

Annual Comprehensive Financial Report

FISCAL YEAR ENDED JUNE 30, 2024 | CITY OF SACRAMENTO, CALIFORNIA



City of Sacramento

California

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2024

**Prepared by the Department of Finance,
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CITY OF SACRAMENTO, CALIFORNIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2024

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Introductory Section

Howard Chan
City Manager

City Hall
915 I Street, Fifth Floor
Sacramento, CA 95814-2604
916-808-5704

December 20, 2024

Honorable Mayor and City Council
Residents of the City of Sacramento
City of Sacramento, California:

Dear Mayor, Members of the City Council, and Residents of the City of Sacramento:

We are pleased to present the Annual Comprehensive Financial Report (ACFR) for the City of Sacramento, California (City) for the fiscal year ended June 30, 2024. Article IX of the City Charter, federal law, and state law require that the City issue an annual report on its financial position and activity, and that the report be audited by an independent firm of certified public accountants. Macias Gini & O'Connell LLP, a national certified public accounting firm, performed the audit for the fiscal year ended June 30, 2024. Their unmodified ("clean") opinion has been included as the first component of the financial section of the ACFR.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls that have been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable rather than absolute assurance that the financial statements are free of any material misstatements.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this transmittal letter and should be read in conjunction with it.

PROFILE OF THE CITY

The City of Sacramento, capital of the State of California, was established in 1849. The sixth largest city in California based on population, Sacramento also serves as the seat of Sacramento County government. The State of California Department of Finance estimated the population on January 1, 2024, at 520,407 for the City and 1,578,938 for the County. Encompassing approximately 100 square miles, the City is located in the northern section of California's Central Valley at the confluence of the Sacramento and American rivers.

Sacramento is a charter city operating under a Council-Manager form of government. The City provides a full range of municipal services including police, fire, emergency medical response, water, wastewater, storm drainage, solid waste, construction and maintenance of streets and parks, community development, recreational and cultural activities, economic development, and administrative services.

REPORTING ENTITY

This ACFR presents the financial status of the City and its three component units. Component units are separate legal entities included in this report due to significant operational or financial relationships with the City as defined below:

- **Sacramento City Financing Authority (SCFA) and Sacramento Public Financing Authority (SPFA)** are entities created to issue debt to finance City projects. The financial statements for these entities are reported on a blended basis as part of the primary government because the boards are composed of all City Council members.
- **Sacramento City Employees' Retirement System (SCERS)**, a single employer pension plan for certain City employees and retirees, is reported as a fiduciary component unit. The SCERS pension plan was closed to new enrollment of employees in 1977.

BUDGET INFORMATION

The City Charter requires that the City Manager submit a proposed budget to the City Council at least 60 days prior to the start of each fiscal year. Once approved by City Council, the annual budget serves as the foundation for the City's financial planning, control and reporting. Budgetary control is maintained at the department level by fund. Budgetary control for multi-year projects is maintained at the individual project level by fund. The City Manager is authorized to administratively amend department budgets during the year for transactions up to \$250,000 without City Council approval. Additional budgetary information can be found in Note 1 to the financial statements and on the City's website.

LOCAL ECONOMY

The regional economy and employment base continue its long-term transition from a state government concentration to a diverse economic base including health care providers, high-tech manufacturers, software development companies, biotechnology and medical research laboratories, food processors, and medical equipment manufacturers. The region is also a transportation hub served by air cargo airports, an international airport, a deep-water shipping port, two major interstate freeways, freight and passenger rail lines, and an extensive regional commuter bus and light-rail system. These key industries interface with Sacramento's service, hospitality, and government employers.

The regional economy continues to expand, and the City is closely monitoring key economic indicators which inform revenue and expense projections. The local labor market remains robust, but unemployment has increased with the June 2024 unemployment rate for the Sacramento metropolitan area increasing to 4.7% compared to 4.4% a year earlier. The Federal Reserve reduced interest rates in September and November 2024. The City is closely monitoring the impact of Federal Reserve policy impacts on the housing market and consumer spending. Major revenue sources, including property tax and sales tax, continue to grow, however fluctuations in the real estate market, levels of new construction activity, inflation rate and shifts in consumer behavior can affect that growth. Balancing the City's increased costs of doing business, which is outpacing revenue growth, is a key priority in the coming FY.

BUDGET INITIATIVES AND LONG-TERM FINANCIAL PLANNING

The FY2024/25 Operating, and Capital Improvement Program (CIP) Budgets (Approved Budget) were approved on June 11, 2024. The Approved Budget is a balanced \$1.6 billion spending plan for City programs and services and supports a workforce of over 5,000 employees. It closed a \$66 million funding gap without the elimination of any filled positions and reflects the input provided by Council, City department heads, and the public. It maintains funding for key priorities such as reducing homelessness through continued funding for the operation of 1,350 shelter beds and the City's Affordable Housing Fee Credit Program.

The CIP Budget totals \$114.9 million and provides funding to projects across the City, including \$14.5 million in the General Fund and Measure U Fund. The CIP also provides estimates for strategic investments in capital assets over the next five fiscal years. As part of the Budget, the City provides a five-year Operating Budget forecast as a long-term financial planning tool.

The financial forecasts presented in the FY2024/25 Budget are based on in-depth analysis and review of Department revenues and expenses to ensure that the forecast is based on the most current information available.

RELEVANT FINANCIAL POLICIES

The City maintains a General Fund Economic Uncertainty Reserve (EUR) for the purpose of bridging a gap between projected revenue and expenditures during periods of significant revenue declines and/or expenditure growth and to ensure the City has adequate resources in case of emergency or unforeseen events. Pursuant to Council's adopted policy, the City will maintain an EUR at a minimum of 10% of budgeted General Fund revenues and will seek to achieve and maintain a General Fund EUR equal to two months of regular on-going General Fund expenditures, including transfers (i.e., 17% of General Fund expenditures).

On June 12, 2019, the EUR Policy was amended to include Measure U resources in determining the annual set aside amount necessary to maintain a minimum General Fund/Measure U Fund (G/MU) reserve level of 10%. Further, the policy includes a goal of achieving and maintaining the value of two months of regular ongoing G/MU expenditures in the reserve. The current EUR balance is \$76 million, which is approximately 10% of FY2023/24 G/MU revenues. The EUR is reported in the ACFR as committed fund balance in the General Fund and the Measure U Fund.

The FY2024/25 Approved Budget suspends approximately \$3.3 million of the FY2023/24 EUR contribution.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its ACFR for the fiscal year ended June 30, 2023. This marks the 36th consecutive year the City has received this award. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

To receive this award, the City published an easily readable and efficiently organized ACFR. The report satisfied accounting principles generally accepted in the United States of America and applicable legal requirements. We believe this ACFR also meets the requirements of the program, and we will be submitting it to the GFOA to determine its eligibility for the certificate.

The Department of Finance, Accounting Division in particular, takes great pride in the preparation of the ACFR. The professionalism, commitment, and effort of each employee of the Accounting Division have made this report possible. We also want to thank the other employees in the Finance Department and other City Departments who contributed to the preparation of this report. Finally, we thank the Mayor and City Council for their continuing interest and support in planning and conducting the City's financial operations in a responsible manner, consistent with the City's mission to protect, preserve and enhance the quality of life for present and future generations.

Respectfully submitted,



Leyne Milstein
Assistant City Manager



Peter Coletto
Finance Director



Oswaldo Lopez
Finance Manager

Organization Chart as of June 30, 2024

Mayor/Council

Public Safety Accountability
LaTasha Watson

City Attorney
Susana Alcalá Wood

Community Advocacy & Public Safety
General Council & Advisory
Litigation & Human Resources
Strategic Project & Research

City Auditor
Interim, Farishta Ahray

Auditing
Research & Analysis
Whistleblower

City Manager
Howard Chan

City Clerk
Mindy Cuppy

Bids & Contracts
Boards & Commissions
Elections
Legislative Support
Records

City Treasurer
John Colville

Citywide Banking
Debt Management
Investments

Assistant to the City Manager
Amy Williams
Chief of Staff

Media & Communications

Governmental Affairs

Performance Measures

Assistant City Manager
Leyne Milstein
Internal Services

Finance
Pete Coletto

Accounting
Budget, Policy and Strategic Planning
Payroll
Procurement Services
Public Improvement Financing
Revenue

Human Resources
Shelley Banks-Robinson

ADA & Leaves
Benefits & Retirement
Diversity & Equity
Employment, Classification & Development
Equal Employment Opportunity
Labor Relations/Policies
Risk Management (Safety & Workers' Compensation)

Information Technology
Darin Arcolino

311 Center
Applications & Data Management
Enterprise Business Systems
Geographic Information Systems
IT Customer Services
Technical Support Services
Technical Administration

Cannabis

Assistant City Manager
Mario Lara
Public Safety

Community Response
Brian Pedro

Alternative 911 Response
Unsheltered Response and Support

Fire
Chris Costamagna

Emergency Medical Services
Fire Prevention
Fire Suppression

Police
Kathy Lester

Field Services
Investigations
Operational Services
Violence Prevention

Emergency Management

Assistant City Manager
Ryan Moore
Municipal Services

Public Works
Matt Eierman

Climate Action & Sustainability
Engineering Services
Facilities/Real Property Management
Fleet Management
Maintenance Services
Parking Services
Sacramento Marina
Solid Waste
Transportation

Utilities
Pravani Vandeyar

Office of Director (Admin Svcs)
Business Services
Engineering & Water Resources
Water Operations & Maintenance
Wastewater & Drainage Operations
and Maintenance

Youth, Parks & Community
Enrichment (YPCE)
Jackie Beecham

Community Enrichment
Golf Operations (Contracted)
Park Maintenance/Historic Cemetery
Park Rangers
Planning & Development
Youth Division

Assistant City Manager
Michael Jasso
Community

Community Development
Tom Pace

Animal Care Services
Building
Business Compliance
Housing & Dangerous Buildings
Neighborhood Code Enforcement
Planning

Convention & Cultural Services
Megan Van Voorhis

Center for Sacramento History
Office of Arts and Culture
SAFE Credit Union Convention &
Performing Arts District
Old Sacramento Historic District
Crocker Art Museum
Fairytale Town
CLARA Studios for the Performing Arts
Sacramento History Museum
SMUD Museum of Science & Curiosity
Sacramento Zoo

Economic Development
Denise Malvetti
Deputy Director

Community Engagement
Community Investment
Economic Development, Innovation,
& Entrepreneurship
Housing Policy
Workforce Development
Youth Development

LEGEND

- Mayor/Council Charter Office
- Mayor/Council Office or Program
- City Manager Reporting Department
- City Manager Office or Program

City of Sacramento

Directory of City Officials

June 30, 2024

Darrell Steinberg
Mayor

Lisa Kaplan
Councilmember, District 1

Caity Maple
Councilmember, District 5

Shoun Thao
Councilmember, District 2

Eric Guerra
Councilmember, District 6

Karina Talamantes
Mayor Pro Tempore, District 3

Rick Jennings, II
Councilmember, District 7

Katie Valenzuela
Councilmember, District 4

Mai Vang
Councilmember, District 8

Howard Chan
City Manager

Susana Alcalá Wood
City Attorney

Mindy Cuppy
City Clerk

John Colville
City Treasurer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Sacramento
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO

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Financial Section

Independent Auditor's Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Sacramento, California (City), as of and for the fiscal 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 referred to above 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 and the respective budgetary comparison for the General Fund and Measure U Special Revenue Fund for the fiscal 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 (*Government Auditing Standards*). 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

The City's 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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 the management's discussion and analysis, the schedule of changes in net pension liability and related ratios – CalPERS Miscellaneous Plan, the schedule of contributions – CalPERS Miscellaneous Plan, the schedule of changes in net pension liability and related ratios – CalPERS Safety Plan, the schedule of contributions – CalPERS Safety Plan, the schedule of changes in net pension liability (asset) and related ratios – Sacramento City Employees' Retirement System, the schedule of contributions – Sacramento City Employees' Retirement System, the schedule of changes in net OPEB liability and related ratios, and the schedule of contributions – OPEB, as listed in the table of contents, 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 GAAS, 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 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

The City’s management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections 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 basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2024, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City’s internal control over financial reporting and compliance.



Sacramento, California
December 20, 2024

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City of Sacramento

Management's Discussion and Analysis

(Required Supplementary Information - Unaudited)

For the Fiscal Year Ended June 30, 2024

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. City management recommends this information be read in conjunction with the transmittal letter located in the introductory section, and with the City's financial statements which follow this discussion.

FINANCIAL HIGHLIGHTS

- The City's total government-wide net position increased by \$135 million in fiscal year 2024, a 5 percent increase.
- The City's General Fund revenues were \$34 million higher than final budgeted amounts primarily due to property and business operations taxes, Voluntary Rate Range Program and Ground Emergency Medical Transportation Program revenues received by the City's Fire Department, and gain in fair value of investments.
- The City's General Fund budgetary expenditures, which include open encumbrances, were \$122 million lower than final budgeted amounts. Most of the General Fund departments reported favorable operating expenditure budget variances and capital outlay expenditures were less than budgeted amounts by \$32 million due to the multi-year nature of capital projects. Unspent multi-year project budgets are carried over to the subsequent fiscal year.
- On a GAAP basis, the City's General Fund revenue and other financing sources (uses) exceeded expenditures by \$2 million in fiscal year 2024 primarily due to increases in labor and pension costs.
- The City issued the Water Revenue Refunding Bonds, Series 2023, in the amount of \$21 million to refund \$28 million of outstanding Water Revenue Refunding Bonds, Series 2020. The 2023 Refunding reduced total debt service payments by \$4 million and resulted in an economic gain of \$3 million.
- The City received \$112 million of American Rescue Plan Act (ARPA) funding in fiscal years 2021 and 2022. In September 2021, the City Council approved an ARPA Framework and Priorities. The framework provides funding for: small businesses and commercial corridor revitalization; homelessness and housing; youth, workforce training, and gang prevention programs; arts and creative economy; and addressing organizational needs. As of June 30, 2024, \$3 million of ARPA reinvestment available funding remains after factoring in budgetary encumbrances and carryovers.

OVERVIEW OF THE FINANCIAL STATEMENTS

The City's Annual Comprehensive Financial Report consists of four main components: (1) management's discussion and analysis, (2) the basic financial statements, (3) required supplementary information, and (4) combining nonmajor fund financial statements. The basic financial statements include two kinds of statements that present different views of the City, the government-wide and the fund financial statements.

- The government-wide financial statements provide both long-term and short-term information about the City's overall financial status.
- The fund financial statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.

The basic financial statements also include notes that provide additional information essential to understanding the data contained in the government-wide and fund financial statements. The statements and notes are followed by the Schedules of Changes in Net Pension Liability and Related Ratios and Schedules of Contributions for the City's pension plans along with the Schedule of Changes in Net Other Postemployment Benefits (OPEB) Liability and Related Ratios and Schedule of Contributions for the City's OPEB plan, which are required supplementary information. In addition to these required elements, we have included combining statements and schedules that provide details about the City's other governmental funds, other enterprise funds, the Water enterprise fund, the Wastewater enterprise fund, the Community Center enterprise fund, internal service funds, and custodial funds, each of which is presented in a column in the basic financial statements.

City of Sacramento
Management's Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)
For the Fiscal Year Ended June 30, 2024

Government-wide Financial Statements

The government-wide statements report information about the City using accounting methods like those used by private-sector companies. The statement of net position includes all the City's assets and liabilities, as well as any deferred outflows or inflows of resources. The statement of activities includes all current year revenues and expenses regardless of when cash is received or paid. These government-wide statements report the City's net position and how the City's net position has changed during the fiscal year. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial health of the City is improving or deteriorating.

The government-wide financial statements of the City are divided as follows:

- *Governmental activities* - Most of the City's basic services are included here, such as police; fire; public works; community development; youth, parks, and community enrichment; and general government. Taxes and state and federal grants finance most of these activities.
- *Business-type activities* - Certain services provided by the City are funded by customer fees. Among these are the City's utility services, community center, and off-street parking facilities.

Fund Financial Statements

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund financial statements provide more detailed information about the City's largest funds, not the City as a whole.

The City has three types of fund financial statements:

- *Governmental funds* - Governmental fund statements tell how general government services such as police, fire, and public works, among others, were financed in the short-term as well as what remains for future spending. Most of the City's basic services are included in governmental funds, which focus on (1) short-term inflows and outflows of spendable resources, and (2) the remaining year-end balances available for spending. Because this information does not encompass the additional long-term focus of the government-wide statements, reconciliations that explain the relationship (or differences) between governmental funds and governmental activities follow the governmental fund statements.
- *Proprietary funds* - Services for which customer fees are intended to finance the costs of operations are generally reported in proprietary funds. Proprietary fund statements, like the government-wide statements, provide short-term and long-term financial information about the activities the City operates like businesses, such as utility services, parking facilities, community center, etc.
- *Fiduciary funds* - Fiduciary fund statements provide information about the financial relationships in which the City acts solely as a trustee or custodian for the benefit of others, to whom the resources belong. The City is the trustee, or *fiduciary*, for a closed pension plan. It is also responsible for other assets held for bonded assessment and community facilities districts and investment trust funds, reported as custodial funds. Investment trust funds can only be used for the trust beneficiaries in accordance with trust agreements. The City elected to serve as the successor agency for its former redevelopment agency, which was dissolved by state law. The successor agency activity is accounted for in a private-purpose trust fund. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All the City's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. The City excludes these activities from the government-wide financial statements because the City cannot use these resources to finance its operations.

City of Sacramento
Management's Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)
For the Fiscal Year Ended June 30, 2024

FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE STATEMENTS

This section provides analysis of the government-wide financial statements including long-term and short-term information about the City's overall financial condition. The following table addresses the financial results of the City as a whole.

City of Sacramento
Summary of Net Position
As of June 30, 2024 and 2023
(in millions)

	Governmental Activities		Business-type Activities		Total Primary Government		Total Percent Change
	2024	2023	2024	2023	2024	2023	
Current and other assets	\$ 1,442	\$ 1,397	\$ 647	\$ 590	\$ 2,089	\$ 1,987	5.1%
Capital assets	1,921	1,868	1,826	1,837	3,747	3,705	1.1%
Total assets	3,363	3,265	2,473	2,427	5,836	5,692	2.5%
Deferred outflows of resources	386	399	52	57	438	456	-3.9%
Long-term liabilities	2,101	2,066	1,078	1,114	3,179	3,180	0.0%
Other liabilities	121	104	43	43	164	147	11.6%
Total liabilities	2,222	2,170	1,121	1,157	3,343	3,327	0.5%
Deferred inflows of resources	78	105	24	22	102	127	-19.7%
Net position							
Net investment in							
capital assets	1,409	1,347	972	952	2,381	2,299	3.6%
Restricted	483	456	99	81	582	537	8.4%
Unrestricted	(443)	(414)	309	272	(134)	(142)	5.6%
Total net position	\$ 1,449	\$ 1,389	\$ 1,380	\$ 1,305	\$ 2,829	\$ 2,694	5.0%

Analysis of net position

As noted in the financial highlights, total net position of the primary government increased by \$135 million in fiscal year 2024. Total assets and total liabilities increased by \$144 million and \$16 million, respectively. Deferred outflows of resources and deferred inflows of resources decreased by \$18 million and \$25 million, respectively.

The following analysis of governmental and business-type activities provides more detailed information for these changes.

Governmental activities

Current and other assets increased \$45 million primarily due to increases in cash and receivables. Cash increased by \$29 million in the governmental funds from higher-than-expected tax, intergovernmental, and grant contribution revenues. Receivables increased \$16 million primarily due to a \$17 million increase in intergovernmental reimbursement receivables for operating and capital grants.

Capital assets of governmental activities increased \$53 million due to continuing development and improvements offset by current year depreciation. Capital asset additions include the Broadway Complete Streets project, Del Rio Trail project, Railyards Rehabilitation project, HSIP Florin Road Signals project, I Street Bridge Replacement project, Downtown Mobility project, and the Northwood School Access Implementation project. More detailed information about the City's capital assets is presented in Note 4 to the financial statements.

City of Sacramento
Management's Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)
For the Fiscal Year Ended June 30, 2024

Deferred outflows of resources decreased \$13 million primarily due to a \$19 million decrease in deferred outflows related to pensions, offset by a \$6 million increase in deferred outflows related to OPEB. The decrease in deferred outflows related to pensions was mainly driven by the effects of prior changes in assumptions recognized as pension expense in the current fiscal year. More detailed information about pension and OPEB plans is presented in Notes 8 and 9 to the financial statements.

Long-term liabilities increased \$35 million primarily due to a \$35 million increase in net pension liability. Net pension liability increased due to unfavorable differences between expected and actual experience. More detailed information about long-term liabilities is presented in Note 7 to the financial statements.

Other liabilities increased \$17 million primarily due to accounts payable for various capital projects.

Deferred inflows of resources decreased \$27 million primarily due to a \$28 million decrease in deferred inflows related to OPEB. The decrease in deferred inflows related to OPEB was mainly driven by a decrease in deferred inflows for differences between expected and actual experience and changes in assumptions. More detailed information about the OPEB plan is presented in Note 9 to the financial statements.

Restricted net position, representing amounts that must be used in accordance with external restrictions, increased \$27 million primarily due to increases in restrictions for capital projects and economic development programs.

Business-type activities

Current and other assets of business-type activities increased \$57 million primarily due to an increase in cash and receivables provided by operational activities.

Capital assets decreased \$11 million due to current year depreciation offset by continuing development and improvements. Capital asset additions include the Fruitridge Drain Replacement project, Community Center Theater Renovation project, Convention Center Expansion project, Freeport Reservoir Pump Replacement project, and the Silver Eagle Sewer Rehabilitation project. More detailed capital asset information is presented in Note 4 to the financial statements.

Deferred outflows of resources decreased \$5 million due to a \$4 million decrease in deferred outflows related to pensions. The decrease in deferred outflows related to pensions was mainly driven by the effects of prior changes in assumptions recognized as pension expense in the current fiscal year. More detailed information about pension plans is presented in Note 8 to the financial statements.

Long-term liabilities decreased \$36 million primarily due to \$61 million of total payments and refunding of existing debt obligations, offset by the issuance of \$22 million of new debt. More detailed information is presented in Note 7 to the financial statements.

City of Sacramento
Management's Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)
For the Fiscal Year Ended June 30, 2024

City of Sacramento							
Changes in Net Position							
For the Fiscal Years Ended June 30, 2024 and 2023							
(in millions)							
	Governmental Activities		Business-type Activities		Total Primary Government		Total Percent Change
	2024	2023	2024	2023	2024	2023	
Revenues							
Program revenues:							
Charges for services	\$ 223	\$ 209	\$ 374	\$ 366	\$ 597	\$ 575	3.8%
Operating grants and contributions	90	80	5	1	95	81	17.3%
Capital grants and contributions	155	135	25	18	180	153	17.6%
General revenues:							
Property taxes	244	228	-	-	244	228	7.0%
Utility users tax	64	70	-	-	64	70	-8.6%
Local sales taxes	134	130	-	-	134	130	3.1%
Other taxes	53	52	34	31	87	83	4.8%
Unrestricted:							
Sales taxes shared state revenue	113	115	-	-	113	115	-1.7%
Investment earnings	44	12	28	4	72	16	350.0%
Miscellaneous	13	13	-	-	13	13	0.0%
Total revenues	1,133	1,044	466	420	1,599	1,464	9.2%
Expenses							
General government	173	209	-	-	173	209	-17.2%
Police	284	258	-	-	284	258	10.1%
Fire	230	201	-	-	230	201	14.4%
Public works	158	137	-	-	158	137	15.3%
Convention and cultural services	31	29	-	-	31	29	6.9%
Youth, parks, community enrichment	100	81	-	-	100	81	23.5%
Community development	76	67	-	-	76	67	13.4%
Community response	21	20	-	-	21	20	5.0%
Library	25	24	-	-	25	24	4.2%
Interest on long-term debt	17	26	-	-	17	26	-34.6%
Water	-	-	124	117	124	117	6.0%
Wastewater	-	-	42	35	42	35	20.0%
Storm drainage	-	-	52	48	52	48	8.3%
Solid waste	-	-	72	78	72	78	-7.7%
Community center	-	-	39	33	39	33	18.2%
Parking	-	-	14	13	14	13	7.7%
Child development	-	-	6	6	6	6	0.0%
Total expenses	1,115	1,052	349	330	1,464	1,382	5.9%
Revenue over (under) expenses	18	(8)	117	90	135	82	64.6%
Transfers	42	40	(42)	(40)	-	-	-
Change in net position	60	32	75	50	135	82	64.6%
Net position, beginning of year	1,389	1,357	1,305	1,255	2,694	2,612	3.1%
Net position, end of year	\$ 1,449	\$ 1,389	\$ 1,380	\$ 1,305	\$ 2,829	\$ 2,694	5.0%

City of Sacramento
Management's Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)
For the Fiscal Year Ended June 30, 2024

Analysis of the changes in net position

Total government-wide revenues of the primary government increased \$135 million, a 9.2 percent increase compared to the prior fiscal year, and total expenses increased \$82 million, a 5.9 percent increase compared to the prior fiscal year. These changes are discussed in more detail below.

Governmental activities

Total revenues for governmental activities increased \$89 million, an 8.5 percent increase compared to the prior fiscal year. Total expenses increased \$63 million, a 6.0 percent increase compared to the prior fiscal year. Transfers in primarily consist of in-lieu taxes paid by the business-type activities to the General Fund. Transfers out primarily consist of parking program support transferred out from the General Fund and program support to cover lost impact fees for various funds transferred out from the General Fund and Measure U Fund.

Revenue

Charges for services revenue increased \$14 million primarily due to a \$9 million increase in Voluntary Rate Range Program and Public Provider Ground Emergency Medical Transportation Program revenues received by the City's Fire Department.

Operating grants and contributions revenue increased \$10 million primarily due to \$5 million of funding the City received to establish the American Federation of State, County, and Municipal Employees Local 3299 Greg McNair UC Workers Housing Fund to implement housing stability programs. No such funding was received in fiscal year 2023.

Capital grants and contributions increased by \$20 million during fiscal year 2024 compared to fiscal year 2023. This was mainly due to capital grant funding received in relation to Township 9 Infrastructure, Del Rio Trail, Two Rivers Trail, Matsui Hanami Line, and Railyards Rehabilitation construction projects.

Property tax revenue increased \$16 million due to continued increases in Sacramento area commercial and residential real estate property assessed valuations.

The increase of \$32 million in investment earnings is mainly attributable to a gain in fair value of Pool A investment holdings. The cost of Pool A investment holdings exceeded the fair value by \$47 million as of June 30, 2024, compared to \$77 million as of June 30, 2023. This \$30 million gain was allocated among governmental and business-type activities, with a small portion allocated to non-City Pool A participants as well. In fiscal year 2023, Pool A investment holdings recognized an overall loss of \$8 million.

Expenses

Total governmental activities expenses increased \$63 million primarily due to increases in department functional expenses. Police and Fire expenses increased a combined \$55 million mainly due to increased labor costs and pension expense associated with a change of actuarial assumptions, differences between expected and actual experience, and projected earnings coming in lower than expected on the net pension liability valuation date. Public works expenses increased \$21 million due to increased costs for pavement and concrete maintenance, replacement of traffic signs and signals, and unforeseen costs related to the 2024 winter storms. Youth, parks, community enrichment expenses increased \$19 million due to various planned park improvements, increased facility and staffing costs to align with growth in community participation, and unforeseen costs related to the 2024 winter storms. These increases were offset by a \$36 million decrease in general government expenses primarily due to a decrease in developer fee credits.

City of Sacramento
Management's Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)
For the Fiscal Year Ended June 30, 2024

Business-type activities

Total revenues for business-type activities increased \$46 million, an 11.0 percent increase compared to the prior fiscal year. Total expenses for business-type activities increased \$19 million, a 5.8 percent increase. Transfers out primarily consist of in-lieu taxes paid by the business-type activities to the General Fund. Transfers in primarily consist of water, wastewater, and parking program support received from the General Fund and Measure U Fund.

Revenue

Charges for services revenue increased \$8 million primarily due to a \$6 million increase in solid waste service revenue. Solid waste service accounts increased with the addition of new development and homes in the current fiscal year and there was a rate increase effective January 2024.

Capital grants and contributions increased by \$7 million primarily due to an increase in water capital contributions.

Investment earnings increased by \$24 million mainly due to a gain in fair value of Pool A investment holdings in the current fiscal year, compared to a loss in the prior fiscal year.

Expenses

Water expenses increased \$7 million primarily due to a \$4 million increase in labor expense in relation to approved labor agreements and vacancies filled in the current fiscal year. There was also a \$3 million increase in services and supplies expense associated with noncapitalized Accelerated Water Meter project compliance costs and Fairbairn Water Treatment Plant lab repair costs.

Wastewater expenses increased \$7 million primarily due to a \$5 million increase in services and supplies expense in relation to sinkhole and sewer repair costs.

FINANCIAL ANALYSIS OF THE FUND STATEMENTS

Funds are accounting devices the City uses to keep track of specific sources of funding and spending for particular purposes. The fund financial statements focus on individual parts of City government, reporting City operations in more detail than the government-wide statements.

Governmental Funds

The City's governmental funds provide information on near-term inflows, outflows, and balances of spendable resources. Total revenues for governmental funds increased \$70 million compared to the prior fiscal year. Total expenditures increased \$101 million compared to the prior fiscal year. Net other financing sources increased \$14 million compared to the prior fiscal year. These changes are discussed in more detail below.

General Fund

Total General Fund revenue increased \$29 million compared to the prior fiscal year. Intergovernmental revenues increased \$13 million, primarily due to an increase in Voluntary Rate Range Program and Public Provider Ground Emergency Medical Transportation Program revenues received by the City's Fire Department. Interest, rents, and concessions increased \$14 million, primarily due to a gain in fair value related to the General Fund's share of Pool A holdings. In fiscal year 2024, the General Fund recognized a \$10 million gain in fair value in relation to Pool A holdings, compared to a \$3 million loss in fair value in fiscal year 2023.

Total General Fund expenditures increased \$51 million compared to the prior fiscal year. Expenditures in Police and Fire departments increased \$25 million in total mainly due an increase in labor and pension costs. Citywide and community support expenditures increased \$10 million primarily due to an increase in pension and liability insurance premium costs. Capital outlay expenditures also increased \$18 million. Capital outlay fluctuates from year to year due to timing and the multi-year nature of capital projects. The General Fund's largest capital outlay expenditures during the fiscal year consisted of expenditures for the 827 K Street Building, fire apparatus and ambulances, police safety equipment, Sacramento Valley Station repairs, and the issuance of long-term liabilities for new lease and IT subscription agreements.

City of Sacramento
Management's Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)
For the Fiscal Year Ended June 30, 2024

General Fund Budgetary Highlights

The City Council revised the budget throughout the fiscal year with revenue and appropriation adjustments and the use of committed fund balance after the original budget was adopted.

After accounting for these budget adjustments, General Fund revenues were \$34 million higher than final budgeted amounts. Collection of various taxes exceeded the budget by \$5 million primarily due to increases in property taxes. Intergovernmental revenue exceeded budget by \$19 million primarily due to Voluntary Rate Range Program and Public Provider Ground Emergency Medical Transportation Program revenues received by the City's Fire Department. Interest, rents, and concessions revenue exceeded budget by \$15 million primarily due to a gain in fair value related to the General Fund's share of Pool A holdings. Charges for services were less than budgeted by \$6 million primarily due to emergency medical service revenues.

General Fund budgetary expenditures were \$122 million lower than final budgeted amounts. Most of the General Fund departments reported favorable operating expenditure budget variances primarily due to labor savings and labor reimbursements from grants and other funds. Capital outlay expenditures were less than budgeted amounts by \$32 million due to the multi-year nature of capital projects. Unspent multi-year project budgets, as well as other unspent City Council approved program budgets, are carried over to the subsequent fiscal year.

Measure U Fund

Measure U Fund revenue increased \$7 million compared to the prior fiscal year. Tax revenue increased \$4 million as retail and e-commerce sales increased and came in higher than expected. Interest revenue increased \$3 million primarily due to a fair value gain related to the Measure U Fund's share of Pool A holdings.

Total Measure U Fund expenditures increased \$12 million compared to the prior fiscal year. General government expenditures decreased \$10 million, while youth, parks, and community enrichment expenditures increased \$11 million as the Office of Youth Development was reclassified from the Office of the City Manager and general government expenditures to the Department of Youth, Parks, and Community Enrichment in the current fiscal year. The Office of Youth Development saw an increase in budgeted spending for the Sacramento Youth Works program and grant funding to support youth mental wellness, workforce development, academic support, and violence intervention. Convention and cultural services expenditures increased by \$2 million primarily due to the provision of funding for art grants and the Powerhouse Science Center, as well as an increase in labor and pension costs. Community development expenditures increased by \$2 million mainly due an increase in labor and pension costs. Community response expenditures increased by \$2 million due to an increase in budgeted spending for the City's Outreach and Engagement Center and other homeless outreach programs. Capital outlay expenditures increased \$2 million due to timing and the multi-year nature of capital projects.

2015 Golden 1 Center Lease Revenue Bond Fund

2015 Golden 1 Center Lease Revenue Bond Fund revenue increased \$1 million due to a gain in fair value associated with fiscal agent investment holdings.

Other Governmental Funds

Other governmental fund revenues increased by \$32 million primarily due to revenue increases of \$23 million for special revenue funds and \$9 million for capital projects funds. The increase in special revenue funds revenue is primarily due to the following:

- \$5 million increase in contributions and donations due to funds received to establish the American Federation of State, County, and Municipal Employees Local 3299 Greg McNair UC Workers Housing Fund to implement housing stability programs.
- \$12 million increase in intergovernmental revenues from Homeless Housing, Assistance, and Prevention and Go-Biz Equity grant programs.

City of Sacramento
Management's Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)
For the Fiscal Year Ended June 30, 2024

The increase in capital projects funds revenue is primarily due to the following:

- \$34 million increase in the Capital Grants Fund mainly due to Del Rio Trail, Downtown Mobility, and Railyard Rehabilitation projects.
- \$20 million decrease in the Special Districts Fund mainly due to the difference in special tax bonds issued. \$23 million of assessment levies revenue was recognized in fiscal year 2023 with the issuance of the Railyards CFD No. 2018-01 Improvements Area IA1 Special Tax Bonds, Series 2022.
- \$3 million decrease in the Financing Plans Fund mainly due to a one-time \$5 million payment from the California Department of General Services for their fair share contribution to the River District Finance Plan for the Richards Boulevard Office Complex in fiscal year 2023. This was offset partially by an increase in development permits issued in fiscal year 2024.

Other governmental fund expenditures increased by \$38 million primarily due to an increase of \$26 million in expenditures for capital projects funds and \$12 million for special revenue funds. The increase in capital projects funds expenditures is primarily due to the following:

- \$5 million increase in the Financing Plans Fund due to Downtown Railyards development, low-income housing, and the Downtown mobility project expenditures.
- \$25 million increase in the Capital Grants Fund due to Township 9 Infrastructure, Del Rio Trail, Two Rivers Trail, Matsui Hanami Line, and Railyards Rehabilitation construction projects.
- \$6 million decrease in the Special Districts Fund due to a decrease in expenditures associated with the Railyards, Greenbriar and Delta Shores Special Districts.

The increase in special revenue funds expenditures is primarily due to the following:

- \$4 million of expenditures for the issuance of long-term liabilities for new lease and IT software subscription agreements in the Transportation and Development Fund and Operating Grants Fund in fiscal year 2024.
- \$4 million increase in the Special Districts Fund mainly due to increased budget and expenditures for the Citywide Landscape and Lighting District and Sacramento Tourism Marketing District.

\$6 million of financing plan fee credits were issued in fiscal year 2024, in comparison to \$12 million in fiscal year 2023. \$2 million of Delta Shores financing plan fee credits and \$4 million of North Natomas financing plan fee credits were issued in the current year. More detailed fee credit information is presented in Note 7 to the financial statements.

Enterprise Funds

The City's enterprise fund financial statements provide the same type of information as the government-wide financial statements but in greater detail. Total operating revenues increased \$9 million and operating expenses increased \$20 million compared to the prior fiscal year. Net nonoperating revenues (expenses) increased \$31 million and capital contributions increased \$7 million compared to the prior fiscal year. These changes are discussed in more detail below.

Water Fund

Water Fund operating expenses increased \$8 million primarily due to a \$4 million increase in labor expense in relation to approved labor agreements and vacancies filled in the current fiscal year. Net nonoperating revenue increased \$16 million primarily due to a gain in fair value related to the Water Fund's share of Pool A investment holdings. Developer fees and capital contributions increased \$5 million in association with the Florin Reservoir Back Up Engine, Meadowview Road, and Greenbriar Phase 1 projects.

Wastewater Fund

Wastewater Fund operating expenses increased \$7 million mainly due to a \$5 million increase in services and supplies expense in relation to sinkhole and sewer repair costs. Net nonoperating revenue increased \$3 million primarily due to a gain in fair value related to the Wastewater Fund's share of Pool A investment holdings. Developer fees and capital contributions decreased \$3 million in association with the completion of the Emergency Combined Wastewater Treatment Plant Sewer Repair project.

City of Sacramento
Management's Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)
For the Fiscal Year Ended June 30, 2024

Storm Drainage Fund

Storm Drainage Fund operating expenses increased \$4 million due to a \$3 million increase in labor expense in relation to approved labor agreements and vacancies filled in the current fiscal year. Net nonoperating revenue increased \$4 million primarily due to a gain in fair value related to the Storm Drainage Fund's share of Pool A investment holdings. Developer fees and capital contributions increased \$5 million in association with the Sacramento Railyards Bercut Drive, Delta Shores Medium Density Residential 5, and Greenbriar Phase 1 projects.

Solid Waste Fund

Solid Waste Fund operating revenues increased \$6 million primarily due to an increase in service accounts with the addition of new development and homes, as well as rate adjustments effective January 2024. Operating expenses decreased \$6 million primarily due to a decrease in vehicle replacements. Net nonoperating revenue increased \$3 million primarily due to a gain in fair value related to the Solid Waste Fund's share of Pool A investment holdings and grant funding for implementation of Senate Bill 1383 requirements.

Community Center Fund

Community Center Fund operating expenses increased \$6 million due to increased events in the current fiscal year. Net nonoperating revenue increased by \$4 million primarily due to an increase in TOT revenue, as hotel stays, and travel increased.

Other Enterprise Funds

Other Enterprise Funds consist of the activities of the City's Parking and 4th R Child Development Funds. Total operating revenues increased by \$3 million. 4th R saw an increase of \$1 million of revenue due to an increase in enrollment in fiscal year 2024. 4th R is a full cost recovery program and fees have not increased since 2015. Parking saw an increase of \$2 million of revenue due to an increase in events in Downtown Sacramento, as well as increased enforcement and metered hours.

City of Sacramento
Management's Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)
For the Fiscal Year Ended June 30, 2024

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2024, the City had invested \$3.7 billion in a broad range of capital assets, including land, buildings, vehicles, parks and park improvements, roads, bridges, and water, wastewater and storm drainage transmission and distribution systems. Current year capital asset additions, net of deletions, of \$188 million were offset by current year depreciation/amortization expense of \$146 million, resulting in a net increase in capital assets of \$42 million.

City of Sacramento
Capital Assets

As of June 30, 2024 and 2023
(net of depreciation, in millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2024	2023	2024	2023	2024	2023
Capital assets not being depreciated						
Land	\$ 230	\$ 220	\$ 50	\$ 49	\$ 280	\$ 269
Easements	3	2	-	-	3	2
Construction in progress	297	278	459	453	756	731
Depreciable capital assets:						
Buildings and improvements	409	403	252	259	661	662
Equipment	11	11	96	101	107	112
Software	1	1	7	8	8	9
Vehicles	93	96	-	-	93	96
Transmission and distribution system	4	3	958	963	962	966
Roadway network	521	519	-	-	521	519
Streetlight network	181	173	-	-	181	173
Parks and park improvements	155	149	-	-	155	149
Lease and IT subscription assets, net	16	13	4	4	20	17
Total capital assets	\$ 1,921	\$ 1,868	\$ 1,826	\$ 1,837	\$ 3,747	\$ 3,705

This year's major capital asset additions include:

- \$10 million for the Broadway Complete Streets Project,
- \$9 million for the Del Rio Trail Project,
- \$6 million for the Railyards Rehabilitation Project,
- \$6 million for the Northwood School Access Implementation Project,
- \$6 million for the Downtown Mobility Project,
- \$5 million for the HSIP 8 Florin Road Signals Project,
- Other capital project additions in progress include the Matsui Hanami Line Project, the I Street Bridge Replacement Project, and the Two Rivers Trail Phase II Project. Many other capital projects were completed during the year and transferred from construction in progress to the appropriate capital asset categories.

City of Sacramento
Management's Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)

For the Fiscal Year Ended June 30, 2024

The City has \$92 million in commitments for contracts awarded but not completed as of June 30, 2024. The major contracts outstanding are \$4 million for Freeport Reservoir pump replacement and electrical improvements; \$2 million for replacing three outfall pipes from Sump 151 through the America River levee to the outfall structure; \$2 million for the construction of a Class I bike trail along the Sacramento Southern Railroad between Sutterville Road and Meadowview Road; \$2 million for installation of motor-controlled valves and drainage system as part of the Ground Water Flush-to-Waste project; and \$45 million for the purchase of vehicles, primarily for the replacement of refuse trucks and garbage trucks.

More detailed information about the City's capital assets and lease and IT subscription assets is presented in Notes 4 and 6 to the financial statements.

Long-term Debt

The following table summarizes the City's outstanding debt (excluding other long-term liabilities):

City of Sacramento						
Outstanding Debt						
As of June 30, 2024 and 2023						
(in millions)						
	Governmental		Business-Type		Total Primary	
	Activities		Activities		Government	
	2024	2023	2024	2023	2024	2023
Revenue and other bonds, net	\$ 426	\$ 443	\$ 732	\$ 765	\$ 1,158	\$ 1,208
Notes payable	16	16	131	137	147	153
Total outstanding debt	<u>\$ 442</u>	<u>\$ 459</u>	<u>\$ 863</u>	<u>\$ 902</u>	<u>\$ 1,305</u>	<u>\$ 1,361</u>

Total outstanding debt for governmental activities decreased \$17 million due to principal payments on existing obligations and amortization of bond premiums.

Total outstanding debt for business-type activities decreased \$39 million primarily due to principal payments on existing obligations and amortization of bond premiums. Also, \$28 million of Water Revenue Refunding Bonds, Series 2020 were refunded with the issuance of Water Revenue Refunding Bonds, Series 2023 at par of \$21 million.

More detailed information about the City's long-term liabilities is presented in Note 7 to the financial statements.

Credit rating

The following table summarizes the City's bonded debt ratings (nr designates not rated) at June 30, 2024, as determined by S&P Global Ratings (S & P), Moody's Ratings (Moody's), and Fitch Ratings (Fitch):

Bond issues:	<u>S & P</u>	<u>Moody's</u>	<u>Fitch</u>
• 2006 Capital Improvement Revenue Bonds, Series B	AA-	Aa3	nr
• 2006 Capital Improvement Revenue Bonds, Series E	AA-	Aa3	nr
• Water Revenue Bonds, Series 2013	AA	nr	AA-
• 2015 Refunding Revenue Bonds	AA-/AA	Aa3	nr
• 2015 Lease Revenue Bonds - Golden 1 Center	AA-	nr	AA-
• Water Revenue Bonds, Series 2017	AA	nr	AA-
• 2018 TOT Revenue Bonds, Senior Series A&B	nr	A1	nr
• 2018 TOT Revenue Bonds, Subordinate Series C	nr	A2	nr

City of Sacramento
Management’s Discussion and Analysis (Continued)
(Required Supplementary Information - Unaudited)
For the Fiscal Year Ended June 30, 2024

Bond issues:	<u>S & P</u>	<u>Moody’s</u>	<u>Fitch</u>
• Wastewater Revenue Bonds, Series 2019	AA	nr	AA
• 2019 STID Assessment Revenue Bonds	nr	A2	nr
• Water Revenue Refunding Bonds, Series 2020	AA	nr	AA-
• Wastewater Revenue Refunding Bonds, Series 2020	AA	nr	AA
• Water Revenue Refunding Bonds, Series 2023	AA	nr	AA-

The City’s issuer credit rating as of June 30, 2024 is AA with a stable outlook from S&P, Aa2 with a stable outlook from Moody’s, and AA+ with a stable outlook from Fitch. The issuer credit rating is an assessment of the City’s creditworthiness and capacity to meet financial commitments as they come due without regard to the terms of a specific debt instrument. The ratings and stable outlook determination are based on a multitude of factors for each of the rating agencies. Highlights include: the City’s improved economic condition, as demonstrated by the steady rise in assessed values, in combination with the City’s operating surpluses driving the growing reserve balances; the City’s continued population growth, diverse economy, and above-average education retention levels; and the City taking proactive steps to address out-year budget gaps and maintain its reserve levels.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGET

Economic Factors

As the City heads into the new fiscal year, increasing service needs, higher costs and slower revenue growth will continue to create challenges. Housing demand remains higher than supply in the region, but home sales have slowed considerably over the past year as prices and interest rates have reduced demand. Homelessness and affordable housing supply are two of the biggest issues the City faces.

Next Year’s Budget

General Fund budget appropriations for fiscal year 2025 are \$689.5 million, an increase of 9.8 percent compared to the fiscal year 2024 approved budget. The City is facing a structural deficit because of many decisions that the City and voters have made over the past few years. To better serve its residents, especially during the pandemic, the City expanded beyond its traditional core service areas and launched new programs, often with one-time federal funding. New labor contracts and higher prices for supplies, services and insurance have increased operating costs.

The fiscal year 2025 approved budget addresses the City’s structural deficit for one year with a combination of one-time and ongoing strategies and does not include the elimination of any filled positions. Due to the budget deficit, the contribution to the Economic Uncertainty Reserve was partially suspended for fiscal year 2024 and fully suspended for fiscal year 2025.

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, and to demonstrate the City’s accountability for the money it receives. If you have questions about this report, need additional financial information, or would like to obtain component unit financial statements, contact the City of Sacramento Department of Finance, Accounting Division, 915 I Street, Fourth Floor, Sacramento, CA, 95814, or visit the City’s web page at <http://www.cityofsacramento.org>.

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Government-wide Financial Statements

City of Sacramento
Statement of Net Position
June 30, 2024
(in thousands)

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash and investments	\$ 984,515	\$ 476,176	\$ 1,460,691
Receivables, net	408,120	86,863	494,983
Internal balances	4,743	(4,743)	-
Inventories	-	2,289	2,289
Prepaid items	10,417	509	10,926
Restricted cash and investments	34,862	85,449	120,311
Intangible assets	-	96	96
Land and other capital assets not being depreciated/amortized	529,514	509,170	1,038,684
Other capital assets, net of depreciation/amortization	<u>1,390,887</u>	<u>1,317,138</u>	<u>2,708,025</u>
Total assets	<u>3,363,058</u>	<u>2,472,947</u>	<u>5,836,005</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Loss on refunding of debt	1,978	8,055	10,033
Pensions	347,360	39,083	386,443
OPEB	<u>36,355</u>	<u>4,869</u>	<u>41,224</u>
Total deferred outflows of resources	<u>385,693</u>	<u>52,007</u>	<u>437,700</u>
<u>LIABILITIES</u>			
Payables	107,698	38,134	145,832
Unearned revenue	13,656	4,597	18,253
Long-term liabilities:			
Due within one year	74,218	35,401	109,619
Due in more than one year	<u>2,025,942</u>	<u>1,043,217</u>	<u>3,069,159</u>
Total liabilities	<u>2,221,514</u>	<u>1,121,349</u>	<u>3,342,863</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Service concession arrangement	5,128	-	5,128
Gain on refunding of debt	-	3,310	3,310
Pensions	6,299	3,142	9,441
OPEB	38,900	7,946	46,846
Leases	<u>27,531</u>	<u>9,105</u>	<u>36,636</u>
Total deferred inflows of resources	<u>77,858</u>	<u>23,503</u>	<u>101,361</u>
<u>NET POSITION</u>			
Net investment in capital assets	1,408,509	972,422	2,380,931
Restricted for:			
Capital projects	269,677	60,852	330,529
Debt service	1,083	-	1,083
Public works programs	39,465	-	39,465
Economic development programs	79,416	-	79,416
Other programs	81,521	38,114	119,635
Trust and endowments:			
Expendable	11,168	-	11,168
Nonexpendable	595	-	595
Unrestricted	<u>(442,055)</u>	<u>308,714</u>	<u>(133,341)</u>
Total net position	<u>\$ 1,449,379</u>	<u>\$ 1,380,102</u>	<u>\$ 2,829,481</u>

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

City of Sacramento

Statement of Activities

For the Fiscal Year Ended June 30, 2024

(in thousands)

Functions/Programs	Operating Expenses	Indirect Expenses Allocation	Program Revenues			Net (Expense) Revenue
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government:						
Governmental activities:						
General government	\$ 194,637	\$ (21,391)	\$ 28,932	\$ 47,826	\$ 20	\$ (96,468)
Police	284,283	-	13,362	8,009	550	(262,362)
Fire	229,749	-	60,800	2,225	-	(166,724)
Public works	158,275	-	59,859	17,054	122,232	40,870
Convention and cultural services	31,401	-	13,256	1,243	755	(16,147)
Youth, parks, and community enrichment	100,146	-	16,125	3,134	12,583	(68,304)
Community development	75,796	-	30,485	558	18,526	(26,227)
Community response	20,467	-	-	583	-	(19,884)
Library	24,744	-	-	9,537	-	(15,207)
Interest on long-term debt	16,903	-	-	-	-	(16,903)
Total governmental activities	1,136,401	(21,391)	222,819	90,169	154,666	(647,356)
Business-type activities:						
Water	116,497	7,558	132,957	2,668	13,088	24,658
Wastewater	39,955	2,500	45,871	-	3,600	7,016
Storm drainage	48,569	3,174	62,606	134	8,480	19,477
Solid waste	67,152	4,884	93,291	1,679	-	22,934
Community center	36,446	2,002	14,640	-	-	(23,808)
Parking	12,875	1,273	18,725	-	-	4,577
Child development	6,317	-	6,396	281	-	360
Total business-type activities	327,811	21,391	374,486	4,762	25,168	55,214
Total primary government	\$ 1,464,212	\$ -	\$ 597,305	\$ 94,931	\$ 179,834	\$ (592,142)

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

City of Sacramento

Statement of Activities

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Changes in net position:			
Net (expense) revenue	\$ (647,356)	\$ 55,214	\$ (592,142)
General revenues:			
Taxes:			
Property taxes	244,107	-	244,107
Utility user taxes	64,133	-	64,133
Local sales tax	134,293	-	134,293
Property transfer tax	10,446	-	10,446
Business operations tax	33,367	-	33,367
Transient occupancy tax	6,876	34,254	41,130
Other taxes	2,245	-	2,245
Unrestricted sales taxes shared state revenue	112,422	-	112,422
Unrestricted investment earnings	44,372	27,610	71,982
Unrestricted miscellaneous	13,095	-	13,095
Gain on reduction in lease and IT subscription liabilities	117	23	140
Transfers	41,976	(41,976)	-
Total general revenues and transfers	707,449	19,911	727,360
Changes in net position	60,093	75,125	135,218
Net position, beginning of year	1,389,286	1,304,977	2,694,263
Net position, end of year	\$ 1,449,379	\$ 1,380,102	\$ 2,829,481

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

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Fund Financial Statements

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City of Sacramento
Governmental Funds
Balance Sheet

June 30, 2024
(in thousands)

	General Fund	Measure U Fund	2015 Golden 1 Center Lease Revenue Bond Fund
ASSETS			
Cash and investments held by City	\$ 306,382	\$ 67,902	\$ 6,815
Cash and investments held by fiscal agent	191	-	956
Receivables, net:			
Taxes	33,123	23,037	-
Accounts	27,592	120	2,088
Loans	1,236	-	133,345
Intergovernmental	5,239	-	-
Leases	25,837	-	-
Interest	1,629	312	31
Prepaid items	449	3	-
Restricted assets:			
Cash and investments held by City	-	-	-
Cash and investments held by fiscal agent	-	-	18,289
Total assets	\$ 401,678	\$ 91,374	\$ 161,524
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 17,383	\$ 8,016	\$ -
Accrued payroll	24,833	2,316	-
Due to other funds	-	-	-
Deposits	356	-	-
Unearned revenue	2,365	-	-
Advances from other funds	1,237	-	-
Total liabilities	46,174	10,332	-
Deferred inflows of resources:			
Unavailable revenue	5,178	-	133,345
Leases	23,878	-	-
Total deferred inflows of resources	29,056	-	133,345
Fund balances:			
Nonspendable:			
Prepaid items	449	3	-
Leases	1,959	-	-
Permanent fund principal	-	-	-
Restricted:			
Capital projects	-	-	-
Debt service	-	-	18,289
Public works programs	-	-	-
Economic development programs	-	-	-
Other programs	-	-	-
Committed:			
Economic uncertainty	74,613	1,773	-
Capital projects	53,795	22,375	-
Debt service	-	-	8,903
Fire programs	25,088	-	-
OPEB	6,095	486	-
Set-aside for FY25 Budget	10,443	2,158	-
Other programs	123,702	54,247	-
Assigned:			
Debt service	-	-	987
Unassigned	30,304	-	-
Total fund balances	326,448	81,042	28,179
Total liabilities, deferred inflows of resources and fund balances	\$ 401,678	\$ 91,374	\$ 161,524

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

City of Sacramento
Governmental Funds
Balance Sheet

June 30, 2024
(in thousands)

	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>		
Cash and investments held by City	\$ 460,311	\$ 841,410
Cash and investments held by fiscal agent	61	1,208
Receivables, net:		
Taxes	7,957	64,117
Accounts	22,851	52,651
Loans	26,486	161,067
Intergovernmental	81,275	86,514
Leases	3,805	29,642
Interest	1,843	3,815
Prepaid items	13	465
Restricted assets:		
Cash and investments held by City	10,461	10,461
Cash and investments held by fiscal agent	6,112	24,401
Total assets	\$ 621,175	\$ 1,275,751
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>		
Liabilities:		
Accounts payable	\$ 40,542	\$ 65,941
Accrued payroll	82	27,231
Due to other funds	8,191	8,191
Deposits	3,232	3,588
Unearned revenue	11,087	13,452
Advances from other funds	19,849	21,086
Total liabilities	82,983	139,489
Deferred inflows of resources:		
Unavailable revenue	69,116	207,639
Leases	3,653	27,531
Total deferred inflows of resources	72,769	235,170
Fund balances:		
Nonspendable:		
Prepaid items	13	465
Leases	152	2,111
Permanent fund principal	578	578
Restricted:		
Capital projects	292,340	292,340
Debt service	5,028	23,317
Public works programs	19,326	19,326
Economic development programs	79,416	79,416
Other programs	90,682	90,682
Committed:		
Economic uncertainty	-	76,386
Capital projects	1,460	77,630
Debt service	941	9,844
Fire programs	-	25,088
OPEB	9	6,590
Set-aside for FY25 Budget	-	12,601
Other programs	22,461	200,410
Assigned:		
Debt service	2,078	3,065
Unassigned	(49,061)	(18,757)
Total fund balances	465,423	901,092
Total liabilities, deferred inflows of resources and fund balances	\$ 621,175	\$ 1,275,751

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

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City of Sacramento
Governmental Funds
Reconciliation of the Balance Sheet to the Statement of Net Position
June 30, 2024
(in thousands)

Fund balances - total governmental funds		\$ 901,092
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
Revenue and other resources not available to liquidate liabilities of the current period are not recognized in the funds.		207,639
Prepaid bond insurance represents costs associated with the issuance of long-term debt which are amortized over the period the debt is outstanding. The costs are reported as expenditures of the current period in the governmental funds.		154
Capital assets used in governmental activities are not current financial resources and therefore, are not reported in the funds:		
Governmental capital assets	3,719,535	
Less: accumulated depreciation/amortization	<u>(1,893,429)</u>	
		1,826,106
Certain current liabilities are not due and payable in the current period and therefore, are not reported in the funds. Those liabilities consist of the following:		
Interest payable		(4,924)
Deferred outflows and inflows of resources are not recognized in the current period and therefore, not reported in the governmental funds.		
Deferred outflows related to pensions	342,637	
Deferred outflows related to OPEB	35,742	
Deferred inflows related to pensions	(6,264)	
Deferred inflows related to OPEB	(37,835)	
Loss on refunding of debt	<u>1,978</u>	
		336,258
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds.		
Accrued compensated absences	(51,488)	
Accrued claims and judgments	(5,641)	
Financing plan fee credits	(78,867)	
Net pension liability	(1,168,250)	
Net OPEB liability	(170,138)	
Pollution remediation obligations	(1,020)	
Revenue and other bonds payable, net	(426,510)	
Notes payable	(15,954)	
Lease liabilities	(1,086)	
IT subscription liabilities	<u>(12,827)</u>	
		(1,931,781)
Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		<u>114,835</u>
Net position of governmental activities		<u>\$ 1,449,379</u>

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

City of Sacramento

Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2024

(in thousands)

	General Fund	Measure U Fund	2015 Golden 1 Center Lease Revenue Bond Fund
Revenues:			
Taxes	\$ 456,957	\$ 134,293	\$ -
Intergovernmental	37,078	-	-
Charges for services	110,915	-	-
Fines, forfeits, and penalties	9,874	-	-
Interest, rents, and concessions	20,282	4,127	3,405
Community service fees	-	-	-
Assessment levies	565	-	-
Contributions and donations	1	-	-
Miscellaneous	139	-	-
Total revenues	635,811	138,420	3,405
Expenditures:			
Current:			
General government	67,011	8,836	-
Police	231,397	8,756	-
Fire	194,563	9,553	-
Public works	21,622	1,502	-
Convention and cultural services	2,517	5,537	-
Youth, parks, and community enrichment	8,420	50,751	-
Community development	32,912	12,473	-
Community response	4,792	12,406	-
Library	-	14,272	-
Utilities	54	5,610	-
Citywide and community support	63,139	5,695	-
Capital outlay	43,970	8,265	-
Debt service:			
Principal	3,713	306	4,165
Interest and fiscal charges	167	18	7,811
Total expenditures	674,277	143,980	11,976
Excess (deficiency) of revenues over (under) expenditures	(38,466)	(5,560)	(8,571)
Other financing sources (uses):			
Transfers in	63,068	596	9,700
Transfers out	(26,211)	(343)	-
Issuance of long-term debt	3,578	(4)	-
Total other financing sources (uses)	40,435	249	9,700
Changes in fund balances	1,969	(5,311)	1,129
Fund balances, beginning of year	324,479	86,353	27,050
Fund balances, end of year	<u>\$ 326,448</u>	<u>\$ 81,042</u>	<u>\$ 28,179</u>

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

City of Sacramento
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2024
(in thousands)

	Other Governmental Funds	Total Governmental Funds
Revenues:		
Taxes	\$ 16,554	\$ 607,804
Intergovernmental	169,409	206,487
Charges for services	19,970	130,885
Fines, forfeits, and penalties	282	10,156
Interest, rents, and concessions	16,038	43,852
Community service fees	23,463	23,463
Assessment levies	65,336	65,901
Contributions and donations	7,065	7,066
Miscellaneous	-	139
	<hr/>	<hr/>
Total revenues	318,117	1,095,753
Expenditures:		
Current:		
General government	54,786	130,633
Police	6,090	246,243
Fire	2,711	206,827
Public works	40,155	63,279
Convention and cultural services	15,220	23,274
Youth, parks, and community enrichment	13,233	72,404
Community development	21,781	67,166
Community response	2,676	19,874
Library	9,537	23,809
Utilities	334	5,998
Citywide and community support	-	68,834
Capital outlay	119,701	171,936
Debt service:		
Principal	20,466	28,650
Interest and fiscal charges	9,903	17,899
	<hr/>	<hr/>
Total expenditures	316,593	1,146,826
Excess (deficiency) of revenues over (under) expenditures	<hr/>	<hr/>
	1,524	(51,073)
Other financing sources (uses):		
Transfers in	22,390	95,754
Transfers out	(9,792)	(36,346)
Issuance of long-term debt	10,538	14,112
	<hr/>	<hr/>
Total other financing sources (uses)	23,136	73,520
Changes in fund balances	24,660	22,447
Fund balances, beginning of year	<hr/>	<hr/>
	440,763	878,645
Fund balances, end of year	<hr/> <hr/>	<hr/> <hr/>
	\$ 465,423	\$ 901,092

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

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City of Sacramento
Governmental Funds

**Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances to the Statement of Activities**

For the Fiscal Year Ended June 30, 2024
(in thousands)

Changes in fund balances - total governmental funds		\$ 22,447
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Governmental funds report capital outlay as expenditures. In the statement of activities, however, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization expense.</p>		
Capital outlay	107,818	
Depreciation/amortization expense	<u>(77,393)</u>	30,425
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds:</p>		
Infrastructure dedications	25,693	
Termination of IT subscription agreements	<u>117</u>	25,810
<p>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.</p>		
Issuance of long-term debt	(14,112)	
Principal repayments on long-term debt	<u>28,650</u>	14,538
<p>Revenue and other resources not available to liquidate liabilities of the current period are not recognized in governmental funds. Revenue in the statement of activities is not limited by availability, so certain revenues need to be reduced by the amounts that were unavailable at the beginning of the year and increased by the amounts that were unavailable at the end of the year. This adjustment records a net increase in revenues - unavailable revenues at the end of the year were greater than beginning unavailable revenues by this amount.</p>		
		2,588
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.</p>		
Accrued compensated absences	(1,170)	
Accrued claims and judgments	(1,806)	
Pension expense	(56,457)	
Other postemployment benefits	29,214	
Pollution remediation	(23)	
Interest	83	
Amortization of prepaid bond insurance	(17)	
Amortization of bond premium	1,136	
Amortization of gain/loss on refunding	<u>(220)</u>	(29,260)
<p>Capital assets transferred from governmental activities to business-type activities are reported as transfers in the statement of activities. The transfers are not reported in the governmental funds as the amount did not involve the transfer of financial resources.</p>		
		(1,243)
<p>Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet, to individual funds. The net expense of the internal service funds is reported with the governmental activities.</p>		
		<u>(5,212)</u>
Change in net position of governmental activities		\$ 60,093

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

City of Sacramento

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

- Budget and Actual (Non-GAAP Budgetary Basis)

with Budget to GAAP Reconciliation

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Budgeted Amounts		Actual	Variance with Final Budget	Budget to GAAP Reconciliation	Actual
	Original	Final	Amounts - Budgetary Basis			Amounts - GAAP Basis
Revenues:						
Taxes	\$ 458,613	\$ 451,698	\$ 456,957	\$ 5,259	\$ -	\$ 456,957
Intergovernmental	14,101	17,916	37,078	19,162	-	37,078
Charges for services	112,214	116,764	110,915	(5,849)	-	110,915
Fines, forfeits and penalties	7,272	9,231	9,874	643	-	9,874
Interest, rents, and concessions	1,968	5,398	20,282	14,884	-	20,282
Assessment levies	150	240	565	325	-	565
Contributions and donations	-	-	1	1	-	1
Miscellaneous	1,908	408	139	(269)	-	139
Total revenues	596,226	601,655	635,811	34,156	-	635,811
Expenditures:						
Current:						
Mayor/Council	10,817	12,620	7,655	4,965	(68)	7,587
City Auditor	1,278	1,565	1,271	294	-	1,271
City Manager	70,424	67,849	13,769	54,080	(6,763)	7,006
City Attorney	13,957	16,498	12,790	3,708	(568)	12,222
City Clerk	2,737	2,721	2,508	213	-	2,508
City Treasurer	1,707	1,804	1,181	623	-	1,181
Finance	9,048	9,502	9,426	76	(86)	9,340
Information technology	21,088	22,375	21,011	1,364	(15)	20,996
Human resources	9,225	10,010	5,085	4,925	(185)	4,900
Subtotal - General government	140,281	144,944	74,696	70,248	(7,685)	67,011
Police	225,255	242,075	231,602	10,473	(205)	231,397
Fire	182,011	194,354	194,574	(220)	(11)	194,563
Public works	24,295	31,555	21,751	9,804	(129)	21,622
Convention and cultural services	10,283	10,046	3,379	6,667	(862)	2,517
Youth, parks, and community enrichment	6,695	9,634	8,420	1,214	-	8,420
Community development	38,179	38,476	33,567	4,909	(655)	32,912
Community response	6,991	7,241	7,397	(156)	(2,605)	4,792
Utilities	177	164	54	110	-	54
Citywide and community support	68,768	50,523	63,107	(12,584)	32	63,139
Capital outlay	71,029	76,032	44,206	31,826	(236)	43,970
Debt service:						
Principal	-	3,713	3,713	-	-	3,713
Interest and fiscal charges	-	127	167	(40)	-	167
Total expenditures	773,964	808,884	686,633	122,251	(12,356)	674,277
Excess (deficiency) of revenues over (under) expenditures	(177,738)	(207,229)	(50,822)	156,407	12,356	(38,466)
Other financing sources (uses):						
Transfers in	39,780	44,439	63,068	18,629	-	63,068
Transfers out	(22,582)	(26,701)	(26,211)	490	-	(26,211)
Issuance of long-term debt	-	-	-	-	3,578	3,578
Total other financing sources (uses)	17,198	17,738	36,857	19,119	3,578	40,435
Changes in fund balance	(160,540)	(189,491)	(13,965)	175,526	15,934	1,969
Fund balance, beginning of year	324,479	324,479	324,479	-	-	324,479
Fund balance, end of year	\$ 163,939	\$ 134,988	\$ 310,514	175,526	\$ 15,934	\$ 326,448

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

City of Sacramento

Measure U Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

- Budget and Actual (Non-GAAP Budgetary Basis)

with Budget to GAAP Reconciliation

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Budgeted Amounts		Actual Amounts - Budgetary Basis	Variance with Final Budget	Budget to GAAP Reconciliation	Actual Amounts - GAAP Basis
	Original	Final				
Revenues:						
Taxes	\$ 135,124	\$ 133,081	\$ 134,293	\$ 1,212	\$ -	\$ 134,293
Interest, rents, and concessions	-	2,000	4,127	2,127	-	4,127
Total revenues	135,124	135,081	138,420	3,339	-	138,420
Expenditures:						
Current:						
General government	31,365	34,152	14,990	19,162	(6,154)	8,836
Police	10,381	10,647	9,840	807	(1,084)	8,756
Fire	10,130	11,011	9,554	1,457	(1)	9,553
Public works	2,551	2,163	1,729	434	(227)	1,502
Convention and cultural services	5,565	5,854	5,626	228	(89)	5,537
Youth, parks, and community enrichment	55,495	56,363	50,915	5,448	(164)	50,751
Community development	15,883	16,557	12,889	3,668	(416)	12,473
Community response	20,371	22,190	19,538	2,652	(7,132)	12,406
Library	14,272	14,272	14,272	-	-	14,272
Utilities	5,628	5,628	5,610	18	-	5,610
Citywide and community support	5,976	3,937	5,695	(1,758)	-	5,695
Capital outlay	24,581	29,584	9,765	19,819	(1,500)	8,265
Debt service:						
Principal	-	306	306	-	-	306
Interest and fiscal charges	-	18	18	-	-	18
Total expenditures	202,198	212,682	160,747	51,935	(16,767)	143,980
Excess (deficiency) of revenues over (under) expenditures	(67,074)	(77,601)	(22,327)	55,274	16,767	(5,560)
Other financing sources (uses):						
Transfers in	-	388	596	208	-	596
Transfers out	(313)	(343)	(343)	-	-	(343)
Issuance of long-term debt	-	-	-	-	(4)	(4)
Total other financing sources (uses)	(313)	45	253	208	(4)	249
Changes in fund balance	(67,387)	(77,556)	(22,074)	55,482	16,763	(5,311)
Fund balance, beginning of year	86,353	86,353	86,353	-	-	86,353
Fund balance, end of year	\$ 18,966	\$ 8,797	\$ 64,279	\$ 55,482	\$ 16,763	\$ 81,042

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

City of Sacramento
Proprietary Funds
Statement of Net Position

June 30, 2024
(in thousands)

	Business-type Activities - Enterprise Funds			
	Water Fund	Wastewater Fund	Storm Drainage Fund	Solid Waste Fund
<u>ASSETS</u>				
Current assets:				
Cash and investments held by City	\$ 217,187	\$ 64,278	\$ 74,754	\$ 60,937
Cash and investments held by fiscal agent	263	-	-	-
Receivables, net:				
Taxes	-	-	-	-
Accounts	21,403	13,213	12,300	14,192
Loans	-	-	51	-
Intergovernmental	3,018	491	1,204	-
Leases	64	-	-	157
Interest	1,300	324	344	291
Due from other funds	-	-	-	-
Inventories	1,797	98	394	-
Prepaid items	509	-	-	-
Intangible asset, current portion	-	-	-	-
Total current assets	<u>245,541</u>	<u>78,404</u>	<u>89,047</u>	<u>75,577</u>
Noncurrent assets:				
Restricted assets:				
Cash and investments held by City	60,495	7,413	729	2,252
Cash and investments held by fiscal agent	3,499	-	-	-
Advances to other funds	-	-	-	-
Leases receivable	737	-	-	1,284
Loans receivable	-	-	822	-
Intangible assets	-	-	-	-
Capital assets:				
Land	3,637	1,138	17,885	1,133
Buildings and improvements	168,214	58,654	11,805	32,153
Machinery and equipment	117,021	6,044	18,776	12,437
Vehicles	-	-	-	-
Transmission and distribution system	941,378	251,409	452,635	-
Construction in progress	60,125	7,417	11,280	2,422
Software	3,541	3,464	3,764	2,801
Easements	134	-	157	-
Leased land	-	-	-	-
Leased building	-	-	177	-
Leased equipment	184	-	-	-
IT subscriptions	1,117	363	194	132
Less: accumulated depreciation/amortization	<u>(430,417)</u>	<u>(108,573)</u>	<u>(259,892)</u>	<u>(38,311)</u>
Total noncurrent assets	<u>929,665</u>	<u>227,329</u>	<u>258,332</u>	<u>16,303</u>
Total assets	<u>1,175,206</u>	<u>305,733</u>	<u>347,379</u>	<u>91,880</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Loss on refunding of debt	5,950	2,105	-	-
Pensions	16,586	4,338	5,444	6,393
OPEB	1,646	539	685	1,119
Total deferred outflows of resources	<u>24,182</u>	<u>6,982</u>	<u>6,129</u>	<u>7,512</u>

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

City of Sacramento
Proprietary Funds
Statement of Net Position

June 30, 2024
(in thousands)

	Business-type Activities - Enterprise Funds			Governmental
	Community Center Fund	Other Enterprise Funds	Total	Activities - Internal Service Funds
ASSETS				
Current assets:				
Cash and investments held by City	\$ 35,654	\$ 23,103	\$ 475,913	\$ 141,139
Cash and investments held by fiscal agent	-	-	263	758
Receivables, net:				
Taxes	4,392	-	4,392	-
Accounts	2,286	868	64,262	4,599
Loans	-	-	51	-
Intergovernmental	-	-	4,713	-
Leases	-	518	739	-
Interest	211	113	2,583	587
Due from other funds	-	-	-	8,441
Inventories	-	-	2,289	-
Prepaid items	-	-	509	9,798
Intangible asset, current portion	-	8	8	-
Total current assets	42,543	24,610	555,722	165,322
Noncurrent assets:				
Restricted assets:				
Cash and investments held by City	3,745	-	74,634	-
Cash and investments held by fiscal agent	7,316	-	10,815	-
Advances to other funds	-	-	-	25,579
Leases receivable	-	7,280	9,301	-
Loans receivable	-	-	822	-
Intangible assets	-	88	88	-
Capital assets:				
Land	20,071	5,825	49,689	-
Buildings and improvements	113,190	64,596	448,612	7,454
Machinery and equipment	4,913	6,235	165,426	543
Vehicles	-	-	-	216,495
Transmission and distribution system	-	-	1,645,422	-
Construction in progress	371,781	6,165	459,190	503
Software	59	41	13,670	256
Easements	-	-	291	-
Leased land	-	1,978	1,978	-
Leased building	-	-	177	175
Leased equipment	-	-	184	-
IT subscriptions	228	767	2,801	165
Less: accumulated depreciation/amortization	(75,304)	(48,635)	(961,132)	(131,296)
Total noncurrent assets	445,999	44,340	1,921,968	119,874
Total assets	488,542	68,950	2,477,690	285,196
DEFERRED OUTFLOWS OF RESOURCES				
Loss on refunding of debt	-	-	8,055	-
Pensions	3,254	3,068	39,083	4,723
OPEB	451	429	4,869	613
Total deferred outflows of resources	3,705	3,497	52,007	5,336

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

(continued)

City of Sacramento
Proprietary Funds
Statement of Net Position
June 30, 2024
(in thousands)

	Business-type Activities - Enterprise Funds			
	Water Fund	Wastewater Fund	Storm Drainage Fund	Solid Waste Fund
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable	3,905	14,526	3,859	1,614
Due to other funds	-	-	-	-
Accrued payroll	1,408	396	572	545
Accrued compensated absences	312	72	73	117
Interest payable	3,138	586	29	32
Liability for landfill postclosure	-	-	-	458
Deposits	1	-	-	-
Unearned revenue	1,646	-	1,009	-
Accrued claims and judgments	111	112	103	271
Lease liabilities	-	-	36	-
IT subscription liabilities	198	92	40	44
Revenue and other bonds payable, net	16,041	2,441	-	1,380
Notes payable	3,583	-	101	-
	<u>30,343</u>	<u>18,225</u>	<u>5,822</u>	<u>4,461</u>
Total current liabilities				
Noncurrent liabilities:				
Accrued compensated absences	3,931	1,313	1,866	1,610
Advances from other funds	-	-	-	-
Water fee credits	96	-	-	-
Wastewater fee credits	-	7,764	-	-
Net OPEB liability	10,964	4,101	4,612	15,284
Accrued claims and judgments	-	-	-	-
Liability for landfill postclosure	-	-	-	5,678
Lease liabilities	-	-	37	-
IT subscription liabilities	123	79	22	16
Revenue and other bonds payable, net	305,069	51,794	-	7,642
Notes payable	125,546	-	1,645	-
Net pension liability	53,779	16,656	33,310	22,887
	<u>499,508</u>	<u>81,707</u>	<u>41,492</u>	<u>53,117</u>
Total noncurrent liabilities				
Total liabilities	<u>529,851</u>	<u>99,932</u>	<u>47,314</u>	<u>57,578</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Gain on refunding of debt	3,058	-	-	131
Pensions	988	242	649	1,027
OPEB	2,611	769	1,249	2,874
Leases	741	-	-	1,413
	<u>7,398</u>	<u>1,011</u>	<u>1,898</u>	<u>5,445</u>
Total deferred inflows of resources				
<u>NET POSITION</u>				
Net investment in capital assets	422,783	158,261	251,851	3,490
Restricted for:				
Capital projects	52,935	7,917	-	-
Other programs	-	33	35,843	2,238
Unrestricted	<u>186,421</u>	<u>45,561</u>	<u>16,602</u>	<u>30,641</u>
Total net position	<u>\$ 662,139</u>	<u>\$ 211,772</u>	<u>\$ 304,296</u>	<u>\$ 36,369</u>

(continued)

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

City of Sacramento
Proprietary Funds
Statement of Net Position
June 30, 2024
(in thousands)

	Business-type Activities - Enterprise Funds			Governmental
	Community Center Fund	Other Enterprise Funds	Total	Activities - Internal Service Funds
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable	3,620	2,031	29,555	5,607
Due to other funds	250	-	250	-
Accrued payroll	239	317	3,477	406
Accrued compensated absences	49	31	654	107
Interest payable	1,235	34	5,054	1
Liability for landfill postclosure	-	-	458	-
Deposits	-	47	48	-
Unearned revenue	1,592	350	4,597	204
Accrued claims and judgments	14	11	622	36,693
Lease liabilities	-	114	150	22
IT subscription liabilities	52	50	476	55
Revenue and other bonds payable, net	8,194	1,301	29,357	-
Notes payable	-	-	3,684	-
Total current liabilities	15,245	4,286	78,382	43,095
Noncurrent liabilities:				
Accrued compensated absences	611	637	9,968	1,144
Advances from other funds	4,493	-	4,493	-
Water fee credits	-	-	96	-
Wastewater fee credits	-	-	7,764	-
Net OPEB liability	297	1,515	36,773	4,964
Accrued claims and judgments	-	-	-	105,824
Liability for landfill postclosure	-	-	5,678	-
Lease liabilities	-	1,537	1,574	83
IT subscription liabilities	97	619	956	-
Revenue and other bonds payable, net	330,903	7,266	702,674	-
Notes payable	-	-	127,191	-
Net pension liability	10,751	13,160	150,543	19,487
Total noncurrent liabilities	347,152	24,734	1,047,710	131,502
Total liabilities	362,397	29,020	1,126,092	174,597
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Gain on refunding of debt	-	121	3,310	-
Pensions	162	74	3,142	35
OPEB	55	388	7,946	1,065
Leases	-	6,951	9,105	-
Total deferred inflows of resources	217	7,534	23,503	1,100
<u>NET POSITION</u>				
Net investment in capital assets	110,088	25,949	972,422	92,545
Restricted for:				
Capital projects	-	-	60,852	-
Other programs	-	-	38,114	-
Unrestricted	19,545	9,944	308,714	22,290
Total net position	\$ 129,633	\$ 35,893	\$ 1,380,102	\$ 114,835

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

City of Sacramento
Proprietary Funds
Statement of Revenues, Expenses
and Changes in Net Position

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Business-type Activities - Enterprise Funds			
	Water Fund	Wastewater Fund	Storm Drainage Fund	Solid Waste Fund
Operating revenues:				
Charges for services:				
User fees and charges	\$ 132,825	\$ 44,226	\$ 60,633	\$ 92,869
Rents and concessions	54	-	-	205
Charge to other agencies for contract services	-	1,645	1,973	-
Miscellaneous	78	-	-	217
Total operating revenues	<u>132,957</u>	<u>45,871</u>	<u>62,606</u>	<u>93,291</u>
Operating expenses:				
Employee services	47,452	15,080	19,152	20,421
Services and supplies	32,651	19,901	21,353	49,885
Depreciation/amortization	30,822	5,408	11,072	1,264
Insurance premiums	-	-	-	-
Claims and judgments	205	37	99	248
Total operating expenses	<u>111,130</u>	<u>40,426</u>	<u>51,676</u>	<u>71,818</u>
Operating income (loss)	<u>21,827</u>	<u>5,445</u>	<u>10,930</u>	<u>21,473</u>
Nonoperating revenues (expenses):				
Interest and investment revenue	15,163	3,863	3,261	2,333
Transient occupancy taxes	-	-	-	-
Revenue from other agencies	2,668	-	134	1,679
Insurance and other claim recoveries	-	-	-	-
Interest expense	(12,902)	(1,582)	(67)	(218)
Amortization of bond prepaid insurance	(23)	-	-	-
Gain (loss) on disposition of capital assets	-	(447)	-	-
Gain on lease forgiveness	-	-	-	-
Total nonoperating revenues (expenses)	<u>4,906</u>	<u>1,834</u>	<u>3,328</u>	<u>3,794</u>
Income before capital contributions and transfers	26,733	7,279	14,258	25,267
Capital contributions	13,320	3,617	9,474	-
Transfers in	277	385	86	391
Transfers out	(14,776)	(4,817)	(8,852)	(10,256)
Changes in net position	25,554	6,464	14,966	15,402
Total net position, beginning of year	<u>636,585</u>	<u>205,308</u>	<u>289,330</u>	<u>20,967</u>
Total net position, end of year	<u>\$ 662,139</u>	<u>\$ 211,772</u>	<u>\$ 304,296</u>	<u>\$ 36,369</u>

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

City of Sacramento
Proprietary Funds
Statement of Revenues, Expenses
and Changes in Net Position

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Community Center Fund	Other Enterprise Funds	Total	
Operating revenues:				
Charges for services:				
User fees and charges	\$ 2,175	\$ 23,929	\$ 356,657	\$ 127,495
Rents and concessions	12,465	1,081	13,805	-
Charge to other agencies for contract services	-	-	3,618	-
Miscellaneous	-	111	406	92
Total operating revenues	<u>14,640</u>	<u>25,121</u>	<u>374,486</u>	<u>127,587</u>
Operating expenses:				
Employee services	8,279	9,648	120,032	14,406
Services and supplies	14,864	8,974	147,628	32,308
Depreciation/amortization	1,366	1,619	51,551	16,857
Insurance premiums	-	-	-	17,726
Claims and judgments	39	4	632	44,772
Total operating expenses	<u>24,548</u>	<u>20,245</u>	<u>319,843</u>	<u>126,069</u>
Operating income (loss)	<u>(9,908)</u>	<u>4,876</u>	<u>54,643</u>	<u>1,518</u>
Nonoperating revenues (expenses):				
Interest and investment revenue	2,370	620	27,610	7,670
Transient occupancy taxes	34,254	-	34,254	-
Revenue from other agencies	-	281	4,762	19
Insurance and other claim recoveries	-	-	-	1,287
Interest expense	(13,900)	(220)	(28,889)	(3)
Amortization of bond prepaid insurance	-	-	(23)	-
Gain (loss) on disposition of capital assets	-	-	(447)	486
Gain on lease forgiveness	-	23	23	-
Total nonoperating revenues (expenses)	<u>22,724</u>	<u>704</u>	<u>37,290</u>	<u>9,459</u>
Income before capital contributions and transfers	12,816	5,580	91,933	10,977
Capital contributions	-	-	26,411	-
Transfers in	2,689	5,300	9,128	10
Transfers out	(2,884)	(10,762)	(52,347)	(16,199)
Changes in net position	<u>12,621</u>	<u>118</u>	<u>75,125</u>	<u>(5,212)</u>
Total net position, beginning of year	<u>117,012</u>	<u>35,775</u>	<u>1,304,977</u>	<u>120,047</u>
Total net position, end of year	<u>\$ 129,633</u>	<u>\$ 35,893</u>	<u>\$ 1,380,102</u>	<u>\$ 114,835</u>

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

City of Sacramento

Proprietary Funds

Statement of Cash Flows

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Business-type Activities - Enterprise Funds			
	Water Fund	Wastewater Fund	Storm Drainage Fund	Solid Waste Fund
Cash flows from operating activities:				
Receipts from customers and users	\$ 133,103	\$ 45,459	\$ 61,343	\$ 91,683
Receipts from interfund services provided	-	-	-	-
Payments to suppliers	(34,732)	(19,873)	(21,511)	(48,139)
Payments to employees	(44,996)	(14,542)	(18,359)	(20,266)
Claims and judgments paid	(148)	(13)	(75)	(191)
Net cash provided by (used for) operating activities	<u>53,227</u>	<u>11,031</u>	<u>21,398</u>	<u>23,087</u>
Cash flows from noncapital financing activities:				
Transient occupancy taxes	-	-	-	-
Transfers in from other funds	278	385	86	391
Transfers out to other funds	(14,742)	(4,771)	(8,852)	(10,147)
Collections on interfund loans	-	-	-	-
Loans made to other funds	-	-	-	-
Interfund loan repayments	-	-	-	-
Intergovernmental revenue received	287	-	134	1,679
Interest payments on overbilling	(13)	-	(5)	-
Net cash provided by (used for) noncapital financing activities	<u>(14,190)</u>	<u>(4,386)</u>	<u>(8,637)</u>	<u>(8,077)</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(7,121)	(3,076)	(1,409)	(264)
Proceeds from sale of capital assets	-	-	-	-
Proceeds from issuance of debt	24,813	-	-	-
Principal payments on capital debt	(45,803)	(2,070)	(98)	(1,160)
Interest payments on capital debt	(14,173)	(1,795)	(62)	(408)
Initial direct costs to place lease asset into service	-	-	-	-
Principal payments on lease liabilities	-	-	(35)	-
Interest payments on lease liabilities	-	-	-	-
Principal payments on IT subscription liabilities	(497)	(117)	(66)	(40)
Interest payments on IT subscription liabilities	(5)	(1)	(1)	(1)
Transfers in from other funds	-	-	-	-
Transfers out to other funds	(35)	(46)	-	(109)
Capital contributions received	1,744	1,990	1	-
Receipts from leases	39	-	-	155
Collection of interest from leases	13	-	-	23
Loan repayments received	-	-	49	-
Cash reimbursement for fee credits	-	(2,322)	-	-
Net cash used for capital and related financing activities	<u>(41,025)</u>	<u>(7,437)</u>	<u>(1,621)</u>	<u>(1,804)</u>
Cash flows from investing activities:				
Collection of interest and investment revenue	15,000	3,832	3,180	2,227
Net increase (decrease) in cash and cash equivalents	13,012	3,040	14,320	15,433
Cash and cash equivalents, beginning of year	<u>268,432</u>	<u>68,651</u>	<u>61,163</u>	<u>47,756</u>
Cash and cash equivalents, end of year	<u>\$ 281,444</u>	<u>\$ 71,691</u>	<u>\$ 75,483</u>	<u>\$ 63,189</u>

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

City of Sacramento

Proprietary Funds

Statement of Cash Flows

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Business-type Activities - Enterprise Funds			Governmental
	Community Center Fund	Other Enterprise Funds	Total	Activities - Internal Service Funds
Cash flows from operating activities:				
Receipts from customers and users	\$ 17,080	\$ 24,392	\$ 373,060	\$ -
Receipts from interfund services provided	-	-	-	209,269
Payments to suppliers	(16,138)	(9,500)	(149,893)	(131,237)
Payments to employees	(7,947)	(9,324)	(115,434)	(13,620)
Claims and judgments paid	(29)	(2)	(458)	(35,171)
Net cash provided by (used for) operating activities	(7,034)	5,566	107,275	29,241
Cash flows from noncapital financing activities:				
Transient occupancy taxes	33,429	-	33,429	-
Transfers in from other funds	-	5,300	6,440	10
Transfers out to other funds	(2,884)	(2,162)	(43,558)	(1,153)
Collections on interfund loans	-	-	-	4,649
Loans made to other funds	-	-	-	(23,191)
Interfund loan repayments	(250)	-	(250)	-
Intergovernmental revenue received	-	281	2,381	19
Interest payments on overbilling	-	-	(18)	-
Net cash provided by (used for) noncapital financing activities	30,295	3,419	(1,576)	(19,666)
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(3,177)	(173)	(15,220)	(20,195)
Proceeds from sale of capital assets	-	765	765	941
Proceeds from issuance of debt	-	-	24,813	-
Principal payments on capital debt	(6,655)	(1,090)	(56,876)	-
Interest payments on capital debt	(15,055)	(387)	(31,880)	-
Initial direct costs to place lease asset into service	-	-	-	(24)
Principal payments on lease liabilities	-	(88)	(123)	(19)
Interest payments on lease liabilities	-	(5)	(5)	-
Principal payments on IT subscription liabilities	(53)	(48)	(821)	(54)
Interest payments on IT subscription liabilities	-	(9)	(17)	(3)
Transfers in from other funds	2,688	-	2,688	-
Transfers out to other funds	-	(8,600)	(8,790)	(46)
Capital contributions received	-	-	3,735	-
Receipts from leases	-	281	475	-
Collection of interest from leases	-	88	124	-
Loan repayments received	-	-	49	-
Cash reimbursement for fee credits	-	-	(2,322)	-
Net cash used for capital and related financing activities	(22,252)	(9,266)	(83,405)	(19,400)
Cash flows from investing activities:				
Collection of interest and investment revenue	2,332	497	27,068	7,599
Net increase (decrease) in cash and cash equivalents	3,341	216	49,362	(2,226)
Cash and cash equivalents, beginning of year	43,374	22,887	512,263	144,123
Cash and cash equivalents, end of year	\$ 46,715	\$ 23,103	\$ 561,625	\$ 141,897

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

(continued)

City of Sacramento

Proprietary Funds

Statement of Cash Flows

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Business-type Activities - Enterprise Funds			
	Water Fund	Wastewater Fund	Storm Drainage Fund	Solid Waste Fund
Reconciliation of cash and cash equivalents to the Statement of Net Position:				
Cash and investments held by City	\$ 217,187	\$ 64,278	\$ 74,754	\$ 60,937
Cash and investments held by fiscal agent	263	-	-	-
Restricted cash and investments held by City	60,495	7,413	729	2,252
Restricted cash and investments held by fiscal agent	3,499	-	-	-
Total cash and cash equivalents, end of year	\$ 281,444	\$ 71,691	\$ 75,483	\$ 63,189
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ 21,827	\$ 5,445	\$ 10,930	\$ 21,473
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation/amortization expense	30,256	5,079	10,738	1,080
Amortization of intangible assets	566	329	334	184
Nonoperating claims and judgments	-	-	-	-
Changes in assets, liabilities, and deferred outflows and inflows of resources:				
Accounts receivable, net	155	(412)	(1,665)	(1,445)
Intergovernmental receivables	-	-	(190)	-
Inventories	(593)	(28)	5	-
Prepaid items	(330)	-	3	-
Accounts payable	(1,158)	56	(166)	(650)
Accrued payroll	180	40	95	34
Accrued compensated absences	294	170	171	76
Accrued claims and judgments	57	24	24	57
Liability for landfill closure	-	-	-	2,396
Deposits	(4)	-	-	-
Unearned revenue	49	-	592	-
Water fee credits	-	-	-	-
Net pension liability and related deferred outflows/inflows of resources	3,311	766	1,103	985
Net OPEB liability and related deferred outflows/inflows of resources	(1,329)	(438)	(576)	(940)
Deferred inflows related to leases	(54)	-	-	(163)
Net cash provided by (used for) operating activities	\$ 53,227	\$ 11,031	\$ 21,398	\$ 23,087
Noncash investing, capital and financing activities:				
Contributions of capital assets	\$ 11,351	\$ 1,298	\$ 9,473	\$ -
Amortization of bond premium and discount	1,820	304	-	161
Amortization of bond loss on refunding	(1,091)	(116)	-	-
Amortization of bond gain on refunding	97	-	-	26
Amortization of bond prepaid insurance	(23)	-	-	-
Decrease in prepaid items for capital assets	-	-	-	-
Capital asset acquisitions on accounts payable	1,569	1,419	3,049	253
Loss on disposition of capital assets	-	447	-	-
Fee credit reimbursement accounts payable	-	686	-	-
Cancellation of capital debt with bond tender	(3,157)	-	-	-
Forgiven lease liability	-	-	-	-
Forgiven IT subscription liability	12	8	8	-

(continued)

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

City of Sacramento

Proprietary Funds

Statement of Cash Flows

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Business-type Activities - Enterprise Funds			Governmental
	Community Center Fund	Other Enterprise Funds	Total	Activities - Internal Service Funds
Reconciliation of cash and cash equivalents to the Statement of Net Position:				
Cash and investments held by City	\$ 35,654	\$ 23,103	\$ 475,913	\$ 141,139
Cash and investments held by fiscal agent	-	-	263	758
Restricted cash and investments held by City	3,745	-	74,634	-
Restricted cash and investments held by fiscal agent	7,316	-	10,815	-
Total cash and cash equivalents, end of year	<u>\$ 46,715</u>	<u>\$ 23,103</u>	<u>\$ 561,625</u>	<u>\$ 141,897</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (9,908)	\$ 4,876	\$ 54,643	\$ 1,518
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation/amortization expense	1,366	1,611	50,130	16,840
Amortization of intangible assets	-	8	1,421	17
Nonoperating claims and judgments	-	-	-	1,929
Changes in assets, liabilities, and deferred outflows and inflows of resources:				
Accounts receivable, net	2,105	(101)	(1,363)	1
Intergovernmental receivables	-	-	(190)	-
Inventories	-	-	(616)	-
Prepaid items	8	20	(299)	1
Accounts payable	(1,282)	(546)	(3,746)	476
Accrued payroll	57	24	430	59
Accrued compensated absences	119	(144)	686	41
Accrued claims and judgments	10	2	174	7,672
Liability for landfill closure	-	-	2,396	-
Deposits	-	(25)	(29)	-
Unearned revenue	335	(86)	890	1
Water fee credits	-	-	-	-
Net pension liability and related deferred outflows/inflows of resources	533	793	7,491	1,194
Net OPEB liability and related deferred outflows/inflows of resources	(377)	(349)	(4,009)	(508)
Deferred inflows related to leases	-	(517)	(734)	-
Net cash provided by (used for) operating activities	<u>\$ (7,034)</u>	<u>\$ 5,566</u>	<u>\$ 107,275</u>	<u>\$ 29,241</u>
Noncash investing, capital and financing activities:				
Contributions of capital assets	\$ -	\$ -	\$ 22,122	\$ -
Amortization of bond premium and discount	1,259	151	3,695	-
Amortization of bond loss on refunding	-	-	(1,207)	-
Amortization of bond gain on refunding	-	25	148	-
Amortization of bond prepaid insurance	-	-	(23)	-
Decrease in prepaid items for capital assets	-	-	-	1,250
Capital asset acquisitions on accounts payable	12	15	6,317	1,590
Loss on disposition of capital assets	-	-	447	-
Fee credit reimbursement accounts payable	-	-	686	-
Cancellation of capital debt with bond tender	-	-	(3,157)	-
Forgiven lease liability	-	23	23	-
Forgiven IT subscription liability	-	-	28	-

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

City of Sacramento
Fiduciary Funds
Statement of Fiduciary Net Position

June 30, 2024
(in thousands)

	<u>Pension Trust Fund</u>	<u>Private-Purpose Trust Fund</u>	<u>Investment Pool Custodial Fund</u>	<u>Other Custodial Funds</u>
<u>ASSETS</u>				
Cash and investments held by City	\$ 2,547	\$ 11,503	\$ 127,027	\$ 161,421
Cash and investments held by fiscal agent	-	21,127	-	3,901
Prepaid items	-	112	-	-
Receivables, net:				
Interest and dividends	1,070	-	481	517
Special assessments	-	-	-	482
Investments, at fair value:				
Corporate bonds/notes	58,326	-	-	-
Equities	16,714	-	-	-
Exchange traded funds	140,595	-	-	-
Investment Trust of California (CalTRUST)	1,644	-	-	-
Money market mutual funds	4,882	-	-	-
Municipal bonds/notes	22,999	-	-	-
U.S. agencies	2,759	-	-	-
U.S. Treasury bonds	4,153	-	-	-
Restricted assets:				
Cash and investments held by City	-	-	-	3,074
Cash and investments held by fiscal agent	-	-	-	18,764
Loans receivable	-	3,158	-	-
Capital assets:				
Land	-	3,343	-	-
Buildings and improvements	-	102	-	-
Less: accumulated depreciation	-	(39)	-	-
Total assets	255,689	39,306	127,508	188,159
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Loss on refunding of debt	-	743	-	-
<u>LIABILITIES</u>				
Accounts payable	6	4	-	9
Benefits payable	2,186	-	-	-
Due to bondholders	-	-	-	41,275
Interest payable	-	211	-	-
Contracts payable	-	19,008	-	-
Bonds payable	-	27,724	-	-
Notes payable	-	140,133	-	-
Total liabilities	2,192	187,080	-	41,284
<u>NET POSITION</u>				
Held in trust for:				
Restricted for pensions	253,497	-	-	-
Redevelopment dissolution	-	(147,031)	-	-
Held for external pool participants	-	-	127,508	146,875
Total net position (deficit)	\$ 253,497	\$ (147,031)	\$ 127,508	\$ 146,875

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

City of Sacramento
Fiduciary Funds
Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Pension Trust Fund	Private-Purpose Trust Fund	Investment Pool Custodial Fund	Other Custodial Funds
Additions:				
Deposits	\$ -	\$ -	\$ 103,899	\$ 2,061
Property taxes	-	27,742	-	-
Special assessments	-	-	-	18,373
Capital contributions	-	-	-	27,113
Other income	-	2	-	-
Contributions:				
Employer	1,399	-	-	-
Employees	1	-	-	-
Investment income:				
From investment activities:				
Net appreciation in fair value of investments	23,338	-	2,424	3,037
Interest	3,650	1,300	3,322	6,354
Dividends	3,147	-	-	-
Total investment income	30,135	1,300	5,746	9,391
Investment expenses:				
Banking, interest, and fiscal agent expenses	36	-	231	-
Professional services	990	-	-	-
Total investment expenses	1,026	-	231	-
Net income from investment activities	29,109	1,300	5,515	9,391
Total additions	30,509	29,044	109,414	56,938
Deductions:				
Benefit payments	26,933	-	-	-
Refunds of employee contributions	45	-	-	-
Withdrawals	-	-	111,044	39
Interest expense	-	8,459	-	-
Other enforceable obligation payments	-	5,718	-	-
Loan forgiveness	-	382	-	-
Paid to bondholders	-	-	-	46,459
Administrative expenses	-	-	-	1,160
Loss on disposal of capital asset	-	3	-	-
Depreciation expense	-	3	-	-
Total deductions	26,978	14,565	111,044	47,658
Changes in net position	3,531	14,479	(1,630)	9,280
Net position (deficit), beginning of year	249,966	(161,510)	129,138	137,595
Net position (deficit), end of year	\$ 253,497	\$ (147,031)	\$ 127,508	\$ 146,875

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

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Notes to the Basic Financial Statements

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024

(dollar amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

DEFINITION OF REPORTING ENTITY

The City of Sacramento (City) was incorporated in 1849 under the laws of the State of California. Sacramento is a charter city and operates under a City Council – City Manager form of government. The City provides a full range of municipal services including police, fire, water, wastewater, storm drainage, solid waste, construction and maintenance of streets, planning and zoning, code enforcement, parks, recreation programs, and cultural activities.

These basic financial statements present the financial status of the City and its component units, which are included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

Blended Component Units

The Sacramento City Financing Authority (SCFA) is a joint exercise of powers entity created by the City and the former Redevelopment Agency of the City of Sacramento to facilitate the financing and refinancing of public capital facilities. Most of the debt of the SCFA is backed by the City's General Fund. The SCFA is governed by the City Council.

The Sacramento Public Financing Authority (SPFA) is a joint exercise of powers entity created by the City and the Housing Authority of the City of Sacramento (Housing Authority) to facilitate the financing and refinancing of public capital facilities. The debt of the SPFA is backed by the City's General Fund. The SPFA is governed by the City Council.

Fiduciary Component Unit

Sacramento City Employees' Retirement System (SCERS) is a single employer pension plan sponsored and administered by the City for City employees, except public safety employees, hired before January 29, 1977 and public safety employees who retired with SCERS benefits before December 30, 1989. Under provisions of the City Charter, SCERS is managed by the Administration, Investment and Fiscal Management Board (the SCERS Board), consisting of the City Manager, City Director of Finance, City Treasurer and two residents of the City appointed by the City Council. Duties of the SCERS Board include the adoption of investment standards for SCERS, the establishment of contribution rates, the administration and investment of funds, the selection of investment advisors, the crediting of interest, and any action relating to the fiscal management of SCERS. Stand-alone financial statements may be obtained at <https://www.cityofsacramento.gov/Finance/Accounting/Reporting>.

ACCOUNTING POLICIES

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the City are described below.

Governmental Accounting Standards Implemented During the Fiscal Year Ended June 30, 2024

GASB Statement No. 99 – In April 2022, GASB issued Statement No. 99, *Omnibus 2022*. The objectives of this statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The provisions of paragraphs 4 through 10 of Statement 99 are effective for fiscal years beginning after June 15, 2023. The applicable provisions of paragraphs 4 through 10 were implemented July 1, 2023, and did not have a material impact to the financial statements.

GASB Statement No. 100 – In June 2022, GASB issued Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*. The 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 provisions in Statement 100 are effective for fiscal years beginning after June 15, 2023. The applicable provisions were implemented July 1, 2023. The change in accounting estimate is disclosed in the Landfill Postclosure Care Cost section of Note 13.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Upcoming Governmental Accounting Standards Implementation

The City is currently analyzing its accounting and financial reporting practices to determine the potential impact on the financial statements of the following GASB Statements:

GASB Statement No. 101 – In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The objective of this statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The provisions in Statement 101 are effective for fiscal years beginning after December 15, 2023. The City has not determined the effect of implementing this statement.

GASB Statement No. 102 – In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. The objective of this statement is to provide users of government financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints. The provisions in Statement 102 are effective for fiscal years beginning after June 15, 2024. The City has not determined the effect of implementing this statement.

GASB Statement No. 103 – In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. The provisions in Statement 103 are effective for fiscal years beginning after June 15, 2025. The City has not determined the effect of implementing this statement.

GASB Statement No. 104 – In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. The objective of this statement is to provide users of government financial statements with essential information about certain types of capital assets. The provisions in Statement 104 are effective for fiscal years beginning after June 15, 2025. The City has not determined the effect of implementing this statement.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the non-fiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely significantly on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the City is financially accountable.

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. Certain indirect costs are allocated to expenses and capital assets of governmental and business-type activities. At the government-wide level, citywide and community support expenses/expenditures within the General Fund are allocated to City departments. Utilities expenditures within the General Fund are allocated to public works. 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.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-wide and Fund Financial Statements (Continued)

As a general rule the effect of interfund activity has been removed from the government-wide financial statements. Internal service fund activity has been eliminated from the statement of activities. The effect of interfund services provided and used between functions, such as the sale of water from the Water Fund to the General Fund, has not been eliminated in the statement of activities. The City's payments in lieu of taxes from its enterprise funds to the General Fund are reported as interfund transfers.

The accounts of the City are organized on the basis of funds. A fund is a separate accounting entity with a self-balancing set of accounts. Each fund was established for the purpose of accounting for specific activities in accordance with applicable regulations, restrictions, or limitations. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund 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 have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal 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.

Property taxes, sales taxes, utility user taxes, intergovernmental revenue, special assessments, charges for services, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

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

The Measure U Fund was established to account for the temporary half-cent sales tax approved by voters on November 6, 2012. On November 6, 2018, Sacramento voters approved a new version of the City's Measure U sales and use tax eliminating the sunset provision and raising it from half-cent to one cent. The one cent sales and use tax was effective April 1, 2019.

The 2015 Golden 1 Center Lease Revenue Bond Fund accounts for debt service activities related to financing a portion of construction costs of a multi-purpose entertainment and sports complex located in the downtown area of Sacramento.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The City reports the following major enterprise funds:

The Water Fund accounts for the operation and maintenance of the City's water treatment and water transmission and distribution systems.

The Wastewater Fund accounts for the operation and maintenance of the City's wastewater system.

The Storm Drainage Fund accounts for the operation and maintenance of the City's surface drainage system.

The Solid Waste Fund accounts for the collection and disposal of refuse throughout the City and for landfill closure.

The Community Center Fund accounts for the operation and maintenance of the City's Community Center, including the theater and exhibit halls.

Additionally, the City reports the following fund types:

Internal Service Funds account for the financing of fleet and risk management services to other departments on a cost reimbursement basis.

The Pension Trust Fund accounts for the assets held on behalf of the Sacramento City Employees' Retirement System (SCERS) for pension benefit payments to qualified employees.

The Private-Purpose Trust Fund accounts for the assets received by the Successor Agency from the City's former redevelopment agency in order to liquidate its enforceable obligations, pursuant to Assembly Bill X1 26 which dissolved redevelopment agencies in California.

Custodial Funds account for assets held by the City as a custodian for individuals, private organizations, and other governments. The City's Custodial Funds include assets held by the City for bonded assessment and community facilities districts and Investment Trust Funds. Investment Trust Funds account for the net position held on behalf of investors, in the City's investment pool and individual accounts, who are not part of the City's financial reporting entity.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, including fees, fines, and forfeitures, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Program revenues also include earnings on investments that are legally restricted for a specific program. 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 principal operating revenues of the City's enterprise funds and internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation and amortization on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

When both restricted and unrestricted net position are available for use, it is the City's practice to use restricted resources first followed by unrestricted resources as they are needed. When all fund balance types are available, it is the City's practice to use restricted resources first, followed by committed, assigned, and unassigned resources as they are needed.

Permanent funds, commonly referred to as endowment funds, are governmental funds used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support City programs. The City has received endowments for various programs, a list of which can be found in the Permanent Funds section of the Combining and Individual Fund Financial Statements and Schedules. The investments of donor-restricted endowments have \$6,663 of net appreciation that is available for authorization for expenditures by the governing board. The corpus of permanent funds is reported as Nonspendable Fund Balance and investment earnings available for expenditure are reported as Restricted Fund Balance in the fund level financial statements, and as Restricted for Nonexpendable Trust and Endowments in the statement of net position. Funds are spent in accordance with legal trust agreements and the City budget, subject to State law governing the spending of endowment fund investment earnings in California Probate Code Section 18504.

Budget Information

The City Manager submits a proposed budget to the City Council no later than 60 days prior to the commencement of the fiscal year. The City Council holds public hearings, modifies the City Manager's recommendations, and adopts a final budget in June. The budget adoption resolution specifies that budgets will be controlled at the department level (e.g., police, fire, public works, parks and recreation etc.) by fund.

Annual budgets are adopted for the General Fund, Measure U Fund, and for certain activities within the City/County Office of Metropolitan Water Planning (CCOMWP) Fund, Transportation and Development Fund, the Culture and Leisure Fund, the Parks and Recreation Fund, and the Special Districts Fund. Annual budgets are also adopted for the enterprise and internal service funds, although they are not legally required. Multi-year project-length budgets are adopted for the General Fund, capital projects funds, and the Operating Grants Fund where appropriations remain authorized for each project until closed, irrespective of fiscal year. Expenditures are appropriated on a modified accrual basis, except that commitments related to purchase orders are treated as expenditures in the year of commitment.

Budgets are modified throughout the year when the tax base changes, fees are modified, new revenue sources are identified, or programs are changed. The City Manager is authorized to administratively amend department budgets during the year for transactions up to \$250 without City Council approval. All other appropriation adjustments during the year require City Council approval. Unencumbered annual budget appropriations lapse at fiscal year-end. The City honors contracts represented by year-end encumbrances and the appropriations carried over provide authority to complete these transactions in future years. Multi-year project-length budget appropriations are automatically carried over into the next fiscal year.

Financial Statements Elements

Fair Value Measurement – The City categorizes the fair value measurements of its investments based on the hierarchy established by GAAP. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset or liability's fair value: Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are significant other observable inputs, and Level 3 inputs are significant unobservable inputs.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statements Elements (Continued)

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 a 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 governments may impose special taxes (except on real property) with the approval of two-thirds of the qualified electors.

Property taxes are levied annually by the Sacramento County Assessor on July 1 and become a lien on property on the preceding January 1. Taxes are due November 1 and February 1 and are delinquent if not paid by December 10 and April 10, respectively.

The City participates in an alternative method of distribution of property tax levies and assessments known as the "Teeter Plan". The State Revenue and Taxation Code allows counties to distribute secured real property, assessment and supplemental property taxes on an accrual basis resulting in full payment to cities each fiscal year. Any subsequent delinquent payments and related penalties and interest during a fiscal year will revert to the County. The Teeter Plan payment, which includes 95% of the outstanding accumulated delinquency, is included in property tax revenue. Under the Teeter Plan code, 5% of the delinquency must remain with the County as a reserve for Teeter Plan funding.

Receivables and Payables – Property taxes, sales taxes, utility user taxes, and other taxes, related to the current fiscal year are accrued as revenue and accounts receivable and considered available if received within 60 days of year end.

Federal and State grants are considered receivable and accrued as revenue when all eligibility requirements have been met under the accrual basis of accounting in the government-wide statement of net position. The amount recognized as revenue under the modified accrual basis of accounting is limited to the amount that is deemed measurable and available as described above.

Long-term loans receivable reported in the governmental fund statements are recorded with offsetting unavailable revenue because the amounts will not be received within 60 days after fiscal year-end. Long-term loans receivable reported in the proprietary fund statements, as well as long-term loans reported in the government-wide statements, are not offset by unavailable revenue. Unbilled utility revenue earned is recognized as revenue and accounts receivable in the enterprise funds.

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). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Inventories and Prepaid Items - Inventories in the proprietary funds are stated at cost and consist of expendable materials and supplies. Inventories are expensed when consumed using the first-in, first-out (FIFO) method.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items, using the consumption method, in both government-wide and fund financial statements.

City of Sacramento
Notes to the Basic Financial Statements
 For the Fiscal Year Ended June 30, 2024
 (dollar amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statements Elements (Continued)

Restricted Assets - Certain proceeds of debt issues, as well as certain resources set aside for their repayment, are classified as restricted assets on the statements of net position and balance sheets because their use is limited by applicable bond covenants. Unspent developer impact fees are classified as restricted assets on the statements of net position for the Water and Wastewater enterprise funds.

Capital Assets - Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements, as well as the proprietary funds and fiduciary funds financial statements. Capital assets are recorded at the lower of actual historical cost or acquisition value (as of the date donated for contributed assets) although for certain older assets estimated historical costs are used.

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

Building and improvements	Primarily 15 to 70 years
Transmission and distribution system	Primarily 15 to 100 years
Machinery, vehicles and equipment	Primarily 5 to 30 years
Software	Primarily 5 to 20 years
Roadway network	Primarily 20 to 70 years
Streetlight network	Primarily 40 to 50 years
Park and park improvements	Primarily 15 to 30 years

It is the policy of the City to capitalize all land, buildings and improvements, equipment, and infrastructure assets, except assets costing less than \$20, unless a federal funding source is utilized. All capital assets in excess of \$5 financed by a federal funding source are capitalized. The City also capitalizes all intangible capital assets, primarily easements and software, except assets costing less than \$100, unless a federal funding source is utilized. Costs of capital assets sold or retired (and related amounts of accumulated depreciation/amortization) 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 proprietary fund, governmental activities, and business-type activities. 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.

The Crocker Art Museum’s collection of works of art, held in trust by the City, has not been reported in these financial statements. The City has elected not to report the collection because it meets the three criteria for waiving capitalization: the collection is held for reasons other than financial gain; the collection is protected, kept unencumbered, cared for, and preserved; and the collection is subject to an organizational policy requiring that the proceeds from sales of collection items be used to acquire other items for the collection.

The intangible right-to-use lease and IT subscription assets are also reported as capital assets. Refer to the Lease and IT subscription section of Note 1 for further information.

Deferred Outflows/Inflows of Resources - In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to future periods and will not be recognized as an expense/expenditure until then. The City has three items, deferred outflows related to loss on refunding of debt, pensions, and OPEB, which qualify for reporting in this category.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to future periods and will not be recognized as revenue until then. The City has five items recognized in the statement of net position: deferred inflows related to gain on refunding of debt, service concession arrangement revenue, pensions, OPEB, and leases. In addition, there is one item recognized in the governmental funds, unavailable revenue, which qualifies for reporting in this category.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statements Elements (Continued)

Compensated Absences - Benefit qualified employees accrue vacation, sick, and holiday benefits. A full-time employee may accumulate up to sixty days of vacation. Sick leave vests and may be accumulated until retirement. An employee with sixty or more days of accumulated sick leave at the end of a calendar year may elect to receive a 25% payment of any unused sick leave earned in the previous calendar year. The amount of sick leave paid is deducted from the employee's total accumulation. Upon retirement, employees with a minimum of 20 years of City service, excluding SCERS employees, have the option of converting their sick leave accumulation into CalPERS service credit hours, or receiving a cash payment of one-third of the accumulated sick leave. The City accrues expected cash payments of accumulated sick leave at fiscal year-end. Employees who leave the City and are not retiring forfeit any remaining sick leave.

Employees receive 14 holidays per calendar year. Employees accrue all or a portion of these 14 days during the year depending on their job classification. Classifications that accrue all 14 days get paid in cash throughout the year whenever their holiday leave balances exceed the 14 days total. All other employees accrue one or two days of "floating" holiday time, depending on the bargaining unit, throughout the year in conjunction with their remaining twelve holidays. Employees who accrue "floating" holiday time get paid annually in January for any calendar year-end balance greater than eight hours.

All hourly employees have the option of being compensated for their overtime pay with compensatory time off (CTO). Depending on the employee's CTO plan, the employee may accrue a maximum of 80, 120 or 160 hours of CTO. The employee's applicable labor agreement or the City Council's resolution for unrepresented employees determines the maximum accruable number of CTO hours.

All compensated absences are accrued when earned in the government-wide and proprietary fund financial statements. 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.

Unearned Revenue - Unearned revenue in accrual-based statements arises when resources are received by the City before it has a legal claim to them (e.g., when grant monies are received prior to incurring qualified expenditures).

Long-term Obligations - In the government-wide and proprietary and fiduciary 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 effective interest method. Gains and losses on debt refunding are deferred and amortized over the shorter of the remaining life of the old debt or the life of the new debt using the straight-line method. Bonds payable are reported net of bond premium or discount. Bond issuance costs, except prepaid bond insurance which is deferred and amortized, are reported as expenditures/expenses when incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of 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, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statements Elements (Continued)

Fund Balance - In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Nonspendable fund balances include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Amounts that are restricted to specific purposes, either by a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation, are classified as restricted fund balances. Amounts that can only be used for specific purposes pursuant to constraints imposed by the City Council through a resolution, which is the highest form of decision authority, are classified as committed fund balances. Amounts that are constrained by the City Council's intent to be used for specific purposes through a resolution, but are neither restricted nor committed, are classified as assigned fund balances. Negative fund balance in governmental funds and residual fund balance in the General Fund, after determining the fund balance classifications described above, is reported as unassigned fund balance. The General Fund is the only fund that can report a positive unassigned fund balance amount.

The City's Economic Uncertainty Reserve (Reserve) is a stabilization arrangement in the General Fund and Measure U Fund reported as committed fund balance. The adopted Reserve goal is to achieve a reserve equal to 10% of annual General Fund and Measure U revenues and a target reserve equal to two months of regular ongoing General Fund and Measure U expenditures, including transfers. The City Manager may recommend a release from the Reserve when the gap between projected revenue and expenditures is greater than \$1,000 in the proposed budget. Additions and releases from the Reserve must be approved by City Council by resolution.

Statement of Cash Flows - For purposes of the statement of cash flows, cash equivalents are defined as investments with original maturities of 90 days or less, which are readily convertible to known amounts of cash. The City considers all pooled cash and investments (consisting of cash and investments and restricted cash and investments) held by the City as cash and cash equivalents because the pool is used essentially as a demand deposit account from the standpoint of the funds. The City also considers all non-pooled cash and investments (consisting of cash with fiscal agent and restricted cash and investments held by fiscal agent) as cash and cash equivalents because investments meet the criteria for cash equivalents defined above.

Use of Estimates - The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. 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) and Sacramento City Employees' Retirement System (SCERS) Plans and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS and SCERS, respectively. 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.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statements Elements (Continued)

Other Postemployment Benefits (OPEB) - For purposes of measuring the net OPEB liability and deferred outflows/inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's CalPERS Plan and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Leases, City as a Lessee, and IT Software Subscriptions - The City is a lessee in various noncancellable leases of land, buildings, and equipment. The City also has noncancellable subscription arrangements for the right-to-use information technology software (IT subscriptions). For leases and IT subscriptions with a maximum possible term of 12 months or less at commencement, the City recognizes expenses/expenditures based on the provisions of the agreements. For all other leases and IT subscriptions, the City recognizes a lease or IT subscription liability and an intangible right-to-use lease or IT subscription asset in the statement of net position.

At lease or IT subscription commencement, the City measures the lease or IT subscription liability at the present value of fixed payments expected to be made during the lease or subscription term. Subsequently, lease and IT subscription liabilities are reduced by the principal portion of payments made. The lease or IT subscription asset is initially measured at the initial amount of the lease or IT subscription liability, plus any initial direct costs ancillary to placing the underlying asset into service and payments made at or before the lease or IT subscription commencement date, less any incentives received. Subsequently, lease and IT subscription assets are amortized into depreciation and amortization expense on a straight-line basis over the shorter of the lease or subscription term or the useful life of the underlying asset. If the City is reasonably certain of exercising a purchase option contained in a lease or IT subscription agreement, the lease or IT subscription asset will be amortized over the useful life of the underlying asset. It is the policy of the City to capitalize all leased land, buildings, and equipment, except those with less than \$20 of fixed payments expected to be made during the lease term, unless a federal funding source is utilized. The City also capitalizes all IT subscription assets, except those with less than \$100 of fixed payments expected to be made during the IT subscription term, unless a federal funding source is utilized. All lease and IT subscription assets in excess of \$5 financed by a federal funding source are capitalized. These same thresholds are used in the recognition of lease and IT subscription liabilities.

Leases, City as a Lessor - The City is a lessor in various noncancellable leases of land, buildings, and equipment. For leases with a maximum possible term of 12 months or less at commencement, the City recognizes revenues based on the provisions of the lease agreement. For all other leases, the City recognizes a lease receivable and a deferred inflow of resources related to leases in the statement of net position and governmental fund balance sheet.

At lease commencement, the City measures the lease receivable at the present value of fixed payments expected to be received during the lease term. Subsequently, lease receivables are reduced by the principal portion of lease payments received. The deferred inflow of resources related to leases is initially measured at the initial amount of the lease receivable. Subsequently, the deferred inflow of resources related to leases is amortized into lease revenue on a straight-line basis over the term of the agreement. It is the policy of the City to recognize lease receivables and deferred inflow of resources related to leases for all leased out land, buildings, and equipment, except leases with less than \$20 of fixed payments expected to be received during the lease term.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Statements Elements (Continued)

Other Lease and IT Software Subscription Considerations - Key estimates and judgments include the City's determination of the discount rate used to calculate the present value of the lease or IT subscription, lease or IT subscription terms, lease or IT subscription payments, and lease receipts. The City generally uses its estimated incremental borrowing rate as the discount rate for leases and IT subscriptions unless the rate charged is explicitly stated or known. The City's incremental borrowing rate for leases and IT subscriptions is based on the estimate of interest rates that the City would be charged for borrowing lease and IT subscription amounts during the term of the agreement. The City uses an incremental borrowing rate of between 0.316% and 3.16%. The agreement term includes noncancellable periods of lease and IT subscription arrangements, plus any additional periods covered by an option to extend for which it is reasonably certain to be exercised or an option to terminate for which it is reasonably certain to not be exercised. Periods in which both parties to the agreement have a unilateral option to terminate (or if both parties must agree to extend) are excluded from the lease and IT subscription term. Receipts and payments are evaluated by the City to determine if they should be included in the measurement of lease receivables and lease or IT subscription liabilities, including receipts and payments that require a determination of whether they are reasonably certain of being made, such as residual value guarantees, purchase options, termination penalties, and other receipts and payments.

The City monitors changes in circumstances that may require remeasurement of lease and IT subscription agreements. When certain changes occur that are expected to significantly affect the value of the lease or IT subscription, the amounts are remeasured and adjusted.

City of Sacramento
Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS

The following is a summary of cash and investments at June 30, 2024:

	Government-wide Statement of Net Position	Fiduciary Funds Statement of Fiduciary Net Position	Total
Cash and investments	\$ 1,460,691	\$ 579,598	\$ 2,040,289
Restricted cash and investments	120,311	21,838	142,149
Total	\$ 1,581,002	\$ 601,436	\$ 2,182,438

Under the authority of the Sacramento City Charter, the Sacramento City Council, by Resolution 2024-0021, has delegated its investment authority to the City Treasurer. The City Treasurer manages the City's investments in accordance with the City's investment policy, which was last reaffirmed by the City Council on June 25, 2024. The City's investment policy requires compliance with the California Government Code for investments of public funds. The City's investment policy also provides limits on rate anticipation, arbitrage, and other swap investments.

SCERS pension trust fund investments are managed by the SCERS Board pursuant to an investment policy adopted by the SCERS Board and approved by the City Council by Resolution 2024-0229. Investment standards adopted by the SCERS Board were last approved by the City Council on June 25, 2024. The investment policy allows the SCERS Board to invest in fixed income and equity securities deemed prudent. Pursuant to the investment policy, the SCERS Board annually allocates the funds to different investment groups. For fiscal year 2024, the asset allocations consisted of the following: 35% Fixed Income/Real Estate securities, 30% Large Cap Growth stocks, 30% Equity Income stocks and 5% International stocks. The investment policy allows for up to 5% variance from these approved allocation levels to provide flexibility to investment activities without altering the risk profile of the SCERS portfolio.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS (Continued)

The table below identifies the investment types that are authorized for public funds of the City by the California Government Code. The table also identifies certain provisions of the California Government Code 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	Minimum Rating
Local agency bonds	5 years*	None	None	None
U.S. Treasury obligations	5 years*	None	None	None
U.S. agency securities	5 years*	None	None	None
Supranational securities	5 years	30%	None	AA
Bankers' acceptances	180 days	40%	30%	None
Commercial paper	270 days	25%	10%	A1/P1
Negotiable certificates of deposit	5 years	30%	None	None
Repurchase agreements	1 year	None	None	None
Reverse repurchase and securities lending agreements	92 days	20% of base value of portfolio	None	None
Medium term notes (bank notes and corporate bonds)	5 years*	30%	None	A
Mutual funds	N/A	20%	10%	Aaa
Money market mutual funds	N/A	20%	10%	Aaa
Collateralized bank deposits	5 years	None	None	None
Mortgage pass-through securities	5 years	20%	None	AA
Joint Powers Authority pool	N/A	None	None	None
County pooled investment	N/A	None	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None	None

*The City investment policy allows these investments to have maximum maturities of 5 years, plus not more than 30 days. Such approved maturity extensions are authorized by California Government Code section 53601.

The table above does not address the investments held by the SCERS pension trust fund. The SCERS Board was established by the City Charter to maintain and manage investments of this system, including but not limited to the adoption of investment standards and the administration and investment of the funds. The statutory authority for the SCERS Board is created in Sacramento City Charter Section 383. Allowable investments are governed by the SCERS investment policy and are different than those prescribed by the City's investment policy.

The table above also does not address investments of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the City or other trust funds.

The table above also does not address investments of equities held by permanent funds that are governed by the provisions of the trust agreements.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS (Continued)

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity its fair value is to changes in market interest rates. The City’s investment policy limits interest rate risk by requiring compliance with the California Government Code for investments of public funds, as described in detail above. One of the ways that the City and SCERS 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 of the portfolio is maturing or coming close to maturing evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the City’s and SCERS’ investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following tables that show the distribution of the investments by maturity. The remaining maturity of the City’s and SCERS’ investments included in the tables below are based on the stated maturity dates of the individual investments, except in the case of variable rate investments where the maturity date is the next reset date. Variable rate securities are investments with terms that provide for the adjustment of interest rates on specified dates based on predefined mathematical formulas. The fair value of such investments can reasonably be expected to be affected at each interest rate reset date.

The City’s cash and investments by maturities as of June 30, 2024 are as follows:

Cash and Investment Type	No Maturity	Remaining Maturity in Years			Total
		Under 1	1-5	Over 5	
Bank deposits	\$ 73,164	\$ -	\$ -	\$ -	\$ 73,164
Commercial paper	-	293,808	-	-	293,808
Corporate bonds/notes	-	235,711	323,126	210	559,047
Equities	5,323	-	-	-	5,323
Exchange traded funds	2,210	-	-	-	2,210
Investment Trust of California (CalTRUST)	-	117,812	60,694	-	178,506
Local Agency Investment Fund (LAIF)	-	361	-	-	361
Municipal bonds/notes	-	55,973	33,328	-	89,301
Money market mutual funds	-	54,933	-	-	54,933
Negotiable certificates of deposit	-	5,419	28,757	-	34,176
Supranational securities	-	-	20,280	-	20,280
U.S. agency securities	-	108,050	472,453	-	580,503
U.S. Treasury bills	-	17,579	-	-	17,579
U.S. Treasury notes	-	-	18,628	-	18,628
Total Cash and Investments	\$ 80,697	\$ 889,646	\$ 957,266	\$ 210	\$ 1,927,819

The \$210 of corporate bonds/notes with remaining maturities longer than five years are held by other trust funds. The \$5,323 of equities and \$2,210 of exchange traded funds are also held by other trust funds. Allowable investments of these other trust funds are not governed by the City’s investment policy. Investment discretion is given to the City Treasurer and funds are invested to meet objectives based on the agreements in place for these other trust funds.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS (Continued)

Interest Rate Risk (Continued)

SCERS' cash and investments by maturities as of June 30, 2024 are as follows:

Cash and Investment Type	No Maturity	Remaining Maturity in Years			Total
		Under 1	1-5	Over 5	
City of Sacramento Investment Pool	\$ -	\$ 2,547	\$ -	\$ -	\$ 2,547
Corporate bonds/notes	-	2,459	16,601	39,266	58,326
Equities	16,714	-	-	-	16,714
Exchange traded funds	140,595	-	-	-	140,595
Investment Trust of California (CalTRUST)	1,644	-	-	-	1,644
Money market mutual funds	4,882	-	-	-	4,882
Municipal bonds/notes	-	-	7,067	15,932	22,999
U.S. agency securities	-	-	753	2,006	2,759
U.S. Treasury bonds	-	2,784	-	1,369	4,153
Total Cash and Investments	\$ 163,835	\$ 7,790	\$ 24,421	\$ 58,573	\$ 254,619

Investments in callable securities are investments that, although having clearly defined maturities, allow for the issuer to redeem or call such securities earlier than their respective maturity dates. The investor must then replace the called securities with investments that may have lower yields than the original securities. The fair values of the callable securities held by the City and SCERS at June 30, 2024, by investment type, are as follows:

Investment Type	City	SCERS
Corporate bonds/notes	\$ 116,563	\$ 8,191
Municipal bonds/notes	8,267	3,211
Negotiable certificates of deposit	15,353	-
Supranational securities	5,674	-
U.S. agency securities	542,033	1,110
	\$ 687,890	\$ 12,512

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS (Continued)

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. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City’s investment policy limits credit risk by requiring compliance with the California Government Code for the purchase of investments with public funds, as described in detail above. Obligations of the U.S. Government are not considered to have credit risk and do not require disclosure of credit quality. The S & P Global Ratings (S & P) credit ratings of the City and SCERS investments subject to credit risk as of June 30, 2024 are as follows:

Investment Type	S & P	City	SCERS
City of Sacramento Investment Pool	not rated	\$ -	\$ 2,547
Commercial paper	A	293,808	-
Corporate bonds/notes	A	448,854	19,774
	AA	92,964	2,892
	AAA	3,798	-
	BBB	4,610	35,659
	not rated	8,821	1
Investment Trust of California (CalTRUST)	not rated	178,506	1,644
Local Agency Investment Fund (LAIF)	not rated	361	-
Municipal bonds/notes	A	730	3,297
	AA	63,575	12,799
	AAA	12,470	498
	not rated	12,526	6,405
Money market mutual funds	AAA	54,933	4,882
Negotiable certificates of deposit	A	5,132	-
	BB	29,044	-
Supranational securities	AAA	20,280	-
U.S. agency securities	AA	569,806	2,522
	not rated	10,697	-
	Total	\$ 1,810,915	\$ 92,920

As of June 30, 2024, the City held corporate bonds/notes of \$4,154 issued by the 3M Company that are rated BBB. These investments were purchased at an initial rating of AA but were subsequently downgraded. The City’s investment policy allows for holding assets purchased at the minimum rating that were subsequently downgraded. The other \$456 in notes rated BBB are held by other trust funds.

As of June 30, 2024, the City held notes issued by the Private Export Funding Corporation that are not rated by S & P but are rated Aa1 by Moody’s Ratings. The notes have a fair value of \$8,821 as of June 30, 2024.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS (Continued)

Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. As of June 30, 2024, the City and SCERS did not hold investments in an individual issuer exceeding 5% of total investments (other than U.S. Treasury securities, mutual funds, and external investment pools). In addition, SCERS did not hold investments in an individual issuer exceeding 5% of net position.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City or SCERS will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The California Government Code has provisions for financial institutions that limit custodial credit risk for deposits. Financial institutions are required to secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. The City's financial institutions also have insurance through the Federal Deposit Insurance Corporation (FDIC). The City's investment policy has no additional provisions for limiting custodial credit risk for deposits. All SCERS cash and cash equivalents are held with the City of Sacramento Investment Pool and SCERS is not exposed to custodial credit risk for deposits.

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the City or SCERS will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for investments; however, it is the practice of the City Treasurer that all City investments are insured, registered or held by the Treasurer's custodial agent in the City's name. All SCERS investments registered or held with the custodial agent are in SCERS' name.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS (Continued)

Fair Value Measurement and Application

The City and SCERS categorize fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. 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 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 and SCERS have 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; and
- 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 and SCERS' 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 and SCERS' own data.

The asset's level within 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 management. City and SCERS management consider 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 and SCERS management's perceived risk of that investment.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. Assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

The money market mutual funds held by the City pool and outside the City pool are at \$1 net asset value per share. The total net asset value of these at June 30, 2024 was \$17,363 and \$37,570, respectively, with \$0 unfunded commitments. At June 30, 2024 SCERS held money market mutual funds with a net asset value of \$4,882, with \$0 unfunded commitments. The redemption frequency is daily and redemption notice period of intra-daily. This type of investment primarily invests in short-term U.S. Treasury and government agency securities (including repurchase agreements collateralized by U.S. Treasury and government agency securities).

Deposits and withdrawals in governmental investment pools, such as LAIF and CalTRUST for the City and the City of Sacramento Investment Pool for SCERS, are made on the basis of \$1 and not fair value. Accordingly, the City's measured fair value of its proportionate share in these types of investments is based on uncategorized inputs not defined as a Level 1, Level 2, or Level 3 inputs.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS (Continued)

Fair Value Measurement and Application (Continued)

The City's treasury pools' asset market prices are derived from closing bid prices as of the end of business day as supplied by ICE Data Services, Inc. Where prices are not available from generally recognized sources, the securities are priced using a yield-based matrix system to arrive at an estimated fair value. Prices that fall between data points are interpolated. Nonnegotiable FDIC-insured bank certificates of deposit are priced at par.

The following is a description of the valuation methods and assumptions used by the City and SCERS to estimate the fair value of its investments:

- 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.
- For investments classified within Level 2 of the fair value hierarchy, the City's and SCERS' custodians generally use a multi-dimensional relational model. Inputs to their pricing models are based on observable market 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.

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 and SCERS management believe 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.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS (Continued)

Fair Value Measurement and Application (Continued)

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

	Balance at June 30, 2024	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by Fair Value Level				
Commercial paper	\$ 293,808	\$ -	\$ 293,808	\$ -
Corporate bonds/notes	531,303	-	531,303	-
Equities	5,323	5,323	-	-
Exchange traded funds	2,210	2,210	-	-
Municipal bonds/notes	89,301	-	89,301	-
Negotiable certificates of deposit	20,306	-	20,306	-
Supranational securities	20,280	-	20,280	-
U.S. agency securities	579,635	-	579,635	-
U.S. Treasury bills	17,579	17,579	-	-
U.S. Treasury notes	18,628	18,628	-	-
Total Investments by Fair Value Level	<u>1,578,373</u>	<u>\$ 43,740</u>	<u>\$ 1,534,633</u>	<u>\$ -</u>
Investments Measured at Net Asset Value				
Money market mutual funds	<u>17,363</u>			
Investments Uncategorized				
Investment Trust of California (CalTRUST)	178,506			
Local Agency Investment Fund (LAIF)	<u>361</u>			
Total Investments Uncategorized	<u>178,867</u>			
Total Investments Held by City	<u>1,774,603</u>			
Investments Held by Fiscal Agent by Fair Value Level				
Corporate bonds/notes	27,744	\$ -	\$ 27,744	\$ -
Negotiable certificates of deposit	13,870	-	13,870	-
U.S. agency securities	868	-	868	-
Total Investments Held by Fiscal Agent by Fair Value Level	<u>42,482</u>	<u>\$ -</u>	<u>\$ 42,482</u>	<u>\$ -</u>
Investments Held by Fiscal Agent Measured at Net Asset Value				
Money market mutual funds	<u>37,570</u>			
Total Investments Held by Fiscal Agent	<u>80,052</u>			
Total Investments	1,854,655			
Total Bank Deposits	<u>73,164</u>			
Total Cash and Investments	<u>\$ 1,927,819</u>			

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS (Continued)

Fair Value Measurement and Application (Continued)

SCERS has the following recurring fair value measurements as of June 30, 2024:

Investments by Fair Value Level	Balance at June 30, 2024	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)
Corporate bonds/notes	\$ 58,326	\$ -	\$ 58,326	\$ -
Equities	16,714	16,714	-	-
Exchange traded funds	140,595	140,595	-	-
Municipal bonds/notes	22,999	-	22,999	-
U.S. agency securities	2,759	-	2,759	-
U.S. Treasury bonds	4,153	4,153	-	-
Total Investments by Fair Value Level	245,546	\$ 161,462	\$ 84,084	\$ -
Investments Measured at Net Asset Value				
Money market mutual funds	4,882			
Investments at Fair Value not Subject to Fair Value Hierarchy				
City of Sacramento Investment Pool	2,547			
Investment Trust of California (CalTrust)	1,644			
Total Cash and Investments	\$ 254,619			

City Sponsored Investment Pool

As part of the City’s total cash and investments portfolio, the City Treasurer manages an investment pool, which includes both internal and external investors. The pool is not registered with the Securities and Exchange Commission as an investment company. The City Treasurer is granted authority for managing the pool by City Charter Section 73 and City Council ordinances and resolutions. Monthly, the City Treasurer reports investment activity to the Council for review.

The fair value of investments is determined monthly. Participants’ shares sold and redeemed are determined by the daily cash balance deposited in the pool (the value of its pool shares). The value of the pool shares is based upon amortized cost in day-to-day operations but is adjusted to the fair value at year-end. The investments are reported at fair value. The value of the shares is supported by the value of the underlying investments. External participants, including various joint powers agencies, comprise 7.51% of pool participation. The City Sponsored Investment Pool excludes activities of the pension trust fund, the Sacramento Housing and Redevelopment Agency (SHRA), and funds held by fiscal agents.

The City Treasurer also manages external individual investment accounts for SHRA and the Sacramento Public Library Authority Hurst Trust.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS (Continued)

City Sponsored Investment Pool (Continued)

The following represents a condensed statement of net position and changes in net position for the City Sponsored Investment Pool and external individual investment accounts as of June 30, 2024:

	Fair Value	Adjusted Cost	Interest Rates	Maturity Dates
Commercial paper	\$ 293,808	\$ 294,031	2.19-5.32%	07/24-02/25
Corporate bonds/notes	529,352	552,102	0.55-5.55%	08/24-12/28
Deposits	72,055	72,055	2.97-5.00%	N/A
Investment Trust of California (CalTRUST)	178,506	178,506	4.26-5.40%	N/A
Local Agency Investment Fund (LAIF)	361	361	4.48%	N/A
Municipal bonds/notes	89,301	91,871	0.55-5.62%	07/24-06/27
Money market mutual funds	17,363	17,363	0.01-4.93%	N/A
Negotiable certificates of deposit	20,306	21,500	0.60-3.00%	08/24-06/26
Supranational securities	20,280	21,490	0.37-2.25%	07/25-11/26
U.S. agency securities	579,635	605,750	0.45-5.87%	07/24-5/29
U.S. Treasury bills/notes	36,207	37,541	0.37-4.66%	11/24-02/26
Total cash and investments in City sponsored investment pool and external individual investment accounts	<u>\$ 1,837,174</u>	<u>\$ 1,892,570</u>		

A summary of cash and investments as of June 30, 2024 is as follows:

	City Sponsored Investment Pool	External Individual Investment Accounts	Total
Statement of Net Position:			
Cash and investments at fair value	\$ 1,690,780	\$ 146,394	\$ 1,837,174
Interest receivables	6,199	481	6,680
Net position	<u>\$ 1,696,979</u>	<u>\$ 146,875</u>	<u>\$ 1,843,854</u>
Equity of internal pool participants	\$ 1,569,471	\$ -	\$ 1,569,471
Equity of external pool participants	127,508	146,875	274,383
Total equity	<u>\$ 1,696,979</u>	<u>\$ 146,875</u>	<u>\$ 1,843,854</u>
Statement of Changes in Net Position:			
Net position at July 1, 2023	\$ 1,625,016	\$ 137,595	\$ 1,762,611
Net change in investments by pool participants	71,963	9,280	81,243
Net position at June 30, 2024	<u>\$ 1,696,979</u>	<u>\$ 146,875</u>	<u>\$ 1,843,854</u>

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 2 – CASH AND INVESTMENTS (Continued)

Participation in External Investment Pools

The City is a voluntary participant in the California Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Local Investment Advisory Board (Board). The Board consists of five members as designated by state statute. The balance available for withdrawal is based on the accounting records maintained by the LAIF, which are recorded on an amortized cost basis, which is different from the fair value of the City's position in the LAIF pool. As of June 30, 2024, the City's investment in LAIF is \$361. The total amount invested by all public agencies in LAIF at that date is \$21,974,160. LAIF is part of the California Pooled Money Investment Account (PMIA), which at June 30, 2024 had a balance of \$178,255,133. Of that amount, 97% is invested in non-derivative financial products, and 3% is invested in derivative financial products.

The City is also a voluntary participant in the Investment Trust of California (CalTRUST), which is a Joint Powers Authority governed by a Board of Trustees made up of local treasurers and investment officers. The Board of Trustees sets overall policy for CalTRUST and selects and supervises the activities of the Investment Manager and other agents. As of June 30, 2024, the City's investment in CalTRUST is \$178,506, of which \$42,861 was invested in the Liquidity funds pool, \$74,951 in the Short-term pool, and \$60,694 in the Medium-term pool. Amounts that may be withdrawn from CalTRUST are based upon the fund's assets valued using the amortized cost method. Amounts that may be withdrawn from the Short-term and Medium-term pools are based on the net asset value per share and the number of shares held by participants in each pool.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 3 – RECEIVABLES

Receivables as of June 30, 2024, were as follows:

	Taxes	Accounts	Loans	Inter-govern- mental	Leases	Interest	Total
Governmental activities							
General Fund	\$ 33,123	\$ 27,592	\$ 1,236	\$ 5,239	\$ 25,837	\$ 1,629	\$ 94,656
Measure U Fund	23,037	120	-	-	-	312	23,469
2015 Golden 1 Center							
Lease Revenue Bond Fund	-	2,088	133,345	-	-	31	135,464
Other governmental funds	7,957	22,851	31,614	81,275	3,805	1,843	149,345
Internal service funds	-	4,599	-	-	-	587	5,186
	<u>\$ 64,117</u>	<u>\$ 57,250</u>	<u>\$ 166,195</u>	<u>\$ 86,514</u>	<u>\$ 29,642</u>	<u>\$ 4,402</u>	<u>\$ 408,120</u>
Amounts not scheduled for collection during the subsequent year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 157,729</u>	<u>\$ 10,496</u>	<u>\$ 26,822</u>	<u>\$ -</u>	<u>\$ 195,047</u>
Business-type activities							
Water Fund	\$ -	\$ 21,403	\$ -	\$ 3,018	\$ 801	\$ 1,300	\$ 26,522
Wastewater Fund	-	13,213	-	491	-	324	14,028
Storm Drainage Fund	-	12,300	873	1,204	-	344	14,721
Solid Waste Fund	-	14,192	-	-	1,441	291	15,924
Community Center Fund	4,392	2,286	-	-	-	211	6,889
Other enterprise funds	-	868	-	-	7,798	113	8,779
	<u>\$ 4,392</u>	<u>\$ 64,262</u>	<u>\$ 873</u>	<u>\$ 4,713</u>	<u>\$ 10,040</u>	<u>\$ 2,583</u>	<u>\$ 86,863</u>

Included in the Accounts Receivable amounts above are allowances for doubtful accounts of \$19,864 in governmental activities and \$2,187 in business-type activities.

Included in the Loans Receivable amount related to other governmental funds above is the present value of the installment payments under the golf service concession arrangement of \$5,128, reported with the associated deferred inflow in the government-wide statement of net position.

The Golden 1 Center was sold to the Sacramento Kings under the terms of the Arena Management, Operations and Lease Agreement during the fiscal year ended June 30, 2017. The agreed-upon minimum lease payments to be received from the Kings was \$389,414 over 35 years. Total minimum lease payments have since gone up to \$406,204 over 35 years in accordance with the agreement's annual fee escalation tied to the Consumer Price Index. The present value of these minimum lease payments discounted at 5.674% is \$146,190 and the current loan receivable balance as of June 30, 2024 is \$133,345. Payments from the Sacramento Kings will be used to fund the payment of debt service related to the Golden 1 Center 2015 lease revenue bonds.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 4 – CAPITAL ASSETS

Summary

The following is a summary of capital assets as of June 30, 2024:

	Governmental Activities	Business- type Activities	Total
Capital assets not being depreciated/amortized			
Land	\$ 229,725	\$ 49,689	\$ 279,414
Easements	2,501	291	2,792
Construction in progress	297,288	459,190	756,478
Total capital assets not being depreciated/amortized	<u>529,514</u>	<u>509,170</u>	<u>1,038,684</u>
Depreciable/amortizable capital assets			
Buildings and improvements	741,128	448,612	1,189,740
Equipment	83,316	165,426	248,742
Software	7,117	13,670	20,787
Vehicles	219,274	-	219,274
Transmission and distribution system	4,777	1,645,422	1,650,199
Roadway network	1,759,319	-	1,759,319
Streetlight network	309,533	-	309,533
Parks and park improvements	267,563	-	267,563
Total depreciable/amortizable capital assets	<u>3,392,027</u>	<u>2,273,130</u>	<u>5,665,157</u>
Less accumulated depreciation/amortization for:			
Buildings and improvements	(332,009)	(196,438)	(528,447)
Equipment	(72,404)	(69,403)	(141,807)
Software	(5,952)	(6,565)	(12,517)
Vehicles	(125,423)	-	(125,423)
Transmission and distribution system	(1,445)	(687,106)	(688,551)
Roadway network	(1,238,079)	-	(1,238,079)
Streetlight network	(128,421)	-	(128,421)
Parks and park improvements	(113,224)	-	(113,224)
Total accumulated depreciation/amortization	<u>(2,016,957)</u>	<u>(959,512)</u>	<u>(2,976,469)</u>
Depreciable/amortizable capital assets, net	<u>1,375,070</u>	<u>1,313,618</u>	<u>2,688,688</u>
Lease and IT subscription assets, net (Note 6)	15,817	3,520	19,337
Total capital assets, net	<u>\$ 1,920,401</u>	<u>\$ 1,826,308</u>	<u>\$ 3,746,709</u>

Refer to Note 6 for more detailed information on lease and IT subscription asset activity and amortization expense by function.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 4 – CAPITAL ASSETS (Continued)

Governmental Activities

Governmental capital asset activity for the fiscal year ended June 30, 2024 was as follows:

	Beginning Balance	Increases	Decreases	Transfers In/Out	Ending Balance
Capital assets not being depreciated/amortized					
Land	\$ 220,493	\$ 9,232	\$ -	\$ -	\$ 229,725
Easements	2,348	153	-	-	2,501
Construction in progress	277,555	80,904	(61,171)	-	297,288
Total capital assets not being depreciated/amortized	<u>500,396</u>	<u>90,289</u>	<u>(61,171)</u>	<u>-</u>	<u>529,514</u>
Depreciable/amortizable capital assets					
Buildings and improvements	720,704	20,424	-	-	741,128
Equipment	81,327	1,989	-	-	83,316
Software	6,413	704	-	-	7,117
Vehicles	215,921	15,307	(11,954)	-	219,274
Transmission and distribution system	4,777	1,243	-	(1,243)	4,777
Roadway network	1,732,078	41,908	(14,667)	-	1,759,319
Streetlight network	294,256	15,277	-	-	309,533
Parks and park improvements	252,708	14,855	-	-	267,563
Total depreciable/amortizable capital assets	<u>3,308,184</u>	<u>111,707</u>	<u>(26,621)</u>	<u>(1,243)</u>	<u>3,392,027</u>
Less accumulated depreciation/amortization for:					
Buildings and improvements	(317,712)	(14,297)	-	-	(332,009)
Equipment	(70,155)	(2,249)	-	-	(72,404)
Software	(5,486)	(466)	-	-	(5,952)
Vehicles	(119,934)	(16,767)	11,278	-	(125,423)
Transmission and distribution system	(1,358)	(87)	-	-	(1,445)
Roadway network	(1,213,304)	(39,442)	14,667	-	(1,238,079)
Streetlight network	(121,358)	(7,063)	-	-	(128,421)
Parks and park improvements	(104,249)	(8,975)	-	-	(113,224)
Total accumulated depreciation/amortization	<u>(1,953,556)</u>	<u>(89,346)</u>	<u>25,945</u>	<u>-</u>	<u>(2,016,957)</u>
Depreciable/amortizable capital assets, net	<u>1,354,628</u>	<u>22,361</u>	<u>(676)</u>	<u>(1,243)</u>	<u>1,375,070</u>
Lease and IT subscription assets, net (Note 6)	<u>13,029</u>	<u>3,296</u>	<u>(508)</u>	<u>-</u>	<u>15,817</u>
Governmental activities capital assets, net	<u>\$ 1,868,053</u>	<u>\$ 115,946</u>	<u>\$ (62,355)</u>	<u>\$ (1,243)</u>	<u>\$ 1,920,401</u>
Depreciation/amortization expense was charged to functions as follows:					
General government		\$ 5,011			
Police		869			
Fire		788			
Public works		49,853			
Convention and cultural services		3,866			
Youth, parks, and community enrichment		11,161			
Community development		83			
Library		935			
Capital assets held by the City's internal service funds are charged to the functions based on their usage of assets		<u>16,780</u>			
Total governmental activities depreciation/amortization expense		<u>\$ 89,346</u>			

City of Sacramento
Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 4 – CAPITAL ASSETS (Continued)

Business-type Activities

Business-type capital asset activity for the fiscal year ended June 30, 2024 was as follows:

	Beginning Balance	Increases	Decreases	Transfers In/Out	Ending Balance
Capital assets not being depreciated/amortized					
Land	\$ 48,951	\$ 738	\$ -	\$ -	\$ 49,689
Easements	291	-	-	-	291
Construction in progress	453,029	17,700	(11,539)	-	459,190
Total capital assets not being depreciated/amortized	<u>502,271</u>	<u>18,438</u>	<u>(11,539)</u>	<u>-</u>	<u>509,170</u>
Depreciable/amortizable capital assets					
Buildings and improvements	447,227	1,385	-	-	448,612
Equipment	164,345	1,081	-	-	165,426
Software	13,535	135	-	-	13,670
Transmission and distribution system	1,614,964	29,215	-	1,243	1,645,422
Total depreciable/amortizable capital assets	<u>2,240,071</u>	<u>31,816</u>	<u>-</u>	<u>1,243</u>	<u>2,273,130</u>
Less accumulated depreciation/amortization for:					
Buildings and improvements	(188,384)	(8,054)	-	-	(196,438)
Equipment	(63,034)	(6,369)	-	-	(69,403)
Software	(5,727)	(838)	-	-	(6,565)
Transmission and distribution system	(651,678)	(35,428)	-	-	(687,106)
Total accumulated depreciation/amortization	<u>(908,823)</u>	<u>(50,689)</u>	<u>-</u>	<u>-</u>	<u>(959,512)</u>
Depreciable/amortizable capital assets, net	<u>1,331,248</u>	<u>(18,873)</u>	<u>-</u>	<u>1,243</u>	<u>1,313,618</u>
Lease and IT subscription assets, net (Note 6)	<u>3,582</u>	<u>(35)</u>	<u>(27)</u>		<u>3,520</u>
Business-type activities capital assets, net	<u>\$ 1,837,101</u>	<u>\$ (470)</u>	<u>\$ (11,566)</u>	<u>\$ 1,243</u>	<u>\$ 1,826,308</u>
Depreciation/amortization expense was charged to functions as follows:					
Water		\$ 30,461			
Wastewater		5,289			
Storm drainage		10,974			
Solid waste		1,220			
Community center		1,310			
Parking		1,386			
Child development		49 ⁽¹⁾			
Total business-type activities depreciation/amortization expense		<u>\$ 50,689</u>			

(1) \$8 of depreciation/amortization expense reported in the Other Enterprise Funds is related to the amortization of the Regency Park joint-use agreement and is not recognized within this note or Note 6.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 5 – PAYABLES

Payables as of June 30, 2024, were as follows:

	<u>Vendors</u>	<u>Employees</u>	<u>Interest</u>	<u>Deposits</u>	<u>Total</u>
Governmental activities					
General Fund	\$ 17,383	\$ 24,833	\$ 65	\$ 356	\$ 42,637
Measure U Fund	8,016	2,316	2	-	10,334
2015 Golden 1 Center Lease					
Revenue Bond Fund	-	-	3,473	-	3,473
Other governmental funds	40,542	82	1,384	3,232	45,240
Internal service funds	5,607	406	1	-	6,014
Total governmental activities	<u>\$ 71,548</u>	<u>\$ 27,637</u>	<u>\$ 4,925</u>	<u>\$ 3,588</u>	<u>\$ 107,698</u>
Business-type activities					
Water Fund	\$ 3,905	\$ 1,408	\$ 3,138	\$ 1	\$ 8,452
Wastewater Fund	14,526	396	586	-	15,508
Storm Drainage Fund	3,859	572	29	-	4,460
Solid Waste Fund	1,614	545	32	-	2,191
Community Center Fund	3,620	239	1,235	-	5,094
Other enterprise funds	2,031	317	34	47	2,429
Total business-type activities	<u>\$ 29,555</u>	<u>\$ 3,477</u>	<u>\$ 5,054</u>	<u>\$ 48</u>	<u>\$ 38,134</u>

Included in the Interest Payable amount related to 2015 Golden 1 Center Lease Revenue Bond Fund above is the interest payable accrual of \$3,473, reported in the government-wide statement of net position.

Included in the Interest Payable amount related to other governmental funds above is the interest payable accrual for other debt service funds of \$1,368, reported in the government-wide statement of net position.

Included in the Interest Payable amount related to the General Fund, Measure U Fund, and Other Governmental Funds above is the interest payable associated with lease and IT subscription liabilities of \$83, reported in the government-wide statement of net position.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 6 – LEASES AND IT SUBSCRIPTION ARRANGEMENTS

City as a Lessee and IT Software Subscriber

As discussed in Note 1, the City is a lessee for various noncancellable leases of land, buildings, and equipment. The City also has noncancellable subscription arrangements for the right-to-use information technology software (IT subscriptions). Leases of land have initial terms of 10 to 50 years, and contain one or more renewal provisions, generally in 5 or 10-year periods. Leases of buildings and equipment have initial terms of 3 to 10 years, and contain one or more renewal provisions, generally in 1 or 5-year periods. IT subscription arrangements have initial terms of 1 to 5 years, and contain one or more renewal provisions, generally in 1 to 5-year periods. The City's lease and IT subscription arrangements generally do not include termination options reasonably certain to be exercised by either party to the arrangement or restrictive financial or other covenants. The City's lease and IT subscription arrangements do not contain any material residual value guarantees.

A summary of lease and IT subscription asset activity for the fiscal year ended June 30, 2024 is as follows:

	Beginning Balance	Increases	Remeasurements	Decreases	Ending Balance
Governmental activities					
Lease assets:					
Land	\$ 188	\$ 46	\$ -	\$ -	\$ 234
Buildings	1,789	364	(60)	(144)	1,949
Equipment	-	95	-	-	95
Total lease assets	<u>1,977</u>	<u>505</u>	<u>(60)</u>	<u>(144)</u>	<u>2,278</u>
Less accumulated amortization for:					
Lease assets:					
Land	(12)	(8)	-	-	(20)
Buildings	(836)	(376)	-	144	(1,068)
Equipment	-	(18)	-	-	(18)
Total accumulated amortization	<u>(848)</u>	<u>(402)</u>	<u>-</u>	<u>144</u>	<u>(1,106)</u>
Lease assets, net	<u>1,129</u>	<u>103</u>	<u>(60)</u>	<u>-</u>	<u>1,172</u>
IT subscription assets	14,742	7,695	-	(1,130)	21,307
Less accumulated amortization	<u>(2,842)</u>	<u>(4,502)</u>	<u>-</u>	<u>682</u>	<u>(6,662)</u>
IT subscription assets, net	<u>11,900</u>	<u>3,193</u>	<u>-</u>	<u>(448)</u>	<u>14,645</u>
Governmental activities lease and IT subscription assets, net	<u>\$ 13,029</u>	<u>\$ 3,296</u>	<u>\$ (60)</u>	<u>\$ (448)</u>	<u>\$ 15,817</u>
Business-type activities					
Lease assets:					
Land	\$ 1,978	\$ -	\$ -	\$ -	\$ 1,978
Buildings	177	-	-	-	177
Equipment	184	-	-	-	184
Total lease assets	<u>2,339</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,339</u>
Less accumulated amortization for:					
Lease assets:					
Land	(245)	(123)	-	-	(368)
Buildings	(70)	(35)	-	-	(105)
Equipment	(129)	(37)	-	-	(166)
Total accumulated amortization	<u>(444)</u>	<u>(195)</u>	<u>-</u>	<u>-</u>	<u>(639)</u>
Lease assets, net	<u>1,895</u>	<u>(195)</u>	<u>-</u>	<u>-</u>	<u>1,700</u>
IT subscription assets	2,009	819	-	(27)	2,801
Less accumulated amortization	<u>(322)</u>	<u>(659)</u>	<u>-</u>	<u>-</u>	<u>(981)</u>
IT subscription assets, net	<u>1,687</u>	<u>160</u>	<u>-</u>	<u>(27)</u>	<u>1,820</u>
Business-type activities lease and IT subscription assets, net	<u>\$ 3,582</u>	<u>\$ (35)</u>	<u>\$ -</u>	<u>\$ (27)</u>	<u>\$ 3,520</u>

City of Sacramento
Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 6 – LEASES AND IT SUBSCRIPTION ARRANGEMENTS (Continued)

City as a Lessee and IT Software Subscriber (Continued)

Amortization expense for lease and IT subscription assets was charged to functions as follows:

	Governmental Activities		
	Lease Assets	IT Subscription Assets	Total
	General Government	\$ 77	\$ 1,373
Police	74	1,957	2,031
Fire	144	291	435
Public works	59	237	296
Convention and cultural services	7	86	93
Youth, parks, and community enrichment	41	143	184
Community development	-	406	406
Community response	-	9	9
Total amortization expense	\$ 402	\$ 4,502	\$ 4,904

	Business-type Activities		
	Lease Assets	IT Subscription Assets	Total
	Water	\$ 37	\$ 324
Wastewater	-	119	119
Storm Drainage	35	63	98
Solid waste	-	44	44
Community Center	-	56	56
Parking	123	53	176
Total amortization expense	\$ 195	\$ 659	\$ 854

A summary of changes in the related lease and IT subscription liabilities for the fiscal year ended June 30, 2024 is as follows:

	Beginning Balance	Increases	Remeasurements	Decreases	Ending Balance
Governmental activities					
Lease liabilities	\$ 1,165	\$ 482	\$ (60)	\$ (396)	\$ 1,191
IT subscription liabilities	10,260	7,695	-	(5,073)	12,882
Total	\$ 11,425	\$ 8,177	\$ (60)	\$ (5,469)	\$ 14,073
Business-type activities					
Lease liabilities	\$ 1,870	\$ -	\$ -	\$ (146)	\$ 1,724
IT subscription liabilities	1,462	819	-	(849)	1,432
Total	\$ 3,332	\$ 819	\$ -	\$ (995)	\$ 3,156

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 6 – LEASES AND IT SUBSCRIPTION ARRANGEMENTS (Continued)

City as a Lessee and IT Software Subscriber (Continued)

Future minimum lease and IT subscription payments are as follows:

Fiscal Year Ending June 30,	Governmental Activities			
	Lease Payments		IT Subscription Payments	
	Principal	Interest	Principal	Interest
2025	\$ 318	\$ 23	\$ 4,770	\$ 204
2026	264	17	2,730	199
2027	113	13	1,788	140
2028	91	11	1,870	92
2029	64	9	1,123	40
2030 - 2034	221	23	601	12
2035 - 2039	30	10	-	-
2040 - 2044	33	7	-	-
2045 - 2049	35	4	-	-
2050 - 2054	22	1	-	-
Totals	\$ 1,191	\$ 118	\$ 12,882	\$ 687

Fiscal Year Ending June 30,	Business-type Activities			
	Lease Payments		IT Subscription Payments	
	Principal	Interest	Principal	Interest
2025	\$ 150	\$ 26	\$ 476	\$ 29
2026	154	25	238	18
2027	120	24	123	12
2028	43	23	128	9
2029	27	22	52	6
2030 - 2034	144	103	271	19
2035 - 2039	158	90	144	3
2040 - 2044	172	72	-	-
2045 - 2049	188	59	-	-
2050 - 2054	206	42	-	-
2055 - 2059	225	22	-	-
2060 - 2064	137	4	-	-
Totals	\$ 1,724	\$ 512	\$ 1,432	\$ 96

Variable lease and IT subscription payments - Variable lease and IT subscription payments, other than those that are fixed in substance, are excluded from the measurement of the lease and IT subscription liability. Such amounts are recognized as expense/expenditures in the period in which the obligation for those payments is incurred.

Certain land leases require the City to make variable lease payments based on a percentage of gross revenue. These amounts are generally determined quarterly or annually. The amount recognized as expense/expenditures for variable lease payments not included in the measurement of lease liabilities was \$412 during the fiscal year ended June 30, 2024. The City also leases land from the State Lands Commission and subleases this land to various lessees. Each year, the City pays a percentage of gross revenues to the State Lands Commission. The City recognized \$138 of expense associated with the leased land from the State Lands Commission during the fiscal year ended June 30, 2024.

City of Sacramento
Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 6 – LEASES AND IT SUBSCRIPTION ARRANGEMENTS (Continued)

City as a Lessee and IT Software Subscriber (Continued)

Certain vehicle leases require the City to make variable lease payments based on usage. These amounts are generally determined monthly. The amount recognized as expense/expenditures for variable lease payments not included in the measurement of lease liabilities was \$650 during the fiscal year ended June 30, 2024.

Certain IT subscription arrangements require the City to make variable subscription payments based on the number of user licenses or transactions processed. The amount recognized as expense/expenditures for variable subscription payments not included in the measurement of IT subscription liabilities was \$2,345 during the fiscal year ended June 30, 2024. \$1,015 was associated with variable IT subscription arrangements based on the number of user licenses and \$1,330 was associated with IT variable subscription arrangements based on the number of transactions processed.

City as a Lessor

As discussed in Note 1, the City is a lessor for various non-cancellable leases of land, buildings, and equipment. Leases of land have initial terms of 5 to 50 years, and contain one or more renewal provisions, generally in 5 or 10-year periods. Leases of buildings and equipment have initial terms of 2 to 45 years, and contain one or more renewal provisions, generally in 1 or 5-year periods. The City’s lease arrangements do not contain any material residual value guarantees.

Future minimum lease payments receivable are as follows:

Fiscal Year Ending June 30,	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2025	\$ 2,820	\$ 452	\$ 739	\$ 268
2026	2,303	383	681	142
2027	2,128	352	698	133
2028	2,129	322	706	124
2029	2,147	291	661	114
2030 - 2034	8,807	1,034	2,477	445
2035 - 2039	5,790	499	1,637	284
2040 - 2044	1,795	200	1,709	138
2045 - 2049	451	134	732	23
2050 - 2054	613	87	-	-
2055 - 2059	659	30	-	-
Totals	<u>\$ 29,642</u>	<u>\$ 3,784</u>	<u>\$ 10,040</u>	<u>\$ 1,671</u>

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 6 – LEASES AND IT SUBSCRIPTION ARRANGEMENTS (Continued)

City as a Lessor (Continued)

Lease related revenue recognized during the fiscal year ended June 30, 2024, excluding variable lease receipts, is as follows:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>
Lease revenue	\$ 2,799	\$	734
Interest revenue	444		157

Variable lease receipts - Variable lease receipts, other than those that are fixed in substance, are excluded from the measurement of the lease receivable. Such amounts are recognized as lease revenue in the period in which it is earned.

Certain leases require the lessee to make variable lease payments based on a percentage of gross receipts. These amounts are determined monthly, quarterly, or annually as noted in the lease arrangement. The amount recognized as revenue for variable lease receipts not included in the measurement of lease receivables was \$4,947 during the fiscal year ended June 30, 2024.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 7 – LONG-TERM LIABILITIES

Activity

The following is a summary of changes in long-term liabilities at June 30, 2024. Certain long-term liabilities provide financing to both governmental and business-type activities.

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
GOVERNMENTAL ACTIVITIES:					
Revenue and Other Bonds, Direct Placements:					
2016 Lease Financing	\$ 5,560	\$ -	\$ (515)	\$ 5,045	\$ 535
Revenue and Other Bonds, Public Offerings:					
2006 Capital Improvement Revenue Bonds, Series B	37,135	-	(1,770)	35,365	1,875
2006 Capital Improvement Revenue Bonds, Series E	72,513	-	(5,375)	67,138	5,571
2015 Refunding Revenue Bonds	64,280	-	(3,925)	60,355	4,125
2015 Lease Revenue Bonds - Golden 1 Center	250,560	-	(4,165)	246,395	4,400
Subtotal, revenue and other bonds, public offerings	424,488	-	(15,235)	409,253	15,971
Direct Borrowing Notes Payable:					
1985 Marina Phase I	1,113	-	(65)	1,048	68
1985 Marina Phase II	1,796	-	(86)	1,710	90
2008 Sacramento Marina South Basin	13,476	-	(280)	13,196	316
Subtotal, direct borrowing notes payable	16,385	-	(431)	15,954	474
Plus deferred amounts:					
Issuance premiums	13,348	-	(1,136)	12,212	1,136
Subtotal, debt governmental activities	459,781	-	(17,317)	442,464	18,116
Other Long-term Liabilities:					
Accrued claims and judgments	138,680	46,481	(37,003)	148,158	42,334
Accrued compensated absences	51,528	46,063	(44,852)	52,739	4,090
Lease liabilities	1,165	422	(396)	1,191	318
IT subscription liabilities	10,260	7,695	(5,073)	12,882	4,770
Net OPEB liability	170,326	25,174	(20,398)	175,102	-
Net pension liability	1,152,959	166,255	(131,477)	1,187,737	-
Pollution remediation obligations	997	372	(349)	1,020	63
Financing plan fee credits:					
Delta Shores	44,860	1,977	(1,516)	45,321	-
Jacinto Creek	1,155	18	-	1,173	25
North Natomas	32,864	3,721	(5,738)	30,847	4,064
Park Development	1,515	395	(384)	1,526	438
Subtotal, other long-term liabilities	1,606,309	298,573	(247,186)	1,657,696	56,102
Total governmental activities	\$ 2,066,090	\$ 298,573	\$ (264,503)	\$ 2,100,160	\$ 74,218

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 7 – LONG-TERM LIABILITIES (Continued)

Activity (Continued)

BUSINESS-TYPE ACTIVITIES:	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Revenue and Other Bonds, Public Offerings:					
2006 Capital Improvement Revenue Bonds, Series E	\$ 85,866	\$ -	\$ (6,751)	\$ 79,115	\$ 7,104
Water Revenue Bonds, Series 2013	10,895	-	(5,315)	5,580	5,580
Water Revenue Bonds, Series 2017	48,255	-	(1,010)	47,245	1,060
Water Revenue Refunding Bonds, Series 2020	181,435	-	(29,890)	151,545	1,050
Water Revenue Refunding Bonds, Series 2023	-	20,985	-	20,985	-
Wastewater Revenue Bonds, Series 2013	805	-	(805)	-	-
Wastewater Revenue Bonds, Series 2019	24,240	-	(925)	23,315	975
Wastewater Revenue Refunding Bonds, Series 2020	26,770	-	(340)	26,430	1,170
2015 Refunding Revenue Bonds	18,280	-	(2,250)	16,030	2,370
2018 TOT Revenue Bonds, Senior Series A	195,815	-	-	195,815	510
2018 TOT Revenue Bonds, Senior Series B	8,395	-	(4,370)	4,025	4,025
2018 TOT Revenue Bonds, Subordinate Series C	63,275	-	(1,325)	61,950	1,390
2019 STID Assessment Revenue Bonds	47,825	-	(960)	46,865	1,010
Subtotal, revenue and other bonds, public offerings	<u>711,856</u>	<u>20,985</u>	<u>(53,941)</u>	<u>678,900</u>	<u>26,244</u>
Direct Borrowing Notes Payable:					
California Department of Public Health	5,369	-	(507)	4,862	520
California Infrastructure and Economic Development Bank (I-Bank)	1,844	-	(98)	1,746	101
Drinking Water State Revolving Fund	129,599	722	(6,054)	124,267	3,063
Subtotal, direct borrowing notes payable	<u>136,812</u>	<u>722</u>	<u>(6,659)</u>	<u>130,875</u>	<u>3,684</u>
Less deferred amounts:					
Issuance premiums	53,717	3,106	(3,692)	53,131	3,113
Subtotal, debt, business type activities	<u>902,385</u>	<u>24,813</u>	<u>(64,292)</u>	<u>862,906</u>	<u>33,041</u>
Other Long-term Liabilities:					
Accrued compensated absences	9,936	9,667	(8,981)	10,622	654
Lease liabilities	1,870	-	(146)	1,724	150
IT subscription liabilities	1,462	819	(849)	1,432	476
Net OPEB liability	36,144	3,398	(2,769)	36,773	-
Net pension liability	149,882	20,929	(20,268)	150,543	-
Accrued claims and judgments	448	174	-	622	622
Water fee credits	96	-	-	96	-
Wastewater fee credits	8,450	-	(686)	7,764	-
Liability for landfill postclosure	3,740	2,396	-	6,136	458
Subtotal, other long-term liabilities	<u>212,028</u>	<u>37,383</u>	<u>(33,699)</u>	<u>215,712</u>	<u>2,360</u>
Total business-type activities	<u>1,114,413</u>	<u>62,196</u>	<u>(97,991)</u>	<u>1,078,618</u>	<u>35,401</u>
Total long-term liabilities	<u>\$ 3,180,503</u>	<u>\$ 360,769</u>	<u>\$ (362,494)</u>	<u>\$ 3,178,778</u>	<u>\$ 109,619</u>

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 7 – LONG-TERM LIABILITIES (Continued)

The following is a list of long-term debt issues outstanding at June 30, 2024, including the amount of original debt issuance, a description of the debt issue, and disclosure of pledged revenue.

Revenue and Other Bonds

Issued Amount

- | | |
|-----------|--|
| \$55,235 | <p>2006 Capital Improvement Revenue Bonds, Series B (Taxable)
Authorized and issued June 15, 2006, due in annual installments of \$2,776 to \$3,974 through December 1, 2036, bearing interest rates of 5.4% to 5.8%. Net proceeds of \$50,692 are being utilized for the purpose of financing certain public capital improvements and redevelopment projects including an arts rehearsal building, Pocket Area Library and other capital projects within the City of Sacramento. The debt is secured by collateral of real property situated in the City of Sacramento, the indenture contains a provision that in the event of a default and upon written request of the bond holders, the outstanding principal and any accrued interest may be due and payable immediately.</p> |
| \$186,950 | <p>2006 Capital Improvement Revenue Bonds, Series E (Refunding)
Authorized and issued December 12, 2006, due in annual installments of \$3,633 to \$20,589 through December 1, 2033, bearing interest rates of 4% to 5.25%. Net proceeds of \$216,661 plus cash of \$13,441 have been utilized for the purpose of establishing an irrevocable escrow to defease \$218,000 principal amount of the outstanding 2001 Capital Improvement Revenue Bonds and a portion of the outstanding 2002 and 2003 Capital Improvement Revenue Bonds, and the associated liabilities have been removed from the governmental and business-type activities columns of the statement of net position. The debt is secured by collateral of real property situated in the City of Sacramento, the indenture contains a provision that in the event of a default and upon written request of the bond holders, the outstanding principal and any accrued interest may be due and payable immediately.</p> |
| \$215,195 | <p>2013 Water Revenue Bonds
Authorized and issued March 2013, due in annual installments of \$9,731 to \$14,018 through fiscal year 2043, bearing interest rates of 1% to 5%, for the purpose of financing the costs of improvements to the City's municipal water system. In May 2020, the City issued 2020 Water Revenue Refunding Bonds to defease and refund \$166,405 of the outstanding 2013 Water Revenue Bonds. The refunded principal of \$166,405 was redeemed September 2023. Remaining amount due in annual installments of \$5,717 to \$ 5,720 through fiscal year 2025, bearing interest rate of 5%. The debt is secured by the pledge of, and payable solely from, the Trust Estate, which consists primarily of all system net revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$5,720 as of June 30, 2024. Current year principal and interest paid was \$5,719 and water fee revenue was \$132,957.</p> |
| \$183,380 | <p>2015 Refunding Revenue Bonds
Authorized and issued October 1, 2015, due in annual installments of \$5,120 to \$24,773 through December 1, 2037, bearing interest rates of 3% to 5%. Net proceeds of \$205,778 plus cash of \$28,165, together with certain proceeds of the Tax Allocation Bonds, were utilized to establish an irrevocable escrow to defease \$257,630 principal amount of outstanding 2002 Capital Improvement Revenue Bonds, 2003 Capital Improvement Revenue Bonds, 2005 Refunding Revenue Bonds, 2006 Capital Improvement Revenue Bonds, Series A, 2006 Capital Improvement Revenue Bonds, Series C, and pay costs of issuance. The refunded liabilities have been removed from the associated fund and government-wide financial statements. The debt is secured by collateral of real property situated in the City of Sacramento. The indenture contains a provision that in the event of a default and upon written request of the bond holders, the outstanding principal and any accrued interest may be due and payable immediately.</p> |

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 7 – LONG-TERM LIABILITIES (Continued)

Revenue and Other Bonds (Continued)

Issued Amount

- | | |
|-----------|--|
| \$272,870 | <p>2015 Lease Revenue Bonds – Golden 1 Center
The bonds were originally issued on August 13, 2015, in the aggregate principal amount of \$299,995, to pay for a portion of the acquisition and construction of the multi-purpose entertainment and sports center (the Golden 1 Center) in downtown Sacramento. On the fixed rate conversion date, October 6, 2015, \$27,125 principal amount of the bonds were cancelled. The bonds are due in annual installments of \$7,229 to \$18,379 through fiscal year 2050, bearing interest of 2.5% to 5.6%. The debt is secured by collateral of the Golden 1 Center and other improvements made to the associated parcel of land.</p> |
| \$9,115 | <p>2016 Lease Financing – H Street Theater Complex (Direct Placement)
The City delivered its 2016 Lease Financing on January 26, 2016, due in annual installments of \$668 to \$1,010 through fiscal year 2033, bearing interest at 2.8%. Bond proceeds of \$9,115, together with cash of \$3,471 were utilized to establish a prepayment fund to refund \$12,010 aggregate principal, plus interest, and pay the costs of issuance of the outstanding Sacramento Regional Arts Facilities 2002 Certificates of Participation. The debt is secured by lease rental payments from the California Musical Theatre.</p> |
| \$52,610 | <p>2017 Water Revenue Bonds
Authorized and issued June 2017, due in annual installments of \$1,805 to \$3,379 through fiscal year 2048, bearing interest rate of 4% to 5%, for the purpose of financing the costs of improvements to the City's municipal water system. The debt is secured by the pledge of, and payable solely from, the Trust Estate, which consists primarily of all system net revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$81,044 as of June 30, 2024. Current year principal and interest paid was \$3,377 and water fee revenue was \$132,957.</p> |
| \$195,815 | <p>2018 Transient Occupancy Tax (TOT) Revenue Bonds, Senior Series A
Authorized September 2018, issued November 2018, due in annual installments of \$5,711 to \$14,482 through fiscal year 2048, bearing an interest rate of 5%, for the purpose of financing the costs of renovating the City's Convention Center, Community Center Theater, and Memorial Auditorium, as well as other projects eligible for TOT funding. The debt is secured by the pledge of, and payable solely from, TOT revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$343,328 as of June 30, 2024. Current year interest paid was \$9,791 and TOT revenue was \$34,254. Principal payments begin June 2025.</p> |
| \$20,610 | <p>2018 Transient Occupancy Tax (TOT) Revenue Bonds, Senior Series B (Taxable)
Authorized September 2018, issued November 2018, due in annual installments of \$441 to \$4,690 through fiscal year 2025, bearing interest rates of 3.5% to 3.9%, for the purpose of financing the costs of renovating the City's Convention Center, Community Center Theater, and Memorial Auditorium, as well as other projects eligible for TOT funding. The debt is secured by the pledge of, and payable solely from, TOT revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$4,180 as of June 30, 2024. Current year principal and interest paid was \$4,690 and TOT revenue was \$34,254.</p> |

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 7 – LONG-TERM LIABILITIES (Continued)

Revenue and Other Bonds (Continued)

Issued Amount

- | | |
|-----------|--|
| \$66,890 | <p>2018 Transient Occupancy Tax (TOT) Revenue Bonds, Subordinate Series C
Authorized September 2018, issued November 2018, due in annual installments of \$1,951 to \$4,495 through fiscal year 2048, bearing an interest rate of 5%, for the purpose of financing the costs of renovating the City's Convention Center, Community Center Theater, and Memorial Auditorium, as well as other projects eligible for TOT funding. The debt is secured by the pledge of, and payable solely from, TOT revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$107,749 as of June 30, 2024. Current year principal and interest paid was \$4,489 and TOT revenue was \$34,254.</p> |
| \$25,960 | <p>2019 Wastewater Revenue Bonds
Authorized March 2019, issued April 2019, due in annual installments of \$1,157 to \$2,119 through fiscal year 2040, bearing an interest rate of 5%, for the purpose of financing the costs of improvements to the City's wastewater system. The debt is secured by a pledge of, and payable solely from, the Trust Estate, which consists primarily of all system net revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$33,867 as of June 30, 2024. Current year principal and interest paid was \$2,114 and wastewater fee revenue was \$45,871.</p> |
| \$50,465 | <p>2019 Sacramento Tourism Infrastructure District (STID) Assessment Revenue Bonds
Authorized July 2019, issued August 2019, due in annual installments of \$1,469 to \$2,744 through fiscal year 2050, bearing interest rates of 4% to 5%, for the purpose of financing an additional Ballroom in the Sacramento Convention Center and other capital improvement projects. The debt is secured by the pledge of, and payable solely from, STID revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$71,264 as of June 30, 2024. Current year principal and interest paid was \$2,740 and STID fee revenue was \$4,049.</p> |
| \$188,390 | <p>2020 Water Refunding Revenue Bonds
Authorized April 2020, issued May 2020, due in annual installments of \$6,976 to \$12,701 through fiscal year 2043, bearing interest rates of 1% to 3%. Net proceeds of \$188,390, together with City contribution of \$1,005 and bond reserve fund release of \$4,248, were utilized to establish an irrevocable escrow to defease \$166,405 principal amount of outstanding 2013 Water Revenue Bonds and pay costs of issuance. The refunded liabilities were removed from the Water Fund and government-wide financial statements and redeemed September 2023. In December 2023, the City issued 2023 Water Refunding Revenue Bonds to refund \$27,810 of the outstanding 2020 Water Refunding Revenue Bonds. Remaining amount due in annual installments of \$5,200 to \$12,280 through fiscal year 2043, bearing interest rate of 1% to 3%. The debt is secured by the pledge of, and payable solely from, the Trust Estate, which consists primarily of all system net revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$200,240 as of June 30, 2024. Current year principal and interest paid was \$6,834 and water fee revenue was \$132,957</p> |

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 7 – LONG-TERM LIABILITIES (Continued)

Revenue and Other Bonds (Continued)

Issued Amount

- \$27,970 2020 Wastewater Refunding Revenue Bonds
Authorized April 2020, issued July 2020, due in annual installments of \$925 to \$1,752 through fiscal year 2043, bearing interest rates of 0.5% to 2.5%. Net proceeds of \$27,970, together with City contribution of \$401 and bond reserve fund release of \$580, were utilized to establish an irrevocable escrow to defease \$24,835 principal amount of outstanding 2013 Wastewater Revenue Bonds and pay costs of issuance. The refunded liabilities have been removed from the Wastewater Fund and government-wide financial statements and were redeemed September 1, 2023. The debt is secured by the pledge of, and payable solely from, the Trust Estate, which consists primarily of all system net revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$33,209 as of June 30, 2024. Current year principal and interest paid was \$926 and wastewater fee revenue was \$45,871.
- \$20,985 2023 Water Refunding Revenue Bonds
Authorized November 2023, issued December 2023, due in annual installments of \$560 to \$4,645 through fiscal year 2043, bearing an interest rate of 5%. Bond proceeds of \$24,091 and City contribution of \$616 were utilized to refund \$27,810 principal amount of outstanding 2020 Water Refunding Revenue Bonds and pay costs of issuance. The target 2020 Water Refunding Revenue Bonds were purchased and cancelled, and liabilities have been removed from the Water Fund and government-wide financial statements. The net carrying value of the old debt exceeded the purchase price by \$3,157. The 2023 Refunding reduced total debt service payments by \$3,990 and resulted in an economic gain of \$2,529. The debt is secured by the pledge of, and payable solely from, the Trust Estate, which consists primarily of all system net revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$31,459 as of June 30, 2024. Interest payments begin September 2024, and principal payments begin September 2025. Water fee revenue was \$132,957.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 7 – LONG-TERM LIABILITIES (Continued)

Notes Payable

Issued Amount

- \$2,220 1985 Sacramento Marina Note Payable, Phase I
Authorized July 1985, issued November 1985, refinanced August 1998, to the California Department of Boating and Waterways, due in annual installments of \$20 to \$82 through August 2030, bearing an interest rate of 4.5%, for the purpose of financing the expansion of the Sacramento Marina. The debt is secured by collateral of the Sacramento Marina.
- \$3,229 1985 Sacramento Marina Note Payable, Phase II
Authorized July 1985, issued September 1987, refinanced August 1998, to the California Department of Boating and Waterways, due in annual installments of \$27 to \$150 through August 2037, bearing an interest rate of 4.5%, for the purpose of financing the expansion of the Sacramento Marina. The debt is secured by collateral of the Sacramento Marina.
- \$10,477 2008 Sacramento Marina Note Payable, South Basin
Authorized February 2005, the City had made loan draws of \$9,000 plus accrued interest of \$1,477 through June 30, 2013, from the California Department of Boating and Waterways (DB&W), for the purpose of constructing the South Basin Improvements at the Sacramento Marina. Principal and interest was due in 30 annual installments of \$204 to \$662, through August 2041, bearing an interest rate of 4.6%. The City had made no principal payments and only a portion of interest payments on this loan since 2013 and had been working with the DB&W on a loan restructure. Effective August 2019, the DB&W and the City executed a formal agreement to restructure this loan which added accrued interest to the loan balance. After restructuring, the maturity dates of previously matured principal and interest amounts have been extended and are no longer past due. The note still bears an interest rate of 4.6% and principal and interest are due in annual installments of \$500 to \$1,698, through August 2041. The debt is secured by collateral of the Sacramento Marina.
- \$10,000 California Department of Public Health
Authorized September 2009 for the installation of approximately 13,000 water meters. The note, with a 2.5% interest rate, will be repaid over 20 years, through 2033, with annual installments of approximately \$639. The City pledged future Water Enterprise Fund revenue to repay the note. Current year water fee revenue was \$132,957.
- \$2,975 California Infrastructure and Economic Development (I-Bank)
Authorized in December 2007, due in annual installments from \$163 to \$155 through August 2038, bearing an interest rate of 3.17%, for the purpose of financing the purchase and construction of the Basin 31 Detention Basin. The City pledged future storm drainage fee revenue to repay the note. The note is payable solely from the storm drainage fee revenue through August 2038. Total principal and interest remaining to be paid on the note is \$2,203. Current year principal and interest paid was \$160 and storm drainage fee revenue was \$62,606. The loan agreement contains a provision that in the event of a default, the principal of the loan and accrued interest on all unpaid installments would be due immediately.
- \$139,170 Drinking Water State Revolving Fund (DWSRF)
Authorized in May 2017, the DWSRF has agreed to fund the City's Accelerated Meter Installation and Pipe Replacement Program. Under the agreement, the City is to pay for project costs upfront and the DWSRF is to reimburse the City with loan amounts not to exceed \$173,142. Construction began in October 2017 and ended June 2022. The total amount claimed by the City and reimbursed by DWSRF was \$139,170. The note will be repaid over a 20-year period beginning July 2022, bearing an interest rate of 1.7%. Annual installments will be approximately \$8,240. The City has pledged future water fee revenues and the restricted reserve fund to repay the note. Current year water fee revenues were \$132,957.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 7 – LONG-TERM LIABILITIES (Continued)

Other Long-term Liabilities

Accrued claims and judgments – Estimated liabilities of the City’s workers’ compensation, auto, and general liability self-insurance programs are administered through the Risk Management Internal Service Fund. The first year of salary continuation in the City’s workers’ compensation program is accrued and paid by the City’s General Fund, enterprise funds, and internal service funds.

Lease and IT subscription liabilities – The City has entered into various agreements for the intangible right-to-use lease and IT subscription assets. Lease and IT subscription liabilities are recorded at the present value of future fixed payments for the remaining term of the agreements. Refer to Note 1 and Note 6 for more detailed information.

Compensated absences – Estimated amounts due to employees for earned, but unused, compensated absence accounts, including leave balances for vacation, sick, holiday and compensated time off. Compensated absences are generally liquidated by the City’s General Fund, enterprise funds, and internal service funds.

Net OPEB liability (other postemployment benefits) – The net OPEB liability is \$175,102 and \$36,773 for governmental activities and business-type activities, respectively, at June 30, 2024. The net liability is liquidated by the fund that has recorded the liability. Governmental activities net OPEB liability is liquidated primarily by the General Fund and business-type activities net OPEB liability is liquidated by the respective enterprise fund. Refer to Note 9 for more detailed information.

Pollution remediation obligations – Estimated liabilities to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities.

Financing plan fee credits – Issued to developers as consideration for infrastructure and other capital improvements constructed on behalf of the City within the scope of the Delta Shores, North Natomas, Jacinto Creek and other development impact fee programs. Credits are redeemable from or against future impact fees assessed within the geographic boundaries of the finance plan.

Water fee credits – Issued to developers as consideration for infrastructure constructed on behalf of the City. Credits are redeemable from or against future water development impact fees.

Wastewater fee credits – Issued to developers as consideration for infrastructure constructed on behalf of the City. Credits are redeemable from or against future wastewater development impact fees.

Liability for landfill closure – Estimated postclosure maintenance and monitoring costs for the closed landfill sites.

Net pension liability – The net pension liability is \$1,187,737 and \$150,543 for governmental activities and business-type activities, respectively, at June 30, 2024. The net liability is liquidated by the fund that has recorded the liability. Governmental activities net pension liability is liquidated primarily by the General Fund and business-type activities net pension liability is liquidated by the respective enterprise fund. Refer to Note 8 for more detailed information.

City of Sacramento
Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 7 – LONG-TERM LIABILITIES (Continued)

Future Debt Service Requirements

The following tables disclose the annual debt service requirements for the City’s long-term debt outstanding as of June 30, 2024.

Annual debt service requirements of governmental activities to maturity are as follows:

Fiscal Year Ending June 30,	Revenue and Other Bonds, Direct Placements		Revenue and Other Bonds, Public Offerings	
	Principal	Interest	Principal	Interest
2025	\$ 535	\$ 140	\$ 15,971	\$ 22,079
2026	545	124	16,847	21,203
2027	565	109	17,784	20,279
2028	580	92	18,751	19,318
2029	595	76	19,878	18,301
2030-2034	2,225	128	105,549	74,946
2035-2039	-	-	67,620	50,808
2040-2044	-	-	55,965	35,427
2045-2049	-	-	73,595	17,774
2050	-	-	17,293	975
Subtotals	5,045	669	409,253	281,110
Plus: Issuance premiums	-	-	12,212	-
Totals	\$ 5,045	\$ 669	\$ 421,465	\$ 281,110

Fiscal Year Ending June 30,	Direct Borrowing Notes Payable	
	Principal	Interest
2025	\$ 474	\$ 733
2026	547	710
2027	572	685
2028	599	659
2029	649	633
2030-2034	3,728	2,683
2035-2039	4,907	1,732
2040-2042	4,478	423
Totals	\$ 15,954	\$ 8,258

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 7 – LONG-TERM LIABILITIES (Continued)

Future Debt Service Requirements (Continued)

Annual debt service requirements of business-type activities to maturity are as follows:

Fiscal Year Ending June 30,	Revenue and Other Bonds, Public Offerings		Direct Borrowing Notes Payable	
	Principal	Interest	Principal	Interest
2025	\$ 26,244	\$ 29,006	\$ 3,684	\$ 1,234
2026	27,803	27,624	6,843	2,195
2027	29,001	26,411	6,965	2,072
2028	30,249	25,162	7,090	1,947
2029	32,082	23,860	7,218	1,819
2030-2034	155,871	98,789	37,109	7,109
2035-2039	138,160	69,367	37,966	3,852
2040-2044	145,205	38,845	24,000	719
2045-2049	91,630	11,451	-	-
2050	2,655	80	-	-
Subtotals	678,900	350,595	130,875	20,947
Plus: Issuance premiums	53,131	-	-	-
Totals	\$ 732,031	\$ 350,595	\$ 130,875	\$ 20,947

Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the U.S. Department of Treasury at least every five years. During the current year, the City performed calculations of excess investment earnings on various bonds and determined the liability to be zero at June 30, 2024.

Special Assessment Debt

Total matured and unmatured bonds outstanding related to special assessment and special tax districts are \$217,726 at June 30, 2024. The City acts as an agent for the property owners in collecting special assessments, forwarding the collections to bondholders and initiating foreclosure proceedings, when appropriate. The City is not liable for repayment of the special district bonds, and accordingly, they are not reflected in the accompanying basic financial statements. Cash held on deposit and corresponding amounts payable for the districts are reported in the Custodial Funds.

Conduit Debt

Outstanding obligations related to redevelopment agency revenue bonds total \$116,887 at June 30, 2024. The redevelopment agency bonds were issued by the Sacramento City Financing Authority to finance redevelopment activities and to refund certain other obligations of the redevelopment agency. The City has a limited commitment and is not liable for repayment of these bonds, and accordingly, they are not reflected in the accompanying basic financial statements.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 8 – PENSION PLANS

Defined Benefit Plan Description

The City of Sacramento provides defined retirement benefits through the California Public Employees' Retirement System (CalPERS) and the Sacramento City Employees' Retirement System (SCERS). CalPERS is an agent multiple-employer public employee defined benefit pension plan. SCERS is a single-employer defined benefit pension plan.

As of June 30, 2024, the City reported total net pension liability, deferred outflows of resources and deferred inflows of resources for the CalPERS (Miscellaneous and Safety Plans) and SCERS plans as follows:

	Net Pension Liability (Asset)	Deferred Outflows of Resources	Deferred Inflows of Resources
Miscellaneous Plan	\$ 497,486	\$ 138,579	\$ 940
Safety Plan	844,882	247,864	-
SCERS	(4,088)	-	8,501
Total	<u>\$ 1,338,280</u>	<u>\$ 386,443</u>	<u>\$ 9,441</u>

For the fiscal year ended June 30, 2024, the City recognized total pension expense of \$215,460 for CalPERS and SCERS plans.

CalPERS

All full-time and certain part-time City employees hired after January 28, 1977 and City safety employees, regardless of date of hire, are eligible to participate in CalPERS. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and their beneficiaries. Copies of CalPERS' annual financial report may be obtained from the CalPERS Executive Office at 400 Q Street, Sacramento, CA 95814. A separate report for the City's plan within CalPERS is not available.

General Information about the Pension Plan

Plan Description – 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 CalPERS, which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Safety and Miscellaneous Plans (the Plans) are established by State statute and 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 at <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. Members with five years of total service are eligible to retire at age 50 or 52, depending on the plan, with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 8 – PENSION PLANS (Continued)

General Information about the Pension Plan (Continued)

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

	Miscellaneous	
	Classic	PEPRA
	Prior to January 1, 2013	On or after January 1, 2013
Hire Date	January 1, 2013	January 1, 2013
Formula	2% @ 55	2% @ 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Retirement age	50-63	52-67
Monthly benefits, as a % of annual salary	1.4% to 2.4%	1.0% to 2.5%
Required employee contribution rates	7.37%	8.00%
Required employer contribution rates	26.16%	26.16%

	Safety	
	Classic	PEPRA
	Prior to January 1, 2013	On or after January 1, 2013
Hire Date	January 1, 2013	January 1, 2013
Formula	3% @ 50	2.7% @ 57
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Retirement age	50	50-57
Monthly benefits, as a % of annual salary	3.0%	2.0% to 2.7%
Required employee contribution rates	10.40%	13.00%
Required employer contribution rates	53.86%	53.86%

Employees Covered – At June 30, 2022, the most recent valuation date, the following employees were covered by the benefit terms for each Plan:

	Miscellaneous	Safety
Inactive employees or beneficiaries currently receiving benefits	3,463	1,486
Inactive employees entitled to but not yet receiving benefits	4,584	508
Active employees	2,605	1,302
Total	10,652	3,296

Contributions – Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on July 1 following notice of a change in 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 rates of employees. For the fiscal year ended June 30, 2024, the contributions for the miscellaneous and safety plans were \$57,577 and \$88,147, respectively.

City of Sacramento
Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 8 – PENSION PLANS (Continued)

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 Normal Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:		
Discount Rate	6.90%	6.90%
Inflation	2.30%	2.30%
Payroll Growth	2.80%	2.80%
Projected Salary Increase	3.3% - 14.2% ⁽¹⁾	3.3% - 14.2% ⁽¹⁾
Investment Rate of Return	7.00% ⁽²⁾	7.00% ⁽²⁾
Mortality	2021 CalPERS Experience Study	2021 CalPERS Experience Study

(1) Depending on age, service and type of employment

(2) Net of pension plan investment expenses, including inflation

In 2022, SB 1168 increased the standard retiree lump sum death benefit from \$500 to \$2,000 for any death occurring on or after July 1, 2023. The impact, if any, is included in the changes of benefit terms.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2022 valuation were based on the results of the 2021 CalPERS Experience Study. Further details of the Experience Study can be found on the CalPERS website at <https://www.calpers.ca.gov/docs/forms-publications/calpers-experience-study-2021.pdf>.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 8 – PENSION PLANS (Continued)

Net Pension Liability (Continued)

Discount Rate – The discount rate used to measure the total pension liability was 6.90% for each Plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at current member contribution rates and contributions from employers will be made at statutorily required rates. Based on those assumptions, each pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which 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. Using historical returns of all of the funds’ asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach. The expected rate of return was then adjusted to account for assumed administrative expenses of 10 Basis points.

The table below reflects expected real rates of return by asset class.

Asset Class	Assumed Asset Allocation	Real Return ^(1,2)
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%
Total	100%	

(1) An expected inflation of 2.30% used for this period.

(2) Figures are based on the 2021 Asset Liability Management study.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 8 – PENSION PLANS (Continued)

Net Pension Liability (Continued)

Changes in the Net Pension Liability – The changes in the Net Pension Liability for each Plan for the measurement date of June 30, 2023 are as follows:

<u>Miscellaneous Plan:</u>	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at June 30, 2023	\$ 1,688,414	\$ 1,209,531	\$ 478,883
Changes in the year:			
Service cost	35,817	-	35,817
Interest on the total pension liability	115,991	-	115,991
Changes of benefit terms	2,151	-	2,151
Differences between expected and actual experience	10,582	-	10,582
Contributions - employer	-	53,645	(53,645)
Contributions - employee	-	17,788	(17,788)
Net investment income	-	75,395	(75,395)
Benefit payments, including refunds of employee contributions	(76,064)	(76,064)	-
Administrative expense	-	(890)	890
Net changes	<u>88,477</u>	<u>69,874</u>	<u>18,603</u>
Balance at June 30, 2024	<u>\$ 1,776,891</u>	<u>\$ 1,279,405</u>	<u>\$ 497,486</u>
<u>Safety Plan:</u>	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at June 30, 2023	\$ 2,423,500	\$ 1,611,383	\$ 812,117
Changes in the year:			
Service cost	50,781	-	50,781
Interest on the total pension liability	166,574	-	166,574
Changes of benefit terms	798	-	798
Differences between expected and actual experience	23,383	-	23,383
Contributions - employer	-	82,172	(82,172)
Contributions - employee	-	27,327	(27,327)
Net investment income	-	100,458	(100,458)
Benefit payments, including refunds of employee contributions	(117,924)	(117,924)	-
Administrative expense	-	(1,186)	1,186
Net changes	<u>123,612</u>	<u>90,847</u>	<u>32,765</u>
Balance at June 30, 2024	<u>\$ 2,547,112</u>	<u>\$ 1,702,230</u>	<u>\$ 844,882</u>
Totals of both Miscellaneous and Safety Plans	<u>\$ 4,324,003</u>	<u>\$ 2,981,635</u>	<u>\$ 1,342,368</u>

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 8 – PENSION PLANS (Continued)

Net Pension Liability (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 position 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:

	<u>Miscellaneous</u>	<u>Safety</u>	<u>Total</u>
1% Decrease	5.90%	5.90%	5.90%
Net Pension Liability	\$ 747,009	\$ 1,205,411	\$ 1,952,420
Current Discount Rate	6.90%	6.90%	6.90%
Net Pension Liability	\$ 497,486	\$ 844,882	\$ 1,342,368
1% Increase	7.90%	7.90%	7.90%
Net Pension Liability	\$ 292,713	\$ 551,056	\$ 843,769

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

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

For the fiscal year ended June 30, 2024, the City recognized pension expense of \$89,743 and \$129,472 for the Miscellaneous and Safety Plans, respectively. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Miscellaneous Plan</u>		<u>Safety Plan</u>		<u>Total</u>	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 57,577	\$ -	\$ 88,147	\$ -	\$ 145,724	\$ -
Changes of assumption	16,638	-	50,174	-	66,812	-
Differences between actual and expected experience	6,802	(940)	32,979	-	39,781	(940)
Net differences between projected and actual earnings on plan investments	57,562	-	76,564	-	134,126	-
Total	<u>\$ 138,579</u>	<u>\$ (940)</u>	<u>\$ 247,864</u>	<u>\$ -</u>	<u>\$ 386,443</u>	<u>\$ (940)</u>

The amount of \$145,724 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2025. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized as increases (decreases) in pension expense as follows:

Fiscal Year Ending June 30,	<u>Miscellaneous Plan</u>	<u>Safety Plan</u>	<u>Total</u>
2025	\$ 29,858	\$ 42,096	\$ 71,954
2026	9,052	31,349	40,401
2027	39,592	74,324	113,916
2028	1,560	11,489	13,049
2029	-	459	459
Total	<u>\$ 80,062</u>	<u>\$ 159,717</u>	<u>\$ 239,779</u>

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 8 – PENSION PLANS (Continued)

SCERS

The City reports SCERS as a pension trust fund. SCERS issues a publicly available financial report that includes financial statements and required supplementary information. The financial report may be obtained at <https://www.cityofsacramento.gov/Finance/Accounting/Reporting>. The following is a summary of significant accounting policies:

Basis of Accounting – SCERS’ financial statements are prepared using the accrual basis of accounting. City and member contributions are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments – Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

General Information about the Pension Plan

Plan Description – The SCERS is a closed defined benefit pension plan. It has not accepted new members since January 28, 1977. All full-time, non-safety employees hired before January 29, 1977, are eligible to participate in SCERS.

Benefits Provided – SCERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries based on the plan that they belong to. SCERS has the following plans:

Charter Section 399 Plan – This defined benefit plan was established effective January 1, 1977 to provide retirement, disability and death benefits. Active members contribute at a rate based upon entry age and type of employment. The benefits for this plan are based on the average monthly compensation times years of service times benefit factor, but no larger than 75% of final average earnings. Employees may retire at age 70, or age 50 and 5 years of service.

Equal Shares Plan – This defined benefit plan was established July 1, 1970 to provide retirement, disability and death benefits to all City employees electing coverage at that date and to all employees who were hired from that date through January 1, 1977. The benefits for this plan are based on the average monthly compensation times years of service times benefit factor, but no larger than 75% of final average earnings. Employees may retire at age 70, or age 50 and 5 years of service.

Charter Section 175 Plan – This defined benefit plan was established in 1953 to provide for retirement, disability and death benefits at a lower amount than the successor Equal Shares Plan. The benefits for this plan are based on the average monthly compensation times years of service times benefit factor. Employees may retire at age 70, or age 55 and 20 years of service.

An employee who leaves City service may withdraw his or her contributions, plus any accumulated interest under all the retirement and disability benefit plans described above.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 8 – PENSION PLANS (Continued)

General Information about the Pension Plan (Continued)

Benefit factors at sample ages for benefit plans described above are as follows:

Retirement Age	Charter Section 175	Charter Section 399 and Equal Shares
50	N/A	1.10%
55	1.10%	1.75%
60	1.67%	2.40%
65	2.44%	2.40%

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

	Charter Section 399	Equal Shares	Charter Section 175	Total
Inactive members or beneficiaries receiving benefits	679	23	33	735
Inactive members entitled to but not yet receiving benefits	3	-	-	3
Active plan members	1	-	-	1
Total plan members	<u>683</u>	<u>23</u>	<u>33</u>	<u>739</u>

Cost-of-living Adjustment – This adjustment, established in 1969, provides for annual retirement benefit increases of up to 3% of normal benefits based on a corresponding rise in the consumer price index. Cost-of-living benefits are payable to retirees and beneficiaries of all the above plans after one year of retirement. The cost-of-living adjustment was 3% for fiscal year 2024. Members contribute to this adjustment at a rate of 1% of their normal retirement contributions. The City is required to fund all costs in excess of members’ contributions and investment earnings.

Social Security Adjustment – For members participating in Social Security, their benefit will be adjusted at the later of age 62 or actual retirement age. The amount of the adjustment is one half of the primary insurance amount (PIA) from Social Security, multiplied by the ratio of the sum of salary earned from the City to the sum of salary from all sources used in the calculation of the Social Security amount. The member’s benefit under SCERS plus the amount received from Social Security cannot be less than the member’s benefit under SCERS calculated with no reductions at the time of retirement. The City applies this offset to service retirees, not to disabled retirees.

Contributions – The City Charter grants the authority to establish and amend the contribution requirements of the City and active employees to the SCERS Board. The SCERS Board establishes rates based on actuarially determined rates recommended by an independent actuary. 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 accrual liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the fiscal year ended June 30, 2024, the active employee contribution rate was 1.15% of annual pay, and the City’s contribution rate was 1608% of covered payroll. For the fiscal year ended June 30, 2024, the contributions for the SCERS plan were \$1,399.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 8 – PENSION PLANS (Continued)

Net Pension Liability (Asset)

The City’s net pension liability (asset) for SCERS was measured as of June 30, 2024 and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumption – The total pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%	
Salary increase	2.50%	CPI Plus 0.5% merit, average
Discount rate	6.00%	

Mortality rates for service retirements and beneficiaries were based on CalPERS 2000-2019 Mortality Table projected for future mortality improvement utilizing Society of Actuaries Scale MP-2021. Mortality rates for disability retirements were based on CalPERS 2000-2019 Mortality Table for non-work related Disabled Retirees for Miscellaneous and CalPERS 2000-2019 Mortality Table for work-related Disabled Retirees for Safety. Both tables were projected for future mortality improvement utilizing Society of Actuaries Scale MP-2021.

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. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Fixed Income/Real Estate	37.5%	4.1%
Large Cap Growth	30.0%	7.4%
Equity Income	30.0%	7.4%
International Equity	2.5%	7.4%
Total	100.0%	

Discount Rate – The discount rate used to measure the total pension liability was 6%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contributions rates and the employee rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 8 – PENSION PLANS (Continued)

Net Pension Liability (Asset) (Continued)

Changes in the Net Pension Liability (Asset) – The changes in the Net Pension Liability (Asset) for the SCERS Plan for the measurement date of June 30, 2024 is as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at June 30, 2023	\$ 261,807	\$ 249,966	\$ 11,841
Changes in the year:			
Service cost	1	-	1
Interest on the total pension liability	14,899	-	14,899
Differences between expected and actual experience	(320)	-	(320)
Contributions - employer	-	1,399	(1,399)
Contributions - employee	-	1	(1)
Net investment income	-	29,109	(29,109)
Benefit payments, including refunds of employee contributions	(26,978)	(26,978)	-
Net changes	(12,398)	3,531	(15,929)
Balance at June 30, 2024	\$ 249,409	\$ 253,497	\$ (4,088)

Change of assumptions and changes in experience affecting the measurement of the Total Pension Liability since the prior measurement date – There were no assumption changes. The overall experience gain was due to more deaths than expected, but this was offset by a cost-of-living increase greater than expected.

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate – The following presents the net pension liability (asset) of the City for the SCERS plan, calculated using the discount rate for the SCERS Plan, as well as what the City’s net pension liability (asset) 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:

	1% decrease (5%)	Current Discount Rate (6%)	1% increase (7%)
SCERS net pension liability (asset)	\$ 14,285	\$ (4,088)	\$ (20,273)

Pension Plan Fiduciary Net Position – Detailed information about the pension plan’s fiduciary net position is available in the Basic Financial Statements section of this report and the separately issued SCERS financial report that may be obtained at <https://www.cityofsacramento.gov/Finance/Accounting/Reporting>.

City of Sacramento
Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 8 – PENSION PLANS (Continued)

Pension Expense and Deferred Inflows of Resources Related to Pensions

For the fiscal year ended June 30, 2024, the City recognized pension expense of \$(3,755) attributable to the SCERS plans. At June 30, 2024, the City reported deferred inflows of resources related to pensions from the following sources:

	Deferred Inflows of Resources
	<u> </u>
Net differences between projected and actual earnings on plan investments	<u>\$ 8,501</u>

Amounts reported as deferred inflows of resources related to pensions will be recognized as increases (decreases) in pension expense as follows:

Fiscal Year Ending June 30,	Deferred Inflows of Resources
<u>2025</u>	\$ (6,074)
2026	5,295
2027	(4,748)
2028	(2,974)
Total	<u>\$ (8,501)</u>

Defined Contribution Plan

The City also provides defined contribution retirement benefits through the City's 401(a) Money Purchase Plan (the 401(a)). The 401(a) is administered by Nationwide. The 401(a) provisions and contribution requirements are established and may be amended by City Council. Unrepresented exempt and certain represented employees may elect to participate. Participating employees of the aforementioned groups are required to contribute 5% and 2%, and the City contributes 4% and 2%, respectively, of covered salary. For the fiscal year ended June 30, 2024, employees contributed \$5,736 and the City contributed \$4,733 to the 401(a).

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

General Information

Plan Description – The City provides contributions for postemployment medical, dental and vision benefits to employees who retire directly from the City and their dependents through an agent-multiple employer defined benefit OPEB plan (OPEB Plan) through CalPERS. The postemployment health, dental, and vision care employer contributions range from \$0 to \$987 per month per participant, which covers between 0% and 100% of the benefit cost, depending on the choice of plan and number of dependents. Participants have the choice of enrolling in one of several health plans, one of two dental plans, and one of two vision plans. To be eligible for the City paid benefits, the employee must have been employed with the City by a certain hire date, retire with a minimum of ten full years of active City service and be 50 years of age. Participants with a minimum of twenty years of service are eligible for 100% of the maximum benefit. Participants with more than fifteen years but less than twenty years of service are eligible for 75% of the maximum benefit. Participants with more than ten years but less than fifteen years of service are eligible for 50% of the maximum benefit. The eligibility of the City's postemployment health contributions has been eliminated for employees hired after a certain date dependent upon the employee's labor agreement. The postemployment health, dental and vision care contributions are defined by labor agreements and resolutions approved by the City Council. The City does not issue a separate stand-alone financial report for its OPEB plan.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

General Information (Continued)

In addition, the City established an irrevocable trust to pre-fund the other benefits with the California Employers' Retiree Benefit Trust (CERBT). The CERBT financial statements and additional reports can be obtained from the CalPERS website www.calpers.ca.gov.

Employees Covered – At June 30, 2023, the most recent valuation date, the following current and former employees were covered by the benefit terms under the OPEB Plan:

Inactive employees or beneficiaries currently receiving benefits	3,010
Inactive employees entitled to but not yet receiving benefits	399
Active employees	3,973
Total	7,382

Contributions – The plan and its contribution requirements are established by memorandums of understanding with the applicable employee bargaining units and may be amended by agreements between the City and the bargaining units. The City is mainly funding the OPEB Plan on a pay-as-you-go basis. However, the City Council has authorized the City Manager to establish an OPEB trust fund with CalPERS that the City pre-funds with budgetary savings. Contributions recognized by the OPEB plan from the employer for the fiscal year ended June 30, 2024 were \$23,184.

Net OPEB Liability

The City's net OPEB liability is measured as the total OPEB liability, less the OPEB plan's fiduciary net position. The net OPEB liability is measured as of June 30, 2023, using an annual actuarial valuation as of June 30, 2023, rolled forward to June 30, 2024. A summary of principal assumptions and methods used to determine the net OPEB liability is shown below.

Actuarial Assumptions – The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.25%
Inflation	2.50%
Salary Increases	2.75%
Investment Rate of Return	6.25%
Healthcare cost trend rate	Non-Medicare - 8.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076. Medicare (Non-Kaiser) - 7.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076. Medicare (Kaiser) - 6.25% for 2025, decreasing to an ultimate 3.45% in 2076.
Healthcare participation of future retirees	Varies from 0% to 40% of medical, dental, and/or vision coverage based on percent of cash benefit earned at retirement. Assumptions based on plan experience.

Mortality and pre-retirement turnover assumptions used in the June 30, 2023 valuation were based on the results of the 2021 CalPERS Experience Study derived from data collected during fiscal years 2000 to 2019. Mortality improvement was projected utilizing Society of Actuaries Scale MP-2021. Further details of the Experience Study can be found on the CalPERS website at <https://www.calpers.ca.gov/docs/forms-publications/calpers-experience-study-2021.pdf>.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Net OPEB Liability (Continued)

Discount Rate – The discount rate used to measure the total OPEB liability was 6.25% for the OPEB Plan. The projection of cash flows used to determine the discount rate assumed an annual trust contribution of \$1,500, which is lower than the City’s annual trust contribution average for the previous five fiscal years. Based on this assumption, the OPEB Plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on the OPEB Plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

The long-term expected real rate of return on the OPEB Plan investments was determined using stochastic modeling based on expected real rate of return, standard deviation, correlation coefficients, and target allocation for each major asset class. The resulting real rate of return for the portfolio at the 50% confidence level is then adjusted for assumed long-term inflation and investment expenses to produce the long-term expected rate of return for the portfolio. The target asset allocation and most recent best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global Equity	49%	4.56%
Fixed Income	23%	1.56%
Treasury Inflation-Protected Securities (TIPS)	5%	-0.08%
Commodities	3%	1.22%
Real Estate Investment Trusts (REITs)	20%	4.06%
Total	100%	

Changes in the Net OPEB Liability – The changes in the net OPEB liability for the OPEB Plan as of June 30, 2024 are as follows:

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2023	\$ 277,626	\$ 71,156	\$ 206,470
Changes in the year:			
Service cost	5,356	-	5,356
Interest on the total OPEB liability	17,208	-	17,208
Differences between expected and actual experience	698	-	698
Changes of assumptions	11,125	-	11,125
Contributions - employer	-	23,167	(23,167)
Contributions - employee	-	-	-
Net investment income	-	5,839	(5,839)
Benefit payments	(15,321)	(15,321)	-
Administrative expense	-	(24)	24
Net changes	19,066	13,661	5,405
Balance at June 30, 2024	\$ 296,692	\$ 84,817	\$ 211,875

City of Sacramento
Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Net OPEB Liability (Continued)

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate – The following presents the City's net OPEB liability, 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 or 1-percentage point higher than the current discount rate:

	Discount Rate		
	1% decrease (5.25%)	Current Rate (6.25%)	1% increase (7.25%)
Net OPEB liability	\$ 247,415	\$ 211,875	\$ 182,086

Sensitivity of the Net OPEB liability to Changes in the Healthcare Cost Trend Rates – The following presents the City's net OPEB liability, as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower or 1-percentage point higher than the current healthcare cost trend rates:

	Healthcare Cost Trend Rates		
	1% Decrease in Current Trend Rates	Current Trend Rates	1% Increase in Current Trend Rates
Net OPEB liability	\$ 188,388	\$ 211,875	\$ 242,371

OPEB Plan Fiduciary Net Position – Detailed information about the OPEB Plan's fiduciary net position is available in the separately issued CalPERS financial reports.

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB – For the fiscal year ended June 30, 2024, the City recognized OPEB expense (income) of \$(10,547). 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
Employer contributions subsequent to measurement date	\$ 23,184	\$ -
Changes of assumption	11,525	19,817
Differences between actual and expected experience	591	27,029
Net differences between projected and actual earnings on plan investments	5,924	-
Total	\$ 41,224	\$ 46,846

City of Sacramento
Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Net OPEB Liability (Continued)

The amount of \$23,814 reported as deferred outflows of resources related to OPEB resulting from the OPEB Plan contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2024. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized as decreases in OPEB expense as follows:

Fiscal Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2025	\$ (23,048)
2026	(7,320)
2027	(576)
2028	(590)
2029	1,819
Thereafter	909
Total	<u>\$ (28,806)</u>

NOTE 10 – FUND BALANCE AND NET POSITION AND EXCESS OF EXPENDITURES OVER APPROPRIATIONS

At June 30, 2024, the government-wide statement of net position reported restricted net position of \$482,925 in governmental activities. Of this amount, \$51,144 is restricted for enabling legislation.

For the fiscal year ended June 30, 2024, General Fund expenditures for the Fire Department exceeded appropriations by \$220, community response by \$156, and citywide and community support by \$12,584. The overspending was funded by revenue collected in excess of budgeted amounts.

For the fiscal year ended June 30, 2024, Measure U Fund expenditures for citywide and community support exceeded appropriations by \$1,758. The overspending was funded by revenue collected in excess of budgeted amounts.

For the fiscal year ended June 30, 2024, Transportation and Development Special Revenue Fund expenditures for community development exceeded appropriations by \$1,007, capital outlay by \$2,169 and debt service by \$35. The overspending was funded by revenue collected in excess of budgeted amounts.

For the fiscal year ended June 30, 2024, Culture and Leisure Fund expenditures for convention and cultural services exceeded appropriations by \$6 and debt service by \$42. The overspending was funded by revenue collected in excess of budgeted amounts.

For the fiscal year ended June 30, 2024, Parks and Recreation Fund expenditures for youth, parks and community enrichment exceeded appropriations by \$208. The overspending was partially funded by revenue collected in excess of budgeted amounts.

For the fiscal year ended June 30, 2024, CCOMWP Fund expenditures for debt service exceeded appropriations by \$55. The overspending was funded by savings in general government expenditures.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 10 – FUND BALANCE AND NET POSITION AND EXCESS OF EXPENDITURES OVER APPROPRIATIONS (Continued)

For the fiscal year ended June 30, 2024, Special Districts Special Revenue Fund expenditures for general government services exceeded appropriations by \$408, convention and cultural services by \$4,814 and community development by \$4. This overspending was funded by revenue collected in excess of budgeted amounts.

The Capital Grants Fund, a capital projects fund, had a deficit fund balance of \$17,601 as of June 30, 2024. The deficit represents grant expenditures unreimbursed by granting agencies within the 60-day period of availability for which corresponding revenues have not been recognized. The deficit will be recovered upon receipt of grantor reimbursements.

The CCOMWP Fund, a special revenue fund, had a deficit fund balance of \$2,213 as of June 30, 2024. The deficit represents grant expenditures unreimbursed by granting agencies within the 60-day period of availability for which corresponding revenues have not been recognized. The deficit will be recovered upon receipt of grantor reimbursements.

The 4th R Child Development Fund, an enterprise fund, had a deficit net position of \$2,941 as of June 30, 2024. It is anticipated that this deficit will be funded by future operating subsidies.

The Risk fund, an internal service fund, had a deficit net position of \$19,710 as of June 30, 2024. It is anticipated that this deficit will be funded by future operating subsidies.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 11 – INTERFUND TRANSACTIONS

Interfund Transfers

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

	Description	Transfers In	Transfers Out	Net Transfers
Governmental activities:				
General Fund	Debt service	\$ 311	\$ (17,117)	\$ (16,806)
General Fund	In-lieu tax transfers	40,601	-	40,601
General Fund	Program support	22,156	(9,094)	13,062
Measure U Fund	Program support	596	(343)	253
2015 Golden 1 Center				
Lease Revenue Bond Fund	Debt service	9,700	-	9,700
Other Governmental Funds	Debt service	18,551	(5,221)	13,330
Other Governmental Funds	Program support	3,839	(4,571)	(732)
Internal Service Funds	Debt service	-	(46)	(46)
Internal Service Funds	Program support	10	(16,153)	(16,143)
Adjustment for transfer of capital assets	Transfer of capital assets	-	(1,243)	(1,243)
Total governmental activities		<u>\$ 95,764</u>	<u>\$ (53,788)</u>	<u>\$ 41,976</u>
Business-type activities:				
Water Fund	Debt service	\$ -	\$ (35)	\$ (35)
Water Fund	In-lieu tax transfers	-	(14,124)	(14,124)
Water Fund	Program support	277	(617)	(340)
Wastewater Fund	Debt service	-	(46)	(46)
Wastewater Fund	In-lieu tax transfers	-	(4,771)	(4,771)
Wastewater Fund	Program support	385	-	385
Storm Drainage Fund	Debt service	-	(75)	(75)
Storm Drainage Fund	In-lieu tax transfers	25	(6,654)	(6,629)
Storm Drainage Fund	Program support	61	(2,123)	(2,062)
Solid Waste Fund	Debt service	-	(109)	(109)
Solid Waste Fund	In-lieu tax transfers	80	(10,147)	(10,067)
Solid Waste Fund	Program support	311	-	311
Community Center Fund	Debt service	2,688	-	2,688
Community Center Fund	In-lieu tax transfers	-	(2,847)	(2,847)
Community Center Fund	Program support	1	(37)	(36)
Other Enterprise Funds	Debt service	-	(8,600)	(8,600)
Other Enterprise Funds	In-lieu tax transfers	-	(2,162)	(2,162)
Other Enterprise Funds	Program support	5,300	-	5,300
Adjustment for transfer of capital assets	Transfer of capital assets	1,243	-	1,243
Total business-type activities		<u>\$ 10,371</u>	<u>\$ (52,347)</u>	<u>\$ (41,976)</u>

City of Sacramento
Notes to the Basic Financial Statements
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(dollar amounts expressed in thousands)

NOTE 11 – INTERFUND TRANSACTIONS (Continued)

Interfund Balances

Interfund balances report lending transactions between funds. The following is a summary of interfund balances as of June 30, 2024:

	<u>Receivables</u>	<u>Payables</u>	<u>Interfund Balances</u>
General Fund	\$ -	\$ (1,237)	\$ (1,237)
Other Governmental Funds	-	(28,040)	(28,040)
Internal Service Funds	34,020	-	\$ 34,020
Total governmental activities	<u>34,020</u>	<u>(29,277)</u>	<u>4,743</u>
Community Center Fund	-	(4,743)	(4,743)
Total business-type activities	<u>-</u>	<u>(4,743)</u>	<u>(4,743)</u>
Total	<u>\$ 34,020</u>	<u>\$ (34,020)</u>	<u>\$ -</u>

\$34,020 was loaned by the City's internal service funds to cover short-term operating deficits (approximately \$11,825) and to assist in the development of community resources (approximately \$22,195). Included in the \$34,020 of interfund loans is \$25,579 that is not expected to be repaid within one year.

\$8,191 was borrowed by the Capital Grants Fund and the CCOMWP Special Revenue Fund for short-term loans.

\$4,849 was borrowed by the Culture and Leisure Fund for the Haggin Oaks renovation project and operating deficit.

\$4,743 was borrowed by the Community Center Fund for operational requirements.

\$1,237 was borrowed by the General Fund for the acquisition of Habitat Conservation Plan mitigation lands by the Natomas Basin Conservancy.

\$15,000 was borrowed by the Economic Development Special Revenue Fund for Stockton Boulevard Housing Development Program.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 12 – RISK MANAGEMENT

The City is exposed to various risks of loss related to the following: worker’s compensation; torts, including errors and omissions; employment practices; theft of, damage to, and destruction of assets; and natural disasters, for which the City self-insures and/or carries commercial insurance. Earthquake damage is not included in the property insurance coverage carried by the City.

The Risk Management Internal Service Fund self-insures the first \$2,000 of each workers’ compensation claim. Excess worker’s compensation insurance is purchased through the Public Risk Innovation, Solutions, and Management (PRISM) member directed risk sharing pool and it provides statutory coverage over the City’s \$2,000 self-insured retention. The fund self-insures the first \$2,000 of liability claims plus claim costs that exceed excess coverage. PRISM provides \$40,000 in excess general and auto liability claims coverage, with a \$2,000 loss corridor deductible, for claims over the City’s self-insured retention.

Liabilities are estimated based on recommendations from an independent actuarial evaluation. Liabilities are based on the estimated ultimate cost of settling claims, including effects of inflation and other social and economic factors. The estimated liability is then discounted by the City’s expected rate of return and anticipated timing of cash outlays to determine the present value of the liability. For the fiscal year ended June 30, 2024, the expected rate of return was 3%. Settled claims have not exceeded insurance coverage for each of the past three fiscal years.

All funds of the City participate in the program and make payments to the Risk Management Internal Service Fund based on estimates of the amounts needed to pay operating costs, insurance premiums, and prior and current year claims. At June 30, 2024, the Risk Management Internal Service Fund had a deficit net position of \$19,710.

Liabilities are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, economic and social factors, and trends in damage awards. Accordingly, claims are reevaluated periodically to consider the effects of these factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claim liability estimate.

Changes in the Risk Management Internal Service Fund’s claims liability for the past two fiscal years are summarized as follows:

	2024	2023
Accrued claims and judgments, July 1	\$ 134,788	\$ 111,816
Incurred claims and adjustment expenses	44,630	45,723
Claim payments	<u>(37,003)</u>	<u>(22,751)</u>
Accrued claims and judgments, June 30	<u>\$ 142,415</u>	<u>\$ 134,788</u>

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 13 – COMMITMENTS AND CONTINGENCIES

Commitment of Enterprise Fund Revenues

Revenue of the Water Enterprise Fund is pledged to the payment of principal and interest on the California Department of Public Health Note Payable; the Drinking Water State Revolving Fund Note Payable; the Water Revenue Bonds, Series 2013; the Water Revenue Bonds, Series 2017, the Water Revenue Refunding Bonds, Series 2020 and the 2023 Water Refunding Revenue Bonds. Revenue of the Wastewater Enterprise Fund is pledged to the payment of principal and interest on the Wastewater Revenue Bonds, Series 2013; the Wastewater Revenue Bonds, Series 2019 and Wastewater Revenue Refunding Bonds, Series 2020. Revenue of the Storm Drainage Enterprise Fund is pledged to the payment of principal and interest on the California Infrastructure and Economic Development Bank Note Payable. Transient Occupancy Tax (TOT) revenue of the Community Center Fund is pledged to the payment of principal and interest on the 2018 TOT Revenue Bonds, Senior Series A, B and Subordinate Series C. Revenue of the Sacramento Tourism Infrastructure District (STID) Fund is pledged to the payment of principal and interest on the 2019 Sacramento Tourism Infrastructure District (STID) Assessment Revenue Bonds. See Note 7 for more detailed information.

Construction and Other Commitments

The City has commitments of \$133,618 for contracts awarded but not completed as of June 30, 2024. The following table shows the distribution of those commitments among major and nonmajor funds.

Governmental Activities:		Business-type Activities:	
General Fund	\$ 7,266	Water Fund	\$ 15,413
Measure U	16,828	Wastewater Fund	2,852
Other governmental funds	31,747	Storm Drainage Fund	5,814
Internal service funds	45,168	Solid Waste Fund	5,220
		Community Center Fund	2,970
		Other enterprise funds	340
Total governmental activities	<u>\$ 101,009</u>	Total business-type activities	<u>\$ 32,609</u>

The major contracts outstanding are \$4,428 for replacement of existing Freeport Res 1-MGD pump with new 5 to 6-MGD with electrical improvements needed for proper operation; \$2,634 for Citywide cleanup service; \$2,413 for implementation of temporary shelter program; \$2,372 for replacing three outfall pipes from Sump 151 through the America River levee to the outfall structure; \$2,054 for O&E Ctr Hope Coop Operations providing life-saving resources for the most vulnerable members of the community; \$2,008 for the construction of a Class I bike trail along the Sacramento Southern Railroad between Sutterville Road and Meadowview Road; \$2,001 for installation of motor-controlled valves and drainage system as part of the Ground Water Flush-to-Waste project; and \$44,688 for the purchase of vehicles, primarily for the replacement of refuse trucks and garbage trucks.

Contingent Liabilities

The City participates in various federal, state, and local grant programs, primarily including Homeless Housing, Assistance and Prevention (HHAP) and the Federal Highway Planning and Construction programs. These programs are subject to financial and compliance audits by the grantors or their representatives. The audits of these programs for earlier years and the fiscal year ended June 30, 2024 have not been completed in all cases; accordingly, final determination of the City's compliance with applicable grant requirements may be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The City believes any such claims would be immaterial to the City's financial position at June 30, 2024. Receipt of these grant revenues is not assured in the future.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 13 – COMMITMENTS AND CONTINGENCIES (Continued)

Litigation

Various claims and lawsuits are pending against the City. As discussed in Note 12, the City is primarily self-insured and has accrued a liability for estimated claims outstanding. Although the outcome of these claims and lawsuits is not presently determinable, management, after consultation with legal counsel, is of the opinion that final outcome of these matters will not have a material adverse effect on the financial condition of the City.

Landfill Postclosure Care Cost

The City has several landfill sites which have stopped accepting waste, have been covered, and are closed. State and federal laws and regulations require that the City perform certain maintenance and monitoring functions at these sites after closure. Due to the closure of three additional landfill sites in fiscal years 2022 and 2023, and the significant increase in some maintenance costs, the department performed a new study. The new study resulted in an estimated \$6,136 in future postclosure monitoring costs as of June 30, 2024. The estimate was based on actual cost for the fiscal years 2022, 2023, and 2024 and may change due to inflation or deflation, technology, or applicable laws and regulations.

Pollution Remediation Obligations

A pollution remediation obligation is an obligation to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities. The City is responsible for pollution remediation activities at several sites that have soil contaminated with petroleum, hydrocarbons, and/or metals. Regulatory agencies providing oversight of the City's pollution remediation obligations and activities include the State of California Regional Water Quality Control Board, the State of California Department of Toxic Substance Control, the Sacramento County Department of Environmental Management, and the State of California Department of Public Health. The estimated obligation was \$997 at June 30, 2023 and \$1,020 at June 30, 2024. Pollution remediation outlays totaled approximately \$125 for the year ended June 30, 2024. Pollution remediation obligations are measured based on outlays expected to be incurred to settle all estimable remediation efforts. Pollution remediation obligations are measured at the current value of reasonable and supportable assumptions about future events that may affect the eventual settlement of the obligations. Pollution remediation obligations are measured using the expected cash flow technique, which measures the obligation as the sum of probability-weighted amounts in a range of possible cash flows. Estimates are based on all currently available information, as well as the facts and circumstances of each situation, but may change due to price changes, changes in laws or regulations, changes in remediation technologies, or as additional information become available. There are no estimated recoveries from other parties that are included in the calculation of the City's pollution remediation obligations.

NOTE 14 – JOINT VENTURES AND JOINTLY GOVERNED ORGANIZATIONS

JOINT VENTURES

Aggie Square Public Financing Authority

The City is a participant with UC Davis and Wexford Science and Technology in the Aggie Square Public Financing Authority, formed in April 2021. As of June 30, 2024, the Aggie Square board is made up of three City appointed council members and two members of the public. Aggie Square is a project located at Stockton Boulevard and Second Avenue in Sacramento, mostly on property owned by UC Davis. It would expand the university's Sacramento campus, creating a state-of-the-art hub for research, innovation, and education. The proposed agreement between the City, UC Davis and Wexford Science & Technology includes inclusive economic development measures that reflect community priorities, including creation of an affordable housing fund prioritizing local residents for entry-level and higher-wage jobs and providing training pathways to those jobs; and improving biking, walking and transit access around the UC Davis Sacramento campus on Stockton Boulevard.

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 14 – JOINT VENTURES AND JOINTLY GOVERNED ORGANIZATIONS (Continued)

Sacramento Housing and Redevelopment Agency

The City is a participant with the County of Sacramento in the Sacramento Housing and Redevelopment Agency (SHRA). SHRA is a stand-alone agency governed by the County Board of Supervisors over County housing activities and the City Council over City housing activities. Although the City does not have an equity interest in SHRA, it does have an ongoing financial interest. Based upon the approval process for activities of the Housing Authority of the City of Sacramento (Housing Authority), the City has the ability to directly influence SHRA to undertake projects for the citizenry of the City. Because the City's primary government does not have an equity interest in SHRA, SHRA's financial information is not included in these financial statements. Separately issued financial statements may be obtained from the Sacramento Housing and Redevelopment Agency, 801 12th Street, Sacramento, California, 95814.

SHRA administered the redevelopment agencies of the City and County until February 1, 2012. In 2011 the California Legislature enacted AB 1x 26, which coupled with a subsequent decision of the State Supreme Court, resulted in the dissolution of redevelopment agencies. Upon the dissolution of the redevelopment agency, the City elected to become the successor agency for the non-housing redevelopment agency activities. More information can be found in Note 15 – Successor Agency Trust Fund. The City designated the Housing Authority as the local authority to retain the housing assets and functions previously performed by the redevelopment agency, and the Housing Authority affirmatively elected pursuant to Health and Safety Code Section 34176 that it would serve as the "Successor Housing Agency" to the former redevelopment agency.

Sacramento Public Library Authority

The City is a participant with the County of Sacramento and the cities of Citrus Heights, Elk Grove, Galt, Isleton and Rancho Cordova in the Sacramento Public Library Authority (Library), a joint powers agency created to provide library services to the residents of the participating municipalities. The Library is governed by a board made up of five County appointees and various numbers of appointees from each city, depending upon population. As of June 30, 2024, five of fifteen members of the Library board were appointed by the City. The current joint powers agreement was effective beginning July 1, 2007. After June 30, 2010, any party may withdraw from the Authority upon no less than one year's written notice. Upon withdrawal a party shall retain ownership of those capital facilities to which it holds title. The City is committed to fund annual contributions to operate library branches in the City. The City's Measure U Fund contributions for the fiscal year ended June 30, 2024, were \$14,272. In addition, the City paid cost reimbursements and program support of \$32 to the library during the same period. The City also contributed the use of its library facilities to the Library. In order to provide funding for additional services and hours in City libraries, the City levies and passes through to the Library a parcel tax which totaled \$9,537 for the fiscal year ended June 30, 2024. Financial statements may be obtained from the Sacramento Public Library Authority, 828 I Street, Sacramento, California, 95814.

Sacramento Regional Fire/EMS Communication Center

The City is a participant with Sacramento Metropolitan Fire District and other local fire agencies in the Sacramento Regional Fire/EMS Communication Center (SRFECC), a fire dispatch center. SRFECC provides fire protection and emergency medical service dispatching for 1,000 square miles and 1.3 million residents in Sacramento and Placer Counties. The City provided \$5,444 of support to SRFECC during the fiscal year ended June 30, 2024. Financial statements may be obtained from the Sacramento Regional Fire/EMS Communication Center, 10230 Systems Parkway, Sacramento, California, 95827.

Northern California Regional Public Safety Training Authority

The City is a participant with the County of Sacramento, the Los Rios Community College District and the Regional Fire and Rescue Authority in the Northern California Regional Public Safety Training Authority (NCRPSTA) which operates the Northern California Regional Public Safety Training College located at McClellan Park. During the fiscal year ended June 30, 2024, the City provided \$439 of annual support to the NCRPSTA. Payments for rent and training during the fiscal year ended June 30, 2024 were \$34. Financial statements may be obtained from the NCRPSTA Administrative Offices, 2409 Dean Street, Suite 119, McClellan, California, 95652.

City of Sacramento

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024

(dollar amounts expressed in thousands)

NOTE 14 – JOINT VENTURES AND JOINTLY GOVERNED ORGANIZATIONS (Continued)

JOINTLY GOVERNED ORGANIZATIONS WITH RELATED PARTY TRANSACTIONS

The City participates in several jointly governed organizations for which it appoints a minority of board members. The City may also provide minor financial support or have other financial transactions with these organizations, but it does not have a financial interest in or responsibility to the organizations. The following organizations had financial transactions with the City during the fiscal year ended June 30, 2024:

The City provided \$174 in annual support and \$111 in project/program expenses to the Regional Water Authority.

The City provided \$224 in annual support to the Sacramento Groundwater Authority.

The City provided \$391 in annual support and \$62 in program expenses for Downtown/Riverfront Transit Project to the Sacramento Area Council of Governments.

The City received \$164 of administration fees from the Sacramento Area Flood Control Agency (SAFCA) for collecting and transmitting permitting fees. The City also participates in several cost-sharing agreements with SAFCA for individual projects related to flood control. The City's portion of said projects is remitted directly to SAFCA or other suppliers of services.

The City received \$189 in Workforce Investment Act grants from the Sacramento Employee and Training Agency.

NOTE 15 – SUCCESSOR AGENCY TRUST FUND

On December 29, 2011, the California Supreme Court upheld Assembly Bill x1 26 ("the Bill") which dissolved all redevelopment agencies in the State of California. Successor agencies are allocated property tax revenue in an amount necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full. In accordance with the timeline set forth in the Bill, all redevelopment agencies in the State of California were dissolved and ceased to operate as legal entities as of February 1, 2012.

On January 31, 2012, the City elected to be appointed as the Redevelopment Agency Successor Agency (RASA) of the City of Sacramento for the non-housing assets and liabilities of the former Redevelopment Agency (RDA). The City Council elected not to serve as the successor agency for the RDA's housing assets and functions, but instead designated the City's Housing Authority to serve as the successor housing agency.

Prior to February 1, 2012, California Redevelopment Law provided tax increment financing as a source of revenue to redevelopment agencies to fund redevelopment activities. Once a redevelopment area was adopted, the RDA could only receive tax increment to the extent that it could show on an annual basis that it has incurred indebtedness that must be repaid with tax increment. Due to the nature of redevelopment financing, the RDA's liabilities exceeded its assets. Therefore, RASA historically carried a deficit, which was expected to be reduced as future tax increment revenues were received and used to repay its outstanding long-term debt. This deficit was transferred to the RASA on February 1, 2012. At June 30, 2024, RASA has a deficit net position of \$147,031 which will be eliminated with future property tax revenue distributions from the Redevelopment Property Tax Trust Fund administered by the County Auditor-Controller.

City of Sacramento
Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 15 – SUCCESSOR AGENCY TRUST FUND (Continued)

On December 31, 2015, DOF completed the review of RASA’s Long-Ranged Property Management Plan (LRPMP). DOF approved the use or disposition of all the properties listed in the LRPMP. The approved LRPMP will govern the disposition and use of all the real property assets of the former redevelopment agency.

As of June 30, 2024, contracts payable of \$19,008 reported in the private-purpose trust fund are allocations of the Sacramento Housing Redevelopment Agency’s (SHRA) OPEB and pension unfunded liabilities for the former redevelopment agency employees.

Capital Assets

The following is a summary of changes in capital assets for the fiscal year ended June 30, 2024:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated				
Land	\$ 3,353	\$ -	\$ (10)	\$ 3,343
Depreciable capital assets				
Buildings and improvements	102	-	-	102
Less accumulated depreciation for:				
Buildings and improvements	(36)	(3)	-	(39)
Depreciable capital assets, net	66	(3)	-	63
Total capital assets, net	<u>\$ 3,419</u>	<u>\$ (3)</u>	<u>\$ (10)</u>	<u>\$ 3,406</u>

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 15 – SUCCESSOR AGENCY TRUST FUND (Continued)

Long-term Debt

The following is a summary of changes in long-term debt for the fiscal year ended June 30, 2024:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Revenue Bonds:					
2015 Tax Allocation Refunding Bonds TE, Series A	\$ 30,935	\$ -	\$ (3,211)	\$ 27,724	\$ 3,205
Notes Payable:					
2003 Del Paso TE TABS, Series A	5,255	21 ⁽¹⁾	(779)	4,497	770
2005 Merged Downtown TE, Series A	124,505	493 ⁽¹⁾	(10,262)	114,736	15,815
2005 Oak Park TE, Series A	2,044	115 ⁽¹⁾	(9)	2,150	-
2006 65th Street TX Master Lease, Series B	2,825	-	(135)	2,690	145
2006 North Sacramento TX Master Lease, Series B	3,295	-	(155)	3,140	165
2006 Stockton Blvd Master Lease	1,793	-	(141)	1,652	148
2008 BOA Public Capital Corporation	1,103	-	(210)	893	215
2009 Army Depot TX Swap	2,270	-	(108)	2,162	114
2009 River District TX Swap	2,125	-	(102)	2,023	106
City of Sacramento CIEDB - Utilities/Detention Basin	922	-	(49)	873	51
Globe Mills	1,687	-	(384)	1,303	409
North Sacramento CIEDB Loan	2,342	-	(150)	2,192	154
Stockton Blvd CIEDB Loan	1,948	-	(126)	1,822	129
Subtotal, notes payable	152,114	629	(12,610)	140,133	18,221
Total, long-term debt	\$ 183,049	\$ 629	\$ (15,821)	\$ 167,857	\$ 21,426

(1) Change in accreted value is recorded as an adjustment of Notes Payable.

As of June 30, 2024, accumulated accretion for the 2003 Del Paso TE TABS, Series A, is \$3,031, and accumulated accretion for the 2005 Merged Downtown and Oak Park TE, Series A, is \$71,647.

Future Debt Service Requirements

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending June 30,	Revenue Bonds		Notes Payable	
	Principal	Interest	Principal	Interest
2025	\$ 3,205	\$ 1,174	\$ 18,221	\$ 890
2026	1,320	1,061	20,609	810
2027	1,380	1,002	18,386	725
2028	1,435	942	17,990	650
2029	1,690	863	17,812	587
2030-2034	12,125	2,826	60,853	1,935
2035-2038	4,500	168	16,814	319
Subtotal	25,655	8,036	170,685	5,916
Less: Unaccreted interest	-	-	(30,552)	-
Total	\$ 25,655	\$ 8,036	\$ 140,133	\$ 5,916

City of Sacramento
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024
(dollar amounts expressed in thousands)

NOTE 16 – SERVICE CONCESSION ARRANGEMENT FOR CITY GOLF COURSES

On July 1, 2019, the City entered into a service concession agreement with Morton Golf LLC (Morton) under which Morton operates and maintains City golf courses, collects user fees and remits a monthly payment for rent to the City. Morton pays the City minimum installment payments plus a percentage of gross revenues over the 15-year period. The present value of the installment payments was initially estimated to be \$9,180. The City reports a loan receivable and deferred inflow of \$5,128 in the government-wide statement of net position as of June 30, 2024.

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Required Supplementary Information

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City of Sacramento
Required Supplementary Information
Agent Multiple-Employer Defined Benefit Pension Plan
CalPERS Miscellaneous Plan

Schedule of Changes in Net Pension Liability and Related Ratios
Last Ten Years (in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
Total pension liability					
Service cost	\$ 23,110	\$ 22,342	\$ 23,374	\$ 27,795	\$ 28,404
Interest on the total pension liability	70,942	74,835	79,515	84,334	89,060
Changes of benefit terms	-	-	-	-	-
Changes of assumptions	-	(20,153)	-	75,970	(7,898)
Differences between expected and actual experience	-	(8,865)	(333)	(838)	6,909
Benefit payments, including refunds of employee contributions	(30,240)	(34,390)	(37,980)	(42,305)	(48,384)
Net change in total pension liability	63,812	33,769	64,576	144,956	68,091
Total pension liability -- beginning	949,465	1,013,277	1,047,046	1,111,622	1,256,578
Total pension liability -- ending (a)	\$ 1,013,277	\$ 1,047,046	\$ 1,111,622	\$ 1,256,578	\$ 1,324,669
Plan fiduciary net position					
Contributions - employer	\$ 21,613	\$ 22,827	\$ 25,963	\$ 28,719	\$ 29,514
Contributions - employee	11,670	11,302	11,991	12,190	12,634
Net investment income (loss)	118,326	18,047	4,260	91,481	76,768
Benefit payments, including refunds of employee contributions	(30,240)	(34,390)	(37,980)	(42,305)	(48,384)
Net plan to plan resource movement	-	(3,066)	531	74	(2)
Administrative expense	-	(922)	(496)	(1,209)	(1,413)
Other miscellaneous expense	-	-	-	-	(2,683)
Net change in fiduciary net position	121,369	13,798	4,269	88,950	66,434
Plan fiduciary net position -- beginning	678,261	799,630	813,428	817,697	906,647
Plan fiduciary net position -- ending (b)	\$ 799,630	\$ 813,428	\$ 817,697	\$ 906,647	\$ 973,081
Net pension liability -- ending (a) - (b)	\$ 213,647	\$ 233,618	\$ 293,925	\$ 349,931	\$ 351,588
Plan fiduciary net position as a percentage of the total pension liability	78.92%	77.69%	73.56%	72.15%	73.46%
Covered payroll *	\$ 156,032	\$ 157,449	\$ 166,403	\$ 176,795	\$ 181,331
Net pension liability as a percentage of covered payroll	136.93%	148.38%	176.63%	197.93%	193.89%
Measurement date	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018

Notes to the Required Supplementary Information

* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.

City of Sacramento
Required Supplementary Information
Agent Multiple-Employer Defined Benefit Pension Plan
CalPERS Miscellaneous Plan

Schedule of Changes in Net Pension Liability and Related Ratios
Last Ten Years (in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
Total pension liability					
Service cost	\$ 29,053	\$ 30,236	\$ 31,307	\$ 34,966	\$ 35,817
Interest on the total pension liability	94,760	99,810	105,037	110,101	115,991
Changes of benefit terms	-	-	-	-	2,151
Changes of assumptions	-	-	-	58,232	-
Differences between expected and actual experience	12,970	2,600	3,743	(3,289)	10,582
Benefit payments, including refunds of employee contributions	(53,695)	(59,069)	(63,352)	(69,665)	(76,064)
Net change in total pension liability	83,088	73,577	76,735	130,345	88,477
Total pension liability -- beginning	1,324,669	1,407,757	1,481,334	1,558,069	1,688,414
Total pension liability -- ending (a)	\$ 1,407,757	\$ 1,481,334	\$ 1,558,069	\$ 1,688,414	\$ 1,776,891
Plan fiduciary net position					
Contributions - employer	\$ 34,102	\$ 39,118	\$ 43,930	\$ 47,273	\$ 53,645
Contributions - employee	14,289	15,018	15,899	16,052	17,788
Net investment income (loss)	64,092	51,632	244,522	(99,652)	75,395
Benefit payments, including refunds of employee contributions	(53,695)	(59,069)	(63,352)	(69,665)	(76,064)
Net plan to plan resource movement	-	-	-	(2)	-
Administrative expense	(694)	(1,454)	(1,076)	(820)	(890)
Other miscellaneous expense	2	-	-	-	-
Net change in fiduciary net position	58,096	45,245	239,923	(106,814)	69,874
Plan fiduciary net position -- beginning	973,081	1,031,177	1,076,422	1,316,345	1,209,531
Plan fiduciary net position -- ending (b)	\$ 1,031,177	\$ 1,076,422	\$ 1,316,345	\$ 1,209,531	\$ 1,279,405
Net pension liability -- ending (a) - (b)	\$ 376,580	\$ 404,912	\$ 241,724	\$ 478,883	\$ 497,486
Plan fiduciary net position as a percentage of the total pension liability	73.25%	72.67%	84.49%	71.64%	72.00%
Covered payroll *	\$ 185,823	\$ 195,700	\$ 203,030	\$ 206,537	\$ 211,684
Net pension liability as a percentage of covered payroll	202.66%	206.90%	119.06%	231.86%	235.01%
Measurement date	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023

City of Sacramento
Required Supplementary Information
Agent Multiple-Employer Defined Benefit Pension Plan
CalPERS Miscellaneous Plan
Schedule of Contributions
Last Ten Years (in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
Actuarially determined contributions	\$ 22,711	\$ 26,156	\$ 30,084	\$ 26,947	\$ 33,664
Contributions in relation to the actuarially determined contributions	22,711	26,156	30,084	26,947	33,664
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll *	\$ 157,449	\$ 166,403	\$ 176,795	\$ 181,331	\$ 185,823
Contributions as a percentage of covered payroll	14.42%	15.72%	17.02%	14.86%	18.12%

Notes to the Required Supplementary Information

Valuation date: 6/30/2012 6/30/2013 6/30/2014 6/30/2015 6/30/2016

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal cost method
Amortization method	Level percentage of payroll
Asset valuation method	15 year smoothed fair value
Inflation	2.3%
Salary Increase	3.3% to 14.2% depending on age, service, and type of employment
Investment rate of return	7.00% (net of administrative expenses)
Retirement age	50 - 67 years
Mortality	Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board, first used in the June 30, 2009 valuation

* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.

Ten year schedules of annual money-weighted rate of return on pension plan investments for CalPERS can be found in the Schedule of Investment Returns table within the separately issued CalPERS Basic Financial Statements available at: <https://www.calpers.ca.gov/page/investments/about-investment-office/investment-financial-reports>.

City of Sacramento
Required Supplementary Information
Agent Multiple-Employer Defined Benefit Pension Plan
CalPERS Miscellaneous Plan
Schedule of Contributions
Last Ten Years (in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
Actuarially determined contributions	\$ 39,797	\$ 43,941	\$ 47,627	\$ 51,544	\$ 57,577
Contributions in relation to the actuarially determined contributions	39,797	43,941	47,627	51,544	57,577
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll *	\$ 195,700	\$ 203,030	\$ 206,537	\$ 211,684	\$ 249,601
Contributions as a percentage of covered payroll	20.34%	21.64%	23.06%	24.35%	23.07%
<u>Notes to the Required Supplementary Information</u>					
Valuation date:	6/30/2017	6/30/2018	6/30/2019	6/30/2020	6/30/2021

City of Sacramento
Required Supplementary Information
Agent Multiple-Employer Defined Benefit Pension Plan
CalPERS Safety Plan

Schedule of Changes in Net Pension Liability and Related Ratios
 Last Ten Years (in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
Total pension liability					
Service cost	\$ 29,539	\$ 29,653	\$ 31,672	\$ 37,372	\$ 38,386
Interest on the total pension liability	107,189	112,331	118,821	123,132	127,930
Changes of benefit terms	-	-	-	-	-
Changes of assumptions	-	(28,604)	-	107,046	(17,242)
Differences between expected and actual experience	-	(593)	14,398	(15,086)	3,954
Benefit payments, including refunds of employee contributions	(66,215)	(70,545)	(74,572)	(78,232)	(82,999)
Net change in total pension liability	70,513	42,242	90,319	174,232	70,029
Total pension liability -- beginning	1,447,520	1,518,033	1,560,275	1,650,594	1,824,826
Total pension liability -- ending (a)	\$ 1,518,033	\$ 1,560,275	\$ 1,650,594	\$ 1,824,826	\$ 1,894,855
Plan fiduciary net position					
Contributions - employer	\$ 27,935	\$ 30,798	\$ 36,001	\$ 40,609	\$ 41,588
Contributions - employee	16,094	15,565	18,465	18,980	21,564
Net investment income (loss)	171,795	25,341	4,971	125,586	104,661
Benefit payments, including refunds of employee contributions	(66,215)	(70,545)	(74,572)	(78,232)	(82,999)
Net plan to plan resource movement	-	1	-	(74)	(4)
Administrative expense	-	(1,288)	(697)	(1,665)	(1,922)
Other miscellaneous expense	-	-	-	-	(3,650)
Net change in fiduciary net position	149,609	(128)	(15,832)	105,204	79,238
Plan fiduciary net position -- beginning	994,493	1,144,102	1,143,974	1,128,142	1,233,346
Plan fiduciary net position -- ending (b)	\$ 1,144,102	\$ 1,143,974	\$ 1,128,142	\$ 1,233,346	\$ 1,312,584
Net pension liability -- ending (a) - (b)	\$ 373,931	\$ 416,301	\$ 522,452	\$ 591,480	\$ 582,271
Plan fiduciary net position as a percentage of the total pension liability	75.37%	73.32%	68.35%	67.59%	69.27%
Covered payroll *	\$ 107,176	\$ 112,067	\$ 120,120	\$ 126,438	\$ 132,206
Net pension liability as a percentage of covered payroll	348.89%	371.48%	434.94%	467.80%	440.43%
Measurement date	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018

Notes to the Required Supplementary Information

* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.

City of Sacramento
Required Supplementary Information
Agent Multiple-Employer Defined Benefit Pension Plan
CalPERS Safety Plan

Schedule of Changes in Net Pension Liability and Related Ratios
 Last Ten Years (in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
Total pension liability					
Service cost	\$ 40,221	\$ 42,306	\$ 44,416	\$ 51,608	\$ 50,781
Interest on the total pension liability	136,323	143,878	151,131	158,263	166,574
Changes of benefit terms	-	-	-	-	798
Changes of assumptions	-	-	-	80,583	-
Differences between expected and actual experience	35,991	20,246	12,441	4,868	23,383
Benefit payments, including refunds of employee contributions	(88,688)	(95,642)	(100,827)	(108,473)	(117,924)
Net change in total pension liability	<u>123,847</u>	<u>110,788</u>	<u>107,161</u>	<u>186,849</u>	<u>123,612</u>
Total pension liability -- beginning	1,894,855	2,018,702	2,129,490	2,236,651	2,423,500
Total pension liability -- ending (a)	<u>\$ 2,018,702</u>	<u>\$ 2,129,490</u>	<u>\$ 2,236,651</u>	<u>\$ 2,423,500</u>	<u>\$ 2,547,112</u>
Plan fiduciary net position					
Contributions - employer	\$ 49,875	\$ 58,584	\$ 67,242	\$ 74,645	\$ 82,172
Contributions - employee	22,752	23,832	25,904	25,718	27,327
Net investment income (loss)	86,282	69,226	327,345	(133,570)	100,458
Benefit payments, including refunds of employee contributions	(88,688)	(95,642)	(100,827)	(108,473)	(117,924)
Net plan to plan resource movement	-	-	-	2	-
Administrative expense	(937)	(1,947)	(1,434)	(1,093)	(1,186)
Other miscellaneous expense	3	-	-	-	-
Net change in fiduciary net position	<u>69,287</u>	<u>54,053</u>	<u>318,230</u>	<u>(142,771)</u>	<u>90,847</u>
Plan fiduciary net position -- beginning	1,312,584	1,381,871	1,435,924	1,754,154	1,611,383
Plan fiduciary net position -- ending (b)	<u>\$ 1,381,871</u>	<u>\$ 1,435,924</u>	<u>\$ 1,754,154</u>	<u>\$ 1,611,383</u>	<u>\$ 1,702,230</u>
Net pension liability -- ending (a) - (b)	<u>\$ 636,831</u>	<u>\$ 693,566</u>	<u>\$ 482,497</u>	<u>\$ 812,117</u>	<u>\$ 844,882</u>
Plan fiduciary net position as a percentage of the total pension liability	68.45%	67.43%	78.43%	66.49%	66.83%
Covered payroll *	<u>\$ 138,718</u>	<u>\$ 147,409</u>	<u>\$ 157,333</u>	<u>\$ 168,488</u>	<u>\$ 167,211</u>
Net pension liability as a percentage of covered payroll	459.08%	470.50%	306.67%	482.00%	505.28%
Measurement date	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023

City of Sacramento
Required Supplementary Information
Agent Multiple-Employer Defined Benefit Pension Plan
CalPERS Safety Plan
Schedule of Contributions
Last Ten Years (in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
Actuarially determined contributions	\$ 36,638	\$ 40,959	\$ 47,222	\$ 49,102	\$ 56,327
Contributions in relation to the actuarially determined contributions	36,638	40,959	47,222	49,102	56,327
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll *	\$ 112,067	\$ 120,120	\$ 126,438	\$ 132,206	\$ 138,718
Contributions as a percentage of covered payroll	32.69%	34.10%	37.35%	37.14%	40.61%

Notes to the Required Supplementary Information

Valuation date:	6/30/2012	6/30/2013	6/30/2014	6/30/2015	6/30/2016
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Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal cost method
Amortization method	Level percentage of payroll
Asset valuation method	15 year smoothed fair value
Inflation	2.3%
Salary Increase	3.3% to 14.2% depending on age, service, and type of employment
Investment rate of return	7.00% (net of administrative expenses)
Retirement age	50 - 67 years
Mortality	Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board, first used in the June 30, 2009 valuation

* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.

Ten year schedules of annual money-weighted rate of return on pension plan investments for CalPERS can be found in the Schedule of Investment Returns table within the separately issued CalPERS Basic Financial Statements available at: <https://www.calpers.ca.gov/page/investments/about-investment-office/investment-financial-reports>.

City of Sacramento
Required Supplementary Information
Agent Multiple-Employer Defined Benefit Pension Plan
CalPERS Safety Plan
Schedule of Contributions
Last Ten Years (in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
Actuarially determined contributions	\$ 66,147	\$ 66,915	\$ 74,528	\$ 81,076	\$ 88,147
Contributions in relation to the actuarially determined contributions	66,147	66,915	74,528	81,076	88,147
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll *	\$ 147,409	\$ 157,333	\$ 168,488	\$ 167,211	\$ 187,688
Contributions as a percentage of covered payroll	44.87%	42.53%	44.23%	48.49%	46.96%
<u>Notes to the Required Supplementary Information</u>					
Valuation date:	6/30/2017	6/30/2018	6/30/2019	6/30/2020	6/30/2021

City of Sacramento
Required Supplementary Information
Sacramento City Employees' Retirement System,
a Single-Employer Defined Benefit Pension Plan
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
Last Ten Years (in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
Total pension liability					
Service cost	\$ 131	\$ 103	\$ 96	\$ 92	\$ 66
Interest on the total pension liability	23,134	23,416	22,759	20,877	20,095
Changes of assumptions	23,117	-	(16,246)	862	(927)
Differences between expected and actual experience	(8,783)	(1,173)	(3,701)	(2,457)	304
Benefit payments, including refunds of employee contributions	(33,791)	(32,683)	(32,171)	(31,583)	(31,134)
Net change in total pension liability	3,808	(10,337)	(29,263)	(12,209)	(11,596)
Total pension liability -- beginning	372,670	376,478	366,141	336,878	324,669
Total pension liability -- ending (a)	\$ 376,478	\$ 366,141	\$ 336,878	\$ 324,669	\$ 313,073
Plan fiduciary net position					
Contributions - employer	\$ 9,183	\$ 8,645	\$ 8,645	\$ 8,645	\$ 7,507
Contributions - employee	82	146	63	55	49
Net investment income (loss)	13,375	7,799	26,803	20,982	18,537
Benefits payments, including refunds of employee contributions	(33,791)	(32,683)	(32,171)	(31,583)	(31,134)
Net change in fiduciary net position	(11,151)	(16,093)	3,340	(1,901)	(5,041)
Plan fiduciary net position -- beginning	312,414	301,263	285,170	288,510	286,609
Plan fiduciary net position -- ending (b)	\$ 301,263	\$ 285,170	\$ 288,510	\$ 286,609	\$ 281,568
Net pension liability (asset) -- ending (a) - (b)	\$ 75,215	\$ 80,971	\$ 48,368	\$ 38,060	\$ 31,505
Plan fiduciary net position as a percentage of the total pension liability	80.02%	77.89%	85.64%	88.28%	89.94%
Covered payroll *	\$ 1,180	\$ 1,020	\$ 1,049	\$ 921	\$ 678
Net pension liability (asset) as a percentage of covered payroll	6374.15%	7938.33%	4610.87%	4132.46%	4646.76%
Measurement date	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019

Notes to the Required Supplementary Information

* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.

City of Sacramento
Required Supplementary Information
Sacramento City Employees' Retirement System,
a Single-Employer Defined Benefit Pension Plan

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios
 Last Ten Years (in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
Total pension liability					
Service cost	\$ 49	\$ 18	\$ 6	\$ 5	\$ 1
Interest on the total pension liability	19,363	18,342	16,098	15,407	14,899
Changes of assumptions	(1,593)	2,673	218	-	-
Differences between expected and actual experience	(3,768)	(6,349)	5	3,355	(320)
Benefit payments, including refunds of employee contributions	(30,457)	(28,992)	(28,145)	(27,501)	(26,978)
Net change in total pension liability	(16,406)	(14,308)	(11,818)	(8,734)	(12,398)
Total pension liability – beginning	313,073	296,667	282,359	270,541	261,807
Total pension liability – ending (a)	\$ 296,667	\$ 282,359	\$ 270,541	\$ 261,807	\$ 249,409
Plan fiduciary net position					
Contributions - employer	\$ 4,410	\$ 3,822	\$ 3,479	\$ -	\$ 1,399
Contributions - employee	25	16	9	3	1
Net investment income (loss)	7,591	73,150	(32,305)	23,293	29,109
Benefits payments, including refunds of employee contributions	(30,457)	(28,992)	(28,145)	(27,501)	(26,978)
Net change in fiduciary net position	(18,431)	47,996	(56,962)	(4,205)	3,531
Plan fiduciary net position – beginning	281,568	263,137	311,133	254,171	249,966
Plan fiduciary net position – ending (b)	\$ 263,137	\$ 311,133	\$ 254,171	\$ 249,966	\$ 253,497
Net pension liability (asset)– ending (a) - (b)	\$ 33,530	\$ (28,774)	\$ 16,370	\$ 11,841	\$ (4,088)
Plan fiduciary net position as a percentage of the total pension liability	88.70%	110.19%	93.95%	95.48%	101.64%
Covered payroll *	\$ 362	\$ 270	\$ 189	\$ 103	\$ 87
Net pension liability (asset) as a percentage of covered payroll	9262.43%	-10657.04%	8661.38%	11496.12%	-4698.85%
Measurement date	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024

City of Sacramento
Required Supplementary Information
Sacramento City Employees' Retirement System,
a Single-Employer Defined Benefit Pension Plan

Schedule of Contributions
 Last Ten Years (in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
Actuarially determined contributions	\$ 9,183	\$ 8,645	\$ 8,330	\$ 8,267	\$ 5,268
Contributions in relation to the actuarially determined contributions	9,183	8,645	8,645	8,645	7,507
Contribution deficiency (excess)	\$ -	\$ -	\$ (315)	\$ (378)	\$ (2,239)
Covered payroll *	\$ 1,180	\$ 1,020	\$ 1,049	\$ 921	\$ 678
Contributions as a percentage of covered payroll	778%	848%	824%	939%	1107%

Notes to the Required Supplementary Information

Valuation date: 6/30/2013 6/30/2014 6/30/2015 6/30/2016 6/30/2017

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar payments over 11 years, open period
Asset valuation method	3 year smoothed fair value
Inflation	2.50%
Salary increases	2.5% CPI plus 0.5% merit
Investment rate of return	6.00%
Retirement age	Deferred vested members covered under Section 399 are assumed to retire at age 62; those covered under Section 175 are assumed to retire at age 65.
Mortality	CalPERS 2000-2019 Mortality Tables with Scale MP-2021

* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.

Ten year schedules of annual money-weighted rate of return on pension plan investments for SCERS can be found in the Schedule of Investment Returns table within the separately issued SCERS Annual Financial Reports available at: <https://www.cityofsacramento.org/Finance/Accounting/Reporting>.

City of Sacramento
Required Supplementary Information
Sacramento City Employees' Retirement System,
a Single-Employer Defined Benefit Pension Plan

Schedule of Contributions
 Last Ten Years (in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
Actuarially determined contributions	\$ 4,410	\$ 3,822	\$ 3,479	\$ -	\$ 1,399
Contributions in relation to the actuarially determined contributions	4,410	3,822	3,479	-	1,399
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll *	\$ 362	\$ 270	\$ 189	\$ 103	\$ 87
Contributions as a percentage of covered payroll	1218%	1416%	1841%	0%	1608%
<u>Notes to the Required Supplementary Information</u>					
Valuation date:	6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022

City of Sacramento
Required Supplementary Information
Schedule of Changes in Net OPEB Liability and Related Ratios
Last Ten Years* (in thousands)

	Fiscal Year			
	2018	2019	2020	2021
Total OPEB liability				
Service cost	\$ 11,872	\$ 11,052	\$ 9,931	\$ 5,809
Interest on the total OPEB liability	15,313	16,612	18,106	19,582
Changes of benefit terms	-	-	383	-
Changes of assumptions	(24,429)	(30,845)	(92,281)	(4,097)
Differences between expected and actual experience	-	-	(28,948)	-
Benefit payments	(12,565)	(12,903)	(14,890)	(15,764)
Net change in total OPEB liability	(9,809)	(16,084)	(107,699)	5,530
Total OPEB liability -- beginning	425,766	415,957	399,873	292,174
Total OPEB liability -- ending (a)	\$ 415,957	\$ 399,873	\$ 292,174	\$ 297,704
Plan fiduciary net position				
Contributions - employer	\$ 21,605	\$ 21,072	\$ 18,406	\$ 24,598
Contributions - employee	297	308	303	310
Net investment income (loss)	2,034	2,156	2,432	1,064
Benefit payments	(12,565)	(12,903)	(14,890)	(15,764)
Administrative expense	(10)	(51)	(8)	(23)
Net change in fiduciary net position	11,361	10,582	6,243	10,185
Plan fiduciary net position -- beginning	15,084	26,445	37,027	43,270
Plan fiduciary net position -- ending (b)	\$ 26,445	\$ 37,027	\$ 43,270	\$ 53,455
Net OPEB liability -- ending (a) - (b)	\$ 389,512	\$ 362,846	\$ 248,904	\$ 244,249
Plan fiduciary net position as a percentage of the total OPEB liability	6.36%	9.26%	14.81%	17.96%
Covered-employee payroll	\$ 237,926	\$ 236,885	\$ 245,622	\$ 261,187
Net OPEB liability as a percentage of covered-employee payroll	163.71%	153.17%	101.34%	93.51%
Measurement date	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020

Notes to the Required Supplementary Information

* Fiscal year 2018 was the first year of implementation, therefore, only seven years are shown.

City of Sacramento
Required Supplementary Information
Schedule of Changes in Net OPEB Liability and Related Ratios
Last Ten Years* (in thousands)

	Fiscal Year		
	2022	2023	2024
Total OPEB liability			
Service cost	\$ 5,919	\$ 5,259	\$ 5,356
Interest on the total OPEB liability	19,968	16,803	17,208
Changes of benefit terms	-	-	-
Changes of assumptions	3,978	-	11,125
Differences between expected and actual experience	(40,332)	-	698
Benefit payments	(15,625)	(16,048)	(15,321)
Net change in total OPEB liability	<u>(26,092)</u>	<u>6,014</u>	<u>19,066</u>
Total OPEB liability -- beginning	297,704	271,612	277,626
Total OPEB liability -- ending (a)	<u>\$ 271,612</u>	<u>\$ 277,626</u>	<u>\$ 296,692</u>
Plan fiduciary net position			
Contributions - employer	\$ 21,687	\$ 24,675	\$ 23,167
Contributions - employee	-	-	-
Net investment income (loss)	15,311	(12,256)	5,839
Benefit payments	(15,625)	(16,048)	(15,321)
Administrative expense	(21)	(22)	(24)
Net change in fiduciary net position	<u>21,352</u>	<u>(3,651)</u>	<u>13,661</u>
Plan fiduciary net position -- beginning	53,455	74,807	71,156
Plan fiduciary net position -- ending (b)	<u>\$ 74,807</u>	<u>\$ 71,156</u>	<u>\$ 84,817</u>
Net OPEB liability -- ending (a) - (b)	<u>\$ 196,805</u>	<u>\$ 206,470</u>	<u>\$ 211,875</u>
Plan fiduciary net position as a percentage of the total OPEB liability	27.54%	25.63%	28.59%
Covered-employee payroll	<u>\$ 249,162</u>	<u>\$ 244,497</u>	<u>\$ 242,374</u>
Net OPEB liability as a percentage of covered-employee payroll	78.99%	84.45%	87.42%
Measurement date	June 30, 2021	June 30, 2022	June 30, 2023

City of Sacramento
Required Supplementary Information
 OPEB Schedule of Contributions
 Last Ten Years* (in thousands)

	Fiscal Year			
	2018	2019	2020	2021
Actuarially determined contributions	\$ 36,393	\$ 34,454	\$ 36,155	\$ 25,548
Contributions in relation to the actuarially determined contributions	21,072	18,406	24,598	21,687
Contribution deficiency (excess)	15,321	16,048	11,557	3,861
Covered-employee payroll	\$ 236,885	\$ 245,622	\$ 261,187	\$ 249,162
Contributions as a percentage of covered-employee payroll	8.90%	7.49%	9.42%	8.70%

Notes to the Required Supplementary Information

Valuation date:	6/30/2016	6/30/2017	6/30/2017	6/30/2019
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Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal cost method
Amortization method	Level percentage of payroll over a closed rolling 15 year period
Asset valuation method	Investment gains and losses spread over 5 year rolling period
Inflation	2.50%
Salary Increase	2.75%
Investment rate of return	6.25%
Healthcare cost trend rate	Non-Medicare - 6.50% for 2023, decreasing to an ultimate rate of 3.75% for 2076 Medicare (Non-Kaiser) - 5.65% for 2023, decreased to an ultimate rate of 3.75% in 2076 Medicare (Kaiser) - 4.60% for 2022, decreasing to an ultimate rate of 3.75% in 2076
Mortality	CalPERS 2000-2019 Experience Study
Mortality Improvement	Mortality projected fully generational with Scale MP-2021

* Fiscal year 2018 was the first year of implementation, therefore, only seven years are shown.

City of Sacramento
Required Supplementary Information
 OPEB Schedule of Contributions
 Last Ten Years* (in thousands)

	Fiscal Year		
	2022	2023	2024
Actuarially determined contributions	\$ 26,879	\$ 22,407	\$ 23,334
Contributions in relation to the actuarially determined contributions	24,675	23,167	23,184
Contribution deficiency (excess)	<u>2,204</u>	<u>(760)</u>	<u>150</u>
Covered-employee payroll	\$ 244,497	\$ 242,374	\$ 238,736
Contributions as a percentage of covered-employee payroll	10.09%	9.56%	9.71%
<u>Notes to the Required Supplementary Information</u>			
Valuation date:	6/30/2019	6/30/2021	6/30/2021

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OTHER GOVERNMENTAL FUNDS

Other governmental funds are nonmajor funds reported in the other governmental funds column of the governmental funds financial statements and include:

OTHER SPECIAL REVENUE FUNDS are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. These funds are generally required by statute, charter, or ordinance to finance specific governmental functions. The individual funds are listed in the other special revenue funds section of the ACFR.

OTHER DEBT SERVICE FUNDS are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest, or that are being accumulated for principal and interest maturing in future years. The individual funds are listed in the other debt service funds section of the ACFR.

OTHER CAPITAL PROJECTS FUNDS are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for governmental capital assets. The individual funds are listed in the other capital projects funds section of the ACFR.

PERMANENT FUNDS are used to account for and report resources that are held by the City which are legally restricted to the extent that only earnings may be used for purposes that support City programs. The individual funds are listed in the permanent funds section of the ACFR.

City of Sacramento
Other Governmental Funds
Combining Balance Sheet

June 30, 2024
(in thousands)

	Other Special Revenue Funds	Other Debt Service Funds	Other Capital Projects Funds	Permanent Funds	Total Other Governmental Funds
ASSETS					
Cash and investments held by City	\$ 201,238	\$ 2,940	\$ 248,926	\$ 7,207	\$ 460,311
Cash and investments held by fiscal agent	-	61	-	-	61
Receivables, net:					
Taxes	7,957	-	-	-	7,957
Accounts	5,508	-	17,343	-	22,851
Loans	26,486	-	-	-	26,486
Intergovernmental	32,854	10,533	37,888	-	81,275
Leases	905	2,900	-	-	3,805
Interest	1,343	25	441	34	1,843
Prepaid items	13	-	-	-	13
Restricted assets:					
Cash and investments held by City	205	-	10,256	-	10,461
Cash and investments held by fiscal agent	-	6,112	-	-	6,112
Total assets	\$ 276,509	\$ 22,571	\$ 314,854	\$ 7,241	\$ 621,175
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 12,652	\$ -	\$ 27,890	\$ -	\$ 40,542
Accrued payroll	82	-	-	-	82
Due to other funds	1,813	-	6,378	-	8,191
Deposits	1,856	1,296	80	-	3,232
Unearned revenue	3,187	-	7,900	-	11,087
Advances from other funds	19,849	-	-	-	19,849
Total liabilities	39,439	1,296	42,248	-	82,983
Deferred inflows of resources:					
Unavailable revenue	28,920	10,533	29,663	-	69,116
Leases	882	2,771	-	-	3,653
Total deferred inflows of resources	29,802	13,304	29,663	-	72,769
Fund balances:					
Nonspendable:					
Prepaid items	13	-	-	-	13
Leases	23	129	-	-	152
Permanent fund principal	-	-	-	578	578
Restricted:					
Capital projects	32,013	-	260,327	-	292,340
Debt service	205	4,823	-	-	5,028
Public works programs	19,326	-	-	-	19,326
Economic development programs	79,416	-	-	-	79,416
Other programs	80,995	-	3,024	6,663	90,682
Committed:					
Capital projects	1,460	-	-	-	1,460
Debt service	-	941	-	-	941
OPEB	9	-	-	-	9
Other programs	22,461	-	-	-	22,461
Assigned:					
Debt service	-	2,078	-	-	2,078
Unassigned	(28,653)	-	(20,408)	-	(49,061)
Total fund balances	207,268	7,971	242,943	7,241	465,423
Total liabilities, deferred inflows of resources and fund balances	\$ 276,509	\$ 22,571	\$ 314,854	\$ 7,241	\$ 621,175

City of Sacramento
Other Governmental Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Other Special Revenue Funds	Other Debt Service Funds	Other Capital Projects Funds	Permanent Funds	Total Other Governmental Funds
Revenues:					
Taxes	\$ 14,781	\$ -	\$ 1,773	\$ -	\$ 16,554
Intergovernmental	75,654	641	93,114	-	169,409
Charges for services	19,386	-	584	-	19,970
Fines, forfeits and penalties	282	-	-	-	282
Interest, rents, and concessions	6,191	1,814	7,322	711	16,038
Community service fees	1,464	-	21,999	-	23,463
Assessment levies	63,337	-	1,999	-	65,336
Contributions and donations	6,181	-	884	-	7,065
Total revenues	187,276	2,455	127,675	711	318,117
Expenditures:					
Current:					
General government	54,505	-	92	189	54,786
Police	6,090	-	-	-	6,090
Fire	2,711	-	-	-	2,711
Public works	32,775	-	7,380	-	40,155
Convention and cultural services	15,220	-	-	-	15,220
Youth, parks, and community enrichment	12,763	-	470	-	13,233
Community development	14,339	-	7,442	-	21,781
Community response	2,676	-	-	-	2,676
Library	9,537	-	-	-	9,537
Utilities	334	-	-	-	334
Capital outlay	11,239	-	108,462	-	119,701
Debt service:					
Principal	1,358	11,470	7,638	-	20,466
Interest and fiscal charges	1,016	8,868	19	-	9,903
Total expenditures	164,563	20,338	131,503	189	316,593
Excess (deficiency) of revenues over (under) expenditures	22,713	(17,883)	(3,828)	522	1,524
Other financing sources (uses):					
Transfers in	1,400	18,048	2,942	-	22,390
Transfers out	(8,360)	-	(1,432)	-	(9,792)
Issuance of long-term debt	4,427	-	6,111	-	10,538
Total other financing sources (uses)	(2,533)	18,048	7,621	-	23,136
Changes in fund balances	20,180	165	3,793	522	24,660
Fund balances, beginning of year	187,088	7,806	239,150	6,719	440,763
Fund balances, end of year	<u>\$ 207,268</u>	<u>\$ 7,971</u>	<u>\$ 242,943</u>	<u>\$ 7,241</u>	<u>\$ 465,423</u>

OTHER SPECIAL REVENUE FUNDS

Other special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. These funds are generally required by statute, charter, or ordinance to finance specific government functions. The following other special revenue funds have been classified as nonmajor funds:

TRANSPORTATION AND DEVELOPMENT FUND is used to account for the receipts of taxes and fees which are used to maintain and repair streets, bridges, and bikeways as well as for traffic safety and community development activities.

CULTURE AND LEISURE FUND is used to account for a variety of cultural arts and leisure activities. Programs in the Culture and Leisure Fund include the Sacramento Zoo, Fairytale Town, Art in Public Places, Old Sacramento Market, H Street Theatre, Golf, Marina, the Crocker Master Trust, the Winchester G. and Mary Alice Felt Endowment, Marcy Friedman Art in Public Places, and Arts and Culture.

PARKS AND RECREATION FUND is used to account for a variety of parks programs and recreation activities. Programs in the Parks and Recreation Fund include START, Special Program Donations, Ethel MacLeod Hart Trust, Land Park, and Quimby.

ECONOMIC DEVELOPMENT FUND is used to account for the receipts and disbursements of former redevelopment property tax revenues as well as the Brownfield Revolving Loan Program and the Sheraton Master Owner Participation Agreement (MOPA).

THE OPERATING GRANTS FUND is used to account for federal, state and other agency grants received for various specific purposes.

CCOMWP FUND is used to account for the revenue and expenditures associated with the City/County Office of Metropolitan Water Planning (CCOMWP). The CCOMWP was formed to develop the Water Forum Agreement with objectives to provide a reliable water supply for planned development to the year 2030 and to preserve the region's Lower American River.

SPECIAL DISTRICTS FUND is used to account for a variety of programs that provide infrastructure maintenance and other services for specific areas of the City where special assessments or special taxes are levied. The Special Districts Fund includes the Business Improvement Districts Program, the Landscaping and Lighting Districts Program, the Maintenance Benefit Area Program, and the Assessment District Maintenance Program.

CAL EPA FUND is used to account for the expenditures associated with the maintenance of the Joe Serna, Jr. California EPA Headquarters Building.

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City of Sacramento
Other Special Revenue Funds
Combining Balance Sheet

June 30, 2024

(in thousands)

	Transportation and Development Fund	Culture and Leisure Fund	Parks and Recreation Fund	Economic Development Fund
ASSETS				
Cash and investments held by City	\$ 67,961	\$ 7,158	\$ 8,796	\$ 59,993
Receivables, net:				
Taxes	-	-	-	7,957
Accounts	1,077	108	18	12
Loans	-	-	-	26,486
Intergovernmental	1,260	-	1	-
Leases	-	621	284	-
Interest	199	-	3	1,141
Prepaid items	-	-	-	-
Restricted assets:				
Cash and investments held by City	-	205	-	-
Total assets	<u>\$ 70,497</u>	<u>\$ 8,092</u>	<u>\$ 9,102</u>	<u>\$ 95,589</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,108	\$ 36	\$ 30	\$ 1,162
Accrued payroll	-	12	29	11
Due to other funds	-	-	-	-
Deposits	1,417	171	-	-
Unearned revenue	1,052	16	-	-
Advances from other funds	-	4,849	-	15,000
Total liabilities	<u>3,577</u>	<u>5,084</u>	<u>59</u>	<u>16,173</u>
Deferred inflows of resources:				
Unavailable revenue	117	10	-	-
Leases	-	605	277	-
Total deferred inflows of resources	<u>117</u>	<u>615</u>	<u>277</u>	<u>-</u>
Fund balances:				
Nonspendable:				
Prepaid items	-	-	-	-
Leases	-	16	7	-
Restricted:				
Capital projects	25,880	14	4,236	-
Debt service	-	205	-	-
Public works programs	19,326	-	-	-
Economic development programs	-	-	-	79,416
Other programs	-	617	4,420	-
Committed:				
Capital projects	157	1,303	-	-
OPEB	-	9	-	-
Other programs	21,440	786	235	-
Unassigned	-	(557)	(132)	-
Total fund balances (deficits)	<u>66,803</u>	<u>2,393</u>	<u>8,766</u>	<u>79,416</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 70,497</u>	<u>\$ 8,092</u>	<u>\$ 9,102</u>	<u>\$ 95,589</u>

City of Sacramento
Other Special Revenue Funds
Combining Balance Sheet

June 30, 2024

(in thousands)

	Operating Grants Fund	CCOMWP Fund	Special Districts Fund	Cal EPA Fund	Total Other Special Revenue Funds
ASSETS					
Cash and investments held by City	\$ 32,378	\$ -	\$ 23,581	\$ 1,371	\$ 201,238
Receivables, net:					
Taxes	-	-	-	-	7,957
Accounts	1,643	-	2,650	-	5,508
Loans	-	-	-	-	26,486
Intergovernmental	28,541	3,052	-	-	32,854
Leases	-	-	-	-	905
Interest	-	-	-	-	1,343
Prepaid items	13	-	-	-	13
Restricted assets:					
Cash and investments held by City	-	-	-	-	205
Total assets	\$ 62,575	\$ 3,052	\$ 26,231	\$ 1,371	\$ 276,509
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 8,171	\$ 380	\$ 1,765	\$ -	\$ 12,652
Accrued payroll	-	30	-	-	82
Due to other funds	-	1,813	-	-	1,813
Deposits	268	-	-	-	1,856
Unearned revenue	2,119	-	-	-	3,187
Advances from other funds	-	-	-	-	19,849
Total liabilities	10,558	2,223	1,765	-	39,439
Deferred Inflows of resources:					
Unavailable revenue	25,751	3,042	-	-	28,920
Leases	-	-	-	-	882
Total deferred inflows of resources	25,751	3,042	-	-	29,802
Fund balances:					
Nonspendable:					
Prepaid items	13	-	-	-	13
Leases	-	-	-	-	23
Restricted:					
Capital projects	-	-	1,883	-	32,013
Debt service	-	-	-	-	205
Public works programs	-	-	-	-	19,326
Economic development programs	-	-	-	-	79,416
Other programs	52,004	-	22,583	1,371	80,995
Committed:					
Capital projects	-	-	-	-	1,460
OPEB	-	-	-	-	9
Other programs	-	-	-	-	22,461
Unassigned	(25,751)	(2,213)	-	-	(28,653)
Total fund balances (deficits)	26,266	(2,213)	24,466	1,371	207,268
Total liabilities, deferred inflows of resources and fund balances	\$ 62,575	\$ 3,052	\$ 26,231	\$ 1,371	\$ 276,509

City of Sacramento
Other Special Revenue Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Transportation and Development Fund	Culture and Leisure Fund	Parks and Recreation Fund	Economic Development Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ 14,781
Intergovernmental	16,772	-	834	-
Charges for services	16,081	2,168	-	-
Fines, forfeits and penalties	282	-	-	-
Interest, rents, and concessions	3,058	1,303	644	(71)
Community service fees	235	-	1,229	-
Assessment levies	-	-	-	-
Contributions and donations	-	30	242	-
Total revenues	36,428	3,501	2,949	14,710
Expenditures:				
Current:				
General government	-	-	-	3,640
Police	-	-	-	-
Fire	-	-	-	-
Public works	14,900	-	-	-
Convention and cultural services	-	1,690	-	-
Youth, parks, and community enrichment	-	-	1,265	-
Community development	13,629	-	-	-
Community response	-	-	-	-
Library	-	-	-	-
Utilities	-	-	-	-
Capital outlay	4,733	43	150	380
Debt service:				
Principal	35	546	4	-
Interest and fiscal charges	-	1,009	-	-
Total expenditures	33,297	3,288	1,419	4,020
Excess (deficiency) of revenues over (under) expenditures	3,131	213	1,530	10,690
Other financing sources (uses):				
Transfers in	-	752	30	-
Transfers out	(1,399)	-	(23)	(3,600)
Issuance of long-term debt	3,056	-	47	-
Total other financing sources (uses)	1,657	752	54	(3,600)
Changes in fund balances	4,788	965	1,584	7,090
Fund balances (deficits), beginning of year	62,015	1,428	7,182	72,326
Fund balances (deficits), end of year	<u>\$ 66,803</u>	<u>\$ 2,393</u>	<u>\$ 8,766</u>	<u>\$ 79,416</u>

City of Sacramento
Other Special Revenue Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Operating Grants Fund	CCOMWP Fund	Special Districts Fund	Cal EPA Fund	Total Other Special Revenue Funds
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 14,781
Intergovernmental	51,622	6,423	-	3	75,654
Charges for services	1,137	-	-	-	19,386
Fines, forfeits and penalties	-	-	-	-	282
Interest, rents, and concessions	649	(90)	664	34	6,191
Community service fees	-	-	-	-	1,464
Assessment levies	-	-	63,337	-	63,337
Contributions and donations	5,909	-	-	-	6,181
Total revenues	59,317	6,333	64,001	37	187,276
Expenditures:					
Current:					
General government	31,499	6,976	12,390	-	54,505
Police	6,090	-	-	-	6,090
Fire	2,711	-	-	-	2,711
Public works	-	-	17,875	-	32,775
Convention and cultural services	5,081	-	8,449	-	15,220
Youth, parks, and community enrichment	3,015	-	8,483	-	12,763
Community development	451	-	259	-	14,339
Community response	2,676	-	-	-	2,676
Library	-	-	9,537	-	9,537
Utilities	-	-	334	-	334
Capital outlay	3,972	-	1,961	-	11,239
Debt service:					
Principal	718	55	-	-	1,358
Interest and fiscal charges	7	-	-	-	1,016
Total expenditures	56,220	7,031	59,288	-	164,563
Excess (deficiency) of revenues over (under) expenditures	3,097	(698)	4,713	37	22,713
Other financing sources (uses):					
Transfers in	-	618	-	-	1,400
Transfers out	(650)	-	(2,688)	-	(8,360)
Issuance of long-term debt	1,324	-	-	-	4,427
Total other financing sources (uses)	674	618	(2,688)	-	(2,533)
Changes in fund balances	3,771	(80)	2,025	37	20,180
Fund balances (deficits), beginning of year	22,495	(2,133)	22,441	1,334	187,088
Fund balances (deficits), end of year	<u>\$ 26,266</u>	<u>\$ (2,213)</u>	<u>\$ 24,466</u>	<u>\$ 1,371</u>	<u>\$ 207,268</u>

City of Sacramento

Transportation and Development Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

- Budget and Actual

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 15,157	\$ 15,157	\$ 16,772	\$ 1,615
Charges for services	-	2,897	3,886	989
Fines, forfeits and penalties	350	350	282	(68)
Interest, rents, and concessions	3,656	40	2,766	2,726
Total revenues	19,163	18,444	23,706	5,262
Expenditures:				
Current:				
Public works	19,621	19,621	14,900	4,721
Community development	2,266	2,293	3,300	(1,007)
Capital outlay	2,555	2,237	4,406	(2,169)
Debt service:				
Principal	-	-	35	(35)
Total expenditures	24,442	24,151	22,641	1,510
Excess (deficiency) of revenues over (under) expenditures	(5,279)	(5,707)	1,065	6,772
Other financing sources (uses):				
Transfers out	-	-	(1,126)	(1,126)
Issuance of long-term debt	-	-	3,056	3,056
Total other financing sources (uses)	-	-	1,930	(1,930)
Changes in fund balance for budgeted activities	(5,279)	(5,707)	2,995	8,702
Fund balance, beginning of year for budgeted activities	53,747	53,747	53,747	-
Fund balance, end of year for budgeted activities	\$ 48,468	\$ 48,040	56,742	\$ 8,702
Change in fund balance for Transportation and Development Special Revenue Fund activities for which annual budgets are not adopted			1,793	
Fund balance, beginning of year for non-budgeted activities			8,268	
Fund balance, end of year			\$ 66,803	

City of Sacramento
Culture and Leisure Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
- Budget and Actual

For the Fiscal Year Ended June 30, 2024
(in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 1,917	\$ 1,917	\$ 2,168	\$ 251
Interest, rents and concessions	1,003	1,003	1,303	300
Contributions and donations	45	45	30	(15)
Total revenues	2,965	2,965	3,501	536
Expenditures:				
Current:				
Convention and cultural services	1,613	1,684	1,690	(6)
Capital outlay	583	1,384	43	1,341
Debt service:				
Principal	1,110	1,110	546	564
Interest and fiscal charges	967	967	1,009	(42)
Total expenditures	4,273	5,145	3,288	1,857
Excess (deficiency) of revenues over (under) expenditures	(1,308)	(2,180)	213	2,393
Other financing sources:				
Transfers in	710	710	752	42
Changes in fund balance	(598)	(1,470)	965	2,435
Fund balance, beginning of year	1,428	1,428	1,428	-
Fund balance (deficit), end of year	\$ 830	\$ (42)	\$ 2,393	\$ 2,435

City of Sacramento

Parks and Recreation Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

- Budget and Actual

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 658	\$ 754	\$ 834	\$ 80
Interest, rents and concessions	23	23	73	50
Community service fees	-	-	59	59
Total revenues	681	777	966	189
Expenditures:				
Current:				
Youth, parks, and community enrichment	506	602	810	(208)
Excess of revenues over expenditures	175	175	156	(19)
Other financing sources:				
Transfers in	-	30	30	-
Changes in fund balance for budgeted activities	175	205	186	(19)
Fund deficit, beginning of year for budgeted activities	(76)	(76)	(76)	-
Fund balance, end of year for budgeted activities	\$ 99	\$ 129	110	\$ (19)
Change in fund balance for Parks and Recreation Special Revenue Fund activities for which annual budgets are not adopted.			1,398	
Fund balance, beginning of year for non-budgeted activities			7,258	
Fund balance, end of year			\$ 8,766	

City of Sacramento
CCOMWP Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
- Budget and Actual

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,219	\$ 1,703	\$ 1,717	\$ 14
Interest, rents and concessions	-	-	(90)	(90)
Total revenues	<u>1,219</u>	<u>1,703</u>	<u>1,627</u>	<u>(76)</u>
Expenditures:				
Current:				
General government	1,757	2,341	2,000	341
Debt service:				
Principal	-	-	55	(55)
Total expenditures	<u>1,757</u>	<u>2,341</u>	<u>2,055</u>	<u>286</u>
Deficiency of revenues under expenditures	(538)	(638)	(428)	210
Other financing sources:				
Transfers in	<u>531</u>	<u>617</u>	<u>618</u>	<u>1</u>
Changes in fund balance	(7)	(21)	190	211
Fund balance, beginning of year for budgeted activities	<u>639</u>	<u>639</u>	<u>639</u>	<u>-</u>
Fund balance, end of year for budgeted activities	<u>\$ 632</u>	<u>\$ 618</u>	<u>829</u>	<u>\$ 211</u>
Change in fund balance for CCOMWP Special Revenue Fund activities for which annual budgets are not adopted			(270)	
Fund deficit, beginning of year for non-budgeted activities			<u>(2,772)</u>	
Fund deficit, end of year			<u>\$ (2,213)</u>	

City of Sacramento

Special Districts Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

- Budget and Actual

For the Fiscal Year Ended June 30, 2024

(in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Revenues:				
Interest, rents, and concessions	\$ -	\$ -	\$ 664	\$ 664
Assessment levies	58,323	58,343	63,337	4,994
Total revenues	58,323	58,343	64,001	5,658
Expenditures:				
Current:				
General government	11,982	11,982	12,390	(408)
Public works	19,275	19,166	17,875	1,291
Convention and cultural services	3,635	3,635	8,449	(4,814)
Youth, parks, and community enrichment	8,636	8,656	8,483	173
Community development	255	255	259	(4)
Library	9,642	9,642	9,537	105
Utilities	783	783	334	449
Capital outlay	6,132	6,132	1,961	4,171
Total expenditures	60,340	60,251	59,288	963
Excess (deficiency) of revenues over (under) expenditures	(2,017)	(1,908)	4,713	6,621
Other financing uses:				
Transfers out	(2,740)	(2,740)	(2,688)	52
Changes in fund balance	(4,757)	(4,648)	2,025	6,673
Fund balance, beginning of year	22,441	22,441	22,441	-
Fund balance, end of year	\$ 17,684	\$ 17,793	\$ 24,466	\$ 6,673

OTHER DEBT SERVICE FUNDS

Other debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest, or that are being accumulated for principal and interest maturing in future years. The following debt service funds have been classified as nonmajor funds:

2006 SERIES B REVENUE BOND FUND is used to account for debt service activities related to financing an arts rehearsal facility and other public capital improvements and redevelopment projects.

2006 SERIES E REVENUE BOND FUND is used to account for refunding debt service related to refinancing all the 2001 Capital Improvement Revenue Bonds and a portion of the 2002 and 2003 Capital Improvement Revenue Bonds.

2015 REFUNDING REVENUE BOND FUND is used to account for debt service activities related to the refunding of the outstanding 2002 Capital Improvement Revenue Bonds, 2003 Capital Improvement Revenue Bonds, 2005 Refunding Revenue Bonds, and the 2006 Capital Improvement Revenue Bonds Series A and C.

2016 SPFA LEASE FINANCING (H STREET THEATER COMPLEX) FUND is used to account for debt service activities related to the refunding of the Sacramento Regional Arts Facilities 2002 Series Certificates of Participation (COPs).

OTHER CITY DEBT FUND is used to account for debt service activities related to the financing of other programs of the City.

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City of Sacramento
Other Debt Service Funds
Combining Balance Sheet

June 30, 2024

(in thousands)

	2006 Series B Revenue Bond Fund	2006 Series E Revenue Bond Fund	2015 Refunding Revenue Bond Fund
<u>ASSETS</u>			
Assets:			
Cash and investments held by City	\$ 868	\$ -	\$ 2,071
Cash and investments held by fiscal agent	48	7	6
Receivables, net:			
Intergovernmental	8,881	1,652	-
Leases	2,900	-	-
Interest	25	-	-
Restricted assets:			
Cash and investments held by fiscal agent	3,938	-	-
Total assets	<u>\$ 16,660</u>	<u>\$ 1,659</u>	<u>\$ 2,077</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Deposits	\$ -	\$ -	\$ -
Deferred inflows of resources:			
Unavailable revenue	8,881	1,652	-
Leases	2,771	-	-
Total deferred inflows of resources	<u>11,652</u>	<u>1,652</u>	<u>-</u>
Fund balances:			
Nonspendable:			
Leases	129	-	-
Restricted:			
Debt service	3,938	7	-
Committed:			
Debt service	941	-	-
Assigned:			
Debt service	-	-	2,077
Total fund balances	<u>5,008</u>	<u>7</u>	<u>2,077</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 16,660</u>	<u>\$ 1,659</u>	<u>\$ 2,077</u>

City of Sacramento
Other Debt Service Funds
Combining Balance Sheet

June 30, 2024

(in thousands)

	2016 SPFA Lease Financing Fund	Other City Debt Fund	Total Other Debt Service Funds
<u>ASSETS</u>			
Assets:			
Cash and investments held by City	\$ -	\$ 1	\$ 2,940
Cash and investments held by fiscal agent	-	-	61
Receivables, net:			
Intergovernmental	-	-	10,533
Leases	-	-	2,900
Interest	-	-	25
Restricted assets:			
Cash and investments held by fiscal agent	2,174	-	6,112
Total assets	<u>\$ 2,174</u>	<u>\$ 1</u>	<u>\$ 22,571</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Deposits	\$ 1,296	\$ -	\$ 1,296
Deferred inflows of resources:			
Unavailable revenue	-	-	10,533
Leases	-	-	2,771
Total deferred inflows of resources	-	-	13,304
Fund balances:			
Nonspendable:			
Leases	-	-	129
Restricted:			
Debt service	878	-	4,823
Committed:			
Debt service	-	-	941
Assigned:			
Debt service	-	1	2,078
Total fund balances	878	1	7,971
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 2,174</u>	<u>\$ 1</u>	<u>\$ 22,571</u>

City of Sacramento
Other Debt Service Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2024

(in thousands)

	2006 Series B Revenue Bond Fund	2006 Series E Revenue Bond Fund	2015 Refunding Revenue Bond Fund
Revenues:			
Intergovernmental	\$ 500	\$ 141	\$ -
Interest, rents, and concessions	985	99	78
Total revenues	<u>1,485</u>	<u>240</u>	<u>78</u>
Expenditures:			
Debt service:			
Principal	1,770	5,260	3,925
Interest and fiscal charges	2,168	3,592	2,954
Total expenditures	<u>3,938</u>	<u>8,852</u>	<u>6,879</u>
Deficiency of revenues under expenditures	<u>(2,453)</u>	<u>(8,612)</u>	<u>(6,801)</u>
Other financing sources:			
Transfers in	<u>2,581</u>	<u>8,614</u>	<u>6,853</u>
Changes in fund balances	128	2	52
Fund balances, beginning of year	<u>4,880</u>	<u>5</u>	<u>2,025</u>
Fund balances, end of year	<u>\$ 5,008</u>	<u>\$ 7</u>	<u>\$ 2,077</u>

City of Sacramento
Other Debt Service Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2024

(in thousands)

	2016 SPFA Lease Financing Fund	Other City Debt Fund	Total Other Debt Service Funds
Revenues:			
Intergovernmental	\$ -	\$ -	\$ 641
Interest, rents, and concessions	652	-	1,814
Total revenues	652	-	2,455
Expenditures:			
Debt service:			
Principal	515	-	11,470
Interest and fiscal charges	154	-	8,868
Total expenditures	669	-	20,338
Deficiency of revenues under expenditures	(17)	-	(17,883)
Other financing sources:			
Transfers in	-	-	18,048
Changes in fund balances	(17)	-	165
Fund balances, beginning of year	895	1	7,806
Fund balances, end of year	\$ 878	\$ 1	\$ 7,971

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OTHER CAPITAL PROJECTS FUNDS

Other capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for governmental capital assets. The following capital projects funds have been classified as nonmajor funds:

GENERAL FUND CAPITAL PROJECTS FUND is used to account for the proceeds of bond issues and associated capital projects.

TRANSPORTATION AND DEVELOPMENT FUND is used to account for the receipts of taxes and fees which are used to construct transportation-related capital projects.

CROCKER ART MUSEUM EXPANSION FUND is used to account for contributions from the Crocker Art Museum Association (CAMA) and related expenditures for the museum expansion project.

CAPITAL GRANTS FUND is used to account for capital improvement program projects that are funded by parties outside of the City including state and federal governments.

FINANCING PLANS FUND is used to account for the construction of public infrastructure funded by developer impact fees authorized under financing plans.

SPECIAL DISTRICTS FUND is used to account for the proceeds of special assessment bond issues which are used in the construction of street lighting, curbs, gutters, sidewalks, and drainage infrastructure.

ECONOMIC DEVELOPMENT FUND is used to account for the excess proceeds of Redevelopment Agency (RDA) pre-2011 non-housing bond issues and associated capital projects.

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City of Sacramento
Other Capital Projects Funds
Combining Balance Sheet

June 30, 2024
(in thousands)

	General Fund Capital Projects Fund	Transportation and Development Fund	Crocker Art Museum Expansion Fund	Capital Grants Fund
ASSETS				
Cash and investments held by City	\$ -	\$ 113,355	\$ -	\$ -
Receivables, net:				
Accounts	-	2,880	-	971
Intergovernmental	-	4,528	-	33,360
Interest	-	269	-	-
Restricted assets:				
Cash and investments held by City	30	-	160	33
Total assets	<u>\$ 30</u>	<u>\$ 121,032</u>	<u>\$ 160</u>	<u>\$ 34,364</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ 6,273	\$ -	\$ 18,878
Deposits	-	-	-	-
Due to other funds	-	-	-	6,378
Unearned revenue	-	-	-	7,595
Total liabilities	<u>-</u>	<u>6,273</u>	<u>-</u>	<u>32,851</u>
Deferred inflows of resources:				
Unavailable revenue	-	3,311	-	19,114
Fund balances:				
Restricted:				
Capital projects	30	112,742	160	1,513
Other programs	-	-	-	-
Unassigned	-	(1,294)	-	(19,114)
Total fund balances (deficit)	<u>30</u>	<u>111,448</u>	<u>160</u>	<u>(17,601)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 30</u>	<u>\$ 121,032</u>	<u>\$ 160</u>	<u>\$ 34,364</u>

City of Sacramento
Other Capital Projects Funds
Combining Balance Sheet

June 30, 2024
(in thousands)

	Financing Plans Fund	Special Districts Fund	Economic Development Fund	Total Other Capital Projects Funds
ASSETS				
Cash and investments held by City	\$ 116,793	\$ 18,778	\$ -	\$ 248,926
Receivables, net:				
Accounts	13,492	-	-	17,343
Intergovernmental	-	-	-	37,888
Interest	172	-	-	441
Restricted assets:				
Cash and investments held by City	-	-	10,033	10,256
Total assets	<u>\$ 130,457</u>	<u>\$ 18,778</u>	<u>\$ 10,033</u>	<u>\$ 314,854</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 2,739	\$ -	\$ -	\$ 27,890
Deposits	80	-	-	80
Due to other funds	-	-	-	6,378
Unearned revenue	305	-	-	7,900
Total liabilities	<u>3,124</u>	<u>-</u>	<u>-</u>	<u>42,248</u>
Deferred inflows of resources:				
Unavailable revenue	<u>7,238</u>	<u>-</u>	<u>-</u>	<u>29,663</u>
Fund balances:				
Restricted:				
Capital projects	117,071	18,778	10,033	260,327
Other programs	3,024	-	-	3,024
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>(20,408)</u>
Total fund balances (deficit)	<u>120,095</u>	<u>18,778</u>	<u>10,033</u>	<u>242,943</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 130,457</u>	<u>\$ 18,778</u>	<u>\$ 10,033</u>	<u>\$ 314,854</u>

City of Sacramento
Other Capital Projects Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2024
(in thousands)

	General Fund Capital Projects Fund	Transportation and Development Fund	Crocker Art Museum Expansion Fund	Capital Grants Fund
Revenues:				
Taxes	\$ -	\$ 1,773	\$ -	\$ -
Intergovernmental	-	32,343	-	60,771
Charges for services	-	110	-	-
Interest, rents, and concessions	-	2,761	5	127
Community service fees	-	96	-	-
Assessment levies	-	-	-	-
Contributions and donations	-	-	-	594
Total revenues	-	37,083	5	61,492
Expenditures:				
Current:				
General government	-	-	-	-
Public works	-	7,360	-	-
Youth, parks, and community enrichment	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	23,216	-	63,717
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	-	30,576	-	63,717
Excess (deficiency) of revenues over (under) expenditures	-	6,507	5	(2,225)
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of long-term debt	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Changes in fund balances	-	6,507	5	(2,225)
Fund balances (deficit), beginning of year	30	104,941	155	(15,376)
Fund balances (deficit), end of year	\$ 30	\$ 111,448	\$ 160	\$ (17,601)

City of Sacramento
Other Capital Projects Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Financing Plans Fund	Special Districts Fund	Economic Development Fund	Total Other Capital Projects Funds
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ 1,773
Intergovernmental	-	-	-	93,114
Charges for services	474	-	-	584
Interest, rents, and concessions	3,641	537	251	7,322
Community service fees	21,903	-	-	21,999
Assessment levies	82	1,917	-	1,999
Contributions and donations	-	290	-	884
Total revenues	26,100	2,744	251	127,675
Expenditures:				
Current:				
General government	-	-	92	92
Public works	20	-	-	7,380
Youth, parks, and community enrichment	470	-	-	470
Community development	7,373	69	-	7,442
Capital outlay	13,363	8,126	40	108,462
Debt service:				
Principal	7,638	-	-	7,638
Interest and fiscal charges	19	-	-	19
Total expenditures	28,883	8,195	132	131,503
Excess (deficiency) of revenues over (under) expenditures	(2,783)	(5,451)	119	(3,828)
Other financing sources (uses):				
Transfers in	2,942	-	-	2,942
Transfers out	(1,432)	-	-	(1,432)
Issuance of long-term debt	6,111	-	-	6,111
Total other financing sources (uses)	7,621	-	-	7,621
Changes in fund balances	4,838	(5,451)	119	3,793
Fund balances (deficit), beginning of year	115,257	24,229	9,914	239,150
Fund balances (deficit), end of year	\$ 120,095	\$ 18,778	\$ 10,033	\$ 242,943

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PERMANENT FUNDS

Permanent funds are used to account for and report resources that are held by the City which are legally restricted to the extent that only earnings may be used for purposes that support City programs. The resources must be spent as provided in legal trust agreements and related state laws. The following permanent funds have been classified as nonmajor funds:

ANN LAND FUND is used to account for gifts to the City. The investment income is available to aid destitute persons in the City.

BERTHA HENSCHEL FUND is used to account for gifts to the City. The investment income is available to aid destitute persons in the City.

GEORGE CLARK SCHOLARSHIP FUND is used to account for an endowment established by George Clark, Mayor of Sacramento in 1900. The investment income is available to provide college scholarships for Sacramento high school seniors.

ALICE MILLER FUND is used to account for gifts to the City. The investment income is available to care for a specific area of the Old City Cemetery.

City of Sacramento
Permanent Funds
Combining Balance Sheet

June 30, 2024
(in thousands)

	<u>Ann Land Fund</u>	<u>Bertha Henschel Fund</u>	<u>George Clark Scholarship Fund</u>	<u>Alice Miller Fund</u>	<u>Total Permanent Funds</u>
<u>ASSETS</u>					
Cash and investments held by City	\$ 1,247	\$ 3,741	\$ 2,170	\$ 49	\$ 7,207
Receivables, net:					
Interest	8	24	2	-	34
Total assets	<u>\$ 1,255</u>	<u>\$ 3,765</u>	<u>\$ 2,172</u>	<u>\$ 49</u>	<u>\$ 7,241</u>
<u>FUND BALANCES</u>					
Fund balances:					
Nonspendable:					
Permanent fund principal	272	278	25	3	578
Restricted:					
Other programs	983	3,487	2,147	46	6,663
Total fund balances	<u>\$ 1,255</u>	<u>\$ 3,765</u>	<u>\$ 2,172</u>	<u>\$ 49</u>	<u>\$ 7,241</u>

City of Sacramento
Permanent Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2024
(in thousands)

	<u>Ann Land Fund</u>	<u>Bertha Henschel Fund</u>	<u>George Clark Scholarship Fund</u>	<u>Alice Miller Fund</u>	<u>Total Permanent Funds</u>
Revenues:					
Interest, rents, and concessions	\$ 109	\$ 327	\$ 274	\$ 1	\$ 711
Expenditures:					
Current:					
General government	41	123	25	-	189
Changes in fund balances	68	204	249	1	522
Fund balances, beginning of year	1,187	3,561	1,923	48	6,719
Fund balances, end of year	<u>\$ 1,255</u>	<u>\$ 3,765</u>	<u>\$ 2,172</u>	<u>\$ 49</u>	<u>\$ 7,241</u>

OTHER ENTERPRISE FUNDS

Enterprise funds are used to account for self-supporting City programs that provide services on a user-fee basis to the general public. The following enterprise funds have been classified as nonmajor funds:

PARKING FUND is used to account for the operation and maintenance of the City's off-street parking facilities throughout the City.

4th R CHILD DEVELOPMENT FUND is used to account for a program that provides school age childcare services at various locations throughout the City.

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City of Sacramento
Other Enterprise Funds
Combining Statement of Net Position

June 30, 2024

(in thousands)

	Parking Fund	4th R Child Development Fund	Total Other Enterprise Funds
<u>ASSETS</u>			
Current assets:			
Cash and investments held by City	\$ 20,751	\$ 2,352	\$ 23,103
Receivables, net:			
Accounts	745	123	868
Leases	518	-	518
Interest	113	-	113
Intangible asset, current portion	-	8	8
Total current assets	<u>22,127</u>	<u>2,483</u>	<u>24,610</u>
Noncurrent assets:			
Leases receivable	7,280	-	7,280
Intangible assets	-	88	88
Capital assets:			
Land	5,825	-	5,825
Buildings and improvements	62,954	1,642	64,596
Machinery and equipment	6,235	-	6,235
Construction in progress	6,165	-	6,165
Software	41	-	41
Leased land	1,978	-	1,978
IT subscriptions	767	-	767
Less: accumulated depreciation/amortization	<u>(47,132)</u>	<u>(1,503)</u>	<u>(48,635)</u>
Total noncurrent assets	<u>44,113</u>	<u>227</u>	<u>44,340</u>
Total assets	<u>66,240</u>	<u>2,710</u>	<u>68,950</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Pensions	1,688	1,380	3,068
OPEB	346	83	429
Total deferred outflows of resources	<u>2,034</u>	<u>1,463</u>	<u>3,497</u>

City of Sacramento
Other Enterprise Funds
Combining Statement of Net Position

June 30, 2024
(in thousands)

	Parking Fund	4th R Child Development Fund	Total Other Enterprise Funds
<u>LIABILITIES</u>			
Current liabilities:			
Accounts payable	1,993	38	2,031
Accrued payroll	124	193	317
Accrued compensated absences	16	15	31
Interest payable	34	-	34
Deposits	47	-	47
Unearned revenue	196	154	350
Accrued claims and judgments	8	3	11
Lease liabilities	114	-	114
IT subscription liabilities	50	-	50
Revenue and other bonds payable, net	1,301	-	1,301
	<u>3,883</u>	<u>403</u>	<u>4,286</u>
Total current liabilities			
Noncurrent liabilities:			
Accrued compensated absences	320	317	637
Net OPEB liability	1,509	6	1,515
Lease liabilities	1,537	-	1,537
IT subscription liabilities	619	-	619
Revenue and other bonds payable, net	7,266	-	7,266
Net pension liability	6,857	6,303	13,160
	<u>18,108</u>	<u>6,626</u>	<u>24,734</u>
Total noncurrent liabilities			
Total liabilities			
	<u>21,991</u>	<u>7,029</u>	<u>29,020</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Gain on debt refundings	121	-	121
Pensions	59	15	74
OPEB	318	70	388
Leases	6,951	-	6,951
	<u>7,449</u>	<u>85</u>	<u>7,534</u>
Total deferred inflows of resources			
<u>NET POSITION</u>			
Net investment in capital assets	25,810	139	25,949
Unrestricted	13,024	(3,080)	9,944
	<u>38,834</u>	<u>(2,941)</u>	<u>35,893</u>
Total net position (deficit)			
	<u>\$ 38,834</u>	<u>\$ (2,941)</u>	<u>\$ 35,893</u>

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City of Sacramento
Other Enterprise Funds
Combining Statement of Revenues,
Expenses and Changes in Net Position

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Parking Fund	4th R Child Development Fund	Total Other Enterprise Funds
Operating revenues:			
Charges for services:			
User fees and charges	\$ 17,533	\$ 6,396	\$ 23,929
Rents and concessions	1,081	-	1,081
Miscellaneous	111	-	111
Total operating revenues	<u>18,725</u>	<u>6,396</u>	<u>25,121</u>
Operating expenses:			
Employee services	4,152	5,496	9,648
Services and supplies	8,210	764	8,974
Depreciation/amortization	1,562	57	1,619
Claims and judgments	4	-	4
Total operating expenses	<u>13,928</u>	<u>6,317</u>	<u>20,245</u>
Operating income	<u>4,797</u>	<u>79</u>	<u>4,876</u>
Nonoperating revenues (expenses):			
Interest and investment revenue	582	38	620
Revenue from other agencies	-	281	281
Interest expense	(220)	-	(220)
Gain on lease forgiveness	23	-	23
Total nonoperating revenues (expenses)	<u>385</u>	<u>319</u>	<u>704</u>
Income before transfers	5,182	398	5,580
Transfers in	5,300	-	5,300
Transfers out	(10,762)	-	(10,762)
Changes in net position	(280)	398	118
Total net position (deficit), beginning of year	<u>39,114</u>	<u>(3,339)</u>	<u>35,775</u>
Total net position (deficit), end of year	<u>\$ 38,834</u>	<u>\$ (2,941)</u>	<u>\$ 35,893</u>

City of Sacramento
Other Enterprise Funds
Combining Statement of Cash Flows

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Parking Fund	4th R Child Development Fund	Total Other Enterprise Funds
Cash flows from operating activities:			
Receipts from customers and users	\$ 18,079	\$ 6,313	\$ 24,392
Payments to suppliers	(8,742)	(758)	(9,500)
Payments to employees	(4,088)	(5,236)	(9,324)
Claims and judgments paid	(2)	-	(2)
Net cash provided by operating activities	<u>5,247</u>	<u>319</u>	<u>5,566</u>
Cash flows from noncapital financing activities:			
Transfers in from other funds	5,300	-	5,300
Transfers out to other funds	(2,162)	-	(2,162)
Intergovernmental revenue received	-	281	281
Net cash provided by noncapital financing activities	<u>3,138</u>	<u>281</u>	<u>3,419</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(173)	-	(173)
Proceeds from sale of capital assets	765	-	765
Principal payments on capital debt	(1,090)	-	(1,090)
Interest payments on capital debt	(387)	-	(387)
Principal payments on lease liabilities	(88)	-	(88)
Interest payments on lease liabilities	(5)	-	(5)
Principal payments on IT subscription liabilities	(48)	-	(48)
Interest payments on IT subscription liabilities	(9)	-	(9)
Transfers out to other funds	(8,600)	-	(8,600)
Receipts from leases	281	-	281
Collection of interest from leases	88	-	88
Net cash used for capital and related financing activities	<u>(9,266)</u>	<u>-</u>	<u>(9,266)</u>
Cash flows from investing activities:			
Collection of interest and investment revenue	459	38	497
Net increase (decrease) in cash and cash equivalents	(422)	638	216
Cash and cash equivalents, beginning of year	<u>21,173</u>	<u>1,714</u>	<u>22,887</u>
Cash and cash equivalents, end of year	<u>\$ 20,751</u>	<u>\$ 2,352</u>	<u>\$ 23,103</u>

City of Sacramento
Other Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2024
(in thousands)

	<u>Parking Fund</u>	<u>4th R Child Development Fund</u>	<u>Total Other Enterprise Funds</u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	\$ 4,797	\$ 79	\$ 4,876
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation/amortization expense	1,562	49	1,611
Amortization of intangible assets	-	8	8
Changes in assets, liabilities, and deferred outflows and inflows of resources:			
Accounts receivable, net	(38)	(63)	(101)
Prepaid items	20	-	20
Accounts payable	(552)	6	(546)
Accrued payroll	11	13	24
Accrued compensated absences	(117)	(27)	(144)
Accrued claims and judgments	2	-	2
Deposits	(25)	-	(25)
Unearned revenue	(66)	(20)	(86)
Net pension liability and related deferred outflows/inflows of resources	449	344	793
Net OPEB liability and related deferred outflows/inflows of resources	(279)	(70)	(349)
Deferred inflows related to leases	(517)	-	(517)
Net cash provided by operating activities	<u>\$ 5,247</u>	<u>\$ 319</u>	<u>\$ 5,566</u>
Noncash investing, capital and financing activities:			
Amortization of bond premium and discount	\$ 151	\$ -	\$ 151
Amortization of bond gain on refunding	25	-	25
Capital asset acquisitions on accounts payable	15	-	15
Forgiven lease liability	23	-	23

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WATER FUND

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City of Sacramento
Water Fund
Combining Schedule of Net Position
June 30, 2024
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Water Revenue Bonds Fund	2017 Water Revenue Bonds Fund
ASSETS					
Current assets:					
Cash and investments held by City	\$ -	\$ 217,187	\$ -	\$ -	\$ -
Cash and investments held by fiscal agent	-	43	-	190	-
Receivables, net:					
Accounts	680	20,723	-	-	-
Intergovernmental	-	-	3,018	-	-
Leases	-	64	-	-	-
Interest	-	1,300	-	-	-
Due from other funds	-	2,989	-	-	-
Inventories	-	1,797	-	-	-
Prepaid items	-	509	-	-	-
	<u>680</u>	<u>244,612</u>	<u>3,018</u>	<u>190</u>	<u>-</u>
Total current assets					
Noncurrent assets:					
Restricted assets:					
Cash and investments held by City	52,255	8,240	-	-	-
Cash and investments held by fiscal agent	-	639	-	2,860	-
Leases receivable	-	737	-	-	-
Capital assets:					
Land	2,467	1,170	-	-	-
Buildings and improvements	820	54,680	559	94,403	-
Machinery and equipment	680	26,341	641	77,425	8,627
Transmission and distribution systems	3,429	662,170	3,355	100,028	54,381
Construction in progress	21,402	28,550	4,574	5,594	5
Software	-	3,541	-	-	-
Easement	-	134	-	-	-
Leased equipment	-	184	-	-	-
IT subscriptions	-	1,117	-	-	-
Less: accumulated depreciation/amortization	(815)	(374,767)	(1,908)	(34,110)	(6,908)
	<u>80,238</u>	<u>412,736</u>	<u>7,221</u>	<u>246,200</u>	<u>56,105</u>
Total noncurrent assets					
Total assets	<u>80,918</u>	<u>657,348</u>	<u>10,239</u>	<u>246,390</u>	<u>56,105</u>
DEFERRED OUTFLOWS OF RESOURCES					
Loss on refunding of debt	-	2,949	-	-	-
Pensions	-	16,586	-	-	-
OPEB	-	1,646	-	-	-
	<u>-</u>	<u>21,181</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred outflows of resources					

City of Sacramento
Water Fund
Combining Schedule of Net Position
June 30, 2024
(in thousands)

	Drinking Water SRF Loan Fund	2020 Water Revenue Refunding Bonds Fund	2023 Water Revenue Refunding Bonds Fund	Eliminations	Total Water Fund
ASSETS					
Current assets:					
Cash and investments held by City	\$ -	\$ -	\$ -	\$ -	\$ 217,187
Cash and investments held by fiscal agent	-	1	29	-	263
Receivables, net:					
Accounts	-	-	-	-	21,403
Intergovernmental	-	-	-	-	3,018
Leases	-	-	-	-	64
Interest	-	-	-	-	1,300
Due from other funds	-	-	-	(2,989)	-
Inventories	-	-	-	-	1,797
Prepaid items	-	-	-	-	509
	<u>-</u>	<u>1</u>	<u>29</u>	<u>(2,989)</u>	<u>245,541</u>
Noncurrent assets:					
Restricted assets:					
Cash and investments held by City	-	-	-	-	60,495
Cash and investments held by fiscal agent	-	-	-	-	3,499
Leases receivable	-	-	-	-	737
Capital assets:					
Land	-	-	-	-	3,637
Buildings and improvements	17,752	-	-	-	168,214
Machinery and equipment	3,307	-	-	-	117,021
Transmission and distribution systems	118,015	-	-	-	941,378
Construction in progress	-	-	-	-	60,125
Software	-	-	-	-	3,541
Easement	-	-	-	-	134
Leased equipment	-	-	-	-	184
IT subscriptions	-	-	-	-	1,117
Less: accumulated depreciation/amortization	(11,909)	-	-	-	(430,417)
	<u>127,165</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>929,665</u>
Total noncurrent assets	<u>127,165</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>929,665</u>
Total assets	<u>127,165</u>	<u>1</u>	<u>29</u>	<u>(2,989)</u>	<u>1,175,206</u>
DEFERRED OUTFLOWS OF RESOURCES					
Loss on refunding of debt	-	3,001	-	-	5,950
Pensions	-	-	-	-	16,586
OPEB	-	-	-	-	1,646
	<u>-</u>	<u>3,001</u>	<u>-</u>	<u>-</u>	<u>182,182</u>
Total deferred outflows of resources	<u>-</u>	<u>3,001</u>	<u>-</u>	<u>-</u>	<u>24,182</u>

City of Sacramento
Water Fund
Combining Schedule of Net Position
June 30, 2024
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Water Revenue Bonds Fund	2017 Water Revenue Bonds Fund
LIABILITIES					
Current liabilities:					
Accounts payable	126	3,565	214	-	-
Due to other funds	-	-	2,792	-	-
Accrued payroll	-	1,408	-	-	-
Accrued compensated absences	-	312	-	-	-
Interest payable	-	387	-	94	781
Deposits	-	1	-	-	-
Unearned revenue	-	1,628	18	-	-
Accrued claims and judgments	-	111	-	-	-
IT subscription liabilities	-	198	-	-	-
Revenue and other bonds payable, net	-	7,728	-	5,708	1,389
Notes payable	-	520	-	-	-
Total current liabilities	126	15,858	3,024	5,802	2,170
Noncurrent liabilities:					
Accrued compensated absences	-	3,931	-	-	-
Water fee credits	12	84	-	-	-
Net OPEB liability	-	10,964	-	-	-
IT subscription liabilities	-	123	-	-	-
Revenue and other bonds payable, net	-	76,999	-	-	53,747
Notes payable	-	4,342	-	-	-
Net pension liability	-	53,779	-	-	-
Total noncurrent liabilities	12	150,222	-	-	53,747
Total liabilities	138	166,080	3,024	5,802	55,917
DEFERRED INFLOWS OF RESOURCES					
Gain on debt refunding	-	-	-	-	-
Pensions	-	988	-	-	-
OPEB	-	2,611	-	-	-
Leases	-	741	-	-	-
Total deferred inflows of resources	-	4,340	-	-	-
NET POSITION					
Net investment in capital assets	27,845	317,176	7,011	242,480	969
Restricted for:					
Capital projects	52,935	-	-	-	-
Unrestricted	-	190,933	204	(1,892)	(781)
Total net position (deficit)	\$ 80,780	\$ 508,109	\$ 7,215	\$ 240,588	\$ 188

(continued)

City of Sacramento
Water Fund
Combining Schedule of Net Position
June 30, 2024
(in thousands)

	Drinking Water SRF Loan Fund	2020 Water Revenue Refunding Bonds Fund	2023 Water Revenue Refunding Bonds Fund	Eliminations	Total Water Fund
LIABILITIES					
Current liabilities:					
Accounts payable	-	-	-	-	3,905
Due to other funds	197	-	-	(2,989)	-
Accrued payroll	-	-	-	-	1,408
Accrued compensated absences	-	-	-	-	312
Interest payable	-	1,386	490	-	3,138
Deposits	-	-	-	-	1
Unearned revenue	-	-	-	-	1,646
Accrued claims and judgments	-	-	-	-	111
IT subscription liabilities	-	-	-	-	198
Revenue and other bonds payable, net	-	1,050	166	-	16,041
Notes payable	3,063	-	-	-	3,583
Total current liabilities	3,260	2,436	656	(2,989)	30,343
Noncurrent liabilities:					
Accrued compensated absences	-	-	-	-	3,931
Water fee credits	-	-	-	-	96
Net OPEB liability	-	-	-	-	10,964
IT subscription liabilities	-	-	-	-	123
Revenue and other bonds payable, net	-	150,495	23,828	-	305,069
Notes payable	121,204	-	-	-	125,546
Net pension liability	-	-	-	-	53,779
Total noncurrent liabilities	121,204	150,495	23,828	-	499,508
Total liabilities	124,464	152,931	24,484	(2,989)	529,851
DEFERRED INFLOWS OF RESOURCES					
Gain on debt refunding	-	-	3,058	-	3,058
Pensions	-	-	-	-	988
OPEB	-	-	-	-	2,611
Leases	-	-	-	-	741
Total deferred inflows of resources	-	-	3,058	-	7,398
NET POSITION					
Net investment in capital assets	2,898	(148,544)	(27,052)	-	422,783
Restricted for:					
Capital projects	-	-	-	-	52,935
Unrestricted	(197)	(1,385)	(461)	-	186,421
Total net position (deficit)	\$ 2,701	\$ (149,929)	\$ (27,513)	\$ -	\$ 662,139

City of Sacramento
Water Fund
Combining Schedule of Revenues,
Expenses and Changes in Net Position

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Water Revenue Bonds Fund	2017 Water Revenue Bonds Fund
Operating revenues:					
Charges for services:					
User fees and charges	\$ -	\$ 132,825	\$ -	\$ -	\$ -
Rent and concessions	-	54	-	-	-
Miscellaneous	-	78	-	-	-
	<u>-</u>	<u>132,957</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total operating revenues					
	-	132,957	-	-	-
Operating expenses:					
Employee services	-	47,452	-	-	-
Services and supplies	-	31,341	750	-	-
Depreciation/amortization	169	18,561	205	7,620	1,105
Claims and judgments	-	205	-	-	-
	<u>169</u>	<u>97,559</u>	<u>955</u>	<u>7,620</u>	<u>1,105</u>
Total operating expenses					
	169	97,559	955	7,620	1,105
Operating income (loss)					
	<u>(169)</u>	<u>35,398</u>	<u>(955)</u>	<u>(7,620)</u>	<u>(1,105)</u>
Nonoperating revenues (expenses):					
Interest and investment revenue	1,285	13,726	-	145	2
Revenue from other agencies	-	19	2,649	-	-
Interest expense	-	(4,149)	-	447	(2,022)
Amortization of bond prepaid insurance	-	(23)	-	-	-
	<u>1,285</u>	<u>9,573</u>	<u>2,649</u>	<u>592</u>	<u>(2,020)</u>
Total nonoperating revenues (expenses)					
	1,285	9,573	2,649	592	(2,020)
Income (loss) before capital contributions and transfers					
	1,116	44,971	1,694	(7,028)	(3,125)
Capital contributions					
Transfers in	1,969	11,351	-	-	-
Transfers in	203	75	-	5,677	3,375
Transfers out	-	(39,512)	-	-	-
	<u>1,969</u>	<u>11,351</u>	<u>-</u>	<u>-</u>	<u>-</u>
Changes in net position					
	3,288	16,885	1,694	(1,351)	250
Total net position (deficit), beginning of year					
	<u>77,492</u>	<u>491,224</u>	<u>5,521</u>	<u>241,939</u>	<u>(62)</u>
Total net position (deficit), end of year					
	<u>\$ 80,780</u>	<u>\$ 508,109</u>	<u>\$ 7,215</u>	<u>\$ 240,588</u>	<u>\$ 188</u>

City of Sacramento
Water Fund
Combining Schedule of Revenues,
Expenses and Changes in Net Position

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Drinking Water SRF Loan Fund	2020 Water Revenue Refunding Bonds Fund	2023 Water Revenue Refunding Bonds Fund	Eliminations	Total Water Fund
Operating revenues:					
Charges for services:					
User fees and charges	\$ -	\$ -	\$ -	\$ -	\$ 132,825
Rent and concessions	-	-	-	-	54
Miscellaneous	-	-	-	-	78
Total operating revenues	-	-	-	-	132,957
Operating expenses:					
Employee services	-	-	-	-	47,452
Services and supplies	(31)	-	591	-	32,651
Depreciation/amortization	3,162	-	-	-	30,822
Claims and judgments	-	-	-	-	205
Total operating expenses	3,131	-	591	-	111,130
Operating income (loss)	(3,131)	-	(591)	-	21,827
Nonoperating revenues (expenses):					
Interest and investment revenue	-	4	1	-	15,163
Revenue from other agencies	-	-	-	-	2,668
Interest expense	(2,186)	(4,697)	(295)	-	(12,902)
Amortization of bond prepaid insurance	-	-	-	-	(23)
Total nonoperating revenues (expenses)	(2,186)	(4,693)	(294)	-	4,906
Income (loss) before capital contributions and transfers	(5,317)	(4,693)	(885)	-	26,733
Capital contributions					
Transfers in	8,240	34,071	831	(52,195)	277
Transfers out	-	-	(27,459)	52,195	(14,776)
Changes in net position	2,923	29,378	(27,513)	-	25,554
Total net position (deficit), beginning of year	(222)	(179,307)	-	-	636,585
Total net position (deficit), end of year	\$ 2,701	\$ (149,929)	\$ (27,513)	\$ -	\$ 662,139

City of Sacramento
Water Fund
Combining Schedule of Cash Flows
For the Fiscal Year Ended June 30, 2024
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Water Revenue Bonds Fund	2017 Water Revenue Bonds Fund
Cash flows from operating activities:					
Receipts from customers and users	\$ -	\$ 133,103	\$ -	\$ -	\$ -
Payments to suppliers	-	(33,372)	(800)	-	-
Payments to employees	-	(44,996)	-	-	-
Claims and judgments paid	-	(148)	-	-	-
Net cash provided by (used for) operating activities	-	54,587	(800)	-	-
Cash flows from noncapital financing activities:					
Interfund cash flow loans	-	(2,989)	2,792	-	-
Transfers in from other funds	203	75	-	-	-
Transfers out to other funds	-	(14,742)	-	-	-
Interfund loan repayments	-	1,515	(565)	-	-
Intergovernmental revenue received	-	19	268	-	-
Interest payments on overbilling	-	(13)	-	-	-
Net cash provided by (used for) noncapital financing activities	203	(16,135)	2,495	-	-
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(594)	(4,832)	(1,695)	-	-
Proceeds from issuance of debt	-	-	-	-	-
Principal payments on capital debt	-	(7,258)	-	(5,315)	(1,010)
Interest payments on capital debt	-	(4,462)	-	(404)	(2,367)
Principal payments on IT subscription liabilities	-	(497)	-	-	-
Interest payments on IT subscription liabilities	-	(5)	-	-	-
Transfers in from other funds	-	-	-	5,677	3,375
Transfers out to other funds	-	(24,770)	-	-	-
Capital contributions received	1,744	-	-	-	-
Receipts from leases	-	39	-	-	-
Collection of interest from leases	-	13	-	-	-
Net cash provided by (used for) capital and related financing activities	1,150	(41,772)	(1,695)	(42)	(2)
Cash flows from investing activities:					
Collection of interest and investment revenue	1,285	13,563	-	145	2
Net increase (decrease) in cash and cash equivalents	2,638	10,243	-	103	-
Cash and cash equivalents, beginning of year	49,617	215,866	-	2,947	-
Cash and cash equivalents, end of year	\$ 52,255	\$ 226,109	\$ -	\$ 3,050	\$ -
Reconciliation of cash and cash equivalents to the Schedule of Net Position:					
Cash and investments held by City	\$ -	\$ 217,187	\$ -	\$ -	\$ -
Cash and investments held by fiscal agent	-	43	-	190	-
Restricted cash and investments held by City	52,255	8,240	-	-	-
Restricted cash and investments held by fiscal agent	-	639	-	2,860	-
Total cash and cash equivalents, end of year	\$ 52,255	\$ 226,109	\$ -	\$ 3,050	\$ -

City of Sacramento
Water Fund
Combining Schedule of Cash Flows
For the Fiscal Year Ended June 30, 2024
(in thousands)

	Drinking Water SRF Loan Fund	2020 Water Revenue Refunding Bonds Fund	2023 Water Revenue Refunding Bonds Fund	Eliminations	Total Water Fund
Cash flows from operating activities:					
Receipts from customers and users	\$ -	\$ -	\$ -	\$ -	\$ 133,103
Payments to suppliers	31	-	(591)	-	(34,732)
Payments to employees	-	-	-	-	(44,996)
Claims and judgments paid	-	-	-	-	(148)
Net cash provided by (used for) operating activities	31	-	(591)	-	53,227
Cash flows from noncapital financing activities:					
Interfund cash flow loans	197	-	-	-	-
Transfers in from other funds	-	-	-	-	278
Transfers out to other funds	-	-	-	-	(14,742)
Interfund loan repayments	(950)	-	-	-	-
Intergovernmental revenue received	-	-	-	-	287
Interest payments on overbilling	-	-	-	-	(13)
Net cash provided by (used for) noncapital financing activities	(753)	-	-	-	(14,190)
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	-	-	-	-	(7,121)
Proceeds from issuance of debt	722	-	24,091	-	24,813
Principal payments on capital debt	(6,054)	(26,166)	-	-	(45,803)
Interest payments on capital debt	(2,186)	(4,754)	-	-	(14,173)
Principal payments on IT subscription liabilities	-	-	-	-	(497)
Interest payments on IT subscription liabilities	-	-	-	-	(5)
Transfers in from other funds	8,240	30,915	831	(49,038)	-
Transfers out to other funds	-	-	(24,303)	49,038	(35)
Capital contributions received	-	-	-	-	1,744
Receipts from leases	-	-	-	-	39
Collection of interest from leases	-	-	-	-	13
Net cash provided by (used for) capital and related financing activities	722	(5)	619	-	(41,025)
Cash flows from investing activities:					
Collection of interest and investment revenue	-	4	1	-	15,000
Net increase (decrease) in cash and cash equivalents	-	(1)	29	-	13,012
Cash and cash equivalents, beginning of year	-	2	-	-	268,432
Cash and cash equivalents, end of year	\$ -	\$ 1	\$ 29	\$ -	\$ 281,444
Reconciliation of cash and cash equivalents to the Schedule of Net Position:					
Cash and investments held by City	\$ -	\$ -	\$ -	\$ -	\$ 217,187
Cash and investments held by fiscal agent	-	1	29	-	263
Restricted cash and investments held by City	-	-	-	-	60,495
Restricted cash and investments held by fiscal agent	-	-	-	-	3,499
Total cash and cash equivalents, end of year	\$ -	\$ 1	\$ 29	\$ -	\$ 281,444

City of Sacramento
Water Fund
Combining Schedule of Cash Flows
For the Fiscal Year Ended June 30, 2024
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Water Revenue Bonds Fund	2017 Water Revenue Bonds Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ (169)	\$ 35,398	\$ (955)	\$ (7,620)	\$ (1,105)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation/amortization expense	169	17,995	205	7,620	1,105
Amortization of intangible assets	-	566	-	-	-
Changes in assets, liabilities, and deferred outflows and inflows of resources:					
Accounts receivable, net	-	155	-	-	-
Inventories	-	(593)	-	-	-
Prepaid items	-	(330)	-	-	-
Accounts payable	-	(1,108)	(50)	-	-
Accrued payroll	-	180	-	-	-
Accrued compensated absences	-	294	-	-	-
Accrued claims and judgments	-	57	-	-	-
Deposits	-	(4)	-	-	-
Unearned revenue	-	49	-	-	-
Net pension liability and related deferred outflows/inflows of resources	-	3,311	-	-	-
Net OPEB liability and related deferred outflows/inflows of resources	-	(1,329)	-	-	-
Deferred inflows related to leases	-	(54)	-	-	-
Net cash provided by (used for) operating activities	<u>\$ -</u>	<u>\$ 54,587</u>	<u>\$ (800)</u>	<u>\$ -</u>	<u>\$ -</u>
Noncash investing, capital and financing activities:					
Contributions of capital assets	\$ -	\$ 11,351	\$ -	\$ -	\$ -
Amortization of bond premium and discount	-	624	-	769	329
Amortization of bond loss on refunding	-	(328)	-	-	-
Amortization of bond gain on refunding	-	-	-	-	-
Amortization of bond prepaid insurance	-	(23)	-	-	-
Capital asset acquisitions on accounts payable	126	1,233	210	-	-
Cancellation of capital debt with bond tender	-	-	-	-	-
Transfers in from other funds related to bond tender	-	-	-	-	-
Transfers out to other funds with escrow funds	-	-	-	-	-
Forgiven subscription liability	-	12	-	-	-

(continued)

City of Sacramento
Water Fund
Combining Schedule of Cash Flows
For the Fiscal Year Ended June 30, 2024
(in thousands)

	Drinking Water SRF Loan Fund	2020 Water Revenue Refunding Bonds Fund	2023 Water Revenue Refunding Bonds Fund	Eliminations	Total Water Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ (3,131)	\$ -	\$ (591)	\$ -	\$ 21,827
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation/amortization expense	3,162	-	-	-	30,256
Amortization of intangible assets	-	-	-	-	566
Changes in assets, liabilities, and deferred outflows and inflows of resources:					
Accounts receivable, net	-	-	-	-	155
Inventories	-	-	-	-	(593)
Prepaid items	-	-	-	-	(330)
Accounts payable	-	-	-	-	(1,158)
Accrued payroll	-	-	-	-	180
Accrued compensated absences	-	-	-	-	294
Accrued claims and judgments	-	-	-	-	57
Deposits	-	-	-	-	(4)
Unearned revenue	-	-	-	-	49
Net pension liability and related deferred outflows/inflows of resources	-	-	-	-	3,311
Net OPEB liability and related deferred outflows/inflows of resources	-	-	-	-	(1,329)
Deferred inflows related to leases	-	-	-	-	(54)
Net cash provided by (used for) operating activities	<u>\$ 31</u>	<u>\$ -</u>	<u>\$ (591)</u>	<u>\$ -</u>	<u>\$ 53,227</u>
Noncash investing, capital and financing activities:					
Contributions of capital assets	\$ -	\$ -	\$ -	\$ -	\$ 11,351
Amortization of bond premium and discount	-	-	98	-	1,820
Amortization of bond loss on refunding	-	(763)	-	-	(1,091)
Amortization of bond gain on refunding	-	-	97	-	97
Amortization of bond prepaid insurance	-	-	-	-	(23)
Capital asset acquisitions on accounts payable	-	-	-	-	1,569
Cancellation of capital debt with bond tender	-	(3,157)	-	-	(3,157)
Transfers in from other funds related to bond tender	-	3,157	-	(3,157)	-
Transfers out to other funds with escrow funds	-	-	(3,157)	3,157	-
Forgiven subscription liability	-	-	-	-	12

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City of Sacramento
Wastewater Fund
Combining Schedule of Net Position

June 30, 2024
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Wastewater Revenue Bonds Fund
<u>ASSETS</u>				
Current assets:				
Cash and investments held by City	\$ -	\$ 64,278	\$ -	\$ -
Receivables, net:				
Accounts	1,025	12,188	-	-
Intergovernmental	-	-	491	-
Interest	-	324	-	-
Due from other funds	-	458	-	-
Inventories	-	98	-	-
	<u>1,025</u>	<u>77,346</u>	<u>491</u>	<u>-</u>
Total current assets				
Noncurrent assets:				
Restricted assets:				
Cash and investments held by City	6,898	-	-	-
Capital assets:				
Land	-	1,138	-	-
Buildings and improvements	-	42,114	-	12,041
Machinery and equipment	-	5,455	148	301
Transmission and distribution systems	23,686	174,249	11,508	21,135
Construction in progress	-	4,410	491	62
Software	-	621	-	97
IT subscriptions	-	363	-	-
Less: accumulated depreciation/amortization	(850)	(100,467)	(549)	(4,375)
	<u>29,734</u>	<u>127,883</u>	<u>11,598</u>	<u>29,261</u>
Total noncurrent assets				
	<u>30,759</u>	<u>205,229</u>	<u>12,089</u>	<u>29,261</u>
Total assets				
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Loss on refunding of debt	-	-	-	-
Pensions	-	4,338	-	-
OPEB	-	539	-	-
	<u>-</u>	<u>4,877</u>	<u>-</u>	<u>-</u>
Total deferred outflows of resources				

City of Sacramento
Wastewater Fund
Combining Schedule of Net Position

June 30, 2024
(in thousands)

	2019 Wastewater Revenue Bonds Fund	2020 Wastewater Revenue Refunding Bonds Fund	Eliminations	Total Wastewater Fund
<u>ASSETS</u>				
Current assets:				
Cash and investments held by City	\$ -	\$ -	\$ -	\$ 64,278
Receivables, net:				
Accounts	-	-	-	13,213
Intergovernmental	-	-	-	491
Interest	-	-	-	324
Due from other funds	-	-	(458)	-
Inventories	-	-	-	98
	<u>-</u>	<u>-</u>	<u>(458)</u>	<u>78,404</u>
Total current assets				
Noncurrent assets:				
Restricted assets:				
Cash and investments held by City	515	-	-	7,413
Capital assets:				
Land	-	-	-	1,138
Buildings and improvements	4,499	-	-	58,654
Machinery and equipment	140	-	-	6,044
Transmission and distribution systems	20,831	-	-	251,409
Construction in progress	2,454	-	-	7,417
Software	2,746	-	-	3,464
IT subscriptions	-	-	-	363
Less: accumulated depreciation/amortization	(2,332)	-	-	(108,573)
	<u>28,853</u>	<u>-</u>	<u>-</u>	<u>227,329</u>
Total noncurrent assets				
Total assets				
	<u>28,853</u>	<u>-</u>	<u>(458)</u>	<u>305,733</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Loss on refunding of debt	-	2,105	-	2,105
Pensions	-	-	-	4,338
OPEB	-	-	-	539
	<u>-</u>	<u>2,105</u>	<u>-</u>	<u>6,982</u>
Total deferred outflows of resources				

City of Sacramento
Wastewater Fund
Combining Schedule of Net Position

June 30, 2024
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Wastewater Revenue Bonds Fund
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable	692	13,801	33	-
Due to other funds	-	-	458	-
Accrued payroll	-	396	-	-
Accrued compensated absences	-	72	-	-
Interest payable	-	3	-	-
Accrued claims and judgments	-	112	-	-
IT subscription liabilities	-	92	-	-
Revenue and other bonds payable, net	-	-	-	-
	692	14,476	491	-
Total current liabilities				
Noncurrent liabilities:				
Accrued compensated absences	-	1,313	-	-
Wastewater fee credits	7,764	-	-	-
Net OPEB liability	-	4,101	-	-
IT subscription liabilities	-	79	-	-
Revenue and other bonds payable, net	-	-	-	-
Net pension liability	-	16,656	-	-
	7,764	22,149	-	-
Total noncurrent liabilities				
Total liabilities				
	8,456	36,625	491	-
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Pensions	-	242	-	-
OPEB	-	769	-	-
Total deferred inflows of resources				
	-	1,011	-	-
<u>NET POSITION</u>				
Net investment in capital assets	14,386	126,326	11,565	29,261
Restricted for:				
Capital projects	7,917	-	-	-
Other programs	-	-	33	-
Unrestricted	-	46,144	-	-
Total net position (deficit)				
	\$ 22,303	\$ 172,470	\$ 11,598	\$ 29,261

(continued)

City of Sacramento
Wastewater Fund
Combining Schedule of Net Position

June 30, 2024
(in thousands)

	2019 Wastewater Revenue Bonds Fund	2020 Wastewater Revenue Refunding Bonds Fund	Eliminations	Total Wastewater Fund
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable	-	-	-	14,526
Due to other funds	-	-	(458)	-
Accrued payroll	-	-	-	396
Accrued compensated absences	-	-	-	72
Interest payable	388	195	-	586
Accrued claims and judgments	-	-	-	112
IT subscription liabilities	-	-	-	92
Revenue and other bonds payable, net	1,271	1,170	-	2,441
Total current liabilities	1,659	1,365	(458)	18,225
Noncurrent liabilities:				
Accrued compensated absences	-	-	-	1,313
Wastewater fee credits	-	-	-	7,764
Net OPEB liability	-	-	-	4,101
IT subscription liabilities	-	-	-	79
Revenue and other bonds payable, net	26,534	25,260	-	51,794
Net pension liability	-	-	-	16,656
Total noncurrent liabilities	26,534	25,260	-	81,707
Total liabilities	28,193	26,625	(458)	99,932
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Pensions	-	-	-	242
OPEB	-	-	-	769
Total deferred inflows of resources	-	-	-	1,011
<u>NET POSITION</u>				
Net investment in capital assets	1,048	(24,325)	-	158,261
Restricted for:				
Capital projects	-	-	-	7,917
Other programs	-	-	-	33
Unrestricted	(388)	(195)	-	45,561
Total net position (deficit)	\$ 660	\$ (24,520)	\$ -	\$ 211,772

City of Sacramento
Wastewater Fund
Combining Schedule of Revenues,
Expenses and Changes in Net Position

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Wastewater Revenue Bonds Fund
Operating revenues:				
Charges for services:				
User fees and charges	\$ -	\$ 44,226	\$ -	\$ -
Charge to other agencies for contract services	-	1,645	-	-
Total operating revenues	-	45,871	-	-
Operating expenses:				
Employee services	-	15,080	-	-
Services and supplies	200	19,695	-	-
Depreciation/amortization	237	4,043	130	499
Claims and judgments	-	37	-	-
Total operating expenses	437	38,855	130	499
Operating income (loss)	(437)	7,016	(130)	(499)
Nonoperating revenues (expenses):				
Interest and investment revenue	167	3,676	-	6
Interest expense	-	(4)	-	-
Loss on disposition of capital assets	-	-	-	(79)
Total nonoperating revenues (expenses)	167	3,672	-	(73)
Income (loss) before capital contributions and transfers	(270)	10,688	(130)	(572)
Capital contributions	1,295	1,298	1,024	-
Transfers in	325	64	-	400
Transfers out	-	(8,255)	-	(4)
Changes in net position	1,350	3,795	894	(176)
Total net position (deficit), beginning of year	20,953	168,675	10,704	29,437
Total net position (deficit), end of year	\$ 22,303	\$ 172,470	\$ 11,598	\$ 29,261

City of Sacramento
Wastewater Fund
Combining Schedule of Revenues,
Expenses and Changes in Net Position

For the Fiscal Year Ended June 30, 2024
(in thousands)

	2019 Wastewater Revenue Bonds Fund	2020 Wastewater Revenue Refunding Bonds Fund	Eliminations	Total Wastewater Fund
Operating revenues:				
Charges for services:				
User fees and charges	\$ -	\$ -	\$ -	\$ 44,226
Charge to other agencies for contract services	-	-	-	1,645
Total operating revenues	-	-	-	45,871
Operating expenses:				
Employee services	-	-	-	15,080
Services and supplies	6	-	-	19,901
Depreciation/amortization	499	-	-	5,408
Claims and judgments	-	-	-	37
Total operating expenses	505	-	-	40,426
Operating income (loss)	(505)	-	-	5,445
Nonoperating revenues (expenses):				
Interest and investment revenue	14	-	-	3,863
Interest expense	(877)	(701)	-	(1,582)
Loss on disposition of capital assets	(368)	-	-	(447)
Total nonoperating revenues (expenses)	(1,231)	(701)	-	1,834
Income (loss) before capital contributions and transfers	(1,736)	(701)	-	7,279
Capital contributions	-	-	-	3,617
Transfers in	2,112	926	(3,442)	385
Transfers out	-	-	3,442	(4,817)
Changes in net position	376	225	-	6,464
Total net position (deficit), beginning of year	284	(24,745)	-	205,308
Total net position (deficit), end of year	\$ 660	\$ (24,520)	\$ -	\$ 211,772

City of Sacramento
Wastewater Fund
Combining Schedule of Cash Flows
For the Fiscal Year Ended June 30, 2024
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Wastewater Revenue Bonds Fund
Cash flows from operating activities:				
Receipts from customers and users	\$ -	\$ 45,459	\$ -	\$ -
Payments to suppliers	(194)	(19,673)	-	-
Payments to employees	-	(14,542)	-	-
Claims and judgments paid	-	(13)	-	-
Net cash provided by (used for) operating activities	(194)	11,231	-	-
Cash flows from noncapital financing activities:				
Interfund cashflow loans	-	(458)	458	-
Transfers in from other funds	325	60	-	-
Transfers out to other funds	-	(4,771)	-	-
Interfund loan repayments	-	787	(787)	-
Net cash provided by (used for) noncapital financing activities	325	(4,382)	(329)	-
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(29)	(1,800)	(1,214)	-
Principal payments on capital debt	-	-	-	(805)
Interest payments on capital debt	-	-	-	(20)
Principal payments on IT subscription liabilities	-	(117)	-	-
Interest payments on IT subscription liabilities	-	(1)	-	-
Transfers in from other funds	-	4	-	400
Transfers out to other funds	-	(3,484)	-	(4)
Capital contributions received	447	-	1,543	-
Cash reimbursement for fee credits	(2,322)	-	-	-
Net cash provided by (used for) capital and related financing activities	(1,904)	(5,398)	329	(429)
Cash flows from investing activities:				
Collection of interest and investment revenue	167	3,646	-	5
Net increase (decrease) in cash and cash equivalents	(1,606)	5,097	-	(424)
Cash and cash equivalents, beginning of year	8,504	59,181	-	424
Cash and cash equivalents, end of year	<u>\$ 6,898</u>	<u>\$ 64,278</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation of cash and cash equivalents to the Schedule of Net Position:				
Cash and investments held by City	\$ -	\$ 64,278	\$ -	\$ -
Restricted cash and investments held by City	6,898	-	-	-
Total cash and cash equivalents, end of year	<u>\$ 6,898</u>	<u>\$ 64,278</u>	<u>\$ -</u>	<u>\$ -</u>

City of Sacramento
Wastewater Fund
Combining Schedule of Cash Flows
For the Fiscal Year Ended June 30, 2024
(in thousands)

	2019 Wastewater Revenue Bonds Fund	2020 Wastewater Revenue Refunding Bonds Fund	Eliminations	Total Wastewater Fund
Cash flows from operating activities:				
Receipts from customers and users	\$ -	\$ -	\$ -	\$ 45,459
Payments to suppliers	(6)	-	-	(19,873)
Payments to employees	-	-	-	(14,542)
Claims and judgments paid	-	-	-	(13)
Net cash provided by (used for) operating activities	(6)	-	-	11,031
Cash flows from noncapital financing activities:				
Interfund cashflow loans	-	-	-	-
Transfers in from other funds	-	-	-	385
Transfers out to other funds	-	-	-	(4,771)
Interfund loan repayments	-	-	-	-
Net cash provided by (used for) noncapital financing activities	-	-	-	(4,386)
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(33)	-	-	(3,076)
Principal payments on capital debt	(925)	(340)	-	(2,070)
Interest payments on capital debt	(1,189)	(586)	-	(1,795)
Principal payments on IT subscription liabilities	-	-	-	(117)
Interest payments on IT subscription liabilities	-	-	-	(1)
Transfers in from other funds	2,112	926	(3,442)	-
Transfers out to other funds	-	-	3,442	(46)
Capital contributions received	-	-	-	1,990
Cash reimbursement for fee credits	-	-	-	(2,322)
Net cash provided by (used for) capital and related financing activities	(35)	-	-	(7,437)
Cash flows from investing activities:				
Collection of interest and investment revenue	14	-	-	3,832
Net increase (decrease) in cash and cash equivalents	(27)	-	-	3,040
Cash and cash equivalents, beginning of year	542	-	-	68,651
Cash and cash equivalents, end of year	\$ 515	\$ -	\$ -	\$ 71,691
Reconciliation of cash and cash equivalents to the Schedule of Net Position:				
Cash and investments held by City	\$ -	\$ -	\$ -	\$ 64,278
Restricted cash and investments held by City	515	-	-	7,413
Total cash and cash equivalents, end of year	\$ 515	\$ -	\$ -	\$ 71,691

City of Sacramento
Wastewater Fund
Combining Schedule of Cash Flows
For the Fiscal Year Ended June 30, 2024
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Wastewater Revenue Bonds Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (437)	\$ 7,016	\$ (130)	\$ (499)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation/amortization expense	237	3,897	130	499
Amortization of intangible assets		146	-	-
Changes in assets, liabilities, and deferred outflows and inflows of resources:	-			
Accounts receivable, net	-	(412)	-	-
Inventories	-	(28)	-	-
Accounts payable	6	50	-	-
Accrued payroll	-	40	-	-
Accrued compensated absences	-	170	-	-
Accrued claims and judgments	-	24	-	-
Net pension liability and related deferred outflows/inflows of resources	-	766	-	-
Net OPEB liability and related deferred outflows/inflows of resources	-	(438)	-	-
Net cash provided by (used for) operating activities	<u>\$ (194)</u>	<u>\$ 11,231</u>	<u>\$ -</u>	<u>\$ -</u>
Noncash investing, capital and financing activities:				
Contributions of capital assets	\$ -	\$ 1,298	\$ -	\$ -
Amortization of bond premium and discount	-	-	-	8
Amortization of bond loss on refunding	-	-	-	-
Capital asset acquisitions on accounts payable	-	1,386	33	-
Loss on disposition of capital assets	-	-	-	79
Fee credit reimbursement accounts payable	686	-	-	-
Forgiven IT subscription liability	-	8	-	-

(continued)

City of Sacramento
Wastewater Fund
Combining Schedule of Cash Flows
For the Fiscal Year Ended June 30, 2024
(in thousands)

	2019 Wastewater Revenue Bonds Fund	2020 Wastewater Revenue Refunding Bonds Fund	Eliminations	Total Wastewater Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (505)	\$ -	\$ -	\$ 5,445
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation/amortization expense	316	-	-	5,079
Amortization of intangible assets	183	-	-	329
Changes in assets, liabilities, and deferred outflows and inflows of resources:				
Accounts receivable, net	-	-	-	(412)
Inventories	-	-	-	(28)
Accounts payable	-	-	-	56
Accrued payroll	-	-	-	40
Accrued compensated absences	-	-	-	170
Accrued claims and judgments	-	-	-	24
Net pension liability and related deferred outflows/inflows of resources	-	-	-	766
Net OPEB liability and related deferred outflows/inflows of resources	-	-	-	(438)
Net cash provided by (used for) operating activities	<u>\$ (6)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,031</u>
Noncash investing, capital and financing activities:				
Contributions of capital assets	\$ -	\$ -	\$ -	\$ 1,298
Amortization of bond premium and discount	296	-	-	304
Amortization of bond loss on refunding	-	(116)	-	(116)
Capital asset acquisitions on accounts payable	-	-	-	1,419
Loss on disposition of capital assets	368	-	-	447
Fee credit reimbursement accounts payable	-	-	-	686
Forgiven IT subscription liability	-	-	-	8

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COMMUNITY CENTER FUND

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City of Sacramento
Community Center Fund
Combining Schedule of Net Position
June 30, 2024
(in thousands)

	Community Center Fund	2018 TOT Revenue Bonds, Tax-Exempt Fund	2018 TOT Revenue Bonds, Taxable Fund	2019 STID Assessment Revenue Bonds Fund	Total Community Center Fund
ASSETS					
Current assets:					
Cash and investments held by City	\$ 35,654	\$ -	\$ -	\$ -	\$ 35,654
Receivables, net:					
Taxes	4,392	-	-	-	4,392
Accounts	2,286	-	-	-	2,286
Interest	197	-	-	14	211
Total current assets	42,529	-	-	14	42,543
Noncurrent assets:					
Restricted assets:					
Cash and investments held by City	-	3,115	630	-	3,745
Cash and investments held by fiscal agent	2,091	2,851	415	1,959	7,316
Capital assets:					
Land	20,071	-	-	-	20,071
Buildings and improvements	113,190	-	-	-	113,190
Machinery and equipment	4,913	-	-	-	4,913
Construction in progress	7,065	295,546	19,504	49,666	371,781
Software	59	-	-	-	59
IT subscriptions	228	-	-	-	228
Less: accumulated depreciation/amortization	(75,304)	-	-	-	(75,304)
Total noncurrent assets	72,313	301,512	20,549	51,625	445,999
Total assets	114,842	301,512	20,549	51,639	488,542
DEFERRED OUTFLOWS OF RESOURCES					
Pensions	3,254	-	-	-	3,254
OPEB	451	-	-	-	451
Total deferred outflows of resources	3,705	-	-	-	3,705

City of Sacramento
Community Center Fund
Combining Schedule of Net Position
June 30, 2024
(in thousands)

	Community Center Fund	2018 TOT Revenue Bonds, Tax-Exempt Fund	2018 TOT Revenue Bonds, Taxable Fund	2019 STID Assessment Revenue Bonds Fund	Total Community Center Fund
LIABILITIES					
Current liabilities:					
Accounts payable	3,577	8	35	-	3,620
Due to other funds	250	-	-	-	250
Accrued payroll	239	-	-	-	239
Accrued compensated absences	49	-	-	-	49
Interest payable	4	1,074	13	144	1,235
Unearned revenue	1,592	-	-	-	1,592
Accrued claims and judgments	14	-	-	-	14
IT subscription liabilities	52	-	-	-	52
Revenue and other bonds payable, net	-	3,000	4,025	1,169	8,194
Total current liabilities	5,777	4,082	4,073	1,313	15,245
Noncurrent liabilities:					
Accrued compensated absences	611	-	-	-	611
Advances from other funds	4,493	-	-	-	4,493
Net OPEB liability	297	-	-	-	297
IT subscription liabilities	97	-	-	-	97
Revenue and other bonds payable, net	-	281,084	-	49,819	330,903
Net pension liability	10,751	-	-	-	10,751
Total noncurrent liabilities	16,249	281,084	-	49,819	347,152
Total liabilities	22,026	285,166	4,073	51,132	362,397
DEFERRED INFLOWS OF RESOURCES					
Pensions	162	-	-	-	162
OPEB	55	-	-	-	55
Total deferred inflows of resources	217	-	-	-	217
NET POSITION					
Net investment in capital assets	72,160	19,705	16,695	1,528	110,088
Unrestricted	24,144	(3,359)	(219)	(1,021)	19,545
Total net position	\$ 96,304	\$ 16,346	\$ 16,476	\$ 507	\$ 129,633

City of Sacramento
Community Center Fund
Combining Schedule of Revenues,
Expenses and Changes in Net Position

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Community Center Fund	2018 TOT Revenue Bonds, Tax-Exempt Fund	2018 TOT Revenue Bonds, Taxable Fund
Operating revenues:			
Charges for services:			
User fees and charges	\$ 2,175	\$ -	\$ -
Rents and concessions	12,465	-	-
Total operating revenues	<u>14,640</u>	<u>-</u>	<u>-</u>
Operating expenses:			
Employee services	8,279	-	-
Services and supplies	14,821	43	-
Depreciation/amortization	1,366	-	-
Claims and judgments	39	-	-
Total operating expenses	<u>24,505</u>	<u>43</u>	<u>-</u>
Operating loss	<u>(9,865)</u>	<u>(43)</u>	<u>-</u>
Nonoperating revenues (expenses):			
Interest and investment revenue	1,734	490	16
Transient occupancy taxes	34,254	-	-
Interest expense	(128)	(11,849)	(306)
Total nonoperating revenues (expenses)	<u>35,860</u>	<u>(11,359)</u>	<u>(290)</u>
Income (loss) before transfers	25,995	(11,402)	(290)
Transfers in	1	14,162	4,443
Transfers out	(21,489)	-	-
Changes in net position	4,507	2,760	4,153
Total net position (deficit), beginning of year	<u>91,797</u>	<u>13,586</u>	<u>12,323</u>
Total net position, end of year	<u>\$ 96,304</u>	<u>\$ 16,346</u>	<u>\$ 16,476</u>

City of Sacramento
Community Center Fund
Combining Schedule of Revenues,
Expenses and Changes in Net Position

For the Fiscal Year Ended June 30, 2024
(In thousands)

	2019 STID Assessment Revenue Bonds Fund	Eliminations	Total Community Center Fund
Operating revenues:			
Charges for services:			
User fees and charges	\$ -	\$ -	\$ 2,175
Rents and concessions	-	-	12,465
Total operating revenues	-	-	14,640
Operating expenses:			
Employee services	-	-	8,279
Services and supplies	-	-	14,864
Depreciation/amortization	-	-	1,366
Claims and judgments	-	-	39
Total operating expenses	-	-	24,548
Operating loss	-	-	(9,908)
Nonoperating revenues (expenses):			
Interest and investment revenue	130	-	2,370
Transient occupancy taxes	-	-	34,254
Interest expense	(1,617)	-	(13,900)
Total nonoperating revenues (expenses)	(1,487)	-	22,724
Income (loss) before transfers	(1,487)	-	12,816
Transfers in	2,688	(18,605)	2,689
Transfers out	-	18,605	(2,884)
Changes in net position	1,201	-	12,621
Total net position (deficit), beginning of year	(694)	-	117,012
Total net position, end of year	\$ 507	\$ -	\$ 129,633

City of Sacramento
Community Center Fund
Combining Schedule of Cash Flows

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Community Center Fund	2018 TOT Revenue Bonds, Tax-Exempt Fund	2018 TOT Revenue Bonds, Taxable Fund
Cash flows from operating activities:			
Receipts from customers and users	\$ 17,080	\$ -	\$ -
Payments to suppliers	(16,130)	(43)	35
Payments to employees	(7,947)	-	-
Claims and judgments paid	(29)	-	-
Net cash provided by (used for) operating activities	(7,026)	(43)	35
Cash flows from noncapital financing activities:			
Transient occupancy taxes	33,429	-	-
Transfers out to other funds	(2,884)	-	-
Interfund loan repayments	(250)	-	-
Net cash provided by noncapital financing activities	30,295	-	-
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(820)	(2,239)	(105)
Principal payments on capital debt	-	(1,325)	(4,370)
Interest payments on capital debt	-	(12,955)	(320)
Principal payments on IT subscription liabilities	(53)	-	-
Transfers in from other funds	-	14,162	4,443
Transfers out to other funds	(18,605)	-	-
Net cash used for capital and related financing activities	(19,478)	(2,357)	(352)
Cash flows from investing activities:			
Collection of interest and investment revenue	1,696	490	16
Net increase (decrease) in cash and cash equivalents	5,487	(1,910)	(301)
Cash and cash equivalents, beginning of year	32,258	7,876	1,346
Cash and cash equivalents, end of year	\$ 37,745	\$ 5,966	\$ 1,045
Reconciliation of cash and cash equivalents to the Schedule of Net Position:			
Cash and investments held by City	\$ 35,654	\$ -	\$ -
Restricted cash and investments held by City	-	3,115	630
Restricted cash and investments held by fiscal agent	2,091	2,851	415
Total cash and cash equivalents, end of year	\$ 37,745	\$ 5,966	\$ 1,045

City of Sacramento
Community Center Fund
Combining Schedule of Cash Flows

For the Fiscal Year Ended June 30, 2024
(in thousands)

	2019 STID Assessment Revenue Bonds Fund	Eliminations	Total Community Center Fund
Cash flows from operating activities:			
Receipts from customers and users	\$ -	\$ -	\$ 17,080
Payments to suppliers	-	-	(16,138)
Payments to employees	-	-	(7,947)
Claims and judgments paid	-	-	(29)
Net cash provided by (used for) operating activities	-	-	(7,034)
Cash flows from noncapital financing activities:			
Transient occupancy taxes	-	-	33,429
Transfers out to other funds	-	-	(2,884)
Interfund loan repayments	-	-	(250)
Net cash provided by noncapital financing activities	-	-	30,295
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(13)	-	(3,177)
Principal payments on capital debt	(960)	-	(6,655)
Interest payments on capital debt	(1,780)	-	(15,055)
Principal payments on IT subscription liabilities	-	-	(53)
Transfers in from other funds	2,688	(18,605)	2,688
Transfers out to other funds	-	18,605	-
Net cash used for capital and related financing activities	(65)	-	(22,252)
Cash flows from investing activities:			
Collection of interest and investment revenue	130	-	2,332
Net increase (decrease) in cash and cash equivalents	65	-	3,341
Cash and cash equivalents, beginning of year	1,894	-	43,374
Cash and cash equivalents, end of year	\$ 1,959	\$ -	\$ 46,715
Reconciliation of cash and cash equivalents to the Schedule of Net Position:			
Cash and investments held by City	\$ -	\$ -	\$ 35,654
Restricted cash and investments held by City	-	-	3,745
Restricted cash and investments held by fiscal agent	1,959	-	7,316
Total cash and cash equivalents, end of year	\$ 1,959	\$ -	\$ 46,715

(continued)

City of Sacramento
Community Center Fund
Combining Schedule of Cash Flows

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Community Center Fund	2018 TOT Revenue Bonds, Tax-Exempt Fund	2018 TOT Revenue Bonds, Taxable Fund
Reconciliation of operating loss to net cash provided by (used for) operating activities:			
Operating loss	\$ (9,865)	\$ (43)	\$ -
Adjustments to reconcile operating loss to net cash provided by (used for) operating activities:			
Depreciation/amortization expense	1,366	-	-
Changes in assets, liabilities, and deferred outflows and inflows of resources:			
Accounts receivable, net	2,105	-	-
Prepaid items	8	-	-
Accounts payable	(1,317)	-	35
Accrued payroll	57	-	-
Accrued compensated absences	119	-	-
Accrued claims and judgments	10	-	-
Unearned revenue	335	-	-
Net pension liability and related deferred outflows/inflows of resources	533	-	-
Net OPEB liability and related deferred outflows/inflows of resources	(377)	-	-
Net cash provided by (used for) operating activities	<u>\$ (7,026)</u>	<u>\$ (43)</u>	<u>\$ 35</u>
Noncash investing, capital and financing activities:			
Amortization of bond premium and discount	\$ -	\$ 1,100	\$ -
Capital asset acquisitions on accounts payable	4	8	-

(continued)

City of Sacramento
Community Center Fund
Combining Schedule of Cash Flows

For the Fiscal Year Ended June 30, 2024
(in thousands)

	2019 STID Assessment Revenue Bonds Fund	Eliminations	Total Community Center Fund
Reconciliation of operating loss to net cash provided by (used for) operating activities:			
Operating loss	\$ -	\$ -	\$ (9,908)
Adjustments to reconcile operating loss to net cash provided by (used for) operating activities:			
Depreciation/amortization expense	-	-	1,366
Changes in assets, liabilities, and deferred outflows and inflows of resources:			
Accounts receivable, net	-	-	2,105
Prepaid items	-	-	8
Accounts payable	-	-	(1,282)
Accrued payroll	-	-	57
Accrued compensated absences	-	-	119
Accrued claims and judgments	-	-	10
Unearned revenue	-	-	335
Net pension liability and related deferred outflows/inflows of resources	-	-	533
Net OPEB liability and related deferred outflows/inflows of resources	-	-	(377)
Net cash provided by (used for) operating activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,034)</u>
Noncash investing, capital and financing activities:			
Amortization of bond premium and discount	\$ 159	\$ -	\$ 1,259
Capital asset acquisitions on accounts payable	-	-	12

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INTERNAL SERVICE FUNDS

Internal service funds are established to account for goods or services provided by one department within the City to other departments on a cost reimbursement basis. The following are internal service funds:

FLEET MANAGEMENT FUND is used to account for the operation, maintenance and replacement of the City's fleet of vehicles that serve the transportation and operating needs of all City departments and divisions.

RISK MANAGEMENT FUND is used to account for the City's self-funded general and automobile insurance program and workers' compensation insurance program.

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City of Sacramento
Internal Service Funds
Combining Statement of Net Position

June 30, 2024

(in thousands)

	Fleet Management Fund	Risk Management Fund	Total Internal Service Funds
<u>ASSETS</u>			
Current assets:			
Cash and investments held by City	\$ 50,142	\$ 90,997	\$ 141,139
Cash and investments held by fiscal agent	-	758	758
Receivables, net:			
Accounts	244	4,355	4,599
Interest	231	356	587
Due from other funds	-	8,441	8,441
Prepaid items	9,798	-	9,798
Total current assets	<u>60,415</u>	<u>104,907</u>	<u>165,322</u>
Noncurrent assets:			
Advances to other funds	-	25,579	25,579
Capital assets:			
Buildings and improvements	7,454	-	7,454
Machinery and equipment	543	-	543
Vehicles	216,495	-	216,495
Construction in progress	503	-	503
Software	256	-	256
Leased building	-	175	175
IT subscriptions	-	165	165
Less: accumulated depreciation/amortization	<u>(131,164)</u>	<u>(132)</u>	<u>(131,296)</u>
Total noncurrent assets	<u>94,087</u>	<u>25,787</u>	<u>119,874</u>
Total assets	<u>154,502</u>	<u>130,694</u>	<u>285,196</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Pensions	2,812	1,911	4,723
OPEB	466	147	613
Total deferred outflows of resources	<u>3,278</u>	<u>2,058</u>	<u>5,336</u>

City of Sacramento
Internal Service Funds
Combining Statement of Net Position
June 30, 2024
(in thousands)

	Fleet Management Fund	Risk Management Fund	Total Internal Service Funds
<u>LIABILITIES</u>			
Current liabilities:			
Accounts payable	4,582	1,025	5,607
Accrued payroll	247	159	406
Accrued compensated absences	61	46	107
Interest payable	-	1	1
Unearned revenue	-	204	204
Accrued claims and judgments	102	36,591	36,693
Lease liabilities	-	22	22
IT subscription liabilities	-	55	55
Total current liabilities	<u>4,992</u>	<u>38,103</u>	<u>43,095</u>
Noncurrent liabilities:			
Accrued compensated absences	610	534	1,144
Net OPEB liability	4,480	484	4,964
Accrued claims and judgments	-	105,824	105,824
Lease liabilities	-	83	83
Net pension liability	12,175	7,312	19,487
Total noncurrent liabilities	<u>17,265</u>	<u>114,237</u>	<u>131,502</u>
Total liabilities	<u>22,257</u>	<u>152,340</u>	<u>174,597</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Pensions	27	8	35
OPEB	951	114	1,065
Total deferred inflows of resources	<u>978</u>	<u>122</u>	<u>1,100</u>
<u>NET POSITION</u>			
Net investment in capital assets	92,497	48	92,545
Unrestricted	42,048	(19,758)	22,290
Total net position (deficit)	<u>\$ 134,545</u>	<u>\$ (19,710)</u>	<u>\$ 114,835</u>

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City of Sacramento
Internal Service Funds
Combining Statement of Revenues, Expenses
and Changes in Net Position

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Fleet Management Fund	Risk Management Fund	Total Internal Service Funds
Operating revenues:			
Charges for services:			
User fees and charges	\$ 65,181	\$ 62,314	\$ 127,495
Miscellaneous	92	-	92
Total operating revenues	<u>65,273</u>	<u>62,314</u>	<u>127,587</u>
Operating expenses:			
Employee services	8,637	5,769	14,406
Services and supplies	26,482	5,826	32,308
Depreciation/amortization	16,780	77	16,857
Insurance premiums	-	17,726	17,726
Claims and judgments	142	44,630	44,772
Total operating expenses	<u>52,041</u>	<u>74,028</u>	<u>126,069</u>
Operating income (loss)	<u>13,232</u>	<u>(11,714)</u>	<u>1,518</u>
Nonoperating revenues (expenses):			
Interest and investment revenue	1,718	5,952	7,670
Revenue from other agencies	-	19	19
Insurance and other claim recoveries	-	1,287	1,287
Interest expense	-	(3)	(3)
Gain on disposition of capital assets	486	-	486
Total nonoperating revenues (expenses)	<u>2,204</u>	<u>7,255</u>	<u>9,459</u>
Income (loss) before transfers	15,436	(4,459)	10,977
Transfers in	-	10	10
Transfers out	(1,199)	(15,000)	(16,199)
Changes in net position	14,237	(19,449)	(5,212)
Total net position (deficit), beginning of year	<u>120,308</u>	<u>(261)</u>	<u>120,047</u>
Total net position (deficit), end of year	<u>\$ 134,545</u>	<u>\$ (19,710)</u>	<u>\$ 114,835</u>

City of Sacramento
Internal Service Funds
Combining Statement of Cash Flows

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Fleet Management Fund	Risk Management Fund	Total Internal Service Funds
Cash flows from operating activities:			
Receipts from interfund services provided	\$ 65,274	\$ 143,995	\$ 209,269
Payments to suppliers	(26,282)	(104,955)	(131,237)
Payments to employees	(8,208)	(5,412)	(13,620)
Claims and judgments paid	(97)	(35,074)	(35,171)
Net cash provided by (used for) operating activities	<u>30,687</u>	<u>(1,446)</u>	<u>29,241</u>
Cash flows from noncapital financing activities:			
Transfers in from other funds	-	10	10
Transfers out to other funds	(1,153)	-	(1,153)
Collections on interfund loans	-	4,649	4,649
Loans made to other funds	-	(23,191)	(23,191)
Intergovernmental revenue received	-	19	19
Net cash used for noncapital financing activities	<u>(1,153)</u>	<u>(18,513)</u>	<u>(19,666)</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(20,195)	-	(20,195)
Proceeds from sale of capital assets	941	-	941
Initial direct costs to place lease asset into service	-	(24)	(24)
Principal payments on lease liabilities	-	(19)	(19)
Principal payments on IT subscription liabilities	-	(54)	(54)
Interest payments on IT subscription liabilities	-	(3)	(3)
Transfers out to other funds	(46)	-	(46)
Net cash used for capital and related financing activities	<u>(19,300)</u>	<u>(100)</u>	<u>(19,400)</u>
Cash flows from investing activities:			
Collection of interest and investment revenue	<u>1,651</u>	<u>5,948</u>	<u>7,599</u>
Net increase (decrease) in cash and cash equivalents	11,885	(14,111)	(2,226)
Cash and cash equivalents, beginning of year	<u>38,257</u>	<u>105,866</u>	<u>144,123</u>
Cash and cash equivalents, end of year	<u>\$ 50,142</u>	<u>\$ 91,755</u>	<u>\$ 141,897</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position:			
Cash and investments held by City	\$ 50,142	\$ 90,997	\$ 141,139
Cash and investments held by fiscal agent	<u>-</u>	<u>758</u>	<u>758</u>
Total cash and cash equivalents, end of year	<u>\$ 50,142</u>	<u>\$ 91,755</u>	<u>\$ 141,897</u>

City of Sacramento
Internal Service Funds
Combining Statement of Cash Flows

For the Fiscal Year Ended June 30, 2024
(in thousands)

	Fleet Management Fund	Risk Management Fund	Total Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ 13,232	\$ (11,714)	\$ 1,518
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation/amortization expense	16,763	77	16,840
Amortization of intangible assets	17	-	17
Nonoperating claims and judgments	-	1,929	1,929
Changes in assets, liabilities, and deferred outflows and inflows of resources:			
Accounts receivable, net	2	(1)	1
Prepaid items	-	1	1
Accounts payable	199	277	476
Accrued payroll	48	11	59
Accrued compensated absences	46	(5)	41
Accrued claims and judgments	45	7,627	7,672
Unearned revenue	-	1	1
Net pension liability and related deferred outflows/inflows of resources	715	479	1,194
Net OPEB liability and related deferred outflows/inflows of resources	(380)	(128)	(508)
Net cash provided by (used for) operating activities	<u>\$ 30,687</u>	<u>\$ (1,446)</u>	<u>\$ 29,241</u>
Noncash investing, capital and financing activities:			
Decrease in prepaid items for capital assets	\$ 1,250	\$ -	\$ 1,250
Capital asset acquisitions on accounts payable	1,590	-	1,590

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OTHER CUSTODIAL FUNDS

Custodial funds account for assets held by the City as a custodian for individuals, private organizations, and other governments. The following custodial funds have been classified as other custodial funds:

INDIVIDUAL INVESTMENT ACCOUNTS FUND is used to account for assets and liabilities, held for entities external to the City, which are not invested in the City Sponsored Investment Pool.

ASSESSMENT DISTRICTS & COMMUNITY FACILITIES DISTRICTS FUND is used to account for special tax assessments, debt service payments, and the payment of other costs related to bonds issued under the Improvement Bond Act of 1915 and Mello-Roos districts within the City.

City of Sacramento
Other Custodial Funds
Combining Statement of Fiduciary Net Position

June 30, 2024
(in thousands)

	Individual Investment Accounts	Assessment Districts & Community Facilities Districts	Total Other Custodial Funds
<u>ASSETS</u>			
Cash and investments held by City	\$ 146,394	\$ 15,027	\$ 161,421
Cash and investments held by fiscal agent	-	3,901	3,901
Receivables, net:			
Interest	481	36	517
Special assessments	-	482	482
Restricted assets:			
Cash and investments held by City	-	3,074	3,074
Cash and investments held by fiscal agent	-	18,764	18,764
Total assets	<u>146,875</u>	<u>41,284</u>	<u>188,159</u>
<u>LIABILITIES</u>			
Accounts payable	-	9	9
Due to bondholders	-	41,275	41,275
Total liabilities	<u>-</u>	<u>41,284</u>	<u>41,284</u>
<u>NET POSITION</u>			
Held for external pool participants	<u>\$ 146,875</u>	<u>\$ -</u>	<u>\$ 146,875</u>

City of Sacramento
Other Custodial Funds
Combining Statement of Changes in Fiduciary Net Position

For the Fiscal Year Ended June 30, 2024
(in thousands)

	<u>Individual Investment Accounts</u>	<u>Assessment Districts & Community Facilities Districts</u>	<u>Total Other Custodial Funds</u>
Additions:			
Deposits	\$ 2,061	\$ -	\$ 2,061
Special assessments	-	18,373	18,373
Capital contributions	-	27,113	27,113
Investment income:			
From investment activities:			
Net appreciation in fair value of investments	3,037	-	3,037
Interest	4,221	2,133	6,354
Total investment income	<u>7,258</u>	<u>2,133</u>	<u>9,391</u>
Total additions	9,319	47,619	56,938
Deductions:			
Withdrawals	39	-	39
Paid to bondholders	-	46,459	46,459
Administrative expenses	-	1,160	1,160
Total deductions	39	47,619	47,658
Changes in net position	9,280	-	9,280
Net position, beginning of year	<u>137,595</u>	<u>-</u>	<u>137,595</u>
Net position, end of year	<u>\$ 146,875</u>	<u>\$ -</u>	<u>\$ 146,875</u>

Statistical Section

Statistical Section

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 City's financial performance and condition have changed over time.

Revenue Capacity Information

These schedules contain trend information to help the reader understand the City's most significant local revenue source, property taxes.

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 which the City's financial activities take place.

Successor Agency Information

These schedules present revenue and debt capacity information related to the Successor Agency for the former Redevelopment Agency of the City of Sacramento. These schedules contain trend information to help the reader understand the Successor Agency's primary revenue source, property tax distributions from the county redevelopment property tax trust fund, and affordability of the Successor Agency's current level of outstanding debt.

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.

City of Sacramento
Net Position by Component ^{(1) (2) (3)}
Last Ten Fiscal Years

(accrual basis accounting, in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
Governmental activities					
Net investment in capital assets	\$ 1,445,139	\$ 1,497,796	\$ 1,296,493	\$ 1,335,576	\$ 1,267,837
Restricted for:					
Capital projects	116,910	80,054	119,131	136,831	166,705
Debt service	665	1,203	872	606	686
Public works programs	19,027	20,521	18,866	24,750	27,792
Economic development programs	17,280	16,888	16,251	44,920	48,878
Ambulance services	1,085	1,085	-	-	-
Other programs	26,735	28,381	23,645	26,786	39,380
Trust and endowments:					
Expendable	7,789	8,008	8,545	8,656	9,197
Nonexpendable	878	878	878	878	878
Unrestricted	(591,896)	(581,697)	(443,845)	(667,254)	(606,222)
Total governmental activities net position	<u>\$ 1,043,612</u>	<u>\$ 1,073,117</u>	<u>\$ 1,040,836</u>	<u>\$ 911,749</u>	<u>\$ 955,131</u>
Business-type activities					
Net investment in capital assets	\$ 748,312	\$ 785,353	\$ 807,004	\$ 869,183	\$ 925,128
Restricted for:					
Capital projects	33,914	40,772	39,155	38,473	40,411
Debt service	-	-	-	-	-
Other programs	1,730	2,203	2,607	2,633	2,963
Unrestricted	107,305	123,842	150,049	124,001	138,742
Total business-type activities net position	<u>\$ 891,261</u>	<u>\$ 952,170</u>	<u>\$ 998,815</u>	<u>\$ 1,034,290</u>	<u>\$ 1,107,244</u>
Primary government					
Net investment in capital assets	\$ 2,193,451	\$ 2,283,149	\$ 2,103,497	\$ 2,204,759	\$ 2,192,965
Restricted for:					
Capital projects	150,824	120,826	158,286	175,304	207,116
Debt service	665	1,203	872	606	686
Public works programs	19,027	20,521	18,866	24,750	27,792
Economic development programs	17,280	16,888	16,251	44,920	48,878
Ambulance services	1,085	1,085	-	-	-
Other programs	28,465	30,584	26,252	29,419	42,343
Trust and endowments:					
Expendable	7,789	8,008	8,545	8,656	9,197
Nonexpendable	878	878	878	878	878
Unrestricted	(484,591)	(457,855)	(293,796)	(543,253)	(467,480)
Total primary government net position	<u>\$ 1,934,873</u>	<u>\$ 2,025,287</u>	<u>\$ 2,039,651</u>	<u>\$ 1,946,039</u>	<u>\$ 2,062,375</u>

Notes: (1) Fiscal year 2015 beginning net position was restated due to the implementation of GASB 68 and GASB 71.

(2) Fiscal year 2017 beginning net position was restated due to the implementation of GASB 75.

(3) GASB 87 was implemented in fiscal year 2022, and beginning net position has not been restated.

(4) GASB 96 was implemented in fiscal year 2023, and beginning net position has not been restated.

City of Sacramento
Net Position by Component ^{(1) (2) (3)}
Last Ten Fiscal Years

(accrual basis accounting, in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
Governmental activities					
Net investment in capital assets	\$ 1,318,817	\$ 1,360,966	\$ 1,370,530	\$ 1,346,924	\$ 1,408,509
Restricted for:					
Capital projects	191,919	214,188	223,243	260,988	269,677
Debt service	537	401	907	1,086	1,083
Public works programs	29,972	29,598	35,497	39,396	39,465
Economic development programs	46,954	49,537	55,545	72,326	79,416
Ambulance services	-	-	-	-	-
Other programs	60,466	61,142	67,600	71,766	81,521
Trust and endowments:					
Expendable	8,547	9,934	10,249	10,331	11,168
Nonexpendable	878	878	578	586	595
Unrestricted	(612,827)	(596,900)	(407,418)	(414,118)	(442,055)
Total governmental activities net position	<u>\$ 1,045,263</u>	<u>\$ 1,129,744</u>	<u>\$ 1,356,731</u>	<u>\$ 1,389,285</u>	<u>\$ 1,449,379</u>
Business-type activities					
Net investment in capital assets	\$ 1,166,785	\$ 1,167,408	\$ 937,751	\$ 952,381	\$ 972,422
Restricted for:					
Capital projects	47,256	43,253	45,942	58,741	60,852
Debt service	401	-	-	-	-
Other programs	2,929	2,200	2,594	22,020	38,114
Unrestricted	(44,579)	1,279	268,651	271,835	308,714
Total business-type activities net position	<u>\$ 1,172,792</u>	<u>\$ 1,214,140</u>	<u>\$ 1,254,938</u>	<u>\$ 1,304,977</u>	<u>\$ 1,380,102</u>
Primary government					
Net investment in capital assets	\$ 2,485,602	\$ 2,528,374	\$ 2,308,281	\$ 2,299,305	\$ 2,380,931
Restricted for:					
Capital projects	239,175	257,441	269,185	319,729	330,529
Debt service	938	401	907	1,086	1,083
Public works programs	29,972	29,598	35,497	39,396	39,465
Economic development programs	46,954	49,537	55,545	72,326	79,416
Ambulance services	-	-	-	-	-
Other programs	63,395	63,342	70,194	93,786	119,635
Trust and endowments:					
Expendable	8,547	9,934	10,249	10,331	11,168
Nonexpendable	878	878	578	586	595
Unrestricted	(657,406)	(595,621)	(138,767)	(142,283)	(133,341)
Total primary government net position	<u>\$ 2,218,055</u>	<u>\$ 2,343,884</u>	<u>\$ 2,611,669</u>	<u>\$ 2,694,262</u>	<u>\$ 2,829,481</u>

Notes: (1) Fiscal year 2015 beginning net position was restated due to the implementation of GASB 68 and GASB 71.

(2) Fiscal year 2017 beginning net position was restated due to the implementation of GASB 75.

(3) GASB 87 was implemented in fiscal year 2022, and beginning net position has not been restated.

(4) GASB 96 was implemented in fiscal year 2023, and beginning net position has not been restated.

City of Sacramento
Changes in Net Position ⁽¹⁾
Last Ten Fiscal Years

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
Expenses					
<i>Governmental activities</i>					
General government	\$ 52,474	\$ 59,037	\$ 59,033	\$ 100,625	\$ 116,282
Police	166,797	164,750	176,955	199,746	203,303
Fire	127,561	137,859	146,693	160,216	169,819
Public works	103,088	121,184	106,328	122,340	132,958
General services ⁽²⁾	15,619	-	-	-	-
Economic development ⁽³⁾	11,075	13,049	13,397	-	-
Convention and cultural services	19,441	24,139	20,380	21,066	30,907
Youth, parks, and community enrichment	56,573	53,911	50,156	55,518	61,225
Community development	30,221	36,251	41,726	50,879	60,466
Community response ⁽⁴⁾	-	-	-	-	-
Library	15,629	16,294	16,122	17,376	18,687
Interest on long-term debt	29,046	30,404	27,626	23,144	23,454
Total governmental activities expenses	<u>627,524</u>	<u>656,878</u>	<u>658,416</u>	<u>750,910</u>	<u>817,101</u>
<i>Business-type activities</i>					
Water	69,428	73,150	80,176	87,745	99,029
Wastewater	25,432	25,348	29,075	28,251	33,059
Storm drainage	41,830	40,971	40,479	41,199	40,186
Solid waste	47,149	47,703	51,693	56,698	57,408
Community center	17,690	17,277	16,607	17,795	27,058
Parking	13,704	14,451	11,955	13,475	14,354
Child development	6,151	5,519	5,743	6,589	6,766
Total business-type activities expenses	<u>221,384</u>	<u>224,419</u>	<u>235,728</u>	<u>251,752</u>	<u>277,860</u>
Total primary government expenses	<u>\$ 848,908</u>	<u>\$ 881,297</u>	<u>\$ 894,144</u>	<u>\$ 1,002,662</u>	<u>\$ 1,094,961</u>

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

(2) The Department of General Services has been reallocated to the Departments of Community Development, Information Technology, and Public Works in FY16.

(3) The Economic Development function was reallocated to the General Government function in FY18.

(4) The Department of Community Response was created in FY22.

City of Sacramento
Changes in Net Position ⁽¹⁾
Last Ten Fiscal Years

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
Expenses					
<i>Governmental activities</i>					
General government	\$ 152,791	\$ 259,529	\$ 228,155	\$ 208,630	\$ 173,246
Police	233,686	233,883	214,867	257,552	284,283
Fire	179,626	191,814	165,526	200,767	229,749
Public works	125,025	115,565	116,113	137,292	158,275
General services ⁽²⁾	-	-	-	-	-
Economic development ⁽³⁾	-	-	-	-	-
Convention and cultural services	20,615	18,398	21,421	29,053	31,401
Youth, parks, and community enrichment	66,885	57,345	67,602	80,719	100,146
Community development	74,398	71,473	64,151	67,398	75,796
Community response ⁽⁴⁾	-	-	10,703	20,314	20,467
Library	19,822	22,173	23,304	24,416	24,744
Interest on long-term debt	24,341	20,635	18,800	26,259	16,903
Total governmental activities expenses	897,189	990,815	930,642	1,052,400	1,115,010
<i>Business-type activities</i>					
Water	104,542	102,538	101,546	117,007	124,055
Wastewater	32,461	32,436	30,828	35,415	42,455
Storm drainage	44,786	40,942	41,238	48,231	51,743
Solid waste	59,176	64,060	63,228	77,838	72,036
Community center	31,298	25,257	29,456	32,916	38,448
Parking	13,997	11,454	10,675	12,476	14,148
Child development	5,594	3,422	5,626	6,339	6,317
Total business-type activities expenses	291,854	280,109	282,597	330,222	349,202
Total primary government expenses	\$ 1,189,043	\$ 1,270,924	\$ 1,213,239	\$ 1,382,622	\$ 1,464,212

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

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(4) The Department of Community Response was created in FY22.

City of Sacramento
Changes in Net Position ⁽¹⁾
Last Ten Fiscal Years

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
Program Revenues					
<i>Governmental activities</i>					
Charge for services					
General government	\$ 6,436	\$ 7,103	\$ 6,573	\$ 19,438	\$ 22,908
Police	11,583	11,022	13,068	12,586	14,550
Fire	32,264	31,204	30,897	42,898	42,866
Public works	32,840	37,179	42,897	50,159	52,901
General services ⁽²⁾	1,251	-	-	-	-
Economic development ⁽³⁾	7,659	7,889	9,140	-	-
Convention and cultural services	9,303	10,085	10,860	12,456	12,622
Youth, parks, and community enrichment	15,004	13,792	12,954	13,065	13,365
Community development	25,069	27,025	32,428	36,019	38,218
Library	29	-	-	-	-
Total charge for services	141,438	145,299	158,817	186,621	197,430
Operating grants and contributions	52,306	35,442	36,938	41,811	55,535
Capital grants and contributions	115,354	122,528	86,856	101,476	98,903
Total governmental activities program revenues	309,098	303,269	282,611	329,908	351,868
<i>Business-type activities</i>					
Charge for services					
Water	100,523	98,533	108,867	119,379	127,868
Wastewater	32,223	31,532	34,311	37,596	42,275
Storm drainage	37,646	40,166	40,124	39,512	39,969
Solid waste	59,095	60,253	61,548	63,556	63,664
Community center	8,748	8,782	9,488	9,848	8,726
Parking	16,595	17,646	18,374	19,003	19,735
Child development	5,553	6,073	5,713	6,419	6,547
Total charge for services	260,383	262,985	278,425	295,313	308,784
Operating grants and contributions	2,142	3,435	3,967	2,179	3,300
Capital grants and contributions	7,292	7,433	6,229	23,726	20,457
Total business-type activities program revenues	269,817	273,853	288,621	321,218	332,541
Total primary government program revenues	\$ 578,915	\$ 577,122	\$ 571,232	\$ 651,126	\$ 684,409
Net (Expense) Revenue					
Governmental activities	\$ (318,426)	\$ (353,609)	\$ (375,805)	\$ (421,002)	\$ (465,233)
Business-type activities	48,433	49,434	52,893	69,466	54,681
Total primary government net expenses	\$ (269,993)	\$ (304,175)	\$ (322,912)	\$ (351,536)	\$ (410,552)

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

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(3) The Economic Development function was reallocated to the General Government function in FY18.

City of Sacramento
Changes in Net Position ⁽¹⁾
Last Ten Fiscal Years

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
Program Revenues					
<i>Governmental activities</i>					
Charge for services					
General government	\$ 26,527	\$ 28,247	\$ 30,628	\$ 27,839	\$ 28,932
Police	13,490	10,468	12,626	12,438	13,362
Fire	44,851	46,867	54,968	49,582	60,800
Public works	50,216	43,245	55,885	57,100	59,859
General services ⁽²⁾	-	-	-	-	-
Economic development ⁽³⁾	-	-	-	-	-
Convention and cultural services	10,385	8,823	10,901	12,831	13,256
Youth, parks, and community enrichment	12,429	8,952	12,470	13,319	16,125
Community development	38,646	34,287	35,516	35,562	30,485
Library	-	-	-	-	-
Total charge for services	196,544	180,889	212,994	208,671	222,819
Operating grants and contributions	75,897	185,641	234,294	80,189	90,169
Capital grants and contributions	160,395	141,760	110,961	135,186	154,666
Total governmental activities program revenues	432,836	508,290	558,249	424,046	467,654
<i>Business-type activities</i>					
Charge for services					
Water	142,041	144,070	136,613	135,399	132,957
Wastewater	44,562	43,829	44,327	44,809	45,871
Storm drainage	40,871	40,848	41,901	61,120	62,606
Solid waste	67,086	73,465	76,221	87,753	93,291
Community center	2,458	196	10,140	13,889	14,640
Parking	17,140	10,403	13,977	16,978	18,725
Child development	5,328	552	4,356	5,592	6,396
Total charge for services	319,486	313,363	327,535	365,540	374,486
Operating grants and contributions	1,693	501	1,864	1,185	4,762
Capital grants and contributions	32,726	18,445	17,162	18,069	25,168
Total business-type activities program revenues	353,905	332,309	346,561	384,794	404,416
Total primary government program revenues	\$ 786,741	\$ 840,599	\$ 904,810	\$ 808,840	\$ 872,070
Net (Expense) Revenue					
Governmental activities	\$ (464,353)	\$ (482,525)	\$ (372,393)	\$ (628,354)	\$ (647,356)
Business-type activities	62,051	52,200	63,964	54,572	55,214
Total primary government net expenses	\$ (402,302)	\$ (430,325)	\$ (308,429)	\$ (573,782)	\$ (592,142)

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

(2) The Department of General Services has been reallocated to the Departments of Community Development, Information Technology, and Public Works in FY16.

(3) The Economic Development function was reallocated to the General Government function in FY18.

City of Sacramento
Changes in Net Position ⁽¹⁾
Last Ten Fiscal Years

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
General Revenues and Other					
Changes in Net Position					
<i>Governmental activities</i>					
Taxes:					
Property taxes	\$ 129,714	\$ 138,354	\$ 146,697	\$ 156,710	\$ 170,439
Utility user taxes	59,947	61,404	62,997	62,989	60,128
Other taxes	66,205	70,761	77,608	83,981	105,997
Sales taxes shared state revenue	58,476	67,983	81,296	82,987	93,770
In-lieu sales tax	16,632	14,387	-	-	-
Investment earnings (loss)	8,769	11,328	9,178	5,593	20,923
Miscellaneous	11,060	12,954	14,221	17,328	14,834
Contributions to permanent fund	1	-	-	-	-
Gain (loss) on disposition of capital assets	5,340	-	(79,916)	-	-
Gain on reduction in lease and IT subscription liabilities	-	-	-	-	-
Special items	-	(8,830)	-	-	7,000
Transfers	32,148	14,773	31,443	34,525	35,524
Total governmental activities	388,292	383,114	343,524	444,113	508,615
<i>Business-type activities</i>					
Taxes:					
Other taxes	20,108	21,800	23,866	26,839	29,477
Investment earnings (loss)	1,567	4,428	1,292	1,013	20,020
Miscellaneous	5	20	20	37	-
Gain (loss) on disposition of capital assets	-	-	17	424	1,747
Gain on lease forgiveness	-	-	-	-	-
Special items	4,554	-	-	-	2,553
Transfers	(32,148)	(14,773)	(31,443)	(34,525)	(35,524)
Total business-type activities	(5,914)	11,475	(6,248)	(6,212)	18,273
Total primary government	\$ 382,378	\$ 394,589	\$ 337,276	\$ 437,901	\$ 526,888
Change in Net Position					
Governmental activities	\$ 69,866	\$ 29,505	\$ (32,281)	\$ 23,111	\$ 43,382
Business-type activities	42,519	60,909	47,180	63,254	72,954
Total primary government	\$ 112,385	\$ 90,414	\$ 14,899	\$ 86,365	\$ 116,336

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

City of Sacramento
Changes in Net Position ⁽¹⁾
Last Ten Fiscal Years

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
General Revenues and Other					
Changes in Net Position					
<i>Governmental activities</i>					
Taxes:					
Property taxes	\$ 184,142	\$ 198,380	\$ 211,331	\$ 228,337	\$ 244,107
Utility user taxes	60,039	62,164	65,461	69,529	64,133
Other taxes	148,998	171,808	193,912	182,459	187,227
Sales taxes shared state revenue	90,970	99,325	115,260	115,343	112,422
In-lieu sales tax	-	-	-	-	-
Investment earnings (loss)	19,646	4,618	(27,883)	11,711	44,372
Miscellaneous	15,743	12,064	15,304	13,377	13,095
Contributions to permanent fund	-	-	-	-	-
Gain (loss) on disposition of capital assets	-	-	-	-	-
Gain on reduction in lease and IT subscription liabilities	-	-	-	-	117
Special items	-	-	-	-	-
Transfers	34,947	18,647	25,995	40,152	41,976
Total governmental activities	554,485	567,006	599,380	660,908	707,449
<i>Business-type activities</i>					
Taxes:					
Other taxes	21,504	15,545	26,843	31,294	34,254
Investment earnings (loss)	16,940	5	(24,014)	4,399	27,610
Miscellaneous	-	-	-	-	-
Gain (loss) on disposition of capital assets	-	27	-	(74)	-
Gain on lease forgiveness	-	-	-	-	23
Special items	-	-	-	-	-
Transfers	(34,947)	(18,647)	(25,995)	(40,152)	(41,976)
Total business-type activities	3,497	(3,070)	(23,166)	(4,533)	19,911
Total primary government	\$ 557,982	\$ 563,936	\$ 576,214	\$ 656,375	\$ 727,360
Change in Net Position					
Governmental activities	\$ 90,132	\$ 84,481	\$ 226,987	\$ 32,554	\$ 60,093
Business-type activities	65,548	49,130	40,798	50,039	75,125
Total primary government	\$ 155,680	\$ 133,611	\$ 267,785	\$ 82,593	\$ 135,218

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

City of Sacramento
Fund Balances, Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting, in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
General Fund					
Nonspendable:					
Prepaid items	\$ 7	\$ 2	\$ 12	\$ 45	\$ -
Leases	-	-	-	-	-
Due from other funds	-	-	3,800	3,800	-
Noncurrent assets	4	-	-	-	-
Restricted:					
Capital projects	2,562	1,860	-	-	-
Ambulance service	1,085	1,085	-	-	-
Other programs	7	17	17	-	-
Committed:					
Economic uncertainty	38,967	46,950	49,644	52,700	55,200
Capital projects	32,987	37,526	49,265	37,583	39,995
Community center theater renovation	8,500	8,500	-	-	-
Housing trust fund	-	-	-	-	-
B Street Theater project	2,500	-	-	-	-
Fire programs	4,420	5,720	1,386	6,189	9,568
Pension	-	-	-	5,000	13,500
OPEB	6,717	6,752	5,324	2,619	6,644
Set-aside for next year's Budget	-	-	-	-	-
SCXEA labor for FY2020	-	-	-	-	4,256
Homeless programs	750	250	-	-	-
Gas tax	-	-	2,087	2,087	2,087
Other programs	8,860	13,953	19,280	37,325	46,052
Assigned:					
Unrealized investment gains	50	732	-	-	381
Unassigned	16,028	26,649	24,739	25,021	32,923
Total general fund	\$ 123,444	\$ 149,996	\$ 155,554	\$ 172,369	\$ 210,606
All Other Governmental Funds					
Nonspendable:					
Prepaid items	\$ 24	\$ -	\$ -	\$ -	\$ -
Leases	-	-	-	-	-
Noncurrent assets	369	283	193	98	-
Permanent fund principal	878	878	878	878	878
Restricted:					
Capital projects	124,790	138,562	149,664	159,439	183,772
Debt service	20,218	51,691	58,904	28,539	28,119
Public works programs	-	14,522	13,152	18,857	22,071
Ambulance service	13,842	-	-	-	-
Economic development programs	17,271	16,887	41,548	44,920	48,878
Other programs	27,029	27,793	28,818	35,025	48,003
Committed:					
Economic uncertainty	-	-	-	-	-
Capital projects	3,355	7,017	9,359	18,245	14,407
Grant retention	500	-	-	-	-
Debt service	5,660	8,733	19,110	21,543	17,291
Housing trust fund	-	-	-	-	-
B Street Theater project	16,391	21,360	-	-	-
Economic development programs	-	-	-	-	-
OPEB	-	-	-	-	-
Set-aside for next year's Budget	-	-	-	-	-
Other programs	50,001	51,024	56,715	40,683	48,473
Assigned:					
Debt service	717	2,547	2,406	2,008	2,700
Unrealized investment gains	15	40	-	-	51
Other programs	2,344	60	-	360	18
Unassigned	(26,554)	(19,657)	(18,037)	(22,656)	(18,503)
Total all other governmental funds	\$ 256,850	\$ 321,740	\$ 362,710	\$ 347,939	\$ 396,158

Source: City of Sacramento Annual Comprehensive Financial Reports

City of Sacramento
Fund Balances, Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting, in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
General Fund					
Nonspendable:					
Prepaid items	\$ 1,279	\$ 1,084	\$ 1,767	\$ 756	\$ 449
Leases	-	-	1,032	1,743	1,959
Due from other funds	-	-	-	-	-
Noncurrent assets	-	-	-	-	-
Restricted:					
Capital projects	-	-	-	-	-
Ambulance service	-	-	-	-	-
Other programs	-	-	-	-	-
Committed:					
Economic uncertainty	55,200	58,499	61,310	72,534	74,613
Capital projects	57,689	57,417	50,410	58,540	53,795
Community center theater renovation	-	-	-	-	-
Housing trust fund	-	-	1,000	1,000	-
B Street Theater project	-	-	-	-	-
Fire programs	5,635	7,438	8,426	14,999	25,088
Pension	-	-	-	-	-
OPEB	4,264	6,828	5,727	6,072	6,095
Set-aside for next year's Budget	-	5,500	20,891	26,500	10,443
SCXEA labor for FY2020	-	-	-	-	-
Homeless programs	-	-	-	-	-
Gas tax	-	-	-	-	-
Other programs	49,405	72,809	133,367	131,163	123,702
Assigned:					
Unrealized investment gains	1,960	103	-	-	-
Unassigned	50,007	30,315	44,080	11,172	30,304
Total general fund	\$ 225,439	\$ 239,993	\$ 328,010	\$ 324,479	\$ 326,448
All Other Governmental Funds					
Nonspendable:					
Prepaid items	\$ 5,715	\$ 8,783	\$ 10,267	\$ 29	\$ 16
Leases	-	-	40	109	152
Noncurrent assets	-	-	-	-	-
Permanent fund principal	878	578	578	578	578
Restricted:					
Capital projects	208,205	230,323	241,218	282,956	292,340
Debt service	27,884	22,722	21,629	22,919	23,317
Public works programs	23,618	21,141	21,293	21,885	19,326
Ambulance service	-	-	-	-	-
Economic development programs	46,954	49,537	55,545	72,326	79,416
Other programs	63,026	60,517	65,955	79,938	90,682
Committed:					
Economic uncertainty	-	449	1,046	1,773	1,773
Capital projects	15,369	23,523	19,180	23,874	23,835
Grant retention	-	-	-	-	-
Debt service	11,401	12,157	11,802	9,987	9,844
Housing trust fund	-	15,000	904	600	-
B Street Theater project	-	-	-	-	-
Economic development programs	-	-	-	-	-
OPEB	-	-	290	465	495
Set-aside for next year's Budget	-	-	1,971	4,000	2,158
Other programs	62,167	55,672	86,392	76,262	76,708
Assigned:					
Debt service	2,968	2,270	2,017	2,056	3,065
Unrealized investment gains	675	51	-	-	-
Other programs	170	63	-	-	-
Unassigned	(33,465)	(32,460)	(29,423)	(45,591)	(49,061)
Total all other governmental funds	\$ 435,565	\$ 470,326	\$ 510,704	\$ 554,166	\$ 574,644

Source: City of Sacramento Annual Comprehensive Financial Reports

City of Sacramento
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting, in thousands)

	Fiscal Year				
	2015	2016	2017	2018	2019
Revenues					
Taxes	\$ 334,649	\$ 365,482	\$ 382,155	\$ 406,011	\$ 434,759
Intergovernmental	111,017	128,190	73,082	80,415	97,658
Charges for services	86,061	89,765	105,446	121,368	131,609
Fines, forfeits and penalties	11,403	12,720	11,429	12,643	16,397
Interest, rents, and concessions	12,681	15,221	14,220	10,794	24,907
Community service fees	7,869	16,460	29,740	30,654	30,651
Assessment levies	41,884	43,475	44,339	47,048	52,476
Contributions and donations	45,177	35,820	33,637	14,253	49,053
Miscellaneous	501	2,761	383	731	718
Total revenues	651,242	709,894	694,431	723,917	838,228
Expenditures					
General government	28,491	34,197	41,413	72,772	85,272
Police	149,448	152,245	159,572	169,273	182,538
Fire	110,585	119,814	127,970	136,161	144,043
Public works	35,502	42,194	45,457	49,841	51,289
General services ⁽¹⁾	10,058	-	-	-	-
Convention and cultural services	10,978	11,738	12,838	14,372	15,117
Economic development ⁽²⁾	10,797	9,871	13,270	-	-
Youth, parks, and community enrichment ⁽³⁾	38,894	37,801	38,707	38,615	40,866
Community development	26,819	34,110	40,499	45,787	54,342
Community response ⁽⁴⁾	-	-	-	-	-
Library	14,496	14,771	14,903	16,421	17,732
Utilities	522	701	1,583	2,034	2,495
Citywide and community support	37,216	47,961	48,435	46,576	42,827
Capital outlay	128,805	337,817	82,465	90,397	79,175
Debt service					
Principal	23,699	16,481	28,677	48,445	56,284
Interest and fiscal charges	33,493	24,822	28,555	24,529	24,818
Bond issuance costs	-	5,483	49	1,415	116
Subtotal - debt service	<u>57,192</u>	<u>84,838</u>	<u>57,281</u>	<u>74,389</u>	<u>81,218</u>
Total Expenditures	659,803	928,058	684,393	756,638	796,914
Excess (deficiency) of revenues over (under) expenditures	<u>(8,561)</u>	<u>(218,164)</u>	<u>10,038</u>	<u>(32,721)</u>	<u>41,314</u>
Other financing sources (uses)					
Transfers in	69,117	306,810	66,386	70,558	69,931
Transfers out	(33,267)	(270,358)	(31,871)	(35,801)	(33,114)
Issuance of long-term debt	3,984	401,943	1,976	8	1,325
Premium on long-term debt	-	13,972	-	-	-
Proceeds from sale of property	12,500	-	-	-	-
Payments to refunded bond escrow	-	(133,931)	-	-	-
Total other financing sources (uses)	52,334	318,436	36,491	34,765	38,142
Special items	-	(8,830)	-	-	7,000
Changes in fund balances	\$ 43,773	\$ 91,442	\$ 46,529	\$ 2,044	\$ 86,456
Debt service as a percentage of noncapital expenditures	10.46%	12.71%	9.27%	10.61%	10.56%

Note: (1) The Department of General Services has been reallocated to the Departments of Community Development, Information Technology, and Public Works in FY16.

(2) The Economic Development function was reallocated to the General Government function in FY18.

(3) The Department of Parks and Recreation has been renamed to the Department of Youth, Parks, and Community Enrichment in FY19.

(4) The Department of Community Response was created in FY22.

City of Sacramento
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting, in thousands)

	Fiscal Year				
	2020	2021	2022	2023	2024
Revenues					
Taxes	\$ 489,569	\$ 533,811	\$ 587,137	\$ 597,288	\$ 607,804
Intergovernmental	114,274	237,428	292,186	144,284	206,487
Charges for services	131,135	120,468	133,686	139,033	130,885
Fines, forfeits and penalties	13,309	7,630	10,264	9,450	10,156
Interest, rents, and concessions	20,718	10,101	(17,897)	17,562	43,852
Community service fees	29,072	27,217	25,076	31,251	23,463
Assessment levies	50,080	52,000	56,515	60,583	65,901
Contributions and donations	36,603	52,877	11,636	25,340	7,066
Miscellaneous	974	1,250	12,543	1,317	139
Total revenues	885,734	1,042,782	1,111,146	1,026,108	1,095,753
Expenditures					
General government	117,640	222,591	170,394	143,461	130,633
Police	203,980	211,307	223,613	235,276	246,243
Fire	159,771	168,103	180,143	192,220	206,827
Public works	47,350	51,040	53,547	60,666	63,279
General services ⁽¹⁾	-	-	-	-	-
Convention and cultural services	13,459	12,415	14,554	21,636	23,274
Economic development ⁽²⁾	-	-	-	-	-
Youth, parks, and community enrichment ⁽³⁾	45,791	41,878	49,652	55,084	72,404
Community development	67,128	68,404	64,395	61,028	67,166
Community response ⁽⁴⁾	-	-	10,446	19,680	19,874
Library	18,867	21,218	22,349	23,472	23,809
Utilities	3,555	3,882	4,137	4,862	5,998
Citywide and community support	50,691	51,632	58,583	58,755	68,834
Capital outlay	103,790	130,426	156,249	120,518	171,936
Debt service					
Principal	21,308	26,228	33,864	22,154	28,650
Interest and fiscal charges	24,501	21,661	19,784	27,227	17,899
Bond issuance costs	1	-	-	-	-
Subtotal - debt service	45,810	47,889	53,648	49,381	46,549
Total Expenditures	877,832	1,030,785	1,061,710	1,046,039	1,146,826
Excess (deficiency) of revenues over (under) expenditures	7,902	11,997	49,436	(19,931)	(51,073)
Other financing sources (uses)					
Transfers in	74,660	106,614	86,090	91,695	95,754
Transfers out	(37,657)	(80,551)	(59,045)	(49,889)	(36,346)
Issuance of long-term debt	5,452	11,255	51,914	18,056	14,112
Premium on long-term debt	-	-	-	-	-
Proceeds from sale of property	-	-	-	-	-
Payments to refunded bond escrow	-	-	-	-	-
Total other financing sources (uses)	42,455	37,318	78,959	59,862	73,520
Special items	3,883	-	-	-	-
Changes in fund balances	\$ 54,240	\$ 49,315	\$ 128,395	\$ 39,931	\$ 22,447
Debt service as a percentage of noncapital expenditures	5.70%	5.10%	5.49%	4.95%	4.48%

Note: (1) The Department of General Services has been reallocated to the Departments of Community Development, Information Technology, and Public Works in FY16.

(2) The Economic Development function was reallocated to the General Government function in FY18.

(3) The Department of Parks and Recreation has been renamed to the Department of Youth, Parks, and Community Enrichment in FY19.

(4) The Department of Community Response was created in FY22.

City of Sacramento
Tax Revenues by Source, Governmental Funds ⁽¹⁾
Last Ten Fiscal Years

(modified accrual basis of accounting, in thousands)

Fiscal Year	Property ⁽²⁾	Sales & Use ⁽³⁾	Utility Users	Others	Total
2015	\$ 147,415	\$ 102,596	\$ 59,948	\$ 24,690	\$ 334,649
2016	164,719	110,212	61,404	29,147	365,482
2017	159,566	125,560	62,997	34,032	382,155
2018	170,701	131,371	62,989	40,950	406,011
2019	173,307	157,816	60,128	43,508	434,759
2020	187,768	194,868	60,039	46,894	489,569
2021	199,440	216,170	62,164	56,037	533,811
2022	212,016	248,515	65,461	61,145	587,137
2023	229,039	245,828	69,529	52,892	597,288
2024	244,494	246,715	64,133	52,462	607,804

Notes: (1) In lieu sales tax is reported as property tax.

(2) Includes residual property tax from redevelopment agency dissolution.

(3) Includes Measure U local sales and use tax.

Sources: (A)Source: City of Sacramento Annual Comprehensive Financial Reports
(B) Finance Department, City of Sacramento

City of Sacramento
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

(in thousands)

Fiscal Year End June 30	Gross Assessed Value ⁽¹⁾				Exemptions	Net Assessed Taxable Value	Total Direct Tax Rate ⁽³⁾
	Real Property	Personal Property	Public Utility ⁽²⁾	Total			
2015	\$ 37,918,666	\$ 1,585,876	\$ 18,173	\$ 39,522,715	\$ 455,212	\$ 39,067,503	1.00
2016	39,823,777	1,513,519	9,267	41,346,563	448,778	40,897,785	1.00
2017	42,300,010	1,623,203	9,193	43,932,406	446,690	43,485,716	1.00
2018	45,389,674	1,692,375	8,974	47,091,023	445,647	46,645,376	1.00
2019	48,919,753	1,868,599	8,701	50,797,053	444,652	50,352,401	1.00
2020	53,124,698	1,869,844	9,185	55,003,727	444,470	54,559,257	1.00
2021	56,812,389	1,993,337	9,069	58,814,795	444,432	58,370,363	1.00
2022	60,043,995	1,951,987	9,069	62,005,051	444,556	61,560,495	1.00
2023	64,677,204	2,136,640	8,950	66,822,794	439,794	66,383,000	1.00
2024	69,335,897	2,468,674	10,448	71,815,019	436,558	71,378,461	1.00

Notes: (1) Article XIII A, added to California Constitution by Proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value appeared on the Assessor's 1975-76 assessment roll. Therefore, full cash value can be increased to reflect:

- a) annual inflation up to 2%;
- b) current market value at time of ownership change;
- c) market value for new construction.

Estimated actual value of taxable property cannot be easily determined as the property in the City is not reassessed annually. Reassessment normally occurs when ownership changes.

(2) The decrease in public utility assessed value is primarily due to the transfer of the downtown railyards from a railroad company to a private developer and the City.

(3) This 1% is shared by all taxing agencies for which the subject property resides within.

City of Sacramento
Direct and Overlapping Property Tax Rates ⁽¹⁾
Per \$100 of Assessed Value
Last Ten Fiscal Years

Fiscal Year End June 30	Basic County, City, and School Levy ⁽²⁾	County of Sacramento	Schools	Special Districts	Total
2015	1.0000	—	0.1325	—	1.1325
2016	1.0000	—	0.1426	—	1.1426
2017	1.0000	—	0.1418	—	1.1418
2018	1.0000	—	0.1365	—	1.1365
2019	1.0000	—	0.1295	—	1.1295
2020	1.0000	—	0.1371	—	1.1371
2021	1.0000	—	0.1394	—	1.1394
2022	1.0000	—	0.1167	—	1.1167
2023	1.0000	—	0.1506	—	1.1506
2024	1.0000	—	0.147	—	1.1470

Notes : (1) Data is stated at full value as required under Article XIII-A of the Constitution of the State of California.

(2) This 1.00% is shared by all taxing agencies for which the subject property resides within.

City of Sacramento
Principal Property Taxpayers
Current Fiscal Year and Nine Years Ago

(in thousands)

Taxpayer	2024			2015		
	Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Sacramento Kings	\$ 352,617	1	0.49 %	-	-	-
BRE Depot Park LLC	271,195	2	0.38	-	-	-
SRI Eleven 621 Capitol Mall LLC	267,318	3	0.37	-	-	-
CA Sacramento Commons LLC	221,577	4	0.31	-	-	-
Oakmont Properties ALIRA LLC	218,255	5	0.31	-	-	-
Hancock SREIT Sacramento LLC	208,922	6	0.29	-	-	-
HP Hood LLC	195,125	7	0.27	\$ 84,970	9	0.22 %
Kaiser Foundation Health Plan INC.	185,825	8	0.26	-	-	-
Natomas Development Partners LLC	180,056	9	0.25	-	-	-
AB PR QOZB III Property LLC	166,927	10	0.23	-	-	-
Hines VAF II Sacramento	-	-	-	389,398	1	1.00
CIM Sacramento LLC	-	-	-	216,695	2	0.55
Arden Fair Associates	-	-	-	136,662	3	0.35
Verizon Wireless	-	-	-	135,889	4	0.35
621 Capitol Mall LLC	-	-	-	125,470	5	0.32
500 Capitol Mall LLC	-	-	-	118,033	6	0.30
300 Capitol Association NF LP	-	-	-	109,000	7	0.28
KW Captowers LLC	-	-	-	95,659	8	0.24
Target Corp	-	-	-	81,000	10	0.21
	<u>2,267,817</u>		<u>3.16</u>	<u>1,492,776</u>		<u>3.82</u>
All other taxpayers	<u>69,110,644</u>		<u>96.84</u>	<u>37,574,727</u>		<u>96.18</u>
Total	<u>\$ 71,378,461</u>		<u>100.00 %</u>	<u>\$ 39,067,503</u>		<u>100.00 %</u>

Source: County of Sacramento, Office of Auditor/Controller

City of Sacramento
Property Tax Levies and Collections
Last Ten Fiscal Years

(in thousands)

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year ⁽¹⁾	Collected within the Fiscal Year of the Levy		Collection in Subsequent Year ⁽⁴⁾	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	\$ 147,483 ^{(2) (3)}	\$ 146,374	99.25%	\$ 1,109	\$ 147,483	100.00%
2016	155,024 ^{(2) (3)}	153,563	99.06%	1,461	155,024	100.00%
2017	149,456 ^{(2) (3)}	147,960	99.00%	1,496	149,456	100.00%
2018	158,378 ^{(2) (3)}	156,689	98.93%	1,689	158,378	100.00%
2019	170,117 ^{(2) (3)}	168,637	99.13%	1,480	170,117	100.00%
2020	185,127 ^{(2) (3)}	183,365	99.05%	1,762	185,127	100.00%
2021	196,743 ^{(2) (3)}	194,957	99.09%	1,786	196,743	100.00%
2022	209,259 ^{(2) (3)}	207,443	99.13%	1,816	209,259	100.00%
2023	225,814 ^{(2) (3)}	223,901	99.15%	1,913	225,814	100.00%
2024	240,913 ^{(2) (3)}	238,774	99.11%	2,139	240,913	100.00%

- Notes: (1) Property taxes in 2015 and 2016 include in lieu sales tax revenue from prior year. Program began in 2007 and ceased in 2017.
(2) Total actual tax levy amount is not available from Sacramento County; amount provided is an estimate.
(3) Includes residual property taxes resulting from the redevelopment agency dissolution.
(4) Receipts from County's August distribution covering remaining levies not collected as of June 30 each year.

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City of Sacramento
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

(in thousands, except Population and Per Capita)

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government
	Revenue Bonds	Notes Payable	Leases and IT Subscriptions ⁽⁷⁾⁽⁸⁾	Revenue Bonds	Notes Payable	Leases and IT Subscriptions ⁽⁷⁾⁽⁸⁾	
2015	\$ 398,544	\$ 15,680	\$ 10,456	\$ 519,869	\$ 29,844	\$ 4,075	\$ 978,468
2016 ⁽¹⁾	627,351	15,290	7,294	493,406	26,340	8,654	1,178,335
2017 ⁽²⁾	606,097	14,883	4,455	533,751	22,748	5,574	1,187,508
2018	564,929	14,459	2,299	510,016	22,919	3,685	1,118,307
2019 ⁽³⁾	513,186	14,014	1,011	831,547	33,185	2,340	1,395,283
2020 ⁽⁴⁾	494,320	16,915	325	858,891	56,713	973	1,428,137
2021 ⁽⁵⁾	475,282	16,909	199	822,397	124,073 ⁽⁶⁾	-	1,314,787
2022	459,996	16,702	1,643	794,212	143,211 ⁽⁶⁾	2,012	1,274,565
2023	443,396	16,385	11,425	765,573	136,812 ⁽⁶⁾	3,332	1,240,111
2024 ⁽⁹⁾	426,510	15,954	14,073	732,031	130,875 ⁽⁶⁾	3,156	1,191,724

Notes:

- (1) In 2016, \$273 million of lease revenue bonds and a \$183 million refunding revenue bonds were issued.
 - (2) In 2017, \$53 million of revenue bonds were issued for improvements to the City's municipal water system.
 - (3) In 2019, \$284 million of revenue bonds were issued for the renovation of the City's Convention Center, Community Center Theater, and Memorial Auditorium. In 2019, \$25 million of revenue bonds were issued for improvements to the City's wastewater system.
 - (4) In 2020, \$50 million of revenue bonds were issued for the purpose of financing an additional Ballroom in the Sacramento Convention Center and other capital-improvement projects. In 2020, \$188 million of refunding bonds were issued.
 - (5) In 2021, \$28 million of refunding bonds were issued.
 - (6) Notes payable includes State Revolving Fund (SRF) Loan of \$139 million related to the Accelerated Meter Installation and Pipe Replacement Program Z14010000. Construction began in October 2017 and ended June 2022. The City submitted the final requisition to the CA State Water Resources Control Board for reimbursement of eligible costs in FY23 and received the final reimbursement in FY24.
 - (7) In 2022, GASB Statement No. 87 was implemented and the term Leases replaced the term Capital Leases.
 - (8) In 2023, GASB 96 was implemented related to IT subscriptions.
 - (9) In 2024, \$21 million of refunding bonds were issued.
- NA Personal income data for the City was not available.

City of Sacramento
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

(in thousands, except Population and Per Capita)

Fiscal Year	Percentage of Personal Income	Population	Per Capita
2015	NA	480,105	\$ 2,038
2016 ⁽¹⁾	NA	485,683	2,426
2017 ⁽²⁾	NA	493,025	2,409
2018	NA	501,344	2,231
2019 ⁽³⁾	NA	508,172	2,746
2020 ⁽⁴⁾	NA	510,931	2,795
2021 ⁽⁵⁾	NA	515,673	2,550
2022	NA	518,037	2,460
2023	NA	518,161	2,393
2024 ⁽⁹⁾	NA	520,407	2,290

Notes:

- (1) In 2016, \$273 million of lease revenue bonds and a \$183 million refunding revenue bonds were issued.
 - (2) In 2017, \$53 million of revenue bonds were issued for improvements to the City's municipal water system.
 - (3) In 2019, \$284 million of revenue bonds were issued for the renovation of the City's Convention Center, Community Center Theater, and Memorial Auditorium. In 2019, \$25 million of revenue bonds were issued for improvements to the City's wastewater system.
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 - (7) In 2022, GASB Statement No. 87 was implemented and the term Leases replaced the term Capital Leases.
 - (8) In 2023, GASB 96 was implemented related to IT subscriptions.
 - (9) In 2024, \$21 million of refunding bonds were issued.
- NA Personal income data for the City was not available.

Source: City of Sacramento Annual Comprehensive Financial Reports

City of Sacramento
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

(in thousands, except Population and Per Capita)

Fiscal Year	Total Gross General Obligation Bonds	Amounts Restricted for Principal Repayments	Total Net General Obligation Bonds	Actual Taxable Value of Property	Percentage of Actual Taxable Value of Property	Population	Net Bonded Debt Per Capita
2015	\$ -	\$ -	\$ -	\$ 39,067,503	0.00%	480,105	\$ -
2016	-	-	-	40,897,785	0.00%	485,683	-
2017	-	-	-	43,485,716	0.00%	493,025	-
2018	-	-	-	46,645,376	0.00%	501,344	-
2019	-	-	-	50,352,401	0.00%	508,172	-
2020	-	-	-	54,559,257	0.00%	510,931	-
2021	-	-	-	58,370,363	0.00%	515,673	-
2022	-	-	-	61,560,495	0.00%	518,037	-
2023	-	-	-	66,383,000	0.00%	518,161	-
2024	-	-	-	71,378,461	0.00%	520,407	-

Source: City of Sacramento Annual Comprehensive Financial Reports and the County of Sacramento.

City of Sacramento
Direct and Overlapping Governmental Activities Debt ⁽¹⁾
As of June 30, 2024
(in thousands)

Governmental Unit	Total Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Overlapping Tax and Assessment Debt:			
Los Rios Community College District	\$ 399,905	26.995 %	\$ 107,954
Elk Grove Unified School District	425,350	11.232	47,775
Natomas Unified School District	370,755	82.279	305,054
Sacramento Unified School District	638,741	85.196	544,182
San Juan Unified School District	726,020	2.804	20,358
Twin Rivers Unified School District:			
Twin Rivers Unified School District (former Elementary School District bonds)	82,920	51.994	43,113
Twin Rivers Unified School District (former Grant Joint Union High School District bonds)	282,906	51.393	145,394
Robla School District	88,282	55.341	48,856
City of Sacramento Community Facilities Districts	217,730	100.000	217,730
Elk Grove Unified School District Community Facilities District No. 1	192,126	11.232	21,580
California Statewide Community Development Authority Community Facilities District No. 23-10	2,410	100.000	2,410
California Statewide Community Development Authority Assessment Districts	35,769	100.000	35,769
Sacramento Area Flood Control Agency Consolidated Capital Districts Assessment District	299,665	85.335	255,719
Sacramento Area Flood Control Agency Natomas Local Assessment District	29,440	82.936	24,416
Subtotal - Overlapping Tax and Assessment Debt			1,820,310
Direct and Overlapping General Fund Debt:			
Sacramento County General Fund Obligations	104,676	32.411	33,927
Sacramento County Pension Obligation Bonds	433,295	32.411	140,435
Sacramento County Board of Education General Fund Obligations	1,645	32.411	533
Elk Grove Unified School District General Fund Obligations	10,402	11.232	1,168
Sacramento Unified School District General Fund Obligations	48,945	85.196	41,699
Arcade Creek Recreation and Park District General Fund Obligations	119	1.005	1
Fulton-El Camino Recreation and Park District General Fund Obligations	902	18.549	167
Subtotal - Direct and Overlapping General Fund Debt			217,930
Total Overlapping Debt			2,038,240
City of Sacramento Direct Debt ⁽²⁾			456,537
Total Direct and Overlapping Debt			\$ 2,494,777

Note: (1) Overlapping governments are those that coincide, at least in part, with the geographical boundaries of the City of Sacramento. This schedule estimates the portion of outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government. Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Note: (2) City of Sacramento Direct Debt includes bonds, notes payable, lease liabilities and IT subscription liabilities.

City of Sacramento
Legal Debt Margin
Last Ten Fiscal Years
(in thousands)

Fiscal Year	Debt Limit		Debt Applicable to Limit			Legal Debt Margin	Total net debt applicable to the limit as a percentage of debt limit
	Net Assessed Value	Debt Limit - 15% of Assessed Value	General Obligation Bonds	Amount set aside for repayment of general obligation debt	Total net debt applicable to limit		
2015	\$ 39,067,503	\$ 5,860,125	\$ -	\$ -	\$ -	\$ 5,860,125	0.00%
2016	40,897,785	6,134,668	-	-	-	6,134,668	0.00%
2017	43,485,716	6,522,857	-	-	-	6,522,857	0.00%
2018	46,645,376	6,996,806	-	-	-	6,996,806	0.00%
2019	50,352,401	7,552,860	-	-	-	7,552,860	0.00%
2020	54,559,257	8,183,889	-	-	-	8,183,889	0.00%
2021	58,370,363	8,755,554	-	-	-	8,755,554	0.00%
2022	61,560,495	9,234,074	-	-	-	9,234,074	0.00%
2023	66,383,000	9,957,450	-	-	-	9,957,450	0.00%
2024	71,378,461	10,706,769	-	-	-	10,706,769	0.00%

Sources: (A) City of Sacramento Annual Comprehensive Financial Reports.
(B) County of Sacramento, Office of Auditor/Controller.

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City of Sacramento
Pledged-Revenue Coverage
Last Ten Fiscal Years
(in thousands)

Water Revenue						
Fiscal Year	Gross Revenue	Less: Operating Expenses⁽¹⁾	Net Revenue	Debt Service Requirements⁽²⁾		Coverage
				Principal	Interest	
2015	\$ 100,523	\$ 45,292	\$ 55,231	\$ 3,946	\$ 10,704	3.77
2016	98,533	47,728	50,805	4,061	10,594	3.47
2017	108,867	56,223	52,644	4,206	10,448	3.59
2018	119,379	50,565	68,814	4,397	12,111	4.17
2019	127,868	61,359	66,509	5,383	12,809	3.66
2020	142,041	67,841	74,200	5,644	12,835	4.02
2021	144,070	66,021	78,049	8,811	9,254	4.32
2022	136,613	60,017	76,596	11,161	10,667	3.51
2023	135,399	72,740	62,659	14,486	10,425	2.52
2024	132,957	80,308	52,649	14,966	9,842	2.12

Wastewater Revenue						
Fiscal Year	Gross Revenue	Less: Operating Expenses⁽¹⁾	Net Revenue	Debt Service Requirements⁽³⁾		Coverage
				Principal	Interest	
2015	\$ 32,223	\$ 21,091	\$ 11,132	\$ 736	\$ 1,527	4.92
2016	31,532	21,149	10,383	1,313	1,501	3.69
2017	34,311	24,987	9,324	1,351	1,464	3.31
2018	37,596	23,010	14,586	1,394	1,422	5.18
2019	42,275	27,371	14,904	1,396	1,379	5.37
2020	44,562	25,988	18,574	1,443	2,490	4.72
2021	43,829	26,341	17,488	1,936	1,841	4.63
2022	44,327	24,234	20,093	1,900 ⁽⁴⁾	1,965	5.20
2023	44,809	28,485	16,324	1,980	1,882	4.23
2024	45,871	35,018	10,853	2,070	1,795	2.81

Notes: (1) Total operating expenses is exclusive of depreciation and amortization expense.

(2) Debt service requirements include California Department of Public Health Notes Payable, Drinking Water State Revolving Fund Notes Payable, Water Revenue Bonds, Series 2013 and 2017, and Water Revenue Refunding Bonds, Series 2020 and 2023.

(3) Debt service requirements include Wastewater Revenue Bonds, Series 2013 and 2019, and Wastewater Revenue Refunding Bonds, Series 2020.

(4) Wastewater portion of State Water Resources Control Board Notes Payable was paid off in FY21.

Source: City of Sacramento's internal financial documents.

City of Sacramento
Pledged-Revenue Coverage
Last Ten Fiscal Years
(in thousands)

Fiscal Year	Storm Drainage Revenue					
	Gross Revenue	Less: Operating Expenses ⁽¹⁾	Net Revenue	Debt Service Requirements ⁽²⁾		Coverage
				Principal	Interest	
2015	\$ 37,646	\$ 29,581	\$ 8,065	\$ 2,283	\$ 458	2.94
2016	40,166	28,897	11,269	2,336	404	4.11
2017	40,124	29,207	10,917	2,391	349	3.98
2018	39,512	30,483	9,029	2,448	292	3.30
2019	39,969	29,021	10,948	2,381	234	4.19
2020	40,871	31,521	9,350	2,437	178	3.58
2021	40,848	29,732	11,116	2,237	119	4.72
2022	41,901	29,955	11,946	92 ⁽⁶⁾	69	74.20
2023	61,120	37,131	23,989	95	66	149.00
2024	62,606	40,604	22,002	98	62	137.51

Fiscal Year	Transient Occupancy Tax (TOT) Revenue					
	Gross Revenue	Less: Operating Expenses ⁽⁵⁾	Net Revenue	Debt Service Requirements ⁽³⁾		Coverage
				Principal	Interest	
2019	\$ 29,477	\$ -	\$ 29,477	\$ -	\$ 8,103	3.64
2020	21,504	-	21,504	-	13,891	1.55
2021	15,545	-	15,545	5,080	13,891	0.82
2022	26,843	-	26,843	5,270	13,698	1.42
2023	31,294	-	31,294	5,480	13,492	1.65
2024	34,254	-	34,254	5,695	13,274	1.81

Fiscal Year	Sacramento Tourism Infrastructure District (STID) Assessment Revenue					
	Gross Revenue	Less: Operating Expenses ⁽⁵⁾	Net Revenue	Debt Service Requirements ⁽⁴⁾		Coverage
				Principal	Interest	
2020	\$ 1,883	\$ -	\$ 1,883	\$ -	\$ 1,469	1.28
2021	1,899	-	1,899	845	1,895	0.69
2022	3,292	-	3,292	880	1,861	1.20
2023	3,619	-	3,619	915	1,826	1.32
2024	4,049	-	4,049	960	1,780	1.48

- Notes:
- (1) Total operating expenses is exclusive of depreciation and amortization expense.
 - (2) Debt service requirements include California Infrastructure and Economic Development Bank Notes Payable.
 - (3) Debt service requirements include 2018 TOT Revenue Bonds, Series A, B, and C. Therefore, only six years are shown.
 - (4) Debt service requirements include 2019 STID Assessment Revenue Bonds. Therefore, only five years are shown.
 - (5) Due to the classification of TOT and STID revenues as nonoperating revenues, no operating expenses reported above.
 - (6) Storm Drainage portion of State Water Resources Control Board Notes Payable was paid off in FY21.

Source: City of Sacramento's internal financial documents.

City of Sacramento
Demographic and Economic Statistics for Sacramento County
Last Ten Years

Year	Population (A)	Personal Income (in millions of dollars) (B)	Per Capita Personal Income	Median Age	Education Level in Years of Schooling	School Enrollment (C)	Unemployment Rate (D)
2015	1,470,912	\$ 64,638	\$ 43,944	34	N/A	241,022	5.8 %
2016	1,495,297	69,590	46,539	33	N/A	242,725	5.8
2017	1,514,770	72,894	48,122	34	N/A	244,394	5.4
2018	1,529,501	76,776	50,197	34	N/A	245,906	4.2
2019	1,546,174	81,242	52,544	34	N/A	246,663	3.9
2020	1,555,365	85,959	55,266	34	N/A	249,540	12.5
2021	1,561,014	91,018	58,307	35	N/A	246,069	7.3
2022	1,576,618	97,481	61,829	35	N/A	243,002	3.6
2023	1,572,453	96,797	61,558	35	N/A	247,646	4.4
2024	1,578,938	102,795	65,104	35	N/A	253,331	5.3

Sources: (A) California Department of Finance - Population estimates as of January 1st of each year:

<http://www.dof.ca.gov/Forecasting/Demographics/Estimates/e-1/>

(B) US Bureau of Economic Analysis, report on Local Area Personal Income as of March 31 each year: <https://www.bea.gov/>

(C) California Department of Education, report on Sacramento County as of June 30 each year: <http://dq.cde.ca.gov/dataquest/>

(D) California Employment Development Department, Report 400 C - Monthly Labor Force Data for California Counties:
<http://www.labormarketinfo.edd.ca.gov/> (as of June each year)

**City of Sacramento
Principal Employers
Current Fiscal Year and Nine Years Ago**

Employer (A)	2024			2015		
	Employees (A) ⁽¹⁾	Rank	Percentage of Total Employment (B) ⁽²⁾	Employees (A) ⁽¹⁾	Rank	Percentage of Total Employment (B)
State of California	113,610	1	16.21%	74,329	1	11.44%
UC Davis Health System	16,075	2	2.29%	9,706	3	1.49%
Sacramento County	13,611	3	1.94%	10,598	2	1.63%
Kaiser Permanente	11,856	4	1.69%	6,464	7	0.99%
U.S. Government	10,699	5	1.53%	9,668	4	1.49%
Sutter Health	10,129	6	1.45%	8,817	5	1.36%
Dignity Health	7,353	7	1.05%	6,286	8	0.97%
San Juan Unified School District	5,346	8	0.76%	7,523	6	1.16%
City of Sacramento	5,075	9	0.72%	N/A	N/A	N/A
Intel Corporation	4,300	10	0.61%	6,200	9	0.95%
Elk Grove Unified School District	N/A	N/A	N/A	5,758	10	0.89%

Notes:

(1) Ranked by number of employees in full-time equivalents.

(2) Percentage of total employment is calculated based on Sacramento County's total employment force of 700,900 per Employment Development Department website) in July 2024.

Sources: (A) Sacramento Business Journal, May 31, 2024. List of largest employers in Sacramento County.
(B) Employment Development Department, State of California.

City of Sacramento
Successor Agency Trust Fund
Assessed Value of Taxable Property ^{(1) (2)}
Last Ten Fiscal Years
(in thousands)

PROJECT AREA	Fiscal Year				
	2015	2016	2017	2018	2019
Merged Downtown					
Secured	\$ 2,344,213	\$ 2,461,341	\$ 2,682,975	\$ 3,294,112	\$ 3,572,623
Unsecured	138,662	124,172	110,587	131,439	147,725
Utility	770	748	748	748	696
Total	<u>\$ 2,483,645</u>	<u>\$ 2,586,261</u>	<u>\$ 2,794,310</u>	<u>\$ 3,426,299</u>	<u>\$ 3,721,044</u>
Del Paso Heights					
Secured	\$ 311,285	\$ 317,886	\$ 338,354	\$ 380,389	\$ 414,850
Unsecured	14,464	13,621	15,440	14,149	21,771
Utility	1	1	1	1	1
Total	<u>\$ 325,750</u>	<u>\$ 331,508</u>	<u>\$ 353,795</u>	<u>\$ 394,539</u>	<u>\$ 436,622</u>
Alkali Flat					
Secured	\$ 120,103	\$ 123,251	\$ 136,555	\$ 158,376	\$ 198,843
Unsecured	3,504	2,963	2,996	2,920	3,485
Utility	-	-	-	-	-
Total	<u>\$ 123,607</u>	<u>\$ 126,214</u>	<u>\$ 139,551</u>	<u>\$ 161,296</u>	<u>\$ 202,328</u>
Oak Park					
Secured	\$ 476,624	\$ 501,132	\$ 567,966	\$ 610,203	\$ 686,458
Unsecured	9,483	24,938	27,750	28,003	31,947
Utility	-	-	-	-	-
Total	<u>\$ 486,107</u>	<u>\$ 526,070</u>	<u>\$ 595,716</u>	<u>\$ 638,206</u>	<u>\$ 718,405</u>
River District (formerly Richards Blvd)					
Secured	\$ 403,452	\$ 393,540	\$ 404,183	\$ 413,627	\$ 444,699
Unsecured	35,352	37,314	34,732	36,120	37,676
Utility	4,779	2,591	2,591	2,591	2,464
Total	<u>\$ 443,583</u>	<u>\$ 433,445</u>	<u>\$ 441,506</u>	<u>\$ 452,338</u>	<u>\$ 484,839</u>
North Sacramento					
Secured	\$ 509,637	\$ 523,526	\$ 555,437	\$ 556,306	\$ 605,147
Unsecured	40,115	36,778	36,563	36,555	43,011
Utility	-	-	-	-	-
Total	<u>\$ 549,752</u>	<u>\$ 560,304</u>	<u>\$ 592,000</u>	<u>\$ 592,861</u>	<u>\$ 648,158</u>

Notes: (1) Property is assessed at full cash value upon transfer of title and the assessed value is increased annually by the lesser of the rate of inflation or 2%.

(2) One percent is the maximum tax rate by state law.

City of Sacramento
Successor Agency Trust Fund
Assessed Value of Taxable Property ^{(1) (2)}
Last Ten Fiscal Years
(in thousands)

PROJECT AREA	Fiscal Year				
	2020	2021	2022	2023	2024
Merged Downtown					
Secured	\$ 3,854,509	\$ 3,927,521	\$ 3,928,629	\$ 4,113,421	\$ 4,414,261
Unsecured	169,620	169,037	170,979	174,954	206,081
Utility	7	7	7	7	11
Total	<u>\$ 4,024,136</u>	<u>\$ 4,096,565</u>	<u>\$ 4,099,615</u>	<u>\$ 4,288,382</u>	<u>\$ 4,620,353</u>
Del Paso Heights					
Secured	\$ 469,286	\$ 510,477	\$ 547,780	\$ 598,130	\$ 643,156
Unsecured	23,390	28,109	28,417	28,240	29,144
Utility	-	-	-	-	-
Total	<u>\$ 492,676</u>	<u>\$ 538,586</u>	<u>\$ 576,197</u>	<u>\$ 626,370</u>	<u>\$ 672,300</u>
Alkali Flat					
Secured	\$ 228,034	\$ 250,906	\$ 256,211	\$ 277,676	\$ 288,763
Unsecured	3,582	3,794	2,387	2,569	2,871
Utility	-	-	-	-	-
Total	<u>\$ 231,616</u>	<u>\$ 254,700</u>	<u>\$ 258,598</u>	<u>\$ 280,245</u>	<u>\$ 291,634</u>
Oak Park					
Secured	\$ 787,243	\$ 831,901	\$ 892,936	\$ 986,212	\$ 1,086,819
Unsecured	23,271	25,615	30,460	30,361	34,957
Utility	-	-	-	-	-
Total	<u>\$ 810,514</u>	<u>\$ 857,516</u>	<u>\$ 923,396</u>	<u>\$ 1,016,573</u>	<u>\$ 1,121,776</u>
River District (formerly Richards Blvd)					
Secured	\$ 474,858	\$ 535,733	\$ 570,395	\$ 634,675	\$ 692,078
Unsecured	35,370	35,657	38,301	37,076	38,637
Utility	2,752	2,705	2,705	2,705	3,147
Total	<u>\$ 512,980</u>	<u>\$ 574,095</u>	<u>\$ 611,401</u>	<u>\$ 674,456</u>	<u>\$ 733,862</u>
North Sacramento					
Secured	\$ 681,316	\$ 743,818	\$ 824,135	\$ 866,736	\$ 946,019
Unsecured	50,625	57,168	57,816	81,916	111,342
Utility	719	719	719	719	735
Total	<u>\$ 732,660</u>	<u>\$ 801,705</u>	<u>\$ 882,670</u>	<u>\$ 949,371</u>	<u>\$ 1,058,096</u>

Notes: (1) Property is assessed at full cash value upon transfer of title and the assessed value is increased annually by the lesser of the rate of inflation or 2%.

(2) One percent is the maximum tax rate by state law.

City of Sacramento
Successor Agency Trust Fund
Assessed Value of Taxable Property ^{(1) (2)}
Last Ten Fiscal Years
(in thousands)

PROJECT AREA	Fiscal Year				
	2015	2016	2017	2018	2019
Franklin Boulevard					
Secured	\$ 482,823	\$ 474,370	\$ 497,711	\$ 544,375	\$ 578,295
Unsecured	32,000	31,565	35,431	34,068	33,800
Utility	-	-	-	-	-
Total	<u>\$ 514,823</u>	<u>\$ 505,935</u>	<u>\$ 533,142</u>	<u>\$ 578,443</u>	<u>\$ 612,095</u>
Stockton Boulevard					
Secured	\$ 364,463	\$ 384,262	\$ 403,482	\$ 442,555	\$ 471,634
Unsecured	17,731	16,742	15,941	15,798	18,937
Utility	-	-	-	-	-
Total	<u>\$ 382,194</u>	<u>\$ 401,004</u>	<u>\$ 419,423</u>	<u>\$ 458,353</u>	<u>\$ 490,571</u>
Army Depot					
Secured	\$ 864,133	\$ 928,249	\$ 979,664	\$ 1,052,144	\$ 1,130,114
Unsecured	139,964	110,209	106,652	111,552	115,208
Utility	943	1,072	1,072	1,072	1,072
Total	<u>\$ 1,005,040</u>	<u>\$ 1,039,530</u>	<u>\$ 1,087,388</u>	<u>\$ 1,164,768</u>	<u>\$ 1,246,394</u>
65th Street					
Secured	\$ 231,632	\$ 243,684	\$ 276,299	\$ 350,567	\$ 425,730
Unsecured	17,543	14,033	15,339	17,768	22,692
Utility	-	-	-	-	-
Total	<u>\$ 249,175</u>	<u>\$ 257,717</u>	<u>\$ 291,638</u>	<u>\$ 368,335</u>	<u>\$ 448,422</u>
Railyards					
Secured	\$ 75,245	\$ 68,288	\$ 62,600	\$ 66,406	\$ 67,471
Unsecured	5,973	10,940	7,310	7,151	11,438
Utility	-	-	-	-	-
Total	<u>\$ 81,218</u>	<u>\$ 79,228</u>	<u>\$ 69,910</u>	<u>\$ 73,557</u>	<u>\$ 78,909</u>

Notes: (1) Property is assessed at full cash value upon transfer of title and the assessed value is increased annually by the lesser of the rate of inflation or 2%.

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City of Sacramento
Successor Agency Trust Fund
Assessed Value of Taxable Property ^{(1) (2)}
Last Ten Fiscal Years
(in thousands)

PROJECT AREA	Fiscal Year				
	2020	2021	2022	2023	2024
Franklin Boulevard					
Secured	\$ 608,313	\$ 643,432	\$ 672,091	\$ 748,607	\$ 798,713
Unsecured	36,098	38,111	40,569	49,929	53,967
Utility	-	-	-	-	-
Total	<u>\$ 644,411</u>	<u>\$ 681,543</u>	<u>\$ 712,660</u>	<u>\$ 798,536</u>	<u>\$ 852,680</u>
Stockton Boulevard					
Secured	\$ 510,666	\$ 556,549	\$ 592,937	\$ 641,363	\$ 679,010
Unsecured	19,758	23,067	23,646	25,436	28,368
Utility	-	-	-	-	-
Total	<u>\$ 530,424</u>	<u>\$ 579,616</u>	<u>\$ 616,583</u>	<u>\$ 666,799</u>	<u>\$ 707,378</u>
Army Depot					
Secured	\$ 1,302,802	\$ 1,391,639	\$ 1,475,193	\$ 1,615,593	\$ 1,796,202
Unsecured	132,775	138,567	150,127	211,999	229,367
Utility	1,037	1,037	1,037	1,037	1,152
Total	<u>\$ 1,436,614</u>	<u>\$ 1,531,243</u>	<u>\$ 1,626,357</u>	<u>\$ 1,828,629</u>	<u>\$ 2,026,721</u>
65th Street					
Secured	\$ 532,239	\$ 553,158	\$ 598,845	\$ 637,581	\$ 749,009
Unsecured	22,321	25,276	37,486	39,503	37,974
Utility	94	94	94	94	122
Total	<u>\$ 554,654</u>	<u>\$ 578,528</u>	<u>\$ 636,425</u>	<u>\$ 677,178</u>	<u>\$ 787,105</u>
Railyards					
Secured	\$ 71,495	\$ 104,469	\$ 109,005	\$ 126,886	\$ 139,788
Unsecured	13,940	15,667	12,508	10,710	5,588
Utility	-	-	-	-	-
Total	<u>\$ 85,435</u>	<u>\$ 120,136</u>	<u>\$ 121,513</u>	<u>\$ 137,596</u>	<u>\$ 145,376</u>

Notes: (1) Property is assessed at full cash value upon transfer of title and the assessed value is increased annually by the lesser of the rate of inflation or 2%.

(2) One percent is the maximum tax rate by state law.

City of Sacramento
Successor Agency Trust Fund
Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction ^{(1) (2)}
Merged Downtown
As of June 30, 2024
(in thousands)

Assessee	Taxable Value ⁽³⁾	Assessee's Value ⁽³⁾	Value Difference	Percentage of Total Taxable Value
300 CAPITOL MALL INVESTORS LP	\$ 136,170	\$ 75,634	\$ (60,536)	5.91%
BRENT CARROLL	102,749	78,951	(23,798)	2.32%
GPT PROPERTIES	91,026	45,513	(45,513)	4.44%
15TH/L INVESTORS LLC	81,072	40,536	(40,536)	3.96%
1415 MERIDIAN PLAZA INVESTORS LP	77,550	62,757	(14,793)	1.44%
VALLEJO IMPERIAL VENTURE LIMITED PARTNERSHIP	49,321	24,661	(24,660)	2.41%
GPT PROPERTIES TRUST	49,132	24,566	(24,566)	2.40%
MNCVAD II OFC 770 L STATE CA LLC	48,667	24,334	(24,333)	2.38%
1122 7TH STREET LLC	47,356	23,678	(23,678)	2.31%
400 R STREET LLC	26,676	13,000	(13,676)	1.34%
Subtotal	709,719	413,630	(296,089)	28.90%
All Other Taxpayers	314,635	191,156	(123,479)	12.05%
Total	<u>\$ 1,024,354</u>	<u>\$ 604,786</u>	<u>\$ (419,568)</u>	<u>40.96%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.
(2) Information for prior years is not readily available and is not statistically significant.
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2024.

City of Sacramento
Successor Agency Trust Fund
Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction ^{(1) (2)}
Del Paso Heights
As of June 30, 2024
(in thousands)

Assessee	Taxable Value ⁽³⁾	Assessee's Value ⁽³⁾	Value Difference	Percentage of Total Taxable Value
4555 CARMICHAEL LLC	\$ 2,740	\$ 1,644	\$ (1,096)	31.69%
TESLA ENERGY OPERATIONS INC.	309	150	(159)	5%
TESLA ENERGY OPERATIONS INC.	292	146	(146)	4%
DIRECTV LLC	73	44	(29)	1%
DIRECTV LLC	45	27	(18)	1%
Subtotal	3,459	2,011	(1,448)	41.86%
All Other Taxpayers	-	-	-	-
Total	<u>\$ 3,459</u>	<u>\$ 2,011</u>	<u>\$ (1,448)</u>	<u>41.86%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.
(2) Information for prior years is not readily available and is not statistically significant.
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2024.

City of Sacramento
Successor Agency Trust Fund
Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction ^{(1) (2)}
Alkali Flat
As of June 30, 2024
 (in thousands)

Assessee	Taxable Value ⁽³⁾	Assessee's Value ⁽³⁾	Value Difference	Percentage of Total Taxable Value
JOSEPH CONSULO 2013 TRUST	\$ 378	\$ 189	\$ (189)	50.00%
Subtotal	378	189	(189)	50.00%
All Other Taxpayers	-	-	-	-
Total	<u>\$ 378</u>	<u>\$ 189</u>	<u>\$ (189)</u>	<u>50.00%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.
 (2) Information for prior years is not readily available and is not statistically significant.
 (3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2024.

City of Sacramento
Successor Agency Trust Fund
Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction ^{(1) (2)}
Oak Park
As of June 30, 2024
(in thousands)

Assessee	Taxable Value ⁽³⁾	Assessee's Value ⁽³⁾	Value Difference	Percentage of Total Taxable Value
BIMBO BAKERIES USA	\$ 21,584	\$ 17,267	\$ (4,317)	14.68%
DAVITA INC	6,582	3,200	(3,382)	11.50%
MATTHEW KEARNS/IRON STRIKE INVESTMENTS LLC	410	134	(276)	0.94%
MATTHEW KEARNS/IRON STRIKE INVESTMENTS LLC	360	102	(258)	0.88%
WALGREENS	123	84	(39)	0.13%
WALGREENS #4136 PPT	123	114	(9)	0.03%
WALGREENS #4170 PPT	114	95	(19)	0.06%
WALGREEN CO	112	87	(25)	0.09%
Subtotal	29,408	21,083	(8,325)	28.31%
All Other Taxpayers	-	-	-	-
Total	<u>\$ 29,408</u>	<u>\$ 21,083</u>	<u>\$ (8,325)</u>	<u>28.31%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.

(2) Information for prior years is not readily available and is not statistically significant.

(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2024.

City of Sacramento
Successor Agency Trust Fund
Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction ^{(1) (2)}
River District
As of June 30, 2024
(in thousands)

Assessee	Taxable Value ⁽³⁾	Assessee's Value ⁽³⁾	Value Difference	Percentage of Total Taxable Value
NOME CAPITAL PARTNERS, LLC	\$ 18,605	\$ 11,827	\$ (6,778)	16.55%
AMERICAN RIVERS INVS INCORPORATED	6,778	3,351	(3,427)	8.37%
NOME CAPITAL PARTNERS, LLC	6,579	4,182	(2,397)	5.85%
NOME CAPITAL PARTNERS, LLC	3,886	2,470	(1,416)	3.46%
ONTARIO ASSOCIATES	3,767	1,884	(1,883)	4.60%
1501 N C STREET SAC LLC	1,348	674	(674)	1.65%
Subtotal	40,963	24,388	(16,575)	40.46%
All Other Taxpayers	-	-	-	-
Total	\$ 40,963	\$ 24,388	\$ (16,575)	40.46%

Notes: (1) These are outstanding appeals; there is no estimate of outcome.

(2) Information for prior years is not readily available and is not statistically significant.

(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2024.

City of Sacramento
Successor Agency Trust Fund
Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction ^{(1) (2)}
North Sacramento
As of June 30, 2024
(in thousands)

Assessee	Taxable Value ⁽³⁾	Assessee's Value ⁽³⁾	Value Difference	Percentage of Total Taxable Value
ROSEVILLE LIFE PROPERTIES	\$ 39,983	\$ 19,991	\$ (19,992)	14.00%
SEVEN UP BOTTLING COMPANY OF SAN FRANCISCO	36,336	15,168	(21,168)	14.82%
SEVEN UP BOTTLING COMPANY OF SAN FRANCISCO	31,576	15,788	(15,788)	11.05%
SACRAMENTO HEALTHCARE INVESTORS LP	17,089	8,545	(8,544)	5.98%
SENT EXPO POINT LLC	7,940	5,161	(2,779)	1.95%
2022 RESTATED TCHERKOYAN FAMILY TRUST	6,500	3,900	(2,600)	1.82%
DAVIS FLEX LLC	2,040	1,608	(432)	0.30%
ALDON BOLANOS	280	150	(130)	0.09%
STARBUCKS COFFEE COMPANY #9638	241	45	(196)	0.14%
TESLA ENERGY OPERATIONS INC	221	110	(111)	0.08%
Subtotal	142,206	70,466	(71,740)	50.22%
All Other Taxpayers	642	411	(231)	0.16%
Total	<u>\$ 142,848</u>	<u>\$ 70,877</u>	<u>\$ (71,971)</u>	<u>50.38%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.
(2) Information for prior years is not readily available and is not statistically significant.
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2024.

City of Sacramento
Successor Agency Trust Fund
Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction ^{(1) (2)}
Franklin Boulevard
As of June 30, 2024
(in thousands)

Assessee	Taxable Value ⁽³⁾	Assessee's Value ⁽³⁾	Value Difference	Percentage of Total Taxable Value
CVS CAREMARK CORP/CHERYL	\$ 8,401	\$ 4,201	\$ (4,200)	13.20%
MACY'S WEST STORES	5,748	1,947	(3,801)	11.94%
MACY'S WAREHOUSE	5,080	2,700	(2,380)	7.48%
MACY'S WAREHOUSE	5,002	2,600	(2,402)	7.55%
MACY'S INC	3,544	2,199	(1,345)	4.23%
HP 49TH AVENUE LLC	2,117	1,058	(1,059)	3.33%
HP 52ND AVENUE LLC	1,163	581	(582)	1.83%
HP 52ND AVENUE LLC	775	388	(387)	1.22%
Subtotal	31,830	15,674	(16,156)	50.76%
All Other Taxpayers	-	-	-	-
Total	\$ 31,830	\$ 15,674	\$ (16,156)	50.76%

Notes: (1) These are outstanding appeals; there is no estimate of outcome.

(2) Information for prior years is not readily available and is not statistically significant.

(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2024.

Source: Sacramento County Assessor

**City of Sacramento
 Successor Agency Trust Fund
 Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction ^{(1) (2)}
 Stockton Boulevard
 As of June 30, 2024
 (in thousands)**

Assessee	Taxable Value ⁽³⁾	Assessee's Value ⁽³⁾	Value Difference	Percentage of Total Taxable Value
SUSTAINED INVS LLC	\$ 4,371	\$ 2,186	\$ (2,185)	14.39%
SUSTAINED INVS LLC	4,255	2,128	(2,127)	14.00%
SUSTAINED INVS LLC	2,499	1,249	(1,250)	8.23%
SUSTAINED INVS LLC	1,869	935	(934)	6.15%
SUSTAINED INVS LLC	791	395	(396)	2.61%
ROSS DRESS FOR LESS #1837	723	362	(361)	2.38%
MATTHEW KEARNS/IRON STRIKE INVESTMENTS LLC	350	99	(251)	1.65%
STARBUCKS COFFEE COMPANY #50884	330	54	(276)	1.82%
Subtotal	15,188	7,408	(7,780)	51.22%
All Other Taxpayers	-	-	-	-
Total	<u>\$ 15,188</u>	<u>\$ 7,408</u>	<u>\$ (7,780)</u>	<u>51.22%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.
 (2) Information for prior years is not readily available and is not statistically significant.
 (3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2024.

City of Sacramento
Successor Agency Trust Fund
Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction ^{(1) (2)}
Army Depot
As of June 30, 2024
(in thousands)

Assessee	Taxable Value ⁽³⁾	Assessee's Value ⁽³⁾	Value Difference	Percentage of Total Taxable Value
SBM REALTY LLC	\$ 25,202	\$ 5,868	\$ (19,334)	17.41%
SBM REALTY LLC	25,153	5,845	(19,308)	17.39%
SBM REALTY LLC	23,012	5,269	(17,743)	15.98%
SBM REALTY LLC	22,992	5,249	(17,743)	15.98%
HASSAN / SONS INC	4,960	2,800	(2,160)	1.95%
JELD-WEN, INC	4,651	2,325	(2,326)	2.09%
ELDER CREEK 18 LLC	3,306	2,418	(888)	0.80%
HEDG 825 LLC	1,693	1,483	(210)	0.19%
MORRISON PAINT	76	20	(56)	0.05%
Subtotal	111,045	31,277	(79,768)	71.83%
All Other Taxpayers	-	-	-	-
Total	\$ 111,045	\$ 31,277	\$ (79,768)	71.83%

Notes: (1) These are outstanding appeals; there is no estimate of outcome.
(2) Information for prior years is not readily available and is not statistically significant.
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2024.

City of Sacramento
Successor Agency Trust Fund
Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction ^{(1) (2)}
65th Street
As of June 30, 2024
(in thousands)

Assessee	Taxable Value ⁽³⁾	Assessee's Value ⁽³⁾	Value Difference	Percentage of Total Taxable Value
THE MARTIN GROUP	\$ 106,884	\$ 93,000	\$ (13,884)	2.12%
THE MARTIN GROUP	106,729	93,000	(13,729)	2.10%
GEM CROSSINGS LLC	97,756	82,500	(15,256)	2.33%
GEM CROSSINGS LLC	96,100	48,050	(48,050)	7.35%
ELEMENT DST NB	51,822	14,545	(37,277)	5.70%
ACADEMY ON 65TH STATE OWNER LLC	35,992	17,996	(17,996)	2.75%
TARGET	31,713	825	(30,888)	4.72%
ELEMENT DST NB	29,091	14,545	(14,546)	2.22%
TARGET	28,859	948	(27,911)	4.27%
TARGET	28,836	855	(27,981)	4.28%
Subtotal	613,782	366,264	(247,518)	37.85%
All Other Taxpayers	40,081	37,984	(2,097)	0.32%
Total	<u>\$ 653,863</u>	<u>\$ 404,248</u>	<u>\$ (249,615)</u>	<u>38.18%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.
(2) Information for prior years is not readily available and is not statistically significant.
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2024.

City of Sacramento
Successor Agency Trust Fund
Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction ^{(1) (2)}
Railyards
As of June 30, 2024
(in thousands)

Assessee	Taxable Value ⁽³⁾	Assessee's Value ⁽³⁾	Value Difference	Percentage of Total Taxable Value
CFT NV DEVELOPMENTS LLC	\$ 14,167	\$ 7,083	\$ (7,084)	19.71%
SIMS METAL MGMT	7,213	3,118	(4,095)	11.40%
SIMS METAL MGMT	5,164	2,582	(2,582)	7.19%
SIMS METAL MGMT	4,903	2,452	(2,451)	6.82%
SIMS METAL MGMT	4,488	2,244	(2,244)	6.24%
Subtotal	35,935	17,479	(18,456)	51.36%
All Other Taxpayers	-	-	-	-
Total	\$ 35,935	\$ 17,479	\$ (18,456)	51.36%

Notes: (1) These are outstanding appeals; there is no estimate of outcome.
(2) Information for prior years is not readily available and is not statistically significant.
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2024.

Source: Sacramento County Assessor

**City of Sacramento
 Successor Agency Trust Fund
 Principal Property Taxpayers - Merged Downtown
 Current Fiscal Year and Nine Years Ago**
 (in thousands)

Assessee	2024			2015		
	Taxable Value ⁽¹⁾	Rank	Percentage of Total Taxable Value ⁽²⁾	Taxable Value	Rank	Percentage of Total Taxable Value
City of Sacramento (Sacramento Downtown Arena LLC)	\$ 389,298	1	8.43%	\$ -	-	-
CA Sacramento Commons LLC	226,003	2	4.89%	-	-	-
500 Capitol Mall LLC	158,092	3	3.42%	123,978	3	4.99%
Hancock SREIT Sacramento LLC	155,000	4	3.35%	-	-	-
Prime US-Park Tower LLC	145,042	5	3.14%	-	-	-
300 Capitol Mall Investors LP	138,893	6	3.01%	-	-	-
555 Cap Partners LP	125,062	7	2.71%	-	-	-
GSA Sacramento CA LLC	120,659	8	2.61%	69,647	9	2.80%
Sacramento CA I FGF LLC	113,250	9	2.45%	-	-	-
SRI Eleven 621 Capitol Mall LLC	107,000	10	2.32%	-	-	-
Hines Sacramento Wells Fargo Center	-	-	-	172,000	1	6.93%
621 Capitol Mall LLC	-	-	-	127,878	2	5.15%
300 Capitol Associates NF LP	-	-	-	102,000	4	4.11%
CIM/980 9th St Sacramento LP	-	-	-	100,959	5	4.06%
CIM/J Street Hotel Sacramento LP	-	-	-	94,246	6	3.79%
Capitol Regency LLC	-	-	-	75,226	7	3.03%
SG Downtown LLC	-	-	-	74,824	8	3.01%
KW Captowers LLC	-	-	-	66,308	10	2.67%
Subtotal	1,678,299		36.32%	1,007,066		40.55%
All Other Taxpayers	2,942,054		63.68%	1,476,579		59.45%
Total	<u>\$ 4,620,353</u>		<u>100.00%</u>	<u>\$ 2,483,645</u>		<u>100.00%</u>

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.
 (2) Based on total adjusted 2023-24 Project Area total taxable value.

City of Sacramento
Successor Agency Trust Fund
Principal Property Taxpayers - Del Paso Heights
Current Fiscal Year and Nine Years Ago
(in thousands)

Assessee	2024			2015		
	Taxable Value ⁽¹⁾	Rank	Percentage of Total Taxable Value ⁽²⁾	Taxable Value	Rank	Percentage of Total Taxable Value
Research Properties	6,336	1	0.94%	5,378	1	1.65%
BM Ventures LLC	6,260	2	0.93%	4,700	2	1.44%
565 Display Way LLC	3,472	3	0.52%	-	-	-
John A/Leta K Nichols 1994 Rev Trust	3,337	4	0.50%	2,832	4	0.87%
US Rentals Inc.	2,976	5	0.44%	2,526	6	0.78%
Alpine Venture Assets LLC/ETAL	2,933	6	0.44%	-	-	-
Albert/Jacklin Yamin Trust	2,804	7	0.42%	-	-	-
BM Ventures II LLC	2,801	8	0.42%	-	-	-
4555 Carmichael LLC	2,794	9	0.42%	-	-	-
Ramon Canyon Associates LP	2,700	10	0.40%	2,924	3	0.90%
Garin Elisa R/ETAL	-	-	-	2,618	5	0.80%
Proffutt Limited Partnership	-	-	-	2,194	7	0.67%
23002 Moulton Parkway LLC	-	-	-	1,842	8	0.57%
Terkensha/Associates	-	-	-	1,756	9	0.54%
Lundbom Sacramento Realty INVS LP	-	-	-	1,538	10	0.47%
Subtotal	36,413		5.42%	28,308		8.69%
All Other Taxpayers	635,887		94.58%	297,442		91.31%
Total	<u>\$ 672,300</u>		<u>100.00%</u>	<u>\$ 325,750</u>		<u>100.00%</u>

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.
(2) Based on total adjusted 2023-24 Project Area total taxable value.

**City of Sacramento
 Successor Agency Trust Fund
 Principal Property Taxpayers - Alkali Flat
 Current Fiscal Year and Nine Years Ago
 (in thousands)**

Assessee	2024			2015		
	Taxable Value ⁽¹⁾	Rank	Percentage of Total Taxable Value ⁽²⁾	Taxable Value	Rank	Percentage of Total Taxable Value
Efren R Cota LTD	\$ 24,691	1	8.47%	\$ -	-	-
Hearst-Argyle Stations Inc.	17,931	2	6.15%	16,356	1	13.23%
Robert Efren Cota Living Trust/Etal	14,514	3	4.98%	-	-	-
1000 G Street LLC	12,857	4	4.41%	-	-	-
520-530 9th Street LLC	5,020	5	1.72%	-	-	-
1220 E State LLC	3,250	6	1.11%	-	-	-
Savant Solutions Holdings LLC	3,160	7	1.08%	-	-	-
Felora Corporation	2,958	8	1.01%	-	-	-
California Quarters LLC	2,788	9	0.96%	-	-	-
Ng-Yu Trust	2,453	10	0.84%	-	-	-
Blackpine City Flats LLC	-	-	-	9,629	2	7.79%
City PK LLC	-	-	-	8,899	3	7.20%
Realty Advisors Inc.	-	-	-	5,490	4	4.44%
John Dailey Trust/Charles D. Deloney	-	-	-	1,998	5	1.62%
GMA Investors LP	-	-	-	1,738	6	1.41%
700 E Street Building Partner	-	-	-	1,664	7	1.35%
Tarpin Samuel D	-	-	-	1,497	8	1.21%
520 Ninth Street	-	-	-	1,450	9	1.17%
Adrian L./Michelle J. Randolph Family Trust	-	-	-	1,368	10	1.11%
Subtotal	89,622		30.73%	50,089		40.52%
All Other Taxpayers	202,012		69.27%	73,518		59.48%
Total	\$ 291,634		100.00%	\$ 123,607		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.
 (2) Based on total adjusted 2023-24 Project Area total taxable value.

City of Sacramento
Successor Agency Trust Fund
Principal Property Taxpayers - Oak Park
Current Fiscal Year and Nine Years Ago
(in thousands)

Assessee	2024			2015		
	Taxable Value ⁽¹⁾	Rank	Percentage of Total Taxable Value ⁽²⁾	Taxable Value	Rank	Percentage of Total Taxable Value
Regents University CA (CY 4422Y LLC)	\$ 25,032	1	2.23%	\$ 10,772	2	2.22%
Rainbow Baking Co of Sac Valley (BBU INC)	14,161	2	1.26%	12,019	1	2.47%
Glenn L Evans Trust	10,199	3	0.91%	-	-	-
University of the Pacific	7,989	4	0.71%	-	-	-
Great Chi Investment LLC	5,600	5	0.50%	-	-	-
Crestwood Medical Center Hospital	5,201	6	0.46%	4,425	4	0.91%
Security Public Storage	4,616	7	0.41%	3,787	5	0.78%
JJAJ Ventures LP/Ventures JJAJ	4,056	8	0.36%	-	-	-
Edmar Invs LLC	3,841	9	0.34%	3,260	6	0.67%
Broadway Triangle LLC	3,728	10	0.33%	2,626	7	0.54%
US Bank National Association	-	-	-	5,430	3	1.12%
Mundy Family Trust/Skaggs Family Trust	-	-	-	2,275	8	0.47%
St. Hope Academy	-	-	-	1,872	9	0.39%
John C Skinner 2001 Living Trust	-	-	-	1,856	10	0.38%
Subtotal	84,423		7.53%	48,322		9.94%
All Other Taxpayers	1,037,353		92.47%	437,785		90.06%
Total	\$ 1,121,776		100.00%	\$ 486,107		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.
(2) Based on total adjusted 2023-24 Project Area total taxable value.

City of Sacramento
Successor Agency Trust Fund
Principal Property Taxpayers - River District
Current Fiscal Year and Nine Years Ago
(in thousands)

Assessee	2024			2015		
	Taxable Value ⁽¹⁾	Rank	Percentage of Total Taxable Value ⁽²⁾	Taxable Value	Rank	Percentage of Total Taxable Value
California Almond Growers	\$ 117,066	1	15.95%	\$ 70,603	1	15.92%
29SC T9 Phase A Property Owner LLC	81,269	2	11.07%	-	-	-
Grove River District LLC	41,076	3	5.60%	34,861	2	7.86%
Bercut-Railyard LLC	38,405	4	5.23%	-	-	-
Nome OES LLC	29,651	5	4.04%	-	-	-
AK Industrial II LLC	18,207	6	2.48%	-	-	-
Raama Investments LLC	14,974	7	2.04%	-	-	-
Summit 901 B LLC	12,801	8	1.74%	-	-	-
Downtown Ford Re LLC	11,220	9	1.53%	-	-	-
29SC BC Holding Company LLC	11,037	10	1.50%	-	-	-
T9 Affordable Housing Partners	-	-	-	14,816	3	3.34%
Sacramento Loaves/Fishes	-	-	-	10,976	4	2.47%
Capitol Station 65 LLC	-	-	-	10,359	5	2.34%
Mendell Allan/Etal	-	-	-	9,462	6	2.13%
Dos Rios Venture	-	-	-	6,338	7	1.43%
BA Hotel LLC	-	-	-	5,820	8	1.31%
New Sac Arena Props LLC	-	-	-	5,650	9	1.27%
Detmer Family Limited Partnership	-	-	-	5,546	10	1.25%
Subtotal	375,706		51.20%	174,431		39.32%
All Other Taxpayers	358,156		48.80%	269,152		60.68%
Total	\$ 733,862		100.00%	\$ 443,583		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.
(2) Based on total adjusted 2023-24 Project Area total taxable value.

**City of Sacramento
 Successor Agency Trust Fund
 Principal Property Taxpayers - North Sacramento
 Current Fiscal Year and Nine Years Ago
 (in thousands)**

Assessee	2024			2015		
	Taxable Value ⁽¹⁾	Rank	Percentage of Total Taxable Value ⁽²⁾	Taxable Value	Rank	Percentage of Total Taxable Value
Roseville Life Properties	\$ 41,598	1	3.93%	\$ -	-	-
Woodlake Care Group LLC	30,303	2	2.86%	-	-	-
Veyron/KDP US Leasing LLC	27,883	3	2.64%	-	-	-
Price Company	25,902	4	2.45%	21,729	3	3.95%
HS Sacramento Storage LLC	24,710	5	2.34%	-	-	-
BLR Apartments LLC	18,570	6	1.76%	-	-	-
Omninet Sacramento Jardinette LLC/ETAL	18,491	7	1.75%	-	-	-
Sacramento CA I MG LLC	18,103	8	1.71%	-	-	-
Sacramento Healthcare Investors LP	17,431	9	1.65%	-	-	-
PEG Sacramento Hotel LLC	16,050	10	1.52%	-	-	-
Westcore Delta LLC	-	-	-	35,535	1	6.46%
Seven Up Bottling Company	-	-	-	31,216	2	5.68%
North Sacramento Land Company	-	-	-	12,318	4	2.24%
McCuen Acoma Street Investors	-	-	-	12,099	5	2.20%
Meriliz Incorporated	-	-	-	8,790	6	1.60%
Recreational Equipment Inc.	-	-	-	7,758	7	1.41%
Sent Expo Pointe LLC	-	-	-	7,485	8	1.36%
Sutter Medical Foundation	-	-	-	6,120	9	1.11%
2006 Tcherkoyan Family Trust	-	-	-	5,845	10	1.06%
Subtotal	239,041		22.59%	148,895		27.08%
All Other Taxpayers	819,055		77.41%	400,857		72.92%
Total	\$ 1,058,096		100.00%	\$ 549,752		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.
 (2) Based on total adjusted 2023-24 Project Area total taxable value.

City of Sacramento
Successor Agency Trust Fund
Principal Property Taxpayers - Franklin Boulevard
Current Fiscal Year and Nine Years Ago
(in thousands)

Assessee	2024			2015		
	Taxable Value ⁽¹⁾	Rank	Percentage of Total Taxable Value ⁽²⁾	Taxable Value	Rank	Percentage of Total Taxable Value
Mulberry Estates LLC	\$ 19,102	1	2.24%	\$ -	-	-
3100 52nd Avenue LLC	17,000	2	1.99%	-	-	-
6200 Franklin LLC	15,342	3	1.80%	15,172	1	2.95%
ESS CA-TIVS JV CA Reit Sub Limited Partnership	13,095	4	1.54%	-	-	-
Hillside Apartments LLC	8,766	5	1.03%	-	-	-
Rising South Point Owners LLC	8,707	6	1.02%	-	-	-
Sacramento Children's Home (Garfield Beach CVS LLC)	8,569	7	1.00%	3,983	8	0.77%
Campus Plaza Associates	8,195	8	0.96%	-	-	-
Greystone Place Invs LLC	7,950	9	0.93%	-	-	-
Rosedown Associates LLC	7,142	10	0.84%	6,115	3	1.19%
United States Cold Storage	-	-	-	9,979	2	1.94%
Western Village LP	-	-	-	4,626	4	0.90%
Extra Space Props Ninety Four Limited Partnership	-	-	-	4,385	5	0.85%
SEI/PSP Vi Joint Ventures	-	-	-	4,309	6	0.84%
Bowling Green Associates	-	-	-	4,156	7	0.81%
Con-Way Western Express Inc.	-	-	-	3,822	9	0.74%
47th Street Associates LLC	-	-	-	3,732	10	0.72%
Subtotal	113,868		13.35%	60,279		11.71%
All Other Taxpayers	738,812		86.65%	454,544		88.29%
Total	\$ 852,680		100.00%	\$ 514,823		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.
(2) Based on total adjusted 2023-24 Project Area total taxable value.

City of Sacramento
Successor Agency Trust Fund
Principal Property Taxpayers - Stockton Boulevard
Current Fiscal Year and Nine Years Ago
(in thousands)

Assessee	2024			2015		
	Taxable Value ⁽¹⁾	Rank	Percentage of Total Taxable Value ⁽²⁾	Taxable Value	Rank	Percentage of Total Taxable Value
Stockton Plaza Partners LLC	\$ 24,432	1	3.45%	\$ 12,704	1	3.32%
Karma Apartments LLC	16,941	2	2.39%	-		-
EKG Investors LLC	15,400	3	2.18%	9,336	2	2.44%
Sustained Invs LLC	14,306	4	2.02%	-		-
Wellspace Health	13,515	5	1.91%	-		-
ESS Ca-Tivs Jv Ca Reit Sub LP	11,143	6	1.58%	-		-
JMK Family Properties II LP	9,106	7	1.29%	-		-
Monument Properties Sacramento LLC	8,602	8	1.22%	-		-
NT Stockton Investors LLC	7,550	9	1.07%	6,710	5	1.76%
Sustained Invs LLC (Garfield Beach CVS LLC)	7,234	10	1.02%	-		-
Brittany Arms LLC	-		-	5,230	6	1.37%
John M/Nancy Kehriotis Living Trust	-		-	7,728	3	2.02%
Luong Do Revocable Trust	-		-	7,675	4	2.01%
SF Florin LP	-		-	4,819	7	1.26%
Ralphs Grocery Company	-		-	4,780	8	1.25%
Mulleian Investments LLC	-		-	4,739	9	1.24%
ESS Prisa II LLC	-		-	4,727	10	1.24%
Subtotal	128,229		18.13%	68,448		17.91%
All Other Taxpayers	579,149		81.87%	313,746		82.09%
Total	\$ 707,378		100.00%	\$ 382,194		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.
(2) Based on total adjusted 2023-24 Project Area total taxable value.

City of Sacramento
Successor Agency Trust Fund
Principal Property Taxpayers - Army Depot
Current Fiscal Year and Nine Years Ago
(in thousands)

Assessee	2024			2015		
	Taxable Value ⁽¹⁾	Rank	Percentage of Total Taxable Value ⁽²⁾	Taxable Value	Rank	Percentage of Total Taxable Value
SBM Realty LLC	\$ 50,162	1	2.48%	\$ -	-	-
Elder Crk Transfer/Recovery Inc	18,960	2	0.94%	9,562	4	0.95%
Watt Elder Creek Holdings LLC	13,780	3	0.68%	-	-	-
Pitalo John E	5,423	4	0.27%	-	-	-
BREF2 Elder Creek Road IOS LLC	5,150	5	0.25%	-	-	-
Power Inn Business Park LLC	5,088	6	0.25%	4,950	9	0.49%
Hassan/Sons Inc	5,059	7	0.25%	-	-	-
Fedex Ground Package System Inc	4,424	8	0.22%	-	-	-
PW Fund B LP	3,619	9	0.18%	-	-	-
Elder Creek 18 LLC	3,373	10	0.17%	-	-	-
R/G Hayward LLC	-	-	-	16,585	1	1.65%
Engineered Polymer Solutions Inc.	-	-	-	14,080	2	1.40%
Central Valley Industrial Core Holdings	-	-	-	11,331	3	1.13%
Air Products Manufacturing Corporation	-	-	-	7,864	5	0.78%
A/W Investments LLC	-	-	-	7,460	6	0.74%
Massie & Company	-	-	-	6,870	7	0.68%
C/S Logistics Sacramento/Tracy LLC	-	-	-	6,206	8	0.62%
Teichert Land Co	-	-	-	4,819	10	0.48%
Subtotal	115,038		5.68%	89,727		8.93%
All Other Taxpayers	1,911,683		94.32%	915,313		91.07%
Total	\$ 2,026,721		100.00%	\$ 1,005,040		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.
(2) Based on total adjusted 2023-24 Project Area total taxable value.

City of Sacramento
Successor Agency Trust Fund
Principal Property Taxpayers - 65th Street
Current Fiscal Year and Nine Years Ago
(in thousands)

Assessee	2024			2015		
	Taxable Value ⁽¹⁾	Rank	Percentage of Total Taxable Value ⁽²⁾	Taxable Value	Rank	Percentage of Total Taxable Value
ACEF-Martin Folsom LLC	\$ 109,022	1	13.85%	\$ -	-	-
Gem Crossings LLC	99,546	2	12.65%	-	-	-
NB Element DST	91,692	3	11.65%	-	-	-
SSC Sacramento Apartments LLC	80,786	4	10.26%	-	-	-
Academy on 65th State Owner LLC	36,712	5	4.66%	-	-	-
EPD & BBD Associates LP	34,384	6	4.37%	-	-	-
Target Corporation	32,282	7	4.10%	26,726	3	10.73%
Jackson XXXV LLC	22,780	8	2.89%	-	-	-
Jackson IV LLC	18,679	9	2.37%	-	-	-
Jackson V LLC	18,044	10	2.29%	-	-	-
65th St Village LLC	-	-	-	9,570	4	3.84%
CPCA 7716 Folsom Blvd LLC	-	-	-	7,769	6	3.12%
HRA Element LLC	-	-	-	36,937	1	14.82%
Sally R Davis Trust ETAL	-	-	-	28,127	2	11.29%
Atlas Disposal Industries LLC	-	-	-	8,101	5	3.25%
Dimension Properties LLC	-	-	-	5,958	7	2.39%
Kenneth/Susan Catchot Family 2005 Revocable Trust	-	-	-	5,224	8	2.10%
American River Self Storage LP	-	-	-	5,023	9	2.02%
2800 Pico Associates LLC	-	-	-	4,329	10	1.74%
Subtotal	543,927		69.10%	137,764		55.29%
All Other Taxpayers	243,178		30.90%	111,411		44.71%
Total	\$ 787,105		100.00%	\$ 249,175		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.
(2) Based on total adjusted 2023-24 Project Area total taxable value.

City of Sacramento
Successor Agency Trust Fund
Principal Property Taxpayers - Railyards
Current Fiscal Year and Nine Years Ago
(in thousands)

Assessee	2024			2015		
	Taxable Value ⁽¹⁾	Rank	Percentage of Total Taxable Value ⁽²⁾	Taxable Value	Rank	Percentage of Total Taxable Value
Kaiser Foundation Hosps	\$ 36,500	1	25.11%	\$ -	-	-
Downtown Railyard Venture LLC	21,390	2	14.71%	-	-	-
CFT NV Developments LLC	14,450	3	9.94%	-	-	-
Sims Group USA Corporation	7,466	4	5.14%	-	-	-
Sutter HOJ LP	5,518	5	3.80%	3,621	6	4.46%
1238 Sutter Street LLC	5,400	6	3.71%	-	-	-
Sacramento Co Emp Credit Union	5,062	7	3.48%	4,349	4	5.35%
PDRA/Company LLC	4,466	8	3.07%	3,790	5	4.67%
930 G Street LLC	3,876	9	2.67%	-	-	-
Strumwasser Michael J/Silvia M	3,745	10	2.58%	3,133	8	3.86%
IA Sacramento Development LLC	-	-	-	27,550	1	33.92%
906 Newco LLC	-	-	-	12,240	2	15.07%
REA Limited Partnership	-	-	-	4,376	3	5.39%
PLF BLDG LLC	-	-	-	3,570	7	4.40%
Bowman/Bay Building Joint Venture	-	-	-	2,267	9	2.79%
Legacy Ventures LLC	-	-	-	1,334	10	1.64%
Subtotal	107,873		74.20%	66,230		81.55%
All Other Taxpayers	37,503		25.80%	14,988		18.45%
Total	\$ 145,376		100.00%	\$ 81,218		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.
(2) Based on total adjusted 2023-24 Project Area total taxable value.

City of Sacramento
Successor Agency Trust Fund
Debt Coverage Analysis
Last Ten Fiscal Years
(in thousands)

RDA - All Project Areas

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2015	\$ 43,657	\$ 649	\$ 3,911	\$ 39,097	\$ 21,937	1.78	\$ 9,158	\$ 31,095	1.26
2016	49,142	690	5,766	42,686	11,794	3.62	15,610	27,404	1.56
2017	53,765	709	1,201	51,855	11,793	4.40	14,059	25,852	2.01
2018	67,464	823	11,550	55,091	398	138.42	24,270	24,668	2.23
2019	73,805	867	13,766	59,172	10,423	5.68	15,194	25,617	2.31
2020	84,030	955	16,751	66,324	683	97.11	15,173	15,856	4.18
2021	87,253	991	17,657	68,605	18,133	3.78	29,731	47,864	1.43
2022	92,562	1,023	19,122	72,417	18,133	3.99	6,172	24,305	2.98
2023	102,291	959	21,721	79,611	17,233	4.62	6,323	23,556	3.38
2024	113,414	1,158	25,599	86,657	16,983	5.10	6,508	23,491	3.69

Merged Downtown

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2015	\$ 23,121	\$ 350	\$ 1,071	\$ 21,700	\$ 16,242	1.34	\$ 4,980	\$ 21,222	1.02
2016	27,081	372	2,415	24,294	11,395	2.13	146	11,541	2.11
2017	27,978	376	485	27,117	11,395	2.38	146	11,541	2.35
2018	37,146	451	5,665	31,030	-	-	146	146	212.53
2019	38,341	459	6,191	31,691	10,025	3.16	43	10,068	3.15
2020	41,309	481	6,997	33,831	-	-	43	43	786.77
2021	41,241	478	6,975	33,788	16,965	1.99	43	17,008	1.99
2022	41,212	468	6,965	33,779	16,965	1.99	-	16,965	1.99
2023	43,394	418	7,526	35,450	15,815	2.24	-	15,815	2.24
2024	46,383	492	8,630	37,261	15,815	2.36	-	15,815	2.36

Del Paso Heights

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2015	\$ 3,149	\$ 44	\$ 337	\$ 2,768	\$ 1,618	1.71	\$ 231	\$ 1,849	1.50
2016	3,190	45	384	2,761	-	-	14	14	197.21
2017	3,524	45	100	3,379	-	-	14	14	241.36
2018	3,978	50	638	3,290	-	-	14	14	235.00
2019	4,406	52	785	3,569	-	-	14	14	254.93
2020	5,032	57	977	3,998	285	14.03	14	299	13.37
2021	5,491	61	1,125	4,305	770	5.59	14	784	5.49
2022	5,831	64	1,235	4,532	770	5.89	-	770	5.89
2023	6,339	60	1,383	4,896	1,020	4.80	-	1,020	4.80
2024	6,870	70	1,569	5,231	770	6.79	-	770	6.79

Notes:

NA Subordinate debt was not presented in prior years. Prior years information not available for River District, Franklin Boulevard, Army Depot and 65th Street.

(1) Various subordinate debts and a majority of the senior debts were refunded in 2015.

(2) 1993 Merged Downtown TABS were paid off in 2018.

(3) Total Debt Service includes \$13,166 related to the 2015 Tax Allocation Refunding Bonds, Series A and B not allocated between project areas.

(4) Total Debt Service includes \$21,839 related to the 2015 Tax Allocation Refunding Bonds, Series A and B not allocated between project areas.

(5) Total Debt Service includes \$4,221 related to the 2015 Tax Allocation Refunding Bonds, Series A and B not allocated between project areas. 2015 Tax Allocation Refunding Bonds, Series B were paid off in 2021.

(6) Total Debt Service includes \$4,022 related to the 2015 Tax Allocation Refunding Bond, Series A not allocated between project areas. Beginning in FY22, total debt service also includes \$235 related to 2008 Bank of America Public Capital Corporation Loan which was refinanced, and is not allocated between project areas.

(7) Total Debt Service includes \$4,196 related to the 2015 Tax Allocation Refunding Bond, Series A not allocated between project areas. Total debt service also includes \$235 related to 2008 Bank of America Public Capital Corporation Loan which was refinanced, and is not allocated between project areas.

(8) Total Debt Service includes \$4,379 related to the 2015 Tax Allocation Refunding Bond, Series A not allocated between project areas. Total debt service also includes \$235 related to 2008 Bank of America Public Capital Corporation Loan which was refinanced, and is not allocated between project areas.

Source: County of Sacramento, Office of Auditor/Controller

City of Sacramento
Successor Agency Trust Fund
Debt Coverage Analysis
Last Ten Fiscal Years
(in thousands)

Alkali Flat

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2015	\$ 1,148	\$ 16	\$ 64	\$ 1,068	\$ 613	1.74	\$ 464	\$ 1,077	0.99
2016	1,111	17	67	1,027	-	-	466	466	2.20
2017	1,347	17	26	1,304	-	-	469	469	2.78
2018	1,791	29	317	1,445	-	-	471	471	3.07
2019	2,075	24	424	1,627	-	-	472	472	3.45
2020	2,278	27	496	1,755	-	-	474	474	3.70
2021	2,568	29	603	1,936	-	-	476	476	4.07
2022	2,595	28	614	1,953	-	-	468	468	4.17
2023	2,780	26	674	2,080	-	-	470	470	4.43
2024	2,884	30	719	2,135	-	-	472	472	4.52

Oak Park

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2015	\$ 4,522	\$ 63	\$ 385	\$ 4,074	\$ 2,755	1.48	\$ 178	\$ 2,933	1.39
2016	4,915	70	613	4,232	-	-	34	34	124.47
2017	5,843	75	176	5,592	-	-	34	34	164.47
2018	6,213	79	1,091	5,043	-	-	34	34	148.32
2019	7,160	84	1,465	5,611	-	-	34	34	165.03
2020	8,079	92	1,777	6,210	-	-	34	34	182.65
2021	8,578	95	1,961	6,522	-	-	34	34	191.82
2022	9,314	101	2,232	6,981	-	-	-	-	0.00
2023	10,375	95	2,592	7,688	-	-	-	-	0.00
2024	11,387	115	2,995	8,277	-	-	-	-	0.00

River District

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2015	\$ 1,542	\$ 23	\$ 280	\$ 1,239	\$ -	-	\$ 642	\$ 642	1.93
2016	1,544	22	288	1,234	-	-	229	229	5.39
2017	1,633	22	29	1,582	-	-	229	229	6.91
2018	1,793	23	338	1,432	-	-	230	230	6.23
2019	2,203	25	428	1,750	-	-	228	228	7.68
2020	2,897	28	614	2,255	-	-	228	228	9.89
2021	3,176	34	704	2,438	-	-	228	228	10.69
2022	3,543	38	810	2,695	-	-	227	227	11.87
2023	4,428	39	1,022	3,367	-	-	226	226	14.90
2024	5,239	48	1,335	3,856	-	-	224	224	17.21

Notes:

NA Subordinate debt was not presented in prior years. Prior years information not available for River District, Franklin Boulevard, Army Depot and 65th Street.

⁽¹⁾ Various subordinate debts and a majority of the senior debts were refunded in 2015.

City of Sacramento
Successor Agency Trust Fund
Debt Coverage Analysis
Last Ten Fiscal Years
(in thousands)

North Sacramento

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2015	\$ 2,689	\$ 37	\$ 262	\$ 2,390	\$ 530	4.51	\$ 772	\$ 1,302	1.84
2016	2,819	40	282	2,497	218	11.45	375	593	4.21
2017	2,951	41	-	2,910	218	13.35	374	592	4.92
2018	3,229	40	323	2,866	218	13.15	377	595	4.82
2019	3,824	45	388	3,391	218	15.56	375	593	5.72
2020	4,754	53	475	4,226	218	19.39	372	590	7.16
2021	5,325	60	532	4,733	218	21.71	374	592	7.99
2022	6,528	68	652	5,808	218	26.64	352	570	10.19
2023	7,218	65	710	6,443	218	29.56	347	565	11.40
2024	8,203	82	820	7,301	218	33.49	348	566	12.90

(2)

Franklin Boulevard

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2015	\$ 952	\$ 24	\$ 117	\$ 811	\$ -	-	\$ 99	\$ 99	8.19
2016	1,640	23	116	1,501	-	-	41	41	36.61
2017	2,050	25	-	2,025	-	-	41	41	49.39
2018	2,511	30	217	2,264	-	-	41	41	55.22
2019	2,826	33	256	2,537	-	-	41	41	61.88
2020	3,101	36	285	2,780	-	-	41	41	67.80
2021	3,493	39	331	3,123	-	-	41	41	76.17
2022	3,980	42	387	3,551	-	-	-	-	0.00
2023	4,915	44	490	4,381	-	-	-	-	0.00
2024	5,418	54	554	4,810	-	-	-	-	0.00

(1)

Stockton Boulevard

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2015	\$ 1,755	\$ 24	\$ 446	\$ 1,285	\$ 180	7.14	\$ 246	\$ 426	3.02
2016	1,933	28	526	1,379	180	7.66	149	329	4.19
2017	2,238	28	65	2,145	180	11.92	149	329	6.52
2018	2,598	33	770	1,795	180	9.97	167	347	5.17
2019	2,966	35	911	2,020	180	11.22	169	349	5.79
2020	3,418	38	1,072	2,308	180	12.82	146	326	7.08
2021	3,892	43	1,247	2,602	180	14.46	148	328	7.93
2022	4,372	47	1,423	2,902	180	16.12	251	431	6.73
2023	4,858	45	1,593	3,220	180	17.89	231	411	7.83
2024	5,064	53	1,678	3,333	180	18.52	231	411	8.11

(2)

Notes:

NA Subordinate debt was not presented in prior years. Prior years information not available for River District, Franklin Boulevard, Army Depot and 65th Street.

(1) Revised to correct total tax increment received.

(2) Various subordinate debts and a majority of the senior debts were refunded in 2015.

City of Sacramento
Successor Agency Trust Fund
Debt Coverage Analysis
Last Ten Fiscal Years
(in thousands)

Army Depot

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2015	\$ 3,556	\$ 50	\$ 699	\$ 2,807	\$ -	-	\$ 739	\$ 739	3.80
2016	3,944	56	847	3,041	-	-	267	267	11.39
2017	4,579	58	236	4,285	-	-	267	267	16.05
2018	5,428	67	1,376	3,985	-	-	268	268	14.87
2019	6,755	73	1,882	4,800	-	-	266	266	18.05
2020	8,590	94	2,540	5,956	-	-	266	266	22.39
2021	9,002	102	2,692	6,208	-	-	265	265	23.43
2022	10,119	111	3,103	6,905	-	-	242	242	28.53
2023	12,597	115	3,929	8,553	-	-	241	241	35.49
2024	14,870	146	4,852	9,872	-	-	240	240	41.13

65th Street

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2015	\$ 1,030	\$ 14	\$ 197	\$ 819	\$ -	-	\$ 500	\$ 500	1.64
2016	1,067	16	228	823	-	-	388	388	2.12
2017	1,540	19	79	1,442	-	-	388	388	3.72
2018	2,578	29	784	1,765	-	-	387	387	4.56
2019	3,249	37	1,036	2,176	-	-	386	386	5.64
2020	4,572	49	1,518	3,005	-	-	389	389	7.72
2021	4,487	50	1,487	2,950	-	-	387	387	7.62
2022	5,068	56	1,701	3,311	-	-	375	375	8.83
2023	5,387	52	1,802	3,533	-	-	377	377	9.37
2024	7,096	68	2,447	4,581	-	-	379	379	12.09

Notes:

NA Subordinate debt was not presented in prior years. Prior years information not available for River District, Franklin Boulevard, Army Depot and 65th Street.

⁽¹⁾ Revised to correct 2005 Merged Downtown ML Refunding from senior to subordinate debt.

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City of Sacramento
Full-time Equivalent Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Citywide and community support	21	5	5	5	5	5	7	7	7	6
Community development	166	219	227	250	273	288	290	288	315	319
Community response	-	-	-	-	-	-	-	23 ⁽³⁾	38	37
Convention and cultural services	126	120	116	115	115	115	117	124	123	119
Economic development	11	11	12	- ⁽²⁾	-	-	-	-	-	-
Fire	657	674	678	672	681	712	713	718	729	761
General government	325	370	431	512	531	571	576	583	595	602
General services	372	- ⁽¹⁾	-	-	-	-	-	-	-	-
Youth, parks, and community enrichment	568	599	683	616	619	702	705	724	717	749
Police	973	1,033	1,052	1,030	1,034	1,070	1,098	1,103	1,129	1,131
Public works	415	732	725	723	735	736	744	749	766	769
Utilities	522	538	528	546	562	575	570	572	573	582
Total	4,156	4,301	4,457	4,469	4,555	4,774	4,820	4,891	4,992	5,075

Notes: (1) The Department of General Services has been reallocated to the Departments of Community Development, General Government, and Public Works.
(2) The Economic Development function was reallocated to the General Government function in FY18.
(3) The Department of Community Response was created in FY22.

City of Sacramento
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Police										
Adult arrests	18,113	16,778	14,476	13,350	13,975	12,981	12,070	12,842	10,873	10,411
Citizen initiated calls for service with officer responses	141,181	149,275	148,663	152,597	161,914	163,985	153,740	155,159	149,182	145,370
Fire ⁽¹⁾										
Number of incidents	80,596	85,742	90,018	92,026	93,836	94,282	99,201	108,924	110,221	108,665
Number of structure fires	784	756	735	767	998	1,077	1,522	1,199	1,106	479
Number of construction inspection/reviews	3,234	4,181	8,268 ⁽⁴⁾	10,102	9,830	9,967	8,256	9,517	8,854	10,487
General services										
Number of animal licenses issued	8,995	12,016 ⁽²⁾	14,428	23,799	31,507	26,670 ⁽¹⁷⁾	17,155 ⁽¹⁷⁾	15,976	19,126	18,016
Number of animal outplacements	7,447	8,789	9,248	9,589	8,529	7,488 ⁽¹⁷⁾	4,448 ⁽¹⁷⁾	6,256	7,076	7,318
Public works										
Number of traffic investigations completed	678	896	1,001	1,041	613	611	997 ⁽¹⁹⁾	1,075	920	898
Number of parking citations issued	196,586	192,708	183,326	197,170	200,338	156,387 ⁽¹⁴⁾	100,244 ⁽¹⁴⁾	113,214	119,807	140,147
Convention and cultural services										
Number of Community Convention Center events ⁽²⁴⁾	358	408	430	372	229	38 ⁽¹³⁾	- ⁽¹³⁾	174 ⁽²¹⁾	406 ⁽²³⁾	380
Community Convention Center event attendance	775,253	744,145	905,733 ⁽⁵⁾	1,034,980	902,110	155,633 ⁽¹³⁾	- ⁽¹³⁾	446,168 ⁽²¹⁾	531,284 ⁽²³⁾	877,152
Number of Zoo attendance	549,407	533,368	500,573	500,535	472,440	357,754 ⁽¹⁵⁾	486,707 ⁽¹⁵⁾	568,311	488,627	484,733
Youth, parks, and community enrichment										
Number of students enrolled in START	6,897	4,534 ⁽³⁾	2,785 ⁽⁶⁾	711 ⁽⁶⁾	477	473	648 ⁽¹⁸⁾	1,770 ⁽²⁰⁾	456 ⁽²²⁾	500
Number of students enrolled in 4th R	2,007	1,863	1,180	2,419 ⁽⁹⁾	2,250	1,778 ⁽¹²⁾	160 ⁽¹²⁾	1,484 ⁽²⁰⁾	1,876	2,686 ⁽²⁵⁾
Community development										
Number of building permits issued	14,002	17,041	18,701	20,582	19,365	18,513	18,556	19,512	19,451	20,201
Building permit valuation (in million of dollars)	544	778	1,267	1,243	1,809	1,463	1,451	1,351	1,185	1,110
Vehicles abated by City	356	772	1,644	2,306	2,880	5,325 ⁽¹⁰⁾	3,026	3,163	1,955	3,171
Notice and orders issued on housing and dangerous buildings	279	239	206	382	369	243 ⁽¹¹⁾	177 ⁽¹¹⁾	209	272	241
Water										
Number of accounts	134,971	136,130	139,238	140,735	142,831	144,669	145,769	147,150	148,237	149,069
Amount distributed/pumped (million of gallons) ⁽¹⁶⁾	29,557	27,324	28,511	30,800	28,478	33,845	30,380	30,130	25,884	30,724
Wastewater										
Number of accounts	76,471	76,849	77,137	77,521	78,125	78,583	78,932	79,114	79,287	79,424
Amount distributed/pumped (million of gallons)	10,605	10,605	10,605	9,025	6,356	6,619	5,754	6,042	6,360	5,854
Storm drainage										
Number of accounts	136,850	137,754	139,198	140,934	142,858	144,168	145,179	146,385	149,005	151,894
Amount distributed/pumped (million of gallons) ⁽⁷⁾	24,179	20,225	46,964	18,321	33,624	11,247	7,858	18,921	23,987	19,821
Solid waste										
Residential garbage disposed (in tons)	111,140	112,497	118,355	118,437	136,049	129,359	141,185	136,904	127,791	124,650

Notes: (1) The threshold for investigation of a fire is \$30,000.
(2) In FY16, the number of animal licenses issued increased due to the implementation of web licensing.
(3) In FY16 attendance for the START program decreased due to Elk Grove School District not participating in the program.
(4) In FY17, the number of construction inspections doubled.
(5) In FY17, the number of attendance increased due to increase in events held at the center.
(6) In FY17, the number of students enrolled in START decreased due to the closure of 18 sites (10 Sacramento City Unified School District and 8 Twin Rivers Unified School District sites)
(7) Amount of storm drainage distributed/pumped is dependent on rainfall.
(8) In FY18, the number of students enrolled in START decreased due to reduced funding and non renewal of 21st century federal grant.
(9) In FY18, the number of students enrolled in 4th R Program increased due to the addition of new site, i.e. Paso Verde. An average of 100 participants enrolled monthly at this site.
(10) In FY20, the number of vehicles abated by City increased significantly due to several reasons: Increase in complaints of abandoned vehicles, staffing of five ACEO's solely dedicated to the removal of abandoned vehicles from street, and the use of dashboards to decrease response time which led to increased productivity.
(11) In FY20 and FY21, the number of complaints for housing and dangerous buildings declined largely due to COVID-19. Housing and Dangerous building staff were told to be lenient toward property owners, therefore Notice and Orders issued on Housing and Dangerous buildings decreased compared to prior year.
(12) In FY20 and FY21, the number of students enrolled in 4th R decreased due to sites closing related to COVID-19. During FY21, out of the 19 sites, 6 were open and were only allowed up to 30 children per site due to social distancing.
(13) In FY20 and FY21, the number of events and attendance at the Convention Center declined due to two reasons. First, the Convention Center is closed for renovation from July 2019-December 2020. Secondly, due to the COVID-19 outbreak in March 2020, no events are being hosted for the foreseeable future. This resulted in a significant impact on the occupancy rate and operating net results.
(14) In FY20 and FY21, the decrease in the number of parking citations issued was due to business closures during COVID-19.
(15) In FY20, the decrease in the number of zoo attendance was due to COVID-19. The zoo was completely closed from March 14, 2020 to June 12, 2020, and re-opened with capacity constraints. In FY21, as COVID-19 restrictions started to ease, there was an increase in total zoo attendance.
(16) The amount of water pumped, treated and delivered to the water distribution system is a function of customer demand for water. There are many factors that cause fluctuation from year to year such as growth in customer base, requests for wholesale delivery of water rather than other neighboring utilities utilizing their own supply, changes in retail demand for water to support commercial activity or indoor retail use, and changes in irrigation practices.
(17) In FY20 and FY21, there was a decrease in the number of animal licenses issued and the number of animal outplacements due to decreased intake of animals as a result of the COVID-19 pandemic.
(18) In FY21, the number of students enrolled in START increased due to the change in programming related to COVID-19. Staff was able to support more students as they went into their schools. Additionally, a change in the grant due to COVID, every time staff worked with a child they were able to "count" that child as a participant in the program so the pool of participants was a lot larger (entire student body) rather than the normal MOU of 83 students per site.
(19) In FY21, the number of traffic investigations completed increased due to several factors: (1) Unlike prior years, all investigative calls were documented in one place. (2) Increased traffic concerns. (3) The increase in bike rack requests/installs are all investigated and work orders are written. (4) Collision reports have more than doubled, and have needed extra help to document.
(20) In FY22, the increase in the number of students enrolled in START and 4th R was due to students fully returning to in person learning.
(21) In FY22, after renovation, the Convention Center reopened, thus, there was activity.
(22) In FY23, the number of students enrolled in START decreased due to several factors: 1) There was decreased workforce and regular school population numbers. 2) Student health and safety concerns still lingering with families reflect COVID-related quarantines. 3) Schools, teachers, families, and students face a cascading set of challenges that have created an adverse school climate, making students less enthusiastic to be there. 4) Widespread bus driver shortages, which has made it harder to get to school. These factors has led to fewer students than usual regularly attending class, according to data emerging from states and school districts.
(23) In FY23, the increase in the number of events and attendance is due to the fact that in FY22, the Convention center was still operating under post COVID, and not all facilities were open for the entire year.
(24) Number of events includes individual performances.
(25) In the prior year, the number was estimated based on a specific month's attendance. In FY24, a system report was used that more accurately captures registrations.

Source: Various City of Sacramento Departments

**City of Sacramento
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years**

Function/program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Police										
Number of stations ⁽¹⁾	4	4	4	4	4	4	4	4	4	4
Police										
Number of patrol units ⁽²⁾	226	231	234	229	190	195	224	236	265	278
Number of aircraft	4	4	4	5	5	5	5	4	4	5
Number of watercraft	2 ⁽⁹⁾	2	5	4	4	4	4	4	4	4
Fire										
Number of stations	24	24	24	24	24	24	24	24	24	24
Number of fire suppression, support or prevention vehicles	159	162	162	162	162	162	166	153	153	140
Number of watercraft	1 ⁽⁹⁾	1	1	6	6	6	6	6	6	5
Public works										
Miles of streets	3,059	3,059	3,075	3,062	3,118	3,118	3,118	3,118	3,154	3,118
Number of street lights	42,225	42,627	42,914	43,223	43,438	38,985 ⁽¹⁴⁾	39,372	39,604	39,788	40,084
Number of City public parking spaces ⁽³⁾	4,775 ⁽¹⁰⁾	4,775	4,775	4,775	4,775	5,489 ⁽³⁾	5,620	5,283	5,635	5,635
Number of City leased parking spaces ⁽¹¹⁾	519	2,298	2,298	2,298	2,298	2,349	2,298	2,298	2,298	2,298
Miles of off-street bikeways	57	57	57	88	88	88	78	78	78	85
Youth, parks, and community enrichment										
Number of parks	222	225	227	227	213	220	230	230	235	235
Park acreage ⁽⁵⁾	3,161	3,183	3,177	3,177	3,340	4,265 ⁽¹³⁾	4,829	4,829	4,331	4,358
Number of community centers ⁽⁶⁾	13	13	13	14	14	14	13	13	13	14
Number of swimming pools (including wading pools)	26	27	27	27	27	27	28	28	28	28
Water										
Miles of water mains and distribution lines ⁽⁷⁾⁽⁸⁾	1,727	1,599	1,604	1,607	1,603	1,607	1,616	1,635	1,639	1,644
Sewers and storm drainage										
Miles of sanitary sewers and storm drainage	1,873	1,869	1,876	1,960	1,961	1,967	1,968	1,967	1,981	1,985
Off-street parking										
Number of City public garages and open parking lots ⁽⁴⁾	7 ⁽¹⁰⁾	7	7	7	7	10	13	12	14	14
Number of City leased garages and open parking lots ⁽¹²⁾	3	7	7	7	7	8	7	7	7	7
Golf										
Number of golf courses	6	6	6	6	6	6	6	6	6	6
Marina										
Number of boat harbor slips	475	475	475	475	475	475	475	475	475	475

- Notes: (1) Police stations refer to stations plus police headquarters.
(2) Patrol units include cars and motorcycles.
(3) City public parking spaces is defined as only those which are City-owned. From FY2020 onwards, spaces reported includes City-owned lots managed by the Parking division.
(4) From FY2020 onwards, City public garages and open parking lots includes City-owned lots managed by the Parking division.
(5) Golf course acreage is not included.
(6) Neighborhood centers are not included.
(7) Water mains are pipes over 12" in size. Pipes 12" or less are considered Distribution Lines. Service Mains and Hydrant Mains are excluded.
(8) Does not include miles for private mains and mains owned by other agencies.
(9) In FY2015, Police Department transfer one of their watercraft to Fire Department.
(10) The three Plaza garages - Downtown Plaza West, Central, and East were leased to the Kings effective August 2014.
(11) City leased parking spaces is defined as owned by other organizations leased by the City.
(12) City leased parking garages, lots and spaces are defined as owned by other organizations leased by the City.
(13) In FY2020, the increase in park acreage is due to several factors. (1) Refined the park acreages via GIS and now using APN lot sizes. (2) Included golf courses, camp Sacramento, and parkway's acreage. (3) Added a few new parks.
(14) The decrease in the number of street lights is due a change in the calculation method. In the prior years, engineers counted SMUD/Park lights, which did not match with OneMap. Beginning in FY20 the figure does not include SMUD/Park lights and is consistent with OneMap.

City of Sacramento

Miscellaneous Statistics

Current Fiscal Year and Nine Years Ago

Date of incorporation	1849	
Date of charter	1921	
Date City became State Capitol	1854	
Form of government	Council/Manager	
	2024	2015
Number of budgeted positions	5,075	4,156
Area in square miles	100	99
Elevation in feet	33	20
City of Sacramento facilities and services:		
Police		
Number of stations	4	4
Number of police personnel sworn / civilian (actual)	688/289	650/282
Number of patrol units	278	226
Fire		
Number of stations	24	24
Number of fire personnel sworn / unsworn	671/90	592/65
Number of fire protection, support and prevention vehicles	140	159
Utilities		
Miles of water mains and distribution lines ⁽¹⁾	1,644	1,727
Annual water production in gallons	31 billion	30 billion
Miles of sanitary sewers and storm drainage	1,985	1,873
Public works		
Miles of streets	3,118	3,059
Number of street lights	40,084	42,225
Number of City managed parking lots / spaces	23/4,714	15/4,046
Miles of off-street bikeways	85	57
Boat harbor slips	475	475
Convention and cultural services		
Golf courses	6	6
Zoo animals ⁽²⁾	368	549
Fairytale town attendance for year	199,551	250,656
Crocker Art Museum attendance for year	181,475	257,633
Community Convention Center attendance for year	877,152	775,253
Youth, parks, and community enrichment		
Parks	235	222
Park acreage ⁽³⁾	4,358	3,161
Camp Sacramento attendance for year	2,608	2,770
Community centers	14	13
Neighborhood centers	4	5
Swimming pools	28	12
Baseball fields ⁽⁴⁾	98	103
Soccer fields	137	137
Ball courts	266	183
Library		
Library branches ⁽⁵⁾	28	12
Library books and audiovisual recordings in circulation	1,857,852	2,244,774

Notes: (1) Water mains are pipes over 12" in size. Pipes 12" or less are considered Distribution Lines. Service Mains and Hydrant Mains are excluded.

(2) Zoo animals number is comprised of animals on-site (either owned by zoo or owned by other entity).

(3) Golf course acreage is not included in this figure.

(4) This includes softball, little league and adult baseball fields.

(5) FY2024 figures include all city and county branches operated by the Sacramento Public Library System. FY2015 figures include only city branches operated by the Sacramento Public Library system.

Source: Various City of Sacramento departments and publications