

City of American Canyon and
American Canyon Fire Protection District

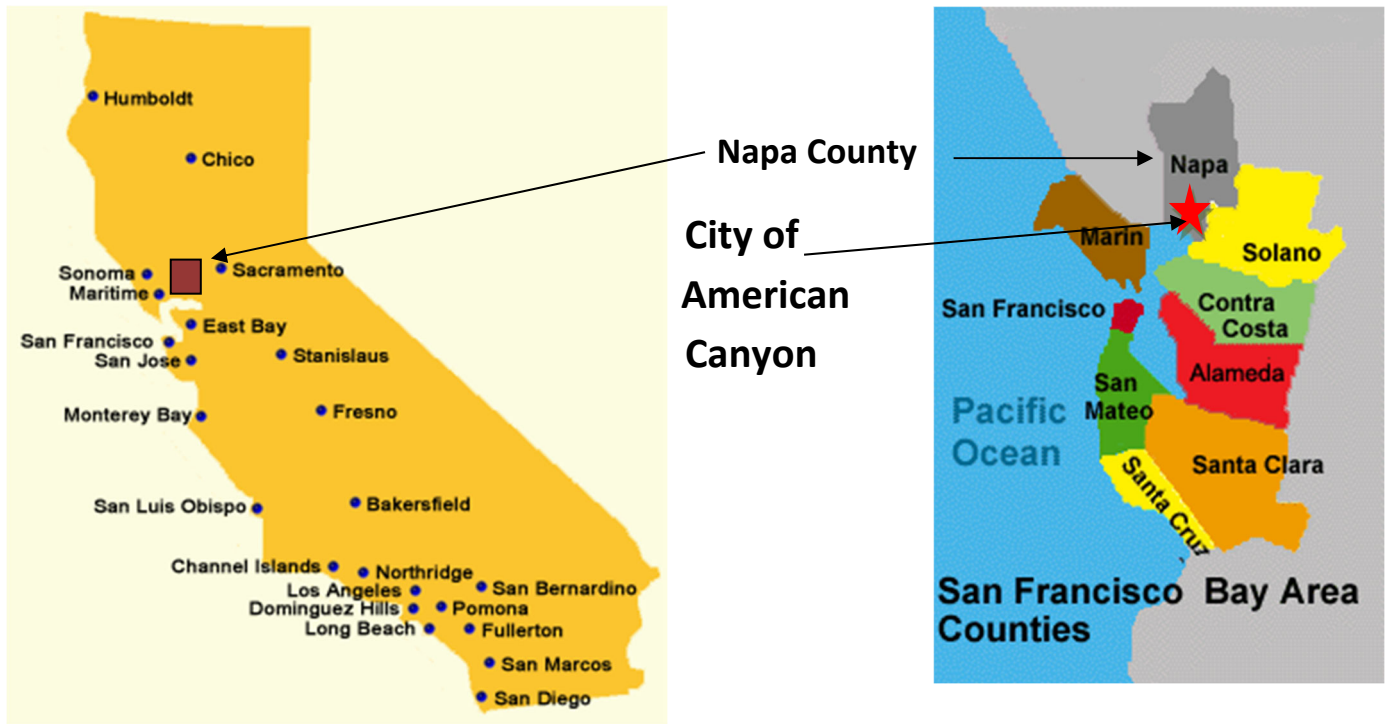
ANNUAL COMPREHENSIVE FINANCIAL REPORT

For Fiscal Year Ended June 30, 2024



American Canyon, CA
www.americancanyon.gov

American Canyon, California



CITY OF AMERICAN CANYON AND AMERICAN CANYON FIRE PROTECTION DISTRICT ANNUAL COMPREHENSIVE FINANCIAL REPORT *for the fiscal year ended June 30, 2024*

Prepared by the Finance Department

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CITY OF AMERICAN CANYON
Annual Comprehensive Financial Report
For the Year Ended June 30, 2024

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December 9, 2024

To the Honorable Mayor, Members of the City Council and Citizens of the City of American Canyon

We hereby submit the Annual Comprehensive Financial Report of the City of American Canyon for the fiscal year ended June 30, 2024. The fiscal year covers financial transactions from July 1, 2023 to June 30, 2024 on a modified or full accrual basis, depending on the fund type. The City follows a policy of preparing a complete set of financial statements in conformity with accounting principles generally accepted in the United States of America after the end of each fiscal year. An independent licensed certified public accounting firm audits these financial statements.

City management assumes full responsibility for the completeness and reliability of all of the information presented in this report. The City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and provides sufficiently reliable information that the City of American Canyon's financial statements are in conformity with U.S. generally accepted accounting principles. The cost of internal controls should not out-weigh their benefits and the internal controls are designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. City management asserts that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Richardson and Co. LLP, a licensed certified public accounting firm, has audited the City of American Canyon's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of American Canyon, for the fiscal year ended June 30, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. Richardson and Co. LLP has concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion ("clean" opinion) that the City of American Canyon's financial statements for the fiscal year ended June 30, 2024 are fairly presented in conformity with U.S. generally accepted accounting principles. The independent auditor's report is presented as the first component of the financial section of this report.

Annual Comprehensive Financial Report (ACFR)

This ACFR contains financial information and data using the financial reporting format established for governments by the Governmental Accounting Standards Board (GASB). The GASB sets accounting and financial reporting standards for governments in the United States of America. The financial reporting standards require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

Immediately following the report of the independent auditors, you will find the City of American Canyon's MD&A.

Profile of the City and its Operations

Incorporated on January 1, 1992, the City of American Canyon is the second largest city in Napa County. The City's population as of January 1, 2024, was estimated to be 21,758 by the California State Department of Finance. American Canyon is located at the Southern end of the Napa Valley wine growing region near the San Francisco Bay. It is bounded by the Napa River and a 500-acre wetland preserve to the west, the foothills of the Sulphur Springs Mountain Range to the east, the City of Vallejo to the south, the Napa Airport to the north.

The City operates under a council-manager form of government and is a general law city. Policy making and legislative authority are vested in the City Council. There are four elected Council Members and one elected Mayor. The Vice Mayor is selected annually by the Council. The non-partisan Mayor and City Council members serve staggered four-year terms. The Council's responsibilities include passing ordinances, adopting the City budget, appointing committees, and hiring the City Manager, Fire Chief and City Attorney. The City Manager implements the policies and ordinances of the City Council, appoints department heads, oversees and maintains the daily operations of the City.

The City provides a full range of municipal services including police and fire protection services through the American Canyon Fire Protection District; construction and maintenance of City streets, storm drains, bridges and similar infrastructure type assets; park maintenance and community recreation activities; short and long-range community planning; operation of water, wastewater, and recycled water utilities; and more. The City operates its water, wastewater, and recycled water systems in a fashion similar to private businesses, which is termed business-type activities in the financial statements.

The City's annual budget serves as the foundation for the City of American Canyon's financial planning and control system. Every year, each City department submits requests for appropriations to the City Manager. The City Manager uses these requests as a starting point for developing a proposed budget. The City Manager then presents the proposed budget to the City Council's Finance Committee followed by a presentation to the City Council. The Council holds public hearings on the proposed budget and then ultimately adopts a formal budget. The budget is adopted by fund, function, and department. During the fiscal year the City Manager and Council periodically review the City's actual financial activity in relationship to the original budget, and as necessary, amends the original budget to reflect changing needs.

Factors affecting Financial Condition

The information presented in the financial statements is best understood when it is considered in context with the City's particular economic climate and with the City's plans for the future.

Napa Valley is considered by many to be North America's legendary wine, food, and wellness capital. The valley's vineyards are planted on gently rolling hills and are very picturesque. Their bucolic charm attracts large numbers of tourists. It is estimated that each year 5 million tourists visit more than 300 wineries scattered throughout the valley. The lodging, restaurants, wineries, and shopping located throughout the valley make tourism a major contributor to the local economy. The City of American Canyon, at the south end of Napa Valley, benefits from some tourism; however, these economic benefits are enjoyed much more by those cities up valley. In 2010 the City joined the Napa Valley Tourism Improvement District (NVTID) to increase tourism in American Canyon. The NVTID provides valley-wide as well as local tourist activity marketing and promotion.

In addition to the tourism related economic benefits of proximity to the Napa Valley, American Canyon benefits tremendously as a wine processing hub. Because of our strategic location at the southern end of Napa County and with easy access to state and interstate highways, American Canyon's industrial district is home to millions of square feet of wine processing, bottling, storage, and distribution space. Demand for space in this area is very high, with very little vacancy and new development currently under review.

Property tax revenues continue to rise above the traditional Prop 13 increases due to the development of new housing and commercial properties throughout the City. Two new residential subdivisions are underway with new homes selling each month. Currently scheduled for completion in Spring 2025 is a fourth hotel in the city, two additional hotels are scheduled to be constructed in the next few years, further contributing to TOT revenues. The outlook currently remains stable in American Canyon due to the factors mentioned above, however greater economic variables like higher mortgage rates and inflationary pressures can impact sales tax and property tax revenues.

The passing of the American Rescue Plan Act (ARPA) of 2021 provided \$350 billion in additional funding to state and local governments. The City received \$4.9 million in ARPA funds and utilized the funds to improve infrastructure and parks. Street, pedestrian and bike safety improvements were completed in 2023, a new skate park was completed in Spring 2024. Several major paving and utility improvement projects are scheduled to commence in 2025 utilizing ARPA funding.

The City and employee bargaining units completed Memorandum of Understanding's (MOU's) in 2022 for five years terms after a one-year extension to the previous MOUs. The new MOUs will have a continued impact on salaries and benefits in the coming years, however it allows the City to remain competitive in the job market as unemployment remains at historical lows at the local and state levels.

Approximately 43% of general fund revenue received is from property taxes and is critical in supporting the cost of essential services provided by the City. For FY 2023-24 the City budgeted a 13% increase in property taxes, with actuals for the year increasing 12.2%. These increases represent not only the allowable 2% CPI proposition 13 limit but increases to the overall assessed valuation due to new development and sales of existing homes. Several residential developments are still underway as well as some commercial and industrial properties. American Canyon home values have had a median increase in value of 2.2% through July 2024 on top of the 2023 increase of 3.16%, with the median home value now at \$701,250. With developable land selling and construction continuing throughout the City, further increases in assessed valuation and property tax revenues are expected in the next couple of years. New construction will also mean an increase in plan review and building permit revenue. City finance staff continue to monitor elevated interest rates which could result in downward pressures to selling prices and reduced transactions as buyers get priced out. The home mortgage market will continue to see prolonged high interest rates as long as inflation remains high, with the Federal Reserve signaling their preferred inflation target rate remains at 2% and will proceed with caution.

The City's Transient Occupancy Tax (TOT) rate is 12%. TOT revenues for FY 2023-24 decreased 9% from last year to \$1.42 million, attributed to a decrease in leisure travel and discretionary spending as higher inflation rates stressed household budgets. For FY 2024-25, we have projected minimal growth in existing properties but with the addition of the fourth hotel, FY 2024-25 revenues are budgeted at \$2.0 million, although based on current trends this will be reduced with the FY2024-25 Midyear Budget. Longer term, we expect that American Canyon will continue to benefit from tourism in the Napa Valley and anticipate an increase in leisure spending if inflation continues to cool. We also expect additional hotel rooms currently under construction in American Canyon now and in the next three years will bring additional TOT revenue.

Sales tax revenues came in 25% lower in FY 2023-24 compared to last year at \$4.3 million. This was due in large part to a favorable audit determination from the State, allocating revenues to the City instead of the County pools in FY2022-23, the total amount of that one-time payment was \$1.3 million. We expect further decreases in sales tax revenues in FY2024-25 due to a major taxpayer noticing that they will vacate a warehouse in February 2025, to an expected amount of \$3.9 million.

Staff will continue to closely monitor, and review updated economic forecasts for any new developments that may positively or negatively affect the City's budget.

Capital Improvement Program

The City of American Canyon's capital improvement program is a long-range program for major municipal construction projects. Key projects currently in progress include:

- ✓ Knightsbridge Way Reconstruction and Water Main Improvements – The City is undertaking a project to replace the 8" water main on Knightsbridge Way between Danrose Drive and Elliott Drive, including all the cul-de-sac streets: Regent Court, Park Lane, Lansford Court, Arden Court, and Linwood Lane. To maximize efficiency, once the underground work is complete, this project will also include the installation of ADA ramps, asphalt grind and inlay/overlay and cold-in-place recycling on Knightsbridge Way, and asphalt grind and inlay on the cul-de-sac streets. This project was awarded for construction in November 2024. Construction is anticipated to begin early spring 2025 and anticipated completion by summer 2025.
- ✓ Green Island Road Reconstruction – The Green Island Road Reconstruction & Widening Project will bring much-needed infrastructure improvements to the Green Island Industrial District. The upgrades will significantly benefit the businesses within the district, which are a vital component of the City's economy. Established in 2019, the Green Island Road Community Facilities District will provide a significant portion of the funding for the project. In 2023, construction began on the undergrounding of existing overhead utilities. The construction contract was awarded to St. Francis Electric and work was completed in fall 2024. The utility companies are anticipated to complete conversion and removal of all overhead utilities and poles by early 2025. The final phases of the project—road reconstruction and Class I multi-use trail construction—will be advertised for bids by late December 2024, with estimated project completion in 2025.
- ✓ Pavement Rehabilitation Projects – Road Repair and Accountability Act (also known as SB1) and Measure T, (the half cent Napa Valley County Sales Tax for Road Repairs) funds will be used to repair/rehabilitate various streets in American Canyon on an annual basis. The streets selected are based on our pavement management program, considering public safety, underground utility needs, and available funding.
- ✓ Rancho Del Mar Paving and Utility Improvements – The Rancho Del Mar Subdivision is the oldest subdivision in American Canyon. In 2022, City Council prioritized federal American Rescue Plan Act (ARPA) funding to rehabilitate water and sewer utilities, provide for different pavement treatments including micro milling, dig out repairs, crack sealing, asphalt rubber cape seal, and full depth replacement of asphalt along Rio Del Mar, upgrade curb ramps to ADA compliance, and new signage and striping. Streets included in this work are Rio Del Mar from Highway 29 to Carolyn Drive, all of Los Altos Place east of Carolyn Drive, Cassayre Drive, Flamingo Court, Del Rio Court, Alta Loma Drive, Joan Drive from Carolyn Drive to Los Altos Place, and Carolyn Drive from Rio Del Mar to Los Altos Place. Design began in 2023 and was completed in fall 2024. Construction is anticipated to begin in spring 2025 and completed by summer 2025.

New Development

Key development projects include:

- ✓ Broadway District Specific Plan – The Broadway District is the heart of American Canyon. The Broadway District Specific Plan (BDSP) is transforming Broadway into a livable, mixed-use, small-town neighborhood with quality development. The Broadway District Specific Plan was updated in 2021. Development projects in the BDSP include the following:
 - Napa Cove - A 66-unit affordable apartment project was completed in November 2024.

- Chicken Guy Restaurant - A quick serve restaurant with a drive-thru service will begin a “soft opening” in December 2024 and a Grand Opening in January 2025.
 - Home2Suites Hotel - A new 102-room Home2Suites hotel is under construction.
 - Sun Square - A mixed use residential/commercial project of 20 apartments located on Napa Junction Road is anticipated to begin construction in 2025
 - Hampton Inn Hotel - A new 112-room Hampton Inn hotel construction is anticipated to begin in 2025.
 - Crawford/Broadway Townhomes - A 100-unit apartment townhome project is under review.
- ✓ Watson Ranch – The updated 300-acre Watson Ranch Specific Plan (WRSP) was approved in 2023 and includes a new hotel, 1,253 residential units, parks, and other amenities. Development projects in the WRSP include the following:
- Watson Ranch lot 8 – 25 single family homes were approved in September 2024.
 - Watson Ranch lot 7 – 136 single family homes were approved in October 2024.
 - Artisan at Watson Ranch - 98 single-family homes are available for sale today.
 - Harvest at Watson Ranch - 219-unit single family homes are available for sale today.
 - Lemos Pointe - A 186-unit affordable rental community was completed in June 2024.
 - The Hotel at the Napa Valley Ruins & Gardens - A 200-room resort hotel and 30 townhomes and flats were approved in January 2023.
 - Napa Valley Ruins and Gardens (NVRG) Quarry Lake and Fig Tree Amphitheaters – Two outdoor amphitheaters were approved in May 2023.
 - Promontory at Watson Ranch - 216 single family homes with Accessory Dwelling Unit (ADU) options was approved in August 2023.
- ✓ Napa Logistics Park - The Napa Logistics Park was built out with completion of a 200,000 SF Amazon Distribution Center in September 2021 (Building 3). Building 4, a 700,000 SF warehouse was completed in March 2021. A Pacific Gas and Electric (PG&E) 100,000 SF Regional Maintenance facility was completed in April 2024.
- ✓ Commerce Court - A 330,000 SF wine warehouse at 1005 Commerce Court on 15.24 acres was completed October 2020. A 217,000 SF wine warehouse at 1075 Commerce Court on 10.35 acres was completed October 2024. A 220,000 square foot wine warehouse at 1055 Commerce Court on 10.17 acres was approved November 2024.
- ✓ Giovannoni Logistics Center – A 2.4 million SF high cube wine warehouse business park on 208-acres, north of Green Island Road was approved in March 2023. Phase 1 grading is anticipated to begin in early 2025.
- ✓ Canyon Estates – A 35-single family large lot subdivision of custom homes is under construction. Custom home lot sales are ongoing. A revised entitlement by Richmond American Homes for 33 lots is under review.
- ✓ Oat Hill Residential – A 291-unit, 20-acre multifamily development on the east side of Oat Hill is under construction.
- ✓ Green Island Solar Farm - A solar farm with associated RV storage proposed on Highway 29, north of Green Island Road is under construction.

- ✓ Ecological Center- An exciting project to transform the Wetlands Edge Corporation Yard into an Ecological Education Center through a partnership between the American Canyon Community Parks Foundation and the City of American Canyon was approved in December 2023.

Paoli/Watson Lane Annexation

The City is preparing an annexation application on 85 acres at the City's northeast boundary. The annexation area would facilitate construction of Newell Road from its terminus in Watson Ranch to Highway 29. The Watson Lane residential area would remain in its current development pattern. Vacant land in the northern half of the annexation area could be considered for urban uses following annexation. An Environmental Impact Report that evaluates the project was certified, the General Plan was amended, and Pre-Zoning was approved in February 2024.

General Plan Update

The City is preparing a comprehensive technical General Plan Update (GPU) for the first time since 1994. The General Plan is American Canyon's long-term blueprint for development of the City and land outside its boundaries that bears relation to its planning. The GPU will ensure all components of the General Plan are internally consistent and current with State Law. An Environmental Impact Report that evaluates the GPU will be released for public review and will conclude in December 2024. Public hearings for the General Plan are anticipated to begin in early 2025.

The Housing Element component of the General Plan was approved in January 2023. The State Department of Housing and Community Development (HCD) certified the Housing Element in May 2023.

Water Supply

The critical droughts from 2020-2022 brought to the forefront the City's need to continue to seek out permanent, reliable water sources to serve its residents and businesses. The City receives nearly all of its water from the Department of Water Resources' (DWR) State Water Project (SWP). Generally, this "raw water" is treated at the City's Water Treatment Plant (WTP) and then distributed to residents and businesses in the City's Water Service Area (which is larger than the City limits proper). The City also maintains connections with the Cities of Napa and Vallejo, who are able to provide treated water supplies if necessary. The City's Urban Water Management Plan demonstrates that the City has sufficient water to meet projected needs in the next 20 years. However, the City could benefit from a greater variety of water sources, better water quality, and less expensive water sources. As such, the City is pursuing several important options, including participation in new, regional surface water projects and potable re-use of recycled water from our Water Reclamation Facility. In recent years, the City has invested heavily in maximizing both the water quality and quantity of recycled water produced at the Water Reclamation Facility. The City has been successful in reducing demand for potable water by as much as 21-acre feet per year through conversion of potable water, uses for irrigation to recycled water and permanent changes to landscape and irrigation techniques.

In 2017, the City joined as a member of the Sites Reservoir Project. The Sites Project is a new proposed "off-stream" water storage reservoir that would hold approximately 1.8 million-acre feet. In fiscal year 2024-25, the City will continue to participate on the project team that is pursuing funding and ultimately, construction of this new water supply project. The City's share of the Sites Reservoir Project is 4,000-acre feet per year.

In April 2024, the City Council authorized new water, sewer and recycled water rates beginning January 2025. Rates will increase in each of the subsequent five years, with the last increase implemented in January 2029. Prior to the adoption of the rate study, there was no established recycled water rates and charges. The rate increases are required to meet operational requirements, construct improvements to existing aging infrastructure, and to establish funding necessary to pay for additional water purchases.

Cash Resources

The cash and investments held by the City are sufficient to move forward into the new fiscal year, conduct operations, and embark upon the planned capital asset improvement programs. Please see Note C – Cash and Investments beginning on page 37 of the ACFR.

Risk Management

The City limits its exposure to losses from unfavorable events, employee injuries, and from the risk of damages to City property by participating with other governments in an insurance pool wherein the risk of substantial monetary loss is transferred from the City to the insurance pool. Further information about this arrangement is included in the notes to the financial statements.

Long-Term Debt Administration

In accordance with the City's fiscal policy, the issuance of long-term debt is limited to capital improvements or projects that cannot be financed from current revenues or resources. The City may issue general obligation bonds, revenue bonds, certificates of participation or anticipation notes. The payback period of the debt is limited to the estimated useful life of the capital project or improvement. All debt service payments were made as required during the fiscal year, and the City complied with all required reserves and debt service covenants.

Postemployment Benefits

The City directly participates in the Public Employees Retirement System (PERS) of the State of California for all full-time employees. The City plans to fund each year's required contribution for its regular and public safety plans based on rates calculated by PERS after analyzing the city's workforce. With respect to retiree health care costs, the City's practice has been to pay the same premium for retired employees' health care as it does for active employees. The City continues to fund its annual determined contribution (ADC) each year, ensuring the long-term sustainability of this benefit. The City and Fire District have entered into irrevocable trusts with PERS to fund retiree health benefits. Additional information about the City's pension and other post-employment benefits plans are included in notes J and K to the financial statements and the required supplementary information section of this report. In 2017, the City negotiated with employee bargaining units a reduction in post-employment medical insurance benefits for future employees as they retire, which resulted in a decrease in long-term liability.

Awards

The City was awarded a Certificate of Achievement for Excellence in Financial Reporting by the Government Finance Officers Association (GFOA) for its comprehensive annual financial report for the fiscal year ended June 30, 2023. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial report. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. In our opinion, the current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and it will be submitted to the GFOA to determine its eligibility for recognition.

Acknowledgements

The preparation of this report would not have been possible without the capable and dedicated services of the Finance Department. Thanks to all City departments for their assistance in providing the data necessary to prepare this report. The Mayor and City Council also warrant special recognition for their continued support, leadership and high expectations for professionalism in overseeing the City of American Canyon's financial affairs.

Respectfully Submitted,

A handwritten signature in black ink, reading "Jason B. Holley". The signature is fluid and cursive, with the first name "Jason" and last name "Holley" clearly legible.

Jason B. Holley
City Manager

A handwritten signature in black ink, reading "Juan Gomez". The signature is fluid and cursive, with the first name "Juan" and last name "Gomez" clearly legible.

Juan Gomez
Finance Director/Treasurer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of American Canyon
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO

CITY OF AMERICAN CANYON

PRINCIPAL OFFICIALS

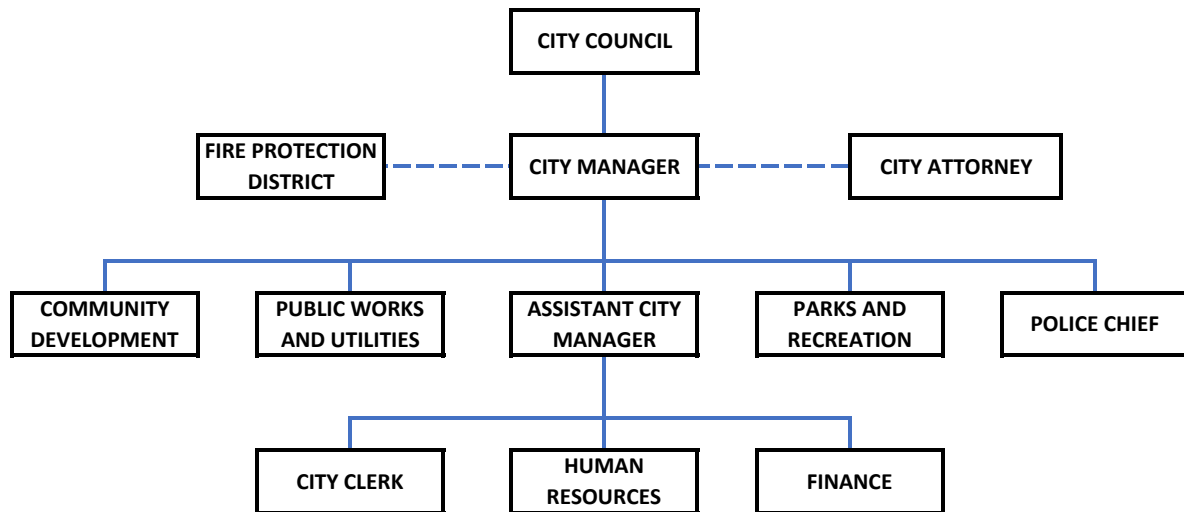
YEAR ENDED JUNE 30, 2024

CITY COUNCIL

Mayor	Leon Garcia
Vice Mayor.....	David Oro
Council Member	Mark Joseph
Council Member	Pierre Washington
Council Member	Mariam Aboudamous

ADMINISTRATIVE PERSONNEL

City Manager	Jason Holley
Assistant City Manager	Maria Ojeda
City Clerk	Taresa Geilfuss
Police Chief	Rick Greenberg
Fire Chief	Geoff Belyea
City Attorney	William Ross
Finance Director.....	Juan Gomez
Public Works Director.....	Erica Ahmann-Smithies
Community Services Director	Brent Cooper
Parks and Recreation Director.....	Alexandra Ikeda



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INDEPENDENT AUDITOR'S REPORT

To the City Council
City of American Canyon, California

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 American Canyon, California (the City), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City of American Canyon, California'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 of American Canyon, California, 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 these 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 generally accepted auditing standards 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 generally accepted auditing standards 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 management's discussion and analysis, budgetary comparison schedules for the general fund and major special revenues funds, schedules of the proportionate share of the net pension liability, schedules of contributions to the pension plan, schedules of changes in the net OPEB liability and related ratios and schedules of employer contributions to the OPEB plan 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

To the City Council
City of American Canyon, California

obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and budgetary comparison schedules for non-major special revenue funds, capital projects funds and debt service funds 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 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2024, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Richardson & Company, LLP

December 9, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the *City of American Canyon's* annual financial report presents our discussion and analysis of the City's financial performance during the Fiscal Year that ended on June 30, 2024. Please read it in conjunction with the City's audited financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The City's total net position increased \$21.6 million over the course of this year's operations after conducting all City operations and programs. The Citywide Statement of Activities reports a \$10.8 million increase in net position for Governmental Activities using full accrual accounting and an increase of \$10.8 million in Business-type Activities. The assets and deferred outflows of the City exceeded its liabilities and deferred inflows by \$399.0 million at the end of Fiscal Year 2023-24. The Citywide Statement of Net Position reports that \$319.5 million is related to Governmental Activities and \$79.6 million is related to Business-type Activities. Of that amount, \$22.9 million (the unrestricted net position) may be used to meet the City's ongoing obligations and operating expenses for the next Fiscal Year.
- Governmental Funds reported combined fund balances of \$50.3 million on June 30, 2024, an increase of \$2.6 million compared to the prior year. Of these fund balances, \$31.1 million is restricted, \$14.6 million is committed, \$3.7 million is assigned, and \$1.0 million is unassigned.
- Overall, city-wide revenues from all governmental and business-type activities were \$79.7 million, an increase of about \$22.6 million compared to the prior year. This amount includes \$10.3 million from capital grants and contributions for Governmental Activities and \$10.2 million from Business-type Activities.
- The City's total expense for all programs in Fiscal Year 2023-24 was \$58.0 million, an increase of \$3.8 million compared to the prior year.
- The General Fund ended Fiscal Year 2023-24 with a fund balance of \$11.6 million, a decrease of \$3.7 million compared to the prior year of which \$2.1 million was unassigned. The decrease is attributed to \$4.9 million in transfers of general fund balance to repair and renovation capital projects funds to begin building funds for large renovation or infrastructure needs. The Fire District Operations Fund ended Fiscal Year 2023-24 with a \$5.6 million fund balance, a decrease of \$0.2 million compared to the prior year. The CDBG, Cal Home and HOME Loan Development Special Revenue Fund ended Fiscal Year 2023-24 with a fund balance of (\$0.1) million an increase of \$0.1 million from last year. The State and Federal Grants - City Special Revenue Fund ended Fiscal Year 2023-24 with a fund balance of (\$0.3) million, a decrease of \$0.4 million compared to the prior year. The Affordable Housing Capital Projects Fund ended Fiscal Year 2023-24 with a fund balance of \$0.7 million, an increase of \$0.4 million compared to the prior year. Other Governmental Funds reported a cumulative fund balance of \$31.8 million available for special purposes, primarily infrastructure and capital asset additions.
- The City ended Fiscal Year 2023-24 with \$26.9 million of available net position in its enterprise funds consisting of restricted and unrestricted net position. This is an increase of \$4.3 million from the prior Fiscal Year. Internal Service Funds ended Fiscal Year 2023-24 with a cumulative unrestricted fund balance of \$0.9 million an increase of \$0.3 million compared to the prior year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – a *management's discussion and analysis* (this section), the *basic financial statements*, *required supplementary information*, and an optional section that presents *combining statements* for non-major governmental funds and proprietary funds. The basic financial statements include two kinds of statements that present different views of the City:

MANAGEMENT'S DISCUSSION AND ANALYSIS

- The first two statements are *government-wide financial statements* that provide both long-term and short-term information about the City's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.
 - The *governmental funds* statements tell how *general government* services such as public safety, community development, parks and recreation, public works and streets were financed in the *short term* as well as what remains for future spending.
 - *Proprietary fund* statements offer *short* and *long-term* financial information about the activities the government *operates like businesses*, such as the City's water, wastewater and recycled water systems.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. In addition to these required elements, we have included a section with combining statements that provide details about our non-major funds, each of which are added together and presented in single columns in the basic financial statements.

Figure A-1 summarizes the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Figure A-1
Major Features of City of American Canyon's Government-Wide and Fund Financial Statements

	Government-Wide Statements	Fund Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire City government	The activities of the City that are not proprietary or fiduciary, such as police, fire, streets, general government, and community services	Activities the City operates similar to private businesses: the water, wastewater, and recycled water funds and internal service funds
Required financial statements	<ul style="list-style-type: none"> • Statement of net position • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenues, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> • Statement of net position • Statement of revenues, expenses, and changes in net position • Statement of cash flows
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid

MANAGEMENT'S DISCUSSION AND ANALYSIS

Government-wide Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes *all* of the City's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's *net position* and how it has changed. The difference between the City's assets and liabilities is one way to measure the City's financial health or *position*.

- Over time, an increase or decrease in the City's net position is an indicator of whether its financial health is improving or deteriorating, respectively.

The government-wide financial statements of the City are reported in two categories:

- *Governmental activities* – All of the City's basic services are included here, such as general government, police, fire, community development, parks and recreation, and public works. Property taxes, sales taxes, transient occupancy taxes, special and other taxes, user charges and fees, and state, local and federal grants finance these activities.
- *Business-Type activities* - The City charges fees to customers to help cover the costs of certain services. The City's water, wastewater, and recycled water enterprises are reported here.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant funds – not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

- The City's major funds, including the *General Fund; Fire District Operations; CDBG, CalHome and HOME Loan Development; State and Federal Grants – City; City Capital Projects; and Affordable Housing*; are reported in separate columns, and all other governmental funds are aggregated in a single column.
- The City establishes other funds to control and manage money for particular purposes. Some funds are maintained to demonstrate that the City is properly using certain specific fees for their intended purpose (such as the City's impact fee funds).
- Other funds are maintained for similar purposes but also demonstrate the City's ability to repay its long-term debt obligations, such as bonds.

The City has three kinds of funds:

Governmental funds – The City's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out, and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term view* that helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds' statement, or on the subsequent page, that explains the relationship (or differences) between them.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Proprietary funds – There are two different types of proprietary funds. *Enterprise funds* are used to report the same functions reported as business-type activities in the government-wide financial statements: the City's Water, Wastewater, and Recycled Water Operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally. During the 2015 Fiscal Year, the City created internal service funds. Proprietary funds provide the same type of information as the government-wide statements, only in more detail. The proprietary fund statements provide separate information for the City's Water, Wastewater, and Recycled Water Operations, which are considered major funds of the City.

Fiduciary funds - These funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are *not* available to support the City of American Canyon's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Net Position. As summarized in Table A-1 below, the City's *combined* net position increased \$21.6 million between Fiscal Years 2023 and 2024.

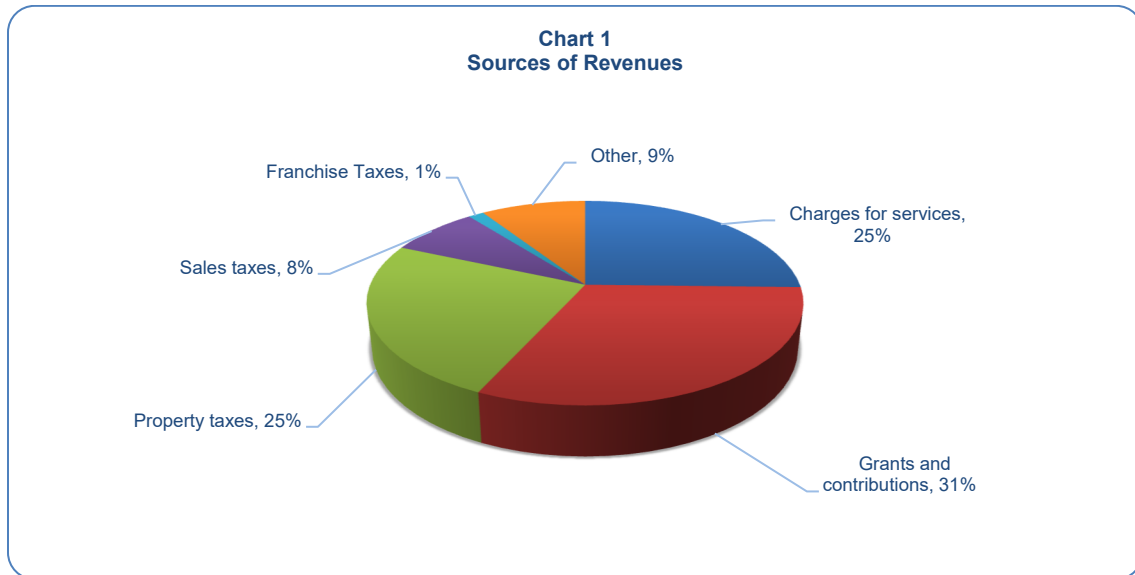
Table A-1
City of American Canyon's Net Position
(in millions of dollars)

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2023	2024	2023	2024	2023	2024	2023-24
Current and other assets	65.2	69.1	26.3	29.9	91.5	99.0	8.2%
Capital assets	275.7	283.5	50.3	58.7	326.0	342.2	5.0%
Total assets	340.9	352.6	76.6	88.6	417.5	441.1	5.7%
Deferred Outflow of Resources	12.3	11.4	2.4	2.5	14.7	13.9	-5.4%
					-		
Long-term debt outstanding	34.6	34.7	9.4	9.7	44.0	44.4	0.9%
Other liabilities	7.6	7.5	0.6	1.3	8.2	8.8	7.3%
Total liabilities	42.2	42.2	10.0	11.0	52.2	53.2	1.9%
Deferred Inflows of Resources	2.3	2.3	0.3	0.5	2.6	2.8	7.7%
Net investment in capital assets	267.0	275.1	45.9	52.4	312.9	327.5	4.7%
Restricted	36.9	39.9	6.9	8.8	43.8	48.7	11.2%
Unrestricted	4.8	4.5	15.9	18.3	20.7	22.8	10.1%
Total net position	308.7	319.5	68.7	79.5	377.4	399.0	5.7%

The net position of the City's governmental and business-type activities increased 5.7% to \$399.0 million. The increase was primarily due to accepted public improvements from developments in the amount of \$6.9 million, increases in capital outlay for both the governmental and business-type funds and increases to fund balances. Approximately 82% of the City's net position is invested in capital

MANAGEMENT'S DISCUSSION AND ANALYSIS

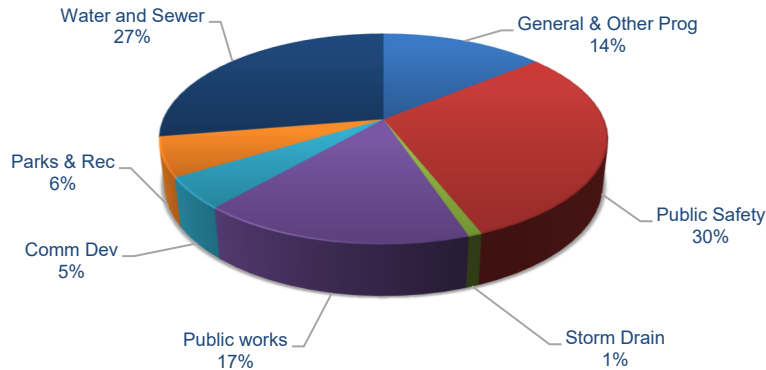
assets such as buildings, land, equipment and facilities. The remaining 18% of net position is represented by restricted and unrestricted net position. Notable receivables are \$2.6 million in taxes and \$2.3 million from utilities. Intergovernmental Receivables of \$1.1 million grant funding for CIP, COPS funding, and other minor receivables. About 84% of the City's total liabilities are represented by long-term obligations including pension liabilities, lease revenue bonds, capital leases and loans from the State of California. A more detailed list of long-term liabilities is found in Note G – Long-Term Liabilities on pages 51-55.



Changes in net position. The City's major sources of revenue and functional expenses are presented in charts 1 and 2. As summarized in Table A-2 on page 10, revenues for Fiscal Year 2023-24 totaled \$79.7 million, an increase of \$22.6 million or 26.5% from the prior year. One primary source of discretionary revenue for the City's General Fund is property tax revenue, which totaled \$19.7 million or 25% of total revenues for the year and increased by 8.2% over Fiscal Year 2022-23 due to continued increases in home values and the addition of new properties to the tax roll as they become occupied. Sales tax revenue decreased by \$1.6 million or 20% to \$6.3 million in Fiscal Year 2023-24, mainly attributed to a one-time payment of \$1.3 million in Fiscal Year 2022-23 as a result of a favorable State audit that determined sales tax revenues should have been allocated to the City instead of the County pools. For the 2024-25 Fiscal Year we have budgeted sales tax revenues to decrease a result of the loss of a major taxpayer who will cease operations in February 2025. Approximately \$27 million or 34% of all City revenues were generated from water, wastewater, and recycled water service fees and other revenue, including grants.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Chart 2
Functional Expenses



The total cost for all programs and services in Fiscal Year 2023-24 was \$58.0 million which includes a wide range of services such as public safety, public works, community development, parks and recreation programs, storm drain, water and wastewater treatment plants and related distribution and collection systems. Major types of expenditures by function are shown in Chart 2. As summarized in Table A-2, for Fiscal Year 2023-24, expenses increased by \$3.9 million or 7.2%. In this Fiscal Year, the General Government expenses increased by \$3.0 million, a 7.6% increase from the prior year largely due to increases in public safety in the amount of \$3.8 million, offset savings in other departments, mainly employee vacancies. Water, Wastewater and Recycled Water expenses were \$0.9 million higher compared to prior year at \$16.0 million. This increase is mainly the result of increased employee costs, equipment purchases and system repair and maintenance.

The City's largest operating expense was public safety services and utility services. The City's cost to provide police and fire protection services was \$17.4 million or 28.9% of the City's total operating expenses. Water and sewer service (including recycled water) expenses were collectively \$16.0 million or 27.6% of total expenses. Public Works and Storm Drain departments accounted for 17.5% of expenses, Community Development 4.9%, and Parks and Recreation 6.1%. The remaining 15% was expended on general City administration and other programs.

When all operations were concluded, governmental activities created a \$10.8 million increase in net position and business-type activities created a \$10.8 million increase.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Table A-2
Changes in the City of American Canyon's Net Position
(in millions of dollars)

	Governmental Activities		Business Type Activities		Total		Total Percentage Change
	2023	2024	2023	2024	2023	2024	2023-24
Revenues							
Program revenues							
Charges for services	7.3	5.6	13.7	14.6	21.0	20.2	-3.8%
Grants and contributions - operating	2.0	4.1	0.3	0.4	2.4	4.5	87.5%
Grants and contributions - capital	0.9	10.3	0.6	10.2	1.5	20.5	1266.7%
General revenues							
Property taxes	18.2	19.7	-	-	18.2	19.7	8.2%
Franchise taxes	1.0	1.1	-	-	1.0	1.1	10.0%
Sales taxes	7.9	6.3	-	-	7.9	6.3	-20.3%
Other	4.1	5.7	1.0	1.7	5.1	7.4	45.1%
Total revenues	41.4	52.8	15.6	26.9	57.1	79.7	39.6%
Expenses							
General government	9.8	8.1	-	-	9.8	8.1	-17.3%
Public Safety	13.5	17.4	-	-	13.5	17.4	28.9%
Public works	8.4	9.7	-	-	8.4	9.7	15.5%
Community Development	3.7	2.8	-	-	3.7	2.8	-24.3%
Parks and Recreation	3.1	3.5	-	-	3.1	3.5	12.9%
Storm Drain	0.4	0.5	-	-	0.4	0.5	25.0%
Water	-	-	9.0	8.7	9.0	8.7	-3.3%
Wastewater	-	-	5.6	6.0	5.6	6.0	7.1%
Other	0.1	0.1	0.6	1.3	0.7	1.4	100.0%
Total expenses	39.0	42.1	15.2	16.0	54.2	58.1	7.2%
Excess (deficiency) before transfers	2.4	10.7	0.4	10.9	2.9	21.6	644.8%
Transfers	2.7	0.1	(2.7)	(0.1)	-	-	0.0%
Increase(decrease) in net position	5.1	10.8	(2.3)	10.8	2.9	21.6	644.8%
Net position, beginning	303.6	308.7	71.0	68.7	374.6	377.4	0.7%
Net position, ending	308.7	319.5	68.7	79.5	377.4	399.0	5.7%

MANAGEMENT'S DISCUSSION AND ANALYSIS

City Program Costs

Table A-3 presents the cost of each of the City's six largest programs: Public Safety, Public Works, Parks and Recreation, Water, Wastewater, and Community Development.

Table A-3
Cost of City of American Canyon's Programs
(in millions of dollars)

	Total Cost of Services		Percentage Change
	2023	2024	2023-24
Public Safety	13.5	17.4	28.9%
Public Works (includes Storm drain)	8.8	10.1	14.8%
Community Development	3.7	2.8	-24.3%
Parks and Recreation	3.1	3.5	12.9%
Water	9.1	8.7	-4.4%
Wastewater	5.5	6.0	9.1%
Recycled Water	0.6	1.3	0.0%
All other	9.9	8.2	-17.2%
Total	54.2	58.0	7.0%

The cost of all programs this year was \$58.0 million, an increase of \$3.8 million, or 7.0% compared with the prior year. Public safety increased 28.9% or \$3.9 million, with police services increasing \$0.9 million associated with the addition of police personnel and general contract increase costs. Fire services increased \$3.0 million, however last year included an insurance recovery that was previously paid and offset expenses by \$2.0 million, excluding this one-time adjustment the increase in Fire expenses was \$1.0 million. Public Works increased 14.8% or \$1.3 million as a result of clearing out projects from the Construction in Progress account, projects have been completed, did not meet capitalization threshold or cancelled therefore have been expensed. Community Development decreased 24.3% or \$0.9 million associated with a slowdown in permit issuance as an unusually wet winter in 2023 delayed projects. Expenses this Fiscal Year also include professional services associated with the annexation process for land in the northeast part of the City.

Governmental Activities

As detailed on the Statement of Activities, the City's governmental program expenses totaled \$42.1 million during the year. Program revenues, including grants, totaled \$20 million leaving the City to fund the balance of \$22.1 million with general revenues. Program revenues increased by \$9.8 million, while expenditures increased by \$3.1 million over the prior year. The majority of increases in the Program Revenues was in capital grants and contributions from accepted public improvements in the amount of \$5.1 million, as well as capital contributions in the amount of \$2.4 million related to Green Island CFD drawdown.

Business-Type Activities

At 2023-24 Fiscal Year-end, the net position for the City's enterprise funds or business-type activities, the City's Water, Wastewater, and Recycled Water funds, increased \$10.8 million from the prior year, charges for services increased \$0.9 million compared to the prior year. Business-type revenues increased \$11.3 million overall compared to FY 2022-23. Water fund expenses decreased by \$0.3 million or 3.3% compared to Fiscal Year 2022-23 and was primarily from employee vacancies. Wastewater fund expenses increased \$0.4 million to \$6.0 million, primarily due to scheduled increases in wages based on bargaining unit agreements and increased in benefits. An Enterprise Rate Study

MANAGEMENT'S DISCUSSION AND ANALYSIS

was approved by City Council in early 2024 for the establishment of updated water, wastewater and recycled water rates, new rates will be effective January 2025.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

At the end of Fiscal Year 2023-24, the City's governmental funds had a combined fund balance of \$50.3 million, about \$2.6 million more than the prior year. This can be attributed to public works activities for related to impact fees and capital improvement special revenue sources, which added \$1.3 million of restricted fund balance in 2023-24. The Fire District Operations fund balance increased by \$0.3 million or 2.0% as a result of Fiscal Year 2023-24 operations.

The City's total Cash and Investment accounts increased by \$3.4 million compared to the prior year, totaling \$89.5 million at Fiscal Year-end. The City's Restricted Cash and Investments totaled \$9.4 million of that balance. Fiduciary Funds comprised another \$5.8 million of that balance. The Water and Wastewater enterprise funds ended the year with \$29.3 million in cash and investments available for future use, of which \$8.8 million is restricted.

The City's General Fund had a deficit of revenues over expenditures of \$1.3 million before other financing sources. General Fund Property Taxes increased by \$1.5 million, Sales Taxes decreased by \$1.6 million, Other Taxes decreased \$0.1 million. Charges for Services decreased by \$0.7 million compared to the prior year. The City's General Fund Expenditures increased by \$1.2 million to \$26.5 million mostly due to increase in contract police services with the Napa County Sheriff's Office (\$0.8 million); and increase in internal service fees like fleet and information technology (\$0.7 million). These increases were however offset by savings in professional and contractual services in the amount of \$0.6 million. The Transfers out to Other Funds increased by \$5.0 million compared to the prior year due to a \$4.9 million transfer to several repair and renovation funds for infrastructure needs related to parks, streets and buildings. After including inter-fund transfers, the General Fund ended the Fiscal Year with a deficit of \$3.7 million. Operationally, excluding the one-time \$4.9 million transfer out, the General Fund had a surplus of \$1.2 million.

The City's non-major governmental funds ended the Fiscal Year with a consolidated fund balance of \$31.8 million. This entire fund balance amount is restricted with externally enforceable legal restrictions.

General Fund Budgetary Highlights

Over the course of the year, the City Council amended the City budget to fund new projects, avoid cost overruns, to account for unanticipated revenues. Additionally, adjustments were made as a result of the mid-year budget review. At year-end, including all adjustments, actual General Fund expenditures, were \$2.3 million less than final budget amounts. Supplies and Service were the largest item at \$1.3 million followed by Salary and Benefits savings at \$0.8 million.

The General Fund's fund balance decreased by \$3.7 million from June 30, 2023 to June 30, 2024, again mainly attributed to a one-time \$4.9 million transfer to fund the newly created Repair and Replacement Funds. The General Fund's primary source of discretionary revenue is property taxes which totaled \$14 million or 48.7% of total revenues for the year and increased by 12% over the prior year. This was under budget \$0.1 million. Non-property taxes came in at budget and Charges for Services were \$0.7 million less than the final budget.

State and Federal Grants – City and City Capital Projects Funds Highlights

The City had several projects funded by State and Federal grants. American Rescue Plan Act (ARPA) funded \$2.5 million in projects, of that \$1.5 million was funded through Napa County ARPA funds for a Recycled Water Expansion project in the City providing service to unincorporated area of the County and \$1.0 million in City ARPA funds were used to fund various streets and parks projects. Although

MANAGEMENT'S DISCUSSION AND ANALYSIS

fund balance decreased \$0.4 million, grant funds can fluctuate, and the timing of funds can differ depending on the grant itself. These funds ended the year with a deficit of \$0.3 million attributed to the spending of funds but grant fund reimbursements occurring later.

City Capital Projects Funds fund balance had a decrease in the amount of \$0.1 million ending with \$1.2 million in fund balance. Transfers into these funds were \$5.9 million and expenses were \$6.0 million. All City projects are expensed through these funds with funding from projects primarily coming from Special Revenue Funds.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2024, the City had invested \$342.2 million (net of accumulated depreciation) in a broad range of capital assets, including land, vehicles, equipment, the water, wastewater, and recycled water systems, streets, and other capital assets (see Table A-4). This amount represents a net increase, after additions and deductions, of about \$16 million or 4.9% compared to the prior fiscal year. Additional information can be found in the notes to the financial statements, Note F – Capital Assets pages 47-50.

Table A-4
City of American Canyon's Capital Assets
(net of depreciation, in millions of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	2023	2024	2023	2024	2023	2024	2023-24
Land	10.2	10.4	2.2	2.2	12.4	12.6	1.6%
Construction in progress	8.8	11.5	4.2	0.1	13.0	11.6	-10.8%
Intangible Assets				2.1		2.1	
Right of Ways	165.2	165.2	-	-	165.2	165.2	0.0%
Buildings and Improvements	26.5	25.8	7.6	7.3	34.1	33.1	-2.9%
Machinery and Equipment	1.9	1.7	1.3	1.2	3.2	2.9	-9.4%
Water utility system			16.7	19.3	16.7	19.3	15.6%
Wastewater system			14.9	18.5	14.9	18.5	24.2%
Recycled water System			3.4	8.0	3.4	8.0	135.3%
Infrastructure system	62.0	67.2			62.0	67.2	8.4%
Leased Vehicles	1.1	1.5			1.1	1.5	36.4%
Subscription Technology	0.2	0.2			0.2	0.2	0.0%
Total	275.9	283.5	50.3	58.7	326.2	342.2	4.9%

MANAGEMENT'S DISCUSSION AND ANALYSIS

Long - Term Debt

At the end of Fiscal Year 2023-24, the City had about \$12.1 million in long-term debt obligations outstanding. Of the \$12.1 million, \$4.1 million relates to the City's business-type activities and the remaining \$8 million is applicable to governmental type financing activities. The remaining other long-term debt of \$32.3 million are estimated employee benefits payable by the City. The City's component-unit, the City of American Canyon's Fire Protection District, has a long-term debt obligation from green energy upgrades of \$0.3 million and a fire engine financed purchase of \$1.5. It also has a \$0.1 million liability for uninsured workers compensation claims.

For governmental type activities, the major long-term debt year-end balances consist of a refinanced \$4.2 million capital lease to purchase a commercial office building that was transformed into City Hall, and \$0.5 million for green energy projects benefiting City Hall.

For business-type activities, major long-term debt year-end balances are comprised of green energy projects for the benefit of Water enterprises of \$1.1 million and Wastewater enterprises of \$2.7 million. The City has no bonded debt outstanding for its business-type activities.

Additional information about the City's long-term obligations can be found in the notes to the financial statements, Note G – Long Term Liabilities, on pages 51-55.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

Fiscal Year 2023-24 was a volatile year, government assistance payments to households and businesses ended as provisions of several federal programs expired. Inflation and interest rates remained elevated putting pressure on household budgets. Price increases in energy, food, and housing had significant impacts on household budgets leaving them with little for discretionary spending. On the flip side, unemployment remained low and wages across industries continued to rise, leading to resilient consumer spending in FY 2024. The Federal Reserve continued to raise interest rates in FY 2024 to battle high inflation, however, although inflation remains elevated by historical levels, it is subsiding in many areas. High interest rates make financing mortgages more expensive and could price potential buyers out of the market leading to a slowdown in home sales and refinancings. California continues to struggle with a housing shortage and American Canyon is fortunate to have had several market-rate and affordable housing development projects completed to alleviate some of those shortages. Subsequent to the end of FY 2024, the Federal Reserve has made two 0.25% cuts to the federal funds target rate, however they have cautioned that further action will be on meeting by meeting basis.

The unemployment rate in California remains relatively low at 5.4%. As of October 2024, the Employment Development Department reports a 4.1% unemployment rate in Napa County. Retail, restaurants and the hotel industry have seen some of strongest employment gains as these sectors were the hardest hit during the pandemic, significant increases have also been seen in the construction and health care sectors. Trade, transportation, and Utilities showed an increase for the eight consecutive month with majority gains occurring in retail trade and transportation, warehousing and utilities as companies prepare for the holiday season.

American Canyon's sales tax receipts from April 2024 through June 2024 were 6.5% below the same period in 2023. Excluding reporting aberrations, actual sales were down 7.9%. Results reflected the impact of inflation and less spending on taxable discretionary goods. Declines in construction activity reflect less demand for materials locally, business-industry group saw minor declines in sales tax receipts. Casual dining restaurants, fuel & service stations and county pool categories continued to report increases year over year. Net of aberrations, taxable sales for all of Napa County decreased 1.0% over the comparable time period; the Bay Area decreased 1.7% and State was down 0.6%.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Approximately 43% of general fund revenue received is from property taxes. The annual CPI granted was 2.00% which was the same as last year. Looking ahead the year over year increase in citywide assessed valuation for FY 2024-25 is \$4.5 billion, \$196.8 million or 4.62% more than the FY2023-24. This growth was on the strength of residential uses which were offset by vacant use declines as newly developed properties transition from vacant land to other permanent uses. New construction throughout the City continues for single and multi-family homes as demand for these types of properties remains strong. Many single family and multifamily residential projects are currently underway which will add to the overall assessed valuation in future years as homes are sold. Demand is also strong for industrial warehousing and commercial space. A recent large warehouse was completed October 2024, a regional maintenance facility was completed May 2024 and a forth hotel is nearing completion in spring 2025. These projects as well as those in the pipeline will continue to increase assessed valuation and revenues.

Detached Single Family Residence – City of American Canyon

Year	D-SFR Sales	Median Price	% Change
2017	188	\$498,500	10.78%
2018	175	\$525,000	5.32%
2019	186	\$515,000	-1.90%
2020	165	\$570,000	10.68%
2021	186	\$635,000	11.40%
2022	131	\$665,000	4.72%
2023	81	\$686,000	3.16%
2024	72	\$701,250	2.22%

*through July 31, 2024

With the first 7 months of sales data processed for 2024, SFRs are selling for more than in the previous calendar year. The median price of all SFRs in 2024 is \$701,025 which is \$63,025 higher than the peak price experienced in 2006 at \$638,000. Demand for housing in Napa County continues to be high, the City of American Canyon continues to add inventory and remains the most affordable city in the county for home prices.

2023-24 Taxable Property Values:

Combined Values	Total
Total Values	\$4,348,669,848
Total Exemptions	\$87,767,910
Net Total Values	\$4,260,901,938

The City anticipates continued increases in assessed valuation due to growing interest in industrial and residential development. Key development projects include the Broadway District Specific Plan, the Giovannoni Logistics Center, Canyon Estates, Oat Hill Residential multi-family residences, and continued development of Napa Logistics Park and Watson Ranch (the long-planned mixed-use commercial/retail town center). The City has also completed a General Plan Update, American Canyon's blueprint for development of the City and any land outside its boundaries that bears relation to its planning.

MANAGEMENT'S DISCUSSION AND ANALYSIS

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Director, City of American Canyon, 4381 Broadway Street, Suite 201, American Canyon, California 94503.

BASIC FINANCIAL STATEMENTS

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CITY OF AMERICAN CANYON
Statement of Net Position
June 30, 2024

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 52,393,390	\$ 20,546,243	\$ 72,939,633
Restricted cash and investments	558,196	8,795,004	9,353,200
Taxes receivable	2,606,139		2,606,139
Accounts receivable, net	1,296,686	2,328,309	3,624,995
Internal balances	2,007,776	(2,007,776)	
Interest receivable	310,753	192,395	503,148
Due from other governments	1,113,378		1,113,378
Prepaid expenses and other assets	415,115	8,730	423,845
Loans receivable, net	8,346,812		8,346,812
Capital assets:			
Non-depreciable	187,104,339	4,445,754	191,550,093
Depreciable, net of accumulated depreciation	96,429,925	54,254,334	150,684,259
Total capital assets	283,534,264	58,700,088	342,234,352
TOTAL ASSETS	352,582,509	88,562,993	441,145,502
DEFERRED OUTFLOWS OF RESOURCES			
Pension plan	7,388,427	1,367,213	8,755,640
OPEB plans	3,997,622	1,119,146	5,116,768
TOTAL DEFERRED OUTFLOWS OF RESOURCES	11,386,049	2,486,359	13,872,408
LIABILITIES			
Accounts payable	2,653,076	1,017,897	3,670,973
Accrued expenses	491,775	66,435	558,210
Unearned revenue	3,990,109		3,990,109
Accrued interest payable	32,941		32,941
Deposits	339,313	211,765	551,078
Long-term liabilities:			
Due within one year			
Bonds, leases and contracts	1,158,856	326,855	1,485,711
Compensated absences	774,909	222,284	997,193
Workers compensation claims and judgments	99,728		99,728
Due in more than one year			
Bonds, leases and contracts	6,917,572	3,789,134	10,706,706
Compensated absences	90,814		90,814
Net pension liability	17,878,422	3,349,910	21,228,332
Net OPEB liability	7,744,737	1,993,839	9,738,576
TOTAL LIABILITIES	42,172,252	10,978,119	53,150,371
DEFERRED INFLOWS OF RESOURCES			
Pension plan	834,102	164,595	998,697
OPEB plans	1,492,988	350,965	1,843,953
TOTAL DEFERRED INFLOWS OF RESOURCES	2,327,090	515,560	2,842,650
NET POSITION			
Net investment in capital assets	275,110,263	52,483,302	327,593,565
Restricted for:			
Public safety	1,820,522		1,820,522
Public works	20,490,357		20,490,357
Storm drain projects	5,592,918		5,592,918
Community development, planning and building	9,946,708		9,946,708
Parks	1,918,748		1,918,748
Capacity expansion		8,795,004	8,795,004
Other activities	113,065		113,065
Unrestricted	4,476,635	18,277,367	22,754,002
TOTAL NET POSITION	\$ 319,469,216	\$ 79,555,673	\$ 399,024,889

The accompanying notes are an integral part of these financial statements.

CITY OF AMERICAN CANYON
Statement of Activities
For the Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenue		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government				
Governmental Activities				
General government	\$ 8,058,523	\$ 720,679	\$ 159,679	
Public safety	17,368,952	1,271,009	234,585	\$ 132,498
Public works	9,652,314	992,526	3,396,109	7,993,396
Community development	2,828,837	1,554,955	353,849	411,473
Parks and recreation	3,522,811	1,036,418		
Storm drain	489,304		3,929	1,806,980
Interest on long-term debt	105,961			
TOTAL GOVERNMENTAL ACTIVITIES	42,026,702	5,575,587	4,148,151	10,344,347
Business-type activities				
Water	8,727,826	9,440,558	355,766	3,656,333
Wastewater	6,025,937	5,002,640		5,161,715
Recycled Water	1,264,147	202,659		1,383,400
Total business-type activities	16,017,910	14,645,857	355,766	10,201,448
TOTAL PRIMARY GOVERNMENT	\$ 58,044,612	\$ 20,221,444	\$ 4,503,917	\$ 20,545,795
General revenues:				
Taxes:				
Property taxes, levied for general purposes				
Franchise taxes				
Sales taxes				
Other taxes				
Unrestricted investment earnings				
Other				
Transfers, net				
Total general revenues and transfers				
Change in net position				
Net position, beginning of year				
Net position, end of year				

The accompanying notes are an integral part of these financial statements.

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (7,178,165)		\$ (7,178,165)
(15,730,860)		(15,730,860)
2,729,717		2,729,717
(508,560)		(508,560)
(2,486,393)		(2,486,393)
1,321,605		1,321,605
(105,961)		(105,961)
(21,958,617)		(21,958,617)
	\$ 4,724,831	4,724,831
	4,138,418	4,138,418
	321,912	321,912
	9,185,161	9,185,161
(21,958,617)	9,185,161	(12,773,456)
19,725,949		19,725,949
1,092,410		1,092,410
6,256,935		6,256,935
2,335,051		2,335,051
2,664,280	1,558,968	4,223,248
583,354	200,664	784,018
94,790	(94,790)	
32,752,769	1,664,842	34,417,611
10,794,152	10,850,003	21,644,155
308,675,064	68,705,670	377,380,734
\$ 319,469,216	\$ 79,555,673	\$ 399,024,889

CITY OF AMERICAN CANYON
Balance Sheet
Governmental Funds
June 30, 2024

		Major Funds			
		General Fund	Fire District Operations Special Revenue	CDBG, CalHome and HOME Loan Development Special Revenue	State and Federal Grants - City Special Revenue
ASSETS					
Cash and investments	\$ 8,365,839	\$ 5,283,766	\$ 97,897	\$ 3,473,522	
Restricted cash and investments		247,169			
Taxes receivable	1,620,378	87,218			
Accounts receivable, net	1,081,668	30,217			
Interest receivable	74,483	45,078	644		
Due from other governments	51,146		9,856	953,784	
Due from other funds	2,829,684	187,271			
Prepaid expenditures and deposits	29,258				
Loans receivable, net			2,924,014		
TOTAL ASSETS	\$ 14,052,456	\$ 5,880,719	\$ 3,032,411	\$ 4,427,306	
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 1,343,104	\$ 174,889	\$ 204,277	\$ 102,312	
Accrued expenses	223,453	153,259	28,436		
Unearned revenue	373,299			3,616,810	
Deposits	339,313				
Due to other funds			20,232	306,271	
TOTAL LIABILITIES	2,279,169	328,148	252,945	4,025,393	
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	211,296		2,924,014	732,486	
TOTAL DEFERRED INFLOWS OF RESOURCES	211,296		2,924,014	732,486	
FUND BALANCES					
Nonspendable:					
Prepaid expenditures and deposits	29,258				
Restricted for:					
Public safety		445,319			
Public works					
Storm drain projects					
Community development, planning and building	937,082				
Parks					
Other activities	113,065				
Committed	8,399,184	1,482,723			
Assigned		3,624,529			
Unassigned	2,083,402		(144,548)	(330,573)	
TOTAL FUND BALANCES (DEFICITS)	11,561,991	5,552,571	(144,548)	(330,573)	
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 14,052,456	\$ 5,880,719	\$ 3,032,411	\$ 4,427,306	

The accompanying notes are an integral part of these financial statements.

Major Funds			
City Capital Projects	Affordable Housing Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ 1,282,011	\$ 659,007	\$ 31,652,083	\$ 50,814,125
		311,027	558,196
		898,543	2,606,139
		180,101	1,291,986
	4,331	178,759	303,295
		98,592	1,113,378
			3,016,955
			29,258
	5,328,271	94,527	8,346,812
<u>\$ 1,282,011</u>	<u>\$ 5,991,609</u>	<u>\$ 33,413,632</u>	<u>\$ 68,080,144</u>
		\$ 595,007	\$ 2,419,589
\$ 77,140			482,288
			3,990,109
			339,313
		468,241	794,744
77,140		1,063,248	8,026,043
	\$ 5,328,271	549,818	9,745,885
	5,328,271	549,818	9,745,885
			29,258
		1,280,540	1,725,859
1,204,871		18,825,154	20,030,025
		5,588,989	5,588,989
	663,338	144,024	1,744,444
		1,918,748	1,918,748
			113,065
		4,696,538	14,578,445
			3,624,529
		(653,427)	954,854
1,204,871	663,338	31,800,566	50,308,216
<u>\$ 1,282,011</u>	<u>\$ 5,991,609</u>	<u>\$ 33,413,632</u>	<u>\$ 68,080,144</u>

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CITY OF AMERICAN CANYON
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
June 30, 2024

Total fund balance, governmental funds	\$	50,308,216
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the fund financial statements, but are reported in the governmental activities of the Statement of Net Position.		283,534,264
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Revenues and loans receivable, which are deferred in the governmental funds because they are not available currently, are recognized as revenue in the Statement of Activities.		9,745,885
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Internal service funds are used by management to charge the costs of activities to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the Statement of Net Position. This amount excludes long-term assets and liabilities reported in other line items.		1,160,871
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Long-term assets and liabilities are not due and payable in the current period and are not included in the fund financial statements, but are included in the governmental activities of the Statement of Net Position.

Prepaid rent and deposits		359,000
Accrued interest payable		(32,941)
Bonds, leases and contracts		(8,076,428)
Compensated absences		(865,723)
Uninsured claims		(99,728)
Net pension liability		(17,878,422)
Net OPEB liability		(7,744,737)

Employee pension differences to be recognized in the future as pension expense are reported as deferred outflows and inflows of resources on the Statement of Net Position.		6,554,325
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Employee OPEB differences to be recognized in the future as OPEB expense are reported as deferred outflows and inflows of resources on the Statement of Net Position.		2,504,634
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NET POSITION OF GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION	\$	319,469,216
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The accompanying notes are an integral part of these financial statements.

CITY OF AMERICAN CANYON
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2024

	Major Funds			
		Fire District Operations Special Revenue	CDBG, CalHome and HOME Loan Development Special Revenue	State and Federal Grants - City Special Revenue
	General Fund			
REVENUES				
Property taxes	\$ 13,960,241	\$ 6,035,967		
Sales taxes	4,320,251			
Other taxes	2,852,728	798,069		
Special assessments				
Fines and forfeitures	54,240			
Licenses and permits	756,506			
Intergovernmental	109,661	132,498	\$ 256,710	\$ 2,824,871
Charges for services	1,404,627	357,809		
Use of money and property	1,356,973	243,944	3,989	45,551
Other	411,591	172,220	62,451	
TOTAL REVENUES	25,226,818	7,740,507	323,150	2,870,422
EXPENDITURES				
Current:				
General government	7,674,573			
Public safety	9,207,359	7,770,437		
Public works	2,719,637			327
Community development	2,897,716		583,601	
Parks and recreation	3,505,722			
Storm drain	350,109			
Debt Service:				
Principal		238,000		
Interest and other charges		43,084		
Capital outlay	155,874	266,092		
TOTAL EXPENDITURES	26,510,990	8,317,613	583,601	327
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,284,172)	(577,106)	(260,451)	2,870,095
OTHER FINANCING SOURCES (USES)				
Transfers in	3,445,126	400,000		
Transfers out	(5,899,454)	(20,700)		(3,282,625)
TOTAL OTHER FINANCING SOURCES AND USES	(2,454,328)	379,300		(3,282,625)
NET CHANGE IN FUND BALANCES	(3,738,500)	(197,806)	(260,451)	(412,530)
Fund balances (deficits), beginning of year	15,300,491	5,750,377	115,903	81,957
FUND BALANCES (DEFICITS), END OF YEAR	\$ 11,561,991	\$ 5,552,571	\$ (144,548)	\$ (330,573)

The accompanying notes are an integral part of these financial statements.

Major Funds

City Capital Projects	Affordable Housing Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
			\$ 19,996,208
		\$ 1,932,281	6,252,532
			3,650,797
		705,681	705,681
			54,240
			756,506
		3,860,011	7,183,751
	\$ 412,129	1,328,579	3,503,144
\$ 20,198	21,405	1,185,482	2,877,542
		37,247	683,509
20,198	433,534	9,049,281	45,663,910
		60,497	7,735,070
			16,977,796
1,866,144		670,159	5,256,267
	20,000		3,501,317
		25,723	3,531,445
			350,109
		416,771	654,771
		109,516	152,600
4,112,358			4,534,324
5,978,502	20,000	1,282,666	42,693,699
(5,958,304)	413,534	7,766,615	2,970,211
5,909,591		7,466,928	17,221,645
(36,802)	(60,270)	(8,299,777)	(17,599,628)
5,872,789	(60,270)	(832,849)	(377,983)
(85,515)	353,264	6,933,766	2,592,228
1,290,386	310,074	24,866,800	47,715,988
\$ 1,204,871	\$ 663,338	\$ 31,800,566	\$ 50,308,216

CITY OF AMERICAN CANYON
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to
the Statement of Activities
For the Year Ended June 30, 2024

Net change in fund balances - total governmental funds: \$ 2,592,228

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period.

Capital outlay	4,534,324
Donated assets	6,918,547
Depreciation expense	(4,280,934)
Disposals	(31,685)
Transfers from other funds	472,773

Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the Statement of Activities when earned. 940,594

Governmental funds report debt proceeds as current financial resources. In contrast, the Statement of Activities treats such issuance of debt as a liability. Governmental funds report repayment of bond principal as an expenditure. In contrast, the Statement of Activities treats such repayments as a reduction in long-term liabilities. This is the amount by which proceeds exceeded repayments, net of amortization of deferred amount on refunding. 654,771

Internal service funds are used by management to charge the costs of activities to individual funds. The net revenue of certain internal service funds is reported with governmental activities. 249,733

Some expenses reported in the statement of activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:

Change in prepaid rent	(6,000)
Change in deferred outflows of resources-pension plan	(311,661)
Change in deferred outflows of resources-OPEB plans	(685,191)
Change in accrued interest payable	3,624
Change in compensated absences	(139,468)
Change in uninsured claims	13,910
Change in net pension liability	(1,359,680)
Change in net OPEB liability	1,234,131
Change in deferred inflows of resources-pension plan	510,772
Change in deferred inflows of resources-OPEB plans	(516,636)

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 10,794,152
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The accompanying notes are an integral part of these financial statements.

CITY OF AMERICAN CANYON

Statement of Net Position

Proprietary Funds

June 30, 2024

	Business Type Activities- Enterprise Funds				Governmental Activities-
	Water	Wastewater	Recycled Water	Total	Internal Service Funds
ASSETS					
Current assets:					
Cash and investments	\$ 13,747,621	\$ 6,797,631	\$ 991	\$ 20,546,243	\$ 1,579,265
Accounts receivable, net	1,630,059	669,217	29,033	2,328,309	4,700
Interest receivable	139,991	52,404		192,395	7,458
Prepaid expenses	4,078	4,545	107	8,730	26,857
Total current assets	<u>15,521,749</u>	<u>7,523,797</u>	<u>30,131</u>	<u>23,075,677</u>	<u>1,618,280</u>
Non-current assets:					
Restricted cash and investments	7,810,914	984,090		8,795,004	
Advances to other funds	1,138,178	5,390,966		6,529,144	
Capital assets:					
Non-depreciable	2,797,518	1,636,802	11,434	4,445,754	
Depreciable, net of accumulated depreciation	21,131,997	24,499,350	8,622,987	54,254,334	2,072,332
Total non-current assets	<u>32,878,607</u>	<u>32,511,208</u>	<u>8,634,421</u>	<u>74,024,236</u>	<u>2,072,332</u>
TOTAL ASSETS	<u>48,400,356</u>	<u>40,035,005</u>	<u>8,664,552</u>	<u>97,099,913</u>	<u>3,690,612</u>
DEFERRED OUTFLOW OF RESOURCES					
Pension plan	534,426	713,427	119,360	1,367,213	177,484
OPEB plan	539,983	565,272	13,891	1,119,146	113,980
Total deferred outflows of resources	<u>1,074,409</u>	<u>1,278,699</u>	<u>133,251</u>	<u>2,486,359</u>	<u>291,464</u>
LIABILITIES					
Current Liabilities:					
Accounts payable	763,051	239,146	15,700	1,017,897	234,038
Accrued expenses	27,865	31,004	7,566	66,435	8,936
Accrued interest payable					9,202
Due to other funds	750,785	1,022,613	448,813	2,222,211	
Deposits	167,580	44,185		211,765	
Compensated absences, current portion	109,283	84,271	28,730	222,284	27,249
Bonds, notes and loans payable, current portion	149,377	177,478		326,855	480,838
Total current liabilities	<u>1,967,941</u>	<u>1,598,697</u>	<u>500,809</u>	<u>4,067,447</u>	<u>760,263</u>
Non-current liabilities:					
Advances from other funds			6,529,144	6,529,144	
Bonds, notes and loans payable	1,294,565	2,494,569		3,789,134	1,180,667
Net pension liability	1,309,438	1,748,020	292,452	3,349,910	434,867
Net OPEB liability	962,018	1,007,073	24,748	1,993,839	203,065
Total non-current liabilities	<u>3,566,021</u>	<u>5,249,662</u>	<u>6,846,344</u>	<u>15,662,027</u>	<u>1,818,599</u>
TOTAL LIABILITIES	<u>5,533,962</u>	<u>6,848,359</u>	<u>7,347,153</u>	<u>19,729,474</u>	<u>2,578,862</u>
DEFERRED INFLOW OF RESOURCES					
Pension plan	64,338	85,888	14,369	164,595	21,366
OPEB plan	169,339	177,270	4,356	350,965	35,744
Total deferred inflows of resources	<u>233,677</u>	<u>263,158</u>	<u>18,725</u>	<u>515,560</u>	<u>57,110</u>
NET POSITION					
Net investment in capital assets	20,425,603	23,423,278	8,634,421	52,483,302	410,827
Restricted for:					
Capacity expansion	7,810,914	984,090		8,795,004	
Unrestricted	15,470,609	9,794,819	(7,202,496)	18,062,932	935,277
TOTAL NET POSITION	<u>\$ 43,707,126</u>	<u>\$ 34,202,187</u>	<u>\$ 1,431,925</u>	<u>79,341,238</u>	<u>\$ 1,346,104</u>

The assets and liabilities of certain internal service funds are not included in the fund financial statement, but are included in the Business Activities of the Statement of Net Position

214,435

TOTAL NET POSITION PER GOVERNMENT-WIDE FINANCIAL STATEMENTS

\$ 79,555,673

The accompanying notes are an integral part of these financial statements.

CITY OF AMERICAN CANYON
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2024

	Business Type Activities Enterprise Funds			Governmental Activities- Internal Service Funds
	Water	Wastewater	Recycled Water	Total
OPERATING REVENUES				
Charges for services	\$ 9,441,916	\$ 5,002,640	\$ 202,659	\$ 14,647,215
Other	282,507	69,277		351,784
TOTAL OPERATING REVENUES	9,724,423	5,071,917	202,659	14,998,999
OPERATING EXPENSES				
Employee services	2,096,006	2,092,118	609,345	4,797,469
Maintenance and operations	4,243,776	2,138,646	156,802	6,539,224
Depreciation	1,730,824	1,733,509	289,051	3,753,384
TOTAL OPERATING EXPENSES	8,070,606	5,964,273	1,055,198	15,090,077
OPERATING INCOME (LOSS)	1,653,817	(892,356)	(852,539)	(91,078)
NON-OPERATING REVENUES (EXPENSES)				
Interest and investment revenue	1,014,345	539,368	5,255	1,558,968
Other revenue	173,112	17,599		190,711
Interest expense	(69,710)	(101,325)	(211,757)	(382,792)
Loss on disposal of capital assets	(595,164)	(23,120)		(618,284)
TOTAL NON-OPERATING REVENUE (EXPENSES)	535,160	432,522	(206,502)	761,180
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	2,188,977	(459,834)	(1,059,041)	670,102
CONTRIBUTIONS AND TRANSFERS				
Capital contributions	3,656,333	5,161,715	1,383,400	10,201,448
Transfers in		26,043	2,617,322	2,643,365
Transfers out	(1,376,445)	(1,168,400)	(193,310)	(2,738,155)
CHANGE IN NET POSITION	4,468,865	3,559,524	2,748,371	10,776,760
Net position (deficit), beginning of year	39,238,261	30,642,663	(1,316,446)	68,564,478
TOTAL NET POSITION, END OF YEAR	\$ 43,707,126	\$ 34,202,187	\$ 1,431,925	79,341,238
Change in net position				10,776,760
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				73,243
CHANGE IN NET POSITION OF BUSINESS TYPE ACTIVITIES				\$ 10,850,003

The accompanying notes are an integral part of these financial statements.

CITY OF AMERICAN CANYON
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2024

	Enterprise Funds				Governmental Activities
	Water	Wastewater	Recycled Water	Total	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash received from customers	\$ 9,667,402	\$ 5,063,239	\$ 208,172	\$ 14,938,813	
Cash paid to suppliers	(3,590,755)	(1,935,066)	(134,014)	(5,659,835)	\$ (2,434,349)
Cash paid to employees and related benefits	(1,752,950)	(1,946,318)	(389,818)	(4,089,086)	(472,374)
Cash (paid) received from interfund services provided	(60,098)	(115,100)		(175,198)	3,762,106
Other receipts	173,112			173,112	67,259
CASH PROVIDED BY OPERATING ACTIVITIES	4,436,711	1,066,755	(315,660)	5,187,806	922,642
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Amounts received (paid) to other funds	(494,284)	28,469	2,593,236	2,127,421	
CASH (USED) PROVIDED BY NONCAPITAL AND RELATED FINANCING ACTIVITIES	(481,707)	46,068	2,593,236	2,157,597	
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Capital assets purchased	(1,815,635)	(101,250)	(2,562,171)	(4,479,056)	(68,640)
Capital revenues received	1,276,053	676,991		1,953,044	
Principal paid on long-term liabilities	(142,619)	(165,634)		(308,253)	(526,532)
Interest paid on long-term liabilities	(81,251)	(101,325)	(211,757)	(394,333)	(84,114)
CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(763,452)	308,782	(2,773,928)	(3,228,598)	(679,286)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Collection of interest and investment revenue	930,144	548,973	9,691	1,488,808	43,246
CHANGE IN CASH AND CASH EQUIVALENTS	4,121,696	1,970,578	(486,661)	5,605,613	286,602
Cash and cash equivalents, beginning of year	17,436,839	5,811,143	487,652	23,735,634	1,292,663
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 21,558,535	\$ 7,781,721	\$ 991	\$ 29,341,247	\$ 1,579,265
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION:					
Cash and investments	\$ 13,747,621	\$ 6,797,631	\$ 991	\$ 20,546,243	\$ 1,579,265
Restricted cash and investments	7,810,914	984,090		8,795,004	
CASH AND CASH EQUIVALENTS	\$ 21,558,535	\$ 7,781,721	\$ 991	\$ 29,341,247	\$ 1,579,265
RECONCILIATION OF OPERATING INCOME (LOSS) TO CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ 1,653,817	\$ (892,356)	\$ (852,539)	\$ (91,078)	\$ 197,955
Adjustments to reconcile operating income (loss) to cash provided (used) by operating activities:					
Depreciation and amortization	1,730,824	1,733,509	289,051	3,753,384	690,557
Operating transfers in					59,439
Changes in operating assets and liabilities:					
Accounts receivable, net	(57,021)	(8,678)	5,513	(60,186)	7,820
Prepaid expenses	(178)	(466)	(4)	(648)	19,859
Accounts payable and accrued expenses	550,729	48,724	23,029	622,482	(197,066)
Deposits	4,329			4,329	
Compensated absences	(4,805)	(3,942)	28,730	19,983	7,771
Changes in pension and OPEB liabilities and related deferred outflows and inflows of resources:					
Deferred outflows of resources - pension plan	92,443	59,936	(115,122)	37,257	(38,133)
Net pension liability	(23,681)	103,362	283,440	363,121	138,519
Deferred inflows of resources - pension plan	(35,756)	(37,597)	13,692	(59,661)	(885)
Deferred outflows of resources - OPEB plans	(272,703)	56,547	(6,423)	(222,579)	(15,322)
Net OPEB liability	469,740	(138,198)	10,993	342,535	21,358
Deferred inflows of resources - OPEB plans	155,861	145,914	3,980	305,755	30,770
CASH PROVIDED BY OPERATING ACTIVITIES	\$ 4,436,711	\$ 1,066,755	\$ (315,660)	\$ 5,187,806	\$ 922,642
SUPPLEMENTAL DISCLOSURE OF NONCASH ACTIVITIES:					
Change in capital asset purchases payable	\$ 1,249	\$ 40,827		\$ 42,076	
Donated capital assets	2,380,280	4,484,724	\$ 1,383,400	8,248,404	
Transfer of capital assets to (from) other opinion units					\$ 14,479
New lease agreements					644,698
New subscription information technology agreements					151,668

The accompanying notes are an integral part of these financial statements.

CITY OF AMERICAN CANYON
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2024

	<u>Total Custodial Funds</u>
ASSETS	
Cash and investments	\$ 5,803,398
Restricted cash and investments	1,405,280
Taxes receivable	57,182
Interest receivable	<u>38,242</u>
TOTAL ASSETS	<u>7,304,102</u>
LIABILITIES	
Accounts payable	45,989
Accrued interest payable	<u>199,989</u>
TOTAL LIABILITIES	<u>245,978</u>
NET POSITION	
Restricted for individuals, organizations and other governments	<u>7,058,124</u>
TOTAL NET POSITION	<u><u>\$ 7,058,124</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF AMERICAN CANYON
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2024

	<u>Total Custodial Funds</u>
ADDITIONS	
Other taxes	\$ 235,386
Special assessments	2,268,173
Interest and investment earnings	318,199
Other	750
TOTAL ADDITIONS	<u>2,822,508</u>
DEDUCTIONS	
Maintenance and operations	2,736,596
Debt Service:	
Principal	1,041,400
Interest and other charges	544,554
TOTAL DEDUCTIONS	<u>4,322,550</u>
NET DECREASE IN FIDUCIARY NET POSITION	(1,500,042)
Net position , beginning of year	<u>8,558,166</u>
NET POSITION, END OF YEAR	<u><u>\$ 7,058,124</u></u>

The accompanying notes are an integral part of these financial statements.

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NOTES TO THE BASIC FINANCIAL STATEMENTS

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CITY OF AMERICAN CANYON
NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2024

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of American Canyon (the City) was incorporated as a general law city in 1992. The City operates under the Council-Manager form of government and provides the following services: public safety (police and fire), highways and streets, water, wastewater, culture-recreation, public improvements, planning and zoning, transit and general administration.

The financial statements and accounting policies of the City conform with generally accepted accounting principles applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Significant accounting policies are summarized below:

Reporting Entity

The financial statements of the City include the financial activities of the City and its component units. The American Canyon Financing Authority and American Canyon Fire Protection District are legally separate entities for which the City is financially accountable and they are governed by the elected City Council. The Authority was formed to provide a method of financing public improvements, and the Fire District became part of the City when it was incorporated in 1992. The City has full accountability for the Authority's fiscal affairs. Management of the City has operational responsibility for the Fire District. The financial activities of the Authority and the Fire District are blended with those of the City and are reported in the City's governmental funds, and as capital assets and debt obligations of the City. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. Separate component unit financial reports are not prepared.

The City is a member of joint powers authorities (JPA) in which the City has only a residual equity interest in the related entity. The City is not liable for the liabilities of the entities if they dissolve under the related JPA agreement. However, Senate Bill 1912, effective January 1, 2019, requires members of a JPA that participates in a public retirement system to agree on the apportionment of the JPA's retirement liability to the members of the JPA if the JPA dissolves or otherwise terminates its contract with the public retirement system. The City is a member of the following JPAs: Napa Valley Transportation Authority (transit services), Napa Valley Transportation and Planning Agency (transportation planning), North Bay Water Reuse Authority (water conservation and recycling) and Napa County Stormwater Management Program (pollution prevention program), Napa County Stormwater Management Program (stormwater management) and Cooperative Joint Powers Dispatching Services Agreement (fire dispatching). The City is also a member of the insurance JPA's discussed in Note L. The financial statements of the JPAs are available on the websites of the related entities, if applicable.

Basis of Presentation

The City's Basic Financial Statements are prepared in conformity with accounting principles generally accepted in the United States of America. The Government Accounting Standards Board (GASB) is the acknowledged standard setting body for establishing accounting and financial reporting standards followed by governmental entities in the United States of America.

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

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-wide Statements: The Statement of Net Position and the Statement of Activities display information about the primary government (the City). These statements include the financial activities of the overall City government, except for fiduciary activities. These statements distinguish between the *governmental* and *business-type activities* of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs, (b) grants and contributions that are restricted to meeting the operational needs of a particular program and (c) fees, grants and contributions that are restricted to financing the acquisition or construction of capital assets. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the City's funds. Separate statements for each fund category—*governmental* and *proprietary*—are presented. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each of which is displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Proprietary fund *operating* revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. *Nonoperating* revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

Major Funds

Major funds are defined as funds that have either assets, liabilities, revenues or expenditures/expenses equal to ten percent of their fund-type total and five percent of governmental and proprietary funds combined. The General Fund is always a major fund. The City may also report other funds it believes should be presented as major funds.

The City reported the following major governmental funds in the accompanying financial statements:

General Fund – The General Fund is used for all the general revenues of the City not specifically levied or collected for other City funds and the related expenditures.

Fire District Operations Special Revenue Fund – Accounts for revenues and the associated expenditures for fire services provided by the component unit fire protection district. The main sources of revenue are property taxes, assessments, and charges for services.

CDBG, CalHome and HOME Loan Development Special Revenue Fund – Accounts for housing rehabilitation made with Federal Community Development Grant monies.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

State and Federal Grants – City Special Revenue Fund – Accounts for grant funds received for improvements to various bus stop, curb ramps, bicycle path/trail from Chaucer Lane to existing trail, State Water Resources Control Board for recycled water projects, Urban Open Space and Recreation Program under the Safe Neighborhood Parks, Clean Water, Clean Air, Coastal Protection Bond Act of 2000.

City Capital Projects Fund – Accounts for major capital projects funded by various City sources. Major projects include Green Island Road Reconstruction/Widening and Devlin Road Extension Segment H.

Affordable Housing Capital Projects Fund – Accounts for fees collected from developers in lieu of providing affordable housing services.

The City reported all of its enterprise funds as major funds in the accompanying financial statements:

Water Enterprise Fund – Accounts for the operations of the City’s water treatment and distribution system.

Wastewater Enterprise Fund – Accounts for the operation of the City’s wastewater treatment plant and collection facilities.

Recycled Water Enterprise Fund – Accounts for the operation of the City’s recycled water collection and distribution system.

The City also reports the following fund types:

Internal Service Funds – Account for building maintenance, fleet, information technology and legal services provided to other departments or agencies of the City on a cost-reimbursement basis.

Fiduciary Funds – These funds are used to account for assets held by the City in a fiduciary capacity for special assessment districts. They consist entirely of Custodial Funds. The financial activities of these funds are excluded from the City-wide financial statements but are presented in separate Fiduciary Fund financial statements.

Basis of Accounting

The government-wide, proprietary and fiduciary fund statements are reported using the full *accrual basis* of accounting. The government-wide, proprietary and fiduciary fund statements use the *economic resources measurement focus*. Revenues are recorded when *earned* and expenses are recorded at the time liabilities are *incurred*, regardless of when the related cash flows take place.

Governmental funds are reported using the *current financial resources* measurement focus and the *modified accrual* basis of accounting. Under this method, revenues are recognized when *measurable* and *available*. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. Governmental capital asset acquisitions are reported as *expenditures* in governmental funds. Proceeds of governmental long-term debt and acquisitions under capital leases are reported as *other*

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

financing sources. Those revenues susceptible to accrual at both the City-wide and fund level are property, sales and franchise taxes, current service charges, and interest revenue. Fines, licenses and permits are not susceptible to accrual because they are not measurable until received in cash.

Non-exchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include taxes, grants, entitlements, and donations. On the accrual basis, revenue from taxes is recognized in the fiscal year for which the taxes are levied or assessed. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Grant revenues are recognized in the fiscal year in which all eligibility requirements are met. Under the terms of grant agreements, the City may fund certain programs with a combination of cost-reimbursement grants, categorical block grants, and general revenues. Thus, both restricted and unrestricted net position may be available to finance program expenditures. The City's policy is to first apply restricted grant resources to such programs, followed by general revenues if necessary.

Certain indirect costs are included in program expenses reported for individual functions and activities.

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

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

Property Tax Revenues

Napa County assesses properties and bills, collects, and distributes property taxes to the City. The County remits the entire amount levied and handles all delinquencies, retaining interest and penalties. Secured and unsecured property taxes are levied on January 1.

Secured property tax is due in two installments, on November 1 and March 1, and becomes a lien on those dates. It becomes delinquent on December 10 and April 10, respectively. Unsecured property tax is due on July 1, and becomes delinquent on August 31.

The term "unsecured" refers to taxes on personal property other than real estate, land and buildings. These taxes are secured by liens on the property being taxed. Property tax revenues are recognized by the City in the fiscal year they are assessed, provided they become available as defined above.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Restricted Assets

Certain proceeds of long-term debt are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. Restricted cash includes the “reserve” account used to report resources set aside to make up potential future deficiencies in the bond’s debt service. Restricted cash also includes unspent proceeds of special assessment debt transferred to City capital projects funds. The restricted assets in the Proprietary Funds also include amounts collected that are restricted for capacity expansion.

Compensated Absences

Compensated absences are comprised of unpaid vacation and certain compensated time off, which are accrued as earned. A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the government and its employees is accrued as employees earn the rights to the benefits. Compensated absences that relate to future services or that are contingent on a specific event that is outside the control of the government and its employees are accounted for in the period in which such services are rendered or such events take place. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The City’s liability for compensated absences is recorded in the governmental activities, Internal Service, Water and Wastewater Funds as appropriate and are generally liquidated by these funds. The governmental activities compensated absences liability is liquidated by the General Fund and Fire District Operations Fund. The long-term portion of governmental activities compensated absences is liquidated primarily by the General Fund. The liability for compensated absences is determined annually.

Pension Plan

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to the pension plan, and pension expense, information about the fiduciary net position of the California Public Employee’s Retirement System (CalPERS) plan (Plan) and additions to/deductions from the Plan’s fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The net pension liability is generally liquidated by the City’s General, Fire District Operations, Internal Service, Water and Wastewater Funds.

Other Postemployment Benefits (OPEB) Plans

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to the OPEB plans (Plans), and OPEB 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. For this purpose, the Plans recognize benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost. The net OPEB liability is generally liquidated by the City’s General, Fire District Operations, Internal Service, Water and Wastewater Funds.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

New Pronouncements

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*. This statement requires that liabilities for compensated absences be recognized for leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or paid in cash or settled through noncash means and leave that has been used but not paid in cash or settled through noncash means. Leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits should not be included in the liability for compensated absences. This Statement requires that a liability for certain types of compensated absences, including parental leave, military leave and jury duty leave, not be recognized until the leave commences. Certain salary-related payments that are directly and incrementally associated with payments for leave also should be included in the measurement of the liabilities. With respect to financial statements prepared using the current financial resources measurement focus, this Statement requires that expenditures be recognized for the amount that normally would be liquidated with expendable available financial resources. Governments are allowed to disclose the net change in the liability if identified as such in the footnotes to the financial statements. The provisions of this Statement are effective for years beginning after December 15, 2023.

In December 2023, the GASB issued Statement No. 102, *Certain Risk Disclosures*. This Statement requires a government to assess whether a concentration or constraint makes a primary government, or reporting unit that reports a liability for revenue debt, vulnerable to the risk of a substantial impact and 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 occur within 12 months of the date the financial statements are issued. If the criteria in the Statement have been met for a concentration or constraint, the government should disclose information in notes to financial statements in sufficient detail to enable users of financial statements understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact. The provisions of this Statement are effective for years beginning after June 15, 2024.

In April 2024, the GASB issued Statement No. 103, *Financial Reporting Model Improvements*. This Statement improves 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, including 1) certain topics and disclosures in Management's Discussion and Analysis; 2) requiring the display of inflows and outflows of unusual and infrequent items to be reported separately as the last presented flow(s) of resources prior to the net change in resources flows in the government-wide, governmental fund, and proprietary fund statement of resources flows; 3) changing the definition of proprietary fund nonoperating revenues and expenses to include subsidies received and provided, contributions to permanent and term endowments, revenues and expenses related to financing, resources from the disposal of capital assets and inventory and investment income and expenses and defines operating revenues and expenses as revenue and expenses other than nonoperating revenue and expenses; 4) requires major component units to be presented separately in the reporting entity's statement of net position and statement of activities if it does not reduce the readability of the statements; and 5) requires budgetary comparison schedules to be reported as Required Supplementary Information (RSI), requires the presentation of variances between original and final budget amounts and final budget and actual amounts in the RSI and requires the explanation of significant variances to be reported in notes to the RSI. The provisions of this Statement are effective for years beginning after June 15, 2025.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In September 2024, the GASB issued Statement No. 104, Disclosure of Certain Capital Assets. This Statement requires lease assets recognized in accordance with GASB Statement No. 87, Leases, right-to-use assets recognized in accordance with GASB Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, subscription assets recognized in accordance with GASB Statement No. 96, Subscription-Based Information Technology Arrangements, and other intangible assets to be disclosed separately in capital assets footnote disclosures. This Statement also requires additional disclosures for capital assets held for sale. A capital asset is a capital asset held for sale if (a) the government has decided to pursue the sale of the capital asset and (b) it is probable that the sale will be finalized within one year of the financial statement date. Governments should disclose the ending historical cost and accumulated depreciation by major class of asset and the carrying amount of debt for which the assets are pledged as collateral by major class of asset held for sale under this Statement. This provisions of this Statement are effective for fiscal years beginning after June 15, 2025.

The City is currently analyzing the impact of the required implementation of these new statements.

NOTE B – BUDGETS AND BUDGETARY ACCOUNTING

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all government funds except the State and Federal Grants – Fire Special Revenue Fund and the Engie Fire Debt Service Fund. All annual appropriations lapse at fiscal year-end.

The appropriated budget is prepared by fund, department, division, object and line item. The City's department managers may make transfers of appropriations within a division. Transfers of appropriations between divisions require the approval of the City Manager. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. All budget amounts presented in the accompanying financial statements have been adjusted for legally authorized revisions of the annual budgets during the year. Amounts represent the original budgeted amounts and all supplemental appropriations. The supplemental appropriations were immaterial.

The CDBG, CalHome and HOME Loan Development, Gas Tax and State Supplemental Law Enforcement Funds had expenditures and transfers out in excess of the final appropriation for the fiscal year ended June 30, 2024 by \$418,720, \$238,524 and \$15,913, respectively. The excess amounts were mainly due to minor unexpected costs or projects approved by the City Council after the budget was adopted.

Budgets were not prepared for the Transportation Fund for Clean Air Special Revenue Fund and the Engie Fire Debt Service Fund for fiscal year 2024.

NOTE C – CASH AND INVESTMENTS

The City's dependence on property tax receipts, which are received semi-annually, requires it to maintain significant cash reserves to finance operations during the remainder of the year. The City pools cash from all sources and all funds except cash and investments held by trustees so that it can be invested at the maximum yield consistent with safety and liquidity, while individual funds can make expenditures at any time.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE C – CASH AND INVESTMENTS (Continued)

Policies

The City's investments are carried at fair value, as required by generally accepted accounting principles. The City adjusts the carrying value of its investments to reflect their fair value at each fiscal year end, and it includes the effects of these adjustments in income for that fiscal year.

Classification

Cash and investments are classified in the financial statements as shown below, based on whether or not their use is restricted under the terms of City debt instruments or agency agreements.

Cash and investments as of June 30, 2024 consisted of the following:

Cash and investments	\$ 72,939,633
Restricted cash and investments	<u>9,353,200</u>
Total cash and investments of primary government	82,292,833
Cash and investments in Fiduciary Funds	5,803,398
Restricted cash and investments in Fiduciary Funds	<u>1,405,280</u>
Total cash and investments	<u><u>\$ 89,501,511</u></u>
Cash on hand	\$ 2,000
Deposits with financial institutions	6,652,994
Investments:	
Held by City	81,466,575
Held by fiscal agents	<u>1,379,942</u>
Total investments	<u>82,846,517</u>
Total cash and investments	<u><u>\$ 89,501,511</u></u>

Cash and investments are used in preparing proprietary fund statements of cash flows because these assets are highly liquid and are expended to liquidate liabilities arising during the year.

Investments Authorized by the California Government Code and the City's Investment Policy

The City's Investment Policy and the California Government Code allow the City to invest in the following, provided the credit ratings of the issuers are acceptable to the City; and approved percentages and maturities are not exceeded. The table below also identifies certain provisions of the California Government Code, or the City's Investment Policy where the City's Investment Policy is more restrictive.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE C – CASH AND INVESTMENTS (Continued)

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum Percentage of Portfolio	Maximum Investment Per Issuer
Local Agency Bonds	5 years	A	30%	5%
U.S. Treasury Obligations	5 years	None	None	None
State of California Obligations	5 years	None	None	None
California Local Agency Obligations	5 years	A	30%	5%
U.S. Agency Obligations	5 years	None	None	30%
Bankers' Acceptances	180 days	A-1	40%	5%
Commercial Paper	270 days	A-1/P-1/F-1	25%	10%CP/5%Port
Negotiable Certificate of Deposit	5 years	A-1	30%	5%
Federally Insured Time Deposits	5 years	None	20% (Collat)	Max Insured
Collateralized Time Deposits	5 years	None	20% (Fed Ins)	Per CA Law
Certificate of Deposit Placement Service	5 years	None	30%	None
Collateralized Bank Deposits	5 years	None	None	None
Repurchase Agreements	1 year	None	None	None
Medium-Term Notes	5 years	A	30%	5%
Mutual Funds	N/A	AAA/Aaa	20%	10%
Money Market Funds	N/A	AAA/Aaa	20%	20%
ABS, Mortgage-Pass Through Securities	5 years	AA	20%	5%
Supranational Notes	5 years	AA	30%	10%
County Pooled Investment Funds	N/A	None	None	None
Joint Powers Authority Pool	N/A	None	None	None
California Local Agency Investment Fund	N/A	None	None	None
California Asset Management Program (CAMP)	N/A	None	None	None

Investments Authorized by Debt Agreements

The City must maintain required amounts of cash and investments with trustees or fiscal agents under the terms of certain debt issues. These funds are unexpended bond proceeds or pledged reserves to be used if the City fails to meet its obligations under these debt issues. The California Government Code requires these funds to be invested in accordance with City resolutions, bond indentures or State statutes. The table below identifies the investment types that are authorized for investments held by fiscal agents. The bond indentures contain no limitations for the maximum investment in any one issuer or the maximum percentage of the portfolio that may be invested in any one investment type. The table also identifies certain provisions of these debt agreements:

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE C – CASH AND INVESTMENTS (Continued)

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality
Bankers' Acceptances	360 days	A-1
U.S. Treasury Bills and Notes	None	N/A
State General Obligations	None	A
Municipal Obligations	None	Aaa/AAA
U.S. Government Agency Securities	None	AAA
U.S. Government Sponsored Securities	None	AAA
Federal Housing Administration Debentures	None	N/A
Medium Term Notes	5 year	A
Commercial Paper	270 days	A-1+
California Local Agency Investment Fund	N/A	N/A
Money Market Fund	N/A	AAm
Defeasance Securities	N/A	N/A
Pre-refunded Municipal Obligations	None	AAA
Investment Agreements	N/A	AA
Unsecured Certificates of Deposit	30 days	A-1
CalTrust	None	N/A

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City generally manages its interest rate risk by investing in the Local Agency Investment Fund (LAIF) and the California Asset Management Program (CAMP), which provides the necessary cash flow and liquidity needed for operations, as well as purchasing a combination of shorter term and longer term investments so that a portion of the portfolio is maturing or coming close to maturing evenly over time.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity or earliest call date:

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE C – CASH AND INVESTMENTS (Continued)

Authorized Investment Type	12 Months or less	13 to 36 Months	36 to 60 Months	Total
California Local Agency Investment Fund (LAIF)	\$ 32,273,033			\$ 32,273,033
California Asset Management Program (CAMP)	25,279,813			25,279,813
U.S. Treasury Notes		\$ 4,426,073	\$ 5,864,820	10,290,893
U.S. Government Agency Obligations	686,639	1,464,891	1,611,188	3,762,718
U.S. Corporate Obligations	1,193,468	2,428,624	2,715,555	6,337,647
Money Market Mutual Funds	1,434,447			1,434,447
Asset-Backed Securities	206,241	738,739	530,350	1,475,330
Supranational Note	544,313	235,643	628,186	1,408,142
Collateralized Mortgage Obligations	140,869		443,625	584,494
Total investments	61,758,823	9,293,970	11,793,724	82,846,517
Cash on hand	2,000			2,000
Cash in bank	6,652,994			6,652,994
Total cash and investments	\$ 68,413,817	\$ 9,293,970	\$ 11,793,724	\$ 89,501,511

The City is a participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The City reports its investment in LAIF at the fair value amount provided by LAIF, which is the same as the value of the pool share. The balance is available for withdrawal on demand, and is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. Included in LAIF's investment portfolio are collateralized mortgage obligations, mortgage-backed securities, other asset-backed securities, loans to certain state funds, United States Treasury Notes and Bills, and floating rate securities issued by federal agencies, government-sponsored enterprises, and corporations. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by the State Statute. At June 30, 2024, the average maturity of investments in LAIF was 260 days.

The City is also a participant in the California Asset Management Program (CAMP). CAMP was created under the provisions of the California Joint Exercise of Powers Act to provide professional investment management services and allows the participants to combine the use of a money market portfolio with an individually managed portfolio. CAMP is governed by a board of seven trustees, all of whom are officials or employees of public agencies. The money market portfolio offers daily liquidity and is rated AAAM by Standard and Poor. The portfolio's weighted average maturity is 38 days at June 30, 2024.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The following are credit ratings issued by Moody's and Standard and Poor's as of June 30, 2024:

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE C – CASH AND INVESTMENTS (Continued)

Investment Type	Aaa/AAA	Aa1/AA+	Aa2/AA Aa3/AA-	A1/A+	A2/A	A3/A-	Ba1/BB+	Total
U.S. Government Agencies		\$ 3,762,718						\$ 3,762,718
U.S. Corporate Obligations	\$ 196,852	198,543	\$ 379,880	\$ 961,443	\$ 2,004,811	\$ 2,533,518	\$ 62,600	6,337,647
Money Market Mutual Funds	1,434,447							1,434,447
Asset-Backed Securities	1,475,330							1,475,330
Supranational Note	1,408,142							1,408,142
Collateralized Mortgage Obligations		584,494						584,494
Totals	<u>\$ 4,514,771</u>	<u>\$ 4,545,755</u>	<u>\$ 379,880</u>	<u>\$ 961,443</u>	<u>\$ 2,004,811</u>	<u>\$ 2,533,518</u>	<u>\$ 62,600</u>	15,002,778
Not rated:								
LAIIF								32,273,033
CAMP								25,279,813
Exempt from credit rating disclosure:								
U.S. Treasury Notes								10,290,893
Total investments								<u>\$ 82,846,517</u>

Concentration of Credit Risk

The investment policy of the City has no limitations on the amount that can be invested in any one issuer beyond what is stipulated by the California Government Code. Investments exceeding 5% of total investments are required to be disclosed under GASB Statement No. 40, which excludes U.S. Treasury securities, mutual funds and external investment pools. At June 30, 2024 there were no investments exceeding 5% of total investments.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure public agency deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. At June 30, 2024, the City had \$3,987,879 in deposits at banks above the federally insured limit, which are collateralized by securities pledged by the financial institution, but not in the name of the City.

Fair Value Measurement

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

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE C – CASH AND INVESTMENTS (Continued)

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

	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level:				
U.S. Treasury Notes	\$ 10,290,893		\$ 10,290,893	
U.S. Government Agency Obligations	3,762,718		3,762,718	
U.S. Corporate Obligations	6,337,647		6,337,647	
Asset-Backed Securities	1,475,329		1,475,329	
Supranational Note	1,408,142		1,408,142	
Collateralized Mortgage Obligations	584,495		584,495	
Total investments by fair value level	<u>23,859,224</u>	<u>\$ -</u>	<u>\$ 23,859,224</u>	<u>\$ -</u>
Investments uncategorized:				
LAIF	32,273,033			
CAMP	25,279,813			
Money Market Mutual Funds	<u>1,434,447</u>			
Total investments	<u>\$ 82,846,517</u>			

All securities classified in Level 2 are valued using pricing models that are based on market data, such as matrix or model pricing, which use standard inputs, which include benchmark yields, reported trades, broker/dealer quotes, issue spreads, two sided markets, benchmark securities, bids, offers and reference data including market research publications.

NOTE D – INTERFUND TRANSACTIONS

Interfund transactions between funds are reflected as loans, services provided, reimbursements or transfers. Loans are reported as receivables or payables as appropriate, and are subject to elimination upon consolidation. The City transfers resources among funds in the course of normal operations. Services provided, deemed to be at market or near market rates, such as vehicle maintenance, are accounted for as revenues and expenditures/ expenses. Transactions to reimburse a fund for expenditures/expenses initially made from it that are applicable to another fund are recorded as expenditures/expenses in the correct fund and as reductions of expenditures/ expenses in the original fund. All other interfund transactions are reported as transfers.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE D – INTERFUND TRANSACTIONS (Continued)

Transfers Between Funds

With Council approval, resources may be transferred from one City fund to another. Transfers between funds during the fiscal year ended June 30, 2024 were as follows:

Fund Making Transfer	Fund Receiving Transfers	Amount Transferred
General Fund	Governmental Activities Capital Assets	\$ 412,503 (E)
	City Capital Projects Fund	13,890 (C)
	La Vigne Lighting and Landscaping	30,473 (C)
	Renovation and Replacement Capital Projects	4,937,000 (F)
	Cabernet Village Lease Debt Service Fund	468,639 (C)
	Engie City Debt Service Fund	36,949 (A)
Major Governmental Funds:		
Fire District Operations	Engie Fire Debt Service Fund	20,700 (A)
State and Federal Grants-City Special Revenue	City Capital Projects Fund	1,375,458 (B)
	Recycled Water Enterprise Fund	1,907,167 (C)
City Capital Projects	Storm Drainage	36,802 (A)
Affordable Housing Capital Projects	Governmental Activities Capital Assets	60,270 (E)
Major Enterprise Funds:		
Water	General Fund	1,311,877 (A)
	Wastewater Enterprise Fund	26,043 (A)
	Recycled Water Enterprise Fund	137 (A)
	City Capital Projects Fund	38,388 (B)
Wastewater	General Fund	1,101,410 (A)
	City Capital Projects Fund	66,990 (B)
Recycled Water	General Fund	193,310 (A)
Nonmajor Special Revenue Funds:		
Storm Drainage	General Fund	349,366 (D)
Measure T- Streets and Roads	City Capital Projects Fund	827,392 (B)
Gas Tax	General Fund	300,000 (A)
	City Capital Projects Fund	1,167,373 (B)
Transportation Fund for Clean Air	City Capital Projects Fund	169,485 (B)
State Supplemental Law Enforcement	General Fund	189,163 (A)
La Vigne Lighting and Landscaping	City Capital Projects Fund	428,487 (B)
Nonmajor Capital Projects Funds:		
Fire Mitigation	Fire District Operations Special Revenue	400,000 (B)
Park Improvement	City Capital Projects Fund	820,523 (B)
Traffic Impact	City Capital Projects Fund	2,509 (B)
Zero Water Footprint	Recycled Water Enterprise Fund	710,018 (B)
Community Facilities District	Community Facilities District Special Revenue	1,936,365 (A)
	City Capital Projects Fund	758,634 (B)
Renovation and Replacement	City Capital Projects Fund	240,462 (B)
Internal Service Funds		
Building Maintenance Internal Service	Governmental Activities Capital Assets	14,480 (E)
		<u>\$ 20,352,263</u>

(A) Transfer resources to fund incurring expenditures

(B) Transfer to fund capital improvements

(D) Transfer to fund flood protection projects

(E) Transfer of capital assets

(F) Transfer to establish fund

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE D – INTERFUND TRANSACTIONS (Continued)

Current Interfund Balances

Current interfund balances arise in the normal course of business and are expected to be repaid shortly after the end of the fiscal year. At June 30, 2024, the following funds have interfund balances.

<u>Fund Making Loan</u>	<u>Fund Receiving Loan</u>	<u>Amount</u>
General Fund	Major Governmental Funds:	
	CDGB Loan Development Special Revenue	\$ 20,232
	State and Federal Grants - City Special Revenue	306,271
	Major Enterprise Funds:	
	Water Fund	750,785
	Wastewater	835,342
	Recycled Water	448,813
	Nonmajor Special Revenue Funds:	
	Cannabis Fund	14,632
	General Plan Update	149,009
	Nonmajor Capital Projects Funds:	
	Zero Water Footprint	128,795
	Community Facilities District	122,532
	Nonmajor Debt Service Funds:	
	Engie City	17,750
	Engie Fire	35,523
Fire District Operations Special Revenue	Enterprise Funds:	
	Wastewater Enterprise Fund	187,271
	Total Due To/Due From Other Funds	<u>\$ 3,016,955</u>

Advances Between Funds

In December 2009, the Wastewater Enterprise Fund advanced the Water Enterprise Fund \$4,907,024 for the Green Island Road Recycled Waterline project, Recycled Water Pump Station upgrade and other various construction projects. This loan accrued interest at 3% per year, but in 2021 the City Council approved Resolution 2021-269 that reduced the interest rate retroactively to the rate earned by the State of California Local Agency Investment Fund. In 2021, this advance, along with the capital assets related to the recycled water projects, were transferred to the Recycled Water Fund. In 2023, the Water Enterprise Fund advanced the Recycled Water Enterprise Fund an additional \$1,136,140 for the Recycled Water System Expansion Project. As of June 30, 2024, the Recycled Water Fund owed \$6,529,144 including accrued interest on the advances, \$1,138,178 to the Water Fund and \$5,390,966 to the Wastewater Fund. In April 2024, the City Council approved reducing the interest rate to 1% and extended the repayment length to 30 years. The City intends to establish service charges in the Recycled Water Fund sufficient to repay the advance over 30 years.

CITY OF AMERICAN CANYON
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE E – LOANS RECEIVABLE

At June 30, 2024, the City had the following loans receivable:

BEGIN Program	\$ 8,117,090
Satellite Affordable Housing Association	3,113,474
Mid-Peninsula Housing Coalition Loan	2,162,319
HOME Program	2,250,718
CDBG Housing Rehabilitation Program	411,648
CalHome Program	261,648
Other	52,478
	<hr/> 16,369,375
Valuation allowance	<hr/> (8,022,563)
Loans, net	<hr/> <hr/> \$ 8,346,812

BEGIN Program

The City was awarded \$1,080,000 (\$30,000 each for 36 homes) from the State of California on August 17, 2005, plus an additional \$6,038,900, from Mid-Peninsula Housing Coalition (MPHC), a non-profit organization, to grant loans to qualified low-income home buyers at Vineyard Place, a subdivision comprised of 45 single-family detached homes. Loan payments are deferred for the life of the loan, or until the homeowner sells the home, whichever occurs sooner. The loans will be forgiven, in stages, commencing in the 26th year of the loan, and totally forgiven after 30 years. As of June 30, 2024, residents owed the City \$8,022,563 in loans offered by this program, which includes \$2,988,763 of accrued interest.

Since these loans are secured by trust deeds which are subordinated to other debt on the associated projects or are only repayable from residual cash receipts on the projects, collectability of the outstanding balances may not be realized. As a result, the entire outstanding balances of the forgivable loans have been offset by a valuation allowance and is not reported on the balance sheet.

The BEGIN Fund also includes loans of \$94,527, including accrued interest, which are not required to be forgiven. However, if the amount of net sale proceeds is less than the amount due under the loan, the City may forgive the loan to the extent that the amount due under the loan exceeds the net sale proceeds.

Satellite Affordable Housing Association Loan

The City made two separate loans to Satellite Affordable Housing Association (SAHA) totaling \$2,730,000 for the development of 70 affordable housing units:

Acquisition and Development: The City loaned \$1,050,000 for the acquisition and \$750,000 for other development costs. The loan carries a 3% interest rate over a 57-year term. As part of the agreement, the City will receive a residual share of the cash flow from the project.

Construction: The City loaned \$930,000 for the construction of the units. The loan is interest free over a 57-year term.

As of June 30, 2024, the loan balance was \$3,113,474, including \$303,474 of accrued interest.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE E – LOANS RECEIVABLE (Continued)

Mid-Peninsula Housing Coalition Loan

The City loaned the Mid-Peninsula Housing Coalition (MPHC) \$2,265,000 interest free for the construction of the Vineyard Crossing Apartments. As part of the agreement, the City will receive a residual share of the cash flow from the project. As of June 30, 2024, the loan balance was \$2,162,319.

HOME Program

The City provides loans to qualified first time buyers through the federally funded HOME Program. Under this program, principal and interest payments are deferred until the loan is refinanced or title to the property changes. These loans carry a 0% or 1% interest rate with a maturity of 30 years. As of June 30, 2024, residents owed the City \$2,250,718 in loans offered by this program, including accrued interest.

CDBG Housing Rehabilitation Program

The City administers a Housing Rehabilitation Loan Program using the Housing and Community Development Act funds. Under this program, residents with incomes below a certain level are eligible to receive low interest loans, secured by deeds of trust, for construction work on their homes. Federal grants are used to fund these loans. Upon approval of loans, the City disburses the funds, and arranges for and collects repayments. These loans generally have interest rates of 3%, although some are zero-interest-rate loans, and are generally due upon transfer of the home or refinancing. As of June 30, 2024, residents owed the City \$411,648 in loans offered by this program, including accrued interest.

CalHome Program

The City operates the CalHome Program to assist with the down payment or rehabilitation of manufactured homes. No interest accrues on the loans and principal payments are deferred until maturity. As of June 30, 2024, residents owed the City \$261,648 in loans offered by this program.

NOTE F – CAPITAL ASSETS

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated acquisition value on the date contributed, which is the price that would be paid to acquire an asset with equivalent service potential in an orderly market transaction at the acquisition date. The City defines capital assets as equipment, vehicles, furniture and fixtures with an initial individual cost of more than \$5,000 (\$50,000 for infrastructure type assets) and an estimated useful life in excess of one year (30-75 years for infrastructure assets) with the exception of Federally funded acquisitions, which are \$5,000 or more. Land is capitalized at an initial individual cost of more than \$150,000. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation is provided using the straight-line method which means the cost of the asset is divided by its expected useful life in years and the result is charged to expense each year until the asset is

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE F – CAPITAL ASSETS (Continued)

fully depreciated. Major outlays for capital assets and improvements are capitalized as projects are constructed. The City has assigned the useful lives listed below to capital assets:

Buildings and Improvements	20-30 years
Public Domain Infrastructure	50-75 years
System Infrastructure-Utility	60 years
Vehicles and Equipment	2-15 years

The cost of assets sold or retired and the related amounts of accumulated depreciation are eliminated from the statement of net position in the year of sale or retirement, and the resulting gain or loss is recognized in operations.

Capital Asset Additions and Retirements

Capital assets at June 30, 2024 consisted of the following:

	Balance June 30, 2023	Additions	Retirements	Transfers	Balance at June 30, 2024
<u>Governmental Activities</u>					
Capital assets, not being depreciated:					
Land	\$ 10,162,813			\$ 233,588	\$ 10,396,401
Street right of ways	165,187,812				165,187,812
Construction in progress	8,761,911	\$ 3,351,290	\$ (31,685)	(561,390)	11,520,126
Total capital assets, not being depreciated	184,112,536	3,351,290	(31,685)	(327,802)	187,104,339
Capital assets, being depreciated:					
Buildings and improvements	49,647,290	820,473		239,185	50,706,948
Machinery and equipment	8,482,998	326,399	(177,392)		8,632,005
Infrastructure - streets and storm drains	98,747,173	7,023,349		561,390	106,331,912
Lease assets - equipment	1,306,602	644,698			1,951,300
Subscription assets	347,939	151,668			499,607
Total capital assets, being depreciated	158,532,002	8,966,587	(177,392)	800,575	168,121,772
Less accumulated depreciation for:					
Buildings and improvements	(23,174,127)	(1,683,317)			(24,857,444)
Machinery and equipment	(6,596,884)	(499,185)	141,863		(6,954,206)
Infrastructure - streets and storm drains	(36,824,596)	(2,277,005)			(39,101,601)
Lease assets - equipment	(163,802)	(349,082)			(512,884)
Subscription assets	(102,810)	(162,902)			(265,712)
Total accumulated depreciation	(66,862,219)	(4,971,491)	141,863		(71,691,847)
Capital assets being depreciated, net	91,669,783	3,995,096	(35,529)	800,575	96,429,925
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	\$ 275,782,319	\$ 7,346,386	\$ (67,214)	\$ 472,773	\$ 283,534,264

During fiscal year 2024, properties previously held for sale by the General Fund and the Affordable Housing Capital Projects Fund of \$412,503 and \$60,270, respectively, were transferred to Governmental Activities capital assets to be used as part of the City's operations. As a result, the transfers to land and depreciable assets are more than the transfers from construction in progress by \$472,773.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE F – CAPITAL ASSETS (Continued)

Capital outlay expenditures in governmental funds does not agree to additions above due to additions in the Fleet Enterprise Fund being included in the rollforward above that are not reported in governmental funds, including all lease and subscription assets.

	Balance at June 30, 2023	Additions	Retirements	Transfers	Balance at June 30, 2024
<u>Business-Type Activities</u>					
Capital assets, not being depreciated:					
Land and improvements	\$ 2,208,769				\$ 2,208,769
Construction in progress	4,163,455	\$ 26,043	\$ (618,284)	\$ (3,442,729)	128,485
Intangible assets		1,440,000		668,500	2,108,500
Total capital assets, not being depreciated	6,372,224	1,466,043	(618,284)	(2,774,229)	4,445,754
Capital assets, being depreciated:					
Buildings and improvements	12,930,009	15,156			12,945,165
Water treatment and distribution	40,319,403	2,549,062		1,680,139	44,548,604
Equipment	4,219,061	177,143			4,396,204
Wastewater treatment and collection	35,529,521	4,616,561		191,912	40,337,994
Recycled Water Treatment and Distribution	5,871,108	3,945,571		902,178	10,718,857
Subscription technology	5,760				5,760
Total capital assets, being depreciated	98,874,862	11,303,493		2,774,229	112,952,584
Less accumulated depreciation for:					
Buildings and improvements	(5,289,633)	(398,946)			(5,688,579)
Water treatment and distribution	(23,699,005)	(1,612,405)			(25,311,410)
Equipment	(2,908,091)	(285,567)			(3,193,658)
Wastewater treatment and collection	(20,598,458)	(1,191,978)			(21,790,436)
Recycled Water Treatment and Distribution	(2,449,439)	(261,608)			(2,711,047)
Subscription technology	(240)	(2,880)			(3,120)
Total accumulated depreciation	(54,944,866)	(3,753,384)			(58,698,250)
Capital assets being depreciated, net	43,929,996	7,550,109		2,774,229	54,254,334
BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS, NET	\$ 50,302,220	\$ 9,016,152	\$ (618,284)	\$ -	\$ 58,700,088

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE F – CAPITAL ASSETS (Continued)

Depreciation Allocation

Depreciation expense is charged to functions and programs based on their usage of the related assets. The amounts allocated to each function or programs are as follows:

	<u>Depreciation</u>
Governmental Activities:	
Public safety	\$ 394,239
Public works	4,004,039
Storm drain	<u>573,213</u>
Total Governmental Activities	<u>\$ 4,971,491</u>
Business-type Activities:	
Water	\$ 1,730,824
Wastewater	1,733,509
Recycled Water	<u>289,051</u>
Total Business-type Activities	<u>\$ 3,753,384</u>

Project Commitments

At June 30, 2024, the City had outstanding commitments with contractors for the following projects:

<u>Project</u>	<u>Remaining Commitment</u>
Transportation projects	\$ 2,413,585
Civic facilities	152,986
Parks projects	111,147
Wastewater projects	<u>110,476</u>
	<u>\$ 2,788,194</u>

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE G – LONG-TERM LIABILITIES

The City generally incurs long-term debt to finance projects or purchase assets, which will have useful lives equal to or greater than the related debt. Activity in the City's long-term liabilities was as follows for the year ending June 30, 2024:

	Original Amount	Balance July 01, 2023	Additions	Retirements	Balance June 30, 2024	Current Portion
Governmental Activities						
2020 City Hall Site Agreement 2.6%, due 05/01/34	\$ 4,569,064	\$ 4,569,064		\$ (372,395)	\$ 4,196,669	\$ 380,446
Bank of America ENGIE Financed Purchase 1.79%, due 06/01/36	5,209,209	760,630		(44,376)	716,254	47,572
Municipal Asset Management, Inc. Financed Purchase - 2.96% due 06/17/24	314,188	34,312		(34,312)	-	
Bank of America Fire Engine Financed Purchase 2.56%, due 12/01/29	1,842,000	1,740,000		(238,000)	1,502,000	250,000
Enterprise Lease Liability	1,971,300	1,124,066	\$ 644,698	(344,037)	1,424,727	365,388
Subscription Liability	494,106	233,293	151,667	(148,182)	236,778	115,450
Total direct borrowings and direct placements		8,461,365	796,365	(1,181,302)	8,076,428	1,158,856
Compensated absences		726,255	139,468		865,723	774,909
Claims and judgments		113,638	218,124	(232,034)	99,728	99,728
Net pension liability		16,518,742	1,359,680		17,878,422	
Other postemployment benefits		8,978,868		(1,234,131)	7,744,737	
Total Governmental Long-Term Liabilities		34,798,868	1,717,272	(2,647,467)	34,665,038	\$ 2,033,493
Less: Amount due within one year		(1,795,791)			(2,033,493)	
Total Governmental Long-Term Liabilities, Net		\$ 33,003,077	\$ 1,717,272	\$ (2,647,467)	\$ 32,631,545	

The Municipal Asset Management, Inc. lease, Enterprise Lease Liability, and subscription liability are reported in Internal Service Funds, so no principal payment expense and no other financing sources for the issuance of the leases and subscriptions is reported in governmental funds.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE G – LONG-TERM LIABILITIES (Continued)

	Original Amount	Balance July 01, 2023	Additions	Retirements	Balance June 30, 2024	Current Portion
<u>Business-type Activities</u>						
State of California Davis-Grunsky Loan						
2.5%, due 12/31/27	\$ 2,050,000	\$ 360,265		\$ (73,946)	\$ 286,319	\$ 75,794
Bank of America						
ENGIE Financed Purchase						
1.79%, due 06/01/36	5,209,209	4,014,198		(234,307)	3,779,891	251,061
Total direct borrowings and direct placements		4,374,463	-	(308,253)	4,066,210	326,855
Add: Unamortized interest on						
Davis-Grunsky Loan		61,321		(11,542)	49,779	
Compensated absences		202,301	\$ 19,983		222,284	222,284
Net pension liability		2,986,789	363,121		3,349,910	
Other postemployment benefits		1,651,304	342,535		1,993,839	
Total Business-type						
Long-Term Liabilities		9,276,178	725,639	(319,795)	9,682,022	\$ 549,139
Less: Amount due within one year		(472,393)			(549,139)	
Total Business-type						
Activity Liabilities		\$ 8,803,785	\$ 725,639	\$ (319,795)	\$ 9,132,883	

All agreements below represent direct borrowings.

2020 City Hall Site Agreement

In October 2020, the Financing Authority entered into an agreement in the amount of \$4,569,064 in order to terminate the 2007 Lease Financing and restructure the payments on the agreement to purchase the site and construct the City Hall. The terms of the agreement require semi-annual principal payments of \$185,202 to \$231,828 commencing on November 1, 2023, and semi-annual interest payments of \$2,492 to \$53,756 commencing on May 1, 2021, through May 1, 2034, which includes interest at 2.6%. In the event of default, the lender has the ability to direct and control remedies under the agreement, which includes termination of the agreement and re-lease of the property.

ENGIE Financed Purchase Agreement

In May 2020, the City entered into a purchase arrangement with a bank in the amount of \$5,209,209 for equipment upgrades, replacements and installation to provide energy savings for the City. Debt service will be funded from the revenue of the General Fund, Fire District Fund, Water Fund, and Wastewater Fund. \$15,354 of accrued interest was added to the principal balance by the lender after issuance during 2021. The contracts were split between governmental activities and business-type activities based on the proportion of future contract obligations. The contract rate is 1.79%. Monthly principal and interest payments ranging from \$28,975 to \$41,144 are due on the first of each month from July 1, 2021 to June 1, 2036. In the event of default, the agreement may be terminated and the equipment may be repossessed and 1% will be added to the interest rate.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE G – LONG-TERM LIABILITIES (Continued)

Financed Purchase Agreement – Municipal Asset Management, Inc. Vac Con Truck

In July 2014, the City entered into a purchase arrangement for \$314,188 to purchase sewer and storm drain equipment. The terms of the agreement require annual payments of \$36,757 through June 17, 2024, which includes interest at 2.96%. In the event of default, the agreement may be terminated, and the equipment may be repossessed. Also, a late charge of 1% per month will be assessed.

Fire Engine Financed Purchase Agreement

In August 2022, the Fire District entered into a purchase arrangement with a bank in the amount of \$1,842,000 for two fire trucks and equipment. Debt service will be funded from the revenue of the Fire District Fund. The contract rate is 2.56%. Monthly principal and interest payments ranging from \$138,640 to \$150,909 are due on July 1 and December 1 through December 1, 2029. In the event of default, the agreement may be terminated and the equipment may be repossessed and 1% will be added to the interest rate.

Enterprise Lease Liability

On August 26, 2021, the City entered into a master lease agreement with Enterprise Fleet Management to lease vehicles for the City. The City leased seven vehicles in 2022, 17 vehicles in 2023 and 11 in 2024 under the agreement with payments of \$57,934 per year starting in 2023 and final payments of \$23,527 in 2029 through January 31, 2029. The District recorded lease assets and a lease liability for the present value of the lease payments over the lease terms. For purposes of discounting future lease payments, the City used a weighted average discount rate of 5.59% charged by the lessor. The lease assets are being amortized over 50 years, which is the remaining term of the current leases. As of June 30, 2024, the cost and accumulated amortization of the lease vehicles were \$1,951,300 and \$512,884, respectively. The agreement contains a default interest rate of the lesser of 18% or the highest rate permitted by law.

Subscription Based Information Technology Agreements (SBITA)

The City entered into six SBITA contracts for productivity software. The City is required to make yearly payments ranging from \$42,343 to \$127,035 through September 1, 2026. The subscription agreements were discounted using a rate of 5.00%. The discount rates were based on the estimated incremental borrowing rate of the City at the SBITA commencement dates. Subscription asset cost was \$499,607 and \$5,760 and accumulated amortization was \$265,712 and \$3,120 for the governmental activities and business-type activities, respectively, as of June 30, 2024.

State of California Davis – Grunsky Loan

The City obtained a loan in an original amount of \$2,050,000 from the State of California Department of Water Resources under the Davis-Grunsky Act for the purpose of financing water system improvements. Interest payments are due each July 1 and January 1 with the final payment due December 31, 2027, ranging from \$659 to \$4,466. Principal payments are due each January 1 with a final payment due December 31, 2027, ranging from \$53,204 to \$79,631. The loan bears interest at 2.5% and the loan is secured by a pledge to levy taxes or assessments in amounts sufficient to pay debt service. The City makes repayments from its water enterprise fund from available resources. In the event of default, the State may take action in a court to enforce the levy and collection of taxes or assessments to pay amounts due under the agreement and may charge a default interest rate of 0.209% per month after the scheduled payment is more than 30 days past due.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE G – LONG-TERM LIABILITIES (Continued)

Debt Service Requirements

Future annual debt service requirements for long-term liabilities at June 30, 2024 were as follows:

Year Ending June 30:	Governmental Activities							
	Loans		Leases		Subscriptions		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 678,018	\$ 137,533	\$ 365,388	\$ 68,521	\$ 115,450	\$ 11,585	\$ 1,158,856	\$ 217,639
2026	698,183	121,966	386,348	47,562	80,878	5,846	1,165,409	175,374
2027	720,549	105,902	397,169	25,473	40,450	1,893	1,158,168	133,268
2028	742,824	89,348	252,501	6,977			995,325	96,325
2029	756,274	72,380	23,321	208			779,595	72,588
2030-2034	2,667,812	162,888					2,667,812	162,888
2035-2036	151,263	2,865					151,263	2,865
Totals	\$ 6,414,923	\$ 692,882	\$ 1,424,727	\$ 148,741	\$ 236,778	\$ 19,324	\$ 8,076,428	\$ 860,947

Year Ending June 30:	Business-type Activities	
	Principal	Interest
2025	\$ 326,856	\$ 72,765
2026	333,726	66,335
2027	361,867	59,596
2028	354,921	52,394
2029	268,377	45,936
2030-2034	1,622,290	148,718
2035-2038	798,173	15,118
	<u>\$ 4,066,210</u>	<u>\$ 460,862</u>

The Water Funds have pledged a portion of their net revenue to repay \$2,050,000 for the State of California Davis-Grunsky loan to finance certain capital improvements. Total principal and interest remaining on the Water Fund loans through 2028 is \$303,045. During fiscal year 2024, the principal and interest paid by the Water Fund for this loan was \$82,045. The Water Fund had net revenues of \$8,055,319, during fiscal year 2024.

Arbitrage

Under U.S. Treasury Department regulations, all governmental tax-exempt debt issued after August 31, 1986 is subject to arbitrage rebate requirements, which stipulate, in general, that the earnings from the investment of tax-exempt bond proceeds, which exceed related interest expenditures on the bonds, must be remitted to the Federal government on every fifth anniversary of each bond issuance. The City has evaluated its bond issuance and no arbitrage liability was recognized as of June 30, 2024.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE G – LONG-TERM LIABILITIES (Continued)

Special Assessment Debt Without City Commitment

At June 30, 2024, the outstanding principal amount of bonded debt issued by special assessment districts in the City was as follows:

LaVigne AD 2013 Reassessment Revenue Refunding Loan	\$ 2,974,100
American Canyon Road East AD Refunding Revenue Bonds, Series 2015	8,735,000
Community Facilities District No. 2018-1 (Green Island Road Project)	
Special Tax Revenue Bonds, Series 2020	4,915,000

The City has no legal or moral responsibility with respect to the payment of this debt and has therefore not recorded it as a liability. The City is responsible, as the Districts' agent, for the Districts' cash receipts, disbursements and balances, which are reported as Custodial Fund transactions in the financial statements.

NOTE H – NET POSITION AND FUND BALANCES

Net Position: Net position is the excess of the City's assets and deferred outflows of resources over its liabilities and deferred inflows of resources. Net Position is segregated into the following categories at the government-wide and proprietary fund level:

Net investment in capital assets: This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balance of debt that is attributable to the acquisition, construction or improvement of these assets reduces this category.

Restricted net position: This category presents external restrictions imposed by creditors, grantors, contributors or laws and regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position: This category represents the net position of the City, which are not restricted or invested in capital assets net of related debt for any project or other purpose.

Fund Balance: Governmental fund balances represent the net current assets of each fund. Net current assets consists of a fund's assets and deferred outflows of resources over liabilities and deferred inflows of resources.

The City's fund balances are classified in accordance with Governmental Accounting Standards Board Statement Number 54 (GASB 54), *Fund Balance Reporting and Governmental Fund Type Definitions*, which requires the City to classify its fund balances based on spending constraints imposed on the use of resources. For programs with multiple funding sources, the City prioritizes and expends funds in the following order: Restricted, committed, assigned, and unassigned. Each category in the following hierarchy is ranked according to the degree of spending constraint:

Nonspendable fund balances are not expected to be converted to cash within the next operating cycle and are typically comprised of long-term receivables, land held for resale, deposits with others, prepaid items and advances to other funds.

Restricted fund balances have external restrictions imposed by creditors, grantors, contributors, laws, regulations, or enabling legislation which requires the resources to be used only for a specific purpose.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE H – NET POSITION AND FUND BALANCES (CONTINUED)

Committed fund balances have constraints imposed by formal action of the City Council which may be altered only by formal action of the City Council consisting of an ordinance or resolution, which the City considers equally binding. The City Council has authority to establish, modify, or rescind a fund balance commitment through another ordinance or resolution.

Assigned fund balances are amounts constrained by the City's intent to be used for a specific purpose, but are neither restricted nor committed. Intent is expressed by the City Council or management and may be changed at the discretion of the City Council or management.

Unassigned fund balance represents residual amounts that have not been restricted, committed, or assigned. This includes the residual general fund balance and residual fund deficits, if any, of other governmental funds.

An individual governmental fund could include nonspendable resources and amounts that are restricted or unrestricted (committed, assigned, or unassigned) or any combination of those classifications. Restricted or unrestricted amounts are to be considered spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. Committed, assigned, then unassigned amounts are considered to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

The Fire District Board has established a contingency reserve which may only be used in the event the City experiences a 10% reduction in the operations fund property tax revenue or in the event of a declared emergency as defined by Health and Safety Code §13901. The reserve may also only be used according to a resolution of the governing body.

The City Council has established a General Fund contingency reserve which can only be used in the event the City experiences a 10% reduction in discretionary General Fund revenue compared to the prior fiscal year or in the event of a declared emergency as defined by Municipal Code 2.48.020.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE H – NET POSITION AND FUND BALANCES (CONTINUED)

Fund balances of governmental funds were categorized as follows as of June 30, 2024:

	General	Fire District Operations Special Revenue	CDBG, CalHome and HOME Loan Development Special Revenue	State and Federal Grants - City Special Revenue	City Capital Projects	Affordable Housing Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Fund Balances								
Nonspendable:								
Prepaid expenditures and deposits	\$ 29,258							\$ 29,258
Total Nonspendable	29,258							29,258
Restricted:								
Public safety								
Fire District capital acquisition		\$ 445,319					\$ 1,238,723	1,684,042
Other							41,817	41,817
Public works								
Capital projects					\$ 1,204,871		7,494,608	8,699,479
Non-capital projects							8,226,778	8,226,778
Landscaping and lighting districts							3,103,768	3,103,768
Storm drain projects							5,588,989	5,588,989
Community development, planning and building	937,082					\$ 663,338	144,024	1,744,444
Parks								
La Vigne Open Space							181,680	181,680
Newell Park Open Space							251,966	251,966
Other							1,485,102	1,485,102
Other activities	113,065							113,065
Total Restricted	1,050,147	445,319			1,204,871	663,338	27,757,455	31,121,130
Committed:								
Catastrophe								-
Contingency	8,299,184	\$ 1,482,723						9,781,907
Capital projects							4,696,538	4,696,538
Pension expenditures	100,000							100,000
Total Committed	8,399,184	1,482,723					4,696,538	14,578,445
Assigned:								
Fire operations		3,624,529						3,624,529
Total Assigned	-	3,624,529						3,624,529
Unassigned:	2,083,402		\$ (144,548)	\$ (330,573)			(653,427)	954,854
Total Fund Balance	\$ 11,561,991	\$ 5,552,571	\$ (144,548)	\$ (330,573)	\$ 1,204,871	\$ 663,338	\$ 31,800,566	\$ 50,308,216

Net Position and Fund Equity Deficits

The CDBG, CalHome and HOME Loan Development Special Revenue, State and Federal Grants - City Special Revenue, Transportation Fund for Clean Air, Cannabis Special Revenue Fund, General Plan Update Special Revenue Fund, Zero Water Footprint Capital Projects, Community Facilities District Capital Projects, Engie City Debt Service Fund, Engie Fire Debt Service Fund and Legal Internal Service Fund had deficit fund balances or net position of \$144,548, \$330,573, \$169,485, \$14,632, \$34,968, \$128,795, \$247,099, \$17,750, \$40,698 and \$28,843, respectively, at June 30, 2024. The deficits are expected to be covered by future grants, fees or charges for services in these funds.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE I – DEFERRED COMPENSATION PLANS

The City offers three deferred compensation plans under IRC Section 457: The ICMA Retirement Corporation Internal Revenue Code (IRC) Section 457 Deferred Compensation Plan (the ICMA Plan), the VALIC IRC Section 457 Deferred Compensation Plan (the VALIC Plan), and the Public Agency Retirement System Section 457 FICA Alternative Retirement Plan (FICA ARP). Benefit terms for the deferred compensation plans are established by and may be amended by the City Council subject to provisions of employment agreements. The ICMA Plan is a voluntary plan available to all City employees with the exception to members of Fire Fighters Local 1186. The VALIC Plan is available to all City employees with the exception of unrepresented part-time, temporary and seasonal employees. The FICA ARP Plan is available to unrepresented part-time, temporary and seasonal employees not eligible for other retirement plans. Employee contributions to the ICMA Plan are voluntary and the City makes no contributions. Employer and employee contributions to the VALIC Plan are discretionary. The City contributes 3.3% of employees' pay to the FICA ARP and employees contribute a minimum of 4.2% of their compensation up to the IRC limits. Employees are fully vested in their contributions immediately after the contributions are made. For the year ended June 30, 2024, the City made contributions of \$39,418 and employees made contributions of \$329,993 to the deferred compensation plans.

NOTE J – PENSION PLANS

DEFINED BENEFIT PLAN

Plan Description: All qualified permanent and probationary employees are eligible to participate in the City's cost-sharing multiple-employer defined benefit pension plan (the Plan or PERF C) administered by the California Public Employees' Retirement System (CalPERS). PERF C consists of a miscellaneous risk pool and a safety risk pool and the following rate plans:

- City Miscellaneous Plan
- City PEPRA Miscellaneous Plan
- Fire Protection Miscellaneous Plan
- Safety Fire First Tier Plan
- Safety Fire Second Tier Plan
- Safety Fire PEPRA Plan (effective beginning fiscal year 2017)

Although one pension plan exists, CalPERS provides the information separately for the Miscellaneous and Safety Risk Pools and the information is presented separately where available. Benefit provisions under the Plan is established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website at www.calpers.ca.gov.

Benefits Provided: CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 (52 for PEPRA Miscellaneous Risk Pool) with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the 1959 Survivor Benefit level 4, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE J – PENSION PLANS (Continued)

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

	City Miscellaneous	City PEPRA Miscellaneous	Fire Protection Miscellaneous
	Prior to January 1, 2013	On or after January 1, 2013	Prior to January 1, 2013
Benefit formula (at full retirement)	2.0% @ 55	2.0% @ 62	3.0% @ 60
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50 - 55	52 - 67	50 - 60
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%	2.00% to 3.00%
Required employee contribution rates	7.00%	7.25%	6.75%
Required employer contribution rates	13.260%	8.000%	7.680%
	Safety Fire First Tier	Safety Fire Second Tier	Safety Fire PEPRA
	January 1, 1965 to May 5, 2010	On or after May 5, 2010	On or after January 1, 2013
Benefit formula (at full retirement)	3.0% @ 50	3.0% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50 - 55	50 - 55	50-57
Monthly benefits, as a % of eligible compensation	3.00%	2.40% to 3.00%	2.0% to 2.7%
Required employee contribution rates	9.00%	9.00%	13.00%
Required employer contribution rates	27.110%	24.150%	13.540%

Beginning June 29, 2019, the City and its General and Mid-Management bargaining units agreed the employees would reimburse 3.399% of the employer contribution and would equally share in any excess employer contributions exceeding 16% up to a limit of 5% of additional employee contribution. The employee reimbursement percentage was amended to 4.855% and 5% of the employer contribution on June 27, 2020 and October 5, 2021, respectively.

All rate plans except the PEPRA rate plans are closed to new members that are not already CalPERS participants.

Contributions: Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the rate plan are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

CITY OF AMERICAN CANYON
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE J – PENSION PLANS (Continued)

For the year ended June 30, 2024, the contributions paid to Plan were as follows:

	City Miscellaneous Risk Pool	Fire Safety Risk Pool	Fire Miscellaneous Risk Pool	Total
Contributions - employer	\$ 1,240,726	\$ 1,147,221	\$ 7,080	\$ 2,395,027

Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources: As of June 30, 2024, the City reported a net pension liability for its proportionate shares of the Plan as follows:

	<u>Proportionate Share of Net Pension Liability/Asset</u>
City Miscellaneous Risk Pool	\$ 10,981,516
Fire Safety Risk Pool	10,243,623
Fire Miscellaneous Risk Pool	3,193
Total Net Pension Liability	<u>\$ 21,228,332</u>

The City's net pension liability of each risk pool is measured as the proportionate share of the net pension liability. The net pension liability of each of the risk pools is measured as of June 30, 2023, and the total pension liability for each risk pool 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. The City's proportionate share of the net pension liability for each risk pool as of June 30, 2024 and 2023 were as follows:

	City Miscellaneous Risk Pool	Fire Safety Risk Pool	Fire Miscellaneous Risk Pool
Proportion - June 30, 2023	0.21518%	0.13707%	0.00038%
Proportion - June 30, 2024	0.21961%	0.13704%	0.00006%
Change - increase (decrease)	0.00443%	-0.00003%	-0.00032%

For the year ended June 30, 2024, the City recognized pension expense of \$2,189,709, \$1,713,765, and \$7,160 for the City Miscellaneous Risk Pool, Fire Safety Risk Pool, Fire Miscellaneous Risk Pool and in total for the Plan, respectively. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to the Plan from the following sources:

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE J – PENSION PLANS (Continued)

<u>City Miscellaneous Risk Pool</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to measurement date	\$ 1,240,726	
Differences between actual and expected experience	560,995	\$ (87,024)
Changes in assumptions	663,004	
Change in employer's proportion	239,202	
Differences between the employer's contribution and the employer's proportionate share of contributions		(452,545)
Net differences between projected and actual earnings on plan investments	<u>1,778,006</u>	
Total	<u>\$ 4,481,933</u>	<u>\$ (539,569)</u>
<u>Fire Safety Risk Pool</u>		
Pension contributions subsequent to measurement date	\$ 1,147,221	
Differences between actual and expected experience	752,071	\$ (64,385)
Changes in assumptions	597,831	
Change in employer's proportion	278,664	
Differences between the employer's contribution and the employer's proportionate share of contributions	70,716	(357,522)
Net differences between projected and actual earnings on plan investments	<u>1,401,837</u>	
Total	<u>\$ 4,248,340</u>	<u>\$ (421,907)</u>
<u>Fire Miscellaneous Risk Pool</u>		
Pension contributions subsequent to measurement date	\$ 7,080	
Differences between actual and expected experience	163	\$ (25)
Changes in assumptions	193	
Change in employer's proportion		(37,196)
Differences between the employer's contribution and the employer's proportionate share of contributions	17,414	
Net differences between projected and actual earnings on plan investments	<u>517</u>	
Total	<u>\$ 25,367</u>	<u>\$ (37,221)</u>
Total for Plan	<u>\$ 8,755,640</u>	<u>\$ (998,697)</u>

The amounts above reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other deferred amounts related to the net differences between the projected and actual earnings on plan investments and all remaining amounts will be recognized as pension expense over 5 years and the average service lives of employees, respectively, as follows:

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE J – PENSION PLANS (Continued)

Year Ended June 30	City Miscellaneous Risk Pool	Fire Safety Risk Pool	Fire Miscellaneous Risk Pool	Total
2025	\$ 776,703	\$ 855,836	\$ (10,119)	\$ 1,622,420
2026	535,552	626,468	(8,124)	1,153,896
2027	1,338,365	1,157,781	(707)	2,495,439
2028	51,018	39,127	16	90,161
	<u>\$ 2,701,638</u>	<u>\$ 2,679,212</u>	<u>\$ (18,934)</u>	<u>\$ 5,361,916</u>

Actuarial Assumptions: The total pension liabilities in the actuarial valuations for each risk pool were determined using the following actuarial assumptions:

Valuation date	June 30, 2022
Measurement date	June 30, 2023
Actuarial cost method	Entry-Age Normal Cost Method
Amortization method	Level percent of payroll
Asset valuation method	Market value
Actuarial assumptions:	
Discount rate	6.90%
Inflation	2.30%
Payroll growth	2.80%
Projected salary increase	0.2% - 7.64% Miscellaneous and 1.32% to 15.17% Safety (1)
Investment rate of return	6.9% (2)
Mortality	Derived using CalPERS membership data for all funds

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

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

The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using Society of Actuaries Scale 80% of Scale MP 2020. For more details on this table, please refer to the December 2021 experience study report (based on CalPERS demographic data from 2000 to 2019) that can be found on the CalPERS website. All other actuarial assumptions used in the valuations were based on the results of an actuarial experience study for the period 2000 to 2019, including updates to salary increase, mortality and retirement rates. The Experience Study report can be found on CalPERS' website under Forms and Publications.

Discount Rate: The discount rate used in the accounting valuations to measure the total pension liability was 6.9% for each risk pool. 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 discount rate is adequate, and the use of the municipal bond rate calculation is not necessary. The long-term expected discount rate will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

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.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE J – PENSION PLANS (Continued)

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

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

Asset Class	New Strategic Allocation	Real Return (a)
Global Equity- Cap-Weighted	30.0%	4.45%
Global Equity- Non-Cap-Weighted	12.0%	3.84%
Private Equity	13.0%	7.28%
Treasury	5.0%	0.27%
Mortgage-backed Securities	5.0%	0.50%
Investment Grade Corporates	10.0%	1.56%
High Yield	5.0%	2.27%
Emerging Market Debt	5.0%	2.48%
Private Debt	5.0%	3.57%
Real Assets	15.0%	3.21%
Leverage	-5.0%	-0.59%
Total	100.0%	

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

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 pension liability for each risk pool, calculated using the discount rate for each risk pool, 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:

	City Miscellaneous Risk Pool	Fire Safety Risk Pool	Fire Miscellaneous Risk Pool	Total
1% decrease	5.90%	5.90%	5.90%	5.90%
Net pension liability	\$ 17,531,747	\$ 15,051,843	\$ 8,410	\$ 32,592,000
Current discount rate	6.90%	6.90%	6.90%	6.90%
Net pension liability	\$ 10,981,516	\$ 10,243,623	\$ 3,193	\$ 21,228,332
1% increase	7.90%	7.90%	7.90%	7.90%
Net pension liability (asset)	\$ 5,590,113	\$ 6,312,560	\$ (1,102)	\$ 11,901,571

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE J – PENSION PLANS (Continued)

Fiduciary Net Position: Detailed information about each Plan’s fiduciary net position is available in the separately issued CalPERS financial reports.

Payable to the Plan: At June 30, 2024, the City had no significant contributions payable to the Plan.

DEFINED CONTRIBUTION PLAN

The City offers the City of American Canyon Internal Revenue Code (IRC) Section 401a Government Money Purchase Plan (401a Plan), a single-employer defined contribution retirement plan, to at-will management, mid-management and confidential employee unit members exempt from the Fair Labor Standards Act that are over 18 years of age. Benefit terms for the 401a Plan are established by and may be amended by the City Council subject to provisions of employment agreements. Employees are eligible to participate in the Plan on their date of hire. Employees are required to contribute 2% and the City is required to contribute 1% for mid-management and confidential employees and 2% for at-will management employees. Employees are immediately fully vested in their own contributions and City contributions. During the year ended June 30, 2023, the City and employee contributions to the 401a Plan were \$52,555 and \$64,909, respectively.

NOTE K – OTHER POSTEMPLOYMENT BENEFITS

Plan Descriptions: The City’s defined benefit OPEB Plan (City Plan) and the Fire District’s defined benefit OPEB Plan (Fire Plan) are both agent multiple-employer defined benefit plans that provide OPEB benefits to retirees that meet eligibility requirements. The City Council has the authority to establish and amend the benefit terms of each Plan according to the Memorandum of Understanding with the labor units. The City Plan and the Fire Plan both participate in the CalPERS California Employers' Retiree Benefit Trust (CERBT) Fund, which is a Section 115 trust fund administered by CalPERS. The CERBT issues a publicly available financial statements that may be obtained from CalPERS at www.calpers.ca.gov.

City Plan Benefits Provided: To qualify for postemployment medical benefits, an employee must be eligible for benefits and retire from the City. The City Plan does not provide dental and vision coverage. Employees must retire with CalPERS benefits to be eligible for City Plan benefits. Nondisabled participants must be at least age 50 and have five years of service. Disabled participants do not have a minimum retirement age and must have five years of service. Employees/retirees and their eligible spouses and dependents receive medical benefits offered through CalPERS.

For City retirees hired prior to July 2016 and enrolled in CalPERS health coverage, the City contributes a monthly payment equal to 100% of the current “Supplemental/Managed Monthly Employee Only Rate for Kaiser Senior Advantage” to CalPERS. CalPERS deducts the remaining cost of the medical insurance premium from the retirees account. The City reimburses the retiree for 90% of the Kaiser HMO premium rates less the payment made to CalPERS for the “Supplemental/Managed Monthly Employee Only Rate for Kaiser Senior Advantage.”

For retirees hired on or after July 2016 and enrolled in CalPERS health coverage, the City contributes a monthly payment equal to 100% of the current “Supplemental/Managed Monthly Employee Only Rate for Kaiser Senior Advantage” to CalPERS. CalPERS deducts the remaining cost of the medical premium from the retirees account.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE K – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Covered dependents of eligible retirees include spouses, domestic partners, and children under age 26 and never married (or any age if handicapped, subject to CalPERS approval). Surviving spouses of deceased retirees are covered for life on the same basis as when the retiree was alive. There are no benefits for surviving spouses or dependent children of active employees beyond COBRA continuation.

Fire Plan Benefits Provided: Employees must retire with CalPERS benefits to be eligible for Fire Plan benefits. Nondisabled participants must be at least age 50 and have five years of service. Disabled participants do not have a minimum retirement age and must have five years of service. Employees/retirees and their eligible spouses and dependents receive medical benefits offered through CalPERS. The Fire Plan offers retirees and their dependents access to dental, vision and life insurance for the remainder of their lifetime at the same premium rates applicable to active employees.

For employees hired prior to June 1, 2010, the District contributes the same amount for retirees as is contributed for similarly situated active employees. The District contributes the full premium up to 95% of the premium (determined reflecting coverage level and Basic, Combination or Supplemental rate) for the Kaiser Bay Area plan offered by CalPERS.

For employees hired on or after June 1, 2010, the Fire Plan has vesting requirements. Under the vesting program, employees must have ten years of CalPERS service, five of which must be with the City, to receive a contribution of 50%. An additional 5% contribution is received for each additional year of service up a 100% contribution after 20 years of service. The premium paid by the Fire Plan for employees hired on or after June 1, 2010 is subject to a cap. For 2022, the caps were \$816 for retiree only coverage, \$1,548 for the retiree plus one dependent and \$1,983 for the retiree plus 2 or more dependents.

Employees Covered by Benefit Terms: At the June 30, 2023 actuarial valuation date, the following employees were covered by the benefit terms:

	City Plan	Fire Plan
Inactive employees or beneficiaries currently receiving benefit payments	47	18
Inactive employees entitled to but not yet receiving benefit payments	2	
Active employees	71	22
Total	120	40

Contributions: The City Council and Fire District Board have the authority to establish and amend the contribution requirements of the City and Fire District and employees with powers granted to it under the City Municipal Code and California Government Code, subject to the Memorandums of Understanding with employee bargaining units.

Employees are not required to contribute to the City or Fire Plans. During the fiscal year ended June 30, 2024, the City's direct payments of insurance premiums were \$550,000, implicit subsidy was \$205,183 and cash contributions to the trust were \$256,036, resulting in total contributions of \$1,011,219. During the fiscal year ended June 30, 2024, the Fire District's direct payments of insurance premiums were \$350,222 and the implicit subsidy was \$119,904, resulting in total contributions of \$470,126. The City and Fire District make contributions to the CERBT, which is administered by CalPERS.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE K – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Net OPEB Liability: The City and Fire District's net OPEB liabilities were measured as of June 30, 2023, and the total OPEB liabilities used to calculate the net OPEB liabilities were determined by actuarial valuations as of June 30, 2022.

Actuarial Assumptions: The total OPEB liabilities at the measurement date were determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

	City Plan	Fire Plan
Valuation date	June 30, 2023	June 30, 2023
Measurement date	June 30, 2024	June 30, 2024
Actuarial cost method	Entry-age normal cost method	Entry-age normal cost method
Actuarial assumptions:		
Discount rate	5.60%	6.20%
Inflation	2.50%	2.50%
Salary increases	3.00%	3.00%
Investment rate of return	5.60%	6.20%
Mortality rates	Derived using CalPERS membership data	Derived using CalPERS membership data
Pre-retirement turnover	Derived using CalPERS membership data	Derived using CalPERS membership data
Healthcare trend rate	6.5% grading down to 3.9% in 2075	6.5% grading down to 3.9% in 2075
Percentage electing to cover spouse	60% for employees hired before and 45% for employees hired on or after July 1, 2016	85%

The healthcare trend shown above was developed using the Getzen Model 2023 published by the Society of Actuaries. Mortality information for the City and Fire Plans was developed from a blending of data and methodologies found in (1) the Society of Actuaries Mortality Improvement Scale MP-2021 Report and (2) the demographic assumptions used in the 2021 Annual Report of the Board of Trustees of the Federal Old-Age and Survivors insurance and Federal Disability Insurance Trust Funds, published in 2021. The City and Fire Plans mortality improvement was based on the MacLeod Watts Scale 2020.

The pre-retirement turnover information was developed based on CalPERS' specific data. For more details, please refer to the December 2017 Experience Study Report. The Experience Study Report may be accessed on the CalPERS website www.calpers.ca.gov [http://www.calpers.ca.gov/under Forms and Publications](http://www.calpers.ca.gov/under%20Forms%20and%20Publications).

The long-term expected rate of return on OPEB 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 OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The City has elected the CERBT Strategy 2 portfolio and the Fire District has elected the CERBT Strategy 1 portfolio. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE K – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Asset Class	Target Allocation		Long-term Expected Rate of Return	
	City Plan	Fire Plan	City Plan	Fire Plan
Global equity	34.0%	49.0%	6.80%	6.80%
Fixed income	41.0%	23.0%	4.50%	4.50%
Real estate investment trusts (REITs)	17.0%	20.0%	6.20%	6.20%
Treasury inflation protected securities (TIPS)	5.0%	5.0%	3.60%	3.60%
Commodities	3.0%	3.0%	3.50%	3.50%
Total	100.0%	100.0%		

Discount Rate: The discount rate used to measure the total City and Fire District OPEB liabilities was 5.60% and 6.20%, respectively. The Fire District discount rate was increased from 6.15% to 6.20%, from the previous measurement date. The projection of cash flows used to determine the discount rate assumed that City and Fire District contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the City and Fire Plans' fiduciary net positions were projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments were applied to all periods of projected benefit payments to determine the total OPEB liabilities.

Changes in the Net OPEB Liability: Changes in the net OPEB liability were as follows during the year ended June 30, 2024:

City Plan	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability/(Asset)
Balance at June 30, 2023	\$ 13,945,039	\$ 6,705,653	\$ 7,239,386
Changes in the year:			
Service cost	579,897		579,897
Interest	794,555		794,555
Changes in assumptions	(184,321)		(184,321)
Difference between expected and actual experience	(953,891)		(954)
Contributions - employer		882,063	(882,063)
Net investment income		249,750	(249,750)
Benefit payments	(672,856)	(672,856)	
Administrative expenses		(1,953)	1,953
Net changes	(436,616)	457,004	(893,620)
Balance at June 30, 2024	\$ 13,508,423	\$ 7,162,657	\$ 6,345,766

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE K – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Fire Plan	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability/(Asset)
Balance at June 30, 2023	\$ 7,139,265	\$ 3,748,479	\$ 3,390,786
Changes in the year:			
Service cost	247,961		247,961
Interest	442,848		442,848
Difference between expected and actual experience	(112,728)		(113)
Changes in assumptions	36,441		36,441
Contributions - employer		372,889	(372,889)
Net investment income		240,698	(240,698)
Benefit payments	(372,889)	(372,889)	
Administrative expenses		(1,089)	1,089
Net changes	241,633	239,609	2,024
Balance at June 30, 2024	\$ 7,380,898	\$ 3,988,088	\$ 3,392,810
Total City and Fire Plans	\$ 20,889,321	\$ 11,150,745	\$ 9,738,576

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates: The following presents the net OPEB liability of the City and Fire District, as well as what the City and Fire District's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease 4.60%	Current Discount Rate 5.60%	1% Increase 6.60%
Net OPEB liability - City Plan	\$ 8,156,924	\$ 6,345,766	\$ 4,857,173

	1% Decrease 5.20%	Current Discount Rate 6.20%	1% Increase 7.20%
Net OPEB liability - Fire Plan	\$ 4,380,495	\$ 3,392,810	\$ 2,584,267

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

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Net OPEB liability - City Plan	\$ 4,708,816	\$ 6,345,766	\$ 8,363,970

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Net OPEB liability - Fire Plan	\$ 2,517,770	\$ 3,392,810	\$ 4,475,777

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE K – OTHER POSTEMPLOYMENT BENEFITS (Continued)

OPEB Plan Fiduciary Net Position: Detailed information about the City and Fire District Plan’s fiduciary net position is available in the separately issued CERBT financial report at www.calpers.ca.gov.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources: For the year ended June 30, 2024, the City and Fire District recognized OPEB expense of \$1,405,097 and \$469,655, respectively, for a total OPEB expense of \$1,874,752.

At June 30, 2024, the District 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
City Plan		
OPEB contributions subsequent to measurement date	\$ 1,011,219	
Differences between actual and expected experience	53,712	\$ (959,403)
Changes in assumptions	1,936,853	(157,608)
Net differences between projected and actual earnings on plan investments	560,106	
Total - City Plan	<u>\$ 3,561,890</u>	<u>\$ (1,117,011)</u>
Fire Plan		
OPEB contributions subsequent to measurement date	\$ 470,126	
Differences between actual and expected experience		\$ (687,239)
Changes in assumptions	807,319	(39,703)
Net differences between projected and actual earnings on plan investments	277,433	
Total - Fire Plan	<u>\$ 1,554,878</u>	<u>\$ (726,942)</u>
Total - City and Fire Plans	<u>\$ 5,116,768</u>	<u>\$ (1,843,953)</u>

The amount reported as deferred outflows of resources related to contributions after the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30	City Plan	Fire Plan	Total
2025	\$ 399,625	\$ 3,965	\$ 403,590
2026	363,420	4,284	367,704
2027	566,677	183,342	750,019
2028	230,626	6,322	236,948
2029	(1,826)	74,653	72,827
Thereafter	(124,862)	85,244	(39,618)
	<u>\$ 1,433,660</u>	<u>\$ 357,810</u>	<u>\$ 1,791,470</u>

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE K – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Payable to the OPEB Plan: At June 30, 2024, there were no significant payables to the OPEB plans.

NOTE L – RISK MANAGEMENT

Insurance Coverage

The City is a member of the Pooled Liability Assurance Network Joint Powers Authority (Plan JPA) for liability coverage of \$1.0 million with excess liability coverage of \$34 million through commercial carriers, for total coverage of \$35 million, subject to a deductible of \$25,000. Property and vehicle coverage through the Plan JPA is \$500,000 and \$100,000, respectively, with excess liability coverage through commercial carriers of \$999,500,000, for total coverage of \$1 billion, subject to a \$5,000 deductible for the Plan JPA coverage and \$500,000 for pooled coverage. Flood damage coverage limit is \$25 million and crime coverage, including employee theft, forgery, computer fraud, identity fraud, and fund/money transfer, ranges from \$25,000 to \$2,000,000 with a deductible of \$10,000.

The City is also a member of the Shared Agency Risk Pool (SHARP), which is administered by the Plan JPA, for worker's compensation insurance. Workers compensation insurance is provided by SHARP up to \$250,000 and excess insurance exists through the Local Agency Worker's Compensation Excess Joint Powers Authority (LAWCX) that results in a coverage limit of up to \$5,000,000 per claim. Excess commercial insurance is retained by LAWCX up to \$5 million. The City has no deductible for such claims. Insurance transactions are accounted for in the City's General Fund.

The Plan, SHARP and LAWCX are governed by boards consisting of representatives from member agencies. The boards control the operations of the Plan, SHARP and LAWCX, including selection of management and approval of operating budgets, independent of any influence by member municipalities beyond their representation on the boards. Actual surpluses or losses are shared according to a formula developed from overall loss costs and spread to member entities on a percentage basis after a retrospective rating. Audited financial statements may be obtained from the Plan, SHARP and LAWCX at 1750 Creekside Drive, Suite 200, Sacramento, CA 95833.

The component unit Fire Protection District of the City obtains general, personal injury, fire damage, medical, products/completed operations annual aggregate, umbrella, management, cyber, auto, employee dishonesty and garage keepers liability insurance through its membership in the Fire Agencies Insurance Risk Authority (FAIRA). The District transfers the risk of loss to the Authority and is covered by the Authority from \$500,000 to \$1,000,000 per occurrence with an aggregate limit of \$11,000,000 or \$2 million for employee dishonesty coverage. Deductibles range from \$250 to \$100,00, depending on the coverage. The Fire Association Self Insurance System, a risk sharing pool, provides workers compensation insurance coverage for the Fire District. The System is self-insured for the first \$750,000 of each claim and purchases commercial insurance excess coverage up to \$5,000,000. The District has no deductible for works compensation insurance.

Liability for Uninsured Worker Compensation Claims: The City's liability for uninsured worker compensation claims, including estimated claims incurred but not reported, was estimated by management based on prior years claims experience and was computed as follows as of June 30:

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE L – RISK MANAGEMENT (Continued)

	Year Ended June 30, 2024	Year Ended June 30, 2023	Year Ended June 30, 2022
Unpaid claims, beginning of fiscal year	\$ 113,638	\$ 2,133,981	\$ 1,636,881
Incurred claims and claim adjustment expenses (including IBNRs)	218,125	(36,828)	815,192
Claim payments	(232,035)	(1,983,515)	(318,092)
Unpaid claims, end of fiscal year	<u>\$ 99,728</u>	<u>\$ 113,638</u>	<u>\$ 2,133,981</u>

The City has had no settlements that exceeded insurance coverage in the last three fiscal years, and no changes in insurance coverage have accrued from the prior year. The liability for uninsured claims is typically liquidated by the Fire District Operations Special Revenue Fund.

NOTE M – OTHER COMMITMENTS AND CONTINGENT LIABILITIES

The City participates in a number of federal and state grant programs subject to financial and compliance audits by the grantors or their representatives. The amount, if any, of expenditures that may be disallowed by the granting agencies cannot be determined at this time. Management believes that such disallowances, if any, would not have a material effect on the financial statements.

The City is a defendant in a number of lawsuits that have arisen in the normal course of business, the outcome of which cannot be predicted with certainty. In the opinion of the City Attorney, these actions when finally adjudicated will not have a material adverse effect on the financial position of the City.

On July 11, 2022, the City filed a complaint in Napa County Superior Court alleging the City of Vallejo (“Vallejo”) breached its 1996 Agreement, and subsequent amendments, with the City regarding an agreement that Vallejo would provide water to the City (“1996 Agreement”). The case was transferred from Napa County Superior Court to Sacramento County Superior Court, a neutral jurisdiction. The City’s position is that the 1996 Agreement and its amendments do not allow Vallejo to have discretion whether to furnish water to the City provided that Vallejo is paid the stated amount for water. Discovery is proceeding in the case and is currently set for Trial on May 5, 2025.

In Sacramento County Superior Court, the City of Vallejo challenged the City’s approval of a warehouse facility under the California Environmental Quality Act (“CEQA”) claiming an inadequate consideration of water supply associated with approval of the development. During July 2024, the Sacramento Superior Court denied Vallejo’s Petition for Writ of Mandate, ruling in favor of the City. The matter is currently on appeal with the California Third District Court of Appeal.

In Sacramento County Superior Court, the City of Vallejo challenged the Final Environmental Impact Report (“FEIR”) associated with the proposed annexation of the Paoli/Watson Lane Unincorporated Area to the City. Vallejo also challenges the City’s FEIR determination under CEQA of adequate water supply, failure to analyze growth inducing impacts of the Project, and failure to adequately analyze greenhouse gas emissions.

In Marin County Superior Court, the City of Vallejo challenged a voter approved initiative, Measure K, which establishes a ministerial procedure for authorization of industrial uses within the industrial zone of the City. Vallejo challenges the City’s implementation of Measure K on the basis that the implementation should have been subject to review under CEQA.

CITY OF AMERICAN CANYON

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

June 30, 2024

NOTE M – OTHER COMMITMENTS AND CONTINGENT LIABILITIES (Continued)

The outcome and impact of these cases cannot reasonably be determined.

The County of Napa Airport Land-Use Commission (“ALUC”) proceeded with an Airport Land-Use Compatibility Plan (“ALUCP”) of which the Fire District did not receive notice. The proposed ALUCP defines a “Major Land-Use Action” to include an extension of a sphere of influence of a special district or a city, which is not within the jurisdiction of the ALUC. The Fire District is pursuing an administrative remedy to eliminate the referenced portion of the ALUCP. The matter is now pending before the ALUC.

The outcome and impact of this matter cannot reasonable be determined.

The City has an agreement with the Napa County Flood Control and Water Conservation District (Napa Flood) to acquire water from the California State Water Project through the year 2035. Each year, the State determines the capital and operating costs associated with Napa Flood’s share of the North Bay Aqueduct as well a charge dependent on water deliveries. The City’s share of these costs is approximately 18%. The City is obligated to pay the capital component even if it does not receive water. The amount paid under this contract during the year ended June 30, 2024 was approximately \$2.19 million, of which \$692,000 was related to the capital component. A similar payment will be required each year through 2035. The State Water Project contractors and State Department of Water Resources agreed to extend the contract through 2085.

In December 2019, the Council approved an agreement for consulting services for the Comprehensive General Plan 2040 Update in an amount not to exceed \$1,466,574. As of June 30, 2024, \$638,000 has been spent on this project.

The City has a contractual relationship with Sites Project Authority (the Authority), which is developing the Sites Reservoir Project (the Project) in the Sacramento Valley. The Project is an off-river reservoir that would capture excess water from major storms to save for drier periods. Under the 2019 Reservoir Project Agreement, as amended, the City has agreed to pay its proportional share of yearly budgeted Authority operating costs for approved phases of the Project. The City currently has a participation of 4,000 acre-feet, resulting in a percentage participation in the Project of 2.39%, which could change based on State of California and United States Bureau of Reclamation final participation in the Project. Participation results in rights to a “Storage Allocation” in the Project and proportional rights to any future power generation revenue developed. The Storage Allocation may be transferred by the City with the written consent of Authority members, which may not be unreasonably withheld. The City has contributed \$2,128,500 to the Authority as of June 30, 2024, which is reported as a non-depreciable asset in the City’s Water Fund.

NOTE N- SUBSEQUENT EVENTS

In August 2024, the City Council approved the issuance of \$5,500,000 in bonds for the City of American Canyon Community Facilities District No. 2018-1 at a true interest cost of less than 6.25%. The bond proceeds will be used as part of the Green Island Road Reconstruction and Widening project. This debt will be repaid through property tax assessment in the district and is not an obligation of the City.

REQUIRED SUPPLEMENTARY INFORMATION

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CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Property taxes	\$ 13,291,568	\$ 14,054,972	\$ 13,960,241	\$ (94,731)
Sales taxes	4,520,000	4,400,000	4,320,251	(79,749)
Other taxes	3,401,120	3,246,320	2,852,728	(393,592)
Fines and forfeitures	117,600	146,944	54,240	(92,704)
Licenses and permits	1,131,400	1,143,743	756,506	(387,237)
Intergovernmental	93,100	124,530	109,661	(14,869)
Charges for services	2,011,249	2,139,520	1,404,627	(734,893)
Use of money and property	349,200	349,200	1,356,973	1,007,773
Other	519,536	450,486	411,591	(38,895)
TOTAL REVENUES	25,434,773	26,055,715	25,226,818	(828,897)
EXPENDITURES				
Current:				
General government	8,059,300	8,306,995	7,674,573	632,422
Public safety	9,404,565	9,418,079	9,207,359	210,720
Public works	3,091,073	3,144,840	2,719,637	425,203
Community development	3,089,184	3,386,627	2,897,716	488,911
Parks and recreation	4,125,132	4,066,267	3,505,722	560,545
Storm drain	451,063	458,889	350,109	108,780
Capital outlay		46,000	155,874	(109,874)
TOTAL EXPENDITURES	28,220,317	28,827,697	26,510,990	2,316,707
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	(2,785,544)	(2,771,982)	(1,284,172)	1,487,810
OTHER FINANCING SOURCES (USES)				
Transfers in	3,514,643	3,580,543	3,445,126	(135,417)
Transfers out	(5,473,061)	(5,473,061)	(5,899,454)	(426,393)
TOTAL OTHER FINANCING				
SOURCES AND USES	(1,958,418)	(1,892,518)	(2,454,328)	(561,810)
NET CHANGE IN FUND BALANCE	(4,743,962)	(4,664,500)	(3,738,500)	926,000
Fund balance, beginning of year	15,300,491	15,300,491	15,300,491	
FUND BALANCE, END OF YEAR	\$ 10,556,529	\$ 10,635,991	\$ 11,561,991	\$ 926,000

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Fire District Operations Special Revenue Fund
For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Property taxes	\$ 6,109,016	\$ 6,109,016	\$ 6,035,967	\$ (73,049)
Other taxes	769,935	769,935	798,069	28,134
Intergovernmental	44,934	44,934	132,498	87,564
Charges for services	356,493	356,493	357,809	1,316
Use of money and property	123,672	123,672	243,944	120,272
Other	166,800	166,800	172,220	5,420
TOTAL REVENUES	<u>7,570,850</u>	<u>7,570,850</u>	<u>7,740,507</u>	<u>169,657</u>
EXPENDITURES				
Current:				
Public safety	8,117,499	8,117,499	7,770,437	347,062
Debt service:				
Principal	281,084	281,084	238,000	43,084
Interest and other charges			43,084	(43,084)
Capital outlay			266,092	(266,092)
TOTAL EXPENDITURES	<u>8,398,583</u>	<u>8,398,583</u>	<u>8,317,613</u>	<u>80,970</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(827,733)</u>	<u>(827,733)</u>	<u>(577,106)</u>	<u>250,627</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	700,000	700,000	400,000	(300,000)
Transfers out			(20,700)	(20,700)
TOTAL OTHER FINANCING SOURCES AND USES	<u>700,000</u>	<u>700,000</u>	<u>379,300</u>	<u>(320,700)</u>
NET CHANGE IN FUND BALANCE	<u>(127,733)</u>	<u>(127,733)</u>	<u>(197,806)</u>	<u>(70,073)</u>
Fund balance, beginning of year	<u>5,750,377</u>	<u>5,750,377</u>	<u>5,750,377</u>	
FUND BALANCE, END OF YEAR	<u>\$ 5,622,644</u>	<u>\$ 5,622,644</u>	<u>\$ 5,552,571</u>	<u>\$ (70,073)</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
CDBG, CalHome and HOME Loan Development Special Revenue Fund
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Intergovernmental	\$ 63,000	\$ 63,000	\$ 256,710	\$ 193,710
Use of money and property	1,290	2,108	3,989	1,881
Other	60,000	72,875	62,451	(10,424)
TOTAL REVENUES	124,290	137,983	323,150	185,167
EXPENDITURES				
Current:				
Community development	164,899	164,899	583,601	(418,702)
TOTAL EXPENDITURES	164,899	164,899	583,601	(418,702)
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	(40,609)	(26,916)	(260,451)	(233,535)
NET CHANGE IN FUND BALANCE	(40,609)	(26,916)	(260,451)	(233,535)
Fund balance, beginning of year	115,903	115,903	115,903	
FUND BALANCE, END OF YEAR	\$ 75,294	\$ 88,987	\$ (144,548)	\$ (233,535)

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
State and Federal Grants - City Special Revenue Fund
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Intergovernmental	\$ 11,272,007	\$ 11,272,007	\$ 2,824,871	\$ (8,447,136)
Investment earnings			45,551	45,551
TOTAL REVENUES	<u>11,272,007</u>	<u>11,272,007</u>	<u>2,870,422</u>	<u>(8,401,585)</u>
EXPENDITURES				
Current:				
Public works			327	(327)
TOTAL EXPENDITURES			<u>327</u>	<u>(327)</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>11,272,007</u>	<u>11,272,007</u>	<u>2,870,095</u>	<u>(8,401,912)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(11,414,626)</u>	<u>(11,414,626)</u>	<u>(3,282,625)</u>	<u>8,132,001</u>
TOTAL OTHER FINANCING				
SOURCES AND USES	<u>(11,414,626)</u>	<u>(11,414,626)</u>	<u>(3,282,625)</u>	<u>8,132,001</u>
NET CHANGE IN FUND BALANCE	(142,619)	(142,619)	(412,530)	(269,911)
Fund balance (deficit), beginning of year	<u>81,957</u>	<u>81,957</u>	<u>81,957</u>	
FUND BALANCE, END OF YEAR	<u>\$ (60,662)</u>	<u>\$ (60,662)</u>	<u>\$ (330,573)</u>	<u>\$ (269,911)</u>

CITY OF AMERICAN CANYON
Required Supplementary Information
For the Year Ended June 30, 2024

SCHEDULE OF THE PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY - CITY MISCELLANEOUS PLAN (UNAUDITED)
Last 10 Years

	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Proportion of the net pension liability	0.21961%	0.21518%	0.21322%	0.20221%	0.19697%	0.19312%	0.19133%	0.18829%	0.19150%	0.20960%
Proportionate share of the net pension liability	\$ 10,981,516	\$ 10,068,806	\$ 4,048,631	\$ 8,529,197	\$ 7,887,778	\$ 7,278,267	\$ 7,542,231	\$ 6,540,954	\$ 5,334,328	\$ 5,166,818
Covered payroll - measurement period	\$ 6,970,020	\$ 6,427,864	\$ 5,771,318	\$ 6,383,583	\$ 5,876,867	\$ 5,993,406	\$ 5,979,018	\$ 5,417,416	\$ 5,157,279	\$ 5,062,574
Proportionate share of the net pension liability as a percentage of covered payroll	157.55%	156.64%	70.15%	133.61%	134.22%	121.44%	126.14%	120.74%	103.43%	102.06%
Plan fiduciary net position as a percentage of the total pension liability	77.33%	77.69%	90.01%	77.32%	77.41%	76.60%	74.15%	71.92%	78.22%	77.38%
Notes to Schedule:										
Change in Benefit Terms: None.										
Changes in assumptions:										
Discount rate changes (measurement date)	6.90%	6.90%	7.15%	7.15%	7.15%	7.15%	7.15%	7.65%	7.65%	7.50%

SCHEDULE OF CONTRIBUTIONS TO THE PENSION PLAN -
CITY MISCELLANEOUS PLAN (UNAUDITED)
Last 10 Years

	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually required contribution (actuarially determined) - employer fiscal year	\$ 1,240,726	\$ 1,386,650	\$ 1,245,432	\$ 1,099,634	\$ 1,072,824	\$ 990,170	\$ 918,516	\$ 903,780	\$ 816,543	\$ 737,934
Contributions in relation to the actuarially determined contributions	(1,240,726)	(1,386,650)	(1,245,432)	(1,099,634)	(1,072,824)	(990,170)	(918,516)	(903,780)	(816,543)	(737,934)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll - employer fiscal year	\$ 7,680,981	\$ 6,970,020	\$ 6,427,864	\$ 5,771,318	\$ 6,383,583	\$ 5,876,867	\$ 5,993,406	\$ 5,979,018	\$ 5,417,416	\$ 5,157,279
Contributions as a percentage of covered payroll	16.15%	19.89%	19.38%	19.05%	16.81%	16.85%	15.33%	15.12%	15.07%	14.31%
Valuation date for contribution rates - June 30:	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Valuation date for financial reporting - June 30:	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Measurement date - June 30:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014

Methods and assumptions used to determine contribution rates:

Actuarial method	Entry age normal cost method									
Amortization method	Level percentage of payroll, closed									
Remaining amortization period	Varies, not more than 30 years									
Asset valuation method	Market value									
Inflation	2.30%	2.50%	2.50%	2.50%	2.625%	2.75%	2.75%	2.75%	2.75%	2.75%
Salary increases	Varies by entry age and service									
Investment rate of return and discount rate used to compute contribution rate	6.80%	7.00%	7.00%	7.00%	7.25%	7.375%	7.50%	7.50%	7.50%	7.50%
Retirement age	50-67 years. Probabilities of retirement are based on the most recent CalPERS Experience Study.									
Mortality	Most recent CalPERS Experience Study									

CITY OF AMERICAN CANYON
Required Supplementary Information
For the Year Ended June 30, 2024

SCHEDULE OF THE PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY - FIRE SAFETY PLAN (UNAUDITED)
Last 10 Years

	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Proportion of the net pension liability	0.13704%	0.13707%	0.14211%	0.12336%	0.12236%	0.12252%	0.12085%	0.12357%	0.12520%	0.11999%
Proportionate share of the net pension liability	\$ 10,243,623	\$ 9,419,097	\$ 4,987,426	\$ 8,218,591	\$ 7,638,514	\$ 7,189,025	\$ 7,220,857	\$ 6,399,934	\$ 5,159,412	\$ 4,500,491
Covered payroll - measurement period	\$ 2,340,562	\$ 2,291,394	\$ 1,825,049	\$ 2,023,975	\$ 1,891,216	\$ 1,824,180	\$ 1,944,380	\$ 1,524,899	\$ 1,501,544	\$ 1,606,377
Proportionate share of the net pension liability as a percentage of covered payroll	437.66%	411.06%	273.28%	406.06%	403.89%	394.10%	371.37%	419.70%	343.61%	280.16%
Plan fiduciary net position as a percentage of the total pension liability	70.77%	71.46%	83.45%	71.64%	72.20%	72.74%	71.56%	71.92%	75.49%	77.83%
Notes to Schedule:										
Change in Benefit Terms: None										
Changes in assumptions:										
Discount rate changes (measurement date)	6.90%	6.90%	7.15%	7.15%	7.15%	7.15%	7.15%	7.65%	7.65%	7.50%

SCHEDULE OF CONTRIBUTIONS TO THE PENSION PLAN -
FIRE SAFETY PLAN (UNAUDITED)
Last 10 Years

	June 30, 2023	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually required contribution (actuarially determined) - employer fiscal year	\$ 1,147,221	\$ 1,084,498	\$ 1,000,900	\$ 874,486	\$ 1,007,896	\$ 881,120	\$ 781,173	\$ 712,349	\$ 622,420	\$ 549,070
Contributions in relation to the actuarially determined contributions	(1,147,221)	(1,084,498)	(1,000,900)	(874,486)	(1,007,896)	(881,120)	(781,173)	(712,349)	(622,420)	(549,070)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll - fiscal year	\$ 2,646,974	\$ 2,340,562	\$ 2,291,394	\$ 1,825,049	\$ 2,023,975	\$ 1,891,216	\$ 1,824,180	\$ 1,944,380	\$ 1,524,899	\$ 1,501,544
Contributions as a percentage of covered payroll	43.34%	46.33%	43.68%	47.92%	49.80%	46.59%	42.82%	36.64%	40.82%	36.57%
Valuation date for contribution rates - June 30:	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Valuation date for financial reporting - June 30:	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Measurement date - June 30:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014

Methods and assumptions used to determine contribution rates:

Actuarial method	Entry age normal cost method									
Amortization method	Level percentage of payroll, closed									
Remaining amortization period	Varies, not more than 30 years									
Asset valuation method	Market value									
Inflation	2.30%	2.50%	2.50%	2.50%	2.625%	2.75%	2.75%	2.75%	2.75%	2.75%
Salary increases	Varies by entry age and service									
Investment rate of return and discount rate used to compute contribution rate	6.80%	7.00%	7.00%	7.00%	7.25%	7.375%	7.50%	7.50%	7.50%	7.50%
Retirement age	50-57 years. Probabilities of retirement are based on the most recent CalPERS Experience Study.									
Mortality	Most recent CalPERS Experience Study									

CITY OF AMERICAN CANYON
Required Supplementary Information
For the Year Ended June 30, 2024

SCHEDULE OF THE PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY - FIRE MISCELLANEOUS PLAN (UNAUDITED)
Last 10 Years

	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Proportion of the net pension liability	0.00006%	0.00038%	0.00230%	0.00129%	0.00178%	0.00233%	0.00232%	0.00270%	0.00304%	0.00294%
Proportionate share of the net pension liability	\$ 3,193	\$ 17,628	\$ 43,738	\$ 54,399	\$ 71,296	\$ 87,920	\$ 91,294	\$ 93,760	\$ 83,520	\$ 72,565
Covered payroll - measurement period	\$ 85,706	\$ 79,922	\$ 73,720	\$ 27,107	N/A	N/A	N/A	N/A	N/A	N/A
Proportionate share of the net pension liability as a percentage of covered payroll	3.73%	22.06%	59.33%	200.68%	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	91.72%	8.69%	0.00%	0.00%	0.00%	0.00%	0.00%	64.80%	68.95%	73.76%

Notes to Schedule:

Change in Benefit Terms: None

Changes in assumptions:

Discount rate changes (measurement date)	6.90%	6.90%	7.15%	7.15%	7.15%	7.15%	7.15%	7.65%	7.65%	7.50%
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The plan did not have active employees from 2015 - 2019, so there was no covered payroll during those fiscal years.

SCHEDULE OF CONTRIBUTIONS TO THE PENSION PLAN -
FIRE MISCELLANEOUS PLAN (UNAUDITED)
Last 10 Years

	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually required contribution (actuarially determined) - employer fiscal year	\$ 7,080	\$ 6,686	\$ 18,869	\$ 24,560	\$ 20,740	\$ 18,930	\$ 19,016	\$ 6,602	\$ 6,056	\$ 5,443
Contributions in relation to the actuarially determined contributions	(7,080)	(6,686)	(18,869)	(24,560)	(20,740)	(18,930)	(19,016)	(6,602)	(6,056)	(5,443)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll - fiscal year	\$ 89,502	\$ 85,706	\$ 79,922	\$ 73,720	\$ 27,107	N/A	N/A	N/A	N/A	N/A
Contributions as a percentage of covered payroll	7.91%	7.80%	23.61%	33.32%	76.51%	N/A	N/A	N/A	N/A	N/A
Valuation date for contribution rates - June 30:	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Valuation date for financial reporting - June 30:	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Measurement date - June 30:	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014

Methods and assumptions used to determine contribution rates:

Single Employers Example					Entry age normal cost method					
Amortization method					Level percentage of payroll, closed					
Remaining amortization period					Varies, not more than 30 years					
Asset valuation method					Market value					
Inflation	2.30%	2.50%	2.50%	2.50%	2.625%	2.75%	2.75%	2.75%	2.75%	2.75%
Salary increases					Varies by entry age and service					
Investment rate of return and discount rate used to compute contribution rate	6.80%	7.00%	7.00%	7.00%	7.25%	7.375%	7.50%	7.50%	7.50%	7.50%
Retirement age					50-67 years. Probabilities of retirement are based on the most recent CalPERS Experience Study.					
Mortality					Most recent CalPERS Experience Study					

CITY OF AMERICAN CANYON
Required Supplementary Information (Unaudited)
Schedule of Changes in the Net OPEB Liability and Related Ratios - City Plan
For the Year Ended June 30, 2024

	2024	2023	2022	2021	2020	2019	2018
Total OPEB liability							
Service cost	\$ 579,897	\$ 517,905	\$ 441,947	\$ 429,075	\$ 335,883	\$ 326,100	\$ 326,100
Interest	794,555	766,260	700,679	657,168	602,996	553,400	519,700
Changes in assumptions	(184,321)	684,550	1,901,027		945,591		
Differences between expected and actual experience	(953,891)		91,627		(416,017)	2,700	
Benefit payments	(672,856)	(553,536)	(490,357)	(455,763)	(390,596)	(351,400)	(407,000)
Net change in total OPEB liability	(436,616)	1,415,179	2,644,923	630,480	1,077,857	530,800	438,800
Total OPEB liability - beginning	13,945,039	12,529,860	9,884,937	9,254,457	8,176,600	7,645,800	7,207,000
Total OPEB liability - ending (a)	<u>\$ 13,508,423</u>	<u>\$ 13,945,039</u>	<u>\$ 12,529,860</u>	<u>\$ 9,884,937</u>	<u>\$ 9,254,457</u>	<u>\$ 8,176,600</u>	<u>\$ 7,645,800</u>
Plan fiduciary net position							
Contributions - employer	\$ 882,063	\$ 885,236	\$ 812,638	\$ 571,500	\$ 576,296	\$ 693,900	\$ 673,700
Net investment income	249,750	(1,005,664)	1,536,192	186,101	300,131	322,826	366,285
Benefit payments	(672,856)	(553,536)	(490,357)	(455,763)	(390,596)	(351,400)	(407,000)
Administrative expenses	(1,953)	(1,901)	(2,116)	(2,575)	(1,033)	(2,126)	(1,785)
Net change in plan fiduciary net position	457,004	(675,865)	1,856,357	299,263	484,798	663,200	631,200
Plan fiduciary net position - beginning	6,705,653	7,381,518	5,525,161	5,225,898	4,741,100	4,077,900	3,446,700
Plan fiduciary net position - ending (b)	<u>\$ 7,162,657</u>	<u>\$ 6,705,653</u>	<u>\$ 7,381,518</u>	<u>\$ 5,525,161</u>	<u>\$ 5,225,898</u>	<u>\$ 4,741,100</u>	<u>\$ 4,077,900</u>
Net OPEB liability - ending (a)-(b)	<u>\$ 6,345,766</u>	<u>\$ 7,239,386</u>	<u>\$ 5,148,342</u>	<u>\$ 4,359,776</u>	<u>\$ 4,028,559</u>	<u>\$ 3,435,500</u>	<u>\$ 3,567,900</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>53.02%</u>	<u>48.09%</u>	<u>58.91%</u>	<u>55.89%</u>	<u>56.47%</u>	<u>57.98%</u>	<u>53.34%</u>
Covered-employee payroll - measurement period	<u>\$ 6,969,315</u>	<u>\$ 6,520,034</u>	<u>\$ 6,734,681</u>	<u>\$ 6,399,829</u>	<u>\$ 5,955,051</u>	<u>\$ 6,053,800</u>	<u>\$ 5,811,270</u>
Net OPEB liability as percentage of covered-employee payroll	<u>91.05%</u>	<u>111.03%</u>	<u>76.45%</u>	<u>68.12%</u>	<u>67.65%</u>	<u>56.75%</u>	<u>61.40%</u>
Notes to Schedule:							
Valuation date - June 30	2023	2021	2021	2019	2019	2017	2017
Measurement period - fiscal year ended June 30	2023	2022	2021	2020	2019	2018	2017
Benefit changes:	None	None	None	None	None	None	None
Assumptions:							
Discount rate	5.60%	5.60%	6.00%	6.95%	6.95%	7.25%	7.25%
Inflation	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
Salary increases	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
Health care trend:							
Initial rate	6.50%	5.60%	5.60%	5.40%	5.40%	Various	Various
Trends down to	3.90%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%
In year	2075	2076	2076	2076	2076	2030	2030

Note: OPEB contributions are not based on a measure of pay so the City discloses covered-employee payroll.

Omitted years: GASB Statement No. 75 was implemented during the year ended June 30, 2018. No information was available prior to this date. Information will be added prospectively as it becomes available until 10 years are reported.

CITY OF AMERICAN CANYON
Required Supplementary Information (Unaudited)
Schedule of Changes in the Net OPEB Liability and Related Ratios - Fire Plan
For the Year Ended June 30, 2024

	2024	2023	2022	2021	2020	2019	2018
Total OPEB liability							
Service cost	\$ 247,961	\$ 198,928	\$ 231,790	\$ 230,045	\$ 226,062	\$ 210,881	\$ 146,079
Interest	442,848	432,889	411,091	388,764	417,289	393,002	413,368
Differences between expected and actual experience	(112,728)		(122,741)		(837,691)		(705,918)
Changes in assumptions	36,441	681,322	192,051	(72,183)	184,537	126,927	60,313
Benefit payments	(372,889)	(318,137)	(334,432)	(287,603)	(267,920)	(266,215)	(250,572)
Net change in total OPEB liability	241,633	995,002	377,759	259,023	(277,723)	464,595	(336,730)
Total OPEB liability - beginning	7,139,265	6,144,263	5,766,504	5,507,481	5,785,204	5,320,609	5,657,339
Total OPEB liability - ending (a)	<u>\$ 7,380,898</u>	<u>\$ 7,139,265</u>	<u>\$ 6,144,263</u>	<u>\$ 5,766,504</u>	<u>\$ 5,507,481</u>	<u>\$ 5,785,204</u>	<u>\$ 5,320,609</u>
Plan fiduciary net position							
Contributions - employer	\$ 372,889	\$ 621,817	\$ 511,759	\$ 517,331	\$ 483,301	\$ 530,288	\$ 414,364
Net investment income	240,698	(579,397)	857,965	101,238	149,305	162,465	175,524
Benefit payments	(372,889)	(318,137)	(334,432)	(287,603)	(267,920)	(266,215)	(250,572)
Administrative and other expenses	(1,089)	(1,073)	(1,189)	(1,392)	(530)	(3,591)	(904)
Net change in plan fiduciary net position	239,609	(276,790)	1,034,103	329,574	364,156	422,947	338,412
Plan fiduciary net position - beginning	3,748,479	4,025,269	2,991,166	2,661,592	2,297,436	1,874,489	1,536,077
Plan fiduciary net position - ending (b)	<u>\$ 3,988,088</u>	<u>\$ 3,748,479</u>	<u>\$ 4,025,269</u>	<u>\$ 2,991,166</u>	<u>\$ 2,661,592</u>	<u>\$ 2,297,436</u>	<u>\$ 1,874,489</u>
Net OPEB liability - ending (a)-(b)	<u>\$ 3,392,810</u>	<u>\$ 3,390,786</u>	<u>\$ 2,118,994</u>	<u>\$ 2,775,338</u>	<u>\$ 2,845,889</u>	<u>\$ 3,487,768</u>	<u>\$ 3,446,120</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>54.03%</u>	<u>52.51%</u>	<u>65.51%</u>	<u>51.87%</u>	<u>48.33%</u>	<u>39.71%</u>	<u>35.23%</u>
Covered-employee payroll - measurement period	<u>\$ 3,393,183</u>	<u>\$ 2,393,068</u>	<u>\$ 2,172,958</u>	<u>\$ 2,277,760</u>	<u>\$ 2,837,425</u>	<u>\$ 2,509,387</u>	<u>\$ 2,167,463</u>
Net OPEB liability as percentage of covered-employee payroll	<u>99.99%</u>	<u>141.69%</u>	<u>97.52%</u>	<u>121.85%</u>	<u>100.30%</u>	<u>138.99%</u>	<u>158.99%</u>
Notes to Schedule:							
Valuation date - June 30	2023	2021	2021	2019	2019	2017	2017
Measurement period - fiscal year ended - June 30	2023	2022	2021	2020	2019	2018	2017
Benefit changes:	None	None	None	None	None	None	None
Assumptions:							
Discount rate	6.20%	6.15%	7.00%	7.00%	7.00%	7.10%	7.28%
Inflation	2.50%	2.50%	2.50%	2.50%	2.50%	2.75%	2.75%
Salary increases	3.00%	3.00%	3.00%	3.00%	3.00%	3.25%	3.25%
Health care trend:							
Initial rate	6.50%	5.60%	5.60%	6.50%	6.50%	7.50%	7.50%
Trends down to	3.90%	4.00%	4.00%	5.00%	5.00%	5.00%	5.00%
In year	2076	2076	2076	2024	2024	2024	2024

Omitted years: GASB Statement No. 75 was implemented during the year ended June 30, 2018. No information was available prior to this date. Information will be added prospectively as it becomes available until 10 years are reported.

CITY OF AMERICAN CANYON
Required Supplementary Information (Unaudited)
Schedule of Contributions to the OBEP Plan - City Plan
Last Ten Fiscal Years
For the Year Ended June 30, 2024

	2024	2023	2022	2021	2020	2019	2018
Actuarially determined contribution - employer fiscal year	\$ 1,011,219	\$ 984,045	\$ 834,799	\$ 812,638	\$ 571,500	\$ 576,700	\$ 582,400
Contributions in relation to the actuarially determined contributions	(1,011,219)	(882,063)	(885,236)	(812,638)	(571,500)	(578,522)	(692,000)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ 101,982</u>	<u>\$ (50,437)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,822)</u>	<u>\$ (109,600)</u>
Covered-employee payroll - employer fiscal year	\$ 7,200,000	\$ 6,969,315	\$ 6,936,721	\$ 6,734,681	\$ 6,399,829	\$ 5,955,051	\$ 6,053,800
Contributions as a percentage of covered payroll	14.04%	12.66%	12.76%	12.07%	8.93%	9.71%	11.43%
Notes to Schedule:							
Valuation date - June 30	2023	2021	2021	2019	2019	2017	2017
Measurement period - fiscal year ended June 30	2023	2022	2021	2020	2019	2018	2017
Methods and assumptions used to determine contribution rates:							
Actuarial cost method				Entry Age Normal Cost Method			
Amortization method				Level percentage of payroll, closed			
Amortization period				30 years			
Asset valuation method				Market value of assets			
Discount rate	5.60%	5.60%	6.95%	6.95%	6.95%	7.25%	7.25%
Inflation	2.50%	2.50%	2.50%	2.50%	2.50%	Not stated	Not stated
Payroll growth	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
Investment rate of return	5.60%	5.60%	6.95%	6.95%	6.95%	7.25%	7.25%
Healthcare cost-trend rate, initial	6.50%	5.60%	5.40%	5.40%	5.40%	Varies	Varies
Healthcare trending down to	3.90%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%
Retirement age				Most recent CalPERS Experience Study			
Mortality				Most recent CalPERS Experience Study			
Assumed HMO/PPO split	Not stated	Not stated	Not stated	Not stated	Not stated	65%/35%	65%/35%
Percentage electing to cover spouse	(1)	(1)	(1)	(1)	(1)	60%	60%

(1) 60% for employees hired before July 1, 2016; 45% for employees hired on/after July 1, 2016

Omitted years: GASB Statement No. 75 was implemented during the year ended June 30, 2018. No information was available prior to this date. Information will be added prospectively as it becomes available until 10 years are reported.

CITY OF AMERICAN CANYON
Required Supplementary Information (Unaudited)
Schedule of Contributions to the OPEB Plan - Fire Plan
Last Ten Fiscal Years
For the Year Ended June 30, 2024

	2024	2023	2022	2021	2020	2019	2018
Contractually determined contribution - employer fiscal year	\$ 412,615	\$ 401,768	\$ 480,296	\$ 467,573	\$ 507,998	\$ 492,634	\$ 457,056
Contributions in relation to the contractually determined contributions	(470,126)	(372,889)	(621,817)	(511,759)	(507,998)	(483,301)	(530,288)
Contribution deficiency (excess)	<u>\$ (57,511)</u>	<u>\$ 28,879</u>	<u>\$ (141,521)</u>	<u>\$ (44,186)</u>	<u>\$ -</u>	<u>\$ 9,333</u>	<u>\$ (73,232)</u>
Covered-employee payroll - employer fiscal year	\$ 3,726,010	\$ 3,393,183	\$ 2,238,147	\$ 2,172,958	\$ 2,922,548	\$ 2,837,425	\$ 2,509,387
Contributions as a percentage of covered payroll	12.62%	10.99%	27.78%	23.55%	17.38%	17.03%	21.13%
Notes to Schedule:							
Valuation date - June 30	2023	2021	2021	2019	2019	2017	2017
Measurement period - fiscal year ended June 30	2023	2022	2021	2020	2019	2018	2017
Methods and assumptions used to determine contribution rates:							
Actuarial cost method				Entry Age Normal Cost Method			
Amortization method				Level percentage of payroll, closed			
Amortization period				30 years			
Asset valuation method				Market value of assets			
Discount rate	6.20%	6.90%	6.95%	6.95%	7.28%	7.28%	7.28%
Inflation	2.50%	2.50%	2.50%	2.75%	2.75%	2.75%	2.75%
Payroll growth	3.00%	3.00%	3.00%	3.25%	3.25%	3.25%	3.25%
Investment rate of return	6.20%	6.90%	6.95%	6.95%	7.28%	7.28%	7.28%
Healthcare trend, initial	6.50%	5.60%	6.50%	6.50%	7.50%	7.50%	7.50%
Healthcare trending down to	3.90%	4.00%	5.00%	5.00%	5.00%	5.00%	5.00%
Retirement age				Most recent CalPERS Experience Study			
Mortality				Most recent CalPERS Experience Study			
Percentage electing to cover spouse	85%	85%	85%	85%	85%	85%	85%

Omitted years: GASB Statement No. 75 was implemented during the year ended June 30, 2018. No information was available prior to this date. Information will be added prospectively as it becomes available until 10 years are reported.

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**SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON
MAJOR CAPITAL PROJECTS AND DEBT SERVICE FUNDS**

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CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
City Capital Projects
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property			\$ 20,198	\$ 20,198
TOTAL REVENUES			20,198	20,198
EXPENDITURES				
Current:				
Public works			1,866,144	(1,866,144)
Capital outlay	\$ 27,177,715	\$ 28,045,399	4,112,358	23,933,041
TOTAL EXPENDITURES	27,177,715	28,045,399	5,978,502	22,066,897
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	(27,177,715)	(28,045,399)	(5,958,304)	22,087,095
OTHER FINANCING SOURCES (USES)				
Transfers in	25,414,038	26,281,721	5,909,591	(20,372,130)
Transfers out			(36,802)	(36,802)
TOTAL OTHER FINANCING				
SOURCES AND USES	25,414,038	26,281,721	5,872,789	(20,408,932)
NET CHANGE IN FUND BALANCE	(1,763,677)	(1,763,678)	(85,515)	1,678,163
Fund balance, beginning of year	1,290,386	1,290,386	1,290,386	
FUND BALANCE, END OF YEAR	\$ (473,291)	\$ (473,292)	\$ 1,204,871	\$ 1,678,163

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Affordable Housing Capital Projects Fund
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Charges for services	\$ 1,576,163	\$ 1,538,538	\$ 412,129	\$ (1,126,409)
Use of money and property	3,000	3,000	21,405	18,405
Other	6,000	6,000		(6,000)
TOTAL REVENUES	<u>1,585,163</u>	<u>1,547,538</u>	<u>433,534</u>	<u>(1,114,004)</u>
EXPENDITURES				
Current:				
Community development			20,000	(20,000)
TOTAL EXPENDITURES			<u>20,000</u>	<u>(20,000)</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>1,585,163</u>	<u>1,547,538</u>	<u>413,534</u>	<u>(1,134,004)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out			(60,270)	60,270
TOTAL OTHER FINANCING				
SOURCES AND USES			<u>(60,270)</u>	<u>60,270</u>
NET CHANGE IN FUND BALANCE	1,585,163	1,547,538	353,264	(1,194,274)
Fund balance, beginning of year	<u>310,074</u>	<u>310,074</u>	<u>310,074</u>	
FUND BALANCE, END OF YEAR	<u>\$ 1,895,237</u>	<u>\$ 1,857,612</u>	<u>\$ 663,338</u>	<u>\$ (1,194,274)</u>

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Storm Drainage – Accounts for the proceeds and expenditures of sales taxes received under the Napa County Flood Protection Sales Tax.

Measure T Streets and Roads – Accounts for the voter approved sales tax funds received for the maintenance, reconstruction and rehabilitation of streets, roads and transportation infrastructure.

Gas Tax – Accounts for proceeds and expenditures of gas tax revenue received under the California Streets and Highways Code.

Transportation Fund for Clean Air – Accounts for proceeds and expenditures received from fees on motor vehicle registrations to be used for transportation control projects that will reduce emissions.

BEGIN Program – Accounts for revenue granted by the California Department of Housing and Community Development to reduce local regulatory barriers to affordable homeownership housing and provide down-payment assistance loans to qualifying homebuyers.

State Supplemental Law Enforcement – Accounts for revenue granted from the state General Fund for Citizen Option for Public Safety (COPS) program to provide supplemental public safety services for front line law enforcement including anti-gang, community crime prevention and juvenile justice programs.

La Vigne Landscape and Lighting – Accounts for maintenance expenses of the three District zones which are paid for through property tax assessments placed on owner's annual tax bills.

La Vigne Open Space – Accounts for the costs to maintain open space at the La Vigne Open Space.

Newell Park Open Space – Accounts for the costs to maintain open space at the Newell Open Space.

State and Federal Grants - Fire – Accounts for State and Federal Grants received for fire services.

Cannabis – Accounts for developer deposits and fees received to reimburse the City for costs associated with reviewing commercial cannabis business permits and conditional use permits.

Community Facilities District – Accounts for resources accumulated from property owners for Community Facilities District maintenance.

General Plan Update – Accounts for fees collected for the purpose of updating the City's general plan to meet the demand of new development.

Legal Settlement – Accounts for legal settlements to be used for specific purposes or projects.

National Opioid Settlement – Accounts for legal settlements from the National Opioid Settlement to be used for specific purposes or projects.

CAPITAL PROJECTS FUNDS

Fire Mitigation – Accounts for a special voter approved new development tax for the purchase of the fire apparatus and facilities.

Park Improvement – Accounts for impact fees collected by new development to be used for adding new parks, park improvements, and recreation facilities.

Traffic Impact – Accounts for impact fees collected by new development to be used for street improvements.

Infrastructure – Accounts for bond proceeds restricted for street and road modernization projects.

Civic Facilities – Accounts for impact fees collected by new development to be used for Civic Facilities improvement projects.

Utility Underground – Accounts for fees collected from developers in lieu of providing undergrounding of utilities.

Zero Water Footprint – Accounts for mitigation monies collected to offset new water and sewer capital demands associated with development projects.

Community Facilities District Capital Projects – Accounts for resources accumulated from property owners for Community Facilities District capital projects.

Renovation and Replacement – Accounts for funds to be used to renovation or replace the City's capital assets.

DEBT SERVICE FUNDS

Cabernet Village Lease – Accounts for debt service on lease financing for the purchase of the commercial office building at 4381 Broadway Street which was converted to a new City Hall facility.

Engie City – Accounts for debt service on lease financing for the purchase of equipment for the City.

Engie Fire – Accounts for debt service on lease financing for the purchase of equipment for fire services.

CITY OF AMERICAN CANYON
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

SPECIAL REVENUE FUNDS				
	Storm Drainage	Measure T - Streets and Roads	Gas Tax	Transportation Fund for Clean Air
ASSETS				
Cash and investments	\$ 5,567,989	\$ 5,486,458	\$ 1,373,535	
Restricted cash and investments				
Taxes receivable		803,047	94,276	
Accounts receivable, net				
Interest receivable	36,062	36,091	9,282	
Due from other governments	3,929			
Loans receivable, net				
TOTAL ASSETS	\$ 5,607,980	\$ 6,325,596	\$ 1,477,093	\$ -
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 15,062	\$ 74,412	\$ 74,666	\$ 169,485
Due to other funds				
TOTAL LIABILITIES	15,062	74,412	74,666	169,485
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	3,929	356,699		
TOTAL DEFERRED INFLOWS OF RESOURCES	3,929	356,699		
FUND BALANCES				
Restricted for:				
Public safety				
Public works		5,894,485	1,402,427	
Storm drain projects	5,588,989			
Community development, planning and building				
Parks				
Committed				
Other activities				
Unassigned				(169,485)
TOTAL FUND BALANCES (DEFICITS)	5,588,989	5,894,485	1,402,427	(169,485)
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 5,607,980	\$ 6,325,596	\$ 1,477,093	\$ -

SPECIAL REVENUE FUNDS

BEGIN Program	State Supplemental Law Enforcement	La Vigne Landscape and Lighting	La Vigne Open Space	Newell Park Open Space	State and Federal Grants - Fire	Cannabis
\$ 144,024	\$ 4,527	\$ 3,091,882	\$ 182,058	\$ 255,340	\$ 5,891	
		1,220				
	122	19,815	1,198	1,777		
	94,663					
94,527						
<u>\$ 238,551</u>	<u>\$ 99,312</u>	<u>\$ 3,112,917</u>	<u>\$ 183,256</u>	<u>\$ 257,117</u>	<u>\$ 5,891</u>	<u>\$ -</u>
		\$ 9,149	\$ 1,576	\$ 5,151		
						\$ 14,632
		9,149	1,576	5,151		14,632
\$ 94,527	\$ 94,663					
94,527	94,663					
	4,649				\$ 5,891	
		3,103,768				
144,024						
			181,680	251,966		
						(14,632)
<u>144,024</u>	<u>4,649</u>	<u>3,103,768</u>	<u>181,680</u>	<u>251,966</u>	<u>5,891</u>	<u>(14,632)</u>
<u>\$ 238,551</u>	<u>\$ 99,312</u>	<u>\$ 3,112,917</u>	<u>\$ 183,256</u>	<u>\$ 257,117</u>	<u>\$ 5,891</u>	<u>\$ -</u>

CITY OF AMERICAN CANYON
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

	SPECIAL REVENUE FUNDS			
	Community Facilities District	General Plan Update	Legal Settlement	National Opioid Settlement
ASSETS				
Cash and investments	\$ 261,262	\$ 130,000	\$ 938,427	\$ 31,277
Restricted cash and investments				
Taxes receivable				
Accounts receivable, net				
Interest receivable	60	181	6,219	
Due from other governments				
Loans receivable, net				
TOTAL ASSETS	\$ 261,322	\$ 130,181	\$ 944,646	\$ 31,277
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 29,581	\$ 16,140	\$ 14,780	
Due to other funds		149,009		
TOTAL LIABILITIES	29,581	165,149	14,780	
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue				
TOTAL DEFERRED INFLOWS OF RESOURCES				
FUND BALANCES				
Restricted for:				
Public safety				\$ 31,277
Public works	231,741		929,866	
Storm drain projects				
Community development, planning and building				
Parks				
Committed				
Other activities				
Unassigned		(34,968)		
TOTAL FUND BALANCES (DEFICITS)	231,741	(34,968)	929,866	31,277
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ 261,322	\$ 130,181	\$ 944,646	\$ 31,277

CAPITAL PROJECTS FUNDS

Total Nonmajor Special Revenue Funds	Fire Mitigation	Park Improvement	Traffic Impact	Infrastructure	Civic Facilities Capital Projects	Utility Underground
\$ 17,472,670	\$ 1,229,294	\$ 1,475,397	\$ 4,647,760	\$ 33,881	\$ 1,738,334	\$ 318,759
				311,027		
898,543						
	305		179,796			
110,807	9,124	9,705	29,849	223	1,141	2,097
98,592						
94,527						
<u>\$ 18,675,139</u>	<u>\$ 1,238,723</u>	<u>\$ 1,485,102</u>	<u>\$ 4,857,405</u>	<u>\$ 345,131</u>	<u>\$ 1,739,475</u>	<u>\$ 320,856</u>
\$ 410,002						
163,641						
573,643						
549,818						
549,818						
41,817	\$ 1,238,723					
11,562,287			\$ 4,857,405	\$ 345,131	\$ 1,739,475	\$ 320,856
5,588,989						
144,024						
433,646		\$ 1,485,102				
(219,085)						
17,551,678	1,238,723	1,485,102	4,857,405	345,131	1,739,475	320,856
<u>\$ 18,675,139</u>	<u>\$ 1,238,723</u>	<u>\$ 1,485,102</u>	<u>\$ 4,857,405</u>	<u>\$ 345,131</u>	<u>\$ 1,739,475</u>	<u>\$ 320,856</u>

CITY OF AMERICAN CANYON
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

	CAPITAL PROJECTS FUNDS			
	Zero Water Footprint CP	Community Facilities District Capital Projects	Renovation and Replacement Capital Projects	Total Nonmajor Capital Projects Funds
ASSETS				
Cash and investments			\$ 4,735,988	\$ 14,179,413
Restricted cash and investments				311,027
Taxes receivable				
Accounts receivable, net				180,101
Interest receivable		\$ 15,813		67,952
Due from other governments				
Loans receivable, net				
TOTAL ASSETS	\$ -	\$ 15,813	\$ 4,735,988	\$ 14,738,493
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities:				
Accounts payable		\$ 140,380	\$ 39,450	\$ 179,830
Due to other funds	\$ 128,795	122,532		251,327
TOTAL LIABILITIES	128,795	262,912	39,450	431,157
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue				
TOTAL DEFERRED INFLOWS OF RESOURCES				
FUND BALANCES				
Restricted for:				
Public safety				1,238,723
Public works				7,262,867
Storm drain projects				
Community development, planning and building				
Parks				1,485,102
Committed				
Other activities			4,696,538	4,696,538
Unassigned	(128,795)	(247,099)		(375,894)
TOTAL FUND BALANCES (DEFICITS)	(128,795)	(247,099)	4,696,538	14,307,336
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$ -	\$ 15,813	\$ 4,735,988	\$ 14,738,493

DEBT SERVICE FUNDS

Cabernet Village Lease Debt Service	Engie City Debt Service	Engie Fire Debt Service	Total Nonmajor Debt Service Funds	Total Nonmajor Governmental Funds
				\$ 31,652,083
				311,027
				898,543
				180,101
				178,759
				98,592
				94,527
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,413,632</u>
		\$ 5,175	\$ 5,175	\$ 595,007
	\$ 17,750	35,523	53,273	468,241
	17,750	40,698	58,448	1,063,248
				549,818
				549,818
				1,280,540
				18,825,154
				5,588,989
				144,024
				1,918,748
			-	4,696,538
	(17,750)	(40,698)	(58,448)	(653,427)
	(17,750)	(40,698)	(58,448)	31,800,566
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,413,632</u>

CITY OF AMERICAN CANYON
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2024

	SPECIAL REVENUE FUNDS			
	Storm Drainage	Measure T- Streets and Roads	Gas Tax	Transportation Fund for Clean Air
REVENUES				
Sales taxes		\$ 1,932,281		
Special assessments				
Intergovernmental			\$ 1,119,971	
Charges for services				
Use of money and property	\$ 263,673	206,306	62,242	
Other				
TOTAL REVENUES	263,673	2,138,587	1,182,213	
EXPENDITURES				
Current:				
General government				
Public works	177,023		3,025	
Community development				
Parks and recreation				
Debt Service:				
Principal				
Interest and other charges				
TOTAL EXPENDITURES	177,023		3,025	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	86,650	2,138,587	1,179,188	
OTHER FINANCING SOURCES (USES)				
Transfers in	36,802			
Transfers out	(349,366)	(827,392)	(1,467,373)	\$ (169,485)
TOTAL OTHER FINANCING SOURCES AND USES	(312,564)	(827,392)	(1,467,373)	(169,485)
NET CHANGE IN FUND BALANCES	(225,914)	1,311,195	(288,185)	(169,485)
Fund balances (deficits), beginning of year	5,814,903	4,583,290	1,690,612	
FUND BALANCES (DEFICITS), END OF YEAR	\$ 5,588,989	\$ 5,894,485	\$ 1,402,427	\$ (169,485)

SPECIAL REVENUE FUNDS

BEGIN Program	State Supplemental Law Enforcement	La Vigne Landscape and Lighting	La Vigne Open Space	Newell Park Open Space	State and Federal Grants - Fire	Cannabis
		\$ 647,244				
	\$ 186,159					
\$ 34,688						
1,453	3,003	114,860	\$ 7,576	\$ 23,707		
		6,256				
36,141	189,162	768,360	7,576	23,707		
		475,456				
			4,121	21,602		
		475,456	4,121	21,602		
36,141	189,162	292,904	3,455	2,105		-
		30,473				
	(189,163)	(428,487)				
	(189,163)	(398,014)				
36,141	(1)	(105,110)	3,455	2,105		
107,883	4,650	3,208,878	178,225	249,861	\$ 5,891	\$ (14,632)
\$ 144,024	\$ 4,649	\$ 3,103,768	\$ 181,680	\$ 251,966	\$ 5,891	\$ (14,632)

CITY OF AMERICAN CANYON
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2024

SPECIAL REVENUE FUNDS				
	Community Facilities District	General Plan Update	Legal Settlement	National Opioid Settlement
REVENUES				
Sales taxes				
Special assessments	\$ 58,437			
Intergovernmental		\$ 150,000		
Charges for services		8,442		
Use of money and property	137	777	\$ 39,273	\$ 286
Other				30,991
TOTAL REVENUES	58,574	159,219	39,273	31,277
EXPENDITURES				
Current:				
General government		31,976	28,521	
Public works	14,655			
Community development				
Parks and recreation				
Debt Service:				
Principal				
Interest and other charges				
TOTAL EXPENDITURES	14,655	31,976	28,521	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	43,919	127,243	10,752	31,277
OTHER FINANCING SOURCES (USES)				
Transfers in	1,936,365			
Transfers out				
TOTAL OTHER FINANCING SOURCES AND USES	1,936,365			
NET CHANGE IN FUND BALANCES	1,980,284	127,243	10,752	31,277
Fund balances (deficits), beginning of year	(1,748,543)	(162,211)	919,114	
FUND BALANCES (DEFICITS), END OF YEAR	\$ 231,741	\$ (34,968)	\$ 929,866	\$ 31,277

Total Nonmajor Special Revenue Funds	CAPITAL PROJECTS FUNDS					
	Fire Mitigation	Park Improvement	Traffic Impact	Infrastructure	Civic Facilities Capital Projects	Utility Underground
\$ 1,932,281						
705,681						
1,456,130						
43,130	\$ 182,332	\$ 544,683	\$ 387,600		\$ 162,139	
723,293	36,654	66,813	208,497	\$ 12,891	69,221	\$ 13,162
37,247						
4,897,762	218,986	611,496	596,097	12,891	231,360	13,162
60,497						
670,159						
25,723						
756,379						
4,141,383	218,986	611,496	596,097	12,891	231,360	13,162
2,003,640						
(3,431,266)	(400,000)	(820,523)	(2,509)			
(1,427,626)	(400,000)	(820,523)	(2,509)			
2,713,757	(181,014)	(209,027)	593,588	12,891	231,360	13,162
14,837,921	1,419,737	1,694,129	4,263,817	332,240	1,508,115	307,694
\$ 17,551,678	\$ 1,238,723	\$ 1,485,102	\$ 4,857,405	\$ 345,131	\$ 1,739,475	\$ 320,856

CITY OF AMERICAN CANYON
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2024

	CAPITAL PROJECTS FUNDS			
	Zero Water Footprint CP	Community Facilities District Capital Projects	Renovation and Replacement Capital Projects	Total Nonmajor Capital Projects Funds
REVENUES				
Sales taxes				
Special assessments				
Intergovernmental		\$ 2,403,881		\$ 2,403,881
Charges for services	\$ 8,695			1,285,449
Use of money and property	10,932	44,019		462,189
Other				
TOTAL REVENUES	19,627	2,447,900		4,151,519
EXPENDITURES				
Current:				
General government				
Public works				
Community development				
Parks and recreation				
Debt Service:				
Principal				
Interest and other charges				
TOTAL EXPENDITURES				
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	19,627	2,447,900	-	4,151,519
OTHER FINANCING SOURCES (USES)				
Transfers in		-	4,937,000	4,937,000
Transfers out	(710,018)	(2,694,999)	(240,462)	(4,868,511)
TOTAL OTHER FINANCING SOURCES AND USES	(710,018)	(2,694,999)	4,696,538	68,489
NET CHANGE IN FUND BALANCES	(690,391)	(247,099)	4,696,538	4,220,008
Fund balances (deficits), beginning of year	561,596			10,087,328
FUND BALANCES (DEFICITS), END OF YEAR	\$ (128,795)	\$ (247,099)	\$ 4,696,538	\$ 14,307,336

DEBT SERVICE FUNDS

<u>Cabernet Village Lease Debt Service</u>	<u>Engie City Debt Service</u>	<u>Engie Fire Debt Service</u>	<u>Total Nonmajor Debt Service Funds</u>	<u>Total Nonmajor Governmental Funds</u>
				\$ 1,932,281
				705,681
				3,860,011
				1,328,579
				1,185,482
				37,247
				9,049,281
				60,497
				670,159
				-
				25,723
\$ 372,395	\$ 28,434	\$ 15,942	\$ 416,771	416,771
96,244	8,515	4,757	109,516	109,516
468,639	36,949	20,699	526,287	1,282,666
(468,639)	(36,949)	(20,699)	(526,287)	7,766,615
468,639	36,949	20,700	526,288	7,466,928
	-			(8,299,777)
468,639	36,949	20,700	526,288	(832,849)
		1	1	6,933,766
	(17,750)	(40,699)	(58,449)	24,866,800
\$ -	\$ (17,750)	\$ (40,698)	\$ (58,448)	\$ 31,800,566

CITY OF AMERICAN CANYON
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Storm Drainage Special Revenue Fund
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Investment earnings	\$ 99,000	\$ 99,000	\$ 263,673	\$ 164,673
TOTAL REVENUES	99,000	99,000	263,673	164,673
EXPENDITURES				
Current:				
Storm drain	195,900	710,970	177,023	533,947
TOTAL EXPENDITURES	195,900	710,970	177,023	533,947
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	(96,900)	(611,970)	86,650	698,620
OTHER FINANCING SOURCES (USES)				
Transfers in			36,802	(36,802)
Transfers out	(1,263,933)	(1,263,933)	(349,366)	914,567
TOTAL OTHER FINANCING				
SOURCES AND USES	(1,263,933)	(1,263,933)	(312,564)	877,765
NET CHANGE IN FUND BALANCE	(1,360,833)	(1,875,903)	(225,914)	1,576,385
Fund balance, beginning of year	5,814,903	5,814,903	5,814,903	
FUND BALANCE, END OF YEAR	\$ 4,454,070	\$ 3,939,000	\$ 5,588,989	\$ 1,576,385

The accompanying notes are an integral part of these financial statements.

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Measure T- Streets and Roads
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Sales taxes	\$ 1,760,000	\$ 1,760,000	\$ 1,932,281	\$ 172,281
Use of money and property	57,000	57,000	206,306	149,306
TOTAL REVENUES	<u>1,817,000</u>	<u>1,817,000</u>	<u>2,138,587</u>	<u>321,587</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,817,000</u>	<u>1,817,000</u>	<u>2,138,587</u>	<u>321,587</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(2,326,594)	(2,326,594)	(827,392)	1,499,202
TOTAL OTHER FINANCING SOURCES AND USES	<u>(2,326,594)</u>	<u>(2,326,594)</u>	<u>(827,392)</u>	<u>1,499,202</u>
NET CHANGE IN FUND BALANCE	(509,594)	(509,594)	1,311,195	1,820,789
Fund balance, beginning of year	<u>4,583,290</u>	<u>4,583,290</u>	<u>4,583,290</u>	
FUND BALANCE, END OF YEAR	<u>\$ 4,073,696</u>	<u>\$ 4,073,696</u>	<u>\$ 5,894,485</u>	<u>\$ 1,820,789</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Gas Tax
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Intergovernmental	\$ 1,138,091	\$ 1,138,091	\$ 1,119,971	\$ (18,120)
Use of money and property	29,000	29,000	62,242	33,242
TOTAL REVENUES	1,167,091	1,167,091	1,182,213	15,122
EXPENDITURES				
Current:				
Public works	3,000	3,000	3,025	(25)
TOTAL EXPENDITURES	3,000	3,000	3,025	(25)
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	1,164,091	1,164,091	1,179,188	15,097
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,228,874)	(1,228,874)	(1,467,373)	(238,499)
TOTAL OTHER FINANCING				
SOURCES AND USES	(1,228,874)	(1,228,874)	(1,467,373)	(238,499)
NET CHANGE IN FUND BALANCE	(64,783)	(64,783)	(288,185)	(223,402)
Fund balance, beginning of year	1,690,612	1,690,612	1,690,612	
FUND BALANCE, END OF YEAR	\$ 1,625,829	\$ 1,625,829	\$ 1,402,427	\$ (223,402)

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
BEGIN Program
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Charges for services	\$ 34,000	\$ 34,700	\$ 34,688	\$ (12)
Investment earnings			1,453	1,453
TOTAL REVENUES	<u>34,000</u>	<u>34,700</u>	<u>36,141</u>	<u>1,441</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>34,000</u>	<u>34,700</u>	<u>36,141</u>	<u>1,441</u>
NET CHANGE IN FUND BALANCE	34,000	34,700	36,141	1,441
Fund balance, beginning of year	<u>107,883</u>	<u>107,883</u>	<u>107,883</u>	
FUND BALANCE, END OF YEAR	<u>\$ 141,883</u>	<u>\$ 142,583</u>	<u>\$ 144,024</u>	<u>\$ 1,441</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
State Supplemental Law Enforcement
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Intergovernmental	\$ 173,250	\$ 173,250	\$ 186,159	\$ 12,909
Use of money and property	1,200	1,200	3,003	1,803
TOTAL REVENUES	<u>174,450</u>	<u>174,450</u>	<u>189,162</u>	<u>14,712</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>174,450</u>	<u>174,450</u>	<u>189,162</u>	<u>14,712</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(173,250)	(173,250)	(189,163)	(15,913)
TOTAL OTHER FINANCING SOURCES AND USES	<u>(173,250)</u>	<u>(173,250)</u>	<u>(189,163)</u>	<u>(15,913)</u>
NET CHANGE IN FUND BALANCE	1,200	1,200	(1)	(1,201)
Fund balance, beginning of year	<u>4,650</u>	<u>4,650</u>	<u>4,650</u>	
FUND BALANCE, END OF YEAR	<u>\$ 5,850</u>	<u>\$ 5,850</u>	<u>\$ 4,649</u>	<u>\$ (1,201)</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
La Vigne Landscape and Lighting
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Special assessments	\$ 647,000	\$ 647,000	\$ 647,244	\$ 244
Use of money and property	38,000	46,470	114,860	68,390
Other		3,000	6,256	3,256
TOTAL REVENUES	<u>685,000</u>	<u>696,470</u>	<u>768,360</u>	<u>71,890</u>
EXPENDITURES				
Current:				
Public works	917,794	917,794	475,456	442,338
TOTAL EXPENDITURES	<u>917,794</u>	<u>917,794</u>	<u>475,456</u>	<u>442,338</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>(232,794)</u>	<u>(221,324)</u>	<u>292,904</u>	<u>514,228</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	30,473	30,473	30,473	
Transfers out	(617,731)	(632,731)	(428,487)	204,244
TOTAL OTHER FINANCING				
SOURCES AND USES	<u>(587,258)</u>	<u>(602,258)</u>	<u>(398,014)</u>	<u>204,244</u>
Fund balance, beginning of year	<u>3,208,878</u>	<u>3,208,878</u>	<u>3,208,878</u>	
FUND BALANCE, END OF YEAR	<u>\$ 2,388,826</u>	<u>\$ 2,385,296</u>	<u>\$ 3,103,768</u>	<u>\$ 718,472</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
La Vigne Open Space
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	\$ 1,442	\$ 3,285	\$ 7,576	\$ 4,291
TOTAL REVENUES	<u>1,442</u>	<u>3,285</u>	<u>7,576</u>	<u>4,291</u>
EXPENDITURES				
Current:				
Parks and recreation	8,000	8,000	4,121	3,879
TOTAL EXPENDITURES	<u>8,000</u>	<u>8,000</u>	<u>4,121</u>	<u>3,879</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>(6,558)</u>	<u>(4,715)</u>	<u>3,455</u>	<u>8,170</u>
NET CHANGE IN FUND BALANCE	(6,558)	(4,715)	3,455	8,170
Fund balance, beginning of year	<u>178,225</u>	<u>178,225</u>	<u>178,225</u>	
FUND BALANCE, END OF YEAR	<u>\$ 171,667</u>	<u>\$ 173,510</u>	<u>\$ 181,680</u>	<u>\$ 8,170</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Newell Park Open Space
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	\$ 4,000	\$ 16,650	\$ 23,707	\$ 7,057
TOTAL REVENUES	<u>4,000</u>	<u>16,650</u>	<u>23,707</u>	<u>7,057</u>
EXPENDITURES				
Current:				
Parks and recreation	<u>16,750</u>	<u>41,750</u>	<u>21,602</u>	<u>20,148</u>
TOTAL EXPENDITURES	<u>16,750</u>	<u>41,750</u>	<u>21,602</u>	<u>20,148</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>(12,750)</u>	<u>(25,100)</u>	<u>2,105</u>	<u>27,205</u>
NET CHANGE IN FUND BALANCE	(12,750)	(25,100)	2,105	27,205
Fund balance, beginning of year	<u>249,861</u>	<u>249,861</u>	<u>249,861</u>	
FUND BALANCE, END OF YEAR	<u>\$ 237,111</u>	<u>\$ 224,761</u>	<u>\$ 251,966</u>	<u>\$ 27,205</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
State and Federal Grants - Fire
For the year ended June 30, 2024

		Budgeted Amounts		Actual	Variance with
		Original	Final	Amounts	Final Budget
REVENUES					
Intergovernmental		\$ 100,000	\$ 100,000		\$ (100,000)
TOTAL REVENUES		100,000	100,000		(100,000)
EXPENDITURES					
Current:					
Public safety		44,934	44,934		44,934
TOTAL EXPENDITURES		44,934	44,934		44,934
EXCESS (DEFICIENCY) OF					
REVENUES OVER EXPENDITURES		55,066	55,066		(55,066)
NET CHANGE IN FUND BALANCE		55,066	55,066		(55,066)
Fund balance, beginning of year		5,891	5,891	\$ 5,891	
FUND BALANCE, END OF YEAR		\$ 60,957	\$ 60,957	\$ 5,891	\$ (55,066)

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Cannabis
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
EXPENDITURES				
Current:				
Community development	\$ 3,000	\$ 3,000		\$ 3,000
TOTAL EXPENDITURES	<u>3,000</u>	<u>3,000</u>		<u>3,000</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>(3,000)</u>	<u>(3,000)</u>		<u>3,000</u>
NET CHANGE IN FUND BALANCE	(3,000)	(3,000)		3,000
Fund balance, beginning of year	<u>(14,632)</u>	<u>(14,632)</u>	\$ (14,632)	
FUND BALANCE (DEFICIT),				
END OF YEAR	<u>\$ (17,632)</u>	<u>\$ (17,632)</u>	<u>\$ (14,632)</u>	<u>\$ 3,000</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Community Facilities District
For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Special assessments	\$ 56,750	\$ 56,750	\$ 58,437	\$ 1,687
Intergovernmental	7,333,656	7,333,656		(7,333,656)
Use of money and property		42	137	95
TOTAL REVENUES	<u>7,390,406</u>	<u>7,390,448</u>	<u>58,574</u>	<u>(7,331,874)</u>
EXPENDITURES				
Current:				
Public works	16,000	16,000	14,655	1,345
TOTAL EXPENDITURES	<u>16,000</u>	<u>16,000</u>	<u>14,655</u>	<u>1,345</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>7,374,406</u>	<u>7,374,448</u>	<u>43,919</u>	<u>(7,330,529)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in			1,936,365	1,936,365
Transfers out	(7,333,656)	(7,333,656)		7,333,656
TOTAL OTHER FINANCING SOURCES AND USES	<u>(7,333,656)</u>	<u>(7,333,656)</u>	<u>1,936,365</u>	<u>9,270,021</u>
NET CHANGE IN FUND BALANCE	40,750	40,792	1,980,284	1,939,492
Fund balance (deficit), beginning of year	<u>(1,748,543)</u>	<u>(1,748,543)</u>	<u>(1,748,543)</u>	
FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ (1,707,793)</u>	<u>\$ (1,707,751)</u>	<u>\$ 231,741</u>	<u>\$ 1,939,492</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Plan Update
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Intergovernmental		\$ 150,000	\$ 150,000	
Charges for services	\$ 54,273	30,124	8,442	\$ (21,682)
Use of money and property	600	600	777	177
TOTAL REVENUES	54,873	180,724	159,219	(21,505)
EXPENDITURES				
Current:				
General government	193,244	193,244	31,976	161,268
TOTAL EXPENDITURES	193,244	193,244	31,976	161,268
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	(138,371)	(12,520)	127,243	139,763
NET CHANGE IN FUND BALANCE	(138,371)	(12,520)	127,243	139,763
Fund balance, beginning of year	(162,211)	(162,211)	(162,211)	
FUND BALANCE (DEFICIT),				
END OF YEAR	\$ (300,582)	\$ (174,731)	\$ (34,968)	\$ 139,763

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Legal Settlement
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	\$ 7,000	\$ 15,000	\$ 39,273	\$ 24,273
TOTAL REVENUES	<u>7,000</u>	<u>15,000</u>	<u>39,273</u>	<u>24,273</u>
EXPENDITURES				
Current:				
General government		484,930	28,521	456,409
TOTAL EXPENDITURES		<u>484,930</u>	<u>28,521</u>	<u>456,409</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>7,000</u>	<u>(469,930)</u>	<u>10,752</u>	<u>480,682</u>
NET CHANGE IN FUND BALANCE	7,000	(469,930)	10,752	480,682
Fund balance, beginning of year	<u>919,114</u>	<u>919,114</u>	<u>919,114</u>	
FUND BALANCE, END OF YEAR	<u>\$ 926,114</u>	<u>\$ 449,184</u>	<u>\$ 929,866</u>	<u>\$ 480,682</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
National Opioid Settlement
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property			\$ 286	\$ 286
Other		\$ 16,600	30,991	14,391
TOTAL REVENUES		16,600	31,277	14,677
EXPENDITURES				
Current:				
General government				
TOTAL EXPENDITURES				
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES		16,600	31,277	14,677
NET CHANGE IN FUND BALANCE		16,600	31,277	14,677
Fund balance, beginning of year				
FUND BALANCE, END OF YEAR		\$ 16,600	\$ 31,277	\$ 14,677

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Fire Mitigation
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Charges for services	\$ 439,000	\$ 439,000	\$ 182,332	\$ (256,668)
Use of money and property	23,778	23,778	36,654	12,876
TOTAL REVENUES	462,778	462,778	218,986	(243,792)
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 462,778	 462,778	 218,986	 (243,792)
OTHER FINANCING SOURCES (USES)				
Transfers out	(400,000)	(400,000)	(400,000)	
TOTAL OTHER FINANCING SOURCES AND USES	(400,000)	(400,000)	(400,000)	
SPECIAL ITEM				
Proceeds from sale of capital assets	-	-	-	-
NET CHANGE IN FUND BALANCE	62,778	62,778	(181,014)	(243,792)
 Fund balance, beginning of year	 1,419,737	 1,419,737	 1,419,737	
 FUND BALANCE, END OF YEAR	 \$ 1,482,515	 \$ 1,482,515	 \$ 1,238,723	 \$ (243,792)

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Park Improvement
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Charges for services	\$ 5,769,946	\$ 1,954,314	\$ 544,683	\$ (1,409,631)
Use of money and property	26,000	26,000	66,813	40,813
TOTAL REVENUES	<u>5,795,946</u>	<u>1,980,314</u>	<u>611,496</u>	<u>(1,368,818)</u>
EXPENDITURES				
Current:				
Parks and recreation	165,783	165,783		165,783
TOTAL EXPENDITURES	<u>165,783</u>	<u>165,783</u>		<u>165,783</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>5,630,163</u>	<u>1,814,531</u>	<u>611,496</u>	<u>(1,203,035)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,780,447)	(1,780,447)	(820,523)	959,924
TOTAL OTHER FINANCING				
SOURCES AND USES	<u>(1,780,447)</u>	<u>(1,780,447)</u>	<u>(820,523)</u>	<u>959,924</u>
NET CHANGE IN FUND BALANCE	3,849,716	34,084	(209,027)	(243,111)
Fund balance, beginning of year	<u>1,694,129</u>	<u>1,694,129</u>	<u>1,694,129</u>	
FUND BALANCE, END OF YEAR	<u>\$ 5,543,845</u>	<u>\$ 1,728,213</u>	<u>\$ 1,485,102</u>	<u>\$ (243,111)</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Traffic Impact
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Charges for services	\$ 2,051,235	\$ 2,739,767	\$ 387,600	\$ (2,352,167)
Use of money and property	58,000	58,000	208,497	150,497
TOTAL REVENUES	<u>2,109,235</u>	<u>2,797,767</u>	<u>596,097</u>	<u>(2,201,670)</u>
EXPENDITURES				
Current:				
Public works	125,887	125,887		125,887
TOTAL EXPENDITURES	<u>125,887</u>	<u>125,887</u>		<u>125,887</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>1,983,348</u>	<u>2,671,880</u>	<u>596,097</u>	<u>(2,075,783)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(97,551)	(97,551)	(2,509)	95,042
TOTAL OTHER FINANCING				
SOURCES AND USES	<u>(97,551)</u>	<u>(97,551)</u>	<u>(2,509)</u>	<u>95,042</u>
NET CHANGE IN FUND BALANCE	1,885,797	2,574,329	593,588	(1,980,741)
Fund balance, beginning of year	<u>4,263,817</u>	<u>4,263,817</u>	<u>4,263,817</u>	
FUND BALANCE, END OF YEAR	<u>\$ 6,149,614</u>	<u>\$ 6,838,146</u>	<u>\$ 4,857,405</u>	<u>\$ (1,980,741)</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Infrastructure
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	\$ 4,000	\$ 4,000	\$ 12,891	\$ 8,891
TOTAL REVENUES	<u>4,000</u>	<u>4,000</u>	<u>12,891</u>	<u>8,891</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>4,000</u>	<u>4,000</u>	<u>12,891</u>	<u>8,891</u>
 NET CHANGE IN FUND BALANCE	4,000	4,000	12,891	8,891
 Fund balance, beginning of year	<u>332,240</u>	<u>332,240</u>	<u>332,240</u>	
 FUND BALANCE, END OF YEAR	<u>\$ 336,240</u>	<u>\$ 336,240</u>	<u>\$ 345,131</u>	<u>\$ 8,891</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Civic Facilities
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Charges for services	\$ 1,074,889	\$ 568,615	\$ 162,139	\$ (406,476)
Use of money and property	22,000	22,000	69,221	47,221
TOTAL REVENUES	<u>1,096,889</u>	<u>590,615</u>	<u>231,360</u>	<u>(359,255)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,096,889</u>	<u>590,615</u>	<u>231,360</u>	<u>(359,255)</u>
NET CHANGE IN FUND BALANCE	1,096,889	590,615	231,360	(359,255)
Fund balance, beginning of year	<u>1,508,115</u>	<u>1,508,115</u>	<u>1,508,115</u>	
FUND BALANCE, END OF YEAR	<u>\$ 2,605,004</u>	<u>\$ 2,098,730</u>	<u>\$ 1,739,475</u>	<u>\$ (359,255)</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Utility Underground
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Use of money and property	\$ 2,600	\$ 2,600	\$ 13,162	\$ 10,562
TOTAL REVENUES	<u>2,600</u>	<u>2,600</u>	<u>13,162</u>	<u>10,562</u>
OTHER FINANCING SOURCES (USES)				
Transfers out		(160,000)		160,000
TOTAL OTHER FINANCING				
SOURCES AND USES		<u>(160,000)</u>		<u>160,000</u>
NET CHANGE IN FUND BALANCE	2,600	(157,400)	13,162	170,562
Fund balance, beginning of year	<u>307,694</u>	<u>307,694</u>	<u>307,694</u>	
FUND BALANCE, END OF YEAR	<u>\$ 310,294</u>	<u>\$ 150,294</u>	<u>\$ 320,856</u>	<u>\$ 170,562</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Zero Water Footprint
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Charges for services	\$ 1,157,681	\$ 122,565	\$ 8,695	\$ (113,870)
Use of money and property	9,000	9,000	10,932	1,932
TOTAL REVENUES	<u>1,166,681</u>	<u>131,565</u>	<u>19,627</u>	<u>(111,938)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>1,166,681</u>	<u>131,565</u>	<u>19,627</u>	<u>(111,938)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(663,500)	(663,500)	(710,018)	(46,518)
TOTAL OTHER FINANCING SOURCES AND USES	<u>(663,500)</u>	<u>(663,500)</u>	<u>(710,018)</u>	<u>(46,518)</u>
NET CHANGE IN FUND BALANCE	503,181	(531,935)	(690,391)	(158,456)
Fund balance, beginning of year	<u>561,596</u>	<u>561,596</u>	<u>561,596</u>	
FUND BALANCE, END OF YEAR	<u>\$ 1,064,777</u>	<u>\$ 29,661</u>	<u>\$ (128,795)</u>	<u>\$ (158,456)</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Community Facilities District Capital Projects
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES				
Intergovernmental			\$ 2,403,881	2,403,881
Use of money and property			44,019	44,019
TOTAL REVENUES			2,447,900	2,447,900
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			2,447,900	2,447,900
OTHER FINANCING SOURCES (USES)				
Transfers out		\$ (592,158)	(2,694,999)	(2,102,841)
TOTAL OTHER FINANCING SOURCES AND USES		(592,158)	(2,694,999)	(2,102,841)
NET CHANGE IN FUND BALANCE		(592,158)	(247,099)	345,059
Fund balance, beginning of year				
FUND BALANCE, END OF YEAR	\$ -	\$ (592,158)	\$ (247,099)	\$ 345,059

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Renovation and Replacement
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 4,937,000	\$ 4,937,000	\$ 4,937,000	
Transfers out	(786,693)	(1,047,219)	(240,462)	\$ 806,757
TOTAL OTHER FINANCING SOURCES AND USES	4,150,307	3,889,781	4,696,538	806,757
NET CHANGE IN FUND BALANCE	4,150,307	3,889,781	4,696,538	806,757
Fund balance, beginning of year				
FUND BALANCE, END OF YEAR	\$ 4,150,307	\$ 3,889,781	\$ 4,696,538	\$ 806,757

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Cabernet Village Lease Debt Service Fund
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
EXPENDITURES				
Debt service:				
Principal	\$ 372,395	\$ 372,395	\$ 372,395	
Interest and other charges	96,244	96,244	96,244	
TOTAL EXPENDITURES	468,639	468,639	468,639	
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	(468,639)	(468,639)	(468,639)	
OTHER FINANCING SOURCES (USES)				
Transfers in	468,639	468,639	468,639	
TOTAL OTHER FINANCING				
SOURCES AND USES	468,639	468,639	468,639	
 NET CHANGE IN FUND BALANCE				
 Fund balance, beginning of year				
 FUND BALANCE, END OF YEAR	\$ -	\$ -	\$ -	\$ -

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Engie City Debt Service
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
EXPENDITURES				
Debt service:				
Principal	\$ 28,456	\$ 28,456	\$ 28,434	\$ 22
Interest and other charges	8,494	8,494	8,515	(21)
TOTAL EXPENDITURES	<u>36,950</u>	<u>36,950</u>	<u>36,949</u>	<u>1</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>(36,950)</u>	<u>(36,950)</u>	<u>(36,949)</u>	<u>1</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>36,949</u>	<u>36,949</u>	<u>36,949</u>	
TOTAL OTHER FINANCING				
SOURCES AND USES	<u>36,949</u>	<u>36,949</u>	<u>36,949</u>	
NET CHANGE IN FUND BALANCE	(1)	(1)		1
Fund balance, beginning of year	<u>(17,750)</u>	<u>(17,750)</u>	<u>(17,750)</u>	
FUND BALANCE (DEFICIT),				
END OF YEAR	<u>\$ (17,751)</u>	<u>\$ (17,751)</u>	<u>\$ (17,750)</u>	<u>\$ 1</u>

CITY OF AMERICAN CANYON
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Engie Fire Debt Service
For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
EXPENDITURES				
Debt service:				
Principal			\$ 15,942	\$ (15,942)
Interest and other charges			4,757	(4,757)
TOTAL EXPENDITURES			20,699	(20,699)
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES			(20,699)	(20,699)
OTHER FINANCING SOURCES (USES)				
Transfers out				
TOTAL OTHER FINANCING				
SOURCES AND USES				
NET CHANGE IN FUND BALANCE			(20,699)	(20,699)
Fund balance, beginning of year	\$ (20,810)	\$ (20,810)	(20,810)	
FUND BALANCE, END OF YEAR	\$ (20,810)	\$ (20,810)	\$ (41,509)	\$ (20,699)

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INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS

Internal service funds are established to account for goods or services provided by one department within the City to other departments or other government units on a cost reimbursement basis. The following are internal service funds:

Building Maintenance – Accounts for the maintenance of all city facilities including janitorial, security alarms, door locks and building related equipment.

Fleet – Accounts for the maintenance of services to city vehicles and equipment using city staff and contracting service out when necessary.

Information Technology – Accounts for the maintenance of services to city computer systems including the financial management system, utility billing system, and building permit software.

Legal – Accounts for legal costs incurred by the City.

CITY OF AMERICAN CANYON
Combining Statement of Net Position
Internal Service Funds
June 30, 2024

	Building Maintenance	Fleet	Information Technology	Legal	Total Internal Service Funds
ASSETS					
Current assets:					
Cash and investments	\$ 722,045	\$ 412,468	\$ 403,916	\$ 40,836	\$ 1,579,265
Accounts receivable, net		3,700	1,000		4,700
Interest receivable	3,521	1,523	1,212	1,202	7,458
Prepaid expenses	376	376	26,105		26,857
Total current assets	<u>725,942</u>	<u>418,067</u>	<u>432,233</u>	<u>42,038</u>	<u>1,618,280</u>
Non-current assets:					
Capital Assets:					
Depreciable, net of accumulated depreciation		1,838,437	233,895		2,072,332
Total non-current assets		<u>1,838,437</u>	<u>233,895</u>		<u>2,072,332</u>
TOTAL ASSETS	<u>725,942</u>	<u>2,256,504</u>	<u>666,128</u>	<u>42,038</u>	<u>3,690,612</u>
DEFERRED OUTFLOW OF RESOURCES					
Pension plan	55,822	85,467	36,195		177,484
OPEB plan	49,866	49,866	14,248		113,980
Total deferred outflows of resources	<u>105,688</u>	<u>135,333</u>	<u>50,443</u>		<u>291,464</u>
LIABILITIES					
Current Liabilities:					
Accounts payable	93,746	20,179	49,232	70,881	234,038
Accrued expenses	3,243	3,510	2,183		8,936
Accrued interest payable			9,202		9,202
Compensated absences, current portion	11,971	15,278			27,249
Bonds, notes and loans payable, current portion		365,388	115,450		480,838
Total current liabilities	<u>108,960</u>	<u>404,355</u>	<u>176,067</u>	<u>70,881</u>	<u>760,263</u>
Non-current liabilities:					
Bonds, notes and loans payable		1,059,339	121,328		1,180,667
Net pension liability	136,773	209,409	88,685		434,867
Net OPEB liability	88,841	88,841	25,383		203,065
Total non-current liabilities	<u>225,614</u>	<u>1,357,589</u>	<u>235,396</u>		<u>1,818,599</u>
TOTAL LIABILITIES	<u>334,574</u>	<u>1,761,944</u>	<u>411,463</u>	<u>70,881</u>	<u>2,578,862</u>
DEFERRED INFLOW OF RESOURCES					
Pension plan	6,720	10,289	4,357		21,366
OPEB plan	15,638	15,638	4,468		35,744
Total deferred inflows of resources	<u>22,358</u>	<u>25,927</u>	<u>8,825</u>		<u>57,110</u>
NET POSITION					
Net investment in capital assets		413,710	(2,883)		410,827
Unrestricted	474,698	190,256	299,166	(28,843)	935,277
TOTAL NET POSITION (DEFICIT)	<u>\$ 474,698</u>	<u>\$ 603,966</u>	<u>\$ 296,283</u>	<u>\$ (28,843)</u>	<u>\$ 1,346,104</u>

CITY OF AMERICAN CANYON
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended June 30, 2024

	Building Maintenance	Fleet	Information Technology	Legal	Total Internal Service Funds
REVENUES					
Charges for services	\$ 990,001	\$ 1,045,000	\$ 1,118,499	\$ 608,606	\$ 3,762,106
TOTAL OPERATING REVENUES	<u>990,001</u>	<u>1,045,000</u>	<u>1,118,499</u>	<u>608,606</u>	<u>3,762,106</u>
OPERATING EXPENSES					
Employee services	231,768	239,179	141,065		612,012
Maintenance and operations	608,320	445,142	875,931	332,189	2,261,582
Depreciation and amortization		527,655	162,902		690,557
TOTAL OPERATING EXPENSES	<u>840,088</u>	<u>1,211,976</u>	<u>1,179,898</u>	<u>332,189</u>	<u>3,564,151</u>
OPERATING INCOME (LOSS)	<u>149,913</u>	<u>(166,976)</u>	<u>(61,399)</u>	<u>276,417</u>	<u>197,955</u>
NON-OPERATING REVENUES (EXPENSES)					
Interest and investment revenue	17,834	14,006	5,300	3,008	40,148
Other revenue		59,439	1,000		60,439
Interest expense		(84,068)	1,716		(82,352)
Gain (loss) on disposal of capital assets		(35,528)			(35,528)
TOTAL NON-OPERATING REVENUE (EXPENSES)	<u>17,834</u>	<u>(46,151)</u>	<u>8,016</u>	<u>3,008</u>	<u>(17,293)</u>
CHANGE IN NET POSITION BEFORE TRANSFERS	<u>167,747</u>	<u>(213,127)</u>	<u>(53,383)</u>	<u>279,425</u>	<u>180,662</u>
CONTRIBUTIONS AND TRANSFERS					
Transfers out	(14,480)				(14,480)
CHANGE IN NET POSITION	<u>153,267</u>	<u>(213,127)</u>	<u>(53,383)</u>	<u>279,425</u>	<u>166,182</u>
Net position (deficit), beginning of year	<u>321,431</u>	<u>817,093</u>	<u>349,666</u>	<u>(308,268)</u>	<u>1,179,922</u>
TOTAL NET POSITION (DEFICIT), END OF YEAR	<u>\$ 474,698</u>	<u>\$ 603,966</u>	<u>\$ 296,283</u>	<u>\$ (28,843)</u>	<u>\$ 1,346,104</u>

CITY OF AMERICAN CANYON
Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2024

	Building Maintenance	Fleet	Information Technology	Legal	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash paid to suppliers	\$ (544,896)	\$ (470,757)	\$ (849,120)	\$ (569,576)	\$ (2,434,349)
Cash paid to employees and related benefits	(173,985)	(210,831)	(87,558)		(472,374)
Cash received from interfund services provided	990,001	1,045,000	1,118,499	608,606	3,762,106
Other receipts		67,259			67,259
CASH PROVIDED BY OPERATING ACTIVITIES	271,120	430,671	181,821	39,030	922,642
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Capital assets purchased		(68,640)			(68,640)
Principal paid on long-term liabilities		(378,349)	(148,183)		(526,532)
Interest paid on long-term liabilities		(84,114)			(84,114)
CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES		(531,103)	(148,183)		(679,286)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Collection of interest and investment revenue	17,698	16,950	6,792	1,806	43,246
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	288,818	(83,482)	40,430	40,836	286,602
Cash and cash equivalents, beginning of year	433,227	495,950	363,486		1,292,663
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 722,045	\$ 412,468	\$ 403,916	\$ 40,836	\$ 1,579,265
RECONCILIATION OF OPERATING INCOME (LOSS) TO CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ 149,913	\$ (166,976)	\$ (61,399)	\$ 276,417	\$ 197,955
Adjustments to reconcile operating income (loss) to cash provided (used) by operating activities:					
Depreciation and amortization		527,655	162,902		690,557
Other receipts		59,439			59,439
Changes in operating assets and liabilities:					
Accounts and other receivables		7,820			7,820
Prepaid expenses	(18)	(17)	19,894		19,859
Accounts payable, accrued expenses and due to other funds	62,205	(28,801)	6,917	(237,387)	(197,066)
Compensated absences	7,296	475			7,771
Deferred outflows of resources - pension plan	(18,407)	4,195	(23,921)		(38,133)
Net pension liability	57,206	18,730	62,583		138,519
Deferred inflows of resources - pension plan	746	(4,028)	2,397		(885)
Deferred outflows of resources - OPEB plans	(2,306)	(2,306)	(10,710)		(15,322)
Net OPEB liability	1,245	1,245	18,868		21,358
Deferred inflows of resources - OPEB plans	13,240	13,240	4,290		30,770
CASH PROVIDED BY OPERATING ACTIVITIES	\$ 271,120	\$ 430,671	\$ 181,821	\$ 39,030	\$ 922,642
SUPPLEMENTAL DISCLOSURE OF NONCASH ACTIVITIES:					
Transfer of capital assets to (from) other opinion units	\$ 14,479				\$ 14,479
New lease agreements		\$ 644,698			644,698
New subscription information technology agreements			\$ 151,668		151,668

The accompanying notes are an integral part of these financial statements.

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CUSTODIAL FUNDS

CUSTODIAL FUNDS

American Canyon Road East Assessment District – These assessment bonds were issued to finance major street and road realignments and improvements of the American Canyon Road East. The bonds are secured by special assessments levied against properties within the District.

La Vigne Assessment District – These assessment bonds were issued to finance water and sewer connection fees of the La Vigne Subdivision. The bonds are secured by special assessments levied against properties within the District.

Community Facilities District No. 2018-1 – The District was formed to account for the Community Facilities District No. 2018-1 (Green Island Road Project) Special Tax Bonds, Series 2020 debt service and maintenance expenses of the Green Island Road Community Facilities District. The bonds are secured by special assessments levied against commercial properties within the District.

Tourism Improvement District – The District was formed to account for the local share of a 2% annual assessment on room rental revenue at lodging businesses through June 16, 2025 that is used for marketing programs, special event sponsorship and other programs to benefit lodging businesses paying the assessment by attracting overnight visitors.

CITY OF AMERICAN CANYON
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2024

Custodial Funds					
	American Canyon Road East Assessment District	La Vigne Assessment District	Community Facility District No. 2018-1	Tourism Improvement District	Total
ASSETS					
Cash and investments	\$ 1,437,203	\$ 871,765	\$ 3,401,489	\$ 92,941	\$ 5,803,398
Restricted cash and investments	212,884	336,365	856,031		1,405,280
Taxes receivable	3,291	891		53,000	57,182
Interest receivable	7,977	6,400	22,252	1,613	38,242
TOTAL ASSETS	1,661,355	1,215,421	4,279,772	147,554	7,304,102
LIABILITIES					
Accounts payable			5,650	40,339	45,989
Accrued interest payable	102,933	36,879	60,177		199,989
TOTAL LIABILITIES	102,933	36,879	65,827	40,339	245,978
NET POSITION					
Restricted for individuals, organizations and other governments	1,558,422	1,178,542	4,213,945	107,215	7,058,124
TOTAL NET POSITION	\$ 1,558,422	\$ 1,178,542	\$ 4,213,945	\$ 107,215	\$ 7,058,124

CITY OF AMERICAN CANYON
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2024

	Custodial Funds				
	American Canyon Road East Assessment District	La Vigne Assessment District	Community Facility District No. 2018-1	Tourism Improvement District	Total
ADDITIONS					
Other taxes				\$ 235,386	\$ 235,386
Special assessments	\$ 1,146,735	\$ 256,477	\$ 864,961		2,268,173
Interest and investment earnings	53,414	36,500	219,242	9,043	318,199
Other				750	750
TOTAL ADDITIONS	1,200,149	292,977	1,084,203	245,179	2,822,508
DEDUCTIONS					
Maintenance and operations	34,693	21,383	2,446,074	234,446	2,736,596
Debt Service:					
Principal	625,000	331,400	85,000		1,041,400
Interest and other charges	314,008	112,692	117,854		544,554
TOTAL DEDUCTIONS	973,701	465,475	2,648,928	234,446	4,322,550
NET INCREASE (DECREASE) IN FIDUCIARY NET POSITION	226,448	(172,498)	(1,564,725)	10,733	(1,500,042)
Net position , beginning of year	1,331,974	1,351,040	5,778,670	96,482	8,558,166
NET POSITION, END OF YEAR	\$ 1,558,422	\$ 1,178,542	\$ 4,213,945	\$ 107,215	\$ 7,058,124

STATISTICAL SECTION

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STATISTICAL SECTION

This part of the City's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health. In contrast to the financial section, the statistical section information is not subject to independent audit.

Financial Trends

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

1. Net Position by Component
2. Changes in Net Position
3. Fund Balances of Governmental Funds
4. Changes in Fund Balances of Governmental Funds

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax:

5. Own Source Tax Revenue
6. Assessed Actual Value of Taxable Property
7. Direct and Overlapping Property Tax Rates
8. Principal Property Taxpayers
9. Property Tax Levies and Collections

Debt Capacity

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

10. Ratios of Outstanding Debt by Type
11. Ratios of General Bonded Debt Outstanding
12. Computation of Direct and Overlapping Debt
13. Computation of Legal Bonded Debt Margin
14. Debt Pledged Revenue Coverage

Demographic and Economic Information

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

15. Demographic and Economic Statistics
16. Principal Employers

Operating Information

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

17. Full-Time Equivalent City Government Employees by Function/Program
18. Operating Indicators by Function/Program
19. Capital Asset Statistics by Function/Program

Sources

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

Schedule 1
City of American Canyon
Net Position by Component
Last Ten Fiscal Years
(Accrual basis of accounting)

	Prior Years									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities:										
Net investment in capital assets	\$ 262,265,389	\$ 265,385,854	\$ 264,189,215	\$ 263,939,254	\$ 260,686,136	\$ 261,844,024	\$ 267,596,487	\$ 269,180,380	\$ 266,988,674	\$ 275,110,263
Restricted	13,031,111	13,009,697	13,908,483	24,809,820	27,372,270	29,460,378	32,192,383	34,104,181	36,942,980	39,882,318
Unrestricted	2,513,594	2,076,005	2,454,460	(266,869)	1,057,568	(1,568,807)	(1,033,617)	308,949	4,743,410	4,476,635
Total governmental activities net position	<u>\$ 277,810,094</u>	<u>\$ 280,471,556</u>	<u>\$ 280,552,158</u>	<u>\$ 288,482,205</u>	<u>\$ 289,115,974</u>	<u>\$ 289,735,595</u>	<u>\$ 298,755,253</u>	<u>\$ 303,593,510</u>	<u>\$ 308,675,064</u>	<u>\$ 319,469,216</u>
Business-type activities:										
Net investment in capital assets	\$ 51,267,144	\$ 50,662,110	\$ 49,753,722	\$ 49,496,148	\$ 49,791,720	\$ 48,038,697	\$ 47,260,429	\$ 45,949,422	\$ 45,866,437	\$ 52,483,302
Restricted	2,088,606	2,811,555	3,012,029	5,538,744	5,282,263	5,766,873	6,075,266	6,747,589	6,879,458	8,795,004
Unrestricted	4,224,005	6,993,828	9,422,288	11,766,749	13,269,512	15,043,433	17,697,686	18,298,635	15,959,775	18,277,367
Total business-type activities	<u>\$ 57,579,755</u>	<u>\$ 60,467,493</u>	<u>\$ 62,188,039</u>	<u>\$ 66,801,641</u>	<u>\$ 68,343,495</u>	<u>\$ 68,849,003</u>	<u>\$ 71,033,381</u>	<u>\$ 70,995,646</u>	<u>\$ 68,705,670</u>	<u>\$ 79,555,673</u>
Primary government (City wide totals)										
Net investment in capital assets	\$ 313,532,533	\$ 315,007,964	\$ 313,942,937	\$ 313,435,402	\$ 310,477,856	\$ 309,882,721	\$ 314,856,916	\$ 315,129,802	\$ 312,855,111	\$ 327,593,565
Restricted	15,119,717	15,821,252	16,920,512	30,348,564	32,654,533	35,227,251	38,267,649	40,851,770	43,822,438	48,677,322
Unrestricted	6,737,599	9,069,833	11,876,748	11,499,880	14,327,080	13,474,626	16,664,059	18,607,584	20,703,185	22,754,002
Total primary government net position	<u>\$ 335,389,849</u>	<u>\$ 339,899,049</u>	<u>\$ 342,740,197</u>	<u>\$ 355,283,846</u>	<u>\$ 357,459,469</u>	<u>\$ 358,584,598</u>	<u>\$ 369,788,624</u>	<u>\$ 374,589,156</u>	<u>\$ 377,380,734</u>	<u>\$ 399,024,889</u>

Data Source: City of American Canyon Comprehensive Annual Financial Report.

Schedule 2
City of American Canyon
Changes in Net Position, Last Ten Fiscal Years
(Accrual Basis of Accounting)

	----- Prior Years -----									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses:										
Governmental activities:										
General government	\$ 5,647,996	\$ 5,295,617	\$ 5,074,386	\$ 5,320,539	\$ 5,968,757	\$ 7,679,164	\$ 6,844,132	\$ 6,491,043	9,789,205	8,058,523
Public safety	10,585,106	12,125,365	11,620,139	12,218,637	12,342,182	13,572,574	14,316,901	15,225,172	13,571,896	17,368,952
Public works	6,509,082	6,131,623	5,221,293	6,019,309	7,936,947	6,779,915	6,230,869	6,545,982	8,387,534	9,652,314
Community development	2,383,201	2,782,954	5,282,633	2,483,945	2,513,656	1,656,055	1,734,661	2,172,416	3,677,752	2,828,837
Parks and recreation	2,503,744	2,924,419	3,625,019	3,844,214	3,439,644	2,895,566	2,791,825	2,682,143	3,093,188	3,522,811
Storm Drain	-	-	-	-	-	315,909	350,946	365,855	401,695	489,304
Interest on long-term debt	329,915	278,204	262,354	246,458	229,456	249,866	163,633	292,804	126,887	105,961
Total governmental activities expenses	27,959,044	29,538,182	31,085,824	30,133,102	32,430,642	33,149,049	32,432,967	33,775,415	39,048,157	42,026,702
Business-type activities:										
Water	\$ 7,350,323	\$ 5,362,693	\$ 6,107,343	\$ 6,022,713	\$ 5,986,895	\$ 6,997,224	\$ 6,761,366	\$ 8,284,697	8,955,804	8,727,826
Wastewater	4,013,398	4,992,726	4,023,167	4,588,339	4,456,463	4,416,151	5,939,890	4,958,917	5,591,878	6,025,937
Recycled Water							18,586	273,011	557,261	1,264,147
Total business-type activities expenses	11,363,721	10,355,419	10,130,510	10,611,052	10,443,358	11,413,375	12,719,842	13,516,625	15,104,943	16,017,910
Total City government expenses	<u>\$ 39,322,765</u>	<u>\$ 39,893,601</u>	<u>\$ 41,216,334</u>	<u>\$ 40,744,154</u>	<u>\$ 42,874,000</u>	<u>\$ 44,562,424</u>	<u>\$ 45,152,809</u>	<u>\$ 47,292,040</u>	<u>54,153,100</u>	<u>58,044,612</u>
Program Revenues:										
Governmental activities:										
Charges for services:										
General government	\$ 534,179	\$ 636,987	\$ 724,671	\$ 900,185	\$ 599,289	\$ 769,362	\$ 518,482	\$ 622,830	802,991	720,679
Public safety	1,510,347	1,461,036	1,296,885	1,822,591	1,463,879	1,717,683	1,880,635	1,592,796	1,585,452	1,271,009
Public works	2,442,299	4,891,107	1,990,415	3,326,094	725,299	2,498,096	1,860,742	916,039	716,829	992,526
Community development	2,438,744	2,662,203	5,351,403	1,921,393	2,140,534	1,628,919	1,640,602	1,883,673	2,540,651	1,554,955
Parks and recreation	441,946	406,163	1,034,664	1,291,887	328,236	156,108	95,597	671,863	327,341	1,036,418
Operating grants and contributions	476,130	1,078,889	1,333,432	762,518	1,282,102	1,088,467	1,307,790	4,748,169	2,039,244	4,148,151
Capital grants and contributions	381,050	1,449,076	907,342	13,110,677	1,690,897	87,150	7,699,791	1,237,762	2,209,497	10,344,347
Total governmental activities program revenues	8,224,695	12,585,461	12,638,812	23,135,345	8,230,236	7,945,785	15,003,639	11,673,132	10,222,005	20,068,085
Business-type activities:										
Charges for services:										
Water	\$ 4,333,543	\$ 5,318,577	\$ 7,066,769	\$ 6,876,702	\$ 6,931,105	\$ 7,460,837	\$ 8,525,517	\$ 8,412,016	8,544,184	9,440,558
Wastewater	3,914,276	3,973,672	4,434,945	4,365,272	4,427,087	4,424,515	4,722,446	4,824,937	4,940,178	5,002,640
Recycled Water							113,591	478,915	226,361	202,659
Operating grants and contributions	10,410	711,601	580,429	254,863	215,630	207,410	438,415	240,304	318,918	355,766
Capital grants and contributions	242,025	2,301,541	284,400	3,851,481	200,585	468,533	1,462,249	1,826,213	568,830	10,201,448
Total business-type activities programs revenues	8,500,254	12,305,391	12,366,543	15,348,318	11,774,407	12,561,295	15,262,218	15,782,385	14,598,471	25,203,071
Total City government program revenues	<u>\$ 16,724,949</u>	<u>\$ 24,890,852</u>	<u>\$ 25,005,355</u>	<u>\$ 38,483,663</u>	<u>\$ 20,004,643</u>	<u>\$ 20,507,080</u>	<u>\$ 30,265,857</u>	<u>\$ 27,455,517</u>	<u>24,820,476</u>	<u>45,271,156</u>

City of American Canyon
Changes in Net Position, Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Prior Years									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Net(Expense)Revenue:										
Governmental activities	\$ (19,734,349)	\$ (16,952,721)	\$ (18,447,012)	\$ (6,997,757)	\$ (24,200,406)	\$ (25,203,264)	\$ (17,429,328)	\$ (22,102,283)	\$ (28,826,152)	\$ (21,958,617)
Business-type activities	(3,414,199)	1,949,972	2,236,033	4,737,266	1,331,049	1,147,920	2,542,376	2,265,760	(506,472)	9,185,161
Total City government	<u>\$ (23,148,548)</u>	<u>\$ (15,002,749)</u>	<u>\$ (16,210,979)</u>	<u>\$ (2,260,491)</u>	<u>\$ (22,869,357)</u>	<u>\$ (24,055,344)</u>	<u>\$ (14,886,952)</u>	<u>\$ (19,836,523)</u>	<u>\$ (29,332,624)</u>	<u>\$ (12,773,456)</u>
General Revenues and Other Changes in in Net Position:										
Governmental activities:										
Taxes:										
Property taxes	\$ 11,480,330	\$ 12,317,143	\$ 12,738,881	\$ 13,840,597	\$ 15,084,618	\$ 15,862,655	\$ 16,156,774	\$ 17,264,929	\$ 18,218,818	\$ 19,725,949
Sales taxes	2,358,219	2,589,452	2,301,445	2,800,575	4,222,888	3,891,032	4,417,552	5,000,961	7,863,107	6,256,935
Other taxes	3,002,106	3,076,637	3,076,198	3,197,726	3,179,812	2,542,370	2,313,850	3,228,510	3,480,013	3,427,461
Unrestricted grants and contributions	-	-	-	-	-	-	-	-	-	-
Investment earnings	272,849	372,728	(1,047)	15,200	1,172,806	1,353,014	(75,937)	(1,303,678)	558,488	2,664,280
Miscellaneous	300,765	524,995	543,725	616,199	568,578	777,427	831,482	524,021	1,051,888	583,354
Transfers	994,725	(266,772)	868,412	(15,450)	605,473	1,396,387	2,066,071	2,225,797	2,735,392	94,790
Total governmental activities	<u>18,408,994</u>	<u>18,614,183</u>	<u>19,527,614</u>	<u>20,454,847</u>	<u>24,834,175</u>	<u>25,822,885</u>	<u>25,709,792</u>	<u>26,940,540</u>	<u>33,907,706</u>	<u>32,752,769</u>
Business-type activities										
Investment earnings and other	617,971	630,994	392,925	613,734	816,278	753,975	1,493,566	(77,688)	650,946	1,558,968
Other									300,942	200,664
Transfers	(944,725)	266,772	(868,412)	15,450	(605,473)	(1,396,387)	(2,066,071)	(2,225,797)	(2,735,392)	(94,790)
Total business-type activities	<u>(326,754)</u>	<u>897,766</u>	<u>(475,487)</u>	<u>629,184</u>	<u>210,805</u>	<u>(642,412)</u>	<u>(572,505)</u>	<u>(2,303,485)</u>	<u>(1,783,504)</u>	<u>1,664,842</u>
Total City government	<u>\$ 18,082,240</u>	<u>\$ 19,511,949</u>	<u>\$ 19,052,127</u>	<u>\$ 21,084,031</u>	<u>\$ 25,044,980</u>	<u>\$ 25,180,473</u>	<u>\$ 25,137,287</u>	<u>\$ 24,637,055</u>	<u>\$ 32,124,202</u>	<u>\$ 34,417,611</u>
Change in net position:										
Governmental activities	\$ (1,325,355)	\$ 1,661,462	\$ 1,080,602	\$ 13,457,090	\$ 633,769	\$ 619,621	\$ 8,280,464	\$ 4,838,257	\$ 5,081,554	\$ 10,794,152
Business-type activities	(3,876,163)	2,847,738	1,760,546	5,366,450	1,541,854	505,508	1,969,871	(37,725)	(2,289,976)	10,850,003
Total City government	<u>\$ (5,201,518)</u>	<u>\$ 4,509,200</u>	<u>\$ 2,841,148</u>	<u>\$ 18,823,540</u>	<u>\$ 2,175,623</u>	<u>\$ 1,125,129</u>	<u>\$ 10,250,335</u>	<u>\$ 4,800,532</u>	<u>\$ 2,791,578</u>	<u>\$ 21,644,155</u>

Data Source: City of American Canyon Comprehensive Annual Financial Report.

Schedule 3
City of American Canyon
Fund Balances, Governmental Funds
Last Ten Fiscal Years

	General Fund						All Other Governmental Funds										Total All Other Governmental Funds
	Fiscal Year	Nonspendable	Restricted	Committed	Assigned	Unassigned	Total General Fund	Nonspendable	Restricted		Committed		Assigned		Unassigned		
									Special Revenue and Debt Service	Capital Projects	Special Revenue	Special Revenue	Special Revenue	Capital Projects	Special Revenue	Capital Projects	
Prior Years	2024	29,258	1,050,147	8,399,184	-	2,083,402	11,561,991	-	18,216,082	11,854,901	1,482,723	4,696,538	3,624,529	-	(752,654)	(375,894)	38,746,225
	2023	475,315	1,185,906	7,915,030	1,000,000	4,724,240	15,300,491	-	17,406,486	11,687,788	1,392,733		3,912,325	-	(1,983,835)		32,415,497
	2022	442,414	861,278	7,000,440	1,000,000	3,282,423	12,586,555	-	17,977,708	7,151,467	1,267,279		4,238,734	-	(944,846)	-	29,690,342
	2021	438,510	528,861	6,387,027	1,000,000	3,850,226	12,204,624	-	15,096,146	7,996,953	1,285,478		4,776,137	-	(628,984)	-	28,525,730
	2020	433,239	329,693	6,155,254	1,222,691	2,650,256	10,791,133	16,317	11,538,950	9,786,968	1,125,743		4,684,889	-	(462,069)	-	26,690,798
	2019	426,935	350,225	6,021,464	1,222,691	2,337,950	10,359,265	-	11,801,060	7,808,693	-		5,871,283	-	(1,008,280)	(213,953)	24,258,803
	2018	563,295	115,106	1,903,925	1,222,500	4,752,357	8,557,183	688	3,420,345	7,813,712	-		5,974,310	-	(1,811,260)	(260,895)	15,136,900
	2017	687,237	141,751	6,117,954	1,201,941	215,304	8,364,187	688	2,456,754	4,869,873	1,347,000		3,848,526	-	(594,550)	(1,277,506)	10,650,785
	2016	909,462	89,269	5,859,953	1,491,026	1,548,892	9,898,602	688	2,393,720	5,096,773	1,347,000		3,459,116	552,760	(820,055)	(113,358)	11,916,644
	2015	2,644,665	75,883	1,476,370	777,418	6,107,104	11,081,440	589,041	2,390,604	5,876,113	1,347,000		2,815,904	-	(1,272,732)	(1,335,082)	10,410,848

Note: GASB Statement Number 54 was implemented in the 2011 fiscal year which changed the terminology used for fund balance reporting.
Data Source: City of American Canyon Comprehensive Annual Financial Report.

Schedule 4
City of American Canyon
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(In Rounded Thousands of Dollars)
(Modified accrual basis of accounting)

	----- Prior Years -----									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues:										
Taxes	\$ 17,896	\$ 22,553	\$ 19,242	\$ 20,381	\$ 30,520	\$ 22,705	\$ 22,656	\$ 25,774	\$ 29,415	\$ 29,900
Special assessments	471	488	550	583	581	638	668	665	652	706
Fines and forfeits	112	95	98	91	151	65	73	101	156	54
Licenses and permits	446	455	460	763	428	619	585	762	1,070	757
Intergovernmental	874	3,049	1,689	2,441	3,061	1,834	4,848	5,135	2,442	7,184
Charges for services	4,496	3,572	4,913	8,669	3,197	4,672	3,848	4,656	5,920	3,503
Other revenues	1,022	1,275	851	1,151	2,563	2,353	1,439	(281)	2,258	3,561
Total revenues	25,317	31,487	27,803	34,079	40,501	32,886	34,117	36,812	41,913	45,664
Expenditures:										
General government	5,064	5,111	5,237	5,084	5,645	5,648	5,312	6,773	7,654	7,735
Public safety	9,734	10,731	11,063	12,043	12,362	12,930	13,800	14,802	15,403	16,978
Comm. Dev. and Public Works	6,597	5,453	7,619	5,446	6,482	6,753	4,432	6,016	9,300	9,108
Parks and Recreation	2,202	2,665	3,615	3,445	3,215	1,847	2,809	2,720	3,071	3,531
Principal	560	583	606	628	583	538	4,598	1,270	143	655
Interest	373	314	291	268	243	222	157	959	147	153
Debt issuance costs							158		-	-
Capital outlay	1,200	5,260	3,040	2,099	1,670	3,458	7,022	4,961	5,334	4,534
Total expenditures	25,730	30,117	31,471	29,013	30,200	31,396	38,288	37,501	41,052	42,694
Excess of revenues over(under) expenditures	(413)	1,370	(3,668)	5,066	10,301	1,490	(4,171)	(689)	862	2,970
Other Financing Sources(Uses)										
Proceeds from borrowing	-	-	-	-	-	-	5,399	-	1,842	
Transfers in	3,742	9,050	5,403	4,289	5,207	5,973	9,873	7,441	9,258	17,222
Transfers out	(2,747)	(10,097)	(4,535)	(4,676)	(4,601)	(4,577)	(7,875)	(5,215)	(6,523)	(17,600)
Other Sources							12			
Sale of Assets	-	-	-	-	18	-	10	10		
Total other financing Sources(Uses)	995	(1,047)	868	(387)	623	1,396	7,419	2,236	4,577	(378)
Net change in fund balances	\$ 581	\$ 323	\$ (2,800)	\$ 4,679	\$ 10,924	\$ 2,886	\$ 3,248	\$ 1,547	\$ 5,439	\$ 2,592
Debt service as a percentage of noncapital expenditures	3.8%	3.6%	3.2%	3.3%	2.9%	0.0%	15.7%	6.9%	0.8%	2.1%

Data Source: City of American Canyon Comprehensive Annual Financial Report.

Schedule 5
City of American Canyon
Own Source Tax Revenues by Source
Last Ten Fiscal Years
(In Rounded Thousands of Dollars)
(Modified accrual basis of accounting)

	Fiscal Year	Property Tax	Transient Occupancy Tax	Franchise Tax	Cardroom Admission Tax	Fire Assessment Fee	Total
----- Prior Years -----	2015	\$ 11,353	\$ 1,406	\$ 673	\$ 232	\$ 597	\$ 14,261
	2016	12,348	1,509	722	168	607	15,354
	2017	12,705	1,546	727	166	600	15,744
	2018	13,807	1,593	738	201	614	16,953
	2019	14,951	1,549	751	226	639	18,116
	2020	15,781	1,141	785	175	659	18,541
	2021	16,096	885	815	103	689	18,588
	2022	17,288	1,644	840	322	697	20,791
	2023	17,873	1,574	1,031	337	739	21,554
	2024	20,015	1,427	1,092	331	798	23,663

Data Source: City of American Canyon Comprehensive Annual Financial Report and General Ledger.

Schedule 6
City of American Canyon
Assessed Value of Taxable Property
Last Ten Fiscal Years
(In thousands of dollars)

	Fiscal Year	Residential	Commercial	Industrial	Vacant Land	SBE Nonunitary	Possessory Int.	Unsecured	Other	Total	Total Direct Rate
Prior Years	2015	\$ 1,541,948	\$ 142,808	\$ 406,322	\$ 65,143	\$ 42	\$ 16,912	\$ 206,535	\$ 4,358	\$ 2,384,068	0.28%
	2016	1,724,766	143,476	413,039	59,632	42	17,265	196,671	14,027	2,568,918	0.28%
	2017	1,806,564	162,450	462,896	72,072	42	18,507	209,045	14,217	2,745,793	0.28%
	2018	1,952,312	179,425	518,566	61,512	42	18,909	176,326	4,457	2,911,549	0.27%
	2019	2,072,127	191,160	548,337	62,889	269	19,337	209,319	4,492	3,107,929	0.27%
	2020	2,158,339	196,080	624,597	66,973	269	20,075	252,546	4,584	3,323,463	0.27%
	2021	2,219,659	207,421	654,200	76,869	269	21,107	229,837	83	3,409,449	0.27%
	2022	2,306,148	214,950	752,961	45,555	27,769	21,211	230,824	87	3,599,505	0.27%
	2023	2,451,935	220,492	854,546	56,068	301	21,654	234,864	87	3,839,947	0.26%
	2024	2,570,711	252,097	1,075,411	95,148	301	22,649	244,497	87	4,260,901	0.26%

Note: Exempt values are not included in Total.

In 1978 the voters of the State of California passed Proposition 13 which limited taxes to a total maximum rate of 1%, based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum of 2%). With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or at the purchase price (market value) or economic value of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

Data Source: Napa County Assessor 2014/15 - 2023/24 Combined Tax Rolls

This report is not to be used in support of debt issuance or continuing disclosure statements without the written consent of the City of American Canyon.

Schedule 7
City of American Canyon
Direct and Overlapping Property Tax Rates
For The Last Ten Fiscal Years
(Rates per \$100 of assessed value)

Agency	----- Prior Years -----									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Basic Levy ¹	1.000 %	1.000 %	1.000 %	1.000 %	1.000 %	1.000 %	1.000 %	1.000 %	1.00 %	1.00 %
Napa College	0.026	0.026	0.025	0.024	0.024	0.021	0.019	0.018	0.017	0.019
Napa Valey Unified School District	0.069	0.063	0.114	0.102	0.098	0.090	0.090	0.088	0.084	0.076
Total Direct & Overlapping² Tax Rates	0.095	0.089	0.140	0.126	0.122	0.110	0.111	0.106	0.101	0.095
City's Share of 1% Levy per Prop 13³	0.296	0.296	0.296	0.296	0.292	0.292	0.292	0.292	0.292	0.292
Total Direct Rate⁴	0.276	0.276	0.276	0.274	0.275	0.271	0.271	0.267	0.265	0.258

Notes:

¹In 1978, California voters passed Proposition 13 which set the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.

²Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all city property owners.

³City's Share of 1% Levy is based on the City's share of the general fund tax rate area with the largest net taxable value within the city. ERAF general fund tax shifts may not be included in tax ratio figures.

⁴Total Direct Rate is the weighted average of all individual direct rates applied by the government preparing the statistical section information.

Data Source: Napa County Assessor 2014/15 - 2023/24 Tax Rate Table

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Schedule 8
City of American Canyon
2023/24 Top Ten Property Taxpayers
Based on Property Tax Revenue

Owner	Secured			Unsecured			Combined		Primary Use & Primary Agency
	Parcels	Revenue	% of Revenue	Parcels	Revenue	% of Revenue	Value	% of Revenue	
DWF IV NLP II	4	\$ 448,282	2.83%				\$ 448,282	2.67%	Industrial American Canyon Gen Fund
SDG Hanna Court 411 LLC	2	163,073	1.03%				163,073	0.97%	Industrial American Canyon Gen Fund
SRI Napa LLC ET AL	1	160,346	1.01%				160,346	0.96%	Residential American Canyon Gen Fund
Coca Cola Company				1	\$ 153,138	16.90%	153,138	0.91%	Unsecured American Canyon Gen Fund
RAR2 Napa Logistics Park LLC	1	135,105	0.85%				135,105	0.81%	Industrial American Canyon Gen Fund
Biagi and Associates LLC	1	128,990	0.81%	1	4,618	0.51%	133,608	0.80%	Industrial American Canyon Gen Fund
Mezzetta 125 LP	1	122,393	0.77%				122,393	0.73%	Industrial American Canyon Gen Fund
SDG Commerce 330 LLC	3	121,019	0.76%				121,019	0.72%	Industrial American Canyon Gen Fund
Barry Callebaut USA LLC				1	111,811	12.34%	111,811	0.67%	Unsecured American Canyon Gen Fund
Sutter Home Winery	2	110,435	0.70%				110,435	0.66%	Industrial American Canyon Gen Fund
Top Ten Totals	15	1,389,643	8.76%	3	269,567	29.75%	1,659,210	9.90%	
City Totals		\$ 15,853,715			\$ 905,935		\$ 16,759,650		

*Revenue includes Outer TRAs

Note: The 'Revenue' line for each owner is the estimated total revenue for that owner. Although these estimated calculations are performed on a parcel level, county auditor/ controllers' offices neither calculate nor apportion revenues at a parcel level.

Data Source: Napa County Assessor 2023/24 Combined Tax Rolls and the SBE Non Unitary Tax Roll

This report is not to be used in support of debt issuance or continuing disclosure statements without the written consent of the City of American Canyon.

**Schedule 7
City of American Canyon
2014/15 Top Ten Property Taxpayers
Based on Property Tax Revenue**

Owner	Secured			Unsecured			Combined			Primary Use & Primary Agency
	Parcels	Revenue	% of Revenue	Parcels	Revenue	% of Revenue	Value	% of Revenue		
1) Coca Cola Company		\$ -	0.00%	2	\$ 222,072	27.49%	\$ 222,072	2.26%	Unsecured American Canyon Gen Fund	
2) SDG Hanna Court 411 LLC	2	137,927	1.53%				137,927	1.40%	Industrial American Canyon Gen Fund	
3) Biagi and Associates	1	109,100	1.21%	1	1,226	15.00%	110,326	1.12%	Industrial American Canyon Gen Fund	
4) Sutter Home Winery INC	2	98,616	1.09%				98,616	1.00%	Industrial American Canyon Gen Fund	
5) 5500 Eucalyptus Drive Apt Inv.	1	91,105	1.01%				91,105	0.93%	Residential American Canyon Gen Fund	
6) Broadstone HC California LLC	2	81,757	0.91%				81,757	0.83%	Industrial American Canyon Gen Fund	
7) Barry Callebaut USA LLC				1	79,993	9.90%	79,993	0.81%	Unsecured American Canyon Gen Fund	
8) Amcan Beverages Inc.	1	64,648	0.72%				64,648	0.66%	Industrial American Canyon Gen Fund	
9) 125 Mezzetta Court INC	1	63,145	0.70%				63,145	0.64%	Industrial American Canyon Gen Fund	
10) Walmart Real Estate Business Tru	1	55,425	0.61%	1	5,844	0.72%	61,269	0.62%	Commercial American Canyon Gen Fund	
Top Ten Totals	11	701,723	7.78%	5	309,135	53.11%	1,010,858	10.29%		
City Totals		\$ 9,018,289			\$ 807,727		\$ 9,826,016			

*Revenue includes Outer TRAs

*Revenue includes Outer TRAs

Note: The 'Revenue' line for each owner is the estimated total revenue for that owner. Although these estimated calculations are performed on a parcel level, county auditor/ controllers' offices neither calculate nor apportion revenues at a parcel level.

Data Source: Napa County Assessor 2014/15 Combined Tax Rolls and the SBE Non Unitary Tax Roll

This report is not to be used in support of debt issuance or continuing disclosure statements without the written consent of the City of American Canyon.

Schedule 9
City of American Canyon
Property Tax Levies and Collections
Last Ten Fiscal Years

	Fiscal Year Ended June 30	Taxes Levied For The Fiscal Year	Collected Within The Fiscal Year of The Levy	
			Amount	Percentage of Levy
Prior Years	2015	\$ 12,317,143	\$ 12,317,143	100%
	2016	12,738,881	12,317,143	100%
	2017	13,840,597	12,738,881	100%
	2018	15,084,618	13,840,597	100%
	2019	15,862,655	15,084,618	100%
	2020	15,835,876	15,835,876	100%
	2021	16,156,774	16,156,774	100%
	2022	17,319,935	17,319,935	100%
	2023	18,161,028	18,161,028	100%
	2024	19,725,949	19,725,949	100%

Note: Source is City of American Canyon Tax Collection records and Napa County Assessor records. Property taxes are levied and collected pursuant to an arrangement commonly referred to as the Teeter Plan. Under the Teeter Plan, the County allocates and remits to the City the full amount of each years tax levy, and the County then retains any delinquencies as collected by the County.

Schedule 10
City of American Canyon
Ratios of Outstanding Debt By Type
Last Ten Fiscal Years
(Dollars in Thousands except for Per Capita)

Fiscal Year	Governmental Activities					Business-type Activities		Total City Debt	Total City Debt as a Percentage of Personal Income	Total City Debt Per Capita
	General Obligation Bonds	Lease Revenue Bonds	Bank Financing	Capital Lease Obligations	Subscriptions	Capital Lease Obligations	State of California and Other Loans			
2015	-	-	\$ 1,559	\$ 6,263	\$ -	\$ 827	\$ 6,214	\$ 14,863	2.60%	\$ 731
2016	-	-	1,318	5,892		2,408	5,505	15,123	3.67%	735
2017	-	-	1,069	5,506		1,975	4,827	13,377	2.07%	637
2018	-	-	813	5,104		1,532	4,131	11,580	1.86%	552
2019	-	-	551	4,752		1,076	3,416	9,795	1.49%	475
2020	-	-	278	4,455		609	2,682	8,024	1.17%	385
2021	-	-	845	4,672		4,769	1,928	12,214	1.67%	587
2022	-	-	802	4,872		4,233	1,155	11,062	1.54%	511
2023	-	-	761	7,467	233	4,014	360	12,835	1.56%	602
2024	-	-	716	7,123	237	3,780	286	12,142	1.36%	568

Note: It was determined in 2019 that the City was inadvertently referring to a 2012 bank financing agreement as a Lease Revenue Bond. The name was changed and debt service payments were moved to a separate column accordingly.
Data Source: City of American Canyon Comprehensive Annual Financial Report.

Schedule 11
City of American Canyon
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

	Fiscal Year	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Per Capita
		General Obligation Bonds	Lease Revenue Bonds	Total		
Prior Years	2015	-	-	-	0.00%	-
	2016	-	-	-	0.00%	-
	2017	-	-	-	0.00%	-
	2018	-	-	-	0.00%	-
	2019	-	-	-	0.00%	-
	2020	-	-	-	0.00%	-
	2021	-	-	-	0.00%	-
	2022	-	-	-	0.00%	-
	2023	-	-	-	0.00%	-
	2024	-	-	-	0.00%	-

Note: It was determined in 2019 that the City was inadvertently referring to a 2012 bank financing agreement as a Lease Revenue Bond. Amounts starting in 2013 were for this financing and were removed above.

Note: Debt service on the lease revenue bonds is financed by the use of general governmental financial resources available in the general fund and special revenue funds of the City.

Data Source: City of American Canyon Comprehensive Annual Financial Report.

Schedule 12
City of American Canyon
Computation of Direct and Overlapping Debt
As of June 30, 2024

2023-24 Assessed Valuation: \$4,260,901,938

	Total Debt 6/30/2024	% Applicable (1)	City's Share of Debt 6/30/2024
OVERLAPPING TAX AND ASSESSMENT DEBT:			
Napa Joint Community College District	\$ 69,617,723	8.003%	\$ 5,571,506
Napa Valley Unified School District	443,899,855	11.908%	52,859,595
Napa Valley Unified School District School Facilities Imp Dist No.2	12,500,000	100.000%	12,500,000
American Canyon Green Island Road Community Facilities District	4,915,000	100.00%	4,915,000
CSCDA Watson Ranch Community Facilities District	6,595,000	100.00%	6,595,000
City of American Canyon 1915 Act Bonds	11,709,100	100.00%	11,709,100
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			\$ 94,150,201
DIRECT AND OVERLAPPING GENERAL FUND DEBT:			
Napa Valley Unified School District Certificates of Participation	\$ 1,705,000	11.908%	\$ 203,031
Napa County Board of Education Certificate of Participation	11,140,000	8.072%	899,221
City of American Canyon Facilities Lease Financing	4,196,669	100.00%	4,196,669
City of American Canyon Equipment Financing	4,399,742	100.00%	4,399,742
American Canyon Fire Protection District General Obligations	1,502,000	96.226%	1,445,315
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$ 11,143,978
TOTAL DIRECT DEBT			10,041,726
TOTAL OVERLAPPING DEBT			95,252,453
COMBINED TOTAL DEBT			\$ 105,294,179 (2)

Ratios to Assessed Valuation:

Total Direct Debt (\$10,041,726)	0.24%
Total Overlapping Tax and Assessment Debt.	2.24%
Combined Total Debt	2.48%

Data Source: California Municipal Statistics, Inc.

- (1) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.
- (2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations.

Schedule 13
City of American Canyon
Computation of Legal Debt Margin
Last Ten Fiscal Years

	Fiscal Year	Assessed Value	Debt Limit	General Bonded Debt	Legal Debt Margin	Net Debt Margin
----- Prior Years -----	2015	\$ 2,384,068,041	\$ 89,402,552	-	\$ 89,402,552	0.00%
	2016	2,568,918,377	96,334,439	-	96,334,439	0.00%
	2017	2,745,793,523	102,967,257	-	102,967,257	0.00%
	2018	2,911,549,010	109,183,088	-	109,183,088	0.00%
	2019	3,107,928,907	116,547,334	-	116,547,334	0.00%
	2020	3,323,463,102	124,629,866	-	124,629,866	0.00%
	2021	3,482,439,834	130,591,494	-	130,591,494	0.00%
	2022	3,676,532,577	137,869,972	-	137,869,972	0.00%
	2023	3,924,037,523	147,151,407	-	147,151,407	0.00%
	2024	4,348,669,848	163,075,119		163,075,119	0.00%

Notes:

⁽¹⁾ California Government Code, Section 43605 sets the debt limit at 15%. The Code section was enacted when assessed valuations were based on 25% of full market value. This has since changed to 100% of full market value. Thus, the limit shown is 3.75% (one-fourth the limit of 15%).

Data Source: City of American Canyon Comprehensive Annual Financial Report.

Schedule 14
City of American Canyon
Pledged Revenue Coverage
Last Ten Fiscal Years

Special Assessment Bonds

Fiscal Year	Special Assessment Collections	Capital Impact Fees	Debt Service		Coverage
			Principal	Interest	
2015	\$ 1,701,083	-	\$ 680,600	\$ 978,177	1.03
2016	1,533,089	-	672,600	950,079	0.94
2017	1,512,432	-	702,800	921,059	0.93
2018	1,505,161	-	728,000	890,452	0.93
2019	1,508,336	-	767,900	1,076,068	0.82
2020	1,514,977	-	812,500	966,000	0.85
2021	2,358,403	-	826,600	826,192	1.43
2022	2,262,128	-	955,300	712,882	1.36
2023	2,328,853	-	993,400	427,218	1.64
2024	2,268,173	-	994,200	441,225	1.58

----- Prior Years -----

State of California Water Loan

	Water Service Revenues	Capital Impact Fees	Less Operating Expenses	Net Available Revenue	Debt Service		
					Principal	Interest	Coverage
2015	\$ 4,612,345	\$ 171,882	\$ 5,825,479	\$ (1,041,252)	\$ 59,210	\$ 23,008	(12.66)
2016	5,895,551	1,410,622	3,785,935	3,520,238	60,646	21,538	42.83
2017	7,266,136	149,456	4,508,226	2,907,366	62,208	19,945	35.39
2018	7,134,533	2,270,458	4,360,122	5,044,869	63,762	18,399	61.40
2019	7,357,422	138,604	4,365,061	3,130,965	65,357	16,785	38.12
2020	7,852,151	332,487	5,274,448	2,910,190	66,992	15,150	35.43
2021	10,024,822	1,035,539	5,118,753	5,941,608	68,666	13,415	72.39
2022	8,431,611	1,252,878	7,023,852	2,660,637	70,382	11,697	32.42
2023	9,294,994	332,951	7,761,934	1,866,011	72,142	11,514	22.31
2024	10,738,768	3,656,333	6,339,782	8,055,319	73,946	8,100	98.18

----- Prior Years -----

State of California Wastewater Construction Loan

	Wastewater Service Revenues	Capital Impact Fees	Less Operating Expenses	Net Available Revenue	Debt Service		
					Principal	Interest	Coverage
2015	\$ 4,150,773	\$ 70,143	\$ 2,584,479	\$ 1,636,437	\$ 583,714	\$ 142,407	2.25
2016	4,234,717	890,919	2,161,955	2,963,681	599,475	126,221	4.08
2017	4,709,025	134,944	2,347,478	2,496,491	615,660	109,598	3.44
2018	4,713,142	1,581,023	2,901,642	3,392,523	632,283	92,526	4.68
2019	4,835,296	61,981	2,859,602	2,037,675	649,355	74,994	2.81
2020	4,797,654	136,046	2,646,209	2,287,491	666,888	56,988	3.16
2021	4,941,788	373,210	3,086,833	2,228,165	684,893	56,989	3.00
2022	4,963,857	573,335	3,363,113	2,174,079	703,385	38,496	2.93
2023	5,447,782	235,879	3,731,197	1,952,464	722,377	19,504	2.63
2024	5,611,285	5,161,715	4,230,764	6,542,236	-	-	-

----- Prior Years -----

Note: Water and wastewater revenues include operating revenues, interest revenues, and capital impact fees.

Operating expenses exclude depreciation and amortization

Data Source: City of American Canyon Comprehensive Annual Financial Report.

Schedule 15
City of American Canyon
Demographic and Economic Statistics
For The Last ten Fiscal Years

	<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Median Household Income</u>	<u>Unemployment Rate</u>
Prior Years -----	2015	20,374	\$ 571,557	\$ 81,955	5.40%
	2016	20,338	411,763	75,997	5.40%
	2017	20,570	646,021	83,673	5.00%
	2018	20,990	622,133	83,673	4.70%
	2019	20,629	657,387	91,705	4.20%
	2020	20,837	688,744	101,792	3.70%
	2021	20,802	732,403	101,792	6.40%
	2022	21,658	719,271	117,846	4.00%
	2023	21,338	822,452	117,846	3.40%
	2024	21,379	893,920	122,694	3.80%

- (1) Population Projections are provided by the California Department of Finance Projections.
(2) Income Data is provided by the United States Census Data and is adjusted for inflation.
(3) Unemployment rate is provided by the EDD's Bureau of Labor Statistics Department.

Schedule 16
City of American Canyon
Principal Employers (Ten Largest)
Calendar Year 2024 vs Calendar Year 2015

Employer	2024			2015		
	Rank	Number Employees	Percentage of Total City Employment	Rank	Number Employees	Percentage of Total City Employment
Amazon	1	743	6.58%			
Walmart Supercenter	2	340	3.01%	1	499	5.09%
NVUSD	3	327	2.89%	3	308	3.14%
Lion Nathan USA, Inc.	4	250	2.21%			
GL Mezzetta	5	204	1.81%	2	340	3.47%
Coca-Cola AmCan Beverages	6	200	1.77%	4	149	1.52%
Wine Direct, Inc.	7	200	1.77%			
Ikea Distribution Services, Inc.	8	159	1.41%			
A Bright Future, Inc.	9	140	1.24%			
Barry Callebaut USA, Inc.	10	140	1.24%			
Safeway				5	113	1.15%
McGrew Behavior Intervention				6	100	1.02%
City of American Canyon				7	77	0.79%
Petrochem Insulation Inc.				8	75	0.77%
Napa Valley Casino				9	72	0.73%
Wallaby Yogurt				10	72	0.73%

Data Source: Business License

Schedule 17
City of American Canyon
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	----- Prior Years -----									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Administration										
City Council	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
City Manager	2.55	2.55	3.50	2.50	2.50	3.00	3.00	3.00	3.00	3.40
City Clerk	1.65	1.65	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Neighborhood Programs					1.00	1.00				
Communications							1.00	1.00	1.00	1.00
Human Resources			2.20	2.00	2.00	1.00	2.00	2.00	2.00	2.20
<i>Internal Service:</i>										
Information Systems	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.35
Finance										
Human Resources	2.20	2.20								
Finance	4.30	4.80	4.80	4.50	4.10	4.10	4.10	4.10	3.15	4.65
Utility Billing	3.40	3.40	3.40	3.40	3.80	3.80	3.80	3.80	4.75	3.40
Public safety:										
Police	2.70	2.70	2.70	2.70	2.70	2.70	2.00	2.00	2.00	2.00
Non Departmental	1.30	1.30	1.30	1.30	1.30	1.30	1.00	1.00	1.00	1.00
Community Development:										
Planning	3.25	3.25	3.25	4.25	2.75	2.75	2.45	2.40	2.20	2.20
Building and Safety	3.25	4.25	4.25	3.75	3.65	3.65	2.95	3.00	2.70	2.70
Economic Development	0.54	0.54				0.00	0.00	0.00		
Housing Services					0.10	0.10	0.10	0.10	0.10	0.10
City Engineer						0.00	0.00	0.00		
Affordable Housing	0.10	0.10								
Parks and Recreation										
Park Maintenance	5.40	5.40	6.50	5.40	5.40					
Parks & Recreation Admin	2.20	2.70	3.70	3.30	3.30	3.10	3.10	2.00	2.00	2.00
Recreation Programs	1.80	2.80	2.80	3.10	3.10	4.30	4.30	4.00	4.00	4.00
Aquatics Programs	1.60	1.60	1.50	1.90	1.90	1.90	1.90	1.60	1.50	1.50
Neighborhood Programs				1.00						
Facility Rentals				0.30	0.30	0.30	0.30	0.00	0.50	0.50
Open Space									0.50	0.50
Public Works:										
Administration	3.50	3.50	3.50	3.50	3.50	3.00	2.00	2.00	2.00	2.00
Capital Projects	3.00	4.00	4.00	4.00	4.00	4.00	3.00	3.00	4.00	4.00
Street Maintenance	2.90	3.30	3.30	4.00	3.95	3.95	2.70	2.70	2.50	2.50
Storm Drain	2.00	2.60	1.60	1.90	2.35	2.35	3.40	3.70	2.50	2.50
Parks Maintenance						5.40				
Fleet Operations										
City Engineer	1.00	1.00	1.00	1.00	1.50	1.50	1.50	1.50	1.00	1.00
Maintenance & Utilities Admin							3.00	3.00	3.40	3.30
Parks Maintenance							5.40	5.40	5.70	4.30
<i>Water:</i>										
Treatment and Distribution	9.08	10.08	11.25	11.55	11.25	11.75	11.25	11.25	11.55	12.40
<i>Wastewater:</i>										
Collection and Treatment	12.23	9.73	9.40	11.10	11.25	10.75	9.25	9.25	9.25	9.70
Storm Water Quality	-	-	-	-	-	-	-	-	-	-
Solid Waste	0.35	3.35	3.35	3.35	3.10	3.10	2.30	3.00	3.90	2.10
<i>Recycled Water:</i>										
Treatment and Distribution									0.30	2.30
<i>Internal Service:</i>										
Building Maintenance	1.00	1.00	1.00	1.00	1.05	1.05	1.05	1.05	1.20	1.20
Fleet Operations	1.10	1.10	1.10	1.10	1.05	1.05	1.05	1.05	1.20	1.20
Totals	<u>77.50</u>	<u>84.00</u>	<u>86.50</u>	<u>89.00</u>	<u>88.00</u>	<u>88.00</u>	<u>85.00</u>	<u>84.00</u>	<u>86.00</u>	<u>87.00</u>

Data Source: Human Resources Department

Schedule 18
City of American Canyon
Operating Indicators by Function/Program
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Police:										
Physical arrest	471	569	493	282	460	515	504	517	418	552
Traffic violations	971	886	1,189	1,204	635	601	696	1,776	1,064	801
Fire:										
Emergency Responses	1,627	1,615	1,802	1,744	1,709	1,725	1,764	1,775	1,973	2,139
Structure Fires	17	20	20	21	19	71	80	40	40	37
Fire Loss (Thousand \$)	-	-	-	-	-	-	-	-	-	-
Fire Engines	6	6	6	8	8	8	8	8	8	8
Inspections	229	216	393	382	325	292	179	154	211	331
Construction Inspection	44	78	100	97	171	107	122	81	299	185
Planning:										
Building Permits Issued	520	524	496	511	428	571	598	534	882	612
Public works:										
Miles streets resurfaced	1.75	0.15	7.00	0.69	1.00	1.14	0.35	0.50	3.10	1.83
Parks:										
Community events held	41	46	41	40	38	14	12	27	40	40
Swimming pool admissions	48,222	49,142	49,302	63,110	46,594	15,277	14,250	21,756	14,671	18,020
Water:										
Number of new services	402	418	449	427	374	324	292	332	369	483
Daily average water production in MGD	2.87	2.49	2.31	2.38	2.40	2.12	2.57	2.50	2.00	2.23
Daily average water consumption in MGD	2.39	2.08	2.02	2.19	2.08	1.64	2.19	2.15	1.90	2.19

Data Source: Various departments within the City of American Canyon

Schedule 19
City of American Canyon
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	19	17	17	18	18	18	18	18	20	20
Fire:										
Stations	2	2	2	2	2	2	2	2	2	2
Engines	8	8	8	9	8	8	8	8	8	8
Public works:										
Miles of streets	38.1	38.1	38.1	38.1	38.1	52.3	112.0	112.5	114.0	115.67
Streetlights	1,233	1,233	1,233	1,233	1,233	1,381	1,397	1,397	1,429	1,493
Traffic signals	4	4	4	4	4	6	6	6	6	6
Parks and recreation:										
Community centers	3	3	3	3	3	3	3	3	3	3
Parks	22	22	22	22	22	22	22	22	22	22
Park Acreage	79	79	79	79	79	79	79	79	79	79
Water:										
Miles of mains added	-	-	-	-	-	-	-	0.5	2.6	3.89
Number of services billed	5,594	5,621	5,654	5,646	5,595	5,693	5,724	5,734	5,786	5,154
Maximum plant capacity in millions gallons	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
Storage capacity in in millions gallons	4.70	4.70	4.70	4.70	4.70	4.70	4.70	4.70	4.70	4.70
Wastewater:										
Miles of sewers added	-	-	-	-	-	-	-	-	-	1.81
Number of services billed	5,004	5,016	5,012	4,999	5,050	5,006	5,009	5,022	5,052	5,154
Maximum plant capacity in million gallons	5	5	5	5	5	5	5	5	5	5
Recycled Water:										
Miles of stormdrain added	-	0	-	-	-	-	-	0.5	1.1	1.66
Miles of pipelines added	-	0	-	-	-	-	-	0.5	1.1	3.10
Number of services billed	20	30	46	43	30	48	62	46	46	80
Storage capacity in million gallons	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50

Data Source: Various departments within the City of American Canyon