exceeded appropriations in the Other Special Revenue Fund by \$7,697 due to interest payments for CFD 23IA3.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2024

---

### 21. SUBSEQUENT EVENTS

#### **Federal Funding Freeze**

Subsequent to the date of the accompanying financial statements, the U.S. government issued an order to freeze federal grants and loans. This order was subsequently temporarily blocked by a federal court following legal challenges.

The potential impact of this order, had it remained in effect, on the City's financial position and results of operations is uncertain at this time. The prolonged lack of defer assistance could potentially lead to delays or cancellations of infrastructure projects, and a reduction in community services. Reduced federal funds may also increase the burden on local taxpayers, as the City may need to explore alternative revenue sources or cost-cutting measures to make up the funding gap. Additionally, the uncertainty surrounding the duration of the freeze complicates long-term financial planning, as future funding allocations remain unpredictable.

The City is closely monitoring the ongoing legal proceedings and will continue to assess the potential impact of this event.

**REQUIRED SUPPLEMENTARY INFORMATION**



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

# City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

## SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS - LAST 10 YEARS\*

	Miscellaneous 2015	Miscellaneous 2016	Miscellaneous 2017	Miscellaneous 2018
<b>Total Pension Liability</b>				
Service Cost	\$ 3,733,451	\$ 3,463,856	\$ 3,550,932	\$ 3,904,924
Interest on the total pension liability	12,026,923	12,827,742	13,405,790	13,879,289
Changes in benefit terms	-	819,877	282,187	34,533
Changes in assumptions	-	(3,280,830)	-	11,945,025
Differences between actual and expected experience	-	294,972	(2,420,273)	(2,802,533)
Benefit payments, including refunds of employee contributions	(5,784,838)	(6,486,519)	(6,795,160)	(8,072,643)
<b>Net change in total pension liability</b>	9,975,536	7,639,098	8,023,476	18,888,595
<b>Total pension liability - beginning</b>	161,384,658	171,360,194	178,999,292	187,022,768
<b>Total pension liability - ending (a)</b>	\$ 171,360,194	\$ 178,999,292	\$ 187,022,768	\$ 205,911,363
<b>Plan fiduciary net position</b>				
Contributions - employer	\$ 4,376,606	\$ 4,523,081	\$ 5,159,464	\$ 5,781,400
Contributions - employee	2,232,850	1,593,443	1,580,964	1,655,762
Net investment income	17,933,745	2,668,545	593,250	13,918,884
Benefit payments	(5,784,838)	(6,486,519)	(6,795,160)	(8,072,643)
Net Plan to Plan Resource Movement	-	-	-	2,162
Administrative expense	-	(138,974)	(75,236)	(182,949)
Other Miscellaneous Income/(Expense)	-	-	-	-
<b>Net change in plan fiduciary net position</b>	18,758,363	2,159,576	463,282	13,102,616
<b>Plan fiduciary net position - beginning</b>	102,531,433	121,289,796	123,449,372	123,743,093
<b>Plan fiduciary net position - ending (b)</b>	121,289,796	123,449,372	123,912,654	136,845,709
Net pension liability - ending (a)-(b)	50,070,398	55,549,920	63,110,114	69,065,654
Plan fiduciary net position as a percentage of the total pension liability	70.78%	68.97%	66.26%	66.46%
Covered payroll	22,140,150	21,527,190	22,082,925	21,890,526
Net pension liability as percentage of covered payroll	226.15%	258.05%	285.79%	315.50%
Measurement Date	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017

	Safety 2015	Safety 2016	Safety 2017	Safety 2018
<b>Total Pension Liability</b>				
Service Cost	\$ 3,769,467	\$ 3,525,048	\$ 3,439,072	\$ 3,853,558
Interest on the total pension liability	10,582,614	11,200,515	11,862,083	12,440,896
Changes in benefit terms	-	253,356	254,592	304,817
Changes in assumptions	-	(2,937,784)	-	11,011,292
Differences between actual and expected experience	-	(106,665)	681,197	(165,828)
Benefit payments, including refunds of employee contributions	(5,802,650)	(6,454,000)	(7,486,831)	(7,953,218)
<b>Net change in total pension liability</b>	8,549,431	5,480,470	8,750,113	19,491,517
<b>Total pension liability - beginning</b>	142,118,102	150,667,533	156,148,003	164,898,116
<b>Total pension liability - ending (a)</b>	\$ 150,667,533	\$ 156,148,003	\$ 164,898,116	\$ 184,389,633
<b>Plan fiduciary net position</b>				
Contributions - employer	\$ 4,616,712	\$ 4,705,025	\$ 4,910,890	\$ 5,843,744
Contributions - employee	1,285,454	1,313,706	1,218,093	1,488,989
Net investment income	15,398,818	2,317,142	557,570	11,610,189
Benefit payments	(5,802,650)	(6,454,000)	(7,486,831)	(7,953,218)
Net Plan to Plan Resource Movement	-	(49,988)	-	-
Administrative expense	-	(118,942)	(64,412)	(154,767)
Other Miscellaneous Income/(Expense)	-	-	-	-
<b>Net change in plan fiduciary net position</b>	15,498,334	1,712,943	(864,690)	10,834,937
<b>Plan fiduciary net position - beginning</b>	88,478,338	103,976,672	105,689,615	104,824,925
<b>Plan fiduciary net position - ending (b)</b>	103,976,672	105,689,615	104,824,925	115,659,862
Net pension liability - ending (a)-(b)	46,690,861	50,458,388	60,073,191	68,729,771
Plan fiduciary net position as a percentage of the total pension liability	69.01%	67.69%	63.57%	62.73%
Covered payroll	18,541,342	18,593,681	18,863,681	19,300,575
Net pension liability as percentage of covered payroll	251.82%	271.37%	318.46%	356.10%
Measurement Date	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017

<b>Miscellaneous</b>	<b>Miscellaneous</b>	<b>Miscellaneous</b>	<b>Miscellaneous</b>	<b>Miscellaneous</b>	<b>Miscellaneous</b>
<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
\$ 3,765,497	\$ 3,952,202	\$ 3,940,722	\$ 4,083,345	\$ 4,568,455	\$ 4,569,347
14,940,919	15,875,881	16,632,114	17,438,630	18,269,904	19,187,409
2,198,934	-	-	-	-	278,025
(1,842,927)	-	-	-	9,270,766	-
5,429,806	3,930,177	1,289,507	1,989,434	2,153,844	3,556,467
(9,232,060)	(10,075,046)	(10,995,275)	(11,712,031)	(12,897,624)	(13,854,609)
15,260,169	13,683,214	10,867,068	11,799,378	21,365,345	13,736,639
205,911,363	221,171,532	234,854,746	245,721,814	257,521,192	278,886,537
\$ 221,171,532	\$ 234,854,746	\$ 245,721,814	\$ 257,521,192	\$ 278,886,537	\$ 292,623,176
\$ 6,511,558	\$ 7,274,779	\$ 8,937,259	\$ 9,737,754	\$ 9,966,474	\$ 11,102,563
1,634,191	1,786,891	1,687,940	1,794,482	1,834,324	2,127,909
11,477,303	9,627,244	7,675,619	36,481,841	(15,168,020)	11,416,729
(9,232,060)	(10,075,046)	(10,995,275)	(11,712,031)	(12,897,624)	(13,854,609)
(338)	-	-	-	-	-
(213,243)	(104,630)	(218,692)	(162,042)	(123,563)	(133,809)
(404,953)	338	-	-	-	-
9,772,458	8,509,576	7,086,851	36,140,004	(16,388,409)	10,658,783
136,845,709	146,618,167	155,127,743	162,214,594	198,354,598	181,966,189
146,618,167	155,127,743	162,214,594	198,354,598	181,966,189	192,624,972
74,553,365	79,727,003	83,507,220	59,166,594	96,920,348	99,998,204

66.29%	66.05%	66.02%	77.02%	65.25%	65.83%
22,161,909	23,324,130	22,682,427	23,245,952	23,261,240	25,421,129
336.40%	341.82%	368.16%	254.52%	416.66%	418.21%
June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023

<b>Safety</b>	<b>Safety</b>	<b>Safety</b>	<b>Safety</b>	<b>Safety</b>	<b>Safety</b>
<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
\$ 3,990,444	\$ 4,185,471	\$ 4,453,870	\$ 4,771,019	\$ 5,347,890	\$ 5,257,892
13,235,635	13,965,196	14,704,486	15,587,867	16,489,459	17,369,326
321,724	-	-	-	-	79,267
(718,527)	-	-	-	10,437,990	-
3,317,456	1,485,082	1,091,393	2,490,070	(96,585)	1,961,659
(8,383,432)	(8,826,653)	(9,246,421)	(9,657,617)	(10,388,759)	(11,774,382)
11,763,300	10,809,096	11,003,328	13,191,339	21,789,995	12,893,762
184,389,633	196,152,933	206,962,029	217,965,357	231,156,696	252,946,691
\$ 196,152,933	\$ 206,962,029	\$ 217,965,357	\$ 231,156,696	\$ 252,946,691	\$ 265,840,453
\$ 6,557,790	\$ 7,225,666	\$ 8,486,598	\$ 8,489,122	\$ 8,928,192	\$ 10,038,487
1,373,843	1,502,266	1,690,156	1,682,896	1,724,412	2,005,666
9,650,208	8,083,078	6,534,833	31,389,241	(13,113,470)	9,946,458
(8,383,432)	(8,826,653)	(9,246,421)	(9,657,617)	(10,388,759)	(11,774,382)
(287)	-	-	-	-	-
(180,230)	(88,728)	(186,414)	(139,362)	(106,694)	(116,420)
(342,260)	287	-	-	-	-
8,675,632	7,895,916	7,278,752	31,764,280	(12,956,319)	10,099,809
115,659,862	124,335,494	132,231,410	139,510,162	171,274,442	158,318,123
124,335,494	132,231,410	139,510,162	171,274,442	158,318,123	168,417,932
71,817,439	74,730,619	78,455,195	59,882,254	94,628,568	97,422,521

63.39%	63.89%	64.01%	74.09%	62.59%	63.35%
20,342,212	21,877,386	23,938,536	24,365,618	24,642,629	24,642,629
353.05%	341.59%	327.74%	245.77%	384.00%	548.08%
June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023

## City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

### SCHEDULE OF CONTRIBUTIONS - LAST 10 YEARS

	Miscellaneous	Miscellaneous	Miscellaneous	Miscellaneous
	2015	2016	2017	2018
Actuarially determined contribution	\$ 4,523,081	\$ 5,159,464	\$ 5,819,059	\$ 6,531,894
Contributions in relation to the actuarially determined contributions	(4,523,081)	(5,159,464)	(5,819,059)	(6,531,894)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 21,527,190	\$ 22,082,925	\$ 21,890,526	\$ 22,161,909
Contributions as a percentage of covered payroll	21.01%	23.36%	26.58%	29.47%

	Safety	Safety	Safety	Safety
	2015	2016	2017	2018
Actuarially determined contribution	\$ 4,705,025	\$ 4,910,890	\$ 5,861,310	\$ 6,574,602
Contributions in relation to actuarially deemed contributions	(4,705,025)	(4,910,890)	(5,861,310)	(6,574,602)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 18,593,681	\$ 18,863,681	\$ 19,300,575	\$ 20,342,212
Contributions as a percentage of covered payroll	25.30%	26.03%	30.37%	32.32%

#### Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age Normal Cost Method
Amortization method	Level percent of payroll
Asset valuation method	Market value
Inflation	2.50%
Salary increases	Varies by Entry Age and Service
Investment rate of return	7.00%
Retirement age	55

Miscellaneous	Miscellaneous	Miscellaneous	Miscellaneous	Miscellaneous	Miscellaneous
2019	2020	2021	2022	2023	2024
\$ 7,191,072	\$ 8,943,032	\$ 9,775,127	\$ 9,959,107	\$ 10,886,274	\$ 10,828,318
(7,191,072)	(8,943,032)	(9,775,127)	(9,959,107)	(10,886,274)	(10,828,318)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 23,324,130	\$ 23,938,536	\$ 23,245,952	\$ 23,261,240	\$ 25,421,129	\$ 28,188,744
30.83%	37.36%	42.05%	42.81%	42.82%	38.41%

Safety	Safety	Safety	Safety	Safety	Safety
2019	2020	2021	2022	2023	2024
\$ 7,128,404	\$ 8,502,037	\$ 8,506,647	\$ 8,942,932	\$ 9,789,430	\$ 10,754,191
(7,128,404)	(8,502,037)	(8,506,647)	(8,942,932)	(9,789,430)	(10,754,191)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 21,877,386	\$ 22,682,427	\$ 24,365,618	\$ 24,642,629	\$ 24,642,629	\$ 27,341,740
32.58%	37.48%	34.91%	36.29%	39.73%	39.33%

## City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

### SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS - LAST 10 FISCAL YEARS\*

Measurement Date	2017	2018	2019	2020
<b>Total OPEB Liability</b>				
Service cost	\$ 2,148,999	\$ 2,208,096	\$ 2,305,252	\$ 1,355,366
Interest	4,259,868	5,040,097	4,806,648	5,530,728
Changes of assumptions	-	(9,590,919)	(6,686,894)	-
Differences between actual and expected experience	-	-	(3,828,632)	-
Benefit payments, including refunds of employee contributions	(3,943,224)	(4,100,953)	(4,227,327)	(4,432,280)
Net change in the total OPEB liability	2,465,643	(6,443,679)	(7,630,953)	2,453,814
Total OPEB liability - beginning	113,028,453	115,494,096	109,050,417	101,419,464
Total OPEB liability - ending (a)	115,494,096	109,050,417	101,419,464	103,873,278
<b>Plan Fiduciary Net Position</b>				
Contribution - employer	4,053,403	4,600,953	4,727,327	4,932,280
Contribution - employee	-	-	-	-
Net investment income	464,483	311,032	306,283	329,603
Differences between projected and actual earnings on plan investments	-	5,677	-	-
Administrative expense	-	-	-	-
Benefit payments	(3,603,403)	(4,100,953)	(4,227,327)	(4,432,280)
Net change in plan fiduciary net position	914,483	816,709	806,283	829,603
Plan fiduciary net position - beginning	3,853,948	4,768,431	5,585,140	6,391,423
Plan fiduciary net position - ending (b)	4,768,431	5,585,140	6,391,423	7,221,026
Net OPEB liability/asset - ending (a) - (b)	<u>\$ 110,725,665</u>	<u>\$ 103,465,277</u>	<u>\$ 95,028,041</u>	<u>\$ 96,652,252</u>
Plan fiduciary net position as a percentage of the total OPEB liability	4.13%	5.12%	6.30%	6.95%
Covered-employee payroll	\$ 41,191,102	\$ 42,504,121	\$ 45,201,515	\$ 46,620,962
Net OPEB liability as a percentage of covered-employee payroll	268.81%	243.42%	210.23%	207.32%
Measurement date	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020

**Notes to Schedule** - \*Fiscal year 2017 was the 1st year of implementation.

<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
\$ 1,397,788	\$ 1,169,455	\$ 1,162,729	\$ 1,023,880
5,656,980	5,510,140	5,240,542	5,428,368
(836,918)	-	435,195	1,323,692
(3,624,335)	(6,564,955)	1,925,121	1,801,875
<u>(4,899,343)</u>	<u>(5,174,361)</u>	<u>(4,840,526)</u>	<u>(5,588,941)</u>
(2,305,828)	(5,059,721)	3,923,061	3,988,874
<u>103,873,278</u>	<u>101,567,450</u>	<u>96,507,729</u>	<u>100,430,790</u>
<u>101,567,450</u>	<u>96,507,729</u>	<u>100,430,790</u>	<u>104,419,664</u>
5,139,343	5,674,361	5,340,526	6,088,941
-	-	-	-
1,644,097	(1,754,779)	627,250	1,072,234
-	-	-	-
-	-	-	-
<u>(4,899,343)</u>	<u>(5,174,361)</u>	<u>(4,840,526)</u>	<u>(5,588,941)</u>
1,884,097	(1,254,779)	1,127,250	1,572,234
<u>7,221,026</u>	<u>9,105,123</u>	<u>7,850,344</u>	<u>8,977,594</u>
<u>9,105,123</u>	<u>7,850,344</u>	<u>8,977,594</u>	<u>10,549,828</u>
<u>\$92,462,327</u>	<u>\$88,657,385</u>	<u>\$91,453,196</u>	<u>\$93,869,836</u>
8.96%	8.13%	8.94%	10.10%
\$47,611,570	\$47,903,869	\$50,063,758	\$55,530,484
194.20%	185.07%	182.67%	169.04%
June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024

## City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

### SCHEDULE OF INVESTMENT RETURNS

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Annual money-weighted rate of return- net of investment expense	10.9%	6.0%	5.1%	4.8%	22.5%	-18.0%	4.5%	10.3%

#### Notes to Schedule

\*Fiscal year 2017 was the 1st year of implementation.

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

### GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Taxes:				
Property tax	\$ 40,094,946	\$ 40,094,946	\$ 41,045,572	\$ 950,626
Sales and use tax	29,257,969	29,257,969	27,636,132	(1,621,837)
Transient occupancy tax	2,375,000	2,375,000	2,521,841	146,841
Real property transfer	900,000	900,000	797,839	(102,161)
Other taxes	1,187,500	1,187,500	1,207,483	19,983
License and permits	3,340,389	3,340,389	4,977,444	1,637,055
Vehicle license fees	9,541,746	9,541,746	9,829,629	287,883
Intergovernmental	340,000	775,000	4,195,514	3,420,514
Charges for current services	12,093,872	12,283,037	18,125,595	5,842,558
Fines and forfeitures	104,200	104,200	207,365	103,165
Investment (income) loss	250,000	250,000	2,891,036	2,641,036
Miscellaneous	1,589,787	5,785,542	1,276,153	(4,509,389)
Total revenues	<u>101,075,409</u>	<u>105,895,329</u>	<u>114,711,603</u>	<u>8,816,274</u>
EXPENDITURES:				
Current:				
General government	21,075,523	21,093,161	19,458,822	1,634,339
Public safety	53,053,970	53,533,465	54,648,543	(1,115,078)
Public ways and facilities	8,258,408	8,427,290	7,846,599	580,691
Community services	6,585,845	6,638,669	8,601,555	(1,962,886)
Culture and recreation	16,801,387	16,784,522	18,935,103	(2,150,581)
Capital outlay	2,685,000	6,802,946	4,962,482	1,840,464
Debt service:				
Principal payments	-	-	765,047	(765,047)
Interest and fiscal charges	-	-	4,229	(4,229)
Total expenditures	<u>108,460,133</u>	<u>113,280,053</u>	<u>115,222,380</u>	<u>(1,942,327)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(7,384,724)</u>	<u>(7,384,724)</u>	<u>(510,777)</u>	<u>6,873,947</u>
OTHER FINANCING SOURCES (USES):				
SBITA proceeds	-	-	501,083	501,083
Transfers in	7,484,724	7,484,724	4,026,857	(3,457,867)
Transfers out	(100,000)	(100,000)	(387,124)	(287,124)
Total other financing sources (uses)	<u>7,384,724</u>	<u>7,384,724</u>	<u>4,140,816</u>	<u>(3,243,908)</u>
NET CHANGE IN FUND BALANCES	-	-	3,630,039	\$ 3,630,039
FUND BALANCES, BEGINNING OF YEAR	<u>30,764,358</u>	<u>30,764,358</u>	<u>30,764,358</u>	
FUND BALANCES, END OF YEAR	<u>\$ 30,764,358</u>	<u>\$ 30,764,358</u>	<u>\$ 34,394,397</u>	

Refer to Note to Required Supplementary Information

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL FOLSOM HOUSING SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 20,000	\$ 20,000	\$ 11,019	\$ (8,981)
Fines and forfeitures	300,000	300,000	6,051,162	5,751,162
Investment (income) loss	250,000	250,000	646,865	396,865
Miscellaneous	56,402	496,105	-	(496,105)
Total revenues	<u>626,402</u>	<u>1,066,105</u>	<u>6,721,058</u>	<u>5,654,953</u>
EXPENDITURES:				
Current:				
General government	<u>615,300</u>	<u>1,055,003</u>	<u>485,602</u>	<u>569,401</u>
Total expenditures	<u>615,300</u>	<u>1,055,003</u>	<u>485,602</u>	<u>569,401</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>11,102</u>	<u>11,102</u>	<u>6,235,456</u>	<u>6,224,354</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(11,102)</u>	<u>(11,102)</u>	<u>(11,102)</u>	<u>-</u>
Total other financing sources (uses)	<u>(11,102)</u>	<u>(11,102)</u>	<u>(11,102)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	-	6,224,354	<u>\$ 6,224,354</u>
FUND BALANCES, BEGINNING OF YEAR	<u>42,032,267</u>	<u>42,032,267</u>	<u>42,032,267</u>	
FUND BALANCES, END OF YEAR	<u>\$ 42,032,267</u>	<u>\$ 42,032,267</u>	<u>\$ 48,256,621</u>	

Refer to Note to Required Supplementary Information

# City of Folsom

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION FOR THE YEAR ENDED JUNE 30, 2024

---

### Budgetary Data

Annual budgets are adopted on a basis consistent with generally accepted accounting principals for all governmental funds except the capital projects funds, which adopt multiyear length budgets, and fiduciary funds, which are not budgeted. The level of control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund. All appropriations remaining at year-end lapse, except for purchases in progress which are carried forward to the following year and assigned by encumbrances. The following procedures are followed in establishing the budgetary data reflected in the financial statements:

- A. Department Heads prepare a budget request based upon the previous year's expenditures.
- B. Meetings are held between the Department Heads, Chief Financial Officer, and the City Manager for the purpose of reviewing and prioritizing budget requests.
- C. The City Manager submits the proposed city budget to the City Council, who makes decisions regarding department budgets.
- D. Transfers between funds and changes in the total budget must be approved by the City Council.

Budget information is presented for the General Fund and the Folsom Housing Special Revenue Fund as required supplementary information. The budget information is presented on a basis consistent with generally accepted accounting principles. Appropriations, except open project appropriations, and unexpended grant appropriations, lapse at the end of each fiscal year.

This page has been intentionally left blank.

**OTHER SUPPLEMENTARY INFORMATION**



This page has been intentionally left blank.

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL FOLSOM PUBLIC FINANCING AUTHORITY DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Taxes:				
Intergovernmental	\$ 5,642,856	\$ 5,642,856	\$ 1,062,233	\$ (4,580,623)
Investment (income) loss	-	-	104,003	104,003
Miscellaneous	1,501,415	1,501,415	-	(1,501,415)
Total revenues	7,144,271	7,144,271	1,166,236	(5,978,035)
EXPENDITURES:				
Debt service:				
Principal payments	3,176,820	3,176,820	3,176,820	-
Interest and fiscal charges	873,414	873,414	870,413	3,001
Total expenditures	4,050,234	4,050,234	4,047,233	3,001
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	3,094,037	3,094,037	(2,880,997)	(5,975,034)
OTHER FINANCING SOURCES (USES):				
Transfers out	(91,207)	(91,207)	-	91,207
Total other financing sources (uses)	(91,207)	(91,207)	-	91,207
NET CHANGE IN FUND BALANCES	3,002,830	3,002,830	(2,880,997)	\$ (5,883,827)
FUND BALANCES, BEGINNING OF YEAR	31,551,399	31,551,399	31,551,399	
FUND BALANCES, END OF YEAR	\$ 34,554,229	\$ 34,554,229	\$ 28,670,402	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL FOLSOM RANCH FINANCING AUTHORITY DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Taxes:				
Intergovernmental	\$ 6,983,644	\$ 6,983,644	\$ 5,680,019	\$ (1,303,625)
Investment (income) loss	-	-	2,273,342	2,273,342
Total revenues	6,983,644	6,983,644	7,953,361	969,717
EXPENDITURES:				
Debt service:				
Principal payments	1,010,000	1,010,000	1,010,000	-
Interest and fiscal charges	5,973,644	5,973,644	5,719,165	254,479
Total expenditures	6,983,644	6,983,644	6,729,165	254,479
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	1,224,196	1,224,196
OTHER FINANCING SOURCES (USES):				
Bond issuance	-	-	124,783	124,783
Total other financing sources (uses)	-	-	10,884,783	124,783
NET CHANGE IN FUND BALANCES	-	-	12,108,979	\$ 1,348,979
FUND BALANCES, BEGINNING OF YEAR	127,379,929	127,379,929	127,379,929	
FUND BALANCES, END OF YEAR	\$ 127,379,929	\$ 127,379,929	\$ 139,488,908	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TRANSPORTATION IMPROVEMENT CAPITAL PROJECTS FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ 9,748,444	\$ 9,748,444	\$ 10,183,848	\$ 435,404
Charges for current services	4,008,704	4,008,704	7,085,572	3,076,868
Investment (income) loss	325,000	325,000	1,467,298	1,142,298
Miscellaneous	3,929,602	11,560,247	164,372	(11,395,875)
Total revenues	18,011,750	25,642,395	18,901,090	(6,741,305)
EXPENDITURES:				
Current:				
Public ways and facilities	1,378,100	2,476,162	1,617,757	858,405
Capital outlay	8,277,240	14,809,823	5,114,434	9,695,389
Total expenditures	9,655,340	17,285,985	6,732,191	10,553,794
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	8,356,410	8,356,410	12,168,899	3,812,489
OTHER FINANCING SOURCES (USES):				
Transfers out	(570,644)	(570,644)	(273,644)	297,000
Total other financing sources (uses)	(570,644)	(570,644)	(273,644)	297,000
NET CHANGE IN FUND BALANCES	7,785,766	7,785,766	11,895,255	\$ 4,109,489
FUND BALANCES, BEGINNING OF YEAR	25,359,197	25,359,197	25,359,197	
FUND BALANCES, END OF YEAR	\$ 33,144,963	\$ 33,144,963	\$ 37,254,452	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL FPA CAPITAL IMPROVEMENT FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 11,026,234	\$ 11,026,234	\$ 14,805,453	\$ 3,779,219
Investment (income) loss	400,000	400,000	2,486,697	2,086,697
Miscellaneous	9,957,917	21,816,714	-	(21,816,714)
Total revenues	21,384,151	33,242,948	17,292,150	(15,950,798)
EXPENDITURES:				
Current:				
General government	75,000	75,000	238,938	(163,938)
Public safety	-	-	96,439	(96,439)
Public ways and facilities	291,060	2,532,134	315,465	2,216,669
Culture and recreation	-	-	5,796	(5,796)
Capital outlay	951,962	10,569,685	12,338,305	(1,768,620)
Total expenditures	1,318,022	13,176,819	12,994,943	181,876
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	20,066,129	20,066,129	4,297,207	(15,768,922)
OTHER FINANCING SOURCES (USES):				
Transfers out	(150,295)	(150,295)	(131,295)	19,000
Total other financing sources (uses)	(150,295)	(150,295)	(131,295)	19,000
NET CHANGE IN FUND BALANCES	19,915,834	19,915,834	4,165,912	\$ (15,749,922)
FUND BALANCES, BEGINNING OF YEAR	39,150,488	39,150,488	39,150,488	
FUND BALANCES, END OF YEAR	\$ 59,066,322	\$ 59,066,322	\$ 43,316,400	

# City of Folsom

## NOTE TO OTHER SUPPLEMENTARY INFORMATION FOR THE YEAR ENDED JUNE 30, 2024

---

### Budgetary Data

Annual budgets are adopted on a basis consistent with generally accepted accounting principals for all governmental funds except the capital projects funds, which adopt multiyear length budgets, and fiduciary funds, which are not budgeted. The level of control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund. All appropriations remaining at year-end lapse, except for purchases in progress which are carried forward to the following year and assigned by encumbrances. The following procedures are followed in establishing the budgetary data reflected in the financial statements:

- A. Department Heads prepare a budget request based upon the previous year's expenditures.
- B. Meetings are held between the Department Heads, Chief Financial Officer, and the City Manager for the purpose of reviewing and prioritizing budget requests.
- C. The City Manager submits the proposed city budget to the City Council, who makes decisions regarding department budgets.
- D. Transfers between funds and changes in the total budget must be approved by the City Council.

Budget information is presented for the Folsom Public Financing Authority Debt Service Fund and Folsom Ranch Financing Authority Debt Service Fund as other supplementary information. The budget information is presented on a basis consistent with generally accepted accounting principles. Appropriations, except open project appropriations, and unexpended grant appropriations, lapse at the end of each fiscal year.

This page has been intentionally left blank.

**COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES**



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

This page has been intentionally left blank.

## **NONMAJOR GOVERNMENTAL FUNDS**

### **Special Revenue Funds**

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

### **Debt Service Funds**

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

### **Capital Projects Funds**

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

### **Permanent Funds**

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs.

This page has been intentionally left blank.

# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30,2024

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
<b>ASSETS</b>					
Cash and cash equivalents	\$ 25,400,421	\$ 1,724,148	\$ 29,313,849	\$ 480,930	\$ 56,919,348
Cash with fiscal agent	-	-	219,368	-	219,368
Receivables:					
General accounts	434,503	-	41,863	-	476,366
Accrued interest	379,764	21,735	267,784	6,069	675,352
Loans	4,729,174	-	-	-	4,729,174
Special assessments - delinquent	-	41,329	-	-	41,329
Due from other governments	441,265	(176)	-	-	441,089
Restricted assets:					
Cash and cash equivalents	352,300	-	-	-	352,300
Total assets	<u>\$ 31,737,427</u>	<u>\$ 1,787,036</u>	<u>\$ 29,842,864</u>	<u>\$ 486,999</u>	<u>\$ 63,854,326</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 1,264,231	\$ -	\$ 80,680	\$ -	\$ 1,344,911
Wages payable	-	-	-	-	-
Due to other funds	73,709	-	-	-	73,709
Unearned revenue	489,291	41,329	-	-	530,620
Total liabilities	<u>1,827,231</u>	<u>41,329</u>	<u>80,680</u>	<u>-</u>	<u>1,949,240</u>
Fund Balances:					
Nonspendable	-	-	-	480,930	480,930
Restricted	25,786,859	1,351,242	29,601,943	6,069	56,746,113
Committed	4,240,551	-	-	-	4,240,551
Assigned	-	394,465	159,268	-	553,733
Unassigned	(117,214)	-	973	-	(116,241)
Total fund balances	<u>29,910,196</u>	<u>1,745,707</u>	<u>29,762,184</u>	<u>486,999</u>	<u>61,905,086</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 31,737,427</u>	<u>\$ 1,787,036</u>	<u>\$ 29,842,864</u>	<u>\$ 486,999</u>	<u>\$ 63,854,326</u>

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
REVENUES:					
License and permits	\$ 5,855	\$ -	\$ -	\$ -	\$ 5,855
Intergovernmental	5,861,869	-	187,247	-	6,049,116
Charges for current services	7,154,893	-	8,350,600	-	15,505,493
Fines and forfeitures	264,695	-	-	-	264,695
Assessment collections	-	(179)	-	-	(179)
Investment (income) loss	970,222	68,711	1,283,140	19,170	2,341,243
Miscellaneous	91,278	-	18,934	-	110,212
Total revenues	14,348,812	68,532	9,839,921	19,170	24,276,435
EXPENDITURES:					
Current:					
General government	539,248	-	-	-	539,248
Public safety	25,000	-	-	-	25,000
Public ways and facilities	6,486,785	-	1,012,642	-	7,499,427
Community Service	10	-	-	-	10
Culture and recreation	68,908	-	16,800	-	85,708
Capital outlay	2,247,606	-	365,418	-	2,613,024
Total expenditures	9,367,557	-	1,394,860	-	10,762,417
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,981,255	68,532	8,445,061	19,170	13,514,018
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	29,782	-	29,782
Transfers out	(253,031)	-	(23,617)	(525)	(277,173)
Total other financing sources (uses)	(253,031)	-	6,165	(525)	(247,391)
NET CHANGE IN FUND BALANCES	4,728,224	68,532	8,451,226	18,645	13,266,627
FUND BALANCES, BEGINNING OF YEAR	25,181,972	1,677,175	21,310,958	468,354	48,638,459
FUND BALANCES, END OF YEAR	\$ 29,910,196	\$ 1,745,707	\$ 29,762,184	\$ 486,999	\$ 61,905,086

## NONMAJOR SPECIAL REVENUE FUNDS

### **Planning Services:**

To account for revenues and disbursements of special planning services for developers.

### **Transportation Tax:**

To account for receipts of SB-325 transportation tax monies.

### **Park Dedication (Quimby):**

To account for Quimby Act Fees for park development purposes.

### **Traffic Congestion Relief:**

To account for revenues and expenditures associated with the relief of Traffic Congestion.

### **Gas Tax:**

Road Maint/Rehab – To account for money apportioned under Streets and Highways Code Sec. 2032.

Gas Tax 2105 - To account for money apportioned under Streets and Highways Code Sec. 2105.

Gas Tax 2106 - To account for money apportioned under Streets and Highways Code Sec. 2106.

Gas Tax 2107 - To account for money apportioned under Streets and Highways Codes Sec. 2107 and SB-300 Special Motor Vehicle Fuel Tax Apportionment.

Gas Tax 2107.5 - To account for money apportioned under Street and Highways Code Sec. 2107.5.

### **Light and Landscape Districts:**

To account for assessments for maintenance pursuant to the 1972 Lighting and Landscaping Act in the following subsidiary funds:

Los Cerros	Briggs Ranch	Natoma Station
Folsom Heights	Broadstone Unit 3	Broadstone
Hannaford Cross	Lake Natoma Shores	Cobble Hills/Reflections
Sierra Estates	Lakeridge Estates	La Collina Del Lago
Cobble Ridge	Prairie Oaks Ranch	Silverbrook
Willow Creek East	Blue Ravine Oaks	Steeplechase
Willow Creek So.	American River Canyon No.	Willow Springs
Willow Springs Maint. Dist.	CFD# 12 Maint. Dist.	CFD# 13 ARC Maint. Dist.
American River Canyon #2	The Residences at ARC No.	Fieldstone Meadows
ARC L&L Dist #3	Blue Ravine Oaks No. 2	Folsom Heights L&L 2
Broadstone L&L 4	CFD #16 Islands Maint. Dist.	Willow Creek Estates 2
Prospect Ridge	CFD#18 Maint Dist.	CFD#19 Maint Dist.
CFD #23 A1 Maint Dist.		

### **Transportation System Management:**

To account for revenue and disbursements for study of future traffic needs.

### **Community Development Block Grant:**

To account for Community Development Grant monies.

## **NONMAJOR SPECIAL REVENUE FUNDS (Continued)**

### **Humbug Willow Creek:**

To account for revenues and expenditures related to the planning for the Humbug Willow Creek trail area.

### **General Plan Amendment:**

To account for fees collected for the update of the general plan.

### **Tree Planting:**

To account for revenues and expenditures related to the mitigation of tree loss in construction.

### **Zoo Special Revenue:**

To account for revenues and expenditures for designated zoo activities.

### **Other Special Revenue:**

To account for revenues and expenditures in the following special revenue funds:

Folsom Comm & Cultural Services  
Folsom Historic District  
Oaks at Willow Springs

Housing Trust Special Revenue  
Sphere of Influence  
Police Officer Training Fund

This page has been intentionally left blank.

# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS June 30, 2024

	Planning Services	Transportation Tax	Park Dedication (Quimby)	Traffic Congestion Relief
<b>ASSETS</b>				
Cash and cash equivalents	\$ 335,611	\$ 414,075	\$ 2,711,394	\$ 998
Receivables:				
General accounts	2,522	7,465	-	-
Accrued interest	5,951	2,465	32,627	29
Loans	-	-	-	-
Due from other governments	-	-	-	-
Restricted assets:				
Cash and cash equivalents	-	36,000	-	-
Total assets	<u>\$ 344,084</u>	<u>\$ 460,005</u>	<u>\$ 2,744,021</u>	<u>\$ 1,027</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 50,989	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-
Unearned revenue	<u>340,906</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>391,895</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	460,005	-	1,027
Committed	-	-	2,744,021	-
Assigned	-	-	-	-
Unassigned	<u>(47,811)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances (deficit)	<u>(47,811)</u>	<u>460,005</u>	<u>2,744,021</u>	<u>1,027</u>
Total liabilities and fund balances (deficit)	<u>\$ 344,084</u>	<u>\$ 460,005</u>	<u>\$ 2,744,021</u>	<u>\$ 1,027</u>

<b>Gas Tax</b>	<b>Light and Landscape Districts</b>	<b>Transportation System Management</b>	<b>Community Development Block Grant</b>	
				<b>ASSETS</b>
\$ 7,353,066	\$ 9,985,548	\$ 252,580	\$ -	Cash and cash equivalents
				Receivables:
108,605	-	-	109,437	General accounts
172,155	117,110	3,324	489	Accrued interest
-	-	-	73,729	Loans
384,521	56,744	-	-	Due from other governments
				Restricted assets:
251,498	-	49,802	-	Cash and cash equivalents
<u>\$ 8,269,845</u>	<u>\$ 10,159,402</u>	<u>\$ 305,706</u>	<u>\$ 183,655</u>	Total assets
				<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>
				Liabilities:
\$ 503,296	\$ 466,834	\$ -	\$ 27,789	Accounts payable
-	-	-	6,111	Due to other funds
-	-	-	-	Unearned revenue
<u>503,296</u>	<u>466,834</u>	<u>-</u>	<u>33,900</u>	Total liabilities
				Fund Balances:
-	-	-	-	Nonspendable
7,766,549	9,692,568	-	149,755	Restricted
-	-	305,706	-	Committed
-	-	-	-	Assigned
-	-	-	-	Unassigned
<u>7,766,549</u>	<u>9,692,568</u>	<u>305,706</u>	<u>149,755</u>	Total fund balances (deficit)
<u>\$ 8,269,845</u>	<u>\$ 10,159,402</u>	<u>\$ 305,706</u>	<u>\$ 183,655</u>	Total liabilities and fund balances (deficit)

# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED) JUNE 30, 2024

	<u>Humbug Willow Creek</u>	<u>General Plan Amendment</u>	<u>Tree Planting</u>	<u>Zoo</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ 453,457	\$ 1,265,274	\$ 251,716
Receivables:				
General accounts	-	182,460	-	3,939
Accrued interest	-	5,767	16,296	2,611
Loans	-	-	-	-
Due from other governments	-	-	-	-
Restricted assets:				
Cash and cash equivalents	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ 641,684</u>	<u>\$ 1,281,570</u>	<u>\$ 258,266</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 1,805	\$ 13,790	\$ 90,746	\$ -
Due to other funds	67,598	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	<u>69,403</u>	<u>13,790</u>	<u>90,746</u>	<u>-</u>
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	627,894	-	258,266
Committed	-	-	1,190,824	-
Assigned	-	-	-	-
Unassigned	(69,403)	-	-	-
Total fund balances (deficit)	<u>(69,403)</u>	<u>627,894</u>	<u>1,190,824</u>	<u>258,266</u>
Total liabilities and fund balances (deficit)	<u>\$ -</u>	<u>\$ 641,684</u>	<u>\$ 1,281,570</u>	<u>\$ 258,266</u>

<b>Other</b>	<b>Total Nonmajor Special Revenue Funds</b>	
		<b>ASSETS</b>
\$ 2,376,702	\$ 25,400,421	Cash and cash equivalents
		Receivables:
20,075	434,503	General accounts
20,940	379,764	Accrued interest
4,655,445	4,729,174	Loans
-	441,265	Due from other governments
		Restricted assets:
15,000	352,300	Cash and cash equivalents
<u>\$ 7,088,162</u>	<u>\$ 31,737,427</u>	Total assets
		<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>
		Liabilities:
\$ 108,982	\$ 1,264,231	Accounts payable
-	73,709	Due to other funds
148,385	489,291	Unearned revenue
<u>257,367</u>	<u>1,827,231</u>	Total liabilities
		Fund Balances:
-	-	Nonspendable
6,830,795	25,786,859	Restricted
-	4,240,551	Committed
-	-	Assigned
-	(117,214)	Unassigned
<u>6,830,795</u>	<u>29,910,196</u>	Total fund balances (deficit)
<u>\$ 7,088,162</u>	<u>\$ 31,737,427</u>	Total liabilities and fund balances (deficit)

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	Planning Services	Transportation Tax	Park Dedication (Quimby)	Traffic Congestion Relief
REVENUES:				
License and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	107,752	-	-
Charges for current services	338,270	-	-	-
Fines and forfeitures	-	-	-	-
Interest	17,233	11,243	113,223	(8)
Miscellaneous	-	-	-	-
Total revenues	355,503	118,995	113,223	(8)
EXPENDITURES:				
Current:				
General government	338,270	-	-	-
Public safety	-	-	-	-
Public ways and facilities	-	-	-	-
Community services	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	338,270	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	17,233	118,995	113,223	(8)
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	-
Transfers out	(15,624)	-	(14,788)	-
Total other financing sources (uses)	(15,624)	-	(14,788)	-
NET CHANGE IN FUND BALANCES	1,609	118,995	98,435	(8)
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	(49,420)	341,010	2,645,586	1,035
FUND BALANCES (DEFICIT), END OF YEAR	\$ (47,811)	\$ 460,005	\$ 2,744,021	\$ 1,027

<b>Gas Tax</b>	<b>Light and Landscape Districts</b>	<b>Transportation System Management</b>	<b>Community Development Block Grant</b>	
				REVENUES:
\$ -	\$ -	\$ -	\$ -	License and permits
4,606,090	42,912	-	291,011	Intergovernmental
-	6,318,246	58,734	-	Charges for current services
-	-	-	-	Fines and forfeitures
258,000	400,909	11,280	1,397	Interest
-	4,264	-	-	Miscellaneous
4,864,090	6,766,331	70,014	292,408	Total revenues
				EXPENDITURES:
				Current:
-	-	-	-	General government
-	-	-	-	Public safety
720,765	5,273,925	-	270,107	Public ways and facilities
-	-	-	10	Community services
-	-	-	-	Culture and recreation
2,234,403	-	-	-	Capital outlay
-	-	-	-	Interest and fiscal charges
2,955,168	5,273,925	-	270,117	Total expenditures
1,908,922	1,492,406	70,014	22,291	EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES
				OTHER FINANCING SOURCES (USES):
-	-	-	-	Transfers in
-	(93,672)	(164)	-	Transfers out
-	(93,672)	(164)	-	Total other financing sources (uses)
1,908,922	1,398,734	69,850	22,291	NET CHANGE IN FUND BALANCES
5,857,627	8,293,834	235,856	127,464	FUND BALANCES (DEFICIT), BEGINNING OF YEAR
\$ 7,766,549	\$ 9,692,568	\$ 305,706	\$ 149,755	FUND BALANCES (DEFICIT), END OF YEAR

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	<b>Humbug Willow Creek</b>	<b>General Plan Amendment</b>	<b>Tree Planting</b>	<b>Zoo</b>
REVENUES:				
License and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	182,460	-	-
Charges for current services	102,379	161,198	133,128	17,938
Fines and forfeitures	-	-	-	-
Interest	-	19,625	51,586	8,695
Miscellaneous	-	-	-	36,454
Total revenues	102,379	363,283	184,714	63,087
EXPENDITURES:				
Current:				
General government	-	194,345	-	-
Public safety	-	-	-	-
Public ways and facilities	-	-	221,988	-
Community services	-	-	-	-
Culture and recreation	22,344	-	-	-
Capital outlay	13,203	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	35,547	194,345	221,988	-
REVENUES OVER (UNDER) EXPENDITURES	66,832	168,938	(37,274)	63,087
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	-
Transfers out	(915)	(357)	(4,913)	-
Total other financing sources (uses)	(915)	(357)	(4,913)	-
NET CHANGE IN FUND BALANCES	65,917	168,581	(42,187)	63,087
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	(135,320)	459,313	1,233,011	195,179
FUND BALANCES (DEFICIT), END OF YEAR	\$ (69,403)	\$ 627,894	\$ 1,190,824	\$ 258,266

<b>Other</b>		<b>Total Nonmajor Special Revenue Funds</b>	
			REVENUES:
\$	5,855	\$	5,855 License and permits
	631,644		5,861,869 Intergovernmental
	25,000		7,154,893 Charges for current services
	264,695		264,695 Fines and forfeitures
	77,039		970,222 Interest
	50,560		91,278 Miscellaneous
	1,054,793		14,348,812 Total revenues
			EXPENDITURES:
			Current:
	6,633		539,248 General government
	25,000		25,000 Public safety
	-		6,486,785 Public ways and facilities
	-		10 Community services
	46,564		68,908 Culture and recreation
	-		2,247,606 Capital outlay
	-		- Interest and fiscal charges
	78,197		9,367,557 Total expenditures
	976,596		4,981,255 EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES
			OTHER FINANCING SOURCES (USES):
	-		- Transfers in
	(122,598)		(253,031) Transfers out
	(122,598)		(253,031) Total other financing sources (uses)
	853,998		4,728,224 NET CHANGE IN FUND BALANCES
	5,976,797		25,181,972 FUND BALANCES (DEFICIT), BEGINNING OF YEAR
\$	6,830,795	\$	29,910,196 FUND BALANCES (DEFICIT), END OF YEAR

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL PLANNING SERVICES SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 400,000	\$ 553,800	\$ 338,270	\$ (215,530)
Interest	6,000	6,000	17,233	11,233
Miscellaneous	40,376	40,376	-	(40,376)
Total revenues	446,376	600,176	355,503	(244,673)
EXPENDITURES:				
Current:				
General government	350,000	503,800	338,270	165,530
Total expenditures	350,000	503,800	338,270	165,530
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	96,376	96,376	17,233	(79,143)
OTHER FINANCING SOURCES (USES):				
Transfers out	(15,624)	(15,624)	(15,624)	-
Total other financing sources (uses)	(15,624)	(15,624)	(15,624)	-
NET CHANGE IN FUND BALANCES	80,752	80,752	1,609	\$ (79,143)
FUND BALANCES, BEGINNING OF YEAR	(49,420)	(49,420)	(49,420)	
FUND BALANCES, END OF YEAR	\$ 31,332	\$ 31,332	\$ (47,811)	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TRANSPORTATION TAX SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ 82,000	\$ 82,000	\$ 107,752	\$ 25,752
Interest	3,000	3,000	11,243	8,243
Miscellaneous	45,000	45,000	-	(45,000)
Total revenues	130,000	130,000	118,995	(11,005)
EXPENDITURES:				
Current:				
Public ways and facilities	40,000	40,000	-	40,000
Total expenditures	40,000	40,000	-	40,000
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	90,000	90,000	118,995	28,995
NET CHANGE IN FUND BALANCES	90,000	90,000	118,995	<u>\$ 28,995</u>
FUND BALANCES, BEGINNING OF YEAR	341,010	341,010	341,010	
FUND BALANCES, END OF YEAR	<u>\$ 431,010</u>	<u>\$ 431,010</u>	<u>\$ 460,005</u>	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL PARK DEDICATION (QUIMBY) SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 400,000	\$ 400,000	\$ -	\$ (400,000)
Interest	30,000	30,000	113,223	83,223
Miscellaneous	484,788	2,434,047	-	(2,434,047)
Total revenues	914,788	2,864,047	113,223	(2,750,824)
EXPENDITURES:				
Current:				
Culture and recreation	400,000	400,000	-	400,000
Capital outlay	500,000	2,449,259	-	2,449,259
Total expenditures	900,000	2,849,259	-	2,849,259
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	14,788	14,788	113,223	98,435
OTHER FINANCING SOURCES (USES):				
Transfers out	(14,788)	(14,788)	(14,788)	-
Total other financing sources (uses)	(14,788)	(14,788)	(14,788)	-
NET CHANGE IN FUND BALANCES	-	-	98,435	\$ 98,435
FUND BALANCES, BEGINNING OF YEAR	2,645,586	2,645,586	2,645,586	
FUND BALANCES, END OF YEAR	\$ 2,645,586	\$ 2,645,586	\$ 2,744,021	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TRAFFIC CONGESTION RELIEF SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Interest	\$ -	\$ -	\$ (8)	\$ (8)
Total revenues	-	-	(8)	(8)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(8)	(8)
NET CHANGE IN FUND BALANCES	-	-	(8)	<u>\$ (8)</u>
FUND BALANCES, BEGINNING OF YEAR	1,035	1,035	1,035	
FUND BALANCES, END OF YEAR	<u>\$ 1,035</u>	<u>\$ 1,035</u>	<u>\$ 1,027</u>	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL GAS TAX SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ 4,523,290	\$ 4,523,290	\$ 4,606,090	\$ 82,800
Interest	85,000	85,000	258,000	173,000
Miscellaneous	1,743,560	4,121,173	-	(4,121,173)
Total revenues	6,351,850	8,729,463	4,864,090	(3,865,373)
EXPENDITURES:				
Current:				
Public ways and facilities	-	-	720,765	(720,765)
Capital outlay	1,350,000	3,727,613	2,234,403	1,493,210
Total expenditures	1,350,000	3,727,613	2,955,168	772,445
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	5,001,850	5,001,850	1,908,922	(3,092,928)
OTHER FINANCING SOURCES (USES):				
Transfers out	(1,518,150)	(1,518,150)	-	1,518,150
Total other financing sources (uses)	(1,518,150)	(1,518,150)	-	1,518,150
NET CHANGE IN FUND BALANCES	3,483,700	3,483,700	1,908,922	\$ (1,574,778)
FUND BALANCES, BEGINNING OF YEAR	5,857,627	5,857,627	5,857,627	
FUND BALANCES, END OF YEAR	\$ 9,341,327	\$ 9,341,327	\$ 7,766,549	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL LIGHT AND LANDSCAPE, AND MAINTENANCE DISTRICTS SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 42,912	\$ 42,912
Charges for current services	4,837,350	4,837,350	6,318,246	1,480,896
Interest	128,900	128,900	400,909	272,009
Miscellaneous	2,801,366	2,801,366	4,264	(2,797,102)
Total revenues	7,767,616	7,767,616	6,766,331	(1,001,285)
EXPENDITURES:				
Current:				
Public ways and facilities	5,613,795	5,613,795	5,273,925	339,870
Total expenditures	5,613,795	5,613,795	5,273,925	339,870
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,153,821	2,153,821	1,492,406	(661,415)
OTHER FINANCING SOURCES (USES):				
Transfers out	(657,731)	(657,731)	(93,672)	564,059
Total other financing sources (uses)	(657,731)	(657,731)	(93,672)	564,059
NET CHANGE IN FUND BALANCES	1,496,090	1,496,090	1,398,734	\$ (97,356)
FUND BALANCES, BEGINNING OF YEAR	8,293,834	8,293,834	8,293,834	
FUND BALANCES, END OF YEAR	\$ 9,789,924	\$ 9,789,924	\$ 9,692,568	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TRANSPORTATION SYSTEM MANAGEMENT SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 35,000	\$ 35,000	\$ 58,734	\$ 23,734
Interest	2,000	2,000	11,280	9,280
Miscellaneous	1,836	1,836	-	(1,836)
Total revenues	38,836	38,836	70,014	31,178
EXPENDITURES:				
Current:				
Public ways and facilities	35,000	35,000	-	35,000
Total expenditures	35,000	35,000	-	35,000
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	3,836	3,836	70,014	66,178
OTHER FINANCING SOURCES (USES):				
Transfers out	(164)	(164)	(164)	-
Total other financing sources (uses)	(164)	(164)	(164)	-
NET CHANGE IN FUND BALANCES	3,672	3,672	69,850	\$ 66,178
FUND BALANCES, BEGINNING OF YEAR	235,856	235,856	235,856	
FUND BALANCES, END OF YEAR	\$ 239,528	\$ 239,528	\$ 305,706	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ 220,000	\$ 220,000	\$ 291,011	\$ 71,011
Interest	500	500	1,397	897
Miscellaneous	500	500	-	(500)
Total revenues	221,000	221,000	292,408	71,408
EXPENDITURES:				
Current:				
Public ways and facilities	220,000	220,000	270,107	(50,107)
Community services	-	-	10	(10)
Total expenditures	220,000	220,000	270,117	(50,117)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,000	1,000	22,291	21,291
NET CHANGE IN FUND BALANCES	1,000	1,000	22,291	\$ 21,291
FUND BALANCES, BEGINNING OF YEAR	127,464	127,464	127,464	
FUND BALANCES, END OF YEAR	\$ 128,464	\$ 128,464	\$ 149,755	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL HUMBUG WILLOW CREEK SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 18,180	\$ 18,180	\$ 102,379	\$ 84,199
Miscellaneous	2,735	980,541	-	(980,541)
Total revenues	20,915	998,721	102,379	(896,342)
EXPENDITURES:				
Current:				
Culture and recreation	20,000	20,000	22,344	(2,344)
Capital outlay	-	977,806	13,203	964,603
Total expenditures	20,000	997,806	35,547	962,259
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	915	915	66,832	65,917
OTHER FINANCING SOURCES (USES):				
Transfers out	(915)	(915)	(915)	-
Total other financing sources (uses)	(915)	(915)	(915)	-
NET CHANGE IN FUND BALANCES	-	-	65,917	\$ 65,917
FUND BALANCES, BEGINNING OF YEAR	(135,320)	(135,320)	(135,320)	
FUND BALANCES, END OF YEAR	\$ (135,320)	\$ (135,320)	\$ (69,403)	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL GENERAL PLAN AMENDMENT SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 182,460	\$ 182,460
Charges for current services	100,000	100,000	161,198	61,198
Interest	7,000	7,000	19,625	12,625
Miscellaneous	193,357	193,357	-	(193,357)
Total revenues	300,357	300,357	363,283	62,926
EXPENDITURES:				
Current:				
General government	300,000	300,000	194,345	105,655
Total expenditures	300,000	300,000	194,345	105,655
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	357	357	168,938	168,581
OTHER FINANCING SOURCES (USES):				
Transfers out	(357)	(357)	(357)	-
Total other financing sources (uses)	(357)	(357)	(357)	-
NET CHANGE IN FUND BALANCES	-	-	168,581	\$ 168,581
FUND BALANCES, BEGINNING OF YEAR	459,313	459,313	459,313	
FUND BALANCES, END OF YEAR	\$ 459,313	\$ 459,313	\$ 627,894	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TREE PLANTING SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES:				
Charges for current services	\$ 100,000	\$ 100,000	\$ 133,128	\$ 33,128
Interest	25,000	25,000	51,586	26,586
Miscellaneous	215,063	215,063	-	(215,063)
Total revenues	340,063	340,063	184,714	(155,349)
EXPENDITURES:				
Current:				
Public ways and facilities	280,000	280,000	221,988	58,012
Community services	20,000	20,000	-	20,000
Total expenditures	300,000	300,000	221,988	78,012
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	40,063	40,063	(37,274)	(77,337)
OTHER FINANCING SOURCES (USES):				
Transfers out	(40,063)	(40,063)	(4,913)	35,150
Total other financing sources (uses)	(40,063)	(40,063)	(4,913)	35,150
NET CHANGE IN FUND BALANCES	-	-	(42,187)	<u>\$ (42,187)</u>
FUND BALANCES, BEGINNING OF YEAR	1,233,011	1,233,011	1,233,011	
FUND BALANCES, END OF YEAR	\$ 1,233,011	\$ 1,233,011	\$ 1,190,824	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL ZOO SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 22,000	\$ 22,000	\$ 17,938	\$ (4,062)
Interest	1,500	1,500	8,695	7,195
Miscellaneous	(146,500)	(146,500)	36,454	182,954
Total revenues	(123,000)	(123,000)	63,087	186,087
EXPENDITURES:				
Current:				
Culture and recreation	20,000	20,000	-	20,000
Total expenditures	20,000	20,000	-	20,000
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(143,000)	(143,000)	63,087	206,087
OTHER FINANCING SOURCES (USES):				
Transfers out	(170,000)	(170,000)	-	170,000
Total other financing sources (uses)	(170,000)	(170,000)	-	170,000
NET CHANGE IN FUND BALANCES	(313,000)	(313,000)	63,087	\$ 376,087
FUND BALANCES, BEGINNING OF YEAR	195,179	195,179	195,179	
FUND BALANCES, END OF YEAR	\$ (117,821)	\$ (117,821)	\$ 258,266	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL OTHER SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
License and permits	\$ 5,500	\$ 5,500	\$ 5,855	\$ 355
Intergovernmental	15,000	15,000	631,644	616,644
Charges for current services	-	-	25,000	25,000
Fines and forfeitures	50,000	50,000	264,695	214,695
Interest	17,600	17,600	77,039	59,439
Miscellaneous	169,216	169,216	50,560	(118,656)
Total revenues	257,316	257,316	1,054,793	797,477
EXPENDITURES:				
Current:				
General government	5,500	5,500	6,633	(1,133)
Public safety	50,000	50,000	25,000	25,000
Public ways and facilities	150,000	150,000	-	150,000
Community services	5,000	5,000	-	5,000
Culture and recreation	40,000	40,000	46,564	(6,564)
Total expenditures	250,500	250,500	78,197	172,303
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	6,816	6,816	976,596	969,780
OTHER FINANCING SOURCES (USES):				
Transfers out	(2,816)	(2,816)	(122,598)	(119,782)
Total other financing sources (uses)	(2,816)	(2,816)	(122,598)	(119,782)
NET CHANGE IN FUND BALANCES	4,000	4,000	853,998	\$ 849,998
FUND BALANCES, BEGINNING OF YEAR	5,976,797	5,976,797	5,976,797	
FUND BALANCES, END OF YEAR	\$ 5,980,797	\$ 5,980,797	\$ 6,830,795	

## **NONMAJOR DEBT SERVICE FUNDS**

### **1915 Assessment Districts:**

To account for the debt service on the following 1915 Assessment Districts: City of Folsom South Assessment District Refunding Bonds 1982-1 Nimbus Water

### **Folsom Community Correctional Facility:**

To account for the debt service on the City of Folsom Certificates of Participation for the Folsom Community Correctional Facility.

### **City Parks and Signals:**

To account for the debt service on the City of Folsom Refunding Certificates of Participation.

### **General Obligation Bonds for School Facilities:**

To account for the debt service on the General Obligation Bonds issued for school facilities.

### **Recreation Facility:**

To account for the debt service on the City of Folsom Certificates of Participation for the Natoma Station Learning Center.

# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR DEBT SERVICE FUNDS JUNE 30, 2024

	1915 Assessment Districts	Community Correctional Facility	City Parks and Signals	General Obligation School Facilities
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,188,189	\$ 334,382	\$ 55,171	\$ 53,579
Receivables:				
Accrued interest	14,980	4,216	696	675
Special assessments - delinquent	41,329	-	-	-
Due from other governments	-	-	-	(176)
Total assets	<u>\$ 1,244,498</u>	<u>\$ 338,598</u>	<u>\$ 55,867</u>	<u>\$ 54,078</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Unearned revenue	41,329	-	-	-
Total liabilities	<u>41,329</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Nonspendable	-	-	-	-
Restricted	1,203,169	-	-	54,078
Committed	-	-	-	-
Assigned	-	338,598	55,867	-
Unassigned	-	-	-	-
Total fund balances (deficit)	<u>1,203,169</u>	<u>338,598</u>	<u>55,867</u>	<u>54,078</u>
Total deferred inflows and fund balances	<u>\$ 1,244,498</u>	<u>\$ 338,598</u>	<u>\$ 55,867</u>	<u>\$ 54,078</u>

<b>Recreation Facility</b>	<b>Total Nonmajor Debt Service Funds</b>	
		ASSETS
\$ 92,827	\$ 1,724,148	Cash and cash equivalents
1,168	21,735	Receivables:
-	41,329	Accrued interest
-	(176)	Special assessments - delinquent
		Due from other governments
<u>\$ 93,995</u>	<u>\$ 1,787,036</u>	Total assets
		LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES
		Liabilities:
\$ -	\$ -	Accounts payable
-	41,329	Unearned revenue
-	41,329	Total liabilities
		Fund balances:
-	-	Nonspendable
93,995	1,351,242	Restricted
-	-	Committed
-	394,465	Assigned
-	-	Unassigned
<u>93,995</u>	<u>1,745,707</u>	Total fund balances (deficit)
<u>\$ 93,995</u>	<u>\$ 1,787,036</u>	Total deferred inflows and fund balances

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR DEBT SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	1915 Assessment Districts	Community Correctional Facility	City Parks and Signals
REVENUES:			
Assessment collections	\$ -	\$ -	\$ -
Investment (income) loss	47,344	13,325	2,199
Total revenues	47,344	13,325	2,199
EXPENDITURES:			
Debt service:			
Interest and fiscal charges	-	-	-
Total expenditures	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	47,344	13,325	2,199
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
NET CHANGE IN FUND BALANCES	47,344	13,325	2,199
FUND BALANCES, BEGINNING OF YEAR	1,155,825	325,273	53,668
FUND BALANCES, END OF YEAR	\$ 1,203,169	\$ 338,598	\$ 55,867

<b>General Obligation School Facilities</b>	<b>Recreation Facility</b>	<b>Total Nonmajor Debt Service Funds</b>	
			REVENUES:
\$ (179)	\$ -	\$ (179)	Assessment collections
2,136	3,707	68,711	Investment (income) loss
1,957	3,707	68,532	Total revenues
			EXPENDITURES:
			Debt service:
-	-	-	Interest and fiscal charges
-	-	-	Total expenditures
1,957	3,707	68,532	REVENUES OVER (UNDER) EXPENDITURES
			OTHER FINANCING SOURCES (USES):
-	-	-	Transfers in
-	-	-	Transfers out
-	-	-	Total other financing sources (uses)
1,957	3,707	68,532	Net change in fund balances
52,121	90,288	1,677,175	Beginning of year
\$ 54,078	\$ 93,995	\$ 1,745,707	End of year

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL 1915 ASSESSMENT DISTRICTS DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Investment (income) loss	\$ 12,500	\$ 12,500	\$ 47,344	\$ 34,844
Miscellaneous	12,500	12,500	-	(12,500)
Total revenues	25,000	25,000	47,344	22,344
EXPENDITURES:				
Debt service:				
Interest and fiscal charges	-	-	-	-
Total expenditures	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	25,000	25,000	47,344	22,344
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	25,000	25,000	47,344	\$ 22,344
FUND BALANCES, BEGINNING OF YEAR	1,155,825	1,155,825	1,155,825	
FUND BALANCES, END OF YEAR	\$ 1,180,825	\$ 1,180,825	\$ 1,203,169	

Refer to Note to Other Supplementary Information

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL COMMUNITY CORRECTIONAL FACILITY DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Investment (income) loss	\$ -	\$ -	\$ 13,325	\$ 13,325
Total revenues	-	-	13,325	13,325
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	13,325	13,325
NET CHANGE IN FUND BALANCES	-	-	13,325	\$ 13,325
FUND BALANCES, BEGINNING OF YEAR	325,273	325,273	325,273	
FUND BALANCES, END OF YEAR	\$ 325,273	\$ 325,273	\$ 338,598	

Refer to Note to Other Supplementary Information

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL CITY PARKS AND TRAFFIC SIGNALS DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Investment (income) loss	\$ -	\$ -	\$ 2,199	\$ 2,199
Total revenues	-	-	2,199	2,199
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	2,199	2,199
NET CHANGE IN FUND BALANCES	-	-	2,199	\$ 2,199
FUND BALANCES, BEGINNING OF YEAR	53,668	53,668	53,668	
FUND BALANCES, END OF YEAR	\$ 53,668	\$ 53,668	\$ 55,867	

Refer to Note to Other Supplementary Information

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL GENERAL OBLIGATION SCHOOL FACILITIES DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Assessment collections	\$ -	\$ -	\$ (179)	\$ (179)
Investment (income) loss	-	-	2,136	2,136
Total revenues	-	-	1,957	1,957
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	1,957	1,957
NET CHANGE IN FUND BALANCES	-	-	1,957	\$ 1,957
FUND BALANCES, BEGINNING OF YEAR	52,121	52,121	52,121	
FUND BALANCES, END OF YEAR	\$ 52,121	\$ 52,121	\$ 54,078	

Refer to Note to Other Supplementary Information

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL RECREATION FACILITY DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Investment (income) loss	\$ -	\$ -	\$ 3,707	\$ 3,707
Total revenues	-	-	3,707	3,707
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	3,707	3,707
NET CHANGE IN FUND BALANCES	-	-	3,707	\$ 3,707
FUND BALANCES, BEGINNING OF YEAR	90,288	90,288	90,288	
FUND BALANCES, END OF YEAR	\$ 90,288	\$ 90,288	\$ 93,995	

Refer to Note to Other Supplementary Information

## **NONMAJOR CAPITAL PROJECTS FUNDS**

### **1915 Assessment Districts:**

To account for the construction proceeds of the following 1915 Assessment District: Prairie Oaks Ranch 92-2

### **Mello Roos Assessment Districts:**

To account for the construction proceeds of the following special tax bonds:

1995 Empire Ranch Community Facilities District No. 10

2001 Parkway Community Facilities District No. 14

### **2011 Non-Housing Bond Proceeds:**

To account for the construction proceeds from the 2011A tax allocation bonds.

### **Park Capital Improvement:**

To account for long-term park projects financed from developer mitigation charges.

### **Police Capital Improvement:**

To account for development mitigation fees to finance outlay and facilities.

### **Fire Capital Improvement:**

To account for development mitigation fees to finance fire capital outlay and facilities.

### **General Capital Improvement:**

To account for development mitigation fees to finance general capital outlay and facilities.

### **Drainage Capital Improvement:**

To account for development mitigation fees to finance drainage capital outlay and facilities.

### **Transit Capital Improvement:**

To account for development mitigation fees to finance transit capital outlay and facilities in the Folsom Plan Area.

### **Corp Yard Capital Improvement:**

To account for development mitigation fees to finance corp yard capital outlay and facilities in the Folsom Plan Area.

### **Zoo Improvement:**

To account for construction projects for the Folsom Zoo.

### **Light Rail Transportation:**

To account for the construction of light rail transportation projects.

### **Major Capital and Renovation:**

To account for the construction and renovation of major City facilities.

### **Library Construction:**

To account for the construction of a new library.

### **FSPA Infrastructure:**

To account for the construction of infrastructure for the Folsom Specific Plan Area.

# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR CAPITAL PROJECTS FUNDS JUNE 30, 2024

	1915 Assessment Districts	Mello-Roos Assessment Districts	2011 Non-Housing Bond Proceeds	Park Capital Improvement	Police Capital Improvement	General Capital Improvement	Fire Capital Improvement
<b>ASSETS</b>							
Cash and cash equivalents	\$ 362	\$ 2,455,832	\$ 1,789	\$ 9,952,703	\$ 1,874,734	\$ 2,761,827	\$ 446,309
Cash with fiscal agent	-	219,368	-	-	-	-	-
Receivables:							
General accounts	-	-	-	3,863	-	-	-
Accrued interest	5	30,970	556	77,802	19,961	28,208	2,764
Total assets	<u>\$ 367</u>	<u>\$ 2,706,170</u>	<u>\$ 2,345</u>	<u>\$ 10,034,368</u>	<u>\$ 1,894,695</u>	<u>\$ 2,790,035</u>	<u>\$ 449,073</u>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities:</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ 67,293	\$ -	\$ -	\$ -
Wages payable	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>67,293</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances:</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	367	2,706,170	2,345	9,966,102	1,894,695	2,790,035	449,073
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	973	-	-	-
Total fund balances	<u>367</u>	<u>2,706,170</u>	<u>2,345</u>	<u>9,967,075</u>	<u>1,894,695</u>	<u>2,790,035</u>	<u>449,073</u>
Total liabilities and fund balance	<u>\$ 367</u>	<u>\$ 2,706,170</u>	<u>\$ 2,345</u>	<u>\$ 10,034,368</u>	<u>\$ 1,894,695</u>	<u>\$ 2,790,035</u>	<u>\$ 449,073</u>

Drainage Capital Improvement	Zoo Improvement	Transit Capital Improvement	Corp Yard Capital Improvement	Light Rail Transportation	Major Capital & Renovation	
						ASSETS
\$ 1,346,307	\$ -	\$ 6,293,613	\$ 2,682,750	\$ 1,319,100	\$ 81,528	Cash and cash equivalents
-	-	-	-	-	-	Cash with fiscal agent
38,000	-	-	-	-	-	Receivables:
15,479	-	47,735	26,575	15,478	1,028	General accounts
						Accrued interest
<u>\$ 1,399,786</u>	<u>\$ -</u>	<u>\$ 6,341,348</u>	<u>\$ 2,709,325</u>	<u>\$ 1,334,578</u>	<u>\$ 82,556</u>	Total assets
						LIABILITIES AND FUND BALANCE:
						Liabilities:
\$ 13,146	\$ -	\$ -	\$ -	\$ 241	\$ -	Accounts payable
-	-	-	-	-	-	Wages payable
-	-	-	-	-	-	Due to other funds
-	-	-	-	-	-	Unearned revenue
<u>13,146</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>241</u>	<u>-</u>	Total liabilities
						Fund Balances:
-	-	-	-	-	-	Nonspendable
1,386,640	-	6,341,348	2,709,325	1,334,337	-	Restricted
-	-	-	-	-	-	Committed
-	-	-	-	-	82,556	Assigned
-	-	-	-	-	-	Unassigned
<u>1,386,640</u>	<u>-</u>	<u>6,341,348</u>	<u>2,709,325</u>	<u>1,334,337</u>	<u>82,556</u>	Total fund balances
<u>\$ 1,399,786</u>	<u>\$ -</u>	<u>\$ 6,341,348</u>	<u>\$ 2,709,325</u>	<u>\$ 1,334,578</u>	<u>\$ 82,556</u>	Total liabilities and fund balance

# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR CAPITAL PROJECTS FUNDS JUNE 30, 2024

	Library Construction	FSPA Infrastructure	Total Nonmajor Capital Projects Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$ 75,757	\$ 21,238	\$ 29,313,849
Cash with fiscal agent	-	-	219,368
Receivables:			
General accounts	-	-	41,863
Accrued interest	955	268	267,784
	<u>\$ 76,712</u>	<u>\$ 21,506</u>	<u>\$ 29,842,864</u>
<b>Total assets</b>			
	<u>\$ 76,712</u>	<u>\$ 21,506</u>	<u>\$ 29,842,864</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ -	\$ -	\$ 80,680
Wages payable	-	-	-
Due to other funds	-	-	-
Unearned revenue	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>80,680</u>
<b>Fund Balances:</b>			
Nonspendable	-	-	-
Restricted	-	21,506	29,601,943
Committed	-	-	-
Assigned	76,712	-	159,268
Unassigned	-	-	973
	<u>76,712</u>	<u>21,506</u>	<u>29,762,184</u>
<b>Total fund balances</b>	<u>76,712</u>	<u>21,506</u>	<u>29,762,184</u>
<b>Total liabilities and fund balance</b>	<u>\$ 76,712</u>	<u>\$ 21,506</u>	<u>\$ 29,842,864</u>

This page has been intentionally left blank.

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NON MAJOR CAPITAL PROJECTS FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	1915	Mello-Roos	2011				
	Assessment	Assessment	Non-Housing	Park Capital	Police Capital	General	Fire Capital
	Districts	Districts	Bond	Improvement	Improvement	Capital	Improvement
			Proceeds			Improvement	
REVENUES:							
Charges for current services	\$ -	\$ -	\$ -	\$ 2,955,959	\$ 506,128	\$ 983,687	\$ 680,652
Intergovernmental	-	-	-	-	-	-	-
Interest	15	109,564	(407)	466,524	68,609	100,174	11,446
Miscellaneous	-	-	-	18,934	-	-	-
Total revenues	15	109,564	(407)	3,441,417	574,737	1,083,861	692,098
EXPENDITURES:							
Public ways and facilities	-	-	-	130,159	-	-	78,583
Culture and recreation	-	-	-	16,800	-	-	-
Capital outlay	-	-	150,426	205,322	-	-	-
Total expenditures	-	-	150,426	352,281	-	-	78,583
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	15	109,564	(150,833)	3,089,136	574,737	1,083,861	613,515
OTHER FINANCING SOURCES (USES):							
Transfers in	-	-	-	29,782	-	-	-
Transfers out	-	(589)	(172)	(9,361)	(5,604)	(1,457)	-
Total other financing sources (uses)	-	(589)	(172)	20,421	(5,604)	(1,457)	-
NET CHANGE IN FUND BALANCE	15	108,975	(151,005)	3,109,557	569,133	1,082,404	613,515
FUND BALANCE, BEGINNING OF YEAR	352	2,597,195	153,350	6,857,518	1,325,562	1,707,631	(164,442)
FUND BALANCE, END OF YEAR	\$ 367	\$ 2,706,170	\$ 2,345	\$ 9,967,075	\$ 1,894,695	\$ 2,790,035	\$ 449,073

Drainage Capital Improvement	Zoo Improvement	Transit Capital Improvement	Corp Yard Capital Improvement	Light Rail Transportation	Major Capital & Renovation	
						REVENUES:
\$ 694,442	\$ -	\$ 1,363,773	\$ 848,641	\$ 317,318	\$ -	Charges for current services
187,247	-	-	-	-	-	Intergovernmental
51,070	-	322,263	96,779	49,992	3,248	Interest
-	-	-	-	-	-	Miscellaneous
932,759	-	1,686,036	945,420	367,310	3,248	Total revenues
						EXPENDITURES:
709,178	-	-	-	94,722	-	Public ways and facilities
-	-	-	-	-	-	Culture and recreation
9,670	-	-	-	-	-	Capital outlay
718,848	-	-	-	94,722	-	Total expenditures
213,911	-	1,686,036	945,420	272,588	3,248	EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES
						OTHER FINANCING SOURCES (USES)
-	-	-	-	-	-	Transfers in
(3,799)	-	-	(1,256)	(1,379)	-	Transfers out
(3,799)	-	-	(1,256)	(1,379)	-	Total other financing sources (uses)
210,112	-	1,686,036	944,164	271,209	3,248	NET CHANGE IN FUND BALANCE
1,176,528	-	4,655,312	1,765,161	1,063,128	79,308	FUND BALANCE, BEGINNING OF YEAR
\$ 1,386,640	\$ -	\$ 6,341,348	\$ 2,709,325	\$ 1,334,337	\$ 82,556	FUND BALANCE, END OF YEAR

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NON MAJOR CAPITAL PROJECTS FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	Library Construction	FSPA Infrastructure	Total Nonmajor Capital Projects Funds
REVENUES:			
Charges for current services	\$ -	\$ -	\$ 8,350,600
Intergovernmental	-	-	187,247
Interest	3,018	845	1,283,140
Miscellaneous	-	-	18,934
Total revenues	3,018	845	9,839,921
EXPENDITURES:			
Public ways and facilities	-	-	1,012,642
Culture and recreation	-	-	16,800
Capital outlay	-	-	365,418
Total expenditures	-	-	1,394,860
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,018	845	8,445,061
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	29,782
Transfers out	-	-	(23,617)
Total other financing sources (uses)	-	-	6,165
NET CHANGE IN FUND BALANCE	3,018	845	8,451,226
FUND BALANCE, BEGINNING OF YEAR	73,694	20,661	21,310,958
FUND BALANCE, END OF YEAR	\$ 76,712	\$ 21,506	\$ 29,762,184

## PERMANENT FUND

### **Wetland/Open Space Maintenance:**

To account for endowments. Interest is to be used for maintenance of Wetland/Open Space.

# CITY OF FOLSOM, CALIFORNIA

## BALANCE SHEET PERMANENT FUND JUNE 30, 2024

### Wetland/ Open Space Maintenance

#### ASSETS

Cash and cash equivalents	\$ 480,930
Receivables:	
Accrued interest	6,069
Total assets	<u>\$ 486,999</u>

#### LIABILITIES AND FUND BALANCES

##### Liabilities:

Accounts payable	-
Total liabilities	<u>-</u>

##### Fund Balances:

Nonspendable	480,930
Restricted	6,069
Committed	-
Assigned	-
Unassigned	-

Total fund balances	<u>486,999</u>
---------------------	----------------

Total liabilities and fund balances	<u>\$ 486,999</u>
--	-------------------

## CITY OF FOLSOM, CALIFORNIA

### STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - PERMANENT FUND FOR THE YEAR ENDED JUNE 30, 2024

	<u>Wetland/ Open Space Maintenance</u>
REVENUES:	
Interest	<u>\$ 19,170</u>
Total revenues	<u>19,170</u>
EXPENDITURES:	
Current:	
Culture and recreation	<u>-</u>
Total expenditures	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>19,170</u>
OTHER FINANCING SOURCES (USES):	
Transfers out	<u>(525)</u>
Total other financing sources (uses)	<u>(525)</u>
NET CHANGE IN FUND BALANCES	18,645
FUND BALANCES, BEGINNING OF YEAR	468,354
FUND BALANCES, END OF YEAR	<u><u>\$ 486,999</u></u>

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL WETLAND/OPEN SPACE MAINTENANCE PERMANENT FUND FOR THE YEAR ENDED JUNE 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Interest	\$ 8,000	\$ 8,000	\$ 19,170	\$ 11,170
Miscellaneous	(42,525)	(42,525)	-	42,525
Total revenues	(34,525)	(34,525)	19,170	53,695
EXPENDITURES:				
Current:				
Culture and recreation	50,000	50,000	-	50,000
Total expenditures	50,000	50,000	-	50,000
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(84,525)	(84,525)	19,170	103,695
OTHER FINANCING SOURCES (USES):				
Transfers out	(525)	(525)	(525)	-
Total other financing sources (uses)	(525)	(525)	(525)	-
NET CHANGE IN FUND BALANCES	(85,050)	(85,050)	18,645	\$ 103,695
FUND BALANCES, BEGINNING OF YEAR	468,354	468,354	468,354	
FUND BALANCES, END OF YEAR	\$ 383,304	\$ 383,304	\$ 486,999	

## NONMAJOR ENTERPRISE FUNDS

### **Facilities Augmentation:**

To account for additional services, including capital improvements of the Folsom South Area Facilities Plan.

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF NET POSITION NONMAJOR ENTERPRISE FUNDS JUNE 30,2024

	<u>Facilities Augmentation Fund</u>
ASSETS	
Current Assets:	
Cash and cash equivalents	\$ 47,662
Receivables, net	1,213
Due from other governments	<u>-</u>
Total current assets	<u>48,875</u>
Total assets	<u>48,875</u>
LIABILITIES	
Current liabilities:	
Accounts payable	<u>-</u>
Total current liabilities	<u>-</u>
Total liabilities	<u>-</u>
NET POSITION	
Restricted for critical facilities use	48,875
Unrestricted	<u>-</u>
Total net position (deficit)	<u>\$ 48,875</u>

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION FOR THE YEAR ENDED JUNE 30, 2024

	Facilities Augmentation Fund
	<u>                    </u>
OPERATING REVENUES:	
Charges for services	\$ -
Total operating revenues	<u>-</u>
OPERATING EXPENSES:	
Other	60,424
Total operating expenses	<u>60,424</u>
OPERATING INCOME (LOSS)	<u>(60,424)</u>
NONOPERATING REVENUES (EXPENSES):	
Investment income	3,196
Impact fees	-
Total nonoperating revenues (expenses)	<u>3,196</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(57,228)</u>
TRANSFERS:	
Transfers in	-
Transfers out	(150)
Total transfers	<u>(150)</u>
CHANGE IN NET POSITION	(57,378)
NET POSITION (DEFICIT), BEGINNING OF YEAR	<u>106,253</u>
NET POSITION (DEFICIT), END OF YEAR	<u><u>\$ 48,875</u></u>

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	<u>Facilities Augmentation</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from customers and users	\$ 118
Payments to suppliers	(88,001)
Payments to employees	-
Cash received (used) from other sources	-
Net cash provided (used) by operating activities	<u>(87,883)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Transfers from other funds	-
Transfers to other funds	(150)
Net cash provided (used) noncapital financing activities	<u>(150)</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:	
Acquisition and construction of capital assets	-
Payment on capital leases	-
Net cash provided (used) capital financing activities	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest and dividends on investments	<u>3,196</u>
Net cash provided by (used in) investing activities	<u>3,196</u>
CHANGE IN CASH AND CASH EQUIVALENTS	(84,837)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>132,499</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ 47,662</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:	
Operating income (loss)	\$ (60,424)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Increase (decrease) in:	
Accounts receivable	118
Accounts payable	(27,577)
Net cash provided by (used in) operating activities	<u><u>\$ (87,883)</u></u>

## **INTERNAL SERVICE FUNDS**

### **Equipment Replacement:**

To account for general governmental equipment, which will be charged to other funds and accounts, and provide for replacement.

### **Risk Management:**

To account for employee benefits and insurance.

### **Compensated Leaves:**

To account for payment of vacation/leave benefits to City employees.

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF NET POSITION INTERNAL SERVICE FUNDS JUNE 30, 2024

	Equipment Replacement	Risk Management	Compensated Leaves	Total Internal Service Funds
<b>ASSETS:</b>				
Current Assets:				
Cash and cash equivalents	\$ 5,671,762	\$ 4,458,575	\$ -	\$ 10,130,337
Receivables:				
General accounts	-	-	-	-
Accrued interest	73,265	40,042	40	113,347
Retiree health benefits	-	61,145	-	61,145
Advances to Other Funds	1,281,904	-	-	1,281,904
Insurance deposits	-	1,707,326	-	1,707,326
Total current assets	<u>7,026,931</u>	<u>6,267,088</u>	<u>40</u>	<u>13,294,059</u>
Noncurrent:				
Capital assets	2,659,820	-	-	2,659,820
Less: accumulated depreciation	<u>(2,660,083)</u>	<u>-</u>	<u>-</u>	<u>(2,660,083)</u>
Total noncurrent assets	<u>(263)</u>	<u>-</u>	<u>-</u>	<u>(263)</u>
Total assets	<u>7,026,668</u>	<u>6,267,088</u>	<u>40</u>	<u>13,293,796</u>
<b>LIABILITIES:</b>				
Current liabilities:				
Accounts payable	-	99,940	-	99,940
Wages payable	-	769,691	7,949	777,640
Due to other funds	-	-	-	-
Total liabilities	<u>-</u>	<u>869,631</u>	<u>7,949</u>	<u>877,580</u>
<b>NET POSITION:</b>				
Net investment in capital assets	-	-	-	-
Restricted	-	-	-	-
Unrestricted	<u>7,026,668</u>	<u>5,397,457</u>	<u>(7,909)</u>	<u>12,416,216</u>
Total net position	<u>\$ 7,026,668</u>	<u>\$ 5,397,457</u>	<u>\$ (7,909)</u>	<u>\$ 12,416,216</u>

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	Equipment Fund	Risk Management Fund	Compensated Leaves Fund	Total Internal Service Funds
OPERATING REVENUES:				
Charges for services	\$ 8,724	\$ 19,606,758	\$ 684,202	\$ 20,299,684
Total operating revenues	8,724	19,606,758	684,202	20,299,684
OPERATING EXPENSES:				
Employee services	-	22,313,615	719,504	23,033,119
Depreciation	279	-	-	279
Total operating expenses	279	22,313,615	719,504	23,033,398
OPERATING INCOME (LOSS)	8,445	(2,706,857)	(35,302)	(2,733,714)
NONOPERATING REVENUES (EXPENSES):				
Investment income	430,345	242,069	(118)	672,296
Other	13,258	-	-	13,258
Total nonoperating revenues (expenses)	443,603	242,069	(118)	685,554
INCOME (LOSS) BEFORE TRANSFERS	452,048	(2,464,788)	(35,420)	(2,048,160)
TRANSFERS:				
Transfers in	-	-	387,124	387,124
Transfers out	(166,013)	-	-	(166,013)
Total contributions and transfers	(166,013)	-	387,124	221,111
CHANGE IN NET POSITION	286,035	(2,464,788)	351,704	(1,827,049)
NET POSITION (DEFICIT), BEGINNING OF YEAR	6,740,633	7,862,245	(359,613)	14,243,265
NET POSITION (DEFICIT), END OF YEAR	\$ 7,026,668	\$ 5,397,457	\$ (7,909)	\$ 12,416,216

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	Equipment Fund	Risk Management Fund	Compensated Leaves Fund	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers and users	\$ 15,549	\$ 19,670,132	\$ 684,202	\$ 20,369,883
Payments to suppliers	-	48,632	-	48,632
Payments to employees	-	(22,326,958)	(726,606)	(23,053,564)
Cash received (used) from other sources	-	-	-	-
Net cash provided (used) by operating activities	15,549	(2,608,194)	(42,404)	(2,635,049)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers from other funds	-	1,469,675	387,124	1,856,799
Transfers to other funds	(1,447,917)	-	(344,718)	(1,792,635)
Net cash provided (used) noncapital financing activities	(1,447,917)	1,469,675	42,406	64,164
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:				
Acquisition and construction of capital assets	13,259	-	-	13,259
Payment on capital leases	-	-	-	-
Net cash provided (used) capital financing activities	13,259	-	-	13,259
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest and dividends on investments	393,692	198,356	(2)	592,046
Net cash provided by (used in) investing activities	393,692	198,356	(2)	592,046
CHANGE IN CASH AND CASH EQUIVALENTS	(1,025,417)	(940,163)	-	(1,965,580)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	6,697,179	5,398,738	-	12,095,917
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 5,671,762	\$ 4,458,575	\$ -	\$ 10,130,337
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	\$ 8,445	\$ (2,706,857)	\$ (35,302)	\$ (2,733,714)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	279	-	-	279
Other Non-Operating income (expense)	-	-	-	-
Gain (loss) on sale of capital assets	-	-	-	-
Increase (decrease) in:				
Accounts receivable	6,825	63,374	-	70,199
Accounts payable	-	48,632	-	48,632
Wages payable	-	(13,343)	(7,102)	(20,445)
Net cash provided by (used in) operating activities	\$ 15,549	\$ (2,608,194)	\$ (42,404)	\$ (2,635,049)

## **CUSTODIAL FUNDS**

### **1915 Assessment Districts:**

To account for the following assessments pursuant to the 1915 Bond Act.

Blue Ravine Oaks East  
Legends Refunding  
Natoma Station  
Folsom Auto Plaza  
Lake Natoma Shores  
Prairie Oaks  
CobbleHills Ridge  
Ridgeview  
Cresleigh Natoma  
Hannaford Crossing

### **Mello-Roos Districts:**

Willow Creek Community Facilities District No. 1 Refunding  
Natoma Station Community Facilities District No. 2 Refunding  
Folsom Heights Community Facilities District No. 3 Refunding  
Broadstone Community Facilities District No. 4 Refunding  
Broadstone 2 Community Facilities District No. 7  
Parkway Community Facilities District No. 8  
Willow Creek Estates South Community Facilities District No. 8  
Empire Ranch Community Facilities District No. 10  
Willow Springs Community Facilities District No. 11  
Islands IA2 Community Facilities District No. 16  
Parkway Community Facilities District No. 14  
Islands at Parkshore 1 Community Facilities District No. 16  
Willow Hill Pipeline Community Facilities District No. 17  
Area Wide Community Facilities District No. 18  
Mangini Community Facilities District No. 19  
Russell Ranch Community Facilities District No. 20  
White Rock Springs Ranch Community District No. 21  
Folsom Heights Community District No. 22  
Folsom Ranch IA1 Community District No. 23  
Folsom Ranch IA2 Community District No. 23  
Folsom Ranch IA3 Community District No. 23  
Folsom Ranch IA4 Community District No. 23  
Folsom Ranch IA5 Community District No. 23  
Folsom Ranch IA6 Community District No. 23  
Folsom Ranch IA7 Community District No. 23  
\*IA - Improvement Area

### **Business and Improvement District**

Folsom Historic District

### **Sacramento County Transportation Development Fee**

### **Sacramento Transportation Mitigation Fee**

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF NET POSITION CUSTODIAL FUNDS JUNE 30, 2024

	Blue Ravine Oaks East	IA7 Folsom Ranch	Legends Refunding	Natoma Station	Folsom Auto Plaza	Lake Natoma Shores	Prairie Oaks	Cobble Hills Ridge	Ridgeview
<b>ASSETS</b>									
Cash and cash equivalents	\$ 8,590	\$ 6,319	\$ 8,923	\$ 21,957	\$ 62,876	\$ 1,461	\$ 90,769	\$ 32,121	\$ 13,734
Receivables:									
Accrued interest	108	96	112	277	793	18	1,150	405	173
Due from other governments	-	249	-	-	-	-	(19,876)	-	-
Restricted assets:									
Cash with fiscal agent	-	-	-	-	-	-	-	-	-
Total assets	8,698	6,664	9,035	22,234	63,669	1,479	72,043	32,526	13,907
<b>LIABILITIES</b>									
Accounts payable	-	-	-	-	-	-	635	-	-
Rebatable arbitrage	-	-	-	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-	635	-	-
<b>NET POSITION</b>									
Restricted for:									
Individuals, organizations, and other governments	8,698	6,664	9,035	22,234	63,669	1,479	71,408	32,526	13,907
Total Net Position	\$ 8,698	\$ 6,664	\$ 9,035	\$ 22,234	\$ 63,669	\$ 1,479	\$ 71,408	\$ 32,526	\$ 13,907

Cresleigh Natoma	Hannaford Crossing	IA2 F Ranch CFD #23	IA3 F Ranch CFD #23	IA4 F Ranch CFD #23	CFD 2013- 01 Water Fac & Sup	Willow Creek CFD #1	Natoma Station CFD #2	Folsom Heights CFD #3	
									ASSETS
\$ 23,283	\$ 44,913	\$ 4,653,802	\$ 2,683,336	\$ 206,126	\$ 990,884	\$ 1,887	\$ 116,057	\$ 1,651	Cash and cash equivalents
294	565	541	2,337	(11,312)	31,427	24	1,467	21	Receivables:
-	-	2,460	4,818	14,883	(2,107)	3,676	-	(1,228)	Accrued interest
-	-	837,626	718,129	-	-	-	-	-	Due from other governments
23,577	45,478	5,494,429	3,408,620	209,697	1,020,204	5,587	117,524	444	Restricted assets:
									Cash with fiscal agent
									Total assets
									LIABILITIES
-	73	-	-	-	783,596	-	-	50	Accounts payable
-	-	-	-	-	-	495	-	-	Rebatable arbitrage
-	73	-	-	-	783,596	495	-	50	Total liabilities
									NET POSITION
23,577	45,405	5,494,429	3,408,620	209,697	236,608	5,092	117,524	394	Restricted for:
\$ 23,577	\$ 45,405	\$ 5,494,429	\$ 3,408,620	\$ 209,697	\$ 236,608	\$ 5,092	\$ 117,524	\$ 394	Individuals, organizations, and other governments
									Total Net Position

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF NET POSITION CUSTODIAL FUNDS JUNE 30, 2024

	Broadstone CFD #4	IA5 F Ranch CFD #23	IA6 F Ranch CFD #23	Broadstone 2 CFD #7	Parkway CFD #8	Willow Creek Estates South CFD #9	Empire Ranch CFD #10	Willow Springs CFD #11
<b>ASSETS</b>								
Cash and cash equivalents	\$ 55,533	\$ (15,135)	\$ (13,666)	\$ 370,667	\$ 36,966	\$ 48,206	\$ 5,357,599	\$ (69,963)
Receivables:								
Accrued interest	698	-	-	4,708	471	605	73,391	829
Due from other governments	-	-	(2,814)	-	-	-	85,812	8,399
Restricted assets:								
Cash with fiscal agent	-	-	-	-	-	-	6,372,904	-
Total assets	<u>56,231</u>	<u>(15,135)</u>	<u>(16,480)</u>	<u>375,375</u>	<u>37,437</u>	<u>48,811</u>	<u>11,889,706</u>	<u>(60,735)</u>
<b>LIABILITIES</b>								
Accounts payable	-	-	-	30,600	-	-	-	-
Rebatable arbitrage	-	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET POSITION</b>								
Restricted for:								
Individuals, organizations, and other governments	<u>56,231</u>	<u>(15,135)</u>	<u>(16,480)</u>	<u>344,775</u>	<u>37,437</u>	<u>48,811</u>	<u>11,889,706</u>	<u>(60,735)</u>
Total Net Position	<u>\$ 56,231</u>	<u>\$ (15,135)</u>	<u>\$ (16,480)</u>	<u>\$ 344,775</u>	<u>\$ 37,437</u>	<u>\$ 48,811</u>	<u>\$ 11,889,706</u>	<u>\$ (60,735)</u>

CFD #16 Islands IA2	Parkway CFD #14	Folsom Historic District	CFD #16 Islands at Parkshore 1	CFD #17 Willow Hill Pipeline	Area Wide CFD #18	Mangini CFD #19	Russell Ranch CFD #20	
								ASSETS
\$ 297,802	\$ 1,197,022	\$ 7,530	\$ 464,832	\$ 1,161,493	\$ 380,680	\$ 1,941,977	\$ 11,293,510	Cash and cash equivalents
								Receivables:
5,129	6,924	109	2,914	12,191	24,911	10,890	4,264	Accrued interest
7,286	21,254	4,661	2,699	(2,694)	(104,933)	40,156	29,121	Due from other governments
								Restricted assets:
642,489	-	-	244,740	404,866	2,346,687	3,222,519	1,845,188	Cash with fiscal agent
952,706	1,225,200	12,300	715,185	1,575,856	2,647,345	5,215,542	13,172,083	Total assets
								LIABILITIES
-	-	-	-	-	209,579	-	-	Accounts payable
-	-	-	-	-	-	-	-	Rebatable arbitrage
-	-	-	-	-	209,579	-	-	Total liabilities
								NET POSITION
								Restricted for:
952,706	1,225,200	12,300	715,185	1,575,856	2,437,766	5,215,542	13,172,083	Individuals, organizations, and other governments
\$ 952,706	\$ 1,225,200	\$ 12,300	\$ 715,185	\$ 1,575,856	\$ 2,437,766	\$ 5,215,542	\$ 13,172,083	Total Net Position

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF NET POSITION CUSTODIAL FUNDS JUNE 30, 2024

	WRSR CFD #21	Folsom Heights CFD #22	IA1 Folsom Ranch CFD #23	Sacramento County Transportation Development Fee	Sacramento Transportation Mitigation Fee	Total Custodial Funds
<b>ASSETS</b>						
Cash and cash equivalents	\$ 861,538	\$ (16,994)	\$ 2,897,465	\$ 5,236,917	\$ 905,013	\$ 41,367,681
Receivables:						
Accrued interest	3,626	-	4,057	-	-	184,213
Due from other governments	32,431	-	19,308	-	-	143,561
Restricted assets:						
Cash with fiscal agent	1,546,443	-	1,769,983	-	-	19,951,574
Total assets	2,444,038	(16,994)	4,690,813	5,236,917	905,013	61,647,029
<b>LIABILITIES</b>						
Accounts payable	1,800	-	-	5,236,917	905,013	7,168,263
Rebatable arbitrage	-	-	-	-	-	495
Total liabilities	1,800	-	-	5,236,917	905,013	7,168,758
<b>NET POSITION</b>						
Restricted for:						
Individuals, organizations, and other governments	2,442,238	(16,994)	4,690,813	-	-	54,478,271
Total Net Position	\$ 2,442,238	\$ (16,994)	\$ 4,690,813	\$ -	\$ -	\$ 54,478,271

This page has been intentionally left blank.

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	Blue Ravine Oaks East	IA7 Folsom Ranch	Legends Refunding	Natoma Station	Folsom Auto Plaza	Lake Natoma Shores	Prairie Oaks	Cobble Hills Ridge	Ridgeview
ADDITIONS:									
Investment earnings	\$ 342	\$ 671	\$ 355	\$ 872	\$ 2,505	\$ 59	\$ 3,602	\$ 1,280	\$ 546
Assessment collection	-	12,688	-	-	-	-	-	-	-
Mello-Roos bonds	-	-	-	-	-	-	-	-	-
Transportation fees	-	-	-	-	-	-	-	-	-
Total additions	342	13,359	355	872	2,505	59	3,602	1,280	546
DEDUCTIONS:									
Payments of assessment to bond holders	-	6,695	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total deductions	-	6,695	-	-	-	-	-	-	-
Change in net position	342	6,664	355	872	2,505	59	3,602	1,280	546
NET POSITION:									
Beginning of year	8,356	-	8,680	21,362	61,164	1,420	67,806	31,246	13,361
End of year	<u>\$ 8,698</u>	<u>\$ 6,664</u>	<u>\$ 9,035</u>	<u>\$ 22,234</u>	<u>\$ 63,669</u>	<u>\$ 1,479</u>	<u>\$ 71,408</u>	<u>\$ 32,526</u>	<u>\$ 13,907</u>

Cresleigh Natoma	Hannaford Crossing	IA2 F Ranch CFD #23	IA3 F Ranch CFD #23	IA4 F Ranch CFD #23	CFD 2013- 01 Water Fac & Sup	Willow Creek CFD #1	Natoma Station CFD #2	Folsom Heights CFD #3	
									ADDITIONS:
\$ 928	\$ 1,792	\$ 165,733	\$ 349,345	\$ (5,934)	\$ 79,685	\$ 77	\$ 4,615	\$ 66	Investment earnings
-	-	162,612	227,701	234,710	1,732,740	-	-	-	Assessment collection
-	-	10,760,000	-	-	-	-	-	-	Mello-Roos bonds
-	-	-	-	-	-	-	-	-	Transportation fees
928	1,792	11,088,345	577,046	228,776	1,812,425	77	4,615	66	Total additions
									DEDUCTIONS:
-	-	421,623	462,386	8,325	26,847	-	-	-	Payments of assessment to bond holders
-	-	5,173,461	5,939,442	-	1,780,005	-	-	-	Other
-	-	5,595,084	6,401,828	8,325	1,806,852	-	-	-	Total deductions
928	1,792	5,493,261	(5,824,782)	220,451	5,573	77	4,615	66	Change in net position
									NET POSITION:
22,649	43,613	1,168	9,233,402	(10,754)	231,035	5,015	112,909	328	Beginning of year
<u>\$ 23,577</u>	<u>\$ 45,405</u>	<u>\$ 5,494,429</u>	<u>\$ 3,408,620</u>	<u>\$ 209,697</u>	<u>\$ 236,608</u>	<u>\$ 5,092</u>	<u>\$ 117,524</u>	<u>\$ 394</u>	End of year

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	Broadstone CFD #4	IA5 F Ranch CFD #23	IA6 F Ranch CFD #23	Broadstone 2 CFD #7	Parkway CFD #8	Willow Creek Estates South CFD #9	Empire Ranch CFD #10	Willow Springs CFD #11	CFD #16 Islands IA2
ADDITIONS:									
Investment earnings	\$ 2,218	\$ -	\$ 19	\$ 14,666	\$ 1,459	\$ 1,931	\$ 509,777	\$ 6,372	\$ 26,400
Assessment collection	-	-	1,964	-	-	-	4,857,882	340,314	297,168
Mello-Roos bonds	-	-	-	-	-	-	-	-	-
Transportation fees	-	-	-	-	-	-	-	-	-
Total additions	2,218	-	1,983	14,666	1,459	1,931	5,367,659	346,686	323,568
DEDUCTIONS:									
Payments of assessment to bond holders	-	4,381	7,709	-	-	-	4,244,698	89,186	282,578
Other	-	-	-	-	-	-	84,475	-	9,506
Total deductions	-	4,381	7,709	-	-	-	4,329,173	89,186	292,084
Change in net position	2,218	(4,381)	(5,726)	14,666	1,459	1,931	1,038,486	257,500	31,484
NET POSITION:									
Beginning of year	54,013	(10,754)	(10,754)	330,109	35,978	46,880	10,851,220	(318,235)	921,222
End of year	<u>\$ 56,231</u>	<u>\$ (15,135)</u>	<u>\$ (16,480)</u>	<u>\$ 344,775</u>	<u>\$ 37,437</u>	<u>\$ 48,811</u>	<u>\$ 11,889,706</u>	<u>\$ (60,735)</u>	<u>\$ 952,706</u>

Parkway CFD #14	Folsom Historic District	CFD #16 Islands at Parkshore 1	CFD #17 Willow Hill Pipeline	Area Wide CFD #18	Mangini CFD #19	Russell Ranch CFD #20	
							ADDITIONS:
\$ 28,508	\$ 595	\$ 25,454	\$ 48,014	\$ 107,217	\$ 105,518	\$ 580,023	Investment earnings
1,257,151	171,395	172,156	436,299	1,597,438	2,598,357	1,449,796	Assessment collection
-	-	-	-	-	-	-	Mello-Roos bonds
-	-	-	-	-	-	-	Transportation fees
1,285,659	171,990	197,610	484,313	1,704,655	2,703,875	2,029,819	Total additions
							DEDUCTIONS:
1,202,838	4,595	163,408	430,719	59,029	2,479,325	1,351,183	Payments of assessment to bond holders
35,825	164,072	8,907	16,030	75,225	49,947	27,963	Other
1,238,663	168,667	172,315	446,749	134,254	2,529,272	1,379,146	Total deductions
46,996	3,323	25,295	37,564	1,570,401	174,603	650,673	Change in net position
							NET POSITION:
1,178,204	8,977	689,890	1,538,292	867,365	5,040,939	12,521,410	Beginning of year
<u>\$ 1,225,200</u>	<u>\$ 12,300</u>	<u>\$ 715,185</u>	<u>\$ 1,575,856</u>	<u>\$ 2,437,766</u>	<u>\$ 5,215,542</u>	<u>\$ 13,172,083</u>	End of year

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUNDS FOR THE YEAR ENDED JUNE 30, 2024

	WRSR CFD #21	Folsom Heights CFD #22	IA1 Folsom Ranch CFD #23	Sacramento County Transportation Development Fee	Sacramento Transportation Mitigation Fee	Total Custodial Funds
ADDITIONS:						
Investment earnings	\$ 50,552	\$ -	\$ 242,628	\$ -	\$ -	\$ 2,357,890
Assessment collection	1,285,307	-	1,328,077	-	-	18,163,755
Mello-Roos bonds	-	-	-	-	-	10,760,000
Transportation fees	-	-	-	5,236,917	905,013	6,141,930
Total additions	1,335,859	-	1,570,705	5,236,917	905,013	37,423,575
DEDUCTIONS:						
Payments of assessment to bond holders	969,012	5,068	1,287,014	-	-	13,506,619
Other	202,949	-	1,850,054	5,236,917	905,013	21,559,791
Total deductions	1,171,961	5,068	3,137,068	5,236,917	905,013	35,066,410
Change in net position	163,898	(5,068)	(1,566,363)	-	-	2,357,165
NET POSITION:						
Beginning of year	2,278,340	(11,926)	6,257,176	-	-	52,121,106
End of year	<u>\$ 2,442,238</u>	<u>\$ (16,994)</u>	<u>\$ 4,690,813</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,478,271</u>

## STATISTICAL SECTION



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

This page has been intentionally left blank.

This part of the City's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

### **Financial Trends Information**

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

### **Revenue Capacity Information**

These schedules contain information to help the reader assess the government's most significant local revenue sources.

### **Debt Capacity Information**

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

### **Demographic and Economic Information**

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

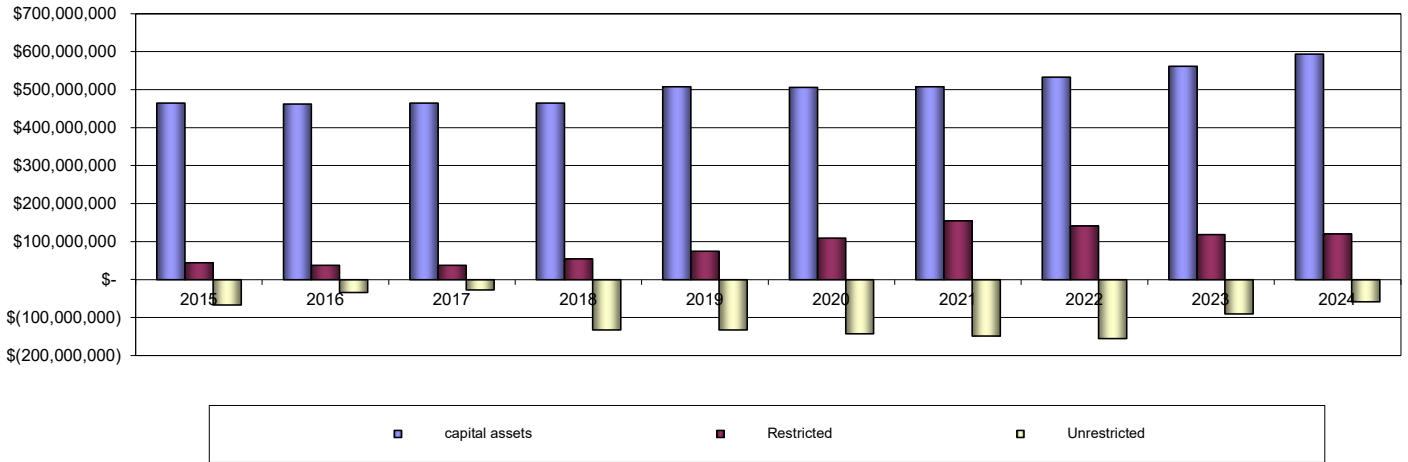
### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

This page has been intentionally left blank.

**Schedule 1**  
**CITY OF FOLSOM, CALIFORNIA**  
**Net Position by Component,**  
**Fiscal Year 2024, With Ten Year Trend Analysis**  
**(accrual basis of accounting)**

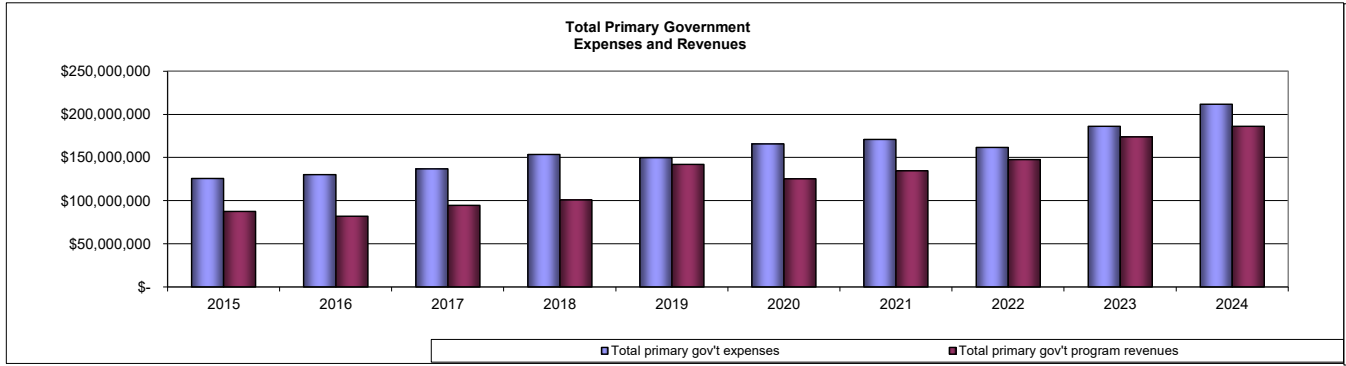
**Total Primary Government Net Position**



	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities										
Net investment in capital assets	\$ 352,122,867	\$ 345,540,942	\$ 342,339,996	\$ 341,907,988	\$ 365,447,799	\$ 352,736,331	\$ 347,842,183	\$ 372,280,617	\$ 387,374,177	\$ 406,723,010
Restricted	43,903,207	37,105,814	37,928,602	54,379,397	74,711,884	109,091,757	154,995,747	141,687,652	118,208,417	120,427,242
Unrestricted	(71,702,596)	(39,219,804)	(37,637,622)	(133,460,554)	(140,380,319)	(151,055,541)	(163,151,340)	(178,899,222)	(122,960,805)	(100,860,022)
Total gov't activities net position	\$ 324,323,478	\$ 343,426,952	\$ 342,630,976	\$ 262,826,831	\$ 299,779,364	\$ 310,772,547	\$ 339,686,590	\$ 335,069,047	\$ 382,621,789	\$ 426,290,230
Business-type activities										
Net investment in capital assets	\$ 113,263,233	\$ 116,725,962	\$ 122,445,820	\$ 123,233,937	\$ 143,068,634	\$ 153,282,039	\$ 160,402,925	\$ 161,246,778	\$ 174,288,065	\$ 187,062,805
Restricted	520,858	527,202	127,565	127,565	127,565	127,565	129,602	129,602	129,602	48,875
Unrestricted	5,424,024	5,779,903	10,511,992	852,368	7,839,073	8,441,633	14,561,489	23,578,843	32,987,684	42,512,138
Total bus-type activities net position	\$ 119,208,115	\$ 123,033,067	\$ 133,085,377	\$ 124,213,870	\$ 151,035,272	\$ 161,851,237	\$ 175,094,016	\$ 184,955,223	\$ 207,405,351	\$ 229,623,818
Primary government										
Net investment in capital assets	\$ 465,386,100	\$ 462,266,904	\$ 464,785,816	\$ 465,141,925	\$ 508,516,433	\$ 506,018,370	\$ 508,245,108	\$ 533,527,395	\$ 561,662,242	\$ 593,785,815
Restricted	44,424,065	37,633,016	38,056,167	54,506,962	74,839,449	109,219,322	155,125,349	141,817,254	118,338,019	120,476,117
Unrestricted	(66,278,572)	(33,439,901)	(27,125,630)	(132,608,186)	(132,541,246)	(142,613,908)	(148,589,851)	(155,320,379)	(89,973,121)	(58,347,884)
Total primary gov't net position	\$ 443,531,593	\$ 466,460,019	\$ 475,716,353	\$ 387,040,701	\$ 450,814,636	\$ 472,623,784	\$ 514,780,606	\$ 520,024,270	\$ 590,027,140	\$ 655,914,048

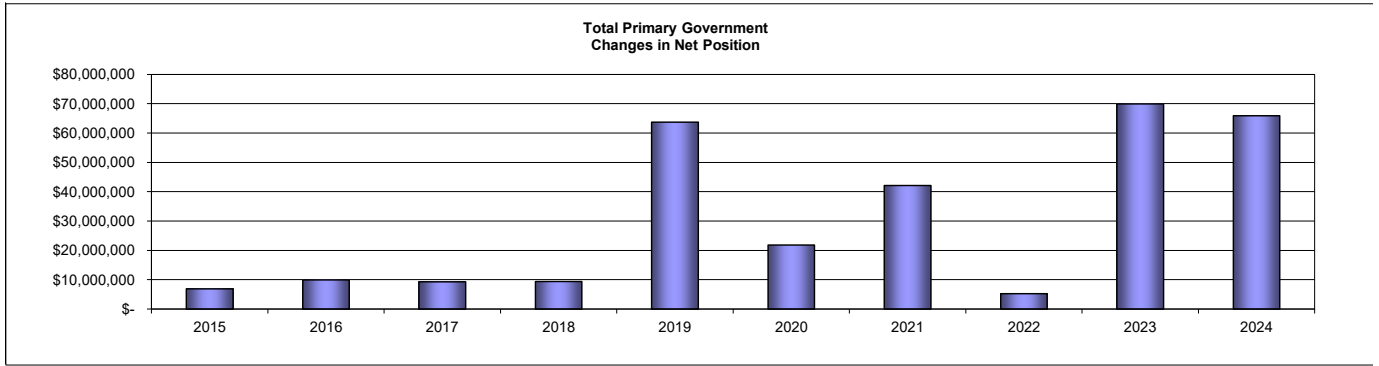
Source: The City's Comprehensive Annual Financial Reports

Schedule 2  
CITY OF FOLSOM, CALIFORNIA  
Changes in Net Position  
Fiscal Year 2024, With Ten Year Trend Analysis  
(accrual basis of accounting)



	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Expenses</b>										
Governmental activities:										
General government	\$ 16,789,611	\$ 16,842,039	\$ 17,619,148	\$ 21,571,309	\$ 19,894,674	\$ 25,694,246	\$ 20,099,385	\$ 14,570,235	\$ 21,993,578	\$ 27,557,788
Public safety	31,457,224	33,732,869	38,519,301	42,267,172	43,071,617	48,945,393	53,333,593	49,214,434	54,562,107	60,464,040
Public ways and facilities	24,655,423	23,760,187	23,789,377	26,740,758	24,860,981	27,609,012	31,378,367	30,321,802	33,988,957	36,428,359
Community services	3,358,210	3,795,881	4,611,256	6,328,357	6,119,243	6,836,934	6,871,579	7,909,070	9,111,893	8,584,405
Culture and recreation	13,917,727	15,226,602	16,043,161	19,316,157	16,783,176	17,181,199	18,542,904	18,809,703	18,076,120	22,759,801
Interest and fiscal changes	5,669,088	5,080,330	4,679,003	2,510,553	4,687,431	5,212,780	5,082,231	5,692,263	6,701,685	6,228,317
Total gov't activities expenses	95,847,283	98,437,909	105,261,245	118,734,307	115,417,123	131,479,564	135,308,058	126,517,507	144,434,338	162,022,710
Business-type activities:										
Water	12,666,550	12,704,599	13,169,040	14,416,465	15,018,849	15,635,355	15,659,239	14,980,895	17,486,670	19,616,845
Sewer	5,175,177	5,419,982	5,254,071	5,777,106	5,989,117	6,717,181	7,188,744	6,225,992	6,817,673	10,284,019
Solid Waste	8,702,357	9,347,062	9,488,964	10,383,837	10,823,361	12,057,666	13,001,080	14,044,953	17,490,609	19,908,340
Transit	(1) 3,344,616	3,709,459	3,847,851	4,093,944	2,297,111	-	-	-	-	-
Facilities Augmentation	-	407,237	3,040	242,058	326,061	17,023	-	-	27,577	60,424
Recreation	-	-	-	-	-	-	-	-	-	-
Total bus-type activities expense	29,888,700	31,588,339	31,762,966	34,913,410	34,454,499	34,427,225	35,849,063	35,251,840	41,822,529	49,869,628
Total primary gov't expenses	\$ 125,735,983	\$ 130,026,248	\$ 137,024,211	\$ 153,647,717	\$ 149,871,622	\$ 165,906,789	\$ 171,157,121	\$ 161,769,347	\$ 186,256,867	\$ 211,892,338
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$ 7,552,485	\$ 7,496,678	\$ 7,950,354	\$ 9,259,206	\$ 8,802,272	\$ 9,178,697	\$ 9,391,344	\$ 11,395,670	\$ 12,481,923	\$ 10,864,478
Public safety	4,913,124	5,125,847	5,618,969	6,784,548	6,851,973	6,361,867	7,481,550	7,807,095	15,064,367	6,587,658
Public ways and facilities	11,013,797	7,997,349	8,565,624	12,763,442	11,089,762	10,196,763	12,091,444	16,519,809	10,569,175	37,036,449
Community services	4,119,947	4,986,243	4,552,806	6,861,396	8,290,473	7,536,644	12,773,201	14,818,895	10,501,091	18,319,974
Culture and recreation	6,244,176	4,966,763	6,198,906	10,852,607	10,278,413	9,682,333	10,555,274	14,863,977	15,197,394	4,355,527
Operating grants and contributions	2,631,565	2,354,928	2,233,379	2,774,627	3,673,894	3,803,337	4,044,265	4,415,825	5,195,430	16,427,409
Capital grants and contributions	14,275,960	11,437,916	14,891,177	10,798,615	30,603,509	32,124,684	26,614,932	28,053,482	38,782,252	21,541,584
Total gov't activities program revenue	50,751,054	44,365,724	50,011,215	60,094,441	79,590,296	78,884,325	82,952,010	97,874,753	107,791,632	115,133,079
Business-type activities:										
Charges for services:										
Water	13,105,941	12,205,895	13,605,851	14,119,233	13,912,610	15,561,068	17,988,487	17,280,478	18,889,282	20,610,660
Sewer	6,163,970	6,278,631	6,531,021	6,780,004	6,734,594	7,459,060	8,486,879	8,621,943	11,698,877	12,086,657
Solid Waste	10,362,825	10,620,422	10,957,586	10,840,441	10,939,391	11,774,722	15,206,531	19,705,286	23,945,238	27,097,615
Transit	(1) 677,295	623,745	604,935	591,905	285,158	-	-	-	-	-
Facilities augmentation	-	-	-	-	-	-	-	-	-	-
Recreation	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	5,947,821	6,997,288	7,946,673	6,603,611	4,958,663	1,651,781	1,876,254	2,512,675	2,740,748	4,872,950
Capital grants and contributions	554,070	786,090	4,834,197	1,746,682	25,829,934	10,145,979	8,101,825	1,482,225	8,838,335	6,392,764
Total business-type activities	36,811,922	37,512,071	44,480,263	40,681,876	62,660,350	46,592,610	51,659,976	49,602,607	66,112,480	71,060,646
Total primary gov't program revenues	\$ 87,562,976	\$ 81,877,795	\$ 94,491,478	\$ 100,776,317	\$ 142,250,646	\$ 125,476,935	\$ 134,611,986	\$ 147,477,360	\$ 173,904,112	\$ 186,193,725

Schedule 2  
CITY OF FOLSOM, CALIFORNIA  
Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)



	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (45,096,229)	\$ (54,072,185)	\$ (55,250,030)	\$ (58,639,866)	\$ (35,826,827)	\$ (52,595,239)	\$ (52,356,048)	\$ (28,642,754)	\$ (36,642,707)	\$ (46,889,631)
Business-type activities	6,923,222	5,923,732	12,717,297	5,768,466	28,205,851	12,165,385	15,810,913	14,350,767	24,289,951	21,191,018
<b>Total primary gov't net (exp)/rev</b>	<b>\$ (38,173,007)</b>	<b>\$ (48,148,453)</b>	<b>\$ (42,532,733)</b>	<b>\$ (52,871,400)</b>	<b>\$ (7,620,976)</b>	<b>\$ (40,429,854)</b>	<b>\$ (36,545,135)</b>	<b>\$ (14,291,987)</b>	<b>\$ (12,352,756)</b>	<b>\$ (25,698,613)</b>

**General Revenue and Other changes in Net Position**

Government activities:										
Taxes										
Property	\$ 20,169,495	\$ 21,732,471	\$ 23,301,973	\$ 24,537,819	\$ 26,669,899	\$ 28,803,455	\$ 31,253,436	\$ 33,225,451	\$ 37,224,284	\$ 41,045,572
Sales and use	19,386,661	22,168,300	24,721,293	22,294,827	25,359,293	22,616,404	25,846,985	27,900,779	28,102,378	27,636,132
Other	2,860,264	3,202,564	3,716,243	3,820,424	4,070,333	3,116,568	2,867,348	4,949,172	4,760,019	4,527,162
Payments in lieu of services	-	-	-	-	-	-	-	-	-	-
Vehicle License Fees	-	-	-	-	-	-	-	-	-	-
Investments earnings (loss)	423,710	7,220,125	(2,344,854)	(3,666,825)	11,463,007	3,583,755	16,572,391	(47,159,517)	5,622,881	12,203,978
Miscellaneous	1,921,290	2,764,118	2,189,407	4,408,453	1,922,130	2,887,613	1,962,835	1,866,914	5,318,770	1,947,816
Gain/(loss) on disp of cap assets	96,858	168,454	-	-	-	-	-	-	-	-
Transfers	2,599,139	2,600,454	2,869,992	3,008,033	3,003,762	2,580,627	2,767,096	3,242,412	3,167,117	3,197,412
Special Items:										
Gain on dissolution of RDA	-	-	-	-	-	-	-	-	-	-
Xfer Asset from Successor Agency (1)	-	381,150	-	9,812,877	-	-	-	-	-	-
Xfer Asset from Transit to City (1)	-	-	-	-	290,936	-	-	-	-	-
<b>Total governmental activities</b>	<b>47,457,417</b>	<b>60,237,636</b>	<b>54,454,054</b>	<b>64,215,608</b>	<b>72,779,360</b>	<b>63,588,422</b>	<b>81,270,091</b>	<b>24,025,211</b>	<b>84,195,449</b>	<b>90,558,072</b>
Business-type activities:										
Investment earnings	220,380	501,674	205,005	187,322	1,367,314	1,231,207	198,962	(1,247,148)	1,327,294	4,224,861
Transfers	(2,599,139)	(2,600,454)	(2,869,992)	(3,008,033)	(3,003,762)	(2,580,627)	(2,767,096)	(3,242,412)	(3,167,117)	(3,197,412)
Special Items:										
Annexation of Transit Services (1)	-	-	-	-	542,935	-	-	-	-	-
Transfer of Assets-Transit to City (1)	-	-	-	-	(290,936)	-	-	-	-	-
<b>Total business-type activities</b>	<b>(2,378,759)</b>	<b>(2,098,780)</b>	<b>(2,664,987)</b>	<b>(2,820,711)</b>	<b>(1,384,449)</b>	<b>(1,349,420)</b>	<b>(2,568,134)</b>	<b>(4,489,560)</b>	<b>(1,839,823)</b>	<b>1,027,449</b>
<b>Total primary government</b>	<b>\$ 45,078,658</b>	<b>\$ 58,138,856</b>	<b>\$ 51,789,067</b>	<b>\$ 61,394,897</b>	<b>\$ 71,394,911</b>	<b>\$ 62,239,002</b>	<b>\$ 78,701,957</b>	<b>\$ 19,535,651</b>	<b>\$ 82,355,626</b>	<b>\$ 91,585,521</b>

**Change in Net Position**

Governmental activities	2,361,188	6,165,451	(795,976)	6,495,817	36,952,533	10,993,183	28,914,043	(4,617,543)	47,552,742	43,668,441
Business-type activities	4,544,463	3,824,952	10,052,310	2,947,755	26,821,402	10,815,965	13,242,779	9,861,207	22,450,128	22,218,467
<b>Total Primary Government</b>	<b>\$ 6,905,651</b>	<b>\$ 9,990,403</b>	<b>\$ 9,256,334</b>	<b>\$ 9,443,572</b>	<b>\$ 63,773,935</b>	<b>\$ 21,809,148</b>	<b>\$ 42,156,822</b>	<b>\$ 5,243,664</b>	<b>\$ 70,002,870</b>	<b>\$ 65,886,908</b>
<b>Net Position beginning of Year</b>	<b>436,625,942</b>	<b>456,469,616</b>	<b>466,460,019</b>	<b>377,597,129</b>	<b>387,040,701</b>	<b>450,814,636</b>	<b>472,623,784</b>	<b>514,780,606</b>	<b>520,024,270</b>	<b>590,027,140</b>
(as restated in prior fiscal years)										
<b>Net Position End of Year</b>	<b>\$ 443,531,593</b>	<b>\$ 466,460,019</b>	<b>\$ 475,716,353</b>	<b>\$ 387,040,701</b>	<b>\$ 450,814,636</b>	<b>\$ 472,623,784</b>	<b>\$ 514,780,606</b>	<b>\$ 520,024,270</b>	<b>\$ 590,027,140</b>	<b>\$ 655,914,048</b>

Source: The City's Comprehensive Annual Financial Reports

(1) Transit operations were annexed by the Sacramento Regional Transit District effective 02-04-2019

**Schedule 3**  
**CITY OF FOLSOM, CALIFORNIA**  
**Fund Balances, Governmental Funds,**  
**Fiscal Year 2024, With Ten Year Trend Analysis**  
**(modified accrual basis of accounting)**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
<b>General Fund</b>					
Reserved					
Unreserved					
Nonspendable	339,494	400,319	448,971	442,084	1,105,568
Assigned	740,393	1,234,023	1,201,309	1,869,501	2,214,552
Unassigned	8,157,227	10,950,323	15,536,918	15,699,123	20,349,892
Total Fund Balance	<u>\$ 9,237,114</u>	<u>\$ 12,584,665</u>	<u>\$ 17,187,198</u>	<u>\$ 18,010,708</u>	<u>\$ 23,670,012</u>
<b>All Other Governmental Funds</b>					
Reserved					
Unreserved					
Nonspendable	268,396	398,396	428,782	429,294	434,118
Restricted	152,093,714	170,205,119	157,036,583	195,058,817	187,443,271
Committed	3,663,039	3,581,269	3,690,161	5,201,522	5,425,995
Assigned	3,236,609	3,160,859	3,309,690	3,587,539	11,369,695
Unassigned	(516,671)	(968,842)	(1,150,620)	(847,149)	1,790,354
Total Fund Balance	<u>\$ 158,745,087</u>	<u>\$ 176,376,801</u>	<u>\$ 163,314,596</u>	<u>\$ 203,430,023</u>	<u>\$ 206,463,433</u>
	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
<b>General Fund</b>					
Nonspendable	903,432	455,628	660,464	1,507,764	1,577,071
Restricted	-	-	-	-	1,152,276
Assigned	1,018,076	1,813,094	2,998,099	6,294,654	6,723,071
Unassigned	13,776,114	19,200,703	23,260,485	22,961,939	24,941,979
Total Fund Balance	<u>\$ 15,697,622</u>	<u>\$ 21,469,425</u>	<u>\$ 26,919,048</u>	<u>\$ 30,764,357</u>	<u>\$ 34,394,397</u>
<b>All Other Governmental Funds</b>					
Nonspendable	442,345	452,584	455,583	463,719	480,930
Restricted	224,721,017	270,720,065	257,561,870	304,042,368	353,732,896
Committed	5,728,164	5,785,155	5,349,293	6,388,285	4,240,551
Assigned	3,444,634	3,493,384	3,512,989	3,566,549	553,733
Unassigned	(1,165,190)	(1,586,720)	(522,789)	(349,182)	(116,241)
Total Fund Balance	<u>\$ 233,170,970</u>	<u>\$ 278,864,468</u>	<u>\$ 266,356,946</u>	<u>\$ 314,111,739</u>	<u>\$ 358,891,869</u>

Source: The City's Comprehensive Annual Financial Reports

This page has been intentionally left blank.

**Schedule 4**  
**CITY OF FOLSOM, CALIFORNIA**  
**Changes in Fund Balances, Governmental Funds**  
**Fiscal Year 2024, With Ten Year Trend Analysis**  
**(modified accrual basis of accounting)**

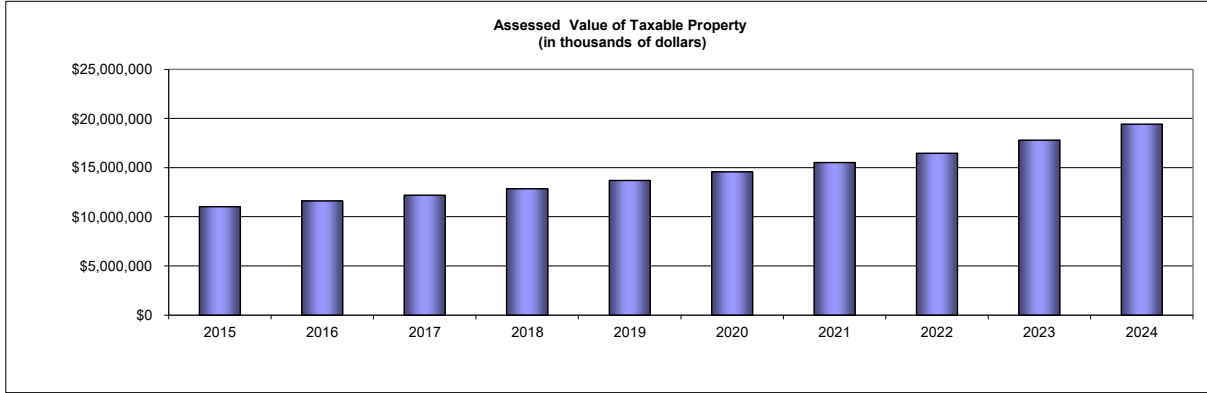
<b>Revenue</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
Taxes	\$ 42,416,420	\$ 47,103,335	\$ 51,739,509	\$ 50,653,070	\$ 56,099,525
Licenses, fees and permits	2,128,623	2,098,807	2,171,246	2,775,305	3,070,682
Vehicle License fees	5,596,355	5,895,909	6,065,568	6,484,423	6,902,484
Intergovernmental revenue	16,049,283	12,819,545	15,233,546	12,347,078	14,273,982
Charges for services	23,823,594	20,388,258	22,787,464	36,304,402	33,058,288
Fines and penalties	776,554	729,673	954,261	921,339	2,275,631
Assessment collections	1,518,403	1,460,233	908,120	35,728	5,807
Investment earnings (loss)	395,293	7,068,427	(2,356,010)	(3,655,867)	11,010,736
Miscellaneous	1,921,290	2,764,118	2,189,407	2,618,452	1,922,131
<b>Total revenue</b>	<b>\$ 94,625,815</b>	<b>\$ 100,328,305</b>	<b>\$ 99,693,111</b>	<b>\$ 108,483,930</b>	<b>\$ 128,619,266</b>
<b>Expenditures</b>					
General government	\$ 17,920,405	\$ 17,392,563	\$ 17,718,687	\$ 18,859,432	\$ 14,700,625
Public safety	32,467,605	34,351,734	37,299,200	37,216,488	42,122,571
Public ways and facilities	11,803,873	10,763,219	10,546,397	12,921,054	12,167,798
Community services	3,582,489	3,975,512	4,722,516	6,196,867	6,719,373
Culture and recreations	11,971,798	12,850,827	13,387,547	14,349,508	15,139,603
Capital outlay	5,597,833	6,833,189	9,921,548	18,189,160	16,002,288
Debt Service:					
Principal	12,879,056	11,090,135	12,600,203	8,027,092	10,206,479
Interest and fiscal charges	5,826,718	5,119,301	4,835,589	2,540,176	4,642,841
Cost of issuance	-	-	-	-	-
<b>Total expenditures</b>	<b>\$ 102,049,777</b>	<b>\$ 102,376,480</b>	<b>\$ 111,031,687</b>	<b>\$ 118,299,777</b>	<b>\$ 121,701,578</b>
Excess of revenue over (under) expenditures	\$ (7,423,962)	\$ (2,048,175)	\$ (11,338,576)	\$ (9,815,847)	\$ 6,917,688
<b>Other Financing Sources (Uses)</b>					
Issuance of debt	-	6,675,000	-	88,670,000	-
Bonds defeased	-	-	-	-	-
Issuance of loan	-	-	-	1,790,000	-
Bond premium	-	-	-	-	-
Payment to refunded escrow agent	-	-	-	(52,535,000)	-
SBITA proceeds	-	-	-	-	-
Transfers in	6,704,387	6,439,736	6,331,555	8,063,764	7,572,261
Transfers out	(3,654,887)	(3,025,319)	(3,452,651)	(5,046,857)	(5,797,235)
<b>Total other financing sources (Uses)</b>	<b>\$ 3,049,500</b>	<b>\$ 10,089,417</b>	<b>\$ 2,878,904</b>	<b>\$ 40,941,907</b>	<b>\$ 1,775,026</b>
<b>Net change in fund balances</b>	<b>\$ (4,374,462)</b>	<b>\$ 8,041,242</b>	<b>\$ (8,459,672)</b>	<b>\$ 31,126,060</b>	<b>\$ 8,692,714</b>
Debt services as a percentage of non-capital expenditures	19.6%	17.0%	17.3%	10.6%	14.0%

Source: The City's Comprehensive Annual Financial Reports

**Schedule 4**  
**CITY OF FOLSOM, CALIFORNIA**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

2020	2021	2022	2023	2024	Revenue
\$ 54,536,426	\$ 59,967,769	\$ 66,075,401	\$ 70,086,681	\$ 73,208,867	Taxes
3,425,992	4,248,555	4,302,902	4,017,997	4,983,299	Licenses, fees and permits
7,357,030	7,823,848	8,342,739	8,998,734	9,829,629	Vehicle License fees
12,617,895	22,156,779	29,974,236	26,895,559	27,182,742	Intergovernmental revenue
29,788,664	35,282,381	45,934,547	46,419,808	55,533,132	Charges for services
2,384,362	4,937,421	6,824,646	4,377,342	6,523,222	Fines and penalties
254	609	611	69	(179)	Assessment collections
3,150,904	16,608,400	(46,784,425)	5,425,622	12,210,484	Investment earnings (loss)
2,887,614	1,962,835	1,857,797	5,318,770	1,550,737	Miscellaneous
<u>\$ 116,149,141</u>	<u>\$ 152,988,597</u>	<u>\$ 116,528,454</u>	<u>\$ 171,540,582</u>	<u>\$ 191,021,933</u>	Total revenue
					<b>Expenditures</b>
\$ 21,910,491	\$ 18,108,326	\$ 17,798,781	\$ 20,016,712	\$ 20,722,610	General government
44,678,765	46,221,823	49,366,108	49,716,290	54,769,982	Public safety
12,642,949	15,475,320	15,078,169	18,451,784	17,279,248	Public ways and facilities
6,968,176	6,825,605	8,014,879	9,175,089	8,601,565	Community services
14,182,818	14,609,268	15,356,976	14,416,294	19,026,607	Culture and recreations
13,282,395	9,667,003	21,483,042	18,440,337	25,028,245	Capital outlay
					Debt Service:
9,027,004	6,229,787	6,264,954	7,319,407	4,951,867	Principal
4,935,225	5,044,609	5,606,210	6,297,360	6,593,807	Interest and fiscal charges
-	-	-	-	-	Cost of issuance
<u>\$ 127,627,823</u>	<u>\$ 122,181,741</u>	<u>\$ 138,969,119</u>	<u>\$ 143,833,273</u>	<u>\$ 156,973,931</u>	Total expenditures
\$ (11,478,682)	\$ 30,806,856	\$ (22,440,665)	\$ 27,707,309	\$ 34,048,002	Excess of revenue over (under) expenditures
					<b>Other Financing Sources (Uses)</b>
23,735,000	24,740,000	11,855,000	20,655,000	10,884,783	Issuance of debt
-	(9,325,000)	-	-	-	Bonds defeased
-	-	-	-	-	Issuance of loan
3,322,109	1,769,349	275,791	(39,146)	-	Bond premium
-	-	-	-	-	Payment to refunded escrow agent
-	-	-	-	501,083	SBITA proceeds
6,603,421	5,784,353	4,589,055	4,454,442	4,056,639	Transfers in
(3,446,701)	(2,310,257)	(1,337,080)	(1,177,504)	(1,080,338)	Transfers out
<u>\$ 30,213,829</u>	<u>\$ 20,658,445</u>	<u>\$ 15,382,766</u>	<u>\$ 23,892,792</u>	<u>\$ 14,362,167</u>	Total other financing sources (Uses)
<u>\$ 18,735,147</u>	<u>\$ 51,465,301</u>	<u>\$ (7,057,899)</u>	<u>\$ 51,600,101</u>	<u>\$ 48,410,169</u>	Net change in fund balances
12.2%	10.0%	10.1%	10.9%	8.8%	Debt services as a percentage of non-capital expenditures

Schedule 5  
CITY OF FOLSOM, CALIFORNIA  
Assessed Value and Estimated Actual Value of Taxable Property  
Fiscal Year 2024, With Ten Year Trend Analysis  
(in thousands of dollars)



Fiscal Year Ended June 30	Residential Property	Commercial Property	Industrial Property	Other (1)	Unsecured Property	Less Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate (2)	Estimated Actual Taxable Value	Factor of Taxable Assessed Value
2015	\$ 7,863,637	\$ 2,133,511	\$ 161,792	\$ 894,465	\$ 311,204	\$ 333,742	\$ 11,030,867	1.3325	\$ 12,864,274 (3)	1.166207 (3)
2016	8,227,029	2,206,981	162,828	1,021,962	367,993	356,949	11,629,844	1.4196	13,598,364 (3)	1.169265 (3)
2017	8,671,194	2,315,233	162,343	1,076,357	364,265	370,001	12,219,391	1.4648	13,550,693 (3)	1.108950 (3)
2018	9,209,650	2,467,359	166,859	1,091,858	348,764	426,578	12,857,912	1.4970	15,154,811 (3)	1.178637 (3)
2019	9,709,630	2,665,776	170,999	1,223,745	379,698	443,387	13,706,461	1.4982	16,490,101 (3)	1.203090 (3)
2020	10,495,984	2,889,095	195,961	1,075,127	381,060	456,789	14,580,438	1.4956	17,358,468 (3)	1.190531 (3)
2021	10,765,538	2,918,956	182,606	1,742,550	390,843	485,246	15,515,246	1.4894	17,852,872 (3)	1.150666 (3)
2022	12,543,846	3,152,961	216,994	698,215	370,098	494,765	16,487,349	1.6812	20,577,004 (3)	1.248048 (3)
2023	13,130,722	3,059,491	229,898	1,439,772	463,096	500,143	17,822,836	1.5604	24,465,087 (3)	1.372682 (3)
2024	15,143,819	1,528,058	246,487	2,734,484	531,268	729,397	19,454,719	1.4712	25,248,459 (3)	1.297806 (3)

Source: County Assessor data, Avenu Insights & Analytics.

(1) Other property includes unitary in the amount of \$154,000.

(2) Total direct tax rate is represented by Tax Rate Areas 04-000 04-004 and 04-027

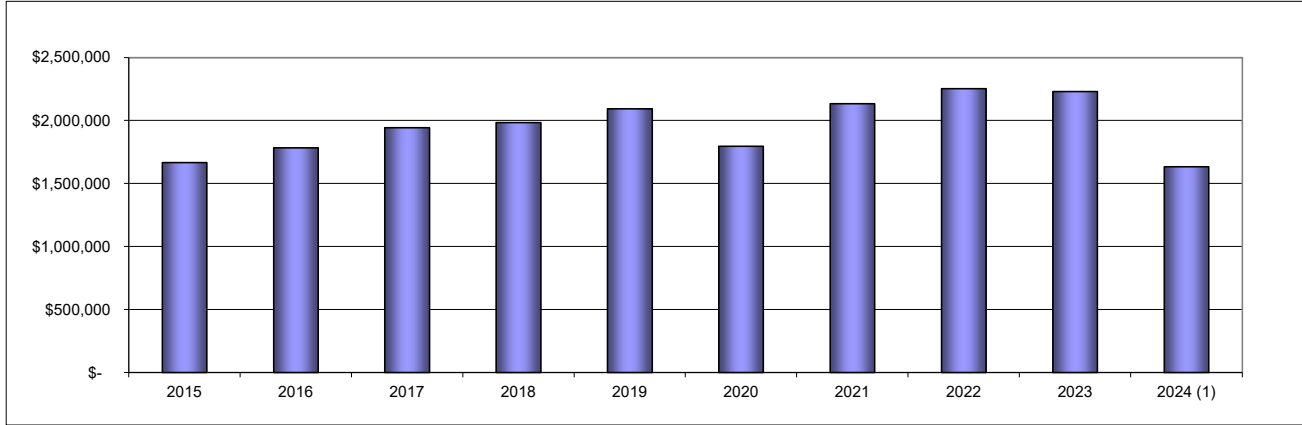
(3) As of 2012-13, Estimated Actual Value is being calculated and reported in compliance with GASB No. 44 guidelines.

Estimated Actual Value is derived from a series of calculations comparing median assessed values from 1940 to current median sale prices.

Based on these calculations a multiplier value was extrapolated and applied to current assessed values.

Note: In 1978, California voters passed Proposition 13, which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an inflation factor (limited to a maximum increase of 2%). With few exceptions, property is only reassessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

**Schedule 5A**  
**CITY OF FOLSOM CALIFORNIA**  
**Taxable Transactions by Category**  
**Fiscal Year 2024, With Ten Year Trend Analysis**  
**(Taxable transactions in thousands of dollars)**



	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024 (1)
Motor Vehicle and Parts Dealers	\$ 460,449	\$ 466,504	\$ 485,631	\$ 491,987	\$ 494,930	\$ 489,842	\$ 575,818	\$ 556,985	\$ 585,748	\$ 466,390
Home furnishings and appliances	82,252	96,706	93,502	92,162	95,168	86,538	97,158	95,165	84,794	55,182
Bld Matri and Garden Equip	102,469	108,524	110,962	115,803	116,980	143,114	147,470	143,302	133,934	97,266
Food and Beverage Stores	79,806	81,880	85,460	89,824	78,242	86,569	89,034	90,881	91,293	66,413
Gasoline Stations	69,997	64,270	73,240	82,738	93,517	59,380	86,780	110,428	99,114	73,188
Clothing & Clothing Accessories	152,903	177,476	179,489	183,062	182,119	123,108	180,677	184,492	182,602	124,892
General merchandise stores	235,840	234,505	304,177	324,505	334,005	310,201	365,302	421,359	391,032	266,984
Food Services and Drinking Places	175,325	188,911	202,655	210,940	222,864	170,535	237,024	268,313	286,613	223,657
Other retail stores	135,499	131,765	128,316	130,431	123,931	110,499	137,782	139,067	131,717	89,127
Subtotal retail	1,494,540	1,550,541	1,663,432	1,721,452	1,741,756	1,579,786	1,917,045	2,009,992	1,986,847	1,463,099
All other outlets	171,928	232,418	280,610	262,345	351,655	215,604	217,177	243,334	242,461	170,117
Total	\$ 1,666,468	\$ 1,782,959	\$ 1,944,042	\$ 1,983,797	\$ 2,093,411	\$ 1,795,390	\$ 2,134,222	\$ 2,253,326	\$ 2,229,308	\$ 1,633,216

Sources: State Board of Equalization (BOE), California Department of Tax and Fee Administration (CDTFA)

(1) Since 2017, taxable transactions information is available via the CDTFA. Information only available through third quarter of 2024.

**Schedule 6**  
**CITY OF FOLSOM, CALIFORNIA**  
**Direct and Overlapping Property Tax Rates**  
**Fiscal Year 2024, With Ten Year Trend Analysis**  
**(rate per \$100 of assessed value)**

	County District Rates				School District, Bonds & Assessments					
	Basic County, City, School Levy	Sacramento Regional County Sanitation	Sacramento County Bonds	Total District Rates	General Obligation - School Districts (1)	Los Rios Community College	Folsom Cordova Bond Area #2	Folsom Cordova Bond Area #3	Folsom Cordova Bond Area #5	San Juan Unified Bond
2015	1.0000	0.0000	0.0000	1.0000	.0000 - .0133	0.0111	0.0343	0.1229	0.0000	0.1509
2016	1.0000	0.0000	0.0000	1.0000	.0000 - .0369	0.0273	0.031	0.1129	0.0568	0.1547
2017	1.0000	0.0000	0.0000	1.0000	.0000 - .0219	0.0423	0.0584	0.1259	0.0641	0.1522
2018	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0390	0.0516	0.1878	0.0071	0.2115
2019	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0393	0.0562	0.1451	0.0583	0.1993
2020	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0696	0.058	0.1366	0.0543	0.1793
2021	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0223	0.0254	0.2065	0.0543	0.1809
2022	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0249	0.0247	0.3881	0.0548	0.1887
2023	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0226	0.0217	0.2758	0.053	0.1873
2024	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0192	0.0206	0.2063	0.0519	0.1732

Source: Sacramento County, Department of Finance, Auditor-Controller; Avenu Insights & Analytics

(1) Compilation of Tax Rates represent the low and high end.

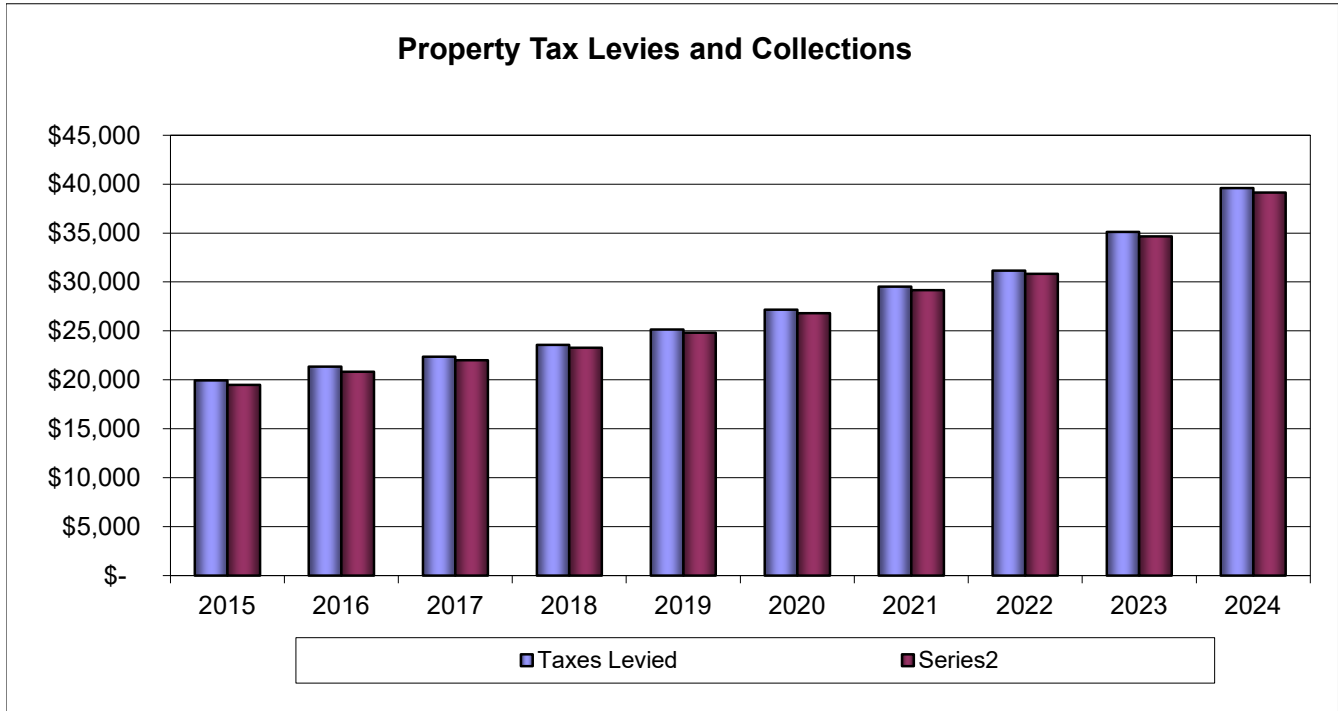
Note: In 1978, California voters passed Proposition 13, which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an inflation factor (limited to a maximum increase of 2%). With few exceptions, property is only reassessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

**Schedule 7**  
**CITY OF FOLSOM, CALIFORNIA**  
**Principal Property Tax Payers**  
**Fiscal Year 2024, And Nine Years Ago**  
**(in thousands of dollars)**

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	Percentage Of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage Total Taxable Assessed Value
Intel Corp	\$ 808,489	1	4.16%	\$ 572,724	1	5.19%
Prime Falls LLC	210,000	2	1.08%	-		0.00%
Broadstone Land LLC	161,659	3	0.83%	106,620	2	0.97%
Pique Apts LLC	119,440	4	0.61%	-		0.00%
Toll West Inc.	106,811	5	0.55%	-		0.00%
Talavera Ridge Apts LP	99,922	6	0.51%	-		0.00%
SK Hynix Nand Products Solutio	95,130	7	0.49%	-		0.00%
Folsom Residences LLC	78,479	8	0.40%	-		0.00%
KB Parkshore Dst	73,593	9	0.38%	-		0.00%
Chelsea Financing Partnership	72,481	10	0.37%	61,585	4	0.56%
Kaiser Foundation Hospitals	-			85,269	3	0.77%
Kikkoman Foods Inc.	-			60,760	5	0.55%
Spectrum Waples Street LP	-			60,202	6	0.55%
Overlook At Blue Ravine LLC	-			53,575	7	0.49%
Sherwood Iron Point LP	-			52,838	8	0.48%
CW Parkshore Plaza LLC	-			48,389	9	0.44%
Broadstone Market Place LLC	-			46,064	10	0.42%
Total	<u>\$ 1,826,004</u>		<u>9.39%</u>	<u>\$ 1,148,026</u>		<u>10.42%</u>

Sources: Avenu Insights & Analytics, Sacramento County Assessor Combined Tax Rolls

**Schedule 8**  
**CITY OF FOLSOM, CALIFORNIA**  
**Property Tax Levies and Collections**  
**Fiscal Year 2024, With Ten Year Trend Analysis**  
**(in thousands of dollars)**



Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy	
		Amount	Percent of Levy (1)
2015	\$ 19,960	\$ 19,481	97.60%
2016	21,367	20,819	97.44%
2017	22,377	22,002	98.32%
2018	23,564	23,269	98.75%
2019	25,161	24,833	98.70%
2020	27,189	26,813	98.62%
2021	29,518	29,170	98.82%
2022	31,175	30,836	98.91%
2023	35,127	34,675	98.71%
2024	39,600	39,164	98.90%

Source: County of Sacramento, Department of Finance, Tax Accounting Bureau

- (1) The City of Folsom participates in an alternative method of property tax apportionment permitted by the State Revenue and Taxation Code, Section 4701, more commonly known as the "Teeter Plan". Under this plan, current secured real property tax levies are distributed by Sacramento County to the City as if the taxes had been collected in full. In return, the County retains all rights to collect any delinquencies and subsequent penalties and interest. Thus, under the Teeter Plan, the City receives 100% of all secured real property taxes levied.

This page has been intentionally left blank.

**Schedule 9**  
**CITY OF FOLSOM, CALIFORNIA**  
**Ratio of Outstanding Debt by Type**  
**Fiscal Year 2024, With Ten Year Trend Analysis**

	2015	2016	2017	2018	2019
<b>Governmental Activities</b>					
General Obligation Bonds	\$ 3,760,000	\$ 2,315,000	\$ 825,000	\$ -	\$ -
FPFA Revenue Bonds	104,491,230	103,207,933	93,841,368	124,427,251	114,621,540
City Hall & Fire Station Lease Obligation	6,113,936	4,640,514	3,117,370	1,692,207	1,526,817
Long-Term Loan	-	-	-	1,628,000 <sup>(1)</sup>	1,221,000
Add: Discounts/premiums, net	-	-	-	-	4,295,904
Capital Leases	1,901,301	1,687,885	1,467,391	1,239,579	1,004,201
<b>Business-Type Activities</b>					
Revenue Bonds	\$ 24,352,781	\$ 23,181,993	\$ 21,973,818	\$ 20,725,423	\$ 19,438,757
Add: Issue Discount/prem, net	-	-	-	-	37,116
<b>Total Primary Government</b>	<b>\$ 140,619,248</b>	<b>\$ 135,033,325</b>	<b>\$ 121,224,947</b>	<b>\$ 149,712,460</b>	<b>\$ 142,145,335</b>
Percentage of Personal Income	Not available	Not available	Not available	Not available	Not available
Per Capita	2,016	1,872	1,652	2,036	1,909
Population	69,737	72,131	73,389	73,521	74,479

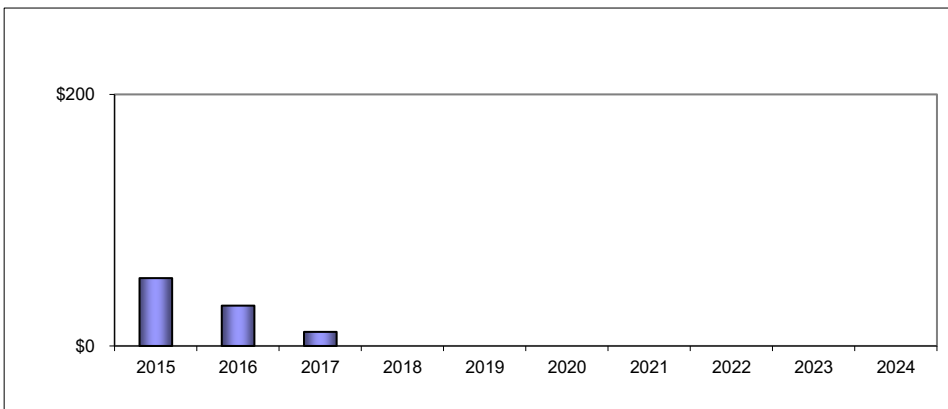
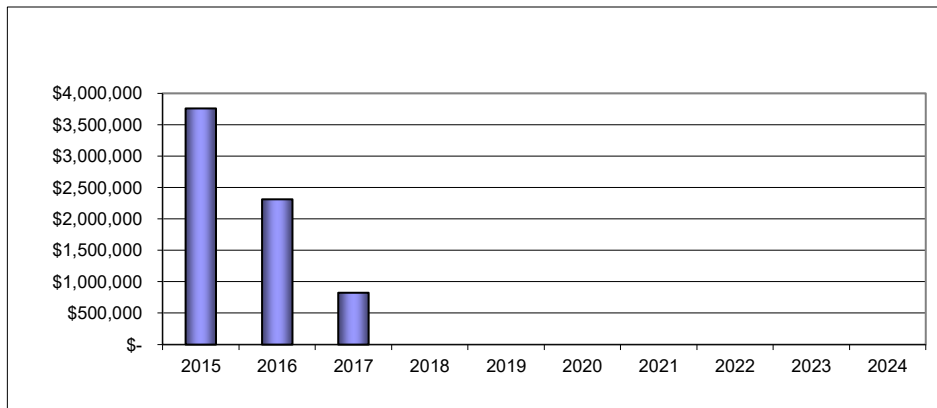
Sources: The City's Comprehensive Annual Financial Reports; State Department of Finance

(1) Long-Term Loan amount in 2018 was corrected to \$1,628,000

**Schedule 9**  
**CITY OF FOLSOM, CALIFORNIA**  
**Ratio of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

2020	2021	2022	2023	2024	
					<b>Governmental Activities</b>
\$ -	\$ -	\$ -	\$ -	\$ -	General Obligation Bonds
129,744,921	139,355,207	145,385,000	159,030,000	165,795,000	FPFA Revenue Bonds
					City Hall & Fire Station Lease
1,354,632	1,180,846	1,000,748	814,635	622,815	Obligation
1,235,739	563,431	-	-	-	Long-Term Loan
7,446,331	8,933,261	8,867,655	8,477,920	8,089,495	Add: Discounts/premiums, net
761,001	509,714	250,065	126,771	126,771	Capital Leases
					<b>Business-Type Activities</b>
\$ 17,319,283	\$ 16,291,000	\$ 14,868,000	\$ 13,415,000	\$ 11,921,000	Revenue Bonds
1,023,938	910,167	796,396	682,625	568,854	Add: Issue Discount/prem, net
<u>\$ 158,885,845</u>	<u>\$ 167,743,626</u>	<u>\$ 171,167,864</u>	<u>\$ 182,546,951</u>	<u>\$ 187,123,935</u>	<b>Total Primary Government</b>
Not available	Not available	Not available	Not available	Not available	Percentage of Personal Income
2,089	2,152	2,146	2,246	2,243	Per Capita
76,065	77,942	79,758	81,278	83,443	Population

**Schedule 10**  
**CITY OF FOLSOM, CALIFORNIA**  
**Ratios of General Bonded Debt Outstanding**  
**Fiscal Year 2024, With Ten Year Trend Analysis**



Fiscal Year	General Bonded Debt Outstanding			Percent of Assessed Value of Property (1)	Per Capita (2)	Population (3)
	General Obligation Bonds	Redevelopment Bonds	Total			
2015	\$ 3,760,000	\$ -	\$ 3,760,000	0.03%	53.92	69,737
2016	2,315,000	-	2,315,000	0.02%	32.09	72,131
2017	825,000	-	825,000	0.01%	11.24	73,389
2018	-	-	-	0.00%	-	73,521
2019	-	-	-	0.00%	-	74,479
2020	-	-	-	0.00%	-	76,065
2021	-	-	-	0.00%	-	77,942
2022	-	-	-	0.00%	-	79,758
2023	-	-	-	0.00%	-	81,278
2024	-	-	-	0.00%	-	83,443

Source: The City's Comprehensive Annual Financial Reports

(1) See Schedule 5 for property value data.

(2) Population data can be found in Schedule 14.

(3) Population figures used for per capita calculation excludes the inmate population at Folsom Prison.

**Schedule 11**  
**CITY OF FOLSOM, CALIFORNIA**  
**Computation of Direct and Overlapping**  
**Fiscal Year 2024**

2023-24 Assessed Valuation: \$19,547,855,189

	Total Debt 6/30/2024	% Applicable (1)	City's Share of Debt 6/30/24
<b><u>DIRECT &amp; OVERLAPPING TAX AND ASSESSMENT DEBT:</u></b>			
Los Rios Community College District	\$399,905,000	7.348%	\$29,385,019
Folsom Cordova Unified School District School Facilities Improvement District No. 2	10,102,054	99.762	10,078,011
Folsom Cordova Unified School District School Facilities Improvement District No. 3	182,202,919	52.600	95,838,735
Folsom Cordova Unified School District School Facilities Improvement District No. 5	176,155,000	99.981	176,121,531
San Juan Unified School District	726,020,411	0.646	4,690,092
Special District 1915 Act Bonds (Estimate)	309,371,288	2.378-100.	7,126,034
<b>City of Folsom PFA Revenue Bonds &amp; Direct Borrowing and Placement Notes</b>	<b>177,548,000</b>	<b>100</b>	<b>177,548,000</b>
<b>TOTAL DIRECT &amp; OVERLAPPING TAX AND ASSESSMENT DEBT</b>			<b>\$500,787,422</b>
<b><u>DIRECT &amp; OVERLAPPING GENERAL FUND DEBT:</u></b>			
Sacramento County General Fund Obligations	\$104,675,553	8.822%	\$9,234,477
Sacramento County Pension Obligation Bonds	433,295,000	8.8220	38,225,285
Sacramento County Board of Education General Fund Obligations	1,645,000	8.8220	145,122
Sacramento Metropolitan Fire District General Fund Obligations	7,277,000	0.128	9,315
Sacramento Metropolitan Fire District Pension Obligation Bonds	22,935,000	0.128	29,357
<b>City of Folsom City Hall &amp; Fire Station Lease Obligation</b>	<b>622,815</b>	<b>100</b>	<b>622,815</b>
<b>City of Folsom Net Discounts/Premiums</b>	<b>8,477,920</b>	<b>100</b>	<b>8,477,920</b> (2)
<b>TOTAL GROSS DIRECT AND OVERLAPPING GENERAL FUND DEBT</b>			<b>\$56,744,291</b>
Less: Sacramento County supported obligations			975,762
<b>TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND DEBT</b>			<b>\$55,768,529</b>
<b><u>OVERLAPPING TAX INCREMENT DEBT (Successor Agency):</u></b>	<b>\$38,310,000</b>	<b>100%</b>	<b>\$38,310,000</b>
<b>TOTAL DIRECT DEBT</b>			<b>\$186,648,735</b>
<b>TOTAL GROSS OVERLAPPING DEBT</b>			<b>\$409,192,978</b>
<b>TOTAL NET OVERLAPPING DEBT</b>			<b>\$408,217,216</b>
<b>GROSS COMBINED TOTAL DEBT</b>			<b>\$595,841,713</b> (3)
<b>NET COMBINED TOTAL DEBT</b>			<b>\$594,865,951</b>

(1) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.

(2) As of 6/30/23.

(3) Excludes tax and revenue anticipation notes, enterprise revenue, and mortgage revenue and non-bonded capital lease obligations.

Ratios to 2023-24 Assessed Valuation

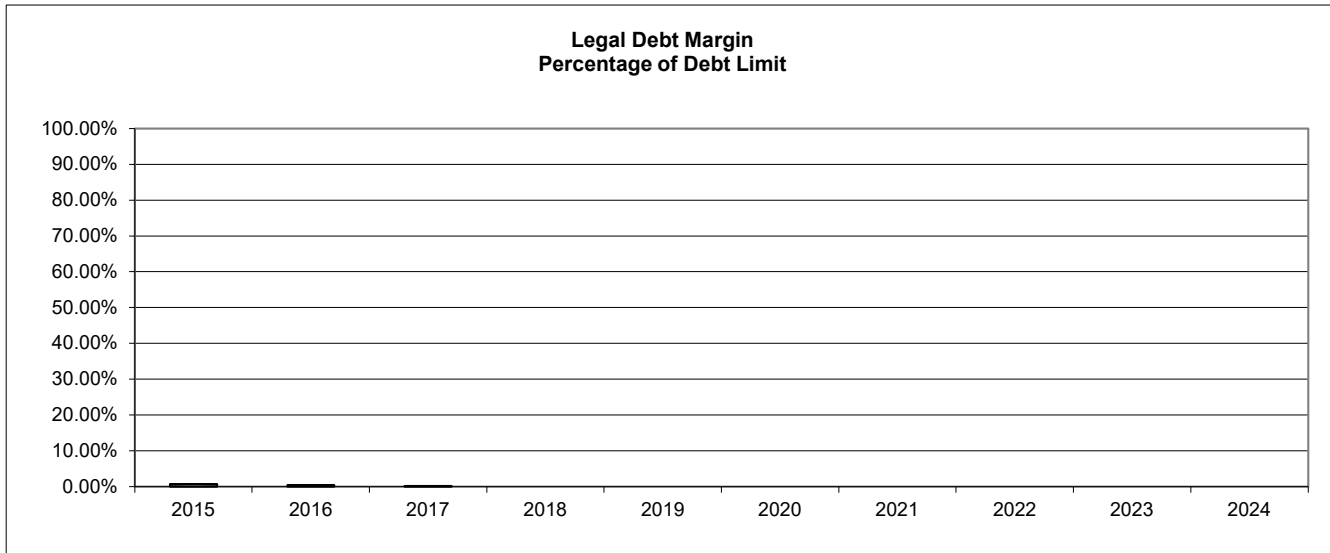
<b>Direct Debt (\$177,548,000)</b>	<b>0.91%</b>
Total Direct and Overlapping Tax and Assessment Debt	2.56%
<b>Total Direct Debt (\$186,648,735)</b>	<b>0.95%</b>
Gross Combined Total Debt	3.05%
Net Combined Total Debt	3.04%

Ratios to Redevelopment Successor Agency Incremental Valuation (\$1,257,916,105):

Total Overlapping Tax Increment Debt	3.05%
--------------------------------------	-------

Source: Avenue Insights & Analytics and California Municipal Statistics, Inc.

**Schedule 12**  
**CITY OF FOLSOM, CALIFORNIA**  
**Legal Debt Margin**  
**Fiscal Year 2024, With Ten Year Trend Analysis**  
**(in thousands of dollars)**



	Assessed Value	Debt Limit Percentage (1)	Debt Limit	Total net debt applicable to the limit as a percentage of debt limit	Legal debt margin	Total net debt applicable to the limit as a percentage of debt limit
2015	\$ 12,864,274	3.75%	\$ 482,410	\$ 3,760	\$ 478,650	0.78%
2016	13,598,364	3.75%	509,939	2,315	507,624	0.45%
2017	13,550,693	3.75%	508,151	825	507,326	0.16%
2018	15,154,811	3.75%	568,305	-	568,305	0.00%
2019	16,490,101	3.75%	618,379	-	618,379	0.00%
2020	17,358,468	3.75%	650,943	-	650,943	0.00%
2021	17,852,872	3.75%	669,483	-	669,483	0.00%
2022	20,577,004	3.75%	771,638	-	771,638	0.00%
2023	24,465,087	3.75%	917,441	-	917,441	0.00%
2024	25,248,459	3.75%	946,817	-	946,817	0.00%

Sources: The City's Comprehensive Annual Financial Reports; MuniServices

- (1) The California Government Code, Section 32605 provides for a legal debt limit of 15 % of gross assessed valuation. However, this provision was enacted when assessed valuation was based on 25% of market value. Effective fiscal year 1981-1982, each parcel is assessed at 100 % market value as of the most recent change of ownership for that parcel. Thus, the factor used to calculate the total net debt applicable to limit is 3.75% (25% \* 15%)

This page has been intentionally left blank.

**Schedule 13**  
**CITY OF FOLSOM, CALIFORNIA**  
**Pledge Revenue Bond Coverage**  
**Fiscal Year 2024, With Ten Year Trend Analysis**

	2015	2016	2017	2018	2019
<b>Water Revenue Bonds</b>					
Utility Services Charges	\$ 13,218,966	\$ 12,400,653	\$ 13,737,197	\$ 14,209,217	\$ 13,912,610
Inv. Income & Other					1,664,700
Less Operating Expense	8,945,873	8,230,547	8,571,343	9,611,666	10,016,691
Net Available Revenue	4,273,093	4,170,106	5,165,854	4,597,551	5,560,619
Debt Service-Principal	1,142,049	1,170,788	1,208,175	1,248,395	1,286,666
Debt Service-Interest	864,822	832,891	796,495	758,911	718,190
	\$ 2,006,871	\$ 2,003,679	\$ 2,004,670	\$ 2,007,306	\$ 2,004,856
Coverage	2.13	2.08	2.58	2.29	2.77
<b>Special Assessment &amp; Community Facility Bonds</b>					
Special Assessment Collections	15,706,798	16,152,972	15,611,680	15,115,858	15,415,808
Debt Service-Principal	9,463,202	9,480,329	10,932,664	7,113,480	10,965,665
Debt Service-Interest	5,790,222	5,507,126	4,868,399	3,623,570	5,032,461
	15,253,424	14,987,455	15,801,063	10,737,050	15,998,126
Coverage	1.03	1.08	0.99	1.41	0.96
<b>RDA/Successor Agency Tax Allocation Senior Lien Bond Coverage</b>					
Gross Tax Revenue	2,997,413	2,999,563	3,350,525	4,049,688	3,736,900
Debt Service-Principal	1,100,000	1,145,000	1,570,000	2,325,000	2,055,000
Debt Service-Interest	1,897,413	1,854,563	1,780,525	1,724,688	1,681,900
Coverage of Senior Debt	1.00	1.00	1.00	1.00	1.00
<b>RDA/Successor Agency Tax Allocation Subordinated Lien Bond Coverage</b>					
Net Tax Revenue Available for Subordinated Debt <sup>(1)</sup>	974,850	976,688	-	-	-
Debt Service - Principal	150,000	160,000	-	-	-
Debt Service - Interest	824,850	816,688	-	-	-
Coverage of Subordinated Debt	1.00	1.00	N/A	N/A	N/A
<b>RDA/Successor Agency Tax Allocation Housing Set-Aside Bond Coverage</b>					
Gross Tax Revenue		1,126,313	1,126,050	-	-
Debt Service-Principal		190,000	200,000	-	-
Debt Service-Interest		936,313	926,050	-	-
Coverage		1.00	1.00	N/A	N/A

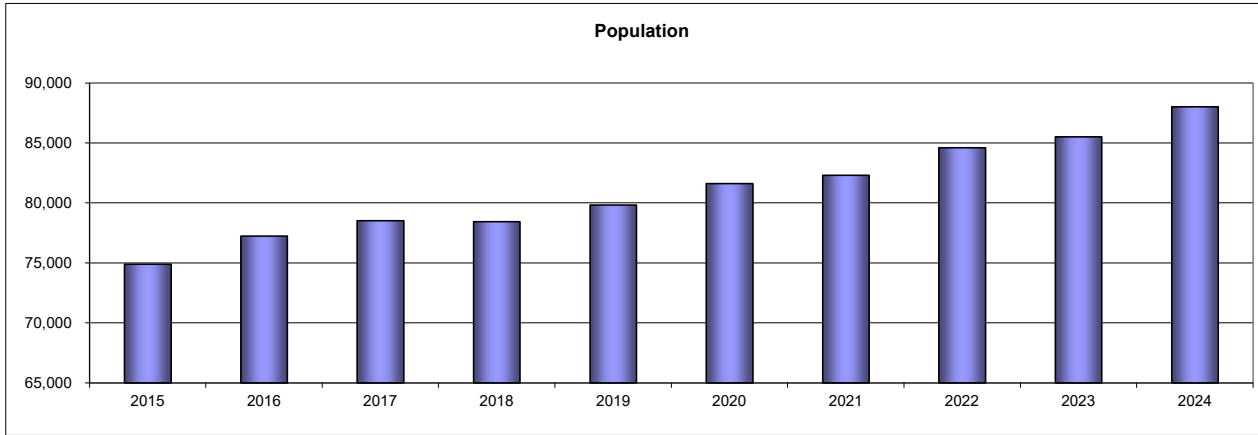
Source: City of Folsom

- (1) Revenue available after Senior Debt payments and statutory pass-throughs
- (2) The Redevelopment Agency (RDA) was dissolved by the State during FY12. RDA Tax Allocation Bonds were transferred to a Private Purpose Trust Fund (i.e. Successor Agency) and are not legal obligations of the RDA or the City.
- (3) In FY17, all bonds were refunded; Subordinated and Housing Set-Aside Bonds were defeased.
- (4) In FY18, corrected prior year balance to exclude Lighting & Landscaping funds.
- (5) Includes connection and impact fees & investment income ; FY18 and prior investment income included with Service Charges
- (6) Does not include unrealized gain/loss; FY18 and prior unrealized gain/loss was included
- (7) Less depreciation

**Schedule 13**  
**CITY OF FOLSOM, CALIFORNIA**  
**Pledge Revenue Bond Coverage**  
**Last Ten Fiscal Years**

	2020	2021	2022	2023	2024	
						<b>Water Revenue Bonds</b>
\$	15,561,068	\$ 17,988,487	\$ 17,280,478	\$ 18,889,282	\$ 18,284,789	Utility Services Charges
	1,466,236	901,700	1,422,336	2,175,055	4,056,441	Inv. Income & Other <sup>(5,6)</sup>
	11,393,485	11,714,922	10,793,307	13,032,720	14,642,433	Less Operating Expense <sup>(7)</sup>
	5,633,819	7,175,265	7,909,507	8,031,617	7,698,796	Net Available Revenue
	1,384,474	1,292,224	1,423,000	1,453,000	1,494,000	Debt Service-Principal
	505,683	589,380	413,017	382,822	338,428	Debt Service-Interest
\$	1,890,157	\$ 1,881,604	\$ 1,836,017	\$ 1,835,822	\$ 1,832,428	
	2.98	3.81	4.31	4.37	4.20	Coverage
						<b>Special Assessment &amp; Community Facility Bonds</b>
	16,013,670	15,568,855	16,846,066	16,477,397	17,986,125	Special Assessment Collections
	10,137,773	5,899,714	7,504,207	8,882,000	5,700,000	Debt Service-Principal
	5,289,549	5,439,214	6,020,932	6,671,401	7,182,740	Debt Service-Interest
	15,427,322	11,338,928	13,525,139	15,553,401	12,882,740	
	1.04	1.37	1.25	1.06	1.40	Coverage
						<b>RDA/Successor Agency Tax Allocation Senior Lien Bond Coverage</b>
	3,742,238	3,723,000	3,723,813	3,729,950	3,726,756	Gross Tax Revenue
	2,100,000	2,130,000	2,200,000	2,280,000	2,355,000	Debt Service-Principal
	1,642,238	1,593,000	1,523,813	1,449,950	1,371,756	Debt Service-Interest
	1.00	1.00	1.00	1.00	1.00	Coverage of Senior Debt
						<b>RDA/Successor Agency Tax Allocation Subordinated Lien Bond Coverage</b>
	-	-	-	-	-	Net Tax Revenue Available for Subordinated Debt <sup>(1)</sup>
	-	-	-	-	-	Debt Service - Principal
	-	-	-	-	-	Debt Service - Interest
	N/A	N/A	N/A	N/A	N/A	Coverage of Subordinated Debt
						<b>RDA/Successor Agency Tax Allocation Housing Set-Aside Bond Coverage</b>
	-	-	-	-	-	Gross Tax Revenue
	-	-	-	-	-	Debt Service-Principal
	-	-	-	-	-	Debt Service-Interest
	N/A	N/A	N/A	N/A	N/A	Coverage

**Schedule 14**  
**CITY OF FOLSOM, CALIFORNIA**  
**Demographic and Economic Information**  
**Fiscal Year 2024, With Ten Year Trend Analysis**



Year	Population Folsom (1)	Population County (3)	Estimated Personal Income Folsom	Per Capita Personal Income (2)	Median Projected Age (2)	Education Level in Years Schooling (2)	School Enrollment (3)	Unemployment Rate (4)
2015	74,909	1,470,912	\$ 2,902,199,387	\$ 38,743	37.70	Note 1	19,927	3.70%
2016	77,246	1,495,297	3,025,812,336	39,171	38.70	Note 1	19,865	3.90%
2017	78,525	1,514,770	3,223,922,400	41,056	39.90	Note 1	20,312	3.50%
2018	78,447	1,529,501	3,425,627,518	43,668	41.80	Note 1	20,353	2.80%
2019	79,835	1,546,174	3,677,233,631	46,060	41.30	Note 1	20,605	2.80%
2020	81,610	1,555,365	3,909,527,050	47,905	41.20	Note 1	20,602	10.40%
2021	82,303	1,561,014	4,255,747,392	51,708	40.70	Note 1	20,096	6.18%
2022	84,592	1,576,618	5,024,165,043	59,393	40.20	Note 1	20,344	2.00%
2023	85,498	1,572,453	5,922,954,318	69,276	40.70	Note 1	20,550	3.20%
2024	88,023	1,578,938	6,822,127,550	77,504	39.40	Note 1	21,075	3.10%

Note 1	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Less than 9th grade	3.40%	2.00%	2.40%	3.40%	2.40%	1.60%	1.20%	2.20%	1.60%	0.60%
Some High School, no diploma	6.80%	6.00%	5.20%	3.70%	4.90%	3.80%	3.00%	4.20%	1.30%	3.90%
High School Graduate (or GED)	16.90%	17.20%	15.80%	14.40%	12.10%	11.60%	13.30%	13.00%	14.10%	10.70%
Some College, no degree	17.90%	19.90%	19.70%	21.80%	20.00%	20.70%	18.20%	19.40%	17.00%	18.70%
Associate Degree	9.00%	9.20%	9.10%	9.10%	11.40%	10.50%	11.20%	11.00%	7.70%	7.50%
Bachelor's Degree	26.90%	28.50%	29.40%	28.70%	29.50%	31.80%	32.10%	30.20%	35.40%	34.50%
Master's Degree	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available
Professional School Degree	19.20%	17.30%	18.40%	18.90%	19.79%	19.90%	21.00%	20.10%	22.90%	24.00%
Doctorate Degree	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available

Source: MuniServices, LLC / Avenu Insights & Analytics

1.) Population Projections are provided by California Department of Finance Projections.

2.) Income Data is provided by the U.S. Census Bureau.

3.) Median Age and Education Level is provided by US Census data.

4.) Unemployment Rates are provided by the EDD, Labor Market Information Division.

\*Public School Enrollment is provided by the California Department of Education. Total students enrolled in Folsom-Cordova Unified only.

**Schedule 15**  
**CITY OF FOLSOM, CALIFORNIA**  
**Principal Employers**  
**Fiscal Year 2024 and Nine Years Ago**

<u><b>Employer</b></u>	2024			2015		
	<u><b>Employees</b></u>	<u><b>Rank</b></u>	<u><b>Percentage of Total City Employment</b></u>	<u><b>Employees</b></u>	<u><b>Rank</b></u>	<u><b>Percentage of Total City Employment</b></u>
Intel Corporation	4,300	1	10.75%	6,361	1	18.23%
California State Prison	1,657	2	4.14%	1,726	2	4.95%
Folsom Cordova Unified School District*	1,191	3	2.98%	802	4	2.30%
Folsom State Prison	974	4	2.44%	1,044	3	2.99%
Mercy Hospital of Folsom	853	5	2.13%	720	5	2.06%
California ISO	716	6	1.79%	562	6	1.61%
City of Folsom	463	7	1.16%	387	8	1.11%
SAFE Credit Union**	371	8	0.93%			
Costco Wholesale	368	9	0.92%			
Folsom Lake College	310	10	0.78%			
Micron Technology Inc				480	7	1.38%
Walmart				297	9	0.85%
Verizon				294	10	0.84%
Total Top Employers	11,203		28.01%	12,673		36.31%
Total City Labor Force (1)	40,000		100.00%	34,900		

Source: MuniServices, LLC / Avenu Insights & Analytics

Source: 2015 data from previous produced ACFR

Results based on direct correspondence with city's local businesses.

\* Includes both certified and classified employees in City of Folsom only

**Schedule 16**  
**CITY OF FOLSOM, CALIFORNIA**  
**Government Employment Information**  
**Fiscal Year 2024, With Ten Year Trend Analysis**

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
City Council	5	5	5	5	5	5	5	5	5	5
City Manager	5.5	5.75	5.5	5.5	5	4.5	4.5	4.75	4.75	4
City Attorney	3.75	3.75	4	4	4	4	4	4	4	4
City Clerk	3	3	3	3	3	3	3	3	3	3
Community Development	20.4	21.4	22.4	24	26	26	26	26	26	27
Fire	65	69	69	71	77	77	77	78	88	90
Human Resources	5	5	5	5.5	5.5	5.25	5.5	6	6	6
Intergov't Affairs & Econ, Dev.	0	0	0	0	0	0	0	0	0	0
Library	10.5	10.5	10.5	10.5	12.75	12.75	12.75	12	12	12
Office of Management & Budget	20	20	21	21.5	23.5	24.25	24	24	24	25
Parks & Recreation	42.4	44.8	46	46	48	48	48	48	49	49
Police Department	97.5	98.5	101.5	103.5	107.5	107.5	107.5	107.5	110.5	113.5
Public Works	45.9	45.9	47.7	48.4	49.25	34.4	34.4	34.55	34.55	34.55
Utilities	91.95	94.2	97.2	98.1	100.4	100.85	100.85	108.45	112.45	117.45
	<u>415.90</u>	<u>426.80</u>	<u>437.80</u>	<u>446.00</u>	<u>466.90</u>	<u>452.50</u>	<u>452.50</u>	<u>461.25</u>	<u>479.25</u>	<u>490.50</u>

Source: City Budget

**Schedule 17**  
**CITY OF FOLSOM, CALIFORNIA**  
**Operating Indicators by Function/Program**  
**Fiscal Year 2024, With Ten Year Trend Analysis**

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
<b>Police</b>										
Misdemeanor and felony arrests	1,414	1,257	1,251	1,023	1,226	1,126	1,412	1,311	1,316	1,552
Traffic citations	3,882	2,997	2,575	2,130	2,512	4,574	5,058	3,115	4,226	5,458
Traffic collisions	1,166	1,528	1,673	1,639	1,583	861	1,088	1,324	1,427	1,477
<b>Fire</b>										
Ambulance transports	3,367	3,819	4,045	4,446	5,275	4,933	4,842	4,979	4,973	5,281
Medical responses	3,671	4,369	4,748	5,105	6,025	5,973	5,945	6,675	6,895	7,085
Inspections completed	1,035	1,460	506	1,017	1,439	684	937	952	903	1,199
<b>Other public works</b>										
Lane miles of street overlay	4	8	2	-	8	-	1	-	7	7
Curb miles of streets swept	2,511	4,275	2,930	3,900	4,300	4,000	4,200	4,200	4,500	4,600
Hot pour crack seal applied (3)	80,200	150,000	390,000	350,000	400,000	320,000	70,000	50,000	0	5,000
Square feet of street patch	187,650	200,000	75,000	450,000	415,000	106,500	120,000	10,000	50,000	45,000
Number of miles of road added	1	1	1	-	2	7	13	25	2	1
Number of traffic signals added	-	1	-	1	6	1	3	1	3	3
Number of streetlights added	19	15	35	14	131	4	147	29	-	10
Miles of storm drains added	0.5	0.6	0.2	-	8	6	5	1	6	2
Area of Slurry Seal applied (sq ft)	1,500,000	2,250,000	-	-	4,350,000	1,000,000	2,440,000	1,740,000	-	-
<b>Parks and Recreation</b>										
Aquatic center paid admissions	62,668	58,694	61,731	56,586	48,978	33,895	30,117	49,134	53,975	54,333
Community facilities reservations	3,449	3,269	3,115	3,315	2,859	2,188	1,318	2,859	3,277	2,759
Community facilities paid rentals	1,107	1,111	1,059	1,127	1,086	678	448	644	1,164	1,131
Total park acreage	439	439	439	451	456	456	479	479	479	521
Open space acreage	499	631	631	631	631	631	824	824	857	928
Trails maintenance	36	45	48	48	50	48.5	50.1	53	59	59
Recreation program participation	524,545	560,973	523,268	542,249	515,120	366,198	119,367	224,650	394,397	280,564
Zoo attendance	121,360	116,057	121,953	143,367	134,741	87,019	55,750	109,795	100,392	89,178
<b>Library</b>										
Volumes in collection	92,979	91,519	89,133	92,033	94,960	97,777	100,710	95,670	95,443	98,331
Total volumes borrowed	609,441	613,597	603,421	618,458	644,158	501,160	408,312	557,266	540,180	495,420
<b>Water</b>										
New connections	348	268	180	253	501	406	782	1,135	2,004	401
Water main breaks	8	5	1	4	1	1	1	4	4	3
Average consumption (gal/day)	14.9 MGD	14.2 MGD	16.65 MGD	17.35 MGD	15.44 MGD	16.81 MGD	17 MGD	15.4 MGD	15.29 MGD	16.01 MGD
Plant capacity (gal/day)	50 MGD	50 MGD	50 MGD	50 MGD	50 MGD	50 MGD	50MGD	50 MGD	50 MGD	50 MGD
<b>Wastewater</b>										
Average daily sewage treatment (thousands of gallons)										
Daily average flow in gallons	5.75 MGD	5.98 MGD	8.03 MGD	7.1 MGD	7.1 MGD	7.1 MGD	7.1 MGD	7.1 MGD	7.1 MGD	7.1 MGD
Pump station capacity (gal/day) (1)	14.2 MGD	14.2 MGD	14 MGD	14 MGD	40.91 MGD	40.91 MGD	40.91 MGD	40.91 MGD	40.91 MGD	42.23 MGD
<b>Refuse collection</b>										
Solid Waste (tons per day)	140	144	150	151	152	151	155	154	143	146
Recycling (tons per day)	41	44	44	40	39	39	43	46	43	46
Organics (tons per day)	34	36	40	38	44	41	37	37	48	48
<b>Transit (2)</b>										
Total route miles	195,390	200,897	195,989	197,147	113,043	N/A	N/A	N/A	N/A	N/A
Passengers-Folsom Stage Line	91,930	83,180	92,282	89,794	50,183	N/A	N/A	N/A	N/A	N/A
Passengers-Light Rail	702,935	689,935	619,684	627,850	722,364	N/A	N/A	N/A	N/A	N/A

Source: City of Folsom

(1) Beginning in FY19, pump station capacity includes capacity for each lift station

(2) Transit route miles and Folsom Stage Line passengers are through 2/1/2019 as Transit operations were annexed by the Sacramento Regional Transit District effective 2-4-19

(3) Beginning in FY 2021 item measured in pounds instead of lineal ft.

**Schedule 18**  
**CITY OF FOLSOM, CALIFORNIA**  
**Capital Asset and Infrastructure Statistics by Function/Program**  
**Fiscal Year 2024, With Ten Year Trend Analysis**

	2015	2016	2017	2018	2019
<u>Function/Program</u>					
Public Works					
Miles of streets	301	302	303	303	305
Number of street lights	6,699	6,714	6,749	6,749	6,806
Number of traffic signals (1)	118	119	119	122	107
Culture and recreation					
Zoo	1	1	1	1	1
Community centers	4	4	4	4	4
Community clubhouse	2	2	2	2	2
Parks	46	46	46	47	48
Park acreage	439	439	439	451	456
Swimming pools	3	3	3	3	3
Tennis courts	23	23	23	25	25
Fire Stations	4	4	4	5	5
Police					
Stations	1	1	1	1	1
Patrol Units	54	53	53	59	60
Sewage System					
Miles of sanitary sewers (2)	267	267	268	285	261
Number of pump stations	15	15	14	14	17
Number of service connections	22,743	22,927	22,974	23,506	23,525
Water					
Miles of water mains	343	343	346	365	367
Number of service connections	20,267	20,535	20,755	21,177	21,602
Number of fire hydrants (3)	2,989	2,996	2,994	3,434	3,174
Daily average consumption in gallons	14.9 MGD	14.2 MGD	16.65 MGD	17.35 MGD	15 MGD
Maximum daily capacity of plant in gallons	50 MGD	50 MGD	50 MGD	50 MGD	50 MGD
Drainage System					
Miles of storm drains	250	250	250	250	258

Source: City of Folsom

- (1) Beginning in FY 2019, excludes signals located within City boundaries but not owned or maintained by the City
- (2) Beginning in FY 2019, excludes private or abandoned sewer lines
- (3) Beginning in FY 2019, excludes San Juan, private, and blow-off hydrants

**Schedule 18**  
**CITY OF FOLSOM, CALIFORNIA**  
**Capital Asset and Infrastructure Statistics by Function/Program**  
**Last Ten Fiscal Years**

2020	2021	2022	2023	2024	Function/Program
					Public Works
312	325	350	352	353	Miles of streets
6,810	6,957	6,986	6,986	6,996	Number of street lights
108	111	112	115	118	Number of traffic signals
					Culture and recreation
1	1	1	1	1	Zoo
4	4	4	4	4	Community centers
2	2	2	2	2	Community clubhouse
48	48	48	48	48	Parks
456	456	479	479	510	Park acreage
3	3	3	3	3	Swimming pools
25	25	23	23	23	Tennis courts
5	5	5	5	5	Fire Stations
					Police
1	1	1	1	2	Stations
64	64	54	53	55	Patrol Units
					Sewage System
272	279	282	312	310	Miles of sanitary sewers
17	17	17	17	18	Number of pump stations
23,962	24,483	25,498	24,330	24,739	Number of service connections
					Water
367	376	419	441	420	Miles of water mains
21,851	22,633	23,770	24,658	25,059	Number of service connections
3,234	3,456	3,686	3,669	4,011	Number of fire hydrants
16.81 MGD	17 MGD	15.4 MGD	15.29 MGD	16.01 MGD	Daily average consumption in gallons
50 MGD	50 MGD	50 MGD	50 MGD	50 MGD	Maximum daily capacity of plant in gallons
					Drainage System
264	269	270	276	278	Miles of storm drains

**Schedule 19**  
**CITY OF FOLSOM, CALIFORNIA**  
**Miscellaneous Statistics**  
**Fiscal Year 2024, With Ten Year Trend Analysis**

	Education				Hospitals	
	Elementary schools	Secondary schools	Number of school instructors - FTE	Community colleges	Number of hospitals	Patient beds
2015	10	5	489	1	1	131
2016	10	5	540	1	1	131
2017	10	5	550	1	1	131
2018	10	5	552	1	1	131
2019	10	5	556	1	1	131
2020	10	5	511	1	1	131
2021	10	5	507	1	1	131
2022	11	5	542	1	1	131
2023	11	5	558	1	1	131
2024	12	5	553	1	1	131

Sources: Folsom Cordova Unified School District, City of Folsom  
Mercy Hospital of Folsom