

# **City of Placerville**

Placerville, California

## **Annual Financial Report and Independent Auditor's Report**

*For the Year Ended June 30, 2024*

Prepared By the  
The Finance Department  
of the City of Placerville



**CITY OF PLACERVILLE**  
**Annual Financial Report**  
**For the Year Ended June 30, 2024**  
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## INDEPENDENT AUDITOR'S REPORT

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

### Report on the Audit of the Financial Statements

#### *Opinions*

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

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

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### *Responsibilities of Management for the Financial Statements*

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

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

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America 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 Budgetary Comparison Schedules, Schedules of the City's Proportionate Share of Net Pension Liability and Related Ratios, Schedule of Changes in Net OPEB Liability and Related Ratios, as listed in the accompanying tables 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 auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

To the Honorable Mayor and Members  
of the City Council of the City of Placerville  
Placerville, California  
Page 3

Management has omitted the Management’s Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, 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. Our opinion on the basic financial statements is not affected by this missing information.

***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 Nonmajor Fund Financial Statements and Budgetary Comparison 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 auditing standards generally accepted in the United States of America. In our opinion, the Combining and Individual Nonmajor Fund Financial Statements and Budgetary Comparison Schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated May 8, 2026, 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.

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

Walnut Creek, California  
May 8, 2026

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**BASIC FINANCIAL STATEMENTS**

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**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS**

**City of Placerville**  
**Statement of Net Position**  
**June 30, 2024**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>Assets:</b>			
Current assets:			
Cash and investments	\$ 9,217,658	\$ 9,121,606	\$ 18,339,264
Receivables:			
Accounts	5,846,479	288,746	6,135,225
Interest	97,917	69,643	167,560
Utility billings, net	-	3,668,103	3,668,103
Inventory	18,868	-	18,868
Prepaid items	175,921	-	175,921
Total current assets	<u>15,356,842</u>	<u>13,148,098</u>	<u>28,504,940</u>
Restricted:			
Cash and investments	4,974,687	-	4,974,687
Cash and investments held by fiscal agents	434,949	296,258	731,207
Receivables:			
Accounts	312,844	-	312,844
Interest	42,721	-	42,721
Loans	678,012	-	678,012
Total restricted assets	<u>7,109,766</u>	<u>296,258</u>	<u>7,406,024</u>
Capital assets:			
Non-depreciable	45,836,145	5,253,218	51,089,363
Depreciable, net	27,215,422	56,496,116	83,711,538
Total capital assets, net	<u>73,051,567</u>	<u>61,749,334</u>	<u>134,800,901</u>
<b>Total Assets</b>	<u>95,518,175</u>	<u>75,193,690</u>	<u>170,711,865</u>
<b>Deferred Outflows of Resources</b>			
Pension related deferred outflows of resources	7,342,274	2,221,451	9,563,725
OPEB related deferred outflows of resources	119,803	44,231	164,034
<b>Total Deferred Outflows of Resources</b>	<u>7,462,077</u>	<u>2,265,682</u>	<u>9,727,759</u>

**City of Placerville**  
**Statement of Net Position (Continued)**  
**June 30, 2024**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>Liabilities:</b>			
Current liabilities:			
Accounts payable	1,878,712	818,452	2,697,164
Payroll and related taxes payable	388,357	-	388,357
Deposits	43,630	36,024	79,654
Interest payable	7,714	142,420	150,134
Unearned revenue	1,472,870	-	1,472,870
Compensated absences - due within one year	386,474	-	386,474
Long term debt - due within one year	110,961	2,180,417	2,291,378
Total OPEB liability - due within one year	84,089	31,046	115,135
Total current liabilities	<u>4,372,807</u>	<u>3,208,359</u>	<u>7,581,166</u>
Long-term liabilities:			
Compensated absences - due in more than one year	920,500	-	920,500
Claims payable - due in more than one year	346,549	-	346,549
Long term debt - due in more than one year	773,624	37,026,839	37,800,463
Total OPEB liability - due in more than one year	2,893,598	1,068,312	3,961,910
Aggregate net pension liability	19,465,834	5,431,112	24,896,946
Total long-term liabilities	<u>24,400,105</u>	<u>43,526,263</u>	<u>67,926,368</u>
<b>Total Liabilities</b>	<u>28,772,912</u>	<u>46,734,622</u>	<u>75,507,534</u>
<b>Deferred Inflows of Resources</b>			
Pension related deferred inflows of resources	1,157,069	563,186	1,720,255
OPEB related deferred inflows of resources	729,406	269,296	998,702
<b>Total Deferred Inflows of Resources</b>	<u>1,886,475</u>	<u>832,482</u>	<u>2,718,957</u>
<b>Net Position:</b>			
Net investment in capital assets	72,601,931	22,838,196	95,440,127
Restricted:			
Capital projects	-	140	140
Special projects and programs	13,520,573	-	13,520,573
Total restricted	<u>13,520,573</u>	<u>140</u>	<u>13,520,713</u>
Unrestricted (Deficit)	(13,801,639)	7,053,932	(6,747,707)
<b>Total Net Position</b>	<u>\$ 72,320,865</u>	<u>\$ 29,892,268</u>	<u>\$ 102,213,133</u>

**City of Placerville**  
**Statement of Activities**  
**For the Year Ended June 30, 2024**

Functions/Programs	Expenses	Program Revenues			Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Primary government:</b>					
<b>Governmental activities:</b>					
General government	\$ 4,124,174	\$ 1,385,617	\$ 796,330	\$ -	\$ 2,181,947
Public safety	7,330,884	116,302	218,601	51,963	386,866
Highways and streets	1,962,990	529,904	604,103	3,155,614	4,289,621
Community development	935,596	447,753	-	-	447,753
Parks and recreation	3,180,891	847,418	400	-	847,818
Interest on long-term debt	25,968	-	-	-	-
<b>Total governmental activities</b>	<b>17,560,503</b>	<b>3,326,994</b>	<b>1,619,434</b>	<b>3,207,577</b>	<b>8,154,005</b>
<b>Business-type activities:</b>					
Water	2,478,301	2,521,466	-	7,772	2,529,238
Sewer	6,414,898	7,210,347	-	29,439	7,239,786
<b>Total business-type activities</b>	<b>8,893,199</b>	<b>9,731,813</b>	<b>-</b>	<b>37,211</b>	<b>9,769,024</b>
<b>Total primary government</b>	<b>\$ 26,453,702</b>	<b>\$ 13,058,807</b>	<b>\$ 1,619,434</b>	<b>\$ 3,244,788</b>	<b>\$ 17,923,029</b>

**City of Placerville**  
**Statement of Activities (Continued)**  
**For the Year Ended June 30, 2024**

Functions/Programs	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-type Activities	Total
<b>Primary government:</b>			
<b>Governmental activities:</b>			
General government	\$ (1,942,227)	\$ -	\$ (1,942,227)
Public safety	(6,944,018)	-	(6,944,018)
Highways and streets	2,326,631	-	2,326,631
Community development	(487,843)	-	(487,843)
Parks and recreation	(2,333,073)	-	(2,333,073)
Interest on long-term debt	(25,968)	-	(25,968)
<b>Total governmental activities</b>	<b>(9,406,498)</b>	<b>-</b>	<b>(9,406,498)</b>
<b>Business-type activities:</b>			
Water	-	50,937	50,937
Sewer	-	824,888	824,888
<b>Total business-type activities</b>	<b>-</b>	<b>875,825</b>	<b>875,825</b>
<b>Total primary government</b>	<b>(9,406,498)</b>	<b>875,825</b>	<b>(8,530,673)</b>
<b>General revenues and transfers:</b>			
Taxes:			
Property	384,946	-	384,946
Sales	10,620,936	1,444,634	12,065,570
Motor vehicle	1,181,182	-	1,181,182
Other	1,206,934	-	1,206,934
Total taxes	13,393,998	1,444,634	14,838,632
Interest and investment earnings	456,007	228,344	684,351
Miscellaneous	87,057	11,201	98,258
Transfers	(588,002)	588,002	-
<b>Total general revenues and transfers</b>	<b>13,349,060</b>	<b>2,272,181</b>	<b>15,621,241</b>
<b>Changes in net position</b>	<b>3,942,562</b>	<b>3,148,006</b>	<b>7,090,568</b>
<b>Net Position:</b>			
Beginning of year	68,378,303	26,744,262	95,122,565
End of year	<b>\$ 72,320,865</b>	<b>\$ 29,892,268</b>	<b>\$ 102,213,133</b>

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**FUND FINANCIAL STATEMENTS**

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**GOVERNMENTAL FUND  
FINANCIAL STATEMENTS**

**City of Placerville**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2024**

	Major Funds			
	General Fund	Transportation Development Fund	Measure J Fund	Measure L Fund
<b>ASSETS</b>				
Cash and investments	\$ 902,083	\$ -	\$ 49,973	\$ 7,701,955
Receivables:				
Accounts	1,370,326	3,844,106	208,612	423,435
Interest	14,951	2,443	-	80,523
Prepays	175,921	-	-	-
Inventories	18,868	-	-	-
Due from other funds	693,660	-	-	-
Advances to other funds	1,730,000	-	-	-
Restricted:				
Cash and investments	-	-	-	-
Cash and investments held by fiscal agents	-	-	-	-
Receivables:				
Accounts	-	-	-	-
Interest	-	-	-	-
Grants	-	-	-	-
Loans	-	-	-	-
<b>Total assets</b>	<b>\$ 4,905,809</b>	<b>\$ 3,846,549</b>	<b>\$ 258,585</b>	<b>\$ 8,205,913</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 450,357	\$ 813,786	\$ 635	\$ -
Payroll and related liabilities	388,357	-	-	-
Due to other funds	-	89,802	-	-
Deposits payable	41,371	-	-	-
Unearned revenue	-	101,035	-	-
Advances from other funds	-	2,315,253	-	-
<b>Total liabilities</b>	<b>880,085</b>	<b>3,319,876</b>	<b>635</b>	<b>-</b>
<b>Deferred inflows of resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	1,924,789	-	-	-
Restricted	-	526,673	257,950	8,205,913
Committed	-	-	-	-
Assigned	643,182	-	-	-
Unassigned	1,457,753	-	-	-
<b>Total fund balances</b>	<b>4,025,724</b>	<b>526,673</b>	<b>257,950</b>	<b>8,205,913</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 4,905,809</b>	<b>\$ 3,846,549</b>	<b>\$ 258,585</b>	<b>\$ 8,205,913</b>

**City of Placerville**  
**Balance Sheet (Continued)**  
**Governmental Funds**  
**June 30, 2024**

	Major Funds		Total Governmental Funds
	Grants Fund	Non-major Governmental Funds	
<b>ASSETS</b>			
Cash and investments	\$ -	\$ -	\$ 8,654,011
Receivables:			
Accounts	-	-	5,846,479
Interest	-	-	97,917
Prepaids	-	-	175,921
Inventories	-	-	18,868
Due from other funds	-	-	693,660
Advances to other funds	-	-	1,730,000
Restricted:			
Cash and investments	1,836,247	3,138,440	4,974,687
Cash and investments held by fiscal agents	-	434,949	434,949
Receivables:			
Accounts	29,870	282,974	312,844
Interest	14,456	28,265	42,721
Grants	104,725	561,828	666,553
Loans	678,012	-	678,012
<b>Total assets</b>	<b>\$ 2,663,310</b>	<b>\$ 4,446,456</b>	<b>\$ 24,326,622</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 63,961	\$ 442,229	\$ 1,770,968
Payroll and related liabilities	-	-	388,357
Due to other funds	10,546	593,313	693,661
Deposits payable	-	2,259	43,630
Unearned revenue	1,324,035	-	1,425,070
Advances from other funds	-	109,367	2,424,620
<b>Total liabilities</b>	<b>1,398,542</b>	<b>1,147,168</b>	<b>6,746,306</b>
<b>Deferred inflows of resources:</b>			
Unavailable revenues	681,994	-	681,994
<b>Total deferred inflows of resources</b>	<b>681,994</b>	<b>-</b>	<b>681,994</b>
<b>Fund Balances:</b>			
Nonspendable	-	-	1,924,789
Restricted	582,774	3,265,269	12,838,579
Committed	-	34,019	34,019
Assigned	-	-	643,182
Unassigned	-	-	1,457,753
<b>Total fund balances</b>	<b>582,774</b>	<b>3,299,288</b>	<b>16,898,322</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 2,663,310</b>	<b>\$ 4,446,456</b>	<b>\$ 24,326,622</b>

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**City of Placerville**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Government-Wide Statement of Net Position**  
**June 30, 2024**

<b>Total Fund Balances - Total Governmental Funds</b>	<u>\$ 16,898,322</u>
Amounts reported for governmental activities in the Statement of Net Position were different because:	
Capital assets used in governmental activities were not financial resources and therefore were not reported in governmental funds	
Non-depreciable	45,836,145
Depreciable	<u>27,215,422</u>
Total capital assets	<u>73,051,567</u>
Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in Governmental Funds Balance Sheet.	
	<u>(7,714)</u>
Long-term liabilities were not due and payable in the current period and therefore were not reported in the governmental funds.	
Amount reported in Government-Wide Statement of Net Position:	
Compensated absences - due within one year	(386,474)
Compensated absences - due in more than one year	(920,500)
Claims payable - due in more than one year	(346,549)
Long-term debt - due within one year	(110,961)
Long-term debt - due in more than one year	<u>(773,624)</u>
Total reported in Government-Wide Statement of Net Position	<u>(2,538,108)</u>
Plus: Amount reported in Internal Service Funds	
Claims payable - due in more than one year	<u>346,549</u>
Total reported in Internal Service Funds	<u>346,549</u>
Net long-term liabilities	<u>(2,191,559)</u>
Net pension liability is not due and payable in the current period and therefore is not reported in the governmental funds.	
	(19,465,834)
Total OPEB liability is not due and payable in the current period and therefore is not reported in the governmental funds.	
	(2,977,687)
Pension-related deferred outflows/inflows of resources in the governmental activities were not financial resources (uses) and therefore were not reported in the Governmental Funds Balance Sheet.	
Pension-related deferred outflows of resources	7,342,274
Pension-related deferred inflows of resources	(1,157,069)
OPEB-related deferred outflows/inflows of resources in the governmental activities were not financial resources (uses) and therefore were not reported in the Governmental Funds Balance Sheet.	
OPEB-related deferred outflows of resources	119,803
OPEB-related deferred inflows of resources	(729,406)
Deferred inflows and outflows of resources are not available for current period and, therefore, are deferred in the governmental funds or not recorded in the governmental funds:	
Unavailable revenues	681,994
Internal service funds were used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds were included in governmental activities in the Government-Wide Statement of Net Position.	
	<u>756,174</u>
<b>Net Position of Governmental Activities</b>	<u><u>\$ 72,320,865</u></u>

**City of Placerville**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2024**

	Major Funds			
	General	Transportation		Measure L
		Development	Measure J	
	Fund	Fund	Fund	Fund
<b>REVENUES:</b>				
Property taxes	\$ 384,946	\$ -	\$ -	\$ -
Sales tax	6,267,811	-	1,444,530	2,908,595
Transient occupancy taxes	202,341	-	-	-
Other taxes	510,244	-	-	-
Franchise fees	480,672	-	-	-
Licenses and permits	245,884	-	-	-
Fines and forfeitures	101,805	-	-	-
Use of money and property	141,776	(12,208)	(2,301)	256,958
Intergovernmental	1,194,859	3,455,751	-	-
Charges for services	1,077,561	-	-	-
Grant revenues	-	-	-	-
Other revenues	1,217,967	-	-	-
<b>Total revenues</b>	<b>11,825,866</b>	<b>3,443,543</b>	<b>1,442,229</b>	<b>3,165,553</b>
<b>EXPENDITURES:</b>				
Current:				
General government	3,420,556	-	14,445	-
Public safety	4,167,242	-	1,737,973	-
Highways and streets	1,180,590	4,368,928	-	-
Community development	793,207	-	-	-
Parks and recreation	2,250,900	-	-	-
Debt service:				
Principal	122,343	-	-	-
Interest and fiscal charges	25,968	-	-	-
<b>Total expenditures</b>	<b>11,960,806</b>	<b>4,368,928</b>	<b>1,752,418</b>	<b>-</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(134,940)</b>	<b>(925,385)</b>	<b>(310,189)</b>	<b>3,165,553</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	547,969	1,082,084	325,000	-
Transfers out	(1,326,192)	-	-	(2,179,182)
<b>Total other financing sources (uses)</b>	<b>(778,223)</b>	<b>1,082,084</b>	<b>325,000</b>	<b>(2,179,182)</b>
<b>CHANGES IN FUND BALANCES</b>	<b>(913,163)</b>	<b>156,699</b>	<b>14,811</b>	<b>986,371</b>
<b>FUND BALANCES:</b>				
Beginning of year	4,938,887	369,974	243,139	7,219,542
End of year	<b>\$ 4,025,724</b>	<b>\$ 526,673</b>	<b>\$ 257,950</b>	<b>\$ 8,205,913</b>

**City of Placerville**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Governmental Funds**  
**For the Year Ended June 30, 2024**

	Major Funds		Total Governmental Funds
	Grants	Non-major Governmental	
	Fund	Funds	
<b>REVENUES:</b>			
Property taxes	\$ -	\$ -	\$ 384,946
Sales tax	-	-	10,620,936
Transient occupancy taxes	-	-	202,341
Other taxes	-	-	510,244
Franchise fees	-	-	480,672
Licenses and permits	-	-	245,884
Fines and forfeitures	-	25,836	127,641
Use of money and property	78,355	80,286	542,866
Intergovernmental	1,382,165	1,104,601	7,137,376
Charges for services	-	577,964	1,655,525
Grant revenues	78,955	204,050	283,005
Other revenues	81,501	200	1,299,668
<b>Total revenues</b>	<b>1,620,976</b>	<b>1,992,937</b>	<b>23,491,104</b>
<b>EXPENDITURES:</b>			
Current:			
General government	938,363	977,611	5,350,975
Public safety	550,602	292,650	6,748,467
Highways and streets	5,480	927,404	6,482,402
Community development	-	103,125	896,332
Parks and recreation	115,426	492,715	2,859,041
Debt service:			
Principal	-	-	122,343
Interest and fiscal charges	-	-	25,968
<b>Total expenditures</b>	<b>1,609,871</b>	<b>2,793,505</b>	<b>22,485,528</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>11,105</b>	<b>(800,568)</b>	<b>1,005,576</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	35,295	654,968	2,645,316
Transfers out	(312,281)	(335,163)	(4,152,818)
<b>Total other financing sources (uses)</b>	<b>(276,986)</b>	<b>319,805</b>	<b>(1,507,502)</b>
<b>CHANGES IN FUND BALANCES</b>	<b>(265,881)</b>	<b>(480,763)</b>	<b>(501,926)</b>
<b>FUND BALANCES:</b>			
Beginning of year	848,655	3,780,051	17,400,248
End of year	\$ 582,774	\$ 3,299,288	\$ 16,898,322

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**City of Placerville**  
**Reconciliation of the Governmental Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances to the Government-Wide Statement of Activities and Changes in Net Position**  
**For the Year Ended June 30, 2024**

<b>Net Change in Fund Balances - Total Governmental Funds</b>	\$	(501,926)
Amounts reported for governmental activities in the Statement of Activities were different because:		
Governmental funds reported capital asset acquisitions as expenditures. However, in the Government-Wide Statement of Activities and Changes in Net Position, the cost of those assets was allocated over their estimated useful lives as depreciation expense. This was the amount of capital assets recorded in the current period.		7,239,755
Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities and Changes in Net Position, but they did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in the Governmental Funds.		(860,273)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and donations) decreased net position.		(4,000)
Interest expense on long-term debt was reported in the Government-Wide Statement of Activities and Changes in Net Position, but it did not require the use of current financial resources. This amount represented the change in accrued interest from prior year.		1,313
Repayment of long-term liabilities was an expenditures in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.		
Principal payment of long-term debt		122,343
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.		
Changes in compensated absences		(213,859)
Changes in net pension liability reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds.		(672,085)
The net effect of various miscellaneous transactions involving pension plans (i.e. deferred inflow/outflow amortization, contributions after measurement date) increased net position.		169,463
Changes in total OPEB liability reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds.		10,118
The net effect of various miscellaneous transactions involving OPEB plans (i.e. deferred inflow/outflow amortization, contributions after measurement date) increased net position.		(96,277)
Unavailable revenues were reported as deferred inflows of resources in the Governmental Funds but were reported as revenues in the Government-Wide Statement of Statement of Activities.		(1,400,037)
Internal service funds were used by management to charge the costs of certain activities to individual funds. The net revenue of internal service funds was reported with governmental activities.		148,027
<b>Change in Net Position of Governmental Activities</b>	<b>\$</b>	<b>3,942,562</b>

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**PROPRIETARY FUND FINANCIAL STATEMENTS**

**City of Placerville**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2024**

	Major Funds			Total	Governmental
	Water Fund	Sewer Fund	Measure H Fund		Activities Internal Service Fund
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 2,767,949	\$ 3,857,063	\$ 2,496,594	\$ 9,121,606	\$ 563,647
Receivables:					
Accounts	2,842	76,148	209,756	288,746	-
Interest	19,479	20,197	29,967	69,643	-
Utility billings, net	942,248	2,725,855	-	3,668,103	-
Advances to other funds	-	-	-	-	694,620
<b>Total current assets</b>	<b>3,732,518</b>	<b>6,679,263</b>	<b>2,736,317</b>	<b>13,148,098</b>	<b>1,258,267</b>
Noncurrent assets:					
Restricted assets:					
Cash with fiscal agents	148,059	148,199	-	296,258	-
Capital assets:					
Non-depreciable assets	1,364,337	3,888,881	-	5,253,218	-
Depreciable assets, net of accumulated depreciation	7,238,722	49,257,394	-	56,496,116	-
Total capital assets, net	8,603,059	53,146,275	-	61,749,334	-
Total noncurrent assets	8,751,118	53,294,474	-	62,045,592	-
<b>Total assets</b>	<b>12,483,636</b>	<b>59,973,737</b>	<b>2,736,317</b>	<b>75,193,690</b>	<b>1,258,267</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Pension-related deferred outflows of resources	645,357	1,576,094	-	2,221,451	-
OPEB-related deferred outflows of resources	13,116	31,115	-	44,231	-
<b>Total deferred outflows of resources</b>	<b>658,473</b>	<b>1,607,209</b>	<b>-</b>	<b>2,265,682</b>	<b>-</b>

**City of Placerville**  
**Statement of Net Position (Continued)**  
**Proprietary Funds**  
**June 30, 2024**

	Major Funds			Total	Governmental
	Water Fund	Sewer Fund	Measure H Fund		Activities Internal Service Fund
<b>LIABILITIES</b>					
<b>Liabilities:</b>					
Current liabilities:					
Accounts payable and accrued liabilities	466,901	351,551	-	818,452	107,744
Deposits payable	33,684	2,340	-	36,024	-
Interest payable	2,605	139,815	-	142,420	-
Unearned revenue	-	-	-	-	47,800
Long term debt - due within one year	24,019	2,156,398	-	2,180,417	-
Total OPEB liability - due within one year	9,206	21,840	-	31,046	-
Total current liabilities	536,415	2,671,944	-	3,208,359	155,544
Noncurrent liabilities:					
Claims payable - due in more than one year	-	-	-	-	346,549
Long term debt - due in more than one year	123,345	36,903,494	-	37,026,839	-
Total OPEB liability - due in more than one year	316,786	751,526	-	1,068,312	-
Aggregate net pension liability	1,642,531	3,788,581	-	5,431,112	-
Total noncurrent liabilities	2,082,662	41,443,601	-	43,526,263	346,549
<b>Total liabilities</b>	2,619,077	44,115,545	-	46,734,622	502,093
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Pension-related deferred inflows of resources	170,324	392,862	-	563,186	-
OPEB-related deferred inflows of resources	79,854	189,442	-	269,296	-
Total deferred inflows of resources	250,178	582,304	-	832,482	-
<b>Net Position:</b>					
Net investment in capital assets	8,603,754	14,234,442	-	22,838,196	-
Restricted	-	140	-	140	-
Unrestricted	1,669,100	2,648,515	2,736,317	7,053,932	756,174
<b>Total net position</b>	\$ 10,272,854	\$ 16,883,097	\$ 2,736,317	\$ 29,892,268	\$ 756,174

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**City of Placerville**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2024**

	Major Funds			Total	Governmental Activities Internal Service Fund
	Water Fund	Sewer Fund	Measure H Fund		
<b>OPERATING REVENUES:</b>					
Charges for services	\$ 2,412,640	\$ 7,097,652	\$ -	\$ 9,510,292	\$ 477,151
Sales tax	-	-	1,444,634	1,444,634	-
Other operating revenues	9,074	2,127	-	11,201	-
<b>Total operating revenues</b>	<b>2,421,714</b>	<b>7,099,779</b>	<b>1,444,634</b>	<b>10,966,127</b>	<b>477,151</b>
<b>OPERATING EXPENSES:</b>					
General and administrative	388,117	389,389	-	777,506	1,223,336
Maintenance and operations	1,686,881	3,765,128	-	5,452,009	25,288
Depreciation	396,500	1,827,016	-	2,223,516	-
<b>Total operating expenses</b>	<b>2,471,498</b>	<b>5,981,533</b>	<b>-</b>	<b>8,453,031</b>	<b>1,248,624</b>
<b>OPERATING INCOME (LOSS)</b>	<b>(49,784)</b>	<b>1,118,246</b>	<b>1,444,634</b>	<b>2,513,096</b>	<b>(771,473)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>					
Grants	7,772	29,439	-	37,211	-
Connection fees	108,826	112,695	-	221,521	-
Interest income	72,684	63,764	91,896	228,344	-
Interest expense and fiscal charges	(6,803)	(433,365)	-	(440,168)	-
<b>Total nonoperating revenues (expenses)</b>	<b>182,479</b>	<b>(227,467)</b>	<b>91,896</b>	<b>46,908</b>	<b>-</b>
<b>INCOME (LOSS) BEFORE TRANSFERS</b>	<b>132,695</b>	<b>890,779</b>	<b>1,536,530</b>	<b>2,560,004</b>	<b>(771,473)</b>
<b>TRANSFERS:</b>					
Transfers in	694,200	1,565,450	-	2,259,650	919,500
Transfers out	(217,158)	(242,203)	(1,212,287)	(1,671,648)	-
<b>Total transfers</b>	<b>477,042</b>	<b>1,323,247</b>	<b>(1,212,287)</b>	<b>588,002</b>	<b>919,500</b>
<b>CHANGES IN NET POSITION</b>	<b>609,737</b>	<b>2,214,026</b>	<b>324,243</b>	<b>3,148,006</b>	<b>148,027</b>
<b>NET POSITION:</b>					
Beginning of year	9,663,117	14,669,071	2,412,074	26,744,262	608,147
End of year	<b>\$ 10,272,854</b>	<b>\$ 16,883,097</b>	<b>\$ 2,736,317</b>	<b>\$ 29,892,268</b>	<b>\$ 756,174</b>

**City of Placerville**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2024**

	Major Funds			Total	Governmental Activities Internal Service Fund
	Water Fund	Sewer Fund	Measure H Fund		
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
Cash received from customers and users	\$ 2,289,332	\$ 6,832,341	\$ -	\$ 9,121,673	\$ 500,785
Cash received from sales taxes	-	-	1,450,046	1,450,046	-
Cash payments to suppliers and employees for goods and services	(1,855,556)	(4,589,579)	-	(6,445,135)	(1,239,138)
Cash received from (paid for) other activities	9,074	2,127	-	11,201	-
<b>Net cash provided by (used in) operating activities</b>	<b>442,850</b>	<b>2,244,889</b>	<b>1,450,046</b>	<b>4,137,785</b>	<b>(738,353)</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>					
Acquisition of capital assets	(736,105)	(1,146,703)	-	(1,882,808)	-
Principal paid on capital-related debt	(39,110)	(2,153,105)	-	(2,192,215)	-
Interest paid on capital-related debt	(7,244)	(439,505)	-	(446,749)	-
Connection fees	108,826	112,695	-	221,521	-
<b>Net cash (used in) capital and related financing activities</b>	<b>(673,633)</b>	<b>(3,626,618)</b>	<b>-</b>	<b>(4,300,251)</b>	<b>-</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>					
Grants	7,772	29,439	-	37,211	-
Interfund borrowings	47,292	47,123	-	94,415	8,395
Transfers in	694,200	1,565,450	-	2,259,650	919,500
Transfers (out)	(217,158)	(242,203)	(1,212,287)	(1,671,648)	-
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>532,106</b>	<b>1,399,809</b>	<b>(1,212,287)</b>	<b>719,628</b>	<b>927,895</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>					
Investment income	65,204	56,862	78,120	200,186	-
<b>Net cash provided by investing activities</b>	<b>65,204</b>	<b>56,862</b>	<b>78,120</b>	<b>200,186</b>	<b>-</b>
<b>Net change in cash and cash equivalents</b>	<b>366,527</b>	<b>74,942</b>	<b>315,879</b>	<b>757,348</b>	<b>189,542</b>
<b>CASH AND CASH EQUIVALENTS:</b>					
Beginning of year	2,549,481	3,930,320	2,180,715	8,660,516	374,105
End of year	<u>\$ 2,916,008</u>	<u>\$ 4,005,262</u>	<u>\$ 2,496,594</u>	<u>\$ 9,417,864</u>	<u>\$ 563,647</u>
<b>RECONCILIATION TO STATEMENT OF NET POSITION:</b>					
Cash and investments	\$ 2,767,949	\$ 3,857,063	\$ 2,496,594	\$ 9,121,606	\$ 563,647
Restricted cash and cash equivalents	148,059	148,199	-	296,258	-
<b>Total cash and cash equivalents</b>	<u>\$ 2,916,008</u>	<u>\$ 4,005,262</u>	<u>\$ 2,496,594</u>	<u>\$ 9,417,864</u>	<u>\$ 563,647</u>

**City of Placerville**  
**Statement of Cash Flows (Continued)**  
**Proprietary Funds**  
**For the Year Ended June 30, 2024**

	Major Funds			Total	Governmental
	Water Fund	Sewer Fund	Measure H Fund		Activities Internal Service Fund
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>					
Operating income (loss)	\$ (49,784)	\$ 1,118,246	\$ 1,444,634	\$ 2,513,096	\$ (771,473)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	396,500	1,827,016	-	2,223,516	-
Changes in operating assets and liabilities:					
Accounts receivable	(829)	2,700	5,412	7,283	4,856
Utility billings, net	(122,479)	(268,011)	-	(390,490)	-
Pension-related deferred outflows	20,134	(43,772)	-	(23,638)	-
OPEB-related deferred outflows	6,562	17,041	-	23,603	-
Accounts payable and accrued liabilities	280,196	(181,675)	-	98,521	47,462
Deposits payable	1,465	2	-	1,467	-
Unearned revenue	-	-	-	-	18,778
Claims and judgments payable	-	-	-	-	(37,976)
Total OPEB liability	3,599	(15,618)	-	(12,019)	-
Aggregate net pension liability	15,041	41,216	-	56,257	-
Pension-related deferred inflows	(202,812)	(461,409)	-	(664,221)	-
OPEB-related deferred inflows	95,257	209,153	-	304,410	-
Total adjustments	492,634	1,126,643	5,412	1,624,689	33,120
<b>Net cash provided by (used in) operating activities</b>	<b>\$ 442,850</b>	<b>\$ 2,244,889</b>	<b>\$ 1,450,046</b>	<b>\$ 4,137,785</b>	<b>\$ (738,353)</b>

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**FIDUCIARY FUND FINANCIAL STATEMENTS**

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**City of Placerville**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2024**

	Custodial Funds		
	Public Financing Authority Custodial Fund	Other Custodial Funds	Total
	<b>ASSETS</b>		
Cash and investments	\$ 8,294	\$ 1,594,556	\$ 1,602,850
Receivables:			
Accounts	-	3,558	3,558
Interest	69	9,952	10,021
<b>Total assets</b>	8,363	1,608,066	1,616,429
<b>LIABILITIES</b>			
Accounts payable	-	144,127	144,127
	-	144,127	144,127
<b>NET POSITION</b>			
Restricted for:			
Individuals, organizations, and other governments	8,363	1,463,939	1,472,302
	\$ 8,363	\$ 1,463,939	\$ 1,472,302

**City of Placerville**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2024**

	Custodial Funds		Total
	Public Financing Authority Custodial Fund	Other Custodial Funds	
<b>ADDITIONS:</b>			
Investment income	\$ 8,364	\$ 18,474	\$ 26,838
Fee and deposits collected for others	-	1,561,162	1,561,162
<b>Total additions</b>	<b>8,364</b>	<b>1,579,636</b>	<b>1,588,000</b>
<b>DEDUCTIONS:</b>			
Other deductions	939,965	488,449	1,428,414
<b>Total deductions</b>	<b>939,965</b>	<b>488,449</b>	<b>1,428,414</b>
<b>NET POSITION:</b>			
Beginning of year	939,964	372,752	1,312,716
End of year	<b>\$ 8,363</b>	<b>\$ 1,463,939</b>	<b>\$ 1,472,302</b>

**NOTES TO THE BASIC  
FINANCIAL STATEMENTS**

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**City of Placerville**  
**Index to the Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

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<b><u>NOTE</u></b>	<b><u>DESCRIPTION</u></b>	<b><u>PAGE</u></b>
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**City of Placerville**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies**

The basic financial statements of the City of Placerville, California, (the “City”) have been prepared in conformity with accounting principles generally accepted in the United States of America (“U.S. 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 of the City’s accounting policies are described below.

**A. Reporting Entity**

The City was incorporated in 1854, as a municipal corporation operating under the general laws of the State of California. The City operates under a Council-Manager form of government and provides services including general government, public works, public safety, water, sewer treatment, and parks and recreation. Control or dependence is determined on the basis of budget adoption, selection of governing authority and designation of management, outstanding debt secured by revenues or general obligations of the City and ability to significantly influence operations.

The financial reporting entity, as defined by the GASB, consists of the primary government, the City, organizations for which the primary government is financially accountable, and any other organization for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

The City Council acts as the governing body and is able to impose its will on the following organizations, establishing financial accountability:

Placerville Public Financing Authority (“Authority”) is a legal joint powers entity created by the City. The Authority’s Board of Directors is comprised of the City’s Council Members, City Manager, and Assistant City Manager/Director of Finance, and all accounting and administrative functions are performed by the City.

As a result, this organization is considered a component unit of the City and is included within the basic financial statements of the City using the blended method. The City does not issue separate audited financial statements for the Authority. However, separate financial information for this component unit can be obtained from the City’s Finance Department. All entities included in this financial statement maintain June 30<sup>th</sup> as their fiscal year-end.

**B. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

In accordance with GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, the Statement of Net Position and the Balance Sheet of Governmental Funds report separate sections for Deferred Outflows of Resources, and Deferred Inflows of Resources, when applicable.

**Deferred Outflows of Resources** represent outflows of resources (consumption of net assets) that apply to future periods and that, therefore, will not be recognized as an expense until that time.

**Deferred Inflows of Resources** represent inflows of resources (acquisition of net assets) that apply to future periods and that, therefore, are not recognized as revenue until that time.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

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

*Government-Wide Financial Statements*

The City's government-wide financial statements include a statement of net position and a statement of activities. These statements present summaries of governmental and business-type activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

These financial statements are presented on an “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying statement of net position. The statement of activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Certain types of transactions are reported as program revenues for the City in three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

Certain eliminations have been made in regards to interfund activities, payables and receivables. All internal balances in the statement of net position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. (In the statement of activities, internal service fund transactions have been eliminated.) However, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due to/from other funds
- Advances to/from other funds
- Transfers in/out

*Governmental Funds Financial Statements*

Governmental Funds Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in Fund Balances as presented in these statements to the Net Position presented in the Government-Wide Financial Statements. The City has presented all major funds that met the applicable criteria.

Governmental Fund Financial Statements are reported using the *current financial resources measurement focus and the modified accrual basis of accounting*. Revenues are recognized when 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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded in the accounting period in which the related liability is incurred.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

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

*Governmental Fund Financial Statements (Continued)*

The City reports the following major governmental funds:

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

The *Transportation Development Special Revenue Fund* is used to account for revenues and expenditures associated with the administration of the Transportation Development Act Funds and transportation grants.

The *Measure J Special Revenue Fund* is used to account for revenues and expenditures associated with the administration of the 0.25% add on sales tax to supplement the City's police services.

The *Measure L Special Revenue Fund* is used to account for revenues and expenditures associated with the administration of the 0.50% add on sales tax to supplement the maintenance of the City's streets, sewer system, and water system.

The *Grants Special Revenue Fund* is used to account for revenues and expenditures associated with the administration of federal, state, and local grants received by the City.

*Proprietary Fund Financial Statements*

Proprietary Fund Financial Statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Net Position, and a Statement of Cash Flows for each major Proprietary Fund.

The City reports the following major proprietary funds:

The *Water Fund* is used for the operation and maintenance of a water system consisting of acquisition, distribution pipeline, and pumps. The fund collects all user fees and disburses all expenditures for this purpose. The fund also collects fees resulting from new growth. These funds will be used in the future to expand capacity of the water distribution system required due to growth.

The *Sewer Fund* is responsible for the treatment of industrial and domestic wastewater. The fund collects all user fees and disburses all expenditures for this purpose. The fund also collects fees resulting from new growth. These funds will be used in the future to expand capacity of the water reclamation facility and collection system required due to growth.

The *Measure H Fund* is used to account for revenues and expenses associated with the administration of the 0.25% add-on sales tax that augments the Water and Sewer Funds in paying for related debt and infrastructure replacement costs.

Additionally, the City reports the following fund types:

*Internal Service Funds* are used to account for services provided to other departments of the government, or to other governments, on a cost reimbursement basis. The City has an Internal Service Fund for general liability insurance, property insurance, unemployment insurance, and worker's compensation insurance.

*Custodial Funds* are used to account for resources held by the government in a purely custodial capacity.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

***C. Property Taxes***

Property taxes, special assessments, sales tax, licenses, intergovernmental revenues, investment earnings, charges for services and fines and penalties associated with the current fiscal year are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal year. Property taxes attach as an enforceable lien on property. Secured and unsecured property taxes are levied on July 1<sup>st</sup>. The unsecured and secured property tax lien date is January 1. Unsecured property taxes become delinquent on August 31<sup>st</sup>. Secured property taxes are payable in two installments, on November 1<sup>st</sup> and February 1<sup>st</sup> of each year, and become delinquent on December 10<sup>th</sup> and April 10<sup>th</sup>, respectively. The County of El Dorado, California (County) bills and collects the property taxes and remits them to the City according to a payment schedule established by the County. City property tax revenues are recognized when received in cash except at year-end when they are accrued pursuant to the modified accrual basis of accounting. The County is permitted by State law to levy property taxes at 1% of full market value (at time of purchase) and can increase property assessed value no more than 2% per year.

***D. Cash, Cash Equivalents, and Investments***

The City pools cash resources from all funds in order to facilitate the management of cash. The balance in the pooled cash account is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing accounts and other investments for varying terms.

Certain disclosure requirements for Deposits and Investment Risks were made in the following areas:

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

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

Highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

The City participates in an investment pool managed by the State of California titled Local Agency Investment Fund (LAIF) which has invested a portion of the pooled funds in Structured Notes and Asset-Backed Securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these Structured Notes and Asset-Backed Securities are subject to market risk as to change in interest rates.

For purpose 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 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 cash and investments with fiscal agent as cash and cash equivalents because investments meet the criteria for cash equivalents defined above.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

***E. Fair Value Measurement***

GASB Statement No. 72, *Fair Value Measurement and Application*, defines fair value, establishes a framework for measuring fair value, and establishes disclosures about fair value measurement. Investments, unless otherwise specified, recorded at fair value in the Statements of Net Position, are categorized based upon the level of judgment associated with the inputs used to measure their fair value. Levels of inputs are as follows:

Level 1 – Inputs are unadjusted, quoted prices for identical assets or liabilities in active markets at the measurement date.

Level 2 – Inputs, other than quoted prices included in Level 1, which are observable for the assets or liabilities through corroboration with market data at the measurement date.

Level 3 – Unobservable inputs that reflect management’s best estimate of what market participants would use in pricing the assets or liabilities at the measurement date.

***F. Receivables***

All receivables are shown net of an allowance for doubtful accounts. Service charges revenues (water and sewer) are recorded as billed to customers on a cyclical basis. All utility customers are billed bi-monthly.

***G. Interfund Balances/Internal Balances***

All other outstanding balances between funds are reported as due to and due from other funds. These are generally repaid within the following fiscal year.

Any residual balances outstanding between the governmental activities and business-type activities are reported in the Government-Wide Financial Statements as “internal balances.”

***H. Compensated Absences***

Amounts of vested or accumulated vacation, sick leave, compensatory time off, floating holidays, management leave, and related benefits on such compensation that are not expected to be liquidated with expendable available financial resources are reported in the Government-Wide Statement of Net Position. No expenditure is reported for these amounts in the Governmental Fund Financial Statements.

***I. Capital Assets***

Capital assets, which include land, buildings, building improvements, equipment, and infrastructure assets (e.g., streets, bridges, storm drains, sewer and water lines, and similar items), are reported in the applicable governmental or business-type activities in the Government-Wide Financial Statements. Capital assets are recorded at historical cost or estimated historical cost if historical cost is not available.

Donated capital assets are valued at their estimated acquisition value on the date donated. City policy has set the capitalization thresholds for reporting capital assets at the following:

General capital assets	\$ 5,000
Infrastructure capital assets	100,000

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

***I. Capital Assets (Continued)***

Depreciation has been provided on a straight-line basis over the following estimated useful lives:

Asset Class	Years
General Capital Assets:	
Building, Improvements	40
Improvements, other than Buildings	25
Furniture and Fixtures	5
Machinery and Equipment	5-30
Vehicles	5
Infrastructure:	
Water / Sewer Lines	25
Streets	40

***J. Unearned/Unavailable Revenue***

In the Government-Wide Financial Statements, unearned revenue is recognized for transactions for which revenue has not yet been earned. Typical transactions recorded as unearned revenues in the Government-Wide Financial Statements are long-term assessments, long-term loans receivable, and prepaid charges for services.

In the Fund Financial Statements, unavailable revenue is recorded when transactions have not yet met the revenue recognition criteria based on the modified accrual basis of accounting. The City records unavailable revenue for transactions for which revenues have not been earned, or for which funds are not available to meet current financial obligations. Typical transactions for which unavailable revenue is recorded are grants received but not yet earned or available, interest on interfund advances receivable, long-term assessments and loans receivable.

***K. Pensions***

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the plans and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans (Note 8). For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value. The following timeframes are used for pension reporting:

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Measurement Period:	July 1, 2022 to June 30, 2023

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time. The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over 5 years. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

***L. Other Postemployment Benefits***

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City’s Retiree Benefits Plan (“OPEB Plan”) and additions to/deductions from OPEB Plan’s fiduciary net position have been determined on the same basis as they are reported by the Plan (Note 9). For this purpose, the OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments, which are reported at amortized cost.

The following timeframes are used for OPEB reporting:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Measurement Period:	July 1, 2023 to June 30, 2024

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. The first amortized amounts are recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense. The amortization period differs depending on the source of gain or loss. The difference between projected and actual earnings is amortized on a straight-line basis over 5 years. All other amounts are amortized on a straight-line basis over the average expected remaining service lives of all members that are provided with benefits (active, inactive, and retired) at the beginning of the measurement period.

***M. Long-Term Liabilities***

In the Government-Wide Financial Statements and Proprietary Fund Financial Statements the long-term debt and other financed obligations are reported as liabilities in the appropriate activities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight line method. Bonds payable are reported net of the applicable premium or discount. Issuance costs are expenses when incurred.

In the Fund Financial Statements, proprietary fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

***N. Net Position and Fund Equity***

**Government-Wide Financial Statements and Proprietary Fund Financial Statements**

In government-wide financial statements, net position is classified in the following categories:

*Net Investment in Capital Assets* – This component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of those assets.

*Restricted* – This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

*Unrestricted* – This component of net position is the amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

***N. Net Position and Fund Equity (Continued)***

**Fund Financial Statements**

In the governmental fund financial statements, fund balances are classified in the following categories:

*Nonspendable:* Items that cannot be spent because they are not in spendable form, such as land held for development, long term portions of receivables, inventories, prepaid items, and also items that are legally or contractually required to be maintained intact, such as principal of an endowment or revolving loan fund.

*Restricted:* Restricted fund balances encompass the portion of net fund resources subject to externally enforceable legal restrictions. This includes externally imposed restrictions by creditors (such as through debt covenants), grantors, contributors, laws or regulations of other governments, as well as restrictions imposed by law through constitutional provisions or enabling legislation.

*Committed:* Committed fund balances encompass the portion of net fund resources, the use of which is constrained by limitations that the government imposes upon itself at its highest level of decision making (normally the governing body) and that remain binding unless removed in the same manner. The City Council is considered the highest authority for the City and all of its component units.

*Assigned:* Assigned fund balances encompass the portion of net fund resources reflecting the government's intended use of resources. Assignment of resources can be done by the highest level of decision making or by a committee or official designated for that purpose. The City Council has the authority to assign funds for the City of Placerville.

*Unassigned:* This category is for all balances that have no restrictions placed upon them. The General Fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than General Fund, if expenditures incurred for specific purposes exceed the amount that are restricted, committed or assigned to the purposes, it may be necessary to report a negative unassigned fund balance in that particular fund.

**Spending Policy**

For Government-Wide Financial Statements and Proprietary Fund Financial Statements, when an expense is incurred for purposes for which both restricted and unrestricted Net Position are available, the City's policy is to apply restricted Net Position first.

For Governmental Fund Financial Statements, the City's policy is to spend restricted fund balances first, before spending unrestricted fund balances, for expenditures incurred for purposes for which both restricted and unrestricted fund balances are available, except for instances wherein a City ordinance or resolutions specifies the fund balance. The City's policy is that committed and assigned fund balances are considered to have been spent first before unassigned fund balances have been spent, when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used, except for instances wherein a City ordinance specifies the fund balance.

***O. Use of Estimates***

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

***P. Accounting Changes***

**Implementation of New GASB Pronouncements for the Year Ended June 30, 2024**

The requirements of the following accounting standards are effective for the purpose of implementation, if applicable to the City, for the year ended June 30, 2024. The financial statements included herein apply the requirements and provisions of these statements, including necessary retroactive adjustments to financial statement classifications and presentations.

*GASB Statement No. 100*

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

**Upcoming Government Accounting Standards Implementation**

The City is currently analyzing its accounting practices to determine the potential impact on the financial statements for the following GASB statements:

*GASB Statement No. 101*

In June 2024, GASB issued Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Application of this statement is effective for the Authority's fiscal year ending June 30, 2025.

*GASB Statement No. 102*

In December 2024, 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. That objective is achieved by requiring governments to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. The statement also requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. Application of this statement is effective for the City's fiscal year ending June 30, 2025. Earlier application is encouraged.

*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. Application of this statement is effective for the City's fiscal year ending June 30, 2026.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 1 – Summary of Significant Accounting Policies (Continued)**

***P. Accounting Changes (Continued)***

**Upcoming Government Accounting Standards Implementation (Continued)**

*GASB Statement No. 104*

In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, Leases, and intangible right-to-use assets recognized in accordance with Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, Subscription-Based Information Technology Arrangements, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. Application of this statement is effective for the City’s fiscal year ending June 30, 2026.

*GASB Statement No. 105*

In December 2025, GASB issued Statement No. 105, *Subsequent Events*. This Statement establishes accounting and financial reporting requirements for events and transactions that occur after the financial statement date but before financial statements are issued. The Statement defines the types of subsequent events and requires disclosure of certain nonrecognized subsequent events. Application of this Statement is effective for the City’s fiscal year ending June 30, 2027.

**Note 2 – Cash and Investments**

***A. Summary of Cash and Investments***

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

	<b>Primary Government</b>			<b>Fiduciary Funds</b>	<b>Total</b>
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>		
Cash and investments	\$ 9,217,658	\$ 9,121,606	\$ 18,339,264	\$ 1,602,850	\$ 19,942,114
Restricted cash and investments	4,974,687	-	4,974,687	-	4,974,687
Cash and investments with fiscal agent	434,949	296,258	731,207	-	731,207
<b>Total</b>	<b>\$ 14,627,294</b>	<b>\$ 9,417,864</b>	<b>\$ 24,045,158</b>	<b>\$ 1,602,850</b>	<b>\$ 25,648,008</b>

Cash, cash equivalents, and investments, consisted of the following at June 30, 2024:

<b>Cash and cash equivalents:</b>	
Petty cash	\$ 3,695
Demand deposits	3,968,316
<b>Investments:</b>	
Local Agency Investment Fund	20,944,790
Money market funds	731,207
<b>Total</b>	<b>\$ 25,648,008</b>

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 2 – Cash and Investments (Continued)**

**B. Cash Deposits**

The City maintains a cash and investment pool, which includes cash balances and authorized investments of all funds, which the City invests to enhance interest earnings. The pooled interest earned is allocated to the funds quarterly, based on the average daily cash and investment balances in each fund.

At June 30, 2024, the carrying amount of the City’s deposits was \$3,968,316. Bank balances before reconciling items were \$5,172,145 at that date, the total amount of which was collateralized or insured with securities held by the pledging financial institutions in the City’s name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure the City’s cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City’s name.

According to California law, the market value of pledged securities with banking institutions must equal at least 110% of the City’s cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City’s total cash deposits. The City may waive collateral requirements for cash deposits, which are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation. The City, however, has not waived the collateralization requirements.

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

**C. Investments**

At June 30, 2024, cash and investments, excluding restricted cash and investments held by fiscal agent, consists of funds invested in the Local Agency Investment Fund (LAIF) and money market funds. These amounts are measured at amortized cost and not subject to the GASB 72 fair value hierarchy. The following table presents investments recognized in the accompanying statement of net position measured at amortized cost at June 30, 2024:

Investment Type	Total as of June 30, 2024	Percentage of Investments	Measurement Inputs
Local Agency Investment Fund	\$ 20,944,790	96.63%	Not applicable
Money market funds	731,207	3.37%	Not applicable
<b>Total</b>	<b>\$ 21,675,997</b>		

The Policy, in addition to State statutes, establishes that funds on deposit in banks must be federally insured or collateralized and investments shall (1) have maximum maturity not to exceed five years, (2) be laddered and based on cash flow forecasts; and (3) be subject to limitations to a certain percent of the portfolio for each of the authorized investments. The City’s investments comply with the established policy.

The City’s portfolio value fluctuates in an inverse relationship to any change in interest rate. Accordingly, if interest rates rise, the portfolio value will decline. If interest rates fall, the portfolio value will rise.

The portfolio, for year-end reporting purposes, is treated as if it were all sold. Therefore, fund balance reflects the portfolio’s change in value. These portfolio value changes are unrealized unless sold. The City’s policy is to buy and hold investments until their maturity dates.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 2 – Cash and Investments (Continued)**

**C. Investments (Continued)**

The City is authorized by State statutes and in accordance with the City’s Investment Policy (Policy) to invest in the following:

- Bankers Acceptances
- California Local Agency Investment Fund (LAIF)
- Certificates of Deposit
- Commercial Paper (Corporations)
- County Pooled Funds
- Medium-Term Corporate Notes
- Money Market Accounts
- Mutual Funds
- Negotiable Certificates of Deposit
- Passbook Savings and Demand Deposits Accounts
- Repurchase Agreements collateralized by U.S. Securities or U.S. Government Federal Agencies
- Reverse Purchase Agreements
- U.S. Treasury Securities

*Investments held by Fiscal Agent.* The investments held by fiscal agents in the amount of \$731,207 are to be used only for specific capital outlay, payments of certain long-term debt and maintaining required reserves. These funds have been invested only as permitted by specific State statutes governing their investment or applicable City ordinances, resolutions, or bond indentures.

**D. Risk Disclosures**

*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, the greater the sensitivity its fair value is to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City’s investment policy provides that final maturities of securities cannot exceed five years. Specific maturities of investments depend on liquidity needs. At June 30, 2024, the City’s pooled cash and investments had the following maturities:

	Amount	Maturities 1 year or less
<b>Cash and cash equivalents:</b>		
Petty cash	\$ 3,695	\$ 3,695
Demand deposits	3,968,316	3,968,316
<b>Investments:</b>		
Local Agency Investment Fund	20,944,790	20,944,790
Money market funds	731,207	731,207
<b>Total</b>	<b>\$ 25,648,008</b>	<b>\$ 25,648,008</b>

*Credit Risk* is the risk of loss due to failure of the security issuer. The risk can be identified thru the rating assigned by a nationally recognized statistical rating organization to the issuers of securities. The City minimizes this risk by investing only on type of investments allowed for municipalities by the Government Code as listed on the City’s investment policy and investing only on instruments that are most credit worthy.

	Amount	Credit Quality Ratings	
		Moody's	Standard & Poor's
<b>Investments:</b>			
Local Agency Investment Fund	\$ 20,944,790	Not Rated	Not Rated
Money market funds	731,207	Not Rated	Not Rated
<b>Total</b>	<b>\$ 21,675,997</b>		

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 2 – Cash and Investments (Continued)**

***D. Risk Disclosures (Continued)***

According to the City’s investment policy, the aggregate investment in medium-term notes should not exceed 10% of the City’s total portfolio.

Federal instrumentalities must have a rating of AAA or the equivalent by a NRSRO at the time of purchase. The Local Agency Investment Fund (LAIF), administered by the State of California, has a separate investment policy, governed by Government Code Sections 16480-16481.2, that provides credit standards for its investments.

The City’s investments (excluding investments held by fiscal agents) are only in Local Agency Investment Fund which is not rated by a NRSRO.

*Custodial Credit Risk.* For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are held by the counterparty. All of the City’s investments in securities are held in the name of the City. The City’s custodial agreement policy prohibits counterparties holding securities not in the City’s name.

***E. Investments in Local Agency Investment Fund***

The City is a participant in LAIF which is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. As of June 30, 2024, the City had \$20,944,790 invested in LAIF. LAIF determines fair value on its investment portfolio based on market quotations for those securities where market quotations are readily available and based on amortized cost or best estimate for those securities where market value is not readily available. LAIF is reported at amortized cost, which approximates fair value.

**Note 3 – Loans Receivable**

At June 30, 2024, the City had the following loans receivable and related unavailable revenue:

	<b>Loans Receivable Balance June 30, 2024</b>	<b>Allowance for Doubtful Accounts Balance June 30, 2024</b>	<b>Financial Statement Balance June 30, 2024</b>	<b>Unavailable Revenue Balance June 30, 2024</b>
Housing Loans	\$ 678,012	\$ -	\$ 678,012	\$ 678,012
Mallard Lane Apartments LP Loans	1,454,735	(1,454,735)	-	-
Middletown Road Apartments LP Loans	1,656,782	(1,656,782)	-	-
<b>Total</b>	<b>\$ 3,789,529</b>	<b>\$ (3,111,517)</b>	<b>\$ 678,012</b>	<b>\$ 678,012</b>

The City administers the first time homebuyer, housing rehabilitation, and small business loan programs funded with various grants (i.e. CDBG, HOME, CalHome, NSP, etc.). Under these programs, individuals with incomes below certain levels are eligible to receive low interest loans. These low-interest loans are secured by deeds of trust on the properties. Maturities vary according to terms and disposition of property. Deferred payment loans receivable under these forgivable loans are not required to be paid back unless the participating homeowner sells, transfers title to the property, or discontinues residence in the dwelling at which time the full amount of the deferred loan is due. These deferred payment loans are “nonperforming loans” and are not recorded as loans receivable in the financial statements. These low interest-bearing loans are secured by deeds of trust.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 4 – Interfund Transactions**

**A. Due From and To Other Funds**

At June 30, 2024, the City had the following short-term interfund receivables and payables:

Due From	Due To			Total
	Governmental Activities			
	Transportation Development	Grants	Non-Major	
Governmental Activities				
General Fund	\$ 89,802	\$ 10,546	\$ 593,313	\$ 693,661
Totals	\$ 89,802	\$ 10,546	\$ 593,313	\$ 693,661

These balances resulted from short-term loans used to cover operating cash deficits at year-end. These amounts will be repaid in the following fiscal year.

**B. Long-Term Advances**

At June 30, 2024, the City had the following long-term interfund advances:

Advances From Other Funds	Advances to Other Funds		Total
	Governmental Activities		
	Transportation Development	Non-Major	
Governmental Activities			
General Fund	\$ 1,730,000	\$ -	\$ 1,730,000
Internal Service Funds	585,253	109,367	694,620
Totals	\$ 2,315,253	\$ 109,367	\$ 2,424,620

These balances resulted from long-term loans used to cover operating cash deficits at year-end. These amounts will be repaid with future revenues.

**C. Transfers In and Out**

For the year ended June 30, 2024, the City had the following transfers:

Transfers Out	Transfers In								Total
	Governmental Activities					Business-Type Activities			
	General	Transportation Development	Measure J	Grants	Non-Major	Internal Service	Water	Sewer	
Governmental Activities									
General Fund	\$ -	\$ -	\$ 325,000	\$ 35,295	\$ 480,713	\$ 485,184	\$ -	\$ -	\$ 1,326,192
Measure L Fund	-	957,564	-	-	174,255	-	666,559	380,804	2,179,182
Grants Fund	287,586	24,695	-	-	-	-	-	-	312,281
Non-Major Funds	260,383	74,780	-	-	-	-	-	-	335,163
Business-Type Activities									
Water Fund	-	-	-	-	-	217,158	-	-	217,158
Sewer Fund	-	25,045	-	-	-	217,158	-	-	242,203
Measure H Fund	-	-	-	-	-	-	27,641	1,184,646	1,212,287
Totals	\$ 547,969	\$ 1,082,084	\$ 325,000	\$ 35,295	\$ 654,968	\$ 919,500	\$ 694,200	\$ 1,565,450	\$ 5,824,466

Transfers are contributions to other funds to finance various programs in accordance with budgetary authorizations.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 5 – Capital Assets**

**A. Government-Wide Financial Statements**

At June 30, 2024, the City’s capital assets consisted of the following:

	Governmental Activities	Business-Type Activities	Total
Non-Depreciable Assets:			
Land and improvements	\$ 12,959,322	\$ 2,328,974	\$ 15,288,296
Construction in progress	32,876,823	2,924,244	35,801,067
Total non-depreciable assets	45,836,145	5,253,218	51,089,363
Depreciable Assets:			
Building and structures	12,995,085	75,723,766	88,718,851
Machinery and equipment	4,728,834	3,070,852	7,799,686
Infrastructure	24,111,920	56,933,646	81,045,566
	41,835,839	135,728,264	177,564,103
Less accumulated depreciation	(14,620,417)	(79,232,148)	(93,852,565)
Total depreciable assets, net	27,215,422	56,496,116	83,711,538
Total capital assets	\$ 73,051,567	\$ 61,749,334	\$ 134,800,901

In fiscal year ended June 30, 2024, the City counted, valued and reported its capital assets, including infrastructure for its governmental activities and business-type activities, as shown in the following tables.

**Governmental Activities**

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

	Balance July 1, 2023	Additions	Deletions	Transfers	Balance June 30, 2024
Non-Depreciable Assets:					
Land and improvements	\$ 12,959,322	\$ -	\$ -	\$ -	\$ 12,959,322
Construction in progress	35,211,521	6,562,189	-	(8,896,887)	32,876,823
Total non-depreciable assets	48,170,843	6,562,189	-	(8,896,887)	45,836,145
Depreciable Assets:					
Building and structures	12,892,021	-	-	103,064	12,995,085
Machinery and equipment	4,002,108	677,566	(69,415)	118,575	4,728,834
Infrastructure	15,436,672	-	-	8,675,248	24,111,920
Total depreciable assets	32,330,801	677,566	(69,415)	8,896,887	41,835,839
Less accumulated depreciation	(13,825,559)	(860,273)	65,415	-	(14,620,417)
Total depreciable assets, net	18,505,242	(182,707)	(4,000)	8,896,887	27,215,422
Total capital assets	\$ 66,676,085	\$ 6,379,482	\$ (4,000)	\$ -	\$ 73,051,567

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 5 – Capital Assets (Continued)**

**A. Government-Wide Financial Statements (Continued)**

**Governmental Activities (Continued)**

Depreciation expense in governmental activities for capital assets for the year ended June 30, 2024 was as follows:

General government	\$	75,406
Public safety		167,060
Highways and street		508,764
Community Development		669
Parks and recreation		108,374
Total	\$	<u>860,273</u>

**Business-Type Activities**

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

	Balance July 1, 2023	Additions	Deletions	Reclassifications/ Transfers	Balance June 30, 2024
<b>Non-Depreciable Assets:</b>					
Land and improvements	\$ 2,328,974	\$ -	\$ -	\$ -	\$ 2,328,974
Construction in progress	6,590,089	1,882,808	-	(5,548,653)	2,924,244
Total non-depreciable assets	8,919,063	1,882,808	-	(5,548,653)	5,253,218
<b>Depreciable Assets:</b>					
Building and structures	74,391,284	-	-	1,332,482	75,723,766
Machinery and equipment	1,456,772	-	-	1,614,080	3,070,852
Infrastructure	54,331,555	-	-	2,602,091	56,933,646
Total depreciable assets	130,179,611	-	-	5,548,653	135,728,264
Less accumulated depreciation	(77,008,632)	(2,223,516)	-	-	(79,232,148)
Total depreciable assets, net	53,170,979	(2,223,516)	-	5,548,653	56,496,116
Total capital assets	\$ 62,090,042	\$ (340,708)	\$ -	\$ -	\$ 61,749,334

Business-type activities depreciation expense for capital assets for the year ended June 30, 2024, were as follows:

Water	\$	396,500
Sewer		1,827,016
Total	\$	<u>2,223,516</u>

**B. Fund Financial Statements**

The fund financial statements do not present general government capital assets but they are shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position. The capital assets of the enterprise funds in the Proprietary Fund Financial Statements are the same as those shown in the business-type activities of the Government-Wide Financial Statements. Internal Service Funds' capital assets are combined with governmental activities.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 6 – Long-Term Debt**

**A. Government-Wide Financial Statements**

Following is a summary of all long-term debt balances at June 30, 2024:

	Governmental Activities	Business-Type Activities	Total
Long-term debt, due within one year	\$ 110,961	\$ 2,180,417	\$ 2,291,378
Noncurrent portion of long-term debt			
2006 State Revolving Loan	-	23,121,064	23,121,064
2015 Equipment Lease	-	-	-
2019 CEC Loan	411,278	137,385	548,663
2022 Sewer Revenue Bonds	-	13,521,700	13,521,700
2023 Equipment Finance Purchase	362,346	246,690	609,036
Total noncurrent portion of long-term debt	773,624	37,026,839	37,800,463
Total long-term debt	<u>\$ 884,585</u>	<u>\$ 39,207,256</u>	<u>\$ 40,091,841</u>

**Governmental Activities**

Following is a summary of governmental activity long-term debt transactions during the fiscal year ended June 30, 2024:

	Balance July 1, 2023	Additions	Retirements	Balance June 30, 2024	Due within one year	Due in more than one year
2015 Equipment Finance Purchase	\$ 68,565	\$ -	\$ 31,660	\$ 36,905	\$ 36,905	\$ -
2019 Equipment Finance Purchase	35,413	-	35,413	-	-	-
2019 CEC Loan	468,001	-	19,753	448,248	36,970	411,278
2023 Equipment Finance Purchase	434,949	-	35,517	399,432	37,086	362,346
Total	<u>\$ 1,006,928</u>	<u>\$ -</u>	<u>\$ 122,343</u>	<u>\$ 884,585</u>	<u>\$ 110,961</u>	<u>\$ 773,624</u>

**Business-Type Activities**

Following is a summary of business-type activity long-term debt transactions during the fiscal year ended June 30, 2024:

	Balance July 1, 2023	Additions	Retirements	Balance June 30, 2024	Due within one year	Due in more than one year
2006 State Revolving Loan	\$ 26,178,326	\$ -	\$ 1,528,631	\$ 24,649,695	\$ 1,528,631	\$ 23,121,064
2015 Equipment Finance Purchase	53,822	-	28,636	25,186	25,186	-
2019 Equipment Finance Purchase	19,426	-	19,426	-	-	-
2019 CEC Loan	152,081	-	2,346	149,735	12,350	137,385
2022 Sewer Revenue Bonds	14,699,700	-	589,000	14,110,700	589,000	13,521,700
2023 Equipment Finance Purchase	296,116	-	24,176	271,940	25,250	246,690
Total	<u>\$ 41,399,471</u>	<u>\$ -</u>	<u>\$ 2,192,215</u>	<u>\$ 39,207,256</u>	<u>\$ 2,180,417</u>	<u>\$ 37,026,839</u>

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 6 – Long-Term Debt (Continued)**

**A. Government-Wide Financial Statements (Continued)**

Finance Purchase Agreements

In February 2015, the City secured a finance purchase agreement in the amount of \$706,518 in order to finance 13 pieces of equipment ranging from a folder/insert machine to a street sweeper truck. The interest rate for equipment with a five-year useful life is 2.65% and equipment with a ten-year useful life is 3.00%. The finance purchase agreement payable is allocated between the governmental activities, 59.44%, and business-type activities, 40.56%. Net revenues from the General Fund, Sewer Enterprise Fund, and Water Enterprise Fund have been pledged for the lease payments. The 13 pieces of equipment that were purchased with the lease proceeds are secured in the borrowing, and should a default in payment occur or budget appropriations fail to be made for the annual lease payments, the said equipment could be repossessed. Principal and interest payments are due in August and February each year. The annual debt service requirements for the 2015 Equipment Finance Purchase are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 62,091	\$ 1,378	\$ 63,469

In February 2019, the City secured a finance purchase agreement in the amount of \$257,862 in order to finance 12 pieces of equipment ranging from a network printers to a pickup trucks. The annual interest rate 3.16%. The finance purchase agreement payable is allocated between the governmental activities, 65.54%, and business-type activities, 34.46%. Principal and interest payments are due in October and April each year. Net revenues from the General Fund, Sewer Enterprise Fund, and Water Enterprise Fund have been pledged for the lease payments. The 12 pieces of equipment that were purchased with the lease proceeds are secured in the borrowing, and should a default in payment occur or budget appropriations fail to be made for the annual lease payments, the said equipment could be repossessed. The 2019 Equipment Finance Purchase was paid in full during the year ended June 30, 2024.

In January 2023, the City secured a finance purchase agreement in the amount of \$731,065 in order to finance 12 pieces of equipment ranging from software to a vacuum truck. The annual interest rate 4.38%. The finance purchase agreement payable is allocated between the governmental activities, 59.44%, and business-type activities, 40.56%. Principal and interest payments are due in January and July each year. Net revenues from the General Fund, Sewer Enterprise Fund, and Water Enterprise Fund have been pledged for the lease payments. The 12 pieces of equipment that were purchased with the lease proceeds are secured in the borrowing, and should a default in payment occur or budget appropriations fail to be made for the annual lease payments, the said equipment could be repossessed. The annual debt service requirements for the 2024 Equipment Finance Purchase are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 62,336	\$ 28,731	\$ 91,067
2026	65,096	25,971	91,067
2027	67,979	23,088	91,067
2028	70,989	20,078	91,067
2029	74,132	16,935	91,067
2030-2033	330,840	33,428	364,268
Total	\$ 671,372	\$ 148,231	\$ 819,603

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 6 – Long-Term Debt (Continued)**

**A. Government-Wide Financial Statements (Continued)**

**Business-Type Activities (Continued)**

Finance Purchase Agreements (Continued)

The City entered into three finance-purchase agreements whereby the lessor acquired certain capital assets and leased them to the City with the option to purchase. The finance-purchased assets are included in capital assets and are summarized by major asset class below:

Unspent finance purchase proceeds	\$	731,067
Machinery and equipment		965,073
Accumulated depreciation		<u>(829,897)</u>
Assets under finance purchase agreement	\$	<u><u>866,243</u></u>

Sewer Revenue Bonds Payable

On March 14, 2006, the Placerville PFA issued the Series 2006 Wastewater System Refinancing and Improvement Project Revenue Bonds in the amount of \$17,215,000 pursuant to an Indenture by and between the Placerville PFA and Union Bank of California, N.A. as Trustee. A portion of the proceeds from the Bonds were used to refinance the Series 1994 Sewer Revenue Refunding and Phase II Improvement Bonds. The remainder of the Bond proceeds were used to partially finance State mandated improvements to the City’s Wastewater Treatment Plant, relocate and replace a section of sewer line along Hangtown Creek, and construct other capital projects related to the Wastewater System.

On May 1, 2022, the City Council issued the 2022 Wastewater Revenue Refunding Bonds and refinanced the Series 2006 Wastewater System Refinancing and Improvement Project Revenue Bonds. The 2022 Wastewater Revenue Refunding Bonds are payable solely from wastewater net revenues and are payable through 2035. The total remaining principal to be paid on the bonds is \$14,110,700. Principal payments are due September 1 of each year beginning in 2023 and interest payments at a rate of 2.99% are due March 1 and September 1 of each year.

The 2022 Wastewater Revenue Refunding Bonds are secured by and payable from net revenues from the City's Sewer Enterprise Fund, amounts that are derived from user rates collected by the City for wastewater collection and treatment services. Application of amounts in the enterprise fund is governed by the requirements of Article XIIID, Section 6 of the California Constitution, which provides that the enterprise fund may only be used for the wastewater enterprise and may not be used for general governmental purposes.

Net revenues from the Sewer Enterprise Fund are pledged toward settlement payments with the Bond insurer for the 2022 Bonds. There is a covenant to set rates such that they will provide net coverage for Operation and Maintenance of 1.20% coverage. The City is in compliance with its covenants in connection with its obligations, including covenants on the current rates and charges, and the Sewer Enterprise Fund has sufficient revenues to meet the operation and maintenance costs of the wastewater utility, scheduled debt service, and required debt service coverage.

Events of default with finance related consequences are included in section 8.01 of the indenture for the bond. In the event of unresolved payment default, the Trustee would pull from funds on hand under the separate section of the agreement, and then upon court order from net revenues of the system held by the City.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 6 – Long-Term Debt (Continued)**

**A. Government-Wide Financial Statements (Continued)**

**Business-Type Activities (Continued)**

Revenue Bonds Payable (Continued)

The annual debt service requirements for the Series 2022 Wastewater Revenue Refunding Bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 589,000	\$ 411,270	\$ 1,000,270
2026	837,000	388,117	1,225,117
2027	962,500	361,214	1,323,714
2028	1,087,100	330,573	1,417,673
2029	1,219,800	296,085	1,515,885
2030-2034	7,610,600	839,607	8,450,207
2035	1,682,000	25,146	1,707,146
Total	<u>\$ 13,988,000</u>	<u>\$ 2,652,012</u>	<u>\$ 16,640,012</u>

Loans

In 2006, the City secured a State Revolving Loan in the amount of \$42,864,638 with an interest rate of 0.00% to partially finance improvements to the Wastewater Treatment Plant in order to comply with State mandated requirements at that time. The loan is payable solely from wastewater net revenues and are payable through 2040. Annual principal payments on the loan for the fiscal year ended June 30, 2024, required 36.84% of net revenues. The total remaining principal to be paid on the loan is \$24,649,695. Principal paid for the current year and total net revenues were \$1,528,631 and \$2,953,323 respectively. Principal payments are due in September and March of each year. The City pledged Sewer Enterprise Fund net revenues as collateral for the loan. There is a covenant to set rates such that they will provide net coverage for Operation and Maintenance of 1.20% coverage. The City is in compliance with its covenants in connection with its obligations, including covenants on the current rates and charges, and the Sewer Enterprise Fund has sufficient revenues to meet the operation and maintenance costs of the wastewater utility, scheduled debt service, and required debt service coverage. The annual debt service requirements for the 2006 State Revolving Loan are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 1,528,631	\$ -	\$ 1,528,631
2026	1,528,631	-	1,528,631
2027	1,528,631	-	1,528,631
2028	1,528,631	-	1,528,631
2029	1,528,631	-	1,528,631
2030-2034	7,643,156	-	7,643,156
2035-2039	7,643,156	-	7,643,156
2040	1,720,228	-	1,720,228
Total	<u>\$ 24,649,695</u>	<u>\$ -</u>	<u>\$ 24,649,695</u>

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 6 – Long-Term Debt (Continued)**

**A. Government-Wide Financial Statements (Continued)**

**Business-Type Activities (Continued)**

Loans (Continued)

On July 29, 2019, the City secured a California Energy Commission (CEC) Loan in the amount of \$732,846 with an interest rate of 1.00% to finance interior and exterior lighting and heating and cooling improvements to various City facilities in order to achieve greater energy efficiency. The loan is payable through 2035. The loan payable is allocated between the governmental activities, 74.69%, and business-type activities, 25.31%. Principal and interest payments are due in June and December each year. The City pledged savings in energy costs or other legally available funds from the General Fund, Parking District Fund, and the Sewer Enterprise Fund as collateral for the loan. The loan is secured by the lighting and HVAC equipment that was financed by the loan. A default on the loan would require immediate payment of the remaining loan balance. The annual debt service requirements for the 2019 CEC loan are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 49,320	\$ 5,857	\$ 55,177
2026	49,815	5,363	55,178
2027	50,314	4,863	55,177
2028	50,807	4,371	55,178
2029	51,328	3,850	55,178
2030-2034	264,455	11,432	275,887
2035-2036	81,944	821	82,765
Total	<u>\$ 597,983</u>	<u>\$ 36,557</u>	<u>\$ 634,540</u>

Annual debt service requirements for all bonds, loans, and finance purchase agreements are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 2,291,378	\$ 447,236	\$ 2,738,614
2026	2,480,542	419,451	2,899,993
2027	2,609,424	389,165	2,998,589
2028	2,737,527	355,022	3,092,549
2029	2,873,891	316,870	3,190,761
2030-2034	15,849,051	884,467	16,733,518
2035-2039	9,407,100	25,967	9,433,067
2040	1,720,228	-	1,720,228
Total	<u>\$ 39,969,141</u>	<u>\$ 2,838,178</u>	<u>\$ 42,807,319</u>

**B. Fund Financial Statements**

The fund financial statements do not present general government long-term debt but it is shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 7 – Compensated Absences**

The City records a liability to recognize the financial effect of unused vacation and other compensated leaves. The total of vacation and other compensated leaves is \$1,306,974. The City primarily uses the General Fund to liquidate compensated absences.

	Balance			Classification		
	July 1, 2023	Additions	Retirements	June 30, 2024	Due within one year	Due in more than one year
<b>Governmental Activities:</b>						
Compensated Absences	\$ 1,093,115	\$ 555,793	\$ (341,934)	\$ 1,306,974	\$ 386,474	\$ 920,500

**Note 8 – Public Employees' Retirement System**

The following is a summary of net pension liabilities and related deferred outflows and inflows of resources and expenses as of and for the year ended June 30, 2024:

	Governmental Activities	Business-Type Activities	Total
<b>Deferred outflows of resources:</b>			
Pension contribution made after measurement date:			
CalPERS Miscellaneous	\$ 936,750	\$ 568,020	\$ 1,504,770
CalPERS Safety	1,017,221	-	1,017,221
Total pension contribution made after measurement date	1,953,971	568,020	2,521,991
Change in assumption:			
CalPERS Miscellaneous	562,942	341,353	904,295
CalPERS Safety	578,878	-	578,878
Total change in assumption	1,141,820	341,353	1,483,173
Projected earnings on pension plan investments in excess of actual earnings:			
CalPERS Miscellaneous	1,509,667	915,421	2,425,088
CalPERS Safety	1,357,392	-	1,357,392
Total projected earnings on pension plan investments in excess of actual earnings	2,867,059	915,421	3,782,480
Adjustment due to difference in proportions:			
CalPERS Safety	59,395	-	59,395
Total adjustment due to difference in proportions	59,395	-	59,395
Difference between expected and actual experience:			
CalPERS Miscellaneous	402,439	244,028	646,467
CalPERS Safety	665,883	-	665,883
Total difference between expected and actual experience	1,068,322	244,028	1,312,350
Employer contributions in excess of proportionate share of contribution:			
CalPERS Miscellaneous	251,707	152,629	404,336
Total employer contributions in excess of proportionate share of contribution	251,707	152,629	404,336
Total deferred outflows of resources:			
CalPERS Miscellaneous	3,663,505	2,221,451	5,884,956
CalPERS Safety	3,678,769	-	3,678,769
Total deferred outflows of resources	\$ 7,342,274	\$ 2,221,451	\$ 9,563,725

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Public Employees’ Retirement System (Continued)**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>Net pension liabilities:</b>			
CalPERS Miscellaneous	\$ 9,546,980	\$ 5,431,112	\$ 14,978,092
CalPERS Safety	9,918,854	-	9,918,854
Total net pension liabilities	<u>\$ 19,465,834</u>	<u>\$ 5,431,112</u>	<u>\$ 24,896,946</u>
<b>Deferred inflows of Resources:</b>			
Adjustment due to difference in proportions:			
CalPERS Miscellaneous	\$ 989,987	563,186	\$ 1,553,173
Total adjustment due to difference in proportions	<u>989,987</u>	<u>563,186</u>	<u>1,553,173</u>
Employer contributions in excess of proportionate share of contribution:			
CalPERS Safety	167,082	-	167,082
Total employer contributions in excess of proportionate share of contribution	<u>167,082</u>	<u>-</u>	<u>167,082</u>
Total deferred inflows of resources:			
CalPERS Miscellaneous	989,987	563,186	1,553,173
CalPERS Safety	167,082	-	167,082
Total deferred inflows of resources	<u>\$ 1,157,069</u>	<u>\$ 563,186</u>	<u>\$ 1,720,255</u>
<b>Pension expenses:</b>			
CalPERS Miscellaneous	\$ 798,794	\$ 454,420	\$ 1,253,214
CalPERS Safety	1,433,687	-	1,433,687
Total net pension expense	<u>\$ 2,232,481</u>	<u>\$ 454,420</u>	<u>\$ 2,686,901</u>

**Pension Plans**

**Plan Description**

Substantially all City employees working the equivalent of 1,000 hours or more per fiscal year are required to participate in the Miscellaneous Classic, Safety Classic, Miscellaneous Second-Tier, Safety Second-Tier, Miscellaneous PEPRA or Safety PEPRA cost-sharing multiple employer defined benefit plans administered by California Public Employees Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. The Classic Plans are closed to new entrants only eligible for employees hired prior to January 1, 2013. Employees hired after January 1, 2013 are eligible to enroll in the PEPRA plans. Benefit Provisions under the Plans are established by State statutes within the Public Employee’s Retirement Law. 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. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office – 400 P Street, Sacramento, CA 95814.

CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. A classic safety and miscellaneous CalPERS member becomes eligible for Service Retirement upon attainment of age 50 and 55, respectively, with at least 5 years of credited service. Public Employee Pension Reform Act (PEPRA) safety and miscellaneous members become eligible for service retirement upon attainment of age 57 and 62, respectively, with at least 5 years of service. The service retirement benefit is a monthly allowance equal to the product of the benefit factor, years of service, and final compensation. The final compensation is the monthly average of the member's highest 36 full-time equivalent monthly pay.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 8 – Public Employees’ Retirement System (Continued)**

**Pension Plans (Continued)**

**Plan Description (Continued)**

Retirement benefits for classic safety and miscellaneous employees are calculated as 3% and 2.5 %, respectively, of the average final 36 months compensation. Retirement benefits for PEPRA safety and miscellaneous employees are calculated as 2.7% and 2%, respectively, of the average final 36 months compensation.

Participant is eligible for non-industrial disability retirement if becomes disabled and has at least 5 years of credited service. There is no special age requirement. The standard non-industrial disability retirement benefit is a monthly allowance equal to 1.8% of final compensation, multiplied by service.

**Employees Covered by Benefit Terms**

At June 30, 2023 measurement date, the following employees were covered by the benefit terms for each Plan:

	<u>Miscellaneous</u>	<u>Miscellaneous Second Tier</u>	<u>Miscellaneous PEPRA</u>	<u>Safety</u>	<u>Safety Second Tier</u>	<u>Safety PEPRA</u>
Active employees	15	3	47	4	1	13
Transferred and terminated employees	45	11	30	21	3	6
Retired employees and beneficiaries	100	5	6	59	1	3
Total	<u>160</u>	<u>19</u>	<u>83</u>	<u>84</u>	<u>5</u>	<u>22</u>

**Benefits Provided**

An employee's beneficiary may receive the basic death benefit if the employee dies while actively employed. The employee must be actively employed with the City to be eligible for this benefit. An employee's survivor who is eligible for any other pre-retirement death benefit may choose to receive that death benefit instead of this basic death benefit. The basic death benefit is a lump sum in the amount of the employee's accumulated contributions, where interest is currently credited at 7.5% per year, plus a lump sum in the amount of one month's salary for each completed year of current service, up to a maximum of six months' salary. For purposes of this benefit, one month's salary is defined as the member's average monthly full-time rate of compensation during the 36 months preceding death.

Upon the death of a retiree, a one-time lump sum payment of \$500 will be made to the retiree's designated survivor(s), or to the retiree's estate.

Benefit terms provide for annual cost-of-living adjustments to each employee’s retirement allowance. Beginning the second calendar year after the year of retirement, retirement and survivor allowances will be annually adjusted on a compound basis by 2%.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Public Employees’ Retirement System (Continued)**

**Pension Plans (Continued)**

**Benefits Provided (Continued)**

Following are the benefit provisions for each plan:

	<u>Miscellaneous</u>	<u>Miscellaneous Second Tier</u>	<u>Miscellaneous PEPRA</u>	<u>Safety</u>	<u>Safety Second Tier</u>	<u>Safety PEPRA</u>
Benefit formula	2.5% @ 55	2.0% @ 55	2.0% @ 62	3.0% @ 50	3.0% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	55	55	62	50	55	50-57
Monthly benefits, as a % of eligible compensation	2.5%	2.0%	2.0%	3.0%	3.0%	2.7%
Required employee contribution rate	8.000%	7.000%	7.000%	9.000%	9.000%	13.000%
Required employer contribution rate	13.630%	12.130%	7.750%	25.650%	22.830%	13.540%

**Contributions**

Section 20814(c) of the California Public Employees’ Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through the CalPERS’ annual actuarial valuation process. For public agency cost-sharing plans covered by either the Miscellaneous or Safety risk pools, the Plan’s actuarially determined rate is based on the estimated amount necessary to pay the Plan’s allocated share of the risk pool’s costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2024, the plan’s employer contributions made for each Plan was as follows:

Miscellaneous	\$ 1,504,770
Safety	<u>1,017,221</u>
	<u>\$ 2,521,991</u>

**Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions**

The City’s net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plans is measured as of June 30, 2023, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures. The City’s proportion of the net pension liability was based on a projection of the City’s long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Public Employees’ Retirement System (Continued)**

**Proportionate Share of Net Pension Liability and Pension Expense**

The following table shows the plan’s proportionate share of the risk pool collective net pension liability over the measurement period:

	<u>Plan Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
<b>Miscellaneous</b>			
Balance at: 6/30/22 (Valuation date)	37,822,606	23,572,856	14,249,750
Balance at: 6/30/23 (Measurement date)	39,831,301	24,853,209	14,978,092
Net changes during 2022-2023	2,008,695	1,280,353	728,342
<b>Safety</b>			
Balance at: 6/30/22 (Valuation date)	29,016,625	19,764,713	9,251,912
Balance at: 6/30/23 (Measurement date)	30,477,515	20,558,661	9,918,854
Net changes during 2022-2023	1,460,890	793,948	666,942
Total net changes during 2022-2023	3,469,585	2,074,301	1,395,284

The City’s net pension liability/(asset) for each Plan is measured as the proportionate share of the net pension liability/(asset). The net pension liability/(asset) of each of the Plans is measured as of June 30, 2023, and the total pension liability/(asset) for each Plan used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures. The City’s proportion of the net pension liability/(asset) was based on a projection of the City’s long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The City’s proportionate share of the net pension liability/(asset) for each Plan as of June 30, 2022 and 2023 was as follows:

	<u>Miscellaneous</u>	<u>Safety</u>	<u>Total</u>
Proportion - June 30, 2022	0.30453%	0.13464%	0.43917%
Proportion - June 30, 2023	0.29954%	0.13269%	0.43223%
Change - Increase/(Decrease)	-0.00500%	-0.00195%	-0.00694%

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Public Employees’ Retirement System (Continued)**

**Proportionate Share of Net Pension Liability and Pension Expense (Continued)**

For the year ended June 30, 2024, the City recognized pension expense of \$1,253,214 and \$1,433,687, 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:

<b>Miscellaneous Plans</b>		
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Pension contributions made subsequent to measurement date	\$ 1,504,770	\$ -
Difference between projected and actual earning on pension plan investments	2,425,088	-
Adjustment due to differences in proportions	-	1,553,173
Changes in assumptions	904,295	-
Difference between actual and expected experience	646,467	-
Difference between employer's actual contributions and proportionate share of contributions	404,336	-
Total	<u>\$ 5,884,956</u>	<u>\$ 1,553,173</u>
<b>Safety Plans</b>		
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Pension contributions made subsequent to measurement date	\$ 1,017,221	\$ -
Difference between projected and actual earning on pension plan investments	1,357,392	-
Adjustment due to differences in proportions	59,395	-
Changes in assumptions	578,878	-
Difference between actual and expected experience	665,883	-
Difference between employer's actual contributions and proportionate share of contributions	-	167,082
Total	<u>\$ 3,678,769</u>	<u>\$ 167,082</u>
<b>Aggregate Total</b>		
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Pension contributions made subsequent to measurement date	\$ 2,521,991	\$ -
Difference between projected and actual earning on pension plan investments	3,782,480	-
Adjustment due to differences in proportions	59,395	1,553,173
Changes in assumptions	1,483,173	-
Difference between actual and expected experience	1,312,350	-
Difference between employer's actual contributions and proportionate share of contributions	404,336	167,082
Total	<u>\$ 9,563,725</u>	<u>\$ 1,720,255</u>

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Public Employees’ Retirement System (Continued)**

**Proportionate Share of Net Pension Liability and Pension Expense (Continued)**

For the Miscellaneous Plan and Safety Plan, \$1,504,770 and \$1,017,221, respectively, was reported as deferred outflows of resources related to pensions resulting from City’s contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the fiscal year (June 30, 2025). Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30,</u>	<u>Miscellaneous Plans</u>	<u>Safety Plans</u>	<u>Total</u>
2025	\$ 467,680	\$ 774,907	\$ 1,242,587
2026	385,964	561,582	947,546
2027	1,903,783	1,120,090	3,023,873
2028	69,586	37,887	107,473
2025	-	-	-
Thereafter	-	-	-
	<u>\$ 2,827,013</u>	<u>\$ 2,494,466</u>	<u>\$ 5,321,479</u>

**Actuarial Assumptions**

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

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	Varies by Entry Age and Service
Mortality Rate Table <sup>(1)</sup>	Derived using CalPERS’ Membership Data for all Funds.
Post Retirement Benefit Increase	The lesser of contract COLA or 2.30% until Purchasing Power Protection. Allowance floor on purchasing power applies, 2.30% thereafter.

<sup>(1)</sup>The mortality table used was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries. For more details, please refer to the 2021 experience study report that can be found on the CalPERS website.

**Change in Assumptions**

In the current year, the actuarial report did not have any changes in assumptions.

**Discount Rate**

The discount rate used to measure the total pension liability was 6.90% for the plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 6.90% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 6.90% is applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report called “GASB Crossover Testing Report” that can be obtained from the CalPERS website under the GASB 68 Section.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Public Employees’ Retirement System (Continued)**

**Discount Rate (Continued)**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds’ asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent. The table below reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These geometric rates of return are net of administrative expenses.

<u>Asset Class<sup>1</sup></u>	<u>Assumed Asset Allocation</u>	<u>Real Return Years 1-10<sup>1,2</sup></u>
Global Equity	30.00%	4.45%
Global Equity	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Liquidity	-5.00%	-0.59%
	100.00%	

<sup>1</sup> An expected inflation of 2.30% used for this period.

<sup>2</sup> Figures are based on the 2021 Asset Liability Management study.

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

The following presents the City’s proportionate share of the net position liability for the Plan, calculated using the discount rate for each Plan, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<u>Plan's Net Pension Liability/(Asset)</u>		
	<u>Discount Rate - 1%</u> <u>(5.90%)</u>	<u>Current Discount</u> <u>Rate (6.90%)</u>	<u>Discount Rate + 1%</u> <u>(7.90%)</u>
Miscellaneous	\$ 20,365,106	\$ 14,978,092	\$ 10,544,117
Safety	\$ 14,099,827	\$ 9,918,854	\$ 6,500,611
Total	\$ 34,464,933	\$ 24,896,946	\$ 17,044,728

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Public Employees’ Retirement System (Continued)**

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate (Continued)**

*Pension Plan Fiduciary Net Position*

Detailed information about the pension plan’s fiduciary net position is available in the separately issued CalPERS financial reports.

**Payable to the Pension Plan**

At June 30, 2024, the City had no outstanding amounts owed to the pension plan for contributions for the year ended June 30, 2024.

**Deferred Compensation Plan**

In 1983, the City established a deferred compensation plan (the Plan) created in accordance with Internal Revenue Code Section 457. The Plans permit all eligible employees to execute an individual agreement with the City for amounts earned by them, to be paid at a future date when certain circumstances are met. These circumstances include termination by reason of retirement, death, disability or other events as provided for in the Plans. Employees may contribute up to \$22,500 of their annual compensation into the deferred compensation plan.

During the fiscal year ended June 30, 1999, the City amended its deferred compensation plan to comply with subsection (g) of the Internal Revenue Code Section 457, which states that assets of the plan are held for exclusive benefit of participants and their beneficiaries. Accordingly, the assets and related liabilities for the ICMA Plan, which amounted to \$4,240,789 at June 30, 2024, have been removed from the basic financial statements of the City, with no impact on fund equity.

During fiscal year 2016/2017, the City established an additional IRS 457 Plan with the California Public Employees Retirement System (CalPERS). The CalPERS IRC Plan had a balance in the amount of \$717,931 as of June 30, 2024.

**Note 9 – Post-Retirement Medical Care Benefits**

**A. Summary**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Deferred outflows of Resources:</b>			
Changes in assumptions	\$ 119,803	\$ 44,231	\$ 164,034
Total deferred outflows of resources	<u>\$ 119,803</u>	<u>\$ 44,231</u>	<u>\$ 164,034</u>
<b>Total OPEB Liability</b>	<u>\$ 2,977,687</u>	<u>\$ 1,099,358</u>	<u>\$ 4,077,045</u>
<b>Deferred inflows of Resources:</b>			
Changes in assumptions	\$ 68,230	\$ 25,190	\$ 93,420
Difference between actual and expected experience	661,176	244,106	905,282
Total deferred inflows of resources	<u>\$ 729,406</u>	<u>\$ 269,296</u>	<u>\$ 998,702</u>
<b>OPEB Expense</b>	<u>\$ 84,258</u>	<u>\$ 228,220</u>	<u>\$ 312,478</u>

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 9 – Post-Retirement Medical Care Benefits (Continued)**

***B. Plan Description***

The City provides a retiree medical insurance contribution benefit in accordance with employee Memorandums of Understanding, for retired employees. This is a single employer defined benefit OPEB plan. The benefit is applicable to employees who retire from the City of Placerville and,

- Are 53 years of age or older; and
- Have 10 or more years of service with the City of Placerville.

The City contributes an amount each month towards the purchase of medical insurance for the retiree on a pay as you go basis. The monthly amount is determined by the applicable Memorandum of Understanding or salary and benefit provisions for the retired employee. The contribution is based upon the employees' years of service up to a maximum of 20 years, multiplied by the maximum benefit for the respective employee unit. The City pays the contribution amount until the retiree reaches age 65 or dies, whichever occurs first. Although this benefit ends at age 65, retirees who reach 65 or older continue to receive a monthly minimum contribution in the amount \$80.80 until death or disenrollment from the Plan.

Membership in the plan consisted of the following at June 30, 2023, the valuation date:

Active employees	53
Inactive plan members or beneficiaries	
currently receiving benefit payments	14
Total	67

***C. Funding Policy***

The City currently participates in a retiree medical plan through the Special Districts Risk Management Authority (SDRMA). There is no requirement to contribute any amount beyond the pay-as-you-go contributions. If a retiree elects medical insurance coverage through the City, the retiree is responsible for paying the difference between the medical insurance premium and the medical benefit.

The City is evaluating various options for funding the post-retirement medical benefits liability. The City has not established a trust for purposes of funding the required retiree medical insurance contribution but has elected to continue funding the benefit on a pay-as-you-go basis in the current year. The City plans on funding a portion or all of the OPEB Expense each year based upon projections from the July 1, 2023, actuarial valuation study performed by Foster & Foster Actuaries and Consultants.

***D. Total OPEB Liability***

The City's total OPEB liability was measured as of June 30, 2024. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The total OPEB liability at June 30, 2024 was \$4,077,045.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 9 – Post-Retirement Medical Care Benefits (Continued)**

***E. Actuarial Assumptions***

The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age, Level Percent of Pay
Actuarial Assumptions:	
Discount Rate	3.97%
Inflation	2.75%
Aggregate payroll increases	3.00%
Expected long-term investment Rate of Return	n/a
Mortality, Termination, and Disability	RP-2014 Employee Mortality, without projection
Mortality Post-retirement	Post-retirement Mortality Rates for Public Agency Miscellaneous from CalPERS
Pre-retirement turnover	Preretirement Mortality Rates for Public Agency Miscellaneous from CalPERS Experience Study (2000-2019). Preretirement Mortality Rates for Public Agency Police and Fire from CalPERS Experience Study (2000-2019).
Healthcare Trend Rate	5.50% for 2024, 5.25% for 2025-2029, 5.00% for 2030-2039, 4.75% for 2040-2049, 4.50% for 2050-2069, and 4.00% for 2070 and later years; Medicare ages: 4.50% for 2024-2029 and 4.00% for 2030 and later years.

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2000 through June 30, 2019.

***F. Change in Assumption***

The discount rate increased from 3.86% in 2023 to 3.97% in 2024.

***G. Discount Rate***

The discount rate used to measure the total OPEB liability was 3.97% percent. This discount rate is a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

***H. Change in the Total OPEB Liability***

	<b>Total OPEB Liability</b>
Balance at June 30, 2023 (measurement date)	\$ 4,099,182
Changes Recognized for the Measurement Period:	
Service Cost	306,533
Interest on the total OPEB liability	156,821
Difference between expected and actual experience	(241,144)
Changes in assumptions	(40,132)
Benefit payments	(204,215)
Net changes during July 1, 2022 to June 30, 2023	(22,137)
Balance at June 30, 2024 (measurement date)	\$ 4,077,045

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 9 – Post-Retirement Medical Care Benefits (Continued)**

***H. Change in the Total OPEB Liability (Continued)***

*Sensitivity of the Total OPEB Liability to Changes in the Discount Rate*

The following presents the total OPEB liability of the City, as well as what the City’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.97 percent) or 1-percentage-point higher (4.97 percent) than the current discount rate:

Total OPEB Liability/(Asset)		
Discount Rate - 1% (2.97%)	Current Discount Rate (3.97%)	Discount Rate + 1% (4.97%)
\$ 4,452,679	\$ 4,077,045	\$ 3,738,743

*Sensitivity of the Total OPEB Liability to Changes in the Health Care Cost Trend Rates*

The following presents the total OPEB liability of the City, as well as what the City’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (5.50 percent decreasing to 3.00 percent) or 1-percentage-point higher (7.50 percent decreasing to 5.00 percent) than the current healthcare cost trend rates:

Total OPEB Liability/(Asset)		
1% Decrease (5.50% for 2022, 3.00% ultimate)	Trend Rate (6.50% for 2022, 4.00% ultimate)	1% Increase (7.50% for 2022, 5.00% ultimate)
\$ 3,648,243	\$ 4,077,045	\$ 4,586,555

***I. Contributions***

The contribution requirements of plan members and the City are established and may be amended by City Council. The contribution required to be made under City Council and labor agreement requirements is based on a pay-as-you-go basis (i.e., as medical insurance premiums become due). For fiscal year 2024, the City contributed \$211,250 to the plan for current premiums.

***J. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB***

For the fiscal year ended June 30, 2024, the City recognized OPEB expense of \$312,478. 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
Differences between expected and actual experience	\$ -	\$ 905,282
Changes in assumptions	164,034	93,420
	\$ 164,034	\$ 998,702

The remaining gains and losses are amortized over the expected average remaining service life. The expected average remaining service life is 10.6 years, which was determined as of June 30, 2023, the beginning of the measurement period, for employees covered by the OPEB plan benefit terms as of the valuation date.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 9 – Post-Retirement Medical Care Benefits (Continued)**

**J. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

Amount reported as deferred outflows of resources related to OPEB will be recognized as future OPEB expense as follows:

Year Ending June 30	Amount
2025	\$ (165,886)
2026	(165,886)
2027	(122,021)
2028	(133,382)
2029	(133,382)
Thereafter	(114,110)
Total	<u>\$ (834,668)</u>

**Note 10 – Classification of Fund Balance and Other Fund Disclosures**

In governmental funds, fund balances are classified as follows:

	Major Funds						Total
	General Fund	Transportation Development Fund	Measure J Fund	Measure L Fund	Grants Fund	Non-Major Funds	
<i>Nonspendable</i>							
Prepaid items	\$ 175,921	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 175,921
Advances to other funds	1,730,000	-	-	-	-	-	1,730,000
Inventories	18,868	-	-	-	-	-	18,868
Total	<u>1,924,789</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,924,789</u>
<i>Restricted</i>							
Transportation	-	526,673	-	8,205,913	-	-	8,732,586
Police services	-	-	257,950	-	-	-	257,950
Gas Tax	-	-	-	-	-	777,527	777,527
Development Impact	-	-	-	-	-	1,942,147	1,942,147
Parking District	-	-	-	-	-	69,362	69,362
Grants	-	-	-	-	582,774	-	582,774
BAD, CFD, & LLMD	-	-	-	-	-	423,411	423,411
Park Development	-	-	-	-	-	52,822	52,822
Total	<u>-</u>	<u>526,673</u>	<u>257,950</u>	<u>8,205,913</u>	<u>582,774</u>	<u>3,265,269</u>	<u>12,838,579</u>
<i>Committed</i>							
Capital projects	-	-	-	-	-	34,019	34,019
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>34,019</u>	<u>34,019</u>
<i>Assigned</i>							
CalPERS Prefunding	643,182	-	-	-	-	-	643,182
Total	<u>643,182</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>643,182</u>
<i>Unassigned</i>							
	1,457,753	-	-	-	-	-	1,457,753
<b>Total fund balances</b>	<u>\$ 4,025,724</u>	<u>\$ 526,673</u>	<u>\$ 257,950</u>	<u>\$ 8,205,913</u>	<u>\$ 582,774</u>	<u>\$ 3,299,288</u>	<u>\$ 16,898,322</u>

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 10 – Classification of Fund Balance and Other Fund Disclosures (Continued)**

**Encumbrances**

The City utilizes encumbrance accounting as a means of controlling expenditures. Under this method, funds are encumbered when purchase orders, contracts and other commitments are signed or approved by authorized City officials. Such outstanding commitments at year-end do not constitute expenditures or liabilities.

GASB Statement No. 54 provides additional guidance on the classification within the fund balances section of amounts that have been encumbered. Encumbrances of balances within the governmental funds are classified as either nonspendable, committed, restricted or assigned and are included in the respective functional categories. These encumbrances are not separately classified in the financial statements, and are summarized at June 30, 2024 as follows:

Fund	Amount
Governmental Activities	
Transportation Development Fund	\$ 7,492,237
Non-Major Funds	2,922,143
Business Type Activities	
Water Fund	14,500
Sewer Fund	559,679
Total encumbrances	\$ 10,988,559

**Capital Commitments**

The City is undertaking a number of capital improvement projects. However, there are no capital project commitments at June 30, 2024.

**Net Position Deficit**

The City’s governmental activities had an unrestricted net position (deficit) of \$(13,801,639) as of June 30, 2024. This is mainly due to reporting of net pension liability of \$(19,465,834) as required under GASB Statement No. 68 (Note 8) and reporting of Total OPEB liability of \$(2,977,687) as required under GASB Statement No. 75 (Note 9).

**Expenditures in Excess of Appropriations**

The following funds report expenditures in excess of appropriations for the year ended June 30, 2024.

Fund	Excess
Grants	\$ 307,871
Gas Tax	183,341
Capital Projects	125,650

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 11 – Net Investment in Capital Assets**

Net Investment in Capital Assets at June 30, 2024, consisted of the following:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Total capital assets, net	\$ 73,051,567	\$ 61,749,334	\$134,800,901
Less related debt:			
2006 State Revolving Loan	-	(24,649,695)	(24,649,695)
2015 Equipment Lease	(36,905)	(25,186)	(62,091)
2019 CEC Loan	(448,248)	(149,735)	(597,983)
2022 Sewer Revenue Bonds	-	(14,110,700)	(14,110,700)
2023 Equipment Finance Purchase	(399,432)	(271,940)	(671,372)
Unspent finance purchase proceeds	434,949	296,118	731,067
Net investment in capital assets	<u>\$ 72,601,931</u>	<u>\$ 22,838,196</u>	<u>\$ 95,440,127</u>

**Note 12 – Risk Management**

The City is a member of joint powers authorities for general liability, property, and workers compensation insurance programs as described below. The purpose of the authorities is to arrange and administer programs of insurance for the pooling of self-insured losses and to purchase excess insurance coverage.

Each member city has a representative on the Board of Directors. Officers of the authorities are elected annually by the Board of Directors.

The following provides a reconciliation of claims payable, which are recorded as an Internal Service Fund, for the three years ended June 30, 2022, 2023, and 2024:

	Beginning of Year Liability	Current Year Claims and Changes in Estimates	Claims Payments For Current and Prior Years	End of Year Liability
2021-2022	\$ 296,009	\$ 591,946	\$ (589,968)	\$ 297,987
2022-2023	297,987	192,602	(106,064)	384,525
2023-2024	384,525	19,460	(57,436)	346,549

**Northern California Cities Self Insurance Fund**

Northern California Cities Self Insurance Fund (Authority) is a joint powers authority created by certain Northern California cities to provide claims processing administrative services, risk management service and actuarial studies for the Authority as a whole. The Workers Compensation Program comprises a banking layer for claims up to \$100,000 and a Shared Risk Pool for claims from \$100,000 to \$500,000. Excess commercial insurance coverage is provided for claims over the shared risk layers. The Authority is governed by a Board of Directors comprised of officials appointed by each member. The activities of the Authority include setting and collecting premiums, administering and paying claims and related expenses and investing the Authority's excess funds.

*Shared Risk Pool* - Each member is assessed a contribution which is intended to cover its share of the Authority's claims, operating costs and claim settlement expenses. Contributions are based on an actuarially determined rate for each coverage layer (pool), based on an estimate of the probable losses and expenses to be borne by that pool for the claim year. Additional cash contributions may be assessed on the basis of adverse loss experience. Refunds to members may be made if funds are determined to be surplus as a result of an actuarial study. Losses are allocated on the basis of each participant's share of cash contributions. All contributions are recognized as revenues when earned, based on the period covered by the contribution.

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 12 – Risk Management (Continued)**

**Northern California Cities Self Insurance Fund (Continued)**

*Banking Layer* - The banking layer is the members' deductible portion of each claim. As part of its services to members, a portion of their contributions is used to pay their deductibles. If a member's balance is insufficient, the Authority advances the necessary amount and bills the member in the following year. Excess balances may likewise be used to offset subsequent year contributions. The following is a summary of financial information of the Authority as of and for the year ended June 30, 2024:

Total Assets (Primary Investments)	\$ 90,730,073
Total Liability	\$ 64,381,591
Net Position	\$ 26,348,482
Total Revenues	\$ 41,396,969
Total Expenses	\$ 40,925,589
Net Income (Loss)	\$ 471,380

**Public Agency Risk Sharing Authority of California**

Public Agency Risk Sharing Authority of California (PARSAC) is a joint powers authority created by certain California Cities and special districts to provide claims processing administrative services, risk management services and actuarial studies for PARSAC as a whole. The City of Placerville is a member of PARSAC. The following is a summary of audited financial information of PARSAC as of and for the year ended June 30, 2024:

Total Assets (Primary Investments)	\$ 39,623,858
Total Liability	\$ 12,253,569
Net Position	\$ 27,370,289
Total Revenues	\$ 2,136,079
Total Expenses	\$ 4,035,190
Net Income (Loss)	\$ (1,899,111)

**California Intergovernmental Risk Authority**

Effective July 1, 2021, the member agencies of PARSAC joined the member agencies of the Redwood Empire Municipal Insurance Fund (REMIF) to form the California Intergovernmental Risk Authority (CIRA). The General Liability program, a shared risk pool, total coverage of \$40 million. The first one million dollar layer, in excess of the City's \$50,000 retention, per occurrence is covered by CIRA. The second layer of thirty-nine million dollars is insured by PRISM. The ultimate cost of the program to the City depends on the catastrophic losses of all members, as well as the City's own loss experience. The following is a summary of audited financial information of CIRA as of and for the year ended June 30, 2024:

Total Assets (Primary Investments)	\$ 52,916,032
Total Liability	\$ 47,205,864
Net Position (Deficit)	\$ 5,710,168
Total Revenues	\$ 54,297,425
Total Expenses	\$ 48,686,147
Net Income (Loss)	\$ 5,611,278

**City of Placerville**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 13 – City Agreements with Certain Other Governmental Units**

**El Dorado County Fire Protection District**

The City entered into an agreement with the El Dorado County Fire Protection District (District) under which the District will provide fire protection and emergency medical services for the City. These services had been previously provided by the City Fire Department in the early 1990s.

The District is governed by its own Board of Directors and is not governed by the local government agencies that are serviced by it. All City Fire Department personnel, vehicles and equipment have been transferred to the District.

Effective with Fiscal Year 1993/1994 and all future years, the City's obligation for fire protection and emergency medical services shall be satisfied by District's receipt of the City's property tax revenue, even if such amount is reduced by future shifts to the State of California.

For the year ended June 30, 2024, City property tax revenue assigned to the District amounted to \$2,216,443.

**El Dorado County Transit Authority**

El Dorado County Transit Authority was formed in November, 1993, as a joint powers authority to own, operate, and/or maintain a public transit system.

**El Dorado County Transportation Commission**

El Dorado County Transportation Commission is a joint powers agency formed, in April 1995, for the purpose of engaging in regional transportation planning and the allocation of funds for transportation purposes.

**Note 14 – Contingencies**

***A. Legal Actions***

There are various claims and legal actions pending against the City for which no provision has been made in the accompanying general-purpose financial statements. In the opinion of the City Attorney and City Management, liabilities arising from these claims and legal actions, if any, will not have an adverse material effect on the financial position of the City. The City is self-insured and participates in public entity risk pools (See Note 12).

***B. Federal Grants***

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

**REQUIRED  
SUPPLEMENTARY INFORMATION  
(UNAUDITED)**

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**City of Placerville**  
**Required Supplementary Information (Unaudited)**  
**Budget Comparison Schedules – General Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Property taxes	\$ 356,449	\$ 372,955	\$ 384,946	\$ 11,991
Sales tax	6,685,984	6,344,789	6,267,811	(76,978)
Transient occupancy taxes	252,580	218,032	202,341	(15,691)
Other taxes	515,840	574,274	510,244	(64,030)
Franchise fees	476,416	411,120	480,672	69,552
Licenses and permits	286,000	367,431	245,884	(121,547)
Fines and forfeitures	82,000	95,130	101,805	6,675
Use of money and property	52,538	68,159	141,776	73,617
Intergovernmental	1,135,735	1,190,383	1,194,859	4,476
Charges for services	1,081,580	1,090,760	1,077,561	(13,199)
Other revenues	567,491	567,491	1,217,967	650,476
<b>Total Revenues</b>	<u>11,492,613</u>	<u>11,300,524</u>	<u>11,825,866</u>	<u>525,342</u>
<b>EXPENDITURES:</b>				
Current:				
General government	3,515,917	3,699,901	3,420,556	279,345
Public safety	4,021,308	4,156,772	4,167,242	(10,470)
Highways and streets	1,080,490	786,642	1,180,590	(393,948)
Community development	874,928	842,605	793,207	49,398
Parks and recreation	2,683,501	2,494,216	2,250,900	243,316
Debt service:				
Principal	-	-	122,343	122,343
Interest and fiscal charges	-	-	25,968	25,968
<b>Total Expenditures</b>	<u>12,176,144</u>	<u>11,980,136</u>	<u>11,960,806</u>	<u>19,330</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(683,531)</u>	<u>(679,612)</u>	<u>(134,940)</u>	<u>544,672</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	478,445	478,445	547,969	69,524
Transfers out	(900,705)	(1,121,070)	(1,326,192)	(205,122)
<b>Total Other Financing Sources (Uses)</b>	<u>(422,260)</u>	<u>(642,625)</u>	<u>(778,223)</u>	<u>(135,598)</u>
<b>Change in Fund Balance</b>	<u>\$ (1,105,791)</u>	<u>\$ (1,322,237)</u>	<u>(913,163)</u>	<u>\$ 409,074</u>
<b>Fund Balance:</b>				
Beginning of year			<u>4,938,887</u>	
End of year			<u>\$ 4,025,724</u>	

**City of Placerville**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Budget Comparison Schedules – Transportation Development Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ (12,208)	\$ (12,208)
Intergovernmental	2,005,850	3,500,000	3,455,751	(44,249)
<b>Total Revenues</b>	<u>2,005,850</u>	<u>3,500,000</u>	<u>3,443,543</u>	<u>(56,457)</u>
<b>EXPENDITURES:</b>				
Current:				
Highways and streets	2,005,850	4,400,000	4,368,928	31,072
<b>Total Expenditures</b>	<u>2,005,850</u>	<u>4,400,000</u>	<u>4,368,928</u>	<u>31,072</u>
<b>REVENUES OVER (UNDER EXPENDITURES)</b>	<u>-</u>	<u>(900,000)</u>	<u>(925,385)</u>	<u>(25,385)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	900,000	1,082,084	182,084
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>900,000</u>	<u>1,082,084</u>	<u>182,084</u>
<b>Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	156,699	<u>\$ 156,699</u>
<b>Fund Balance:</b>				
Beginning of year			<u>369,974</u>	
End of year			<u>\$ 526,673</u>	

**City of Placerville**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Budget Comparison Schedules – Measure J Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Sales tax	\$ 1,472,000	\$ 1,408,402	\$ 1,444,530	\$ 36,128
Use of money and property	-	-	(2,301)	(2,301)
<b>Total Revenues</b>	<u>1,472,000</u>	<u>1,408,402</u>	<u>1,442,229</u>	<u>33,827</u>
<b>EXPENDITURES:</b>				
Current:				
General government	14,720	14,084	14,445	(361)
Public safety	1,875,199	1,905,017	1,737,973	167,044
<b>Total Expenditures</b>	<u>1,889,919</u>	<u>1,919,101</u>	<u>1,752,418</u>	<u>166,683</u>
<b>REVENUES OVER (UNDER EXPENDITURES)</b>	<u>(417,919)</u>	<u>(510,699)</u>	<u>(310,189)</u>	<u>200,510</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	417,919	417,919	325,000	(92,919)
<b>Total Other Financing Sources (Uses)</b>	<u>417,919</u>	<u>417,919</u>	<u>325,000</u>	<u>(92,919)</u>
<b>Change in Fund Balance</b>	<u>\$ -</u>	<u>\$ (92,780)</u>	14,811	<u>\$ 107,591</u>
<b>Fund Balance:</b>				
Beginning of year			<u>243,139</u>	
End of year			<u>\$ 257,950</u>	

**City of Placerville**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Budget Comparison Schedules – Measure L Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Sales tax	\$ 2,941,000	\$ 2,816,804	\$ 2,908,595	\$ 91,791
Use of money and property	76,000	76,000	256,958	180,958
<b>Total Revenues</b>	<u>3,017,000</u>	<u>2,892,804</u>	<u>3,165,553</u>	<u>272,749</u>
<b>REVENUES OVER (UNDER EXPENDITURES)</b>				
	<u>3,017,000</u>	<u>2,892,804</u>	<u>3,165,553</u>	<u>272,749</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	-	(2,179,182)	(2,179,182)
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>(2,179,182)</u>	<u>(2,179,182)</u>
<b>Change in Fund Balance</b>	<u>\$ 3,017,000</u>	<u>\$ 2,892,804</u>	986,371	<u>\$ (1,906,433)</u>
<b>Fund Balance:</b>				
Beginning of year			<u>7,219,542</u>	
End of year			<u>\$ 8,205,913</u>	

**City of Placerville**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Budget Comparison Schedules – Grants Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ 79,000	\$ 78,355	\$ (645)
Intergovernmental	181,337	1,400,000	1,382,165	(17,835)
Grant revenues	-	78,000	78,955	955
Other revenues	85,566	85,566	81,501	(4,065)
<b>Total Revenues</b>	<u>266,903</u>	<u>1,642,566</u>	<u>1,620,976</u>	<u>(21,590)</u>
<b>EXPENDITURES:</b>				
Current:				
General government	35,552	940,000	938,363	1,637
Public safety	204,835	362,000	550,602	(188,602)
Highways and streets	-	-	5,480	(5,480)
Parks and recreation	-	-	115,426	(115,426)
<b>Total Expenditures</b>	<u>240,387</u>	<u>1,302,000</u>	<u>1,609,871</u>	<u>(307,871)</u>
<b>REVENUES OVER (UNDER EXPENDITURES)</b>	<u>26,516</u>	<u>340,566</u>	<u>11,105</u>	<u>286,281</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	35,295	(35,295)
Transfers out	(63,362)	(312,000)	(312,281)	(281)
<b>Total Other Financing Sources (Uses)</b>	<u>(63,362)</u>	<u>(312,000)</u>	<u>(276,986)</u>	<u>(35,576)</u>
<b>Change in Fund Balance</b>	<u>\$ (36,846)</u>	<u>\$ 28,566</u>	<u>(265,881)</u>	<u>\$ 250,705</u>
<b>Fund Balance:</b>				
Beginning of year			<u>848,655</u>	
End of year			<u>\$ 582,774</u>	

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**City of Placerville**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Notes to the Budgetary Comparison Schedules**  
**For the Year Ended June 30, 2024**

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The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The annual budget adopted by the City Council provides for the general operation of the City. The annual budget is adopted by the City Council in June of each year for all funds. The resolution sets a combined appropriation of the funds for the operation of the City.
2. The City Manager is authorized to transfer budgeted amounts between departments and line items to assure adequate and proper standards of service. Budgetary revisions, including supplemental appropriations which increase appropriations in individual funds and transfers between funds, must be approved by the City Council. The budgetary level of control is at the fund level. The budgeted figures used in the financial statements are the final amended amounts.
3. The budget is formally integrated into the accounting system and employed as a management control device during the year for all funds.
4. Budgets for the governmental fund types are adopted and recorded on the modified basis of accounting on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budget appropriations lapse at the end of the fiscal year. Supplemental appropriations were adopted by the City Council and have been included in the statements of revenues, expenditures, and changes in fund balance – budget to actual. Budgets are also prepared for proprietary fund types, which include debt service principal payments, capital outlay, but do not include depreciation.

Under Article XIII B of the California Constitution (the Gann Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations, and if certain proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller or refunded to the taxpayers through revised tax rates or revised fee schedules. For the fiscal year ended June 30, 2024, proceeds of taxes did not exceed allowable appropriations.

The accompanying Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual for the General and all Major Special Revenue funds present comparisons of the legally-adopted budget with actual data on a basis consistent with GAAP.

**City of Placerville**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios**  
**For the Year Ended June 30, 2024**

<b>Miscellaneous Plan</b>					
Measurement period, year ended	<u>6/30/2023</u>	<u>6/30/2022</u>	<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>
Plan's proportion of the net pension liability	0.2995368%	0.3045321%	0.5126582%	0.3026100%	0.3023200%
Plan's proportionate share of the net pension liability	\$ 14,978,092	\$ 14,249,750	\$ 9,734,367	\$ 12,764,462	\$ 12,106,299
Plan's covered payroll	\$ 3,923,956	\$ 3,809,666	\$ 3,698,705	\$ 3,590,976	\$ 3,486,384
Plan's proportionate share of the net pension liability as a percentage of covered payroll	381.71%	374.04%	263.18%	355.46%	338.81%
Plan's fiduciary net position	\$ 24,853,209	\$ 23,572,856	\$ 25,810,596	\$ 22,035,899	\$ 21,858,639
Plan's fiduciary net position as a percentage of the total pension liability	62.40%	62.32%	72.61%	63.32%	64.36%
Plan's proportionate share of aggregate employer contributions	\$ 1,468,696	\$ 1,324,470	\$ 1,209,148	\$ 1,126,569	\$ 993,063
Measurement period, year ended	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>6/30/2015</u>	<u>6/30/2014</u>
Plan's proportion of the net pension liability	0.3024169%	0.2922869%	0.1180300%	0.1279368%	0.1167000%
Plan's proportionate share of the net pension liability	\$ 11,397,227	\$ 11,522,089	\$ 10,213,253	\$ 8,781,468	\$ 7,270,669
Plan's covered payroll	\$ 3,573,174	\$ 3,469,101	\$ 3,368,059	\$ 3,269,960	\$ 3,174,719
Plan's proportionate share of the net pension liability as a percentage of covered payroll	318.97%	332.13%	303.24%	268.55%	229.02%
Plan's fiduciary net position	\$ 21,834,428	\$ 20,599,097	\$ 18,384,211	\$ 18,751,097	\$ 20,035,468
Plan's fiduciary net position as a percentage of the total pension liability	65.70%	64.13%	64.29%	68.11%	73.37%
Plan's proportionate share of aggregate employer contributions	\$ 892,071	\$ 821,706	\$ 758,296	\$ 563,533	\$ 547,119

**City of Placerville**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios**  
**(Continued)**  
**For the Year Ended June 30, 2024**

**Safety Plan**

Measurement period, year ended	<u>6/30/2023</u>	<u>6/30/2022</u>	<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>
Plan's proportion of the net pension liability	0.132695%	0.134640%	0.155635%	0.121160%	0.119580%
Plan's proportionate share of the net pension liability	\$ 9,918,854	\$ 9,251,912	\$ 5,461,995	\$ 8,071,829	\$ 7,464,858
Plan's covered payroll	\$ 1,500,368	\$ 1,456,668	\$ 1,414,240	\$ 1,373,049	\$ 1,333,057
Plan's proportionate share of the net pension liability as a percentage of covered payroll	661.09%	635.14%	386.21%	587.88%	559.98%
Plan's fiduciary net position	\$ 20,558,661	\$ 19,764,713	\$ 21,377,402	\$ 17,734,181	\$ 16,504,858
Plan's fiduciary net position as a percentage of the total pension liability	67.46%	68.12%	79.65%	68.72%	68.86%
Plan's proportionate share of aggregate employer contributions	\$ 972,483	\$ 850,316	\$ 799,484	\$ 762,764	\$ 668,141
Measurement period, year ended	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>6/30/2015</u>	<u>6/30/2014</u>
Plan's proportion of the net pension liability	0.118760%	0.115576%	0.070494%	0.073132%	0.071310%
Plan's proportionate share of the net pension liability	\$ 6,968,396	\$ 6,905,882	\$ 6,099,938	\$ 5,019,871	\$ 4,440,588
Plan's covered payroll	\$ 1,294,230	\$ 1,256,534	\$ 1,219,936	\$ 1,184,404	\$ 1,149,907
Plan's proportionate share of the net pension liability as a percentage of covered payroll	538.42%	549.60%	500.02%	423.83%	386.17%
Plan's fiduciary net position	\$ 16,101,982	\$ 14,268,522	\$ 12,997,857	\$ 13,914,172	\$ 13,946,181
Plan's fiduciary net position as a percentage of the total pension liability	69.80%	67.39%	68.06%	73.49%	75.85%
Plan's proportionate share of aggregate employer contributions	\$ 568,532	\$ 488,725	\$ 457,324	\$ 332,478	\$ 322,794

**City of Placerville**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of Contributions**  
**For the Year Ended June 30, 2024**

**Miscellaneous Plan**

Fiscal Year Ended June 30:	<u>2023-24</u>	<u>2022-23</u>	<u>2021-22</u>	<u>2020-21</u>	<u>2019-20</u>
Actuarially determined contribution	\$ 1,504,770	\$ 1,468,696	\$ 1,324,470	\$ 1,209,148	\$ 1,126,569
Contributions in relation to the actuarially determined contribution	(1,504,770)	(1,468,696)	(1,324,470)	(1,209,148)	(1,126,569)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 4,041,675	\$ 3,923,956	\$ 3,809,666	\$ 3,698,705	\$ 3,590,976
Contributions as a percentage of covered payroll	37.23%	37.43%	34.77%	32.69%	31.37%
Fiscal Year Ended June 30:	<u>2018-19</u>	<u>2017-18</u>	<u>2016-17</u>	<u>2015-16</u>	<u>2014-15</u>
Actuarially determined contribution	\$ 993,063	\$ 892,071	\$ 821,706	\$ 758,296	\$ 563,533
Contributions in relation to the actuarially determined contribution	(993,063)	(892,071)	(821,706)	(758,296)	(563,533)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 3,486,384	\$ 3,573,174	\$ 3,469,101	\$ 3,368,059	\$ 3,269,960
Contributions as a percentage of covered payroll	28.48%	24.97%	23.69%	22.51%	17.23%

**Notes to Schedule**

**Methods and assumptions used to determine contribution rates for the fiscal year ended June 30, 2024:**

The actuarial methods and assumption used to set the actuarially determined contributions for Fiscal Year 2024 were derived from the June 30, 2021 funding valuation report.

Actuarial cost method	Entry Age Normal
Amortization method/period	For details, see June 30, 2021 Funding Valuation Report
Asset valuation method	Actuarial Value of Assets. For details, see June 30, 2021 Funding Valuation Report.
Inflation	2.30%
Salary increases	Varies by entry age and service
Payroll growth	2.50%
Investment rate of return	6.90% net of pension plan investment and administrative expenses.
Retirement age	The probabilities of retirement are based on the 2021 CalPERS Experience Study for the period from 2000 and 2019.
Mortality	The probabilities of mortality are based on the the 2021 experience study report. The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries.

**City of Placerville**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of Contributions**  
**(Continued)**  
**For the Year Ended June 30, 2024**

**Safety Plan**

Fiscal Year Ended June 30:	<b>2023-24</b>	<b>2022-23</b>	<b>2021-22</b>	<b>2019-20</b>	<b>2020-21</b>
Actuarially determined contribution	\$ 1,017,221	\$ 972,483	\$ 850,316	\$ 799,484	\$ 762,764
Contributions in relation to the actuarially determined contribution	(1,017,221)	(972,483)	(850,316)	(799,484)	(762,764)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 1,545,379	\$ 1,500,368	\$ 1,456,668	\$ 1,414,240	\$ 1,373,049
Contributions as a percentage of covered payroll	65.82%	64.82%	58.37%	56.53%	55.55%
Fiscal Year Ended June 30:	<b>2018-19</b>	<b>2017-18</b>	<b>2016-17</b>	<b>2015-16</b>	<b>2014-15</b>
Actuarially determined contribution	\$ 668,141	\$ 568,532	\$ 488,725	\$ 457,324	\$ 332,478
Contributions in relation to the actuarially determined contribution	(668,141)	(568,532)	(488,725)	(457,324)	(332,478)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 1,294,230	\$ 1,256,534	\$ 1,219,936	\$ 1,219,936	\$ 1,184,404
Contributions as a percentage of covered payroll	51.62%	45.25%	40.06%	37.49%	28.07%

**Notes to Schedule**

**Methods and assumptions used to determine contribution rates for the fiscal year ended June 30, 2024:**

The actuarial methods and assumption used to set the actuarially determined contributions for Fiscal Year 2024 were derived from the June 30, 2021 funding valuation report.

Actuarial cost method	Entry Age Normal
Amortization method/period	For details, see June 30, 2021 Funding Valuation Report
Asset valuation method	Actuarial Value of Assets. For details, see June 30, 2021 Funding Valuation Report.
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Salary increases	Varies by entry age and service
Payroll growth	2.50%
Investment rate of return	6.90% net of pension plan investment and administrative expenses.
Retirement age	The probabilities of retirement are based on the 2021 CalPERS Experience Study for the period from 2000 and 2019.
Mortality	The probabilities of mortality are based on the the 2021 experience study report. The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries.

**City of Placerville**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of Changes in Net OPEB Liability and Related Ratios**  
**For the Year Ended June 30, 2024**

Measurement period, year ending:	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018 <sup>1</sup>
<b>Total OPEB liability</b>							
Service cost	\$ 306,533	\$ 324,262	\$ 417,308	\$ 367,057	\$ 320,283	\$ 275,001	\$ 288,351
Interest	156,821	151,807	87,589	101,733	112,667	124,596	104,326
Changes of benefit terms	-	-	-	-	-	-	-
Differences between expected and actual experience	(241,144)	-	(741,377)	-	(735,966)	-	-
Changes of assumptions	(40,132)	(60,054)	(20,633)	192,870	297,706	189,551	(178,820)
Benefit payments, including refunds of member contributions	(204,215)	(211,250)	(209,163)	(171,420)	(108,058)	(93,565)	(116,520)
<b>Net change in total OPEB liability</b>	<b>(22,137)</b>	<b>204,765</b>	<b>(466,276)</b>	<b>490,240</b>	<b>(113,368)</b>	<b>495,583</b>	<b>97,337</b>
<b>Total OPEB liability - beginning</b>	<b>4,099,182</b>	<b>3,894,417</b>	<b>4,360,693</b>	<b>3,870,453</b>	<b>3,983,821</b>	<b>3,488,238</b>	<b>3,390,901</b>
<b>Total OPEB liability - ending (a)</b>	<b>\$ 4,077,045</b>	<b>\$ 4,099,182</b>	<b>\$ 3,894,417</b>	<b>\$ 4,360,693</b>	<b>\$ 3,870,453</b>	<b>\$ 3,983,821</b>	<b>\$ 3,488,238</b>
<b>OPEB fiduciary net position</b>							
Contributions - employer	\$ 204,215	\$ 211,250	\$ 209,163	\$ 171,420	\$ 108,058	\$ 93,565	\$ 116,520
Net investment income	-	-	-	-	-	-	-
Benefit payments, including refunds of member contributions	(204,215)	(211,250)	(209,163)	(171,420)	(108,058)	(93,565)	(116,520)
Administrative expense	-	-	-	-	-	-	-
<b>Net change in plan fiduciary net position</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Plan fiduciary net position - beginning</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Plan net OPEB liability - ending (a) - (b)</b>	<b>\$ 4,077,045</b>	<b>\$ 4,099,182</b>	<b>\$ 3,894,417</b>	<b>\$ 4,360,693</b>	<b>\$ 3,870,453</b>	<b>\$ 3,983,821</b>	<b>\$ 3,488,238</b>
<b>Plan fiduciary net position as a percentage of the total OPEB liability</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>
<b>Covered-employee payroll</b>	<b>\$ 5,767,690</b>	<b>\$ 7,474,959</b>	<b>\$ 6,603,614</b>	<b>\$ 6,585,298</b>	<b>\$ 6,585,298</b>	<b>\$ 6,783,602</b>	<b>\$ 6,361,144</b>
<b>Plan net OPEB liability as a percentage of covered payroll</b>	<b>70.69%</b>	<b>54.84%</b>	<b>58.97%</b>	<b>66.22%</b>	<b>58.77%</b>	<b>58.73%</b>	<b>54.84%</b>

<sup>1</sup>Information only presented from the implementation year

**SUPPLEMENTARY  
INFORMATION**

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**NON-MAJOR GOVERNMENTAL FUNDS**

**City of Placerville**  
**Combining Balance Sheet**  
**Non-Major Governmental Funds**  
**June 30, 2024**

	Special Revenue Funds			
	Gas Tax	Parking District	Development Impact	BAD, CFD, & LLMD
<b>ASSETS</b>				
Restricted:				
Cash and investments	\$ 716,730	\$ 168,544	\$ 1,827,373	\$ 425,793
Receivables:				
Accounts	76,433	29,291	-	705
Interest	8,287	-	16,727	3,251
Loans	-	-	224,232	-
<b>Total assets</b>	<b>\$ 801,450</b>	<b>\$ 197,835</b>	<b>\$ 2,068,332</b>	<b>\$ 429,749</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 23,923	\$ 16,847	\$ 126,185	\$ 6,338
Due to other funds	-	-	-	-
Deposits payable	-	2,259	-	-
Advances from other funds	-	109,367	-	-
<b>Total liabilities</b>	<b>23,923</b>	<b>128,473</b>	<b>126,185</b>	<b>6,338</b>
<b>Fund Balances:</b>				
Restricted	777,527	69,362	1,942,147	423,411
Committed	-	-	-	-
<b>Total fund balances</b>	<b>777,527</b>	<b>69,362</b>	<b>1,942,147</b>	<b>423,411</b>
<b>Total liabilities and fund balances</b>	<b>\$ 801,450</b>	<b>\$ 197,835</b>	<b>\$ 2,068,332</b>	<b>\$ 429,749</b>

**City of Placerville**  
**Combining Balance Sheet (Continued)**  
**Non-Major Governmental Funds**  
**June 30, 2024**

	Special Revenue Funds		Total Non-major Governmental Funds
	Capital Projects	Park Development	
	<u>          </u>	<u>          </u>	
<b>ASSETS</b>			
Restricted:			
Cash and investments	\$ -	\$ -	\$ 3,138,440
Receivables:			
Accounts	-	176,545	282,974
Interest	-	-	28,265
Loans	337,596	-	561,828
<b>Total assets</b>	<u>\$ 772,545</u>	<u>\$ 176,545</u>	<u>\$ 4,446,456</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 268,936	\$ -	\$ 442,229
Due to other funds	469,590	123,723	593,313
Deposits payable	-	-	2,259
Advances from other funds	-	-	109,367
<b>Total liabilities</b>	<u>738,526</u>	<u>123,723</u>	<u>1,147,168</u>
<b>Fund Balances:</b>			
Restricted	-	52,822	3,265,269
Committed	34,019	-	34,019
<b>Total fund balances</b>	<u>34,019</u>	<u>52,822</u>	<u>3,299,288</u>
<b>Total liabilities and fund balances</b>	<u>\$ 772,545</u>	<u>\$ 176,545</u>	<u>\$ 4,446,456</u>

*(Concluded)*

**City of Placerville**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-Major Governmental Funds**  
**For the Year Ended June 30, 2024**

	Special Revenue Funds			
	Gas Tax	Parking District	Development Impact	BAD, CFD, & LLMD
<b>REVENUES:</b>				
Fines and forfeitures	\$ -	\$ 25,836	\$ -	\$ -
Use of money and property	28,368	450	59,429	11,048
Intergovernmental	604,103	-	-	-
Charges for services	-	180,251	276,060	81,995
Grant revenues	-	-	203,650	-
Other revenues	-	-	-	-
<b>Total revenues</b>	632,471	206,537	539,139	93,043
<b>EXPENDITURES:</b>				
Current:				
General government	-	77,894	-	-
Public safety	-	-	-	-
Highways and streets	222,975	168,725	523,126	12,578
Community development	-	-	-	-
Parks and recreation	-	-	-	33,864
<b>Total expenditures</b>	222,975	246,619	523,126	46,442
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	409,496	(40,082)	16,013	46,601
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	8,656	49,735	-
Transfers out	(325,114)	-	-	-
<b>Total other financing sources (uses)</b>	(325,114)	8,656	49,735	-
<b>CHANGE IN FUND BALANCES</b>	84,382	(31,426)	65,748	46,601
<b>FUND BALANCES:</b>				
Beginning of year	693,145	100,788	1,876,399	376,810
End of year	\$ 777,527	\$ 69,362	\$ 1,942,147	\$ 423,411

**City of Placerville**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-Major Governmental Funds**  
**For the Year Ended June 30, 2024**

	Special Revenue Funds		Total
	Capital Projects	Park Development	Non-major Governmental Funds
<b>REVENUES:</b>			
Fines and forfeitures	\$ -	\$ -	\$ 25,836
Use of money and property	(16,626)	(2,383)	80,286
Intergovernmental	322,546	177,952	1,104,601
Charges for services	-	39,658	577,964
Grant revenues	-	400	204,050
Other revenues	200	-	200
<b>Total revenues</b>	<u>306,120</u>	<u>215,627</u>	<u>1,992,937</u>
<b>EXPENDITURES:</b>			
Current:			
General government	899,717	-	977,611
Public safety	292,650	-	292,650
Highways and streets	-	-	927,404
Community development	103,125	-	103,125
Parks and recreation	125,158	333,693	492,715
<b>Total expenditures</b>	<u>1,420,650</u>	<u>333,693</u>	<u>2,793,505</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(1,114,530)</u>	<u>(118,066)</u>	<u>(800,568)</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	596,577	-	654,968
Transfers out	(10,049)	-	(335,163)
<b>Total other financing sources (uses)</b>	<u>586,528</u>	<u>-</u>	<u>319,805</u>
<b>CHANGE IN FUND BALANCES</b>	(528,002)	(118,066)	(480,763)
<b>FUND BALANCES:</b>			
Beginning of year	562,021	170,888	3,780,051
End of year	<u>\$ 34,019</u>	<u>\$ 52,822</u>	<u>\$ 3,299,288</u>

*(Concluded)*

**City of Placerville**  
**Schedule of Revenues, Expenditures and Change in Fund Balance**  
**Budget Comparison Schedules-Gas Tax Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Amended Budget	Actual	Variance
Use of money and property	\$ 1,900	\$ 1,900	\$ 28,368	\$ 2
Intergovernmental	598,919	579,477	604,103	604,103
<b>Total Revenues</b>	<u>600,819</u>	<u>581,377</u>	<u>632,471</u>	<u>604,105</u>
<b>EXPENDITURES:</b>				
Current:				
Highways and streets	39,634	39,634	222,975	(183,341)
<b>Total Expenditures</b>	<u>39,634</u>	<u>39,634</u>	<u>222,975</u>	<u>(183,341)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>561,185</u>	<u>541,743</u>	<u>409,496</u>	<u>420,764</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(336,951)	(320,643)	(325,114)	(4,471)
<b>Total Other Financing Sources (Uses)</b>	<u>(336,951)</u>	<u>(320,643)</u>	<u>(325,114)</u>	<u>(4,471)</u>
<b>Change in Fund Balance</b>	<u>\$ 224,234</u>	<u>\$ 221,100</u>	84,382	<u>\$ 416,293</u>
<b>Fund Balance:</b>				
Beginning of year			<u>693,145</u>	
End of year			<u>\$ 777,527</u>	

**City of Placerville**  
**Schedule of Revenues, Expenditures and Change in Fund Balance**  
**Budget Comparison Schedules-Parking District Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Fines and forfeitures	\$ 75,460	\$ 44,554	\$ 25,836	\$ (18,718)
Use of money and property	1,488	1,488	450	(1,038)
Charges for services	206,744	186,567	180,251	(6,316)
<b>Total Revenues</b>	<u>283,692</u>	<u>232,609</u>	<u>206,537</u>	<u>(26,072)</u>
<b>EXPENDITURES:</b>				
Current:				
General government	97,288	97,288	77,894	19,394
Highways and streets	161,427	161,427	168,725	(7,298)
<b>Total Expenditures</b>	<u>258,715</u>	<u>258,715</u>	<u>246,619</u>	<u>12,096</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>24,977</u>	<u>(26,106)</u>	<u>(40,082)</u>	<u>(38,168)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	8,656	8,656	8,656	-
Transfers out	(8,395)	(8,395)	-	8,395
<b>Total Other Financing Sources (Uses)</b>	<u>261</u>	<u>261</u>	<u>8,656</u>	<u>8,395</u>
<b>Change in Fund Balance</b>	<u>\$ 25,238</u>	<u>\$ (25,845)</u>	<u>(31,426)</u>	<u>\$ (29,773)</u>
<b>Fund Balance:</b>				
Beginning of year			<u>100,788</u>	
End of year			<u>\$ 69,362</u>	

**City of Placerville**  
**Schedule of Revenues, Expenditures and Change in Fund Balance**  
**Budget Comparison Schedules-Development Impact Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ 59,000	\$ 59,429	\$ 429
Charges for services	736,360	280,000	276,060	(3,940)
Grant revenues	-	204,000	203,650	(350)
<b>Total Revenues</b>	<u>736,360</u>	<u>543,000</u>	<u>539,139</u>	<u>(3,861)</u>
<b>EXPENDITURES:</b>				
Current:				
Highways and streets	-	530,000	523,126	6,874
<b>Total Expenditures</b>	<u>-</u>	<u>530,000</u>	<u>523,126</u>	<u>6,874</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>736,360</u>	<u>13,000</u>	<u>16,013</u>	<u>3,013</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	49,735	49,735
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>49,735</u>	<u>-</u>
<b>Change in Fund Balance</b>	<u>\$ 736,360</u>	<u>\$ 13,000</u>	<u>65,748</u>	<u>\$ 3,013</u>
<b>Fund Balance:</b>				
Beginning of year			<u>1,876,399</u>	
End of year			<u>\$ 1,942,147</u>	

**City of Placerville**  
**Schedule of Revenues, Expenditures and Change in Fund Balance**  
**Budget Comparison Schedules-BAD, CFD, & LLMD Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Use of money and property	\$ 1,462	\$ 1,462	\$ 11,048	\$ 9,586
Charges for services	79,154	79,154	81,995	2,841
<b>Total Revenues</b>	<b>80,616</b>	<b>80,616</b>	<b>93,043</b>	<b>12,427</b>
<b>EXPENDITURES:</b>				
Current:				
Highways and streets	27,397	27,397	12,578	14,819
Parks and recreation	53,219	53,219	33,864	19,355
<b>Total Expenditures</b>	<b>80,616</b>	<b>80,616</b>	<b>46,442</b>	<b>34,174</b>
<b>Change in Fund Balance</b>	<b>\$ -</b>	<b>\$ -</b>	<b>46,601</b>	<b>\$ 46,601</b>
<b>Fund Balance:</b>				
Beginning of year			376,810	
End of year			<b>\$ 423,411</b>	

**City of Placerville**  
**Schedule of Revenues, Expenditures and Change in Fund Balance**  
**Budget Comparison Schedules-Capital Projects Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Amended Budget	Actual	Variance
Use of money and property	\$ 500	\$ 500	\$ (16,626)	\$ 2
Intergovernmental	78,132	325,000	322,546	322,546
Other revenues	-	-	200	200
<b>Total Revenues</b>	<b>78,632</b>	<b>325,500</b>	<b>306,120</b>	<b>322,748</b>
<b>EXPENDITURES:</b>				
Current:				
General government	-	900,000	899,717	283
Public safety	-	295,000	292,650	2,350
Community development	-	100,000	103,125	(3,125)
Parks and recreation	-	-	125,158	(125,158)
<b>Total Expenditures</b>	<b>-</b>	<b>1,295,000</b>	<b>1,420,650</b>	<b>(125,650)</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>78,632</b>	<b>(969,500)</b>	<b>(1,114,530)</b>	<b>197,098</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	269,775	597,000	596,577	(423)
Transfers out	(78,132)	(71,000)	(10,049)	60,951
<b>Total Other Financing Sources (Uses)</b>	<b>191,643</b>	<b>526,000</b>	<b>586,528</b>	<b>60,528</b>
<b>Change in Fund Balance</b>	<b>\$ 270,275</b>	<b>\$ (443,500)</b>	<b>(528,002)</b>	<b>\$ 257,626</b>
<b>Fund Balance:</b>				
Beginning of year			562,021	
End of year			<u>\$ 34,019</u>	

**City of Placerville**  
**Schedule of Revenues, Expenditures and Change in Fund Balance**  
**Budget Comparison Schedules-Park Development Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Amended Budget	Actual	Variance
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ (2,383)	\$ (2,383)
Intergovernmental	-	175,000	177,952	2
Charges for services	-	40,000	39,658	39,158
Grant revenues	52,800	500	400	400
<b>Total Revenues</b>	<u>52,800</u>	<u>215,500</u>	<u>215,627</u>	<u>37,177</u>
<b>EXPENDITURES:</b>				
Current:				
Parks and recreation	-	335,000	333,693	1,307
<b>Total Expenditures</b>	<u>-</u>	<u>335,000</u>	<u>333,693</u>	<u>1,307</u>
<b>Change in Fund Balance</b>	<u>\$ 52,800</u>	<u>\$ (119,500)</u>	<u>(118,066)</u>	<u>\$ 38,484</u>
<b>Fund Balance:</b>				
Beginning of year			170,888	
End of year			<u>\$ 52,822</u>	

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