



City of Elk Grove
California



Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2025



CITY OF ELK GROVE, CALIFORNIA
Incorporated July 1, 2000

ANNUAL COMPREHENSIVE
FINANCIAL REPORT

PREPARED BY THE FINANCE DEPARTMENT-
ACCOUNTING DIVISION

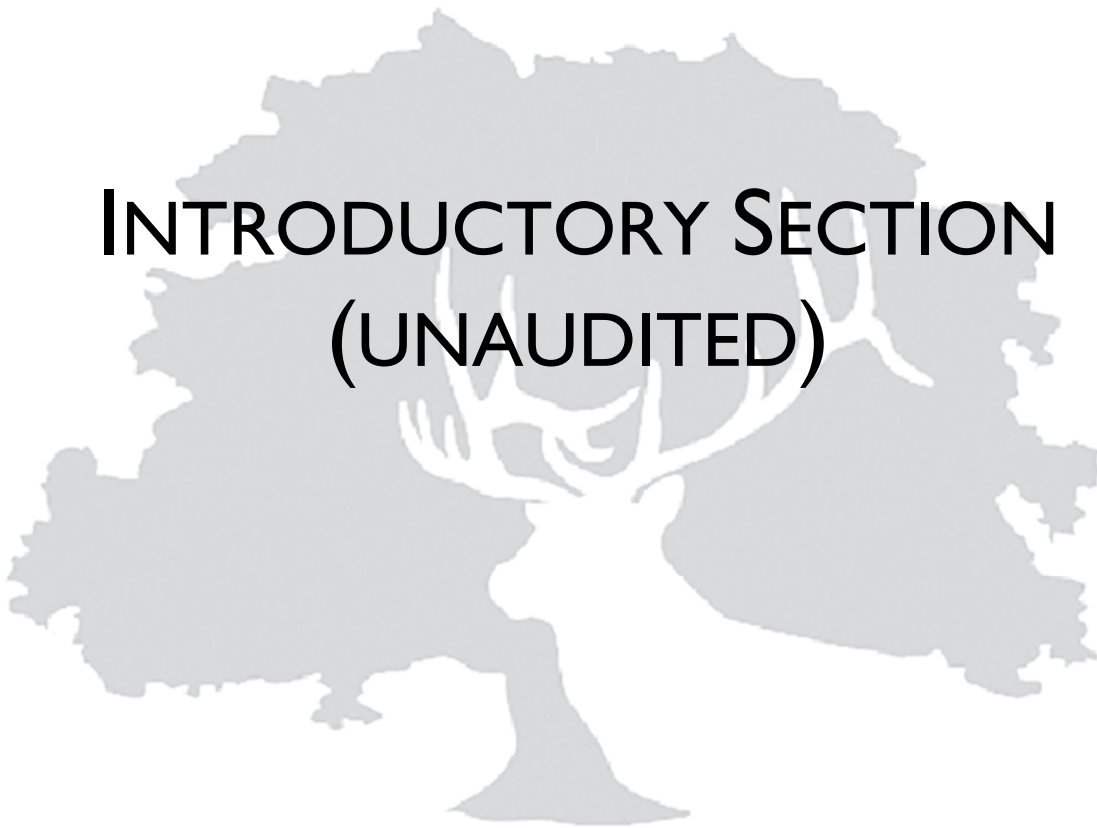
Fiscal Year Ended June 30, 2025



ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2025

INTRODUCTORY SECTION (UNAUDITED)



CITY OF ELK GROVE, CALIFORNIA

Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025

TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTORY SECTION (unaudited)	
Letter of Transmittal	I
Certificate of Achievement for Excellence in Financial Reporting – Government Finance Officers Association	VIII
Organizational Chart.....	IX
City Council.....	X
Executive Team	XI
Location Map.....	XII
Acknowledgement	XIII
 FINANCIAL SECTION	
Independent Auditor’s Report.....	1
Management’s Discussion and Analysis (unaudited)	5
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position.....	19
Statement of Activities.....	20
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	22
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position – Governmental Activities.....	25
Statement of Revenues, Expenditures and Changes in Fund Balances.....	26
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Government–Wide Statement of Activities – Governmental Activities.....	28
Proprietary Funds:	
Statement of Fund Net Position	29
Statement of Revenues, Expenses and Changes in Fund Net Position	30
Statement of Cash Flows.....	31
Fiduciary Funds:	
Statement of Fiduciary Net Position	32
Statement of Changes in Fiduciary Net Position.....	33
Notes to Financial Statements.....	35
Required Supplementary Information (unaudited):	
Budgetary Comparison Schedules:	
General Fund.....	101
Affordable Housing Special Revenue Fund.....	102
Wilton Rancheria MOU Fund.....	103
Notes to Budgetary Comparison Schedules.....	105
Schedule of Changes in the City’s Net OPEB Liabilities and Related Ratio.....	106
Schedule of City’s OPEB Contributions.....	108
Schedule of Investment Returns.....	110
Schedule of the City’s Proportionate Share of the Net Pension Liability.....	112
Schedule of Contributions.....	113

CITY OF ELK GROVE, CALIFORNIA

**Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025**

TABLE OF CONTENTS

	<u>Page</u>
Supplementary Information (unaudited)	
Combining and Individual Fund Statements and Schedules:	
Nonmajor Governmental Funds:	
Combining Balance Sheet	117
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	118
Special Revenue Funds:	
Definition	119
Nonmajor Special Revenue Funds:	
Combining Balance Sheet	122
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	128
Budgetary Comparison Schedules:	
Recycling Grant Fund	133
Used Oil Grant Fund	134
Household Hazardous Waste Fund	135
Tire Collection & Disposal Grant.....	136
BSCC Local Police Grant.....	137
OTS Grants Fund.....	138
Local Police Grants Fund	139
CA Law Enforcement Equipment Fund	140
Gas Tax Fund	141
SB1 Streets and Roads Fund	142
Agricultural Preservation Fund	143
Swainson’s Hawk Fund.....	144
Tree Mitigation Fund.....	145
Street Trench Cut Fee Fund.....	146
Community Development Block Grants Fund	147
State Homeless Appropriations Fund.....	148
Strategic Planning Grants Fund.....	149
Police Services CFD Funds.....	150
Maintenance Services CFD Funds	151
Street Maintenance District Funds	152
Street Lighting Maintenance District Fund	153
Asset Seizure – State and Federal Funds.....	154
Library Ownership Fund	155
HUD Home Grant	156
Neighborhood Stabilization Program Fund.....	157
Measure A Maintenance Fund	158
Development Services Fund.....	159
Performance Bond Fund.....	160
Donations and Community Programs Fund	161
Opioid Settlement Fund.....	162
Transit Fund	163
Disaster Recovery Fund	164

CITY OF ELK GROVE, CALIFORNIA

**Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025**

TABLE OF CONTENTS

	<u>Page</u>
Capital Projects Funds:	
Definition	165
Major Capital Projects Funds:	
Supplemental Budgetary Comparison Schedules:	
Federal Capital Grants Fund.....	167
State Grants Fund	168
Roadway Fee Fund.....	169
Laguna Ridge CFD 2005-1 Fund	170
Nonmajor Capital Project Funds:	
Combining Balance Sheet	172
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	176
Budgetary Comparison Schedules:	
Measure A Construction Funds.....	179
LTF Bike & Pedestrians Fund.....	180
Capital Facilities Funds.....	181
Laguna West Service Area Fund.....	182
Lakeside Service Area Fund.....	183
In Lieu Funds	184
East Franklin CFD 2002-1 Fund	185
Poppy Ridge CFD 2003-1 Fund.....	186
District 56 Nature Area & OT Plaza Fund	187
Animal Shelter Fund	188
Laguna CFD Fund.....	189
Laguna West CFD Fund.....	190
Lakeside CFD Fund.....	191
SEPA Mitigation Funds.....	192
PD Tenant Improvements Fund	193
Active Transportation Fee Fund.....	194
Mitigation and Fee Funds.....	195
Laguna Springs Open Space Reserve Permanent Fund:	
Balance Sheet	196
Statement of Revenues, Expenditures and Changes in Fund Balance	197
Budgetary Comparison Schedules.....	198
Debt Service Funds:	
Definition	199
Combining Balance Sheet	200
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	201
Budgetary Comparison Schedules:	
Elk Grove Finance Authority 2017 Debt Service Fund	202
Elk Grove Finance Authority 2018 Debt Service Fund	203
Elk Grove Finance Authority 2020 Debt Service Fund	204
Elk Grove Finance Authority 2022 Debt Service Fund	205

CITY OF ELK GROVE, CALIFORNIA

**Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025**

TABLE OF CONTENTS

	<u>Page</u>
Internal Service Funds:	
Definition	207
Combining Balance Sheet	208
Combining Statement of Revenues, Expenses and Changes in Fund Net Position	209
Combining Statement of Cash Flows	210
Custodial Funds:	
Definition	211
Combining Statement of Net Position	212
Combining Statement of Changes in Net Position	214
 STATISTICAL SECTION (unaudited)	
Table of Contents	219
Net Position by Component	220
Changes in Net Position	222
Fund Balances, Governmental Funds	226
Changes in Fund Balances, Governmental Funds	228
Assessed Value and Estimated Actual Value of Taxable Property	230
Direct and Overlapping Property Tax Rates	231
Principal Property Taxpayers	232
Property Tax Levies and Collections	233
Taxable Sales by Category	234
Direct and Overlapping Sales Tax Rates	236
Ratios of Outstanding Debt by Type	237
Direct and Overlapping Governmental Activities Debt	238
Legal Debt Margin	240
Demographic and Economic Statistics	242
Principal Employers	243
Government Employment Information	244
Operating Indicators by Function/Program	246
Capital Asset and Infrastructure Statistics by Function/Program	248

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January 20, 2026

Honorable Mayor,
Council Members,
Citizens of Elk Grove, California:

The Finance Department is pleased to present the Annual Comprehensive Financial Report (ACFR) of the City of Elk Grove (City) for the fiscal year ended June 30, 2025. The ACFR is hereby submitted in compliance with California Government Code that requires that the City issue an annual report on its financial position and activity, and that the report be audited by an independent firm of certified public accountants. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based on a comprehensive framework of internal control it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The City's financial statements were audited by Maze and Associates, Certified Public Accountants. The goal of the audit is to obtain reasonable assurance that the financial statements are free of material misstatements and are fairly presented in conformity with generally accepted accounting principles (GAAP). The City's auditors have issued an unmodified opinion on the City's financial statements for the fiscal year ended June 30, 2025. The independent auditor's report is presented as the first component of the financial section of this report.

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

PROFILE OF THE GOVERNMENT

The City of Elk Grove incorporated under California law on July 1, 2000, as a general law city. The City operates under the City Council/Manager form of government, under which the City Council has policy-making and legislative authority. The City Manager is responsible for carrying out the City Council's policies and ordinances, appointing department heads, and overseeing the City's operations. The City Council appoints the City Manager, City Attorney, and City Clerk. The City Council is a five-member body with a Mayor and four Councilmembers. The elected Mayor serves a two-year term and is elected citywide (at-large). The City votes by district (district-based) for Councilmember elections. A district-based approach means that the City is divided into districts with the voters of that district alone electing the Councilmember from that district.

Residents of the City may assist the City Council in formulating government policy by serving on a City commission, committee, or board. The following commissions, committees, and boards act in an advisory capacity to the City Council:

- Arts and Creative Economy Commission
- Disability Advisory Commission
- Diversity and Inclusion Commission
- Historic Preservation Committee
- Measure E Citizens' Oversight Committee
- Planning Commission
- Trails Committee
- Youth Commission

The City provides various services to its residents, including police, animal control, highways and streets, public improvements, planning and zoning, code enforcement, building permits, solid waste, drainage, and general administration. The Cosumnes Community Services District manages fire and parks/recreation services, while the Sacramento County Water Agency and the Elk Grove Water District provide water services. The Sacramento Area Sewer District provides sewer services.

The City's ACFR includes all City funds and reports all activities considered to be a part of, controlled by, and dependent on the City. GASB Statement No. 14, *The Financial Reporting Entity* requires the disclosure of blended and discretely presented component units.

The ACFR presents the financial status of the City and its two component units:

- City of Elk Grove Finance Authority
- City of Elk Grove Parking Authority

Component units are separate legal entities included in this report due to significant operational or financial relationships with the City. The Elk Grove Finance Authority is shown as a Debt Service Fund in the financial statements. The Elk Grove Parking Authority had no financial activity during fiscal year 2024-25. There were no discretely presented component units.

The accounts of the City are organized by funds, with each fund considered a separate accounting entity. The operation of each fund is accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures/expenses. Government resources are allocated to and accounted for in individual funds based on the purpose for which they are spent and how spending activities are controlled. Note 1B to the financial statements contains a complete explanation of each fund type.

The budget is prepared by City staff under the direction of the City Manager. A public hearing is held in May or June, and final adoption is required by the end of the fiscal year. Transfers between funds, appropriation of reserves, appropriations of unassigned reserves, and inter-fund loans require City Council action. The City Manager has the authority to transfer between departments, within a fund, or like funds.

THE LOCAL ECONOMY

In 1850, Elk Grove was established as a hotel and stagecoach stop. Located in the State of California (State), 15 miles south of historic Sutter’s Fort in Sacramento, Elk Grove became a crossroads for business, entertainment, mail service, and agriculture and acted as a home base for gold miners in nearby communities. After the early gold rush, a close-knit community evolved with a distinctly rural and western lifestyle. Today, the City of Elk Grove is a thriving community.

On March 7, 2000, voters passed Measure J to incorporate the communities of Sheldon, Elk Grove, and parts of Laguna into the new City of Elk Grove. The City of Elk Grove officially incorporated on July 1, 2000, with the newly elected City Council assuming management of most governmental aspects of living and doing business within the City. A second annexation occurred on December 15, 2003, to incorporate Laguna West into the City’s boundaries.

The City is approximately 42 square miles with 182,842 residents as of January 2025, an increase of 4,163 over the previous year. The City is the second-largest incorporated city within Sacramento County and the 26th-largest in California.

Despite continuing price increases and high interest rates, the U.S. economy and its consumers stayed resilient in 2025. The Federal Reserve has decreased interest rates several times due to cooling inflation and a softening labor market. Their approach seems successful as inflation continues to slow and approach the Fed’s 2% goal, and the economy has not gone into recessionary territory. The Federal Reserve also continues transitioning out of its bond-purchasing program (“quantitative easing”), which was implemented to support the economy during the pandemic. As mentioned earlier, the rate at which the price of goods and services continues to grow has decreased, as the Bureau of Labor Statistics indicates the 12-month percentage change in the Consumer Price Index in urban areas in October 2024 was 2.7%.

According to the Bureau of Economic Analysis, the Nation’s Gross Domestic Product (GDP) increased by an annualized rate of 4.3% in the third quarter, so the economy continues to grow reflecting increases in consumer spending, exports, and government spending that were partly offset by a decrease in investment. According to the Bureau of Labor Statistics, the nation’s unemployment rate continues to rise and is currently around 4.6%, but the rate in the Sacramento area was above that level for most of 2025.

United States

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct
2025	4.0	4.1	4.2	4.2	4.2	4.1	4.2	4.3	4.4	-

Sacramento-Roseville-Arden-Arcade MSA

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct
2025	5.0	4.9	4.7	4.5	4.3	5.3	5.6	5.4	5.2	-

Elk Grove experienced home value decreases in 2025 after experiencing price increases in 2024, although total sales were down as current interest rates discourage existing homeowners from listing their properties for sale. The median home price in Elk Grove is approximately \$626,000, which is a 3.8% decrease over the past year. Home prices are expected to moderately increase in 2026.

FINANCIAL CONDITION HIGHLIGHTS

The City's General Fund discretionary revenues performed above expectations in 2024-25, and General Fund expenditures were \$3.2 million below expectations. General Fund revenues were \$13.5 over budget. Overall revenues were higher by 9.2% from the previous year, however, this was largely due to a 6.7% increase in tax income as well as an 5.8% increase in investment income. Sales tax receipts, which are the City's largest revenue source, increased 7.7% from the last fiscal year and were 11.4% higher than budgeted expectations in fiscal year 2024-25.

Property valuations decreased as of January 1, 2025, by 2.9% in Sacramento County and 3.8% in Elk Grove, with expectations that the City will experience increases between 2% and 3% into the future. Construction activity has continued to be strong in Elk Grove as evidenced by the number of building permits estimated to be issued in the current year:

	Residential Permits	Commercial Permits
2024-25 (est.)	1,168	27
2023-24	1,074	12
2022-23	647	25
2021-22	552	15
2020-21	751	8

The City's General Fund Reserve Policy

On April 24, 2019, the Council adopted the City's Fund Balance Reserve Policy that states the City Council will set an annual General Fund Reserve for Economic Uncertainty target level amount to 20% and 25% of General Fund adjusted appropriations to assist with economic uncertainty, emergencies, and cash flow needs. The Council also adopted an additional reserve fund between 0% and 5% of adjusted appropriations called the Opportunity Reserve that provides funding for projects, acquisitions, or unforeseen events or needs. Allocation of reserves beyond the combined Reserve for Economic Uncertainty and Opportunity Reserve level of 30% of adjusted appropriations are allocated to two purposes: 50% to Capital Reserves and 50% to Economic Development, provided that reserve balances in the next budget year are adequately meeting target ranges. The City can also contribute excess funds to its Pension Trust.

In fiscal year 2024-25, the Reserve for Economic Uncertainty is approximately \$22 million, which is 25% of the adjusted expenditures of \$87.0 million. The Opportunity Reserve is \$4.3 million, which is 5% of adjusted expenditures, and the policy transfers to the Capital Reserve and Economic Development Funds are \$6.8 million and \$13.2 million each; respectively, or 4.3% and 15.2% each of adjusted General Fund Expenditures, respectively. Additionally, the City contributed \$5.9 million of excess reserves from fiscal year 2024-25 to the City's Pension Trust Fund.

The City stopped making additional payments to CalPERS during fiscal year 2023-24 and began making payments instead to its newly formed Pension Trust Fund. The City has contributed approximately \$13.5 million to the Trust to manage the City's unfunded pension liability. The City also typically pays its entire unfunded accrued liability invoice when it is due in July to avoid paying interest on that amount. These approaches reduce the City's pension liability and its required unfunded liability payments. As of June 30, 2025, the City's overall funded status was 88%, which places Elk Grove among the top-funded tiers of all local governments.

The Statement of Net Position (revenues and sources of funds less expenses and uses of funds) for the City is approximately \$1.6 billion. The City's net position is roughly \$90 million higher, or 5.6% higher, than the prior fiscal year.

The City's 5-Year General Fund Forecast

The City's 5-year General Fund forecast shows a structurally balanced budget (where revenues are more than expenditures) with fully funded Reserves for Economic Uncertainty and Opportunity Reserves throughout the forecast period. Transfers to the Capital Reserve and Economic Development Reserve are also made yearly.

Access to Financial Markets

The City has four long-term bonds backed by the General Fund that funded the construction of the City Hall complex, the Animal Shelter, the District56 Nature Area, the Old Town Plaza, and various Police facilities. The last rating action on the City's General Fund-backed debt was a Standard & Poor's rating of "AA" with a stable outlook in March 2022. The City accessed the financial markets in 2024 to issue land-based debt to support residential and industrial/commercial development.

The Elk Grove Safety and Quality of Life measure ("Measure E")

In response to community input and to address essential services, the Elk Grove City Council placed Measure E on the November 2022 ballot at its July 27, 2022, meeting. Measure E is a one-cent transactions and use tax estimated to generate approximately \$34 million annually. The tax is a general tax subject to majority voter approval, and approximately 54% of Elk Grove's voters approved the measure. The tax became effective in April 2023 and is shared between the City and the Cosumnes Community Services District.

A New Zoo in Elk Grove

In September 2021, the Sacramento Zoological Society and the City of Elk Grove entered into an Exclusive Negotiating Agreement to evaluate creating a new, modern zoological park in Elk Grove. Since then, activities include completing a feasibility study and an economic impact analysis, retaining renowned zoo landscape architecture firm SHR Studios, developing a schematic design and a financing plan, completing an environmental impact review and entering into a cost-sharing agreement with the Society. In 2024, the Planning Commission and City Council formally considered and approved the new zoo project. The City purchased approximately 60 acres for the new zoo. Between summer 2022 and fall 2023, the zoo's design evolved, with a strong emphasis on environmental responsibility. On April 25, 2025, the Sacramento Zoological Society provided the City with a formal notice stating they no longer see the zoo project as viable and their intent to terminate the contract. On May 28, 2025, the City council of the City of Elk Grove approved the termination of the contract.

Pension Funding Policy

In February 2024, the City established the Public Agencies Post Employment Benefits Trust (Pension Trust) to help prefund its pension obligations and have more control over when and how prepayment funds are used. In September 2024, the City Council adopted the Pension Funding Policy, which established goals to achieve a 90% funded status in each of its pension plans and to accumulate an amount in the Pension Trust sufficient to generate investment earnings to cover the City's Unfunded Accrued Liability payment to CalPERS. The Pension Trust Fund balance as of June 30, 2025, was \$8.1 million, and the City subsequently contributed \$5.8 million to the Trust. Per City Council direction, the additional contribution occurred following the close of the fiscal year and in coordination with the Year-End Budget-to-Actuals Report presented in November 2025 and brings the City's total contribution to the Pension Trust to approximately \$14 million.

DEBT POLICY AND ANNUAL CONTINUING DISCLOSURES

The City's debt policy is on its website as part of the Annual Budget book.

<https://elkgrove.gov/finance/annual-budget>

The City's annual financial disclosures are available on the Municipal Securities Rulemaking Board's and Electronic Municipal Market Access website at <http://emma.msrb.org>.

INVESTMENT POLICY

The City adopts an annual investment policy that provides guidelines for the City's prudent investment of cash balances. The City contracts with Chandler Asset Management for the day-to-day management of the City's long-term investment portfolio. The Finance Department oversees the City's long-term investment portfolio management and liquid cash requirements. The City's investment policy is summarized in the Annual Budget document and in the June 11, 2025, staff report that presented the fiscal year 2024-25 Budget to the Council for approval:

<https://elkgrove.gov/finance/annual-budget>

CASH AND INVESTMENTS

The California Government Code and the City's investment policy adopted in compliance with that Code define how the City can invest its cash. The City's policy also outlines the principles for maximizing the efficiency of its cash management operations while meeting its daily cash flow demands. The average overall return rate on funds not held by fiscal agents for the fiscal year ending June 30, 2025 was approximately 3.52%. This amount includes both realized and unrealized gains distributed to funds. Absent unrealized Fair Market Value losses and Accrued Interest amounts distributed on June 30, 2025, distributed returns would have been approximately 3.06%. Additional information on the City's cash and investment management can be found in Notes 1 and 2 in the notes to the financial statements.

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its ACFR for the fiscal year ending June 30, 2024. The organization of the City's ACFR follows the guidelines set forth by GFOA. This was the twenty-third consecutive year the City has been recognized with this award.

To be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized comprehensive annual financial report in which the contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The City of Elk Grove also received the GFOA's Award for Outstanding Achievement in Popular Annual Financial Reporting for the fiscal year ended June 30, 2024. To qualify for the award, a government must publish a report that conforms to program standards of creativity, presentation, understandability, and reader appeal.

The preparation of the ACFR was made possible by the dedicated service of the Finance Department's Accounting Division. I want to express my appreciation and gratitude to Marsha Ley, who led the team of Eric Swensen, Olga Voronova, Isabel Gonzalez, and Jennifer Jacobs for their contributions, dedication, and hard work made in the preparation of the report. We also want to thank the other employees of the Finance Department as well as those in other City departments who contributed to the preparation of this report.

The staff of Maze and Associates, Certified Public Accountants, who made this presentation possible, also warrant recognition and appreciation.

Finally, I want to thank the Mayor, Members of the City Council, the City Manager, and Department Heads for their interest and support in planning and conducting the City's financial operations responsibly and prudently.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Rajneil Prasad". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Rajneil Prasad
Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Elk Grove
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO





From left to right:

Bobbie Singh-Allen, Mayor; Darren Suen, Vice Mayor;

Rod Brewer, Councilmember; Kevin Spease, Councilmember; Sergio Robles, Councilmember.



ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2025

EXECUTIVE TEAM

Jason Behrmann, City Manager

Jaqui Guzman, Assistant City Manager

Kara Reddig, Deputy City Manager

Rajneil Prasad, Finance Director

Bobby Davis, Chief of Police

Jonathan Hobbs, City Attorney

Jason Lindgren, City Clerk

Maryam Hussain, Interim Human Resources Director

Nicole Guttridge, Chief Information Officer

Jeff Werner, Public Works Director

Darrel Doan, Economic Development Director

Christopher Jordan, Community Development

Director

LOCATION MAP



ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2025

ACKNOWLEDGEMENT

Prepared by the City of Elk Grove Finance Department
Accounting Division

Marsha Ley, Accounting Manager
Eric Swensen, Senior Accountant
Olga Voronova, Senior Accountant
Jennifer Jacobs, Administrative Assistant



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ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2025

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Honorable Members of the City Council
City of Elk Grove, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Elk Grove (City), California, as of and for the year ended June 30, 2025, 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirement 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.

Responsibility of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and other Required Supplementary Information as listed in the Table of Contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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 accompanying Supplementary Information, as listed in the Table of Contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information 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 Section and Statistical Section listed in the Table of Contents, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 20, 2026, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Pleasant Hill, California
January 20, 2026

Management's Discussion and Analysis (unaudited)

This section of the City of Elk Grove's (City) Annual Comprehensive Financial Report discusses and analyzes the City's financial performance during the year ended June 30, 2025. Please read it in conjunction with the City's basic financial statements following this section.

FISCAL YEAR 2025 FINANCIAL HIGHLIGHTS

- The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of the 2024-25 fiscal year by \$1.6 billion (Net Position). Of this amount approximately \$599 million is restricted for capital projects, debt service, and legally segregated taxes, grants, and fees; and \$951 million is invested in capital assets.
- As of June 30, 2025, the governmental funds reported combined fund balances of \$615 million, all of which are available to meet the City's current and future needs (Restricted, Committed, Assigned, and Unassigned balances).

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's financial statements are comprised of the following components:

- Government-wide financial statements
- Fund financial statements
- Notes to the basic financial statements
- Required Supplementary Information and Supplementary Information are included in addition to the basic financial statements
- Statistical information

Government-wide Financial Statements

Government-wide Financial Statements are designed to provide readers with a broad overview of the City's finances, like a private-sector business.

The Statement of Net Position presents information on all City Assets and Deferred Outflows and Liabilities and Deferred Inflows, with the difference reported as Net Position. Over time, increases or decreases in Net Position may serve as a useful indicator of whether the City's financial position is improving or deteriorating.

The Statement of Activities presents information showing how 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 (e.g., uncollected taxes and earned but unused annual and administrative leave).

These government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions intended to recover all or a portion of their costs through user fees and charges (business-type activities). The City's governmental activities include general government, public safety, public ways and facilities, and community development. The City's business-type activities include Recycling and Waste, Transit, and Drainage. **The government-wide financial statements can be found on pages 19-21 of this report.**

Fund Financial Statements

Fund Financial Statements are groupings of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other governmental entities, uses fund accounting to ensure and demonstrate finance-related legal compliance. All City funds can be divided into three categories: governmental, proprietary, and fiduciary.

- **Governmental funds** 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 focus on near-term inflows and outflows of spendable resources and balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a city's near-term financing requirements. The City considers revenue to be available if collected within 60 days after the fiscal year-end. Because the information does not encompass the additional long-term focus of the government-wide statements, reconciliations that explain the relationship (or differences) between governmental funds and activities follow the governmental fund statement. **The governmental funds financial statements can be found on pages 22-28 of this report.**
- **Proprietary funds** are maintained in two ways: Enterprise Funds and Internal Service Funds. Enterprise funds report the same functions presented as business-type activities in the government-wide financial statements, only in more detail. The City uses enterprise funds to account for Recycling and Waste, Transit, and Drainage enterprises. Internal service funds are an accounting device that accumulates and allocates costs internally among the City's various functions. The City uses internal service funds for its risk management, facilities, fleet and equipment maintenance and improvement, information technology, and GIS services. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. The City's internal service funds are combined into a single, aggregated presentation in the proprietary funds' financial statements. Individual fund data for the internal service funds is provided in the supplementary information section of this report. **The proprietary funds financial statements can be found on pages 29-31 of this report.**
- **Fiduciary funds** account for resources held for the benefit of parties outside the government. They are not reflected in the government-wide financial statements because their resources are not available to support the City's programs. The accounting used for fiduciary funds is similar to that used for proprietary funds. **The fiduciary fund financial statements can be found on pages 32-33 of this report.**

Notes to the Basic Financial Statements

Notes to the Basic Financial Statements provide additional information essential to comprehending the data provided in the government-wide and fund financial statements. **The notes can be found on pages 35-97 of this report.**

Required Supplementary Information

Required Supplementary Information is presented on the General Fund and major Special Revenue Fund budgetary schedules. The City adopts an annual appropriated budget for its General Fund. To demonstrate compliance with this budget, a budgetary comparison schedule has been provided for the General Fund. **The required supplementary information can be found on pages 101-113 of this report.**

Supplementary Information

The combining and individual fund statements and schedules information for non-major governmental funds, enterprise, and internal service funds are presented immediately following the required supplementary information. **Combining and individual fund statements and the supplementary budgetary comparison schedule for the major capital projects fund can be found on pages 117-205 of this report.**

FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE STATEMENTS

This analysis focuses on the Net Position and changes in the City's Net Position.

	Statement of Net Position Governmental Activities			Statement of Net Position Business-type activities			Total	
	2025	2024	Change	2025	2024	Change	2025	2024
Current and other assets	\$ 699,588,631	\$ 614,729,947	\$ 84,858,684	\$ 40,910,941	\$ 37,133,300	\$ 3,777,641	\$ 740,499,572	\$ 651,863,247
Capital assets	988,071,927	1,005,964,064	(17,892,137)	38,719,301	39,075,837	(356,536)	1,026,791,228	1,045,039,901
Total Assets	1,687,660,558	1,620,694,011	66,966,547	79,630,242	76,209,137	3,421,105	1,767,290,800	1,696,903,148
Deferred outflows of resources related to pensions	17,367,099	22,731,591	(5,364,492)	-	-	-	17,367,099	22,731,591
Deferred outflows of resources related to OPEB	7,813,036	8,706,996	(893,960)	-	-	-	7,813,036	8,706,996
Total Deferred Outflows of Resources	25,180,135	31,438,587	(6,258,452)	-	-	-	25,180,135	31,438,587
Current and other liabilities	57,312,366	79,861,922	(22,549,556)	1,976,365	1,356,421	619,944	59,288,731	81,218,343
Long-term liabilities	73,354,563	76,819,610	(3,465,047)	156,299	106,264	50,035	73,510,862	76,925,874
Total Liabilities	130,666,929	156,681,532	(26,014,603)	2,132,664	1,462,685	669,979	132,799,593	158,144,217
Deferred inflows of resources related to pensions	2,094,221	2,957,304	(863,083)	-	-	-	2,094,221	2,957,304
Deferred inflows of resources related to OPEB	6,595,165	5,623,403	971,762	-	-	-	6,595,165	5,623,403
Deferred inflows of resources related to leases	1,812,879	2,311,479	(498,600)	-	-	-	1,812,879	2,311,479
	10,502,265	10,892,186	(389,921)	-	-	-	10,502,265	10,892,186
Net Position:								
Net investment in Capital Assets	951,037,721	971,674,661	(20,636,940)	38,719,301	39,075,837	(356,536)	989,757,022	1,010,750,498
Restricted Net Position	598,924,100	452,376,020	146,548,080	-	-	-	598,924,100	452,376,020
Unrestricted Net Position	21,709,678	60,508,199	(38,798,521)	38,778,277	35,670,615	3,107,662	60,487,955	96,178,814
Total Net Position	\$ 1,571,671,499	\$ 1,484,558,880	\$ 87,112,619	\$ 77,497,578	\$ 74,746,452	\$ 2,751,126	\$ 1,649,169,077	\$ 1,559,305,332

The City's Net Position totaled \$1.6 billion as of June 30, 2025, an increase of \$90 million as compared to the fiscal year ended 2024.

The Net Position is reflected in the Statement of Net Position table on page 19.

The City's Government-Wide Net Position as of June 30, 2025, was comprised of the following elements:

- Cash and investments comprised \$610 million in the City's treasury and \$23 million of restricted cash held by fiscal agents. Substantially all the City treasury amounts were held in relatively short- and medium-term investments in securities to support operating activities, as detailed in Note 2 on pages 48-54 of the financial statements.
- The City's receivables comprised \$34 million of current receivables and long-term receivables of \$73 million, which are over one-year or longer periods. The terms and details of these programs can be found in Note 3 on pages 55-56.
- Net capital assets of over \$1 billion include the City's entire infrastructure in addition to all other City assets.
- The City's current liabilities, totaling approximately \$54 million, consist primarily of accounts payable, refundable deposits, unearned revenue, and other miscellaneous liabilities. Unearned revenue decreased by approximately \$27 million, primarily due to reimbursements associated with the Statewide Community Infrastructure Program (SCIP) and the Bond Opportunities for Land Development (BOLD) program. These programs support infrastructure improvements and large-scale real estate developments that require significant capital investment. During the year, several City development projects—including Souza Dairy, Madeira Ranch, Telos Greens, and Fieldstone North—were reimbursed through the SCIP and BOLD programs.
- Restricted Net Position, totaling \$599 million; \$388 million to construct specified capital projects, and \$211 million may be spent on other projects specified by funding source restrictions.

Governmental Activities

Government Activities – Net Position

This analysis focuses on the net position and changes in net position of the City’s governmental activities, presented in the Government-wide Statement of Net Position and Statement of Activities.

	Statement of Net Position Governmental Activities		
	<u>2025</u>	<u>2024</u>	<u>Change</u>
Current and other assets	\$ 699,588,631	\$ 614,729,947	\$ 84,858,684
Capital assets	988,071,927	1,005,964,064	(17,892,137)
Total Assets	<u>1,687,660,558</u>	<u>1,620,694,011</u>	<u>66,966,547</u>
Deferred outflows of resources related to pensions	17,367,099	22,731,591	(5,364,492)
Deferred outflows of resources related to OPEB	7,813,036	8,706,996	(893,960)
Total Deferred Outflows of Resources	<u>25,180,135</u>	<u>31,438,587</u>	<u>(6,258,452)</u>
Current and other liabilities	57,312,366	79,861,922	(22,549,556)
Long-term liabilities	73,354,563	76,819,610	(3,465,047)
Total Liabilities	<u>130,666,929</u>	<u>156,681,532</u>	<u>(26,014,603)</u>
Deferred inflows of resources related to pensions	2,094,221	2,957,304	(863,083)
Deferred inflows of resources related to OPEB	6,595,165	5,623,403	971,762
Deferred inflows of resources related to leases	1,812,879	2,311,479	(498,600)
	<u>10,502,265</u>	<u>10,892,186</u>	<u>(389,921)</u>
Net Position:			
Net investment in Capital			
Assets	951,037,721	971,674,661	(20,636,940)
Restricted Net Position	598,924,100	452,376,020	146,548,080
Unrestricted Net Position	21,709,678	60,508,199	(38,798,521)
Total Net Position	<u>\$ 1,571,671,499</u>	<u>\$ 1,484,558,880</u>	<u>\$ 87,112,619</u>

Governmental Activities cash and investments increased by approximately \$101 million, primarily due to several factors, including an increase in collections from Measure E, a newly implemented one-cent transactions and use (sales) tax. In addition, payments were made for various deferred impact fee projects, including Kubota, Pardes, Lyla Apartments, and Poppy Grove. The General fund also realized a \$34 million increase due mainly to increased tax revenues and interest income while decreasing transfers out to other funds. Other significant contributors were the Affordable Housing Fund, Capital Facilities Funds, SEPA Mitigation Funds and Mitigation and Fee Funds, which all received higher fees, fines and licensing revenues and lower expenses as well as increased interest income. These funds combined to increase cash by \$59 million.

Current Governmental receivables increased by \$4.3 million in comparison to the prior year. The increase was mainly due to an increase in receivables from the state for grant funding. Long-term receivables decreased \$21 million due primarily to \$20 million of long-term development fees owed to the city in fiscal year 2024 being paid in fiscal year 2025. The City received \$11.8 million from the Poppy Grove development, \$5.6 million from Kubota and \$12.6 million from the Lyla and Pardes developments. These were offset by \$9 million in new development fee agreements.

Governmental current and other liabilities are comprised of accounts payable, retentions payable, salaries and benefits accruals, refundable deposits, and unearned revenues. Current liabilities decreased by \$23 million from the prior year due to the SCIP and BOLD unearned revenues being paid out.

Governmental long-term liabilities consist of bonds payable, compensated absences, net pension liability, subscription liabilities, and net OPEB liability. The long-term liabilities decreased \$3 million from the prior fiscal year. This was due to repayments of bonds payable, lease and subscription liabilities as well as slight reductions in the city's Net pension and OPEB liabilities.

**Changes in Net Position
Governmental Activities**

	<u>2025</u>	<u>2024</u>	<u>Change</u>
<i>Revenues:</i>			
Program revenues:			
Fees, fines and charges for services	\$ 74,134,558	\$ 64,487,624	\$ 9,646,934
Operating grants and contributions	62,651,893	49,864,317	12,787,576
Capital grants and contributions	16,095,464	13,080,283	3,015,181
	<u>152,881,915</u>	<u>127,432,224</u>	<u>25,449,691</u>
<i>General Revenues:</i>			
Property taxes	37,446,372	35,468,327	1,978,045
Sales and use taxes	40,344,609	37,454,184	2,890,425
Transaction and use tax	34,647,585	34,091,217	556,368
Other taxes	13,436,624	12,674,312	762,312
Investment Income	26,456,069	18,953,596	7,502,473
Gain on sale of capital assets	761	-	761
Other revenue	3,329,400	1,838,744	1,490,656
	<u>155,661,420</u>	<u>140,480,380</u>	<u>15,181,040</u>
Total Revenues	<u>308,543,335</u>	<u>267,912,604</u>	<u>40,630,731</u>
<i>Expenses:</i>			
General government	57,603,374	51,360,782	6,242,592
Public safety	71,106,706	63,615,168	7,491,538
Public ways and facilities	83,353,289	75,102,437	8,250,852
Community development	10,311,188	18,329,570	(8,018,382)
Interest on long-term debt	1,443,888	1,483,666	(39,778)
	<u>223,818,445</u>	<u>209,891,623</u>	<u>13,926,822</u>
Total Expenses	<u>223,818,445</u>	<u>209,891,623</u>	<u>13,926,822</u>
Excess (deficiency) before transfers	<u>84,724,890</u>	<u>58,020,981</u>	<u>26,703,909</u>
Transfers	2,387,729	921,760	1,465,969
Change in Net Position	<u>87,112,619</u>	<u>58,942,741</u>	<u>28,169,878</u>
Net Position - Beginning, as restated	<u>1,484,558,880</u>	<u>1,425,616,139</u>	<u>58,942,741</u>
Net Position - Ending	<u>\$ 1,571,671,499</u>	<u>\$ 1,484,558,880</u>	<u>\$ 87,112,619</u>

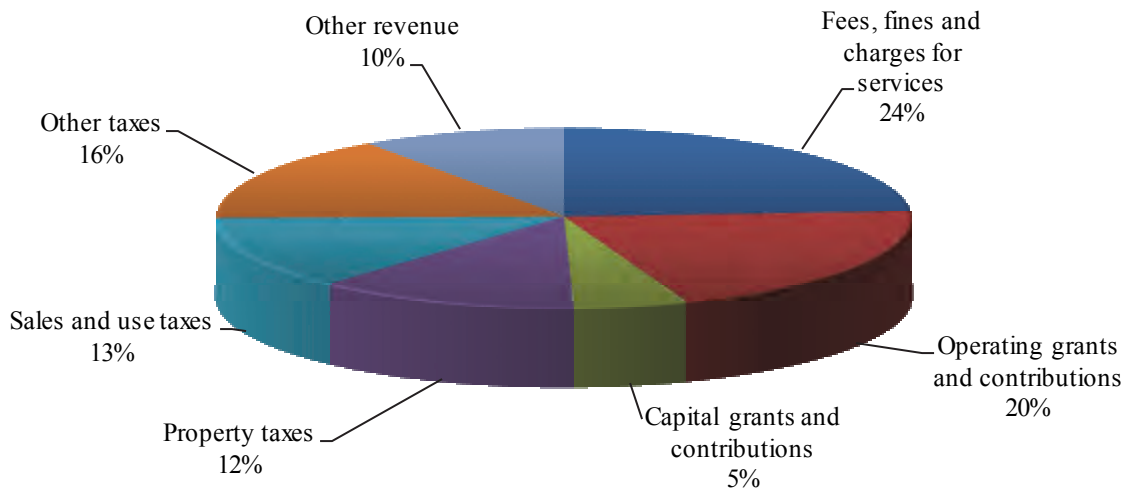
Fees, fines, and charges for services increased by approximately \$10 million. There was a \$4 million increase in Capital Fee Funds, \$1.5 million increase in both the SEPA Mitigation Funds and the Active Transportation Fee Fund Residential permit activity increased by approximately 9% compared to the prior year, fiscal year 2024 had 1,074 permits pulled as compared to 1,168 permits in fiscal year 2025.

Operating grants and contributions increased by \$12.8 million, primarily due to \$4 million additional grant funding from the state, \$2 million in contributions in the Zoo Partner Funding that did not occur in prior year and \$2.8 million increase in tax income in the Maintenance Services CFD funds. Capital grants and contributions also rose by \$3.0 million, due to federal and state grant activity.

General Revenue:

Property taxes increased by \$2 million or 5.6%. Growth in property taxes is driven by new construction, and supplemental property taxes from real estate sales. Sales taxes increased \$2.8 million from the prior fiscal year, reflecting the continued increased spending trend. The transaction and use tax increased by \$560,000 due to Measure E, a fairly new one-cent transactions and use (sales) tax approved by Elk Grove voters on November 8, 2022. The investment earnings increased \$7.5 million, driven by interest rates and rising cash balances. This is evidences of the city’s investment in longer-term investments with higher interest rates than in past years.

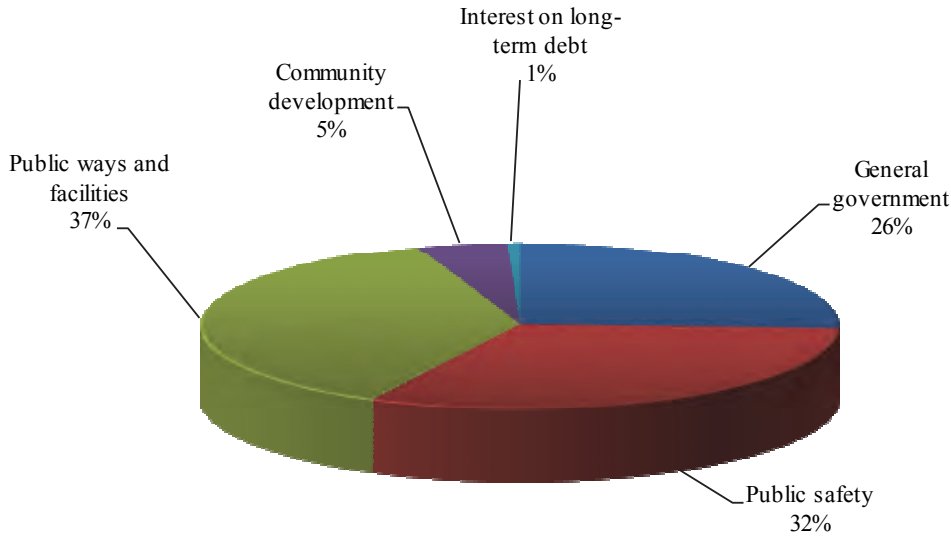
Revenue by Source - Governmental Activities



Functional expenses governmental activities:

Functional expenses increased by approximately \$14 million. The increase is driven by payroll and benefits as well as increased program expenditures. Payroll and benefits and program expenditures each increased \$7.0 million over last year.

Functional Expenses - Governmental Activities



Business-type Activities

The Statement of Net Position and Statement of Activities present a summary of the City’s business-type activities that are composed of the City’s enterprise funds.

	Statement of Net Position Business-type activities		
	2025	2024	Change
Current and other assets	\$ 40,910,941	\$ 37,133,300	\$ 3,777,641
Capital assets	38,719,301	39,075,837	(356,536)
Total Assets	<u>79,630,242</u>	<u>76,209,137</u>	<u>3,421,105</u>
Deferred outflows of resources related to pensions	-	-	-
Deferred outflows of resources related to OPEB	-	-	-
Total Deferred Outflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
Current and other liabilities	1,976,365	1,356,421	619,944
Long-term liabilities	156,299	106,264	50,035
Total Liabilities	<u>2,132,664</u>	<u>1,462,685</u>	<u>669,979</u>
Deferred inflows of resources related to pensions	-	-	-
Deferred inflows of resources related to OPEB	-	-	-
Deferred inflows of resources related to leases	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Net Position:			
Net investment in Capital Assets	38,719,301	39,075,837	(356,536)
Restricted Net Position	-	-	-
Unrestricted Net Position	<u>38,778,277</u>	<u>35,670,615</u>	<u>3,107,662</u>
Total Net Position	<u>\$ 77,497,578</u>	<u>\$ 74,746,452</u>	<u>\$ 2,751,126</u>

Business-type activities assets increased by \$3.4 million, primarily driven by a \$3.7 million increase in cash and investments. Although revenues remained relatively consistent compared to the prior year, cash and investments increased mainly due to lower cash outflows. This was largely attributable to reduced Capital Improvement Program (CIP) activity during the current year, which resulted in fewer capital-related expenditures. Business-type activities liabilities remained relatively unchanged from the prior year.

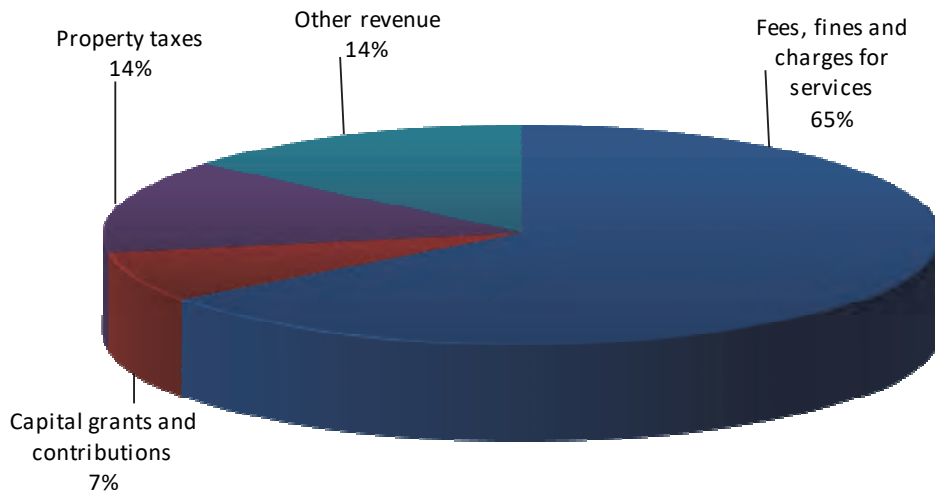
	<u>2025</u>	<u>2024</u>	<u>Change</u>
<i>Revenues:</i>			
Program revenues:			
Fees, fines and charges for services	\$ 9,507,101	\$ 9,192,880	\$ 314,221
Operating grants and contributions	-	-	-
Capital grants and contributions	1,049,239	945,299	103,940
	<u>10,556,340</u>	<u>10,138,179</u>	<u>418,161</u>
<i>General Revenues:</i>			
Property taxes	2,042,983	1,962,641	80,342
Gain on sale of capital assets	-	-	-
Interest income	2,020,046	1,644,889	375,157
	<u>4,063,029</u>	<u>3,607,530</u>	<u>455,499</u>
Total Revenues	<u>14,619,369</u>	<u>13,745,709</u>	<u>873,660</u>
<i>Expenses:</i>			
Recycling & Waste	3,135,813	2,675,734	460,079
Transit	-	-	-
Drainage	6,344,701	5,635,775	708,926
	<u>9,480,514</u>	<u>8,311,509</u>	<u>1,169,005</u>
Total Expenses	<u>9,480,514</u>	<u>8,311,509</u>	<u>1,169,005</u>
Excess (deficiency) before transfers	5,138,855	5,434,200	(295,345)
Transfers (net)	<u>(2,387,729)</u>	<u>(921,760)</u>	<u>(1,465,969)</u>
Change in Net Position	2,751,126	4,512,440	(1,761,314)
Net Position - Beginning	<u>74,746,452</u>	<u>70,234,012</u>	<u>4,512,440</u>
Net Position - Ending	<u>\$ 77,497,578</u>	<u>\$ 74,746,452</u>	<u>\$ 2,751,126</u>

Program and General Revenues:

Total business-type activities revenues remained relatively consistent compared to the prior year. Program revenues, consisting primarily of fees, fines, and charges for services, experienced no significant fluctuations and reflected stable operating activity. Capital grants and contributions increased modestly during the year.

General revenues remained stable overall, with a modest increase in interest income attributable to higher interest rates and strong cash and investment balances, partially offset by minimal changes in other general revenue sources, including property taxes.

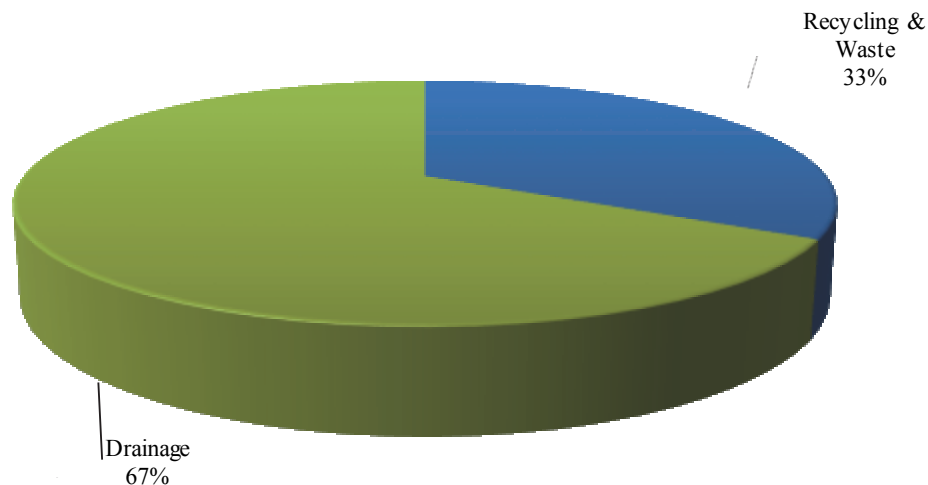
Revenue by Source - Business-type Activities



Expenses:

Total business-type activities expenses increased by \$1.2 million compared to the prior year. The increase was primarily attributable to higher expenditures within the Drainage function, which rose by approximately \$0.7 million. This increase was largely related to costs associated with the Storm Drainage Master Plan Update and Urban Forestry/Tree Maintenance activities.

Functional Expenses - Business Type Activities



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The City's governmental funds provide information on near-term inflows, outflows, and balances of spendable resources. Seven major funds (two special revenue and four capital project funds) and the General Fund were included in the City's governmental fund statements in the 2024-25 fiscal year. An analysis of significant balances and transactions is as follows:

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$615 million, an increase of \$124 million compared with the prior year. The fund balances are intended and, in some cases, restricted, committed, or assigned for specific purposes.

The General Fund is the City's primary operating fund. During fiscal year 2025, the General Fund reported a net increase in fund balance of \$32 million. Although revenues increased by approximately \$12 million compared to the prior year, total expenditures and other financing uses grew at a slower pace. As a result, the excess of revenues over expenditures was greater in fiscal year 2025 than in fiscal year 2024, contributing to the increase in ending fund balance. The primary driver of the revenue increase was higher investment income, particularly unrealized gains. The City's investments generated more interest in fiscal year 2025 due to the reallocation of assets into higher interest-bearing investments as prior investments matured. In addition, the average interest rate across all investment categories increased compared to fiscal year 2024, reflecting the higher yields on new investment purchases.

General Fund expenditures increased by approximately \$16 million during fiscal year 2025. Public safety expenditures rose by about \$4 million compared to the prior year, primarily due to negotiated and approved salary adjustments, with average increases of 3.83% for non-represented employees, 2.83% for POA members, and 2.71% for PMA members. In addition, expenditures for equipment and professional services increased as a result of the implementation of the Drone Response System Program. General government expenditures increased by approximately \$8 million, largely attributable to costs associated with the Pavement Maintenance Project and the Zoo project. The average 3.83% salary increase for non-represented employees also contributed to the overall increase in general government expenditures.

The Affordable Housing Fund reported a net increase in fund balance of \$9.8 million. This increase was primarily attributable to a \$2.7 million rise in program fee revenues from permits issued for new development within the City. The largest permit-related payments were associated with the Kubota project, which included payment of previously deferred fees, and the Tricon two-story townhome development. Affordable Housing expenditures decreased by \$1.6 million compared to fiscal year 2024. This decrease was primarily attributable to an increase in the allowance for uncollectible interest on loans receivable recognized in fiscal year 2024. No corresponding increase in the allowance was required in fiscal year 2025, resulting in lower expenditures in the current fiscal year.

The Wilton Rancheria MOU Special Revenue Fund was established to account for and track the City's spending of the cumulative payments from the Wilton Rancheria Tribe. Per the MOU between the City and the Tribe, the Tribe agreed to make financial contributions and community investments to mitigate off-property impacts that are a direct result of building the Casino. In addition, the Tribe agreed to provide contributions toward law enforcement, civic projects, roadway and infrastructure improvements, and community services. Total revenues increased by \$1.5 million in fiscal year 2025, primarily due to the Supplemental Regional Roadway Contribution received from the Tribe. In addition, revenues increased due to higher investment earnings, including unrealized gains and interest income.

The Federal Capital Grant Funds are used to account for capital grants received from the federal government to support the City's capital improvement projects. Intergovernmental revenues decreased by \$3.2 million compared to fiscal year 2024, primarily due to the timing of grant reimbursements. In the prior fiscal year, the City received significant reimbursements related to the Arterial Roads Rehabilitation and Bicycle Lane Improvements project. In fiscal year 2025, comparable reimbursements were not received, as several grant-funded projects were in the early phases of development, with reimbursements expected in future fiscal years. Major projects funded with federal grants during fiscal year 2025 included the LC Trail and West Stockton Boulevard Multimodal Improvements, the Elk Grove Creek Trail Gap Closure, the Laguna Creek Trail, and the Bruceville Road Sidewalk Improvements.

The State Grants Fund is used to account for capital grants received from the state government to support the City's capital improvement projects. Both revenues and expenditure increased in the State Grants Fund during fiscal year 2025. Revenues increased by \$4.1 million, while expenditure increased by \$8.4 million, primarily reflecting increased activity related to the Citywide Traffic Signal Enhancement and Congestion Relief projects and the Elk Grove Boulevard Library Improvements.

The City imposes a citywide development fee to fund the construction and improvement of center lanes, medians, major intersections, interchanges, and bridges. This fee is deposited into the Roadway Fee Fund. Total revenues for fiscal year 2025 increased by \$11.7 million, primarily due to deferred impact fee repayments related to the Kubota, Pardes, Lyla Apartments, and Poppy Grove projects. Additionally, revenue in the "use of money and property" category increased, reflecting unrealized gains and interest earnings. Expenditures in the Roadway Fee Fund remained relatively unchanged compared to the prior year.

The Laguna Ridge Community Facility District Fund was established to collect special taxes to finance infrastructure and a portion of police protection operations within the district boundaries. Total revenues for fiscal year 2025 increased by \$3.5 million, primarily from contributions within the Community Facility District. These contributions are expected to be used mainly to reimburse impact fees associated with the New Home Company Arbor Ridge and Lennar – Sterling Meadows 2B projects. Expenditures in the Laguna Ridge Community Facility District Fund decreased by \$4.9 million in fiscal year 2025. In prior years, the largest expenses were related to the Sterling Meadows, Tuscan Ridge West, and McGregory Ranch Village projects. In the current year, expenditures primarily consisted of smaller fee reimbursements associated with Beazer Homes and Poppy Grove.

Proprietary funds. The City's proprietary enterprise funds provide the same type of information found in the government-wide financial statements but with more detail.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

Capital assets for the governmental and business-type activities are presented below to illustrate changes from the prior year:

Capital Assets at End of Year

City of Elk Grove
Capital Assets, Net of Depreciation
At June 30, 2024

	Governmental		Business-type		Total	
	2025	2024	2025	2024	2025	2024
Land	\$ 232,341,764	\$ 231,764,038	\$ 8,573,214	\$ 8,573,214	\$ 240,914,978	\$ 240,337,252
Construction in progress	42,634,198	26,966,656	5,324,819	6,623,141	47,959,017	33,589,797
Other capital assets	1,023,786	912,200	-	-	1,023,786	912,200
Infrastructure	1,617,375,962	1,614,333,465	19,159,951	17,333,375	1,636,535,913	1,631,666,840
Building and improvements	134,782,058	134,782,058	9,910,102	9,910,102	144,692,160	144,692,160
Vehicles and equipment	21,840,262	20,208,491	1,964,960	1,964,960	23,805,222	22,173,451
Parks and park improvements	7,005,310	7,005,310	-	-	7,005,310	7,005,310
Other capital assets, depreciable	278,425	278,425	-	-	278,425	278,425
Leased equipment	244,222	254,059	-	-	244,222	254,059
Subscription assets	9,477,474	7,348,339	-	-	9,477,474	7,348,339
Accumulated depreciation	(1,073,449,663)	(1,034,617,402)	(6,213,745)	(5,328,955)	(1,079,663,408)	(1,039,946,357)
Less accumulated amortization for lease and subscription assets	(5,481,871)	(3,271,575)	-	-	(5,481,871)	(3,271,575)
Total	\$ 988,071,927	\$ 1,005,964,064	\$ 38,719,301	\$ 39,075,837	\$ 1,026,791,228	\$ 1,045,039,901

As of June 30, 2025, the City's investment in capital assets totaled \$1.03 billion, net of accumulated depreciation. This investment includes land, infrastructure, buildings and improvements, equipment, parks and park improvements, and construction in progress. During the year, the City added \$24 million to its capital assets (before accumulated depreciation), primarily funding construction in progress, infrastructure, and equipment. The largest increases occurred in the construction in progress and infrastructure categories. Major projects contributing to these increases included the Citywide Traffic Signal Enhancement and Congestion Relief, Elk Grove Library Improvements, Kammerer Road Phase 1: Two-Lane Extension from I-5 to Bruceville Road, the LC Trail and West Stockton Boulevard Multimodal Improvements, and the Elk Grove Creek Trail Gap Closure. Additional information on the City's investment in capital assets can be found in Note 4 to the financial statements on pages 57-58.

Debt Administration

The following schedule shows the changes in bonds payable for the year:

Bonds Payable

Governmental Activities	Governmental Activities		Business-type Activities		Total		Increase (Decrease) % Change
	2025	2024	2025	2024	2025	2024	
Lease revenue bond debt	\$ 33,852,022	\$ 36,126,747	\$ -	\$ -	\$ 33,852,022	\$ 36,126,747	-6%
Total Governmental Activities	\$ 33,852,022	\$ 36,126,747	\$ -	\$ -	\$ 33,852,022	\$ 36,126,747	-6%

No new debt was issued in fiscal year 2025. The information on the City's long-term debt, including the City's Net Pension and OPEB Liabilities, can be found in Note 8 to the financial statements on pages 68-71.

Request for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's operations. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Finance Director
8401 Laguna Palms Way
Elk Grove, CA 95758
(916)683-7111

Or you may visit our website at www.elkgrovecity.org for contact information.

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CITY OF ELK GROVE
Statement of Net Position
June 30, 2025

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<u>ASSETS</u>			
Cash and investments	\$ 571,628,536	\$ 38,652,578	\$ 610,281,114
Cash and investments with fiscal agent	23,139,707	-	23,139,707
Cash held in escrow	159,321	77,203	236,524
Accounts receivable, net	487,250	2,103,016	2,590,266
Taxes receivable	14,646,266	-	14,646,266
Interest receivable	275,227	-	275,227
Due from other government agencies	11,815,049	78,144	11,893,193
Fee credits receivable	4,111,879	-	4,111,879
Long-term loans receivable	65,196,473	-	65,196,473
Affordable housing subsidies receivable	2,097,451	-	2,097,451
Long-term development fees receivable	4,160,463	-	4,160,463
Leases receivable	1,848,629	-	1,848,629
Net OPEB asset	22,380	-	22,380
Capital Assets:			
Nondepreciable	275,999,748	13,898,033	289,897,781
Depreciable, net	712,072,179	24,821,268	736,893,447
Total Assets	<u>1,687,660,558</u>	<u>79,630,242</u>	<u>1,767,290,800</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred outflows of resources related to pensions	17,367,099	-	17,367,099
Deferred outflows of resources related to OPEB	7,813,036	-	7,813,036
Total Deferred Outflows of Resources	<u>25,180,135</u>	<u>-</u>	<u>25,180,135</u>
<u>LIABILITIES</u>			
Accounts and retention payable	17,249,605	1,745,730	18,995,335
Accrued salaries and benefits	3,518,179	102,483	3,620,662
Interest payable	344,573	-	344,573
Refundable deposits	4,187,856	109,969	4,297,825
Unearned revenue	26,922,527	-	26,922,527
Long-Term Liabilities:			
Portion due or payable within one year:			
Bonds payable	2,361,899	-	2,361,899
Compensated absences	732,237	18,183	750,420
Lease liabilities	14,796	-	14,796
Subscription liabilities	1,980,694	-	1,980,694
Portion due or payable after one year:			
Bonds payable	31,490,123	-	31,490,123
Compensated absences	6,294,423	156,299	6,450,722
Lease liabilities	-	-	-
Subscription liabilities	2,079,608	-	2,079,608
Claims liability	874,000	-	874,000
Net pension liability	23,045,837	-	23,045,837
Net OPEB liability	9,570,572	-	9,570,572
Total Liabilities	<u>130,666,929</u>	<u>2,132,664</u>	<u>132,799,593</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred inflows of resources related to pension	2,094,221	-	2,094,221
Deferred inflows of resources related to OPEB	6,595,165	-	6,595,165
Deferred inflows of resources related to leases	1,812,879	-	1,812,879
Total Deferred Inflows of Resources	<u>10,502,265</u>	<u>-</u>	<u>10,502,265</u>
<u>NET POSITION</u>			
Net investment in capital assets	951,037,721	38,719,301	989,757,022
Restricted for:			
Capital projects	388,262,927	-	388,262,927
Affordable housing projects	107,427,728	-	107,427,728
Special revenue projects	103,233,445	-	103,233,445
Other post-employment benefits	22,380	-	22,380
Unrestricted	21,687,298	38,778,277	60,465,575
Total Net Position	<u>\$ 1,571,671,499</u>	<u>\$ 77,497,578</u>	<u>\$ 1,649,169,077</u>

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

CITY OF ELK GROVE

Statement of Activities
For the Fiscal Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenues		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
General Government	\$ 57,603,374	\$ 4,088,940	\$ 440,154	\$ -
Public Safety	71,106,706	5,700	12,092,603	-
Public Ways and Facilities	83,353,289	70,945,274	47,325,766	16,095,464
Community Development	10,311,188	(905,356)	2,793,370	-
Debt Service - Interest	1,443,888	-	-	-
Total Governmental Activities	223,818,445	74,134,558	62,651,893	16,095,464
Business-Type Activities:				
Recycling & Waste	3,135,813	2,588,947	-	1,049,239
Drainage	6,344,701	6,918,154	-	-
Total Business-Type Activities	9,480,514	9,507,101	-	1,049,239
Total Primary Government	\$ 233,298,959	\$ 83,641,659	\$ 62,651,893	\$ 17,144,703
General Revenues:				
Taxes:				
Property taxes				
Sales and use tax				
Transaction and use tax				
Utility users' tax				
Transient occupancy tax				
Property transfer tax				
Franchise tax				
Investment income				
Other revenue				
Gain on retirement of capital assets				
Transfers				
Total General Revenues and Transfers				
Change in Net Position				
Net Position - Beginning				
Net Position - Ending				

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

Net (Expense) Revenue and
Changes in Net Position

Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (53,074,280)	\$ -	\$ (53,074,280)
(59,008,403)	-	(59,008,403)
51,013,215	-	51,013,215
(8,423,174)	-	(8,423,174)
(1,443,888)	-	(1,443,888)
(70,936,530)	-	(70,936,530)
-	502,373	502,373
-	573,453	573,453
-	1,075,826	1,075,826
(70,936,530)	1,075,826	(69,860,704)
37,446,372	2,042,983	39,489,355
40,344,609	-	40,344,609
34,647,585	-	34,647,585
6,927,654	-	6,927,654
2,880,447	-	2,880,447
1,112,399	-	1,112,399
2,516,124	-	2,516,124
26,456,069	2,020,046	28,476,115
3,329,400	-	3,329,400
761	-	761
2,387,729	(2,387,729)	-
158,049,149	1,675,300	159,724,449
87,112,619	2,751,126	89,863,745
1,484,558,880	74,746,452	1,559,305,332
\$ 1,571,671,499	\$ 77,497,578	\$ 1,649,169,077

CITY OF ELK GROVE

Governmental Funds

Balance Sheet

June 30, 2025

	Special Revenue Funds			Capital Project Fund
	General Fund	Affordable Housing Fund	Wilton Rancheria MOU Fund	Federal Capital Grants Fund
<u>ASSETS</u>				
Cash and investments	\$ 151,699,547	\$ 40,711,530	\$ 18,273,615	\$ -
Cash and investments with fiscal agent	-	-	-	-
Funds held in escrow	-	-	-	-
Accounts receivable, net	1,466,646	-	1,070,000	-
Taxes receivable	14,382,260	-	-	-
Interest receivable, net	779,605	564,105	86,827	-
Due from other government agencies	216,990	-	-	1,099,362
Due from other funds	666,678	-	-	-
Advances to other funds	1,519,716	-	-	-
Fee credits receivable	-	-	-	-
Long-term loans receivable	271,065	64,670,184	-	-
Affordable housing subsidies receivable	-	2,097,451	-	-
Long-term development fees receivable	-	-	-	-
Leases receivable	58,702	-	-	-
	<u>\$ 171,061,209</u>	<u>\$ 108,043,270</u>	<u>\$ 19,430,442</u>	<u>\$ 1,099,362</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 5,263,328	\$ 34,975	\$ 77	\$ 398,767
Accrued salaries and benefits	2,969,569	16,462	18,514	-
Due to other funds	-	-	-	672,971
Interest payable	24,363	-	-	-
Retention payable	14,610	-	-	6,606
Refundable deposits	329,036	-	-	-
Advances from other funds	-	-	-	-
Unearned revenue	122,939	-	-	-
	<u>8,723,845</u>	<u>51,437</u>	<u>18,591</u>	<u>1,078,344</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Unavailable revenue	1,089,287	564,105	84,949	1,023,033
<u>FUND BALANCES</u>				
Nonspendable	1,519,716	-	-	-
Restricted	-	107,427,728	19,326,902	-
Committed	137,259,075	-	-	-
Assigned	161,301	-	-	-
Unassigned	22,307,985	-	-	(1,002,015)
	<u>161,248,077</u>	<u>107,427,728</u>	<u>19,326,902</u>	<u>(1,002,015)</u>
Total Fund Balances	<u>161,248,077</u>	<u>107,427,728</u>	<u>19,326,902</u>	<u>(1,002,015)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 171,061,209</u>	<u>\$ 108,043,270</u>	<u>\$ 19,430,442</u>	<u>\$ 1,099,362</u>

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

Capital Project Funds

State Grants Fund	Roadway Fee Fund	Laguna Ridge CFD 2005-1 Fund	Total Nonmajor Funds	Total Governmental Funds
\$ 1,007,698	\$ 69,829,390	\$ 16,673,935	\$ 256,720,353	\$ 554,916,068
-	17,833,688	4,413,110	892,909	23,139,707
-	-	-	159,321	159,321
-	45,000	-	1,365,525	3,947,171
-	-	-	264,006	14,646,266
-	334,991	79,226	898,699	2,743,453
4,434,480	-	-	5,903,944	11,654,776
-	672,971	-	-	1,339,649
-	-	-	2,696,696	4,216,412
-	-	683,128	3,756,398	4,439,526
-	-	-	255,224	65,196,473
-	-	-	-	2,097,451
-	554,695	-	3,605,768	4,160,463
-	-	-	1,789,927	1,848,629
<u>\$ 5,442,178</u>	<u>\$ 89,270,735</u>	<u>\$ 21,849,399</u>	<u>\$ 278,308,770</u>	<u>\$ 694,505,365</u>
\$ 1,826,380	\$ 456,546	\$ 11,612	\$ 7,345,491	\$ 15,337,176
-	397	1,316	373,737	3,379,995
-	-	-	666,678	1,339,649
-	-	-	23,068	47,431
425,517	-	-	621,919	1,068,652
-	-	-	3,858,820	4,187,856
-	-	-	4,216,412	4,216,412
2,913,911	17,692,959	-	6,116,436	26,846,245
<u>5,165,808</u>	<u>18,149,902</u>	<u>12,928</u>	<u>23,222,561</u>	<u>56,423,416</u>
<u>4,068,015</u>	<u>888,278</u>	<u>405,157</u>	<u>14,459,178</u>	<u>22,582,002</u>
-	-	-	-	1,519,716
-	70,232,555	21,431,314	243,246,526	461,665,025
-	-	-	-	137,259,075
-	-	-	-	161,301
(3,791,645)	-	-	(2,619,495)	14,894,830
<u>(3,791,645)</u>	<u>70,232,555</u>	<u>21,431,314</u>	<u>240,627,031</u>	<u>615,499,947</u>
<u>\$ 5,442,178</u>	<u>\$ 89,270,735</u>	<u>\$ 21,849,399</u>	<u>\$ 278,308,770</u>	<u>\$ 694,505,365</u>

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

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CITY OF ELK GROVE

Reconciliation of the Governmental Funds Balance Sheet
to the Government-Wide Statement of Net Position - Governmental Activities
June 30, 2025

Fund Balance - total governmental funds	\$	615,499,947
Amounts reported for governmental activities in the statement of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds.		985,914,124
Certain other long-term assets are not available to pay current period expenditures and, therefore, are reported as unavailable revenue in the governmental funds.		14,216,851
Net OPEB asset is not available to pay current period expenditures and, therefore, is not reported in the governmental funds.		22,380
Interest on long-term debt is recognized as it accrues, regardless of when it is due in the government-wide statements.		(263,347)
Internal service funds are used by the City to charge the cost of risk management and other services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position are:		14,859,677
In governmental funds, deferred outflows and inflows of resources relating to pensions and OPEB are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources are reported as follows:		
Deferred outflows of resources related to pensions		17,367,099
Deferred inflows of resources related to pensions		(2,094,221)
Deferred outflows of resources related to OPEB		7,813,036
Deferred inflows of resources related to OPEB		(6,595,165)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.		
Bonds payable		(33,852,022)
Subscription liabilities (excluding amount recorded in the internal service funds)		(2,021,254)
Net pension liability		(23,045,837)
Net OPEB liability		(9,570,572)
Compensated absences (excluding amount recorded in the internal service funds)		(6,579,197)
Net Position of governmental activities	<u>\$</u>	<u>1,571,671,499</u>

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

CITY OF ELK GROVE

Governmental Funds
Statement of Revenues, Expenditures and
Changes in Fund Balances
For the Year Ended June 30, 2025

	Special Revenue Funds			Capital Projects Fund
	General Fund	Affordable Housing Fund	Wilton Rancheria MOU Fund	Federal Capital Grants Fund
<u>REVENUES</u>				
Taxes	\$ 125,875,190	\$ -	\$ -	\$ -
Licenses, fees and permits	1,987,703	8,522,466	-	-
Intergovernmental	440,154	-	7,713,925	247,239
Fines and forfeitures	1,501,260	-	-	-
Charges for services	678,096	-	-	-
Use of money and property	8,782,118	2,119,373	277,283	-
Contribution from Community Facility District	-	-	-	-
Other revenue	1,957,536	-	-	-
Total Revenues	<u>141,222,057</u>	<u>10,641,839</u>	<u>7,991,208</u>	<u>247,239</u>
<u>EXPENDITURES</u>				
Current:				
General government	51,943,958	-	-	-
Public safety	67,972,231	-	-	-
Public ways and facilities	-	-	-	1,101,051
Community development	2,241,492	826,570	1,416,975	-
Capital outlay	2,030,772	-	-	-
Debt service:				
Tax administration	-	-	-	-
Principal	798,583	-	-	-
Interest	85,103	-	-	-
Total Expenditures	<u>125,072,139</u>	<u>826,570</u>	<u>1,416,975</u>	<u>1,101,051</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>16,149,918</u>	<u>9,815,269</u>	<u>6,574,233</u>	<u>(853,812)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Issuance of debt	1,400,430	-	-	-
Transfers in	16,836,814	-	-	-
Transfers (out)	(1,728,349)	-	-	(58,255)
Total Other Financing Sources (Uses)	<u>16,508,895</u>	<u>-</u>	<u>-</u>	<u>(58,255)</u>
Net Change in Fund Balances	32,658,813	9,815,269	6,574,233	(912,067)
Fund Balances, Beginning	<u>128,589,264</u>	<u>97,612,459</u>	<u>12,752,669</u>	<u>(89,948)</u>
Fund Balances, Ending	<u>\$ 161,248,077</u>	<u>\$ 107,427,728</u>	<u>\$ 19,326,902</u>	<u>\$ (1,002,015)</u>

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

Capital Project Funds

State Grants Fund	Roadway Fee Fund	Laguna Ridge CFD 2005-1 Fund	Total Nonmajor Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 125,875,190
-	18,093,812	7,000	59,254,370	87,865,351
6,172,027	-	848,226	48,825,393	64,246,964
-	-	-	-	1,501,260
-	-	-	3,654,012	4,332,108
139,992	3,336,875	938,545	11,797,858	27,392,044
-	-	9,072,750	1,933,700	11,006,450
-	-	-	685,574	2,643,110
<u>6,312,019</u>	<u>21,430,687</u>	<u>10,866,521</u>	<u>126,150,907</u>	<u>324,862,477</u>
-	-	-	1,333,366	53,277,324
-	-	-	1,827,612	69,799,843
9,888,751	3,067,036	5,244,413	31,768,211	51,069,462
-	-	-	12,970,400	17,455,437
-	-	-	6,991,284	9,022,056
-	-	-	13,091	13,091
-	-	18,943	2,326,329	3,143,855
-	-	-	1,370,368	1,455,471
<u>9,888,751</u>	<u>3,067,036</u>	<u>5,263,356</u>	<u>58,600,661</u>	<u>205,236,539</u>
<u>(3,576,732)</u>	<u>18,363,651</u>	<u>5,603,165</u>	<u>67,550,246</u>	<u>119,625,938</u>
-	-	-	118,907	1,519,337
-	-	-	3,731,883	20,568,697
-	(336,828)	(193,035)	(14,758,389)	(17,074,856)
-	(336,828)	(193,035)	(10,907,599)	5,013,178
<u>(3,576,732)</u>	<u>18,026,823</u>	<u>5,410,130</u>	<u>56,642,647</u>	<u>124,639,116</u>
<u>(214,913)</u>	<u>52,205,732</u>	<u>16,021,184</u>	<u>183,984,384</u>	<u>490,860,831</u>
<u>\$ (3,791,645)</u>	<u>\$ 70,232,555</u>	<u>\$ 21,431,314</u>	<u>\$ 240,627,031</u>	<u>\$ 615,499,947</u>

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

CITY OF ELK GROVE

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Government-Wide Statement of Activities - Governmental Activities
For the Year Ended June 30, 2025

Net change to fund balances - total governmental funds \$ 124,639,116

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. In addition, governmental funds report proceeds from disposals of capital assets as revenues, while only the gain or loss on the sale of capital assets is reported in the statement of activities. Finally, donated assets are not reported in governmental fund statements since they do not represent current financial resources, but donated assets are reported as capital contributions in the statement of activities.

The change in governmental activities capital assets consists of:

Capital outlay expenditures	\$ 23,274,371	
Net retirements of capital assets	761	
Less: current year depreciation	<u>(40,463,208)</u>	(17,188,076)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (17,006,193)

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.

Issuance of debt, including subscription liabilities	(1,519,337)	
Principal payments on debt, including subscription liabilities	<u>3,143,855</u>	1,624,518

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

Change in accrued interest on debt	24,674	
Change in compensated absences (excluding amount reported in the internal service funds)	<u>(1,193,432)</u>	(1,168,758)

Long term net OPEB (liability) change not paid out of current period resources (741,379)

In governmental funds, pension costs are recognized when employer contributions are made. In the statement of activities, pension costs are recognized on the accrual basis. The difference between accrual-basis pension costs and actual employer contributions was: (3,283,314)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of certain activities of the internal service funds is reported with governmental activities. 236,705

Change in net position of governmental activities \$ 87,112,619

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

CITY OF ELK GROVE
Proprietary Funds
Statement of Fund Net Position
June 30, 2025

	Business-Type Activities			Governmental Activities
	Recycling & Waste Funds	Drainage Funds	Total Enterprise Funds	Internal Service Funds
<u>ASSETS</u>				
Current Assets:				
Cash and investments	\$ 14,289,042	\$ 24,363,536	\$ 38,652,578	\$ 16,712,468
Cash held in escrow	-	77,203	77,203	-
Accounts receivable, net	595,598	1,507,418	2,103,016	296,478
Due from other government agencies	18,976	59,168	78,144	160,273
Total Current Assets	14,903,616	26,007,325	40,910,941	17,169,219
Noncurrent Assets:				
Capital assets, nondepreciable	4,059,299	9,838,734	13,898,033	-
Capital assets, depreciable, net	7,285,008	17,536,260	24,821,268	2,157,803
Total Noncurrent Assets	11,344,307	27,374,994	38,719,301	2,157,803
Total Assets	26,247,923	53,382,319	79,630,242	19,327,022
<u>LIABILITIES</u>				
Current Liabilities:				
Accounts payable	252,692	1,493,038	1,745,730	843,777
Accrued salaries and benefits	41,472	61,011	102,483	138,184
Customer deposits	83,969	26,000	109,969	-
Compensated absences	8,209	9,974	18,183	46,630
Interest payable - Leases	-	-	-	33,795
Unearned revenue	-	-	-	76,282
Lease liabilities	-	-	-	14,796
Subscription liabilities	-	-	-	1,202,209
Total Current Liabilities	386,342	1,590,023	1,976,365	2,355,673
Noncurrent Liabilities:				
Lease liabilities	-	-	-	-
Compensated absences	70,560	85,739	156,299	400,833
Claims liability	-	-	-	874,000
Subscription liabilities	-	-	-	836,839
Total Noncurrent Liabilities	70,560	85,739	156,299	2,111,672
Total Liabilities	456,902	1,675,762	2,132,664	4,467,345
<u>NET POSITION</u>				
Net investment in capital assets	11,344,307	27,374,994	38,719,301	103,959
Unrestricted	14,446,714	24,331,563	38,778,277	14,755,718
Total Net Position	\$ 25,791,021	\$ 51,706,557	\$ 77,497,578	\$ 14,859,677
Total Liabilities and Net Position	\$ 26,247,923	\$ 53,382,319	\$ 79,630,242	\$ 19,327,022

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

CITY OF ELK GROVE
Proprietary Funds
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Year Ended June 30, 2025

	Business-Type Activities			Governmental
	Recycling & Waste Funds	Drainage Funds	Total	Internal Service Funds
<u>OPERATING REVENUES</u>				
Charges for services	\$ 2,588,947	\$ 6,918,154	\$ 9,507,101	\$ 22,786,104
Total Operating Revenues	2,588,947	6,918,154	9,507,101	22,786,104
<u>OPERATING EXPENSES</u>				
Salaries and benefits	1,048,719	1,548,291	2,597,010	3,819,917
Services and supplies	1,832,379	4,175,311	6,007,690	10,395,711
Claims expense	-	-	-	6,427,410
Depreciation and amortization	254,715	630,075	884,790	1,498,020
Total Operating Expenses	3,135,813	6,353,677	9,489,490	22,141,058
Operating Income	(546,866)	564,477	17,611	645,046
<u>NON-OPERATING REVENUES (EXPENSES)</u>				
Taxes	-	2,042,983	2,042,983	-
Penalties and fees	-	8,976	8,976	-
Investment income (expense)	756,786	1,263,260	2,020,046	686,290
Gain/(loss) on disposal of capital assets	-	-	-	43,581
Interest expense	-	-	-	(71,029)
Total Non-Operating Revenues (Expenses)	756,786	3,315,219	4,072,005	658,842
Income Before Transfers	209,920	3,879,696	4,089,616	1,303,888
Capital contributions	1,049,239	-	1,049,239	38,929
Transfers in	30,000	-	30,000	-
Transfers out	(367,094)	(2,050,635)	(2,417,729)	(1,106,112)
Net Transfers	712,145	(2,050,635)	(1,338,490)	(1,067,183)
Change in Net Position	922,065	1,829,061	2,751,126	236,705
Net Position - Beginning	24,868,956	49,877,496	74,746,452	14,622,972
Net Position, Ending	\$ 25,791,021	\$ 51,706,557	\$ 77,497,578	\$ 14,859,677

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

CITY OF ELK GROVE
Proprietary Funds
Statement of Cash Flows
For the Year Ended June 30, 2025

	Business-Type Activities			Governmental
	Recycling & Waste Funds	Drainage Funds	Total	Internal Service Funds
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>				
Cash receipts from customers/other governments	\$ 2,590,267	\$ 6,892,052	\$ 9,482,319	\$ 22,566,129
Cash paid to suppliers for good and services	(1,934,762)	(3,457,677)	(5,392,439)	(10,604,861)
Cash paid to employees for services	(992,160)	(1,550,122)	(2,542,282)	(3,785,932)
Cash paid for claims	-	-	-	(6,104,095)
Net Cash Provided (Used) by Operating Activities	<u>(336,655)</u>	<u>1,884,253</u>	<u>1,547,598</u>	<u>2,071,241</u>
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>				
Taxes	-	2,042,983	2,042,983	-
Penalties and fees received	-	8,976	8,976	-
Transfers in	30,000	-	30,000	-
Transfers (out)	(367,094)	(2,050,635)	(2,417,729)	(1,106,112)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(337,094)</u>	<u>1,324</u>	<u>(335,770)</u>	<u>(1,106,112)</u>
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u>				
Interest paid on Capital debt	-	-	-	(71,031)
Acquisition of capital assets	-	(528,254)	(528,254)	-
Capital contribution	1,049,239	-	1,049,239	38,929
Proceeds from sale of assets	-	-	-	43,581
Lease principal payments	-	-	-	(59,533)
Subscription principal payments	-	-	-	(1,577,421)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>1,049,239</u>	<u>(528,254)</u>	<u>520,985</u>	<u>(1,625,475)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>				
Investment income	756,786	1,263,260	2,020,046	686,290
Net Cash Provided by Investing Activities	<u>756,786</u>	<u>1,263,260</u>	<u>2,020,046</u>	<u>686,290</u>
Net Increase (Decrease) in Cash and Cash Equivalents	1,132,276	2,620,583	3,752,859	25,944
Cash and Cash Equivalents, Beginning of Year	13,156,766	21,742,953	34,899,719	16,686,524
Cash and Cash Equivalents, End of Year	<u>\$ 14,289,042</u>	<u>\$ 24,363,536</u>	<u>\$ 38,652,578</u>	<u>\$ 16,712,468</u>
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</u>				
Operating income (loss)	\$ (546,866)	\$ 564,477	\$ 17,611	\$ 645,046
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation	254,715	630,075	884,790	1,498,020
Changes in assets and liabilities (Increase) decrease in:				
(Increase) decrease in:				
Accounts receivable	(20,501)	(43,334)	(63,835)	(50,858)
Due from other government agencies	21,821	17,232	39,053	(160,273)
Increase (decrease) in:				
Accounts payable	(102,383)	717,634	615,251	(209,150)
Accrued salaries and benefits	12,926	(10,241)	2,685	4,268
Compensated absences	43,633	8,410	52,043	29,717
Claims liability	-	-	-	323,315
Unearned revenue	-	-	-	(8,844)
Net Cash Provided (Used) by Operating Activities	<u>\$ (336,655)</u>	<u>\$ 1,884,253</u>	<u>\$ 1,547,598</u>	<u>\$ 2,071,241</u>
<u>SUPPLEMENTAL DISCLOSURE OF Cash and Cash Equivalents</u>				
Cash and investments	\$ 14,289,042	\$ 24,363,536	\$ 38,652,578	\$ 16,712,468
Cash and Cash Equivalents, End of Year	<u>\$ 14,289,042</u>	<u>\$ 24,363,536</u>	<u>\$ 38,652,578</u>	<u>\$ 16,712,468</u>
<u>NONCASH TRANSACTIONS:</u>				
Subscription assets				<u>\$ 793,959</u>
Subscription liabilities				<u>\$ (793,959)</u>

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

CITY OF ELK GROVE
Fiduciary Funds
Statement of Fiduciary Net Position
June 30, 2025

	Retirement Health Trust Fund	Custodial Funds
<u>ASSETS</u>		
Cash and Cash equivalents	\$ 5,969,596	\$ 21,008,493
Mutual funds - Equity	13,579,832	-
Cash with fiscal agent	-	19,724,876
Accounts receivable	41,456	393,891
Interest receivable	-	90,736
Taxes receivable	-	784,209
Total Assets	<u>19,590,884</u>	<u>42,002,205</u>
<u>LIABILITIES</u>		
Accounts payable	5,970,318	3,976,810
Accrued salaries and benefits	40,734	-
Unearned revenue	-	88,773
Interest payable	-	6,584
Refundable deposits	-	93,498
Total Liabilities	<u>6,011,052</u>	<u>4,165,665</u>
<u>NET POSITION</u>		
Restricted for other post-employment benefits	13,579,832	-
Restricted for individuals and organizations	-	37,836,540
Total net position	<u>\$ 13,579,832</u>	<u>\$ 37,836,540</u>

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

CITY OF ELK GROVE
Fiduciary Funds
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2025

	Retirement Health Trust Fund	Custodial Funds
<u>ADDITIONS</u>		
Employer contributions	\$ 7,317,550	\$ -
Net investment income:		
Net (decrease) increase in fair value of investments	935,192	321,662
Interest, dividends, and other	-	436,139
Investment management fees	(19,531)	-
Fees, taxes and special assessments for other governments	-	42,738,810
Activity fees	-	24,723
Miscellaneous	886	3,456
Total additions	8,234,097	43,524,790
<u>DEDUCTIONS</u>		
Benefits paid to participants or beneficiaries	375,520	-
Administrative expense	-	113,716
Payment of fees, taxes and special assessments to other governments	-	7,386,872
Development and construction expense	-	9,072,750
Activities and events	-	35,590
Debt service	-	16,389,581
Total deductions	375,520	32,998,509
Change in net position	7,858,577	10,526,281
<u>NET POSITION</u>		
Restricted for OPEB benefits, individuals and organizations:		
Beginning of year	5,721,255	27,310,259
End of year	\$ 13,579,832	\$ 37,836,540

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

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CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

NOTES TO FINANCIAL STATEMENTS

The notes provided in the financial section of this report are considered an integral and essential part of adequate disclosure and fair presentation of this report. The notes include a summary of significant accounting policies for the City, and other necessary disclosure of pertinent matters relating to the financial position of the City. The notes express significant insight to the financial statements and are conjunctive to understanding the rationale for presentation of the financial statements and information contained in this document.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

A. The Financial Reporting Entity

The City of Elk Grove (City), California, was incorporated in July 2000. The City operates under the Council-Manager form of government and provides the following services: public safety, animal services, highways and streets, public improvements, planning and zoning, general administration, transit, recycling, waste, and drainage.

The financial statements presented herein include all the funds relevant to the operations of the City. The City's fiscal year begins July 1 and ends on June 30.

The accounting methods and procedures adopted by the City conform to generally accepted accounting principles as applied to governmental entities. These financial statements present the government and its component units, entities for which the government is financially accountable. Reporting for component units on the City's financial statements can be blended or discretely presented. Blended component units, although legally separate entities are, in substance, part of government's operations. Blended component units are an extension of the City and so data from these units is combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize that they are legally separate from the City.

The City's reporting entity includes the following blended component units:

Elk Grove Finance Authority

On July 13, 2005, under Article 1 of Chapter 5 of Division 7 of Title 1 of the Government Code of the State of California, the City authorized the formation of a joint powers authority with the Parking Authority of the City to be known as the Elk Grove Finance Authority (Finance Authority).

The primary purpose of the Finance Authority is 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 acts as the governing board of the Finance Authority in concurrent session. The Mayor serves as Board chairperson.

The Finance Authority is a separate and legal entity, distinct from the City itself. The Finance Authority provides services entirely for the benefit of the City and the governing body consists solely of members of the City Council. The Finance Authority is treated as a blended component unit. The Finance Authority's financial data is presented as a debt service fund type.

Parking Authority of the City of Elk Grove

Formed in 2005 pursuant to the provisions of California statutes for the purpose of financing the development and operation of parking facilities. Although the Parking Authority is a separate legal entity, it is an integral part of the City. The City exercises significant financial and management control over the Parking Authority and members of the City Council serve as the governing board of the Parking Authority. The Parking Authority is inactive.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

Other Agencies:

Elk Grove Tourism Marketing District

In February 2015 City Council approved the formation of the Elk Grove Tourism Marketing District (EGTMD). The EGTMD is a benefit assessment district proposed to help fund marketing and sales promotion efforts for Elk Grove lodging businesses. The EGTMD currently includes all existing and future lodging businesses located within the boundaries of the City and a portion of unincorporated Sacramento County. On May 22, 2024, the City Council approved modifications to the EGTMD, which included increasing the assessment rate from 3% to 4% within the City portion of the District, and from 1% to 2% within the Sacramento County portion. The modifications also established a new service category, Designation Development. Additionally, the term of the EGTMD was extended from seven to ten years, with the new expiration date set for March 31, 2030. The original assessment district was scheduled to expire on March 31, 2027. Near the end of the term, EGTMD and City Council hearing process must be repeated for the EGTMD to be renewed.

The lodging businesses formed a nonprofit corporation, Visit Elk Grove (VEG), which serves as the EGTMD's Owner's Association ("Owner's Association"). The Owner's Association is private non-profit corporation charged with managing funds and implementing programs in accordance with the Management District Plan and state law. The Owner's Association must also provide annual reports to the City Council. The City is responsible for collecting the assessment on a monthly or quarterly basis from each lodging business located in the boundaries of the EGTMD. The City forwards these assessments to VEG. The City is paid a fee equal to one percent (1%) of the amount of assessment collected to cover its costs of collection and administration.

The EGTMD and VEG are not considered component units of the City and as a result, financial information for these entities is not presented in the City's financial statements.

B. Basis of Presentation

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the primary government and its blended component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. The internal services provided and used are not eliminated in the process of consolidation. These statements distinguish between the *governmental* and *business-type activities* of the City. 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 charged to external parties.

The statement of activities demonstrates the degree to which the program expenses of a given function are offset by program revenues. Program expenses include direct expenses, which are clearly identifiable with a specific function, and allocated indirect expenses. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

Fund Financial Statements

The fund financial statements provide information about the City's funds, including fiduciary funds and blended component units. Separate statements for each fund category ~ *governmental, proprietary and fiduciary* ~ are presented.

The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are discretely aggregated and reported as nonmajor funds.

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

The City reports the following major governmental funds:

- The *General Fund* is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the City that are not accounted for through other funds. For the City, the General Fund includes such activities as general government, public safety, animal services, community services, economic development and a capital reserve.
- The *Affordable Housing Special Revenue Fund* was established to account for affordable housing development impact fees paid by new development and expenditure and loan activity for affordable housing and administration.
- The *Wilton Rancheria MOU Special Revenue Fund* was established to account for the tracking and spending of the cumulative payments between the Tribe and the City over 20 years.
- The *Federal Capital Grant Funds* were established to account for grants received from the federal government to fund capital projects.
- The *State Grant Funds* were established to account for grants received from the State of California to fund capital projects.
- The *Roadway Fee Capital Projects Fund* was established to account for development impact fees paid by new development and expenditures for roadway related projects.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

- The *Laguna Ridge CFD 2005-1 Fund* was established to account for special taxes to fund the cost of infrastructure and a portion of police protection operational costs within the boundaries of this finance district.

The City reports the following major enterprise funds:

- The *Recycling and Waste Funds* were established to account for the operation and maintenance of the City's recycling and waste program, which plans, coordinates, promotes and implements citywide solid waste reduction, recycling, composting, and public education activities.
- The *Drainage Funds* were established to account for the cost to manage and deliver drainage and flood control services.

The City reports the following additional fund types:

- *Permanent Fund* account for and report resources that are restricted to the extent that only earnings, and not principal, that may be used for purposes that support the reporting government's programs.
- *Internal Service Funds* account for the City's facilities, fleet, information technology, and GIS services provided to other departments, unemployment insurance, and insurance programs – workers' compensation and "general liability" - on a cost-estimate basis.
- *Fiduciary Funds* account for Trust and Custodial Funds. The financial activities of these funds are excluded from the Government Wide Financial Statements but are presented in separate Fiduciary Fund Financial Statements. The Custodial Funds consist of:
 - The *Retirement Health Trust Fund* accounts postemployment benefits (OPEB) trust funds used for funding of health insurance for retirees.
 - The *Custodial Funds* account for resources, not in a trust, held by the City for various local governments and other entities outside of the City's reporting entity. The Custodial Funds consist of:
 - **Community Services District & Sac County Funds** – Established to account for development fees, which are collected and remitted to the Cosumnes Community Services District or to Sacramento County for fire and recreation and transportation facilities as well as landscape maintenance.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

- **Elk Grove Employee Sunshine Fund** – Established to account for the donation by payroll deduction of Employee funds which are collected and used for Employee functions and activities as directed by the employees. The fund houses elective deductions from payroll for the purpose of funding the employee activities. These funds are held in a custodial capacity by the City as a deposit, in which the Employee Activity Committee has sole discretion of these funds; not the City for the purposes of funding employee activities. The City has no administrative or direct financial involvement, and receives no benefits from these funds.
- **Special Assessment/Community Facility District (CFDs)** – Established to account for the monies collected and disbursed for land-based debt, where the City is not obligated for the debt.
- **Property & Evidence Fund** – Established to account for the collection for confiscated funds which may become evidence or asset seizures.

C. Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds, internal service funds and the fiduciary funds.

Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes, interest, certain state and federal grants and charges for services are accrued when their receipt occurs within 60 days after the end of the accounting period to be measurable and available. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, including lease liabilities, as well as expenditures related to claims and judgments are recorded only when payment is due. General capital asset acquisitions, including entering into contracts giving the City the right to use lease assets, are reported as expenditures in governmental funds. Proceeds of general long-term debt and financing through leases are reported as other financial sources.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

D. Current Year GASB Implementation

GASB Statement No. 101 – In June 2022, GASB issued Statement No. 101, *Compensated Absences*. This Statement requires that liabilities for compensated absences be recognized for leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means. The provisions of this Statement were implemented during fiscal year 2025. The City has historically included leave pay as part of their compensated absences calculation; therefore, implementation had no material effect on the financial statements.

GASB Statement No. 102 – In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. This Statement establishes financial reporting requirements for risks related to vulnerabilities due to certain concentrations or constraints. This Statement is effective for reporting periods beginning after December 15, 2024, or fiscal year 2025. The City implemented the provisions of this Statement during fiscal year 2025. The implementation of this Statement did not have a material impact on the financial statements.

E. Property Tax

The County of Sacramento is responsible for the collection and allocation of property taxes. The City recognizes property taxes when the individual installments are levied, provided they are received by the City within 60 days after year-end.

Secured property taxes are levied on or before the first day of September of each year. They become a lien on real property on March 1 preceding the fiscal year for which taxes are levied. These taxes are paid in two equal installments; the first is due November 1 and delinquent with penalties after December 10; the second is due February 1 and delinquent with penalties after April 10. Secured property taxes, which are delinquent and unpaid as of June 30, are declared to be tax defaulted and are subject to redemption penalties, cost and interest when paid.

The City participates in an alternative method of distribution of property tax levies and assessments known as the “Teeter Plan.” The State Revenue and Taxation Code allow counties to distribute secured real property and assessment and supplemental property taxes on an accrual basis resulting in full payment to cities each fiscal year. Any subsequent delinquent payments, penalties and interest during a fiscal year will revert to the County.

F. Cash and Investments

Cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments in the California Local Agency Investment Fund (LAIF) are stated at cost, which approximates their estimated fair value. Other investments are stated at their fair value.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

G. Receivables

Receivables consist of development impact fees, property taxes, sales taxes, mitigation fee credits, grants, recycling and waste and drainage utility fees, and long-term loans. At June 30, 2025, in the Affordable Housing Special Revenue Fund, interest receivable on loans receivable for \$31,567,781 is offset by an allowance for potential forgiveness of \$31,003,676. Accounts receivable components are in each of the financial statements.

Long term loans by governmental funds are recorded in the fund statements and are reflected as nonspendable or restricted in the fund balance because they are not in spendable form. The loans are recognized when advanced in the government-wide statements.

Affordable housing subsidies receivable represent amounts due to the City from home owners resulting from qualified individuals being provided a home by a developer at a subsidized price below market value. This program allows qualified homeowners to obtain financing to help the City satisfy low income housing requirements. The City records potential amounts due under this program as affordable housing subsidies receivable.

The California Fish and Wildlife issued the City Swainson's Hawk Fund Mitigation Fee Credits. The City will use these fee credits as mitigation for the construction of public and private projects. The fee credit balance was \$3,756,398 at June 30, 2025.

H. Unearned Revenue

Unearned revenue includes amounts received from grantors and developers that have not yet been earned.

I. Prepaid Items

Certain payments made to vendors reflect costs applicable to future accounting periods and are reported as prepaid items in both the government-wide and fund financial statements. Prepaid items as reported in the financial statements are offset by a nonspendable fund balance for assets in governmental funds to indicate that they do not constitute resources available for appropriation.

J. Capital Assets

Capital assets (including infrastructure) are recorded at historical or estimated cost, except for intangible right-to-use lease assets, the measurement of which is discussed in Note 5 below. Contributed capital assets are valued at their estimated acquisition value on the date contributed. Capital assets include public domain (infrastructure) consisting of certain improvements including roadways, parks, bridges, water/sewer, lighting system, drainage systems, and flood control. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement is recorded at acquisition value rather than fair value.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

The City’s policy is to capitalize all capital assets (excluding infrastructure) with a cost of \$5,000 or more and with an estimated useful life of three years or more. The City’s infrastructure with a cost of \$50,000 or more and with an estimated useful life of twenty or more years is capitalized. The straight-line method of depreciation is used for capital assets and infrastructure.

Maintenance and repairs are charged to expense as incurred. Significant renewals or betterments are capitalized and depreciated over their estimated useful lives. Costs incurred for major improvements or construction of capital assets are carried in construction in progress until the project is completed at which time costs related to the project are moved to the appropriate classification and depreciated.

The estimated useful lives are as follows:

Infrastructure (other than pavement)	20 to 75 years
Pavement subsystem	40 years
Buildings and improvements	20 to 50 years
Right-to-use lease buildings	20 to 50 years
Land improvements	20 to 40 years
Equipment	3 to 15 years
Right-to-use lease equipment	3 to 15 years
Right-to-use subscription asset	1 year to 10 years

The City has seven networks of infrastructure assets – roadways, parks, bridges, water/sewer, lighting system, drainage systems, and flood control.

K. Deferred Outflow/Deferred Inflow of Resources

In addition to assets, the financial statements report separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and will not be recognized as an outflow of resources (expense) until then. Conversely, deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time.

Contributions made to the City’s pension plan(s) after the measurement date but before the fiscal year-end are recorded as a deferred outflow of resources. Additional factors involved in the calculation of the City’s pension and OPEB expense, net OPEB asset/liability and net pension liability include the differences between expected and actual experience, changes in assumptions, differences between projected and actual investment earnings, changes in proportion, and differences between the City’s contributions and proportionate share of contributions. These factors are recorded as deferred outflows and inflows of resources and amortized over various periods. See Notes 13 and 14 for further details related to these OPEB and pension related deferred outflows and inflows.

Under the modified accrual basis of accounting, unavailable revenue is reported as a deferred inflow of resources. Unavailable revenue is reported in the governmental funds balance sheet and represents receivables associated with leases and other non-exchange transactions that will not be collected within the City’s period of availability.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 1: Summary of Significant Accounting Policies (Continued)

L. Leases

A lease is defined as a contract that conveys control of the right to use another entity's nonfinancial asset (the underlying asset) as specified in the contract for a period of time in an exchange or exchange-like transaction. Examples of nonfinancial assets include buildings, land, vehicles, and equipment.

Lessee – The City is a lessee for noncancellable leases of equipment. The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The City recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgements related to leases include how the City determines (1) the discount rate it used to discount the expected lease payments to present value, (2) lease term, and (3) lease payments as follows:

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.
- Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Lessor – The City is a lessor for a noncancellable lease of land for cell tower sites and other purposes, and buildings. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts as follows:

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.
- Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

M. Subscription-Based Information Technology Arrangements (SBITAs)

A Subscription-Based Information Technology Arrangement (SBITA) is a contract that conveys control of the right to use another party's (a SBITA vendor's) IT software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction.

At the commencement of a SBITA, the City initially measures the subscription liability at the present value of payments expected to be made during the contract term. Subsequently, the subscription liability is reduced by the principal portion of payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for payments made at or before the SBITA commencement date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over shorter of the subscription term or the useful life of the underlying IT assets. The City recognizes SBITAs with an initial, individual value of \$5,000 or more.

Key estimates and judgments related to SBITAs include how the City determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, and (3) subscription payments as follows:

- The City uses the interest rate charged by the IT vendor as the discount rate. When the interest rate charged by the IT vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for subscription liabilities.
- The subscription term includes the noncancellable period of the subscription.
- Subscription payments included in the measurement of the subscription liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

The City monitors changes in circumstances that would require a remeasurement of its subscription and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Subscription assets are reported with other capital assets and subscription liabilities are reported with long-term debt on the statement of net position.

N. Compensated Absences

The City’s policies regarding vacation time and compensatory time permit employees to accumulate earned by unused leave, up to limits depending on years of service. This debt is estimated based on historical trend analysis, the current portion of which is reported in the General Fund, the remaining balance is shown in the government-wide financial statements.

The City’s annual leave policy allows for accruals as follows:

<u>Years of Service</u>	<u>Annual Accrual</u>	<u>Maximum Accrual</u>
1 through 4	176 hours	352 hours
5 through 9	216 hours	432 hours
10 through 14	232 hours	464 hours
15 through 19	256 hours	512 hours
20 or more	272 hours	544 Hours

Annual leave includes vacation and sick leave. City employees have vested interests in the amount of annual leave accrued and are paid upon termination. Annually, an employee may elect to be paid out a maximum of 80 hours of unused annual leave at the discretion of the City Manager. Payouts are contingent on the following criteria:

- The employee used at least 40 hours during the previous year; and,
- The employee will have a minimum balance of 80 annual leave hours after the payment.

All annual leave is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for compensated absences is reported in the governmental funds only if they have matured, for example, as a result of employee resignations or retirements that are currently payable.

The City offers to exempt employees either 40 or 80 administrative leave hours annually, depending on their level of management. Administrative leave is recorded on July 1st and is prorated for new employees starting after July 1st. The accrued time is carried over each year, with a maximum limit of double the employee’s annual allotment. Employees have the option to cash out 50% of their administrative leave balance annually.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

O. Pensions and OPEB

For purposes of measuring the net pension liability, pension expense, and deferred outflows/inflows of resources related to pensions, information about the fiduciary net position of the City's portions of the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (the Plan) maintained by the California Public Employees' Retirement System (CalPERS) and additions to/deductions from the City's portions of the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. 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.

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

P. Interfund Balances

Interfund transactions are reflected as loans, provided services, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (current portion) or "advances to/from other funds" (noncurrent portion). Net interfund activity and balances between the governmental activities and business-type activities are shown in the statement of net position as internal balances. The "doubling-up" effect of internal service fund activity has been removed by adjusting the expenses shown in the various functions within the statement of activities.

Advances are amortized over the life of the loan or available cash. Interest is calculated based on the City's pooled Local Agency Investment Fund (LAIF) interest rate at the time of the agreement. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Q. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows, liabilities and deferred inflows and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

R. New and Closed Funds

During fiscal year 2025, the City created two new Special Revenue Funds, the State PLHA Special Revenue Fund and the Zoo Partner Funding Special Revenue Fund. The purpose of the State PLHA Special Revenue Fund is to account for activities related to California’s Department of Housing and Community Development’s Permanent Local Housing Allocation Program (PLHA), which provides funding to local governments for housing-related projects and programs that assist in addressing the unmet housing needs of their local communities. The purpose of the Zoo Partner Funding Special Revenue Fund is to account for the funds received from the Sacramento Zoological Society for the purposes of building a zoo and transferring the Sacramento Zoo to Elk Grove.

In addition, at June 30, 2025, the Agricultural Preservation Fund was closed.

Note 2: **Cash and Investments**

The City’s deposit and investment balances as of June 30, 2025, consist of the following:

	Cash and Investments	Restricted and Held with Third Parties	Total Cash and Investments
Cash and deposits	\$ 83,621,964	\$ 17,692,959	\$ 101,314,923
Investments	553,637,239	38,987,980	592,625,219
Total Cash and Investments	\$ 637,259,203	\$ 56,680,939	\$ 693,940,142

Total cash and investments were classified and reported on the City’s financial statements as follows:

	Cash and Investments	Restricted and Held with Third Parties	Total Cash and Investments
Governmental activities	\$ 571,628,536	\$ 23,299,028	\$ 594,927,564
Business-type activities	38,652,578	77,203	38,729,781
Fiduciary funds	26,978,089	33,304,708	60,282,797
Total Cash and Investments	\$ 637,259,203	\$ 56,680,939	\$ 693,940,142

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. These principles recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Investments reflect prices quoted in active markets;
- Level 2: Investments reflect prices that are based on a similar observable asset either directly or indirectly, which may include inputs in markets that are not considered to be active; and,
- Level 3: Investments reflect prices based upon unobservable sources.

The City’s Investment Pool has the following recurring fair value measurements as of June 30, 2025:

	<u>Total Amount</u>	<u>Not Applicable</u>	<u>Significant Other Observable Inputs (Level 2)</u>
Investments by fair value level			
Investment Securities			
Asset Backed Securities	\$ 50,268,617	\$ -	\$ 50,268,617
Medium Term Corporate Notes	98,635,139	-	98,635,139
Certificates of Deposit Collateralized (Time Deposits)	27,862,924	-	27,862,924
Certificates of Deposit Negotiable (Time Deposits)	241,976	-	241,976
Federal Home Loan Banks	12,024,629	-	12,024,629
Federal Home Loan Mortgage Corp Medium Term Notes	11,143,703	-	11,143,703
Federal National Mortgage Association	2,876,559	-	2,876,559
Local Agency Investment Fund	437	437	-
Local Government Investment Pool (CalTRUST)	108,562,313	108,562,313	-
Supranational Securities	33,824,336	-	33,824,336
US Treasury Notes	207,278,951	-	207,278,951
Municipal Securities (CA State and local agencies)	917,655	-	917,655
Total investments measured at fair value	<u>\$ 553,637,239</u>	<u>\$ 108,562,750</u>	<u>\$ 445,074,489</u>

Investments

LAIF and CalTRUST, being investments pools, are subject to fair value measurement; however, they are not subject to the fair value hierarchy. Certain Certificates of Deposit and Money Market Funds are not negotiable and therefore, not subject to fair value measurement as redemption terms do not consider market rates.

The City invests both individual fund and pooled monies, subject to California Government Code Section 53600, Chapter 4 – Financial Affairs. The pooling of monies, referred to as an internal investment pool, is theoretically invested on the whole and not as a combination of monies from each fund belonging to the pool. In this manner, the City’s Treasurer is able to invest the monies at a higher interest rate for a longer period of time.

Interest revenue is apportioned monthly to each fund in the pool based on the average cash balance of the fund for the month.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

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

The table below identifies the investment types that are authorized for the City by the California Government Code or the City's investment policy, where more restrictive. The table also identifies certain provisions of the City's investment policy that address interest rate risk, credit risk, and concentration risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Obligations	5 years	None	None
Federal Agency or U.S. Government Sponsored Enterprise Obligations	5 years	None (A)	30%
Commercial Paper	270 days	25%	5%
Negotiable Certificates of Deposit	5 years	30%	5%
Repurchase Agreements	90 days	20%	None
Medium Term Corporate Notes	5 years	30%	5%
Supranational Securities	5 years	30%	10%
Mutual Funds/Money Market Mutual Funds	N/A	20%	10%/20%
Time Deposits	5 years	25%	5%
Local Agency Investment Fund (LAIF)	N/A	None	\$75m per account
Investment Trust of California (CalTRUST)	N/A	30%	30%
Municipal Securities (California Local Agencies)	5 years	20%	5%
Asset-backed, Mortgage-backed and Collateralized Mortgage Obligations	5 years	20%	5%

(A) The City may invest in a maximum of 20% of callable agency securities.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

Investments Authorized by Debt Agreements

Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City’s investment policy. The table on the following page identifies the investment types that are authorized for investments held by the bond trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Obligations	None	None	None
U.S. Agency Obligations	None	None	None
Government National Mortgage Association	None	None	None
Federal Farm Credit System	None	None	None
Federal Home Loan Bank Board	None	None	None
Federal National Mortgage Association	None	None	None
Federal Home Loan Mortgage Association	None	None	None
Banker's Acceptances	270 days	None	None
Commercial Paper	180 days	None	None
Medium Term Corporation Notes	5 years	30%	None
Money Market Mutual Funds	N/A	None	None
Municipal Obligations	None	None	None
Investment Agreements	30 years	None	None
LAIF	None	None	None
Federal Securities	None	None	None
Time Deposits	None	None	None
Corporate Obligations	None	None	None

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

Disclosures Relating to Interest Rate Risk and Credit Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity over time as necessary to provide the cash flow and liquidity needed for operations. The City monitors the interest rate risk inherent in its portfolio by measuring the weighted average maturity of its portfolio, as well as limiting a securities maturity to five years or less for investments in the investment pool. Investments held outside the investment pool can have longer maturities as these funds are restricted by bond covenants and are held to the maturity of the bonds.

<u>Investment Type</u>	<u>Amount</u>	<u>Weighted Average Maturity (in years)</u>
Investments in Investment Pool:		
Asset Backed Securities	\$ 50,268,617	3.39
Medium Term Corporate Notes	98,635,139	2.92
Certificates of Deposit Collateralized (Time Deposits)	27,862,924	0.14
Certificates of Deposit Negotiable (Time Deposits)	241,976	0.31
Federal Home Loan Banks	12,024,629	0.15
Federal Home Loan Mortgage Corp Medium Term Notes	11,143,703	1.55
Federal National Mortgage Association	2,876,559	4.09
Local Agency Investment Fund	437	-
Local Government Investment Pool (CalTRUST)	108,562,313	-
Supranational Securities	33,824,336	3.29
US Treasury Notes	207,278,951	3.07
Municipal Securities (CA State and local agencies)	<u>917,655</u>	0.11
Total Investments in Investment Pool	<u>553,637,239</u>	3.04
Investments outside Investment Pool:		
Mutual Funds	13,579,832	
Money Market Funds	<u>25,408,148</u>	
Total Investments	<u>\$ 592,625,219</u>	

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 2: Cash and Investments (Continued)

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below and on the following page is the minimum rating required by the California Government Code, the City’s investment policy, or debt agreements and the actual rating at year end for each investment type.

Investment Type	Amount	Minimum Legal Rating	Ratings as of Year End (Standard and Poor's)				Not Rated
			AAA/A-1	AA+/AA/AA-	A+/A/A-	BBB+*	
Investments in Investment Pool:							
Asset Backed Securities	\$ 50,268,617	AA	\$ 50,268,617	\$ -	\$ -	\$ -	\$ -
Certificates of Deposit (Non-Negotiable Time Deposits)	27,862,924	N/A	-	-	-	-	27,862,924
Certificates of Deposit (Negotiable Time Deposits)	241,976	N/A	-	-	-	-	241,976
Federal Home Loan Banks	12,024,629	N/A	-	12,024,629	-	-	-
Federal Home Loan Mortgage Corp							
Medium Term Notes	11,143,703	N/A	2,478,048	8,665,655	-	-	-
Federal National Mortgage Assoc	2,876,559	N/A	-	2,876,559	-	-	-
Supranational Securities	33,824,336	AA	33,824,336	-	-	-	-
US Treasury Notes	207,278,951	N/A	-	207,278,951	-	-	-
Municipal Securities (CA State and local agencies)	917,655	A	-	917,655	-	-	-
Medium Term Corporate Notes	98,635,139	A	-	22,105,569	69,696,787	6,832,783	-
Local Government Investment Pool (CalTRUST)	108,562,313	N/A	-	-	-	-	108,562,313
LALIF	437	N/A	-	-	-	-	437
Investments outside Investment Pool:							
Mutual Funds	13,579,832	AAA	-	13,579,832	-	-	-
Money Market Funds	25,408,148	AAA	-	-	-	-	25,408,148
Total Investments	<u>\$ 592,625,219</u>		<u>\$ 86,571,001</u>	<u>\$ 267,448,850</u>	<u>\$ 69,696,787</u>	<u>\$ 6,832,783</u>	<u>\$ 162,075,798</u>

*At purchase date, the investments were purchased at or above the minimum legal rating of "A" for Medium Term Corporate Notes.

Custodial Credit Risk

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer), to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party.

The California Government Code and the City’s investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits:

The California Government Code requires that a financial institution secure the City’s cash deposits by pledging securities in an undivided collateral pool held by a depository regulated under state law. The market value of pledged securities in the collateral pool 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.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

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

At June 30, 2025, the recorded amount of the City's petty cash and demand deposits was \$5,700 and \$81,052,815, respectively, and the recorded amount of mutual funds classified as cash and deposits was \$749,413. Out of the \$81,792,861 that was deposited in financial institutions \$622,782 was insured by the Federal Depository Insurance Corporation (FDIC) and the remaining bank balance at June 30, 2025 was \$81,179,446 and was covered by a financial institution collateral pool that insures public deposits. The City's remaining investments were held by US Bank Trust in the City's name and were not subject to custodial credit risk or invested in LAIF.

Investment in California Local Agency Investment Fund and CalTRUST

The City is a voluntary participant in the California Local Agency Investment Fund that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. Each regular LAIF account is permitted to have up to 15 transactions per month, with a minimum transaction amount of \$5,000, a maximum transaction amount of \$75 million and at least 24 hours advance notice for withdrawals of \$10 million or more. Bond proceeds accounts are subject to a one-time deposit with no cap and are set up with a monthly draw down schedule. 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 LAIF for the entire LAIF portfolio. At June 30, 2025, the City's investment position in LAIF was \$437.

The City is also a voluntary participant in the CalTRUST which is a Joint Powers Authority governed by a Board of Trustees made up of local treasurers and investment officers. The Board of Trustees sets overall policy for CalTRUST and selects and supervises the activities of the Investment Manager and other agents. CalTRUST does not have limits on transactions per month or dollar amount of transactions. As of June 30, 2025, the City's investment in CalTRUST is \$108,562,313.

Public Agencies Pension Trust

On February 14, 2024, the City Council adopted resolution 2021-015 approving the adoption of the Public Agencies Post-Employment Trust administered by Public Agency Retirement Services (PARS). The Trust is an irrevocable trust and qualifies as an Internal Revenue Section 115 Trust. This Trust will assist the City in mitigating the CalPERS contribution rate volatility. Investments of funds held in Trust are governed by the Investment Guideline Document for the investment account and by the agreement for administrative services with PARS, rather than the general provisions of the California Government Code of the City's investment policy. The City elected a discretionary investment approach which allows the City to maintain oversight of the investment management, control on target yield and the portfolio's risk of tolerance, under the Moderately Conservative Index PLUS investment option. The assets in the Trust will eventually be used to fund pension plan obligations. At June 30, 2025, the City's investment in the Pension Trust in PARS amounted to \$8,062,641.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 3: **Loans Receivable and Affordable Housing Subsidies Receivable**

Loans Receivable

Activity in loans receivable for the year ended June 30, 2025, was as follows:

	<u>Balance at July 1, 2024</u>	<u>Additions</u>	<u>Repayments</u>	<u>Balance at June 30, 2025</u>
Major Governmental Funds				
General Fund	\$ 277,302	\$ -	\$ (6,237)	\$ 271,065
Affordable Housing Special Revenue	64,670,184	-	-	64,670,184
Other Governmental Special Revenue Funds				
HUD Home Grant	40,000	-	-	40,000
Neighborhood Stabilization Program	188,766	-	-	188,766
Community Development Block Grant	94,763	-	(68,305)	26,458
Totals	<u>\$ 65,271,015</u>	<u>\$ -</u>	<u>\$ (74,542)</u>	<u>\$ 65,196,473</u>

The City has a number of multi-family affordable housing loans and Community Development Block Grant (CDBG) owner occupied and emergency repair loans outstanding at year end. The multi-family affordable housing loans provide gap financing to private developers to construct multi-family housing projects and totaled \$64,116,384 at June 30, 2025. The loans carry interest rates ranging from 0% to 4% and principal and interest are deferred for up to 30 years, subject to various conditions specified in the loan agreements.

The City is a participant in the State of California’s Department of Housing and Community Development’s Home Investment Partnerships Program (HOME) program. 30 year-term loans are awarded to individuals based on the HOME programs income and purchase conditions. All loans accrue 3% annual interest for the first 10 years. 1/10th of the accrued interest is then forgiven during years 11 thru 20. In years 21 through 30, loan principal payments are to be made on a 10-year payment term. As of June 30, 2025, the principal amount outstanding was \$40,000.

The City has a down payment assistance program that assists the City’s citizens with obtaining home ownership. This program provides families with down payment assistance through a 30 year 3% annual interest loan. The interest accrues for the first ten years and then the interest rate drops to 0% and during years 11 through 20, the accrued interest is forgiven at a rate of 10% of the total accrued interest per year until all interest is forgiven at the end of year 20. No principal or interest payments are required until the end of the loans term at which time all outstanding principal is due. As of June 30, 2025, the total outstanding principal for the down payment assistance program loans is \$188,766.

The City began a Homebuyers Assistance Program through California’s Department of Housing and Community Development CalHome program in fiscal year 2015. This program is designed to enable low and very-low income households to become or remain homeowners. Similar to the City’s down payment assistance program, interest accrues at 3% for the first ten years and then the interest rate drops to 0% and during years 11 through 20, the accrued interest is forgiven at a rate of 10% of the total accrued interest per year until all interest is forgiven at the end of year 20. No principal or interest payments are required until the end of the loans term at which time all outstanding principal is due. The CalHome loans totaled \$494,150 at June 30, 2025. The City also funded the Homebuyers Assistance Program using Affordable Housing funds in Fiscal year 20-2021 under the same conditions. The Affordable Housing loans totaled \$59,650 at June 30, 2025.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 3: **Loans Receivable and Affordable Housing Subsidies Receivable (Continued)**

The CDBG owner occupied repair and emergency repair loans were made to rehabilitate owner occupied low and moderate income housing. The owner occupied repair loans totaled \$60,000 at June 30, 2024 and carry an interest rate of 3% with principal and interest deferred for up to 30 years or until the owner refinances or sells the subject property. The CDBG emergency repair loans totaled \$26,458 at June 30, 2025, are interest free and may be forgiven if the borrower continuously resides in the subject property for ten years.

In October of 2020, the City sold three parcels of land and part of another parcel as part of the City's efforts to revitalize Old Town Elk Grove. As part of this sale, the City secured a promissory note in the amount of \$281,365. Interest will accrue at rate of 2.75% on the unpaid principal balance until the full amount of the note has been paid. The Note term is 10 years with 36 interest only monthly payments followed by 84 monthly principal and interest payments with a final balloon payment of any outstanding Note balance. As of June 30, 2025, the outstanding balance of this note is \$271,065.

Affordable Housing Subsidies Receivable

The City also has a subsidy program called the Affordable Homeownership Program which was implemented to make homeownership affordable to low and moderate-income households. Typically, an affordable housing fee is charged to each new market-rate housing unit (single-family or multifamily) at the time a building permit is obtained. However, under certain circumstances, the City offers developers the opportunity to provide affordable housing units in lieu of paying the affordable housing fees on their development. The developer agrees to sell the home to low- and moderate –income families at a below market value amount that is subsidized by the City. This subsidy value changes with the house's market value at each subsequent sale and the house must be sold to another qualified low- or moderate-income family for a period of 55 years. There is no associated interest and the subsidy is secured by a regulatory agreement, shared appreciation promissory note and shared appreciation deed of trust. As of June 30, 2025, the City had subsidies valued at \$2,097,451.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 4: Capital Assets

Capital asset activity for the year ended June 30, 2025, was as follows:

	<u>Balance 6/30/2024</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	<u>Balance 6/30/2025</u>
Governmental Activities:					
Capital assets, not being depreciated:					
Land	\$ 231,764,038	\$ 577,726	\$ -	\$ -	\$ 232,341,764
Construction in progress	26,966,656	17,806,559	-	(2,139,017)	42,634,198
Other capital assets	912,200	111,586	-	-	1,023,786
Total capital assets, not being depreciated	<u>259,642,894</u>	<u>18,495,871</u>	<u>-</u>	<u>(2,139,017)</u>	<u>275,999,748</u>
Capital assets, being depreciated:					
Infrastructure	1,614,333,465	903,480	-	2,139,017	1,617,375,962
Building and improvements	134,782,058	-	-	-	134,782,058
Vehicles and equipment	20,208,491	2,355,685	(723,914)	-	21,840,262
Parks and park improvements	7,005,310	-	-	-	7,005,310
Other capital assets, depreciable	278,425	-	-	-	278,425
Lease assets (copiers and postage machines)	254,059	-	(9,837)	-	244,222
Subscription assets	7,348,339	2,313,294	(184,159)	-	9,477,474
Total capital assets, being depreciated	<u>1,784,210,147</u>	<u>5,572,459</u>	<u>(917,910)</u>	<u>2,139,017</u>	<u>1,791,003,713</u>
Less accumulated depreciation and amortization for:					
Infrastructure	(989,658,637)	(33,847,880)	-	-	(1,023,506,517)
Buildings and improvements	(26,238,356)	(3,328,173)	-	-	(29,566,529)
Vehicles and equipment	(13,552,199)	(1,652,233)	723,914	-	(14,480,518)
Parks and park improvements	(5,079,599)	(700,046)	-	-	(5,779,645)
Other capital assets, depreciable	(88,611)	(27,843)	-	-	(116,454)
Lease assets (copiers and postage machines)	(180,570)	(59,271)	10,598	-	(229,243)
Subscription assets	(3,091,005)	(2,345,782)	184,159	-	(5,252,628)
Total accumulated depreciation and amortization	<u>(1,037,888,977)</u>	<u>(41,961,228)</u>	<u>918,671</u>	<u>-</u>	<u>(1,078,931,534)</u>
Total capital assets, being depreciated, net	<u>746,321,170</u>	<u>(36,388,769)</u>	<u>761</u>	<u>2,139,017</u>	<u>712,072,179</u>
Governmental activities capital assets, net	<u>\$ 1,005,964,064</u>	<u>\$ (17,892,898)</u>	<u>\$ 761</u>	<u>\$ -</u>	<u>\$ 988,071,927</u>
	<u>Balance 6/30/2024</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	<u>Balance 6/30/2025</u>
Business-type Activities:					
Capital assets, not being depreciated:					
Land	\$ 8,573,214	\$ -	\$ -	\$ -	\$ 8,573,214
Construction in progress	6,623,141	409,920	-	(1,708,242)	5,324,819
Total capital assets, not being depreciated	<u>15,196,355</u>	<u>409,920</u>	<u>-</u>	<u>(1,708,242)</u>	<u>13,898,033</u>
Capital assets, being depreciated:					
Infrastructure	17,333,375	118,334	-	1,708,242	19,159,951
Buildings and improvements	9,910,102	-	-	-	9,910,102
Vehicles and equipment	1,964,960	-	-	-	1,964,960
Total capital assets, being depreciated	<u>29,208,437</u>	<u>118,334</u>	<u>-</u>	<u>1,708,242</u>	<u>31,035,013</u>
Less accumulated depreciation and amortization for:					
Infrastructure	(2,395,793)	(412,101)	-	-	(2,807,894)
Buildings and improvements	(2,416,003)	(253,077)	-	-	(2,669,080)
Vehicles and equipment	(517,159)	(219,612)	-	-	(736,771)
Total accumulated depreciation and amortization	<u>(5,328,955)</u>	<u>(884,790)</u>	<u>-</u>	<u>-</u>	<u>(6,213,745)</u>
Total capital assets, being depreciated, net	<u>23,879,482</u>	<u>(766,456)</u>	<u>-</u>	<u>1,708,242</u>	<u>24,821,268</u>
Business-type activities capital assets, net	<u>\$ 39,075,837</u>	<u>\$ (356,536)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,719,301</u>

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 4: **Capital Assets (Continued)**

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

Governmental Activities:	
General Government	\$ 40,463,208
Internal Service Funds	1,498,020
Total depreciation and amortization expense - governmental activities	\$ 41,961,228
Business-type activities	
Recycling and Waste	\$ 254,715
Drainage	630,075
Total depreciation expense - business-type activities	\$ 884,790

Note 5: **Leases**

Leases Payable

The City has recorded various lease liabilities impacting GASB 87 for the lease of 25 copy machines and 2 postage machines.

As of June 30, 2025, the lease terms on the copy machines leases ranged from about 36 to 51 months, including extension options. The City is required to make monthly payments ranging from \$130 to \$338 with an interest rate that ranges from 0.31% to 0.46%. The City recognized at June 30, 2025 a total liability of \$13,582 for the copier leases. The copy machine equipment's useful life was five years as of the contract commencement, which ranged from September 26, 2019, to September 30, 2025.

As of June 30, 2025, the lease terms on the postage machines leases ranged from about 38 to 51 months, including extension options. The City is required to make monthly payments of \$280 to \$404 with an interest rate that ranges from 0.31% to 0.46%. The City recognized at June 30, 2025 a total liability of \$1,214 for the postage machine leases. The postage machine equipment's useful life was five years as of the contract commencement, which ranged from September 26, 2019 to October 27, 2025.

The value of the right to use assets as of June 30, 2025 amounted to \$244,222 with accumulated amortization of \$229,243 as shown in Note 4.

Asset Class	As of Fiscal Year-end	
	Lease Asset Value	Accumulated Amortization
Equipment	\$ 244,222	\$ 229,243
Total Leases	\$ 244,222	\$ 229,243

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 5: **Leases (Continued)**

Governmental Activities	Balance June 30, 2024	Additions	Retirements	Balance June 30, 2025	Current Portion
Lease Liabilities					
Copiers	\$ 67,713	\$ -	\$ (54,131)	\$ 13,582	\$ 13,582
Postage Machines	6,616	-	(5,402)	1,214	1,214
Total governmental activities lease liabilities	<u>\$ 74,329</u>	<u>\$ -</u>	<u>\$ (59,533)</u>	<u>\$ 14,796</u>	<u>\$ 14,796</u>

Principal and Interest Requirements to Maturity

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2026	\$ 14,796	\$ 14	\$ 14,810
	<u>\$ 14,796</u>	<u>\$ 14</u>	<u>\$ 14,810</u>

Leases Receivable

The City has recorded various lease receivables impacting GASB 87 for the lease of the City’s land, infrastructures, and buildings. As of June 30, 2025, the lease term on the leases ranges from about 28 to 221 months and has an interest rate that ranges from .31% to 2.4%. The lessees are required to make fixed payments in the amount of \$4,250 monthly to \$17,000 annually. The City recognized at June 30, 2025 a total balance of \$1,812,879 in deferred inflow of resources and \$1,848,629 in lease receivables.

On October 11, 2019, the City entered into a 219 month lease as lessor for the use of Small Cell Wireless Communication (ATT). An initial lease receivable was recorded in the amount of \$5,269. As of June 30, 2025, the value of the lease receivable is \$4,343. The lessee is required to make annual fixed payments of \$281. The lease has an interest rate of 1.4620%. The value of the deferred inflow of resources as of June 30, 2025, was \$4,116, and the City recognized lease revenue of \$288 during the fiscal year. The lessee has two extension options, each for 60 months.

On December 11, 2019, the City entered into a 221 month lease as lessor for the use of Small Cell Wireless Communication (Verizon). An initial lease receivable was recorded in the amount of \$5,257. As of June 30, 2025, the value of the lease receivable is \$4,343. The lessee is required to make annual fixed payments of \$281. The lease has an interest rate of 1.4620%. The value of the deferred inflow of resources as of June 30, 2025, was \$4,117, and the City recognized lease revenue of \$285 during the fiscal year. The lessee has two extension options, each for 60 months.

On April 16, 2021, the City entered into a 96 month lease as lessor for the use of land for the Sac RT Corp Yard. An initial lease receivable was recorded in the amount of \$3,514,798. As of June 30, 2025, the value of the lease receivable is \$1,789,927. The lessee is required to make monthly fixed payments of \$456,372. The lease has an interest rate of 0.9670%. The value of the deferred inflow of resources as of June 30, 2025 was \$1,757,399, and the City recognized lease revenue of \$439,350 during the fiscal year.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 5: **Leases (Continued)**

On May 13, 2021, the City entered into a 48 month lease as lessor for the use of land. An initial lease receivable was recorded in the amount of \$67,537. As of June 30, 2025, the value of the lease receivable is \$0. The lessee is required to make annual fixed payments of \$17,000. The lease has an interest rate of 0.4570%. The value of the deferred inflow of resources as of June 30, 2025, was \$0 and the City recognized lease revenue of \$16,884 during the fiscal year. The lessee has one extension option for 12 months. As of June 30, 2025, the lease has ended.

On May 13, 2021, the City entered into a 60 month lease as lessor for the use of land. An initial lease receivable was recorded in the amount of \$84,030. As of June 30, 2025, the value of the lease receivable is \$16,902. The lessee is required to make annual fixed payments of \$17,000. The lease has an interest rate of 0.5773%. The value of the deferred inflow of resources as of June 30, 2025, was \$16,806, and the City recognized lease revenue of \$16,806 during the fiscal year. The lessee has one extension option for 24 months.

On May 14, 2021, the City entered into a 48 month lease as lessor for the use of land. An initial lease receivable was recorded in the amount of \$67,537. As of June 30, 2025, the value of the lease receivable is \$0. The lessee is required to make annual fixed payments of \$17,000. The lease has an interest rate of 0.4570%. The value of the deferred inflow of resources as of June 30, 2025, was \$0, and the City recognized lease revenue of \$16,884 during the fiscal year. The lessee has one extension option for 12 months. As of June 30, 2025, the lease has ended.

On July 1, 2022, the City entered into a 60 month lease as lessor for the use of building space. An initial lease receivable was recorded in the amount of \$76,103. As of June 30, 2025, the value of the lease receivable is \$33,113. The lessee is required to make monthly fixed payments of \$17,000. The lease has an interest rate of 2.3660%. The value of the deferred inflow of resources as of June 30, 2025 was \$30,441, and the City recognized lease revenue of \$15,221 during the fiscal year. The lessee has two extension option for 12 months each.

On September 1, 2022, the City entered into a 28 month lease as lessor for the use of building space. An initial lease receivable was recorded in the amount of \$12,181. As of June 30, 2025, the value of the lease receivable is \$0. The lessee is required to make monthly fixed payments of \$500. The lease has an interest rate of 2.0240%. The value of the deferred inflow of resources as of June 30, 2025 was \$0, and the City recognized lease revenue of \$2,610 during the fiscal year. As of June 30, 2025, the lease has ended.

Principal and Interest Expected to Maturity

Fiscal Year	Governmental Activities		
	Principal Receipts	Interest Receipts	Total Receipts
2026	\$ 474,759	\$ 16,221	\$ 490,980
2027	462,550	11,442	473,992
2028	450,143	6,861	457,004
2029	454,531	2,487	457,018
2030	561	97	658
2031 - 2035	3,138	356	3,494
2036 - 2039	2,947	110	3,057
	<u>\$ 1,848,629</u>	<u>\$ 37,574</u>	<u>\$ 1,886,203</u>

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 6: Subscription-Based Information Technology Arrangements

A summary of subscription-based information technology arrangements (SBITA) transactions for the fiscal year ended June 30, 2025, are as follows:

	Balance June 30, 2024	Additions	Retirements	Balance June 30, 2025	Current Portion
Governmental Activities					
Subscription liabilities					
Redflex's Alcyon Application Software	\$ 93,146	\$ -	\$ 42,420	\$ 50,726	\$ 43,398
Granicus Meeting Management Software	41,202	-	41,202	-	-
Planet Bids Software Subscription	-	49,611	16,478	33,133	16,126
ZenCity Platform Software	14,679	-	14,679	-	-
KnowBe4 Security Software Subscription	12,554	-	12,554	-	-
NVP Software Subscription	196,579	-	37,525	159,054	38,399
Selectron Integrated Voice Response Software	15,450	-	7,635	7,815	7,815
Mark 43 Public Safety Software	325,632	-	325,632	-	-
FlockOS Subscription	789,640	-	190,103	599,537	194,894
Civic Plus	-	123,803	29,374	94,429	28,958
Axon Digital Evidence Management Software	1,416,777	-	499,957	916,820	472,477
MCCi Laserfiche Software Subscription	47,654	-	47,654	-	-
KMSATP Subscription	492	-	492	-	-
PhishER Software	8,965	-	8,965	-	-
FirstTwo Intelligence Software Solution	-	33,657	11,482	22,175	10,920
Dulles Technology Partners Inc. Electronic					
Grants Management System	19,476	-	6,439	13,037	6,491
Debtbook	21,244	-	10,498	10,746	10,746
EventPro Software	31,015	-	18,943	12,072	12,072
Amplifund	35,638	-	17,160	18,478	18,478
Clearview AI Facial Recognition	19,153	-	9,440	9,713	9,713
ZenCity Pulse Premium	14,623	-	14,623	-	-
Cobwebs	269,329	-	64,631	204,698	66,399
Superion, LLC ERP Software	806,036	-	387,139	418,897	418,897
VMware vSphere Advantage	14,275	-	7,035	7,240	7,240
Azteca Systems LLC CMMS	-	409,852	98,375	311,477	94,849
Azteca Systems LLC PLL	-	185,234	48,400	136,834	44,258
Azteca Systems LLC eBuilder	-	459,414	110,000	349,414	106,023
CWD Microsoft Software	-	759,213	256,920	502,293	247,633
Changing Environments Inc.	-	60,091	30,046	30,045	30,045
MSW Consultants Inc.	-	118,907	40,750	78,157	38,532
Tyler Technologies Executime	-	34,744	-	34,744	17,563
Open Counter Enterprises	-	78,768	40,000	38,768	38,768
Total	\$ 4,193,559	\$ 2,313,294	\$ 2,446,551	\$ 4,060,302	\$ 1,980,694

The subscription liabilities are offset with subscription assets as discussed in Note 4.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 6: **Subscription-Based Information Technology Arrangements (Continued)**

On May 23, 2007, the City entered into a 50 month subscription for the use of Redflex's Alcyon Application Traffic System. As of June 30, 2025, the value of the subscription liability is \$50,726. The City is required to make monthly fixed payments of \$3,675. The subscription has an interest rate of 2.2753%. The value of the right to use asset as of June 30, 2025 was \$175,484 with accumulated amortization of \$126,348 which is included with Software on the Subscription Class activities table found below. The City has 1 extension option for 60 months.

On July 1, 2019, the City entered into a 36 month subscription for the use of Granicus Meeting Management Software. As of June 30, 2025, the value of the subscription was paid off. The subscription has an interest rate of 2.1843%. The value of the right to use asset as of June 30, 2025 is \$0.

On August 2, 2024, the City entered into a 36 month subscription for the use of Planet Bids LLC. An initial subscription liability was recorded in the amount of \$49,611. As of June 30, 2025, the value of the subscription liability is \$33,133. The subscription has an interest rate of 3.0670%. The value of the right to use asset as of June 30, 2025 of \$49,611 with accumulated amortization of \$15,113 is included with Software on the Subscription Class activities table found below.

On September 9, 2022, the City entered into a 36 month subscription for the use of ZenCity Platform Software. As of June 30, 2025, the subscription was paid off. The subscription has an interest rate of 2.1843%. The value of the right to use asset as of June 30, 2025 was \$44,044 with accumulated amortization of \$41,272.

On September 9, 2022, the City entered into a 36 month subscription for the use of KnowBe4 Security Software. As of June 30, 2025, the value of the subscription was paid off. The subscription has an interest rate of 2.1843%. The value of the right to use asset as of June 30, 2025 was \$37,667 with accumulated amortization of \$35,226.

On April 21, 2023, the City entered into an 84 month subscription for the use of NVP Cloud Management Software. As of June 30, 2025, the value of the subscription liability is \$159,054. The City is required to make annual fixed payments of \$42,108. The subscription has an interest rate of 2.3320%. The value of the right to use asset as of June 30, 2025 was \$275,356 with accumulated amortization of \$86,322 is included with Software on the Subscription Class activities table found below.

On June 1, 2021, the City entered into a 59 month subscription for the use of Selectron Integrated Voice Response Software. As of June 30, 2025, the value of the subscription liability is \$7,815. The City is required to make annual fixed payments of \$8,000. The subscription has an interest rate of 2.3657%. The value of the right to use asset as of June 30, 2025 was \$81,892 with accumulated amortization of \$49,968 is included with Software on the Subscription Class activities table found below.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 6: **Subscription-Based Information Technology Arrangements (Continued)**

On September 24, 2020, the City entered into a 60 month subscription for the use of Mark 43 Public Safety Software. As of June 30, 2025, the subscription was paid off. The City is required to make annual fixed payments of \$332,744. The subscription has an interest rate of 2.1843%. The value of the right to use asset as of June 30, 2025 of \$1,387,171 with accumulated amortization of \$1,287,066 is included with Software on the Subscription Class activities table found below. Initial implementation costs made in the amount of \$415,080 were not included in the measurement of the subscription liability as of July 1, 2022, and were included in the measurement of the subscription asset in accordance with GASB.

On August 20, 2021, the City entered into a 69 month subscription for the use of FlockOS Automatic License Plate Detection Software. As of June 30, 2025, the value of the subscription liability is \$599,537. The City is required to make annual fixed payments of \$206,208. The subscription has an interest rate of 2.5197%. The value of the right to use asset as of June 30, 2025 of \$1,189,742 with accumulated amortization of \$615,089 is included with Software on the Subscription Class activities table found below. Initial implementation costs made in the amount of \$12,500 were not included in the measurement of the subscription liability as of July 1, 2022, and were included in the measurement of the subscription asset in accordance with GASB.

On July 1, 2024, the City entered into a 51 month subscription for the use of Civic Plus LLC Software. An initial subscription liability was recorded in the amount of \$123,803. As of June 30, 2025, the value of the subscription liability is \$94,429. The subscription has an interest rate of 3.0270%. The value of the right to use asset as of June 30, 2025 was \$123,803 with accumulated amortization of \$29,130 and is included with Software on the Subscription Class activities table found below.

On May 11, 2022, the City entered into a 59 month subscription for the use of Axon Digital Evidence Management Software. As of June 30, 2025, the value of the subscription liability is \$916,820. The City is required to make semi-annual fixed payments of \$12,744. The subscription has an interest rate of 2.3657%. The value of the right to use asset as of June 30, 2025 of \$1,937,275 with accumulated amortization of \$1,182,066 is included with Software on the Subscription Class activities table found below. The City had a termination period of 1 month as of the subscription commencement.

On August 10, 2022, the City entered into a 36 month subscription for the use of MCCi Laserfiche Software Subscription. As of June 30, 2025, the subscription was paid off. The City is required to make annual fixed payments of \$48,695. The subscription has an interest rate of 2.1843%. The value of the right to use asset as of June 30, 2025 of \$194,377 with accumulated amortization of \$187,358 is included with Software on the Subscription Class activities table found below. The City had a termination period of 1 month as of the subscription commencement.

On May 3, 2023, the City entered into a 28 month subscription for the use of KMSATP Open Source Software. As of June 30, 2025, the subscription was paid off. The City is required to make annual fixed payments of \$505. The subscription has an interest rate of 2.4700%. The value of the right to use asset as of June 30, 2025 of \$1,477 with accumulated amortization of \$1,347 is included with Software on the Subscription Class activities table found below.

CITY OF ELK GROVE

Notes to Financial Statements June 30, 2025

Note 6: **Subscription-Based Information Technology Arrangements (Continued)**

On May 3, 2023, the City entered into a 28 month subscription for the use of PhishER Software. As of June 30, 2025, the subscription was paid off. The City is required to make annual fixed payments of \$9,188. The subscription has an interest rate of 2.4700%. The value of the right to use asset as of June 30, 2025 of \$26,903 with accumulated amortization of \$24,918 is included with Software on the Subscription Class activities table found below.

On August 1, 2024, the City entered into a 36 month subscription for the use of FirstTwo Intelligence Solution Software. An initial subscription liability was recorded in the amount of \$33,657. As of June 30, 2025, the value of the subscription liability is \$22,175. The City is required to make annual fixed payments of \$11,600. The subscription has an interest rate of 3.0670%. The value of the right to use asset as of June 30, 2025 was \$33,657 with accumulated amortization of \$10,284 and is included with Software on the Subscription Class activities table found below.

On December 8, 2021, the City entered into a 66 month subscription for the use of Dulles Technology Partners Inc. Electronic Grants Management System Software. As of June 30, 2025, the value of the subscription liability is \$13,037. The City is required to make annual fixed payments of \$6,600. The subscription has an interest rate of 0.8330%. The value of the right to use asset as of June 30, 2025 of \$32,293 with accumulated amortization of \$17,614 is included with Software on the Subscription Class activities table found below. The City has 3 extension options, each for 12 months.

On June 24, 2023, the City entered into a 36 month subscription for the use of DebtBook software. An initial subscription liability was recorded in the amount of \$32,118. As of June 30, 2025, the value of the subscription liability is \$10,746. The City is required to make annual fixed payments of \$11,000. The subscription has an interest rate of 2.3630%. The value of the right to use asset as of June 30, 2025 of \$32,118 with accumulated amortization of \$21,620 is included with Software on the Subscription Class activities table found below.

On December 31, 2022, the City entered into a 37 month subscription for the use of EventPro Software. An initial subscription liability was recorded in the amount of \$48,319. As of June 30, 2025, the value of the subscription liability is \$12,072. The City is required to make monthly fixed payments of \$1,532. The subscription has an interest rate of 3.2380%. The value of the right to use asset as of June 30, 2025 of \$55,266 with accumulated amortization of \$46,064 is included with Software on the Subscription Class activities table found below.

On February 1, 2024, the City entered into a 36 month subscription for the use of Amplifund. An initial subscription liability was recorded in the amount of \$73,405. As of June 30, 2025, the value of the subscription liability is \$18,478. The City is required to make annual fixed payments of \$37,767. The subscription has an interest rate of 2.4260%. The value of the right to use asset as of June 30, 2025 of \$73,405 with accumulated amortization of \$34,664 is included with Software on the Subscription Class activities table found below.

On July 1, 2023, the City entered into a 36 month subscription for the use of Clearview AI Facial Recognition. An initial subscription liability was recorded in the amount of \$29,087. As of June 30, 2025, the value of the subscription liability is \$9,713. The City is required to make annual fixed payments of \$9,995. The subscription has an interest rate of 2.9010%. The value of the right to use asset as of June 30, 2025 of \$29,087 with accumulated amortization of \$19,391 is included with Software on the Subscription Class activities table found below. The City has one extension option for 12 months.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 6: **Subscription-Based Information Technology Arrangements (Continued)**

On January 15, 2024, the City entered into a 20 month subscription for the use of ZenCity Pulse Premium. An initial subscription liability was recorded in the amount of \$29,456. As of June 30, 2025, the value of the subscription was paid off. The City is required to make annual fixed payments of \$15,000. The subscription has an interest rate of 2.5800%. The value of the right to use asset as of June 30, 2025 of \$29,456 with accumulated amortization of \$25,823 is included with Software on the Subscription Class activities table found below.

On August 11, 2023, the City entered into a 60 month subscription for the use of Cobwebs. An initial subscription liability was recorded in the amount of \$342,470. As of June 30, 2025, the value of the subscription liability is \$204,698. The City is required to make annual fixed payments of \$74,000. The subscription has an interest rate of 2.7360%. The value of the right to use asset as of June 30, 2025 of \$342,470 with accumulated amortization of \$129,378 is included with Software on the Subscription Class activities table found below.

On July 1, 2023, City entered into a 36 month subscription for the use of Superior, LLC ERP Software. An initial subscription liability was recorded in the amount of \$1,197,010. As of June 30, 2025, the value of the subscription liability is \$418,897. The City is required to make monthly fixed payments of \$390,974. The subscription has an interest rate of 2.9010%. The value of the right to use asset as of June 30, 2025 of \$1,197,010 with accumulated amortization of \$798,007 is included with Software on the Subscription Class activities table found below.

On August 2, 2023, the City entered into a 36 month subscription for the use of VMware vSphere Advantage. An initial subscription liability was recorded in the amount of \$21,687. As of June 30, 2025, the value of the subscription liability is \$7,240. The City is required to make annual fixed payments of \$7,450. The subscription has an interest rate of 2.9010%. The value of the right to use asset as of June 30, 2025 of \$21,687 with accumulated amortization of \$13,836 is included with Software on the Subscription Class activities table found below.

On July 1, 2025, the City entered into a 47 month subscription for the use of Azteca Systems LLC CMMS, PLL and eBuilder Software. An initial subscription liability was recorded in the amount of \$1,054,500. As of June 30, 2025, the value of the subscription liability is \$797,725. The subscription has an interest rate of 3.0270%. The value of the right to use asset as of June 30, 2025 of \$1,054,500 with accumulated amortization of \$269,234 is included with Software on the Subscription Class activities table found below.

On July 1, 2024, the City entered into a 28 month subscription for the use of Changing Environments Inc. An initial subscription liability was recorded in the amount of \$60,091. As of June 30, 2025, the value of the subscription liability is \$30,045. The City is required to make annual fixed payments of \$31,000. The subscription has an interest rate of 3.1770%. The value of the right to use asset as of June 30, 2025 of \$60,091 with accumulated amortization of \$25,450 is included with Software on the Subscription Class activities table found below.

On July 1, 2024, the City entered into a 24 month subscription for the use of Open Counter Enterprises. An initial subscription liability was recorded in the amount of \$78,768. As of June 30, 2025, the value of the subscription liability is \$38,768. The City is required to make annual fixed payments of \$40,000. The subscription has an interest rate of 3.1770%. The value of the right to use asset as of June 30, 2025 of \$78,768 with accumulated amortization of \$39,384 is included with Software on the Subscription Class activities table found below.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 6: **Subscription-Based Information Technology Arrangements (Continued)**

On February 1, 2025, the City entered into a 36 month subscription for the use of CWD Microsoft Software. An initial subscription liability was recorded in the amount of \$759,213. As of June 30, 2025, the value of the subscription liability is \$502,293. The City is required to make annual fixed payments of \$261,888. The subscription has an interest rate of 2.8380%. The value of the right to use asset as of June 30, 2025 of \$759,213 with accumulated amortization of \$105,446 is included with Software on the Subscription Class activities table found below.

On February 26, 2025, the City entered into a 36 month subscription for the use of MSW Consultants Inc. An initial subscription liability was recorded in the amount of \$118,907. As of June 30, 2025, the value of the subscription liability is \$78,157. The City required to make annual fixed payments of \$40,750. The subscription has an interest rate of 2.8380%. The value of the right to use asset as of June 30, 2025 of \$118,907 with accumulated amortization of \$13,762 is included with Software on the Subscription Class activities table found below.

On June 1, 2025, the City entered into a 24 month subscription for the use of Tyler Technologies Executime. An initial subscription liability was recorded in the amount of \$34,744. As of June 30, 2025, the value of the subscription liability is \$34,744. The City is required to make annual fixed payments of \$17,640. The subscription has an interest rate of 2.6680%. The value of the right to use asset as of June 30, 2025 of \$34,744 with accumulated amortization of \$1,448 is included with Software on the Subscription Class activities table found below.

The amount of subscription assets by major classes of the underlying asset are as follows at June 30, 2025 as disclosed in Note 4:

Asset Class	As of Fiscal Year-end			
	Subscription Asset Value		Accumulated Amortization	
Software	\$	9,477,474	\$	5,252,628
Total Subscriptions	\$	9,477,474	\$	5,252,628

The future subscription and interest subscription payments as of June 30, 2025 follows:

For the Year Ended June 30	Principal	Interest	Total
2026	\$ 1,980,694	\$ 103,578	\$ 2,084,272
2027	1,402,489	51,545	1,454,034
2028	635,970	18,688	654,658
2029	41,149	960	42,109
Totals	\$ 4,060,302	\$ 174,771	\$ 4,235,073

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 7: **Unavailable Revenue**

Governmental funds report unavailable revenue in connection with receivables for revenues considered unavailable to liquidate liabilities of the current period. As of June 30, 2025, the various components of unavailable revenue in the governmental funds are detailed as follows:

Government Activities :		
General Fund:	Interest receivables	\$ 762,742
	Rail Road Loan Receivable	271,065
	Leases	55,480
Affordable Housing Fund :	Housing project loan interest receivable	374,661
	Interest receivables	189,444
Wilton Rancheria MOU Fund :	Interest receivables	84,949
Federal Grants Fund:	Intergovernmental receivables	1,023,033
State Grants Fund:	Intergovernmental receivables	4,068,015
Roadway Fees Fund:	Development impact fees receivable	554,695
	Interest receivables	333,583
Laguna Ridge CFD 2005-1 Fund:	SCWA water fee credit	327,645
	Interest receivables	77,512
Other Governmental Funds:	Elk Grove Finance Authority	384
	Elk Grove Finance Authority 2018	2,282
	Elk Grove Finance Authority 2020	2,256
	Elk Grove Finance Authority 2022	43
	Intergovernmental receivables	1,798,642
	Opioid settlement	2,330,689
	Interest receivables	1,175,978
	Swainson's Hawk Fund LT mitigation fees receivable	3,756,398
	Housing project loan interest receivable	29,340
	Development impact fees receivable	3,605,767
	Leases	1,757,399
		<u>\$ 22,582,002</u>

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 8: **Long-Term Liabilities**

The following is a summary of long-term liabilities transactions of the City for the fiscal year ended June 30, 2025:

	Balance at 6/30/2024	Additions	Deletions	Balance at 6/30/2025	Amount Due Within One year
Governmental Activities:					
Lease revenue bond debt-Series 2017	\$ 1,665,000	\$ -	\$ (545,000)	\$ 1,120,000	\$ 555,000
Lease revenue bond debt-Series 2018	15,275,000	-	(750,000)	14,525,000	790,000
Lease revenue debt-Series 2020	7,681,747	-	(604,725)	7,077,022	621,899
Lease revenue bond debt-Series 2022	11,505,000	-	(375,000)	11,130,000	395,000
Total Bonds Payable	<u>36,126,747</u>	<u>-</u>	<u>(2,274,725)</u>	<u>33,852,022</u>	<u>2,361,899</u>
Leases Liabilities	74,329	-	(59,533)	14,796	14,796
Subscription Liabilities	4,193,559	2,313,294	(2,446,551)	4,060,302	1,980,694
Net Pension Liability	24,263,932	-	(1,218,095)	23,045,837	-
Net OPEB Liability	10,672,535	-	(1,124,343)	9,548,192	-
Compensated absences	5,803,511	7,516,967	(6,293,818)	7,026,660	732,237
Claims payable	550,685	323,315	-	874,000	-
Totals	<u>\$ 81,685,298</u>	<u>\$ 10,153,576</u>	<u>\$ (13,417,065)</u>	<u>\$ 78,421,809</u>	<u>\$ 5,089,626</u>
Business-type Activities:					
Compensated absences	\$ 122,439	\$ 255,225	\$ (203,182)	\$ 174,482	\$ 18,183
Totals	<u>\$ 122,439</u>	<u>\$ 255,225</u>	<u>\$ (203,182)</u>	<u>\$ 174,482</u>	<u>\$ 18,183</u>

The General Fund has typically been used in prior years to reduce the net pension liability and net other postemployment benefit liability.

As of June 30, 2025, annual debt service requirements of governmental activities to maturity are as follows:

Governmental Activities Lease Revenue Bond Debt - Series 2017			Governmental Activities Lease Revenue Bond Debt - Series 2018		
Year Ending June 30:	Principal	Interest	Year Ending June 30:	Principal	Interest
2026	\$ 555,000	\$ 26,992	2026	\$ 790,000	\$ 513,206
2027	565,000	13,616	2027	830,000	472,706
Total	<u>\$ 1,120,000</u>	<u>\$ 40,608</u>	2028	870,000	430,206
			2029	915,000	385,581
			2030	960,000	343,506
			2031-2035	5,280,000	1,231,400
			2036-2039	4,880,000	333,175
			Total	<u>\$ 14,525,000</u>	<u>\$ 3,709,780</u>

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 8: **Long-Term Liabilities (Continued)**

Governmental Activities Lease Revenue Debt - Series 2020			Governmental Activities Lease Revenue Bond Debt - Series 2022		
Year Ending June 30:	Principal	Interest	Year Ending June 30:	Principal	Interest
2026	\$ 621,899	\$ 195,218	2026	\$ 395,000	\$ 546,625
2027	639,560	177,557	2027	415,000	526,375
2028	657,723	159,394	2028	435,000	505,125
2029	676,401	140,716	2029	460,000	482,750
2030	695,610	121,507	2030	480,000	459,250
2031-2035	3,785,829	299,755	2031-2035	2,790,000	1,901,250
Total	<u>\$ 7,077,022</u>	<u>\$ 1,094,147</u>	2036-2040	3,560,000	1,111,250
			2041-2043	2,595,000	198,625
			Total	<u>\$ 11,130,000</u>	<u>\$ 5,731,250</u>

Individual issues of bonds at June 30, 2025, are as follows:

Governmental Activities

<u>Lease Revenue Bond Debt</u>	<u>Maturity Date</u>	<u>Interest Rates</u>	<u>Annual Principal Installments</u>	<u>Original Issue Amount</u>	<u>Outstanding at 6/30/2025</u>
2017 Refunding of the Elk Grove Financing Authority Lease Revenue Bonds (2007 Capital Projects)	2027	2.41%	\$265,000 - \$565,000	<u>\$ 4,940,000</u>	<u>\$ 1,120,000</u>
Elk Grove Financing Authority Lease Revenue Bonds (Series 2018)	2038	3.0 - 5.0%	\$595,000 - \$1,280,000	<u>\$ 18,530,000</u>	<u>\$ 14,525,000</u>
Elk Grove Financing Authority Lease Revenue Debt (Series 2020)	2035	2.82%	\$272,215 - \$402,878	<u>\$ 10,000,000</u>	<u>\$ 7,077,022</u>
Elk Grove Financing Authority Lease Revenue Bonds (Series 2022)	2043	5.00%	\$170,000 - \$905,000	<u>\$ 12,035,000</u>	<u>\$ 11,130,000</u>

Lease Revenue Bonds and Lease Obligation are payable from any source of legally available funds of the City, which includes the General Fund. The City covenants under the lease to take such actions as may be necessary to include rental payments due under the lease in its annual budgets.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 8: **Long-Term Liabilities (Continued)**

Revenue Bonds

EGFA Series 2017 Lease Revenue Bonds (Capital Facility)

On June 20, 2007, the Elk Grove Financing Authority issued Lease Revenue Bonds in the principal amount of \$18,585,000, which were subsequently refinanced in the amount of \$4,940,000 on June 8, 2017 via private placement transaction with BBVA Compass Bank. The bonds will mature on March 1, 2027. Interest payments are due semi-annually, on March 1 and September 1 of each year, at an annual rate of 2.41%. Principal payments are due annually on March 1. The refinanced debt does not provide for any optional redemption or acceleration provision. The Bonds are collateralized by revenue received from the City by the Authority under the Lease Agreement for the Elk Grove Corporation Yard, dated June 1, 2017. Proceeds from the Bonds were used to finance the design and construction of the Laguna Palms Campus, which is leased by the City from the Authority. The outstanding balance at June 30, 2025 is \$1,120,000.

EGFA Series 2018 Lease Revenue Bonds (Capital Facility)

On March 18, 2018, the Elk Grove Financing Authority issued Lease Revenue Bonds in the principal amount of \$18,530,000, which will mature on November 1, 2038. Interest payments are due semi-annually, on May 1 and November 1 of each year, at rates ranging from 3.0% to 5.0%. Principal payments are due annually on November 1. The bonds provide for optional redemption at 100% of par on or after November 1, 2028. They are collateralized by revenue received from the City by the Authority under a Substitution Certificate of the City and the First Amendment to the Lease Agreement dated February 1, 2020, removed liens from 8400 and 8401 Laguna Palms Way. The lien is now on 9150 Union Park Way/10190 Iron Rock Way. Proceeds from the Bonds were used to finance the design and construction of the Elk Grove Animal Shelter, which is leased by the City from the Authority. The coupon rates range from 3.0% to 5.0% with a true-interest cost of 3.155626%. The Par and Premium amount of the bonds were \$18,530,000 and \$973,533, respectively. The bond proceeds totaled \$19,503,533, which included bond proceeds of \$19,210,000, cost of issuance of \$213,643 and underwriters discount of \$79,890. The outstanding balance at June 30, 2025 is \$14,525,000.

EGFA Series 2022 Lease Revenue Bonds (Police Facilities)

On May 3, 2022, the Elk Grove Finance Authority issued Lease Revenue Bonds in the amount of \$12,035,000 to provide new funding for improvements for the City's Police Department buildings. The bonds have an interest rate of 5.0% and mature beginning November 1, 2022 through November 1, 2042. On May 3, 2022, the Elk Grove Finance Authority issued Lease Revenue Bonds in the amount of \$12,035,000 to provide new funding for improvements for the City's Police Department buildings. Interest payments are due semi-annually, on May 1 and November 1 of each year, at a fixed rate of 5.0%. Principal payments are due annually on November 1 through November 1, 2042. The bonds provide for optional redemption at 100% of par on or after November 1, 2033. They are collateralized by 8380 Laguna Palms Way and 8400 Laguna Palms Way. The Par and Premium amount of the bonds are \$12,035,000 and \$1,501,125, respectively. The bond proceeds totaled \$13,536,125, which included bond proceeds of \$13,274,884, cost of issuance of \$210,000 and underwriter's discount of \$50,846. The outstanding balance at June 30, 2025 is \$11,130,000.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 8: **Long-Term Liabilities (Continued)**

Lease Obligation

Elk Grove Finance Authority Series 2020 Lease Revenue Debt

On May 21, 2020, the Elk Grove Financing Authority issued a Lease Revenue debt in the principal amount of \$10,000,000, which will mature on March 1, 2035. The debt was financed as a private placement transaction with F&M Bank. Interest payments are due semi-annually, on March 1 and September 1 of each year, at a fixed rate of 2.82%. Principal payments are due semi-annually on March 1 and September 1 of each year. The debt provides for optional prepayment at 103% to 100% of par depending on the date of prepayment. They are collateralized by revenue received from the City by the Authority under the Lease Agreement for a City-owned property, dated May 1, 2020. The property is located at 8401 Laguna Palms Way. Proceeds from the debt will be used to finance the acquisition and construction of the District 56 Property and the Old Town Plaza Property. The outstanding balance at June 30, 2025, is \$7,077,022.

Special Assessment District Bonds

Special Assessment Districts (Districts) within the City have issued debt under the Mello-Roos Community Facilities Act of 1982 to finance infrastructure improvements and facilities within the boundaries of the Districts. The City is the collecting and paying agent for the debt issued by the Districts, but has no direct or contingent liability or moral obligation for the payment of the debt. Therefore, debt issued by the Districts is not included in long term debt of the City.

The outstanding balance of these issues at June 30, 2025 is:

<u>Special Assessment Debt with no Governmental Commitment</u>	<u>Issue Year</u>	<u>Maturity Year</u>	<u>Outstanding at 6/30/2025</u>
E. Franklin Community Facilities District No. 2002-1, Series 2015 Poppy Ridge Community	2015	2038	\$ 35,745,000
Facilities District No. 2003-1, Series 2015 Laguna Ridge Community	2015	2038	\$ 31,350,000
Facilities District No. 2005-1, Series 2016 Laguna Ridge Community	2017	2046	\$ 103,020,000
Facilities District No. 2005-1, Series 2018 Laguna Ridge Community	2018	2048	\$ 18,585,000
Facilities District No. 2005-1, Series 2020 Laguna Ridge Community	2020	2050	\$ 11,100,000
Facilities District No. 2005-1, Series 2021 Laguna Ridge Community	2021	2051	\$ 11,015,000
Facilities District No. 2005-1, Series 2024	2024	2051	\$ 14,270,000

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 9: **Fund Balance Policies**

In the fund financial statements, fund balance is reported in classifications that comprise a hierarchy based on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The classifications of fund balance are:

Nonspendable – includes fund balance amounts that cannot be spent either because they are not in spendable form or because of legal or contractual constraints.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors, or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action (Resolution) of the highest level of decision-making authority (City Council) and do not lapse at year-end. All use of committed fund balance requires the City Council, which is the highest level of decision-making authority, to take formal action with a resolution, including a budget resolution, to modify or rescind a committed fund balance.

The City's stabilization arrangement, as set forth in the Fund Balance Reserve Policy approved by the City Council in April 2019 by Resolution No. 2019-083 which states that the City Council will set an annual General Fund Reserve for Economic Uncertainty target level amount to 20% and 25% to assist with economic uncertainty, emergencies and cash flow needs and Opportunity Reserve fund with a target level of 0% to 5% to assist in providing funding for projects, acquisitions, or unforeseen events or need. The Fund Balance Reserve Policy is intended to provide a framework for establishing annual reserve levels during the budget process that will provide the City with flexibility to adapt to local, regional and statewide economic changes and to stabilize the delivery of City services during periods of operational budget deficits while continuing to maintain sufficient balance for emergency spending. The reserve balance as a percentage of adjusted appropriations shall be no less than 20% of general fund adjusted appropriations. The City Council will approve any fund balance between 20% and 25% of adjusted appropriations as part of the annual budget resolution, provided that the level of reserves is not reduced below 20%. These reserves will be reported as part of the Committed Reserve Balance in the City's Annual Comprehensive Financial Report. Any appropriation of the REU below the 20% minimum shall be accompanied by findings articulating the need for the use of the REU and a plan for the replenishment of the REU within a reasonable period not to exceed three (3) budget years. All use of the REU must be approved by a majority (three votes) of the City Council. The exception is the event that a disaster situation is declared. In the event of a declared emergency, the City Manager may expend REU without prior City Council approval. After the emergency, the City Council shall evaluate the current REU level, and if necessary, publish, as an amendment to the current Budget Resolution, findings for the replenishment of the reserves within a reasonable period not to exceed three budget years.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 9: **Fund Balance Policies (Continued)**

When the City successfully retains a REU amount beyond 25% and an Opportunity Reserve beyond 5% of Adjusted Appropriations for a given budget year the close out of the fiscal year will include the reallocation of reserves over the 30% to two purposes: one half to Capital Reserves and one half to economic development programs. Maintaining the target level funding for the projected fund balance amounts in the next fiscal year will be considered before a transfer of reserves is initiated. The City wants to retain a Stabilization Reserve level between 10% to 25% of revenues in other operating funds for any given budget year. Stabilization Reserves will be set aside each budget year to provide budget stabilization or to fund unanticipated projects deemed necessary. The City Council will approve any fund balance between 10% and 20% of other on-going operating revenues as part of the Annual Budget Resolution. If the level of Stabilization Reserves falls below 10%, the City may over several Fiscal Years restore the level of Reserve to the desirable level of over 10%. These reserves are reported as part of the committed fund balance.

Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Assigned Fund Balance represents budgeted amounts set by City Council’s approval of the subsequent year budget, as set forth in the Fund Balance Reserve Policy approved by the City Council in December 2009 by Resolution No. 2009-37 directs that Council will assign any restricted reserve (assigned) fund balance.

Unassigned – Unassigned includes positive fund balance within the General Fund which has not been classified within the above-mentioned categories and negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for specific expenditures, restricted resources are considered spent before unrestricted resources. Within unrestricted resources, committed and assigned are considered spent (if available) before unassigned amounts.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 9: **Fund Balance Policies (Continued)**

As of June 30, 2025, the fund balance details by classification are as follows:

	General Fund	Affordable Housing Special Revenue Fund	Wilton Rancheria MOU Special Revenue Fund	Federal Capital Grant Capital Project Fund	State Grants Capital Project Fund
Fund Balance:					
Nonspendable					
Advance to other funds	\$ 1,519,716	\$ -	\$ -	\$ -	\$ -
Restricted:					
Affordable housing projects	-	107,427,728	-	-	-
Wilton Rancheria	-	-	19,326,902	-	-
CDBG	-	-	-	-	-
Development services fund	-	-	-	-	-
State homeless appropriations	-	-	-	-	-
Strategic grant planning appropriations	-	-	-	-	-
Recycling and waste	-	-	-	-	-
State grants	-	-	-	-	-
Public safety	-	-	-	-	-
Public works maintenance	-	-	-	-	-
Agricultural preservation	-	-	-	-	-
Swainson's Hawk	-	-	-	-	-
Tree mitigation	-	-	-	-	-
Library	-	-	-	-	-
Donation and Community Programs	-	-	-	-	-
Opioid Settlement	-	-	-	-	-
Disaster recovery	-	-	-	-	-
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Permanent Fund	-	-	-	-	-
Committed:					
Reserve for economic uncertainty	21,740,591	-	-	-	-
Opportunity reserves	4,348,118	-	-	-	-
Capital reserve	62,159,986	-	-	-	-
Economic development programs	33,702,089	-	-	-	-
Measure E Future Project Reserve	15,308,291	-	-	-	-
Assigned:					
Appropriation of fund balance	161,301	-	-	-	-
Unassigned:	22,307,985	-	-	(1,002,015)	(3,791,645)
Total Fund Balances	<u>\$ 161,248,077</u>	<u>\$ 107,427,728</u>	<u>\$ 19,326,902</u>	<u>\$ (1,002,015)</u>	<u>\$ (3,791,645)</u>

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 9: **Fund Balance Policies (Continued)**

	Roadway Fee Capital Project Fund	Laguna Ridge CFD 2005-1 Capital Project Fund	Other Governmental Funds	Total
Fund Balance:				
Nonspendable				
Advance to other funds	\$ -	\$ -	\$ -	\$ 1,519,716
Restricted:				
Affordable housing projects	-	-	394,981	107,822,709
Wilton Rancheria	-	-	-	19,326,902
CDBG	-	-	-	-
Development services fund	-	-	7,863,097	7,863,097
State homeless appropriations	-	-	3,864,415	3,864,415
Strategic grant planning appropriations	-	-	-	-
Recycling and waste	-	-	47,431	47,431
State grants	-	-	-	-
Public safety	-	-	1,714,783	1,714,783
Public works maintenance	-	-	59,872,044	59,872,044
Agricultural preservation	-	-	-	-
Swainson's Hawk	-	-	5,391,803	5,391,803
Tree mitigation	-	-	1,910,131	1,910,131
Library	-	-	1,612,884	1,612,884
Donation and Community Programs	-	-	196,847	196,847
Opioid Settlement	-	-	1,016,040	1,016,040
Disaster recovery	-	-	22,096	22,096
Capital projects	70,232,555	21,431,314	157,741,754	249,405,623
Debt service	-	-	1,432,199	1,432,199
Permanent Fund	-	-	166,021	166,021
Committed:				
Reserve for economic uncertainty	-	-	-	21,740,591
Opportunity reserves	-	-	-	4,348,118
Capital reserve	-	-	-	62,159,986
Economic development programs	-	-	-	33,702,089
Measure E Future Project Reserve	-	-	-	15,308,291
Assigned:				
Subsequent years budget: of fund balance	-	-	-	-
Appropriation of fund balance	-	-	-	161,301
Unassigned:				
	-	-	(2,619,495)	14,894,830
Total Fund Balances	<u>\$ 70,232,555</u>	<u>\$ 21,431,314</u>	<u>\$ 240,627,031</u>	<u>\$ 615,499,947</u>

Note 10: **Interfund Transactions**

Interfund balances as of June 30, 2025, consisted of the following:

Due From/To Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Other Governmental Funds	\$ 666,678
Roadway Fee Capital Projects Fund	Federal Capital Grant Capital Project Fund	672,971
		<u>\$ 1,339,649</u>

During the year, various funds borrowed cash to cover their operating cash deficits. These amounts are intended be repaid in the following fiscal year.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 10: **Interfund Transactions (Continued)**

Advances From/To Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Other Governmental Funds	\$ 1,519,716
Other Governmental Funds	Other Governmental Funds	<u>2,696,696</u>
		<u>\$ 4,216,412</u>

The General Fund advanced \$1,519,716 to the Transit Special Revenue Fund. The advance is related to the City’s transit deficit that occurred as part of the City’s transfer of transit operations to Sacramento Regional Transit (SacRT). Per the Annexation Agreement, the City will be reimbursed by SacRT over 8 years from July 1, 2021 through the lease agreement discussed in Note 5, which the Transit fund will use to reimburse the General Fund.

The Street Maintenance District Special Revenue Fund and the Capital Facilities Funds Capital Project Fund advanced \$1,797,788 and \$898,908 respectively, to the Mitigation and Fee Fund and is related to an early settlement of reimbursement agreements between the City and Reynen & Bardis (R&B) at a discounted rate in fiscal year 2018-19.

Interfund transfers as of June 30, 2025, consisted of the following:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Other Governmental Funds	\$ 1,698,349	Debt Service
	Recycling and Waste Enterprise Fund	30,000	Adjustment
		<u>1,728,349</u>	
Federal Capital Grants Capital Projects Fund	Other Governmental Funds	58,255	Capital Projects
		<u>58,255</u>	
Roadway Fee Capital Projects Fund	General Fund	336,828	Cost Recovery
		<u>336,828</u>	
Laguna Ridge CFD 2005-1 Capital Projects Fund	General Fund	193,035	Cost Recovery
		<u>193,035</u>	
Other Governmental Funds	General Fund	9,072,747	Cost Recovery
	General Fund	3,760,584	Adjustment
	Other Governmental Funds	1,925,058	Capital Projects
		<u>14,758,389</u>	
Recycling and Waste Enterprise Fund	General Fund	356,588	Cost Recovery
	Other Governmental Funds	10,506	Debt Service
		<u>367,094</u>	
Drainage Enterprise Fund	General Fund	2,044,679	Cost Recovery
	Other Governmental Funds	5,956	Debt Service
		<u>2,050,635</u>	
Internal Service Funds	General Fund	1,072,353	Cost Recovery
	Other Governmental Funds	33,759	Debt Service
		<u>1,106,112</u>	
		<u>\$ 20,598,697</u>	

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 11: Excess Expenditures Over Appropriations

For the year ended June 30, 2025, the following budgetary units had expenditures that exceeded appropriations:

<u>Fund</u>	<u>Appropriations</u>	<u>Expenditures</u>	<u>Over</u>
Special Revenue Funds:			
Recycling Grant Fund	\$ 202,487	\$ 440,376	\$ (237,889)
CA Law Enforcement Equipment Fund	581,392	581,495	(103)
SB1 Streets and Roads Fund	4,181,044	4,181,780	(736)
Strategic Planning Grants Fund	729,575	762,236	(32,661)
Transit Fund	147,585	571,130	(423,545)
Capital Project Funds:			
Measure A Construction Funds Fund	\$ 1,121,717	\$ 1,171,331	\$ (49,614)
In Lieu Fund	652,324	652,760	(436)
Laguna CFD Fund	200	259	(59)

Sufficient resources were available within each fund to finance these excesses with the exception of the Transit Special Revenue Fund. See discussion in Note 12 below for plans to cure the deficit in that fund.

Note 12: Deficit Fund Balances

As of June 30, 2025, the following funds had deficit fund balances. The deficits occurred because expenditures exceeded revenues. The City expects that future funding will reduce the deficits.

<u>Fund</u>	<u>Deficit</u>	
Special Revenue:		
Household Hazardous Waste Fund	\$ 13,131	Result of timing difference between expenditures and the receipt of Grant funding.
Tire Collection & Disposal Grant Fund	44,569	Result of timing difference between expenditures and the receipt of Grant funding.
Community Development Block Grant Fund	865,015	Result of timing difference between expenditures and the receipt of Grant funding.
Strategic Planning Grants Fund	138,161	Result of timing difference between expenditures and the receipt of Grant funding.
Transit Fund	1,558,619	Result of the transfer of the transit system to SacRT and will be repaid in the next six years
Capital Projects:		
Federal Capital Grants Fund	\$ 1,002,015	Result of timing difference between expenditures and the receipt of Grant funding.
State Grants Fund	3,791,645	Result of timing difference between expenditures and the receipt of Grant funding.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 13: **Other Postemployment Benefits Other than Pension Benefits**

Plan Descriptions

The City provides three separate Other Post Employment Benefit (OPEB) plans for qualified executive staff and employees who retire from the City. One OPEB plan is a single employer defined benefit health reimbursement arrangement administered through the use of an OPEB Trust Fund (the HRA Plan), the second plan is a defined contribution plan to which the City and employees may contribute an amount each pay period to employee accounts (defined contribution plan), and the third OPEB plan is an agent-multiple employer defined benefit plan providing a health insurance premium rate subsidy administered by California Public Employees Retirement System (CalPERS) on behalf of the City (the Health Insurance Rate Subsidy Plan).

Eligibility and Benefit Information of the HRA Plan

On August 22, 2007, the Elk Grove City Council adopted Resolution 2007-191 to establish an IRS Section 115 Trust with ICMA (now MissionSquare), a single employer trust, for the City's HRA Plan, adopt eligibility criteria for employees to participate in the plan and designated \$1.5 million to prefund a portion of the future liability. The financial statements for the HRA Plan are included in the Retirement Health Trust Fund statement of fiduciary net position and statement of changes in fiduciary net position. Separate financial statements are not issued for the HRA Plan.

The benefit provided by the HRA Plan to eligible retirees of the City (Councilmembers and employees) is an irrevocable contribution of up to \$800 per month for each covered employee deposited into a health reimbursement account for use by the retiree and eligible dependents to pay for medical expenses allowed under the Internal Revenue Code. On December 9, 2009, the City Council amended the HRA plan with Resolution 2009-266 which limited employee eligibility in the HRA plan to employees within six years of CalPERS retirement eligibility at July 1, 2009. The eligibility criteria for employees established under the plan agreement are as follows:

- Executive staff who report directly to the City Council or the City manager who are retiring from the City in the CalPERS retirement system, with at least 5 consecutive years of service working with the City.
- All other staff who are retiring from the City in the CalPERS retirement system, with at least 10 consecutive years of service working with the City.
- Employees who terminate before retirement with the City forfeit contributions upon separation.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 13: **Other Postemployment Benefits Other than Pension Benefits (Continued)**

Eligibility and Benefit Information of the Defined Contribution Plan

Employees not meeting HRA plan eligibility have been enrolled in the Defined Contribution Plan where the City contributes an amount per pay period to a deferred compensation account with the HRA vendor in the employee’s name, which is fully vested and has no funding liabilities. Employees are enrolled in this plan on their date of hire with no waiting period. Non Represented employees and Police managers receive an employer paid \$100 per pay period. Elk Grove Police Officers Association (EGPOA) employees covered by the Memorandum of Understanding (MOU) contributions are structured as outlined in the following tier structure.

Employee Age	Employee Contribution	Employer Contribution
34 and under	\$60.00	\$70.00
35-39	\$70.00	\$80.00
40-44	\$80.00	\$90.00
45 and over	\$90.00	\$100.00

The plan is administered by Health Secure HRA. Employee contributions for the fiscal year totaled \$30,958. Employer contributions of \$663,000 were paid into the Defined Contribution Plan. No liability for the defined contribution has been included in the report since the City fully paid the annual required contribution. Since the assets held under this plan are not the City’s property and are not subject to claims by general creditors of the City, the assets have been excluded from these financial statements.

Eligibility and Benefit Information of the Health Insurance Rate Subsidy Plan

Under the Health Insurance Rate Subsidy Plan, the City provides retirees the ability to continue their healthcare coverage under the City’s cafeteria plan at a cost to the retiree equal to current eligible employees, which is administered by CalPERS. The City pays the minimum mandatory Rate Subsidy amount required of State Statute. On February 26, 2014, the Elk Grove City Council adopted Resolution 2014-44 to establish an IRS Section 115 Trust with Public Agency Retirement Services (PARS), an agent multiple-employer trust, for the City’s Health Insurance Rate Subsidy Plan. The fiscal year 2023-24 Budget programmed \$27.50 per employee per pay period as planned funding for the existing plan’s liability. The current rate subsidy is \$157 per eligible retiree per month. PARS issues a financial report that includes financial statements and required supplementary information. That report may be obtained from PARS, 4350 Von Karman Avenue, Suite 100, Newport Beach, CA 92660.

Funding Policies

For all three OPEB plans, the contribution requirements of plan members and the City are established and may be amended a) by the City Council through negotiations with the City’s bargaining units, or b) by administrative directive for non-represented employees.

The following disclosures are for the HRA Plan and the Health Insurance Rate Subsidy Plan only. These disclosures do not apply to the Defined Contribution Plan since it does not have any defined benefit characteristics and no liability beyond the on-going employer contribution.

Plan Administration – The City is the Plan administrator for the HRA Plan and PARS administers the Rate Subsidy OPEB Plan.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 13: **Other Postemployment Benefits Other than Pension Benefits (Continued)**

Plan Membership – As of the June 30, 2025, actuarial valuation date, membership in the Plans consisted of the following:

	HRA Plan	Rate Subsidy Plan
Retirees and beneficiaries receiving benefits	52	39
Terminated plan members entitled to, but not yet receiving benefits	-	-
Active plan members	4	421
Total Number of Participants	56	460

Investment Policy – PARS and MissionSquare offer different investment portfolios as part of the investment vehicle. The investments held as of June 30, 2025, for the MissionSquare Trust are included in Note 2.

Rate of Return – For the year ended June 30, 2025, the annual money-weighted rate of return on investments, net of investment expense, was 0.001% for the HRA Plan. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Changes in Net OPEB Liability (Asset) – The components of the changes in the net OPEB liability (asset) for each plan for the year ended at June 30, 2025, were as follows:

	Increase (Decrease)		
HRA Plan	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (a) - (b)
Balance at June 30, 2024	\$ 5,608,304	\$ 4,802,043	\$ 806,261
Changes Recognized for the Measurement Period:			
Service Cost	30,235	-	30,235
Interest on the total OPEB liability	299,792	-	299,792
Changes in benefit terms	-	-	-
Differences between expected and actual experience	-	-	-
Changes of assumptions	-	-	-
Employer Contributions	(68,000)	595,000	(663,000)
Actual Investment Income	-	271,970	(271,970)
Investment Gains/Losses	-	246,547	(246,547)
Administrative expenses	-	(22,849)	22,849
Benefit payments	(375,520)	(375,520)	-
Net changes	(113,493)	715,148	(828,641)
Balance at June 30, 2025	\$ 5,494,811	\$ 5,517,191	\$ (22,380)

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 13: **Other Postemployment Benefits Other than Pension Benefits (Continued)**

Rate Subsidy Plan	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability/(Asset)
	(a)	(b)	(a) - (b)
Balance at June 30, 2024	\$ 15,401,211	\$ 5,534,937	\$ 9,866,274
Changes Recognized for the Measurement Period:			
Service Cost	1,234,121	-	1,234,121
Interest on the total OPEB liability	808,655	666,576	142,079
Changes in benefit terms	-	-	-
Differences between expected and actual experience	-	-	-
Changes of assumptions	(1,029,500)	-	(1,029,500)
Employer Contributions	-	673,460	(673,460)
Actual Investment Income	-	-	-
Investment Gains/Losses	-	-	-
Administrative expenses	-	(31,058)	31,058
Benefit payments	(448,460)	(448,460)	-
Net changes	564,816	860,518	(295,702)
Balance at June 30, 2025	<u>\$ 15,966,027</u>	<u>\$ 6,395,455</u>	<u>\$ 9,570,572</u>
Totals for Plans	<u>\$ 21,460,838</u>	<u>\$ 11,912,646</u>	<u>\$ 9,548,192</u>

Actuarial Assumptions – The total OPEB liabilities for the HRA Plan and Rate Subsidy Plan were measured as of June 30, 2025. The valuations used the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

	HRA Plan	Rate Subsidy Plan
Inflation	2.50%	2.50%
Salary Increases	2.75%	2.75%
Investment Rate of Return	5.55%, net of OPEB plan investment expenses	5.63%, net of OPEB plan investment expenses
Healthcare Cost Trend Rates	4.00%	4.00%
Mortality Tables	2021 CalPERS Mortality for Active Safety Employees and Active Miscellaneous Employees	2021 CalPERS Mortality for Active Safety Employees and Active Miscellaneous Employees

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of June 30, 2025, are summarized in the following table:

Asset Class	HRA Plan		Rate Subsidy Plan	
	Percentage of Portfolio	Assumed Gross Rate of Return	Percentage of Portfolio	Assumed Gross Rate of Return
Equities	40%	7.250%		
Fixed income	60%	4.250%		
All US Domestic Stock			60%	7.250%
Long-Term Corporate Bonds			40%	4.250%

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 13: **Other Postemployment Benefits Other than Pension Benefits (Continued)**

Discount rate – The discount rates used to measure the total OPEB liabilities as of June 30, 2025, were 5.55% and 5.63% for the HRA Plan and Rate Subsidy Plan, respectively. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plans’ fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liabilities.

Change of Assumptions – For the measurement date of June 30, 2025, the discount rate for the Rate Subsidy Plan increased from 5.12% to 5.63%.

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 the discount rate that is 1-percentage-point lower or 1-percentage point higher than the current discount rate:

HRA Plan			
	1% Decrease 4.55%	Discount Rate 5.55%	1% Increase 6.55%
Net OPEB Liability (Asset)	\$ 471,911	\$ (22,380)	\$ (445,542)

Rate Subsidy Plan			
	1% Decrease 4.63%	Discount Rate 5.63%	1% Increase 6.63%
Net OPEB Liability (Asset)	\$ 11,655,131	\$ 9,570,572	\$ 7,869,055

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 or 1-percentage-point higher than the current healthcare cost trend rates:

HRA Plan			
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Net OPEB Liability (Asset)	\$ (22,380)	\$ (22,380)	\$ (22,380)

Rate Subsidy Plan			
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Net OPEB Liability (Asset)	\$ 7,154,856	\$ 9,570,572	\$ 12,505,716

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 13: **Other Postemployment Benefits Other than Pension Benefits (Continued)**

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB – For the year ended June 30, 2025, the City recognized OPEB expense of \$89,304 for the HRA Plan and \$1,988,535 for the Rate Subsidy Plan for a total of \$2,077,839. At June 30, 2025, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

HRA Plan	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$ -	\$ -
Changes of assumptions	-	-
Net differences between projected and actual earnings on plan investments	-	(130,529)
Total	\$ -	\$ (130,529)
Rate Subsidy Plan	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$ -	\$ (4,630,602)
Changes of assumptions	7,813,036	(1,575,688)
Net differences between projected and actual earnings on plan investments	-	(258,346)
Total	\$ 7,813,036	\$ (6,464,636)
Total Both Plans	\$ 7,813,036	\$ (6,595,165)

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

Year Ended June 30	Annual Amortization		
	HRA Plan	Rate Subsidy Plan	Total
2026	\$ 80,025	\$ 349,954	\$ 429,979
2027	(82,670)	182,977	100,307
2028	(78,577)	193,000	114,423
2029	(49,307)	236,699	187,392
2030	-	305,244	305,244
Thereafter	-	80,526	80,526
Total	\$ (130,529)	\$ 1,348,400	\$ 1,217,871

The implicit rate subsidy refers to the premium rate reduction that pre-Medicare retirees receive as a result of being grouped with active employees. Because retirees are older than the average active employee and because average medical costs increase with age, the medical premium rate charged for a typical retiree is lower than it would be if retiree premium rates were determined independently. In other words, retiree premium rates are being subsidized by active employee premium rates. Fiscal Year 2019-20 was the first year when the City’s OPEB Plan actuarial included the implicit rate subsidy in the Total OPEB Liability. The change in the actuarial assumption increased the Rate Subsidy OPEB plan total OPEB liability drastically.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 13: **Other Postemployment Benefits Other than Pension Benefits (Continued)**

June 30, 2025 Measurement Date	Portion due to Employer Share of Retiree Premium	Portion due to Implicit Rate Subsidy	Total
Total OPEB Liability	\$5,291,349	\$ 10,674,678	\$15,966,027

Note 14: **Defined Benefit Pension Plan**

Plan Description

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (the Plan), administered by the California Public Employees’ Retirement System (CalPERS). The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all other). Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under generally accepted accounting principles. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The City sponsors 6 rate plans (three miscellaneous and three safety). Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Classic members and PEPRA Safety members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. PEPRA Miscellaneous members with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees’ Retirement Law.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 14: **Defined Benefit Pension Plan (Continued)**

The Plans' provisions and benefits in effect at June 30, 2025, are summarized as follows:

Employer rate plan	Employer Rate Plans in the Miscellaneous Risk Pool		
	Classic Miscellaneous	Miscellaneous Second Tier	PEPRA Miscellaneous
	Prior to August 12, 2012	On or after August 12, 2012*	On or after January 1, 2013*
Hire date			
Benefit formula	2.7% @ 55	2.0% @ 55	2.0% @ 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 of % of eligible compensation	2.0% to 2.7%	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	8.00%	7.00%	7.75%
Required employer contribution rates	16.02%	12.52%	7.87%
Required UAL Payment	\$200,330	\$18,429	\$31,172

Employer rate plan	Employer Rate Plans in the Safety Risk Pool		
	Safety Police	Safety Police Second Tier	PEPRA Safety Police
	Prior to August 12, 2012	On or after August 12, 2012*	On or after January 1, 2013*
Hire date			
Benefit formula	3.0% @ 50	3.0% @ 55	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	50-55	50-57
Monthly benefits, as of % of eligible compensation	3.0%	2.4% to 3.0%	2.0% to 2.7%
Required employee contribution rates	9.00%	9.00%	13.75%
Required employer contribution rates	27.32%	24.33%	13.76%
Required UAL Payment	\$1,273,820	\$33,957	\$37,370

*Employees hired on or after January 1, 2013, enter the City's second tier or PEPRA plans depending on previous experience. Employees who were previously participating in a PEPRA plan through CalPERS, or who were not participating in any CalPERS plan within six months prior to hire date, are enrolled in the City's PEPRA Miscellaneous or PEPRA Safety Police rate plans. Employees who were participating in a non-PEPRA CalPERS plan within six months prior to hire date are enrolled in the City's Miscellaneous or Safety Police Second tier plans.

Beginning in fiscal year 2016, CalPERS collects employer contributions for the Plan as a percentage of payroll for the normal cost portion as noted in the rates above and as a dollar amount for contributions toward the unfunded accrued liability (UAL). The dollar amount can be paid in a lump sum at a discounted amount or is billed on a monthly basis. The City's required contribution for the unfunded liability was \$1,595,078 in fiscal year 2025, as shown in the tables above.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 14: **Defined Benefit Pension Plan (Continued)**

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. Contribution rates for the employer rate plans are determined through the CalPERS’ annual actuarial valuation process. Each employer rate plan’s actuarially determined rate is based on the estimated amount necessary to pay the employer rate plan’s allocated share of the cost of benefits earned by employees during the year, and any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements are classified as plan member contributions. The City’s contributions to the Plan for the year ended June 30, 2025, were:

	Contributions
Legally required	\$ 7,922,259
Total contributions	\$ 7,922,259

As discussed in Note 2, the City has a PARS Trust that will assist the City in mitigating the CalPERS contribution rate volatility. The assets in the Trust will eventually be used to fund pension plan obligations. At June 30, 2025, the City’s investment in the Pension Trust in PARS amounted to \$8,062,641.

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

As of June 30, 2025, the City reported a net pension liability for its proportionate share of the net pension liability of the Plan of \$23,045,837.

The City’s net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2024, and the total pension liability for the Plan used to calculate the net pension liability was determined by the actuarial valuation as of June 30, 2023 rolled forward to June 30, 2024 using standard update procedures. The City’s proportion of the net pension liability was based on a projection of the City’s long-term share of contributions to the Plan relative to the projected contributions of all participating employers, actuarially determined.

The City’s proportionate share of the net pension liability (asset) for the Plan as of June 30, 2023 and 2024 was as follows:

Proportion - June 30, 2023	0.19449%
Proportion - June 30, 2024	0.19003%
Change - increase (decrease)	-0.00446%

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 14: **Defined Benefit Pension Plan (Continued)**

For the year ended June 30, 2025, the City recognized pension expense of \$11,205,573. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 7,922,259	\$ -
Changes in assumptions	573,050	-
Differences between expected and actual experience	1,904,664	(64,703)
Changes in proportion and differences between the City's contributions and the City's proportionate share of contributions	5,807,661	(2,029,518)
Net differences between projected and actual earnings on plan investments	1,159,465	-
Total	\$ 17,367,099	\$ (2,094,221)

\$7,922,259 reported as deferred outflows of resources related to legally required and additional contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. 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	Annual Amortization
2026	\$ 3,999,934
2027	3,410,617
2028	336,937
2029	(396,869)
Total	\$ 7,350,619

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 14: **Defined Benefit Pension Plan (Continued)**

Actuarial Assumptions

The total pension liabilities in the June 30, 2023, actuarial valuations were determined using the following actuarial assumptions:

	Miscellaneous	Safety
Valuation Date	June 30, 2023	June 30, 2023
Measurement Date	June 30, 2024	June 30, 2024
Actuarial Cost Method	Entry-Age Normal	
Actuarial Assumptions:		
Discount Rate	6.90%	6.90%
Inflation	2.30%	2.30%
Projected Salary Increase	Varies by Entry Age and Service ⁽¹⁾	Varies by Entry Age and Service ⁽¹⁾
Investment Rate of Return	6.90% ⁽²⁾	6.90% ⁽²⁾
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds ⁽³⁾	Derived using CalPERS' Membership Data for all Funds ⁽³⁾
Post Retirement Benefit Increase	The lesser of: contract COLA or 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power applies	The lesser of: contract COLA or 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power applies

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

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

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

Discount Rate

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

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

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 14: **Defined Benefit Pension Plan (Continued)**

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach. The expected rate of return was then adjusted to account for assumed administrative expenses of 10 basis points.

The expected real rates of return by asset class are as follows:

Asset Class (1)	Assumed Asset Allocation	Real Return (1,2)
Global Equity-Cap Weighted	30.0%	4.54%
Global Equity-Non-Cap Weighted	12.0%	3.84%
Private Equity	13.0%	7.28%
Treasury	5.0%	0.27%
Mortgage-backed Securities	5.0%	0.50%
Investment Grade Corporates	10.0%	1.56%
High Yield	5.0%	2.27%
Emerging Market Debt	5.0%	2.48%
Private Debt	5.0%	3.57%
Real Assets	15.0%	3.21%
Leverage	-5.0%	-0.59%
Total	100%	

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

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

Sensitivity of the City's Proportionate Share of the Net Pension Liability(Asset) to Changes in the Discount Rate

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

	Discount Rate -1% (5.90%)	Current Discount Rate (6.90%)	Discount Rate +1% (7.90%)
City's proportionate share of the net pension liability (asset)	\$ 55,396,383	\$ 23,045,837	\$ (3,479,595)

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 15: **Deferred Compensation Plan**

City employees may defer a portion of their compensation under a City sponsored deferred compensation plan created in accordance with Internal Revenue Code Sections 457 and 414(h). Under these plans, participants are not taxed on the deferred portion of their compensation until distributed; distributions may be made only at termination, retirement, death or in an emergency as defined by the plan.

The Plan is part of a public agency agent multiple-employer defined contribution plan that is administered by Mission Square Retirement (formerly ICMA RC). Benefit provisions under the Plans are established by City resolution.

The City has no liability for any losses incurred by the Plan and does not participate in any gains, but does have the duty of due care that would be required of an ordinary prudent investor. The City has a contract with the company to manage and invest the assets of the Plan. The administrator pools the assets of the Plan with those of other participants and does not make separate investments for the City. The assets in the Plan are the sole property of the participants or their beneficiaries. Since the assets held under the Plan are not the City's property and are not subject to claims by general creditors of the City, they have been excluded from these financial statements. The Plan requires investments to be stated at fair value and it requires all gains and losses on Plan investments to accrue directly to participant accounts.

Depending on the employee group, the City will match up to 2%, 3%, 4%, 5% or 6% of the covered payroll as a benefit under Internal Revenue Code Section 401(a). For fiscal year 2024-25 the City's matching contribution was \$1,536,734.

Note 16: **Risk Management**

Insurance Coverage

General Liability, Property, Pollution Liability, and Cyber Liability Coverage:

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. The City reports all insurance expense in the Risk Management internal service fund. The City has had no settlements exceeding insurance coverage in the last three fiscal years.

The City participates in a joint venture under a Joint Powers Agreement (JPA) with Public Risk Innovation, Solutions and Management (PRISM) (formerly the California State Association of Counties – Excess Insurance Authority (CSAC-EIA). Established in 1979, PRISM is a risk pooling authority comprised of 55 of 58 California counties and provides viable and cost effective solutions for the entities' insurance and risk management needs. The purpose of PRISM is to spread the adverse effect of losses among the member entities and to purchase excess insurance as a group, thereby reducing its costs. The City is part of the General Liability I program (which includes Errors and Omissions coverage and Employment Liability coverage). PRISM also provides the City with property, pollution, cyber liability, and crime bond insurance.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 16: **Risk Management (Continued)**

PRISM is governed by a 65 member Board of Directors, composed of one representative from each member county and ten members elected by the public entity membership. The Board members actively participate in the development, oversight and future direction of the PRISM programs and services. The entire Board meets three times a year, on the first Friday of March, June and October. Each member entity pays a contribution commensurate with the level of coverage provided and shares surpluses and deficits proportionate to their participation.

Complete financial information for PRISM is available on their website www.prismrisk.gov and at the following address:

PRISM
750 Iron Point Circle, Suite 200
Folsom, CA 95630

The City’s deductibles and maximum coverage follows:

	Self-Insured Retention	Limit Per Occurrence	Aggregate
General Liability Coverage	\$ 250,000	\$ 25,000,000	\$ 40,000,000
Property Coverage			
All Risk	25,000	300,000,000	300,000,000
Auto	15,000	15,000	100,000
Crime Coverage	2,500	5,000,000	5,000,000
Pollution Coverage	250,000	10,000,000	50,000,000
Cyber Liability Coverage	50,000	2,000,000	25,000,000
Fiduciary Liability	25,000	2,000,000	2,000,000

General Liability claims and judgments, including a provision for claims incurred but not reported, are recorded when a loss is deemed probable of assertion and the amount of the loss is reasonably determinable. As discussed above, the City has coverage for such claims, but it has retained the risk for the deductible or uninsured portion of these claims.

Changes in the reported liability resulted from the following:

	General Liability
Liability at June 30, 2023	\$ 716,110
Claims and changes in estimates	(165,425)
Liability at June 30, 2024	550,685
Claims and changes in estimates	323,315
Liability at June 30, 2025	\$ 874,000

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 16: **Risk Management (Continued)**

Crime Coverage

Crime Insurance is secured through the Alliant Crime Insurance Program and provides the City with \$5,000,000 of per occurrence coverage and in the aggregate, and a deductible of \$2,500.

Fiduciary Coverage

Fiduciary Liability Insurance for the City’s 457, 401(a) and OPEB plans is secured through Alliant Insurance Services and provides the City with \$2,000,000 in the aggregate and a retention of \$25,000.

The City participates in a joint venture under a Joint Powers Agreement with the Northern California Cities Self-Insurance Fund (NCCSIF). Established in 1979, NCCSIF is a risk pooling authority comprised of 22 northern California cities. The purpose of NCCSIF is to spread the adverse effect of losses among the member entities and to purchase excess insurance as a group, thereby reducing its costs. The City is part of NCCSIF Workers’ Compensation Program.

NCCSIF’s most recent financial information is available from:

Alliant Insurance Services
1892 Tribute Rd
Sacramento, CA 95815

The total limit of liability provided under the Workers’ Compensation Program is Statutory for Workers’ Compensation and \$5,000,000 for Employers’ Liability. The program is divided into three separate coverage layers – Banking Fund, Shared Risk and Excess Coverage – as noted below:

Banking Fund	\$0 - \$100,000
Shared Risk	\$100,000 - \$500,000
Excess Coverage	\$500,000 – Statutory / Workers’ Compensation \$500,000 - \$5,000,000 / Employers’ Liability

The Banking Fund and the Shared Risk are self-insurance. The Excess Coverage is currently provided through participation in an excess workers’ compensation joint powers authority, PRISM. PRISM shares risk up to \$5,000,000 and purchases excess and reinsurance coverage over that amount.

Activity for the City’s banking layer administered by NCCSIF for the year ended June 30, 2025, is as follows:

	Balance 6/30/2024	Deposits & other Income	Investment Income & FMV Change	Claims Paid Net of Refunds	Claims Admin. & Other Exp	Balance 6/30/2025
Worker's Compensation	\$ 982,627	\$ 969,925	\$ 257,860	\$ (1,016,816)	\$ (194,574)	\$ 999,022

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 16: **Risk Management (Continued)**

Activity for the City’s NCCSIF Net Position for the year ended June 30, 2025, is as follows:

NCCSIF Total Assets	\$ 99,273,463
NCCSIF Total Liabilities	<u>(64,027,943)</u>
NCCSIF Net Position	<u><u>\$ 35,245,520</u></u>
NCCSIF Total Revenue	\$ 42,025,550
NCCSIF Total Expenses	<u>(39,012,199)</u>
Changes in Net Position During Year	3,013,351
Investment Income and FMV Change	<u>5,883,687</u>
Net Position, Beginning of Year	<u>26,348,482</u>
Net Position, End of Year	<u><u>\$ 35,245,520</u></u>

Note 17: **Commitments and Contingencies**

Construction and Acquisition Commitment

The City has signed agreements for construction of various capital improvements and acquisition of capital assets subsequent to June 30, 2025. The balances owed on the existing construction and acquisition commitments were \$49,031,115 at June 30, 2025 as follows:

<u>Fund</u>	<u>Encumbrances Outstanding at June 30, 2025</u>
General Fund	\$ 2,288,823
Affordable Housing Special Revenue Fund	96,530
Wilton Rancheria MOU Special Revenue Fund	296,491
Federal Capital Grants Capital Project Fund	1,620,295
State Grants Capital Project Fund	7,883,393
Roadway Fee Capital Project Fund	11,258,881
Laguna Ridge CFD 2005-1 Capital Project Fund	229,184
Other Governmental Funds	22,845,364
Drainage Enterprise Fund	1,630,190
Internal Service Funds	<u>881,964</u>
Total	<u><u>\$ 49,031,115</u></u>

The City also contracts out its public works department for project management on the construction agreements. The City pays the contractor based on hourly rates ranging from \$48.52 to \$315.59 per hour for Federal/State funded project management services. For non-Federal/State, the hourly rates range from \$58.52 to \$325.39 per hour.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 17: **Commitments and Contingencies (Continued)**

Revenue Neutrality Agreement

The City and the County of Sacramento (County) entered into an agreement pursuant to Government Code Section 56845. As a means of mitigating the financial impacts of the incorporation upon the County’s general fund, the City shall share its secured and unsecured ad valorem property taxes levied and collected pursuant to state law within the City’s corporate limits, with the exception of the Laguna West Annexation property tax allocation which is not subject to the Revenue Neutrality Agreement. All costs and expenses associated with the collection, administration and interest earning capabilities of the City property tax revenue shall be shared by the City and the County in accordance with the same percentages as the underlying property taxes.

The County’s share of the City’s property tax revenue shall be allocated by the County’s Director of Finance directly to the County. The following table lists the remaining allocation percentages for year June 30, 2026:

<u>Year</u>	<u>Fiscal Year</u>	<u>County Share</u>	<u>City Share</u>
2026	2025/2026	0%	100%

As part of the revenue neutrality agreement, the City paid to the County \$1,444,421 during the fiscal year ended June 30, 2025.

Fee Credits

Fee credits are a credit provided to a developer that can be applied towards fees that a developer may incur during future projects. The fee credits are approved by Council as part of an agreement that the developer will provide some form of asset or service on behalf of the City and the value is determined at the estimable cost or value of the asset or service being provided. In the past the fee credits were reported on the fund statements as a liability and expense upon adoption of the agreement. The liability would be extinguished, and the revenue would be recognized upon the usage of the fee credit. Management chose to change the City’s accounting policy and remove the fee credit liabilities from the financial statements. Below is the amount of the outstanding commitment and fund in which the fee credits are associated with.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 17: **Commitments and Contingencies (Continued)**

Elk Grove Roadway Fee Program (Fund 328)

- \$15,333,425 in earned fee credits
- \$159,057 in unearned fee credits

LRSP Supplemental Park Fee - Land Acquisition (Fund 331)

- \$170,567 in earned fee credits

SEPA Drainage North Sub-Shed (Fund 373)

- \$4,451,466 in earned fee credits
- \$5,458,308 in unearned fee credits

SEPA Drainage Sub-Shed Basin S6 (Fund 376)

- \$307,528 in earned fee credits
- \$376,997 in unearned fee credits

SEPA Drainage Sub-Shed Basin S8 (Fund 378)

- \$149,478 in unearned fee credits

SEPA Channel Facilities Fee (Fund 371)

- \$2,626,767 in earned fee credits
- \$6,676,410 in unearned fee credits

SEPA Park Facilities Fee (Fund 356)

- \$332,074 in unearned fee credits

SEPA Trail Facilities Fee (Fund 357)

- \$5,662,107 in unearned fee credits

SEPA Drainage (Fund 334)

- \$7,407,292 in unearned fee credits

Wilton Rancheria

The Wilton Rancheria Tribe’s Sky River Casino opened in August 2022. Sky River sits at a 36 acre lot along Highway 99 in south Elk Grove. Plans are to have the casino operate 24 hours a day, seven days a week. The casino’s 110,200 square-foot gaming floor has 2,000 slot machines and 80 game tables along with 17 planned restaurants and bars.

In order to mitigate the potential impacts of the Project, the City and the Tribe have executed a Memorandum of Understanding, approved by the City Council in September 2016, that provides funding to the City, Elk Grove Unified School District, and local non-profit organizations to pay for services such as law enforcement and traffic impacts and compensate for loss of tax revenue. The total cumulative payment from the Tribe to the community over 20 years is approximately \$132 million. During the fiscal year ended June 30, 2025, the City received \$7,713,924 for services provided under the Memorandum of Understanding from the Wilton Rancheria.

Litigation

The City has various pending claims and lawsuits the outcome of which is not determinable at the time of the financial statements. In the opinion of the legal counsel, there is no pending litigation which is likely to have a material effect on the financial position of the City.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 18: **Significant Events**

Zoological Society and City of Elk Grove – Termination of Planning for the Elk Grove - Sacramento Zoo

On March 23, 2022, the City Council directed staff to collaborate with the Zoological Society to extend the Exclusive Negotiation Agreement and negotiate a Memorandum of Understanding (MOU) to continue their partnership. Following the execution of the MOU, efforts would commence on master planning, an environmental impact review, and the development of a financing and operating plan. Based on the outcomes of these efforts, an additional Memorandum of Agreement (MOA) could be created to formalize the financing, construction, and operational framework. Concurrently, the Zoological Society would begin discussions to secure partnerships and donations to support the financing plan.

Between summer 2022 and fall 2023, the zoo's design evolved, with a strong emphasis on environmental responsibility. In May 2024, the City Council officially approved the project, and by June 2024, the City entered into a financing agreement with the Zoological Society to initiate the first phase of the new zoo.

On April 30, 2025, The Sacramento Zoological Society (Society) and the City of Elk Grove announced that planning for the Elk Grove-Sacramento Zoo is ending. The Sacramento Zoological Society no longer sees efforts to build a new zoo in Elk Grove as viable. Factors outside of either organization's control, such as economic uncertainty and increased construction costs, have created an unacceptable level of risk for the project. Other concerns expressed by the Society, which it believes jeopardize the project's long-term success, include questions over future operating costs, scope and scale of phase 1, and the ability to fund future phases.

Note 19: **Future GASB Pronouncements**

The GASB issued GASB Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. This Statement is effective for reporting periods beginning after June 15, 2025, and all reporting periods thereafter.

The GASB issued GASB Statement No. 104, *Disclosure of Certain Capital Assets*. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. This Statement is effective for reporting periods beginning after June 15, 2025, and all reporting periods thereafter.

CITY OF ELK GROVE

Notes to Financial Statements
June 30, 2025

Note 20: **Subsequent Event**

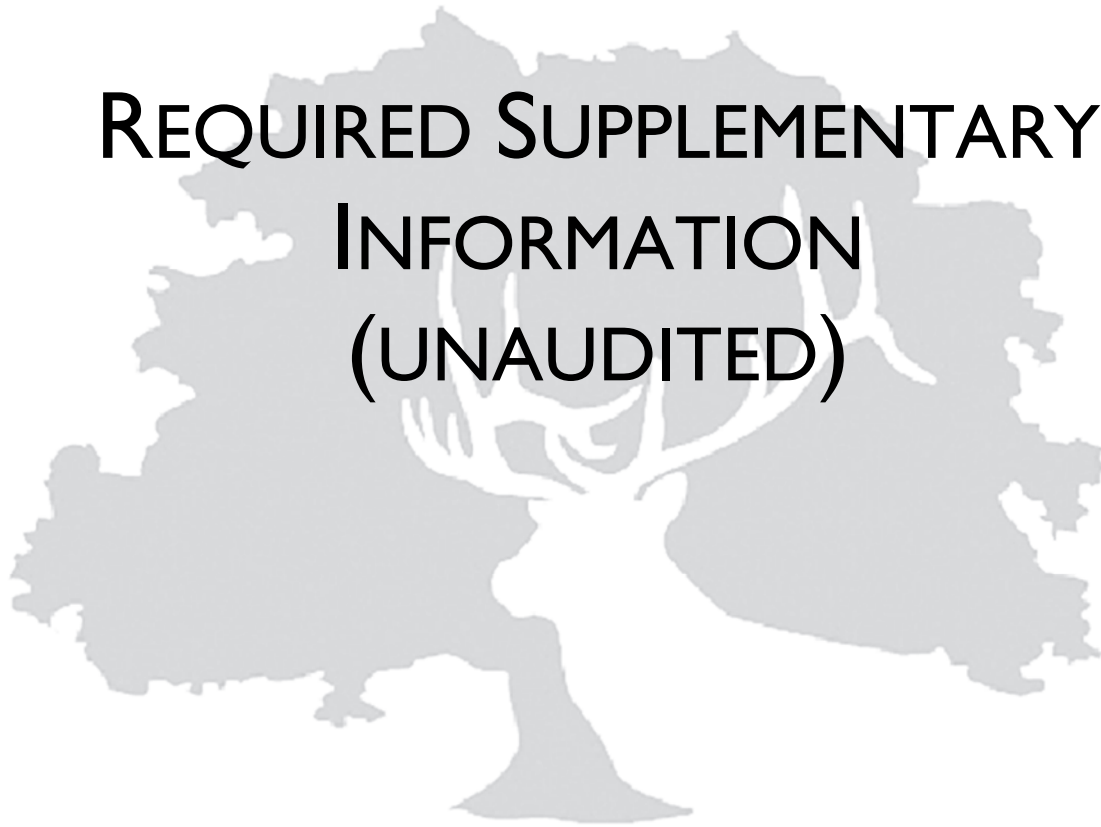
On September 24, 2025, the City authorized issuance of \$23,975,000 of special tax bonds on behalf of the Community Facilities District No. 2005-1 (Laguna Ridge) to finance infrastructure improvements and facilities within the boundaries of the District. The City is the collecting and paying agent for the debt issued by the District, but has no direct or contingent liability or moral obligation for the payment of the District's debt.

On April 23, 2025, the City authorized the issuance and sale of refunding Special Tax Bonds in an amount not to exceed \$75,000,000 on behalf of Community Facilities District (CFD) No. 2002-1 (East Franklin) and CFD No. 2003-1 (Poppy Ridge). The refunding bonds were funded in June 2025 and the proceeds were deposited into an escrow account. On September 1, 2025, the refunding was completed. The City is the collecting and paying agent for the debt issued by the District, but has no direct or contingent liability or moral obligation for the payment of the District's debt.

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ANNUAL COMPREHENSIVE FINANCIAL REPORT
Fiscal Year Ended June 30, 2025

REQUIRED SUPPLEMENTARY
INFORMATION
(UNAUDITED)



CITY OF
ELK GROVE

— PROUD HERITAGE. BRIGHT FUTURE. —

CITY OF ELK GROVE
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Property taxes	\$ 36,346,936	\$ 36,660,246	\$ 37,446,372	\$ 786,126
Sales and use tax	38,193,734	36,193,734	40,344,609	4,150,875
Transaction and use tax	30,000,000	30,000,000	34,647,585	4,647,585
Utility users' tax	6,711,188	6,711,188	6,927,654	216,466
Transient occupancy tax	2,814,223	2,814,223	2,880,447	66,224
Property transfer tax	845,000	845,000	1,112,399	267,399
Franchise tax	2,677,453	2,677,453	2,516,124	(161,329)
Licenses, fees and permits	2,050,428	2,050,428	1,987,703	(62,725)
Intergovernmental	1,421,720	1,421,720	440,154	(981,566)
Fines and forfeitures	202,000	202,000	1,501,260	1,299,260
Charges for services	665,950	665,950	678,096	12,146
Use of money and property	2,326,865	3,691,865	8,782,118	5,090,253
Other revenue	444,022	444,022	1,957,536	1,513,514
Total Revenues	<u>124,699,519</u>	<u>124,377,829</u>	<u>141,222,057</u>	<u>16,844,228</u>
EXPENDITURES				
General Government:				
City Council	539,098	588,100	513,666	74,434
Planning Commission	10,226	10,226	5,182	5,044
Planning	338,865	353,865	349,350	4,515
Economic Development	12,760,387	13,755,260	6,590,734	7,164,526
City Manager	6,227,612	6,541,938	5,691,237	850,701
City Attorney	2,443,139	2,403,141	2,223,653	179,488
City Clerk	1,324,636	1,284,639	1,274,829	9,810
Finance	4,775,008	4,734,853	4,414,600	320,253
Human Resources	2,098,691	2,053,693	1,850,320	203,373
Public Works	7,848,720	6,818,449	6,626,158	192,291
Other - Non-Departmental	10,299,245	11,395,521	20,698,139	(9,302,618)
Revenue Neutrality	2,067,347	2,067,347	1,706,090	361,257
Total General Government	<u>50,732,974</u>	<u>52,007,032</u>	<u>51,943,958</u>	<u>63,074</u>
Public Safety:				
Law Enforcement	71,409,434	70,905,966	67,972,231	2,933,735
Total Public Safety	<u>71,409,434</u>	<u>70,905,966</u>	<u>67,972,231</u>	<u>2,933,735</u>
Community Development				
Code Enforcement	1,857,163	1,871,039	1,781,820	89,219
Community Grants	475,969	518,714	459,672	59,042
Total Community Development	<u>2,333,132</u>	<u>2,389,753</u>	<u>2,241,492</u>	<u>148,261</u>
Capital Outlay	1,914,823	2,030,772	2,030,772	-
Debt service:				
Principal	798,583	798,583	798,583	-
Interest	85,103	85,103	85,103	-
Total Debt Service	<u>883,686</u>	<u>883,686</u>	<u>883,686</u>	<u>-</u>
Total Expenditures	<u>127,274,049</u>	<u>128,217,209</u>	<u>125,072,139</u>	<u>3,145,070</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,574,530)</u>	<u>(3,839,380)</u>	<u>16,149,918</u>	<u>19,989,298</u>
OTHER FINANCING SOURCES (USES)				
Issuance of debt	-	-	1,400,430	1,400,430
Transfers in	18,926,732	18,930,027	16,836,814	(2,093,213)
Transfers (out)	(3,871,553)	(3,871,559)	(1,728,349)	2,143,210
Total Other Financing Sources (Uses)	<u>15,055,179</u>	<u>15,058,468</u>	<u>16,508,895</u>	<u>1,450,427</u>
Net Change in Fund Balance	12,480,649	11,219,088	32,658,813	21,439,725
Fund Balance, Beginning	<u>128,589,264</u>	<u>128,589,264</u>	<u>128,589,264</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 141,069,913</u>	<u>\$ 139,808,352</u>	<u>\$ 161,248,077</u>	<u>\$ 21,439,725</u>

CITY OF ELK GROVE
Major Special Revenue Fund
Budgetary Comparison Schedule
Affordable Housing Fund
For the Year Ended June 30, 2025

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:				
Licenses, fees and permits	\$ 6,136,400	\$ 6,136,400	\$ 8,522,466	\$ 2,386,066
Use of money and property	569,580	569,580	2,119,373	1,549,793
Total Revenues	<u>6,705,980</u>	<u>6,705,980</u>	<u>10,641,839</u>	<u>3,935,859</u>
Expenditures:				
Current:				
Community development	15,002,440	14,924,129	826,570	14,097,559
Total Expenditures	<u>15,002,440</u>	<u>14,924,129</u>	<u>826,570</u>	<u>14,097,559</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(8,296,460)</u>	<u>(8,218,149)</u>	<u>9,815,269</u>	<u>18,033,418</u>
Net Change in Fund Balance	(8,296,460)	(8,218,149)	9,815,269	18,033,418
Fund Balance, Beginning	<u>97,612,459</u>	<u>97,612,459</u>	<u>97,612,459</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 89,315,999</u>	<u>\$ 89,394,310</u>	<u>\$ 107,427,728</u>	<u>\$ 18,033,418</u>

CITY OF ELK GROVE
Major Special Revenue Fund
Budgetary Comparison Schedule
Wilton Rancheria MOU Fund
For the Year Ended June 30, 2025

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ 6,643,925	\$ 6,643,925	\$ 7,713,925	\$ 1,070,000
Use of money and property	171,071	171,071	277,283	106,212
Total Revenues	<u>6,814,996</u>	<u>6,814,996</u>	<u>7,991,208</u>	<u>1,176,212</u>
Expenditures:				
Current:				
Community development	2,327,221	1,474,810	1,416,975	57,835
Total Expenditures	<u>2,327,221</u>	<u>1,474,810</u>	<u>1,416,975</u>	<u>57,835</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,487,775</u>	<u>5,340,186</u>	<u>6,574,233</u>	<u>1,234,047</u>
Net Change in Fund Balance	4,487,775	5,340,186	6,574,233	1,234,047
Fund Balance, Beginning	<u>12,752,669</u>	<u>12,752,669</u>	<u>12,752,669</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 17,240,444</u>	<u>\$ 18,092,855</u>	<u>\$ 19,326,902</u>	<u>\$ 1,234,047</u>

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CITY OF ELK GROVE

Notes to Budgetary Comparison Statements For the Year Ended June 30, 2025

BUDGETS AND BUDGETARY ACCOUNTING

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

1. The City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. The budget is legally enacted through passage of a minute order.
4. Budget adjustments from restricted and unrestricted fund balance and between funds are approved by the City Council and budget transfers within fund or department are approved by City Manager. Expenditures may not legally exceed budgeted appropriations at the fund level.
5. Budgets are adopted for the General Fund, Special Revenue Funds, Capital Project Funds and Debt Service Funds with the exception of the State PLHA Special Revenue Fund and Zoo Partnering Special Revenue Fund.
6. Formal budgetary integration is employed as a management control device during the year in all funds except Custodial Funds.
7. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all funds, except capital projects reported in the Capital Project Funds, which are budgeted on a project length basis.
8. Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrances outstanding at year end are reported as assignment of fund balance and do not constitute expenditures or liabilities because the commitment will be honored in the subsequent year.

CITY OF ELK GROVE

Schedule of Changes in the City's Net OPEB Liabilities and Related Ratios Last Ten Fiscal Years ⁽¹⁾

	2025		2024		2023		2022	
	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan
Measurement Date June 30								
Total OPEB Liability								
Service cost	\$ 30,235	\$ 1,234,121	\$ 40,833	\$ 1,201,312	\$ 39,740	\$ 1,180,538	\$ 55,522	\$ 1,222,282
Interest on the total OPEB liability	299,792	808,655	290,249	924,422	294,500	847,421	286,821	770,622
Actual and expected experience difference	-	-	275,519	(4,603,864)	7,920	-	219,427	(477,391)
Changes in assumptions	-	(1,029,500)	32,870	543,351	-	(102,371)	-	(697,359)
Benefit payments	(443,520)	(448,460)	(449,280)	(593,064)	(413,040)	(574,288)	(404,400)	(403,534)
Net change in total OPEB liability	(113,493)	564,816	190,191	(2,527,843)	(70,880)	1,351,300	157,370	414,620
Total OPEB liability - beginning	5,608,304	15,401,211	5,418,113	17,929,054	5,488,993	16,577,754	5,331,623	16,163,134
Total OPEB liability - ending (a)	5,494,811	15,966,027	5,608,304	15,401,211	5,418,113	17,929,054	5,488,993	16,577,754
Plan Fiduciary Net Position								
Contribution - employer	663,000	673,460	680,000	818,073	465,000	724,288	375,000	603,534
Net investment income	518,517	666,576	385,592	502,232	239,604	307,033	(562,693)	(554,588)
Benefit payments	(443,520)	(448,460)	(449,280)	(593,073)	(413,040)	(574,288)	(404,400)	(403,534)
Administrative expense	(22,849)	(31,058)	(19,531)	(29,275)	(17,708)	(26,268)	(20,155)	(28,492)
Net change in plan fiduciary net position	715,148	860,518	596,781	697,957	273,856	430,765	(612,248)	(383,080)
Plan fiduciary net position - beginning	4,802,043	5,534,937	4,205,262	4,836,980	3,931,406	4,406,215	4,543,654	4,789,295
Plan fiduciary net position - ending (b)	5,517,191	6,395,455	4,802,043	5,534,937	4,205,262	4,836,980	3,931,406	4,406,215
Net OPEB Liability/(Assets) - ending (a) - (b)	\$ (22,380)	\$ 9,570,572	\$ 806,261	\$ 9,866,274	\$ 1,212,851	\$ 13,092,074	\$ 1,557,587	\$ 12,171,539
Plan fiduciary net position as a percentage of the total OPEB liability	100.4%	40.1%	85.6%	35.9%	77.6%	27.0%	71.6%	26.6%
Covered-employee payroll (contributions not based on measure of pay)	\$ 334,869	\$ 57,403,765	\$ 297,063	\$ 51,424,570	\$ 342,156	\$ 45,359,249	\$ 437,400	\$ 45,593,472
Net OPEB liability as a percentage of covered-employee payroll	-6.68%	16.67%	271.41%	19.19%	354.47%	28.86%	356.10%	26.70%

(1) Fiscal Year 2017 was the first year of implementation.
Future years' information will be displayed up to 10 years as information becomes available.

2021		2020		2019		2018		2017	
HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan
\$ 51,906	\$ 921,273	\$ 15,004	\$ 200,787	\$ 14,602	\$ 195,422	\$ 75,799	\$ 177,595	\$ 73,770	\$ 172,842
294,610	768,086	280,706	197,602	282,474	177,586	244,637	170,836	241,901	152,480
-	(20,384)	417,875	(182,962)	40,664	-	428,202	(206,110)	-	-
122,144	2,340,668	(92,788)	9,162,143	-	-	-	-	-	-
(381,144)	(394,978)	(373,920)	(44,130)	(366,252)	(40,026)	(265,878)	(37,488)	(266,052)	(6,041)
87,516	3,614,665	246,877	9,333,440	(28,512)	332,982	482,760	104,833	49,619	319,281
5,244,107	12,548,469	4,997,230	3,215,029	5,025,742	2,882,047	4,542,982	2,777,214	4,493,363	2,457,933
5,331,623	16,163,134	5,244,107	12,548,469	4,997,230	3,215,029	5,025,742	2,882,047	4,542,982	2,777,214
600,000	594,978	600,000	269,130	470,332	240,026	470,000	296,762	400,000	200,000
582,507	791,719	203,658	171,048	223,091	221,928	88,056	155,075	185,597	207,963
(394,720)	(394,978)	(373,920)	(44,130)	(366,252)	(40,026)	(265,878)	(37,488)	(266,052)	(6,041)
(18,986)	(25,484)	(14,784)	(21,082)	(14,252)	(18,574)	(13,331)	(16,807)	(5,627)	(8,102)
768,801	966,235	414,954	374,966	312,919	403,354	278,847	397,542	313,918	393,820
3,774,853	3,823,060	3,359,899	3,448,094	3,046,980	3,044,740	2,768,133	2,647,198	2,454,215	2,253,378
4,543,654	4,789,295	3,774,853	3,823,060	3,359,899	3,448,094	3,046,980	3,044,740	2,768,133	2,647,198
\$ 787,969	\$ 11,373,839	\$ 1,469,254	\$ 8,725,409	\$ 1,637,331	\$ (233,065)	\$ 1,978,762	\$ (162,693)	\$ 1,774,849	\$ 130,016
85.2%	29.6%	72.0%	30.5%	67.2%	107.2%	60.6%	105.6%	60.9%	95.3%
\$ 444,332	\$ 44,412,428	\$ 743,816	\$ 42,730,280	\$ 943,329	\$ 31,827,961	\$ 1,183,755	\$ 26,020,439	\$ 1,495,962	\$ 27,743,749
177.34%	25.61%	197.53%	20.42%	173.57%	-0.73%	167.16%	-0.63%	118.64%	0.47%

CITY OF ELK GROVE

Schedule of City OPEB Contributions Last Ten Fiscal Years ⁽¹⁾

FISCAL YEAR ENDED JUNE 30	2025		2024		2023		2022	
	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan
Contractually Required Contributions	\$ 663,000	\$ 673,460	\$ 680,000	\$ 225,000	\$ 465,000	\$ 150,000	\$ 375,000	\$ 603,534
Employer Contributions	663,000	673,460	680,000	225,000	465,000	150,000	375,000	603,534
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll (contributions not based on measure of pay)	\$ 334,869	\$ 57,403,765	\$ 297,063	\$ 51,424,570	\$ 342,156	\$ 45,359,249	\$ 437,400	\$ 45,593,472
Contributions as a percentage of covered-employee payroll	197.99%	1.17%	228.91%	0.44%	135.90%	0.33%	85.73%	1.32%

Notes to Schedule:

(1) Fiscal Year 2017 was the first year of implementation.

Future years' information will be displayed up to 10 years as information becomes available.

Methods and assumptions used to determine contribution rates:

Valuation Date	June 30, 2024	June 30, 2024
Actuarial cost method	Entry age normal	Entry age normal
Inflation	2.50%	2.50%
Salary Increases	2.75%	2.75%
	5.55%, net of OPEB plan investment expenses	5.63%, net of OPEB plan investment expenses
Investment Rate of Return	4.00%	4.00%
Healthcare Cost Trend Rates	2021 CalPERS Mortality for Active Safety Employees and Active Miscellaneous Employees	2021 CalPERS Mortality for Active Safety Employees and Active Miscellaneous Employees
Mortality Tables		

⁽¹⁾ Fiscal Year 2017 was the first year of implementation

2021		2020		2019		2018		2017	
HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan
\$ 600,000	\$ 594,978	\$ 600,000	\$ 269,130	\$ 366,252	\$ 40,026	\$ 470,000	\$ 296,762	\$ 344,299	\$ 194,712
600,000	594,978	600,000	269,130	470,332	240,026	470,000	296,762	400,000	200,000
\$ -	\$ -	\$ -	\$ -	\$ (104,080)	\$ (200,000)	\$ -	\$ -	\$ (55,701)	\$ (5,288)
\$ 444,332	\$ 44,412,428	\$ 743,816	\$ 42,730,280	\$ 943,329	\$ 31,827,961	\$ 1,183,755	\$ 26,020,439	\$ 1,495,962	\$ 27,743,749
135.03%	1.34%	80.67%	0.63%	49.86%	0.75%	39.70%	1.14%	26.74%	0.72%

CITY OF ELK GROVE

Schedule of Investment Returns HRA Plan Last Ten Fiscal Years ⁽¹⁾

For the Fiscal Year Ended June 30	2025		2024		2023		2022	
	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan
Annual money-weighted rate of return net of investment expense	0.00%	-10.03%	0.00%	7.99%	0.86%	5.14%	-12.41%	-14.92%

Notes to Schedule:

(1) Fiscal Year 2017 was the first year of implementation.

Future years' information will be displayed up to 10 years as information becomes available.

2021		2020		2019		2018		2017	
HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan	HRA Plan	Rate Subsidy Plan
14.75%	14.15%	5.75%	1.83%	7.05%	3.65%	4.90%	2.80%	5.64%	4.70%

CITY OF ELK GROVE

Miscellaneous and Safety Rate Plans, a Cost Sharing-Employer Defined Pension Plan
Last 10 Years

**SCHEDULE OF THE CITY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
LAST TEN FISCAL YEARS**

Measurement Date	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020
City's Proportion of the Net Pension Liability	0.19003%	0.19449%	0.18167%	-0.13718%	0.14887%
City's Proportionate Share of the Net Pension Liability/(Asset)	\$ 23,045,837	\$ 24,263,932	\$ 20,984,379	\$ (7,419,164)	\$ 16,197,858
City's Covered Payroll	\$ 47,045,527	\$ 38,950,819	\$ 36,641,385	\$ 36,735,168	\$ 35,222,709
City's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered Payroll	48.99%	62.29%	57.27%	-20.20%	45.99%
Plan's Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	78.08%	76.21%	76.68%	88.29%	75.10%

Measurement Date	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015
City's Proportion of the Net Pension Liability	0.14374%	0.14518%	0.16676%	0.16786%	0.16807%
City's Proportionate Share of the Net Pension Liability/(Asset)	\$ 14,729,263	\$ 13,990,216	\$ 16,537,686	\$ 14,525,447	\$ 11,536,416
City's Covered Payroll	\$ 31,747,871	\$ 29,962,680	\$ 27,840,009	\$ 33,456,412	\$ 34,404,915
City's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered Payroll	46.39%	46.69%	59.40%	43.42%	33.53%
Plan's Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	75.26%	75.26%	73.31%	74.06%	78.40%

CITY OF ELK GROVE

Miscellaneous and Safety Rate Plans, a Cost Sharing-Employer Defined Pension Plan
Last 10 Years

**SCHEDULE OF CONTRIBUTIONS
AS OF JUNE 30, 2025
LAST 10 YEARS**

For the year Ended June 30	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Actuarially determined contribution	\$ 7,922,259	\$ 7,070,329	\$ 6,490,173	\$ 6,204,277	\$ 6,271,938
Contributions in relation to the actuarially determined contributions	<u>(7,922,259)</u>	<u>(7,070,329)</u>	<u>(6,490,173)</u>	<u>(6,204,277)</u>	<u>(6,271,938)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 Covered payroll	 <u>\$ 49,902,682</u>	 <u>\$ 47,045,527</u>	 <u>\$ 38,950,819</u>	 <u>\$ 36,641,385</u>	 <u>\$ 36,735,168</u>
 Contributions as a percentage of covered payroll	 15.88%	 15.03%	 16.66%	 16.93%	 17.07%
 For the year Ended June 30	 <u>2020</u>	 <u>2019</u>	 <u>2018</u>	 <u>2017</u>	 <u>2016</u>
Actuarially determined contribution	\$ 5,685,740	\$ 4,539,174	\$ 4,283,503	\$ 3,518,175	\$ 3,181,199
Contributions in relation to the actuarially determined contributions	<u>(5,685,740)</u>	<u>(4,539,174)</u>	<u>(4,283,503)</u>	<u>(3,518,175)</u>	<u>(3,181,199)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 Covered payroll	 <u>\$ 35,222,709</u>	 <u>\$ 31,747,871</u>	 <u>\$ 29,962,680</u>	 <u>\$ 27,840,009</u>	 <u>\$ 33,456,412</u>
 Contributions as a percentage of covered payroll	 16.14%	 14.30%	 14.30%	 12.64%	 9.51%

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ANNUAL COMPREHENSIVE FINANCIAL REPORT
Fiscal Year Ended June 30, 2025

**SUPPLEMENTARY
INFORMATION
COMBINING AND INDIVIDUAL
FUND STATEMENTS
AND SCHEDULES**



CITY OF ELK GROVE
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Special Revenue Funds	Capital Projects Funds	Laguna Springs Open Space Reserve Permanent Fund	Debt Service Funds	Total
<u>ASSETS</u>					
Cash and investments	\$ 93,812,543	\$ 161,564,994	\$ 166,021	\$ 1,176,795	\$ 256,720,353
Cash with fiscal agent	-	637,636	-	255,273	892,909
Funds held in escrow	159,321	-	-	-	159,321
Accounts receivable	963,677	401,456	-	392	1,365,525
Interest receivable	478,511	415,506	-	4,682	898,699
Taxes Receivable	262,942	1,064	-	-	264,006
Due from other government agencies	5,703,637	200,307	-	-	5,903,944
Fee credits receivable	3,756,398	-	-	-	3,756,398
Advances to other funds	1,797,788	898,908	-	-	2,696,696
Long-term loans receivable	255,224	-	-	-	255,224
Long-term development fees receivable	-	3,605,768	-	-	3,605,768
Lease receivable	1,789,927	-	-	-	1,789,927
Total Assets	<u>\$ 108,979,968</u>	<u>\$ 167,725,639</u>	<u>\$ 166,021</u>	<u>\$ 1,437,142</u>	<u>\$ 278,308,770</u>
<u>LIABILITIES</u>					
Accounts payable	\$ 6,412,304	\$ 933,187	\$ -	\$ -	\$ 7,345,491
Accrued salaries and benefits	361,053	12,684	-	-	373,737
Due to other funds	666,678	-	-	-	666,678
Interest payable	23,068	-	-	-	23,068
Retention payable	338,369	283,550	-	-	621,919
Refundable deposits	3,858,820	-	-	-	3,858,820
Advances from other funds	1,519,716	2,696,696	-	-	4,216,412
Unearned revenue	4,625,566	1,490,870	-	-	6,116,436
Total Liabilities	<u>17,805,574</u>	<u>5,416,987</u>	<u>-</u>	<u>-</u>	<u>23,222,561</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Unavailable revenue	<u>9,887,346</u>	<u>4,566,867</u>	<u>-</u>	<u>4,965</u>	<u>14,459,178</u>
<u>FUND BALANCES</u>					
Restricted	83,906,543	157,741,785	166,021	1,432,177	243,246,526
Unassigned	<u>(2,619,495)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,619,495)</u>
Total Fund Balances	<u>81,287,048</u>	<u>157,741,785</u>	<u>166,021</u>	<u>1,432,177</u>	<u>240,627,031</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 108,979,968</u>	<u>\$ 167,725,639</u>	<u>\$ 166,021</u>	<u>\$ 1,437,142</u>	<u>\$ 278,308,770</u>

CITY OF ELK GROVE
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue Funds	Capital Projects Funds	Laguna Springs Open Space Reserve Permanent Fund	Debt Service Funds	Total
Revenues:					
Licenses, fees and permits	\$ 9,522,919	\$ 49,731,451	\$ -	\$ -	\$ 59,254,370
Intergovernmental	47,327,770	1,497,623	-	-	48,825,393
Charges for services	3,654,012	-	-	-	3,654,012
Use of money and property	4,786,461	6,950,532	-	60,865	11,797,858
Contributions	1,933,700	-	-	-	1,933,700
Other revenue	643,359	36,127	6,088	-	685,574
Total Revenues	<u>67,868,221</u>	<u>58,215,733</u>	<u>6,088</u>	<u>60,865</u>	<u>126,090,042</u>
Expenditures:					
Current:					
General government	1,333,366	-	-	-	1,333,366
Public safety	1,827,612	-	-	-	1,827,612
Public ways and facilities	29,438,098	2,323,083	7,030	-	31,768,211
Community development	12,970,400	-	-	-	12,970,400
Capital outlay	1,286,305	5,704,979	-	-	6,991,284
Debt Service:					
Tax administration	-	-	-	13,091	13,091
Principal	51,604	-	-	2,274,725	2,326,329
Interest	446	-	-	1,369,922	1,370,368
Total Expenditures	<u>46,907,831</u>	<u>8,028,062</u>	<u>7,030</u>	<u>3,657,738</u>	<u>58,600,661</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>20,960,390</u>	<u>50,187,671</u>	<u>(942)</u>	<u>(3,596,873)</u>	<u>67,550,246</u>
Other Financing Sources (Uses):					
Issuance of debt	118,907	-	-	-	118,907
Transfers in	-	58,256	-	3,673,627	3,731,883
Transfers out	<u>(12,335,182)</u>	<u>(2,423,207)</u>	<u>-</u>	<u>-</u>	<u>(14,758,389)</u>
Total Other Financing Sources (Uses)	<u>(12,216,275)</u>	<u>(2,364,951)</u>	<u>-</u>	<u>3,673,627</u>	<u>(10,907,599)</u>
Net Change in Fund Balances	8,744,115	47,822,720	(942)	76,754	56,642,647
Fund Balances, Beginning	<u>72,542,933</u>	<u>109,919,065</u>	<u>166,963</u>	<u>1,355,423</u>	<u>183,984,384</u>
Fund Balances, End of Year	<u>\$ 81,287,048</u>	<u>\$ 157,741,785</u>	<u>\$ 166,021</u>	<u>\$ 1,432,177</u>	<u>\$ 240,627,031</u>

SPECIAL REVENUE FUNDS

DEFINITION

Special Revenue Funds are used to account for specific revenues that are legally restricted or committed to expenditures for particular purposes. Special Revenue Funds include:

Nonmajor Special Revenue Funds

Recycling Grant Fund – Established to account for funds provided by the recycling division of the State Department of Conservation. Funds were made available through the 1986 California Beverage Container Recycling and Litter Reduction Act for beverage container recycling and litter abatement programs. Grants are funded by the California Refund Value (CRV) beverage container fees.

Used Oil Grant Fund – Established to account for funds received from the California Integrated Waste Management Board to comply with waste diversion. Funds are used to educate the public on oil recycling.

Hazardous Waste Special Revenue Fund – Established to account and track Household Hazardous Waste Grant funds for the purpose of collecting and disposing household hazardous waste in the City.

Tire Collection and Disposal Grant – Established to account and track Tire Collection Disposal Grant funds for the cost of cleanup, abatement, and remedial action related to the disposal of waste tires at cleanup projects and amnesty events.

BSCC Local Police Grant – Established to account for funds received from the Board of State Community Corrections (BSCC). Funds were made available for Cities in Sacramento County to create mini-regional teams for the purpose of identifying, monitoring and closely supervising AB109 releases that have a high probability of relapsing into criminal behavior.

OTS Grants Fund – Established to account for grants provided by the Office of Traffic Safety (OTS) which include a mini-grant to be utilized to increase the level of seat belt enforcement hours; to conduct DUI enforcement crackdowns on drinking drivers in Sacramento County and education activities for the public concerning the problems associated with drinking and driving.

Local Police Grants Fund – Established to account for funds given by local businesses and organization for police programs, and miscellaneous police grants.

California Law Enforcement Equipment Fund – Established to account for grants used to supplement equipment needs of the Police Department.

Gas Tax Fund – Established to account for Gas Tax Street expenditure funding which provides a variety of transportation infrastructure maintenance services including implementation of the City's Pavement Management Program, construction of capital projects, and coordination with other entities as needed. Financing is provided by the City's share of State gasoline taxes and is restricted to street expenditures.

SB1 Street and Road Funds – Established to account for the Senate Bill 1 (SB1), which provides funds for pavement needs on local streets and roads. SB1 also provides grant funding for transportation infrastructure including streets and roads.

Agriculture Preservation Fund – Established to account for the fee imposed upon the development in the East Franklin Specific Plan area and in other parts of the City. The fee revenue is used to provide and preserve agricultural land.

Swainson's Hawk Fund – Established to account for the mitigation fee which is used to purchase land and/or easements to offset the loss of Swainson's hawk habitat.

Tree Mitigation Fund – Established to account for the fee which is to be used for preservation of oak trees.

Street Trench Cut Fee Fund – Established to account for funding for the associated cost of cutting pavement and the future maintenance of roadways.

Community Development Block Grant Fund – Established to account for funds received and disbursed under the U.S. Department of Housing and Urban Development Community Development Block Grant programs.

State Homeless Appropriations Fund – Established to account for appropriated through the State of California Budget Act of 2017 to implement a range of services aimed at navigating homeless individuals and families to permanent housing, including but not limited to the following: a navigation team to provide proactive outreach to homeless persons, acquisition and rehabilitation of property to serve as temporary or permanent housing, operations costs associated with homeless housing, and implementation of individualized strategies to promote permanent housing.

Strategic Planning Fund – Established to account for revenue and expense activities associated with strategic planning grant opportunities. The grant applications, awards and expenses are typically administered by either the Strategic Planning and Innovation Division in the City Manager's Office or by the Housing and Public Services Division in the Development Services Department. The grant awards themselves may fund a variety of programs and projects such as transportation planning, housing planning, sustainability efforts, market assessments, feasibility studies, etc.

Police Services CFD Funds – Established to account for the CFD 2003-1 and CFD 2003-2. Funds are used to pay for a portion of the costs associated with providing police protection services in the City.

Maintenance Services CFD Funds – Established to account for CFD 2005-1 and CFD 2006-1. Funds are used to provide Maintenance Services citywide.

Street Maintenance District Funds – Established to account for the multi-zonal assessment district which funds a portion of street maintenance costs in development areas in the City.

Street Lighting Maintenance District Funds – Established to account for street lighting revenue and expenditures.

Asset Seizure Funds

State – Established to account for the funds received from the State for the equitable transfer of forfeited property and cash in which the City directly participates in the law enforcement efforts leading to the seizure and forfeiture of the property.

Federal – Established to account for the funds received from the Federal government for the equitable transfer of forfeited property and cash in which the City directly participates in the law enforcement efforts leading to the seizure and forfeiture of the property.

Library Ownership Fund – Established to account for revenue and expenditures directly related to the Elk Grove Library, owned by the City and operated by the library JPA.

HUD Home Grant – Established to account for funds received from the US Department of Housing and Urban Development (via the California Department of Housing and Community Development) to promote housing opportunities, including homeownership assistance and rental housing development, for lower-income households.

Neighborhood Stabilization Program Fund – Established to account for funds received and disbursed under the Federal Stimulus Neighborhood Stabilization Program.

Measure A Maintenance Fund – Established to account for the Measure A Transportation Expenditure Agreement funding spent on street maintenance.

Development Services Fund – Established to record revenues and expenditures directly related to development services, including public works, building services and planning. These services, previously accounted for in the general fund, were segregated in 2008 to provide a clearer picture of the results of this activity, and the impact of those results on the City’s financial picture.

Performance Bond Fund – Established to account for assets held by the City for individuals, private organizations, and other governments related to various capital projects.

Donations and Community Programs Funds – Established to account for the donations by citizens for various City programs.

Opioid Settlement Fund – Established to account for settlement funds received from lawsuits filed by state, local and tribal governments against pharmaceutical and drug distribution companies. These funds are to be used for future opioid remediation and to reimburse past opioid related expenses.

Transit Fund - Established to account for the activities related to City’s transit partnership with Sacramento Regional Transit. This includes accounting for a dedicated City Transit Liaison, building and land rental activities, and administrative and utility fees relating to the City’s Annexation, License, and Administrative Fee Agreements.

Disaster Recovery Fund – Established to account for local, state, and federal funding received to support disaster response, recovery, and mitigation efforts resulting from declared emergency and disaster events. The fund is used to track eligible expenditures in accordance with applicable grant agreements, state regulations, and local authorizations. Resources are restricted or committed for disaster-related purposes, including emergency response, infrastructure restoration, public safety, and recovery activities.

State PLHA Fund - Established to account for activities related to California’s Department of Housing and Community Development’s Permanent Local Housing Allocation Program (PLHA), which provides funding to local governments for housing-related projects and programs that assist in addressing the unmet housing needs of their local communities.

Zoo Partner Fund - Established to account for the funds received from the Sacramento Zoological Society for the purposes of building a zoo and transferring the Sacramento Zoo to Elk Grove.

CITY OF ELK GROVE
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	Recycling Grant Fund	Used Oil Grant Fund	Household Hazardous Waste Fund	Tire Collection & Disposal Grant Fund	BSCC Local Police Grant Fund	OTS Grants Fund
<u>ASSETS</u>						
Cash and investments	\$ 476,215	\$ 35,136	\$ -	\$ -	\$ 12,922	\$ -
Funds held in escrow	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-
Interest receivable	2,282	168	-	-	-	-
Taxes Receivable	-	-	-	-	-	-
Due from other government agencies	-	-	13,131	44,700	-	283,429
Fee credits receivable	-	-	-	-	-	-
Advance to other funds	-	-	-	-	-	-
Long term loans receivable	-	-	-	-	-	-
Lease receivable	-	-	-	-	-	-
Total Assets	\$ 478,497	\$ 35,304	\$ 13,131	\$ 44,700	\$ 12,922	\$ 283,429
<u>LIABILITIES</u>						
Accounts payable	\$ 43,641	\$ 5,442	\$ 6,929	\$ -	\$ -	\$ 55,728
Accrued salaries and benefits	-	-	-	-	-	40,988
Interest payable	-	-	-	-	-	-
Due to other funds	-	-	6,202	44,569	-	90,971
Retention payable	-	-	-	-	-	-
Refundable deposits	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-
Unearned revenue	392,932	21,958	-	-	12,796	-
Total Liabilities	436,573	27,400	13,131	44,569	12,796	187,687
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Unavailable revenue	2,233	164	13,131	44,700	-	60,347
<u>FUND BALANCES</u>						
Restricted	39,691	7,740	-	-	126	35,395
Unassigned	-	-	(13,131)	(44,569)	-	-
Total Fund Balances	39,691	7,740	(13,131)	(44,569)	126	35,395
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 478,497	\$ 35,304	\$ 13,131	\$ 44,700	\$ 12,922	\$ 283,429

Local Police Grants Fund	CA Law Enforcement Equipment Fund	Gas Tax Fund	SB1 Streets and Roads Fund	Agricultural Preservation Fund	Swainson's Hawk Fund	Tree Mitigation Fund	Street Trench Cut Fees Fund
\$ 21,742	\$ 371,020	\$ 6,042,378	\$ 8,735,320	\$ -	\$ 5,395,451	\$ 1,909,935	\$ 508,633
-	-	-	-	-	-	-	-
-	-	48,433	-	-	-	-	946
-	1,765	28,709	41,506	-	25,637	9,075	2,417
-	-	-	-	-	-	-	-
124,107	280,169	430,496	859,250	-	-	-	-
-	-	-	-	-	3,756,398	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 145,849</u>	<u>\$ 652,954</u>	<u>\$ 6,550,016</u>	<u>\$ 9,636,076</u>	<u>\$ -</u>	<u>\$ 9,177,486</u>	<u>\$ 1,919,010</u>	<u>\$ 511,996</u>
\$ 2,980	\$ 1,676	\$ 449,823	\$ 100,424	\$ -	\$ 3,508	\$ -	\$ 3,285
12,484	18,207	62,673	-	-	694	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	2,946	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
50,107	-	-	-	-	-	-	-
<u>65,571</u>	<u>19,883</u>	<u>512,496</u>	<u>103,370</u>	<u>-</u>	<u>4,202</u>	<u>-</u>	<u>3,285</u>
<u>76,894</u>	<u>281,896</u>	<u>28,088</u>	<u>40,608</u>	<u>-</u>	<u>3,781,481</u>	<u>8,879</u>	<u>2,364</u>
3,384	351,175	6,009,432	9,492,098	-	5,391,803	1,910,131	506,347
-	-	-	-	-	-	-	-
<u>3,384</u>	<u>351,175</u>	<u>6,009,432</u>	<u>9,492,098</u>	<u>-</u>	<u>5,391,803</u>	<u>1,910,131</u>	<u>506,347</u>
<u>\$ 145,849</u>	<u>\$ 652,954</u>	<u>\$ 6,550,016</u>	<u>\$ 9,636,076</u>	<u>\$ -</u>	<u>\$ 9,177,486</u>	<u>\$ 1,919,010</u>	<u>\$ 511,996</u>

continued

CITY OF ELK GROVE
Combining Balance Sheet (continued)
Nonmajor Special Revenue Funds
June 30, 2025

	Community Development Block Grant Fund	State Homeless Appropriations Fund	Strategic Planning Grants Fund	Police Services CFD Funds	Maintenance Services CFD Funds	Street Maintenance District Funds
<u>ASSETS</u>						
Cash and investments	\$ -	\$ 3,869,927	\$ -	\$ 671,829	\$ 19,341,220	\$ 15,475,516
Funds held in escrow	-	-	-	-	-	-
Accounts receivable	-	-	-	-	168,199	-
Interest receivable	-	18,388	-	20,987	91,985	73,446
Taxes Receivable	-	-	-	120,548	80,264	38,856
Due from other government agencies	861,009	-	237,600	-	-	-
Fee credits receivable	-	-	-	-	-	-
Advance to other funds	-	-	-	-	-	1,797,788
Long term loans receivable	26,458	-	-	-	-	-
Lease receivable	-	-	-	-	-	-
Total Assets	\$ 887,467	\$ 3,888,315	\$ 237,600	\$ 813,364	\$ 19,681,668	\$ 17,385,606
<u>LIABILITIES</u>						
Accounts payable	\$ 343,410	\$ 46	\$ 96,157	\$ -	\$ 1,433,264	\$ 46,769
Accrued salaries and benefits	6,966	5,864	-	368	43,464	22,879
Interest payable	-	-	-	-	-	-
Due to other funds	482,932	-	42,004	-	-	-
Retention payable	58,165	-	-	-	-	1,088
Refundable deposits	-	-	-	-	507,293	-
Advance from other funds	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Total Liabilities	891,473	5,910	138,161	368	1,984,021	70,736
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Unavailable revenue	861,009	17,990	237,600	20,533	89,995	71,857
<u>FUND BALANCES</u>						
Restricted	-	3,864,415	-	792,463	17,607,652	17,243,013
Unassigned	(865,015)	-	(138,161)	-	-	-
Total Fund Balances	(865,015)	3,864,415	(138,161)	792,463	17,607,652	17,243,013
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 887,467	\$ 3,888,315	\$ 237,600	\$ 813,364	\$ 19,681,668	\$ 17,385,606

Street Lighting Maintenance District Funds	Asset Seizure State and Federal Funds	Library Ownership Fund	HUD Home Grant Fund	Neighborhood Stabilization Program Fund	Measure A Maintenance Fund	Development Services Fund	Performance Bond Fund
\$ 1,498,652	\$ 546,681	\$ 2,616,380	\$ -	\$ 178,708	\$ 8,912,833	\$ 11,685,487	\$ 226,623
-	-	-	-	-	159,321	-	-
-	-	-	-	-	61,874	684,225	-
7,120	-	12,432	9,867	30,189	42,133	55,523	-
23,274	-	-	-	-	-	-	-
-	-	-	-	-	-	42,492	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	40,000	188,766	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 1,529,046</u>	<u>\$ 546,681</u>	<u>\$ 2,628,812</u>	<u>\$ 49,867</u>	<u>\$ 397,663</u>	<u>\$ 9,176,161</u>	<u>\$ 12,467,727</u>	<u>\$ 226,623</u>
\$ 63,191	\$ 14,445	\$ 540,770	\$ -	\$ -	\$ 1,488,171	\$ 1,265,745	\$ -
6,571	-	-	-	-	15,630	97,854	-
-	-	-	-	-	-	45	23,023
-	-	-	-	-	-	-	-
-	-	34,534	-	12,512	69,956	38,739	-
-	-	-	-	-	-	3,147,927	203,600
-	-	-	-	-	-	-	-
-	-	428,461	-	-	-	-	-
<u>69,762</u>	<u>14,445</u>	<u>1,003,765</u>	<u>-</u>	<u>12,512</u>	<u>1,573,757</u>	<u>4,550,310</u>	<u>226,623</u>
<u>6,967</u>	<u>-</u>	<u>12,163</u>	<u>9,867</u>	<u>30,171</u>	<u>41,222</u>	<u>54,322</u>	<u>-</u>
<u>1,452,317</u>	<u>532,236</u>	<u>1,612,884</u>	<u>40,000</u>	<u>354,980</u>	<u>7,561,182</u>	<u>7,863,095</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,452,317</u>	<u>532,236</u>	<u>1,612,884</u>	<u>40,000</u>	<u>354,980</u>	<u>7,561,182</u>	<u>7,863,095</u>	<u>-</u>
<u>\$ 1,529,046</u>	<u>\$ 546,681</u>	<u>\$ 2,628,812</u>	<u>\$ 49,867</u>	<u>\$ 397,663</u>	<u>\$ 9,176,161</u>	<u>\$ 12,467,727</u>	<u>\$ 226,623</u>

continued

CITY OF ELK GROVE
Combining Balance Sheet (continued)
Nonmajor Special Revenue Funds
June 30, 2025

	Donations and Community Programs Fund	Opioid Settlement Fund	Transit Fund	Disaster Recovery Fund	State PLHA Fund	Zoo Partner Funding	Total
<u>ASSETS</u>							
Cash and investments	\$ 198,028	\$ 829,421	\$ -	\$ 3,343,651	\$ 908,835	\$ -	\$ 93,812,543
Funds held in escrow	-	-	-	-	-	-	159,321
Accounts receivable	-	-	-	-	-	-	963,677
Interest receivable	941	3,941	-	-	-	-	478,511
Taxes Receivable	-	-	-	-	-	-	262,942
Due from other government agencies	-	2,527,254	-	-	-	-	5,703,637
Fee credits receivable	-	-	-	-	-	-	3,756,398
Advance to other funds	-	-	-	-	-	-	1,797,788
Long term loans receivable	-	-	-	-	-	-	255,224
Lease receivable	-	-	1,789,927	-	-	-	1,789,927
Total Assets	\$ 198,969	\$3,360,616	\$1,789,927	\$ 3,343,651	\$ 908,835	\$ -	\$ 108,979,968
<u>LIABILITIES</u>							
Accounts payable	\$ 1,201	\$ 134	\$ 16,885	\$ 428,680	\$ -	\$ -	\$ 6,412,304
Accrued salaries and benefits	-	9,896	16,515	-	-	-	361,053
Interest payable	-	-	-	-	-	-	23,068
Due to other funds	-	-	-	-	-	-	666,678
Retention payable	-	-	-	120,429	-	-	338,369
Refundable deposits	-	-	-	-	-	-	3,858,820
Advance from other funds	-	-	1,519,716	-	-	-	1,519,716
Unearned revenue	-	-	38,031	2,772,446	908,835	-	4,625,566
Total Liabilities	1,201	10,030	1,591,147	3,321,555	908,835	-	17,805,574
<u>DEFERRED INFLOWS OF RESOURCES</u>							
Unavailable revenue	921	2,334,545	1,757,399	-	-	-	9,887,346
<u>FUND BALANCES</u>							
Restricted	196,847	1,016,041	-	22,096	-	-	83,906,543
Unassigned	-	-	(1,558,619)	-	-	-	(2,619,495)
Total Fund Balances	196,847	1,016,041	(1,558,619)	22,096	-	-	81,287,048
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 198,969	\$3,360,616	\$1,789,927	\$ 3,343,651	\$ 908,835	\$ -	\$ 108,979,968

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CITY OF ELK GROVE
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2025

	Recycling Grant Fund	Used Oil Grant Fund	Household Hazardous Waste Fund	Tire Collection & Disposal Grant Fund	BSCC Local Police Grant Fund	OTS Grants Fund
Revenues:						
Licenses, fees and permits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	204,104	11,813	21,092	-	56,861	806,776
Charges for services	-	-	-	-	-	-
Use of money and property	18,808	737	-	-	-	-
Contributions	-	-	-	-	-	-
Other revenue	118,907	-	-	-	-	-
Total Revenues	<u>341,819</u>	<u>12,550</u>	<u>21,092</u>	<u>-</u>	<u>56,861</u>	<u>806,776</u>
Expenditures:						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	56,861	635,827
Public ways and facilities	-	-	-	-	-	-
Community development	399,626	11,818	12,271	26,460	-	-
Capital outlay	-	-	-	-	-	159,149
Debt Service:						
Principal	40,750	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Expenditures	<u>440,376</u>	<u>11,818</u>	<u>12,271</u>	<u>26,460</u>	<u>56,861</u>	<u>794,976</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(98,557)</u>	<u>732</u>	<u>8,821</u>	<u>(26,460)</u>	<u>-</u>	<u>11,800</u>
Other Financing Sources (Uses):						
Issuance of debt	118,907	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>118,907</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	20,350	732	8,821	(26,460)	-	11,800
Fund Balances, Beginning	<u>19,341</u>	<u>7,008</u>	<u>(21,952)</u>	<u>(18,109)</u>	<u>126</u>	<u>23,595</u>
Fund Balances, End of Year	<u>\$ 39,691</u>	<u>\$ 7,740</u>	<u>\$ (13,131)</u>	<u>\$ (44,569)</u>	<u>\$ 126</u>	<u>\$ 35,395</u>

Local Police Grants Fund	CA Law Enforcement Equipment Fund	Gas Tax Fund	SB1 Streets and Roads Fund	Agricultural Preservation Fund	Swainson's Hawk Fund	Tree Mitigation Fund	Street Trench Cut Fees Fund
\$ -	\$ -	\$ 95,070	\$ -	\$ -	\$ 77,095	\$ 158,900	\$ 21,394
238,854	536,452	5,287,831	5,485,254	-	-	-	-
-	-	-	-	-	-	-	-
-	23,423	315,032	434,564	-	288,669	97,845	28,058
-	-	-	-	-	-	-	-
-	-	7,276	-	-	-	-	-
<u>238,854</u>	<u>559,875</u>	<u>5,705,209</u>	<u>5,919,818</u>	<u>-</u>	<u>365,764</u>	<u>256,745</u>	<u>49,452</u>
-	-	-	-	-	-	-	-
286,383	408,842	-	-	-	-	-	-
-	-	4,235,254	3,632,780	-	-	-	123
-	-	-	-	-	40,068	426	3,285
-	172,653	-	549,000	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>286,383</u>	<u>581,495</u>	<u>4,235,254</u>	<u>4,181,780</u>	<u>-</u>	<u>40,068</u>	<u>426</u>	<u>3,408</u>
<u>(47,529)</u>	<u>(21,620)</u>	<u>1,469,955</u>	<u>1,738,038</u>	<u>-</u>	<u>325,696</u>	<u>256,319</u>	<u>46,044</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	(641,861)	-	-	-	-	(49,110)
-	-	(641,861)	-	-	-	-	(49,110)
(47,529)	(21,620)	828,094	1,738,038	-	325,696	256,319	(3,066)
<u>50,913</u>	<u>372,795</u>	<u>5,181,338</u>	<u>7,754,060</u>	<u>-</u>	<u>5,066,107</u>	<u>1,653,812</u>	<u>509,413</u>
<u>\$ 3,384</u>	<u>\$ 351,175</u>	<u>\$ 6,009,432</u>	<u>\$ 9,492,098</u>	<u>\$ -</u>	<u>\$ 5,391,803</u>	<u>\$ 1,910,131</u>	<u>\$ 506,347</u>

continued

CITY OF ELK GROVE

Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (continued)
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2025

	Community Development Block Grant Fund	State Homeless Appropriations Fund	Strategic Planning Grants Fund	Police Services CFD Funds	Maintenance Services CFD Funds	Street Maintenance District Funds
Revenues:						
Licenses, fees and permits	\$ -	\$ -	\$ -	\$ 5,700	\$ 930,881	\$ 8,355
Intergovernmental	829,888	-	535,927	7,445,601	10,258,891	3,108,112
Charges for services	-	-	-	-	-	-
Use of money and property	88,358	222,136	-	75,433	901,398	764,643
Contributions	-	-	-	-	-	-
Other revenue	-	-	-	-	113,493	-
Total Revenues	<u>918,246</u>	<u>222,136</u>	<u>535,927</u>	<u>7,526,734</u>	<u>12,204,663</u>	<u>3,881,110</u>
Expenditures:						
Current:						
General government	-	-	762,236	-	-	-
Public safety	-	-	-	8,134	-	-
Public ways and facilities	-	-	-	-	7,995,446	1,133,688
Community development	1,843,040	1,845	-	-	-	-
Capital outlay	1,209	-	-	14,568	18,219	15,283
Debt Service:						
Principal	3,219	-	-	-	-	-
Interest	81	-	-	-	-	-
Total Expenditures	<u>1,847,549</u>	<u>1,845</u>	<u>762,236</u>	<u>22,702</u>	<u>8,013,665</u>	<u>1,148,971</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(929,303)</u>	<u>220,291</u>	<u>(226,309)</u>	<u>7,504,032</u>	<u>4,190,998</u>	<u>2,732,139</u>
Other Financing Sources (Uses):						
Issuance of debt	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(7,599,756)	(742,843)	(797,151)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,599,756)</u>	<u>(742,843)</u>	<u>(797,151)</u>
Net Change in Fund Balance	(929,303)	220,291	(226,309)	(95,724)	3,448,155	1,934,988
Fund Balances, Beginning	<u>64,288</u>	<u>3,644,124</u>	<u>88,148</u>	<u>888,187</u>	<u>14,159,497</u>	<u>15,308,025</u>
Fund Balances, End of Year	<u>\$ (865,015)</u>	<u>\$ 3,864,415</u>	<u>\$ (138,161)</u>	<u>\$ 792,463</u>	<u>\$ 17,607,652</u>	<u>\$ 17,243,013</u>

Street Lighting Maintenance District Funds	Asset Seizure State and Federal Funds	Library Ownership Fund	HUD Home Grant Fund	Neighborhood Stabilization Program Fund	Measure A Maintenance Fund	Development Services Fund	Performance Bond Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,225,524	\$ -
1,491,312	463,871	919,168	-	-	5,777,563	42,492	-
-	-	-	-	-	-	2,631,693	-
61,757	-	123,137	-	22,871	663,353	600,803	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,553,069</u>	<u>463,871</u>	<u>1,042,305</u>	<u>-</u>	<u>22,871</u>	<u>6,440,916</u>	<u>11,500,512</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	202,876	-	-	-	-	-	-
803,510	-	815,008	-	360,460	6,014,805	552,738	-
-	-	-	-	-	-	9,071,222	-
48,893	-	-	-	-	-	-	-
-	-	-	-	-	-	7,635	-
-	-	-	-	-	-	365	-
<u>852,403</u>	<u>202,876</u>	<u>815,008</u>	<u>-</u>	<u>360,460</u>	<u>6,014,805</u>	<u>9,631,960</u>	<u>-</u>
<u>700,666</u>	<u>260,995</u>	<u>227,297</u>	<u>-</u>	<u>(337,589)</u>	<u>426,111</u>	<u>1,868,552</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>(118,925)</u>	<u>-</u>	<u>(12,621)</u>	<u>-</u>	<u>-</u>	<u>(1,117,995)</u>	<u>(1,204,920)</u>	<u>-</u>
<u>(118,925)</u>	<u>-</u>	<u>(12,621)</u>	<u>-</u>	<u>-</u>	<u>(1,117,995)</u>	<u>(1,204,920)</u>	<u>-</u>
581,741	260,995	214,676	-	(337,589)	(691,884)	663,632	-
870,576	271,241	1,398,208	40,000	692,569	8,253,066	7,199,463	-
<u>\$ 1,452,317</u>	<u>\$ 532,236</u>	<u>\$ 1,612,884</u>	<u>\$ 40,000</u>	<u>\$ 354,980</u>	<u>\$ 7,561,182</u>	<u>\$ 7,863,095</u>	<u>\$ -</u>

continued

CITY OF ELK GROVE
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (continued)
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2025

	Donations and Community Programs Fund	Opioid Settlement Fund	Transit Fund	Disaster Recovery Fund	State PLHA Fund	Zoo Partner Funding	Total
Revenues:							
Licenses, fees and permits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,522,919
Intergovernmental	-	-	-	3,591,391	214,517	-	47,327,770
Charges for services	-	-	1,022,319	-	-	-	3,654,012
Use of money and property	5,707	38,388	-	(2)	11,343	-	4,786,461
Contributions	-	-	-	-	-	1,933,700	1,933,700
Other revenue	120,581	263,498	19,604	-	-	-	643,359
Total Revenues	<u>126,288</u>	<u>301,886</u>	<u>1,041,923</u>	<u>3,591,389</u>	<u>225,860</u>	<u>1,933,700</u>	<u>67,868,221</u>
Expenditures:							
Current:							
General government	-	-	571,130	-	-	-	1,333,366
Public safety	-	228,689	-	-	-	-	1,827,612
Public ways and facilities	-	-	-	1,960,586	-	1,933,700	29,438,098
Community development	11,006	-	-	1,323,473	225,860	-	12,970,400
Capital outlay	-	-	-	307,331	-	-	1,286,305
Debt Service:							
Principal	-	-	-	-	-	-	51,604
Interest	-	-	-	-	-	-	446
Total Expenditures	<u>11,006</u>	<u>228,689</u>	<u>571,130</u>	<u>3,591,390</u>	<u>225,860</u>	<u>1,933,700</u>	<u>46,907,831</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>115,282</u>	<u>73,197</u>	<u>470,793</u>	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>20,960,390</u>
Other Financing Sources (Uses):							
Issuance of debt	-	-	-	-	-	-	118,907
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	(50,000)	-	-	(12,335,182)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(50,000)</u>	<u>-</u>	<u>-</u>	<u>(12,216,275)</u>
Net Change in Fund Balance	115,282	73,197	470,793	(50,001)	-	-	8,744,115
Fund Balances, Beginning	<u>81,565</u>	<u>942,844</u>	<u>(2,029,412)</u>	<u>72,097</u>	<u>-</u>	<u>-</u>	<u>72,542,933</u>
Fund Balances, End of Year	<u>\$ 196,847</u>	<u>\$ 1,016,041</u>	<u>\$(1,558,619)</u>	<u>\$ 22,096</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,287,048</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Recycling Grant Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 44,747	\$ 204,104	\$ 159,357
Use of money and property	2,405	18,808	16,403
Other revenue	-	118,907	118,907
Total Revenues	<u>47,152</u>	<u>341,819</u>	<u>294,667</u>
Expenditures:			
Current:			
Community development	202,487	399,626	(197,139)
Debt Service:			
Principal	-	40,750	(40,750)
Total Expenditures	<u>202,487</u>	<u>440,376</u>	<u>(237,889)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(155,335)</u>	<u>(98,557)</u>	<u>56,778</u>
Other Financing Sources (Uses):			
Issuance of debt	-	118,907	(118,907)
Total Other Financing Sources (Uses)	<u>-</u>	<u>118,907</u>	<u>118,907</u>
Net Change in Fund Balance	<u>(155,335)</u>	<u>20,350</u>	<u>175,685</u>
Fund Balance, Beginning	<u>19,341</u>	<u>19,341</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ (135,994)</u></u>	<u><u>\$ 39,691</u></u>	<u><u>\$ 175,685</u></u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Used Oil Grant Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 24,962	\$ 11,813	\$ (13,149)
Use of money and property	137	737	600
Total Revenues	25,099	12,550	(12,549)
Expenditures:			
Current:			
Community development	11,863	11,818	45
Total Expenditures	11,863	11,818	45
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	13,236	732	(12,504)
Net Change in Fund Balance	13,236	732	(12,504)
Fund Balance, Beginning	7,008	7,008	-
Fund Balance, Ending	\$ 20,244	\$ 7,740	\$ (12,504)

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Household Hazardous Waste Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ -	\$ 21,092	\$ 21,092
Total Revenues	-	21,092	21,092
Expenditures:			
Current:			
Community development	12,271	12,271	-
Total Expenditures	12,271	12,271	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,271)	8,821	21,092
Net Change in Fund Balance	(12,271)	8,821	21,092
Fund Balance, Beginning	(21,952)	(21,952)	-
Fund Balance, Ending	\$ (34,223)	\$ (13,131)	\$ 21,092

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Tire Collection & Disposal Grant
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ -	\$ -	\$ -
Total Revenues	-	-	-
Expenditures:			
Current:			
Community development	26,460	26,460	-
Total Expenditures	26,460	26,460	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(26,460)	(26,460)	-
Net Change in Fund Balance	(26,460)	(26,460)	-
Fund Balance, Beginning	(18,109)	(18,109)	-
Fund Balance, Ending	\$ (44,569)	\$ (44,569)	\$ -

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
BSCC Local Police Grant
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ -	\$ 56,861	\$ 56,861
Total Revenues	-	56,861	56,861
Expenditures:			
Current:			
Public safety	56,861	56,861	-
Total Expenditures	56,861	56,861	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(56,861)	-	56,861
Net Change in Fund Balance	(56,861)	-	56,861
Fund Balance, Beginning	126	126	-
Fund Balance, Ending	\$ (56,735)	\$ 126	\$ 56,861

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
OTS Grants Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 806,776	\$ 806,776	\$ -
Total Revenues	<u>806,776</u>	<u>806,776</u>	<u>-</u>
Expenditures:			
Current:			
Public safety	635,829	635,827	2
Capital outlay	159,149	159,149	-
Total Expenditures	<u>794,978</u>	<u>794,976</u>	<u>2</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>11,798</u>	<u>11,800</u>	<u>2</u>
Net Change in Fund Balance	11,798	11,800	2
Fund Balance, Beginning	<u>23,595</u>	<u>23,595</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 35,393</u></u>	<u><u>\$ 35,395</u></u>	<u><u>\$ 2</u></u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Local Police Grants Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Current:			
Intergovernmental	\$ 288,961	\$ 238,854	\$ (50,107)
Total Revenues	288,961	238,854	(50,107)
 Expenditures:			
Current:			
Public safety	286,383	286,383	-
Total Expenditures	286,383	286,383	-
 Excess (Deficiency) of Revenues Over (Under) Expenditures	2,578	(47,529)	(50,107)
 Net Change in Fund Balance	2,578	(47,529)	(50,107)
 Fund Balance, Beginning	50,913	50,913	-
 Fund Balance, Ending	\$ 53,491	\$ 3,384	\$ (50,107)

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
CA Law Enforcement Equipment Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 536,451	\$ 536,452	\$ 1
Use of money and property	8,001	23,423	15,422
Total Revenues	<u>544,452</u>	<u>559,875</u>	<u>15,423</u>
Expenditures:			
Current:			
Public safety	408,739	408,842	(103)
Capital outlay	172,653	172,653	-
Total Expenditures	<u>581,392</u>	<u>581,495</u>	<u>(103)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(36,940)</u>	<u>(21,620)</u>	<u>15,320</u>
Net Change in Fund Balance	(36,940)	(21,620)	15,320
Fund Balance, Beginning	<u>372,795</u>	<u>372,795</u>	-
Fund Balance, Ending	<u><u>\$ 335,855</u></u>	<u><u>\$ 351,175</u></u>	<u><u>\$ 15,320</u></u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Gas Tax Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ -	\$ 95,070	\$ 95,070
Intergovernmental	5,080,798	5,287,831	207,033
Use of money and property	93,490	315,032	221,542
Other revenue	-	7,276	7,276
Total Revenues	<u>5,174,288</u>	<u>5,705,209</u>	<u>530,921</u>
Expenditures:			
Current:			
Public ways and facilities	4,916,374	4,235,254	681,120
Debt service:			
Principal	6,037	-	6,037
Interest	26	-	26
Total Expenditures	<u>4,916,374</u>	<u>4,235,254</u>	<u>681,120</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>257,914</u>	<u>1,469,955</u>	<u>1,212,041</u>
Other Financing Sources (Uses):			
Transfers out	(641,861)	(641,861)	-
Total Other Financing Sources (Uses)	<u>(641,861)</u>	<u>(641,861)</u>	<u>-</u>
Net Change in Fund Balance	(383,947)	828,094	1,212,041
Fund Balance, Beginning	<u>5,181,338</u>	<u>5,181,338</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 4,797,391</u>	<u>\$ 6,009,432</u>	<u>\$ 1,212,041</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
SB1 Streets and Roads Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 5,078,975	\$ 5,485,254	\$ 406,279
Use of money and property	123,458	434,564	311,106
Total Revenues	<u>5,202,433</u>	<u>5,919,818</u>	<u>717,385</u>
Expenditures:			
Current:			
Public ways and facilities	3,632,044	3,632,780	(736)
Capital outlay	549,000	549,000	-
Total Expenditures	<u>4,181,044</u>	<u>4,181,780</u>	<u>(736)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,021,389</u>	<u>1,738,038</u>	<u>716,649</u>
Net Change in Fund Balance	1,021,389	1,738,038	716,649
Fund Balance, Beginning	<u>7,754,060</u>	<u>7,754,060</u>	-
Fund Balance, Ending	<u>\$ 8,775,449</u>	<u>\$ 9,492,098</u>	<u>\$ 716,649</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Agricultural Preservation Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Use of money and property	\$ 148	\$ -	\$ (148)
Total Revenues	148	-	(148)
 Net Change in Fund Balance	 148	 -	 (148)
Fund Balance, Beginning	-	-	-
Fund Balance, Ending	\$ 148	\$ -	\$ (148)

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Swainson's Hawk Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 309,124	\$ 77,095	\$ (232,029)
Use of money and property	65,828	288,669	222,841
Total Revenues	<u>374,952</u>	<u>365,764</u>	<u>(9,188)</u>
Expenditures:			
Current:			
Community development	2,166,955	40,068	2,126,887
Total Expenditures	<u>2,166,955</u>	<u>40,068</u>	<u>2,126,887</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,792,003)</u>	<u>325,696</u>	<u>2,117,699</u>
Net Change in Fund Balance	(1,792,003)	325,696	2,117,699
Fund Balance, Beginning	<u>5,066,107</u>	<u>5,066,107</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 3,274,104</u></u>	<u><u>\$ 5,391,803</u></u>	<u><u>\$ 2,117,699</u></u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Tree Mitigation Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 139,833	\$ 158,900	\$ 19,067
Use of money and property	22,774	97,845	75,071
Total Revenues	<u>162,607</u>	<u>256,745</u>	<u>94,138</u>
Expenditures:			
Current:			
Community development	1,000	426	574
Total Expenditures	<u>1,000</u>	<u>426</u>	<u>574</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>161,607</u>	<u>256,319</u>	<u>94,712</u>
Net Change in Fund Balance	161,607	256,319	94,712
Fund Balance, Beginning	<u>1,653,812</u>	<u>1,653,812</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 1,815,419</u>	<u>\$ 1,910,131</u>	<u>\$ 94,712</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Street Trench Cut Fee Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 100,000	\$ 21,394	\$ (78,606)
Use of money and property	5,528	28,058	22,530
Total Revenues	<u>105,528</u>	<u>49,452</u>	<u>(56,076)</u>
Expenditures:			
Current:			
Public ways and facilities	100	123	(23)
Community development	50,000	3,285	46,715
Total Expenditures	<u>50,100</u>	<u>3,408</u>	<u>46,692</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	<u>55,428</u>	<u>46,044</u>	<u>(9,384)</u>
Other Financing Sources (Uses):			
Transfers out	<u>(49,110)</u>	<u>(49,110)</u>	-
Total Other Financing Sources (Uses)	<u>(49,110)</u>	<u>(49,110)</u>	-
Net Change in Fund Balance	6,318	(3,066)	(9,384)
Fund Balance, Beginning	<u>509,413</u>	<u>509,413</u>	-
Fund Balance, Ending	<u>\$ 515,731</u>	<u>\$ 506,347</u>	<u>\$ (9,384)</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Community Development Block Grants Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 3,000,000	\$ 829,888	\$ (2,170,112)
Use of money and property	181	88,358	88,177
Total Revenues	<u>3,000,181</u>	<u>918,246</u>	<u>(2,081,935)</u>
Expenditures:			
Current:			
Community development	2,321,894	1,843,040	478,854
Capital outlay	1,209	1,209	-
Debt service:			
Principal	-	3,219	(3,219)
Interest	-	81	(81)
Total Expenditures	<u>2,323,103</u>	<u>1,847,549</u>	<u>475,554</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>677,078</u>	<u>(929,303)</u>	<u>(1,606,381)</u>
Net Change in Fund Balance	677,078	(929,303)	(1,606,381)
Fund Balance, Beginning	<u>64,288</u>	<u>64,288</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 741,366</u>	<u>\$ (865,015)</u>	<u>\$ (1,606,381)</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
State Homeless Appropriations Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Use of money and property	\$ 52,500	\$ 222,136	\$ 169,636
Total Revenues	<u>52,500</u>	<u>222,136</u>	<u>169,636</u>
Expenditures:			
Current:			
Community development	4,570,921	1,845	4,569,076
Total Expenditures	<u>4,570,921</u>	<u>1,845</u>	<u>4,569,076</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,518,421)</u>	<u>220,291</u>	<u>4,738,712</u>
Net Change in Fund Balance	(4,518,421)	220,291	4,738,712
Fund Balance, Beginning	<u>3,644,124</u>	<u>3,644,124</u>	-
Fund Balance, Ending	<u>\$ (874,297)</u>	<u>\$ 3,864,415</u>	<u>\$ 4,738,712</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Strategic Planning Grants Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 771,266	\$ 535,927	\$ (235,339)
Total Revenues	<u>771,266</u>	<u>535,927</u>	<u>(235,339)</u>
Expenditures:			
Current:			
General Government	729,575	762,236	(32,661)
Total Expenditures	<u>729,575</u>	<u>762,236</u>	<u>(32,661)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>41,691</u>	<u>(226,309)</u>	<u>(268,000)</u>
Net Change in Fund Balance	41,691	(226,309)	(268,000)
Fund Balance, Beginning	<u>88,148</u>	<u>88,148</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 129,839</u>	<u>\$ (138,161)</u>	<u>\$ (268,000)</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Police Services CFD Funds
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 10,000	\$ 5,700	\$ (4,300)
Intergovernmental	6,987,685	7,445,601	457,916
Use of money and property	9,941	75,433	65,492
Total Revenues	<u>7,007,626</u>	<u>7,526,734</u>	<u>519,108</u>
Expenditures:			
Current:			
Public safety	10,243	8,134	2,109
Capital outlay	17,674	14,568	3,106
Total Expenditures	<u>27,917</u>	<u>22,702</u>	<u>5,215</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,979,709</u>	<u>7,504,032</u>	<u>524,323</u>
Other Financing Sources (Uses):			
Transfers out	(7,599,756)	(7,599,756)	-
Total Other Financing Sources (Uses)	<u>(7,599,756)</u>	<u>(7,599,756)</u>	<u>-</u>
Net Change in Fund Balance	(620,047)	(95,724)	524,323
Fund Balance, Beginning	<u>888,187</u>	<u>888,187</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 268,140</u></u>	<u><u>\$ 792,463</u></u>	<u><u>\$ 524,323</u></u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Maintenance Services CFD Funds
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 744,000	\$ 930,881	\$ 186,881
Intergovernmental	7,967,648	10,258,891	2,291,243
Use of money and property	279,301	901,398	622,097
Other revenue	6,000	113,493	107,493
Total Revenues	<u>8,996,949</u>	<u>12,204,663</u>	<u>3,207,714</u>
Expenditures:			
Current:			
Public ways and facilities	9,372,805	7,995,446	1,377,359
Capital outlay	20,860	18,219	2,641
Total Expenditures	<u>9,393,665</u>	<u>8,013,665</u>	<u>1,380,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(396,716)</u>	<u>4,190,998</u>	<u>4,587,714</u>
Other Financing Sources (Uses):			
Transfers out	(742,843)	(742,843)	-
Total Other Financing Sources (Uses)	<u>(742,843)</u>	<u>(742,843)</u>	<u>-</u>
Net Change in Fund Balance	(1,139,559)	3,448,155	4,587,714
Fund Balance, Beginning	<u>14,159,497</u>	<u>14,159,497</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 13,019,938</u></u>	<u><u>\$ 17,607,652</u></u>	<u><u>\$ 4,587,714</u></u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Street Maintenance District Funds
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 3,053,311	\$ 3,108,112	\$ 54,801
Licenses, fees and permits	11,000	8,355	(2,645)
Use of money and property	904,287	764,643	(139,644)
Total Revenues	<u>3,968,598</u>	<u>3,881,110</u>	<u>(87,488)</u>
Expenditures:			
Current:			
Public ways and facilities	1,333,937	1,133,688	200,249
Capital outlay	19,395	15,283	4,112
Total Expenditures	<u>1,353,332</u>	<u>1,148,971</u>	<u>204,361</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,615,266</u>	<u>2,732,139</u>	<u>116,873</u>
Other Financing Sources (Uses):			
Transfers out	(797,151)	(797,151)	-
Total Other Financing Sources (Uses)	<u>(797,151)</u>	<u>(797,151)</u>	<u>-</u>
Net Change in Fund Balance	1,818,115	1,934,988	116,873
Fund Balance, Beginning	<u>15,308,025</u>	<u>15,308,025</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 17,126,140</u>	<u>\$ 17,243,013</u>	<u>\$ 116,873</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Street Lighting Maintenance District Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 1,410,458	\$ 1,491,312	\$ 80,854
Use of money and property	117,952	61,757	(56,195)
Total Revenues	<u>1,528,410</u>	<u>1,553,069</u>	<u>24,659</u>
Expenditures:			
Current:			
Public ways and facilities	1,310,008	803,510	506,498
Capital outlay	50,368	48,893	1,475
Total Expenditures	<u>1,360,376</u>	<u>852,403</u>	<u>507,973</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	<u>168,034</u>	<u>700,666</u>	<u>532,632</u>
Other Financing Sources (Uses):			
Transfers out	(118,925)	(118,925)	-
Total Other Financing Sources (Uses)	<u>(118,925)</u>	<u>(118,925)</u>	<u>-</u>
Net Change in Fund Balance	49,109	581,741	532,632
Fund Balance, Beginning	<u>870,576</u>	<u>870,576</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 919,685</u>	<u>\$ 1,452,317</u>	<u>\$ 532,632</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Asset Seizure State and Federal Funds
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 463,871	\$ 463,871	\$ -
Total Revenues	463,871	463,871	-
Expenditures:			
Current:			
Public Safety	202,876	202,876	-
Total Expenditures	202,876	202,876	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	260,995	260,995	-
Net Change in Fund Balance	260,995	260,995	-
Fund Balance, Beginning	271,241	271,241	-
Fund Balance, Ending	\$ 532,236	\$ 532,236	\$ -

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Library Ownership Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 1,309,139	\$ 919,168	\$ (389,971)
Use of money and property	24,605	123,137	98,532
Total Revenues	<u>1,333,744</u>	<u>1,042,305</u>	<u>(291,439)</u>
Expenditures:			
Current:			
Public way and facilities	822,878	815,008	7,870
Total Expenditures	<u>822,878</u>	<u>815,008</u>	<u>7,870</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>510,866</u>	<u>227,297</u>	<u>(283,569)</u>
Other Financing Sources (Uses):			
Transfers out	(12,621)	(12,621)	-
Total Other Financing Sources (Uses)	<u>(12,621)</u>	<u>(12,621)</u>	<u>-</u>
Net Change in Fund Balance	498,245	214,676	(283,569)
Fund Balance, Beginning	<u>1,398,208</u>	<u>1,398,208</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 1,896,453</u>	<u>\$ 1,612,884</u>	<u>\$ (283,569)</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
HUD Home Grant
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ -	\$ -	\$ -
Total Revenues	-	-	-
Expenditures:			
Current:			
Community Development	-	-	-
Total Expenditures	-	-	-
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning	40,000	40,000	-
Fund Balance, Ending	\$ 40,000	\$ 40,000	\$ -

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Neighborhood Stabilization Program Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Use of money and property	\$ 10,621	\$ 22,871	\$ 12,250
Total Revenues	10,621	22,871	12,250
Expenditures:			
Current:			
Public ways and facilities	361,057	360,460	597
Total Expenditures	361,057	360,460	597
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(350,436)	(337,589)	12,847
Net Change in Fund Balance	(350,436)	(337,589)	12,847
Fund Balance, Beginning	692,569	692,569	-
Fund Balance, Ending	\$ 342,133	\$ 354,980	\$ 12,847

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Measure A Maintenance Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 5,741,297	\$ 5,777,563	\$ 36,266
Use of money and property	221,193	663,353	442,160
Total Revenues	<u>5,962,490</u>	<u>6,440,916</u>	<u>478,426</u>
Expenditures:			
Current:			
Public ways and facilities	6,222,480	6,014,805	207,675
Total Expenditures	<u>6,222,480</u>	<u>6,014,805</u>	<u>207,675</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(259,990)</u>	<u>426,111</u>	<u>686,101</u>
Other Financing Sources (Uses):			
Transfers out	(1,117,995)	(1,117,995)	-
Total Other Financing Sources (Uses)	<u>(1,117,995)</u>	<u>(1,117,995)</u>	<u>-</u>
Net Change in Fund Balance	(1,377,985)	(691,884)	686,101
Fund Balance, Beginning	<u>8,253,066</u>	<u>8,253,066</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 6,875,081</u>	<u>\$ 7,561,182</u>	<u>\$ 686,101</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Development Services Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 8,459,000	\$ 8,225,524	\$ (233,476)
Charges for services	3,045,729	2,631,693	(414,036)
Intergovernmental	-	42,492	42,492
Use of money and property	190,649	600,803	410,154
Total Revenues	<u>11,695,378</u>	<u>11,500,512</u>	<u>(194,866)</u>
Expenditures:			
Current:			
Public ways and facilities	990,507	552,738	437,769
Community development	9,914,022	9,071,222	842,800
Debt Service:			
Principal	-	7,635	(7,635)
Interest	-	365	(365)
Total Expenditures	<u>10,904,529</u>	<u>9,631,960</u>	<u>1,272,569</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>790,849</u>	<u>1,868,552</u>	<u>1,077,703</u>
Other Financing Sources (Uses):			
Transfers out	<u>(1,204,920)</u>	<u>(1,204,920)</u>	-
Total Other Financing Sources (Uses)	<u>(1,204,920)</u>	<u>(1,204,920)</u>	-
Net Change in Fund Balance	(414,071)	663,632	1,077,703
Fund Balance, Beginning	<u>7,199,463</u>	<u>7,199,463</u>	-
Fund Balance, Ending	<u>\$ 6,785,392</u>	<u>\$ 7,863,095</u>	<u>\$ 1,077,703</u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Performance Bond Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Other revenue	\$ -	\$ -	\$ -
Total Revenues	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-
Other Financing Sources (Uses):			
Transfers out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning	-	-	-
Fund Balance, Ending	\$ -	\$ -	\$ -

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Donations and Community Programs Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Use of money and property	\$ 1,584	\$ 5,707	\$ 4,123
Other	-	120,581	120,581
Total Revenues	<u>1,584</u>	<u>126,288</u>	<u>124,704</u>
Expenditures:			
Current:			
Community development	75,000	11,006	63,994
Total Expenditures	<u>75,000</u>	<u>11,006</u>	<u>63,994</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(73,416)</u>	<u>115,282</u>	<u>188,698</u>
Net Change in Fund Balance	(73,416)	115,282	188,698
Fund Balance, Beginning	<u>81,565</u>	<u>81,565</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 8,149</u></u>	<u><u>\$ 196,847</u></u>	<u><u>\$ 188,698</u></u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Opioid Settlement Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Use of money and property	\$ 6,694	\$ 38,388	\$ 31,694
Other revenue	-	263,498	263,498
Total Revenues	<u>6,694</u>	<u>301,886</u>	<u>295,192</u>
Expenditures:			
Current:			
Public safety	239,809	228,689	11,120
Total Expenditures	<u>239,809</u>	<u>228,689</u>	<u>11,120</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(233,115)</u>	<u>73,197</u>	<u>306,312</u>
Net Change in Fund Balance	(233,115)	73,197	306,312
Fund Balance, Beginning	<u>942,844</u>	<u>942,844</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 709,729</u></u>	<u><u>\$ 1,016,041</u></u>	<u><u>\$ 306,312</u></u>

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Transit Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Charges for services	\$ 658,909	\$ 1,022,319	\$ 363,410
Other revenue	-	19,604	19,604
Total Revenues	658,909	1,041,923	383,014
Expenditures:			
Current:			
General government	147,585	571,130	(423,545)
Total Expenditures	147,585	571,130	(423,545)
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	511,324	470,793	(40,531)
Net Change in Fund Balance	511,324	470,793	(40,531)
Fund Balance, Beginning	(2,029,412)	(2,029,412)	-
Fund Balance, Ending	\$ (1,518,088)	\$ (1,558,619)	\$ (40,531)

CITY OF ELK GROVE
Special Revenue Fund
Budgetary Comparison Schedule
Disaster Recovery Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 6,363,836	\$ 3,591,391	\$ (2,772,445)
Use of money and property	-	(2)	(2)
Total Revenues	6,363,836	3,591,389	(2,772,447)
Expenditures:			
Current:			
Community development	1,409,750	1,323,473	86,277
Public ways and facilities	1,960,586	1,960,586	-
Capital Outlay	307,331	307,331	-
Total Expenditures	3,677,667	3,591,390	86,277
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,686,169	(1)	(2,858,724)
Other Financing Sources (Uses):			
Transfers out	-	(50,000)	(50,000)
Total Other Financing Sources (Uses)	-	(50,000)	(50,000)
Net Change in Fund Balance	2,686,169	(50,001)	(2,908,724)
Fund Balance, Beginning	72,097	72,097	72,097
Fund Balance, Ending	\$ 2,758,266	\$ 22,096	\$ (2,836,627)

CAPITAL PROJECTS FUNDS

DEFINITION

The Capital Projects Funds were established to account for financial resources for the acquisition or construction of major capital facilities.

Nonmajor Capital Projects Funds

Measure A Construction Funds – Established to account for monies received under the Measure A Transportation Expenditure Agreement, approved by the voters in 1988, which pays for transportation infrastructure projects.

LTF (Local Transportation Fund) – Bikes & Pedestrians Fund – Established to account for the bicycle/pedestrian allocation of TDA funding which is used for public transportation planning, public transportation services, and community transit purposes.

Capital Facilities Funds – Established to account for new developments' share of construction and acquisition of a civic center, police facility, corporation yard, intelligent transportation system, library, railroad over crossing, rapid transit and other City facilities.

Laguna West Service Area Fund – Established to account for fees that fund the ongoing operations and maintenance costs for specialized services related to drainage, roadways, and street sweeping the Laguna West area.

Lakeside Service Area Fund – Established to account for fees that fund the ongoing operations and maintenance costs for specialized services related to drainage, roadways, and street sweeping the Lakeside area.

In Lieu Funds – Established to account for the monies received in lieu of developer built infrastructure.

East Franklin CFD 2002-1 Fund – Established to account for special revenue taxes and the costs of infrastructure within the boundaries of this finance district.

Poppy Ridge CFD 2003-1 Fund – Established to account for special taxes to fund the cost of infrastructure and a portion of police protection operational costs within the boundaries of this finance district.

District 56 Nature Area and Old Town Plaza – Established to account for costs associated with The Preserve at District 56 and old Town Plaza

Animal Shelter Fund – Established to pay for the construction expenses related to the City of Elk Grove Animal Shelter.

Laguna CFD Fund – Fund the acquisition and construction of certain public facilities required in connection with the development of the land within the district which consists of approximately 2,440 acres.

Laguna West CFD Fund – Established to fund the acquisition and construction of certain public facilities within the boundaries of this finance district.

Lakeside CFD Fund – Established to fund the acquisition and construction of certain public facilities within the boundaries of this finance district.

Southeast Policy Area (SEPA) Mitigation Funds – Established to account for development impact fees.

PD Tenant Improvements Fund – Established to account for expenditures associated with capital improvements to various Police facilities. The expenditures are funded from bond proceeds received from the Debt Service Elk Grove Finance Authority – Police Campus Improvements Fund (Fund 408), where the debt service payments are made.

Active Transportation Fee Capital Projects Fund - Established to account for Citywide, multi-zonal fee program funds used to fund pedestrian and bicycle lanes, paths and trails.

Mitigation and Fee Capital Projects Fund - Established to account for development impact fees and corresponding expenditures, except from those described above.

CITY OF ELK GROVE
Major Capital Projects Funds
Supplemental Budgetary Comparison Schedules
Federal Capital Grants Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 27,581,849	\$ 247,239	\$ (27,334,610)
Use of money and property	2,900	-	(2,900)
Total Revenues	<u>27,584,749</u>	<u>247,239</u>	<u>(27,337,510)</u>
Expenditures:			
Current:			
Public ways and facilities	1,159,306	1,101,051	58,255
Total Expenditures	<u>1,159,306</u>	<u>1,101,051</u>	<u>58,255</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	26,425,443	(853,812)	(27,279,255)
Other Financing Sources (Uses):			
Transfers (out)	-	(58,255)	(58,255)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(58,255)</u>	<u>(58,255)</u>
Net Change in Fund Balance	26,425,443	(912,067)	(27,337,510)
Fund Balance, Beginning	(89,948)	(89,948)	-
Fund Balance, Ending	<u>\$ 26,335,495</u>	<u>\$ (1,002,015)</u>	<u>\$ (27,337,510)</u>

CITY OF ELK GROVE
Major Capital Projects Funds
Supplemental Budgetary Comparison Schedules
State Grants Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 21,648,441	\$ 6,172,027	\$ (15,476,414)
Use of money and property	-	139,992	139,992
Total Revenues	<u>21,648,441</u>	<u>6,312,019</u>	<u>(15,336,422)</u>
Expenditures:			
Current:			
Public ways and facilities	9,888,751	9,888,751	-
Total Expenditures	<u>9,888,751</u>	<u>9,888,751</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>11,759,690</u>	<u>(3,576,732)</u>	<u>(15,336,422)</u>
Net Change in Fund Balance	11,759,690	(3,576,732)	(15,336,422)
Fund Balance, Beginning	<u>(214,913)</u>	<u>(214,913)</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 11,544,777</u>	<u>\$ (3,791,645)</u>	<u>\$ (15,336,422)</u>

CITY OF ELK GROVE
Major Capital Projects Funds
Supplemental Budgetary Comparison Schedules
Roadway Fee Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 9,104,441	\$ 18,093,812	\$ 8,989,371
Use of money and property	965,254	3,336,875	2,371,621
Total Revenues	<u>10,069,695</u>	<u>21,430,687</u>	<u>11,360,992</u>
Expenditures:			
Current:			
Public ways and facilities	3,208,084	3,067,036	141,048
Total Expenditures	<u>3,208,084</u>	<u>3,067,036</u>	<u>141,048</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,861,611</u>	<u>18,363,651</u>	<u>11,502,040</u>
Other Financing Sources (Uses):			
Transfers out	(336,828)	(336,828)	-
Total Other Financing Sources (Uses)	<u>(336,828)</u>	<u>(336,828)</u>	<u>-</u>
Net Change in Fund Balance	6,524,783	18,026,823	11,502,040
Fund Balance, Beginning	<u>52,205,732</u>	<u>52,205,732</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 58,730,515</u></u>	<u><u>\$ 70,232,555</u></u>	<u><u>\$ 11,502,040</u></u>

CITY OF ELK GROVE
Major Capital Projects Funds
Supplemental Budgetary Comparison Schedules
Laguna Ridge CFD 2005-1 Fund
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 10,000	\$ 7,000	\$ (3,000)
Intergovernmental	-	848,226	848,226
Contribution from Community Facility District	9,216,344	9,072,750	(143,594)
Use of money and property	233,792	938,545	704,753
Total Revenues	<u>9,460,136</u>	<u>10,866,521</u>	<u>1,406,385</u>
Expenditures:			
Current:			
Public ways and facilities	7,325,118	5,244,413	2,080,705
Debt service:			
Principal	-	18,943	(18,943)
Total Expenditures	<u>7,325,118</u>	<u>5,263,356</u>	<u>2,061,762</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,135,018</u>	<u>5,603,165</u>	<u>3,468,147</u>
Other Financing Sources (Uses):			
Transfers out	(193,035)	(193,035)	-
Total Other Financing Sources (Uses)	<u>(193,035)</u>	<u>(193,035)</u>	<u>-</u>
Net Change in Fund Balance	1,941,983	5,410,130	3,468,147
Fund Balance, Beginning	<u>16,021,184</u>	<u>16,021,184</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 17,963,167</u>	<u>\$ 21,431,314</u>	<u>\$ 3,468,147</u>

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CITY OF ELK GROVE
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2025

	Measure A Construction Funds	LTF Bikes & Pedestrian Fund	Capital Facilities Funds	Laguna West Service Area Fund	Lakeside Service Area Fund
<u>ASSETS</u>					
Cash and investments	\$ 3,999,056	\$ 519,435	\$ 39,918,354	\$ 729,724	\$ 83,818
Cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	-	-	3,467	398
Taxes receivable	-	-	-	1,064	-
Interest receivable	19,001	-	188,588	-	-
Due from other government agencies	-	200,307	-	-	-
Advances to other funds	-	-	898,908	-	-
Long-term development fees receivable	-	-	589,960	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 4,018,057</u>	<u>\$ 719,742</u>	<u>\$ 41,595,810</u>	<u>\$ 734,255</u>	<u>\$ 84,216</u>
<u>LIABILITIES</u>					
Accounts payable	\$ 160,734	\$ -	\$ 61,139	\$ 40,024	\$ -
Accrued salaries and benefits	9,808	-	248	-	-
Retention payable	6,645	-	-	-	-
Advances from other funds	-	-	-	-	-
Unearned revenue	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>177,187</u>	<u>-</u>	<u>61,387</u>	<u>40,024</u>	<u>-</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Unavailable revenue	<u>18,590</u>	<u>200,307</u>	<u>774,468</u>	<u>3,392</u>	<u>390</u>
<u>FUND BALANCES</u>					
Restricted	<u>3,822,280</u>	<u>519,435</u>	<u>40,759,955</u>	<u>690,839</u>	<u>83,826</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>3,822,280</u>	<u>519,435</u>	<u>40,759,955</u>	<u>690,839</u>	<u>83,826</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 4,018,057</u>	<u>\$ 719,742</u>	<u>\$ 41,595,810</u>	<u>\$ 734,255</u>	<u>\$ 84,216</u>

In Lieu Funds	East Franklin CFD 2002-1 Fund	Poppy Ridge CFD 2003-1 Fund	District56 Nature Area and OT Plaza Fund	Animal Shelter Fund	Laguna CFD Fund	Laguna West CFD Fund
\$ 2,979,433	\$ 4,916,803	\$ 575,625	\$ 208,759	\$ -	\$ 1,117,441	\$ 153,505
-	-	-	-	-	-	-
71,893	23,362	2,735	992	-	5,310	729
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 3,051,326</u>	<u>\$ 4,940,165</u>	<u>\$ 578,360</u>	<u>\$ 209,751</u>	<u>\$ -</u>	<u>\$ 1,122,751</u>	<u>\$ 154,234</u>
\$ 5,417	\$ 24,599	\$ -	\$ -	\$ -	\$ -	\$ -
-	421	421	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>5,417</u>	<u>25,020</u>	<u>421</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>31,842</u>	<u>22,857</u>	<u>2,676</u>	<u>970</u>	<u>-</u>	<u>5,195</u>	<u>714</u>
<u>3,014,067</u>	<u>4,892,288</u>	<u>575,263</u>	<u>208,781</u>	<u>-</u>	<u>1,117,556</u>	<u>153,520</u>
<u>3,014,067</u>	<u>4,892,288</u>	<u>575,263</u>	<u>208,781</u>	<u>-</u>	<u>1,117,556</u>	<u>153,520</u>
<u>\$ 3,051,326</u>	<u>\$ 4,940,165</u>	<u>\$ 578,360</u>	<u>\$ 209,751</u>	<u>\$ -</u>	<u>\$ 1,122,751</u>	<u>\$ 154,234</u>

continued

CITY OF ELK GROVE
Combining Balance Sheet
Nonmajor Capital Projects Funds (continued)
June 30, 2025

	Lakeside CFD Fund	SEPA Mitigation Funds	PD Tenant Improvements Fund	Active Transportation Fee Fund	Mitigation and Fee Funds	Total
<u>ASSETS</u>						
Cash and investments	\$ -	\$ 55,146,500	\$ 262,272	\$ 6,165,614	\$ 44,788,655	\$ 161,564,994
Cash with fiscal agent	-	-	637,636	-	-	637,636
Accounts receivable	-	262,028	1,246	29,296	-	401,456
Taxes receivable	-	-	-	-	-	1,064
Interest receivable	-	-	-	-	207,917	415,506
Due from other government agencies	-	-	-	-	-	200,307
Advances to other funds	-	-	-	-	-	898,908
Long-term development fees receivable	-	2,566,760	-	88,787	360,261	3,605,768
	<u>\$ -</u>	<u>\$ 57,975,288</u>	<u>\$ 901,154</u>	<u>\$ 6,283,697</u>	<u>\$ 45,356,833</u>	<u>\$ 167,725,639</u>
<u>LIABILITIES</u>						
Accounts payable	\$ -	\$ -	\$ 143,290	\$ 277,589	\$ 220,395	\$ 933,187
Accrued salaries and benefits	-	769	-	397	620	12,684
Retention payable	-	-	267,489	9,416	-	283,550
Advances from other funds	-	-	-	-	2,696,696	2,696,696
Unearned revenue	-	1,490,870	-	-	-	1,490,870
	<u>-</u>	<u>1,491,639</u>	<u>410,779</u>	<u>287,402</u>	<u>2,917,711</u>	<u>5,416,987</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Unavailable revenue	-	2,823,119	1,219	117,449	563,679	4,566,867
<u>FUND BALANCES</u>						
Restricted	-	53,660,530	489,156	5,878,846	41,875,443	157,741,785
	<u>-</u>	<u>53,660,530</u>	<u>489,156</u>	<u>5,878,846</u>	<u>41,875,443</u>	<u>157,741,785</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ -</u>	<u>\$ 57,975,288</u>	<u>\$ 901,154</u>	<u>\$ 6,283,697</u>	<u>\$ 45,356,833</u>	<u>\$ 167,725,639</u>

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CITY OF ELK GROVE
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended June 30, 2025

	Measure A Construction Funds	LTF Bike & Pedestrian Fund	Capital Facilities Funds	Laguna West Service Area Fund	Lakeside Service Area Fund
Revenues:					
Licenses, fees and permits	\$ -	\$ -	\$ 10,125,420	\$ -	\$ -
Intergovernmental	1,421,020	15,296	-	61,307	-
Use of money and property	214,332	18,267	1,827,809	37,538	4,564
Other Revenue	-	-	-	-	-
Total Revenues	1,635,352	33,563	11,953,229	98,845	4,564
Expenditures:					
Current:					
Public ways and facilities	1,164,410	-	23,819	45,029	20
Capital outlay	6,921	943	302,546	-	-
Total Expenditures	1,171,331	943	326,365	45,029	20
Excess (Deficiency) of Revenues Over (Under) Expenditures	464,021	32,620	11,626,864	53,816	4,544
Other Financing Sources (Uses):					
Transfers in	58,256	-	-	-	-
Transfers out	(229,889)	(1,944)	(943,661)	(9,294)	(1,832)
Total Other Financing Sources (Uses)	(171,633)	(1,944)	(943,661)	(9,294)	(1,832)
Net Change in Fund Balances	292,388	30,676	10,683,203	44,522	2,712
Fund Balances, Beginning	3,529,892	488,759	30,076,752	646,317	81,114
Fund Balances, End of Year	\$ 3,822,280	\$ 519,435	\$ 40,759,955	\$ 690,839	\$ 83,826

In Lieu Funds	East Franklin CFD 2002-1 Fund	Poppy Ridge CFD 2003-1 Fund	District 56 Nature Area and OT Plaza Fund	Animal Shelter Fund	Laguna CFD Fund	Laguna West CFD Fund
\$ 663,062	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
57,980	288,076	22,424	12,035	1,401	60,015	8,296
-	-	-	-	36,127	-	-
<u>721,042</u>	<u>288,076</u>	<u>22,424</u>	<u>12,035</u>	<u>37,528</u>	<u>60,015</u>	<u>8,296</u>
652,760	-	-	52	7	259	36
-	299,152	15,309	-	-	-	-
<u>652,760</u>	<u>299,152</u>	<u>15,309</u>	<u>52</u>	<u>7</u>	<u>259</u>	<u>36</u>
68,282	(11,076)	7,115	11,983	37,521	59,756	8,260
-	-	-	-	-	-	-
(1,565)	(234,783)	(4,527)	(22,571)	(28,802)	(1,641)	(1,654)
<u>(1,565)</u>	<u>(234,783)</u>	<u>(4,527)</u>	<u>(22,571)</u>	<u>(28,802)</u>	<u>(1,641)</u>	<u>(1,654)</u>
66,717	(245,859)	2,588	(10,588)	8,719	58,115	6,606
<u>2,947,350</u>	<u>5,138,147</u>	<u>572,675</u>	<u>219,369</u>	<u>(8,719)</u>	<u>1,059,441</u>	<u>146,914</u>
<u>\$ 3,014,067</u>	<u>\$ 4,892,288</u>	<u>\$ 575,263</u>	<u>\$ 208,781</u>	<u>\$ -</u>	<u>\$ 1,117,556</u>	<u>\$ 153,520</u>

continued

CITY OF ELK GROVE
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (continued)
Nonmajor Capital Projects Funds
For the Year Ended June 30, 2025

	Lakeside CFD Fund	SEPA Mitigation Funds	PD Tenant Improvements Fund	Active Transportation Fee Fund	Mitigation and Fee Funds	Total
Revenues:						
Licenses, fees and permits	\$ -	\$ 16,595,409	\$ -	\$ 3,007,902	\$ 19,339,658	\$ 49,731,451
Intergovernmental	-	-	-	-	-	1,497,623
Use of money and property	-	2,412,054	1,382	235,067	1,749,292	6,950,532
Other Revenue	-	-	-	-	-	36,127
Total Revenues	-	19,007,463	1,382	3,242,969	21,088,950	58,215,733
Expenditures:						
Current:						
Public ways and facilities	-	(279,618)	-	44,438	671,871	2,323,083
Capital outlay	-	500,000	4,161,096	419,012	-	5,704,979
Total Expenditures	-	220,382	4,161,096	463,450	671,871	8,028,062
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	18,787,081	(4,159,714)	2,779,519	20,417,079	50,187,671
Other Financing Sources (Uses):						
Transfers in	-	-	-	-	-	58,256
Transfers out	-	-	-	-	(941,044)	(2,423,207)
Total Other Financing Sources (Uses)	-	-	-	-	(941,044)	(2,364,951)
Net Change in Fund Balances	-	18,787,081	(4,159,714)	2,779,519	19,476,035	47,822,720
Fund Balances, Beginning	-	34,873,449	4,648,870	3,099,327	22,399,408	109,919,065
Fund Balances, End of Year	\$ -	\$ 53,660,530	\$ 489,156	\$ 5,878,846	\$ 41,875,443	\$ 157,741,785

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 Measure A Construction Funds
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 1,419,932	\$ 1,421,020	\$ 1,088
Use of money and property	78,433	214,332	135,899
Total Revenues	<u>1,498,365</u>	<u>1,635,352</u>	<u>136,987</u>
Expenditures:			
Current:			
Public ways and facilities	1,114,796	1,164,410	(49,614)
Capital outlay	6,921	6,921	-
Total Expenditures	<u>1,121,717</u>	<u>1,171,331</u>	<u>(49,614)</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	<u>376,648</u>	<u>464,021</u>	<u>87,373</u>
Other Financing Sources (Uses):			
Transfers in	-	58,256	58,256
Transfers out	(229,889)	(229,889)	-
Total Other Financing Sources (Uses)	<u>(229,889)</u>	<u>(171,633)</u>	<u>58,256</u>
Net Change in Fund Balance	146,759	292,388	145,629
Fund Balance, Beginning	<u>3,529,892</u>	<u>3,529,892</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 3,676,651</u>	<u>\$ 3,822,280</u>	<u>\$ 145,629</u>

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 LTF Bike & Pedestrian Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 218,116	\$ 15,296	\$ (202,820)
Use of money and property	4,200	18,267	14,067
Total Revenues	<u>222,316</u>	<u>33,563</u>	<u>(188,753)</u>
Expenditures:			
Capital outlay	943	943	-
Total Expenditures	<u>943</u>	<u>943</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>221,373</u>	<u>32,620</u>	<u>(188,753)</u>
Other Financing Sources (Uses):			
Transfers out	(1,944)	(1,944)	-
Total Other Financing Sources (Uses)	<u>(1,944)</u>	<u>(1,944)</u>	<u>-</u>
Net Change in Fund Balance	219,429	30,676	(188,753)
Fund Balance, Beginning	<u>488,759</u>	<u>488,759</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 708,188</u>	<u>\$ 519,435</u>	<u>\$ (188,753)</u>

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 Capital Facilities Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 5,278,267	\$ 10,125,420	\$ 4,847,153
Use of money and property	853,974	1,827,809	973,835
Total Revenues	6,132,241	11,953,229	5,820,988
Expenditures:			
Current:			
Public ways and facilities	96,217	23,819	72,398
Capital outlay	261,905	302,546	(40,641)
Total Expenditures	358,122	326,365	31,757
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,774,119	11,626,864	5,852,745
Other Financing Sources (Uses):			
Transfers out	(943,661)	(943,661)	-
Total Other Financing Sources (Uses)	(943,661)	(943,661)	-
Net Change in Fund Balance	4,830,458	10,683,203	5,852,745
Fund Balance, Beginning	30,076,752	30,076,752	-
Fund Balance, Ending	\$ 34,907,210	\$ 40,759,955	\$ 5,852,745

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 Laguna West Service Area Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 61,000	\$ 61,307	\$ 307
Use of money and property	12,329	37,538	25,209
Total Revenues	73,329	98,845	25,516
Expenditures:			
Current:			
Public ways and facilities	72,947	45,029	27,918
Total Expenditures	72,947	45,029	27,918
Excess (Deficiency) of Revenues Over (Under) Expenditures	382	53,816	53,434
Other Financing Sources (Uses):			
Transfers out	(9,294)	(9,294)	-
Total Other Financing Sources (Uses)	(9,294)	(9,294)	-
Net Change in Fund Balance	(8,912)	44,522	53,434
Fund Balance, Beginning	646,317	646,317	-
Fund Balance, Ending	\$ 637,405	\$ 690,839	\$ 53,434

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 Lakeside Service Area Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Use of money and property	\$ 1,578	\$ 4,564	\$ 2,986
Total Revenues	1,578	4,564	2,986
Expenditures:			
Current:			
Public ways and facilities	20	20	-
Total Expenditures	20	20	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,558	4,544	2,986
Other Financing Sources (Uses):			
Transfers out	(1,832)	(1,832)	-
Total Other Financing Sources (Uses)	(1,832)	(1,832)	-
Net Change in Fund Balance	(274)	2,712	2,986
Fund Balance, Beginning	81,114	81,114	-
Fund Balance, Ending	\$ 80,840	\$ 83,826	\$ 2,986

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 In Lieu Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 475,447	\$ 663,062	\$ 187,615
Use of money and property	-	57,980	57,980
Total Revenues	<u>475,447</u>	<u>721,042</u>	<u>245,595</u>
Expenditures:			
Current:			
Public ways and facilities	652,324	652,760	(436)
Total Expenditures	<u>652,324</u>	<u>652,760</u>	<u>(436)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(176,877)</u>	<u>68,282</u>	<u>245,159</u>
Other Financing Sources (Uses):			
Transfers out	(1,565)	(1,565)	-
Total Other Financing Sources (Uses)	<u>(1,565)</u>	<u>(1,565)</u>	<u>-</u>
Net Change in Fund Balance	(178,442)	66,717	245,159
Fund Balance, Beginning	<u>2,947,350</u>	<u>2,947,350</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 2,768,908</u>	<u>\$ 3,014,067</u>	<u>\$ 245,159</u>

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 East Franklin CFD 2002-1 Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Use of money and property	\$ 120,166	\$ 288,076	\$ 167,910
Total Revenues	<u>120,166</u>	<u>288,076</u>	<u>167,910</u>
Expenditures:			
Capital outlay	311,479	299,152	12,327
Total Expenditures	<u>311,479</u>	<u>299,152</u>	<u>12,327</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(191,313)</u>	<u>(11,076)</u>	<u>180,237</u>
Other Financing Sources (Uses):			
Transfers out	(234,783)	(234,783)	-
Total Other Financing Sources (Uses)	<u>(234,783)</u>	<u>(234,783)</u>	<u>-</u>
Net Change in Fund Balance	(426,096)	(245,859)	180,237
Fund Balance, Beginning	<u>5,138,147</u>	<u>5,138,147</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 4,712,051</u></u>	<u><u>\$ 4,892,288</u></u>	<u><u>\$ 180,237</u></u>

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 Poppy Ridge CFD 2003-1 Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 2,000,000	\$ -	\$ (2,000,000)
Use of money and property	11,303	22,424	11,121
Total Revenues	<u>2,011,303</u>	<u>22,424</u>	<u>(1,988,879)</u>
Expenditures:			
Capital outlay	31,367	15,309	16,058
Total Expenditures	<u>31,367</u>	<u>15,309</u>	<u>16,058</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,979,936</u>	<u>7,115</u>	<u>(1,972,821)</u>
Other Financing Sources (Uses):			
Transfers out	(4,527)	(4,527)	-
Total Other Financing Sources (Uses)	<u>(4,527)</u>	<u>(4,527)</u>	<u>-</u>
Net Change in Fund Balance	1,975,409	2,588	(1,972,821)
Fund Balance, Beginning	<u>572,675</u>	<u>572,675</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 2,548,084</u>	<u>\$ 575,263</u>	<u>\$ (1,972,821)</u>

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 District 56 Nature Area and OT Plaza Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Use of money and property	\$ -	\$ 12,035	\$ 12,035
Total Revenues	-	12,035	12,035
Expenditures:			
Current:			
Public ways and facilities	250	52	198
Total Expenditures	250	52	198
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(250)	11,983	12,233
Other Financing Sources (Uses):			
Transfers out	(22,571)	(22,571)	-
Total Other Financing Sources (Uses)	(22,571)	(22,571)	-
Net Change in Fund Balance	(22,821)	(10,588)	12,233
Fund Balance, Beginning	219,369	219,369	-
Fund Balance, Ending	\$ 196,548	\$ 208,781	\$ 12,233

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 Animal Shelter Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Use of money and property	\$ 1,000	\$ 1,401	\$ 401
Other revenue	-	36,127	(36,127)
Total Revenues	1,000	37,528	36,528
Expenditures:			
Public ways and facilities	500	7	493
Total Expenditures	500	7	493
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	500	37,521	37,021
Other Financing Sources (Uses):			
Transfers out	-	(28,802)	28,802
Total Other Financing Sources (Uses)	-	(28,802)	28,802
Net Change in Fund Balance	500	8,719	8,219
Fund Balance, Beginning	(8,719)	(8,719)	-
Fund Balance, Ending	\$ (8,219)	\$ -	\$ 8,219

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 Laguna CFD Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Use of money and property	\$ 20,270	\$ 60,015	\$ 39,745
Total Revenues	<u>20,270</u>	<u>60,015</u>	<u>39,745</u>
Expenditures:			
Public ways and facilities	200	259	(59)
Total Expenditures	<u>200</u>	<u>259</u>	<u>(59)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>20,070</u>	<u>59,756</u>	<u>39,686</u>
Other Financing Sources (Uses):			
Transfers out	(1,641)	(1,641)	-
Total Other Financing Sources (Uses)	<u>(1,641)</u>	<u>(1,641)</u>	<u>-</u>
Net Change in Fund Balance	18,429	58,115	39,686
Fund Balance, Beginning	<u>1,059,441</u>	<u>1,059,441</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 1,077,870</u>	<u>\$ 1,117,556</u>	<u>\$ 39,686</u>

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 Laguna West CFD Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Use of money and property	\$ 2,811	\$ 8,296	\$ 5,485
Total Revenues	2,811	8,296	5,485
Expenditures:			
Current:			
Public ways and facilities	36	36	-
Total Expenditures	36	36	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,775	8,260	5,485
Other Financing Sources (Uses):			
Transfers out	(1,654)	(1,654)	-
Total Other Financing Sources (Uses)	(1,654)	(1,654)	-
Net Change in Fund Balance	1,121	6,606	5,485
Fund Balance, Beginning	146,914	146,914	-
Fund Balance, Ending	\$ 148,035	\$ 153,520	\$ 5,485

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 Lakeside CFD Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Other Financing Sources and Uses:			
Transfers in	\$ -	\$ -	\$ -
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning	-	-	-
Fund Balance, Ending	\$ -	\$ -	\$ -

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 SEPA Mitigation Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 15,781,779	\$ 16,595,409	\$ 813,630
Use of money and property	510,988	2,412,054	1,901,066
Total Revenues	<u>16,292,767</u>	<u>19,007,463</u>	<u>2,714,696</u>
Expenditures:			
Public ways and facilities	1,051,690	(279,618)	1,331,308
Capital outlay	500,000	500,000	-
Total Expenditures	<u>1,551,690</u>	<u>220,382</u>	<u>1,331,308</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>14,741,077</u>	<u>18,787,081</u>	<u>4,046,004</u>
Net Change in Fund Balance	14,741,077	18,787,081	4,046,004
Fund Balance, Beginning	<u>34,873,449</u>	<u>34,873,449</u>	-
Fund Balance, Ending	<u>\$ 49,614,526</u>	<u>\$ 53,660,530</u>	<u>\$ 4,046,004</u>

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 PD Tenant Improvements Fund
 For the Year Ended June 30, 2025

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Use of money and property	\$ -	\$ 1,382	\$ (1,382)
Total Revenues	<u>-</u>	<u>1,382</u>	<u>(1,382)</u>
Expenditures:			
Capital outlay	4,161,096	4,161,096	-
Total Expenditures	<u>4,161,096</u>	<u>4,161,096</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,161,096)</u>	<u>(4,159,714)</u>	<u>(1,382)</u>
Net Change in Fund Balance	(4,161,096)	(4,159,714)	1,382
Fund Balance, Beginning	<u>4,648,870</u>	<u>4,648,870</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 487,774</u>	<u>\$ 489,156</u>	<u>\$ 1,382</u>

CITY OF ELK GROVE
 Capital Projects Funds
 Budgetary Comparison Schedules
 Active Transportation Fee Fund
 For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses and permits	\$ 1,214,651	\$ 3,007,902	\$ 1,793,251
Use of money and property	37,033	235,067	198,034
Total Revenues	<u>1,251,684</u>	<u>3,242,969</u>	<u>1,991,285</u>
Expenditures:			
Public ways and facilities	346,849	44,438	302,411
Capital outlay	419,012	419,012	-
Total Expenditures	<u>765,861</u>	<u>463,450</u>	<u>302,411</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>485,823</u>	<u>2,779,519</u>	<u>2,293,696</u>
Net Change in Fund Balance	485,823	2,779,519	2,293,696
Fund Balance, Beginning	<u>3,099,327</u>	<u>3,099,327</u>	-
Fund Balance, Ending	<u><u>\$ 3,585,150</u></u>	<u><u>\$ 5,878,846</u></u>	<u><u>\$ 2,293,696</u></u>

CITY OF ELK GROVE
Capital Projects Funds
Budgetary Comparison Schedules
Mitigation and Fee Funds
For the Year Ended June 30, 2025

	Budget	Actual	Variance Positive (Negative)
Revenues:			
Licenses, fees and permits	\$ 7,649,295	\$ 19,339,658	\$ 11,690,363
Use of money and property	373,540	1,749,292	1,375,752
Total Revenues	<u>8,022,835</u>	<u>21,088,950</u>	<u>13,066,115</u>
Expenditures:			
Current:			
Public ways and facilities	1,242,528	671,871	570,657
Total Expenditures	<u>1,242,528</u>	<u>671,871</u>	<u>570,657</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,780,307</u>	<u>20,417,079</u>	<u>13,636,772</u>
Other Financing Sources (Uses):			
Transfers out	(941,044)	(941,044)	-
Total Other Financing Sources (Uses)	<u>(941,044)</u>	<u>(941,044)</u>	<u>-</u>
Net Change in Fund Balance	5,839,263	19,476,035	13,636,772
Fund Balance, Beginning	<u>22,399,408</u>	<u>22,399,408</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 28,238,671</u></u>	<u><u>\$ 41,875,443</u></u>	<u><u>\$ 13,636,772</u></u>

CITY OF ELK GROVE
 Balance Sheet
 Nonmajor Permanent Fund
 For the Year Ended June 30, 2025

	Laguna Springs Open Space Preserve Fund
<u>ASSETS</u>	
Cash and investments	\$ 166,021
Accounts receivable	-
Interest receivable	-
Due from other government agencies	-
Prepays and other assets	-
Total Assets	\$ 166,021
 <u>DEFERRED INFLOWS OF RESOURCES</u>	
Unavailable revenue	\$ -
 <u>FUND BALANCES</u>	
Nonspendable	-
Restricted	-
Nonexpendable	166,021
Expendable	-
Total Fund Balances	166,021
Total Deferred Inflows of Resources and Fund Balances	\$ 166,021

CITY OF ELK GROVE
Statement of Revenues, Expenditures and
Changes in Fund Balance
Nonmajor Permanent Fund
June 30, 2025

	Laguna Springs Open Space Preserve Fund <hr/>
Other financing sources (uses):	
Agency revenue	\$ 6,088
Agency expense	<u>(7,030)</u>
Total other financing sources (uses)	<u>(942)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	 <u>(942)</u>
Net Change in Fund Balances	 (942)
Fund Balances, Beginning	 <u>166,963</u>
Fund Balances, End of Year	 <u><u>\$ 166,021</u></u>

CITY OF ELK GROVE
 Permanent Fund
 Budgetary Comparison Schedule
 Laguna Springs Open Space Reserve Fund
 For the year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget Positive (Negative)
Other financing sources (uses):			
Agency revenue	\$ 3,465	\$ 6,088	\$ 2,623
Agency expense	-	(7,030)	(7,030)
Total other financing sources (uses)	3,465	(942)	(4,407)
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,465	(942)	(4,407)
Net Change in Fund Balances	3,465	(942)	(4,407)
Fund Balances, Beginning	169,161	166,963	(2,198)
Fund Balances, End of Year	\$ 172,626	\$ 166,021	\$ (6,605)

DEBT SERVICE FUNDS

DEFINITION

The Debt Service is used to account for the accumulation of resources for, and the payment of, long-term debt principal and interest. Major debt service funds include:

Major Debt Service Funds

Elk Grove Finance Authority (EGFA) 2017 - Established to pay for debt service on outstanding Lease Revenue Bonds that were issued to finance and re-finance certain City-owned buildings. The fund accumulates and disburses lease revenues semi-annually to pay for debt service on the outstanding bonds.

Elk Grove Finance Authority (EGFA) 2018 – Established to pay for debt service on Lease Revenue Bonds that will be issued to finance the Animal Shelter. The fund accumulates and disburses lease revenues semi-annually to pay for debt service on the outstanding bonds.

Elk Grove Finance Authority (EGFA) 2020 – Established to pay for debt service on Lease Revenue Bonds that were issued to finance the construction of The Preserve at District 56 and improvements to the Old Town Plaza. The fund accumulates and disburses lease revenues semi-annually to pay for debt service on the outstanding bonds.

Elk Grove Finance Authority (EGFA) 2022 - Established to pay for debt service on bonds that were issued to finance the construction of improvements to various City facilities. The fund accumulates and disburses lease revenues semi-annually to pay for debt service on the outstanding bonds.

CITY OF ELK GROVE
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2025

	Elk Grove Finance Authority 2017 Fund	Elk Grove Finance Authority 2018 Fund	Elk Grove Finance Authority 2020 Fund	Elk Grove Finance Authority 2022 Fund	Total
<u>ASSETS</u>					
Cash and investments	\$ 82,594	\$ 519,700	\$ 565,219	\$ 9,282	\$ 1,176,795
Cash with fiscal agent	-	1	-	255,272	255,273
Accounts receivable	392	-	-	-	392
Interest Receivable	-	2,332	2,306	44	4,682
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 82,986</u>	<u>\$ 522,033</u>	<u>\$ 567,525</u>	<u>\$ 264,598</u>	<u>\$ 1,437,142</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Unavailable revenue	<u>\$ 384</u>	<u>\$ 2,282</u>	<u>\$ 2,256</u>	<u>\$ 43</u>	<u>\$ 4,965</u>
<u>FUND BALANCES</u>					
Restricted	<u>82,602</u>	<u>519,751</u>	<u>565,269</u>	<u>264,555</u>	<u>1,432,177</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>82,602</u>	<u>519,751</u>	<u>565,269</u>	<u>264,555</u>	<u>1,432,177</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Deferred Inflow of Resources and Fund Balances	<u>\$ 82,986</u>	<u>\$ 522,033</u>	<u>\$ 567,525</u>	<u>\$ 264,598</u>	<u>\$ 1,437,142</u>

CITY OF ELK GROVE
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended June 30, 2025

	Elk Grove Finance Authority 2017 Fund	Elk Grove Finance Authority 2018 Fund	Elk Grove Finance Authority 2020 Fund	Elk Grove Finance Authority 2022 Fund	Total
Revenues:					
Use of money and property	\$ 10,523	\$ 23,630	\$ 23,328	\$ 3,384	\$ 60,865
Total Revenues	<u>10,523</u>	<u>23,630</u>	<u>23,328</u>	<u>3,384</u>	<u>60,865</u>
Expenditures:					
Debt Service:					
Tax administration	1,110	7,060	608	4,313	13,091
Principal	545,000	750,000	604,725	375,000	2,274,725
Interest	39,949	551,706	212,392	565,875	1,369,922
Total Expenditures	<u>586,059</u>	<u>1,308,766</u>	<u>817,725</u>	<u>945,188</u>	<u>3,657,738</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(575,536)</u>	<u>(1,285,136)</u>	<u>(794,397)</u>	<u>(941,804)</u>	<u>(3,596,873)</u>
Other Financing Sources (Uses):					
Transfers in	585,127	1,330,508	817,117	940,875	3,673,627
Total Other Financing Sources (Uses)	<u>585,127</u>	<u>1,330,508</u>	<u>817,117</u>	<u>940,875</u>	<u>3,673,627</u>
Net Change in Fund Balances	9,591	45,372	22,720	(929)	76,754
Fund Balances, Beginning	<u>73,011</u>	<u>474,379</u>	<u>542,549</u>	<u>265,484</u>	<u>1,355,423</u>
Fund Balances, Ending	<u>\$ 82,602</u>	<u>\$ 519,751</u>	<u>\$ 565,269</u>	<u>\$ 264,555</u>	<u>\$ 1,432,177</u>

CITY OF ELK GROVE
Debt Service Funds
Budgetary Comparison Schedule
Elk Grove Finance Authority 2017 Debt Service Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
Use of money and property	\$ 8,493	\$ 10,523	\$ 2,030
Total Revenues	<u>8,493</u>	<u>10,523</u>	<u>2,030</u>
Expenditures:			
Debt Service:			
Tax administration	4,000	1,110	2,890
Principal	545,000	545,000	-
Interest	40,127	39,949	178
Total Expenditures	<u>589,127</u>	<u>586,059</u>	<u>3,068</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(580,634)</u>	<u>(575,536)</u>	<u>5,098</u>
Other Financing Sources (Uses):			
Transfers in	585,127	585,127	-
Total Other Financing Sources (Uses)	<u>585,127</u>	<u>585,127</u>	<u>-</u>
Net Change in Fund Balance	4,493	9,591	5,098
Fund Balance, Beginning	<u>73,011</u>	<u>73,011</u>	<u>-</u>
Fund Balance, Ending	<u><u>\$ 77,504</u></u>	<u><u>\$ 82,602</u></u>	<u><u>\$ 5,098</u></u>

CITY OF ELK GROVE
 Debt Service Funds
 Budgetary Comparison Schedule
 Elk Grove Finance Authority 2018 Debt Service Fund
 For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
Use of money and property	\$ 2,259	\$ 23,630	\$ 21,371
Total Revenues	<u>2,259</u>	<u>23,630</u>	<u>21,371</u>
Expenditures:			
Debt Service:			
Tax administration	10,000	7,060	2,940
Principal	750,000	750,000	-
Interest	551,706	551,706	-
Total Expenditures	<u>1,311,706</u>	<u>1,308,766</u>	<u>2,940</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,309,447)</u>	<u>(1,285,136)</u>	<u>24,311</u>
Other Financing Sources (Uses):			
Transfers in	1,301,706	1,330,508	28,802
Total Other Financing Sources (Uses)	<u>1,301,706</u>	<u>1,330,508</u>	<u>28,802</u>
Net Change in Fund Balance	(7,741)	45,372	53,113
Fund Balance, Beginning	<u>474,379</u>	<u>474,379</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 466,638</u>	<u>\$ 519,751</u>	<u>\$ 53,113</u>

CITY OF ELK GROVE
 Debt Service Funds
 Budgetary Comparison Schedule
 Elk Grove Finance Authority 2020 Debt Service Fund
 For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
Use of money and property	\$ 3,525	\$ 23,328	\$ 23,328
Total Revenues	<u>3,525</u>	<u>23,328</u>	<u>23,328</u>
Expenditures:			
Debt Service:			
Tax administration	5,000	608	4,392
Principal	604,725	604,725	-
Interest	212,392	212,392	-
Total Expenditures	<u>822,117</u>	<u>817,725</u>	<u>4,392</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(818,592)</u>	<u>(794,397)</u>	<u>24,195</u>
Other Financing Sources (Uses):			
Transfers in	817,117	817,117	-
Total Other Financing Sources (Uses)	<u>817,117</u>	<u>817,117</u>	<u>-</u>
Net Change in Fund Balance	(1,475)	22,720	24,195
Fund Balance, Beginning	<u>542,549</u>	<u>542,549</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 541,074</u>	<u>\$ 565,269</u>	<u>\$ 24,195</u>

CITY OF ELK GROVE
 Debt Service Funds
 Budgetary Comparison Schedule
 Elk Grove Finance Authority 2022 Debt Service Fund
 For the Year Ended June 30, 2025

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:			
Use of money and property	\$ 364	\$ 3,384	\$ 3,020
Total Revenues	<u>364</u>	<u>3,384</u>	<u>3,020</u>
Expenditures:			
Debt Service:			
Tax administration	5,000	4,313	687
Principal	375,000	375,000	-
Interest	565,875	565,875	-
Total Expenditures	<u>945,875</u>	<u>945,188</u>	<u>687</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(945,511)</u>	<u>(941,804)</u>	<u>2,333</u>
Other Financing Sources (Uses):			
Transfers in	940,875	940,875	-
Total Other Financing Sources (Uses)	<u>940,875</u>	<u>940,875</u>	<u>-</u>
Net Change in Fund Balance	(4,636)	(929)	2,333
Fund Balance, Beginning	<u>265,484</u>	<u>265,484</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 260,848</u>	<u>\$ 264,555</u>	<u>\$ 2,333</u>

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INTERNAL SERVICE FUNDS

DEFINITION

Internal Service Funds were established to finance and account for services and commodities furnished by a designated agency of a governmental unit to other departments of the same government unit. Since the services and commodities are supplied exclusively to other departments of a governmental jurisdiction, they are distinguishable from those public services which are rendered to the public in general and which are accounted for in General or Special Revenue Funds.

Self-Insurance Fund – Established to account for the self-insured position of the City’s workers compensation and general liability insurance.

Facilities and Fleet Fund – Established to account for the operation, maintenance and repair of City facilities and fleet.

IT and GIS Fund – Established to account for the operation, maintenance and repair of the City’s Information Technology assets and Geographic Information Services.

State Unemployment Insurance Fund – Established to account for unemployment insurance premiums collected from all departments with City employees and makes payments on their behalf to the California Employment Development Department.

CITY OF ELK GROVE
Combining Balance Sheet
Internal Service Funds
June 30, 2025

	Self-Insurance Fund	Facilities and Fleet Fund	IT and GIS Fund	State Unemployment Insurance Fund	Totals
<u>ASSETS</u>					
Current Assets:					
Cash and Investments	\$ 7,800,535	\$ 4,556,267	\$ 4,052,554	\$ 303,112	\$ 16,712,468
Accounts Receivable	255,114	21,649	19,256	459	296,478
Due from other governments	-	-	160,273	-	160,273
Capital assets, net of amortization	-	-	2,157,803	-	2,157,803
Total Assets	8,055,649	4,577,916	6,389,886	303,571	19,327,022
<u>LIABILITIES</u>					
Current Liabilities:					
Accounts payable	45,145	639,262	159,370	-	843,777
Unearned revenue	36,262	21,181	18,839	-	76,282
Accrued salaries and benefits	-	34,885	103,299	-	138,184
Compensated absences - current	7,650	5,534	33,446	-	46,630
Lease liabilities	-	-	14,796	-	14,796
Interest payable - Leases	-	-	33,795	-	33,795
Subscription liabilities	-	-	1,202,209	-	1,202,209
Total Current Liabilities	89,057	700,862	1,565,754	-	2,355,673
Noncurrent Liabilities:					
Compensated absences - long term	65,761	47,569	287,503	-	400,833
Claims liability - long term	874,000	-	-	-	874,000
Lease liabilities	-	-	-	-	-
Subscription liabilities	-	-	836,839	-	836,839
Total Noncurrent Liabilities	939,761	47,569	1,124,342	-	2,111,672
Total Liabilities	1,028,818	748,431	2,690,096	-	4,467,345
<u>Net Position</u>					
Net investment in capital assets	-	-	103,959	-	103,959
Unrestricted	7,026,831	3,829,485	3,595,831	303,571	14,755,718
Total Net Position	\$ 7,026,831	\$ 3,829,485	\$ 3,699,790	\$ 303,571	\$ 14,859,677
Total Liabilities and Net Position	\$ 8,055,649	\$ 4,577,916	\$ 6,389,886	\$ 303,571	\$ 19,327,022

CITY OF ELK GROVE
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended June 30, 2025

	Self-Insurance Fund	Facilities and Fleet Fund	IT and GIS Fund	State Unemployment Insurance Fund	Totals
Operating Revenues:					
Charges for services	\$ 9,669,557	\$ 6,011,918	\$ 7,050,162	\$ 54,467	\$ 22,786,104
Total Operating Revenues	<u>9,669,557</u>	<u>6,011,918</u>	<u>7,050,162</u>	<u>54,467</u>	<u>22,786,104</u>
Operating Expenses:					
Salaries and benefits	368,271	700,555	2,751,091	-	3,819,917
Services and supplies	4,831,870	4,044,646	1,519,195	-	10,395,711
Claims expense	6,403,817	-	-	23,593	6,427,410
Depreciation and amortization	-	-	1,498,020	-	1,498,020
Total Operating Expenses	<u>11,603,958</u>	<u>4,745,201</u>	<u>5,768,306</u>	<u>23,593</u>	<u>22,141,058</u>
Operating Income	<u>(1,934,401)</u>	<u>1,266,717</u>	<u>1,281,856</u>	<u>30,874</u>	<u>645,046</u>
Non-Operating Revenues (Expenses):					
Investment income (expense)	343,245	179,994	163,051	-	686,290
Gain on disposal of capital assets	-	43,581	-	-	43,581
Interest expense	-	-	(71,029)	-	(71,029)
Total Non-Operating Revenues (Expenses)	<u>343,245</u>	<u>223,575</u>	<u>92,022</u>	<u>-</u>	<u>658,842</u>
Net Income Before Transfers	(1,591,156)	1,490,292	1,373,878	30,874	1,303,888
Capital Contributions	-	-	38,929	-	38,929
Transfers Out	(347,900)	(277,415)	(480,797)	-	(1,106,112)
Total Other Financing Sources (Uses)	<u>(347,900)</u>	<u>(277,415)</u>	<u>(441,868)</u>	<u>-</u>	<u>(1,067,183)</u>
Change in Net Position	<u>(1,939,056)</u>	<u>1,212,877</u>	<u>932,010</u>	<u>30,874</u>	<u>236,705</u>
Net Position - Beginning of Year	<u>8,965,887</u>	<u>2,616,608</u>	<u>2,767,780</u>	<u>272,697</u>	<u>14,622,972</u>
Net Position - End of Year	<u>\$ 7,026,831</u>	<u>\$ 3,829,485</u>	<u>\$ 3,699,790</u>	<u>\$ 303,571</u>	<u>\$ 14,859,677</u>

CITY OF ELK GROVE
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2025

	Self-Insurance Fund	Facilities and Fleet Fund	IT and GIS Fund	State Unemployment Insurance Fund	Totals
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>					
Cash receipts from customers/ other funds	\$ 9,609,417	\$ 6,011,982	\$ 6,890,022	\$ 54,708	\$ 22,566,129
Cash paid to suppliers for goods and services	(4,900,042)	(4,152,397)	(1,552,422)	-	(10,604,861)
Cash paid to employees for services	(346,735)	(727,226)	(2,711,971)	-	(3,785,932)
Cash paid for claims	(6,080,502)	-	-	(23,593)	(6,104,095)
Net Cash Provided (Used) by Operating Activities	<u>(1,717,862)</u>	<u>1,132,359</u>	<u>2,625,629</u>	<u>31,115</u>	<u>2,071,241</u>
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u>					
Transfers (out)	<u>(347,900)</u>	<u>(277,415)</u>	<u>(480,797)</u>	<u>-</u>	<u>(1,106,112)</u>
Net Cash (Used) by Noncapital Financing Activities	<u>(347,900)</u>	<u>(277,415)</u>	<u>(480,797)</u>	<u>-</u>	<u>(1,106,112)</u>
<u>CASH FLOWS FROM CAPITAL AND RELATED ACTIVITIES</u>					
Capital contributions	-	-	38,929	-	38,929
Lease principal payments	-	-	(59,533)	-	(59,533)
Subscription principal payments	-	-	(1,577,421)	-	(1,577,421)
Proceeds from disposal of capital assets	-	43,581	-	-	43,581
Interest and financing fees paid on leases and subscriptions	-	-	(71,031)	-	(71,031)
Net Cash Provided (Used) by Capital and Related Activities	<u>-</u>	<u>43,581</u>	<u>(1,669,056)</u>	<u>-</u>	<u>(1,625,475)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>					
Investment income (loss)	<u>343,245</u>	<u>179,994</u>	<u>163,051</u>	<u>-</u>	<u>686,290</u>
Net Cash Provided by Investing Activities	<u>343,245</u>	<u>179,994</u>	<u>163,051</u>	<u>-</u>	<u>686,290</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,722,517)	1,078,519	638,827	31,115	25,944
Cash and Cash Equivalents, Beginning of Year	<u>9,523,052</u>	<u>3,477,748</u>	<u>3,413,727</u>	<u>271,997</u>	<u>16,686,524</u>
Cash and Cash Equivalents, End of Year	<u>\$ 7,800,535</u>	<u>\$ 4,556,267</u>	<u>\$ 4,052,554</u>	<u>\$ 303,112</u>	<u>\$ 16,712,468</u>
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</u>					
Operating income (loss)	\$ (1,934,401)	\$ 1,266,717	\$ 1,281,856	\$ 30,874	\$ 645,046
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization	-	-	1,498,020	-	1,498,020
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	(46,771)	(2,992)	(1,336)	241	(50,858)
Due from other government agencies	-	-	(160,273)	-	(160,273)
Increase (decrease) in:					
Accounts payable	(68,172)	(107,751)	(33,227)	-	(209,150)
Accrued salaries and benefits payable	-	5,067	(799)	-	4,268
Compensated absences	21,536	(31,738)	39,919	-	29,717
Claims liability	323,315	-	-	-	323,315
Unearned revenue	(13,369)	3,056	1,469	-	(8,844)
Net Cash Provided (Used) by Operating Activities	<u>\$ (1,717,862)</u>	<u>\$ 1,132,359</u>	<u>\$ 2,625,629</u>	<u>\$ 31,115</u>	<u>\$ 2,071,241</u>
NONCASH TRANSACTIONS:					
Subscription assets			<u>\$ 793,959</u>		<u>\$ 793,959</u>
Subscription liabilities			<u>\$ (793,959)</u>		<u>\$ (793,959)</u>

CUSTODIAL FUNDS

DEFINITION

Custodial funds are used to account for resources, not in a trust, that are held by the City as an agent for individuals, other governments and other organizations outside of the City's reporting entity.

Custodial Funds

Community Services District & Sac County Funds – Established to account for development fees, which are collected and remitted to the Cosumnes Community Services District or to Sacramento County for fire and recreation and transportation facilities as well as landscape maintenance. The Funds established for this purpose are:

East Elk Grove Park Fee Fund	STA Transportation Fee Fund
East Franklin Park Fee Fund	Laguna West Park Fee Fund
Elk Grove Fire Fee Fund	

Elk Grove Employee Sunshine Fund – Established to account for the donation by payroll deduction of Employee funds which are collected and used for Employee functions and activities as directed by employees.

Special Assessment/Community Facility District (CFDs) – Established to account for the monies collected and disbursed for land-based debt, where the City is not obligated for the debt.

Laguna Ridge CFD 2005-1 Fund	East Franklin CFD 2002-1 Fund
Poppy Ridge CFD 2003-1 Fund	

Property & Evidence Fund – Established to account for the collection for confiscated funds which may become evidence or asset seizures.

CITY OF ELK GROVE
Combining Statement of Net Position
Custodial Funds
June 30, 2025

	Community Services District & Sac County Funds	Elk Grove Employee Sunshine Fund	CFD 2005-1 Laguna Ridge Fund
<u>ASSETS</u>			
Cash and investments	\$ 3,683,611	\$ 35,492	\$ 6,568,831
Cash with fiscal agent	-	-	17,565,594
Accounts receivable	392,792	1,099	-
Interest receivable	8,862	169	31,212
Taxes receivable	-	-	276,614
	<hr/>	<hr/>	<hr/>
Total Assets	4,085,265	36,760	24,442,251
<u>LIABILITIES</u>			
Accounts payable	3,973,530	3,280	-
Unearned revenue	8,670	165	30,537
Interest payable	6,458	-	-
Refundable deposits	-	-	-
	<hr/>	<hr/>	<hr/>
Total Liabilities	3,988,658	3,445	30,537
<u>NET POSITION</u>			
Restricted for individuals and organizations	<hr/> 96,607	<hr/> 33,315	<hr/> 24,411,714
	<hr/>	<hr/>	<hr/>
Total Net Position	<u>\$ 96,607</u>	<u>\$ 33,315</u>	<u>\$ 24,411,714</u>

CFD 2002-1 East Franklin Fund	CFD 2003-1 Poppy Ridge Fund	Property & Evidence Fund	Total
\$ 7,082,680	\$ 3,544,255	\$ 93,624	\$ 21,008,493
1,118,363	1,040,919	-	19,724,876
-	-	-	393,891
33,653	16,840	-	90,736
136,912	370,683	-	784,209
<u>8,371,608</u>	<u>4,972,697</u>	<u>93,624</u>	<u>42,002,205</u>
-	-	-	3,976,810
32,925	16,476	-	88,773
-	-	126	6,584
-	-	93,498	93,498
<u>32,925</u>	<u>16,476</u>	<u>93,624</u>	<u>4,165,665</u>
<u>8,338,683</u>	<u>4,956,221</u>	<u>-</u>	<u>37,836,540</u>
<u>\$ 8,338,683</u>	<u>\$ 4,956,221</u>	<u>\$ -</u>	<u>\$ 37,836,540</u>

CITY OF ELK GROVE
Combining Statement of Changes in Net Position
Custodial Funds
For the Year Ended June 30, 2025

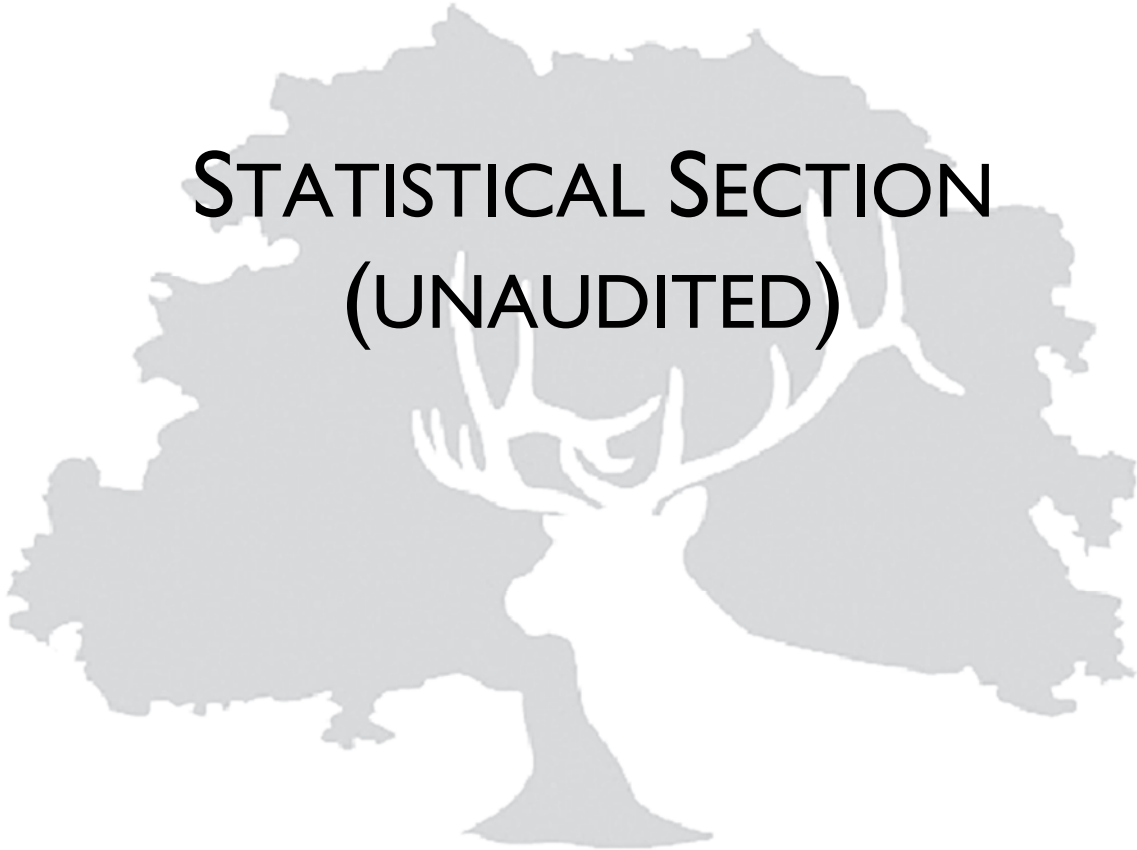
	Community Services District & Sac County Custodial Funds	Elk Grove Employee Sunshine Fund	CFD 2005-1 Laguna Ridge Fund
	<u> </u>	<u> </u>	<u> </u>
ADDITIONS			
Investment earnings:			
Net increase in fair value of investments	\$ 26,867	\$ 715	\$ 91,482
Interest, dividends, and other	33,756	1,403	120,913
Total investment earnings	<u>60,623</u>	<u>2,118</u>	<u>212,395</u>
Fees, taxes and special assessments for other governments	7,555,048	-	26,618,427
Activity fees	-	24,723	-
Miscellaneous	-	3,456	-
Total additions	<u>7,615,671</u>	<u>30,297</u>	<u>26,830,822</u>
DEDUCTIONS			
Administrative expense	88,730	-	5,835
Payment of fees, taxes and special assessments to other governments	7,386,872	-	-
Development and construction expense	-	-	9,072,750
Activities and events	-	35,590	-
Debt service	29,404	-	9,563,415
Total deductions	<u>7,505,006</u>	<u>35,590</u>	<u>18,642,000</u>
Net increase (decrease) in fiduciary net position	110,665	(5,293)	8,188,822
Net Position - Beginning of Year	<u>(14,058)</u>	<u>38,608</u>	<u>16,222,892</u>
Net Position - End of Year	<u>\$ 96,607</u>	<u>\$ 33,315</u>	<u>\$ 24,411,714</u>

CFD 2002-1 East Franklin Fund	CFD 2003-1 Poppy Ridge Fund	Property & Evidence Fund	Total
\$ 133,274	\$ 69,324	\$ -	\$ 321,662
198,183	81,884	-	436,139
<u>331,457</u>	<u>151,208</u>	<u>-</u>	<u>757,801</u>
4,548,725	4,016,610	-	42,738,810
-	-	-	24,723
-	-	-	3,456
<u>4,880,182</u>	<u>4,167,818</u>	<u>-</u>	<u>43,524,790</u>
14,433	4,718	-	113,716
-	-	-	7,386,872
-	-	-	9,072,750
-	-	-	35,590
<u>3,566,626</u>	<u>3,230,136</u>	<u>-</u>	<u>16,389,581</u>
<u>3,581,059</u>	<u>3,234,854</u>	<u>-</u>	<u>32,998,509</u>
1,299,123	932,964	-	10,526,281
<u>7,039,560</u>	<u>4,023,257</u>	<u>-</u>	<u>27,310,259</u>
<u>\$ 8,338,683</u>	<u>\$ 4,956,221</u>	<u>\$ -</u>	<u>\$ 37,836,540</u>

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ANNUAL COMPREHENSIVE FINANCIAL REPORT
Fiscal Year Ended June 30, 2025

STATISTICAL SECTION
(UNAUDITED)



STATISTICAL SECTION

This part of the City of Elk Grove’s Annual Comprehensive Financial Report (ACFR) represents 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.

<u>Contents</u>	<u>Page</u>
Financial Trends.....	220
These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	
Revenue Capacity	230
These schedules contain information to help the reader assess the City’s most significant local revenue sources, sales tax and property tax.	
Debt Capacity.....	237
These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	
Demographic and Economic Information.....	242
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.	
Operating Information	244
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	

CITY OF ELK GROVE

Net Position by Component
Last Ten Fiscal Years
At June 30, 2025

	2016	2017	2018	2019
Governmental activities				
Net investment in capital assets	\$ 976,664,371	\$ 1,053,280,603	\$ 1,110,618,821	\$ 1,076,838,610
Restricted	215,829,204	257,008,259	280,624,842	277,972,813
Unrestricted	20,295,785	22,513,816	(69,766,957)	(4,465,698)
Total governmental activities net position	<u>1,212,789,360</u>	<u>1,332,802,678</u>	<u>1,321,476,706</u>	<u>1,350,345,725</u>
Business-type activities				
Net investment in capital assets	28,132,236	28,608,561	32,936,365	34,554,021
Restricted	1,398,464	272,077	187,918	1,293,918
Unrestricted	27,615,148	29,735,624	30,498,920	33,235,837
Total business-type activities net position	<u>57,145,848</u>	<u>58,616,262</u>	<u>63,623,203</u>	<u>69,083,776</u>
Primary government				
Net investment in capital assets	1,004,796,607	1,081,889,164	1,143,555,186	1,111,392,631
Restricted	217,227,668	257,280,336	280,812,760	279,266,731
Unrestricted	47,910,933	52,249,440	(39,268,037)	28,770,139
Total primary government net position	<u>\$ 1,269,935,208</u>	<u>\$ 1,391,418,940</u>	<u>\$ 1,385,099,909</u>	<u>\$ 1,419,429,501</u>

Source: The City of Elk Grove ACFR

2020	2021	2022	2023	2024	2025
\$ 1,060,332,753	\$ 1,047,211,028	\$ 1,039,686,886	\$ 1,000,347,920	\$ 971,674,661	\$ 951,037,721
284,980,049	292,185,610	255,036,872	398,754,394	452,376,020	598,946,480
4,692,738	33,000,422	154,445,985	30,715,694	60,508,199	21,687,298
<u>1,350,005,540</u>	<u>1,372,397,060</u>	<u>1,449,169,743</u>	<u>1,429,818,008</u>	<u>1,484,558,880</u>	<u>1,571,671,499</u>
34,844,354	40,541,319	35,348,429	38,376,445	39,075,837	38,719,301
35,348,429	35,348,429	-	-	-	-
40,536,527	38,712,765	31,465,091	31,857,567	35,670,615	38,778,277
<u>110,729,310</u>	<u>114,602,513</u>	<u>66,813,520</u>	<u>70,234,012</u>	<u>74,746,452</u>	<u>77,497,578</u>
1,095,177,107	1,087,752,347	1,075,035,315	1,038,724,365	1,010,750,498	989,757,022
320,328,478	327,534,039	255,036,872	398,754,394	452,376,020	598,946,480
45,229,265	71,713,187	185,911,076	62,573,261	96,178,814	60,465,575
<u>\$ 1,460,734,850</u>	<u>\$ 1,486,999,573</u>	<u>\$ 1,515,983,263</u>	<u>\$ 1,500,052,020</u>	<u>\$ 1,559,305,332</u>	<u>\$ 1,649,169,077</u>

CITY OF ELK GROVE, CALIFORNIA

Changes in Net Position, Last Ten Fiscal Years (accrual basis)
For The Years Ended June 30, 2025

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Expenses				
Governmental activities				
General government	\$ 18,070,372	\$ 19,975,018	\$ 25,593,798	\$ 24,142,627
Public safety	32,251,277	33,957,641	38,640,457	41,095,844
Public ways and facilities	60,661,733	79,170,655	71,142,386	81,387,088
Community development	9,688,271	9,373,576	9,714,155	10,325,402
Interest on long-term debt	6,364,518	501,705	565,679	819,458
Total governmental activities expenses	<u>127,036,171</u>	<u>142,978,595</u>	<u>145,656,475</u>	<u>157,770,419</u>
Business-type activities				
Solid Waste	15,688,146	16,025,115	3,295,078	3,170,889
Transit	10,827,002	11,549,568	10,985,466	11,037,095
Drainage	3,427,573	4,195,296	4,534,163	4,574,416
Total business-type activities expenses	<u>29,942,721</u>	<u>31,769,979</u>	<u>18,814,707</u>	<u>18,782,400</u>
Total primary government expenses	<u>156,978,892</u>	<u>174,748,574</u>	<u>164,471,182</u>	<u>176,552,819</u>
Program Revenues				
Governmental activities				
Charges for services				
General government	-	1,062,583	910,363	847,681
Public safety	1,152,599	7,300	20,700	14,800
Public ways and facilities	15,141,731	13,173,695	27,601,261	26,637,537
Other activities	9,963,980	2,206,419	4,048,193	5,772,373
Operating grants, interest, and contributions	27,881,745	15,651,340	22,515,041	22,117,670
Capital grants, interest and contributions	16,286,252	79,906,262	12,679,620	36,757,932
Total governmental activities program revenues	<u>70,426,307</u>	<u>112,007,599</u>	<u>67,775,178</u>	<u>92,147,993</u>
Business-type activities				
Charges for services				
Solid Waste	17,080,638	16,863,927	3,634,335	3,791,031
Transit	1,454,582	1,430,071	1,319,149	1,289,226
Drainage	5,448,108	5,632,309	5,706,721	5,702,933
Operating grants, interest, and contributions	12,468,916	8,869,845	12,576,884	11,421,609
Capital grants, interest and contributions	-	-	-	-
Total business-type activities program revenues	<u>36,452,244</u>	<u>32,796,152</u>	<u>23,237,089</u>	<u>22,204,799</u>
Total primary government program revenues	<u>106,878,551</u>	<u>144,803,751</u>	<u>91,012,267</u>	<u>114,352,792</u>

	2020	2021	2022	2023	2024	2025
\$	26,290,186	\$ 33,790,534	\$ 21,824,841	\$ 41,706,361	\$ 51,360,782	\$ 57,603,374
	45,928,962	52,721,661	29,476,434	74,538,552	63,615,168	71,106,706
	66,498,261	68,792,816	64,270,550	80,504,333	75,102,437	83,353,289
	10,607,681	13,712,896	20,776,727	27,683,740	18,329,570	10,311,188
	1,003,870	1,038,694	1,323,673	1,557,181	1,483,666	1,443,888
	<u>150,328,960</u>	<u>170,056,601</u>	<u>137,672,225</u>	<u>225,990,167</u>	<u>209,891,623</u>	<u>223,818,445</u>
	2,999,283	3,046,795	2,446,042	2,063,587	2,675,734	3,135,813
	10,509,143	10,027,298	15,585,396	-	-	-
	4,742,055	6,169,730	5,783,561	5,684,901	5,635,775	6,344,701
	<u>18,250,481</u>	<u>19,243,823</u>	<u>23,814,999</u>	<u>7,748,488</u>	<u>8,311,509</u>	<u>9,480,514</u>
	<u>168,579,441</u>	<u>189,300,424</u>	<u>161,487,224</u>	<u>233,738,655</u>	<u>218,203,132</u>	<u>233,298,959</u>
	2,310,388	3,001,983	1,863,899	4,105,100	4,519,977	4,088,940
	6,370	10,200	30,500	35,750	14,150	5,700
	28,705,240	33,889,089	44,859,708	43,471,604	59,716,958	70,945,274
	4,240,029	5,615,428	14,370,204	5,089,496	236,539	(905,356)
	23,446,687	32,590,579	37,732,695	42,517,986	49,864,317	62,651,893
	9,617,430	35,594,106	31,306,505	9,333,202	13,080,283	16,095,464
	<u>68,326,144</u>	<u>110,701,385</u>	<u>130,163,511</u>	<u>104,553,138</u>	<u>127,432,224</u>	<u>152,881,915</u>
	3,775,643	3,897,190	3,780,165	2,595,331	2,582,674	2,588,947
	1,049,077	240,620	-	-	-	-
	5,982,654	6,119,877	6,170,356	6,318,701	6,610,206	6,918,154
	11,327,506	13,402,350	717,637	-	-	-
	-	-	-	979,882	945,299	1,049,239
	<u>22,134,880</u>	<u>23,660,037</u>	<u>10,668,158</u>	<u>9,893,914</u>	<u>10,138,179</u>	<u>10,556,340</u>
	<u>90,461,024</u>	<u>134,361,422</u>	<u>140,831,669</u>	<u>114,447,052</u>	<u>137,570,403</u>	<u>163,438,255</u>

(Continued)

CITY OF ELK GROVE, CALIFORNIA

Changes in Net Position, Last Ten Fiscal Years (accrual basis)
For The Years Ended June 30, 2025

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Net (Expense) Revenue				
Governmental activities	(56,609,864)	(30,970,996)	(77,881,297)	(65,622,426)
Business-type activities	<u>6,509,523</u>	<u>1,026,173</u>	<u>4,422,382</u>	<u>3,422,399</u>
Total primary government net revenue (expense)	<u>\$ (50,100,341)</u>	<u>\$ (29,944,823)</u>	<u>\$ (73,458,915)</u>	<u>\$ (62,200,027)</u>
General Revenues and Other Changes in Net Position				
Governmental activities				
Property taxes	\$ 11,443,260	\$ 23,670,228	\$ 25,079,951	\$ 26,276,570
Sales & Use tax	20,504,422	25,535,498	27,320,405	29,355,281
In-Lieu sales tax	4,704,053	5,681,559	-	-
Transaction and use tax	-	-	-	-
Other taxes	10,174,956	4,510,259	11,580,750	11,756,951
Investment Income	4,671,926	-	-	-
Gain on sale of capital assets	-	-	-	-
Other Revenue	-	5,727,764	3,946,919	11,754,931
Gain on retirement of capital assets	-	-	-	-
Transfers	<u>1,096,291</u>	<u>1,098,174</u>	<u>1,010,576</u>	<u>728,196</u>
Total governmental activities	<u>52,594,908</u>	<u>66,223,482</u>	<u>68,938,601</u>	<u>79,871,929</u>
Business-type activities				
Other taxes	1,301,708	1,379,717	1,456,673	1,532,613
Unrestricted interest income	879,777	-	-	-
Other	-	162,698	138,462	1,233,757
Transfers	<u>(1,096,291)</u>	<u>(1,098,174)</u>	<u>(1,010,576)</u>	<u>(728,196)</u>
Total business-type activities	<u>1,085,194</u>	<u>444,241</u>	<u>584,559</u>	<u>2,038,174</u>
Total primary government	<u>53,680,102</u>	<u>66,667,723</u>	<u>69,523,160</u>	<u>81,910,103</u>
Change in governmental activities net position before special item	(4,014,956)	35,252,486	(8,942,696)	14,249,503
Special item: Bad debt expense	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Position:				
Governmental activities	(4,014,956)	35,252,486	(8,942,696)	14,249,503
Business-type activities	<u>7,594,717</u>	<u>1,470,414</u>	<u>5,006,941</u>	<u>5,460,573</u>
Total primary government	<u>\$ 3,579,761</u>	<u>\$ 36,722,900</u>	<u>\$ (3,935,755)</u>	<u>\$ 19,710,076</u>

* These numbers include Property Tax in Lieu of Vehicle License Fee (VLF). Beginning in 2008 the Property Tax in Lieu VLF was moved to intergovernmental, and in 2017 it was moved to property taxes.

Source: The City of Elk Grove ACFR

	2020	2021	2022	2023	2024	2025
	(82,002,816)	(59,355,216)	(7,508,714)	(121,437,029)	(82,459,399)	(70,936,530)
	3,884,399	4,416,214	(13,146,841)	2,145,426	1,826,670	1,075,826
\$	<u>(78,118,417)</u>	<u>\$ (54,939,002)</u>	<u>\$ (20,655,555)</u>	<u>\$ (119,291,603)</u>	<u>\$ (80,632,729)</u>	<u>\$ (69,860,704)</u>
\$	27,773,836	\$ 29,511,750	\$ 31,175,469	\$ 33,636,077	\$ 35,468,327	\$ 37,446,372
	29,768,093	34,975,729	38,501,983	38,333,652	37,454,184	40,344,609
	-	-	-	-	-	-
	-	-	-	7,802,655	34,091,217	34,647,585
	10,785,744	11,305,394	12,720,908	12,510,480	12,674,312	13,436,624
	-	-	(2,002,595)	4,848,171	18,953,596	26,456,069
	-	-	3,313,623	-	-	-
	12,631,488	3,664,095	640,781	3,341,284	1,838,744	3,329,400
	-	-	-	-	-	761
	703,470	2,172,721	(68,772)	1,129,092	921,760	2,387,729
	<u>81,662,631</u>	<u>81,629,689</u>	<u>84,281,397</u>	<u>101,601,411</u>	<u>141,402,140</u>	<u>158,049,149</u>
	1,607,522	1,685,060	1,769,562	2,414,525	1,962,641	2,042,983
	-	-	(1,132,057)	(10,367)	1,644,889	2,020,046
	1,508,654	(55,350)	-	-	-	-
	(703,470)	(2,172,721)	68,772	(1,129,092)	(921,760)	(2,387,729)
	<u>2,412,706</u>	<u>(543,011)</u>	<u>706,277</u>	<u>1,275,066</u>	<u>2,685,770</u>	<u>1,675,300</u>
	<u>84,075,337</u>	<u>81,086,678</u>	<u>84,987,674</u>	<u>102,876,477</u>	<u>144,087,910</u>	<u>159,724,449</u>
	(340,185)	22,274,473	76,772,683	(19,835,618)	58,942,741	87,112,619
	-	-	-	-	-	-
	(340,185)	22,274,473	76,772,683	(19,835,618)	58,942,741	87,112,619
	6,297,105	3,873,203	(12,440,564)	3,420,492	4,512,440	2,751,126
\$	<u>5,956,920</u>	<u>\$ 26,147,676</u>	<u>\$ 64,332,119</u>	<u>\$ (16,415,126)</u>	<u>\$ 63,455,181</u>	<u>\$ 89,863,745</u>

CITY OF ELK GROVE, CALIFORNIA

Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

For The Years Ended June 30, 2025

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Fund				
Nonspendable	\$ -	\$ 3,510,730	\$ 2,801,341	\$ 2,372,795
Committed	20,096,678	21,000,138	22,407,940	37,444,232
Assigned	346,141	357,858	373,349	2,359,382
Unassigned	<u>7,498,226</u>	<u>9,447,603</u>	<u>11,794,420</u>	<u>190,714</u>
Total General Fund	<u>\$ 27,941,045</u>	<u>\$ 34,316,329</u>	<u>\$ 37,377,050</u>	<u>\$ 42,367,123</u>
All Other Governmental Funds				
Nonspendable	\$ 66,458,363	\$ -	\$ -	\$ -
Restricted	151,376,738	242,335,680	234,660,067	230,471,851
Committed	20,096,678	-	-	-
Assigned	346,141	-	-	-
Unassigned	<u>(3,262,256)</u>	<u>(4,644,863)</u>	<u>(7,799,419)</u>	<u>(6,013,300)</u>
Total All Other Governmental Funds	<u>\$ 235,015,664</u>	<u>\$ 237,690,817</u>	<u>\$ 226,860,648</u>	<u>\$ 224,458,551</u>

Source: The City of Elk Grove ACFR

2020	2021	2022	2023	2024	2025
\$ 1,939,752	\$ 1,544,352	\$ 4,046,810	\$ 3,162,543	\$ 2,307,741	\$ 1,519,716
35,805,778	45,856,905	68,864,439	85,388,301	87,510,299	137,259,075
4,765,651	634,036	150,276	589,487	219,820	161,301
3,605,551	6,102,376	703,902	7,559,876	38,551,404	22,307,985
<u>\$ 46,116,732</u>	<u>\$ 54,137,669</u>	<u>\$ 73,765,427</u>	<u>\$ 96,700,207</u>	<u>\$ 128,589,264</u>	<u>\$ 161,248,077</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
245,502,694	252,216,752	281,344,183	312,776,606	364,645,901	461,665,025
-	-	-	-	-	-
-	13,445	56,100	-	-	-
(4,461,827)	(7,682,562)	(5,419,755)	(7,059,316)	(2,374,334)	(7,413,155)
<u>\$ 241,040,867</u>	<u>\$ 244,547,635</u>	<u>\$ 275,980,528</u>	<u>\$ 305,717,290</u>	<u>\$ 362,271,567</u>	<u>\$ 454,251,870</u>

CITY OF ELK GROVE, CALIFORNIA

Changes in Fund Balances, Governmental Funds
 Last Ten Fiscal Years Ending June 30, 2025
 (modified accrual basis of accounting)

	2016	2017	2018	2019
REVENUES				
Taxes	\$ 46,826,691	\$ 59,397,544	\$ 63,981,106	\$ 67,388,802
Licenses, fees and permits	23,521,281	13,741,076	29,558,628	32,430,388
Intergovernmental	42,846,356	24,099,150	30,160,655	41,196,733
Fines and forfeitures	387,185	354,504	281,523	245,488
Charges for services	2,481,403	1,804,824	3,219,568	2,036,472
Investment earnings	4,040,144	5,097,917	1,882,216	9,196,276
Contribution from Community Facility District	-	-	-	-
Contributions from property owners	-	72,700,000	1,400,000	16,030,000
Contributions and donations	-	30,000	1,000,000	-
Other Revenue	970,243	947,939	991,515	1,067,530
Total revenues	<u>121,073,303</u>	<u>178,172,954</u>	<u>132,475,211</u>	<u>169,591,689</u>
EXPENDITURES:				
General government	19,971,477	23,312,594	26,431,508	26,866,864
Public safety	35,356,689	36,067,903	37,703,232	39,898,125
Public ways and facilities	15,331,077	59,011,979	80,059,131	100,760,979
Community development	9,444,746	9,193,193	9,522,145	10,718,894
Capital outlay	19,170,128	488,306	6,752,813	3,272,922
Debt service:				
Principal retirement	1,315,000	2,335,000	265,000	470,000
Interest and fiscal charges	5,121,900	679,930	194,439	940,136
Tax administration	-	-	-	-
Bond issue costs	1,356,411	104,578	275,440	-
Total expenditures	<u>107,067,428</u>	<u>131,193,483</u>	<u>161,203,708</u>	<u>182,927,920</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>14,005,875</u>	<u>46,979,471</u>	<u>(28,728,497)</u>	<u>(13,336,231)</u>
OTHER FINANCING SOURCES (USES)				
Long-term liabilities issued	90,630,000	-	18,530,000	-
Premium (discount) on debt issued	9,594,496	-	973,533	-
Refunding bonds issued	-	4,940,000	-	-
Payments to refunded bond escrow agent	(89,402,398)	(7,200,000)	-	-
Issuance of debt	-	-	-	-
Proceeds from sale of property	-	-	-	-
Transfers from other funds	35,802,601	13,408,691	29,617,243	12,391,641
Transfers to other funds	(33,280,777)	(10,827,097)	(28,161,727)	(11,086,950)
Total other financing sources (uses)	<u>13,343,922</u>	<u>321,594</u>	<u>20,959,049</u>	<u>1,304,691</u>
NET CHANGE IN FUND BALANCES	<u>\$ 27,349,797</u>	<u>\$ 47,301,065</u>	<u>\$ (7,769,448)</u>	<u>\$ (12,031,540)</u>
Debt service as a percentage of noncapital expenditures.	7.32%	2.31%	0.30%	0.78%

Source: The City of Elk Grove ACFR

	2020	2021	2022	2023	2024	2025
\$	68,327,673	\$ 75,792,873	\$ 82,398,360	\$ 92,282,864	\$ 119,688,040	\$ 125,875,190
	31,129,318	39,845,008	42,652,817	46,808,244	51,258,686	87,865,351
	33,474,390	43,187,367	61,022,287	49,283,670	69,419,489	64,246,964
	504,072	909,033	609,151	1,260,318	1,676,535	1,501,260
	2,441,302	2,826,699	3,037,421	4,084,590	3,980,518	4,332,108
	10,181,302	3,036,689	(3,461,070)	4,840,294	18,824,459	27,392,044
	-	7,452,238	15,579,344	1,701,077	4,188,542	11,006,450
	-	-	-	-	-	-
	-	-	-	-	-	-
	1,825,575	1,330,827	640,781	3,115,827	1,392,778	2,643,110
	<u>147,883,632</u>	<u>174,380,734</u>	<u>202,479,091</u>	<u>203,376,884</u>	<u>270,429,047</u>	<u>324,862,477</u>
	28,229,779	32,229,265	35,265,452	36,764,068	42,389,128	53,277,324
	48,759,157	50,117,147	50,786,209	56,142,900	64,853,601	69,799,843
	43,448,285	62,246,726	61,266,814	36,000,825	41,352,802	51,069,462
	12,409,217	11,866,414	17,791,162	16,358,905	16,505,815	17,455,437
	3,686,811	6,594,030	444,712	6,394,096	5,254,906	9,022,056
	1,080,000	1,717,440	1,710,998	2,300,321	9,786	3,143,855
	1,071,385	989,185	994,766	1,557,419	2,690,532	1,455,471
	-	64,912	138,038	9,617	1,486,804	13,091
	172,500	-	244,428	-	-	-
	<u>138,857,134</u>	<u>165,825,119</u>	<u>168,642,579</u>	<u>155,528,151</u>	<u>174,543,374</u>	<u>205,236,539</u>
	<u>9,026,498</u>	<u>8,555,615</u>	<u>33,836,512</u>	<u>47,848,733</u>	<u>95,885,673</u>	<u>119,625,938</u>
	10,000,000	-	12,035,000	-	-	-
	-	-	1,501,125	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	187,029	554,855	1,519,337
	-	-	5,138,446	-	-	-
	13,770,663	26,438,237	31,330,036	22,859,928	22,031,200	20,568,697
	(12,465,236)	(23,583,194)	(32,780,468)	(18,224,148)	(25,826,525)	(17,074,856)
	<u>11,305,427</u>	<u>2,855,043</u>	<u>17,224,139</u>	<u>4,822,809</u>	<u>(3,240,470)</u>	<u>5,013,178</u>
\$	<u>20,331,925</u>	<u>\$ 11,410,658</u>	<u>\$ 51,060,651</u>	<u>\$ 52,671,542</u>	<u>\$ 92,645,203</u>	<u>\$ 124,639,116</u>
	1.59%	1.70%	1.61%	2.59%	1.60%	2.34%

CITY OF ELK GROVE, CALIFORNIA

**Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Residential Property	Commercial Property	Industrial Property	Other	Less Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2016	\$ 14,087,121,936	\$ 1,687,253,176	\$ 442,986,037	\$ 675,804,195	\$ 430,877,261	\$ 16,462,288,083	0.06451
2017	14,979,885,692	1,836,489,273	465,865,942	725,782,693	426,240,108	17,581,783,492	0.06443
2018	16,057,715,795	2,134,418,574	489,962,755	780,522,286	487,229,789	18,975,389,621	0.06432
2019	16,984,457,684	2,232,189,341	516,630,510	904,022,876	451,113,557	20,186,186,854	0.06421
2020	18,085,070,381	2,244,668,823	554,425,205	920,172,885	495,987,672	21,308,349,622	0.06434
2021	19,147,318,733	2,412,556,407	572,237,899	975,152,542	508,124,010	22,599,141,571	0.06418
2022	20,263,052,471	2,465,719,342	594,442,627	965,320,208	543,280,121	23,745,254,527	0.06393
2023	21,800,832,206	2,600,582,983	669,167,419	1,155,014,930	594,057,660	25,631,539,878	0.06382
2024	23,132,187,562	2,758,499,054	681,287,677	1,322,703,914	665,988,127	27,228,690,080	0.06366
2025	24,400,615,019	2,899,419,660	692,618,595	1,424,178,210	727,388,357	28,689,443,127	0.06358

Source: HdL from the Sacramento County Assessor 2015/16-2024/25 Combined Tax Rolls

CITY OF ELK GROVE, CALIFORNIA

Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Per \$100 of Assessed Value)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
City's Share of 1% Levy Per Prop 13/ City of Elk Grove Direct Rate³	0.05740	0.05740	0.05740	0.05740	0.05740	0.05740	0.05740	0.05740	0.05740	0.05740
Overlapping Rates:										
Sacramento County General	0.38220	0.38220	0.38220	0.38220	0.38218	0.38219	0.38219	0.38218	0.38220	0.38216
Elk Grove Unified School District	0.25490	0.25490	0.25490	0.25490	0.25490	0.25490	0.25490	0.25490	0.25490	0.25490
Cosumnes CSD - Fire District	0.22140	0.22140	0.22140	0.22141	0.22140	0.22139	0.22139	0.20130	0.20130	0.20130
Los Rios Community College District	0.03640	0.03640	0.03640	0.03640	0.03640	0.03640	0.03640	0.03640	0.03640	0.03640
Sacramento County Library	0.02040	0.02040	0.02040	0.02040	0.02040	0.02040	0.02040	0.02040	0.02040	0.02040
Sacramento -Yolo Mosquito	0.00866	0.00866	0.00866	0.00866	0.00866	0.00866	0.00866	0.00866	0.00866	0.00866
Physically Handicapped-unified	0.00459	0.00459	0.00459	0.00459	0.00459	0.00459	0.00459	0.00459	0.00459	0.00459
Childrens Institution	0.00447	0.00447	0.00447	0.00447	0.00447	0.00447	0.00447	0.00447	0.00447	0.00447
Elk Grove - Cosumnes Cemetery	0.00275	0.00275	0.00275	0.00275	0.00275	0.00275	0.00275	0.00275	0.00275	0.00275
Sacramento County Superintendent Admin.	0.00259	0.00259	0.00259	0.00259	0.00259	0.00259	0.00259	0.00259	0.00259	0.00259
Development Center Handicapped	0.00145	0.00145	0.00145	0.00145	0.00145	0.00145	0.00145	0.00145	0.00145	0.00145
Sacramento County Wide Equalization	0.00131	0.00131	0.00131	0.00131	0.00131	0.00131	0.00131	0.00131	0.00131	0.00131
Sacramento County Regional Occupational Center	0.00096	0.00096	0.00096	0.00096	0.00096	0.00096	0.00096	0.00096	0.00096	0.00096
Sacramento County Juvenile Hall	0.00055	0.00055	0.00055	0.00055	0.00055	0.00055	0.00055	0.00055	0.00055	0.00055
Infant Developmentally-physically Handicapped	0.00006	0.00006	0.00006	0.00006	0.00006	0.00006	0.00006	0.00006	0.00006	0.00006
Infant Developmentally Retarded	0.00006	0.00006	0.00006	0.00006	0.00006	0.00006	0.00006	0.00006	0.00006	0.00006
Total Proposition 13 Rate (Basic Levy)¹	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
Elk Grove Unified Gob 2017	0.00000	0.00000	0.03730	0.03570	0.03490	0.03520	0.03670	0.03030	0.03180	0.03820
Los Rios College Bond	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
Los Rios College Gob	0.00910	0.01410	0.01300	0.01310	0.02320	0.02230	0.02490	0.02260	0.01920	0.02000
Sacramento Unified Gob	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
Sacto City Unified Gob	0.13350	0.12770	0.12350	0.11640	0.11390	0.11710	0.09180	0.12800	0.12780	0.13170
Total Direct & Overlapping² Tax Rates	1.14260	1.14180	1.17380	1.16520	1.17200	1.17460	1.15340	1.18090	1.17880	1.18990
 General Obligation Debt Rate										
Total Direct Rate⁴	0.06473	0.06467	0.06456	0.06448	0.06434	0.06418	0.06393	0.06382	0.06366	0.06358

Source: Prepared by HdL, Coren & Cone

Data source: Sacramento County Assessor 2015/16 - 2024/25 Tax Rate Table

Notes:

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

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

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

⁴Because basic and debt rates vary by tax rate area individual rates cannot be summed. Total Direct Rate is the weighted average of all individual direct rates applied by the government preparing the statistical section information. GASB S44 Q&A 9.19.1

CITY OF ELK GROVE, CALIFORNIA

Principal Property Taxpayers
Current Year and Ten Years Ago

Taxpayer	2025			2016		
	Rank	Taxable Assessed Value	Approximate Percentage of Taxable Assessed Valuation	Rank	Taxable Assessed Value	Approximate Percentage of Taxable Assessed Valuation
Apple Computer Inc	1	\$ 255,867,215	0.89%	1	\$ 180,535,865	1.06%
PF Portfolio 2 LP	2	244,042,053	0.85%			
Oakmont Properties II LP	3	81,914,905	0.29%	6	55,725,122	0.33%
DS Properties 18 LP	4	78,378,813	0.27%			
Elk Grove Independent Living LLC	5	76,259,780	0.27%			
CD Lake Point LLC JD Lake Point LLC Etal	6	75,220,920	0.26%			
Taylor Morrison California LLC	7	72,554,453	0.25%			
MG Somerfield at Lakeside Apartments	8	69,992,454	0.24%			
Elk Grove Owner LP (Kohls)	9	66,549,970	0.23%			
Comcast Cable	10	66,417,949	0.23%			
Donahue Schriber Realty Group LP				2	115,896,613	0.68%
Pappas Laguna 2 LP				3	92,035,034	0.54%
Laguna Springs Corporation Center				4	74,340,729	0.44%
Kaiser Foundation Health Plan Inc.				5	64,436,526	0.38%
WSI Poppy Ridge LLC				7	48,589,432	0.29%
9130 Nolan Street LLC				8	43,187,707	0.25%
Norwalk Fallon LLC				9	38,135,056	0.22%
Jackson II LLC				10	36,349,367	0.21%
		<u>\$ 1,087,198,512</u>	<u>3.61%</u>		<u>\$ 749,231,451</u>	<u>4.41%</u>

Source: HDL, Coren & Cone, Sacramento County Assessor 2024-25 Combined Tax Rolls and the SBE Non Unitary Tax Roll

CITY OF ELK GROVE, CALIFORNIA

Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collection in Subsequent Years	Total Collection to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2016	\$ 22,492,684	\$ 22,421,589	99.68%	\$ 71,095	\$ 22,492,684	100.00%
2017	24,198,311	24,000,095	99.18%	198,216	24,198,311	100.00%
2018	24,778,708	24,650,410	99.48%	128,298	24,778,708	100.00%
2019	27,469,694	27,364,210	99.62%	105,484	27,469,694	100.00%
2020	29,353,226	29,067,981	99.03%	285,245	29,353,226	100.00%
2021	31,585,603	31,427,396	99.50%	158,207	31,585,603	100.00%
2022	33,592,664	33,495,020	99.71%	97,644	33,592,664	100.00%
2023	35,599,428	35,335,837	99.26%	263,591	35,599,428	100.00%
2024	38,006,236	37,634,963	99.02%	371,273	38,006,236	100.00%
2025	43,354,321	42,810,822	98.75%	543,499	43,354,321	100.00%

Source: Sacramento County Department of Finance, Auditor-Controller Division

CITY OF ELK GROVE, CALIFORNIA

Taxable Sales by Category
Last Ten Fiscal Years
(in thousands of dollars)

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Apparel Stores	\$ 79,512	\$ 80,587	\$ 80,771	\$ 79,920
General Merchandise	187,807	185,515	180,858	207,432
Food Stores	65,466	66,083	66,359	67,259
Eating and Drinking Places	228,559	250,348	265,459	273,225
Building Materials	76,102	86,754	98,934	110,519
Auto Dealers and Supplies	736,551	850,020	905,658	881,314
Service Stations	175,264	165,039	191,409	216,404
Other Retail Stores	294,492	318,251	315,468	306,892
All Other Outlets	<u>474,317</u>	<u>514,399</u>	<u>598,642</u>	<u>613,474</u>
Total	<u>\$ 2,318,070</u>	<u>\$ 2,516,996</u>	<u>\$ 2,703,558</u>	<u>\$ 2,756,439</u>

Source: State of California Board of Equalization and The HdL Companies

Note: Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue. Total is taxable sales, not sales tax revenue received. Does not include Use tax or County pool allocation.

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 76,895	\$ 51,311	\$ 82,074	\$ 81,389	\$ 79,650	\$ 75,808
321,230	313,642	372,887	416,079	401,921	405,937
67,617	76,403	75,003	76,611	78,318	80,512
290,727	255,110	346,204	393,141	421,618	433,376
113,665	148,896	196,088	208,918	185,659	172,718
880,071	936,454	1,110,249	1,083,872	1,133,159	1,030,337
204,840	147,261	223,885	269,174	231,744	223,595
292,294	430,389	537,537	544,303	336,641	306,437
801,939	795,364	786,204	814,229	963,853	904,472
<u>\$ 3,049,278</u>	<u>\$ 3,154,830</u>	<u>\$ 3,730,131</u>	<u>\$ 3,887,716</u>	<u>\$ 3,832,563</u>	<u>\$ 3,633,192</u>

CITY OF ELK GROVE

Direct and Overlapping Sales Tax Rates Last Ten Fiscal Years

Fiscal Year	City Direct Rate	Sacramento County	STA Measure A	State of California	Measure E	Total
2016	1.00	0.25	0.50	6.25	-	8.00
2017	1.00	0.25	0.50	6.00 (a)	-	7.75
2018	1.00	0.25	0.50	6.00	-	7.75
2019	1.00	0.25	0.50	6.00	-	7.75
2020	1.00	0.25	0.50	6.00	-	7.75
2021	1.00	0.25	0.50	6.00	-	7.75
2022	1.00	0.25	0.50	6.00	-	7.75
2023	1.00	0.25	0.50	6.00	1.00 (b)	8.75
2024	1.00	0.25	0.50	6.00	1.00	8.75
2025	1.00	0.25	0.50	6.00	1.00	8.75

Sources: California State Board of Equalization, Sacramento Transportation Authority, California Legislative Analyst's Office, California Department of Tax and Fee Administration

(a) January 1, 2017, the State decreased the State rate 0.25%

(b) April 1, 2023, the Measure E 1 cent City Sales Tax began.

Note: In 2004, the State issued Economic Recovery Bonds (ERB). To repay the ERBs, the State pledged one-quarter cent of the local Bradley-Burns sales tax, which cities and counties use for general purposes, and replaced it with one-quarter cent State special fund sales tax for repayment of the bonds. The State replaced the one-quarter cent local tax with equal dollars from the property tax allocation, and described it as "in lieu" sales tax. In 2016, the ERBs were fully paid and the sales tax rates were restored. For ACFR reporting purposes, the full 1% was classified as sales tax during this entire period. To avoid confusion, the City Direct Rate for practical purposes, was unchanged and has not been adjusted between the local and State rates as expressed in the above table.

CITY OF ELK GROVE

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities		Total Primary Government	Percentage of Personal Income ⁽²⁾	Per Capita ⁽²⁾
	Special Assessment Bonds ⁽¹⁾	Leases	Subscriptions	Economic Development Bonds	Subscriptions			
2016	\$ 109,611,895	\$ -	\$ -	\$ 9,645,000	\$ -	\$ 119,256,895	2.53%	710
2017	4,940,000 ⁽³⁾	-	-	9,410,000	-	14,350,000	0.30%	84
2018	23,205,000	-	-	9,165,000	-	32,370,000	0.62%	188
2019	22,735,000	-	-	8,915,000	-	31,650,000	0.60%	182
2020	31,655,000	-	-	8,655,000	-	40,310,000	0.69%	229
2021	29,937,560	-	-	8,385,000	-	38,322,560	0.62%	215
2022	40,261,562	185,068	4,571,348	- ⁽⁴⁾	6,037	45,024,015	0.70%	254
2023	38,139,773	136,323	4,282,478	-	-	42,558,574	0.62%	240
2024	36,126,747	74,329	4,193,559	-	-	40,394,635	0.54%	226
2025	33,852,022	14,796	4,060,302	-	-	37,927,120	0.48%	207

Notes: City incorporated July 1, 2000. U.S. Census and subsequent estimates has area approximately 2/3 of City's actual size.

Source: ⁽¹⁾ City of Elk Grove ACFR

⁽²⁾ See Schedule of Demographic and Economic Statistics for personal and population data

⁽³⁾ In fiscal year 2017, the City determined that bonds in the amount of \$107,076,895 should be reported as debt without city commitment. Amounts prior to 2017 have not been restated.

⁽⁴⁾ The City redeemed the 2010 Lease Revenue Recovery Zone Economic Development Bonds on August 26, 2021.

CITY OF ELK GROVE

Direct and Overlapping Governmental Activities Debt
June 30, 2025

2024-25 Assessed Valuation: \$28,732,411,324

	Total Debt		City's Share of
	<u>6/30/2025</u>	<u>% Applicable (1)</u>	<u>Debt 6/30/25</u>
<u>OVERLAPPING TAX AND ASSESSMENT DEBT:</u>			
Los Rios Community College District	\$356,335,000	10.277%	\$36,620,548
Elk Grove Unified School District	419,300,000	54.249%	227,466,057
Sacramento Unified School District	864,020,440	0.178%	1,537,956
City of Elk Grove Community Facilities District No. 2002-1	37,730,000	100.000%	37,730,000
City of Elk Grove Community Facilities District No. 2003-1	28,185,000	100.000%	28,185,000
City of Elk Grove Community Facilities District No. 2005-1	157,990,000	100.000%	157,990,000
Elk Grove Unified School District Community Facilities District No. 1	181,266,133	54.249%	98,335,064
Sacramento County Community Facilities Districts	841,392	100.000%	841,392
California Municipal Finance Authority Community Facilities Districts	75,096,000	100.000%	75,096,000
California Statewide Community Development Authority Community Facilities	38,500,000	100.000%	38,500,000
California Statewide Community Development Authority 1915 Act Bonds	23,120,212	100.000%	<u>23,120,212</u>
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			\$725,422,229
<u>DIRECT AND OVERLAPPING GENERAL FUND DEBT:</u>			
Sacramento County General Fund Obligations	\$91,907,145	12.310%	\$11,322,041
Sacramento County Pension Obligation Bonds	308,630,000	12.319%	38,020,130
Sacramento County Board of Education Certificates of Participation	1,120,000	12.319%	137,973
Elk Grove Unified School District Certificates of Participation	9,912,000	54.249%	5,377,161
Sacramento Unified School District Certificates of Participation	45,680,000	17.800%	81,310
Cosumnes Community Services District Certificates of Participation	58,134,000	86.931%	50,536,468
City of Elk Grove Lease Revenue Bonds	33,852,023	100.000%	<u>33,852,023</u>
TOTAL GROSS DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$139,327,106
Less: Sacramento County supported obligations			\$1,177,345
TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$138,149,761
TOTAL GROSS DIRECT DEBT			\$33,852,023
TOTAL GROSS OVERLAPPING DEBT			\$830,897,312
TOTAL NET OVERLAPPING DEBT			\$829,719,967
GROSS COMBINED TOTAL DEBT			\$864,749,335 (2)
NET COMBINED TOTAL DEBT			\$863,571,990

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

Ratios to Assessed Valuation:

Total Overlapping Tax and Assessment Debt	2.52%
Total Gross Direct Debt (\$33,852,023)	0.12%
Gross Combined Total Debt	3.01%
Net Combined Total Debt	3.01%

Source: California Municipal Statistics, Inc., Oakland, CA

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CITY OF ELK GROVE, CALIFORNIA

Legal Debt Margin
For the Last Ten Years Ended June 30, 2025

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Assessed value ⁽¹⁾	\$ 16,893,165,344	\$ 18,008,023,600	\$ 19,462,619,410	\$ 20,637,300,411
Less: Exemptions ⁽¹⁾	<u>(430,877,261)</u>	<u>(426,240,108)</u>	<u>(487,229,789)</u>	<u>(451,113,557)</u>
	16,462,288,083	17,581,783,492	18,975,389,621	20,186,186,854
Legal debt margin				
Debt Limit (15% of Assessed Value)	2,469,343,212	2,637,267,524	2,846,308,443	3,027,928,028
Debt applicable to limit:				
Total Bonded Debt (including Special Assessment Bonds)	119,256,895	14,350,000	32,370,000	31,650,000
Less:				
Special Assessment Bonds	-	-	-	-
Tax Allocation Bonds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Amount of Debt Applicable to Debt Limit	<u>119,256,895</u>	<u>14,350,000</u>	<u>32,370,000</u>	<u>31,650,000</u>
Legal Debt Margin	<u>\$ 2,350,086,317</u>	<u>\$ 2,622,917,524</u>	<u>\$ 2,813,938,443</u>	<u>\$ 2,996,278,028</u>
Total debt applicable to limit as a percentage of debt limit	5.07%	0.55%	1.15%	1.06%

Source: ⁽¹⁾ HdL from the Sacramento County Assessor 2015/16-2024/25 Combined Tax Rolls

	2020	2021	2022	2023	2024	2025
\$	21,084,337,304	\$ 23,107,265,581	\$ 24,288,534,648	\$ 26,225,597,538	\$ 27,894,678,207	\$ 29,416,831,484
	(495,987,672)	(508,124,010)	(543,280,121)	(594,057,660)	(665,988,127)	(727,388,357)
	<u>20,588,349,632</u>	<u>22,599,141,571</u>	<u>23,745,254,527</u>	<u>25,631,539,878</u>	<u>27,228,690,080</u>	<u>28,689,443,127</u>
	3,088,252,445	3,389,871,236	3,561,788,179	3,844,730,982	4,084,303,512	4,303,416,469
	40,310,000	38,322,560	40,261,562	38,139,773	36,126,747	33,852,022
	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>40,310,000</u>	<u>38,322,560</u>	<u>40,261,562</u>	<u>38,139,773</u>	<u>36,126,747</u>	<u>33,852,022</u>
\$	<u>3,047,942,445</u>	<u>\$ 3,351,548,676</u>	<u>\$ 3,521,526,617</u>	<u>\$ 3,806,591,209</u>	<u>\$ 4,048,176,765</u>	<u>\$ 4,269,564,447</u>
	1.32%	1.14%	1.14%	1.00%	0.89%	0.79%

CITY OF ELK GROVE, CALIFORNIA

Demographic and Economic Statistics Last Ten Fiscal Years

Year	Population ⁽¹⁾	County Population ⁽¹⁾	Personal Income	Per Capita Personal Income ⁽²⁾	Public School Enrollment ⁽³⁾	Median Age ⁽⁴⁾	Unemployment Rate ⁽⁵⁾
2016	167,965	1,495,297	\$ 4,705,371,510	\$ 28,014	62,767	34.50	4.20%
2017	171,059	1,514,770	4,838,916,992	28,288	63,061	35.10	4.10%
2018	172,116	1,529,501	5,224,409,064	30,354	63,297	35.40	3.60%
2019	174,025	1,546,174	5,516,940,550	31,702	63,917	36.00	3.40%
2020	176,154	1,555,365	5,837,743,560	33,140	64,480	36.60	12.70%
2021	178,124	1,561,014	6,161,309,160	34,590	63,947	37.50	6.60%
2022	176,972	1,576,618	6,458,416,168	36,494	63,041	37.70	3.10%
2023	177,005	1,573,366	6,816,639,555	38,511	62,957	38.10	4.00%
2024	178,679	1,576,639	7,530,783,813	42,147	63,518	38.70	4.60%
2025	182,842	1,604,745	7,962,769,100	43,550	64,358	39.00	5.10%

- Sources:
- ⁽¹⁾ California Department of Finance
 - ⁽²⁾ HdL, Coren & Cone, US Census Bureau
 - ⁽³⁾ California Department of Education
 - ⁽⁴⁾ U.S. Census Bureau, American FactFinder, 2011 American Community Survey
 - ⁽⁵⁾ www.labormarketinfo.edd.ca.gov

City of Elk Grove

Principal Employers Last Fiscal Year & Ten Years Ago

Business Name	2025		2016	
	Number of Employees	Percent of Total Employment (%)	Number of Employees	Percent of Total Employment (%)
Elk Grove Unified School District	6,653	7.50%	5,942	7.58%
Apple Computer Inc. *	5,000	5.64%	2,500	3.19%
California Correctional Health Care Services ⁽¹⁾	3,400	3.83%		
Sky River Casino	1,600	1.80%		
Cosumnes Community Services District	990	1.12%	580	0.74%
Kaiser Permanente Med Ctr (2 locations)	584	0.66%	438	0.56%
City of Elk Grove	486	0.55%	301	0.38%
Costco Warehouse	402	0.45%		
Raley's and Bel Air Markets	333	0.38%	400	0.51%
ALLDATA	289	0.33%	320	0.41%
Walmart (3 locations)			606	0.77%
Sutter Health Medical Foundation			275	0.35%
Nissan of Elk Grove			265	0.34%
Total Top 10 Employers	19,737	22.26%	11,627	14.83%
Total City Labor Force ⁽²⁾	88,700		78,400	

Source: MuniServices, LLC / Neumo

Source: FY2016, City of Elk Grove FYE2016 ACFR Publication

(1) Employment Development Department - EDD

Notes:

* Approximate Headcount Based on Sacramento Business Journal Publication (2022).

* Rod Diridon, Jr.Sr. Manager, State and Local Government Affairs - West - Apple Inc., has Declined our Headcount Request.

CITY OF ELK GROVE

Government Employment Information
Last Ten Fiscal Years

Function/Program	2016	2017	2018	2019
City Council	5	5	5	5
City Manager	13	20	21	20
City Attorney	5	5	6	6
City Clerk	3	3	3	3
Community Development**	9	9	14	13
Finance	19	18	18	21
Code Enforcement - Community Development	9	8	8	9
Animal Services	7	7	7	23
Human Resources	5	4	5	4
Police Department	211	221	224	231
Public Works	10	12	12	12
Utilities*	0	0	0	0
Solid Waste	3	4	4	4
Transit	5	5	5	4
Risk Management	1	2	1	2
Information Technology	4	6	7	7
Facilities/Fleet	5	4	4	5
Total employees	314	333	344	369

Source: Human Resources Department, City of Elk Grove

Note: The City contracts for public works, planning, building, trash hauling and transit departments as well as key positions in other departments.

*Utilities transitioned from City staff to contractual effective fiscal 2018.

**In 2022, Community Development and Code Enforcement Community Development became one department

2020	2021	2022	2023	2024	2025
4	4	2	0	0	0
20	26	30	26	26	27
6	6	6	6	7	7
3	3	3	3	3	3
14	13	24	25	29	35
21	22	22	22	22	22
8	9	0	0	0	0
23	26	26	28	32	35
5	5	6	6	6	7
223	237	245	250	261	266
24	25	29	31	50	53
0	0	0	0	0	0
5	5	5	6	6	6
2	5	2	3	5	5
2	2	2	2	2	2
8	8	8	9	16	16
5	5	5	4	5	5
<u>373</u>	<u>401</u>	<u>415</u>	<u>421</u>	<u>470</u>	<u>489</u>

CITY OF ELK GROVE

Operating Indicators by Function/Program Last Ten Fiscal Years

Function/Program	2016	2017	2018	2019
General Government				
Residential Building Permits Issued	625	315	546	819
Commercial Building Permits Issued	9	9	32	18
Refuse Collection⁽¹⁾				
Total Tons Disposed	78,473	76,577	76,233	83,879
Total Tons Diverted	50,151	53,182	55,528	57,309
Transit⁽³⁾⁽⁴⁾				
Total Route Miles	1,073,588	1,085,711	1,025,867	1,037,044
Total Passengers	945,262	860,773	783,893	774,736
Police⁽⁵⁾				
Calls for service	95,677	94,677	94,776	97,528
Average Emergency Response Time	5.2	4.9	5.0	5.2
Clearance Rate of all Part I Crimes	28%	26%	22%	21%
Category A Arrests	0	0	0	0
Utility Billing⁽²⁾				
Residential Customers	49,845	50,332	50,723	50,264
Community Enhancement				
Calls for Service	4,258	2,880	2,833	2,802
Average Emergency Response Time	24 Hours	24 Hours	24 Hours	24 Hours
Number of Inspectors	6	6	6	5
Average Number of Cases Per Inspector	710	480	472	560

Sources: City of Elk Grove, Republic Services

⁽¹⁾Based on calendar year. State switched to per pound/person tracking and no longer tracks tons diverted. Data is all that was available.

⁽²⁾Utility Billing services were outsourced to the waste and recycling provider effective July, 1, 2017. Data provided by Republic Services beginning fiscal year 2018.

⁽³⁾COVID-19 reduced 2021 numbers.

⁽⁴⁾2021-2022 City of Elk Grove no longer has a Transit service. Transferred to Regional Transit effective July 1,2021.

⁽⁵⁾In 2021, California Department of Justice began the transition from Uniform Crime Reporting (UCR) to the National Incident Based Reporting System (NIBRS). In 2023, Category A Crimes is more expansive, showing approximately 23 sections in total, while the previous UCR Part 1 Crimes only captured 8 categories.

2020	2021	2022	2023	2024	2025
642 8	752 27	567 24	702 24	1105 11	1189 18
80,920 57,753	93,023 59,433	82,838 75,462	88,159 80,578	78,681 49,458	81,757 67,530
955,309 610,875	769,566 121,817	0 0	0 0	0 0	0 0
96,109 4.7 21% 0	88,362 5.2 19% 0	85,273 5.6 21% 0	85,403 6.0 0% 1544	90,820 5.6 0% 1370	93,359 5.6 0% 1395
50,110	50,502	52,391	52,317	53,410	55,107
2,706 24 Hours 6 451	2,438 24 Hours 5 488	2,297 24 Hours 5 459	2,237 24 Hours 4 559	2,486 24 Hours 6 414	3,725 24 Hours 8 341

CITY OF ELK GROVE

Capital Asset and Infrastructure Statistics by Function/Program Last Ten Fiscal Years

Function/Program	2016	2017	2018	2019
Public Safety				
Police:				
Stations	1	1	1	1
Patrol units ⁽¹⁾	75	63	60	58
Highways and Streets				
Streets (miles) ⁽²⁾	560	545	545	553
Streetlights ⁽³⁾	14,195	14,195	14,195	13,435
Traffic signals ⁽⁴⁾	168	151	151	151
Traffic signs ⁽⁵⁾	10,873	25,000	25,000	23,369
Bridges ⁽⁶⁾	89	89	89	89
Sidewalk (miles)	829	829	899	899
Drainage				
Manholes ⁽⁷⁾	9,027	9,147	9,215	9,287
Feet of pipe ⁽⁸⁾	2,063,846	2,116,599	2,122,948	2,144,206
Storm drain inlets ⁽⁷⁾	15,836	15,903	16,192	16,265

⁽¹⁾ Additional vehicle added from CFF funds & Measure E Funds

⁽²⁾ Street miles decreased in 2014 due to the removal of private streets.

⁽³⁾ Streetlights GIS data clean up discovered multiple private lights were included in the data. 2019 represents an accurate count.

⁽⁴⁾ Starting in 2023, the actual number of traffic signals in intersections is listed.

Previously, all signals, including pedestrian crossings and radar signals were included.

⁽⁵⁾ Traffic signs were corrected after an inventory count in 2017.

2017-2018 represented an estimate and following years represent an accurate count.

⁽⁶⁾ Bridge GIS data was including retired assets previously, 2022 represents an accurate count.

As of 2023, number represents current City owned and maintained bridges. Previous numbers included bridges on Hwy 99 that are CalTrans maintained.

⁽⁷⁾ Manhole and inlet counts were corrected starting in 2020. The count prior to 2020 included assets outside City limits and, privately maintained assets.

⁽⁸⁾ During GIS data clean up, pipelines were found to be mapped in error and/or were discovered as not city-maintained assets. These were removed from the estimates. 2017 data has been updated to reflect the GIS data clean up.

Cosumnes Community Services District is the provider for Parks and Recreation Facilities and Fire stations.

Source: Departments within the City of Elk Grove

2020	2021	2022	2023	2024	2025
1	1	1	1	1	1
56	57	61	66	67	74
553	553	555	564	564	570
13,799	13,885	14,551	14,674	15,183	15,304
159	161	187	156	164	164
23,619	23,657	23,404	23,630	23,999	24,323
92	92	69	65	65	65
899	899	899	899	945	949
8,184	8,162	8,724	8,829	9,118	9,209
2,164,297	2,121,685	2,189,387	2,206,919	2,293,934	2,294,106
13,716	12,745	13,444	13,596	13,967	14,120

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