



The City of Folsom California

Annual Comprehensive Financial Report
Fiscal Year Ended June 30, 2022



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FOLSOM
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CITY OF
FOLSOM
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ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2022

CITY OF FOLSOM, CALIFORNIA

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

**Stacey Tamagni
Finance Director**

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INTRODUCTORY SECTION



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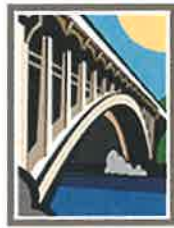
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CITY OF
FOLSOM
DISTINCTIVE BY NATURE

December 16, 2022

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

The Annual Comprehensive Financial Report for the fiscal year ended June 30, 2022 is submitted for Council review in accordance with Section 3.02.160 of the Folsom Municipal Code and published as a matter of public record for interested citizens. This transmittal letter provides information regarding the economy and the governing structure in Folsom. An overview of the City's financial activities for the fiscal year is discussed in detail in the Management's Discussion and Analysis section of Annual Comprehensive Financial Report. While the independent auditor has expressed an opinion on the financial statements contained in this report, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed to protect the City's assets from loss, theft, or misuse; to compile sufficient reliable information for the preparation of the City's financial statements in conformity with Generally Accepted Accounting Principles (GAAP); and to comply with applicable laws and regulations. As the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

FOLSOM GOVERNMENT – The City of Folsom was founded in 1856, incorporated in 1946, and chartered in 1990. Folsom is a “full-service” charter City, serving a population of over 84,592. The city is approximately 110 miles northeast of San Francisco and 20 miles east of Sacramento. The City is located along the eastern end of the Highway 50 corridor in an area of the Sacramento Valley that has experienced considerable growth over the past 15 years.

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

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

The Annual Comprehensive Financial Report presents the financial status of the City and its component units, the Folsom Public Financing Authority (FPFA) and the Folsom Ranch Financing Authority (FRFA), which are separable legal entities included in this report because of the significance of their operational or financial relationship with the City. The

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

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

LOCAL ECONOMY -

The City of Folsom has continued to see a recovery from the impacts of COVID-19 this fiscal year. Fiscal Year 2021-22 General Fund revenues increased by \$8.0 million over fiscal year 2020-21, with property taxes up 6.3%, reflecting higher sales prices, and sales taxes up 7.9%. Also, due to the vigilant control over expenditures during fiscal year 2021-22, \$5.5 million was added back to the General Fund's fund balance. This activity increased our unassigned fund balance to 23.7% of expenditures and exceeds the Council policy of 15% unassigned fund balance.

As of June 30, 2022, California's unemployment forecast is expected to increase only slightly in fiscal year 2023 since the State is basically at full employment. The California Economic Development Department listed the June 2022 unemployment rate for the State and County at 4.0% and 3.7%, respectively. Folsom's unemployment rate was 2.6%. A comparison to one year ago placed the State and County at 8.0% and 7.5% respectively and Folsom at 4.9%. The number of people employed in Folsom changed from 36,200 in June 2021 to 38,200 in June 2022.

With respect to the local housing market, sales activity in Folsom in fiscal year 2022 shows the number of home sales decreased by 168 when compared to fiscal year 2021, while the median sales price increased by 20.33%. It is projected that the number of sales will most likely decrease from fiscal year 2022 level and home prices will start to level off or decline due to higher mortgage costs.

Building permits issued in 2022 increased by 6.91% when compared with the number issued in fiscal year 2021. The number of single-family home permits increased from 874 in fiscal year 2021 to 1003 in fiscal year 2022, while total permits decreased by 44 over the same period.

IMPACTS OF STATE ECONOMY - In addition to regional and local impacts, the City continues to monitor the impact of the State of California's fiscal issues. Economic growth in California will depend on the severity of continued impacts of the pandemic.

LONG-TERM FINANCIAL PLANNING – The City prepares a five-year financial plan to project revenue and expenditure trends for the next five years and this is part of the annual budget. A Five-Year Financial Forecast was developed for fiscal year 2021-22

through fiscal year 2026-27 in the fiscal year 2021-22 budget. A financial forecast, even with fluctuating economic variables, can assist with identification of long-term financial trends, causes of fiscal imbalances, future fiscal challenges, opportunities, and potential requirements, all of which may assist in keeping the City on a continuing path of fiscal sustainability. While it is challenging to accurately forecast revenues due to the variable nature of the revenue sources and their connection to regional, State, national, and international economic conditions, it is possible to identify reasonable financial trends and provide a conceptual financial picture that will be useful to the City's decision-making. The Forecast guides the City as it continues to confront the need to balance expenditures and revenues.

In summary, revenue growth is projected to increase 3%-4% each year as sales tax trends continue to flatten. Expenditures are projected to increase roughly 5% per year. Due to the sensitivity of all the revenue and expenditure trends, which is compounded by the potential of a recession, in any given year, we may be faced with a surplus or a shortage as we prepare the budget for that year. The fiscal environment will have to be closely monitored and managed, as the margins between revenues and expenditures are narrow.

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

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

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

INDEPENDENT AUDIT - The City of Folsom's financial statements have been audited by Badawi & Associates, a firm of licensed certified public accountants. The goal of the audit is to obtain reasonable assurance that the financial statements are free of material misstatements. Badawi & Associates concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion for the fiscal year ended June 30, 2022, and that the financial statements are presented in conformity with generally accepted accounting principles (GAAP). The independent auditors report is presented as the first component of the financial section of this report.

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

SUMMARY

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

The fiscal year 2021-22 Annual Comprehensive Financial Report has been submitted to the GFOA award program and management believes that, once again, it will meet the criteria for this distinguished reporting award.

Acknowledgement: The Annual Comprehensive Financial Report reflects the hard work, talent, and commitment of the entire staff of the Office of Management and Budget, and particularly, Terri Hemley, Fawn Ramirez, Adam Devlin, and John Donoghue. Special thanks as well to staff in other City departments who assisted and contributed to the preparation of this report.

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

Respectfully submitted,



Elaine Andersen
City Manager



Stacey Tamagni
Finance Director/CFO



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Folsom
California**

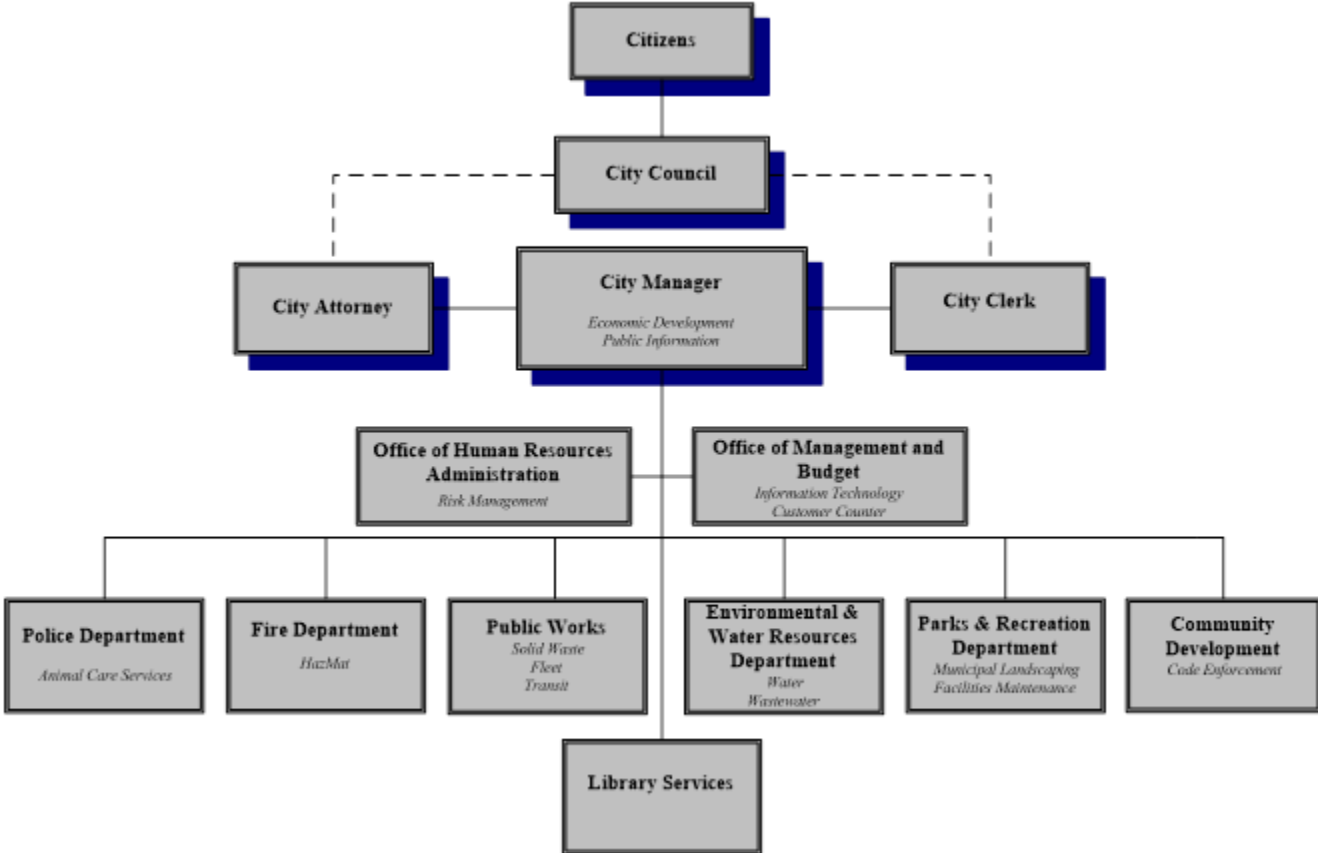
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

City Organizational Chart



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



Kerri Howell, Mayor



**Rosario Rodriguez,
Vice Mayor**



YK Chalamcherla



Mike Kozlowski



Sarah Aquino

**CITY OFFICIALS
Elaine Andersen, City Manager
Stacey Tamagni, Finance Director**

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FINANCIAL SECTION



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DISTINCTIVE BY NATURE

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INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Folsom, California (City), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 4-17, and budgetary comparison information, pension information, and OPEB information on pages 94-102 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules, and other supplementary information on pages 104-176, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

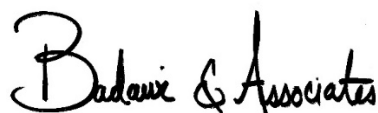
The combining and individual fund financial statements and schedules and other supplementary information on pages 104-176 are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules and other supplementary information on pages 104-176 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical section included in the annual report but does not include the financial statements and our auditor's report thereon. Our opinions on the 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2022 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Badawi & Associates, CPAs
Berkeley, California
December 16, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the City's Annual Comprehensive Financial Report presents a narrative overview and analysis of the City's financial activities for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with the transmittal letter on page v and the City's basic financial statements.

FINANCIAL HIGHLIGHTS

- The total assets and deferred outflows of resources of the City exceeded its total liabilities and deferred inflows of resources at the close of the Fiscal Year (FY) 2021-22 by \$520,024,270 (*net position*). Of this amount, \$(155,320,379) is unrestricted, \$141,817,254 is restricted for specific purposes, and \$533,527,395 is the net investment in capital assets.
- Compared to 2021, the City's total net position increased \$5,243,664 or 1.02%, during 2022. The increase in 2022 was mostly due to the \$4.0 million in capital contributions.
- The City's total long-term debt increased by \$2.7 million compared to the prior year, or 1.53%. The increase was made up of \$11.8 million of revenue bonds and \$275k in issuance discounts/premiums, offset by reductions of \$9.0 million in scheduled principal payments, capital lease payments, and adjustments to compensated absences.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

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

Both of these government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or in part a portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include

general government, public safety, public ways and facilities, community services and culture and recreation. The business-type activities of the City include water, wastewater, solid waste, and facilities augmentation.

MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)

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

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

Focus is on major funds.

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

Governmental, Proprietary, and Fiduciary.

Fund Financial Statements

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

Governmental Funds – Governmental funds include most of the City’s basic services and are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements are prepared using the current financial resources measurement focus and modified accrual basis of accounting.

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

In FY 2021-22, an increase of \$5,243,664 in net position in the government-wide financial statements was reported. A decrease of \$7,057,899 in fund balance was reported in the fund financial statements for FY 21-22. Refer to the “Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities” for details on the factors contributing to this difference.

Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for the General Fund, Folsom Housing Special Revenue Fund, Folsom Public Financing Authority Debt

MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

Service Fund, Folsom Ranch Financing Authority Debt Service Fund, and the Transportation Improvement Capital Projects Fund which are considered major funds.

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

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

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

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

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

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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve as a useful indicator of a government's financial position. At June 30, 2022, the City's combined net position (governmental and business-type activities) totaled \$520,024,270, an increase of 1.02% from June 30, 2021. The City's net position is broken out into three categories: net investment in capital assets totaling \$533,527,395 (e.g., land, buildings and improvements, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding, restricted for specific purposes totaling \$141,817,254 and unrestricted totaling \$(155,320,379). The City uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot typically be used to liquidate these liabilities.

**Net Position - Primary Government
June 30, 2022**

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Assets						
Current and other	\$ 342,213,670	\$334,431,602	\$ 62,735,093	\$55,958,957	\$ 404,948,763	\$390,390,559
Capital assets, net	382,961,533	380,006,442	176,382,998	177,030,188	559,344,531	557,036,630
Total assets	725,175,203	\$714,438,044	239,118,091	\$232,989,145	964,293,294	\$947,427,189
Deferred Outflows of Resources						
Deferred outflows related to pensions	20,763,077	24,020,937	3,953,196	4,570,670	24,716,273	28,591,607
Deferred outflows related to OPEB	999,558	-	88,687	-	1,088,245	-
Deferred amounts on refunding	-	-	528,177	573,903	528,177	573,903
Total	21,762,635	24,020,937	4,570,060	5,144,573	26,332,695	29,165,510
Liabilities						
Long-term liabilities	159,588,160	154,985,165	16,394,762	17,906,184	175,982,922	172,891,349
Other liabilities	210,710,269	239,287,045	35,647,290	44,693,026	246,357,559	283,980,071
Total liabilities	370,298,429	394,272,210	52,042,052	62,599,210	422,340,481	456,871,420
Deferred Inflows of Resources						
Deferred inflows related to pensions	27,441,765	306,247	6,028,363	8,134	33,470,128	314,381
Deferred inflows related to OPEB	6,491,828	3,897,837	662,513	432,358	7,154,341	4,330,195
Deferred inflows related to Leases	7,427,840	-	-	-	7,427,840	-
Deferred amounts on refunding	208,929	296,097	-	-	208,929	296,097
Total	41,570,362	4,500,181	6,690,876	440,492	48,261,238	4,940,673
Net position						
Net investment in capital assets	372,280,617	347,842,183	161,246,778	160,402,925	533,527,395	508,245,108
Restricted	141,687,652	154,995,747	129,602	129,602	141,817,254	155,125,349
Unrestricted	(178,899,222)	(163,151,340)	23,578,843	14,561,489	(155,320,379)	(148,589,851)
Total net position	\$ 335,069,047	\$ 339,686,590	\$ 184,955,223	\$ 175,094,016	\$ 520,024,270	\$ 514,780,606

MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

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

**Changes in Net Position - Primary Government
For the Year Ended June 30, 2022**

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues						
Program revenues						
Charges for services	\$ 65,405,446	\$52,292,813	\$ 45,607,707	\$41,681,897	\$ 111,013,153	\$ 93,974,710
Operating grants and contributions	4,415,825	4,044,265	2,512,675	1,876,254	6,928,500	5,920,519
Capital grants and contributions	28,053,482	26,614,932	1,482,225	8,101,825	29,535,707	34,716,757
General revenues						
Property taxes	33,225,451	31,253,436	-	-	33,225,451	31,253,436
Sales and use tax	27,900,779	25,846,985	-	-	27,900,779	25,846,985
Other taxes	4,949,172	2,867,348	-	-	4,949,172	2,867,348
Investment earnings (loss)	(47,159,517)	16,572,391	(1,247,148)	198,962	(48,406,665)	16,771,353
Miscellaneous	1,866,914	1,962,835	-	-	1,866,914	1,962,835
Total Revenues	118,657,552	161,455,005	48,355,459	51,858,938	167,013,011	213,313,943
Expenses						
General government	14,570,235	20,099,385	-	-	14,570,235	20,099,385
Public safety	49,214,434	53,333,593	-	-	49,214,434	53,333,593
Public ways and facilities	30,321,802	31,378,367	-	-	30,321,802	31,378,367
Community services	7,909,070	6,871,579	-	-	7,909,070	6,871,579
Culture and recreation	18,809,703	18,542,904	-	-	18,809,703	18,542,904
Interest and fiscal charges	5,692,263	5,082,231	-	-	5,692,263	5,082,231
Water	-	-	14,980,895	15,659,239	14,980,895	15,659,239
Wastewater	-	-	6,225,992	7,188,744	6,225,992	7,188,744
Solid waste	-	-	14,044,953	13,001,080	14,044,953	13,001,080
Total expenses	126,517,507	135,308,058	35,251,840	35,849,063	161,769,347	171,157,121
Increase/decrease in net position before transfers and extraordinary item	(7,859,955)	26,146,947	13,103,619	16,009,875	5,243,664	42,156,822
Transfers	3,242,412	2,767,096	(3,242,412)	(2,767,096)	-	-
Change in net position	(4,617,543)	28,914,043	9,861,207	13,242,779	5,243,664	42,156,822
Net position, beginning of year	339,686,590	310,772,547	175,094,016	161,851,237	514,780,606	472,623,784
Net position, end of year	\$ 335,069,047	\$ 339,686,590	\$ 184,955,223	\$ 175,094,016	\$ 520,024,270	\$ 514,780,606

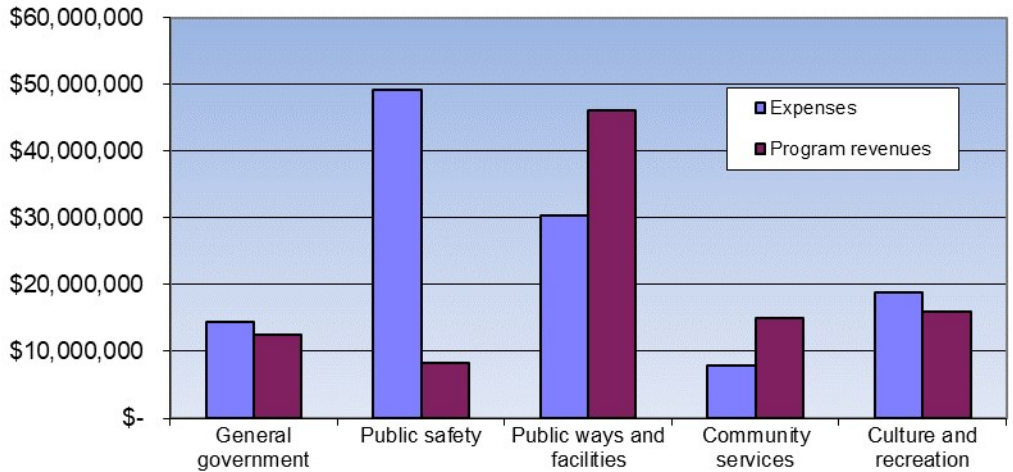
Governmental activities: The City's governmental activities rely on several sources of revenue to finance ongoing operations. Charges for Services and Property and Sales Taxes comprised the largest revenue source for the City followed by Capital Grants and Contributions. Charges for Services are revenues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

At the end of FY 2021-22, total revenues for the governmental activities, excluding transfers from the business-type activities of \$3.2 million, was \$118,657,552, a decrease of approximately \$42.8 million from the previous year mostly due to decreases in Investment Earnings due to the GASB 72 adjustment. Expenses totaled \$126,517,507 a decrease of \$8.8 million or (6.50%) from the prior year. After transfers and special items, revenues exceeded expenses and thus governmental activities decreased the City's net position by (\$4,617,543).

Overall program revenues increased by approximately \$14.9 million. General revenues saw an overall decrease of approximately \$57.7 million. The following chart presents a comparison of expenses by function and the associated program revenues for governmental activities:

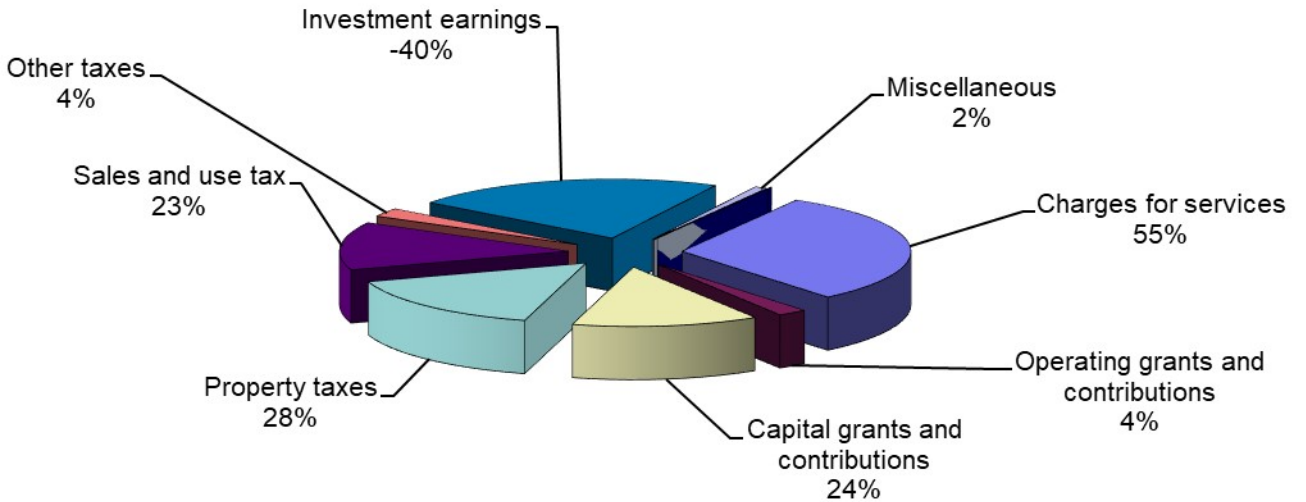
MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)

Expenses and Program Revenues – Governmental Activities



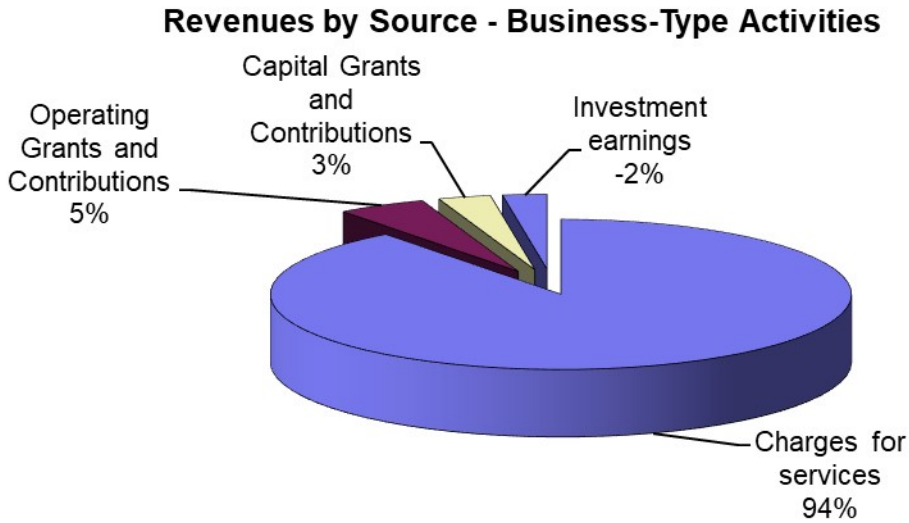
The chart below presents the percentage of total revenues by source for governmental activities.

Revenues by Source - Governmental Activities



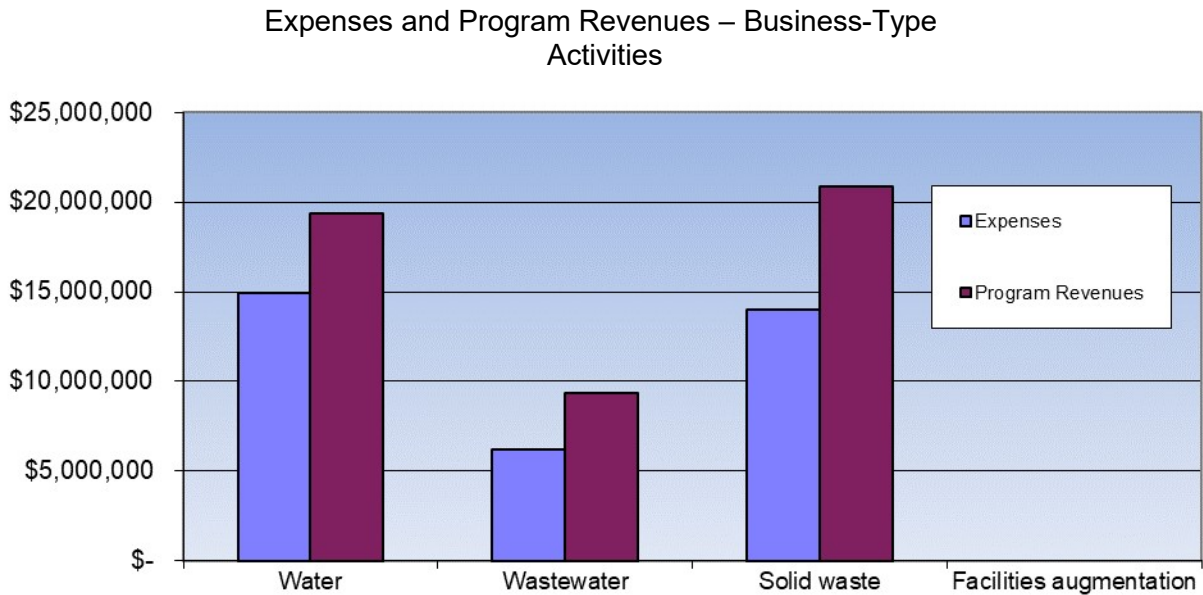
Business-type activities: The City has five business-type activities: Water, Wastewater, Solid Waste, and Facilities Augmentation. In keeping with the intent of recovering all or a significant portion of their cost through user fees and charges, business-type activities reported Charges for Services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

MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)



Business-type activities increased the City’s net position by \$9,861,207. At the end of FY 2021-22, business-type activities reported total revenues, excluding transfers in from governmental activities, of \$48,355,459, a decrease of \$3.5 million from the prior year. Decrease is mostly due to a \$6.6 million decrease in Capital Contributions when compared to FY 21, which is offset by a \$3.4 increase in Solid Waste operating revenues due to rate increase that took effect January 2022. Expenses totaled \$35,251,840 a decrease of \$597k from the previous year. The program revenues (Charges for Services, Operating Grants and Contributions, and Capital Grants and Contributions) financed the majority of expenses recorded for the business-type activities. Other factors concerning the finances of the City’s five enterprise funds are discussed in the Proprietary Funds section of the “Financial Analysis of the City’s Funds.”

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



MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)

FINANCIAL ANALYSIS OF THE CITY’S FUNDS

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

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

At the end of the current fiscal year, the City’s governmental funds reported combined fund balances of \$293,275,994 a decrease of (\$7,057,899) during FY 2022. The decrease is mostly due to activity in the Folsom Housing Special Revenue Fund, Folsom Ranch Financing Authority related to bond issuances and related GASB 72 adjustments. Of the total fund balance, \$22,737,696 (7.75%) of this total amount constitutes *unassigned fund balance*, which is available for spending at the City’s discretion. The remainder of the balance is *nonspendable, restricted, committed or assigned* to indicate that it is *not* available for new spending. Refer to Note 11 in the basic financial statements for a detailed breakout of fund balance within the five categories.

Revenues and other financing sources for governmental funds totaled approximately \$133.2 million for the fiscal year ended June 30, 2022, which represents a decrease of 28.08% from the fiscal year ended June 30, 2021. The decrease is mostly due to the investment earnings related to GASB 72 adjustments. Expenditures and other financing uses for governmental functions totaled \$140.3 million, an increase of 4.85% from the prior year.

Comparative Analysis of Changes in Fund Balances

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

GOVERNMENTAL FUNDS
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 For the Year Ended June 30, 2022

	Revenues and Other Financing Sources		Expenditures and Other Financing Uses		Net Change in Fund Balances	
	2022	2021	2022	2021	2022	2021
General Fund	\$ 103,620,847	\$ 95,584,355	\$ 98,171,224	\$ 89,812,552	\$ 5,449,623	\$ 5,771,803
Folsom Housing - Special Revenue Fund	6,447,036	7,585,329	87,601	3,693,350	6,359,435	3,891,979
Folsom Public Financing Authority	(4,645,626)	261,951	6,688,328	16,272,168	(11,333,954)	(16,010,217)
Folsom Ranch Financing Authority	(22,266,161)	47,369,768	4,923,187	4,076,102	(27,189,348)	43,293,666
Transportation Improvement Fund	22,701,822	12,623,049	20,244,413	10,459,611	2,457,409	2,163,438
Other Governmental Funds	27,390,382	21,857,847	10,191,446	9,503,215	17,198,936	12,354,632
Total	\$ 133,248,300	\$ 185,282,299	\$ 140,306,199	\$ 133,816,998	\$ (7,057,899)	\$ 51,465,301

In the governmental funds, expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and

MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

when the revenue is measurable and available. As expenditures increase, revenues increase proportionately, subject to availability. In addition to the effects of expenditure-driven grants, the following information provides significant reasons for the change in fund balance.

Analysis of Major Governmental Funds

General Fund

The General Fund is the primary operating fund of the City. At the end of FY 2021-22 there was a decrease in fund balance of \$7.01 million which resulted in a nonspendable fund balance of \$660K, an assigned fund balance of \$3.0 million and unassigned fund balance of \$23.2 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 23.7% of total General Fund expenditures and transfers out of \$98,171,224 while total fund balance represents 27.42% of that same amount.

General Fund revenues of \$99.0 million were up \$9.2 million or 10.2% higher than FY 2020-21 revenues of \$89.9 million. The table below provides a revenue comparison between Fiscal Years 2021-22 versus 2020-21.

	2022	2021	\$ Change	% Change
Property taxes	\$ 33,225,451	\$ 31,253,436	\$ 1,972,015	6.3%
Sales & use taxes	27,900,779	25,846,985	2,053,794	7.9%
Transient occupancy	2,597,968	1,357,550	1,240,418	91.4%
Real Property transfer	1,057,752	799,193	258,559	32.4%
Other	1,293,451	710,605	582,846	82.0%
Licenses and permits	4,299,748	4,240,879	58,869	1.4%
Vehicle license fees	8,342,739	7,823,848	518,891	6.6%
Intergovernmental	1,702,834	1,929,340	(226,506)	-11.7%
Charges for current services	17,786,469	13,812,575	3,973,894	28.8%
Fines and forfeitures	133,772	153,339	(19,567)	-12.8%
Interest	(951,314)	69,517	(1,020,831)	-1468.5%
Miscellaneous	1,642,143	1,861,769	(219,626)	-11.8%
Total	\$ 99,031,792	\$ 89,859,036	\$ 9,172,756	10.2%

Property tax revenues increased 6.3% over the prior fiscal year, due to increasing home values and increased sales activity. Transient occupancy taxes (TOT) increased by \$1.2 million, or 91.4% over last year, due to the lifting of COVID-19 restrictions. Sales tax revenue increased by \$2.1 million, or 7.9% over last year, and charges for current services increased by \$4.0 million, or 28.8% compared to last year, this increase is mainly due to an increase of \$2.5 million in Parks and Recreation revenue due to the lifted COVID-19 restrictions and having a full fiscal year of revenue.

General fund expenditures of \$98,171,224, excluding transfers out, increased by \$8.4 million or 9.3% over prior year expenditures of \$89,812,552. This is due to increased spending across most functions due to increase in costs for services.

MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

Expenditures	2022	2021	\$ variance	% variance
General government	\$ 16,860,675	\$13,965,618	\$ 2,895,057	20.7%
Public safety	49,333,965	46,067,755	3,266,210	7.1%
Public ways and facilities	7,047,421	7,059,511	(12,090)	-0.2%
Community services	8,014,879	6,825,605	1,189,274	17.4%
Culture and recreation	15,309,206	14,557,631	751,575	5.2%
Capital Outlay	1,345,429	1,085,145	260,284	24.0%
Debt service principal payments	259,649	251,287	8,362	3.3%
Total	\$ 98,171,224	\$89,812,552	\$ 8,358,672	9.3%

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

Comparative Fund Balance - Governmental Funds

	2022	2021	Net Change
General Fund	\$ 26,919,048	\$ 21,469,425	\$ 5,449,623
Folsom Housing - Special Revenue Fund	37,789,041	31,429,606	6,359,435
Folsom Public Financing Authority	36,946,198	48,280,152	(11,333,954)
Folsom Ranch Financing Authority	106,208,595	133,397,943	(27,189,348)
Transportation Improvement Fund	15,710,540	13,253,131	2,457,409
Other Governmental Funds	69,702,572	52,503,636	17,198,936
Total	\$ 293,275,994	\$ 300,333,893	\$ (7,057,899)

Folsom Housing Special Revenue Fund

The Folsom Housing Special Revenue Fund was created in FY 2011-12 after the City elected to retain the Housing function of the former RDA. This fund accounts for the Housing activities of the City that were previously accounted for in the Redevelopment Special Revenue Fund. For FY 2021-2022, the fund reported revenues of \$6.4 million and expenditures and transfers of \$88k, increasing fund balance by \$6.3 million.

Folsom Public Financing Authority Debt Service Fund

The Folsom Public Financing Authority's (FPFA) governmental debt service fund provides information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Authority's financing requirements. The Authority's governmental debt service fund balance decreased \$11.3 million during 2022.

Revenues for FPFA's governmental functions overall totaled (\$4.6) million in FY 2021-22, and represent a decrease of \$4.9 million in comparison with the prior fiscal year. This is mostly due to investment earnings related to GASB 72 adjustments. Expenditures for governmental functions, totaling \$6.7 million, a decrease of \$259k from the prior fiscal year. For additional information please refer to Note 8 of this report and the separately issued financial statements.

Folsom Ranch Financing Authority Debt Service Fund

The Folsom Ranch Financing Authority's (FRFA) governmental debt service fund provides information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Authority's financing requirements. The Authority's governmental debt service fund balance decreased \$27.2 million during 2022. This decrease

MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

was mostly due to the \$38.7 investment earning related to GASB 72 adjustments offset by the new bond issuance of \$11.9 million and bond premium of \$276k.

Revenues for FRFA's governmental functions overall totaled (\$34.4) million in FY 2021-22, and represent a decrease of \$55.2 million in comparison with the prior fiscal year. This is mostly due to the investment earnings related to GASB 72 adjustments. Expenditures for governmental functions, totaling \$4.9 million, increased by \$847k from the prior fiscal year. For additional information please refer to Note 8 of this report and the separately issued financial statements.

Transportation Improvement Capital Projects Fund

The Transportation Improvement Capital Projects Fund is used to account for long-term major road projects financed through developer mitigation charges and Measure A funding. Expenditures and transfers in the Transportation Improvement Capital Projects Fund were \$20.2 million in FY 2021-22, an increase of \$9.9 million from the prior fiscal year. This increase is mainly due to the Highway 50 Southeast Connector Project.

Proprietary Funds

Water Fund

Net position of the Water Fund increased by \$3.0 million in FY 2021-2. Operating revenue for FY 2021-22 was \$18.0 million, an decrease of \$707k due to favorable water usage levels throughout the year. Operating expenses decreased \$322k to \$14.5 million primarily due to decrease in GASB 68 adjustment. Net transfers were \$902k, an increase of \$63k from prior year levels. As of June 30, 2022, the fund's net position was \$113.0 million, of which \$100.5 million was the net investment in capital assets, while the remaining \$12.5 million was unrestricted.

Wastewater Fund

Operating revenues were at \$8.6 million, an increase of \$135k from the prior year. Expenses were at \$6.2 million, down \$971k from the prior year. The net result was operating income of \$2.4 million. Other items which affected net position were capital contributions of \$639k and other non-operating revenue of (\$443k). The total increase to net position in FY 2021-22 was \$1.9 million, leaving a balance of \$70.9 million. As of June 30, 2022, of the Fund's net position, \$57.8 million was the net investment in capital assets, and the remaining \$13.1 million was unrestricted.

Solid Waste Fund

Operating revenues were at \$19.7 million, an increase of \$4.5 million from the prior year. This increase is mostly due to a rate increase that occurred in January 2022. Operating expenses were at \$14.0 million, an increase of \$1.0 million. The net result was operating income of \$5.7 million. The total increase to net position in FY 2021-22 was \$5.0 million, leaving a balance of \$1.0 million. As of June 30, 2022, of the Fund's net position, \$3.0 million was the net investment in capital assets, and the remaining \$(2.0) million was unrestricted.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

	Operating Revenues, Nonoperating Revenues, Capital Contributions & Transfers		Operating Expenses, Nonoperating Expenses & Transfers		Net Change in Net Position	
	2022	2021	2022	2021	2022	2021
	Water	\$ 18,874,567	\$ 24,165,928	\$ 15,883,089	\$ 16,552,383	\$ 2,991,478
Wastewater	8,818,787	11,780,195	6,907,704	7,859,589	1,911,083	3,920,606
Solid Waste	20,661,002	15,611,563	15,702,974	14,395,641	4,958,028	1,215,922
Other Enterprise Funds	1,103	1,302	485	5,114	618	(3,812)
Total	\$ 48,355,459	\$ 51,558,988	\$ 38,494,252	\$ 38,812,727	\$ 9,861,207	\$ 12,746,261

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the City Council revised the City budget to recognize changes made to adjust current year revenues and appropriations for updated projections and to adjust appropriations for use of prior year department carryover.

The major changes from the approved budget were increases in expenditure budgets to augment capital projects and for programming one-time projects from fund balance designations for General government, Public safety and Community services. After taking into account these adjustments, actual expenditures were \$1.8 million over budget. This was mainly due to higher than expected public safety labor costs, and higher costs associated with contracts due to the current economy with supply chain issues and inflation.

Revenues were \$99.0 million or 113% of budgeted amounts. Revenues exceed budget due the City budgeting conservative for Sales Tax and Charges of Services as the City was uncertain how the City would bounce back after COVID-19 restrictions being fully lifted. A shortfall from budgeted amounts did occur in Intergovernmental revenue, which ended the fiscal year at 63% of budget, Miscellaneous, which ended the fiscal year at 58% of budget, and Interest revenue, which ended the fiscal year at (414%) of budget. This is offset by Sales and Use Tax which were \$3.3 million above budget, and Chargers for Current Services which was \$7.9 million above budget.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets:

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2022, amounted to \$559.3 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, vehicles and equipment and construction in progress. The total increase in the City's capital assets for the current fiscal year was .41%, as shown in the following table. Capital assets for the governmental and business-type activities are presented below to illustrate the changes from the prior year:

Capital assets (Net of Depreciation) June 30, 2022	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
	Land	\$ 17,604,606	\$17,604,606	\$ 815,270	\$815,270	\$ 18,419,876
Construction in progress	24,283,554	7,253,815	7,990,015	3,833,779	32,273,569	11,087,594
Buildings	31,358,034	33,307,889	429,320	446,468	31,787,354	33,754,357
Improvements	305,859,130	317,809,858	162,271,689	167,179,287	468,130,819	484,989,145
Equipment	3,500,291	4,030,274	4,723,873	4,755,384	8,224,164	8,785,658
Intangible Asset	355,919	-	152,831	-	508,750	-
Total capital assets	\$ 382,961,534	\$380,006,442	\$ 176,382,998	\$177,030,188	\$ 559,344,532	\$ 557,036,630

MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

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

- Equipment purchases of \$2.7 million for various vehicles and machinery
- Construction expenditures of \$16.6 million for the Capital South East Connector Segment D3 project
- Construction expenditures of \$2.1 million for the Street Overlay project
- Construction expenditures of \$1.4 million for the Water System Rehabilitation project
- Construction expenditures of \$1.3 million for the Oak Avenue Pumping Station project
- Construction expenditures of \$1.2 million for the Water Treatment Plan Pre-Treatment System Improvement project
- Construction expenditures of \$350,000 for the Scott Road Realignment project

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

Long-term debt

As of June 30, 2022, the City had \$159,588,160 of outstanding long-term debt related to governmental activities and \$16,394,762 of long-term debt related to business-type activities, for a total of \$175,982,922. During the year, \$8.7 million of long-term debt was retired, offset by an addition of \$11.9 million in revenue bonds, \$276k in issuance discounts/premiums, and \$5.1 million in compensated absences, resulting in a net increase of 1.53%. The City's debt obligations are in the form of general obligation bonds, certificates of participation, revenue bonds, long-term lease obligations, capital lease obligations, compensated absences, landfill closure costs, long term loans, and deferred amounts for issuance discounts, premiums and refundings.

At the end of the current fiscal year, the City had total bonded debt outstanding of \$160,253,000. The remainder of the City's bonded debt represents bonds secured solely by the specified revenue sources.

The following table summarizes the City's outstanding debt at June 30, 2022:

	Governmental Activities		Business-type Activities		Total		Increase (Decrease) % Change
	2022	2021	2022	2021	2022	2021	
Revenue bonds	\$ 110,165,000	\$ 99,785,000	\$ 6,395,000	\$ 7,175,000	\$ 116,560,000	\$ 106,960,000	9%
Notes from direct borrowings and direct placements	35,220,000	39,570,207	8,473,000	9,116,000	43,693,000	48,686,207	-10%
City Hall & Fire Station Lease Obligation	1,000,748	1,180,846	-	-	1,000,748	1,180,846	-15%
Capital lease obligations	250,065	509,714	-	-	250,065	509,714	-51%
Compensated absences	4,084,692	4,440,306	730,366	705,017	4,815,058	5,145,323	-6%
Landfill closure liability	-	434,000	-	-	-	434,000	-100%
Long-Term loan	-	563,431	-	-	-	563,431	0%
Less: Discounts/premiums	8,867,655	8,933,261	796,396	910,167	9,664,051	9,843,428	-2%
Total	\$ 159,588,160	\$ 155,416,765	\$ 16,394,762	\$ 17,906,184	\$ 175,982,922	\$ 173,322,949	2%

Please refer to Note 8 in the Notes to the Basic Financial Statements for more detailed information on long-term debt activity of the City.

Credit Rating

As of June 30, 2022 the City's Water Bonds are rated AA/Stable by Standard & Poor's.

MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

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

A large portion of the City's financings have been through the issuance of special assessment district debt. These district bonds, issued per the Mello-Roos Community Facilities act of 1982

and the Marks-Roos Local Bond Pooling Act of 1985, are land secured financings where developments are not yet completed at the time of issuance, and are therefore not rated at the time of the original issuance. However, as these individual developments have matured, many of these financings within the City have been refunded and have subsequently received ratings.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Economic Factors

Current economic projections continue to project slow economic growth as the economy recovers from the COVID-19 public health emergency, but the City's focus remains on building a healthy fund balance, while facing continued budget constraints. These constraints include:

- Property taxes are continuing to show growth and sales taxes are remaining stable.
- While the City's revenue growth is flat overall, the City must at the same time support rising costs in employee wages and benefits.
- Unassigned General Fund balance for FY 2021-22 was \$23.3 million, or 23.7% of FY 2022 expenditures. This exceeds the Folsom City Council Policy of 15%.

Next Year's Budget

The City closed the fiscal year in a positive position, with a total General Fund balance of \$26,919,048, an increase of \$5.45 million from the prior year. Revenue growth in the near future is expected to be slow and City management will continue to monitor the General Fund's position and report to Council on a quarterly basis.

The General Fund budget for FY 2022-23 appropriates approximately \$102.4 million, an increase of 4.3% over the prior year final expenditures. General Fund revenue for FY 2022-23 is projected to be \$102.4 million, approximately a \$9.9 million increase from FY 2021-22. Management's efforts will focus on closely monitoring expenses and utilizing existing resources as efficiently and effectively as possible.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

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

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BASIC FINANCIAL STATEMENTS



CITY OF
FOLSOM
DISTINCTIVE BY NATURE

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CITY OF FOLSOM, CALIFORNIA

STATEMENT OF NET POSITION JUNE 30, 2022

	Primary Government		
	Governmental	Business-Type	Total
	Activities	Activities	
ASSETS:			
Cash and investments	\$ 137,451,855	\$ 56,258,333	\$ 193,710,188
Receivables, net of allowances for uncollectibles	51,354,849	6,476,656	57,831,505
Due from other governments	6,222,300	-	6,222,300
Inventory	645,340	-	645,340
Prepays	15,124	-	15,124
Deposits	2,942,482	-	2,942,482
Restricted assets - cash and investments	725,243	104	725,347
Investments held in trust	142,856,477	-	142,856,477
Capital assets, net of accumulated depreciation:			
Nondepreciable	41,888,160	8,805,285	50,693,445
Depreciable	341,073,373	167,577,713	508,651,086
Total assets	725,175,203	239,118,091	964,293,294
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred outflows related to pensions	20,763,077	3,953,196	24,716,273
Deferred outflows related to OPEB	999,558	88,687	1,088,245
Deferred amounts on refunding	-	528,177	528,177
Total deferred outflows of resources	21,762,635	4,570,060	26,332,695
LIABILITIES:			
Accounts payable	8,964,990	2,175,864	11,140,854
Wages payable	4,595,994	481,191	5,077,185
Interest payable	1,936,006	33,723	1,969,729
Lease Payable	355,919	152,831	508,750
Due to other governments	-	3,196,759	3,196,759
Unearned revenue	13,245,340	3,512,709	16,758,049
Long-term liabilities (due within one year):			
Other long-term liabilities due within one year	5,998,303	1,580,862	7,579,165
Long-term liabilities (due in more one year):			
Net pension liability	100,424,354	18,624,494	119,048,848
Net other postemployment benefits (OPEB) liability	81,187,666	7,469,719	88,657,385
Other long-term liabilities due in more than one year	153,589,857	14,813,900	168,403,757
Total liabilities	370,298,429	52,042,052	422,340,481
DEFERRED INFLOWS OF RESOURCES:			
Deferred inflows related to pensions	27,441,765	6,028,363	33,470,128
Deferred inflows related to OPEB	6,491,828	662,513	7,154,341
Deferred inflows related to Leases	7,427,840	-	7,427,840
Deferred amounts on refunding	208,929	-	208,929
Total deferred inflows of resources	41,570,362	6,690,876	48,261,238
NET POSITION:			
Net investment in capital assets	372,280,617	161,246,778	533,527,395
Restricted for:			
Nonexpendable: Wetlands/Open space	455,583	-	455,583
Capital Projects	45,954,862	-	45,954,862
Debt service	28,402,879	-	28,402,879
Low and moderate income housing	37,789,041	-	37,789,041
Transportation/streets	20,139,651	-	20,139,651
Lighting and landscape assessment districts	7,978,378	-	7,978,378
Other Special Revenue	967,258	-	967,258
Critical facilities	-	129,602	129,602
Unrestricted	(178,899,222)	23,578,843	(155,320,379)
Total net position	\$ 335,069,047	\$ 184,955,223	\$ 520,024,270

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

CITY OF FOLSOM, CALIFORNIA

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2022

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT:				
Governmental activities:				
General government	\$ 14,570,235	\$ 11,395,670	\$ 291,367	\$ 852,361
Public safety	49,214,434	7,807,095	320,560	82,607
Public ways and facilities	30,321,802	16,519,809	3,614,511	26,014,623
Community services	7,909,070	14,818,895	189,387	-
Culture and recreation	18,809,703	14,863,977	-	1,103,891
Interest and fiscal charges	5,692,263	-	-	-
Total governmental activities	126,517,506	65,405,446	4,415,825	28,053,482
Business-type activities:				
Water	14,980,895	17,280,478	1,262,611	843,265
Wastewater	6,225,992	8,621,943	58,694	638,960
Solid Waste	14,044,953	19,705,286	1,191,370	-
Facilities Augmentation	-	-	-	-
Total business-type activities	35,251,840	45,607,707	2,512,675	1,482,225
TOTAL	\$ 161,769,346	\$ 111,013,153	\$ 6,928,500	\$ 29,535,707

GENERAL REVENUES:

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

Transfers

Total general revenues and transfers

Change in net position

Net position, beginning of year

Net position, end of year

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

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

<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>	
			PRIMARY GOVERNMENT:
			Governmental activities:
\$ (2,030,837)	\$ -	\$ (2,030,837)	General government
(41,004,172)	-	(41,004,172)	Public safety
15,827,141	-	15,827,141	Public ways and facilities
7,099,212	-	7,099,212	Community services
(2,841,835)	-	(2,841,835)	Culture and recreation
(5,692,263)	-	(5,692,263)	Interest and fiscal charges
			Total governmental activities
<u>(28,642,754)</u>	<u>-</u>	<u>(28,642,754)</u>	
			Business-type activities:
-	4,405,459	4,405,459	Water
-	3,093,605	3,093,605	Wastewater
-	6,851,703	6,851,703	Solid Waste
-	-	-	Facilities Augmentation
			Total business-type activities
<u>-</u>	<u>14,350,767</u>	<u>14,350,767</u>	
<u>(28,642,754)</u>	<u>14,350,767</u>	<u>(14,291,987)</u>	TOTAL
			GENERAL REVENUES:
			Taxes:
33,225,451	-	33,225,451	Property
27,900,779	-	27,900,779	Sales and use
4,949,172	-	4,949,172	Other
(47,159,517)	(1,247,148)	(48,406,665)	Investment earnings (loss)
1,866,914	-	1,866,914	Miscellaneous
<u>3,242,412</u>	<u>(3,242,412)</u>	<u>-</u>	Transfers
<u>24,025,211</u>	<u>(4,489,560)</u>	<u>19,535,651</u>	Total general revenues and transfers
(4,617,543)	9,861,207	5,243,664	Change in net position
<u>339,686,590</u>	<u>175,094,016</u>	<u>514,780,606</u>	Net position, beginning of year
<u>\$ 335,069,047</u>	<u>\$ 184,955,223</u>	<u>\$ 520,024,270</u>	Net position, end of year

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

CITY OF FOLSOM, CALIFORNIA
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2022

	General Fund	Folsom Housing Special Revenue Fund	Folsom Public Financing Authority Debt Service Fund	Folsom Ranch Financing Authority Debt Service Fund
ASSETS				
Cash and cash equivalents	\$ 36,122,455	\$ 7,752,969	\$ 129,877	\$ -
Cash with fiscal agent	-	-	-	-
Receivables	15,061,209	30,051,083	497	-
Insurance deposits	15,124	-	-	-
Due from other funds	625,878	-	-	-
Due from other governments	2,359,327	-	-	-
Inventory	645,340	-	-	-
Investments held in trust	-	-	36,647,882	106,208,595
Restricted assets:				
Cash and cash equivalents	-	-	-	-
Cash with fiscal agent	-	-	167,942	-
Total assets	<u>\$ 54,829,333</u>	<u>\$ 37,804,052</u>	<u>\$ 36,946,198</u>	<u>\$ 106,208,595</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES:				
Accounts payable	\$ 4,466,419	\$ 15,011	\$ -	\$ -
Wages payable	3,611,090	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	12,404,936	-	-	-
Total liabilities	<u>20,482,445</u>	<u>15,011</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows related to Leases	7,427,840	-	-	-
Total Deferred Inflows of Resources	<u>7,427,840</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES:				
Nonspendable	660,464	-	-	-
Restricted	-	37,789,041	36,946,198	106,208,595
Committed	-	-	-	-
Assigned	2,998,099	-	-	-
Unassigned	23,260,485	-	-	-
TOTAL FUND BALANCES	<u>26,919,048</u>	<u>37,789,041</u>	<u>36,946,198</u>	<u>106,208,595</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 54,829,333</u>	<u>\$ 37,804,052</u>	<u>\$ 36,946,198</u>	<u>\$ 106,208,595</u>

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

Transportation Improvement Capital Projects Fund	Other Non-Major Governmental Funds	Total Governmental Funds	
ASSETS			
\$ 14,923,106	\$ 65,601,512	\$ 124,529,919	Cash and cash equivalents
-	199,657	199,657	Cash with fiscal agent
700,160	5,470,718	51,283,667	Receivables
-	-	15,124	Insurance deposits
-	-	625,878	Due from other funds
3,130,623	732,350	6,222,300	Due from other governments
-	-	645,340	Inventory
-	-	142,856,477	Investments held in trust
205,000	352,301	557,301	Restricted assets:
-	-	167,942	Cash and cash equivalents
-	-	-	Cash with fiscal agent
<u>\$ 18,958,889</u>	<u>\$ 72,356,538</u>	<u>\$ 327,103,605</u>	Total assets
LIABILITIES AND FUND BALANCES			
LIABILITIES:			
\$ 3,248,349	\$ 1,207,828	\$ 8,937,607	Accounts payable
-	144,869	3,755,959	Wages payable
-	460,865	460,865	Due to other funds
-	840,404	13,245,340	Unearned revenue
<u>3,248,349</u>	<u>2,653,966</u>	<u>26,399,771</u>	Total liabilities
DEFERRED INFLOWS OF RESOURCES			
-	-	7,427,840	Deferred Inflows related to Leases
-	-	<u>7,427,840</u>	
FUND BALANCES:			
-	455,583	1,116,047	Nonspendable
15,710,540	60,907,496	257,561,870	Restricted
-	5,349,293	5,349,293	Committed
-	3,512,989	6,511,088	Assigned
-	(522,789)	22,737,696	Unassigned
<u>15,710,540</u>	<u>69,702,572</u>	<u>293,275,994</u>	TOTAL FUND BALANCES
<u>\$ 18,958,889</u>	<u>\$ 72,356,538</u>	<u>\$ 327,103,605</u>	TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES

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

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CITY OF FOLSOM, CALIFORNIA

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION JUNE 30, 2022

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

Total fund balances - total governmental funds (Page 25)	\$ 293,275,994
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the Governmental Funds' balance sheet	
Nondepreciable capital assets	41,888,160
Depreciable capital assets, net	341,073,021
Deferred outflows - amount related to pensions	20,763,077
Deferred outflows - amount related to OPEB	999,558
Deferred amounts on refunding not in governmental funds	(208,929)
Net unmatured long-term debt	(155,503,468)
Accrued interest	(1,936,006)
Certain accrued liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds as follows:	
Compensated absences	(4,084,692)
Net post-employment benefit liability (OPEB)	(81,187,666)
Net pension liability	(100,424,354)
Lease Payable	(355,919)
Deferred inflows - amount related to pensions	(27,441,765)
Deferred inflows - amount related to OPEB	(6,491,828)
Internal service funds are used by management to charge the costs of fleet management, management information services, facilities costs, and insurance, to individual funds. The assets and liabilities of the Internal Service Funds are included in the governmental activities in the Government-Wide Statement of Net Position.	
	<u>14,703,864</u>
Net position of governmental activities (Page 21)	<u><u>\$ 335,069,047</u></u>

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

CITY OF FOLSOM, CALIFORNIA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2022

	General Fund	Folsom Housing Special Revenue Fund	Folsom Public Financing Authority Debt Service Fund
REVENUES			
Taxes:			
Property	\$ 33,225,451	\$ -	\$ -
Sales and use	27,900,779	-	-
Transient occupancy	2,597,968	-	-
Real property transfer	1,057,752	-	-
Other	1,293,451	-	-
Licenses and permits	4,299,748	-	-
Vehicle license fees	8,342,739	-	-
Intergovernmental	1,702,834	-	1,453,224
Charges for current services	17,786,469	29,219	-
Fines and forfeitures	133,772	6,625,814	-
Assessment collections	-	-	-
Investment income (loss)	(951,314)	(207,997)	(6,098,850)
Miscellaneous	1,642,143	-	-
Total revenues	99,031,792	6,447,036	(4,645,626)
EXPENDITURES			
Current:			
General government	16,860,675	62,516	-
Public safety	49,333,965	-	-
Public ways and facilities	7,047,421	-	-
Community services	8,014,879	-	-
Culture and recreation	15,309,206	-	-
Capital outlay	1,345,429	-	-
Debt service:			
Principal payments	259,649	-	5,450,305
Interest and fiscal charges	-	-	1,238,023
Total expenditures	98,171,224	62,516	6,688,328
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	860,568	6,384,520	(11,333,954)
OTHER FINANCING SOURCES (USES)			
Bond issuance	-	-	-
Bond premium	-	-	-
Transfers in	4,589,055	-	-
Transfers out	-	(25,085)	-
Total other financing sources (uses)	4,589,055	(25,085)	-
NET CHANGE IN FUND BALANCES	5,449,623	6,359,435	(11,333,954)
FUND BALANCES, BEGINNING OF YEAR	21,469,425	31,429,606	48,280,152
FUND BALANCES, END OF YEAR	\$ 26,919,048	\$ 37,789,041	\$ 36,946,198

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

Folsom Ranch Financing Authority Debt Service Fund	Transportation Improvement Capital Projects Fund	Other Non-Major Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 33,225,451
-	-	-	27,900,779
-	-	-	2,597,968
-	-	-	1,057,752
-	-	-	1,293,451
-	-	3,154	4,302,902
-	-	-	8,342,739
4,368,187	17,578,207	4,871,784	29,974,236
-	5,186,489	22,932,370	45,934,547
-	-	65,060	6,824,646
-	-	611	611
(38,765,139)	(230,874)	(530,251)	(46,784,425)
-	168,000	47,654	1,857,797
<u>(34,396,952)</u>	<u>22,701,822</u>	<u>27,390,382</u>	<u>116,528,454</u>
-	-	875,590	17,798,781
-	-	32,143	49,366,108
-	2,130,107	5,900,641	15,078,169
-	-	-	8,014,879
-	-	47,770	15,356,976
-	17,961,396	2,176,217	21,483,042
555,000	-	-	6,264,954
4,368,187	-	-	5,606,210
<u>4,923,187</u>	<u>20,091,503</u>	<u>9,032,361</u>	<u>138,969,119</u>
<u>(39,320,139)</u>	<u>2,610,319</u>	<u>18,358,021</u>	<u>(22,440,665)</u>
11,855,000	-	-	11,855,000
275,791	-	-	275,791
-	-	-	4,589,055
-	(152,910)	(1,159,085)	(1,337,080)
<u>12,130,791</u>	<u>(152,910)</u>	<u>(1,159,085)</u>	<u>15,382,766</u>
(27,189,348)	2,457,409	17,198,936	(7,057,899)
<u>133,397,943</u>	<u>13,253,131</u>	<u>52,503,636</u>	<u>300,333,893</u>
<u>\$ 106,208,595</u>	<u>\$ 15,710,540</u>	<u>\$ 69,702,572</u>	<u>\$ 293,275,994</u>

REVENUES

Taxes:

Property
Sales and use
Transient occupancy
Real property transfer
Other

Licenses and permits
Vehicle license fees
Intergovernmental
Charges for current services
Fines and forfeitures
Assessment collections
Investment income (loss)
Miscellaneous

Total revenues

EXPENDITURES

Current:

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

Capital outlay

Debt service:

Principal payments
Interest and fiscal charges

Total expenditures

EXCESS (DEFICIENCY) OF REVENUES

OVER (UNDER) EXPENDITURES

OTHER FINANCING SOURCES (USES)

Bond issuance

Bond premium

Transfers in

Transfers out

Total other financing sources (uses)

NET CHANGE IN FUND BALANCES

FUND BALANCES, BEGINNING OF YEAR

FUND BALANCES, END OF YEAR

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

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CITY OF FOLSOM, CALIFORNIA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2022

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

Net change in fund balances - total governmental funds (Page 29)	\$	(7,057,899)
<p>Governmental funds report capital outlay as expenditures. However, in the statement of activities the costs of these assets are allocated over their estimated useful lives and reported as depreciation expense. Capital outlays and depreciation expense are as follows:</p>		
Capitalized capital outlays		21,483,042
Depreciation expense		(21,377,771)
<p>Governmental funds do not report contributed capital, whereas this revenue is reported in the Government-Wide Statement of Activities</p>		
		2,495,071
<p>Premiums, discounts, and other charges related to long-term debt are expended in the year of issuance by governmental funds. However, these costs are deferred and amortized in the statement of activities. This amount reflects the amortization of premiums, discounts, and other deferred charges.</p>		
		428,565
<p>Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, pension expense is measured as the change in net pension liability and the amortization of deferred outflows and inflows related to pensions. This amount represents the net change in pension related amounts.</p>		
		4,167,267
<p>Governmental funds report OPEB contributions as expenditures. However, in the Statement of Activities, OPEB expense is measured as the change in net OPEB liability and the amortization of deferred outflows and inflows related to OPEB. This amount represents the net change in OPEB related amounts.</p>		
		1,900,426
<p>Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.</p>		
Principal repayments on long term debt	6,264,954	
Change in compensated absences	355,614	
Issuance of long-term debt	(11,855,000)	
Change in Long-Term loan	563,431	
Change in landfill liability	2,400	
Bond premium	(275,791)	
Change in accrued interest	(86,053)	
	(5,030,445)	(5,030,445)
<p>Internal service funds are used by management to charge the costs of fleet management, management information services, facilities costs, and insurance, to individual funds. The net revenue (expense) of certain activities of the Internal Service Funds is reported with Governmental Activities.</p>		
		(1,625,799)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES (Page 23)	\$	(4,617,543)

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

CITY OF FOLSOM, CALIFORNIA

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				Total	Governmental Activities Internal Service Funds
	Water	Wastewater	Solid Waste	Other Non-major Enterprise Funds		
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 24,691,110	\$ 20,578,802	\$ 10,858,258	\$ 130,163	\$ 56,258,333	\$ 12,722,279
Receivables, net of allowances	4,320,662	1,623,525	531,962	507	6,476,656	71,182
Due from other governments	-	-	-	-	-	-
Insurance deposits	-	-	-	-	-	2,942,482
Total current assets	29,011,772	22,202,327	11,390,220	130,670	62,734,989	15,735,943
Noncurrent assets:						
Restricted assets:						
Cash with fiscal agent	104	-	-	-	104	-
Capital assets	194,425,737	87,772,266	13,565,346	-	295,763,349	3,163,038
Accumulated depreciation	(78,780,132)	(30,005,546)	(10,594,673)	-	(119,380,351)	(3,162,686)
Total noncurrent assets	115,645,709	57,766,720	2,970,673	-	176,383,102	352
Total assets	144,657,481	79,969,047	14,360,893	130,670	239,118,091	15,736,295
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflows related to pensions	1,481,658	888,442	1,583,096	-	3,953,196	-
Deferred outflows related to OPEB	41,905	9,524	37,258	-	88,687	-
Deferred amounts on refunding	528,177	-	-	-	528,177	-
Total deferred outflows of resources	2,051,740	897,966	1,620,354	-	4,570,060	-
LIABILITIES						
Current liabilities:						
Accounts payable	1,286,217	176,674	712,973	-	2,175,864	27,383
Wages payable	176,769	99,645	204,777	-	481,191	840,035
Interest payable	33,723	-	-	-	33,723	-
Lease Payable	47,641	18,642	86,548	-	152,831	-
Due to other funds	-	-	-	-	-	165,013
Due to other governments	-	3,196,759	-	-	3,196,759	-
Unearned Revenue	3,356,289	151,985	4,435	-	3,512,709	-
Accrued compensated absences, payable within one year	42,561	22,434	62,867	-	127,862	-
Long term debt, due within one year	1,453,000	-	-	-	1,453,000	-
Total current liabilities	6,396,200	3,666,139	1,071,600	-	11,133,939	1,032,431
Noncurrent liabilities:						
Net pension liability	6,378,907	4,366,188	7,879,399	-	18,624,494	-
Accrued compensated absences, payable after one year	272,258	124,154	206,091	-	602,503	-
Net OPEB liability	3,765,197	498,757	3,205,765	-	7,469,719	-
Long term debt, due after one year net of unamortized premiums/discounts	14,211,397	-	-	-	14,211,397	-
Total noncurrent liabilities	24,627,759	4,989,099	11,291,255	-	40,908,113	-
Total liabilities	31,023,959	8,655,238	12,362,855	-	52,042,052	1,032,431
DEFERRED INFLOWS OF RESOURCES:						
Deferred inflows related to pensions	2,401,211	1,262,179	2,364,973	-	6,028,363	-
Deferred inflows related to OPEB	314,469	68,818	279,226	-	662,513	-
NET POSITION						
Net investment in capital assets	100,509,385	57,766,720	2,970,673	-	161,246,778	352
Restricted for critical facilities use	-	-	-	129,602	129,602	-
Unrestricted	12,460,197	13,114,058	(1,996,480)	1,068	23,578,843	14,703,512
Total net position (deficit)	\$ 112,969,582	\$ 70,880,778	\$ 974,193	\$ 130,670	\$ 184,955,223	\$ 14,703,864

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

CITY OF FOLSOM, CALIFORNIA

**STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				Total	Governmental Activities Internal Service Funds
	Water	Wastewater	Solid Waste	Other Non-major Enterprise Funds		
OPERATING REVENUES:						
Charges for services	\$ 17,280,478	\$ 8,621,943	\$ 19,705,286	\$ -	\$ 45,607,707	\$ 19,008,518
OPERATING EXPENSES:						
Employee services	4,430,835	2,481,920	5,481,309	-	12,394,064	20,300,066
Utilities	566,309	88,262	41,216	-	695,787	-
Supplies	1,259,831	281,442	1,390,720	-	2,931,993	-
Maintenance and operations	852,055	230,474	1,120,642	-	2,203,171	-
Contractual services	2,045,441	442,486	4,354,277	-	6,842,204	-
Depreciation	4,656,071	2,304,578	920,275	-	7,880,924	1,171
Other	709,597	396,157	733,499	-	1,839,253	-
Total operating expenses	14,520,139	6,225,319	14,041,938	-	34,787,396	20,301,237
OPERATING INCOME (LOSS)	2,760,339	2,396,624	5,663,348	-	10,820,311	(1,292,719)
NONOPERATING REVENUE (EXPENSES):						
Investment income	(511,787)	(500,810)	(235,654)	1,103	(1,247,148)	(365,973)
Interest expense	(460,756)	(673)	(3,015)	-	(464,444)	-
Gain/Loss on sale of capital assets	-	-	-	-	-	42,456
Other	720,886	-	425,059	-	1,145,945	-
Impact Fees	491,069	58,694	576,666	-	1,126,429	-
Intergovernmental revenues	50,656	-	189,645	-	240,301	-
Total nonoperating revenue (expense)	290,068	(442,789)	952,701	1,103	801,083	(323,517)
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	3,050,407	1,953,835	6,616,049	1,103	11,621,394	(1,616,236)
CAPITAL CONTRIBUTIONS AND TRANSFERS:						
Capital contributions	843,265	638,960	-	-	1,482,225	-
Transfers in	-	-	-	-	-	-
Transfers out	(902,194)	(681,712)	(1,658,021)	(485)	(3,242,412)	(9,563)
TOTAL CAPITAL CONTRIBUTIONS AND TRANSFERS	(58,929)	(42,752)	(1,658,021)	(485)	(1,760,187)	(9,563)
CHANGE IN NET POSITION	2,991,478	1,911,083	4,958,028	618	9,861,207	(1,625,799)
NET POSITION (DEFICIT), BEGINNING OF YEAR,	109,978,104	68,969,695	(3,983,835)	130,052	175,094,016	16,329,663
NET POSITION (DEFICIT), END OF YEAR	\$ 112,969,582	\$ 70,880,778	\$ 974,193	\$ 130,670	\$ 184,955,223	\$ 14,703,864

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

CITY OF FOLSOM, CALIFORNIA

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	Water	Wastewater	Solid Waste
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers and users	\$ 18,235,548	\$ 7,420,686	\$ 19,451,390
Payments to suppliers	(4,837,245)	(1,294,951)	(6,372,770)
Payments to employees	(5,150,981)	(2,880,114)	(6,207,155)
Payments to other governments	-	183	-
Cash received from (paid to) other sources	11,289	(396,157)	(308,440)
Net cash provided by (used for) operating activities	8,258,611	2,849,647	6,563,025
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers to other funds	(902,194)	(681,712)	(1,658,021)
Transfers from other funds	-	-	-
Impact Fees	491,069	58,694	576,666
Intergovernmental revenues received	50,656	-	189,645
Net cash provided by (used for) noncapital financing activities	(360,469)	(623,018)	(891,710)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Acquisition and construction of capital assets	-	-	-
Payments for capital improvement studies	(3,021,435)	(1,335,502)	(1,394,572)
Principal paid on capital debt and leases	(1,423,000)	-	-
Debt Issuance Premium	(113,771)	-	-
Interest paid on capital debt	(430,960)	(673)	-
Capital contributions	-	-	(3,015)
Net cash provided by (used for) capital and related financing activities	(4,989,166)	(1,336,175)	(1,397,587)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest and dividends (paid) on investments	(448,567)	(453,873)	(217,449)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,460,409	436,581	4,056,279
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	22,230,805	20,142,221	6,801,979
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 24,691,214	\$ 20,578,802	\$ 10,858,258
Summary:			
Cash and cash equivalents	\$ 24,691,110	\$ 20,578,802	\$ 10,858,258
Restricted assets	104	-	-
TOTAL CASH AND CASH EQUIVALENTS	\$ 24,691,214	\$ 20,578,802	\$ 10,858,258

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

BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS			Governmental Activities Internal Service Funds	
Other Non-major Enterprise Funds	Total			
				CASH FLOWS FROM OPERATING ACTIVITIES:
\$ -	\$ 45,107,624	\$ 19,634,139		Receipts from customers and users
-	(12,504,966)	(116,420)		Payments to suppliers
-	(14,238,250)	(20,256,542)		Payments to employees
-	183	-		Payments to other governments
-	(693,308)	-		Cash received from (paid to) other sources
-	17,671,283	(738,823)		Net cash provided by (used for) operating activities
				CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:
(485)	(3,242,412)	(9,563)		Transfers to other funds
-	-	75,173		Transfers from other funds
-	1,126,429			Impact Fees
-	240,301	-		Intergovernmental revenues
(485)	(1,875,682)	65,610		Net cash provided by (used for) noncapital financing activities
				CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:
-	-	42,454		Acquisition and construction of capital assets
-	(5,751,509)	-		Payments for capital improvement studies
-	(1,423,000)	-		Principal paid on capital debt and leases
-	(113,771)	-		Debt Issuance Premium
-	(431,633)	-		Defeasement of Debt
-	(3,015)	-		Capital contributions
-	(7,722,928)	42,454		Net cash provided by (used for) capital and related financing activities
1,046	(1,118,843)	(370,996)		CASH FLOWS FROM INVESTING ACTIVITIES:
				Interest and dividends (paid) on investments
561	6,953,830	(1,001,755)		NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
129,602	49,304,607	13,724,034		CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR
\$ 130,163	\$ 56,258,437	\$ 12,722,279		CASH AND CASH EQUIVALENTS, END OF YEAR
\$ 130,163	\$ 56,258,333	\$ 12,722,279		Summary:
-	104	-		Cash and cash equivalents
				Restricted assets
\$ 130,163	\$ 56,258,437	\$ 12,722,279		TOTAL CASH AND CASH EQUIVALENTS

Continued on Next Page

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

CITY OF FOLSOM, CALIFORNIA

**STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>		
	<u>Water</u>	<u>Wastewater</u>	<u>Solid Waste</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES			
Operating income (loss)	\$ 2,760,339	\$ 2,396,624	\$ 5,663,348
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation	4,656,071	2,304,578	920,275
Pension Expense	(633,717)	(389,683)	(691,817)
OPEB Expense	(79,672)	(18,108)	(70,837)
Other non-operating income (expense)	720,886	-	425,059
Increase (decrease) in:			
Accounts receivable	488,361	(185,257)	(253,896)
Due from other governments	-	183	-
Accounts payable	(161,250)	(270,929)	447,537
Wages payable	(9,240)	1,171	22,370
Lease payable	47,641	18,642	86,548
Due to other governments	-	(809,089)	-
Unearned revenue	466,709	(206,911)	-
Accrued compensated absences	2,483	8,426	14,438
	<u>\$ 8,258,611</u>	<u>\$ 2,849,647</u>	<u>\$ 6,563,025</u>
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES			
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Receipt of contributed assets	\$ 843,265	\$ 638,960	\$ -

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

BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		Governmental
Other Non-major Enterprise Funds	Total	Internal Service Funds
\$ -	\$ 10,820,311	\$ (1,292,720)
-	7,880,924	1,172
-	(1,715,217)	-
-	(168,617)	-
-	1,145,945	-
-	49,208	625,621
-	183	-
-	15,358	(116,420)
-	14,301	43,674
-	152,831	-
-	(809,089)	-
-	259,798	-
-	25,347	(150)
<u>\$ -</u>	<u>\$ 17,671,283</u>	<u>\$ (738,823)</u>

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET
CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES

Operating income (loss)

Adjustments to reconcile operating income to
net cash provided (used) by operating activities:

Depreciation

Other non-operating income (expense)

Other non-operating income (expense)

Other non-operating income (expense)

Changes in assets and liabilities:

receivable

from other governments

Increase (decrease) in accounts payable

Increase (decrease) in wages payable

Increase (decrease) in lease payable

to other governments

Increase (decrease) in unearned revenue

compensated absences

**NET CASH PROVIDED BY (USED FOR)
OPERATING ACTIVITIES**

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:

Receipt of contributed assets

\$ - \$ 1,482,225 \$ -

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

CITY OF FOLSOM, CALIFORNIA

STATEMENT OF FIDUCIARY NET POSITION FIDUCIARY FUNDS JUNE 30, 2022

	Other Post Employment Benefits Trust Fund	RDA Successor Private Purpose Trust Fund	Custodial Funds
ASSETS:			
Cash and cash equivalents		\$ 5,766,628	\$ 20,953,931
OPEB Plan Investments:			
Mutual Funds:			
Fixed income securities	\$ 4,172,645		
Domestic equity funds	2,398,307		
International equity funds	715,559		
Real estate partnership	563,833		
Cash equivalents	23,866		
Receivables:			
General accounts		199	
Accrued interest		18,249	47,480
Loans		1,185,224	
Due from other governments			112,677
Capital assets			
Non-depreciable		133,967	
Depreciable		59,767	
Less: accumulated depreciation		(59,767)	
Restricted assets:			
Cash with fiscal agent			27,936,700
Total assets	7,874,210	7,104,267	49,050,788
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred amount on refunding		7,027,881	
LIABILITIES:			
Accounts payable	23,866	80	7,344,137
Interest payable		649,797	
Long-term liabilities:			
Due within one year		2,330,000	
Due in more than one year		43,441,665	
Total liabilities	23,866	46,421,542	7,344,137
NET POSITION:			
Net position restricted for OPEB benefits	\$ 7,850,344		
Total net position (deficit) held in trust		\$ (32,289,394)	
Restricted for individuals, organizations, and other governments			\$ 41,706,650

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

CITY OF FOLSOM, CALIFORNIA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS FOR THE YEAR ENDED JUNE 30, 2022

	Other Post Employment Benefits Trust Fund	RDA Successor Private Purpose Trust Fund	Custodial Funds
ADDITIONS:			
Tax increment revenues		\$ 3,602,222	
Assessment collections		-	\$ 15,466,540
Mello-Roos Bonds		-	12,130,791
Transportation Fees			6,075,474
Contributions from the City	\$ 5,674,361	-	-
Investment earnings	(1,754,779)	(15,018)	(96,072)
Total additions	3,919,582	3,587,204	33,576,733
DEDUCTIONS:			
Benefit payments	5,174,361		
Payments of assessment to bond holders			18,188,566
Expenses	-	477,183	8,485,812
Interest and fiscal charges	-	1,534,985	-
Transfers out	-	-	-
Total deductions	5,174,361	2,012,168	26,674,378
CHANGE IN NET POSITION	(1,254,779)	1,575,036	6,902,355
NET POSITION (DEFICIT), BEGINNING OF YEAR	9,105,123	(33,864,430)	34,804,295
NET POSITION (DEFICIT), END OF YEAR	\$ 7,850,344	\$ (32,289,394)	\$ 41,706,650

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

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NOTES TO THE BASIC FINANCIAL STATEMENTS



CITY OF
FOLSOM
DISTINCTIVE BY NATURE

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City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Blended Component Units

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

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

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

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

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

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

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

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

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

Measurement Focus, Basis of Accounting and Basis of Presentation

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

Fiduciary funds, however, are unlike other funds as they are used to account for assets that the City holds on behalf of others as their agent. The City reports Custodial funds, which use the

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

economic resources measurement focus, an OPEB Trust fund, and a private-purpose trust fund, which use the economic resources measurement focus. The fiduciary funds use the accrual method of accounting to report assets and liabilities

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

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

The City reports the following major governmental funds:

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

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

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

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

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

The City reports the following major enterprise funds:

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

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

Solid Waste Enterprise Fund is used to account for solid waste utility operations of the City. Additionally, the City reports the following fund types:

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

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

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

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

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

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

Budgetary Data

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

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

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

Financial Statement Elements

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

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

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

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

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

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

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

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

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

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

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

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

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

Insurance deposits – Amounts advanced by the City to the insurance joint powers authority to provide for payment of claims within the City’s self-insured retention layer (“banking layer”) are accounted for using the deposit method and are reported as insurance deposits in the City’s risk management fund to the extent that cumulative payments to the pool are more than cumulative paid and unpaid claims. To the extent that cumulative payments to the pool are less than required to pay cumulative paid and unpaid claims, the City would report an outstanding claim

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

liability. These advances are refundable to the extent that outstanding claims and expenses under the terms of its contract have been satisfied.

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

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

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

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

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

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

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

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

Compensated Absences – Compensated absences are recorded in accordance with GAAP. Only vested or accumulated compensated absences that are expected to be due or mature are reported as an expenditure and fund liability of the governmental fund that will pay it. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Amounts of vested or accumulated

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

compensated absences that are not expected to be liquidated with expendable available financial resources are reported in the governmental activities of the Government-Wide Financial Statement. Vested or accumulated compensated absences of proprietary funds are recorded as an expense and liability of those funds as the benefits accrue to employees.

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

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

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Deferred Outflows/Inflows of Resources – In addition to assets, the statement of net position or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets or fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has two items that qualify for reporting in this category. One is the deferred outflow related to pensions reported in the Statement of Net Position - Governmental Activities and Business-type activities, described in detail in Note 12. Second is the deferred amount on refunding reported in the Statement of Net Position - Proprietary Funds. A deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net assets that applies to a future period and so will not be recognized as revenue until then. The City has three items that qualify for reporting in this

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

category. The first one is deferred inflow related to pensions reported in the Statement of Net Position - Governmental Activities and Business-type activities, described in detail in Note 12. The second is a deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The last one is deferred inflows related to OPEB reported in the Statement of Net Position - Governmental Activities and Business-type activities, described in detail in Note 13.

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

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

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

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

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

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

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

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

Refer to Note 11 for additional details regarding the City's classification of fund balance.

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

Pensions – For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

of the City's California Public Employees' Retirement System (CalPERS) plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

Effect of New Governmental Accounting Standards Board (GASB) Pronouncements -

Effective in Current Fiscal Year

GASB Statement No. 87, Leases – The objective of this statement is to recognize in the financial statements certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The requirements of this statement did not have an impact on the City's net position for the years ended June 30, 2022.

GASB Statement No. 90, Majority Equity Interests – The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. The requirements of this statement did not apply to the City for the current fiscal year.

GASB Statement 89, Accounting for Interest Cost Incurred before the End of a Construction Period – The objective of this statement is to (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. This statement establishes accounting requirements for interest cost incurred before the end of a construction period. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. The requirements of this statement did not apply to the City for the current fiscal year.

GASB Statement No. 92, Omnibus 2020 - The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The requirements of this statement did not apply to the City for the current fiscal year.

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

GASB Statement No. 99, Omnibus 2022 – The primary objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements of this Statement did not apply to the City for the current fiscal year.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash, cash equivalents and investments totaled \$399,823,480 as of June 30, 2022, for the primary government and fiduciary funds. Each fund's portion of this total is reflected in the balance sheet accounts entitled Cash and cash equivalents, cash with fiscal agent, investments held in trust, restricted cash and cash equivalents and restricted cash with fiscal agent. The City maintains a cash and investment pool that is available for use by all funds. Each fund's portion of the pool is displayed on the balance sheet (governmental funds) and the statement of net position (proprietary funds and fiduciary funds) as “cash and investments or cash equivalents”

Total City deposits and investments at fair value as of June 30, 2022 are reported below and on the following page:

	Governmental Activities	Business-Type Activities	Total	Fiduciary Funds Statements of Net Position	Total
Cash, cash equivalents and investments	\$ 137,451,855	\$ 56,258,333	\$ 193,710,188	\$ 26,720,559	\$ 220,430,747
Investments held in trust	142,856,477	-	142,856,477	-	142,856,477
OPEB Plan Investments	-	-	-	7,874,210	7,874,210
Restricted cash and investments	725,243	104	725,347	27,936,700	28,662,047
	<u>\$ 281,033,575</u>	<u>\$ 56,258,437</u>	<u>\$ 337,292,012</u>	<u>\$ 62,531,468</u>	<u>\$ 399,823,480</u>

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

	Fair Value
City treasury deposits:	
Deposits	\$ 1,080,452
Petty cash	7,429
	1,087,881
Total city treasury deposits:	1,087,881
City treasury investments	
Certificate of Deposit	9,718,847
Commercial Paper	34,696,418
Corporate Notes (Bank of America)	1,747,600
Corporate Notes (Bank of America)	1,974,100
Corporate Notes (Bank of Montrel)	1,852,420
Corporate Notes (Bank of Montrel)	1,799,700
Corporate Notes (Bank of New York Mellon)	1,001,767
Corporate Notes (Barclays)	1,979,220
Corporate Notes (Intl Finance Corp)	2,000,628
Corporate Notes (Pacific Life GF II)	1,381,116
Corporate Notes (PNC Bank)	2,007,077
Corporate Notes (Royal Bank of Canda)	2,550,000
Corporate Notes (US Bank of Cincinnati)	2,463,960
Corporate Notes (Wells Fargo & Co.)	1,005,609
Federal Farm Credit Bank (FFCB)	8,826,930
Federal Home Loan Bank (FHLB)	15,275,162
Federal Home Loan Mortgage (FHLMC)	5,430,339
Federal National Mortgage (FNMA)	1,826,451
US Treasury Note	1,910,977
Local Agency Investment Fund (LAIF)	67,542,544
Money market mutual funds (WF)	3,980,374
Municipal obligations (City)	50,912,247
Municipal obligations (FRFA)	106,208,595
Municipal obligations (FPFA)	36,647,882
	364,739,963
Total city treasury investments	364,739,963
Cash and investments with fiscal agents	
JPA (CAMP)	203,809
Money Market Mutual Fund	25,917,618
OPEB Plan Investments - Mutual Funds	7,874,210
	33,995,637
Total cash and investments with fiscal agents	33,995,637
Total investments	398,735,599
Total cash and investments	\$ 399,823,480

Cash Deposits – At June 30, 2022, the recorded amount of the City’s deposits was \$1,080,452 and the bank balance was \$3,099,075. As of June 30, 2022, the City’s deposits with financial

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

institutions in excess of federal depository insurance limits was held in uncollateralized accounts.

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

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

Investments

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

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

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

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

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

Authorized Investment Type	Maximum Maturity	Maximum Percentage Of portfolio	Maximum Investment in One issuer	Revenue Bonds										BTA												
				2012 FPFA ST REF BONDS		2015 FRFA (CFD 17)		2017 FPFA ST REF BONDS		2017 FRFA (CFD 19)		2018 FRFA (CFD 20)		2019 FRFA (CFD 19)		2019 FRFA (CFD 21)		2020 FRFA (CFD 23 IA1)		2021 FRFA (CFD 21)		2022 FRFA (CFD 23 IA1)		2019 Water	2021 Water	2016 RDA
				x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x
U.S. Treasury Obligations	None	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x		
U.S. Agency Securities	None	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x		
Banker's Acceptances	360 days	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x		
Commercial paper	270 days	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x		
Money market mutual funds	N/A	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x		
Municipal obligations	None	None	None	x	x	n/a	n/a	n/a	n/a	n/a	n/a	x	x	x	x	x	x	n/a	n/a	x	n/a	n/a	x	x		
Pre-refunded municipal obligations	None	None	None	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	x	n/a	n/a	n/a	n/a	n/a	n/a	x	n/a	n/a	n/a		
State obligations	None	None	None	x	x	n/a	n/a	n/a	n/a	x	x	x	x	x	x	x	x	x	x	x	x	x	x	n/a		
Investment agreements - *	None	None	None	x	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	x	x	x	x	x		
California Asset Management Program (CAMP)	None	None	None	n/a	n/a	x	x	x	x	x	x	x	x	n/a	x	x	x	x	x	x	x	x	x	n/a		
Local Agency Investment Fund (LAIF)	None	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x		
Other *, *1	None	None	None	n/a	n/a	x	x	x	x	x	x	x	x	n/a	x	x	x	x	x	x	n/a	n/a	x	x		
Cash (insured at all times by FDIC)	None	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	n/a	n/a	n/a	n/a	n/a		
Deposit Accounts (FDIC Insured) *3	None	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	n/a	n/a	n/a	n/a	x		
Certificates of deposit	None	None	None	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a		

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

*1 including repurchase agreements

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

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

Interest Rate Risk – As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy requires that at least 50 percent of the City's investment portfolio mature in less than one year. An additional limitation is that investments with a maturity of more than five years must be specifically authorized by the City Council as required by government code. One of the ways that the City of Folsom manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion is maturing or coming close to maturing evenly over time as necessary to provide cash flow and liquidity needed for operations. At June 30, 2022, the City Treasury had the following investment maturities:

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

City Treasury

Investment Type	Fair Value	Investment Maturities (In Years)							
		Less than 1	1 to 2	2 to 3	3 to 4	4 to 5	5 to 10	10 to 15	More than 15
Certificate of Deposit	\$ 9,718,847	\$ 2,223,555	\$ 2,210,016	\$ 2,879,150	\$ 732,533	\$ 1,673,593	\$ -	\$ -	\$ -
Commercial Paper	34,696,418	34,696,418	-	-	-	-	-	-	-
Corporate Notes	55,033,056	9,466,893	15,240,707	11,427,272	11,180,736	7,717,448	-	-	-
LAIF	67,542,544	67,542,544	-	-	-	-	-	-	-
Money Market Mutual Funds	3,980,374	3,980,374	-	-	-	-	-	-	-
Municipal Obligations (City)	50,912,247	9,913,824	9,447,702	12,210,757	11,980,177	7,359,787	-	-	-
Municipal Obligations (FRFA)	106,208,595	741,506	828,245	839,691	959,576	701,963	7,756,872	13,600,236	80,780,506
Municipal Obligations (FPFA)	36,647,882	4,019,418	3,943,095	4,034,508	4,981,637	5,120,132	13,517,052	1,032,041	-
Total	\$ 364,739,962	\$ 132,584,532	\$ 31,669,765	\$ 31,391,377	\$ 29,834,658	\$ 22,572,923	\$ 21,273,924	\$ 14,632,277	\$ 80,780,506

Fiscal Agent

Investment Type									
JPA (CAMP)	\$ 203,809	\$ 203,809	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Money Market Mutual Fund	25,917,618	25,917,618	-	-	-	-	-	-	-
OPEB Plan Assets - Mutual Funds	7,874,210	7,874,210	-	-	-	-	-	-	-
Total	\$ 33,995,637	\$ 33,995,637	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grand Total	\$ 398,735,599	\$ 166,580,169	\$ 31,669,765	\$ 31,391,377	\$ 29,834,658	\$ 22,572,923	\$ 21,273,924	\$ 14,632,277	\$ 80,780,506

Credit Risk - Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSRO's). It is in the City's policy to limit its investments in these investment types to an "A" rating or higher issued by NRSRO's, including raters Standard & Poor's, and Moody's Investors Services. At June 30, 2022, the City's credit risks, expressed on a percentage basis, are as follows:

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

Credit Quality Distribution for Securities with Credit Exposure as Percentage of Total Investments

Investment Type	Moody's Credit Rating	S & P's Rating	% of Investments
Certificate of Deposit	Not rated	Not rated	2.50%
Commercial Paper	P1	A1 to A1+	8.77%
Corporate Notes (Bank of America)	A2	A-	0.51%
Corporate Notes (Bank of America)	A2	A-	0.51%
Corporate Notes (Bank of Montreal)	A2	Not rated	0.51%
Corporate Notes (Bank of Montreal)	A2	Not rated	0.51%
Corporate Notes (Bank of New York Mellon)	A1	A	0.25%
Corporate Notes (Barclays)	A1	A	0.51%
Corporate Notes (Intl Finance Corp)	Aaa	AAA	0.50%
Corporate Notes (Pacific Life GF II)	Aa3	AA-	0.38%
Corporate Notes (PNC Bank)	A3	A-	0.51%
Corporate Notes (Royal Bank of Canada)	Aa1	AA-	0.76%
Corporate Notes (US Bank of Cincinnati)	A1	AA-	0.63%
Corporate Notes (Wells Fargo & Co.)	A1	BBB+	0.25%
Federal Farm Credit Bank (FFCB)	Aaa	AA+	2.26%
Federal Home Loan Bank (FHLB)	Aaa	AA+	4.00%
Federal Home Loan Mortgage (FHLMC)	Aaa	AA+	1.38%
Federal National Mortgage (FNMA)	Aaa	AA+	0.47%
US Treasury Note	Aaa	AA+	0.50%
Local Agency Investment Fund (LAIF)	Not rated	Not rated	17.28%
Money market mutual funds (WF)	Aaa-mf	AAAm	7.61%
Municipal obligations (City)	Aaa to A11	AAA to A-	13.28%
Municipal Obligations (FRFA)	Not rated	Not rated	26.83%
Municipal Obligations (FPFA)	Not rated	Not rated	9.26%
JPA (CAMP)	Not rated	AAAm	0.05%
1) Not all series rated			100.0%

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

As of June 30, 2022, investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of **total entity investments** are as follows:

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

Issuer	Investment Type	Amount
Mangini - CFD 19	Municipal Obligations	\$ 28,746,307
Empire Ranch - CFD 10	Municipal Obligations	22,898,445
CFD 19 Series 19	Municipal Obligations	14,038,490
Russell Ranch - CFD 20	Municipal Obligations	13,397,675
CFD 23 IA1 - Series 20	Municipal Obligations	11,644,847
CFD 23 IA1 - Series 22	Municipal Obligations	11,996,717
CFD 21 Series 21	Municipal Obligations	10,740,453
Empire Ranch - CFD 14	Municipal Obligations	10,019,210
WRSR - CFD 21	Municipal Obligations	9,884,636

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

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

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

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

As of June 30, 2022, the City had \$68,423,470 invested in LAIF, which had invested 1.88% of the pool investment funds in Structured Notes and Asset-Backed Securities as compared to 2.31% in the previous year. The LAIF fair value factor of .987125414 was used to calculate the fair value of the investments in LAIF.

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

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

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

Level 2 – Inputs to the valuation methodology include:

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

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

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

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

The following is a description of the valuation methods and assumptions used by the City to estimate the fair value of its investments. There have been no changes in the methods and assumptions used at June 30, 2022. The methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. City management believes its valuation methods are appropriate and consistent with other market participants. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

When available, quoted prices are used to determine fair value. When quoted prices in active markets are available, investments are classified within Level 1 of the fair value hierarchy. The

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

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

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

As of June 30, 2022, the City has the following recurring fair value measurements:

Investments by Fair Value Level	Balance at June 30, 2022	Fair Value Measurements on a Recurring Basis Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
City Pooled Investments				
Certificate of Deposit	\$ 9,718,847	\$ -	\$ 9,718,847	\$ -
Commercial Paper	34,696,418	-	34,696,418	-
Corporate Notes	21,763,197	-	21,763,197	-
Municipal Obligations (City)	50,912,247	-	50,912,247	-
Municipal Obligations (FRFA)	106,208,595	-	-	106,208,595
Municipal Obligations (FPFA)	36,647,882	-	-	36,647,882
Federal Farm Credit Bank (FFCB)	8,826,930	-	8,826,930	-
Federal Home Loan Bank (FHLB)	15,275,162	-	15,275,162	-
Federal Home Loan Mortgage (FHLMC)	5,430,339	-	5,430,339	-
Federal National Mortgage (FNMA)	1,826,451	-	1,826,451	-
US Treasury Note	1,910,977	-	1,910,977	-
Investments Not Measured at Fair Value or Subject to Fair Value Hierarchy				
Local Agency Investment Funds	67,542,544			
Money Market Mutual Funds	3,980,374			
Total Investments Not Measured at Fair Value or Subject to Fair Value Hierarchy	71,522,918			
Total City's Pooled Investments	364,739,963			
Investments Held with Fiscal Agent Not Measured at Fair Value				
JPA (CAMP)	203,809			
Money Market Mutual Funds	25,917,618			
Investments Held with Fiscal Agent by Fair Value Level				
OPEB Plan Investments - Mutual Funds	7,874,210	-	7,874,210	-
Total Investments Held with Fiscal Agents	33,995,637			
Total Investments	\$ 398,735,599	-	\$ 158,234,778	142,856,477

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

3. RECEIVABLES

Receivables as of June 30, 2022, consist of the following:

Governmental Activities	General	Folsom Housing	Folsom Public	Transportation	Other	Internal	Total
		Special Revenue Fund	Financing Authority Debt Service Fund	Improvement Capital Projects Fund	Governmental Funds	Service Funds	
Receivables, net							
General accounts	\$ 7,541,197	\$ -	\$ -	\$ 650,223	\$ 531,647	\$ 32,848	\$ 8,755,915
Lease	7,427,840	-	-	-	-	-	7,427,840
Interest	92,172	36,039	497	49,937	209,897	38,334	426,876
Long-term loans	-	30,015,044	-	-	4,729,174	-	34,744,218
Total	\$ 15,061,209	\$ 30,051,083	\$ 497	\$ 700,160	\$ 5,470,718	\$ 71,182	\$ 51,354,849

Business-Type Activities	Water	Wastewater	Solid Waste	Other	Total
				Enterprise	
Receivables, net					
General accounts	\$ 1,305,786	\$ 121,065	\$ 56,593	\$ -	\$ 1,483,444
Utilities	2,929,306	1,432,387	443,818	-	4,805,511
Interest	85,570	70,073	31,551	507	187,701
Total	\$ 4,320,662	\$ 1,623,525	\$ 531,962	\$ 507	\$ 6,476,656

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

4. INTERFUND RECEIVABLES/PAYABLES

Interfund receivables and payables are as follows at June 30, 2022:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General Fund	Humbug Willow Creek Special Revenue*	\$ 148,140
General Fund	Fire Capital Improvement*	312,725
General Fund	Compensated Leaves**	165,013
		\$ 625,878

* Non-major governmental fund

** Internal Service Fund

All balances reported as "due to/due from" are short-term loans to cover temporary cash shortages as of June 30, 2022, and will be repaid in early fiscal year 2022.

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

5. TRANSFERS

Transfers report the nonreciprocal contribution from one fund to another. The following is a summary of transfers for the year ended June 30, 2022:

Transfers out	Transfers in	
	General	Total
Folsom Housing	\$ 25,085	\$ 25,085
Transportation Improvement Fund	152,910	152,910
Other governmental funds	1,159,085	1,159,085
Water Enterprise	902,194	902,194
Wastewater Enterprise	681,712	681,712
Solid Waste Enterprise	1,658,021	1,658,021
Other enterprise funds	485	485
Internal Service Fund	9,563	9,563
Total	\$ 4,589,055	\$ 4,589,055

During the year various interfund transfers listed above were made to finance expenditures and service debt. Transfers into the City's General fund mostly consisted of: (1) Cost allocation plan \$3.6 million, (2) Salaries and benefits \$4k, and (3) Project and capital transfers from Other Governmental funds \$1.0 million.

6. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022, was as follows:

Governmental activities:	July 1, 2021	Transfers	Additions	Deletions	June 30, 2022
Capital assets, not being depreciated					
Land	\$ 17,604,606	\$ -	\$ -	\$ -	\$ 17,604,606
Construction in progress	7,253,815	(3,184,655)	20,214,394	-	24,283,554
Total capital assets, not being depreciated	24,858,420	(3,184,655)	20,214,394	-	41,888,160
Capital assets, being depreciated:					
Buildings	83,581,660	-	-	-	83,581,660
Improvements	594,428,680	3,184,655	2,495,074	(1,420,865)	598,687,543
Equipment	23,920,647	-	1,268,648	(524,873)	24,664,423
Total capital assets, being depreciated	701,930,988	3,184,655	3,763,722	(1,945,738)	706,933,626
Less accumulated depreciation for:					
Buildings	(50,273,771)	-	(1,949,855)	-	(52,223,626)
Improvements	(276,618,822)	-	(17,630,457)	1,420,865	(292,828,413)
Equipment	(19,890,373)	-	(1,774,979)	501,219	(21,164,132)
Total accumulated depreciation	(346,782,966)	-	(21,355,290)	1,922,085	(366,216,172)
Intangible Asset			501,913		501,913
Less Amortization			(145,994)		(145,994)
Total intangible asset with amortization			355,919		355,919
Governmental activities capital assets, net	\$ 380,006,442	\$ -	\$ 2,978,745	\$ (23,653)	\$ 382,961,533

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

Business-type activities:	July 1, 2021	Transfers	Additions	Deletions	June 30, 2022
Capital assets, not being depreciated					
Land	\$ 815,270	\$ -	\$ -	\$ -	\$ 815,270
Construction in progress	3,833,779	-	4,156,237	-	7,990,015
Total capital asset, not being depreciated	4,649,049	-	4,156,237	-	8,805,285
Capital assets, being depreciated:					
Buildings	516,456	-	12,098	-	528,554
Improvements	263,097,621	-	1,547,543	-	264,645,164
Equipment	20,461,298	-	1,327,622	(215,076)	21,573,845
Total capital assets, being depreciated	284,075,376	-	2,887,263	(215,076)	286,747,562
Less accumulated depreciation for:					
Buildings	(69,988)	-	(29,245)	-	(99,234)
Improvements	(95,918,334)	-	(6,455,140)	-	(102,373,475)
Equipment	(15,705,914)	-	(1,359,134)	215,076	(16,849,972)
Total accumulated depreciation	(111,694,237)	-	(7,843,520)	215,076	(119,322,681)
Intangible Asset			210,501		210,501
Less Amortization			(57,670)		(57,670)
Total intangible asset with amortization			152,831		152,831
Business-type activities capital assets, net	\$ 177,030,188	\$ -	\$ (647,189)	\$ -	\$ 176,382,998

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

Governmental activities:	
General government	\$ 95,814
Public safety	1,596,721
Public works	15,711,501
Community Services	-
Culture and recreation	3,950,082
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of assets	1,171
Total depreciation expense - governmental activities	<u>\$ 21,355,290</u>
Business-type activities:	
Water	\$ 4,656,071
Wastewater	2,296,648
Solid waste	890,801
Other enterprise funds	-
Total depreciation expense - business-type activities	<u>\$ 7,843,520</u>

The current year increase in Capital Contributions is due to a significant amount of development activity, primarily in the Folsom Plan Area. Developer Contributions for Sewer, Water, Streets, Drainage accepted by the City were \$638,960, \$843,265, \$1,671,864, and \$823,210 respectively.

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

Intangible Assets -

In FY 2022, the City implemented GASB No. 87, Leases, and recognized the value of copiers leased and two modular building units leased for the Corp Yard and the Street Maintenance Division.

As of June 30, 2022, the City had one lease agreement for copiers. The lease was entered into on September 24, 2019 and will continue through September 2024. The City will wait until a later time to determine if it plans on renewing the lease. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 7.

As of June 30, 2022, the City had leased a modular building unit for the Corp Yard. The lease was entered into on August 1, 2019 with a commencement date of November 1, 2019 once the unit was delivered and will continue until November 2024. The City will wait until a later time to determine if it plans on renewing the lease. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 7.

As of June 30, 2022, the City had leased a modular building unit for the Streets Maintenance Division. The lease was entered into on October 15, 2017 and was amended on March 29, 2019 and will continue until December 31, 2024. The City will wait until a later time to determine if it plans on renewing the lease. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 7.

7. LEASES

Leases Payable

Modular 64*48 Unit- In August 2019, the City entered into a five-year Lease Agreement as lessee for the use of a 64*48 Modular Building Unit. An initial lease liability was recorded in the amount of \$85,651. As of June 30, 2022, the value of the lease liability is \$65,241. The City is required to make monthly principal and interest payments of \$1,888. The lease has an interest rate of 3.25%. The value of the right to use asset as of June 30, 2022 of \$20,832 with accumulated amortization of \$20,410 is included in the intangible assets on the Business-type activities table found in note 6 above.

Modular 24*60 Unit- In October 2017, the City entered into a five-year Lease Agreement as lessee for the use of a 24*60 Modular Building Unit. In March 2019, an amendment was made to the original lease, extending the lease until December 31, 2024. An initial lease liability was recorded in the amount of \$93,178. As of June 30, 2022, the value of the lease liability is \$69,165. The City is required to make monthly principal and interest payments of \$2,202. The lease has an interest rate of 3.25%. The value of the right to use asset as of June 30, 2022 of \$24,182 with accumulated amortization of \$24,012 is included in the intangible assets on the Governmental activities table found in note 6 above.

Copiers- In September 2019, the City entered into a five-year Lease Agreement as lessee for the use of various copiers. An initial lease liability was recorded in the amount of \$533,585. As of June 30, 2022, the value of the lease liability is \$374,344. The City is required to make monthly principal and interest payments of \$14,396. The lease has an interest rate of 3.25%.

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

The value of the right to use asset as of June 30, 2022 of \$159,241 with accumulated amortization of \$159,241 is included in the intangible assets on the Governmental & Business type activities table found in note 6 above.

The future principal and interest lease payments as of June 30, 2022 are as follows:

Year Ending June 30	Governmental activities		Business-type activities	
	Principal	Interest	Principal	Interest
2023	\$ 149,600	\$ 9,164	\$ 59,460	\$ 3,619
2024	154,535	4,229	61,421	1,657
2025	51,784	792	31,950	1,238
2026				
2027				
Total	\$ 355,919	\$ 14,185	\$ 152,831	\$ 6,514

Leases Receivable

General Fund- The City has currently entered into a total of ten lease agreements with various tele-communication companies for use of city own land to install Cellular Towers. The initial lease agreements vary between 20-30 years. The city recognized \$168,432 in lease revenue and \$227,888 in interest revenue during the current fiscal year. As of June 30, 2022, the City's receivable for lease payments is \$7,427,840. Also, the City has a deferred inflow of resources associated with these leases that will be recognized as revenue over the lease term. As of June 30, 2022, the balance of the deferred inflow of resources is \$ 7,427,840.

The future revenue payments as of June 30, 2022 are as follows:

Year Ending June 30	Principal	Interest	Total
2023	\$ 183,361	\$ 222,835	\$ 406,196
2024	169,187	217,334	386,521
2025	220,377	212,259	432,635
2026	237,771	205,647	443,419
2027	260,169	198,514	458,683
2028-2032	1,053,812	889,891	1,943,703
2033-2037	1,403,501	717,404	2,120,905
2038-2042	1,901,768	473,892	2,375,660
2043-2047	1,490,054	1,505,260	2,995,314
2048-2050	507,841	292,132	799,972
Total	\$ 7,427,840	\$ 4,935,169	\$12,363,009

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

8. LONG-TERM LIABILITIES

The following is a summary of long-term liabilities for the year ended June 30, 2022:

	June 30, 2021	Additions	Reductions	June 30, 2022	Amount due within one year
Governmental activities:					
Revenue bonds	\$ 99,785,000	\$ 11,855,000	\$ (1,475,000)	\$ 110,165,000	\$ 1,805,000
Notes from direct borrowings and direct placements	39,570,207	-	(4,350,207)	35,220,000	3,145,000
City Hall & Fire Station Lease Obligation	1,180,846	-	(180,098)	1,000,748	186,113
Capital lease obligations	509,714	-	(259,649)	250,065	123,294
Compensated absences	4,440,306	3,921,134	(4,276,748)	4,084,692	738,896
Landfill closure liability (Note 16)	2,400	-	(2,400)	-	-
Long-Term loan	563,431	-	(563,431)	-	-
Add: Discounts/premiums, net	8,933,261	275,791	(341,397)	8,867,655	-
Governmental activities long-term liabilities	\$ 154,985,165	\$ 16,051,925	\$ (11,448,930)	\$ 159,588,160	\$ 5,998,303
Business-type activities					
Revenue bonds	\$ 7,175,000	\$ -	\$ (780,000)	\$ 6,395,000	\$ 810,000
Notes from direct borrowings and direct placements	9,116,000	-	(643,000)	8,473,000	643,000
Compensated absences	705,017	852,698	(827,349)	730,366	127,862
Add: Issuance discounts/premiums, net	910,167	-	(113,771)	796,396	-
Business-type activities long-term liabilities	\$ 17,906,184	\$ 852,698	\$ (2,364,120)	\$ 16,394,762	\$ 1,580,862

Revenue Bonds

Governmental Activities:

In August 2011, the Folsom Public Financing Authority issued Special Tax Revenue Bonds, Series 2011A in the amount of \$9,660,000 with interest rates of 3.00% to 5.00% and Subordinated Series 2011B in the amount of \$1,195,000 with interest rates of 3.00% to 5.125%. The Series 2011A Serial Bonds mature beginning September 1, 2012 through September 1, 2024 with principal payments ranging from \$550,000 to \$1,055,000. The Subordinated Series 2011B Serial Bonds mature beginning September 1, 2012 through September 1, 2021 with principal payments ranging from \$100,000 to \$145,000. The bonds were issued to finance the purchase of special tax refunding bonds (the "Local Obligations") of an existing community facilities district and pay certain costs of issuance. The purchase price of the Local Obligations was used to refund prior special tax bonds issued by the City for the benefit of the district and to fund a debt service reserve account. Series 2011A Bonds may be called at the option of the City on any interest payment date beginning September 1, 2021 at 100%. The Series 2011B Bonds are not eligible for optional redemption.

\$ 3,020,000

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

5,870,000

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

28,020,000

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

13,110,000

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

13,900,000

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

9,650,000

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

12,925,000

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

11,815,000

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

11,855,000

Total Governmental Revenue Bonds

\$ 110,165,000

Business-type activities:

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

\$ 6,395,000

Total Business-type activities Revenue Bonds

\$ 6,395,000

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

Year Ending June 30	Governmental activities		Business-type activities	
	Principal	Interest	Principal	Interest
2023	\$ 1,805,000	\$ 5,010,213	\$ 810,000	\$ 239,600
2024	2,015,000	5,044,481	840,000	206,600
2025	2,220,000	4,950,913	880,000	172,200
2026	1,330,000	4,874,888	910,000	136,400
2027	1,490,000	4,817,044	945,000	99,300
2028-2032	10,460,000	22,845,681	2,010,000	81,200
2033-2037	16,735,000	19,694,203	-	-
2038-2042	24,170,000	14,825,344	-	-
2043-2047	30,485,000	8,286,391	-	-
2048-2052	18,610,000	1,705,125	-	-
2053	845,000	21,125	-	-
Total	\$ 110,165,000	\$ 92,075,406	\$ 6,395,000	\$ 935,300

Notes from Direct Borrowings and Direct Placements

Governmental Activities:

In July 2012, the Folsom Public Financing Authority privately placed with Bank of Nevada the Special Tax Revenue Bonds, Series 2012 in the amount of \$15,034,361 with an interest rate of 2.65%. The Special Tax Revenue Bonds mature beginning September 1, 2012 with principal payments ranging from \$1,379,605 to \$1,641,376. The bonds were issued to finance and purchase special tax refunding bonds of two existing community facilities districts, deposit to a reserve fund, and pay certain costs of issuance. The 2012 Special Tax Refunding Bonds are eligible for optional redemption on any date after issuance without premium.

\$ -

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

35,220,000

Total Governmental Notes from Direct Borrowing and Direct Placements

\$ 35,220,000

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

Business-type activities:

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

\$ 8,473,000

Total Business-type activities Notes from Direct Borrowings and Direct Placements

\$ 8,473,000

Year Ending June 30	Governmental activities		Business-type activities	
	Principal	Interest	Principal	Interest
2023	\$ 3,145,000	\$ 928,376	\$ 643,000	\$ 143,222
2024	2,985,000	843,949	654,000	131,828
2025	3,000,000	761,313	664,000	120,249
2026	5,205,000	647,636	674,000	108,495
2027	5,350,000	501,183	688,000	96,530
2028-2032	14,370,000	775,167	3,617,000	295,642
2033-2034	1,165,000	15,553	1,533,000	27,067
Total	<u>\$ 35,220,000</u>	<u>\$ 4,473,177</u>	<u>\$ 8,473,000</u>	<u>\$ 923,031</u>

Fire Station Obligation

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

Total City Hall & Fire Station Lease Obligation

\$ 1,000,748

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

Year Ending June 30	Lease Obligation Governmental Activities	
	Principal	Interest
2023	\$ 186,113	\$ 32,934
2024	191,820	26,465
2025	202,123	19,759
2026	207,095	12,743
2027	213,597	3,685
Total	\$ 1,000,748	\$ 95,585

Capital Obligations

Governmental activities:

\$1,137,894 Lease secured by one 2015 Pierce Velocity 100' Tiller payable in annual installments of \$130,346 beginning August, 2014 through August, 2023 with an interest rate of 2.82%.

\$ 250,065

\$1,022,841 Lease secured by a lease/leaseback agreement of the Folsom Sports Complex building with Capital One Public Finance to finance synthetic turf field replacements payable in annual installments of \$145,000 beginning September, 2014 through September, 2021 with an interest rate of 3.15%

-
\$ 250,065

The assets acquired through capital obligation are as follows:

	Governmental Activities
Machinery & Equipment	\$ 2,255,565
Less: Accumulated Depreciation	<u>(1,866,310)</u>
Total	<u>\$ 389,255</u>

The future minimum obligations and the net present value of these minimum payments as of June 30, 2022, were as follows:

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

<u>Fiscal year ending</u>	Governmental Activities
2023	\$ 130,346
2024	130,346
2025	-
2026	-
2027	-
Total minimum payments	<u>260,692</u>
Less: amount representing interest	<u>(10,627)</u>
Present value of minimum payments	<u>\$ 250,065</u>

Compensated Absences

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

Long-Term Loan

In February 2016 the Folsom City Council approved Resolution No. 9719 authorizing a loan of \$1,232,000 from SACOG to complete the Johnny Cash Trail project. Then in November 2016, an increase to the original Tier 3 Loan of Congestion Mitigation and Air Quality Program (CMAQ) funds from \$1,232,000 to \$2,035,000 with the approval of Resolution No. 9847. The additional funds were needed to complete the second phase of the Johnny Cash Trail project. The City of Folsom agrees to repay the five year interest free loan from SACOG with local funds on January 31st of each year beginning January 31, 2018, with annual payments of \$407,000.

\$ -

In September 2014 the Folsom City Council approved Resolution No. 9431 authorizing the purchase and sale agreement, a secured promissory note, a credit and reimbursement agreement, and other related documents with Aerojet Rocketdyne, Inc for the purchase of property for a Corporation Yard. In December 2018, a secured promissory note was executed in the amount of \$820,000 with an interest rate of 3%. The annual payment will be what revenue was collected the preceding one-year period. The City of Folsom agrees to make annual payments for seven year beginning on December 12, 2019.

-

Total Long-Term Loan

\$ -

9. PLEDGE OF FUTURE REVENUES

The Folsom Public Financing Authority Water Revenue Bonds Series 2019 and Series 2021 are limited parity obligations payable solely from revenues consisting of installment payments to be made by the City under an installment purchase contract. The obligation of the City to make installment payments constitutes a special obligation of the City payable solely from the net revenues of the water system and certain other funds as provided in the installment purchase

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

contract. Net revenues for any fiscal year are the gross income and revenue received, including all charges, fees, and rates and all connection fees, less the maintenance and operations costs. \$8,780,000 in Series 2019 Bonds were issued primarily to refund the 2009 Water Revenue Bonds, which were issued to refund the 1998 Water Revenue Bonds, which were used to previously upgrade the treatment facilities. \$9,116,000 in Series 2021 Bonds were issued primarily to refund the 2013 Bonds, which were issued primarily to refund the 2005A Water Revenue Bonds, which were issued to finance a portion of the costs of the 2005 Water Project, which consisted of improvements designed to increase the capacity of the existing water treatment from a peak capacity of 40 mgd to a peak capacity of 50 mgd as well as to upgrade disinfection facilities. The total principal and interest remaining to be paid on the bonds is \$16,726,331 through fiscal year 2034. Principal and interest paid for the current year and total customer net revenues were \$1,836,017 and \$7,980,429 respectively. \$9,116,000 in Series 2021 Bonds were issued primarily to refund the 2013 Bonds, which were issued primarily to refund the 2005A Water Revenue Bonds, which were issued to finance a portion of the costs of the 2005 Water Project, which consisted of improvements designed to increase the capacity of the existing water treatment from a peak capacity of 40 mgd to a peak capacity of 50 mgd as well as to upgrade disinfection facilities.

10. DEBT WITH NO CITY COMMITMENT

Special assessment Districts in various parts of the City have issued debt under the 1915 Bond Act and Mello-Roos Special Tax Act to finance infrastructure improvements and facilities within their boundaries. The 1915 Act Bonds are not a general obligation of the City and neither the faith and credit nor the taxing power of the City, the State of California, or any political subdivision thereof is pledged to the payment of any debt service for these districts. The City is the collecting and paying agent for the debt issued by these Districts, but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included in general long-term debt of the City. The outstanding balance of each of these issues as of June 30, 2022 is as follows:

Description	Issue Date	Maturity Date	June 30, 2022
Community Facilities District No. 7 Broadstone II, Series 2011	8/2/11	9/1/24	3,225,000
Community Facilities District No. 7 Broadstone II, Series 2012	7/12/12	9/1/21	-
Community Facilities District No. 8 The Parkway, Series 2012	7/12/12	9/1/21	-
Community Facilities District No. 10, Empire Ranch, Series 2017	7/11/17	9/1/28	23,520,000
Community Facilities District No. 10, Empire Ranch, Series 2020	7/23/20	9/1/24	4,825,000
Community Facilities District No. 11 Willow Springs, Series 2017	7/11/17	9/1/23	390,000
Community Facilities District No. 14 Parkway II, Series 2017	7/11/17	9/1/32	11,310,000
Community Facilities District No. 16, The Islands at Parkshore IA1, Series 2018	3/15/18	9/1/48	5,580,000
Community Facilities District No. 16, The Islands at Parkshore IA2, Series 2019	7/18/19	9/1/49	3,075,000
Community Facilities District No. 17 Willow Hill Pipeline Proj., Series 2015	9/3/15	9/1/45	5,870,000
Community Facilities District No. 19, Mangini Ranch, Series 2017	8/23/17	9/1/47	28,020,000
Community Facilities District No. 19, Mangini Ranch, Series 2019	8/7/19	9/1/49	13,900,000
Community Facilities District No. 20, Russell Ranch, Series 2018	6/5/18	9/1/48	13,110,000
Community Facilities District No. 21, WRSR, Series 2019	12/19/19	9/1/49	9,650,000
Community Facilities District No. 21, WRSR, Series 2021	4/21/21	9/1/50	11,815,000
Community Facilities District No. 23 IA1, Folsom Ranch, Series 2020	10/30/20	9/1/50	12,925,000
Community Facilities District No. 23 IA1, Folsom Ranch, Series 2022	5/11/22	9/1/52	11,855,000
			\$ 147,215,000

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

Description	Issue Date	Maturity Date	June 30, 2022
Successor Agency to the Former Redevelopment Agency, Central Folsom Redevelopment Project TABS, Series 2016A (Tax Exempt)	10/5/16	8/1/36	\$ 28,220,000
Successor Agency to the Former Redevelopment Agency, Central Folsom Redevelopment Project TABS, Series 2016B (Federally Taxable)	10/5/16	8/1/35	14,725,000
Owner Participation Agreement			676,935
Less: Issuance discounts/premiums, net			2,149,730
			<u>\$ 45,771,665</u>

11. CLASSIFICATION OF NET POSITION/FUND BALANCE

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

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

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

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

In the Fund Financial Statements, Fund balances are presented in the following categories: nonspendable, restricted, committed, assigned, and unassigned (see Note 1 for a description of these categories). A detailed schedule of fund balances at June 30, 2022 follows:

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

	General Fund	Folsom Housing Special Revenue Fund	Folsom Public Financing Authority Debt Service Fund	Folsom Ranch Financing Authority	Transportation Improvement Capital Projects Fund	Other Non-Major Governmental Funds	Total Governmental Funds
Nonspendable:							
Inventory	\$ 645,340	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 645,340
Insurance deposits	15,124	-	-	-	-	-	15,124
Endowment principal	-	-	-	-	-	455,583	455,583
Total nonspendable fund balance	660,464	-	-	-	-	455,583	1,116,047
Restricted for:							
Debt Service	-	-	36,946,198	106,208,595	-	1,265,701	144,420,494
Police training and equipment	-	-	-	-	-	650,469	650,469
Police capital projects	-	-	-	-	-	1,101,562	1,101,562
Fire capital projects	-	-	-	-	-	-	-
General capital improvements	-	-	-	-	-	30,514,034	30,514,034
Light rail transportation improvements	-	-	-	-	-	1,072,462	1,072,462
Drainage capital projects	-	-	-	-	-	883,146	883,146
CFD 10 improvements	-	-	-	-	-	2,530,173	2,530,173
Park capital improvements	-	-	-	-	-	5,727,562	5,727,562
Zoo improvements	-	-	-	-	-	155,647	155,647
Lighting and Landscape districts	-	-	-	-	-	7,978,378	7,978,378
Transportation projects	-	-	-	-	15,710,540	4,429,111	20,139,651
Community Development Block Grant	-	-	-	-	-	161,142	161,142
Folsom Specific Plan Area infrastructure	-	-	-	-	-	20,147	20,147
2011 Non-Housing Bond Proceeds	-	-	-	-	-	149,717	149,717
Transit Capital Improvement	-	-	-	-	-	3,177,723	3,177,723
Corp Yard Capital Improvement	-	-	-	-	-	1,090,522	1,090,522
Loans receivable	-	21,447,812	-	-	-	-	21,447,812
Low and Moderate Income Housing	-	16,341,229	-	-	-	-	16,341,229
Total restricted fund balance	-	37,789,041	36,946,198	106,208,595	15,710,540	60,907,496	257,561,870
Committed for:							
Transportation projects	-	-	-	-	-	192,647	192,647
Tree mitigation	-	-	-	-	-	1,194,521	1,194,521
Low income housing	-	-	-	-	-	2,203,734	2,203,734
Park improvements	-	-	-	-	-	1,758,391	1,758,391
Total committed fund balance	-	-	-	-	-	5,349,293	5,349,293
Assigned to:							
Purchase orders	2,998,099	-	-	-	-	-	2,998,099
Purpose of fund	-	-	-	-	-	3,512,989	3,512,989
Total assigned fund balance	2,998,099	-	-	-	-	3,512,989	6,511,088
Unassigned fund balance:	23,260,485	-	-	-	-	(522,789)	22,737,696
Total fund balances	\$ 26,919,048	\$ 37,789,041	\$ 36,946,198	\$ 106,208,595	\$ 15,710,540	\$ 69,702,572	\$ 293,275,994

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

12. PENSION PLAN

A. General Information about the Pension Plans

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

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

The Plans’ provisions and benefits in effect at June 30, 2022, are summarized as follows:

	Miscellaneous		
	Classic - Prior to June 30, 2010	New - On or after July 1, 2010	New - On or after January 1, 2013
Hire Date			
Formula	2.7% @ 55	2% @ 55	2% @ 62
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50-55	50-63	52-67
Monthly benefits, as a % of annual salary	2.0% to 2.7%	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	8.0%	7.0%	7.50%
Required employer contribution rates	11.060%	44.160%	44.160%
Unfunded Liability Contribution	\$ 7,604,079	-	-
	Safety		
	Classic - Prior to June 30, 2010	New - On or after July 1, 2010	New - On or after January 1, 2013
Hire Date			
Formula	3% @ 50	2% @ 50	2.7% @ 57
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50-55	50-55	50-57
Monthly benefits, as a % of annual salary	3.00%	2.0% to 2.7%	2.0% to 2.7%
Required employee contribution rates	9.0%	9.0%	11.25%
Required employer contribution rates	19.410%	52.331%	52.331%
Unfunded Liability Contribution	\$ 5,719,271	-	-

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

	<u>Miscellaneous</u>	<u>Safety</u>
Inactive employees or beneficiaries currently receiving benefits	439	146
Inactive employees entitled to but not yet receiving benefits	288	66
Active employees	291	146
Total	<u>1,018</u>	<u>358</u>

Contributions – Section 20814(c) of the California Public Employees’ Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. In 2021, the employer contribution to CalPERS was \$9,959,107 and \$8,942,932 for the Miscellaneous and Safety Plan, respectively.

B. Net Pension Liability

The City’s net pension liability for each Plan is measured as the total pension liability, less the pension plan’s fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2021, using an annual actuarial valuation as of June 30, 2020 rolled forward to June 30, 2021. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions – The total pension liabilities in the June 30, 2020 actuarial valuations were determined using the following actuarial assumptions:

	<u>Miscellaneous</u>	<u>Safety</u>
Valuation Date	June 30, 2020	June 30, 2020
Measurement Date	June 30, 2021	June 30, 2021
Actuarial Cost Method	Entry-Age Normal Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:		
Discount Rate	7.15%	7.15%
Inflation	2.50%	2.50%
Payroll Growth	2.75%	2.75%
Projected Salary Increase	Varies by Entry Age and Service	Varies by Entry Age and Service
Investment Rate of Return	7.0%	7.0%
Mortality Rate Table	Based on CalPERS Experience Study	Based on CalPERS Experience Study

(1) Net of pension plan investment and administrative expenses; includes inflation

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2021 valuation were based on the results of a 2017 actuarial experience study for the period 1997 to 2015. Further details of the Experience Study can found on the CalPERS website.

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

Change of Assumption – For the measurement date of June 30, 2021 the accounting discount rate remained at 7.15 percent.

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

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

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

Asset Class	Current Target Allocation	Real Return Years 1 - 10	Real Return Years 11+
Global Equity	50.0%	4.80%	5.98%
Global Fixed Income	28.0%	1.00%	2.62%
Inflation Sensitive	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Assets	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	-0.92%
	100.0%		

Discount Rate – The discount rate used to measure the total pension liability was 7.15% for each Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.15 percent will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

C. Changes in the Net Pension Liability

The changes in the Net Pension Liability, measured as of June 30, 2021, for each Plan follows:

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2021	\$ 245,721,814	\$ 162,214,594	\$ 83,507,220
Changes in the year:			
Service Cost	\$ 4,083,345	\$ -	\$ 4,083,345
Interest on the total pension liability	17,438,630	-	17,438,630
Differences between actual and expected experience	1,989,434	-	1,989,434
Contribution - employer	-	9,737,754	(9,737,754)
Contribution - employee	-	1,794,482	(1,794,482)
Net investment income	-	36,481,841	(36,481,841)
Benefit payments, including refunds of employee contributions	(11,712,031)	(11,712,031)	-
Administrative expense	-	(162,042)	162,042
Net changes	11,799,378	36,140,004	(24,340,626)
Balance at June 30, 2022	\$ 257,521,192	\$ 198,354,598	\$ 59,166,594

	Safety		
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2021	\$ 217,965,357	\$ 139,510,162	\$ 78,455,195
Changes in the year:			
Service Cost	\$ 4,771,019	\$ -	\$ 4,771,019
Interest on the total pension liability	15,587,867	-	15,587,867
Differences between actual and expected experience	2,490,070	-	2,490,070
Contribution - employer	-	8,489,122	(8,489,122)
Contribution - employee	-	1,682,896	(1,682,896)
Net investment income	-	31,389,241	(31,389,241)
Benefit payments, including refunds of employee contributions	(9,657,617)	(9,657,617)	-
Administrative expense	-	(139,362)	139,362
Net changes	13,191,339	31,764,280	(18,572,941)
Balance at June 30, 2022	\$ 231,156,696	\$ 171,274,442	\$ 59,882,254
Balance at June 30, 2022 - Both Plans	\$ 488,677,888	\$ 369,629,040	\$ 119,048,848

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

	Miscellaneous	Safety	Total
1% Decrease	6.15%	6.15%	6.15%
Net Pension Liability	\$ 92,977,790	\$ 92,184,053	\$ 185,161,843
Current Discount Rate	7.15%	7.15%	7.15%
Net Pension Liability	\$ 59,166,594	\$ 59,882,254	\$ 119,048,848
1% Increase	8.15%	8.15%	8.15%
Net Pension Liability	\$ 31,094,830	\$ 33,324,995	\$ 64,419,825

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

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

For the year ended June 30, 2022, the City recognized pension expense of \$5,159,581 for the Miscellaneous plan and \$7,805,072 for the Safety plan, for a total pension expense of \$12,964,653. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Safety		Miscellaneous		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in assumption	\$ 215,907	\$ 131,975	\$ -	\$ -	\$ 215,907	\$ 131,975
Differences between actual and expected experience	3,919,214	3,253	1,679,113	-	5,598,327	3,253
Net differences between projected and actual earnings on plan investments	-	15,373,314	-	17,961,586	-	33,334,900
Pension contributions subsequent to measurement date	8,942,932	-	9,959,107	-	18,902,039	-
Total	<u>\$ 13,078,053</u>	<u>\$ 15,508,542</u>	<u>\$ 11,638,220</u>	<u>\$ 17,961,586</u>	<u>\$ 24,716,273</u>	<u>\$ 33,470,128</u>

\$9,959,107 (misc) and \$8,942,932 (safety) reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year ended June 30,	Amortization	
	Safety	Misc
2022	\$ (2,176,634)	\$ (3,402,315)
2023	(2,575,757)	(3,585,815)
2024	(2,991,424)	(4,310,521)
2025	(3,725,377)	(4,983,822)
2026	95,770	-
Total	<u>\$ (11,373,422)</u>	<u>\$ (16,282,473)</u>

13. POST-EMPLOYMENT HEALTH CARE BENEFITS

EMPLOYER/PLAN REPORTING

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

Plan Description – The City of Folsom Retiree Health Program is a single-employer defined benefit healthcare plan administered by Benefit Trust Company. The City provides medical, dental and vision insurance benefits to eligible retirees. Benefit provisions are established and

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

may be amended by City labor agreements, which are approved by the City Council. On November 27, 2007, the Council adopted a resolution authorizing the City Manager to establish a Futuris Public Entity Investment Trust and a Retirement Board of Authority (BOA). The BOA is made up of the Mayor, one at large Council member, City Manager, Finance Director, and the Human Resources Director. The BOA has delegated authority of the OPEB trust to Benefit Trust Company (BTC) per the Futuris Trust Administrative Services Agreement. Upon signing the agreement, BTC has been deemed to have executed the Trust and during the term of this Agreement, BTC further agreed to serve as a discretionary trustee, with fiduciary oversight and authority over the operations and management of the Trust.

Plan Membership - At June 30, 2022, the Plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefit payments	334
Inactive plan members entitles to but not yet receiving benefit payments	0
Active plan members	159
Total	<u>493</u>

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

Contributions - The contribution requirements of plan members and the City are established and may be amended by City Council. The Council establishes rates based on an actuarially determined rate. For year ended June 30, 2022, the City contributed \$5,674,361 to the plan, for current premiums.

Investments

Investment Policy - The Plan's policy in regard to the allocation of invested assets is established and may be amended by the Retirement Board of Authority. It is the policy of the Retirement Board of Authority to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The following was the Board's adopted asset allocation policy as of June 30, 2022:

<u>Asset Class</u>	<u>Target Allocation</u>
Global Equities & Real Estate	50%
Global Fixed Income	50%
Total	<u>100%</u>

Rate of return - For the year ended June 30, 2022, the annual money-weighted rate of return on investments, net of investment expense, was (18.3) percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

Concentration of investments:

As of June 30, 2022, investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of **total entity investments** are as follows:

Issuer	Investment Type	Amount
Blackrock Total Return - K	Mutual Fund - Fixed Income	\$ 849,137
Guggenheim Investments Invest. Grade Bond Fd	Mutual Fund - Fixed Income	836,197
Prudential GBL Total Return Fund	Mutual Fund - Fixed Income	400,979
Prudential Funds Total Return Bond CL Q	Mutual Fund - Fixed Income	839,905
Western Asset Core Plus Bond IS	Mutual Fund - Fixed Income	832,394
Guggenheim Investments FDS TR Macro	Mutual Fund - Fixed Income	414,034

Net OPEB Liability

The City's net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by actuarial valuation as of June 30, 2022.

Actuarial Assumptions - The total OPEB liability was determined by an actuarial valuation as of June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	5.50%
Investment Rate of Return	5.5% (1)
General Inflation	2.75%
Payroll increase	3.00%
Mortality	2017 CalPERS experience study
Retirement Age	2017 CalPERS experience study
Healthcare Cost Trend Rate	6.25%

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

Mortality rates were based on the 2017 CalPERS Mortality for Miscellaneous Employees, 2017 CalPERS Mortality Safety Employees tables created by CalPERS.

The long-term expected rate of return on OPEB plan investments was determined by looking at rolling periods of time for all asset classes in combination to appropriately reflect correlation between asset classes. That means that the average returns for any asset class don't

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

necessarily reflect the averages over time individually, but reflect the return for the asset class for the portfolio average. Geometric means were used. Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2022 are summarized in the following table:

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

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

Changes in the Net OPEB Liability

	OPEB Plan Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (c) =(a) - (b)
June 30, 2021	\$ 101,567,450	\$ 9,105,123	\$ 92,462,327
Changes recognized for the measurement period:			
Service Cost	\$ 1,169,455		\$ 1,169,455
Interest	5,510,140	-	5,510,140
Differences between actual and expected experience	(6,564,955)	-	(6,564,955)
Changes in assumptions	-	-	-
Changes in benefit terms	-	-	-
Contribution - employer	-	5,674,361	(5,674,361)
Contribution - employee	-	-	-
Expected Investment Income	-	(1,754,779)	1,754,779
Investment Gains/Losses	-	-	-
Expected Benefit payments	(5,174,361)	(5,174,361)	-
Net changes	(5,059,721)	(1,254,779)	(3,804,942)
Balance at June 30, 2022	\$ 96,507,729	\$ 7,850,344	\$ 88,657,385

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

	1% Decrease 4.50%	Current Discount Rate 5.50%	1% Increase 6.5%
Net OPEB liability	\$101,483,956	\$88,657,385	\$78,099,778

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates - The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (5.5 percent) or 1-percentage-point higher (7.5 percent) than the current healthcare cost trend rates:

	1% Decrease 5.50%	Healthcare Cost Trend Rate 6.50%	1% Increase 7.5%
Net OPEB liability	\$76,660,038	\$88,657,385	\$103,330,759

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

For the year ended June 30, 2022, the City recognized OPEB expense of \$3,605,320. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in assumptions	\$ -	\$ 418,458
Net difference between expected and actuarial experience	-	6,735,883
Net differences between projected and actual earnings on OPEB plan investments	1,088,245	-
Total	\$ 1,088,245	\$ 7,154,341

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

Fiscal Year Ended June 30:	Deferred (Inflows) of Resources
2023	\$ (2,540,749)
2024	(2,543,676)
2025	(1,435,498)
2026	453,827
2027	-

14. RISK MANAGEMENT

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

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

The City has joined together with other Cities in the State of California to participate in Northern California Cities Self Insurance Fund (NCCSIF), a joint powers agency which provides the City with a shared risk layer of coverage above the self-insured \$100,000 retention for liability and workers' compensation. In addition, NCCSIF provides claims servicing to the City for the banking layer, which represents the City's self-insurance. The NCCSIF is composed of 18

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

member cities and is governed by a board of directors appointed by the member cities. The governing board has authority over budgeting and financing. The workers' compensation and general liability programs are administered by third-party administrators.

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

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

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

The City's deposit for its banking layer administered by NCCSIF of \$2,942,482 and \$2,852,642 as of June 30, 2022 and 2021 is recorded in the risk management fund as insurance deposits, respectively. The insurance deposit is net of any outstanding claims liability. Activity for the fiscal years ended June 30, 2022 and 2021 is as follows:

	Balance 6/30/2020	Deposits & Other income	Investment Income & FMV change	Claims paid Net of refunds	Claims Admin. & other exp.	Balance 6/30/2021
General Liability	\$ 1,625,300	\$ 684,145	\$ 3,301	\$ (29,705)	\$ (643,581)	\$ 1,639,460
Workers' Compensation	2,352,749	1,222,600	6,117	(1,839,987)	(528,297)	1,213,182
Total	<u>\$ 3,978,049</u>	<u>\$ 1,906,745</u>	<u>\$ 9,418</u>	<u>\$ (1,869,692)</u>	<u>\$ (1,171,878)</u>	<u>\$ 2,852,642</u>

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

	Balance 6/30/2021	Deposits & Other income	Investment Income & FMV change	Claims paid Net of refunds	Claims Admin. & other exp.	Balance 6/30/2022
General Liability	\$ 1,639,460	\$ 717,312	\$ (122,371)	\$ (450,953)	\$ (431,453)	\$ 1,351,995
Workers' Compensation	1,213,182	1,364,825	(286,736)	(372,259)	(328,525)	1,590,487
Total	<u>\$ 2,852,642</u>	<u>\$ 2,082,137</u>	<u>\$ (409,107)</u>	<u>\$ (823,212)</u>	<u>\$ (759,978)</u>	<u>\$ 2,942,482</u>

The following is summary financial information of the NCCSIF for the liability and workers' compensation program for the fiscal year ended June 30, 2022:

	Liability	Workers' Compensation	Total
Assets	\$ 20,020,350	\$ 58,171,100	\$ 78,191,450
Liabilities	12,623,312	41,166,478	53,789,790
Net assets	<u>\$ 7,397,038</u>	<u>\$ 17,004,622</u>	<u>\$ 24,401,660</u>
Revenues	\$ 13,163,227	\$ 13,000,882	\$ 26,164,109
Expenses	12,073,981	10,109,689	22,183,670
Operating income	1,089,246	2,891,193	3,980,439
Investment income	(962,493)	(2,595,342)	(3,557,835)
Net income	126,753	295,851	422,604
Net position, beginning of year	7,270,285	16,708,771	23,979,056
Net position, end of year	<u>\$ 7,397,038</u>	<u>\$ 17,004,622</u>	<u>\$ 24,401,660</u>

The NCCSIF audited financial statements for the period ended June 30, 2022 are available on the City's website.

Coverage Limits:

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

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

15. COMMITMENTS

Facilities Augmentation Fund - Folsom South Area Facilities Plan -

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

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

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

During the year ended June 30, 2022 the City received \$0 of critical facilities fees. The City, at June 30, 2022 had \$130,162 available for reimbursement of general facilities credits.

Annexation Agreement -

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

16. CONTINGENT LIABILITIES

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

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

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

The City is self-insured and participates in a Public Entity Risk Pool. Details of this are covered in Note 14.

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

17. LANDFILL CLOSURE/POSTCLOSURE

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

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

During FY 2009, the City initiated a "clean closure" of the inactive landfill in accordance with Title 27 of the California Code of Regulations. Clean closure is a process where the waste in the inactive landfill is removed, sorted and characterized for recycling or offsite disposal, resulting in a clean property. The City initiated the clean closure to address the impacts to groundwater and to reduce postclosure monitoring costs. The clean closure was completed in November 2009 and received certification of clean closure in accordance with Title 27 requirements from the respective oversight agencies in January 2010. The City remains responsible for continued postclosure groundwater monitoring and must demonstrate compliance with the prescribed monitoring requirements for 3 consecutive years. During FY 2013, a review conducted by one of the respective oversight agencies noted that while the corrective action performed is working, the City will need to continue to perform postclosure groundwater monitoring in order to achieve full compliance. During FY 2017, the oversight agency informed the City that the current groundwater monitoring and reporting program would likely not result in site closure within the next 10 years, or by 2027. To expedite closure, the City proposed an alternative closure strategy that was accepted. This strategy focused on a comprehensive reevaluation of the

City of Folsom

NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2022

hydrogeological conditions by surrounding the site with a new monitoring system. The oversight agency has concurred that the City has now completed all 12 monitoring events through September 2020 under the new monitoring system. In a letter dated January 26, 2021, the Central Valley Regional Water Quality Control Board staff concluded that the City complied with the requirements of the Waste Discharge Requirements and Title 27 demonstrating clean closure of the landfill. In October 2021, the Sacramento County Recorder's Office recorded the Deed Notification Covenant between the City and the Central Valley Regional Water Quality Control Board regarding future use of the property. On June 13, 2022, Regional Board staff recommended rescission of the Waste Discharge Requirements (WDR) associated with the Corp Yard. Based on feedback from the Regional Board's Permitting Unit, the request to rescind the WDR will likely occur in the Spring of 2023. As of June 30, 2022, there should not be any remaining post closure costs associated with the project.

The City has identified multiple funding sources for postclosure costs including the Wastewater Fund and Solid Waste Funds. The total current costs of postclosure care are estimates and subject to changes resulting from inflation/deflation, technology, change in scope of work, or changes in applicable laws or regulations.

18. DEFICIT FUND BALANCES

- The Planning Services Special Revenue Fund had a deficit fund balance of \$46,222 at June 30, 2022 primarily as a result of expenditures incurred in advance of receipt of revenues and will be eliminated with future revenues.
- The Humbug Willow Creek Special Revenue Fund had a deficit fund balance of \$164,940 June 30, 2022 primarily as a result of expenditures incurred in advance of receipt of revenues and will be eliminated with future revenues.
- The Fire Capital Improvement Fund had a deficit fund balance of \$311,627 June 30, 2022 primarily as a result of expenditures incurred in advance of receipt of revenues and will be eliminated with future revenues.
- The Compensated Leaves Fund had a deficit fund balance of \$211,550 at June 30, 2022 primarily as a result of a higher number of employees retiring than anticipated.

19. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

- Expenditures exceeded appropriations in the General Fund by \$1,768,570 due to higher than expected public safety labor costs, and higher costs associated with contracts due to the present economy with supply chain issues and inflation.
- Expenditures exceeded appropriations in the Community Development Block Grant Special Revenue Fund by \$32,520 due to planned expenditure of fund balance.

REQUIRED SUPPLEMENTARY INFORMATION



CITY OF
FOLSOM
DISTINCTIVE BY NATURE

City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

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

	<u>Miscellaneous</u>	<u>Miscellaneous</u>	<u>Miscellaneous</u>
	<u>2015</u>	<u>2016</u>	<u>2017</u>
Total Pension Liability			
Service Cost	\$ 3,733,451	\$ 3,463,856	\$ 3,550,932
Interest on the total pension liability	12,026,923	12,827,742	13,405,790
Changes in benefit terms	-	819,877	282,187
Changes in assumptions	-	(3,280,830)	-
Differences between actual and expected experience	-	294,972	(2,420,273)
Benefit payments, including refunds of employee contributions	(5,784,838)	(6,486,519)	(6,795,160)
Net change in total pension liability	<u>9,975,536</u>	<u>7,639,098</u>	<u>8,023,476</u>
Total pension liability - beginning	<u>161,384,658</u>	<u>171,360,194</u>	<u>178,999,292</u>
Total pension liability - ending (a)	<u>\$ 171,360,194</u>	<u>\$ 178,999,292</u>	<u>\$ 187,022,768</u>
Plan fiduciary net position			
Contributions - employer	\$ 4,376,606	\$ 4,523,081	\$ 5,159,464
Contributions - employee	2,232,850	1,593,443	1,580,964
Net investment income	17,933,745	2,668,545	593,250
Benefit payments	(5,784,838)	(6,486,519)	(6,795,160)
Net Plan to Plan Resource Movement	-	-	-
Administrative expense	-	(138,974)	(75,236)
Other Miscellaneous Income/(Expense)	-	-	-
Net change in plan fiduciary net position	<u>18,758,363</u>	<u>2,159,576</u>	<u>463,282</u>
Plan fiduciary net position - beginning	<u>102,531,433</u>	<u>121,289,796</u>	<u>123,449,372</u>
Plan fiduciary net position - ending (b)	<u>\$ 121,289,796</u>	<u>\$ 123,449,372</u>	<u>\$ 123,912,654</u>
Net pension liability - ending (a)-(b)	<u>\$ 50,070,398</u>	<u>\$ 55,549,920</u>	<u>\$ 63,110,114</u>
Plan fiduciary net position as a percentage of the total pension liability	70.78%	68.97%	66.26%
Covered payroll	22,140,150	21,527,190	22,082,925
Net pension liability as percentage of covered payroll	226.15%	258.05%	285.79%
Measurement Date	June 30, 2014	June 30, 2015	June 30, 2016
	<u>Safety</u>	<u>Safety</u>	<u>Safety</u>
	<u>2015</u>	<u>2016</u>	<u>2017</u>
Total Pension Liability			
Service Cost	\$ 3,769,467	\$ 3,525,048	\$ 3,439,072
Interest on the total pension liability	10,582,614	11,200,515	11,862,083
Changes in benefit terms	-	253,356	254,592
Changes in assumptions	-	(2,937,784)	-
Differences between actual and expected experience	-	(106,665)	681,197
Benefit payments, including refunds of employee contributions	(5,802,650)	(6,454,000)	(7,486,831)
Net change in total pension liability	<u>8,549,431</u>	<u>5,480,470</u>	<u>8,750,113</u>
* - Fiscal year 2015 was the 1st year of implementation.	<u>142,118,102</u>	<u>150,667,533</u>	<u>156,148,003</u>
Total pension liability - ending (a)	<u>\$ 150,667,533</u>	<u>\$ 156,148,003</u>	<u>\$ 164,898,116</u>
Plan fiduciary net position			
Contributions - employer	\$ 4,616,712	\$ 4,705,025	\$ 4,910,890
Contributions - employee	1,285,454	1,313,706	1,218,093
Net investment income	15,398,818	2,317,142	557,570
Benefit payments	(5,802,650)	(6,454,000)	(7,486,831)
Plan to Plan Resource Movement	-	(49,988)	-
Administrative Expense	-	(118,942)	(64,412)
Other Miscellaneous Income/(Expense)	-	-	-
Net change in plan fiduciary net position	<u>15,498,334</u>	<u>1,712,943</u>	<u>(864,690)</u>
Plan fiduciary net position - beginning	<u>88,478,338</u>	<u>103,976,672</u>	<u>105,689,615</u>
Plan fiduciary net position - ending (b)	<u>\$ 103,976,672</u>	<u>\$ 105,689,615</u>	<u>\$ 104,824,925</u>
Net pension liability - ending (a)-(b)	<u>\$ 46,690,861</u>	<u>\$ 50,458,388</u>	<u>\$ 60,073,191</u>
Plan fiduciary net position as a percentage of the total pension liability	69.01%	67.69%	63.57%
Covered payroll	18,541,342	18,593,681	18,863,681
Net pension liability as percentage of covered payroll	251.82%	271.37%	318.46%
Measurement Date	June 30, 2014	June 30, 2015	June 30, 2016

Notes to Schedule:

* - Fiscal year 2015 was the 1st year of implementation, therefore only eight years are shown.

City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

<u>Miscellaneous</u>	<u>Miscellaneous</u>	<u>Miscellaneous</u>	<u>Miscellaneous</u>	<u>Miscellaneous</u>
<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 3,904,924	\$ 3,765,497	\$ 3,952,202	\$ 3,940,722	\$ 4,083,345
13,879,289	14,940,919	15,875,881	16,632,114	17,438,630
34,533	2,198,934	-	-	-
11,945,025	(1,842,927)	-	-	-
(2,802,533)	5,429,806	3,930,177	1,289,507	1,989,434
<u>(8,072,643)</u>	<u>(9,232,060)</u>	<u>(10,075,046)</u>	<u>(10,995,275)</u>	<u>(11,712,031)</u>
18,888,595	15,260,169	13,683,214	10,867,068	11,799,378
187,022,768	205,911,363	221,171,532	234,854,746	245,721,814
<u>\$ 205,911,363</u>	<u>\$ 221,171,532</u>	<u>\$ 234,854,746</u>	<u>\$ 245,721,814</u>	<u>\$ 257,521,192</u>
\$ 5,781,400	\$ 6,511,558	\$ 7,274,779	\$ 8,937,259	\$ 9,737,754
1,655,762	1,634,191	1,786,891	1,687,940	1,794,482
13,918,884	11,477,303	9,627,244	7,675,619	36,481,841
(8,072,643)	(9,232,060)	(10,075,046)	(10,995,275)	(11,712,031)
2,162	(338)	-	-	-
(182,949)	(213,243)	(104,630)	(218,692)	(162,042)
-	(404,953)	338	-	-
13,102,616	9,772,458	8,509,576	7,086,851	36,140,004
123,743,093	136,845,709	146,618,167	155,127,743	162,214,594
<u>\$ 136,845,709</u>	<u>\$ 146,618,167</u>	<u>\$ 155,127,743</u>	<u>\$ 162,214,594</u>	<u>\$ 198,354,598</u>
<u>\$ 69,065,654</u>	<u>\$ 74,553,365</u>	<u>\$ 79,727,003</u>	<u>\$ 83,507,220</u>	<u>\$ 59,166,594</u>
66.46%	66.29%	66.05%	66.02%	77.02%
21,890,526	22,161,909	23,324,130	22,682,427	23,245,952
315.50%	336.40%	341.82%	368.16%	254.52%
June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
<u>Safety</u>	<u>Safety</u>	<u>Safety</u>	<u>Safety</u>	<u>Safety</u>
<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 3,853,558	\$ 3,990,444	\$ 4,185,471	\$ 4,453,870	\$ 4,771,019
12,440,896	13,235,635	13,965,196	14,704,486	15,587,867
304,817	321,724	-	-	-
11,011,292	(718,527)	-	-	-
(165,828)	3,317,456	1,485,082	1,091,393	2,490,070
<u>(7,953,218)</u>	<u>(8,383,432)</u>	<u>(8,826,653)</u>	<u>(9,246,421)</u>	<u>(9,657,617)</u>
19,491,517	11,763,300	10,809,096	11,003,328	13,191,339
164,898,116	184,389,633	196,152,933	206,962,029	217,965,357
<u>\$ 184,389,633</u>	<u>\$ 196,152,933</u>	<u>\$ 206,962,029</u>	<u>\$ 217,965,357</u>	<u>\$ 231,156,696</u>
\$ 5,843,744	\$ 6,557,790	\$ 7,225,666	\$ 8,486,598	\$ 8,489,122
1,488,989	1,373,843	1,502,266	1,690,156	1,682,896
11,610,189	9,650,208	8,083,078	6,534,833	31,389,241
(7,953,218)	(8,383,432)	(8,826,653)	(9,246,421)	(9,657,617)
-	(287)	-	-	-
(154,767)	(180,230)	(88,728)	(186,414)	(139,362)
-	(342,260)	287	-	-
10,834,937	8,675,632	7,895,916	7,278,752	31,764,280
104,824,925	115,659,862	124,335,494	132,231,410	139,510,162
<u>\$ 115,659,862</u>	<u>\$ 124,335,494</u>	<u>\$ 132,231,410</u>	<u>\$ 139,510,162</u>	<u>\$ 171,274,442</u>
<u>\$ 68,729,771</u>	<u>\$ 71,817,439</u>	<u>\$ 74,730,619</u>	<u>\$ 78,455,195</u>	<u>\$ 59,882,254</u>
62.73%	63.39%	63.89%	64.01%	74.09%
19,300,575	20,342,212	21,877,386	23,938,536	24,365,618
356.10%	353.05%	341.59%	327.74%	245.77%
June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021

City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CONTRIBUTIONS - LAST 10 YEARS

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

	<u>Safety Plan</u> <u>2015</u>	<u>Safety Plan</u> <u>2016</u>	<u>Safety Plan</u> <u>2017</u>
Actuarially determined contribution	\$ 4,705,025	4,910,890	\$ 5,861,310
Contributions in relation to the actuarially determined contributions	(4,705,025)	(4,910,890)	(5,861,310)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 18,593,681	\$ 18,863,681	\$ 19,300,575
Contributions as a percentage of covered payroll	25.30%	26.03%	30.37%

Notes to Schedule

Valuation date: June 30, 2012 June 30, 2013 June 30, 2014

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal Cost Method	Entry Age Normal Cost Method	Entry Age Normal Cost Method
Amortization method	Level percent of payroll	Level percent of payroll	Level percent of payroll
Asset valuation method	Market value	Market value	Market value
Inflation	2.75%	2.75%	2.75%
Salary increases	Varies by Entry Age and Service	Varies by Entry Age and Service	Varies by Entry Age and Service
Investment rate of return	7.50%	7.50%	7.50%
Retirement age	55	55	55
Mortality	Based on CalPERS Experience Study	Based on CalPERS Experience Study	Based on CalPERS Experience Study

* - Fiscal year 2015 was the 1st year of implementation, therefore only eight years are shown.

City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

<u>Miscellaneous Plan</u> <u>2018</u>	<u>Miscellaneous Plan</u> <u>2019</u>	<u>Miscellaneous Plan</u> <u>2020</u>	<u>Miscellaneous Plan</u> <u>2021</u>	<u>Miscellaneous Plan</u> <u>2022</u>
\$ 6,531,894	\$ 7,191,072	\$ 8,943,032	\$ 9,775,127	\$ 9,959,107
(6,531,894)	(7,191,072)	(8,943,032)	(9,775,127)	(9,959,107)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 22,161,909	\$ 23,324,130	\$ 23,938,536	\$ 23,245,952	\$ 23,261,240
29.47%	30.83%	37.36%	42.05%	42.81%

<u>Safety Plan</u> <u>2018</u>	<u>Safety Plan</u> <u>2019</u>	<u>Safety Plan</u> <u>2020</u>	<u>Safety Plan</u> <u>2021</u>	<u>Safety Plan</u> <u>2022</u>
\$ 6,574,602	\$ 7,128,404	\$ 8,502,037	\$ 8,506,647	\$ 8,942,932
(6,574,602)	(7,128,404)	(8,502,037)	(8,506,647)	(8,942,932)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 20,342,212	\$ 21,877,386	\$ 22,682,427	\$ 24,365,618	\$ 24,642,629
32.32%	32.58%	37.48%	34.91%	36.29%

June 30, 2015 June 30, 2016 June 30, 2016 June 30, 2017 June 30, 2018

Entry Age Normal Cost Method	Entry Age Normal Cost Method	Entry Age Normal Cost Method	Entry Age Normal Cost Method	Entry Age Normal Cost Method
Level percent of payro	Level percent of payro	Level percent of payroll	Level percent of payroll	Level percent of payroll
Market value 2.75%	Market value 2.75%	Market value 2.75%	Market value 2.63%	Market value 2.50%
Varies by Entry Age and Service 7.50%	Varies by Entry Age and Service 7.50%	Varies by Entry Age and Service 7.38%	Varies by Entry Age and Service 7.25%	Varies by Entry Age and Service 7.00%
55	55	55	55	55
Based on CalPERS Experience Study	Based on CalPERS Experience Study	Based on CalPERS Experience Study	Based on CalPERS Experience Study	Based on CalPERS Experience Study

City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Changes in the City's Net OPEB Liability and Related Ratios - Last Ten Years*

	2017	2018
Total OPEB liability		
Service cost	\$ 2,148,999	\$ 2,208,096
Interest	4,259,868	5,040,097
Changes in assumptions	-	(9,590,919)
Differences between actual and expected experience	-	-
Benefit payments, including refunds of employee contributions	(3,943,224)	(4,100,953)
Net change in total OPEB liability	2,465,643	(6,443,679)
Total OPEB liability -- beginning	113,028,453	115,494,096
Total OPEB liability -- ending (a)	<u>\$ 115,494,096</u>	<u>\$ 109,050,417</u>
Plan fiduciary net position		
Plan to plan resource movement	\$ -	\$ -
Contributions - employer	4,053,403	4,600,953
Contributions - employee	-	-
Net investment income	464,483	311,032
Differences between projected and actual earnings on plan investments	-	5,677
Administrative expenses	-	-
Benefit payments, including refunds of employee contributions	(3,603,403)	(4,100,953)
Net change in fiduciary net position	914,483	816,709
Plan fiduciary net position -- beginning	3,853,948	4,768,431
Plan fiduciary net position -- ending (b)	<u>\$ 4,768,431</u>	<u>\$ 5,585,140</u>
City's Net OPEB liability -- ending (a) - (b)	<u>\$ 110,725,665</u>	<u>\$ 103,465,277</u>
Plan fiduciary net position as a percentage of the total OPEB liability	4.13%	5.12%
Covered-employee payroll	\$ 41,191,102	\$ 42,504,121
City's Net OPEB liability as a percentage of covered-employee payroll	268.81%	243.42%
Measurement Date	June 30, 2017	June 30, 2018

Notes to Schedule

* Fiscal year 2017 was the first year of implementation, therefore, only eight years are shown.

City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

2019	2020	2021	2022
\$ 2,305,252	\$ 1,355,366	\$ 1,397,788	\$ 1,169,455
4,806,648	5,530,728	5,656,980	5,510,140
(6,686,894)	-	(836,918)	-
(3,828,632)	-	(3,624,335)	(6,564,955)
(4,227,327)	(4,432,280)	(4,899,343)	(5,174,361)
(7,630,953)	2,453,814	(2,305,828)	(5,059,721)
109,050,417	101,419,464	103,873,278	101,567,450
<u>\$ 101,419,464</u>	<u>\$ 103,873,278</u>	<u>\$ 101,567,450</u>	<u>\$ 96,507,729</u>
\$ -	\$ -	\$ -	\$ -
4,727,327	4,932,280	5,139,343	5,674,361
-	-	-	-
306,283	329,603	1,644,097	(1,754,779)
-	-	-	-
-	-	-	-
(4,227,327)	(4,432,280)	(4,899,343)	(5,174,361)
806,283	829,603	1,884,097	(1,254,779)
5,585,140	6,391,423	7,221,026	9,105,123
<u>\$ 6,391,423</u>	<u>\$ 7,221,026</u>	<u>\$ 9,105,123</u>	<u>\$ 7,850,344</u>
<u>\$ 95,028,041</u>	<u>\$ 96,652,252</u>	<u>\$ 92,462,327</u>	<u>\$ 88,657,385</u>
6.30%	6.95%	8.96%	8.13%
\$ 45,201,515	\$ 46,620,962	\$ 47,611,570	\$ 47,903,869
210.23%	207.32%	194.20%	185.07%
June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022

Schedule of Investment Returns
As of the fiscal year ending June 30, 2022
Last Ten Years*

	2017	2018	2019	2020	2021	2022
Annual money-weighted rate of return - net of investment expense	10.9%	6.0%	5.1%	4.8%	22.5%	-18%

Notes to Schedule

* Fiscal year 2017 was the first year of implementation, therefore, only eight years are shown.

CITY OF FOLSOM, CALIFORNIA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes:				
Property	\$ 32,491,949	\$ 32,491,949	\$ 33,225,451	\$ 733,502
Sales and use	24,551,790	24,551,790	27,900,779	3,348,989
Transient occupancy	2,000,000	2,000,000	2,597,968	597,968
Real property transfer	685,000	685,000	1,057,752	372,752
Other	1,000,000	1,000,000	1,293,451	293,451
Licenses and permits	3,265,700	3,265,700	4,299,748	1,034,048
Vehicle license fees	8,200,484	8,200,484	8,342,739	142,255
Intergovernmental revenues	2,640,500	2,689,598	1,702,834	(986,764)
Charges for current services	9,893,940	9,893,940	17,786,469	7,892,529
Fines and forfeitures	135,300	135,300	133,772	(1,528)
Interest revenue	230,000	230,000	(951,314)	(1,181,314)
Miscellaneous	1,495,200	2,855,721	1,642,143	(1,213,578)
Total revenues	<u>86,589,863</u>	<u>87,999,482</u>	<u>99,031,792</u>	<u>11,032,310</u>
EXPENDITURES:				
Current operating:				
General government	20,205,957	21,215,951	16,860,675	4,355,276
Public safety	46,707,218	46,851,137	49,333,965	(2,482,828)
Public ways and facilities	7,858,536	7,971,036	7,047,421	923,615
Community services	5,629,217	5,629,217	8,014,879	(2,385,662)
Culture and recreation	12,977,035	13,130,235	15,309,206	(2,178,971)
Capital outlay	1,345,429	1,345,429	1,345,429	-
Debt service:				
Principal payments	259,649	259,649	259,649	-
Total expenditures	<u>94,983,041</u>	<u>96,402,654</u>	<u>98,171,224</u>	<u>(1,768,570)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>(8,393,178)</u>	<u>(8,403,172)</u>	<u>860,568</u>	<u>9,263,740</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	8,393,178	8,403,172	4,589,055	(3,814,117)
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>8,393,178</u>	<u>8,403,172</u>	<u>4,589,055</u>	<u>(3,814,117)</u>
NET CHANGE IN FUND BALANCE				
	<u>-</u>	<u>-</u>	<u>5,449,623</u>	<u>\$ 5,449,623</u>
FUND BALANCE, BEGINNING OF YEAR				
	<u>21,469,425</u>	<u>21,469,425</u>	<u>21,469,425</u>	
FUND BALANCE - ENDING				
	<u>\$ 21,469,425</u>	<u>\$ 21,469,425</u>	<u>\$ 26,919,048</u>	

Refer to Note to Required Supplementary Information

CITY OF FOLSOM, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOLSOM HOUSING SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Fines and Forfeitures	\$ 250,000	\$ 250,000	\$ 6,625,814	\$ 6,375,814
Charges for current services	20,000	20,000	29,219	9,219
Interest	50,000	50,000	(207,997)	(257,997)
Miscellaneous	55,385	643,651	-	(643,651)
Total revenues	<u>375,385</u>	<u>963,651</u>	<u>6,447,036</u>	<u>5,483,385</u>
EXPENDITURES:				
Current operating:				
General government	<u>350,300</u>	<u>938,566</u>	<u>62,516</u>	<u>876,050</u>
Total expenditures	<u>350,300</u>	<u>938,566</u>	<u>62,516</u>	<u>876,050</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>25,085</u>	<u>25,085</u>	<u>6,384,520</u>	<u>6,359,435</u>
OTHER FINANCING USES:				
Transfers out	<u>(25,085)</u>	<u>(25,085)</u>	<u>(25,085)</u>	<u>-</u>
TOTAL OTHER FINANCING USES	<u>(25,085)</u>	<u>(25,085)</u>	<u>(25,085)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	6,359,435	<u>\$ 6,359,435</u>
FUND BALANCE - BEGINNING OF YEAR	<u>31,429,606</u>	<u>31,429,606</u>	<u>31,429,606</u>	
FUND BALANCE - END OF YEAR	<u>\$ 31,429,606</u>	<u>\$ 31,429,606</u>	<u>\$ 37,789,041</u>	

Refer to Note to Required Supplementary Information

City of Folsom

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION FOR THE YEAR ENDED JUNE 30, 2022

Budgetary Data

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

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

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

OTHER SUPPLEMENTARY INFORMATION



CITY OF
FOLSOM
DISTINCTIVE BY NATURE

CITY OF FOLSOM, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOLSOM PUBLIC FINANCING AUTHORITY DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>BUDGETED AMOUNTS</u>			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	
REVENUES				
Intergovernmental	\$ 6,782,535	\$ 6,782,535	\$ 1,453,224	\$ (5,329,311)
Investment income (loss)	-	-	(6,098,850)	(6,098,850)
Total revenues	<u>6,782,535</u>	<u>6,782,535</u>	<u>(4,645,626)</u>	<u>(11,428,161)</u>
EXPENDITURES				
Debt service:				
Principal	5,450,304	5,450,304	5,450,305	(1)
Interest and fiscal charges	<u>1,241,024</u>	<u>1,241,024</u>	<u>1,238,023</u>	<u>3,001</u>
Total expenditures	<u>6,691,328</u>	<u>6,691,328</u>	<u>6,688,328</u>	<u>3,000</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	<u>91,207</u>	<u>91,207</u>	<u>(11,333,954)</u>	<u>(11,425,161)</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(91,207)</u>	<u>(91,207)</u>	-	<u>91,207</u>
TOTAL OTHER FINANCING				
SOURCES (USES)	<u>(91,207)</u>	<u>(91,207)</u>	-	<u>91,207</u>
NET CHANGE IN FUND BALANCE	-	-	(11,333,954)	<u><u>\$ (11,333,954)</u></u>
FUND BALANCE - BEGINNING OF YEAR	<u>120,642,943</u>	<u>120,642,943</u>	<u>48,280,152</u>	
FUND BALANCE - END OF YEAR	<u><u>\$ 120,642,943</u></u>	<u><u>\$ 120,642,943</u></u>	<u><u>\$ 36,946,198</u></u>	

Refer to Note to Other Supplementary Information

CITY OF FOLSOM, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOLSOM RANCH FINANCING AUTHORITY DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	BUDGET			VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Intergovernmental	\$ 4,368,187	\$ 4,368,187	\$ 4,368,187	\$ -
Investment income (loss)	-	-	(38,765,139)	(38,765,139)
Miscellaneous	555,000	555,000	-	(555,000)
Total revenues	4,923,187	4,923,187	(34,396,952)	(39,320,139)
EXPENDITURES				
Debt service:				
Principal	555,000	555,000	555,000	-
Interest and fiscal charges	4,368,187	4,368,187	4,368,187	-
Total expenditures	4,923,187	4,923,187	4,923,187	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	(39,320,139)	(39,320,139)
OTHER FINANCING USES				
Bond issuance	-	-	11,855,000	11,855,000
Bond (discount)/Premium	-	-	275,791	
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	12,130,791	12,130,791
NET CHANGE IN FUND BALANCE	-	-	(27,189,348)	\$ (27,189,348)
FUND BALANCE - BEGINNING OF YEAR	133,397,943	133,397,943	133,397,943	
FUND BALANCE - END OF YEAR	\$ 133,397,943	\$ 133,397,943	\$ 106,208,595	

Refer to Note to Other Supplementary Information

City of Folsom

NOTE TO OTHER SUPPLEMENTARY INFORMATION FOR THE YEAR ENDED JUNE 30, 2022

Budgetary Data

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

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

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

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



CITY OF
FOLSOM
DISTINCTIVE BY NATURE

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

Debt Service Funds

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

Capital Projects Funds

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

Permanent Funds

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

CITY OF FOLSOM, CALIFORNIA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022**

	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>	<u>Permanent Funds</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 17,425,047	\$ 1,628,761	\$ 46,092,121	\$ 455,583	\$ 65,601,512
Cash with fiscal agent	-	-	199,657	-	199,657
Receivables					
General accounts	73,921	-	416,397	-	490,318
Accrued interest	69,568	6,049	132,576	1,704	209,897
Loans	4,729,174	-	-	-	4,729,174
Special assessments - delinquent	-	41,329	-	-	41,329
Due from other governments	731,988	362	-	-	732,350
Restricted assets:					
Cash and cash equivalents	352,301	-	-	-	352,301
Total assets	<u>\$ 23,381,999</u>	<u>\$ 1,676,501</u>	<u>\$ 46,840,751</u>	<u>\$ 457,287</u>	<u>\$ 72,356,538</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES:					
Accounts payable	\$ 576,098	\$ 41,329	\$ 590,401	\$ -	\$ 1,207,828
Due to other funds	148,140	-	312,725	-	460,865
Unearned revenue	840,404	-	-	-	840,404
Total liabilities	<u>1,564,642</u>	<u>41,329</u>	<u>1,047,995</u>	<u>-</u>	<u>2,653,966</u>
FUND BALANCES:					
Nonspendable	-	-	-	455,583	455,583
Restricted	13,685,229	1,265,701	45,954,862	1,704	60,907,496
Committed	5,349,293	-	-	-	5,349,293
Assigned	2,993,997	369,471	149,521	-	3,512,989
Unassigned	(211,162)	-	(311,627)	-	(522,789)
Total fund balances	<u>21,817,357</u>	<u>1,635,172</u>	<u>45,792,756</u>	<u>457,287</u>	<u>69,702,572</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 23,381,999</u>	<u>\$ 1,676,501</u>	<u>\$ 46,840,751</u>	<u>\$ 457,287</u>	<u>\$ 72,356,538</u>

CITY OF FOLSOM, CALIFORNIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2022

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
REVENUES:					
Licenses and permits	\$ 3,154	\$ -	\$ -	\$ -	\$ 3,154
Intergovernmental revenues	4,829,309	-	42,475	-	4,871,784
Charges for current services	5,658,179	-	17,274,191	-	22,932,370
Fines and forfeitures	65,060	-	-	-	65,060
Assessment collections	-	611	-	-	611
Investment income (loss)	193,658	14,375	(742,287)	4,003	(530,251)
Miscellaneous	35,242	-	12,412	-	47,654
Total revenues	10,784,602	14,986	16,586,791	4,003	27,390,382
EXPENDITURES:					
Current:					
General government	875,590	-	-	-	875,590
Public safety	32,143	-	-	-	32,143
Public ways and facilities	4,425,033	-	1,475,608	-	5,900,641
Culture and recreation	47,770	-	-	-	47,770
Capital outlay	1,791,144	-	385,073	-	2,176,217
Total expenditures	7,171,680	-	1,860,681	-	9,032,361
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,612,922	14,986	14,726,110	4,003	18,358,021
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	-	-	-
Transfers out	(1,122,167)	-	(36,264)	(654)	(1,159,085)
Total other financing sources (uses)	(1,122,167)	-	(36,264)	(654)	(1,159,085)
NET CHANGE IN FUND BALANCES	2,490,755	14,986	14,689,846	3,349	17,198,936
FUND BALANCES, BEGINNING OF YEAR	19,326,602	1,620,186	31,102,910	453,938	52,503,636
FUND BALANCES, END OF YEAR	\$ 21,817,357	\$ 1,635,172	\$ 45,792,756	\$ 457,287	\$ 69,702,572

NONMAJOR SPECIAL REVENUE FUNDS

Planning Services:

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

Transportation Tax:

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

Park Dedication (Quimby):

To account for Quimby Act Fees for park development purposes.

Traffic Congestion Relief:

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

Gas Tax:

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

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

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

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

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

Light and Landscape Districts:

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

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

Transportation System Management:

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

Community Development Block Grant:

To account for Community Development Grant monies.

Humbug Willow Creek:

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

General Plan Amendment:

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

Tree Planting:

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

Zoo Special Revenue:

To account for revenues and expenditures for designated zoo activities.

Other Special Revenue:

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

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

Housing Trust Special Revenue
Sphere of Influence
Police Officer Training Fund

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CITY OF FOLSOM, CALIFORNIA

COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS JUNE 30, 2022

	Planning Services	Transportation Tax	Park Dedication (Quimby)	Traffic Congestion Relief
ASSETS				
Cash and cash equivalents	\$ 657,895	\$ 205,876	\$ 1,765,518	\$ 943
Receivables				
General accounts	-	-	-	-
Accrued interest	2,274	827	8,188	199
Loans	-	-	-	-
Due from other governments	-	-	-	-
Restricted assets:				
Cash and cash equivalents	-	36,000	-	-
Total assets	\$ 660,169	\$ 242,703	\$ 1,773,706	\$ 1,142
 LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts payable	\$ 60,996	\$ -	\$ 15,315	\$ -
Due to other funds	-	-	-	-
Unearned revenue	645,395	-	-	-
Total liabilities	706,391	-	15,315	-
 FUND BALANCES				
Restricted		242,703	-	1,142
Committed	-	-	1,758,391	-
Assigned		-	-	-
Unassigned	(46,222)	-	-	-
Total fund balances (deficit)	(46,222)	242,703	1,758,391	1,142
Total liabilities and fund balances (deficit)	\$ 660,169	\$ 242,703	\$ 1,773,706	\$ 1,142

<u>Gas Tax</u>	<u>Light and Landscape Districts</u>	<u>Transportation System Management</u>	<u>Community Development Block Grant</u>	
				ASSETS
\$ 3,566,416	\$ 8,030,513	\$ 142,269	\$ 14,484	Cash and cash equivalents
-	-	-	73,977	Receivables
14,988	27,026	626	153	General accounts
-	-	-	73,729	Accrued interest
352,364	379,624	-	-	Loans
-	-	-	-	Due from other governments
251,498	-	49,802	-	Restricted assets:
-	-	-	-	Cash and cash equivalents
<u>\$ 4,185,266</u>	<u>\$ 8,437,163</u>	<u>\$ 192,697</u>	<u>\$ 162,343</u>	Total assets
				LIABILITIES AND FUND BALANCE
				LIABILITIES
\$ -	\$ 458,785	\$ 50	\$ 1,201	Accounts payable
-	-	-	-	Due to other funds
-	-	-	-	Unearned revenue
-	458,785	50	1,201	Total liabilities
				FUND BALANCES
4,185,266	7,978,378	-	161,142	Restricted
-	-	192,647	-	Committed
-	-	-	-	Assigned
-	-	-	-	Unassigned
<u>4,185,266</u>	<u>7,978,378</u>	<u>192,647</u>	<u>161,142</u>	Total fund balances (deficit)
<u>\$ 4,185,266</u>	<u>\$ 8,437,163</u>	<u>\$ 192,697</u>	<u>\$ 162,343</u>	Total liabilities and fund balances (deficit)

Continued on next page

CITY OF FOLSOM, CALIFORNIA

COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED) JUNE 30, 2022

	Humbug Willow Creek	General Plan Amendment	Tree Planting
ASSETS			
Cash and cash equivalents	\$ -	\$ 309,831	\$ 1,213,003
Receivables			
General accounts	-	-	-
Accrued interest	-	770	4,210
Loans	-	-	-
Due from other governments	-	-	-
Restricted assets:			
Cash and cash equivalents	-	-	-
Total assets	\$ -	\$ 310,601	\$ 1,217,213
 LIABILITIES AND FUND BALANCE			
LIABILITIES			
Accounts payable	\$ 16,800	\$ 119	\$ 22,692
Due to other funds	148,140	-	-
Unearned revenue	-	-	-
Total liabilities	164,940	119	22,692
 FUND BALANCES			
Restricted	-	310,482	-
Committed	-	-	1,194,521
Assigned	-	-	-
Unassigned	(164,940)	-	-
Total fund balances (deficit)	(164,940)	310,482	1,194,521
Total liabilities and fund balances (deficit)	\$ -	\$ 310,601	\$ 1,217,213

<u>Zoo</u>	<u>Other</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 155,177	\$ 1,363,122	\$ 17,425,047
(56)	-	73,921
526	9,781	69,568
-	4,655,445	4,729,174
-	-	731,988
-	15,001	352,301
<u>\$ 155,647</u>	<u>\$ 6,043,349</u>	<u>\$ 23,381,999</u>

ASSETS

Cash and cash equivalents
Receivables
General accounts
Accrued interest
Loans
Due from other governments
Restricted assets:
Cash and cash equivalents
Total assets

LIABILITIES AND FUND BALANCE

LIABILITIES

\$ -	\$ 140	\$ 576,098
-	-	148,140
-	195,009	840,404
-	195,149	1,564,642

Accounts payable
Due to other funds
Unearned revenue

Total liabilities

FUND BALANCES

155,647	650,469	13,685,229
-	2,203,734	5,349,293
-	2,993,997	2,993,997
-	-	(211,162)
<u>155,647</u>	<u>5,848,200</u>	<u>21,817,357</u>
<u>\$ 155,647</u>	<u>\$ 6,043,349</u>	<u>\$ 23,381,999</u>

Restricted
Committed
Assigned
Unassigned
Total fund balances (deficit)
Total liabilities and fund balances (deficit)

CITY OF FOLSOM, CALIFORNIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NON MAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2022

	Planning Services	Transportation Tax	Park Dedication (Quimby)	Traffic Congestion Relief
REVENUES:				
Licenses and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	77,459	-	-
Charges for current services	433,691	-	-	-
Fines and forfeitures	-	-	-	-
Interest	6,184	2,174	18,140	201
Miscellaneous	-	-	-	-
Total revenues	<u>439,875</u>	<u>79,633</u>	<u>18,140</u>	<u>201</u>
EXPENDITURES:				
Current:				
General government	441,283	-	428,010	-
Public safety	-	-	-	-
Public ways and facilities	-	-	-	-
Culture and recreation	-	-	-	-
Capital Outlay	-	-	282,706	98,000
Total expenditures	<u>441,283</u>	<u>-</u>	<u>710,716</u>	<u>98,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,408)</u>	<u>79,633</u>	<u>(692,576)</u>	<u>(97,799)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	-
Transfers out	(1,400)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,400)</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(2,808)	79,633	(692,576)	(97,799)
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	<u>(43,414)</u>	<u>163,070</u>	<u>2,450,967</u>	<u>98,941</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ (46,222)</u>	<u>\$ 242,703</u>	<u>\$ 1,758,391</u>	<u>\$ 1,142</u>

<u>Gas Tax</u>	<u>Light and Landscape Districts</u>	<u>Transportation System Management</u>	<u>Community Development Block Grant</u>	
\$ -	\$ -	\$ -	\$ -	REVENUES:
3,614,511	-	-	152,339	Licenses and permits
-	4,700,040	41,033	(8,499)	Intergovernmental
-	-	-	-	Charges for current services
42,215	69,604	1,603	392	Fines and forfeitures
-	1,080	-	-	Interest
-	-	-	-	Miscellaneous
<u>3,656,726</u>	<u>4,770,724</u>	<u>42,636</u>	<u>144,232</u>	Total revenues
-	-	-	-	EXPENDITURES:
-	-	-	-	Current:
-	-	-	-	General government
446,209	3,661,514	-	176,752	Public safety
-	-	-	-	Public ways and facilities
1,394,545	-	-	-	Culture and recreation
-	-	-	-	Capital Outlay
<u>1,840,754</u>	<u>3,661,514</u>	<u>-</u>	<u>176,752</u>	Total expenditures
<u>1,815,972</u>	<u>1,109,210</u>	<u>42,636</u>	<u>(32,520)</u>	EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES
-	-	-	-	OTHER FINANCING SOURCES (USES):
(1,000,000)	(93,519)	(135)	-	Transfers in
-	-	-	-	Transfers out
<u>(1,000,000)</u>	<u>(93,519)</u>	<u>(135)</u>	<u>-</u>	TOTAL OTHER FINANCING SOURCES (USES)
815,972	1,015,691	42,501	(32,520)	NET CHANGE IN FUND BALANCES
<u>3,369,294</u>	<u>6,962,687</u>	<u>150,146</u>	<u>193,662</u>	FUND BALANCES (DEFICIT), BEGINNING OF YEAR
<u>\$ 4,185,266</u>	<u>\$ 7,978,378</u>	<u>\$ 192,647</u>	<u>\$ 161,142</u>	FUND BALANCES (DEFICIT), END OF YEAR

Continued on next page

CITY OF FOLSOM, CALIFORNIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NON MAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2022

	Humbug Willow Creek	General Plan Amendment	Tree Planting
REVENUES:			
Licenses and permits	\$ -	\$ -	\$ -
Intergovernmental	985,000	-	-
Charges for current services	42,365	138,242	292,433
Fines and forfeitures	-	-	-
Interest	-	2,409	9,851
Miscellaneous	80	-	-
Total revenues	<u>1,027,445</u>	<u>140,651</u>	<u>302,284</u>
EXPENDITURES:			
Current:			
General government	-	-	-
Public safety	-	-	-
Public ways and facilities	-	-	140,083
Culture and recreation	30,202	-	-
Capital Outlay	-	-	-
Total expenditures	<u>30,202</u>	<u>-</u>	<u>140,083</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>997,243</u>	<u>140,651</u>	<u>162,201</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	(18,637)	(83)	(3,555)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(18,637)</u>	<u>(83)</u>	<u>(3,555)</u>
NET CHANGE IN FUND BALANCES	978,606	140,568	158,646
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	<u>(1,143,546)</u>	<u>169,914</u>	<u>1,035,875</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ (164,940)</u>	<u>\$ 310,482</u>	<u>\$ 1,194,521</u>

<u>Zoo</u>	<u>Other</u>	<u>Total Nonmajor Special Revenue Funds</u>	
			REVENUES:
\$ -	\$ 3,154	\$ 3,154	Licenses and permits
-	-	4,829,309	Intergovernmental
18,874	-	5,658,179	Charges for current services
-	65,060	65,060	Fines and forfeitures
10,362	30,523	193,658	Interest
1,248	32,834	35,242	Miscellaneous
<u>30,484</u>	<u>131,571</u>	<u>10,784,602</u>	Total revenues
			EXPENDITURES:
			Current:
-	6,297	875,590	General government
-	32,143	32,143	Public safety
-	475	4,425,033	Public ways and facilities
-	17,568	47,770	Culture and recreation
-	15,893	1,791,144	Capital Outlay
<u>-</u>	<u>72,376</u>	<u>7,171,680</u>	Total expenditures
<u>30,484</u>	<u>59,195</u>	<u>3,612,922</u>	EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES
			OTHER FINANCING SOURCES (USES):
-	-	-	Transfers in
-	(4,838)	(1,122,167)	Transfers out
<u>-</u>	<u>(4,838)</u>	<u>(1,122,167)</u>	TOTAL OTHER FINANCING SOURCES (USES)
30,484	54,357	2,490,755	NET CHANGE IN FUND BALANCES
<u>125,163</u>	<u>5,793,843</u>	<u>19,326,602</u>	FUND BALANCES (DEFICIT), BEGINNING OF YEAR
<u>\$ 155,647</u>	<u>\$ 5,848,200</u>	<u>\$ 21,817,357</u>	FUND BALANCES (DEFICIT), END OF YEAR

**CITY OF FOLSOM, CALIFORNIA
 PLANNING SERVICES SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>BUDGET</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>(NEGATIVE)</u>
REVENUES				
Charges for current services	\$ 209,277	\$ 704,055	\$ 433,691	\$ (270,364)
Interest	<u>5,000</u>	<u>5,000</u>	<u>6,184</u>	<u>1,184</u>
Total revenues	<u>214,277</u>	<u>709,055</u>	<u>439,875</u>	<u>(269,180)</u>
EXPENDITURES				
Current operating:				
General government	<u>200,000</u>	<u>694,778</u>	<u>441,283</u>	<u>253,495</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>14,277</u>	<u>14,277</u>	<u>(1,408)</u>	<u>(15,685)</u>
OTHER FINANCING USES				
Transfers out	<u>(14,277)</u>	<u>(14,277)</u>	<u>(1,400)</u>	<u>12,877</u>
NET CHANGE IN FUND BALANCE	-	-	(2,808)	<u>\$ (2,808)</u>
FUND BALANCE - BEGINNING OF YEAR	<u>(43,414)</u>	<u>(43,414)</u>	<u>(43,414)</u>	
FUND BALANCE (DEFICIT)- END OF YEAR	<u>\$ (43,414)</u>	<u>\$ (43,414)</u>	<u>\$ (46,222)</u>	

**CITY OF FOLSOM, CALIFORNIA
TRANSPORTATION TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>BUDGET</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
Intergovernmental	\$ 75,000	\$ 75,000	\$ 77,459	\$ 2,459
Other	(67,000)	(67,000)	-	67,000
Interest	<u>2,000</u>	<u>2,000</u>	<u>2,174</u>	<u>174</u>
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>79,633</u>	<u>69,633</u>
EXPENDITURES:				
Current operating:				
Capital Outlay	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>79,633</u>	<u>79,633</u>
OTHER FINANCING USES				
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	79,633	<u>\$ 79,633</u>
FUND BALANCE - BEGINNING OF YEAR	<u>163,070</u>	<u>163,070</u>	<u>163,070</u>	
FUND BALANCE - END OF YEAR	<u>\$ 163,070</u>	<u>\$ 163,070</u>	<u>\$ 242,703</u>	

**CITY OF FOLSOM, CALIFORNIA
 PARK DEDICATION (QUIMBY) SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ -	\$ -	\$ -	\$ -
Interest	20,000	20,000	18,140	(1,860)
Miscellaneous	697,196	1,616,611	-	(1,616,611)
Total revenues	<u>717,196</u>	<u>1,636,611</u>	<u>18,140</u>	<u>(1,618,471)</u>
EXPENDITURES:				
Current operating:				
Culture and recreation	572,196	1,491,611	710,716	780,895
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>145,000</u>	<u>145,000</u>	<u>(692,576)</u>	<u>(837,576)</u>
OTHER FINANCING USES				
Transfers out	<u>(145,000)</u>	<u>(145,000)</u>	-	145,000
NET CHANGE IN FUND BALANCE	-	-	(692,576)	<u>\$ (692,576)</u>
FUND BALANCE - BEGINNING OF YEAR	<u>2,450,967</u>	<u>2,450,967</u>	<u>2,450,967</u>	
FUND BALANCE - END OF YEAR	<u>\$ 2,450,967</u>	<u>\$ 2,450,967</u>	<u>\$ 1,758,391</u>	

**CITY OF FOLSOM, CALIFORNIA
TRAFFIC CONGESTION RELIEF SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Interest	-	-	201	201
Miscellaneous	-	98,000	-	(98,000)
Total revenues	-	98,000	201	(97,799)
EXPENDITURES:				
Current operating:				
Public ways and facilities	-	98,000	98,000	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	(97,799)	(97,799)
NET CHANGE IN FUND BALANCE	-	-	(97,799)	<u>\$ (97,799)</u>
FUND BALANCE - BEGINNING OF YEAR	-	-	98,941	
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,142</u>	

**CITY OF FOLSOM, CALIFORNIA
 GAS TAX SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>BUDGET</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
Intergovernmental	\$3,626,274	\$ 3,626,274	\$3,614,511	\$ (11,763)
Interest	30,000	30,000	42,215	12,215
Miscellaneous	(291,940)	2,287,893	-	(2,287,893)
Total revenues	<u>3,364,334</u>	<u>5,944,167</u>	<u>3,656,726</u>	<u>(2,287,441)</u>
EXPENDITURES:				
Current operating:				
Public ways and facilities	-	424,069	446,209	(22,140)
Capital Outlay	1,560,000	3,715,764	1,394,545	2,321,219
Total expenditures	1,560,000	4,139,833	1,840,754	2,299,079
EXCESS OF REVENUES OVER EXPENDITURES	<u>1,804,334</u>	<u>1,804,334</u>	<u>1,815,972</u>	<u>11,638</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	(1,804,334)	(1,804,334)	(1,000,000)	804,334
NET CHANGE IN FUND BALANCE	-	-	815,972	<u>\$ 815,972</u>
FUND BALANCE - BEGINNING OF YEAR	<u>3,369,294</u>	<u>3,369,294</u>	<u>3,369,294</u>	
FUND BALANCE - END OF YEAR	<u>\$3,369,294</u>	<u>\$ 3,369,294</u>	<u>\$4,185,266</u>	

**CITY OF FOLSOM, CALIFORNIA
LIGHT AND LANDSCAPE, AND MAINTENANCE DISTRICTS SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>BUDGET</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
Charges for current services	\$ 3,951,657	\$ 3,951,657	\$ 4,700,040	\$ 748,383
Interest	94,571	94,571	69,604	(24,967)
Miscellaneous	711,794	761,794	1,080	(760,714)
Total revenues	<u>4,758,022</u>	<u>4,808,022</u>	<u>4,770,724</u>	<u>(37,298)</u>
EXPENDITURES:				
Current operating:				
Public ways and facilities	<u>4,162,378</u>	<u>4,212,378</u>	<u>3,661,514</u>	<u>550,864</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>595,644</u>	<u>595,644</u>	<u>1,109,210</u>	<u>513,566</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(595,644)</u>	<u>(595,644)</u>	<u>(93,519)</u>	<u>502,125</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(595,644)</u>	<u>(595,644)</u>	<u>(93,519)</u>	<u>502,125</u>
NET CHANGE IN FUND BALANCE	-	-	1,015,691	<u>\$ 1,015,691</u>
FUND BALANCE - BEGINNING OF YEAR	<u>6,962,687</u>	<u>6,962,687</u>	<u>6,962,687</u>	
FUND BALANCE - END OF YEAR	<u>\$ 6,962,687</u>	<u>\$ 6,962,687</u>	<u>\$ 7,978,378</u>	

**CITY OF FOLSOM, CALIFORNIA
TRANSPORTATION SYSTEM MANAGEMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>BUDGET</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
Charges for current services	\$ 35,000	\$ 35,000	\$ 41,033	\$ 6,033
Interest	1,200	1,200	1,603	403
Other	<u>22,872</u>	<u>22,872</u>	<u>-</u>	<u>(22,872)</u>
Total revenues	<u>59,072</u>	<u>59,072</u>	<u>42,636</u>	<u>(16,436)</u>
EXPENDITURES:				
Capital Outlay	<u>35,000</u>	<u>35,000</u>	<u>-</u>	<u>35,000</u>
Total expenditures	<u>35,000</u>	<u>35,000</u>	<u>-</u>	<u>35,000</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>24,072</u>	<u>24,072</u>	<u>42,636</u>	<u>18,564</u>
OTHER FINANCING USES:				
Transfers out	<u>(24,072)</u>	<u>(24,072)</u>	<u>(135)</u>	<u>23,937</u>
NET CHANGE IN FUND BALANCE	-	-	42,501	<u>\$ 42,501</u>
FUND BALANCE - BEGINNING OF YEAR	<u>150,146</u>	<u>150,146</u>	<u>150,146</u>	
FUND BALANCE - END OF YEAR	<u>\$ 150,146</u>	<u>\$ 150,146</u>	<u>\$ 192,647</u>	

**CITY OF FOLSOM, CALIFORNIA
COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ 165,000	\$ 165,000	\$ 152,339	\$ (12,661)
Charges for current services	-	-	(8,499)	(8,499)
Interest	500	500	392	(108)
Miscellaneous	(500)	(500)	-	500
Total revenues	<u>165,000</u>	<u>165,000</u>	<u>144,232</u>	<u>(20,768)</u>
EXPENDITURES:				
Current Operating:				
Public ways and facilities	<u>165,000</u>	<u>165,000</u>	<u>176,752</u>	<u>(11,752)</u>
Total expenditures	<u>165,000</u>	<u>165,000</u>	<u>176,752</u>	<u>(11,752)</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>(32,520)</u>	<u>(32,520)</u>
OTHER FINANCING USES:				
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	(32,520)	<u>\$ (32,520)</u>
FUND BALANCE - BEGINNING OF YEAR	<u>193,662</u>	<u>193,662</u>	<u>193,662</u>	
FUND BALANCE - END OF YEAR	<u>\$ 193,662</u>	<u>\$ 193,662</u>	<u>\$ 161,142</u>	

**CITY OF FOLSOM, CALIFORNIA
HUMBUG WILLOW CREEK SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 985,000	\$ 985,000
Charges for current services	25,000	25,000	42,365	17,365
Miscellaneous	(6,363)	999,258	80	(999,178)
Total revenues	<u>18,637</u>	<u>1,024,258</u>	<u>1,027,445</u>	<u>3,187</u>
EXPENDITURES:				
Current operating:				
Culture and recreation	-	23,937	30,202	(6,265)
Capital outlay	-	1,005,621	-	1,005,621
Total expenditures	<u>-</u>	<u>1,029,558</u>	<u>30,202</u>	<u>999,356</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>18,637</u>	<u>(5,300)</u>	<u>997,243</u>	<u>1,002,543</u>
OTHER FINANCING USES:				
Transfers in	-	23,937	-	(23,937)
Transfers out	(18,637)	(18,637)	(18,637)	-
NET CHANGE IN FUND BALANCE	-	-	978,606	978,606
FUND BALANCE (DEFICIT) - BEGINNING OF YEAR	<u>(1,143,546)</u>	<u>(1,143,546)</u>	<u>(1,143,546)</u>	
FUND BALANCE (DEFICIT) - END OF YEAR	<u><u>\$ (1,143,546)</u></u>	<u><u>\$ (1,143,546)</u></u>	<u><u>\$ (164,940)</u></u>	

**CITY OF FOLSOM, CALIFORNIA
GENERAL PLAN AMENDMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>BUDGET</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
Charges for current services	\$ 100,000	\$ 100,000	\$ 138,242	\$ 38,242
Interest	500	500	2,409	1,909
Miscellaneous	<u>49,583</u>	<u>49,583</u>	<u>-</u>	<u>(49,583)</u>
Total revenues	<u>150,083</u>	<u>150,083</u>	<u>140,651</u>	<u>(9,432)</u>
EXPENDITURES:				
Current operating:				
General government	<u>150,000</u>	<u>150,000</u>	<u>-</u>	<u>150,000</u>
Total expenditures	<u>150,000</u>	<u>150,000</u>	<u>-</u>	<u>150,000</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>83</u>	<u>83</u>	<u>140,651</u>	<u>140,568</u>
OTHER FINANCING USES:				
Transfers out	<u>(83)</u>	<u>(83)</u>	<u>(83)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	140,568	<u>\$ 140,568</u>
FUND BALANCE - BEGINNING OF YEAR	<u>169,914</u>	<u>169,914</u>	<u>169,914</u>	
FUND BALANCE - END OF YEAR	<u>\$ 169,914</u>	<u>\$ 169,914</u>	<u>\$ 310,482</u>	

**CITY OF FOLSOM, CALIFORNIA
TREE PLANTING SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>BUDGET</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES:				
Charges for current services	\$ 150,000	\$ 150,000	\$ 292,433	142,433
Interest	15,500	15,500	9,851	(5,649)
Miscellaneous	<u>173,775</u>	<u>173,775</u>	<u>-</u>	<u>(173,775)</u>
Total revenues	<u>339,275</u>	<u>339,275</u>	<u>302,284</u>	<u>(36,991)</u>
EXPENDITURES:				
Current operating:				
Public ways and facilities	<u>300,000</u>	<u>300,000</u>	<u>140,083</u>	<u>159,917</u>
Total expenditures	<u>300,000</u>	<u>300,000</u>	<u>140,083</u>	<u>159,917</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>39,275</u>	<u>39,275</u>	<u>162,201</u>	<u>122,926</u>
OTHER FINANCING USES:				
Transfers out	<u>(39,275)</u>	<u>(39,275)</u>	<u>(3,555)</u>	<u>35,720</u>
NET CHANGE IN FUND BALANCE	-	-	158,646	<u>\$ 158,646</u>
FUND BALANCE - BEGINNING OF YEAR	<u>1,035,875</u>	<u>1,035,875</u>	<u>1,035,875</u>	
FUND BALANCE - END OF YEAR	<u>\$ 1,035,875</u>	<u>\$ 1,035,875</u>	<u>\$ 1,194,521</u>	

**CITY OF FOLSOM, CALIFORNIA
ZOO SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 22,000	\$ 22,000	\$ 18,874	\$ (3,126)
Interest	1,000	1,000	10,362	9,362
Miscellaneous	(3,000)	(3,000)	1,248	4,248
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>30,484</u>	<u>10,484</u>
EXPENDITURES:				
Current operating:				
Culture and recreation	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>20,000</u>
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>20,000</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>30,484</u>	<u>30,484</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	30,484	<u>\$ 30,484</u>
FUND BALANCE - BEGINNING OF YEAR	<u>125,163</u>	<u>125,163</u>	<u>125,163</u>	
FUND BALANCE - END OF YEAR	<u>\$ 125,163</u>	<u>\$ 125,163</u>	<u>\$ 155,647</u>	

**CITY OF FOLSOM, CALIFORNIA
OTHER SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Licenses and permits	\$ 6,500	\$ 6,500	\$ 3,154	\$ (3,346)
Charges for current services	40,000	40,000	-	(40,000)
Fines and forfeitures	40,000	40,000	65,060	25,060
Interest	24,200	24,200	30,523	6,323
Miscellaneous	69,138	69,138	32,834	(36,304)
Total revenues	<u>179,838</u>	<u>179,838</u>	<u>131,571</u>	<u>(48,267)</u>
EXPENDITURES:				
Current operating:				
General government	5,000	5,000	6,297	(1,297)
Public safety	50,000	50,000	48,036	1,964
Public ways and facilities	100,000	100,000	475	99,525
Culture and recreation	20,000	20,000	17,568	2,432
Total expenditures	<u>175,000</u>	<u>175,000</u>	<u>72,376</u>	<u>102,624</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>4,838</u>	<u>4,838</u>	<u>59,195</u>	<u>54,357</u>
OTHER FINANCING USES:				
Transfers out	<u>(4,838)</u>	<u>(4,838)</u>	<u>(4,838)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(4,838)</u>	<u>(4,838)</u>	<u>(4,838)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	54,357	<u>\$ 54,357</u>
FUND BALANCE - BEGINNING OF YEAR	<u>5,793,843</u>	<u>5,793,843</u>	<u>5,793,843</u>	
FUND BALANCE - END OF YEAR	<u>\$ 5,793,843</u>	<u>\$ 5,793,843</u>	<u>\$ 5,848,200</u>	

NONMAJOR DEBT SERVICE FUNDS

1915 Assessment Districts:

To account for the debt service on the following 1915 Assessment Districts:

City of Folsom South Assessment District Refunding Bonds
1982-1 Nimbus Water

Folsom Community Correctional Facility:

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

City Parks and Signals:

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

General Obligation Bonds for School Facilities:

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

Recreation Facility:

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

CITY OF FOLSOM, CALIFORNIA

COMBINING BALANCE SHEET NONMAJOR DEBT SERVICE FUNDS JUNE 30, 2022

	1915 Assessment Districts	Community Correctional Facility	City Parks and Signals
ASSETS			
Cash and cash equivalents	\$ 1,122,749	\$ 315,965	\$ 52,132
Receivables:			
Accrued interest	4,191	1,179	195
Special assessments - delinquent	41,329	-	-
Due from other governments	-	-	-
Total assets	\$ 1,168,269	\$ 317,144	\$ 52,327
LIABILITIES:			
Accounts payable	\$ 41,329	\$ -	\$ -
Total deferred inflows of resources	41,329	-	-
FUND BALANCES:			
Nonspendable	-	-	-
Restricted	1,126,940	-	-
Committed	-	-	-
Assigned	-	317,144	52,327
Unassigned	-	-	-
Total fund balances	1,126,940	317,144	52,327
Total deferred inflows and fund balances	\$ 1,168,269	\$ 317,144	\$ 52,327

<u>General Obligation School Facilities</u>	<u>Recreation Facility</u>	<u>Total Nonmajor Debt Service Funds</u>	
ASSETS			
\$ 50,201	\$ 87,714	\$ 1,628,761	Cash and cash equivalents
			Receivables:
187	297	6,049	Accrued interest
-	-	41,329	Special assessments - delinquent
362	-	362	Due from other governments
<u>\$ 50,750</u>	<u>\$ 88,011</u>	<u>\$ 1,676,501</u>	Total assets
LIABILITIES:			
\$ -	\$ -	\$ 41,329	Accounts payable
<u>-</u>	<u>-</u>	<u>41,329</u>	Total deferred inflows of resources
FUND BALANCES:			
-	-	-	Nonspendable
50,750	88,011	1,265,701	Restricted
-	-	-	Committed
-	-	369,471	Assigned
<u>-</u>	<u>-</u>	<u>-</u>	Unassigned
<u>50,750</u>	<u>88,011</u>	<u>1,635,172</u>	Total fund balances
<u>\$ 50,750</u>	<u>\$ 88,011</u>	<u>\$ 1,676,501</u>	Total deferred inflows and fund balances

CITY OF FOLSOM, CALIFORNIA
NONMAJOR DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
FOR THE YEAR ENDED JUNE 30, 2022

	<u>1915 Assessment Districts</u>	<u>Community Correctional Facility</u>	<u>City Parks and Signals</u>
REVENUES:			
Assessment collections	\$ -	\$ -	\$ -
Investment income (loss)	<u>9,867</u>	<u>2,776</u>	<u>458</u>
Total revenues	<u>9,867</u>	<u>2,776</u>	<u>458</u>
EXPENDITURES:			
Debt service:			
Interest and fiscal charges	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>9,867</u>	<u>2,776</u>	<u>458</u>
OTHER FINANCING SOURCES (USES):			
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	9,867	2,776	458
FUND BALANCES, BEGINNING OF YEAR	<u>1,117,073</u>	<u>314,368</u>	<u>51,869</u>
FUND BALANCES, END OF YEAR	<u>\$ 1,126,940</u>	<u>\$ 317,144</u>	<u>\$ 52,327</u>

General Obligation School Facilities	Recreation Facility	Total Nonmajor Debt Service Funds	
			REVENUES:
\$ 611	\$ -	\$ 611	Assessment collections
438	836	14,375	Investment income (loss)
<u>1,049</u>	<u>836</u>	<u>14,986</u>	Total revenues
			EXPENDITURES:
			Debt service:
-	-	-	Interest and fiscal charges
<u>-</u>	<u>-</u>	<u>-</u>	Total expenditures
<u>1,049</u>	<u>836</u>	<u>14,986</u>	EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES
			OTHER FINANCING SOURCES (USES):
-	-	-	Transfers Out
<u>-</u>	<u>-</u>	<u>-</u>	Total other financing sources (uses)
1,049	836	14,986	NET CHANGE IN FUND BALANCES
<u>49,701</u>	<u>87,175</u>	<u>1,620,186</u>	FUND BALANCES, BEGINNING OF YEAR
<u>\$ 50,750</u>	<u>\$ 88,011</u>	<u>\$ 1,635,172</u>	FUND BALANCES, END OF YEAR

**CITY OF FOLSOM, CALIFORNIA
1915 ASSESSMENT DISTRICTS DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>BUDGET</u>		<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>(NEGATIVE)</u>
REVENUES				
Miscellaneous	\$ 13,200	\$ 13,200	\$ -	\$ (13,200)
Interest	(13,200)	(13,200)	9,867	23,067
Total revenues	<u>-</u>	<u>-</u>	<u>9,867</u>	<u>9,867</u>
EXPENDITURES				
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>9,867</u>	<u>9,867</u>
OTHER FINANCING USES				
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	9,867	<u>\$ 9,867</u>
FUND BALANCE - BEGINNING OF YEAR	<u>1,117,073</u>	<u>1,117,073</u>	<u>1,117,073</u>	
FUND BALANCE - END OF YEAR	<u>\$ 1,117,073</u>	<u>\$ 1,117,073</u>	<u>\$ 1,126,940</u>	

**CITY OF FOLSOM, CALIFORNIA
COMMUNITY CORRECTIONAL FACILITY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Interest	-	-	2,776	2,776
Total revenues	-	-	2,776	2,776
EXPENDITURES				
General Government	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	2,776	2,776
OTHER FINANCING USES				
Transfers out	-	-	-	-
NET CHANGE IN FUND BALANCE	-	-	2,776	<u>\$ 2,776</u>
FUND BALANCE - BEGINNING OF YEAR	<u>314,368</u>	<u>314,368</u>	<u>314,368</u>	
FUND BALANCE - END OF YEAR	<u>\$ 314,368</u>	<u>\$ 314,368</u>	<u>\$ 317,144</u>	

**CITY OF FOLSOM, CALIFORNIA
CITY PARKS AND TRAFFIC SIGNALS DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Interest	\$ -	\$ -	\$ 458	\$ 458
Miscellaneous	-	-	-	-
Total revenues	-	-	458	458
EXPENDITURES				
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	458	458
OTHER FINANCING USES				
Transfers out	-	-	-	-
NET CHANGE IN FUND BALANCE	-	-	458	<u>\$ 458</u>
FUND BALANCE - BEGINNING OF YEAR	51,869	51,869	51,869	
FUND BALANCE - END OF YEAR	<u>\$ 51,869</u>	<u>\$ 51,869</u>	<u>\$ 52,327</u>	

**CITY OF FOLSOM, CALIFORNIA
GENERAL OBLIGATION SCHOOL FACILITIES DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Assessment collections	\$ -	\$ -	\$ 611	\$ 611
Interest	-	-	438	438
Miscellaneous	-	-	-	-
Total revenues	-	-	1,049	1,049
EXPENDITURES				
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	1,049	1,049
OTHER FINANCING USES				
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
NET CHANGE IN FUND BALANCE	-	-	1,049	\$ 1,049
FUND BALANCE - BEGINNING OF YEAR	49,701	49,701	49,701	
FUND BALANCE - END OF YEAR	\$ 49,701	\$ 49,701	\$ 50,750	

**CITY OF FOLSOM, CALIFORNIA
RECREATION FACILITY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Interest	\$ -	\$ -	\$ 836	\$ 836
Total revenues	-	-	836	836
EXPENDITURES				
General Government	-	-	-	-
Total expenditures	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	836	836
OTHER FINANCING USES				
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
NET CHANGE IN FUND BALANCE	-	-	836	<u>\$ 836</u>
FUND BALANCE - BEGINNING OF YEAR	<u>87,175</u>	<u>87,175</u>	<u>87,175</u>	
FUND BALANCE - END OF YEAR	<u>\$ 87,175</u>	<u>\$ 87,175</u>	<u>\$ 88,011</u>	

NONMAJOR CAPITAL PROJECTS FUNDS

1915 Assessment Districts:

To account for the construction proceeds of the following 1915 Assessment District:

Prairie Oaks Ranch 92-2

Mello Roos Assessment Districts:

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

1995 Empire Ranch Community Facilities District No. 10
2001 Parkway Community Facilities District No. 14

2011 Non-Housing Bond Proceeds:

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

Park Capital Improvement:

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

Police Capital Improvement:

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

Fire Capital Improvement:

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

General Capital Improvement:

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

Drainage Capital Improvement:

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

Transit Capital Improvement:

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

Corp Yard Capital Improvement:

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

Zoo Improvement:

To account for construction projects for the Folsom Zoo.

Light Rail Transportation:

To account for the construction of light rail transportation projects.

Major Capital and Renovation:

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

Library Construction:

To account for the construction of a new library.

FSPA Infrastructure:

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

CITY OF FOLSOM, CALIFORNIA

**COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2022**

	<u>1915 Assessment Districts</u>	<u>Mello-Roos Assessment Districts</u>	<u>2011 Non-Housing Bond Proceeds</u>	<u>Park Capital Improvement</u>	<u>Police Capital Improvement</u>	<u>Fire Capital Improvement</u>
ASSETS						
Cash and cash equivalents	\$ 342	\$ 2,321,810	\$ 149,154	\$ 5,724,548	\$ 1,241,711	\$ -
Cash with fiscal agent	-	199,657	-	-	-	-
Receivables:						
General accounts	-	-	-	416,397	-	-
Accrued interest	<u>1</u>	<u>8,706</u>	<u>563</u>	<u>18,877</u>	<u>3,893</u>	<u>1,098</u>
Total assets	<u>\$ 343</u>	<u>\$ 2,530,173</u>	<u>\$ 149,717</u>	<u>\$ 6,159,822</u>	<u>\$ 1,245,604</u>	<u>\$ 1,098</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Accounts payable	\$ -	\$ -	\$ -	\$ 433,137	\$ -	\$ -
Wages payable	-	-	-	827	144,042	-
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>312,725</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>433,964</u>	<u>144,042</u>	<u>312,725</u>
FUND BALANCE						
Restricted	-	2,530,173	149,717	5,725,858	1,101,562	-
Assigned	343	-	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(311,627)</u>
Total fund balances	<u>343</u>	<u>2,530,173</u>	<u>149,717</u>	<u>5,725,858</u>	<u>1,101,562</u>	<u>(311,627)</u>
Total liabilities and fund balance	<u>\$ 343</u>	<u>\$ 2,530,173</u>	<u>\$ 149,717</u>	<u>\$ 6,159,822</u>	<u>\$ 1,245,604</u>	<u>\$ 1,098</u>

<u>General Capital Improvement</u>	<u>Drainage Capital Improvement</u>	<u>Zoo Improvement</u>	<u>Transit Capital Improvement</u>	<u>Corp Yard Capital Improvement</u>	<u>Light Rail Transportation</u>	<u>Major Capital and Renovation</u>	
							ASSETS
\$ 30,252,222	\$ 903,295	\$ -	\$ 3,172,056	\$ 1,089,359	\$ 1,068,933	\$ 77,038	Cash and cash equivalents
-	-	-	-	-	-	-	- Cash with fiscal agent
-	-	-	-	-	-	-	Receivables:
-	-	-	-	-	-	-	General accounts
81,174	3,488	-	8,107	2,193	3,842	288	Accrued interest
<u>\$ 30,333,396</u>	<u>\$ 906,783</u>	<u>\$ -</u>	<u>\$ 3,180,163</u>	<u>\$ 1,091,552</u>	<u>\$ 1,072,775</u>	<u>\$ 77,326</u>	Total assets
							LIABILITIES AND FUND BALANCES
							LIABILITIES:
\$ 129,844	\$ 23,637	\$ -	\$ 2,440	\$ 1,030	\$ 313	\$ -	Accounts payable
-	-	-	-	-	-	-	Wages payable
-	-	-	-	-	-	-	Due to other funds
<u>129,844</u>	<u>23,637</u>	<u>-</u>	<u>2,440</u>	<u>1,030</u>	<u>313</u>	<u>-</u>	Total liabilities
							FUND BALANCE
30,203,552	883,146	-	3,177,723	1,090,522	1,072,462	-	Restricted
-	-	-	-	-	-	77,326	Assigned
-	-	-	-	-	-	-	Unassigned
<u>30,203,552</u>	<u>883,146</u>	<u>-</u>	<u>3,177,723</u>	<u>1,090,522</u>	<u>1,072,462</u>	<u>77,326</u>	Total fund balances
<u>\$ 30,333,396</u>	<u>\$ 906,783</u>	<u>\$ -</u>	<u>\$ 3,180,163</u>	<u>\$ 1,091,552</u>	<u>\$ 1,072,775</u>	<u>\$ 77,326</u>	Total liabilities and fund balances

CITY OF FOLSOM, CALIFORNIA

**COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2022**

	<u>Library Construction</u>	<u>FSPA Infrastructure</u>	<u>Total Nonmajor Capital Projects Funds</u>
ASSETS			
Cash and cash equivalents	\$ 71,585	\$ 20,068	\$ 46,092,121
Cash with fiscal agent	-	-	199,657
Receivables:			
General accounts	-	-	416,397
Accrued interest	<u>267</u>	<u>79</u>	<u>132,576</u>
Total assets	<u>\$ 71,852</u>	<u>\$ 20,147</u>	<u>\$ 46,840,751</u>
 LIABILITIES AND FUND BALANCES			
LIABILITIES:			
Accounts payable	\$ -	\$ -	\$ 590,401
Wages payable	-	-	144,869
Due to other funds	<u>-</u>	<u>-</u>	<u>312,725</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>1,047,995</u>
 FUND BALANCE			
Restricted	-	20,147	45,954,862
Assigned	71,852	-	149,521
Unassigned	<u>-</u>	<u>-</u>	<u>(311,627)</u>
Total fund balances	<u>71,852</u>	<u>20,147</u>	<u>45,792,756</u>
Total liabilities and fund balances	<u>\$ 71,852</u>	<u>\$ 20,147</u>	<u>\$ 46,840,751</u>

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CITY OF FOLSOM, CALIFORNIA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - NON MAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>1915 Assessment Districts</u>	<u>Mello-Roos Assessment Districts</u>	<u>2011 Non-Housing Bond Proceeds</u>	<u>Park Capital Improvement</u>	<u>Police Capital Improvement</u>	<u>Fire Capital Improvement</u>
REVENUES:						
Charges for current services	\$ -	\$ -	\$ -	\$ 1,130,117	\$ 169,303	\$ 247,787
Interest	3	20,845	1,299	(112,682)	9,304	(2,412)
Miscellaneous	-	-	-	12,268	-	-
Total revenues	<u>3</u>	<u>20,845</u>	<u>1,299</u>	<u>1,029,703</u>	<u>178,607</u>	<u>245,375</u>
EXPENDITURES:						
Public ways and facilities	-	-	-	183,353	(6,409)	157,800
Capital outlay	-	-	-	-	144,042	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>183,353</u>	<u>137,633</u>	<u>157,800</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>3</u>	<u>20,845</u>	<u>1,299</u>	<u>846,350</u>	<u>40,974</u>	<u>87,575</u>
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	-	-	-	-
Transfers out	-	(732)	(214)	(10,162)	-	(2,323)
Total other financing sources (uses)	<u>-</u>	<u>(732)</u>	<u>(214)</u>	<u>(10,162)</u>	<u>-</u>	<u>(2,323)</u>
NET CHANGE IN FUND BALANCE	3	20,113	1,085	836,188	40,974	85,252
FUND BALANCE, BEGINNING OF YEAR	<u>340</u>	<u>2,510,060</u>	<u>148,632</u>	<u>4,889,670</u>	<u>1,060,588</u>	<u>(396,879)</u>
FUND BALANCE, END OF YEAR	<u>\$ 343</u>	<u>\$ 2,530,173</u>	<u>\$ 149,717</u>	<u>\$ 5,725,858</u>	<u>\$ 1,101,562</u>	<u>\$ (311,627)</u>

<u>General Capital Improvement</u>	<u>Drainage Capital Improvement</u>	<u>Zoo Improvement</u>	<u>Transit Capital Improvement</u>	<u>Corp Yard Capital Improvement</u>	<u>Light Rail Transportation</u>	<u>Major Capital and Renovation</u>	
\$ 13,183,710	\$ 265,676	\$ -	\$ 1,315,011	\$ 840,618	\$ 121,969	\$ -	REVENUES:
(707,984)	7,718	-	24,843	6,532	8,772	677	Charges for current services
-	144	-	-	-	-	-	Interest
							Miscellaneous
<u>12,475,726</u>	<u>316,013</u>	<u>-</u>	<u>1,339,854</u>	<u>847,150</u>	<u>130,741</u>	<u>677</u>	Total revenues
537,010	323,379	-	-	273,516	6,959	-	EXPENDITURES:
229,228	11,803	-	-	-	-	-	Public ways and facilities
							Capital outlay
<u>766,238</u>	<u>335,182</u>	<u>-</u>	<u>-</u>	<u>273,516</u>	<u>6,959</u>	<u>-</u>	Total expenditures
<u>11,709,488</u>	<u>(19,169)</u>	<u>-</u>	<u>1,339,854</u>	<u>573,634</u>	<u>123,782</u>	<u>677</u>	EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES
-	-	-	-	-	-	-	OTHER FINANCING SOURCES (USES):
(12,053)	(8,939)	-	-	(195)	(1,646)	-	Transfers in
							Transfers out
<u>(12,053)</u>	<u>(8,939)</u>	<u>-</u>	<u>-</u>	<u>(195)</u>	<u>(1,646)</u>	<u>-</u>	Total other financing sources (uses)
11,697,435	(28,108)	-	1,339,854	573,439	122,136	677	NET CHANGE IN FUND BALANCE
<u>18,506,117</u>	<u>911,254</u>	<u>-</u>	<u>1,837,869</u>	<u>517,083</u>	<u>950,326</u>	<u>76,649</u>	FUND BALANCE, BEGINNING OF YEAR
<u>\$ 30,203,552</u>	<u>\$ 883,146</u>	<u>\$ -</u>	<u>\$ 3,177,723</u>	<u>\$ 1,090,522</u>	<u>\$ 1,072,462</u>	<u>\$ 77,326</u>	FUND BALANCE, END OF YEAR

CITY OF FOLSOM, CALIFORNIA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - NON MAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Library Construction</u>	<u>FSPA Infrastructure</u>	<u>Total Nonmajor Capital Projects Funds</u>
REVENUES:			
Charges for current services	\$ -	\$ -	\$ 17,274,191
Interest	629	169	(742,287)
Miscellaneous	<u>-</u>	<u>-</u>	<u>12,412</u>
Total revenues	<u>629</u>	<u>169</u>	<u>\$16,586,791</u>
EXPENDITURES:			
Public ways and facilities	-	-	1,475,608
Capital outlay	<u>-</u>	<u>-</u>	<u>385,073</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>1,860,681</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>629</u>	<u>169</u>	<u>\$14,726,110</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>(36,264)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(36,264)</u>
NET CHANGE IN FUND BALANCE	629	169	14,689,846
FUND BALANCE, BEGINNING OF YEAR	<u>71,223</u>	<u>19,978</u>	<u>31,102,910</u>
FUND BALANCE, END OF YEAR	<u>\$ 71,852</u>	<u>\$ 20,147</u>	<u>\$ 45,792,756</u>

PERMANENT FUND

Wetland/Open Space Maintenance:

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

CITY OF FOLSOM, CALIFORNIA

BALANCE SHEET PERMANENT FUND JUNE 30, 2022

	<u>Wetland/ Open space Maintenance</u>
ASSETS	
Cash and cash equivalents	\$ 455,583
Receivables:	
Accrued interest	<u>1,704</u>
Total assets	<u><u>\$ 457,287</u></u>
 LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts payable	<u>\$ -</u>
Total liabilities	<u>-</u>
 FUND BALANCES	
Nonspendable	455,583
Restricted	<u>1,704</u>
Total fund balances	<u>457,287</u>
Total liabilities and fund balances	<u><u>\$ 457,287</u></u>

CITY OF FOLSOM, CALIFORNIA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - PERMANENT FUND FOR THE YEAR ENDED JUNE 30, 2022

	Wetland/ Open space Maintenance
REVENUES:	
Interest	\$ 4,003
Total revenues	4,003
EXPENDITURES:	
Current:	
Culture and recreation	-
Total expenditures	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,003
OTHER FINANCING SOURCES (USES):	
Transfers out	(654)
TOTAL OTHER FINANCING SOURCES (USES)	(654)
NET CHANGE IN FUND BALANCES	3,349
FUND BALANCES, BEGINNING OF YEAR	453,938
FUND BALANCES, END OF YEAR	\$ 457,287

**CITY OF FOLSOM, CALIFORNIA
WETLAND/OPEN SPACE MAINTENANCE PERMANENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUDGET		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Interest	\$ 5,000	\$ 5,000	\$ 4,003	\$ (997)
Miscellaneous	654	654	-	(654)
Total revenues	<u>5,654</u>	<u>5,654</u>	<u>4,003</u>	<u>(1,651)</u>
EXPENDITURES				
Current operating:				
General government	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>654</u>	<u>654</u>	<u>4,003</u>	<u>3,349</u>
OTHER FINANCING USES				
Transfers out	<u>(654)</u>	<u>(654)</u>	<u>(654)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	3,349	<u>\$ 3,349</u>
FUND BALANCE - BEGINNING OF YEAR	<u>453,938</u>	<u>453,938</u>	<u>453,938</u>	
FUND BALANCE (DEFICIT)- END OF YEAR	<u>\$ 453,938</u>	<u>\$ 453,938</u>	<u>\$ 457,287</u>	

NONMAJOR ENTERPRISE FUNDS

Facilities Augmentation:

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

CITY OF FOLSOM, CALIFORNIA

COMBINING STATEMENT OF NET POSITION NONMAJOR ENTERPRISE FUNDS JUNE 30, 2022

	<u>Facilities Augmentation</u>
ASSETS	
Current assets	
Cash and cash equivalents	\$ 130,163
Receivables, net of allowances for uncollectibles	507
Due from other governments	<u>-</u>
Total current assets	<u>130,670</u>
Total assets	<u>130,670</u>
LIABILITIES	
Current liabilities	
Accounts payable	<u>-</u>
Total current liabilities	<u>-</u>
Total liabilities	<u>-</u>
NET POSITION	
Restricted for critical facilities use	129,602
Unrestricted	<u>1,068</u>
Total net position (deficit)	<u>\$ 130,670</u>

CITY OF FOLSOM, CALIFORNIA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION FOR THE YEAR ENDED JUNE 30, 2022

	<u>Facilities Augmentation</u>
OPERATING EXPENSES:	
Other	\$ -
TOTAL OPERATING EXPENSES	<u>-</u>
OPERATING INCOME (LOSS)	<u>-</u>
NONOPERATING REVENUE (EXPENSES):	
Investment income (loss)	1,103
Impact Fees	<u>-</u>
Total nonoperating revenue (expense)	<u>1,103</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>1,103</u>
TRANSFERS:	
Transfers out	<u>(485)</u>
TOTAL TRANSFERS	<u>(485)</u>
CHANGE IN NET POSITION	618
NET POSITION (DEFICIT), BEGINNING OF YEAR,	<u>130,052</u>
NET POSITION (DEFICIT), END OF YEAR	<u>\$ 130,670</u>

CITY OF FOLSOM, CALIFORNIA

**COMBINING STATEMENT OF CASH FLOWS
NON MAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Facilities Augmentation</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Payments to suppliers	\$ -
Net cash provided (used) for operating activities	<u>-</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Transfers to other funds	(485)
Impact Fees	<u>-</u>
Net cash provided (used) for noncapital financing activities	<u>(485)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest and dividends on investments	<u>1,046</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	561
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>129,602</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 130,163</u>
Summary:	
Cash and cash equivalents	\$ 130,163
TOTAL CASH AND CASH EQUIVALENTS	<u>\$ 130,163</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH USED BY OPERATING ACTIVITIES	
Operating income (loss)	\$ -
Adjustments to reconcile operating loss to net cash used by operating activities	
Depreciation	-
Pension Expense	-
OPEB Expense	-
Other non-operating income (expense)	-
Increase (decrease) in:	
Accounts receivable	-
Due from other governments	-
Accounts payable	-
Wages payable	-
Compensated absences	<u>-</u>
Net cash provided (used) by operating activities	<u>\$ -</u>

INTERNAL SERVICE FUNDS

Equipment Replacement:

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

Risk Management:

To account for employee benefits and insurance.

Compensated Leaves:

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

CITY OF FOLSOM, CALIFORNIA

COMBINING STATEMENT OF NET POSITION INTERNAL SERVICE FUNDS JUNE 30, 2022

	Equipment Replacement	Risk Management	Compensated Leaves	Total Internal Service Funds
ASSETS:				
Current assets				
Cash and cash equivalents	\$ 6,628,862	\$ 6,093,417	\$ -	\$ 12,722,279
Receivables:				
Accrued interest	24,029	13,826	479	38,334
Retiree health benefits	-	32,848	-	32,848
Insurance deposits	-	2,942,482	-	2,942,482
Total current assets	6,652,891	9,082,573	479	15,735,943
Noncurrent assets				
Capital assets	3,163,038	-	-	3,163,038
Less: accumulated depreciation	(3,162,686)	-	-	(3,162,686)
Total noncurrent assets	352	-	-	352
Total assets	6,653,243	9,082,573	479	15,736,295
LIABILITIES:				
Current liabilities				
Accounts payable	-	27,383	-	27,383
Wages payable	-	793,019	47,016	840,035
Due to other funds	-	-	165,013	165,013
Total liabilities	-	820,402	212,029	1,032,431
NET POSITION:				
Net investment in capital assets	352	-	-	352
Unrestricted	6,652,891	8,262,171	(211,550)	14,703,512
Total net position	\$ 6,653,243	\$ 8,262,171	\$ (211,550)	\$ 14,703,864

CITY OF FOLSOM, CALIFORNIA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2022

	Equipment Replacement	Risk Management	Compensated Leaves	Total Internal Service Funds
OPERATING REVENUES:				
Charges for services	\$ 248,724	\$ 18,167,029	\$ 592,765	\$ 19,008,518
Total operating revenues	<u>248,724</u>	<u>18,167,029</u>	<u>592,765</u>	<u>19,008,518</u>
OPERATING EXPENSES:				
Employee services	-	19,439,264	860,802	20,300,066
Depreciation	1,171	-	-	1,171
Total operating expenses	<u>1,171</u>	<u>19,439,264</u>	<u>860,802</u>	<u>20,301,237</u>
OPERATING INCOME (LOSS)	<u>247,553</u>	<u>(1,272,235)</u>	<u>(268,037)</u>	<u>(1,292,719)</u>
NONOPERATING REVENUE (EXPENSES):				
Investment income	(166,768)	(198,167)	(1,038)	(365,973)
Gain/Loss on sale of capital assets	42,456	-	-	42,456
Total nonoperating revenue (expenses)	<u>(124,312)</u>	<u>(198,167)</u>	<u>(1,038)</u>	<u>(323,517)</u>
Income (Loss) before transfers	123,241	(1,470,402)	(269,075)	(1,616,236)
TRANSFERS:				
Transfers in	-	-	-	-
Transfers out	(9,563)	-	-	(9,563)
CHANGE IN NET POSITION	113,678	(1,470,402)	(269,075)	(1,625,799)
NET POSITION, BEGINNING OF YEAR	<u>6,539,565</u>	<u>9,732,573</u>	<u>57,525</u>	<u>16,329,663</u>
NET POSITION, END OF YEAR	<u>\$ 6,653,243</u>	<u>\$ 8,262,171</u>	<u>\$ (211,550)</u>	<u>\$ 14,703,864</u>

CITY OF FOLSOM, CALIFORNIA

COMBINING STATEMENT OF CASH FLOWS NON MAJOR INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2022

	Equipment Replacement	Risk Management	Compensated Leaves	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers and users	\$ 248,724	\$ 18,792,650	\$ 592,765	\$ 19,634,139
Payments to suppliers	-	(116,420)	-	(116,420)
Payments to employees	-	(19,424,661)	(831,881)	(20,256,542)
Cash received (used) from other sources	-	-	-	-
Net cash provided (used) by operating activities	<u>248,724</u>	<u>(748,431)</u>	<u>(239,116)</u>	<u>(738,823)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers from other funds	-	(89,840)	165,013	75,173
Transfers to other funds	<u>(9,563)</u>	<u>-</u>	<u>-</u>	<u>(9,563)</u>
Net cash provided (used) by noncapital financing activities	<u>(9,563)</u>	<u>(89,840)</u>	<u>165,013</u>	<u>65,610</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest and dividends on investments	<u>(172,837)</u>	<u>(198,167)</u>	<u>8</u>	<u>(370,996)</u>
CHANGE IN CASH AND CASH EQUIVALENTS	108,778	(1,036,438)	(74,095)	(1,001,755)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>6,520,084</u>	<u>7,129,855</u>	<u>74,095</u>	<u>13,724,034</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 6,628,862</u>	<u>\$ 6,093,417</u>	<u>\$ -</u>	<u>\$ 12,722,279</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ 247,552	\$ (1,272,235)	\$ (268,037)	\$ (1,292,720)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:				
Depreciation	1,172	-	-	1,172
Other Non-Operating income (expense)	-	-	-	-
Gain (loss) on sale of capital assets	-	-	-	-
Increase (decrease) in:				
Accounts receivable	-	625,621	-	625,621
Accounts payable	-	(116,420)	-	(116,420)
Wages payable	-	14,753	28,921	43,674
Increase in deferred revenue	-	(150)	-	(150)
Net cash provided (used) by operating activities	<u>\$ 248,724</u>	<u>\$ (748,431)</u>	<u>\$ (239,116)</u>	<u>\$ (738,823)</u>

CUSTODIAL FUNDS

1915 Assessment Districts:

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

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

Mello-Roos Districts:

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

Business and Improvement District

Folsom Historic District

Sacramento County Transportation Development Fee

Sacramento Transportation Mitigation Fee

CITY OF FOLSOM, CALIFORNIA

**COMBINING STATEMENT OF NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2022**

	Blue Ravine Oaks East	Legends Refunding	Natoma Station	Folsom Auto Plaza	Lake Natoma Shores	Prairie Oaks	Cobble Hills Ridge	Ridgeview	Cresleigh Natoma
ASSETS									
Cash and cash equivalents	\$ 8,117	\$ 8,431	\$ 20,748	\$ 59,413	\$ 1,380	\$ 85,769	\$ 30,352	\$ 12,977	\$ 22,001
Receivables:									
Accrued interest	30	31	84	226	4	386	115	52	82
Due from other governments	-	-	-	-	-	(19,876)	-	-	-
Restricted assets:									
Cash with fiscal agent	-	-	-	-	-	-	-	-	-
Total assets	<u>8,147</u>	<u>8,463</u>	<u>20,832</u>	<u>59,639</u>	<u>1,384</u>	<u>66,279</u>	<u>30,467</u>	<u>13,029</u>	<u>22,083</u>
LIABILITIES AND FUND BALANCES									
LIABILITIES:									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 635	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>635</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION									
Restricted for:									
Individuals, organizations, and other governments	-	-	-	-	-	-	-	-	-
NET POSITION	<u>\$ 8,147</u>	<u>\$ 8,463</u>	<u>\$ 20,832</u>	<u>\$ 59,639</u>	<u>\$ 1,384</u>	<u>\$ 65,644</u>	<u>\$ 30,467</u>	<u>\$ 13,029</u>	<u>\$ 22,083</u>

Hannaford Crossing	IA2 F Ranch CFD #23	IA3 F Ranch CFD #23	IA4 F Ranch CFD #23	CFD 2013-01 Water Fac & Sup	Willow Creek CFD #1	Natoma Station CFD #2	Folsom Heights CFD #3	Broadstone CFD #4	
ASSETS									
\$ 42,439	\$ (6,669)	\$ 17,069	\$ (6,669)	\$ 998,358	\$ 1,783	\$ 109,665	\$ 1,560	\$ 52,475	Cash and cash equivalents
149	-	29	-	6,349	5	450	5	172	Receivables:
-	-	19	-	1,537	5,538	-	(1,228)	-	Accrued interest
-	-	-	-	-	-	-	-	-	- Due from other governments
-	-	-	-	-	-	-	-	-	Restricted assets:
-	-	-	-	-	-	-	-	-	- Cash with fiscal agent
<u>42,588</u>	<u>(6,669)</u>	<u>17,117</u>	<u>(6,669)</u>	<u>1,006,244</u>	<u>7,326</u>	<u>110,115</u>	<u>337</u>	<u>52,647</u>	Total assets
LIABILITIES AND FUND BALANCES									
LIABILITIES:									
\$ 73	\$ -	\$ -	\$ -	\$ 857,627	\$ 495	\$ -	\$ 50	\$ -	Accounts payable
<u>73</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>857,627</u>	<u>495</u>	<u>-</u>	<u>50</u>	<u>-</u>	Total liabilities
NET POSITION									
Restricted for:									
-	-	-	-	-	-	-	-	-	Individuals, organizations, and other governments
<u>\$ 42,515</u>	<u>\$ (6,669)</u>	<u>\$ 17,117</u>	<u>\$ (6,669)</u>	<u>\$ 148,617</u>	<u>\$ 6,831</u>	<u>\$ 110,115</u>	<u>\$ 287</u>	<u>\$ 52,647</u>	NET POSITION

CITY OF FOLSOM, CALIFORNIA

**COMBINING STATEMENT OF NET POSITION (CONTINUED)
CUSTODIAL FUNDS
JUNE 30, 2022**

	IA5 F Ranch CFD #23	IA6 F Ranch CFD #23	Broadstone 2 CFD #7	Parkway CFD #8	Willow Creek Estates South CFD #8	Empire Ranch CFD #10	Willow Springs CFD #11	CFD #16 Islands IA2
ASSETS								
Cash and cash equivalents	\$ (6,669)	\$ (6,669)	\$ 2,134,918	\$ 38,240	\$ 45,551	\$ 6,427,179	\$ 15,607	\$ 251,327
Receivables:								
Accrued interest	-	-	6,729	146	132	16,742	78	1,413
Due from other governments	-	-	-	-	-	59,309	4,464	262
Restricted assets:								
Cash with fiscal agent	-	-	1,198,751	-	-	3,584,808	4,152	638,992
Total assets	<u>(6,669)</u>	<u>(6,669)</u>	<u>3,340,398</u>	<u>38,386</u>	<u>45,683</u>	<u>10,088,038</u>	<u>24,301</u>	<u>891,994</u>
LIABILITIES AND FUND BALANCES								
LIABILITIES:								
Accounts payable	\$ -	\$ -	\$ 30,600	\$ -	\$ -	\$ -	\$ 342,254	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>30,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>342,254</u>	<u>-</u>
NET POSITION								
Restricted for:								
Individuals, organizations, and other governments	-	-	-	-	-	-	-	-
NET POSITION	<u>\$ (6,669)</u>	<u>\$ (6,669)</u>	<u>\$ 3,309,798</u>	<u>\$ 38,386</u>	<u>\$ 45,683</u>	<u>\$ 10,088,038</u>	<u>\$ (317,953)</u>	<u>\$ 891,994</u>

Parkway CFD #14	Folsom Historic District	CFD #16 Islands at Parkshore 1	CFD #17 Willow Hill Pipeline	Area Wide CFD #18	Mangini CFD #19	Russell Ranch CFD #20	WRSR CFD #21	
ASSETS								
\$ 1,127,509	\$ 6,110	\$ 244,102	\$ 511,277	\$ (470,299)	\$1,572,006	\$ 523,057	\$ 643,056	Cash and cash equivalents
2,058	26	831	3,315	2,637	3,123	829	715	Receivables:
15,177	2,139	3,250	1,252	12,251	19,769	7,469	790	Accrued interest
								Due from other governments
0	-	412,846	986,516	897,319	3,253,683	1,022,871	1,551,302	Restricted assets:
								Cash with fiscal agent
<u>1,144,743</u>	<u>8,275</u>	<u>661,029</u>	<u>1,502,360</u>	<u>441,908</u>	<u>4,848,581</u>	<u>1,554,226</u>	<u>2,195,862</u>	Total assets
LIABILITIES AND FUND BALANCES								
LIABILITIES:								
\$ -	\$ -	\$ -	\$ -	\$ 36,484	\$ -	\$ -	\$ 445	Accounts payable
-	-	-	-	36,484	-	-	445	Total liabilities
NET POSITION								
Restricted for:								
-	-	-	-	-	-	-	-	Individuals, organizations, and other governments
<u>\$ 1,144,743</u>	<u>\$ 8,275</u>	<u>\$ 661,029</u>	<u>\$ 1,502,360</u>	<u>\$ 405,424</u>	<u>\$4,848,581</u>	<u>\$ 1,554,226</u>	<u>\$2,195,417</u>	NET POSITION

CITY OF FOLSOM, CALIFORNIA
COMBINING STATEMENT OF NET POSITION (CONTINUED)
CUSTODIAL FUNDS
JUNE 30, 2022

	Folsom Heights CFD #22	IA1 Folsom Ranch CFD #23	Sacramento County Transportation Development Fee	Sacramento Transportation Mitigation Fee	Total Custodial Funds
ASSETS					
Cash and cash equivalents	\$ (7,178)	\$ 370,135	\$ 5,243,610	\$ 831,864	\$20,953,931
Receivables:					
Accrued interest	-	538	-	-	47,480
Due from other governments	-	555	-	-	112,677
Restricted assets:					
Cash with fiscal agent	-	14,385,460	-	-	27,936,700
	<u>(7,178)</u>	<u>14,756,687</u>	<u>5,243,610</u>	<u>831,864</u>	<u>49,050,788</u>
Total assets					
LIABILITIES AND FUND BALANCES					
LIABILITIES:					
Accounts payable	\$ -	\$ -	\$ 5,243,610	\$ 831,864	7,344,137
	<u>-</u>	<u>-</u>	<u>5,243,610</u>	<u>831,864</u>	<u>7,344,137</u>
Total liabilities					
NET POSITION					
Restricted for:					
Individuals, organizations, and other governments	-	-	-	-	-
	<u>-\$ (7,178)</u>	<u>\$ 14,756,687</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$41,706,650</u>
NET POSITION					

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CITY OF FOLSOM, CALIFORNIA

**STATEMENT OF CHANGES IN
FIDUCIARY NET POSITION
CUSTODIAL FUNDS
JUNE 30, 2022**

	<u>Blue Ravine Oaks East</u>	<u>Legends Refunding</u>	<u>Natoma Station</u>	<u>Folsom Auto Plaza</u>	<u>Lake Natoma Shores</u>	<u>Prairie Oaks</u>	<u>Cobble Hills Ridge</u>	<u>Ridgeview</u>
ADDITIONS:								
Assessment collections	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,845	\$ -	\$ -
Mello-Roos Bonds	-	-	-	-	-	-	-	-
Refunding Proceeds	-	-	-	-	-	-	-	-
Transportation Fees	-	-	-	-	-	-	-	-
Investment earnings	71	75	165	515	9	562	262	107
Total additions	<u>71</u>	<u>75</u>	<u>165</u>	<u>515</u>	<u>9</u>	<u>6,407</u>	<u>262</u>	<u>107</u>
DEDUCTIONS:								
Payments of assessment to bond holders	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Expenses	-	-	-	-	-	-	-	-
Total deductions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	71	75	165	515	9	6,407	262	107
NET POSITION, BEGINNING OF YEAR	<u>8,076</u>	<u>8,388</u>	<u>20,667</u>	<u>59,124</u>	<u>1,375</u>	<u>59,237</u>	<u>30,205</u>	<u>12,922</u>
NET POSITION, END OF YEAR	<u>\$ 8,147</u>	<u>\$ 8,463</u>	<u>\$ 20,832</u>	<u>\$ 59,639</u>	<u>\$ 1,384</u>	<u>\$ 65,644</u>	<u>\$ 30,467</u>	<u>\$ 13,029</u>

Cresleigh Natoma	Hannafor Crossing	IA2 F Ranch CFD #23	IA3 F Ranch CFD #23	IA4 F Ranch CFD #23	CFD 2013-01 Water Fac & Sup	Willow Creek CFD #1	Natoma Station CFD #2	
								ADDITIONS:
\$ -	\$ -	\$ -	\$ 26,881	\$ -	\$ 2,105,877	\$ -	\$ 54	Assessment collections
-	-	-	-	-	-	-	-	Mello-Roos Bonds
-	-	-	-	-	-	-	-	Refunding Proceeds
-	-	-	-	-	-	-	-	Transportation Fees
193	340	-	116	-	14,588	11	881	Investment earnings
193	340	-	26,997	-	2,120,465	11	935	Total additions
								DEDUCTIONS:
\$ -	\$ 27	\$ 3,857	\$ 7,068	\$ 3,857	\$ 19,135	\$ -	\$ -	Payments of assessment to bond holders
-	-	-	-	-	1,925,836	-	-	Expenses
-	27	3,857	7,068	3,857	1,944,971	-	-	Total deductions
193	313	(3,857)	19,929	(3,857)	175,494	11	935	CHANGE IN NET POSITION
21,890	42,202	(2,813)	(2,813)	(2,813)	(26,877)	6,820	109,180	NET POSITION, BEGINNING OF YEAR
<u>\$ 22,083</u>	<u>\$ 42,515</u>	<u>\$ (6,669)</u>	<u>\$ 17,117</u>	<u>\$ (6,669)</u>	<u>\$ 148,617</u>	<u>\$ 6,831</u>	<u>\$ 110,115</u>	NET POSITION, END OF YEAR

CITY OF FOLSOM, CALIFORNIA

**STATEMENT OF CHANGES IN
FIDUCIARY NET POSITION (CONTINUED)
CUSTODIAL FUNDS
JUNE 30, 2022**

	<u>Folsom Heights CFD #3</u>	<u>Broadstone CFD #4</u>	<u>IA5 F Ranch CFD #23</u>	<u>IA6 F Ranch CFD #23</u>	<u>Broadstone 2 CFD #7</u>	<u>Parkway CFD #8</u>	<u>Willow Creek Estates South CFD #8</u>	<u>Empire Ranch CFD #10</u>
ADDITIONS:								
Assessment collections	\$ -	\$ -	\$ -	\$ -	\$ 6,466	\$ -	\$ -	\$ 4,868,444
Mello-Roos Bonds	-	-	-	-	-	-	-	-
Refunding Proceeds	-	-	-	-	-	-	-	-
Transportation Fees	-	-	-	-	-	-	-	-
Investment earnings	<u>12</u>	<u>404</u>	<u>-</u>	<u>-</u>	<u>(523)</u>	<u>37</u>	<u>310</u>	<u>(176,549)</u>
Total additions	<u>12</u>	<u>404</u>	<u>-</u>	<u>-</u>	<u>5,943</u>	<u>37</u>	<u>310</u>	<u>4,691,895</u>
DEDUCTIONS:								
Payments of assessment to bond holders	\$ -	\$ -	\$ 3,857	\$ 3,857	\$ 2,226,078	\$ 283,126	\$ -	\$ 4,253,191
Expenses	-	-	-	-	51,825	3,342	-	84,525
Total deductions	<u>-</u>	<u>-</u>	<u>3,857</u>	<u>3,857</u>	<u>2,277,903</u>	<u>286,468</u>	<u>-</u>	<u>4,337,716</u>
CHANGE IN NET POSITION	12	404	(3,857)	(3,857)	(2,271,960)	(286,431)	310	354,179
NET POSITION, BEGINNING OF	<u>275</u>	<u>52,243</u>	<u>(2,813)</u>	<u>(2,813)</u>	<u>5,581,758</u>	<u>324,817</u>	<u>45,373</u>	<u>9,733,859</u>
NET POSITION, END OF YEAR	<u>\$ 287</u>	<u>\$ 52,647</u>	<u>\$ (6,669)</u>	<u>\$ (6,669)</u>	<u>\$ 3,309,798</u>	<u>\$ 38,386</u>	<u>\$ 45,683</u>	<u>\$ 10,088,038</u>

<u>Willow Springs CFD #11</u>	<u>CFD #16 Islands IA2</u>	<u>Parkway CFD #14</u>	<u>Folsom Historic District</u>	<u>CFD #16 Islands at Parkshore 1</u>	<u>CFD #17 Willow Hill Pipeline</u>	<u>Area Wide CFD #18</u>	<u>Mangini CFD #19</u>	
								ADDITIONS:
\$ 343,570	\$ 286,920	\$ 1,247,887	\$ 154,405	\$ 162,944	\$ 450,603	\$ 710,872	\$ 2,452,714	Assessment collections
-	-	-	-	-	-	-	-	Mello-Roos Bonds
-	-	-	-	-	-	-	-	Refunding Proceeds
-	-	-	-	-	-	-	-	Transportation Fees
456	4,511	5,485	117	2,750	9,352	8,585	13,774	Investment earnings
<u>344,026</u>	<u>291,431</u>	<u>1,253,372</u>	<u>154,521</u>	<u>165,694</u>	<u>459,955</u>	<u>719,457</u>	<u>2,466,488</u>	Total additions
								DEDUCTIONS:
\$ 326,568	\$ 270,514	\$ 1,203,808	\$ 4,269	\$ 149,383	\$ 427,257	\$ 577,515	\$ 2,384,547	Payments of assessment to bond holders
6,419	8,230	35,875	151,540	8,075	16,030	39,850	46,953	Expenses
<u>332,987</u>	<u>278,744</u>	<u>\$ 1,239,683</u>	<u>155,809</u>	<u>157,458</u>	<u>443,287</u>	<u>617,365</u>	<u>2,431,500</u>	Total deductions
11,039	12,687	13,690	(1,288)	8,236	16,668	102,092	34,988	CHANGE IN NET POSITION
<u>(328,992)</u>	<u>879,307</u>	<u>1,131,054</u>	<u>9,563</u>	<u>652,793</u>	<u>1,485,692</u>	<u>303,332</u>	<u>4,813,593</u>	NET POSITION, BEGINNING OF YEAR
<u>\$ (317,953)</u>	<u>\$ 891,994</u>	<u>\$ 1,144,743</u>	<u>\$ 8,275</u>	<u>\$ 661,029</u>	<u>\$ 1,502,360</u>	<u>\$ 405,424</u>	<u>\$ 4,848,581</u>	NET POSITION, END OF YEAR

CITY OF FOLSOM, CALIFORNIA

**STATEMENT OF CHANGES IN
FIDUCIARY NET POSITION (CONTINUED)
CUSTODIAL FUNDS
JUNE 30, 2022**

	<u>Russell Ranch CFD #20</u>	<u>WRSR CFD #21</u>	<u>Folsom Heights CFD #22</u>	<u>IA1 Folsom Ranch CFD #23</u>	<u>Sacramento County Transportation Development Fee</u>	<u>Sacramento Transportation Mitigation Fee</u>	<u>Total Custodial Funds</u>
ADDITIONS:							
Assessment collections	\$ 865,198	\$ 1,134,215	\$ -	\$ 643,646	\$ -	\$ -	\$ 15,466,540
Mello-Roos Bonds	-	-	-	12,130,791	-	-	12,130,791
Refunding Proceeds	-	-	-	-	-	-	-
Transportation Fees	-	-	-	-	5,243,610	831,864	6,075,474
Investment earnings	2,724	4,783	-	9,804	-	-	(96,072)
Total additions	867,922	1,138,998	-	12,784,242	5,243,610	831,864	33,576,733
DEDUCTIONS:							
Payments of assessment to bond holders	\$ 746,146	\$ 3,945,700	\$ 4,366	\$ 1,344,442	\$ -	\$ -	\$ 18,188,566
Expenses	14,806	10,757	-	6,275	5,243,610	831,864	8,485,812
Total deductions	760,952	3,956,457	4,366	1,350,717	5,243,610	831,864	26,674,378
CHANGE IN NET POSITION	106,970	(2,817,459)	(4,366)	11,433,525	-	-	6,902,355
NET POSITION, BEGINNING OF YEAR	1,447,256	5,012,876	(2,813)	3,323,163	-	-	34,804,295
NET POSITION, END OF YEAR	\$ 1,554,226	\$ 2,195,417	\$ (7,178)	\$ 14,756,687	\$ -	\$ -	\$ 41,706,650

STATISTICAL SECTION



CITY OF
FOLSOM
DISTINCTIVE BY NATURE

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.

Financial Trends Information

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

Revenue Capacity Information

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

Debt Capacity Information

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

Demographic and Economic Information

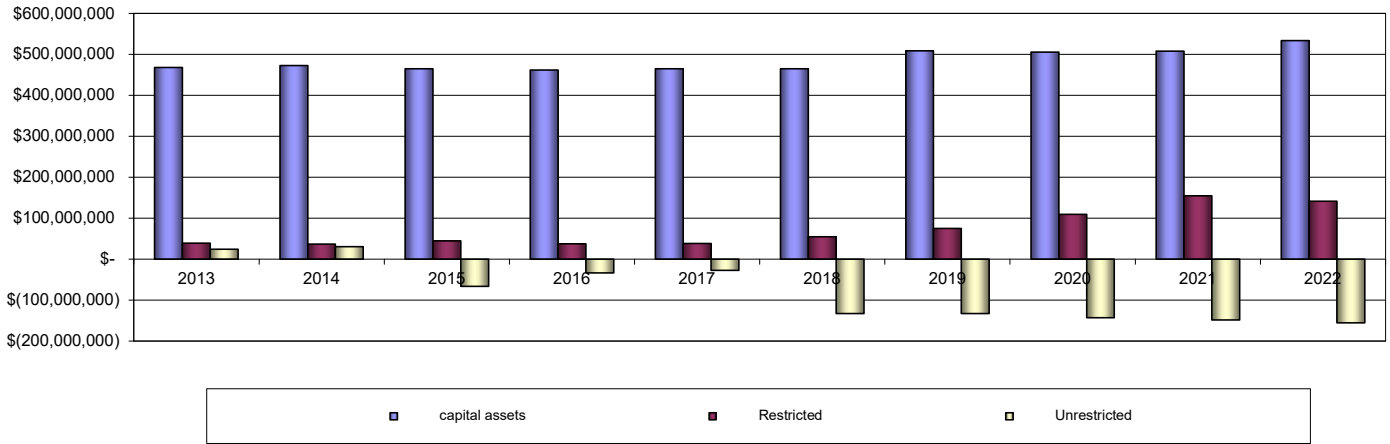
These schedules offer demographic and economic indicators to help the reader understand the environment within the City's financial activities take place.

Operating Information

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

Schedule 1
CITY OF FOLSOM, CALIFORNIA
Net Position by Component,
Fiscal Year 2022, With Ten Year Trend Analysis
(accrual basis of accounting)

Total Primary Government Net Position

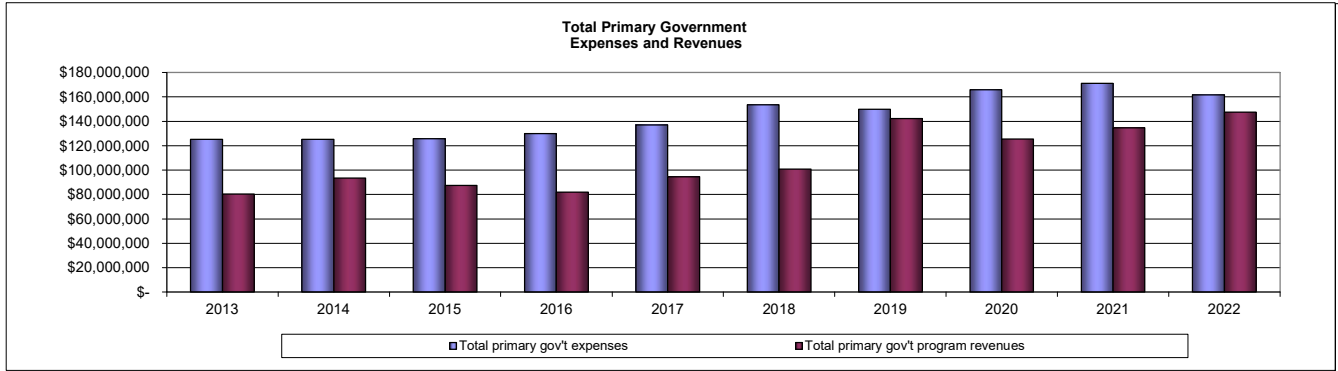


	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities										
Net investment in capital assets	\$ 364,036,649	\$ 368,751,791	\$ 352,122,867	\$ 345,540,942	\$ 342,339,996	\$ 341,907,988	\$ 365,447,799	\$ 352,736,331	\$ 347,842,183	\$ 372,280,617
Restricted	38,567,808	36,162,905	43,903,207	37,105,814	37,928,602	54,379,397	74,711,884	109,091,757	154,995,747	141,687,652
Unrestricted (1)	3,184,135	1,634,857	(71,702,596)	(39,219,804)	(37,637,622)	(133,460,554)	(140,380,319)	(151,055,541)	(163,151,340)	(178,899,222)
Total gov't activities net position	\$ 405,788,592	\$ 406,549,553	\$ 324,323,478	\$ 343,426,952	\$ 342,630,976	\$ 262,826,831	\$ 299,779,364	\$ 310,772,547	\$ 339,686,590	\$ 335,069,047
Business-type activities										
Net investment in capital assets	\$ 104,389,312	\$ 103,935,042	\$ 113,263,233	\$ 116,725,962	\$ 122,445,820	\$ 123,233,937	\$ 143,068,634	\$ 153,282,039	\$ 160,402,925	\$ 161,246,778
Restricted	326,097	512,201	520,858	527,202	127,565	127,565	127,565	127,565	129,602	129,602
Unrestricted	21,212,232	29,128,818	5,424,024	5,779,903	10,511,992	852,368	7,839,073	8,441,633	14,561,489	23,578,843
Total bus-type activities net position	\$ 125,927,641	\$ 133,576,061	\$ 119,208,115	\$ 123,033,067	\$ 133,085,377	\$ 124,213,870	\$ 151,035,272	\$ 161,851,237	\$ 175,094,016	\$ 184,955,223
Primary government										
Net investment in capital assets	\$ 468,425,961	\$ 472,686,833	\$ 465,386,100	\$ 462,266,904	\$ 464,785,816	\$ 465,141,925	\$ 508,516,433	\$ 506,018,370	\$ 508,245,108	\$ 533,527,395
Restricted	38,893,905	36,675,106	44,424,065	37,633,016	38,056,167	54,506,962	74,839,449	109,219,322	155,125,349	141,817,254
Unrestricted	24,396,367	30,763,675	(66,278,572)	(33,439,901)	(27,125,630)	(132,608,186)	(132,541,246)	(142,613,908)	(148,589,851)	(155,320,379)
Total primary gov't net position	\$ 531,716,233	\$ 540,125,614	\$ 443,531,593	\$ 466,460,019	\$ 475,716,353	\$ 387,040,701	\$ 450,814,636	\$ 472,623,784	\$ 514,780,606	\$ 520,024,270

Source: The City's Comprehensive Annual Financial Reports

(1) FY12 decrease in Governmental activities, Unrestricted balance due to the State dissolution of RDA during FY12. FY14 decrease due to implementation of GASB 68

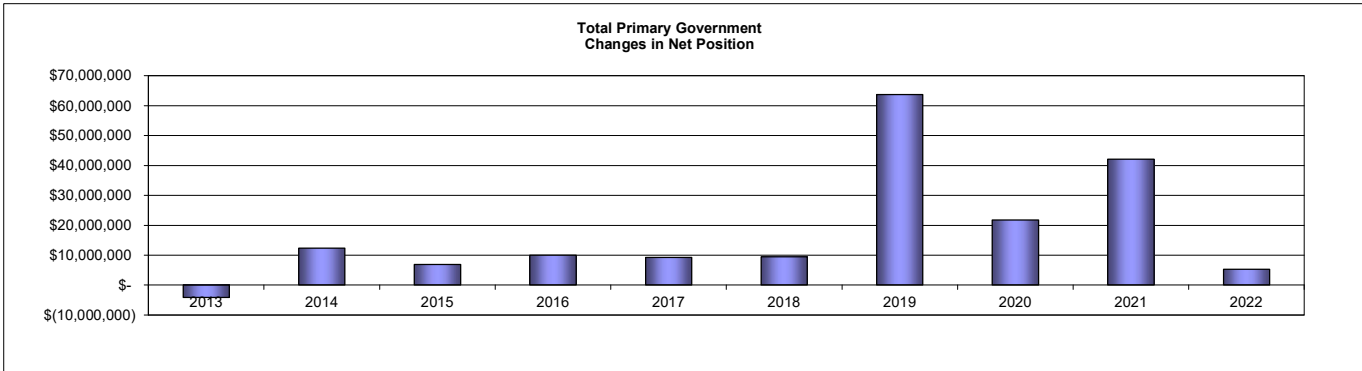
**Schedule 2
CITY OF FOLSOM, CALIFORNIA
Changes in Net Position
Fiscal Year 2022, With Ten Year Trend Analysis
(accrual basis of accounting)**



Expenses	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities:										
General government	\$ 14,992,033	\$ 16,949,780	\$ 16,789,611	\$ 16,842,039	\$ 17,619,148	\$ 21,571,309	\$ 19,894,674	\$ 25,694,246	\$ 20,099,385	\$ 14,570,235
Public safety	33,603,561	31,853,391	31,457,224	33,732,869	38,519,301	42,267,172	43,071,617	48,945,393	53,333,593	49,214,434
Public ways and facilities	24,461,319	23,900,284	24,655,423	23,760,187	23,789,377	26,740,758	24,860,981	27,609,012	31,378,367	30,321,802
Community services	3,068,322	3,293,971	3,358,210	3,795,881	4,611,256	6,328,357	6,119,243	6,836,934	6,871,579	7,909,070
Culture and recreation	13,928,174	13,949,169	13,917,727	15,226,602	16,043,161	19,316,157	16,783,176	17,181,199	18,542,904	18,809,703
Interest and fiscal changes	6,623,777	6,280,411	5,669,088	5,080,330	4,679,003	2,510,553	4,687,431	5,212,780	5,082,231	5,692,263
Total gov't activities expenses	96,677,186	96,227,005	95,847,283	98,437,909	105,261,245	118,734,307	115,417,123	131,479,564	135,308,058	126,517,507
Business-type activities:										
Water	11,920,409	12,088,326	12,666,550	12,704,599	13,169,040	14,416,465	15,018,849	15,635,355	15,659,239	14,980,895
Sewer	4,450,646	5,154,810	5,175,177	5,419,982	5,254,071	5,777,106	5,989,117	6,717,181	7,188,744	6,225,992
Solid Waste	8,358,745	8,518,137	8,702,357	9,347,062	9,488,964	10,383,837	10,823,361	12,057,666	13,001,080	14,044,953
Transit	(1) 3,704,361	3,316,706	3,344,616	3,709,459	3,847,851	4,093,944	2,297,111	-	-	-
Facilities Augmentation	-	23,375	-	407,237	3,040	242,058	326,061	17,023	-	-
Recreation	-	-	-	-	-	-	-	-	-	-
Total bus-type activities expense	28,434,161	29,101,354	29,888,700	31,588,339	31,762,966	34,913,410	34,454,499	34,427,225	35,849,063	35,251,840
Total primary gov't expenses	\$ 125,111,347	\$ 125,328,359	\$ 125,735,983	\$ 130,026,248	\$ 137,024,211	\$ 153,647,717	\$ 149,871,622	\$ 165,906,789	\$ 171,157,121	\$ 161,769,347

Program Revenues	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities:										
Charges for services:										
General government	\$ 6,702,220	\$ 7,709,627	\$ 7,552,485	\$ 7,496,678	\$ 7,950,354	\$ 9,259,206	\$ 8,802,272	\$ 9,178,697	\$ 9,391,344	\$ 11,395,670
Public safety	3,716,287	4,576,667	4,913,124	5,125,847	5,618,969	6,784,548	6,851,973	6,361,867	7,481,550	7,807,095
Public ways and facilities	9,820,449	12,599,223	11,013,797	7,997,349	8,565,624	12,763,442	11,089,762	10,196,763	12,091,444	16,519,809
Community services	2,368,217	3,498,093	4,119,947	4,986,243	4,552,806	6,861,396	8,290,473	7,536,644	12,773,201	14,818,895
Culture and recreation	5,449,076	6,364,798	6,244,176	4,966,763	6,198,906	10,852,607	10,278,413	9,682,333	10,555,274	14,863,977
Operating grants and contributions	2,090,718	2,883,514	2,631,565	2,354,928	2,233,379	2,774,627	3,673,894	3,803,337	4,044,265	4,415,825
Capital grants and contributions	12,646,821	16,542,881	14,275,960	11,437,916	14,891,177	10,798,615	30,603,509	32,124,684	26,614,932	28,053,482
Total gov't activities program revenue	42,793,788	54,174,803	50,751,054	44,365,724	50,011,215	60,094,441	79,590,296	78,884,325	82,952,010	97,874,753
Business-type activities:										
Charges for services:										
Water	14,730,130	14,201,854	13,105,941	12,205,895	13,605,851	14,119,233	13,912,610	15,561,068	17,988,487	17,280,478
Sewer	5,990,811	6,102,878	6,163,970	6,278,631	6,531,021	6,780,004	6,734,594	7,459,060	8,486,879	8,621,943
Solid Waste	10,140,081	10,240,575	10,362,825	10,620,422	10,957,586	10,840,441	10,939,391	11,774,722	15,206,531	19,705,286
Transit	(1) 690,404	1,273,371	677,295	623,745	604,935	591,905	285,158	-	-	-
Facilities augmentation	-	-	-	-	-	-	-	-	-	-
Recreation	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	5,203,738	4,883,545	5,947,821	6,997,288	7,946,673	6,603,611	4,958,663	1,651,781	1,876,254	2,512,675
Capital grants and contributions	746,776	2,616,710	554,070	786,090	4,834,197	1,746,682	25,829,934	10,145,979	8,101,825	1,482,225
Total business-type activities	37,501,940	39,318,933	36,811,922	37,512,071	44,480,263	40,681,876	62,660,350	46,592,610	51,659,976	49,602,607
Total primary gov't program revenues	\$ 80,295,728	\$ 93,493,736	\$ 87,562,976	\$ 81,877,795	\$ 94,491,478	\$ 100,776,317	\$ 142,250,646	\$ 125,476,935	\$ 134,611,986	\$ 147,477,360

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



	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Net (Expense)/Revenue										
Governmental activities	\$ (53,883,398)	\$ (42,052,202)	\$ (45,096,229)	\$ (54,072,185)	\$ (55,250,030)	\$ (58,639,866)	\$ (35,826,827)	\$ (52,595,239)	\$ (52,356,048)	\$ (28,642,754)
Business-type activities	9,067,779	10,217,579	6,923,222	5,923,732	12,717,297	5,768,466	28,205,851	12,165,385	15,810,913	14,350,767
Total primary gov't net (exp)/rev	\$ (44,815,619)	\$ (31,834,623)	\$ (38,173,007)	\$ (48,148,453)	\$ (42,532,733)	\$ (52,871,400)	\$ (7,620,976)	\$ (40,429,854)	\$ (36,545,135)	\$ (14,291,987)

General Revenue and Other changes in Net Position

Government activities:										
Taxes										
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Property	\$ 17,138,883	\$ 19,042,480	\$ 20,169,495	\$ 21,732,471	\$ 23,301,973	\$ 24,537,819	\$ 26,669,899	\$ 28,803,455	\$ 31,253,436	\$ 33,225,451
Sales and use	17,230,775	19,442,008	19,386,661	22,168,300	24,721,293	22,294,827	25,359,293	22,616,404	25,846,985	27,900,779
Other	2,577,095	2,593,291	2,860,264	3,202,564	3,716,243	3,820,424	4,070,333	3,116,568	2,867,348	4,949,172
Payments in lieu of services	-	-	-	-	-	-	-	-	-	-
Vehicle License Fees	-	-	-	-	-	-	-	-	-	-
Investments earnings (loss)	424,268	695,856	423,710	7,220,125	(2,344,854)	(3,666,825)	11,463,007	3,583,755	16,572,391	(47,159,517)
Miscellaneous	3,161,438	2,423,607	1,921,290	2,764,118	2,189,407	4,408,453	1,922,130	2,887,613	1,962,835	1,866,914
Gain/(loss) on disp of cap assets	3,451	3,500	96,858	168,454	-	-	-	-	-	-
Transfers	2,966,059	2,510,879	2,599,139	2,600,454	2,869,992	3,008,033	3,003,762	2,580,627	2,767,096	3,242,412
Special Items:										
Capital Contributions										
Gain on dissolution of RDA										
Xfer Asset from Successor Agency (1)		(381,150)		381,150	-	9,812,877	-	-	-	-
Xfer Asset from Transit to City (1)							290,936	-	-	-
Total governmental activities	43,501,969	46,330,471	47,457,417	60,237,636	54,454,054	64,215,608	72,779,360	63,588,422	81,270,091	24,025,211
Business-type activities:										
Investment earnings	148,151	384,577	220,380	501,674	205,005	187,322	1,367,314	1,231,207	198,962	(1,247,148)
Transfers	(2,966,059)	(2,510,879)	(2,599,139)	(2,600,454)	(2,869,992)	(3,008,033)	(3,003,762)	(2,580,627)	(2,767,096)	(3,242,412)
Special Items:										
Annexation of Transit Services (1)							542,935	-	-	-
Transfer of Assets-Transit to City (1)							(290,936)	-	-	-
Total business-type activities	(2,817,908)	(2,126,302)	(2,378,759)	(2,098,780)	(2,664,987)	(2,820,711)	(1,384,449)	(1,349,420)	(2,568,134)	(4,489,560)
Total primary government	\$ 40,684,061	\$ 44,204,169	\$ 45,078,658	\$ 58,138,856	\$ 51,789,067	\$ 61,394,897	\$ 71,394,911	\$ 62,239,002	\$ 78,701,957	\$ 19,535,651

Change in Net Position

Governmental activities	(10,381,429)	4,278,269	2,361,188	6,165,451	(795,976)	6,495,817	36,952,533	10,993,183	28,914,043	(4,617,543)
Business-type activities	6,249,871	8,091,277	4,544,463	3,824,952	10,052,310	2,947,755	26,821,402	10,815,965	13,242,779	9,861,207
Total Primary Government	\$ (4,131,558)	\$ 12,369,546	\$ 6,905,651	\$ 9,990,403	\$ 9,256,334	\$ 9,443,572	\$ 63,773,935	\$ 21,809,148	\$ 42,156,822	\$ 5,243,664
Net Position beginning of Year (as restated in prior fiscal years)	535,847,791	527,756,068	436,625,942	456,469,616	466,460,019	377,597,129	387,040,701	450,814,636	472,623,784	514,780,606
Net Position End of Year	\$ 531,716,233	\$ 540,125,614	\$ 443,531,593	\$ 466,460,019	\$ 475,716,353	\$ 387,040,701	\$ 450,814,636	\$ 472,623,784	\$ 514,780,606	\$ 520,024,270

Source: The City's Comprehensive Annual Financial Reports

(1) Transit operations were annexed by the Sacramento Regional Transit District effective 2-4-19

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Schedule 3
CITY OF FOLSOM, CALIFORNIA
Fund Balances, Governmental Funds,
Fiscal Year 2022, With Ten Year Trend Analysis
(modified accrual basis of accounting)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General Fund					
Reserved					
Unreserved					
Nonspendable	305,446	265,707	339,494	400,319	448,971
Restricted					
Committed					
Assigned	342,002	373,969	740,393	1,234,023	1,201,309
Unassigned	5,020,894	6,630,937	8,157,227	10,950,323	15,536,918
Total Fund Balance	<u>\$ 5,668,342</u>	<u>\$ 7,270,613</u>	<u>\$ 9,237,114</u>	<u>\$ 12,584,665</u>	<u>\$ 17,187,198</u>

All Other Governmental Funds					
Reserved					
Unreserved					
Nonspendable	9,580,393	268,396	268,396	398,396	428,782
Restricted	152,261,985	158,429,877	152,093,714	170,205,119	157,036,583
Committed	2,203,431	3,548,476	3,663,039	3,581,269	3,690,161
Assigned	467,898	3,684,362	3,236,609	3,160,859	3,309,690
Unassigned	2,775,821	(845,061)	(516,671)	(968,842)	(1,150,620)
Total Fund Balance	<u>\$ 167,289,528</u>	<u>\$ 165,086,050</u>	<u>\$ 158,745,087</u>	<u>\$ 176,376,801</u>	<u>\$ 163,314,596</u>

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
General Fund					
Nonspendable	442,084	1,105,568	903,432	455,628	660,464
Restricted					
Committed					
Assigned	1,869,501	2,214,552	1,018,076	1,813,094	2,998,099
Unassigned	15,699,123	20,349,892	13,776,114	19,200,703	23,260,485
Total Fund Balance	<u>\$ 18,010,708</u>	<u>\$ 23,670,012</u>	<u>\$ 15,697,622</u>	<u>\$ 21,469,425</u>	<u>\$ 26,919,048</u>

All Other Governmental Funds					
Nonspendable	429,294	434,118	442,345	452,584	455,583
Restricted	195,058,817	187,443,271	224,721,017	270,720,065	257,561,870
Committed	5,201,522	5,425,995	5,728,164	5,785,155	5,349,293
Assigned	3,587,539	11,369,695	3,444,634	3,493,384	3,512,989
Unassigned	(847,149)	1,790,354	(1,165,190)	(1,586,720)	(522,789)
Total Fund Balance	<u>\$ 163,314,596</u>	<u>\$ 203,430,023</u>	<u>\$ 206,463,433</u>	<u>\$ 233,170,970</u>	<u>\$ 266,356,946</u>

Source: The City's Comprehensive Annual Financial Reports

Schedule 4
CITY OF FOLSOM, CALIFORNIA
Changes in Fund Balances, Governmental Funds
Fiscal Year 2022, With Ten Year Trend Analysis
(modified accrual basis of accounting)

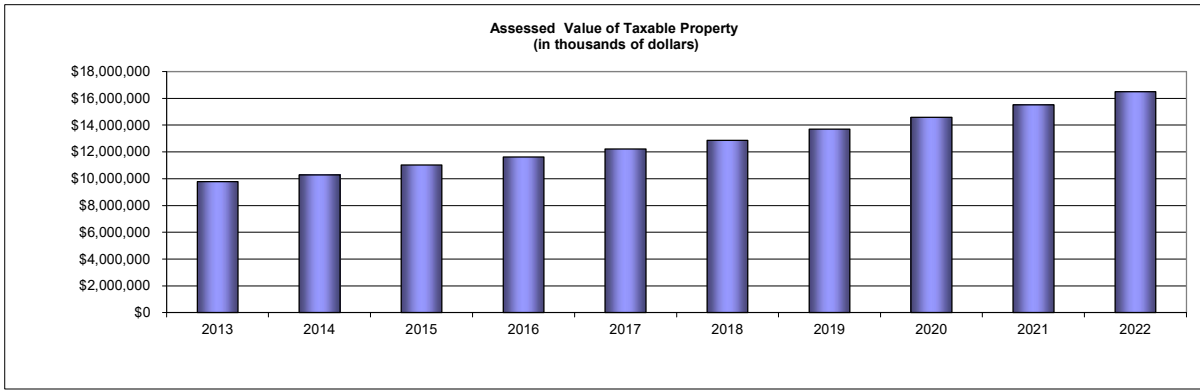
Revenue	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Taxes	\$ 36,946,753	\$ 41,077,779	\$ 42,416,420	\$ 47,103,335	\$ 51,739,509
Licenses, fees and permits	1,740,993	2,109,745	2,128,623	2,098,807	2,171,246
Vehicle License fees	4,976,818	5,198,998	5,596,355	5,895,909	6,065,568
Intergovernmental revenue	14,307,214	18,611,026	16,049,283	12,819,545	15,233,546
Charges for services	17,404,489	23,992,496	23,823,594	20,388,258	22,787,464
Fines and penalties	490,823	798,051	776,554	729,673	954,261
Assessment collections	3,482,141	2,685,714	1,518,403	1,460,233	908,120
Investment earnings (loss)	386,391	633,581	395,293	7,068,427	(2,356,010)
Miscellaneous	3,161,438	2,423,607	1,921,290	2,764,118	2,189,407
Total revenue	<u>\$ 82,897,060</u>	<u>\$ 97,530,997</u>	<u>\$ 94,625,815</u>	<u>\$ 100,328,305</u>	<u>\$ 99,693,111</u>
Expenditures					
General government	\$ 14,069,483	\$ 16,920,618	\$ 17,920,405	\$ 17,392,563	\$ 17,718,687
Public safety	31,831,334	31,861,011	32,467,605	34,351,734	37,299,200
Public ways and facilities	11,091,457	10,633,571	11,803,873	10,763,219	10,546,397
Community services	2,986,024	3,394,648	3,582,489	3,975,512	4,722,516
Culture and recreations	11,026,557	11,667,695	11,971,798	12,850,827	13,387,547
Capital outlay	2,586,067	5,989,082	5,597,833	6,833,189	9,921,548
Debt Service:					
Principal	12,511,714	15,465,193	12,879,056	11,090,135	12,600,203
Interest and fiscal charges	6,383,068	6,398,811	5,826,718	5,119,301	4,835,589
Cost of issuance	117,505	69,524	-	-	-
Total expenditures	<u>\$ 92,603,209</u>	<u>\$ 102,400,153</u>	<u>\$ 102,049,777</u>	<u>\$ 102,376,480</u>	<u>\$ 111,031,687</u>
Excess of revenue over (under) expenditures	\$ (9,706,149)	\$ (4,869,156)	\$ (7,423,962)	\$ (2,048,175)	\$ (11,338,576)
Other Financing Sources (Uses)					
Sale of property	-	-	-	-	-
Issuance of debt	15,034,361	-	-	6,675,000	-
Bonds defeased	-	-	-	-	-
Bond refunding	-	-	-	-	-
Bond discount	-	-	-	-	-
Issuance of loan	-	-	-	-	-
Bond premium	-	-	-	-	-
Payment to refunded escrow agent	(15,656,514)	-	-	-	-
Amortized loss on PY bond refinance	-	-	-	-	-
Extraordinary loss on dissolution of RDA	-	-	-	-	-
Transfers in	9,111,962	7,523,050	6,704,387	6,439,736	6,331,555
Transfers out	(6,041,865)	(4,863,541)	(3,654,887)	(3,025,319)	(3,452,651)
Total other financing sources (Uses)	<u>\$ 2,447,944</u>	<u>\$ 2,659,509</u>	<u>\$ 3,049,500</u>	<u>\$ 10,089,417</u>	<u>\$ 2,878,904</u>
Net change in fund balances	<u>\$ (7,258,205)</u>	<u>\$ (2,209,647)</u>	<u>\$ (4,374,462)</u>	<u>\$ 8,041,242</u>	<u>\$ (8,459,672)</u>
Debt services as a percentage of non-capital expenditures	21.0%	22.7%	19.6%	17.0%	17.3%

Source: The City's Comprehensive Annual Financial Reports

Schedule 4
CITY OF FOLSOM, CALIFORNIA
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

2018	2019	2020	2021	2022	
					Revenue
\$ 50,653,070	\$ 56,099,525	\$ 54,536,426	\$ 59,967,769	\$ 66,075,401	Taxes
2,775,305	3,070,682	3,425,992	4,248,555	4,302,902	Licenses, fees and permits
6,484,423	6,902,484	7,357,030	7,823,848	8,342,739	Vehicle License fees
12,347,078	14,273,982	12,617,895	22,156,779	29,974,236	Intergovernmental revenue
36,304,402	33,058,288	29,788,664	35,282,381	45,934,547	Charges for services
921,339	2,275,631	2,384,362	4,937,421	6,824,646	Fines and penalties
35,728	5,807	254	609	611	Assessment collections
(3,655,867)	11,010,736	3,150,904	16,608,400	(46,784,425)	Investment earnings (loss)
2,618,452	1,922,131	2,887,614	1,962,835	1,857,797	Miscellaneous
<u>\$ 108,483,930</u>	<u>\$ 128,619,266</u>	<u>\$ 116,149,141</u>	<u>\$ 152,988,597</u>	<u>\$ 116,528,454</u>	Total revenue
					Expenditures
\$ 18,859,432	\$ 14,700,625	\$ 21,910,491	\$ 18,108,326	\$ 17,798,781	General government
37,216,488	42,122,571	44,678,765	46,221,823	49,366,108	Public safety
12,921,054	12,167,798	12,642,949	15,475,320	15,078,169	Public ways and facilities
6,196,867	6,719,373	6,968,176	6,825,605	8,014,879	Community services
14,349,508	15,139,603	14,182,818	14,609,268	15,356,976	Culture and recreations
18,189,160	16,002,288	13,282,395	9,667,003	21,483,042	Capital outlay
					Debt Service:
8,027,092	10,206,479	9,027,004	6,229,787	6,264,954	Principal
2,540,176	4,642,841	4,935,225	5,044,609	5,606,210	Interest and fiscal charges
-	-	-	-	-	Cost of issuance
<u>\$ 118,299,777</u>	<u>\$ 121,701,578</u>	<u>\$ 127,627,823</u>	<u>\$ 122,181,741</u>	<u>\$ 138,969,119</u>	Total expenditures
\$ (9,815,847)	\$ 6,917,688	\$ (11,478,682)	\$ 30,806,856	\$ (22,440,665)	Excess of revenue over (under) expenditures
					Other Financing Sources (Uses)
-	-	-	-	-	Sale of property
88,670,000	-	23,735,000	24,740,000	11,855,000	Issuance of debt
-	-	-	(9,325,000)	-	Bonds defeased
-	-	-	-	-	Bond refunding
-	-	-	-	-	Bond discount
1,790,000	-	-	-	-	Issuance of loan
-	-	3,322,109	1,769,349	275,791	Bond premium
(52,535,000)	-	-	-	-	Payment to refunded escrow agent
-	-	-	-	-	Amortized loss on PY bond refinance
-	-	-	-	-	Extraordinary loss on dissolution of RDA
8,063,764	7,572,261	6,603,421	5,784,353	4,589,055	Transfers in
(5,046,857)	(5,797,235)	(3,446,701)	(2,310,257)	(1,337,080)	Transfers out
<u>\$ 40,941,907</u>	<u>\$ 1,775,026</u>	<u>\$ 30,213,829</u>	<u>\$ 20,658,445</u>	<u>\$ 15,382,766</u>	Total other financing sources (Uses)
<u>\$ 31,126,060</u>	<u>\$ 8,692,714</u>	<u>\$ 18,735,147</u>	<u>\$ 51,465,301</u>	<u>\$ (7,057,899)</u>	Net change in fund balances
10.6%	14.0%	12.2%	10.0%	9.2%	Debt services as a percentage of non-capital expenditures

Schedule 5
CITY OF FOLSOM, CALIFORNIA
Assessed Value and Estimated Actual Value of Taxable Property
Fiscal Year 2022, With Ten Year Trend Analysis
(in thousands of dollars)



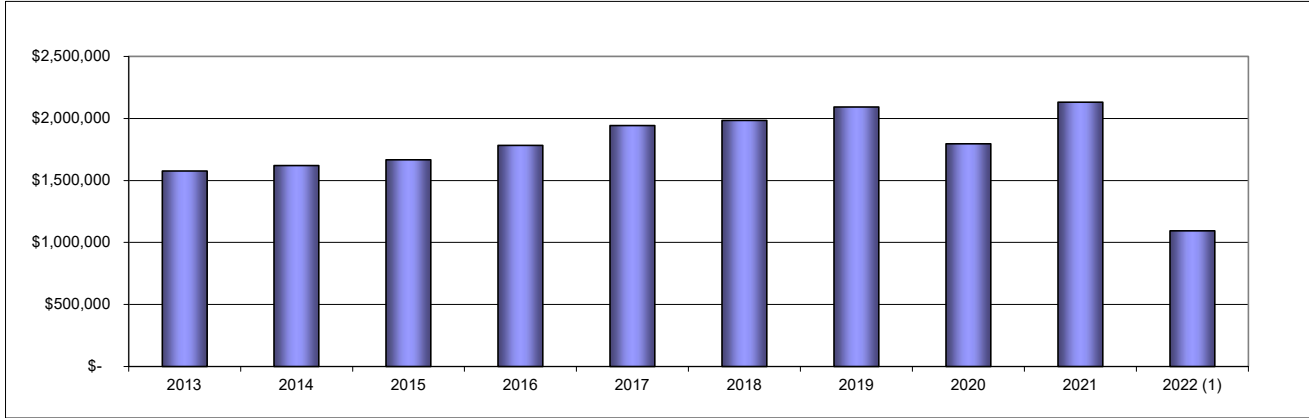
Fiscal Year Ended June 30	Residential Property	Commercial Property	Industrial Property	Other (1)	Unsecured Property	Less Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate (2)	Estimated Actual Taxable Value	Factor of Taxable Assessed Value
2013	\$ 6,791,316	\$ 2,108,662	\$ 159,900	\$ 790,301	\$ 287,803	\$ 346,963	\$ 9,791,019	1.3068	\$ 9,761,577 (3)	0.996993 (3)
2014	\$ 7,237,918	\$ 2,105,306	\$ 162,948	\$ 798,259	\$ 334,685	\$ 351,233	\$ 10,287,883	1.3522	\$ 11,517,264 (3)	1.119498 (3)
2015	\$ 7,863,637	\$ 2,133,511	\$ 161,792	\$ 894,465	\$ 311,204	\$ 333,742	\$ 11,030,867	1.3325	\$ 12,864,274 (3)	1.166207 (3)
2016	\$ 8,227,029	\$ 2,206,981	\$ 162,828	\$ 1,021,962	\$ 367,993	\$ 356,949	\$ 11,629,844	1.4196	\$ 13,598,364 (3)	1.169265 (3)
2017	\$ 8,671,194	\$ 2,315,233	\$ 162,343	\$ 1,076,357	\$ 364,265	\$ 370,001	\$ 12,219,391	1.4648	\$ 13,550,693 (3)	1.108950 (3)
2018	\$ 9,209,650	\$ 2,467,359	\$ 166,859	\$ 1,091,858	\$ 348,764	\$ 426,578	\$ 12,857,912	1.4970	\$ 15,154,811 (3)	1.178637 (3)
2019	\$ 9,709,630	\$ 2,665,776	\$ 170,999	\$ 1,223,745	\$ 379,698	\$ 443,387	\$ 13,706,461	1.4982	\$ 16,490,101 (3)	1.203090 (3)
2020	\$ 10,495,984	\$ 2,889,095	\$ 195,961	\$ 1,075,127	\$ 381,060	\$ 456,789	\$ 14,580,438	1.4956	\$ 17,358,468 (3)	1.190531 (3)
2021	\$ 10,765,538	\$ 2,918,956	\$ 182,606	\$ 1,742,550	\$ 390,843	\$ 485,246	\$ 15,515,246	1.4894	\$ 17,852,872 (3)	1.150666 (3)
2022	\$ 12,543,846	\$ 3,152,961	\$ 216,994	\$ 698,215	\$ 370,098	\$ 494,765	\$ 16,487,349	1.6812	\$ 20,577,004 (3)	1.248048 (3)

Source: County Assessor data, Avenu Insights & Analytics.

- (1) Includes the following categories (Misc., Institutional, Recreational, Irrigated, Vacant, SBE Nonunitary, and Unsecured)
- (2) Total direct tax rate is represented by Tax Rate Areas 04-000 04-004 and 04-027
- (3) As of 2012-13 Estimated Actual Value is being calculated and reported in compliance with GASB No. 44 guidelines.
Estimated Actual Value is derived from a series of calculations comparing median assessed values from 1940 to current median sale prices. Based on these calculations a multiplier value was extrapolated and applied to current assessed values.

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

**Schedule 5A
CITY OF FOLSOM CALIFORNIA
Taxable Transactions by Category
Fiscal Year 2022, With Ten Year Trend Analysis
(Taxable transactions in thousands of dollars)**



	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022 (1)
Motor Vehicle and Parts Dealers	\$ 408,649	\$ 425,196	\$ 460,449	\$ 466,504	\$ 485,631	\$ 491,987	\$ 494,930	\$ 489,842	\$ 575,771	\$ 281,847
Home furnishings and appliances	71,634	81,852	82,252	96,706	93,502	92,162	95,168	86,538	97,169	44,938
Bld Matri and Garden Equip	93,213	94,161	102,469	108,524	110,962	115,803	116,980	143,114	147,469	78,443
Food and Beverage Stores	78,944	79,159	79,806	81,880	85,460	89,824	78,242	86,569	89,028	42,229
Gasoline Stations	84,628	83,598	69,997	64,270	73,240	82,738	93,517	59,380	86,780	56,045
Clothing & Clothing Accessories	143,476	148,592	152,903	177,476	179,489	183,062	182,119	123,108	179,056	84,634
General merchandise stores	287,505	285,722	235,840	234,505	304,177	324,505	334,005	310,201	365,300	191,893
Food Services and Drinking Places	156,403	161,652	175,325	188,911	202,655	210,940	222,864	170,535	236,452	129,877
Other retail stores	136,099	133,671	135,499	131,765	128,316	130,431	123,931	110,499	137,725	65,904
Subtotal retail	1,460,551	1,493,603	1,494,540	1,550,541	1,663,432	1,721,452	1,741,756	1,579,786	1,914,750	975,810
All other outlets	115,786	126,130	171,928	232,418	280,610	262,345	351,655	215,604	216,917	116,917
Total	\$ 1,576,337	\$ 1,619,733	\$ 1,666,468	\$ 1,782,959	\$ 1,944,042	\$ 1,983,797	\$ 2,093,411	\$ 1,795,390	\$ 2,131,667	\$ 1,092,727

Sources: State Board of Equalization (BOE), California Department of Tax and Fee Administration (CDTFA)

(1) Since 2017, taxable transactions information is available via the CDTFA. Information only available through second quarter of 2022.

Schedule 6
CITY OF FOLSOM, CALIFORNIA
Direct and Overlapping Property Tax Rates
Fiscal Year 2022, With Ten Year Trend Analysis
(rate per \$100 of assessed value)

	County District Rates				School District, Bonds & Assessments					
	Basic County, City, School Levy	Sacramento Regional County Sanitation	Sacramento County Bonds	Total District Rates	General Obligation - School Districts (1)	Los Rios Community College	Folsom Cordova Bond Area #2	Folsom Cordova Bond Area #3	Folsom Cordova Bond Area #5	San Juan Unified Bond
2012	1.0000	0.0000	0.0000	1.0000	.0000 - .0330	0.0192	0.0349	0.0916	0.0000	0.0948
2013	1.0000	0.0000	0.0000	1.0000	.0000 - .0346	0.0193	0.0371	0.1155	0.0000	0.1003
2014	1.0000	0.0000	0.0000	1.0000	.0000 - .0245	0.0181	0.0341	0.1125	0.0000	0.1630
2015	1.0000	0.0000	0.0000	1.0000	.0000 - .0133	0.0111	0.0343	0.1229	0.0000	0.1509
2016	1.0000	0.0000	0.0000	1.0000	.0000 - .0369	0.0273	0.031	0.1129	0.0568	0.1547
2017	1.0000	0.0000	0.0000	1.0000	.0000 - .0219	0.0423	0.0584	0.1259	0.0641	0.1522
2018	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0390	0.0516	0.1878	0.0071	0.2115
2019	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0393	0.0562	0.1451	0.0583	0.1993
2020	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0696	0.058	0.1366	0.0543	0.1793
2021	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0223	0.0254	0.2065	0.0543	0.1809
2022	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0249	0.0247	0.3881	0.0548	0.1887

Source: Sacramento County, Department of Finance, Auditor-Controller; Avenu Insights & Analytics

(1) Compilation of Tax Rates represent the low and high end.

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

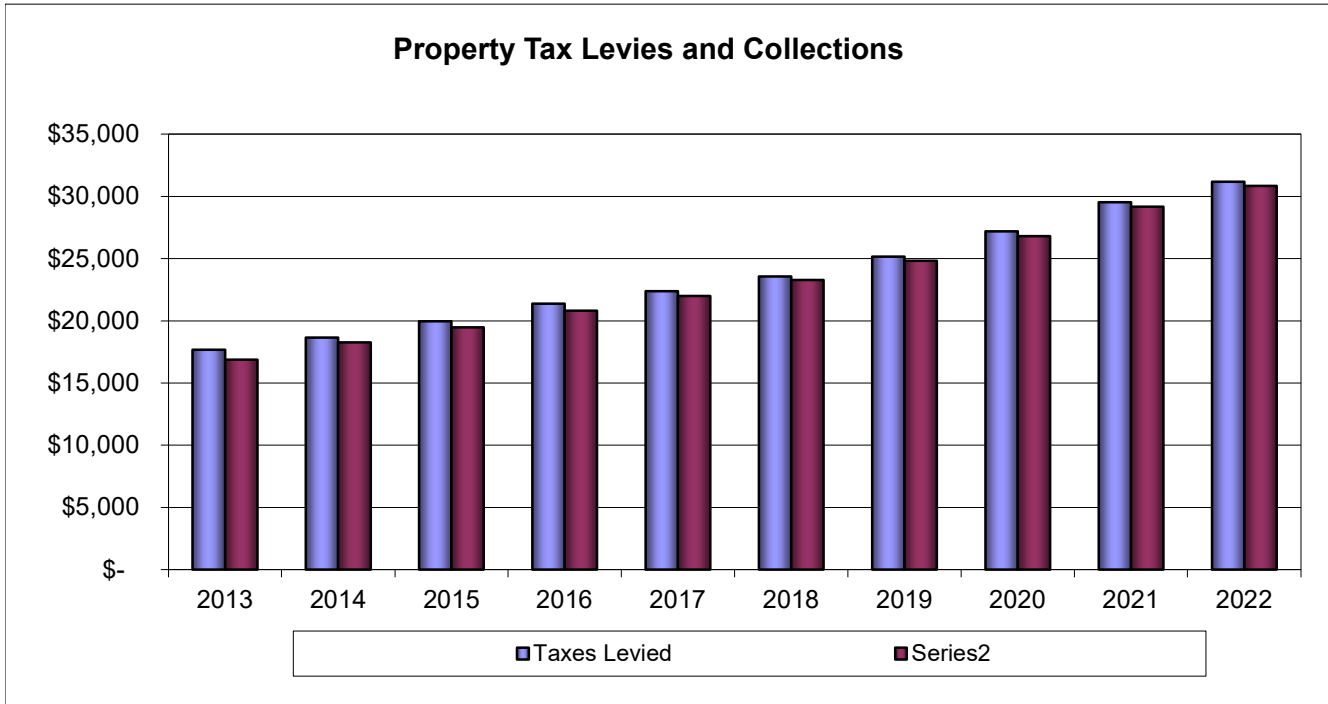
Schedule 7
CITY OF FOLSOM, CALIFORNIA
Principal Property Tax Payers
Fiscal Year 2022, And Nine Years Ago
(in thousands of dollars)

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	Percentage Of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage Total Taxable Assessed Value
Intel Corp	\$ 871,472	1	5.29%	\$ 546,493		5.58%
Broadstone Land LLC	\$ 154,057	2	0.93%			0.00%
Talavera Ridge Apts LP	\$ 96,042	3	0.58%			0.00%
Pique Apts LLP	\$ 92,744	4	0.56%			0.00%
Willow Creek Assoc LP	\$ 90,496	5	0.55%			0.00%
Folsom Residences LLC	\$ 75,600	6	0.46%			0.00%
Sequoia Equities Iron Point Fo	\$ 68,076	7	0.41%			0.00%
Kaiser Foundation Hospitals	\$ 67,627	8	0.41%	\$ 64,729		0.66%
Toll West Inc.	\$ 66,280	9	0.40%			0.00%
Broadstone Market Place LLC	\$ 62,401	10	0.38%	\$ 106,766		1.09%
Kikkoman Foods Inc.				\$ 63,556		0.65%
Chelsea Financing Partnership				\$ 60,095		0.61%
Overlook At Blue Ravine LLC				\$ 52,287		0.53%
Spectrum Waples Street L P				\$ 51,605		0.53%
Sherwood Iron Point LP				\$ 51,408		0.53%
CW Parkshore Plaza LLC				\$ 47,226		0.48%
IMS Assoc LLC				\$ 39,113		0.40%
Total	\$ 1,644,795		9.98%	\$ 1,083,278		11.06%

Sources: Avenu Insights & Analytics, Sacramento County Assessor Combined Tax Rolls

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Schedule 8
CITY OF FOLSOM, CALIFORNIA
Property Tax Levies and Collections
Fiscal Year 2022, With Ten Year Trend Analysis
(in thousands of dollars)



Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy	
		Amount	Percent of Levy (1)
2013	\$ 17,680	\$ 16,884	95.50%
2014	\$ 18,644	\$ 18,251	97.89%
2015	\$ 19,960	\$ 19,481	97.60%
2016	\$ 21,367	\$ 20,819	97.44%
2017	\$ 22,377	\$ 22,002	98.32%
2018	\$ 23,564	\$ 23,269	98.75%
2019	\$ 25,161	\$ 24,833	98.70%
2020	\$ 27,189	\$ 26,813	98.62%
2021	\$ 29,518	\$ 29,170	98.82%
2022	\$ 31,175	\$ 30,836	98.91%

Source: County of Sacramento, Department of Finance, Tax Accounting Bureau

(1) The City of Folsom participates in an alternative method of property tax apportionment permitted by the State Revenue and Taxation Code, Section 4701, more commonly known as the "Teeter Plan". Under this plan, current secured real property tax levies are distributed by Sacramento County to the City as if the taxes had been collected in full. In return, the County retains all rights to collect any delinquencies and subsequent penalties and interest. Thus, under the Teeter Plan, the City receives 100% of all secured real property taxes levied.

Schedule 9
CITY OF FOLSOM, CALIFORNIA
Ratio of Outstanding Debt by Type
Fiscal Year 2022, With Ten Year Trend Analysis

	2013	2014	2015	2016	2017
Governmental Activities					
General Obligation Bonds	\$9,220,000	\$6,195,000	\$ 3,760,000	\$ 2,315,000	\$ 825,000
Certificates of Participation	1,170,000	820,000	-	-	-
FPFA Revenue Bonds	122,625,230	112,260,832	104,491,230	103,207,933	93,841,368
RDA Tax Allocation Bonds	-	-	-	-	-
City Hall & Fire Station Lease Obligation	8,947,773	7,544,642	6,113,936	4,640,514	3,117,370
Owner Participation Agreements	-	-	-	-	-
Special Assessment Debt	-	-	-	-	-
Notes Payable	-	-	-	-	-
Long-Term Loan	-	-	-	-	-
Add: Discounts/premiums, net	-	-	-	-	-
Capital Leases	486,978	1,302,208	1,901,301	1,687,885	1,467,391
Business-Type Activities					
Revenue Bonds	\$ 25,685,000	\$25,494,830	\$ 24,352,781	\$ 23,181,993	\$ 21,973,818
Add: Issue Discount/prem, net	-	-	-	-	-
Capital Leases	131,460	-	-	-	-
Note Payable	-	-	-	-	-
Total Primary Government	\$ 168,266,441	\$ 153,617,512	\$ 140,619,248	\$ 135,033,325	\$ 121,224,947
Percentage of Personal Income	Not available	Not available	Not available	Not available	Not available
Per Capita	2,543	2,246	2,016	1,872	1,652
Population	66,174	68,399	69,737	72,131	73,389

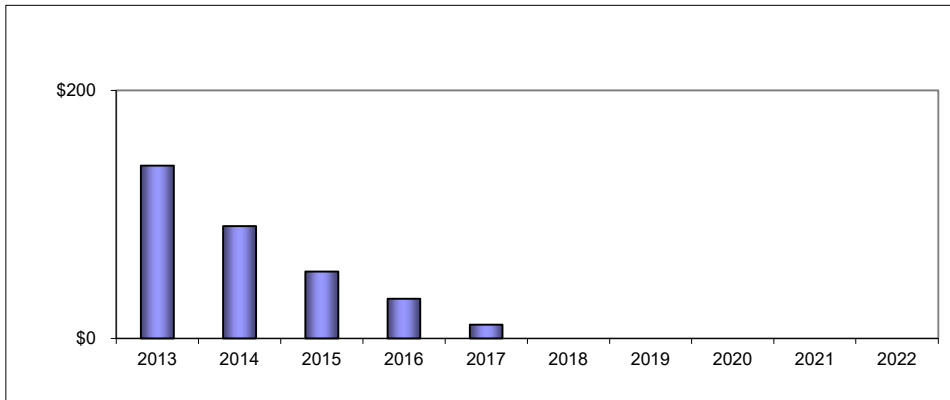
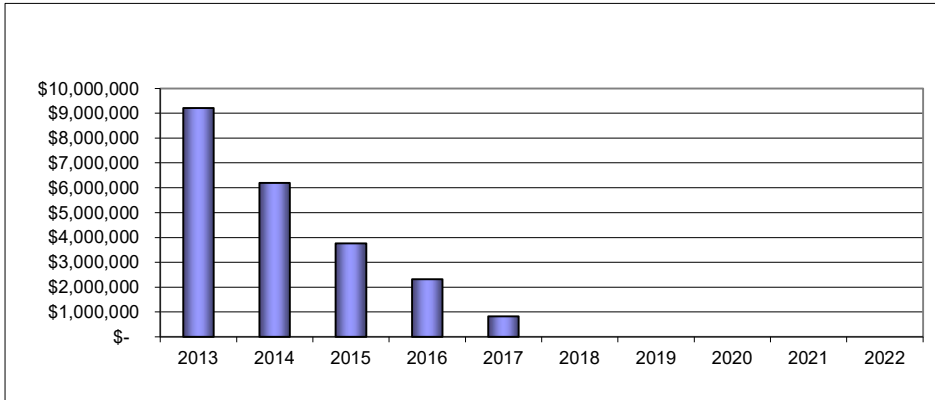
Sources: The City's Comprehensive Annual Financial Reports; State Department of Finance

(1) Long-Term Loan amount in 2018 was corrected to \$1,628,000

Schedule 9
CITY OF FOLSOM, CALIFORNIA
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years

2018	2019	2020	2021	2022	
					Governmental Activities
\$ -	\$ -	\$ -	\$ -	\$ -	General Obligation Bonds
-	-	-	-	-	Certificates of Participation
124,427,251	114,621,540	129,744,921	139,355,207	145,385,000	FPFA Revenue Bonds
-	-	-	-	-	RDA Tax Allocation Bonds
1,692,207	1,526,817	1,354,632	1,180,846	1,000,748	City Hall & Fire Station Lease Obligation
-	-	-	-	-	Owner Participation Agreements
-	-	-	-	-	Special Assessment Debt
-	-	-	-	-	Notes Payable
1,628,000 (1)	1,221,000	1,235,739	563,431	-	Long-Term Loan
1,239,579	4,295,904	7,446,331	8,933,261	8,867,655	Add: Discounts/premiums, net
	1,004,201	761,001	509,714	250,065	Capital Leases
					Business-Type Activities
\$ 20,725,423	\$ 19,438,757	\$ 17,319,283	\$ 16,291,000	\$ 14,868,000	Revenue Bonds
-	37,116	1,023,938	910,167	796,396	Add: Issue Discount/prem, net
-	-	-	-	-	Capital Leases
-	-	-	-	-	Note Payable
\$ 149,712,460	\$ 142,145,335	\$ 158,885,845	\$ 167,743,626	\$ 171,167,864	Total Primary Government
Not available	Not available	Not available	Not available	Not available	Percentage of Personal Income
2,036	1,909	2,089	2,152	2,146	Per Capita
73,521	74,479	76,065	77,942	79,758	Population

**Schedule 10
CITY OF FOLSOM, CALIFORNIA
Ratios of General Bonded Debt Outstanding
Fiscal Year 2022, With Ten Year Trend Analysis**



Fiscal Year	General Bonded Debt Outstanding			Percent of Assessed Value of Property (1)	Per Capita (2)	Population (3)
	General Obligation Bonds	Redevelopment Bonds	Total			
2013	\$ 9,220,000	\$ -	\$ 9,220,000	0.09%	139.33	66,174
2014	\$ 6,195,000	\$ -	\$ 6,195,000	0.05%	90.57	68,399
2015	\$ 3,760,000	\$ -	\$ 3,760,000	0.03%	53.92	69,737
2016	\$ 2,315,000	\$ -	\$ 2,315,000	0.02%	32.09	72,131
2017	\$ 825,000	\$ -	\$ 825,000	0.01%	11.24	73,389
2018	\$ -	\$ -	\$ -	0.00%	-	73,521
2019	\$ -	\$ -	\$ -	0.00%	-	74,479
2020	\$ -	\$ -	\$ -	0.00%	-	76,065
2021	\$ -	\$ -	\$ -	0.00%	-	77,942
2022	\$ -	\$ -	\$ -	0.00%	-	79,758

Source: The City's Comprehensive Annual Financial Reports

(1) See Schedule 5 for property value data.

(2) Population data can be found in Schedule 14.

(3) Population figures used for per capita calculation excludes the inmate population at Folsom Prison.

Schedule 11
CITY OF FOLSOM, CALIFORNIA
Computation of Direct and Overlapping
Fiscal Year 2022

2021-22 Assessed Valuation: \$16,579,975,701

<u>DIRECT & OVERLAPPING TAX AND ASSESSMENT DEBT:</u>	Total Debt <u>6/30/2022</u>	<u>% Applicable (1)</u>	City's Share of <u>Debt 6/30/22</u>
Los Rios Community College District	\$495,095,000	7.191%	\$35,602,281
Folsom Cordova Unified School District School Facilities Improvement District No. 2	13,956,133	99.732	13,918,731
Folsom Cordova Unified School District School Facilities Improvement District No. 3	188,350,397	35.881	67,582,006
Folsom Cordova Unified School District School Facilities Improvement District No. 5	178,655,000	99.985	178,628,202
San Juan Unified School District	752,168,565	0.676	5,084,659
Special District 1915 Act Bonds (Estimate)	322,558,475	1.175-100	13,809,410
City of Folsom PFA Revenue Bonds & Direct Borrowing and Placement Notes	145,385,000	100	145,385,000
TOTAL DIRECT & OVERLAPPING TAX AND ASSESSMENT DEBT			\$460,010,289
 <u>DIRECT & OVERLAPPING GENERAL FUND DEBT:</u>			
Sacramento County General Fund Obligations	\$128,277,354	8.664%	\$11,113,950
Sacramento County Pension Obligation Bonds	625,201,330	8.8644	54,167,443
Sacramento County Board of Education General Fund Obligations	2,635,000	8.8644	228,296
Sacramento Metropolitan Fire District General Fund Obligations	8,030,000	0.137	11,001
Sacramento Metropolitan Fire District Pension Obligation Bonds	27,530,000	0.137	37,716
City of Folsom City Hall & Fire Station Lease Obligation	1,000,748	100	1,000,748
City of Folsom Capital Lease Obligations	250,065	100	250,065
City of Folsom Net Discounts/Premiums	8,933,261	100	8,933,261 (2)
TOTAL GROSS DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$75,742,480
Less: Sacramento County supported obligations			<u>1,190,204</u>
TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$74,552,276
 <u>OVERLAPPING TAX INCREMENT DEBT (Successor Agency):</u>			
	\$42,945,000	100.00%	\$42,945,000
 TOTAL DIRECT DEBT			
			\$155,569,074
TOTAL GROSS OVERLAPPING DEBT			
			\$423,128,695
TOTAL NET OVERLAPPING DEBT			
			\$421,938,491
 GROSS COMBINED TOTAL DEBT			
			\$578,697,769 (3)
NET COMBINED TOTAL DEBT			
			\$577,507,565

(1) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.

(2) As of 6/30/21.

(3) Excludes tax and revenue anticipation notes, enterprise revenue, and mortgage revenue and non-bonded capital lease obligations.

Ratios to 2021-22 Assessed Valuation

Direct Debt (\$145,385,000)	0.97%
Total Direct and Overlapping Tax and Assessment Debt	2.87%
Total Direct Debt (\$155,569,074)	1.03%
Gross Combined Total Debt	3.58%
Net Combined Total Debt	3.57%

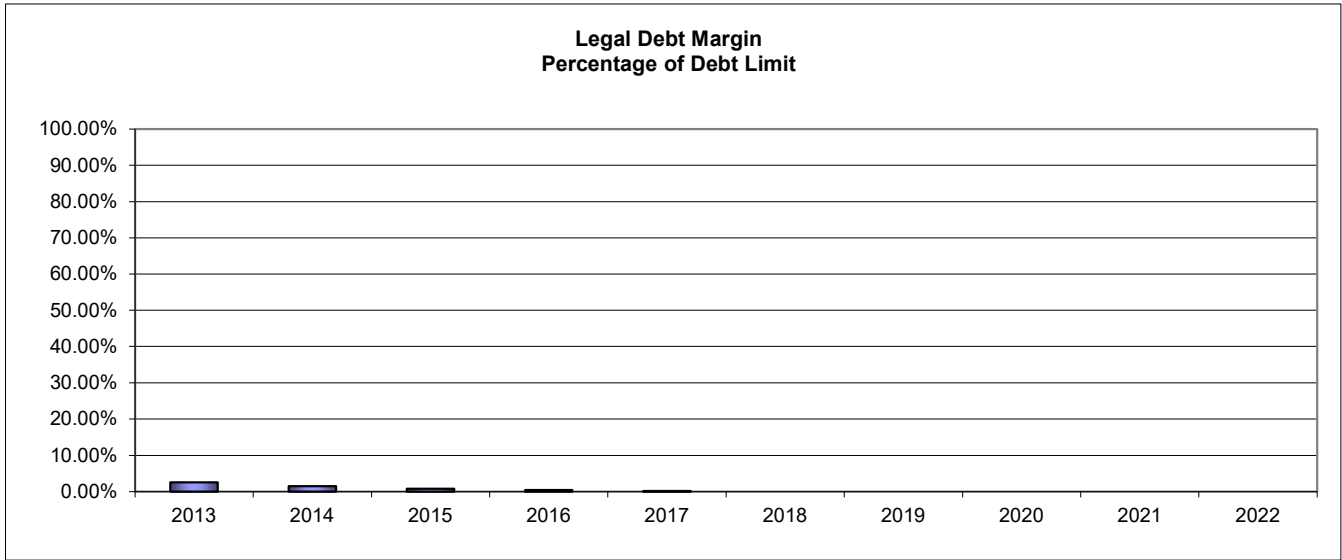
Ratios to Redevelopment Successor Agency Incremental Valuation (\$1,135,943,636):

Total Overlapping Tax Increment Debt	3.78%
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Source: Avenue Insights & Analytics and California Municipal Statistics, Inc.

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Schedule 12
CITY OF FOLSOM, CALIFORNIA
Legal Debt Margin
Fiscal Year 2021, With Ten Year Trend Analysis
(in thousands of dollars)



	Assessed Value	Debt Limit Percentage (1)	Debt Limit	Total net debt applicable to the limit as a percentage of debt limit	Legal debt margin	Total net debt applicable to the limit as a percentage of debt limit
2013	\$ 9,761,577	3.75%	\$ 366,059	\$ 9,220	\$ 356,839	2.52%
2014	\$ 11,517,264	3.75%	\$ 431,897	\$ 6,195	\$ 425,702	1.43%
2015	\$ 12,864,274	3.75%	\$ 482,410	\$ 3,760	\$ 478,650	0.78%
2016	\$ 13,598,364	3.75%	\$ 509,939	\$ 2,315	\$ 507,624	0.45%
2017	\$ 13,550,693	3.75%	\$ 508,151	\$ 825	\$ 507,326	0.16%
2018	\$ 15,154,811	3.75%	\$ 568,305	\$ -	\$ 568,305	0.00%
2019	\$ 16,490,101	3.75%	\$ 618,379	\$ -	\$ 618,379	0.00%
2020	\$ 17,358,468	3.75%	\$ 650,943	\$ -	\$ 650,943	0.00%
2021	\$ 17,852,872	3.75%	\$ 669,483	\$ -	\$ 669,483	0.00%
2022	\$ 20,577,004	3.75%	\$ 771,638	\$ -	\$ 771,638	0.00%

Sources: The City's Comprehensive Annual Financial Reports; MuniServices

(1) The California Government Code, Section 32605 provides for a legal debt limit of 15 % of gross assessed valuation. However, this provision was enacted when assessed valuation was based on 25% of market value. Effective fiscal year 1981-1982, each parcel is assessed at 100 % market value as of the most recent change of ownership for that parcel. Thus, the factor used to determine calculate the total net debt applicable to limit is 3.75% (25% * 15%)

Schedule 13
CITY OF FOLSOM, CALIFORNIA
Pledge Revenue Bond Coverage
Fiscal Year 2022, With Ten Year Trend Analysis

	2013	2014	2015	2016	2017
Water Revenue Bonds					
Utility Services Charges	\$ 14,755,852	\$ 14,349,277	\$ 13,218,966	\$ 12,400,653	\$ 13,737,197
Inv. Income & Other					
Less Operating Expense	8,238,934	8,452,397	8,945,873	8,230,547	8,571,343
Net Available Revenue	6,516,918	5,896,880	4,273,093	4,170,106	5,165,854
Debt Service-Principal	985,000	1,124,752	1,142,049	1,170,788	1,208,175
Debt Service-Interest	1,064,579	828,672	864,822	832,891	796,495
	\$ 2,049,579	\$ 1,953,424	\$ 2,006,871	\$ 2,003,679	\$ 2,004,670
Coverage	3.18	3.02	2.13	2.08	2.58
Special Assessment & Community Facility Bonds					
Special Assessment Collections	15,705,171	15,378,021	15,706,798	16,152,972	15,611,680
Debt Service-Principal	8,794,705	11,895,928	9,463,202	9,480,329	10,932,664
Debt Service-Interest	6,635,434	6,349,684	5,790,222	5,507,126	4,868,399
	15,430,139	18,245,612	15,253,424	14,987,455	15,801,063
Coverage	1.02	0.84	1.03	1.08	0.99
RDA/Successor Agency Tax Allocation Senior Lien Bond Coverage					
Gross Tax Revenue	2,909,463	2,812,863	2,997,413	2,999,563	3,350,525
Debt Service-Principal	940,000	875,000	1,100,000	1,145,000	1,570,000
Debt Service-Interest	1,969,463	1,937,863	1,897,413	1,854,563	1,780,525
Coverage of Senior Debt	1.00	1.00	1.00	1.00	1.00
RDA/Successor Agency Tax Allocation Subordinated Lien Bond Coverage					
Net Tax Revenue Available for Subordinated Debt ⁽¹⁾	1,060,988	1,160,319	974,850	976,688	-
Debt Service - Principal	215,000	325,000	150,000	160,000	-
Debt Service - Interest	845,988	835,319	824,850	816,688	-
Coverage of Subordinated Debt	1.00	1.00	1.00	1.00	N/A
RDA/Successor Agency Tax Allocation Housing Set-Aside Bond Coverage					
Gross Tax Revenue	1,126,088	1,124,425		1,126,313	1,126,050
Debt Service-Principal	175,000	180,000		190,000	200,000
Debt Service-Interest	951,088	944,425		936,313	926,050
Coverage	1.00	1.00		1.00	1.00

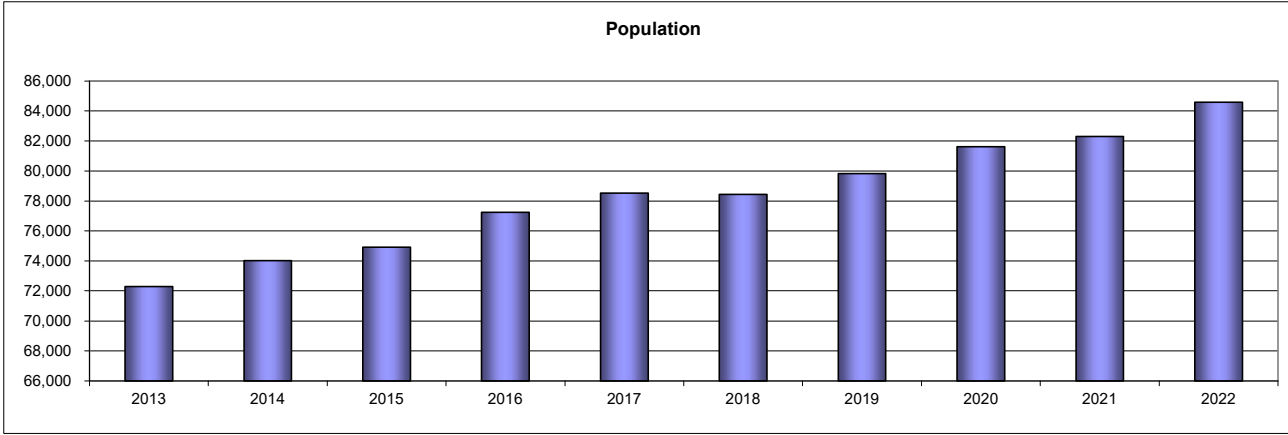
Source: City of Folsom

- (1) Revenue available after Senior Debt payments and statutory pass-throughs
- (2) The Redevelopment Agency (RDA) was dissolved by the State during FY12. RDA Tax Allocation Bonds were transferred to a Private Purpose Trust Fund (i.e. Successor Agency) and are not legal obligations of the RDA or the City.
- (3) In FY17, all bonds were refunded; Subordinated and Housing Set-Aside Bonds were defeased.
- (4) In FY18, corrected prior year balance to exclude Lighting & Landscaping funds.
- (5) Includes connection and impact fees & investment income ; FY18 and prior investment income included with Service Charges
- (6) Does not include unrealized gain/loss; FY18 and prior unrealized gain/loss was included
- (7) Less depreciation

Schedule 13
CITY OF FOLSOM, CALIFORNIA
Pledge Revenue Bond Coverage
Last Ten Fiscal Years

	2018	2019	2020	2021	2022	
	\$ 14,209,217	\$ 13,912,610	\$ 15,561,068	\$ 17,988,487	\$ 17,280,478	Water Revenue Bonds
		1,664,700	1,466,236	901,700	1,422,336	Utility Services Charges
	9,611,666	10,016,691	11,393,485	11,714,922 (8)	10,793,307	Inv. Income & Other ^(5,6)
	4,597,551	5,560,619	5,633,819	7,175,265	7,909,507	Less Operating Expense ⁽⁷⁾
	1,248,395	1,286,666	1,384,474	1,292,224	1,423,000	Net Available Revenue
	758,911	718,190	505,683	589,380	413,017	Debt Service-Principal
	\$ 2,007,306	\$ 2,004,856	\$ 1,890,157	\$ 1,881,604	\$ 1,836,017	Debt Service-Interest
	2.29	2.77	2.98	3.81	4.31	Coverage
						Special Assessment & Community Facility Bonds
	15,115,858 (4)	15,415,808	16,013,670	15,568,855	16,846,066	Special Assessment Collections
	7,113,480	10,965,665	10,137,773	5,899,714	7,504,207	Debt Service-Principal
	3,623,570	5,032,461	5,289,549	5,439,214	6,020,932	Debt Service-Interest
	10,737,050	15,998,126	15,427,322	11,338,928	13,525,139	
	1.41	0.96	1.04	1.37	1.25	Coverage
						RDA/Successor Agency Tax Allocation Senior Lien Bond Coverage
(3)	4,049,688	3,736,900	3,742,238	3,723,000	3,723,813	Gross Tax Revenue
	2,325,000	2,055,000	2,100,000	2,130,000	2,200,000	Debt Service-Principal
	1,724,688	1,681,900	1,642,238	1,593,000	1,523,813	Debt Service-Interest
	1.00	1.00	1.00	1.00	1.00	Coverage of Senior Debt
						RDA/Successor Agency Tax Allocation Subordinated Lien Bond Coverage
	-	-	-	-	-	Net Tax Revenue Available for Subordinated Debt ⁽¹⁾
	-	-	-	-	-	Debt Service - Principal
	-	-	-	-	-	Debt Service - Interest
(3)	N/A	N/A	N/A	N/A	N/A	Coverage of Subordinated Debt
						RDA/Successor Agency Tax Allocation Housing Set-Aside Bond Coverage
	-	-	-	-	-	Gross Tax Revenue
	-	-	-	-	-	Debt Service-Principal
	-	-	-	-	-	Debt Service-Interest
(3)	N/A	N/A	N/A	N/A	N/A	Coverage

**Schedule 14
CITY OF FOLSOM, CALIFORNIA
Demographic and Economic Information
Fiscal Year 2022, With Ten Year Trend Analysis**



Year	Population Folsom (1)	Population County (3)	Estimated Personal Income Folsom	Per Capita Personal Income (2)	Median Projected Age (2)	Education Level in Years Schooling (2)	School Enrollment (3)	Unemployment Rate (4)
2013	72,294	1,445,806	\$ 2,553,336,604	\$ 35,319	37.60	Note 1	19,112	4.80%
2014	74,014	1,454,406	\$ 2,669,012,933	\$ 36,061	39.00	Note 1	19,356	3.90%
2015	74,909	1,470,912	\$ 2,902,199,387	\$ 38,743	37.70	Note 1	19,927	3.70%
2016	77,246	1,495,297	\$ 3,025,812,336	\$ 39,171	38.70	Note 1	19,865	3.90%
2017	78,525	1,514,770	\$ 3,223,922,400	\$ 41,056	39.90	Note 1	20,312	3.50%
2018	78,447	1,529,501	\$ 3,425,627,518	\$ 43,668	41.80	Note 1	20,353	2.80%
2019	79,835	1,546,174	\$ 3,677,233,631	\$ 46,060	41.30	Note 1	20,605	2.80%
2020	81,610	1,555,365	\$ 3,909,527,050	\$ 47,905	41.20	Note 1	20,602	10.40%
2021	82,303	1,561,014	\$ 4,255,747,392	\$ 51,708	40.70	Note 1	20,096	6.18%
2022	84,592	1,576,618	\$ 5,024,165,043	\$ 59,393	40.20	Note 1	20,344	2.00%

Note 1	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Less than 9th grade	1.80%	1.60%	3.40%	2.00%	2.40%	3.40%	2.40%	1.60%	1.20%	2.20%
Some High School, no diploma	7.70%	4.20%	6.80%	6.00%	5.20%	3.70%	4.90%	3.80%	3.00%	4.20%
High School Graduate (or GED)	17.60%	20.80%	16.90%	17.20%	15.80%	14.40%	12.10%	11.60%	13.30%	13.00%
Some College, no degree	21.80%	20.20%	17.90%	19.90%	19.70%	21.80%	20.00%	20.70%	18.20%	19.40%
Associate Degree	9.20%	8.50%	9.00%	9.20%	9.10%	9.10%	11.40%	10.50%	11.20%	11.00%
Bachelor's Degree	26.90%	26.90%	26.90%	28.50%	29.40%	28.70%	29.50%	31.80%	32.10%	30.20%
Master's Degree	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available
Professional School Degree	15.10%	17.80%	19.20%	17.30%	18.40%	18.90%	19.79%	19.90%	21.00%	20.10%
Doctorate Degree	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available

Source: MuniServices, LLC / Avenu Insights & Analytics
 1.) Population Projections are provided by California Department of Finance Projections.
 2.) Income Data is provided by the U.S. Census Bureau.
 3.) Median Age and Education Level is provided by US Census data.
 4.) Unemployment Rates are provided by the EDD, Labor Market Information Division.

Schedule 15
CITY OF FOLSOM, CALIFORNIA
Principal Employers
Fiscal Year 2022 and Nine Years Ago

<u>Employer</u>	2022			2013		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
Intel Corporation	5,400	1	13.71%	6,300		23.16%
California State Prison	1,574	2	3.99%	1,627		5.98%
Folsom Cordova Unified School District*	1,067	3	2.71%	841		3.09%
Folsom State Prison	1,003	4	2.55%	1,050		3.86%
Mercy Hospital of Folsom	846	5	2.15%	669		2.46%
California ISO	636	6	1.61%	551		2.03%
City of Folsom	479	7	1.22%	421		1.55%
Vibra Hospital of Sacramento	394	9	1.00%			
Micron Technology Inc	372	8	0.94%			
SAFE Credit Union**	365	10	0.93%			
Verizon				1,016		3.74%
Maximus				400		1.47%
Calpine Corp				400		1.47%
Maximus						
Total Top Employers	12,136		30.80%	13,275		48.81%
Total City Labor Force (1)	39,400		100.00%			

Source: MuniServices, LLC / Avenu Insights & Analytics

Source: 2013 data from previous produced ACFR

Results based on direct correspondence with city's local businesses.

* Includes both certified and classified employees in City of Folsom only

Schedule 16
CITY OF FOLSOM, CALIFORNIA
Government Employment Information
Fiscal Year 2022, With Ten Year Trend Analysis

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
City Council	5	5	5	5	5	5	5	5	5	5
City Manager	5.25	5.5	5.5	5.75	5.5	5.5	5	4.5	4.5	4.75
City Attorney	4	3.75	3.75	3.75	4	4	4	4	4	4
City Clerk	3	3	3	3	3	3	3	3	3	3
Community Development	22	20.4	20.4	21.4	22.4	24	26	26	26	26
Fire	63	65	65	69	69	71	77	77	77	78
Human Resources	5	5	5	5	5	5.5	5.5	5.25	5.5	6
Intergov't Affairs & Econ, Dev.	0	0	0	0	0	0	0	0	0	0
Library	11	11	10.5	10.5	10.5	10.5	12.75	12.75	12.75	12
Office of Management & Budget	20	19	20	20	21	21.5	23.5	24.25	24	24
Parks & Recreation	43	43.4	42.4	44.8	46	46	48	48	48	48
Police Department	98.5	97.5	97.5	98.5	101.5	103.5	107.5	107.5	107.5	107.5
Public Works	51	46.9	45.9	45.9	47.7	48.4	49.25	34.4	34.4	34.55
Utilities	90.25	89.95	91.95	94.2	97.2	98.1	100.4	100.85	100.85	108.45
	<u>421.00</u>	<u>415.40</u>	<u>415.90</u>	<u>426.80</u>	<u>437.80</u>	<u>446.00</u>	<u>466.90</u>	<u>452.50</u>	<u>452.50</u>	<u>461.25</u>

Source: City Budget

Schedule 17
CITY OF FOLSOM, CALIFORNIA
Operating Indicators by Function/Program
Fiscal Year 2021, With Ten Year Trend Analysis

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police (1)										
Misdemeanor and felony arrests	1,324	1,410	1,414	1,257	1,251	1,023	1,226	1,126	1,412	1,311
Traffic citations	6,180	6,144	3,882	2,997	2,575	2,130	2,512	4,574	5,058	3,115
Traffic collisions	1,410	1,328	1,166	1,528	1,673	1,639	1,583	861	1,088	1,324
Fire										
Ambulance transports	3,099	3,186	3,367	3,819	4,045	4,446	5,275	4,933	4,842	4,979
Medical responses	3,526	3,485	3,671	4,369	4,748	5,105	6,025	5,973	5,945	6,675
Inspections completed	1,850	1,066	1,035	1,460	506	1,017	1,439	684	937	952
Other public works										
Lane miles of street overlay	7.2	-	4	8	2	-	8	-	1	0
Curb miles of streets swept	568	1,807	2,511	4,275	2,930	3,900	4,300	4,000	4,200	4,200
Hot pour crack seal applied (4)	104,480	103,020	80,200	150,000	390,000	350,000	400,000	320,000	70,000	50,000
Square feet of street patch	84,560	408,000	187,650	200,000	75,000	450,000	415,000	106,500	120,000	10,000
Number of miles of road added	-	-	1	1	1	-	2	7	13	25
Number of traffic signals added	-	-	-	1	-	1	6	1	3	1
Number of streetlights added	4	-	19	15	35	14	131	4	147	29
Miles of storm drains added	0.1	0.3	0.5	0.6	0.2	-	8	6	5	1
Area of Slurry Seal applied (sq ft)	1,895,800	1,034,100	1,500,000	2,250,000	-	-	4,350,000	1,000,000	2,440,000	1,740,000
Parks and Recreation										
Aquatic center paid admissions	63,840	68,257	62,668	58,694	61,731	56,586	48,978	33,895	30,117	49,134
Community facilities reservations	2,801	2,949	3,449	3,269	3,115	3,315	2,859	2,188	1,318	2,859
Community facilities paid rentals	1,007	1,113	1,107	1,111	1,059	1,127	1,086	678	448	644
Total park acreage	439	439	439	439	439	451	456	456	479	479
Open space acreage	420	420	499	631	631	631	631	631	824	824
Trails maintenance	36	36	36	45	48	48	50	48.5	50.1	53
Recreation program participation	540,688	559,776	524,545	560,973	523,268	542,249	515,120	366,198	119,367	224,650
Zoo attendance	121,387	123,440	121,360	116,057	121,953	143,367	134,741	87,019	55,750	109,795
Library										
Volumes in collection	103,253	96,833	92,979	91,519	89,133	92,033	94,960	97,777	100,710	95,670
Total volumes borrowed	564,434	608,536	609,441	613,597	603,421	618,458	644,158	501,160	408,312	557,266
Water										
New connections	187	356	348	268	180	253	501	406	782	1,135
Water main breaks	5	3	8	5	1	4	1	1	1	4
Average consumption (gal/day)	20.3 MGD	16.6 MGD	14.9 MGD	14.2 MGD	16.65 MGD	17.35 MGD	15.44 MGD	16.81 MGD	17 MGD	15.4 MGD
Plant capacity (gal/day)	50 MGD	50 MGD	50 MGD	50 MGD	50 MGD	50 MGD	50 MGD	50 MGD	50MGD	50 MGD
Wastewater										
Average daily sewage treatment (thousands of gallons)										
Daily average flow in gallons	6.22 MGD	5.75 MGD	5.75 MGD	5.98 MGD	8.03 MGD	7.1 MGD	7.1 MGD	7.1 MGD	7.1 MGD	7.1 MGD
Pump station capacity (gal/day) (2)	14.2 MGD	14.2 MGD	14.2 MGD	14.2 MGD	14 MGD	14 MGD	41 MGD	43.9 MGD	43.9 MGD	43.9 MGD
Refuse collection										
Solid Waste (tons per day)	136	136	140	144	150	151	152	151	155	154
Recycling (tons per day)	39	38	41	44	44	40	39	39	43	46
Organics (tons per day)	35	33	34	36	40	38	44	41	37	37
Transit (3)										
Total route miles	184,727	175,402	195,390	200,897	195,989	197,147	113,043	N/A	N/A	N/A
Passengers-Folsom Stage Line	79,787	92,489	91,930	83,180	92,282	89,794	50,183	N/A	N/A	N/A
Passengers-Light Rail	745,108	734,500	702,935	689,935	619,684	627,850	722,364	N/A	N/A	N/A

Source: City of Folsom

- (1) Prior to FY 2013, Police statistics were for calendar, not fiscal year
- (2) Beginning in FY19, pump station capacity includes capacity for each lift station
- (3) Transit route miles and Folsom Stage Line passengers are through 2/1/2019 as Transit operations were annexed by the Sacramento Regional Transit District effective 2-4-19
- (4) Beginning in FY 2021 item measured in pounds instead of lineal ft.

Schedule 18
CITY OF FOLSOM, CALIFORNIA
Capital Asset and Infrastructure Statistics by Function/Program
Fiscal Year 2022, With Ten Year Trend Analysis

<u>Function/Program</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Public Works					
Miles of streets	259	300	301	302	303
Number of street lights	6,703	6,699	6,699	6,714	6,749
Number of traffic signals (1)	118	118	118	119	119
Culture and recreation					
Zoo	1	1	1	1	1
Community centers	4	4	4	4	4
Community clubhouse	2	2	2	2	2
Parks	46	46	46	46	46
Park acreage	439	439	439	439	439
Swimming pools	3	3	3	3	3
Tennis courts	23	23	23	23	23
Fire Stations	4	4	4	4	4
Police					
Stations	1	1	1	1	1
Patrol Units	52	56	54	53	53
Sewage System					
Miles of sanitary sewers (2)	267	267	267	267	268
Number of pump stations	15	15	15	15	14
Number of service connections	21,974	22,295	22,743	22,927	22,974
Water					
Miles of water mains	343	343	343	343	346
Number of service connections	19,563	19,919	20,267	20,535	20,755
Number of fire hydrants (3)	2,921	2,977	2,989	2,996	2,994
Daily average consumption in gallons	20.3	16.6 MGD	14.9 MGD	14.2 MGD	16.65 MGD
Maximum daily capacity of plant in gallons	50 MGD	50 MGD	50 MGD	50 MGD	50 MGD
Drainage System					
Miles of storm drains	250	250	250	250	250

Source: City of Folsom

- (1) Beginning in FY 2019, excludes signals located within City boundaries but not owned or maintained by the City
(2) Beginning in FY 2019, excludes private or abandoned sewer lines
(3) Beginning in FY 2019, excludes San Juan, private, and blow-off hydrants

Schedule 18
CITY OF FOLSOM, CALIFORNIA
Capital Asset and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years

2018	2019	2020	2021	2022	<u>Function/Program</u>
					Public Works
303	305	312	325	350	Miles of streets
6,749	6,806	6,810	6,957	6,986	Number of street lights
122	107	108	111	112	Number of traffic signals
					Culture and recreation
1	1	1	1	1	Zoo
4	4	4	4	4	Community centers
2	2	2	2	2	Community clubhouse
47	48	48	48	48	Parks
451	456	456	456	479	Park acreage
3	3	3	3	3	Swimming pools
25	25	25	25	23	Tennis courts
5	5	5	5	5	Fire Stations
					Police
1	1	1	1	1	Stations
59	60	64	64	54	Patrol Units
					Sewage System
285	261	272	279	282	Miles of sanitary sewers
14	17	17	17	17	Number of pump stations
23,506	23,525	23,962	24,483	25,498	Number of service connections
					Water
365	367	367	376	419	Miles of water mains
21,177	21,602	21,851	22,633	23,770	Number of service connections
3,434	3,174	3,234	3,456	3,686	Number of fire hydrants
17.35 MGD	15 MGD	16.81 MGD	17 MGD	15.4 MGD	Daily average consumption in gallons
50 MGD	50 MGD	50 MGD	50 MGD	50 MGD	Maximum daily capacity of plant in gallons
					Drainage System
250	258	264	269	270	Miles of storm drains

Schedule 19
CITY OF FOLSOM, CALIFORNIA
Miscellaneous Statistics
Fiscal Year 2022, With Ten Year Trend Analysis

	Education				Hospitals	
	Elementary schools	Secondary schools	Number of school instructors - FTE	Community colleges	Number of hospitals	Patient beds
2013	10	5	452	1	1	131
2014	10	5	453	1	1	131
2015	10	5	489	1	1	131
2016	10	5	540	1	1	131
2017	10	5	550	1	1	131
2018	10	5	552	1	1	131
2019	10	5	556	1	1	131
2020	10	5	511	1	1	131
2021	10	5	507	1	1	131
2022	11	5	542	1	1	131

Sources: Folsom Cordova Unified School District, City of Folsom
 Mercy Hospital of Folsom