



# Folsom City Council Staff Report

<b>MEETING DATE:</b>	3/24/2026
<b>AGENDA SECTION:</b>	New Business
<b>SUBJECT:</b>	Receive a Presentation from the City’s Independent Auditor and Receive and File the City of Folsom Annual Comprehensive Financial Report for the Year Ended June 30, 2025
<b>FROM:</b>	Finance Department

## **RECOMMENDATION / CITY COUNCIL ACTION**

It is recommended that the City Council receive a presentation from the City’s independent auditor and receive and file the City of Folsom Fiscal Year 2024–25 Annual Comprehensive Financial Report. A bound hard copy of the report will be provided the night of the Council meeting.

## **BACKGROUND / ISSUE**

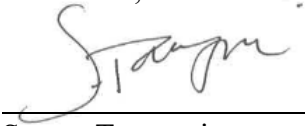
Each year the City is audited by an independent certified public accountant that renders a written opinion as to the accuracy and completeness of the Annual Comprehensive Financial Report (ACFR). The City of Folsom received an unqualified opinion on the financial statements from Badawi & Associates Certified Public Accountants for the year ended June 30, 2025.

The City also submits the ACFR to the Government Finance Officers Association (GFOA) for consideration in their Certificate of Achievement for Excellence in Financial Reporting Program. The City received this award for Fiscal Year 2024-25 and we expect the report to earn the award again this year.

## **ATTACHMENT**

1. City of Folsom Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2025

Submitted,

A handwritten signature in cursive script, appearing to read "Stacey Tamagni".

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Stacey Tamagni  
Finance Director/CFO

## Attachment 1



# The City of Folsom California

Annual Comprehensive Financial Report  
Fiscal Year Ended June 30, 2025



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE





CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

# **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

## **Fiscal Year Ended June 30, 2025**

### **CITY OF FOLSOM, CALIFORNIA**

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

**Stacey Tamagni  
Finance Director**

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**INTRODUCTORY SECTION**



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**FOLSOM**  
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**CITY OF FOLSOM, CALIFORNIA**

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February 13, 2026

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

The Annual Comprehensive Financial Report for the fiscal year ended June 30, 2025 is submitted for Council review in accordance with Section 3.02.160 of the Folsom Municipal Code and published as a matter of public record for interested citizens. This transmittal letter provides information regarding the economy and the governing structure in Folsom. An overview of the City's financial activities for the fiscal year is discussed in detail in Management's Discussion and Analysis section of Annual Comprehensive Financial Report. While the independent auditor has expressed an opinion on the financial statements contained in this report, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed to protect the City's assets from loss, theft, or misuse; to compile sufficient reliable information for the preparation of the City's financial statements in conformity with Generally Accepted Accounting Principles (GAAP); and to comply with applicable laws and regulations. As the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

**FOLSOM GOVERNMENT** – The City of Folsom was founded in 1856, incorporated in 1946, and chartered in 1990. Folsom is a “full-service” charter City, serving a population of roughly 93,000. The city is approximately 110 miles northeast of San Francisco and 20 miles east of Sacramento. The City is located along the eastern end of the Highway 50 corridor in an area of the Sacramento Valley that has experienced considerable growth over the past 17 years.

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

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

The Annual Comprehensive Financial Report presents the financial status of the City and its component units, the Folsom Public Financing Authority (FPFA) and the Folsom Ranch Financing Authority (FRFA), which are separable legal entities included in this report because of the significance of their operational or financial relationship with the City. The FPFA and FRFA are reported on a blended basis as part of the primary government because the boards are composed of City Council Members or they are, in substance, part of the City's operations. The FPFA and FRFA are entities created to issue bonds to finance City projects. Also included in the Annual Comprehensive Financial Report, as a separate Statement of Fiduciary Position, is the activities of the Redevelopment Agency (RDA) Successor Private Purpose Trust Fund and the Folsom Other Post Employment Benefit Obligation Trust Fund.

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

#### ***LOCAL ECONOMY -***

The local economy in the City of Folsom has continued to grow, although at a slower pace than in the years prior to the pandemic. Fiscal Year 2024-25 General Fund revenues increased by \$2.9 million over fiscal year 2023-24, with property taxes up 7.1%, reflecting higher sales prices and new home construction in the Folsom Plan Area. However, sales taxes decreased slightly, by 2.5% from the prior year. General Fund expenses increased over the prior year by \$7.9 million. The General Fund unassigned fund balanced increased to \$25.3 million or 20.58% of expenditures. Per the City Council's fund balanced policy, unassigned fund balance in excess of 20% of expenditures is to be transferred to the city's Capital Facility Rehab Fund upon the completion of the annual financial audit.

As of June 30, 2025, California's unemployment rate has continued to inch up over the past year. The California Employment Development Department listed the June 2025 unemployment rate for the State and County at 5.4% and 5.3%, respectively. Folsom's unemployment rate was 3.9%. A comparison to one year ago placed the State and County at 5.2% and 4.7% respectively and Folsom at 3.8%. The number of people employed in Folsom changed from 38,521 in June 2024 to 40,700 in June 2025.

The average Folsom home value is \$747K, down 2.9% over the past year and goes pending in around 32 days. In 2025 there were 640 homes sold. It is projected that the number of sales and home prices will remain flat in fiscal year 2026 because of higher mortgage costs.

***IMPACTS OF STATE ECONOMY -*** In addition to regional and local impacts, the City continues to monitor the impact of the State of California's fiscal issues. In addition, economic growth in California will likely be impacted by continued efforts by the Federal Reserve to tame inflation.

***LONG-TERM FINANCIAL PLANNING*** – The City prepares a five-year financial plan to project revenue and expenditure trends for the next five years and this is part of the

annual budget. A Five-Year Financial Forecast was developed for fiscal year 2026-27 through fiscal year 2030-31 as part of the fiscal year 2025-26 budget development process. A financial forecast, even with fluctuating economic variables, can assist with identification of long-term financial trends, causes of fiscal imbalances, future fiscal challenges, opportunities, and potential requirements, all of which may assist in keeping the City on a continuing path of fiscal sustainability. While it is challenging to accurately forecast revenues due to the variable nature of the revenue sources and their connection to regional, State, national, and international economic conditions, it is possible to identify reasonable financial trends and provide a conceptual financial picture that will be useful to the City's decision-making. The Forecast guides the City as it continues to confront the need to balance expenditures and revenues.

In summary, revenue growth is projected to increase an average of 3.9% each year as sales tax trends continue to flatten. Expenditures are projected to increase roughly 4.8% per year. Due to the sensitivity of all the revenue and expenditure trends, which is compounded by the potential of an economic slowdown, in any given year, we may be faced with a surplus or a shortage as we prepare the budget for that year. The fiscal environment will have to be closely monitored and managed, as the margins between revenues and expenditures are narrow.

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

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

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

**INDEPENDENT AUDIT** - The City of Folsom's financial statements have been audited by Badawi & Associates, a firm of licensed certified public accountants. The goal of the audit is to obtain reasonable assurance that the financial statements are free of material misstatements. Badawi & Associates concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion for the fiscal year ended June 30, 2025, and that the financial statements are presented in conformity with generally accepted accounting principles (GAAP). The Independent Auditor's Report is presented as the first component of the financial section of this report.

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

## **SUMMARY**

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

The fiscal year 2024-25 Annual Comprehensive Financial Report has been submitted to the GFOA award program and management believes that, once again, it will meet the criteria for this distinguished reporting award.

**Acknowledgement:** The Annual Comprehensive Financial Report reflects the hard work, talent, and commitment of the entire staff of the Office of Management and Budget, and particularly, Sarah Cason for leading the project, Valerie Gabriel, Katie Stangland, and Adam Devlin for their special contributions. Special thanks as well to staff in other City departments who assisted and contributed to the preparation of this report.

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

Respectfully submitted,



Bryan Whitemyer  
City Manager



Stacey Tamagni  
Finance Director/CFO



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Folsom  
California**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2024

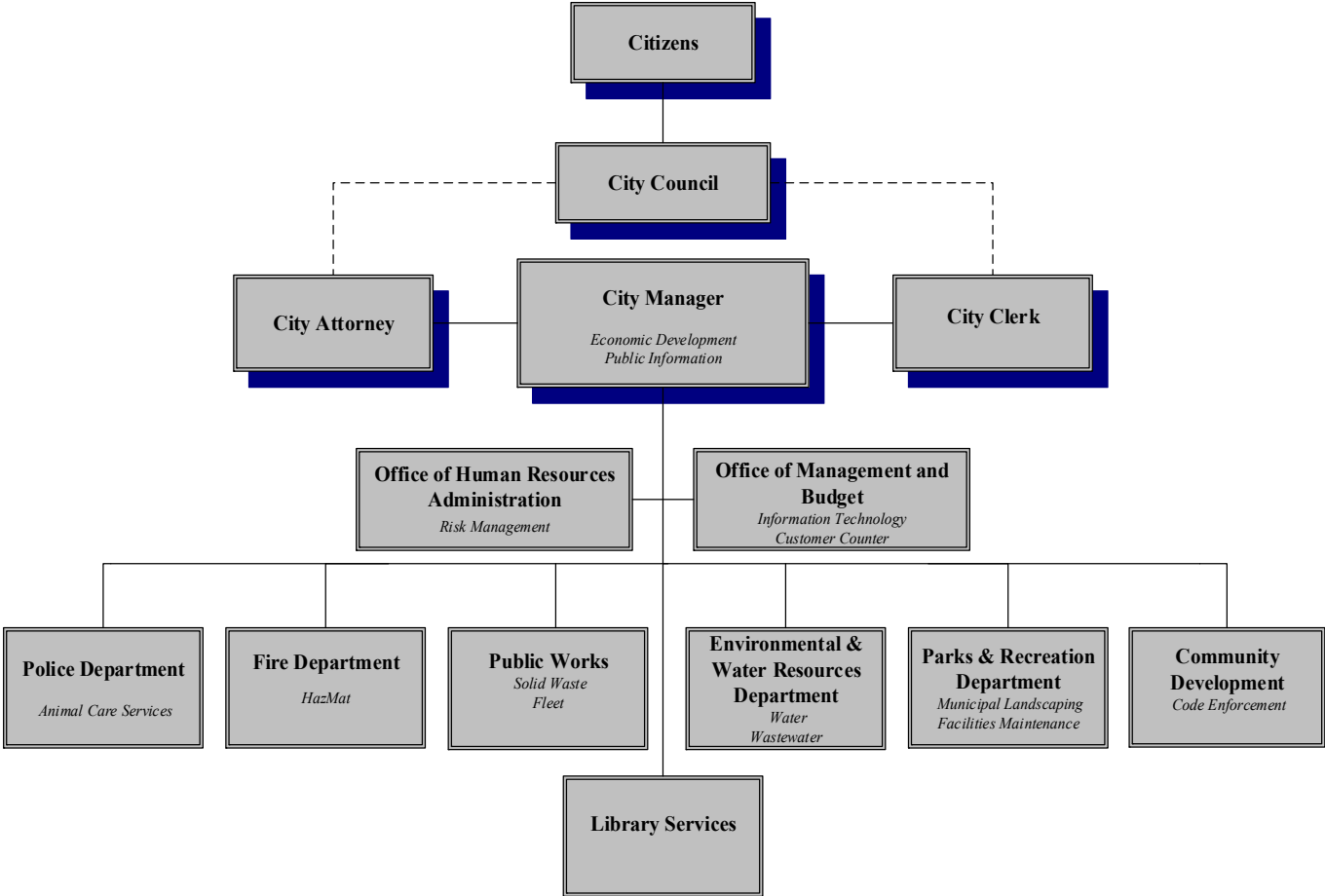
*Christopher P. Morill*

Executive Director/CEO

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# City Organizational Chart

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



**Sarah Aquino, Mayor**



**Justin Raithel,  
Vice Mayor**



**Mike Kozlowski**



**Anna Rohrbough**



**Barbara Leary**

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**CITY OFFICIALS  
Bryan Whitemyer, City Manager  
Stacey Tamagni, Finance Director**

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**FINANCIAL SECTION**



CITY OF  
**FOLSOM**  
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## INDEPENDENT AUDITOR'S REPORT

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

### **Report on the Audit of the Financial Statements**

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Folsom, California (City), as of and for the year ended June 30, 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 accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

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

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

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

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

In performing an audit in accordance with GAAS, we:

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

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

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 5-19, and pension information, OPEB information, and budgetary comparison information on pages 108-117 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules, and other supplementary information on pages 121-198, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

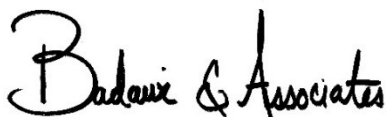
The combining and individual fund financial statements and schedules and other supplementary information on pages 121-198 are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules and other supplementary information on pages 121-198 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 comprehensive financial report. The other information comprises the introductory and statistical section included in the annual report 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 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 February 13, 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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Badawi & Associates, CPAs  
Emeryville, California  
February 13, 2026

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

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This section of the City's Annual Comprehensive Financial Report presents a narrative overview and analysis of the City's financial activities for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with the transmittal letter on Page v and the City's basic financial statements.

### FINANCIAL HIGHLIGHTS

- The total assets and deferred outflows of resources of the City exceeded its total liabilities and deferred inflows of resources at the close of FY 2025 by \$730,258,274 (*net position*). Of this amount, (\$267,780,635) is unrestricted, \$354,274,822 is restricted for specific purposes, and \$643,764,087 is the net investment in capital assets.
- The City's total net position increased \$70,768,147 or 11%, during FY 2025. The increase in was mostly due to the \$57.8 million in capital contributions, \$47.4 million in additions to capital assets, offset by \$37.4 million of new bond issuance.
- The City's total long-term liabilities increased by \$32.7 million compared to the prior year, or 16.5%. The increase consists primarily of additions of \$37.4 million of revenue bonds and \$6.6 million in compensated absences, offset by reductions of \$14.7 million in scheduled principal payments, capital lease payments, and adjustments to compensated absences.

### OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

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

Both of these government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or in part a portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, public ways and facilities, community services and culture and recreation. The business-type activities of the City include water, wastewater, solid waste, and facilities augmentation.

## MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)

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

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

Focus is on major funds.

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

**Governmental, Proprietary, and Fiduciary.**

### **Fund Financial Statements**

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

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

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

In FY 2025, an increase of \$70,768,147 in net position in the government-wide financial statements was reported. An increase of \$49,389,805 in fund balance was reported in the fund financial statements for FY 2025. Refer to the “Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities” for details on the factors contributing to this difference.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

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

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

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

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

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

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

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

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

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

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve as a useful indicator of a government's financial position. At June 30, 2025, the City's combined net position (governmental and business-type activities) totaled \$730,258,274, an increase of 11% from June 30, 2024. The City's net position is broken out into three categories: net investment in capital assets totaling \$643,764,087 (e.g., land, buildings and improvements, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding, restricted for specific purposes totaling \$354,274,822 and unrestricted totaling \$(267,780,635). The City uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot typically be used to liquidate these liabilities.

Net Position - Primary Government  
June 30, 2025

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
<b>Assets</b>						
Current and other	\$ 509,123,218	\$449,237,245	\$ 102,815,197	\$87,823,764	\$ 611,938,415	\$537,061,009
Capital assets, net	436,865,184	409,937,747	220,036,913	199,585,084	656,902,097	609,522,831
<b>Total assets</b>	<b>945,988,402</b>	<b>\$859,174,992</b>	<b>322,852,110</b>	<b>\$287,408,848</b>	<b>1,268,840,512</b>	<b>\$1,146,583,840</b>
<b>Deferred Outflows of Resources</b>						
Deferred outflows related to pensions	36,693,334	43,388,012	7,399,193	9,882,908	44,092,527	53,270,920
Deferred outflows related to OPEB	7,678,889	2,730,469	798,667	238,512	8,477,556	2,968,981
Deferred amounts on refunding	-	-	390,999	436,725	390,999	436,725
	44,372,223	46,118,481	8,588,859	10,558,145	52,961,082	56,676,626
<b>Liabilities</b>						
Other liabilities	294,768,193	289,283,891	53,295,839	54,884,508	348,064,032	344,168,399
Long-term liabilities	218,528,240	179,154,081	12,046,784	13,235,347	230,575,024	192,389,428
<b>Total liabilities</b>	<b>513,296,433</b>	<b>468,437,972</b>	<b>65,342,623</b>	<b>68,119,855</b>	<b>578,639,056</b>	<b>536,557,827</b>
<b>Deferred Inflows of Resources</b>						
Deferred inflows related to pensions	39,771	58,709	-	-	39,771	58,709
Deferred inflows related to OPEB	1,635,747	1,417,918	247,977	223,320	1,883,724	1,641,238
Deferred inflows related to Leases	10,980,769	9,054,046	-	-	10,980,769	9,054,046
Deferred amounts on refunding	-	34,598	-	-	-	34,598
	12,656,287	10,565,271	247,977	223,320	12,904,264	10,788,591
<b>Net position</b>						
Net investment in capital assets	434,168,258	406,723,010	209,595,829	187,062,805	643,764,087	593,785,815
Restricted	354,274,822	120,427,242	-	48,875	354,274,822	120,476,117
Unrestricted	(324,035,175)	(100,860,022)	56,254,540	42,512,138	(267,780,635)	(58,347,884)
<b>Total net position</b>	<b>\$ 464,407,905</b>	<b>\$ 426,290,230</b>	<b>\$ 265,850,369</b>	<b>\$ 229,623,818</b>	<b>\$ 730,258,274</b>	<b>\$ 655,914,048</b>

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

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

**Changes in Net Position - Primary Government  
For the Year Ended June 30, 2025**

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
<b>Revenues</b>						
<b>Program revenues</b>						
Charges for services	\$ 61,679,810	\$77,164,086	\$ 61,572,234	\$59,794,932	\$ 123,252,044	\$ 136,959,018
Operating grants and contributions	12,037,823	16,427,409	2,333,785	4,872,950	14,371,608	21,300,359
Capital grants and contributions	46,345,123	21,541,584	21,457,547	6,392,764	67,802,670	27,934,348
<b>General revenues</b>						
Property taxes	43,965,065	41,045,572	-	-	43,965,065	41,045,572
Sales and use tax	26,938,575	27,636,132	-	-	26,938,575	27,636,132
Other taxes	4,727,955	4,527,162	-	-	4,727,955	4,527,162
Investment earnings (loss)	4,844,082	12,203,978	5,083,335	4,224,861	9,927,417	16,428,839
Miscellaneous	2,212,399	1,947,816	-	-	2,212,399	1,947,816
<b>Total Revenues</b>	<b>202,750,832</b>	<b>202,493,739</b>	<b>90,446,901</b>	<b>75,285,507</b>	<b>293,197,733</b>	<b>277,779,246</b>

**Changes in Net Assets - Primary Government - (Continued)  
For the Year Ended June 30, 2025**

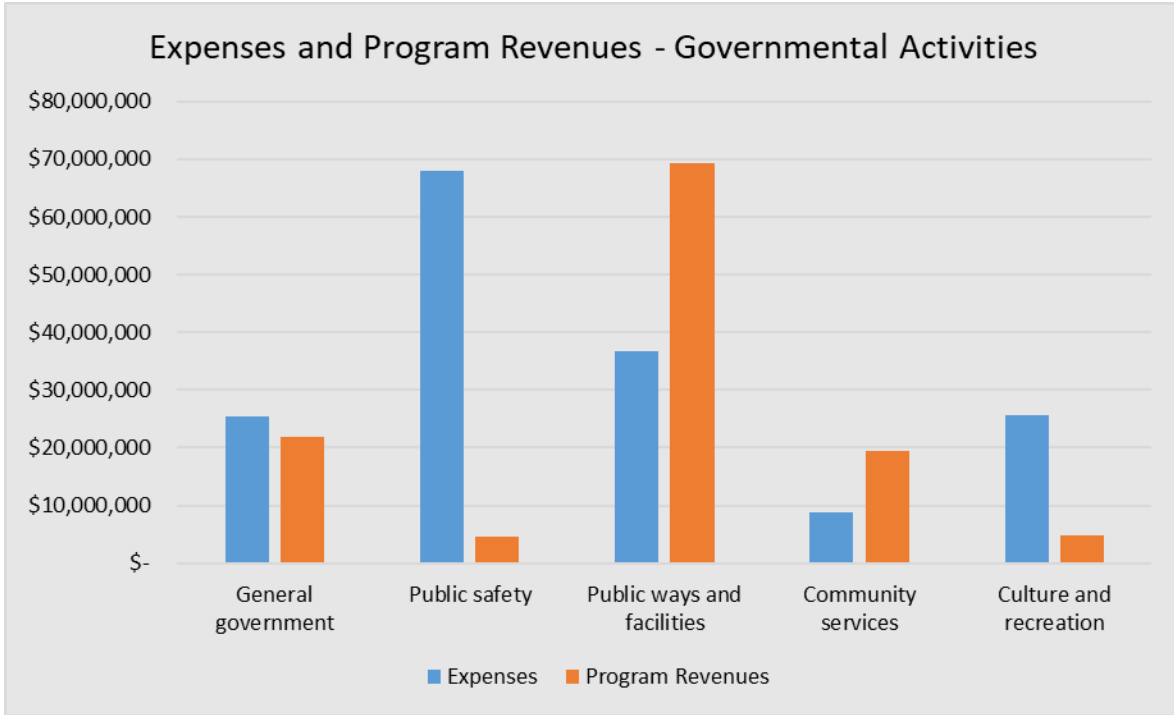
	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
<b>Expenses</b>						
General government	25,362,364	27,557,788	-	-	25,362,364	27,557,788
Public safety	67,966,243	60,464,040	-	-	67,966,243	60,464,040
Public ways and facilities	36,651,557	36,428,359	-	-	36,651,557	36,428,359
Community services	8,698,359	8,584,405	-	-	8,698,359	8,584,405
Culture and recreation	25,696,796	22,759,801	-	-	25,696,796	22,759,801
Interest and fiscal charges	8,059,464	6,228,317	-	-	8,059,464	6,228,317
Water	-	-	20,451,080	19,616,845	20,451,080	19,616,845
Wastewater	-	-	7,781,909	10,284,019	7,781,909	10,284,019
Solid waste	-	-	21,761,814	19,908,340	21,761,814	19,908,340
Facilities augmentation	-	-	-	60,424	-	60,424
<b>Total expenses</b>	<b>172,434,783</b>	<b>162,022,710</b>	<b>49,994,803</b>	<b>49,869,628</b>	<b>222,429,586</b>	<b>211,892,338</b>
Increase/decrease in net position before transfers and extraordinary item	30,316,049	40,471,029	40,452,098	25,415,879	70,768,147	65,886,908
Transfers	3,826,574	3,197,412	(3,826,574)	(3,197,412)	-	-
Change in net position	34,142,623	43,668,441	36,625,524	22,218,467	70,768,147	65,886,908
Net position, beginning of year	430,265,282	382,621,789	229,224,845	207,405,351	659,490,127	590,027,140
Net position, end of year	\$ 464,407,905	\$ 426,290,230	\$ 265,850,369	\$ 229,623,818	\$ 730,258,274	\$ 655,914,048

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

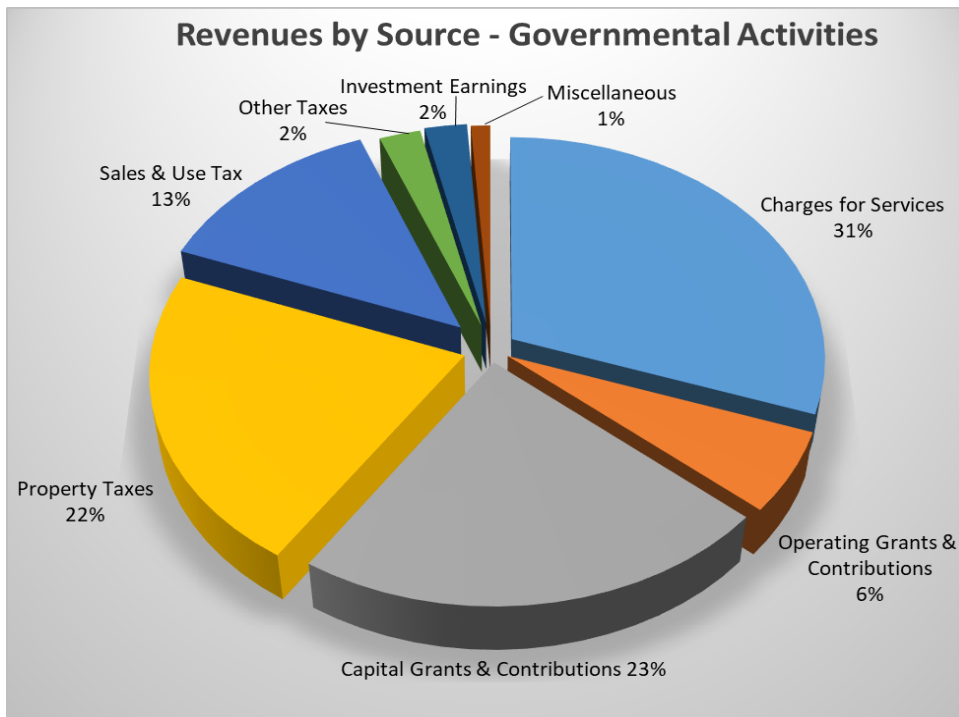
At the end of FY 2025, total revenues for the governmental activities, excluding transfers from the business-type activities of \$3.8 million, was \$202,750,832, an increase of approximately \$257k from the previous year mostly due to increases in Capital Grants and Property Tax revenue offset by decreases in Charges for Services and Investment Earnings due to the GASB 72 adjustment. Expenses totaled \$172,434,783, an increase of \$10.4 million or 6% from the prior year. After transfers and special items, revenues exceeded expenses and thus governmental activities increased the City's net position by \$34,142,623.

**MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)**

Overall program revenues increased by approximately \$4.9 million. General revenues saw an overall decrease of approximately \$4.7 million. The following chart presents a comparison of expenses by function and the associated program revenues for governmental activities:

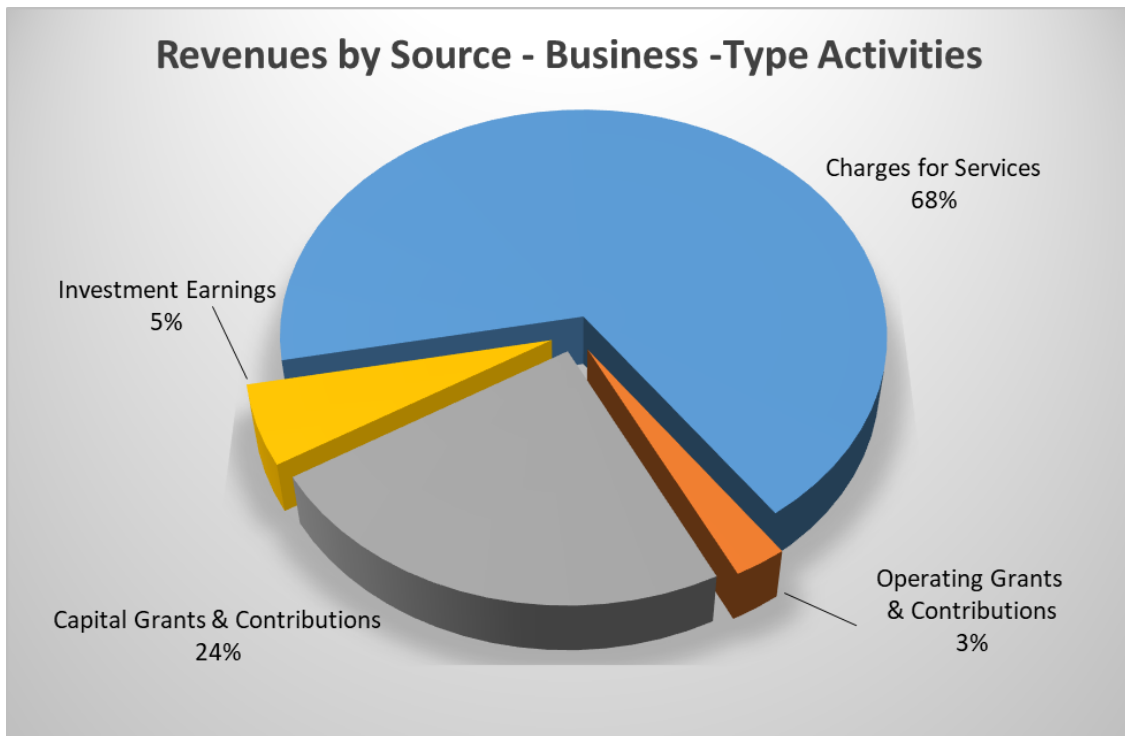


The chart below presents the percentage of total revenues by source for governmental activities.



## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

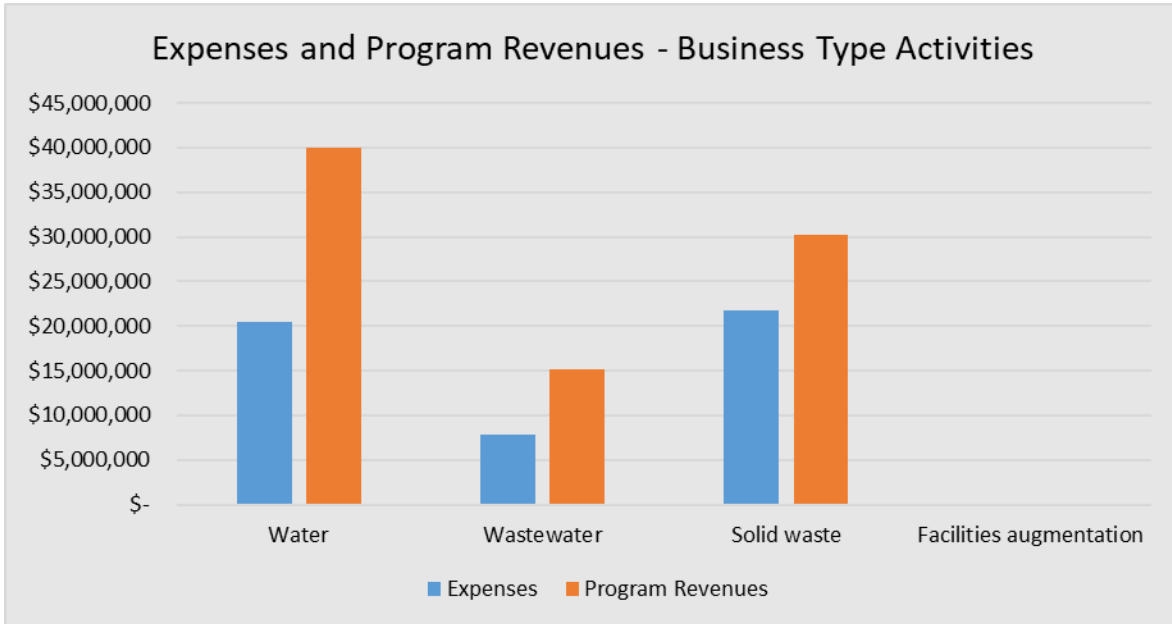
**Business-type activities:** The City has four business-type activities: Water, Wastewater, Solid Waste, and Facilities Augmentation. In keeping with the intent of recovering all or a significant portion of their cost through user fees and charges, business-type activities reported Charges for Services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



Business-type activities increased the City's net position by \$36,625,524. At the end of FY 2025, business-type activities reported total revenues, excluding transfers in from governmental activities, of \$90,446,901, an increase of \$15.2 million from the prior year. The total expenses amounted to \$49,994,803, which reflects a minimal increase of \$125K compared to the previous year. The program revenues (Charges for Services, Operating Grants and Contributions, and Capital Grants and Contributions) financed the majority of expenses recorded for the business-type activities. Other factors concerning the finances of the City's five enterprise funds are discussed in the Proprietary Funds section of the "Financial Analysis of the City's Funds."

## MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)

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



### FINANCIAL ANALYSIS OF THE CITY’S FUNDS

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

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

At the end of the current fiscal year, the City’s governmental funds reported combined fund balances of \$442,676,071 an increase of \$49,389,805 during FY 2025. The increase is mostly due to activity in the Transportation Improvement Capital Fund, Folsom Ranch Financing Authority related to bond issuances and related GASB 72 adjustments. Of the total fund balance, \$25,167,804 (5.7%) of this total amount constitutes *unassigned fund balance*, which is available for spending at the City’s discretion. The remainder of the balance is *nonspendable, restricted, committed or assigned* to indicate that it is *not* available for new spending. Refer to Note 12 in the basic financial statements for a detailed breakout of fund balance within the five categories.

Revenues and other financing sources for governmental funds totaled approximately \$211.1 million for the fiscal year ended June 30, 2025, which represents an increase of 2% from the

## MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)

fiscal year ended June 30, 2024. The increase is mostly due to new bond issuance. Expenditures and other financing uses for governmental functions totaled \$161.7 million, an increase of 2% from the prior year.

### Comparative Analysis of Changes in Fund Balances

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

**GOVERNMENTAL FUNDS**  
**COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
 For the Year Ended June 30, 2025

	Revenues and Other Financing Sources		Expenditures and Other Financing Uses		Net Change in Fund Balances	
	2025	2024	2025	2024	2025	2024
General Fund	\$ 123,927,462	\$ 119,239,543	\$ 126,652,342	\$ 115,609,504	\$ (2,724,880)	\$ 3,630,039
Folsom Housing - Special Revenue Fund	6,014,477	6,721,058	504,982	496,704	5,509,495	6,224,354
Folsom Public Financing Authority	527,125	1,166,236	3,983,195	4,047,233	(3,456,070)	(2,880,997)
Folsom Ranch Financing Authority	39,137,626	18,838,144	8,212,599	6,729,165	30,925,027	12,108,979
FPA Capital Improvement	11,108,117	17,292,150	8,967,587	13,126,238	2,140,530	4,165,912
Transportation Improvement Fund	10,877,633	18,901,090	4,136,027	7,005,835	6,741,606	11,895,255
Other Governmental Funds	19,521,574	24,306,217	9,267,477	11,039,590	10,254,097	13,266,627
Total	\$ 211,114,014	\$ 206,464,438	\$ 161,724,209	\$ 158,054,269	\$ 49,389,805	\$ 48,410,169

In the governmental funds, expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and when the revenue is measurable and available. As expenditures increase, revenues increase proportionately, subject to availability. In addition to the effects of expenditure-driven grants, the following information provides significant reasons for the change in fund balance.

### ***Analysis of Major Governmental Funds***

#### **General Fund**

The General Fund is the primary operating fund of the City. At the end of FY 2025 there was a decrease in fund balance of \$2.7 million which resulted in a nonspendable fund balance of \$1.6 million, an assigned fund balance of \$3.8 million, restricted amount of \$900k and unassigned fund balance of \$25.3 million. As a measure of the General Fund’s liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 20% of total General Fund expenditures and transfers out of \$126,652,342 while total fund balance represents 25% of that same amount.

General Fund revenues of \$117.6 million were up \$2.9 million or 2.5% higher than FY 2024 revenues of \$114.7 million. The table below provides a revenue comparison between FY 2025 versus FY 2024.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

	2025	2024	\$ Change	% Change
Property taxes	\$ 43,965,065	\$ 41,045,572	\$ 2,919,493	7.1%
Sales & use taxes	26,938,575	27,636,132	(697,557)	-2.5%
Transient occupancy	2,598,048	2,521,841	76,207	3.0%
Real Property transfer	878,847	797,839	81,008	10.2%
Other	1,251,060	1,207,483	43,577	3.6%
Licenses and permits	3,885,168	4,977,444	(1,092,276)	-21.9%
Vehicle license fees	10,421,709	9,829,629	592,080	6.0%
Intergovernmental	3,402,954	4,195,514	(792,560)	-18.9%
Charges for current services	20,828,022	18,125,595	2,702,427	14.9%
Fines and forfeitures	150,269	207,365	(57,096)	-27.5%
Interest	2,508,275	2,891,036	(382,761)	-13.2%
Miscellaneous	739,205	1,276,153	(536,948)	-42.1%
<b>Total</b>	<b>\$ 117,567,197</b>	<b>\$ 114,711,603</b>	<b>\$ 2,855,594</b>	<b>2.5%</b>

Property tax revenues increased 7.1% over the prior fiscal year, due to increasing home value. Charges for current services revenue increased \$2.7 million or 14.9% over last year mostly due to increased engineering inspection fees and increased emergency medical service fees. Vehicle license fees increased \$592K or 6% over the last year.

General fund expenditures of \$123,087,357 excluding transfers out, increased by \$7.9 million or 6.8% over prior year expenditures of \$115,222,380. This is due to increased spending across most functions due to increase in costs for services.

Expenditures	2025	2024	\$ variance	% variance
General government	\$ 20,732,237	\$19,458,822	\$ 1,273,415	6.5%
Public safety	59,119,899	54,648,543	4,471,356	8.2%
Public ways and facilities	8,353,401	7,846,599	506,802	6.5%
Community services	7,897,809	8,601,555	(703,746)	-8.2%
Culture and recreation	19,558,374	18,935,103	623,271	3.3%
Capital Outlay	6,583,345	4,962,482	1,620,863	32.7%
Debt service principal payments	721,244	765,047	(43,803)	-5.7%
Debt Service - Interest + Fiscal Change	121,048	4,229	116,819	2762.3%
<b>Total</b>	<b>\$ 123,087,357</b>	<b>\$115,222,380</b>	<b>\$ 7,864,977</b>	<b>6.8%</b>

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

### Comparative Fund Balance - Governmental Funds

	2025	2024	Net Change
General Fund	\$ 31,669,517	\$ 34,394,397	\$ (2,724,880)
Folsom Housing - Special Revenue Fund	53,766,116	48,256,621	5,509,495
Folsom Public Financing Authority	25,214,332	28,670,402	(3,456,070)
Folsom Ranch Financing Authority	170,413,935	139,488,908	30,925,027
FPA Capital Improvement	45,456,930	43,316,400	2,140,530
Transportation Improvement Fund	43,996,058	37,254,452	6,741,606
Other Governmental Funds	72,159,183	61,905,086	10,254,097
<b>Total</b>	<b>\$ 442,676,071</b>	<b>\$ 393,286,266</b>	<b>\$ 49,389,805</b>

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

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### **Folsom Housing Special Revenue Fund**

The Folsom Housing Special Revenue Fund was created in FY 2012 after the City elected to retain the Housing function of the former RDA. This fund accounts for the Housing activities of the City that were previously accounted for in the Redevelopment Special Revenue Fund. For FY 2025, the fund reported revenues of \$6 million and expenditures / transfers of \$505k, increasing fund balance by \$5.5 million.

### **Folsom Public Financing Authority Debt Service Fund**

The Folsom Public Financing Authority's (FPFA) governmental debt service fund provides information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Authority's financing requirements. The Authority's governmental debt service fund balance decreased \$3.5 million during 2025.

Revenues for FPFA's governmental functions overall totaled \$527k in FY 2025, and represent a decrease of \$639k in comparison with the prior fiscal year. This is mostly due to investment earnings related to GASB 72 adjustments. Expenditures for governmental functions, totaling \$4 million, are consistent with the prior fiscal year. For additional information please refer to Note 9 of this report and the separately issued financial statements.

### **Folsom Ranch Financing Authority Debt Service Fund**

The Folsom Ranch Financing Authority's (FRFA) governmental debt service fund provides information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Authority's financing requirements. The Authority's governmental debt service fund balance increased \$30.9 million during 2025. This increase was mostly due to the new bond issuance of \$37.4 million, offset by a decrease in investment earnings related to GASB 72 adjustments.

Revenues for FRFA's governmental functions overall totaled (\$595k) in FY 2025, and represent a decrease of \$8.5 million in comparison with the prior fiscal year. This is mostly due to the investment earnings related to GASB 72 adjustments. Expenditures for governmental functions, totaling \$8.2 million, increased by \$1.5 million from the prior fiscal year. For additional information please refer to Note 9 of this report and the separately issued financial statements.

### **Transportation Improvement Capital Projects Fund**

The Transportation Improvement Capital Projects Fund is used to account for long-term major road projects financed through developer mitigation charges and Measure A funding. Expenditures and transfers in the Transportation Improvement Capital Projects Fund were \$4.1 million in fiscal year 2025, a decrease of \$2.9 million from the prior fiscal year.

### **FPA Capital Improvement Fund**

The FPA Capital Improvement Fund is used to account for general capital facilities, library, municipal services center, police, fire, parks, and trails projects in the Folsom Plan Area financed from the collection of Impact fees. Revenues were \$11.1 million in fiscal year 2025.

**MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)**

Expenditures and transfers in the FPA Capital Improvement Fund were \$9 million in fiscal year 2025.

**Proprietary Funds**

**Water Fund**

Net position of the Water Fund increased \$20.5 million in fiscal year 2025. Operating revenue for fiscal year 2025 was \$19.5 million, a decrease of \$1.1 million due to unfavorable water usage levels throughout the year. Operating expenses increased \$881K to \$20.1 million. Net transfers were \$1.1 million, an increase of \$186K from prior year levels. As of June 30, 2025, the fund’s net position was \$149.7 million, of which \$128.2 million was the net investment in capital assets, while the remaining \$21.5 million was unrestricted.

**Wastewater Fund**

Operating revenues were at \$12.5 million, an increase of \$421k from the prior year. This increase is mostly due to an increase in customers in the Folsom Plan Area in fiscal year 2025. Expenses were at \$7.8 million, a decrease of \$2.5 million from the prior year. The net result was operating income of \$4.7 million. Other items which affected net position were capital contributions of \$2.5 million and other non-operating revenue of \$1.7 million. The total increase to net position in fiscal year 2025 was \$8.1 million, leaving a balance of \$92.9 million. As of June 30, 2025, of the Fund’s net position, \$72.9 million was the net investment in capital assets, and the remaining \$20 million was unrestricted.

**Solid Waste Fund**

Operating revenues were at \$29.5 million, an increase of \$2.4 million from the prior year. This increase is mostly due to a rate increase that occurred in July 2024. Operating expenses were at \$21.8 million, an increase of \$1.9 million from the prior year. The net result was operating income of \$7.8 million. The total increase to net position in FY 2025 was \$8.1 million, leaving a balance of \$23.3 million. As of June 30, 2025, of the Fund’s net position, \$8.5 million was the net investment in capital assets, and the remaining \$14.8 million was unrestricted.

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

	Operating Revenues, Nonoperating Revenues, Capital Contributions & Transfers		Operating Expenses, Nonoperating Expenses & Transfers		Net Change in Net Position	
	2025	2024	2025	2024	2025	2024
Water	\$ 42,000,086	\$ 28,971,940	\$ 21,505,033	\$ 20,559,968	\$20,495,053	\$ 8,411,972
Wastewater	16,668,137	16,622,318	8,606,888	10,991,549	8,061,249	5,630,769
Solid Waste	31,776,948	29,763,610	23,708,990	21,530,506	8,067,958	8,233,104
Other Enterprise Funds	1,730	3,196	466	60,574	1,264	(57,378)
<b>Total</b>	<b>\$ 90,446,901</b>	<b>\$ 75,361,064</b>	<b>\$ 53,821,377</b>	<b>\$ 53,142,597</b>	<b>\$36,625,524</b>	<b>\$22,218,467</b>

**GENERAL FUND BUDGETARY HIGHLIGHTS**

Over the course of the year, the City Council revised the City budget to adjust appropriations for use of prior year department carryover.

The Council has a policy of including a 1% contingency line item in the Annual Budget. As in years past, the FY 2025 budget includes this line item. This contingency amount is to be used

## MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)

for unforeseen transactions such as revenue shortfalls, required over expenditure of the budget, emergency events, and any authorized but unbudgeted activities.

Revenues were \$117.6 million or 100% of budgeted amounts. Total revenues were aligned with the budget.

### CAPITAL ASSET AND DEBT ADMINISTRATION

#### Capital Assets:

The City’s investment in capital assets for its governmental and business-type activities grew as of June 30, 2025, and amounted to \$656.9 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, vehicles and equipment construction in progress, and intangible assets. The total increase in the City’s capital assets for the current fiscal year was 7.8%, as shown in the following table. Capital assets for the governmental and business-type activities are presented below to illustrate the changes from the prior year:

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	\$ 19,691,947	\$19,691,947	\$ 815,270	\$815,270	\$ 20,507,217	\$ 20,507,217
Construction in progress	3,872,844	15,227,473	9,212,581	14,208,931	13,085,425	29,436,405
Buildings	38,163,432	29,768,250	349,568	370,695	38,513,000	30,138,945
Improvements	367,342,807	337,773,976	197,174,463	173,008,252	564,517,270	510,782,228
Equipment	5,375,277	4,772,752	12,485,031	11,141,336	17,860,308	15,914,088
Intangible Asset	2,418,877	2,703,349	-	40,600	2,418,877	2,743,949
<b>Total capital assets</b>	<b>\$ 436,865,184</b>	<b>\$409,937,747</b>	<b>\$ 220,036,913</b>	<b>\$199,585,084</b>	<b>\$ 656,902,097</b>	<b>\$ 609,522,831</b>

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

- Equipment purchases of \$7 million for various vehicles and machinery
- Construction expenditures of \$10.6 million for Fire Station # 34
- Construction expenditures of \$9.7 million FPA Prospector Park additions
- Construction expenditures of \$6.7 million for Sewer Evaluation & Capacity Plan on Folsom Blvd
- Water infrastructure improvements of \$6.6 million for the Folsom Plan Area
- Construction expenditures of \$2.7 million for the Natoma Street Police Department

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

#### Long-term Liabilities

As of June 30, 2025, the City had \$218,528,240 of outstanding long-term liabilities related to governmental activities and \$12,046,784 of long-term liabilities related to business-type activities, for a total of \$230,575,024. The City’s total long-term liabilities increased by \$32.7 million compared to the prior year, or 16.5%. During the year, \$8 million of long-term debt was retired, offset by an addition of \$37.4 million of revenue bonds, \$1.1 million of subscription-based information technology arrangements (SBITAs), and \$2.3 million in issuance discounts/premiums. The City’s liabilities are in the form of general obligation bonds, certificates of participation, revenue bonds, long-term lease obligations, capital lease obligations,

## MANAGEMENT’S DISCUSSION AND ANALYSIS – (Continued)

compensated absences, long term loans, SBITAs, and deferred amounts for issuance discounts, premiums and refundings.

The following table summarizes the City’s long-term liabilities at June 30, 2025:

**LONG-TERM LIABILITIES**  
June 30, 2025

	Governmental Activities		Business-type Activities		Total	
	2025	2024 (restated)	2025	2024 (restated)	2025	2024 (restated)
Revenue bonds	\$ 172,920,000	\$ 136,705,000	\$ 3,865,000	\$ 4,745,000	\$ 176,785,000	\$ 141,450,000
Notes from direct borrowings and direct placements	26,090,000	29,090,000	6,512,000	7,176,000	32,602,000	36,266,000
City Hall & Fire Station Lease Obligation	420,692	622,815	-	-	420,692	622,815
Capital lease obligations	-	45,996	-	32,445	-	78,441
SBITA payables	2,276,234	2,511,329	-	-	2,276,234	2,511,329
Compensated absences	6,722,066	7,006,545	1,214,701	1,144,489	7,936,767	8,151,034
Less: Discounts/premiums	10,099,248	8,253,424	455,083	568,834	10,554,331	8,822,258
Total	<b>\$ 218,528,240</b>	<b>\$ 184,235,109</b>	<b>\$ 12,046,784</b>	<b>\$ 13,666,768</b>	<b>\$ 230,575,024</b>	<b>\$ 197,901,877</b>

Please refer to Note 9 in the Notes to the Basic Financial Statements for more detailed information on long-term liability activity of the City.

### Credit Rating

As of June 30, 2025 the City’s Water Bonds are rated AA/Stable by Standard & Poor’s.

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

A large portion of the City’s financings have been through the issuance of special assessment district debt. These district bonds, issued per the Mello-Roos Community Facilities act of 1982 and the Marks-Roos Local Bond Pooling Act of 1985, are land secured financings where developments are not yet completed at the time of issuance, and are therefore not rated at the time of the original issuance. However, as these individual developments have matured, many of these financings within the City have been refunded and have subsequently received ratings.

## ECONOMIC FACTORS AND NEXT YEAR’S BUDGET

### Economic Factors

Current economic projections project slowing economic growth as the Federal Reserve works to tame inflation. The City’s focus remains on maintaining a prudent reserve balance and addressing deferred maintenance, while facing continued budget constraints. These constraints include:

- The trend of sales tax growth flattening.
- Rising costs for both operational expenses such as contracts and supplies as well as increased employee wages and benefits costs.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – (Continued)

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### **Next Year's Budget**

The City closed the fiscal year with a total General Fund balance of \$31,669,517, and an unassigned fund balance of \$25,335,749, or 20% of expenditures. Revenue growth in coming years is expected to be slow and City management will continue to monitor the General Fund's position and report to Council on a quarterly basis.

The General Fund budget for FY 2025-26 appropriates approximately \$123 million, consistent with the prior year final expenditures. General Fund revenue for FY 2025-26 is projected to be \$120 million, approximately a \$4.6 million increase from FY 2025. Management's efforts will focus on closely monitoring expenses and utilizing existing resources as efficiently and effectively as possible.

### **CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

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

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**BASIC FINANCIAL STATEMENTS**



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

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# **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

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# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF NET POSITION JUNE 30, 2025

	Primary Government		
	Governmental	Business-Type	Total
	Activities	Activities	
<b>ASSETS:</b>			
Cash and investments	\$ 240,848,070	\$ 95,053,297	\$ 335,901,367
Receivables, net of allowances for uncollectibles	64,363,596	7,756,442	72,120,038
Due from other governments	3,300,062	4,932	3,304,994
Inventory	541,520	-	541,520
Prepays	1,001,253	-	1,001,253
Deposits	3,027,693	-	3,027,693
Restricted assets - cash and investments	557,300	526	557,826
Investments held in trust	195,483,724	-	195,483,724
Capital assets, net of accumulated depreciation:			
Nondepreciable	23,564,791	10,027,851	33,592,642
Depreciable	413,300,393	210,009,062	623,309,455
Total assets	945,988,402	322,852,110	1,268,840,512
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Deferred outflows related to pensions	36,693,334	7,399,193	44,092,527
Deferred outflows related to OPEB	7,678,889	798,667	8,477,556
Deferred amounts on refunding	-	390,999	390,999
Total deferred outflows of resources	44,372,223	8,588,859	52,961,082
<b>LIABILITIES:</b>			
Accounts payable	6,548,354	2,266,601	8,814,955
Wages payable	3,814,286	622,971	4,437,257
Interest payable	3,125,574	22,418	3,147,992
Due to other governments	-	4,861,423	4,861,423
Unearned revenue	22,409,370	3,407,734	25,817,104
Deposit payable	289,554	-	289,554
Long-term liabilities (due within one year):			
Other long-term liabilities due within one year	9,643,778	1,781,387	11,425,165
Long-term liabilities (due in more than one year):			
Net pension liability	165,343,300	33,408,715	198,752,015
Net other postemployment benefits (OPEB) liability	93,237,755	8,705,977	101,943,732
Other long-term liabilities due in more than one year	208,884,462	10,265,397	219,149,859
Total liabilities	513,296,433	65,342,623	578,639,056
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Deferred inflows related to pensions	39,771	-	39,771
Deferred inflows related to OPEB	1,635,747	247,977	1,883,724
Deferred inflows related to leases	10,980,769	-	10,980,769
Total deferred inflows of resources	12,656,287	247,977	12,904,264
<b>NET POSITION:</b>			
Net investment in capital assets	434,168,258	209,595,829	643,764,087
Restricted for:			
Nonexpendable: Wetlands/Open space	499,531	-	499,531
Capital Projects	78,133,102	-	78,133,102
Debt service	197,451,919	-	197,451,919
Low and moderate income housing	53,923,445	-	53,923,445
Transportation/streets	11,713,515	-	11,713,515
Lighting and landscape assessment districts	11,098,177	-	11,098,177
Other Special Revenue	1,455,133	-	1,455,133
Unrestricted	(324,035,175)	56,254,540	(267,780,635)
Total net position	\$ 464,407,905	\$ 265,850,369	\$ 730,258,274

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

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2025

<b>FUNCTIONS/PROGRAMS</b>	<b>Expenses</b>	<b>Program Revenues</b>		
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>PRIMARY GOVERNMENT:</b>				
Governmental activities:				
General government	\$ 25,362,364	\$ 11,944,618	\$ 966,010	\$ 9,033,553
Public safety	67,966,243	4,270,554	327,853	-
Public ways and facilities	36,651,557	21,593,535	10,737,655	37,074,277
Community services	8,698,359	19,340,036	6,305	-
Culture and recreation	25,696,796	4,531,067	-	237,293
Interest on long-term debt	8,059,464	-	-	-
Total governmental activities	172,434,783	61,679,810	12,037,823	46,345,123
Business-type activities:				
Water	20,451,080	19,541,616	1,528,344	18,952,753
Wastewater	7,781,909	12,507,788	75,036	2,504,794
Solid Waste	21,761,814	29,522,830	730,405	-
Total business-type activities	49,994,803	61,572,234	2,333,785	21,457,547
<b>TOTAL</b>	<b>\$ 222,429,586</b>	<b>\$ 123,252,044</b>	<b>\$ 14,371,608</b>	<b>\$ 67,802,670</b>

**GENERAL REVENUES:**

Taxes:

Property

Sales and use

Other

Investment earnings (loss)

Miscellaneous

**Transfers**

**Total general revenues and transfers**

**Change in net position**

Net position, beginning of year

Restatements

Net position, beginning of year, as restated

**Net position, end of year**

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

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

<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (3,418,183)	\$ -	\$ (3,418,183)
(63,367,836)	-	(63,367,836)
32,753,910	-	32,753,910
10,647,982	-	10,647,982
(20,928,436)	-	(20,928,436)
(8,059,464)	-	(8,059,464)
<u>(52,372,027)</u>	<u>-</u>	<u>(52,372,027)</u>
-	19,571,633	19,571,633
-	7,305,709	7,305,709
-	8,491,421	8,491,421
<u>-</u>	<u>35,368,763</u>	<u>35,368,763</u>
<u>(52,372,027)</u>	<u>35,368,763</u>	<u>(17,003,264)</u>
43,965,065	-	43,965,065
26,938,575	-	26,938,575
4,727,955	-	4,727,955
4,844,082	5,083,335	9,927,417
2,212,399	-	2,212,399
<u>3,826,574</u>	<u>(3,826,574)</u>	<u>-</u>
<u>86,514,650</u>	<u>1,256,761</u>	<u>87,771,411</u>
34,142,623	36,625,524	70,768,147
426,290,230	229,623,818	655,914,048
3,975,052	(398,973)	3,576,079
<u>430,265,282</u>	<u>229,224,845</u>	<u>659,490,127</u>
<u>\$ 464,407,905</u>	<u>\$ 265,850,369</u>	<u>\$ 730,258,274</u>

**PRIMARY GOVERNMENT:**

Governmental activities:

General government  
Public safety  
Public ways and facilities  
Community services  
Culture and recreation  
Interest and fiscal charges

Total governmental  
activities

Business-type activities:

Water  
Wastewater  
Solid Waste

Total business-type  
activities

**TOTAL**

**GENERAL REVENUES:**

Taxes:

Property  
Sales and use  
Other  
Investment earnings (loss)  
Miscellaneous

**Transfers**

**Total general revenues and transfers**

**Change in net position**

Net position, beginning of year  
Restatements  
Net position, beginning of year, as restated  
**Net position, end of year**

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# FUND FINANCIAL STATEMENTS

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*Governmental Fund Financial Statements*

*Proprietary Fund Financial Statements*

*Fiduciary Fund Financial Statements*

# CITY OF FOLSOM, CALIFORNIA

## BALANCE SHEET - GOVERNMENTAL FUNDS JUNE 30, 2025

	General Fund	Folsom Housing Special Revenue Fund	Folsom Public Financing Authority Debt Service Fund	Folsom Ranch Financing Authority Debt Service Fund
<b>ASSETS</b>				
Cash and cash equivalents	\$ 50,150,793	\$ 23,855,591	\$ 141,962	\$ 1
Cash with fiscal agent	-	-	1,331	-
Receivables, net	19,181,024	36,132,979	1,249	-
Insurance deposits	4,824	-	-	-
Due from other funds	105,047	-	-	-
Prepays	1,001,253	-	-	-
Due from other governments	2,546,474	-	-	-
Inventory	541,520	-	-	-
Investments held in trust	-	-	25,069,790	170,413,934
Restricted assets:				
Cash and cash equivalents	-	-	-	-
<b>Total assets</b>	<b>\$ 73,530,935</b>	<b>\$ 59,988,570</b>	<b>\$ 25,214,332</b>	<b>\$ 170,413,935</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 4,942,223	\$ 23,857	\$ -	\$ -
Wages payable	2,977,368	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	1,040,452	-	-	-
Unearned revenue	21,918,349	-	-	-
Deposits payable	2,257	-	-	-
<b>Total liabilities</b>	<b>30,880,649</b>	<b>23,857</b>	<b>-</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>				
Deferred inflows related to leases	10,980,769	-	-	-
Deferred inflows -unavailable revenue	-	6,198,597	-	-
<b>Total deferred inflows of resources</b>	<b>10,980,769</b>	<b>6,198,597</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	1,547,597	-	-	-
Restricted	940,579	53,766,116	25,214,332	170,413,935
Committed	-	-	-	-
Assigned	3,845,592	-	-	-
Unassigned	25,335,749	-	-	-
<b>Total fund balances</b>	<b>31,669,517</b>	<b>53,766,116</b>	<b>25,214,332</b>	<b>170,413,935</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 73,530,935</b>	<b>\$ 59,988,570</b>	<b>\$ 25,214,332</b>	<b>\$ 170,413,935</b>

See accompanying Notes to Basic Financial Statements.

<b>Transportation Improvement Capital Projects Fund</b>	<b>FPA Capital Improvement</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 42,911,998	\$ 43,715,432	\$ 66,762,490	\$ 227,538,267
-	-	230,117	231,448
1,121,683	625,410	7,130,354	64,192,699
-	1,483,747	-	1,488,571
-	-	-	105,047
-	-	-	1,001,253
-	-	753,588	3,300,062
-	-	-	541,520
-	-	-	195,483,724
205,000	-	352,300	557,300
<b>\$ 44,238,681</b>	<b>\$ 45,824,589</b>	<b>\$ 75,228,849</b>	<b>\$ 494,439,891</b>

**ASSETS**

Cash and cash equivalents
Cash with fiscal agent
Receivables, Net
Insurance deposits
Due from other funds
Prepays
Due from other governments
Inventory
Investments held in trust
Restricted assets:
Cash and cash equivalents

Total assets

**LIABILITIES, DEFERRED INFLOWS OF  
RESOURCES AND FUND BALANCES**

**Liabilities:**

Accounts payable
Wages payable
Due to other funds
Advances from other funds
Unearned revenue
Deposits payable

Total liabilities

**Deferred Inflows of Resources**

Deferred inflows related to leases
Deferred inflows -unavailable revenue

Total deferred inflows of resources

**Fund Balances:**

Nonspendable
Restricted
Committed
Assigned
Unassigned

Total fund balances

Total liabilities, deferred inflows of  
resources and fund balances

# CITY OF FOLSOM, CALIFORNIA

## RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION JUNE 30, 2025

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

Total fund balances - total governmental funds	\$ 442,676,071
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the Governmental Funds' balance sheet	
Nondepreciable capital assets	23,564,791
Depreciable capital assets, net	413,300,393
Deferred outflows - amount related to pensions	36,693,334
Deferred outflows - amount related to OPEB	7,678,889
Unavailable revenue recorded in the fund financial statements resulting from activities in which revenues were earned but funds were not available are reclassified as revenues in the Government-Wide Financial Statements.	7,527,031
Net unmatured long-term debt (excluding SBITA)	(209,529,940)
Certain accrued liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds as follows:	
Compensated absences	(6,722,066)
Net post-employment benefit liability (OPEB)	(93,237,755)
Net pension liability	(165,343,300)
Subscription Payable	(2,276,234)
Interest Payable	(3,125,574)
Deferred inflows - amount related to pensions	(39,771)
Deferred inflows - amount related to OPEB	(1,635,747)
Internal service funds are used by management to charge the costs of fleet management, management information services, facilities costs, and insurance, to individual funds. The assets and liabilities of the Internal Service Funds are included in the governmental activities in the Government-Wide Statement of Net Position.	14,877,783
<b>Net position of governmental activities</b>	<b>\$ 464,407,905</b>

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# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	General Fund	Folsom Housing Special Revenue Fund	Folsom Public Financing Authority Debt Service Fund	Folsom Ranch Financing Authority Debt Service Fund
<b>REVENUES:</b>				
Taxes:				
Property tax	\$ 43,965,065	\$ -	\$ -	\$ -
Sales and use tax	26,938,575	-	-	-
Transient occupancy tax	2,598,048	-	-	-
Real property transfer	878,847	-	-	-
Other taxes	1,251,060	-	-	-
License and permits	3,885,168	-	-	-
Vehicle license fees	10,421,709	-	-	-
Intergovernmental	3,402,954	801,691	983,195	6,987,599
Charges for current services	20,828,022	32,874	-	-
Fines and forfeitures	150,269	3,845,010	-	-
Assessment collections	-	-	-	-
Investment income (loss)	2,508,275	1,326,089	(456,070)	(7,582,419)
Miscellaneous	739,205	8,813	-	-
Total revenues	117,567,197	6,014,477	527,125	(594,820)
<b>EXPENDITURES:</b>				
Current:				
General government	20,732,237	492,919	-	-
Public safety	59,119,899	-	-	-
Public ways and facilities	8,353,401	-	-	-
Community services	7,897,809	-	-	-
Culture and recreation	19,558,374	-	-	-
Capital outlay	6,583,345	-	-	-
Debt service:				
Principal payments	721,244	-	3,202,123	1,225,000
Interest and fiscal charges	121,048	-	781,072	6,987,599
Total expenditures	123,087,357	492,919	3,983,195	8,212,599
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(5,520,160)</b>	<b>5,521,558</b>	<b>(3,456,070)</b>	<b>(8,807,419)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Bond issuance-principal	-	-	-	37,440,000
Bond issuance-premium	-	-	-	2,292,446
SBITA proceeds	1,105,365	-	-	-
Transfers in	5,254,900	-	-	-
Transfers out	(3,564,985)	(12,063)	-	-
Total other financing sources (uses)	2,795,280	(12,063)	-	39,732,446
<b>NET CHANGE IN FUND BALANCES</b>	<b>(2,724,880)</b>	<b>5,509,495</b>	<b>(3,456,070)</b>	<b>30,925,027</b>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<b>34,394,397</b>	<b>48,256,621</b>	<b>28,670,402</b>	<b>139,488,908</b>
<b>FUND BALANCES, END OF YEAR</b>	<b>\$ 31,669,517</b>	<b>\$ 53,766,116</b>	<b>\$ 25,214,332</b>	<b>\$ 170,413,935</b>

See accompanying Notes to Basic Financial Statements.

<b>Transportation Improvement Capital Projects Fund</b>	<b>FPA Capital Improvement</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ -	\$ -	\$ -	\$ 43,965,065
-	-	-	26,938,575
-	-	-	2,598,048
-	-	-	878,847
-	-	-	1,251,060
-	-	12,663	3,897,831
-	-	-	10,421,709
4,562,179	-	5,386,681	22,124,299
3,857,718	8,470,208	9,801,497	42,990,319
-	-	216,913	4,212,192
-	-	246	246
2,445,832	2,637,909	3,156,888	4,036,504
11,904	-	105,098	865,020
<b>10,877,633</b>	<b>11,108,117</b>	<b>18,679,986</b>	<b>164,179,715</b>
-	230,384	397,495	21,853,035
-	10,182	68,622	59,198,703
1,219,108	460,784	6,159,987	16,193,280
-	-	-	7,897,809
-	5,155	157,526	19,721,055
2,738,148	8,179,121	1,334,044	18,834,658
-	-	-	5,148,367
-	-	-	7,889,719
<b>3,957,256</b>	<b>8,885,626</b>	<b>8,117,674</b>	<b>156,736,626</b>
<b>6,920,377</b>	<b>2,222,491</b>	<b>10,562,312</b>	<b>7,443,089</b>
-	-	-	37,440,000
-	-	-	2,292,446
-	-	-	1,105,365
-	-	841,588	6,096,488
(178,771)	(81,961)	(1,149,803)	(4,987,583)
<b>(178,771)</b>	<b>(81,961)</b>	<b>(308,215)</b>	<b>41,946,716</b>
6,741,606	2,140,530	10,254,097	49,389,805
37,254,452	43,316,400	61,905,086	393,286,266
<b>\$ 43,996,058</b>	<b>\$ 45,456,930</b>	<b>\$ 72,159,183</b>	<b>\$ 442,676,071</b>

REVENUES:

Taxes:

Property tax	43,965,065
Sales and use tax	26,938,575
Transient occupancy tax	2,598,048
Real property transfer	878,847
Other taxes	1,251,060
License and permits	3,897,831
Vehicle license fees	10,421,709
Intergovernmental	22,124,299
Charges for current services	42,990,319
Fines and forfeitures	4,212,192
Assessment collections	246
Investment income (loss)	4,036,504
Miscellaneous	865,020
<b>Total revenues</b>	<b>164,179,715</b>

EXPENDITURES:

Current:

General government	21,853,035
Public safety	59,198,703
Public ways and facilities	16,193,280
Community services	7,897,809
Culture and recreation	19,721,055
Capital outlay	18,834,658
Debt service:	
Principal payments	5,148,367
Interest and fiscal charges	7,889,719
<b>Total expenditures</b>	<b>156,736,626</b>

EXCESS (DEFICIENCY) OF REVENUES  
OVER (UNDER) EXPENDITURES

OTHER FINANCING SOURCES (USES):

Bond issuance-principal	37,440,000
Bond issuance-premium	2,292,446
SBITA proceeds	1,105,365
Transfers in	6,096,488
Transfers out	(4,987,583)
<b>Total other financing sources (uses)</b>	<b>41,946,716</b>

NET CHANGE IN FUND BALANCES

FUND BALANCES, BEGINNING OF YEAR

FUND BALANCES, END OF YEAR

# CITY OF FOLSOM, CALIFORNIA

## RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2025

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

Net change in fund balances - total governmental funds	\$ 49,389,805
<p>Governmental funds report capital outlay as expenditures. However, in the statement of activities the costs of these assets are allocated over their estimated useful lives and reported as depreciation expense. Capital outlays and depreciation expense are as follows:</p>	
Capitalized capital outlays	17,299,300
Depreciation expense	(26,677,934)
(Loss)/Gain on disposal of capital assets	(5,501)
Governmental funds do not report contributed capital, whereas this revenue is reported in the Government-Wide Statement of Activities	36,311,572
Premiums, discounts, and other charges related to long-term debt are expended in the year of issuance by governmental funds. However, these costs are deferred and amortized in the statement of activities. This amount reflects the amortization of premiums, discounts, and other deferred charges.	481,220
Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, pension expense is measured as the change in net pension liability and the amortization of deferred outflows and inflows related to pensions. This amount represents the net change in pension related amounts.	(8,232,411)
Governmental funds report OPEB contributions as expenditures. However, in the Statement of Activities, OPEB expense is measured as the change in net OPEB liability and the amortization of deferred outflows and inflows related to OPEB. This amount represents the net change in OPEB related amounts.	(2,522,289)
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.	
Principal repayments on long term debt	5,182,477
Change in compensated absences	284,479
SBITA proceeds	(1,105,365)
Issuance of long-term debt	(39,732,446)
Change in accrued interest	(650,965)
	(36,021,820)
Some receivables are deferred in the governmental funds because the amounts do not represent current financial resources that are recognized under the accrual basis in the statement of activities. This amount represents the change in deferred inflows of unavailable revenue and loans receivable.	1,659,114
Internal service funds are used by management to charge the costs of fleet management, management information services, facilities costs, and insurance, to individual funds. The net revenue (expense) of certain activities of the Internal Service Funds is reported with Governmental Activities.	2,461,567
<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$ 34,142,623</b>

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# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF NET POSITION PROPRIETARY FUNDS JUNE 30, 2025

### BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS

	Water	Wastewater	Solid Waste
<b>ASSETS</b>			
Current Assets:			
Cash and cash equivalents	\$ 35,844,504	\$ 29,766,895	\$ 29,392,827
Receivables, net of allowances	4,976,494	1,945,545	833,335
Due from other governments	-	4,932	-
Advances to other funds	-	-	-
Insurance deposits	-	-	-
Total current assets	40,820,998	31,717,372	30,226,162
Noncurrent Assets:			
Restricted assets:			
Cash with fiscal agent	526	-	-
Capital assets	232,487,447	110,333,152	24,037,035
Accumulated depreciation	(93,813,017)	(37,413,587)	(15,594,117)
Total noncurrent assets	138,674,956	72,919,565	8,442,918
Total assets	179,495,954	104,636,937	38,669,080
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pension	2,462,634	1,630,256	3,306,303
Deferred outflows related to OPEB	345,311	97,511	355,845
Deferred outflows related to refunding	390,999	-	-
Total deferred outflows of resources	3,198,944	1,727,767	3,662,148
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	1,710,974	101,501	454,126
Wages payable	227,661	131,972	263,338
Interest Payable	22,418	-	-
Due to other funds	-	-	-
Due to other governments	-	4,861,423	-
Unearned revenue	3,407,162	(3,863)	4,435
Accrued compensated absences, payable within one year	90,185	35,393	71,809
Long term debt, due within one year	1,584,000	-	-
Total current liabilities	7,042,400	5,126,426	793,708
Noncurrent liabilities:			
Net pension liability	11,852,204	7,495,460	14,061,051
Accrued compensated absences, payable after one year	464,803	182,415	370,096
Net OPEB liability	4,297,704	647,723	3,760,550
Long-term debt, due after one year net of unamortized premiums/discounts	9,248,083	-	-
Total noncurrent liabilities	25,862,794	8,325,598	18,191,697
Total liabilities	32,905,194	13,452,024	18,985,405
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows related to OPEB	127,757	27,111	93,109
Total deferred inflows of resources	127,757	27,111	93,109
<b>NET POSITION</b>			
Net investment in capital assets	128,233,346	72,919,565	8,442,918
Unrestricted	21,428,601	19,966,004	14,809,796
Total net position (deficit)	\$ 149,661,947	\$ 92,885,569	\$ 23,252,714

See accompanying Notes to Basic Financial Statements.

<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			
<b>Other Non-major Enterprise Funds</b>	<b>Totals</b>	<b>Governmental Activities Internal Service Funds</b>	
\$ 49,071	\$ 95,053,297	\$ 13,078,355	<b>ASSETS</b>
1,068	7,756,442	170,897	Current Assets:
-	4,932	-	Cash and cash equivalents
-	-	1,040,452	Receivables, net of allowances
-	-	1,539,122	Due from other governments
50,139	102,814,671	15,828,826	Advances to other funds
			Insurance deposits
			Total current assets
			Noncurrent Assets:
	526	-	Restricted assets:
	366,857,634	2,234,348	Cash with fiscal agent
	(146,820,721)	(2,234,348)	Capital assets
	220,037,439	-	Accumulated depreciation
	322,852,110	15,828,826	Total noncurrent assets
			Total assets
			<b>DEFERRED OUTFLOWS OF RESOURCES</b>
	7,399,193	-	Deferred outflows related to pension
	798,667	-	Deferred outflows related to OPEB
	390,999	-	Deferred outflows related to refunding
	8,588,859	-	Total deferred outflows of resources
			<b>LIABILITIES</b>
			Current liabilities:
	2,266,601	85,568	Accounts payable
	622,971	836,918	Wages payable
	22,418	-	Interest Payable
	-	28,557	Due to other funds
	4,861,423	-	Due to other governments
	3,407,734	-	Unearned revenue
	197,387	-	Accrued compensated absences, payable within one year
	1,584,000	-	Long term debt, due within one year
	12,962,534	951,043	Total current liabilities
			Noncurrent liabilities:
	33,408,715	-	Net pension liability
	1,017,314	-	Accrued compensated absences, payable after one year
	8,705,977	-	Net OPEB liability
	9,248,083	-	Long-term debt, due after one year net of unamortized premiums/discounts
	52,380,089	-	Total noncurrent liabilities
	65,342,623	951,043	Total liabilities
			<b>DEFERRED INFLOWS OF RESOURCES</b>
	247,977	-	Deferred inflows related to OPEB
	247,977	-	Total deferred inflows of resources
			<b>NET POSITION</b>
	209,595,829	-	Net investment in capital assets
50,139	56,254,540	14,877,783	Unrestricted
\$ 50,139	\$ 265,850,369	\$ 14,877,783	Total net position (deficit)

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION PROPRIETARY FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>		
	<b>Water</b>	<b>Wastewater</b>	<b>Solid Waste</b>
<b>OPERATING REVENUES:</b>			
Charges for services	\$ 19,541,616	\$ 12,507,788	\$ 29,522,830
Total operating revenues	19,541,616	12,507,788	29,522,830
<b>OPERATING EXPENSES:</b>			
Employee services	7,353,973	4,100,208	9,196,409
Utilities	1,062,135	108,344	55,185
Supplies	2,021,099	283,240	1,493,420
Maintenance and operations	643,640	237,042	1,448,121
Contractual services	1,948,712	314,031	5,726,693
Depreciation	5,441,094	2,739,032	2,929,008
Other	1,634,694	-	912,914
Total operating expenses	20,105,347	7,781,897	21,761,750
<b>OPERATING INCOME (LOSS)</b>	(563,731)	4,725,891	7,761,080
<b>NONOPERATING REVENUES (EXPENSES):</b>			
Investment income	1,977,373	1,580,519	1,523,713
Interest expense	(345,733)	(12)	(64)
Other	1,323,926	-	289,071
Impact fees	204,418	75,036	367,825
Intergovernmental	-	-	73,509
Total nonoperating revenues (expenses)	3,159,984	1,655,543	2,254,054
Income before contributions and transfers	2,596,253	6,381,434	10,015,134
<b>CONTRIBUTIONS AND TRANSFERS:</b>			
Capital contributions	18,952,753	2,504,794	-
Transfers in	-	-	-
Transfers out	(1,053,953)	(824,979)	(1,947,176)
Total contributions and transfers	17,898,800	1,679,815	(1,947,176)
<b>CHANGE IN NET POSITION</b>	20,495,053	8,061,249	8,067,958
<b>NET POSITION (DEFICIT), BEGINNING OF YEAR</b>	129,384,540	84,914,422	15,275,981
<b>RESTATEMENTS</b>	(217,646)	(90,102)	(91,225)
<b>NET POSITION (DEFICIT), BEGINNING OF YEAR, AS RESTATED</b>	129,166,894	84,824,320	15,184,756
<b>NET POSITION (DEFICIT), END OF YEAR</b>	\$ 149,661,947	\$ 92,885,569	\$ 23,252,714

See accompanying Notes to Basic Financial Statements.

<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>			
<b>Other Non-major Enterprise Funds</b>	<b>Totals</b>	<b>Governmental Activities Internal Service Funds</b>	
			OPERATING REVENUES:
\$ -	\$ 61,572,234	\$ 24,195,153	Charges for services
-	61,572,234	24,195,153	Total operating revenues
			OPERATING EXPENSES:
-	20,650,590	25,058,461	Employee services
-	1,225,664	-	Utilities
-	3,797,759	-	Supplies
-	2,328,803	-	Maintenance and operations
-	7,989,436	-	Contractual services
-	11,109,134	-	Depreciation
-	2,547,608	-	Other
-	49,648,994	25,058,461	Total operating expenses
-	11,923,240	(863,308)	OPERATING INCOME (LOSS)
			NONOPERATING REVENUES (EXPENSES):
1,730	5,083,335	444,934	Investment income
-	(345,809)	-	Interest expense
-	1,612,997	162,272	Other
-	647,279	-	Impact fees
-	73,509	-	Intergovernmental
1,730	7,071,311	607,206	Total nonoperating revenues (expenses)
1,730	18,994,551	(256,102)	Income before contributions and transfers
			CONTRIBUTIONS AND TRANSFERS:
-	21,457,547	-	Capital contributions
-	-	2,723,397	Transfers in
(466)	(3,826,574)	(5,728)	Transfers out
(466)	17,630,973	2,717,669	CONTRIBUTIONS AND TRANSFERS
1,264	36,625,524	2,461,567	CHANGE IN NET POSITION
48,875	229,623,818	12,416,216	NET POSITION (DEFICIT), BEGINNING OF YEAR
-	(398,973)	-	RESTATEMENTS
48,875	229,224,845	12,416,216	NET POSITION (DEFICIT), BEGINNING OF YEAR, AS RESTATED
\$ 50,139	\$ 265,850,369	\$ 14,877,783	NET POSITION (DEFICIT), END OF YEAR

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>		
	<b>Water</b>	<b>Wastewater</b>	<b>Solid Waste</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from customers and users	\$ 20,607,594	\$ 12,661,900	\$ 29,393,723
Payments to suppliers	(6,501,360)	(2,050,976)	(8,795,154)
Payments to employees	(6,326,775)	(3,555,978)	(8,107,336)
Cash received (used) from other sources	(1,634,694)	-	(912,914)
Net cash provided by (used in) operating activities	6,144,765	7,054,946	11,578,319
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
Transfers from other funds	-	-	-
Transfers to other funds	(1,053,953)	(824,979)	(1,947,176)
Other	1,323,926	-	289,071
Impact fees	204,418	75,036	367,825
Intergovernmental revenues received	-	-	73,509
Net cash provided by (used in) noncapital financing activities	474,391	(749,943)	(1,216,771)
<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:</b>			
Acquisition and construction of capital assets	(3,705,236)	(3,542,896)	(2,855,284)
Principal paid on capital debt and leases	(1,549,467)	(2,139)	(24,819)
Interest paid on capital debt	(417,684)	(12)	(64)
Net cash provided by (used in) capital financing activities	(5,672,387)	(3,545,047)	(2,880,167)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest and dividends (paid) on investments	1,977,373	1,580,519	1,523,713
Net cash provided by (used in) investing activities	1,977,373	1,580,519	1,523,713
<b>CHANGE IN CASH AND CASH EQUIVALENTS</b>	2,924,142	4,340,475	9,005,094
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	32,920,888	25,426,420	20,387,733
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	\$ 35,845,030	\$ 29,766,895	\$ 29,392,827

See accompanying Notes to Basic Financial Statements.

**BUSINESS-TYPE ACTIVITIES -  
ENTERPRISE FUNDS**

<b>Other Non-major Enterprise Funds</b>	<b>Totals</b>	<b>Governmental Activities Internal Service Funds</b>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
\$ 145	\$ 62,663,362	\$ 24,188,058	Receipts from customers and users
-	(17,347,490)	(14,372)	Payments to suppliers
-	(17,990,089)	(24,999,183)	Payments to employees
-	(2,547,608)	-	Cash received (used) from other sources
<u>145</u>	<u>24,778,175</u>	<u>(825,497)</u>	Net cash provided by (used in) operating activities
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
-	-	2,891,601	Transfers from other funds
(466)	(3,826,574)	264,281	Transfers to other funds
-	1,612,997	-	Other
-	647,279	-	Impact fees
-	73,509	-	Intergovernmental revenues received
<u>(466)</u>	<u>(1,492,789)</u>	<u>3,155,882</u>	Net cash provided by (used in) noncapital financing activities
<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:</b>			
-	(10,103,416)	-	Acquisition and construction of capital assets
-	(1,576,425)	-	Principal paid on capital debt and leases
-	(417,760)	-	Interest paid on capital debt
<u>-</u>	<u>(12,097,601)</u>	<u>-</u>	Net cash provided by (used in) capital financing activities
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
<u>1,730</u>	<u>5,083,335</u>	<u>617,633</u>	Interest and dividends (paid) on investments
<u>1,730</u>	<u>5,083,335</u>	<u>617,633</u>	Net cash provided by (used in) investing activities
1,409	16,271,120	2,948,018	CHANGE IN CASH AND CASH EQUIVALENTS
<u>47,662</u>	<u>78,782,703</u>	<u>10,130,337</u>	CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR
<u>\$ 49,071</u>	<u>\$ 95,053,823</u>	<u>\$ 13,078,355</u>	CASH AND CASH EQUIVALENTS, END OF YEAR

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF CASH FLOWS PROPRIETARY FUNDS (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2025

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>		
	<b>Water</b>	<b>Wastewater</b>	<b>Solid Waste</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>			
Operating income (loss)	\$ (563,731)	\$ 4,725,891	\$ 7,761,080
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	5,441,094	2,739,032	2,929,008
Increase (decrease) in:			
Accounts receivable	1,183,989	218,955	(129,107)
Due from other governments	-	5,705	-
Deferred outflows of resources related to pension	937,412	544,764	1,001,539
Deferred outflows of resources related to OPEB	(236,165)	(72,668)	(251,322)
Accounts payable	(825,774)	(836,938)	(71,735)
Wages payable	14,858	18,731	12,845
Due to other governments	-	(271,381)	-
Unearned revenue	(118,011)	(70,548)	-
Accrued compensated absences	35,179	(11,588)	46,624
Net pension liability	(80,629)	(44,716)	(100,036)
Net OPEB liability	346,147	106,508	368,361
Deferred inflows of resources related to OPEB	10,396	3,199	11,062
Net cash provided by (used in) operating activities	\$ 6,144,765	\$ 7,054,946	\$ 11,578,319

See accompanying Notes to Basic Financial Statements.

**BUSINESS-TYPE ACTIVITIES -  
ENTERPRISE FUNDS**

<b>Other Non-major Enterprise Funds</b>	<b>Totals</b>	<b>Governmental Activities Internal Service Funds</b>
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RECONCILIATION OF OPERATING INCOME (LOSS) TO NET  
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:

\$	-	\$ 11,923,240	\$ (863,308)	Operating income (loss)
				Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:
	-	11,109,134	-	Depreciation
				Increase (decrease) in:
	145	1,273,982	(7,095)	Accounts receivable
	-	5,705	-	Due from other governments
	-	2,483,715	-	Deferred outflows of resources related to pension
	-	(560,155)	-	Deferred outflows of resources related to OPEB
	-	(1,734,447)	(14,372)	Accounts payable
	-	46,434	59,278	Wages payable
	-	(271,381)	-	Due to other governments
	-	(188,559)	-	Unearned revenue
	-	70,215	-	Accrued compensated absences
	-	(225,381)	-	Net pension liability
	-	821,016	-	Net OPEB liability
	-	24,657	-	Deferred inflows of resources related to OPEB
<b>\$</b>	<b>145</b>	<b>\$ 24,778,175</b>	<b>\$ (825,497)</b>	<b>Net cash provided by (used in) operating activities</b>

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# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF FIDUCIARY NET POSITION FIDUCIARY FUNDS JUNE 30, 2025

	Other Post Employment Benefits Trust Fund	Successor Private Purpose Trust Fund	Custodial Funds
<b>ASSETS:</b>			
Cash and cash equivalents	\$ -	\$ 7,291,955	\$ 40,324,617
OPEB Plan Investments:			
Fixed income securities	6,117,561	-	-
Domestic equity funds	4,570,596	-	-
International equity funds	987,017	-	-
Real estate partnership	602,229	-	-
Cash equivalents	18,700	-	-
Receivables:			
Accrued interest	-	75,274	284,674
Loans	-	3,905	-
Due from other governments	-	-	384,134
Capital assets:			
Non-depreciable	-	133,967	-
Depreciable	-	59,767	-
Less: accumulated depreciation	-	(59,767)	-
Restricted assets:			
Cash with fiscal agent	-	461	41,494,707
<b>Total assets</b>	12,296,103	7,505,562	82,488,132
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Deferred amount on refunding	-	5,622,306	-
<b>LIABILITIES</b>			
Accounts payable	18,701	80	7,771,021
Interest Payable	-	519,812	-
Rebatable arbitrage	-	-	495
Long-term liabilities:			
Due within one year	-	2,570,000	-
Due in more than one year	-	35,434,073	-
<b>Total liabilities</b>	18,701	38,523,965	7,771,516
<b>NET POSITION</b>			
Net position restricted for OPEB benefits	\$ 12,277,402		
Restricted for RDA enforceable obligations		\$ (25,396,097)	
Restricted for individuals, organizations, and other governments			\$ 74,716,616

See accompanying Notes to Basic Financial Statements.

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FIDUCIARY FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	Other Post Employment Benefits Trust Fund	RDA Successor Private Purpose Trust Fund	Custodial Funds
<b>ADDITIONS:</b>			
Tax increment revenues	\$ -	\$ 3,832,327	\$ -
Assessment collection	-	-	20,316,984
Mello-Roos bonds	-	-	37,440,000
Transportation fees	-	-	3,739,786
Contributions from the City	6,457,278	-	-
Investment earnings	1,227,575	365,811	5,379,216
Total additions	7,684,853	4,198,138	66,875,986
<b>DEDUCTIONS:</b>			
Benefit payments	5,957,277	-	-
Payments to assessment bond holders	-	-	14,258,278
Other expenses	-	163,404	32,379,363
Interest and fiscal charges	-	1,261,202	-
Total deductions	5,957,277	1,424,606	46,637,641
<b>CHANGE IN NET POSITION</b>	1,727,576	2,773,532	20,238,345
<b>NET POSITION (DEFICIT), BEGINNING OF YEAR</b>	10,549,826	(28,169,629)	54,478,271
<b>NET POSITION (DEFICIT), END OF YEAR</b>	<b>\$ 12,277,402</b>	<b>\$ (25,396,097)</b>	<b>\$ 74,716,616</b>

See accompanying Notes to Basic Financial Statements.

**NOTES TO THE BASIC FINANCIAL STATEMENTS**



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

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# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2025

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

#### **Blended Component Units**

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

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

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

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

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

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

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

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

#### **Measurement Focus, Basis of Accounting and Basis of Presentation**

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

Fiduciary funds, however, are unlike other funds as they are used to account for assets that the City holds on behalf of others as their agent. The City reports Custodial funds, which use the economic resources measurement focus, an OPEB Trust fund, and a private-purpose trust fund, which use the economic resources measurement focus. The fiduciary funds use the accrual method of accounting to report assets, liabilities and fiduciary net position.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

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

The City reports the following major governmental funds:

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

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

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

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

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

The **FPA Capital Improvement Fund** is used to account for general capital facilities, library, municipal services center, police, fire, parks, and trails projects in the Folsom Plan Area financed from the collection of impact fees.

The City reports the following major enterprise funds:

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

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

**Solid Waste Enterprise Fund** is used to account for solid waste utility operations of the City.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Additionally, the City reports the following fund types:

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

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

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

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

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

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

#### **Budgetary Data**

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

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

#### Financial Statement Elements

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

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

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

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

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

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

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

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

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

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

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

---

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

**Insurance deposits** – Amounts advanced by the City to the insurance joint powers authority to provide for payment of claims within the City's self-insured retention layer ("banking layer") are accounted for using the deposit method and are reported as insurance deposits in the City's risk management fund to the extent that cumulative payments to the pool are more than cumulative paid and unpaid claims. To the extent that cumulative payments to the pool are less than required to pay cumulative paid and unpaid claims, the City would report an outstanding claim liability. These advances are refundable to the extent that outstanding claims and expenses under the terms of its contract have been satisfied.

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

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

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

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

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

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

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

**Compensated Absences** – Compensated absences are recorded in accordance with GAAP. Only vested or accumulated compensated absences that are expected to be due or mature are reported as an expenditure and fund liability of the governmental fund that will pay it. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Amounts of vested or accumulated compensated absences that are not expected to be liquidated with expendable available financial resources are reported in the governmental activities of the Government-Wide Financial Statement. Vested or accumulated compensated absences of proprietary funds are recorded as an expense and liability of those funds as the benefits accrue to employees.

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

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

In accordance with GASB Statement No. 101, Compensated Absences, the City recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled (for example paid in cash to the employee or payment to an employee flex spending account) during or upon separation from employment. The liability includes vacation leave and sick leave expected to be used or paid upon termination, retirement, or death. The City uses the first-in, first-out (FIFO) method to estimate the amount of compensated absences expected to be used or paid.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

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

**Leases - Lessee:** The City is a lessee for three equipment leases. The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The City's policy is to recognize lease liabilities with an initial, individual value of \$10,000 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 the lease term.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- 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 and any extensions that are deemed reasonably certain to be exercised. 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 leases and will remeasure lease assets and liabilities if certain changes occur that are expected to significantly affect the amount of the lease liabilities.

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Lessor: The City is a lessor of a building and ten cellular towers. The City recognizes lease receivables and 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.

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.

- 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 and any extensions that are deemed reasonably certain to be exercised. Lease receipts included in the measurement of the lease receivable are 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.

**Subscription-Based Information Technology Arrangements** - The City reports a subscription liability and an intangible right-to-use capital asset (known as the subscription asset) on the government-wide financial statements for a subscription-based information technology arrangement (SBITA). The City's policy is to recognize subscription liabilities with an initial, individual value of \$10,000 or more.

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 SBITA term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at or before the SBITA commencement date, plus certain initial direct costs, including development costs. Subsequently, the subscription asset is amortized on a straight-line basis over the SBITA term.

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

- The City uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The SBITA term includes the noncancellable period of the SBITA and any extensions that are deemed certain to be exercised. Subscription payments included in the measurement of the subscription liability are composed of fixed payments to the SBITA vendor.

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

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

**Deferred Outflows/Inflows of Resources** – In addition to assets, the statement of net position or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets or fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has three items that qualify for reporting in this category. One is the deferred outflow related to pensions reported in the Statement of Net Position – Governmental Activities and Business-type activities, described in detail in Note 13. Second is the deferred amount on refunding reported in the Statement of Net Position - Proprietary Funds. A deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The last one is deferred outflows related to OPEB reported in the Statement of Net Position – Governmental Activities and Business-type activities, described in detail in Note 14.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net assets that applies to a future period and so will not be recognized as revenue until then. The City has four items that qualify for reporting in this category. The first one is deferred inflow related to pensions reported in the Statement of Net Position – Governmental Activities and Business-type activities, described in detail in Note 13. The second is a deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The third one is deferred inflows related to OPEB reported in the Statement of Net Position – Governmental Activities and Business-type activities, described in detail in Note 14. The last one is deferred inflows related to leases results from the implementation of GASB statement 87, described in detail in Note 7. This amount is deferred and recognized as revenue over the lease term.

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

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

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

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

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

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

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

Refer to Note 12 for additional details regarding the City's classification of fund balance.

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

**Pensions** – For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City's California Public Employees' Retirement System (CalPERS) plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Postemployment Benefits Other Than Pensions (OPEB)** – For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City of Folsom Retiree Health Plan and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefits payments are recognized

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

currently due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

#### Effect of New Governmental Accounting Standards Board (GASB) Pronouncements – Effective in Current Fiscal Year

- GASB Statement No. 101, Compensated Absences – The primary objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The City has implemented this statement in the current fiscal year.
- GASB Statement No. 102 – Certain Risk Disclosures – The primary objective of this Statement is to provide users of government financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints. This statement is not applicable to the City in the current fiscal year.

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash, cash equivalents and investments totaled \$633,350,760 as of June 30, 2025, for the primary government and fiduciary funds. Each fund's portion of this total is reflected in the balance sheet accounts entitled Cash and cash equivalents, cash with fiscal agent, investments held in trust, restricted cash and cash equivalents and restricted cash with fiscal agent. The City maintains a cash and investment pool that is available for use by all funds. Each fund's portion of the pool is displayed on the balance sheet (governmental funds) and the statement of net position (proprietary funds and fiduciary funds) as “cash and investments or cash equivalents” Total City deposits and investments at fair value as of June 30, 2025 are reported below and on the following page:

	Governmental Activities	Business-Type Activities	Total	Fiduciary Funds Statements of Net Position	Total
Cash, cash equivalents and investments	\$ 240,848,070	\$ 95,053,297	\$ 335,901,367	\$ 47,616,572	\$ 383,517,939
Investments held in trust	195,483,724	-	195,483,724	-	195,483,724
OPEB Plan Investments	-	-	-	12,296,103	12,296,103
Restricted cash and investments	557,300	526	557,826	41,495,168	42,052,994
	<u>\$ 436,889,094</u>	<u>\$ 95,053,823</u>	<u>\$ 531,942,917</u>	<u>\$ 101,407,843</u>	<u>\$ 633,350,760</u>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

	Fair Value
<b>City of treasury deposits</b>	
Deposits	\$ 8,000,966
Petty cash	7,977
<b>Total city of treasury deposits</b>	<b>8,008,943</b>
<b>City treasury investments</b>	
Certificates of Deposit	15,805,755
Commercial Paper	4,994,900
Corporate Notes (Bank of America)	3,942,020
Corporate Notes (Bank of Montreal)	2,919,840
Corporate Notes (Bank of Montreal)	1,994,740
Corporate Notes (Inter-American)	1,000,350
Corporate Notes (Intl Finance Corp)	1,067,133
Corporate Notes (John Deere Capital Corp)	1,894,060
Corporate Notes (JP Morgan)	985,440
Corporate Notes (MassMutual Global)	1,020,070
Corporate Notes (Morgan Stanley)	1,002,820
Corporate Notes (Pacific Life GF II)	1,522,875
Corporate Notes (PNC Bank)	975,560
Corporate Notes (State Street Corp)	3,545,535
Corporate Notes (Toyota Motor Credit Corp)	3,987,386
Corporate Notes (USAA Capital Corp)	2,045,340
Corporate Notes (Wells Fargo Bank)	1,014,420
Federal Farm Credit Bank (FFCB)	15,483,055
Federal Home Loan Bank (FHLB)	32,058,220
Federal Home Loan Mortgage (FHLMC)	13,978,700
Federal National Mortgage (FNMA)	5,985,840
California Class	67,882,490
Local Agency Investment Fund (LAIF)	65,011,531
Money market mutual funds (WF)	19,242,707
Municipal obligations (City)	83,872,563
Municipal obligations (FRFA)	170,413,934
Municipal obligations (FPFA)	25,069,790
US Treasury Note	6,027,450
<b>Total city treasury investments</b>	<b>554,744,524</b>
<b>Cash and investments with fiscal agents</b>	
JPA (CAMP)	234,913
Money market mutual fund	58,066,277
OPEB Plan Investments - Mutual Funds	12,296,103
<b>Total Cash and investments with fiscal agents</b>	<b>70,597,293</b>
<b>Total Investments</b>	<b>625,341,817</b>
<b>Total cash and investments</b>	<b>\$ 633,350,760</b>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

**Cash Deposits** – At June 30, 2025, the recorded amount of the City’s deposits was \$8,000,966 and the bank balance was \$9,535,083. As of June 30, 2025, the City’s deposits with financial institutions in excess of federal depository insurance limits was held in uncollateralized accounts.

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

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

#### Investments

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

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

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

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

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer	2012 FPFA ST REF BONDS												2019 Water	2021 Water	2016 RDA
				2015 FRFA (CFD 17)	2017 FPFA ST REF BONDS	2017 FRFA (CFD 19)	2018 FRFA (CFD 20)	2019 FRFA (CFD 19)	2019 FRFA (CFD 21)	2020 FRFA (CFD 23 IA1)	2021 FRFA (CFD 21)	2022 FRFA (CFD 23 IA1)	2024 FRFA (CFD 18)	2024 FRFA (CFD 23 IA4)				
U.S. Treasury Obligations	5 years	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x
U.S. Agency Securities	5 years	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x
Banker’s Acceptances	180 days	40%	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x
Commercial Paper	270 days	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x
Negotiable Certificates of Deposit	5 years	30%	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x
Money Market Mutual Funds	N/A	20%	Multiple	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x
Municipal obligations	None	None	None	x	x	n/a	n/a	n/a	n/a	n/a	x	x	x	x	x	n/a	n/a	x
Pre-refunded municipal obligations	None	None	None	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
State obligations	None	None	None	x	x	n/a	n/a	n/a	x	x	x	x	x	x	x	x	x	n/a
Investment agreements - *	None	None	None	x	x	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	x	x
California Asset Management Program (CAMP)	None	None	None	n/a	n/a	x	x	x	x	x	x	n/a	x	x	x	x	x	n/a
Local Agency Investment Fund (LAIF)	N/A	None	None	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x
Other *, *1	None	None	None	n/a	n/a	x	x	x	x	x	n/a	x	x	x	x	x	n/a	x
Cash (insured at all times by FDIC)	None	None	None	x	x	x	x	x	x	x	x	x	x	x	x	n/a	n/a	n/a
Deposit Accounts (FDIC Insured) *3	None	None	None	x	x	x	x	x	x	x	x	x	x	x	x	n/a	n/a	x
Certificates of deposit	5 years	30%	None	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a

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

\*1 including repurchase agreements

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

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

**Interest Rate Risk** – As a means of limiting its exposure to fair value losses arising from rising interest rates, the City’s investment policy requires that at least 50 percent of the City’s investment portfolio mature in less than one year. An additional limitation is that investments with a maturity of more than five years must be specifically authorized by the City Council as required by government code. One of the ways that the City of Folsom manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion is maturing or coming close to maturing evenly over time as necessary to provide cash flow and liquidity needed for operations. At June 30, 2025, the City Treasury had the following investment maturities:

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

City Treasury		Investment Maturities (in Years)							
Investment Type	Fair Value	Less than 1	1 to 2	2 to 3	3 to 4	4 to 5	5 to 10	10 to 15	More than 15
Certificate of Deposit	\$ 15,805,755	\$ 4,440,684	\$ 4,911,611	\$ 4,459,505	\$ 1,496,695	\$ 497,260	\$ -	\$ -	\$ -
Commercial Paper	4,994,900	4,994,900	-	-	-	-	-	-	-
Corporate Notes	96,423,404	19,472,045	19,809,226	16,018,730	16,208,873	24,914,530	-	-	-
California Class	67,882,490	67,882,490	-	-	-	-	-	-	-
LAIF	65,011,531	65,011,531	-	-	-	-	-	-	-
Money Market Mutual Funds	19,242,707	19,242,707	-	-	-	-	-	-	-
Municipal Obligations (City)	83,872,563	21,907,761	19,452,143	18,366,648	14,491,531	9,654,480	-	-	-
Municipal Obligations (FRFA)	170,413,934	2,179,922	2,126,357	2,661,552	1,992,926	1,728,721	15,838,025	25,370,430	118,516,001
Municipal Obligations (FPFA)	25,069,790	-	-	-	17,242,444	-	7,827,346	-	-
US Treasury Note	6,027,450	3,000,030	-	3,027,420	-	-	-	-	-
<b>Total</b>	<b>\$ 554,744,524</b>	<b>\$ 208,132,070</b>	<b>\$ 46,299,337</b>	<b>\$ 44,533,855</b>	<b>\$ 51,432,469</b>	<b>\$ 36,794,991</b>	<b>\$ 23,665,371</b>	<b>\$ 25,370,430</b>	<b>\$ 118,516,001</b>

Fiscal Agent									
Investment Type	Fair Value	Less than 1	1 to 2	2 to 3	3 to 4	4 to 5	5 to 10	10 to 15	More than 15
JPA (CAMP)	\$ 234,913	\$ 234,913	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Money Market Mutual Fund	58,066,277	58,065,751	-	-	-	-	-	-	-
OPEB Plan Assets - Mutual Funds	12,296,103	12,296,103	-	-	-	-	-	-	-
<b>Total</b>	<b>\$ 70,597,293</b>	<b>\$ 70,596,767</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

<b>Grand Total</b>	<b>\$ 625,341,817</b>	<b>\$ 278,728,837</b>	<b>\$ 46,299,337</b>	<b>\$ 44,533,855</b>	<b>\$ 51,432,469</b>	<b>\$ 36,794,991</b>	<b>\$ 23,665,371</b>	<b>\$ 25,370,430</b>	<b>\$ 118,516,001</b>
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**Credit Risk** – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSRO's). It is in the City's policy to limit its investments in these investment types to an "A" rating or higher issued by NRSRO's, including raters Standard & Poor's, and Moody's Investors Services. At June 30, 2025, the City's credit risks, expressed on a percentage basis, are presented on the following page.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

Investment Type	Moody's Credit Rating	S & P's Rating	% of Investments
Certificates of Deposit	Not rated	Not rated	2.53%
Commercial Paper	P1	A1	0.80%
Corporate Notes (Bank of America)	A2	A-	0.63%
Corporate Notes (Bank of Montreal)	A2	Not rated	0.47%
Corporate Notes (Bank of Montreal)	A2	AA-	0.32%
Corporate Notes (Inter-American)	Aaa	AAA	0.16%
Corporate Notes (Intl Finance Corp)	Aaa	AAA	0.17%
Corporate Notes (John Deere Capital Corp)	A1	A	0.30%
Corporate Notes (JP Morgan)	A1	A-	0.16%
Corporate Notes (MassMutual Global)	Aa3	AA+	0.16%
Corporate Notes (Morgan Stanley)	Aa3	A+	0.16%
Corporate Notes (Pacific Life GF II)	A3	AA-	0.24%
Corporate Notes (PNC Bank)	A2	A	0.16%
Corporate Notes (State Street Corp)	Aa3	A	0.57%
Corporate Notes (Toyota Motor Credit Corp)	A1	A+	0.64%
Corporate Notes (USAA Capital Corp)	Aa1	AA	0.33%
Corporate Notes (Wells Fargo Bank)	Aa2	A+	0.16%
Federal Farm Credit Bank (FFCB)	Aa1	AA+	2.48%
Federal Home Loan Bank (FHLB)	Aa1	AA+	5.13%
Federal Home Loan Mortgage (FHLMC)	Aa1	AA+	2.24%
Federal National Mortgage (FNMA)	Aa1	AA+	0.96%
US Treasury Note	Aaa	AA+	0.96%
California Class	Not rated	Not rated	10.86%
Local Agency Investment Fund (LAIF)	Not rated	Not rated	10.40%
Money market mutual funds (WF)	Not rated	Not rated	12.36%
Municipal obligations (City)	Aaa to A1	AAA to A+	13.41%
Municipal obligations (FRFA)	Not rated	Not rated	27.25%
Municipal obligations (FPFA)	Not rated	Not rated	4.01%
JPA (CAMP)	Not rated	AAAm	0.04%
OPEB Plan Investment - Mutual Funds	Not rated	Not rated	1.97%
			100.00%

1) Not all series rated

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

As of June 30, 2025, there is no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of **total entity investments**.

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

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

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

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

As of June 30, 2025, the City had \$65,011,531 invested in LAIF, which had invested 3.81% of the pool investment funds in Structured Notes and Asset-Backed Securities as compared to 3.00% in the previous year. The LAIF fair value factor of 1.00119831 was used to calculate the fair value of the investments in LAIF.

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

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

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

Level 2 – Inputs to the valuation methodology include:

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

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

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

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

The following is a description of the valuation methods and assumptions used by the City to estimate the fair value of its investments. There have been no changes in the methods and assumptions used at June 30, 2025. The methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. City management believes its valuation methods are appropriate and consistent with other market participants. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

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

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

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 2. CASH, CASH EQUIVALENTS AND INVESTMENTS, Continued

As of June 30, 2025, the City has the following recurring fair value measurements:

Investments by Fair Value Level	Balance at 30-Jun-25	Fair Value Measurements on a Recurring Basis Using Quoted Prices in		
		Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b>City Pooled Investments</b>				
Certificate of Deposit	\$ 15,805,755	\$ -	\$ 15,805,755	\$ -
Commercial Paper	4,994,900	-	4,994,900	-
Corporate Notes	28,917,589	-	28,917,589	-
Municipal Obligations (City)	83,872,563	-	83,872,563	-
Municipal Obligations (FRFA)	170,413,934	-	-	170,413,934
Municipal Obligations (FPFA)	25,069,790	-	-	25,069,790
Federal Farm Credit Bank (FFCB)	15,483,055	-	15,483,055	-
Federal Home Loan Bank (FHLB)	32,058,220	-	32,058,220	-
Federal Home Loan Mortgage (FHLMC)	13,978,700	-	13,978,700	-
Federal National Mortgage (FNMA)	5,985,840	-	5,985,840	-
US Treasury Note	6,027,450	-	6,027,450	-
<b>Investments Not Measured at Fair Value or Subject to Fair Value Hierarchy</b>				
Local Agency Investment Funds	65,011,531	-	-	-
California Class	67,882,490	-	-	-
Money Market Mutual Funds	19,242,707	-	-	-
Total Investments Not Measured at Fair Value or Subject to Fair Value Hierarchy	152,136,728	-	-	-
<b>Total City's Pooled Investments</b>	<b>554,744,524</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Investments Held with Fiscal Agent Not Measured at Fair Value</b>				
JPA (CAMP)	234,913	-	-	-
Money Market Mutual Funds	58,066,277	-	-	-
<b>Investments Held with Fiscal Agent by Fair Value Level</b>				
OPEB Plan Investments - Mutual Funds	12,296,103	-	12,296,103	-
Total Investments Held with Fiscal Agents	70,597,293	-	-	-
Total Investments	\$ 625,341,817	\$ -	\$ 219,420,175	\$ 195,483,724

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 3. RECEIVABLES

Receivables as of June 30, 2025, consist of the following:

Governmental Activities	General	Folsom Housing Special Revenue	Folsom Public Financing Authority Debt Service	Folsom Ranch Financing Authority Debt Service	Transportation Improvement Capital Projects	FPA Capital Improvements	Nonmajor Governmental	Internal	Total
	Fund	Fund	Fund	Fund	Fund	Funds	Service Funds		
Receivables, net									
General accounts	\$ 7,666,474	\$ 6,198,598	\$ -	\$ -	\$ 587,809	\$ -	\$ 1,487,541	\$ 68,240	\$ 16,008,662
Lease	10,980,769	-	-	-	-	-	-	-	10,980,769
Interest	532,449	253,053	1,249	-	533,874	625,410	942,212	102,657	2,990,904
Long-term loans	1,332	29,681,328	-	-	-	-	4,700,601	-	34,383,261
<b>Total</b>	<b>\$ 19,181,024</b>	<b>\$ 36,132,979</b>	<b>\$ 1,249</b>	<b>\$ -</b>	<b>\$ 1,121,683</b>	<b>\$ 625,410</b>	<b>\$ 7,130,354</b>	<b>\$ 170,897</b>	<b>\$ 64,363,596</b>
Business-Type Activities									
	Water	Wastewater	Solid Waste	Enterprise	Total				
Receivables, net									
General accounts	\$ 811,211	\$ -	\$ -	\$ -	\$ 811,211				
Utilities	3,659,103	1,578,524	539,128	-	5,776,755				
Interest	506,180	367,021	294,207	1,068	1,168,476				
<b>Total</b>	<b>\$ 4,976,494</b>	<b>\$ 1,945,545</b>	<b>\$ 833,335</b>	<b>\$ 1,068</b>	<b>\$ 7,756,442</b>				

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

### 4. INTERFUND TRANSACTIONS

#### A. Due To/From Other Funds

Due to Other Funds	Due from Nonmajor Governmental Funds	Due from Internal Service Funds	Total
General Fund	\$ 76,490	\$ 28,557	\$ 105,047
<b>Total</b>	<b>\$ 76,490</b>	<b>\$ 28,557</b>	<b>\$ 105,047</b>

All balances reported as "Due to/due from" are short-term loans to cover temporary cash shortages as of June 30, 2025, and will be repaid within one year.

#### B. Advances To/From Other Funds

At June 30, 2025 the funds below had made advances which were not expected to be repaid within the next year.

Advances to Other Funds	Advances from Other Funds	
	General Fund	Total
Internal Service Funds	\$ 1,040,452	\$ 1,040,452
<b>Total</b>	<b>\$ 1,040,452</b>	<b>\$ 1,040,452</b>

In September 2023, the City authorized a \$1,281,904 interfund loan from the Equipment Replacement Fund (Fund 602) to the General Fund for the City Hall Boiler & HVAC Replacement Project. The loan is for five years with 3 % simple interest rate.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 5. TRANSFERS

Transfers report the nonreciprocal contribution from one fund to another. The following is a summary of transfers for the year ended June 30, 2025:

Transfers out	Transfers in			
	General	Other	Internal Service Fund	Total
		Governmental Funds		
General Fund	\$ -	\$ 841,588	\$ 2,723,397	\$ 3,564,985
Folsom Housing	12,063	-	-	12,063
Transportation Improvement Fund	178,771	-	-	178,771
FPA Capital Improvement	81,961	-	-	81,961
Other governmental funds	1,149,803	-	-	1,149,803
Water Enterprise	1,053,953	-	-	1,053,953
Wastewater Enterprise	824,979	-	-	824,979
Solid Waste Enterprise	1,947,176	-	-	1,947,176
Other enterprise funds	466	-	-	466
Internal Service Fund	5,728	-	-	5,728
<b>Total</b>	<b>\$ 5,254,900</b>	<b>\$ 841,588</b>	<b>\$ 2,723,397</b>	<b>\$ 8,819,885</b>

During the year, various interfund transfers were made to finance expenditures and service debt. Transfers primarily consisted of: (1) cost allocation plan charges of \$4.2 million; (2) salaries and benefits of \$17.5 thousand; and (3) project and capital transfers of \$3.7 million.

### 6. CAPITAL ASSETS

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

	July 1, 2024	Transfers	Additions	Deletions	June 30, 2025
<b>Governmental Activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 19,691,947	\$ -	\$ -	\$ -	\$ 19,691,947
Construction in progress	15,227,473	(23,688,197)	12,333,568	-	3,872,844
Total capital assets, not being depreciated	34,919,420	(23,688,197)	12,333,568	-	23,564,791
Capital assets, being depreciated:					
Buildings	86,014,697	10,647,722	25,035	-	96,687,454
Improvements	667,559,707	13,040,475	37,243,698	-	717,843,880
Equipment	28,428,427	-	2,903,206	(1,092,147)	30,239,486
Total capital assets, being depreciated	782,002,831	23,688,197	40,171,939	(1,092,147)	844,770,820
Less accumulated depreciation for:					
Buildings	(56,246,447)	-	(2,277,575)	-	(58,524,022)
Improvements	(329,785,731)	-	(20,715,341)	-	(350,501,072)
Equipment	(23,655,675)	-	(2,295,180)	1,086,646	(24,864,209)
Total accumulated depreciation	(409,687,853)	-	(25,288,097)	1,086,646	(433,889,304)
Intangible Asset					
Subscription assets	3,546,806	-	1,105,365	(1,055,418)	3,596,753
Lease assets - equipment	501,913	-	-	(501,913)	-
Less Amortization					
Subscription assets	(896,360)	-	(1,336,934)	1,055,418	(1,177,876)
Lease assets - equipment	(449,010)	-	(52,903)	501,913	-
Total intangible asset with amortization	2,703,349	-	(284,472)	-	2,418,877
Governmental activities capital assets, net	\$ 409,937,747	\$ -	\$ 26,932,938	\$ (5,501)	\$ 436,865,184

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 6. CAPITAL ASSETS, Continued

	July 1, 2024	Transfers	Additions	Deletions	June 30, 2025
<b>Business-type activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 815,270	\$ -	\$ -	\$ -	\$ 815,270
Construction in progress	14,208,931	(16,855,918)	11,859,568	-	9,212,581
Total capital assets, not being depreciated	15,024,201	(16,855,918)	11,859,568	-	10,027,851
Capital assets, being depreciated:					
Buildings	528,554	-	-	-	528,554
Improvements	288,993,396	16,855,918	14,879,353	-	320,728,667
Equipment	30,778,800	-	4,844,162	(50,400)	35,572,562
Total capital assets, being depreciated	320,300,750	16,855,918	19,723,515	(50,400)	356,829,783
Less accumulated depreciation for:					
Buildings	(157,859)	-	(21,127)	-	(178,986)
Improvements	(115,985,144)	-	(7,569,060)	-	(123,554,204)
Equipment	(19,637,464)	-	(3,478,347)	28,280	(23,087,531)
Total accumulated depreciation	(135,780,467)	-	(11,068,534)	28,280	(146,820,721)
Intangible Asset - lease assets	210,501	-	-	(210,501)	-
Less Amortization	(169,901)	-	(40,600)	210,501	-
Total intangible asset with amortization	40,600	-	(40,600)	-	-
Business-type activities capital assets, net	<u>\$ 199,585,084</u>	<u>\$ -</u>	<u>\$ 20,473,949</u>	<u>\$ (22,120)</u>	<u>\$ 220,036,913</u>

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

#### Governmental Activities:

General government	\$ 1,616,687
Public safety	2,496,557
Public works	18,723,750
Culture and recreation	3,840,940
Total depreciation expense - governmental activities	<u>\$ 26,677,934</u>

#### Business-type activities:

Water	\$ 5,441,094
Wastewater	2,739,032
Solid waste	2,929,008
Total depreciation expense - business-type activities	<u>\$ 11,109,134</u>

The current year increase in Capital Contributions is due to a significant amount of development activity, primarily in the Folsom Plan Area. Developer Contributions for Sewer, Water, Streets, Drainage accepted by the City were \$2,504,794, \$18,952,753, \$26,827,476, and \$9,484,095 respectively.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 6. CAPITAL ASSETS, Continued

**Intangible Assets** – In FY 2022, the City implemented GASB No. 87, Leases, and recognized the value of copiers leased and two modular building units leased for the Corp Yard and the Street Maintenance Division. In FY 2023, the City implemented GASB 96, Subscriptions, and recognized the value of subscription services with Axon which provides services for Police and Microsoft for Information Technology subscription.

As of June 30, 2025, the City has a subscription agreement with Microsoft. The subscription was entered into on October 1, 2024 and will continue through September 2027. The intangible asset is being amortized over 3 years, the term of the current lease. Terms of this lease are described in Note 8.

As of June 30, 2025, the City has a subscription agreement with Axon. The subscription was entered into on August 4, 2021 and will continue through July 2025. Subsequent to year end, the City exercised its option to extend the agreement for an additional five years following the initial term. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 8.

As of June 30, 2025, the City has a subscription agreement with Open Gov Budget & Planning Software. The subscription was entered into on December 1, 2023 and will continue through June 2027. The agreement shall automatically renew for another period of the same duration as the initial term unless the City notifies the other party if its intent not to renew this agreement. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 8.

As of June 30, 2025, the City has a subscription agreement with ePLUS. The subscription was entered into on July 29, 2023 and will continue through July 2027. The City has an option to extend for an additional three years after the initial agreement. The intangible asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note 8.

### 7. LEASES

#### Leases Payable

**Modular 64\*48 Unit-** In August 2019, the City entered into a five-year Lease Agreement as lessee for the use of a 64\*48 Modular Building Unit. An initial lease liability was recorded in the amount of \$85,651. The lease has been paid off during the fiscal year 2025.

**Modular 24\*60 Unit-** In October 2017, the City entered into a five-year Lease Agreement as lessee for the use of a 24\*60 Modular Building Unit. In March 2019, an amendment was made to the original lease, extending the lease until December 31, 2024. An initial lease liability was recorded in the amount of \$93,178. The lease has been paid off during the fiscal year 2025.

**Copiers-** In September 2019, the City entered into a five-year Lease Agreement as lessee for the use of various copiers. An initial lease liability was recorded in the amount of \$533,585. The lease has been paid off during the fiscal year 2025.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 7. LEASES, Continued

#### Leases Receivable

##### General Fund

In December 2021, the City entered into a ten-year lease agreement for the use of a city owned building. The City recognized \$200,672 in lease revenue and \$55,855 in interest revenue during the current fiscal year. As of June 30, 2025 the City's lease receivable for lease payments for this lease is \$1,751,928. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of June 30, 2025, the balance of the deferred inflow of resources is \$1,751,928.

In July 2023, the City entered into a ten-year lease agreement with two optional extensions of five years for the use of a city owned building. As of June 30, 2025 the City's lease receivable for lease payments for this lease is \$2,167,782. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of June 30, 2025, the balance of the deferred inflow of resources is \$2,167,782.

The City has currently entered into a total of ten lease agreements with various telecommunication companies for use of city own land to install Cellular Towers. The initial lease agreements vary between 20-30 years. The city recognized \$241,060 in lease revenue and \$224,012 in interest revenue during the current fiscal year. As of June 30, 2025, the City's receivable for lease payments for these leases is \$7,061,059. Also, the City has a deferred inflow of resources associated with these leases that will be recognized as revenue over the lease term. As of June 30, 2025, the balance of the deferred inflow of resources is \$7,061,059.

Total lease receivable for lease payments is \$10,980,769. The future revenue payments as of June 30, 2025 are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	\$ 468,393	\$ 326,306	\$ 794,699
2027	540,726	311,575	852,301
2028	528,449	295,077	823,526
2029	532,366	278,935	811,301
2030	533,813	262,661	796,474
2031-2035	2,172,414	1,095,410	3,267,824
2036-2040	2,388,458	788,537	3,176,995
2041-2045	2,759,810	389,743	3,149,553
2046-2050	1,056,340	82,732	1,139,072
Total	<u>\$ 10,980,769</u>	<u>\$ 3,830,976</u>	<u>\$ 14,811,745</u>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 8. SUBSCRIPTIONS

#### Subscription Payable

**Axon** – In August 2021, the City entered into a five-year Subscription Agreement as lessee for the use of a Axon, Evidence, Axon Fleet, Officer Safety Plans, Technology Assurance Plans, and TASER 7 plan. There is an option to extend for an additional five years that the City will likely choose. An initial subscription liability was recorded in the amount of \$1,933,338. As of June 30, 2025, the value of the subscription liability is \$1,314,251. The City is required to make an annual principal and interest payment of \$257,690. The subscription has an interest rate of 4.85%. The accumulated amortization as of June 30, 2025 of \$615,804 is included in the intangible assets on the Governmental activities table found in note 6 above.

**Microsoft** – In October 2024, the City entered into a three-year Subscription Agreement as lessee for the use of a Microsoft Software. An initial subscription liability was recorded in the amount of \$1,105,365. As of June 30, 2025, the value of the subscription liability is \$728,424. The City is required to make an annual principal and interest payment of \$376,941. The subscription has an interest rate of 2.32%. The accumulated amortization as of June 30, 2025 of \$276,341 and is included in the intangible assets on the Governmental activities table found in note 6 above.

**ePlus** – In July 2023, the City entered into a three-year Subscription Agreement as lessee for the use of Arctic Wolf products and services. An initial subscription liability was recorded in the amount of \$239,480. As of June 30, 2025, the value of subscription liability is \$83,679. The City is required to make an principal and interest payment of \$82,697. The subscription has an interest rate of 3%. The accumulated amortization as of June 30, 2025 of \$155,644 is included in the intangible assets on the Government activities table found in note 6 above.

**OpenGov Budget & Planning Software** – In December 2023, the City entered into a four-year Subscription Agreement as lessee for the use of OpenGov Budget & Planning Software. There is an option renew for another period of the same duration as the initial term. An initial subscription liability was recorded in the amount of \$261,063. As of June 30, 2025, the value of subscription liability is \$149,880. The City is required to make an principal and interest payment of \$68,838. The subscription has an interest rate of 3.66%. The accumulated amortization as of June 30, 2025 of \$130,087 is included in the intangible assets on the Governmental activities table found in note 6 above.

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

Year Ending June 30,	Governmental activities	
	Principal	Interest
2026	\$ 709,358	\$ 88,687
2027	649,929	65,751
2028	213,218	44,472
2029	223,559	34,131
2030	234,401	23,288
2031-2035	245,769	11,920
Total	<u>\$ 2,276,234</u>	<u>\$ 268,249</u>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 9. LONG-TERM LIABILITIES

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

	June 30, 2024 as restated	Additions	Reductions	June 30, 2025	Amount Due Within One Year
<b>Governmental Activities</b>					
Revenue bonds	\$136,705,000	\$ 37,440,000	\$ (1,225,000)	\$ 172,920,000	\$ 2,430,000
Notes from direct borrowings and direct placement	29,090,000	-	(3,000,000)	26,090,000	5,205,000
City Hall & Fire Station Lease Obligation	622,815	-	(202,123)	420,692	207,095
Leases payables	45,996	-	(45,996)	-	-
SBITA payables	2,511,329	1,105,364	(1,340,459)	2,276,234	709,358
Compensated absences	7,006,545	5,383,350	(5,667,829)	6,722,066	1,092,325
Add: Discounts/premiums, net	8,253,424	2,292,446	(446,622)	10,099,248	-
<b>Governmental activities long-term liabilities</b>	<b>\$184,235,109</b>	<b>\$ 46,221,160</b>	<b>\$(11,928,029)</b>	<b>\$ 218,528,240</b>	<b>\$ 9,643,778</b>

	June 30, 2024 as restated	Additions	Reductions	June 30, 2025	Amount Due Within One Year
<b>Business-Type Activities</b>					
Revenue bonds	\$ 4,745,000	\$ -	\$ (880,000)	\$ 3,865,000	\$ 910,000
Notes from direct borrowings and direct placement	7,176,000	-	(664,000)	6,512,000	674,000
Leases payables	32,445	-	(32,445)	-	-
Compensated absences	1,144,489	1,171,233	(1,101,021)	1,214,701	197,387
Add: Issuance discounts/premiums, net	568,834	-	(113,751)	455,083	-
<b>Business-type activities long-term liabilities</b>	<b>\$ 13,666,768</b>	<b>\$ 1,171,233</b>	<b>\$(2,791,217)</b>	<b>\$ 12,046,784</b>	<b>\$ 1,781,387</b>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 9. LONG-TERM LIABILITIES, Continued

#### Revenue Bonds

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

\$ 5,415,000

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

27,160,000

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 9. LONG-TERM LIABILITIES, Continued

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

12,760,000

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

13,555,000

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 9. LONG-TERM LIABILITIES, Continued

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

9,450,000

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

12,560,000

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 9. LONG-TERM LIABILITIES, Continued

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

11,470,000

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

11,755,000

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 9. LONG-TERM LIABILITIES, Continued

In August 2022, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2022 in the amount of \$9,430,000 with interest rates of 3.00% to 5.00%. The Special Tax Revenue Serial Bonds mature beginning September 1, 2025 through September 1, 2032 with principal payments ranging from \$70,000 to \$170,000. The Special Tax Revenue Term Bond maturing September 1, 2037 has sinking fund requirements that begin September 1, 2033 and go through September 1, 2037 with principal payments ranging from \$190,000 to \$280,000. A future Term Bond that matures September 1, 2042 has sinking fund requirements that begin September 1, 2038 and go through September 1, 2042 with principal payments ranging from \$305,000 to \$420,000. The final Term Bond matures September 1, 2052 and has sinking fund requirements that begin September 1, 2043 and go through September 1, 2052 with principal payments ranging from \$440,000 to \$680,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of Community Facilities District No. 23, Improvement Area No. 3. The purchase price of the Local Obligations was used to finance the acquisition and construction of certain public facilities, fund a debt service reserve account, fund capitalized interest to September 1, 2023, and pay certain costs of issuance. The 2022 Special Tax Bonds are eligible for optional redemption on any date on or after September 1, 2029 through August 31, 2030 at 103%; on any date on or after September 1, 2030 through August 31, 2031 at 102%; on any date on or after September 1, 2031 through August 31, 2032 at 101%; or on any date on or after September 1, 2032 at 100%.

9,430,000

In December 2022, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2022 in the amount of \$11,225,000 with interest rates of 4.00% to 5.00%. The Special Tax Revenue Serial Bonds mature beginning September 1, 2024 through September 1, 2034 with principal payments ranging from \$60,000 to \$265,000. The Special Tax Revenue Term Bond maturing September 1, 2037 has sinking fund requirements that begin September 1, 2035 and go through September 1, 2037 with principal payments ranging from \$295,000 to \$360,000. A future Term Bond that matures September 1, 2042 has sinking fund requirements that begin September 1, 2038 and go through September 1, 2042 with principal payments ranging from \$395,000 to \$480,000. Another future Term Bond that matures September 1, 2047 has sinking fund requirements that begin September 1, 2043 and go through September 1, 2047 with principal payments ranging from \$500,000 to \$615,000. The final Term Bond matures September 1, 2052 and has sinking fund requirements that begin September 1, 2048 and go through September 1, 2052 with principal payments ranging from \$645,000 to \$790,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of Community Facilities District No. 20. The purchase price of the Local Obligations was used to finance the acquisition and construction of certain public facilities, fund a debt service reserve account, fund capitalized interest to September 1, 2023, and pay certain costs of issuance. The 2022 Special Tax Bonds are eligible for optional redemption on any date on or after September 1, 2029 through August 31, 2030 at 103%; on any date on or after September 1, 2030 through August 31, 2031 at 102%; on any date on or after September 1, 2031 through August 31, 2032 at 101%; or on any date on or after September 1, 2032 at 100%.

11,165,000

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 9. LONG-TERM LIABILITIES, Continued

In April 2024, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2024 in the aggregate principal amount of \$10,760,000 with interest rates ranging from 4.00% to 5.00%. The Special Tax Revenue Serial Bonds mature on September 1 of each year from 2025 through 2034 with principal payments ranging from \$45,000 to \$205,000. The Special Tax Revenue Term Bond maturing September 1, 2039 is subject to mandatory sinking fund redemption with annual payments beginning on September 1, 2035—\$230,000 in 2035, \$255,000 in 2036, \$285,000 in 2037, \$315,000 in 2038 and \$345,000 on maturity. The Term Bond maturing September 1, 2044 has sinking fund redemption payments from September 1, 2040 through September 1, 2044 ranging from \$375,000 to \$510,000. The Term Bond maturing September 1, 2049 calls for sinking fund payments from September 1, 2045 through September 1, 2049 ranging from \$535,000 to \$650,000, and the Term Bond maturing September 1, 2053 requires sinking fund redemption payments from September 1, 2050 through September 1, 2053 ranging from \$685,000 to \$790,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of the City of Folsom Community Facilities District No. 23 (Folsom Ranch) Improvement Area No. 2, with the purchase price used to finance the acquisition and construction of certain public facilities, establish a debt service reserve account, fund capitalized interest through September 1, 2024, and pay certain issuance costs. The 2024 Special Tax Revenue Bonds are eligible for optional redemption on any date on or after September 1, 2030 through August 31, 2031 at 103%; on any date on or after September 1, 2031 through August 31, 2032 at 102%; on any date on or after September 1, 2032 through August 31, 2033 at 101%; or on any date on or after September 1, 2033 at 100%.

10,760,000

In October 2024, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2024 in the aggregate principal amount of \$26,735,000 with interest rates 5.00%. The Special Tax Revenue Serial Bonds mature on September 1 of each year from 2025 through 2034 with principal payments ranging from \$135,000 to \$1,120,000. The Special Tax Revenue Term Bond maturing September 1, 2039 is subject to mandatory sinking fund redemption with annual payments beginning on September 1, 2035—\$475,000 in 2035, \$535,000 in 2036, \$595,000 in 2037, \$655,000 in 2038 and \$720,000 on maturity. The Term Bond maturing September 1, 2044 has sinking fund redemption payments from September 1, 2040 through September 1, 2044 ranging from \$795,000 to \$1,120,000. The Term Bond maturing September 1, 2049 calls for sinking fund payments from September 1, 2045 through September 1, 2049 ranging from \$1,175,000 to \$1,430,000, and the Term Bond maturing September 1, 2054 requires sinking fund redemption payments from September 1, 2050 through September 1, 2054 ranging from \$1,505,000 to \$1,825,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of the City of Folsom Community Facilities District No. 18, with the purchase price used to finance the construction of certain public facilities, establish a debt service reserve account, and pay certain issuance costs. The 2024 Special Tax Revenue Bonds are eligible for optional redemption on any date on or after September 1, 2031 through August 31, 2032 at 103%; on any date on or after September 1, 2032 through August 31, 2033 at 102%; on any date on or after September 1, 2033 through August 31, 2034 at 101%; or on any date on or after September 1, 2034 at 100%.

26,735,000

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 9. LONG-TERM LIABILITIES, Continued

In November 2024, the Folsom Ranch Financing Authority issued the Folsom Ranch Financing Authority Special Tax Revenue Bonds, Series 2024 in the aggregate principal amount of \$10,705,000 with interest rates 5.00%. The Special Tax Revenue Serial Bonds mature on September 1 of each year from 2025 through 2034 with principal payments ranging from \$20,000 to \$185,000. The Special Tax Revenue Term Bond maturing September 1, 2039 is subject to mandatory sinking fund redemption with annual payments beginning on September 1, 2035—\$205,000 in 2035, \$230,000 in 2036, \$255,000 in 2037, \$280,000 in 2038 and \$310,000 on maturity. The Term Bond maturing September 1, 2044 has sinking fund redemption payments from September 1, 2040 through September 1, 2044 ranging from \$340,000 to \$485,000. The Term Bond maturing September 1, 2049 calls for sinking fund payments from September 1, 2045 through September 1, 2049 ranging from \$505,000 to \$615,000, and the Term Bond maturing September 1, 2054 requires sinking fund redemption payments from September 1, 2050 through September 1, 2054 ranging from \$645,000 to \$785,000. The bonds were issued to finance the purchase of limited obligation special tax bonds (the "Local Obligations") of the City of Folsom Community Facilities District No. 23 (Folsom Ranch) Improvement Area No. 4, with the purchase price used to finance the acquisition and construction of certain public facilities, establish a debt service reserve account, fund capitalized interest through September 1, 2025, and pay certain issuance costs. The 2024 Special Tax Revenue Bonds are eligible for optional redemption on any date on or after September 1, 2031 through August 31, 2032 at 103%; on any date on or after September 1, 2032 through August 31, 2033 at 102%; on any date on or after September 1, 2033 through August 31, 2034 at 101%; or on any date on or after September 1, 2034 at 100%.

	10,705,000
<b>Total Governmental Revenue Bonds</b>	<b>\$ 172,920,000</b>

#### Business-type activities:

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

	\$ 3,865,000
<b>Total Business-type activities Revenue Bonds</b>	<b>\$ 3,865,000</b>

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

Year Ending June 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2026	\$ 2,430,000	\$ 8,259,300	\$ 910,000	\$ 136,400
2027	2,885,000	8,140,956	945,000	99,300
2028	2,150,000	8,026,391	985,000	60,700
2029	2,435,000	7,922,763	1,025,000	20,500
2030	2,755,000	7,807,613	-	-
2031-2035	19,130,000	36,647,506	-	-
2036-2040	30,145,000	30,810,475	-	-
2041-2045	41,665,000	22,170,388	-	-
2046-2050	46,260,000	11,063,725	-	-
2051-2054	23,065,000	2,390,147	-	-
Total	\$ 172,920,000	\$ 143,239,263	\$ 3,865,000	\$ 316,900

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 9. LONG-TERM LIABILITIES, Continued

#### Notes from Direct Borrowings and Direct Placements

##### Governmental Activities:

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

\$ 26,090,000

##### **Total Governmental Notes from Direct Borrowing and Direct Placements**

\$ 26,090,000

##### Business-Type Activities:

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

\$ 6,512,000

##### **Total Business-Type Activates Notes from District Borrowing and Direct Placements**

\$ 6,512,000

Year Ending June 30,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2026	\$ 5,205,000	\$ 647,636	\$ 674,000	\$ 108,495
2027	5,350,000	501,183	688,000	96,530
2028	5,505,000	350,509	701,000	84,327
2029	5,540,000	196,974	709,000	71,940
2030	1,085,000	105,398	725,000	59,343
2031-2034	3,405,000	137,839	3,015,000	107,098
Total	<u>\$ 26,090,000</u>	<u>\$ 1,939,539</u>	<u>\$ 6,512,000</u>	<u>\$ 527,733</u>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 9. LONG-TERM LIABILITIES, Continued

#### Fire Station Obligation

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

\$ 420,692

#### **Total City Hall & Fire Station Lease Obligation**

\$ 420,692

Year Ending June 30,	Lease Obligation	
	Governmental activities	
	Principal	Interest
2026	\$ 207,095	\$ 12,743
2027	213,597	3,685
Total	<u>\$ 420,692</u>	<u>\$ 16,428</u>

#### Compensated Absences

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

#### Lease Payable

The City's policy relating to lease payable is described in Note 1. Please refer to note 7 for more details of the lease payables.

#### Subscription Payable

The City's policy relating to subscription payable is described in Note 1. Please refer to note 8 for more details of the subscription payables.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 10. PLEDGE OF FUTURE REVENUES

The Folsom Public Financing Authority Water Revenue Bonds Series 2019 and Series 2021 are limited parity obligations payable solely from revenues consisting of installment payments to be made by the City under an installment purchase contract. The obligation of the City to make installment payments constitutes a special obligation of the City payable solely from the net revenues of the water system and certain other funds as provided in the installment purchase contract. Net revenues for any fiscal year are the gross income and revenue received, including all charges, fees, and rates and all connection fees, less the maintenance and operations costs. \$8,780,000 in Series 2019 Bonds were issued primarily to refund the 2009 Water Revenue Bonds, which were issued to refund the 1998 Water Revenue Bonds, which were used to previously upgrade the treatment facilities. \$9,116,000 in Series 2021 Bonds were issued primarily to refund the 2013 Bonds, which were issued primarily to refund the 2005A Water Revenue Bonds, which were issued to finance a portion of the costs of the 2005 Water Project, which consisted of improvements designed to increase the capacity of the existing water treatment from a peak capacity of 40 mgd to a peak capacity of 50 mgd as well as to upgrade disinfection facilities. The total principal and interest remaining to be paid on the bonds is \$11,221,633 through fiscal year 2034. Principal and interest paid for the current year and total customer net revenues were \$1,836,449 and \$8,399,633 respectively.

### 11. DEBT WITH NO CITY COMMITMENT

Special assessment Districts in various parts of the City have issued debt under the 1915 Bond Act and Mello-Roos Special Tax Act to finance infrastructure improvements and facilities within their boundaries. The 1915 Act Bonds are not a general obligation of the City and neither the faith and credit nor the taxing power of the City, the State of California, or any political subdivision thereof is pledged to the payment of any debt service for these districts. The City is the collecting and paying agent for the debt issued by these Districts, but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included in general long-term debt of the City. The outstanding balance of each of these issues as of June 30, 2025 is as follows:

Description	Issue Date	Maturity Date	June 30, 2025
Community Facilities District No. 10, Empire Ranch, Series 2017	7/11/2017	9/1/2028	\$ 17,023,741
Community Facilities District No. 14 Parkway II, Series 2017	7/11/2017	9/1/2032	8,428,760
Community Facilities District No. 16, The Islands at Parkshore IA1, Series 2018	3/15/2018	9/1/2048	5,400,000
Community Facilities District No. 16, The Islands at Parkshore IA2, Series 2019	7/18/2019	9/1/2049	2,980,000
Community Facilities District No. 17 Willow Hill Pipeline Proj., Series 2015	9/3/2015	9/1/2045	5,415,000
Community Facilities District No. 18 Area-Wide Improvements, Series 2024	10/8/2024	9/1/2054	26,735,000
Community Facilities District No. 19, Mangini Ranch, Series 2017	8/23/2017	9/1/2047	27,160,000
Community Facilities District No. 19, Mangini Ranch, Series 2019	8/7/2019	9/1/2049	13,555,000
Community Facilities District No. 20, Russell Ranch, Series 2018	6/5/2018	9/1/2048	12,760,000
Community Facilities District No. 20, Russell Ranch, Series 2022	12/8/2022	9/1/2052	11,165,000
Community Facilities District No. 21, WRSR, Series 2021	4/21/2021	9/1/2050	11,470,000
Community Facilities District No. 23 IA1, Folsom Ranch, Series 2020	10/30/2020	9/1/2050	12,560,000
Community Facilities District No. 23 IA1, Folsom Ranch, Series 2022	5/11/2022	9/1/2052	11,755,000
Community Facilities District No. 23 IA3, Folsom Ranch, Series 2022	8/10/2022	9/1/2052	9,430,000
Community Facilities District No. 23 IA2, Folsom Ranch, Series 2024	4/25/2024	9/1/2053	10,760,000
Community Facilities District No. 23 IA4, Folsom Ranch, Series 2024	11/21/2024	9/1/2054	10,705,000
			<u>\$ 197,302,501</u>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 11. DEBT WITH NO CITY COMMITMENT, Continued

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

Description	Issue Date	Maturity Date	June 30, 2025
Successor Agency to the Former Redevelopment Agency, Central Folsom Redevelopment Project TABS, Series 2016A (Tax Exempt)	10/5/2016	8/1/2036	\$ 23,760,000
Successor Agency to the Former Redevelopment Agency, Central Folsom Redevelopment Project TABS, Series 2016B (Federally Taxable)	7/12/2012	8/1/2035	12,110,000
Owner Participation Agreement			650,169
Less: Issuance discounts/premiums, net			1,483,904
			\$ 38,004,073

### 12. CLASSIFICATION OF NET POSITION/FUND BALANCE

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

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

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

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 12. CLASSIFICATION OF NET POSITION/FUND BALANCE, Continued

In the Fund Financial Statements, Fund balances are presented in the following categories: nonspendable, restricted, committed, assigned, and unassigned (see Note 1 for a description of these categories). A detailed schedule of fund balances at June 30, 2025 follows:

	General Fund	Folsom Housing Special Revenue Fund	Folsom Public Financing Authority Debt Service Fund	Folsom Ranch Financing Authority	Transportation Improvement Capital Projects Fund	FPA Capital Improvement	Other Non-Major Governmental Funds	Total Governmental Funds
<b>Nonspendable:</b>								
Inventory	\$ 541,520	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 541,520
Insurance deposits	4,824	-	-	-	-	-	-	4,824
Endowment principal	1,001,253	-	-	-	-	-	499,531	1,500,784
<b>Total nonspendable fund balance</b>	<b>1,547,597</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>499,531</b>	<b>2,047,128</b>
<b>Restricted for:</b>								
Debt Service	-	-	25,214,332	170,413,935	-	-	1,823,652	197,451,919
Police training and equipment	-	-	-	-	-	-	692,006	692,006
Police capital projects	-	-	-	-	-	-	1,761,235	1,761,235
Fire capital projects	-	-	-	-	-	-	702,346	702,346
General Capital Improvements	940,579	-	-	-	-	-	5,627,824	6,568,403
FPA capital improvements	-	-	-	-	-	45,456,930	-	45,456,930
Light rail transportation improvements	-	-	-	-	-	-	1,443,988	1,443,988
Drainage capital projects	-	-	-	-	-	-	1,465,077	1,465,077
CFD 10 improvements	-	-	-	-	-	-	2,827,152	2,827,152
Park capital improvements	-	-	-	-	-	-	10,630,440	10,630,440
Zoo improvements	-	-	-	-	-	-	239,725	239,725
Lighting and Landscape districts	-	-	-	-	-	-	11,098,177	11,098,177
Transportation projects	-	-	-	-	43,996,058	-	11,713,515	55,709,573
Community Development Block Grant	-	-	-	-	-	-	157,329	157,329
Folsom Specific Plan Area Infrastructure	-	-	-	-	-	-	22,462	22,462
2011 Non-Housing Bond Proceeds	-	-	-	-	-	-	1,942	1,942
Transit Capital Improvement	-	-	-	-	-	-	7,620,066	7,620,066
Corp Yard Capital Improvement	-	-	-	-	-	-	3,366,593	3,366,593
Loans receivable	-	29,681,328	-	-	-	-	-	29,681,328
Low and Moderate Income Housing	-	24,084,788	-	-	-	-	-	24,084,788
<b>Total restricted fund balance</b>	<b>940,579</b>	<b>53,766,116</b>	<b>25,214,332</b>	<b>170,413,935</b>	<b>43,996,058</b>	<b>45,456,930</b>	<b>61,393,529</b>	<b>401,181,479</b>
<b>Committed for:</b>								
Transportation projects	-	-	-	-	-	-	353,501	353,501
Tree mitigation	-	-	-	-	-	-	1,404,337	1,404,337
Low income housing	-	-	-	-	-	-	5,815,241	5,815,241
Park improvements	-	-	-	-	-	-	2,860,989	2,860,989
<b>Total committed fund balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,434,068</b>	<b>10,434,068</b>
<b>Assigned to:</b>								
Encumbrances	3,845,592	-	-	-	-	-	-	3,845,592
<b>Total assigned fund balance</b>	<b>3,845,592</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,845,592</b>
<b>Unassigned fund balance:</b>								
	25,335,749	-	-	-	-	-	(167,945)	25,167,804
<b>Total Fund Balances</b>	<b>\$ 31,669,517</b>	<b>\$ 53,766,116</b>	<b>\$ 25,214,332</b>	<b>\$ 170,413,935</b>	<b>\$ 43,996,058</b>	<b>\$ 45,456,930</b>	<b>\$ 72,159,183</b>	<b>\$ 442,676,071</b>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 13. PENSION PLAN

#### A. General Information about the Pension Plans

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

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

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

	Miscellaneous		
	Classic - Prior to June 30, 2010	New - On or after July 1, 2010	New - On or after January 1, 2013
Hire Date			
Formula	2.7% @ 55	2% @ 55	2% @ 55
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50-55	50-63	52-67
Monthly benefits, as a % of annual salary	2.0% to 2.7%	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	8.0%	7.0%	7.50%
Required employer contribution rates	11.730%	45.240%	45.240%
Unfunded Liability Contribution	\$ 8,399,520	-	-
	Safety		
	Classic - Prior to June 30, 2010	New - On or after July 1, 2010	New - On or after January 1, 2013
Hire Date			
Formula	3% @ 50	2% @ 50	2.7% @ 57
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50-55	50-55	50-57
Monthly benefits, as a % of annual salary	3.00%	2.0% to 2.7%	2.0% to 2.7%
Required employee contribution rates	9.0%	9.0%	11.25%
Required employer contribution rates	20.220%	54.370%	51.370%
Unfunded Liability Contribution	\$ 7,431,383	-	-

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 13. PENSION PLAN, Continued

#### A. General Information about the Pension Plans, Continued

**Employees Covered** – At June 30, 2025, the following employees were covered by the benefit terms for each Plan:

	Miscellaneous	Safety
Inactive employees or beneficiaries currently receiving benefits	506	176
Inactive employees entitled to but not yet receiving benefits	300	107
Active employees	304	157
Total	<u>1,110</u>	<u>440</u>

**Contributions** – Section 20814(c) of the California Public Employees’ Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. In 2025, the employer contribution to CalPERS was \$11,413,995 and \$11,609,094 for the Miscellaneous and Safety Plan, respectively.

#### B. Net Pension Liability

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

**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 Actuarial Cost Method	Entry Age Actuarial Cost Method
Actuarial Assumptions:		
Discount Rate	6.90%	6.90%
Inflation	2.30%	2.30%
Payroll Growth	2.80%	2.80%
Projected Salary Increase	Varies by Entry Age and Service	Varies by Entry Age and Service
Investment Rate of Return	6.80%	6.80%
Mortality Rate Table <sup>1</sup>	Derived using CalPERS' membership data for all funds	Derived using CalPERS' membership data for all funds

<sup>1</sup> The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality 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.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 13. PENSION PLAN, Continued

#### B. Net Pension Liability, Continued

**Discount Rate** – The discount rate used to measure the total pension liability was 6.90% for each Plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, each 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. A detailed report testing these projections can be obtained from the CalPERS website.

In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return.

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

Asset Class	Current Target Allocation	Real Return (1) (2)
Global Equity - Cap-weighted	30%	4.54%
Global Equity - Non-Cap-weighted	12%	3.84%
Private Equity	13%	7.28%
Treasury	5%	0.27%
Mortgage-backed securities	5%	0.50%
Investment Grade Corporates	10%	1.56%
High Yield	5%	2.27%
Emerging Market Debt	5%	2.48%
Private Debt	5%	3.57%
Real Assets	15%	3.21%
Leverage	-5%	-0.59%
	100%	

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

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 13. PENSION PLAN, Continued

#### C. Changes in the Net Pension Liability

The changes in the Net Pension Liability, measured as of June 30, 2024, for each Plan follows:

	Miscellaneous		
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2024	\$ 292,623,176	\$ 192,624,972	\$ 99,998,204
<b>Changes in the year:</b>			
Service cost	4,914,812	-	4,914,812
Interest on the total pension liability	20,214,065	-	20,214,065
Differences between actual and expected experience	5,358,534	-	5,358,534
Contribution - employer	-	10,599,158	(10,599,158)
Contribution - employee	-	1,994,253	(1,994,253)
Net investment income	-	18,662,944	(18,662,944)
Benefit payments, including refunds of employee contributions	(14,963,296)	(14,963,296)	-
Administrative expense	-	(156,740)	156,740
<b>Net changes</b>	<b>15,524,115</b>	<b>16,136,319</b>	<b>(612,204)</b>
<b>Balance at June 30, 2025</b>	<b>\$ 308,147,291</b>	<b>\$ 208,761,291</b>	<b>\$ 99,386,000</b>
	Safety		
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2024	\$ 265,840,453	\$ 168,417,932	\$ 97,422,521
<b>Changes in the year:</b>			
Service cost	5,663,719	-	5,663,719
Interest on the total pension liability	18,534,449	-	18,534,449
Differences between actual and expected experience	6,452,421	-	6,452,421
Contribution - employer	-	10,485,360	(10,485,360)
Contribution - employee	-	2,042,244	(2,042,244)
Net investment income	-	16,316,533	(16,316,533)
Benefit payments, including refunds of employee contributions	(13,019,057)	(13,019,057)	-
Administrative expense	-	(137,042)	137,042
<b>Net changes</b>	<b>17,631,532</b>	<b>15,688,038</b>	<b>1,943,494</b>
<b>Balance at June 30, 2025</b>	<b>\$ 283,471,985</b>	<b>\$ 184,105,970</b>	<b>\$ 99,366,015</b>
<b>Balance at June 30, 2025 - Both Plans</b>	<b>\$ 591,619,276</b>	<b>\$ 392,867,261</b>	<b>\$ 198,752,015</b>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 13. PENSION PLAN, Continued

#### C. Changes in the Net Pension Liability, Continued

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

	Miscellaneous	Safety	Total
1% Decrease	5.90%	5.90%	5.90%
Net Pension Liability	\$ 139,350,034	\$ 138,923,954	\$ 278,273,988
Current Discount Rate	6.90%	6.90%	6.90%
Net Pension Liability	\$ 99,386,000	\$ 99,366,015	\$ 198,752,015
1% Increase	7.90%	7.90%	7.90%
Net Pension Liability	\$ 66,198,331	\$ 66,962,825	\$ 133,161,156

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

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

For the year ended June 30, 2025, the City recognized pension expense of \$17,335,342 for the Miscellaneous plan and \$15,680,501 for the Safety plan, for a total pension expense of \$33,015,843. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Safety		Miscellaneous		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in assumption	\$ 4,297,995	\$ -	\$ -	\$ -	\$ 4,297,995	\$ -
Differences between actual and expected experience	6,944,321	39,771	4,526,897	-	11,471,218	39,771
Net differences between projected and actual earnings						
on plan investments	2,480,865	-	2,819,360	-	5,300,225	-
Pension contributions subsequent to measurement date	11,609,094	-	11,413,995	-	23,023,089	-
Total	\$ 25,332,275	\$ 39,771	\$ 18,760,252	\$ -	\$ 44,092,527	\$ 39,771

\$11,413,995 (miscellaneous) and \$11,609,094 (safety) reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 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 Ending June 30,	Amortization	
	Safety	Misc
2026	\$ 4,241,942	\$ 2,765,381
2027	8,063,091	6,548,292
2028	1,033,525	(873,690)
2029	344,852	(1,093,726)
Total	\$ 13,683,410	\$ 7,346,257

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 14. POST-EMPLOYMENT HEALTH CARE BENEFITS

#### EMPLOYER/PLAN REPORTING

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

Plan Description – The City of Folsom Retiree Health Program is a single-employer defined benefit healthcare plan administered by Benefit Trust Company. The City provides medical, dental and vision insurance benefits to eligible retirees. Benefit provisions are established and may be amended by City labor agreements, which are approved by the City Council. On November 27, 2007, the Council adopted a resolution authorizing the City Manager to establish a Futuris Public Entity Investment Trust and a Retirement Board of Authority (BOA). The BOA is made up of the Mayor, one at large Council member, City Manager, Finance Director, and the Human Resources Director. The BOA has delegated authority of the OPEB trust to Benefit Trust Company (BTC) per the Futuris Trust Administrative Services Agreement. Upon signing the agreement, BTC has been deemed to have executed the Trust and during the term of this Agreement, BTC further agreed to serve as a discretionary trustee, with fiduciary oversight and authority over the operations and management of the Trust.

Plan Membership – At June 30, 2025, the Plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefit payments	433
Inactive plan members entitles to but not yet receiving benefit payments	-
Active plan members	<u>86</u>
Total	<u><u>519</u></u>

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

Contributions – The contribution requirements of plan members and the City are established and may be amended by City Council. The Council establishes rates based on an actuarially determined rate. For year ended June 30, 2025, the City contributed \$6,457,277 to the plan, for current premiums.

#### Investments

Investment Policy – The Plan's policy in regard to the allocation of invested assets is established and may be amended by the Retirement Board of Authority. It is the policy of the Retirement Board of Authority to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The Board's adopted asset allocation policy as of June 30, 2025 is presented as part of discussion about the long-term expected rate of return.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 14. POST-EMPLOYMENT HEALTH CARE BENEFITS, Continued

Rate of return – For the year ended June 30, 2025, the annual money-weighted rate of return on investments, net of investment expense, was 9.3 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

#### Net OPEB Liability

The City's net OPEB liability was measured as of June 30, 2025, and the total OPEB liability used to calculate the net OPEB liability was determined by actuarial valuation as of June 30, 2025.

Actuarial Assumptions – The total OPEB liability was determined by an actuarial valuation as of June 30, 2025, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	June 30, 2025
Measurement Date	June 30, 2025
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	5.50%
Investment Rate of Ret	5.5% <sup>(1)</sup>
General Inflation	2.75%
Payroll increase	2.80%
Mortality	2021 CalPERS pension plan valuation
Retirement Age	2021 CalPERS pension plan valuation
Healthcare Cost Trend	8.00%

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

Mortality rates were based on the 2021 CalPERS pension valuation for Miscellaneous Employees, 2021 CalPERS Mortality Safety Employees tables created by CalPERS.

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 14. POST-EMPLOYMENT HEALTH CARE BENEFITS, Continued

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 below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	37.20%	n/a
Fixed Income	49.80%	n/a
International Equity	8.10%	n/a
Real Estate	4.90%	n/a
<b>Total</b>	<b>100%</b>	<b>5.5%</b>

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

#### Changes in the Net OPEB Liability

	OPEB Plan Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (c) = (a) - (b)
Balance at June 30, 2024	\$ 104,419,661	\$ 10,549,827	\$ 93,869,834
<b>Changes recognized for the measurement period:</b>			
Service cost	1,091,940	-	1,091,940
Interest	5,641,505	-	5,641,505
Differences between actual and expected experience	11,153,552	-	11,153,552
Changes in assumptions	(2,128,247)	-	(2,128,247)
Contribution - employer	-	6,457,277	(6,457,277)
Expected Investment Income	-	1,227,575	(1,227,575)
Expected Benefit payments	(5,957,277)	(5,957,277)	-
<b>Net changes</b>	<b>9,801,473</b>	<b>1,727,575</b>	<b>8,073,898</b>
<b>Balance at June 30, 2025</b>	<b>\$ 114,221,134</b>	<b>\$ 12,277,402</b>	<b>\$ 101,943,732</b>

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

	1% Decrease 4.50%	Current Discount Rate 5.50%	1% Increase 6.50%
Net OPEB liability	\$ 116,224,492	\$ 101,943,732	\$ 90,148,585

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 14. POST-EMPLOYMENT HEALTH CARE BENEFITS, Continued

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 (7 percent) or 1-percentage-point higher (9 percent) than the current healthcare cost trend rates:

	1% Decrease 7.00%	Healthcare Cost Trend Rate 8.00%	1% Increase 9.00%
Net OPEB liability	\$ 89,730,053	\$ 101,943,732	\$ 116,686,374

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

For the year ended June 30, 2025, the City recognized OPEB expense of \$5,080,500. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 441,230	\$ 1,418,831
Net difference between expected and actuarial experience	8,036,326	-
Net differences between projected and actual earnings on OPEB plan investments	-	464,893
Total	<u>\$ 8,477,556</u>	<u>\$ 1,883,724</u>

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

Fiscal Year End June 30:	Deferred (Inflows) of Resources
2026	\$ 4,228,000
2027	2,732,318
2028	(239,734)
2029	(126,752)
Total	<u>\$ 6,593,832</u>

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 15. RISK MANAGEMENT

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

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

The City has joined together with other Cities in the State of California to participate in Northern California Cities Self Insurance Fund (NCCSIF), a joint powers agency which provides the City with a shared risk layer of coverage above the self-insured \$100,000 retention for liability and workers' compensation. In addition, NCCSIF provides claims servicing to the City for the banking layer, which represents the City's self-insurance. The NCCSIF is composed of 18 member cities and is governed by a board of directors appointed by the member cities. The governing board has authority over budgeting and financing. The workers' compensation and general liability programs are administered by third-party administrators.

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

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

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

The City's deposit for its banking layer administered by NCCSIF of \$1,539,122 and \$1,707,326 as of June 30, 2025 and 2024 is recorded in the risk management fund as insurance deposits, respectively. The insurance deposit is net of any outstanding claims liability. Activity for the fiscal years ended June 30, 2025 and 2024 is as follows:

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 15. RISK MANAGEMENT, Continued

	Balance June 30, 2023	Deposits & Other income	Investment Income & FMV change	Claims paid Net of refunds	Claims Admin & other exp	Balance June 30, 2024
General Liability	\$ 960,580	\$ 402,359	\$ 115,690	\$ (1,030,271)	\$ (148,700)	\$ 299,658
Workers' Compensation	2,216,421	760,125	286,066	(1,252,309)	(602,635)	1,407,668
Total	<u>\$ 3,177,001</u>	<u>\$ 1,162,484</u>	<u>\$ 401,756</u>	<u>\$ (2,282,580)</u>	<u>\$ (751,335)</u>	<u>\$ 1,707,326</u>

	Balance June 30, 2024	Deposits & Other income	Investment Income & FMV change	Claims paid Net of refunds	Claims Admin & other exp	Balance June 30, 2025
General Liability	\$ 299,658	\$ 611,490	\$ 230,558	\$ (963,771)	\$ 40,154	\$ 218,089
Workers' Compensation	1,407,668	1,107,549	427,005	(1,512,388)	(108,801)	1,321,033
Total	<u>\$ 1,707,326</u>	<u>\$ 1,719,039</u>	<u>\$ 657,563</u>	<u>\$ (2,476,159)</u>	<u>\$ (68,647)</u>	<u>\$ 1,539,122</u>

The following is summary financial information of the NCCSIF for the liability and workers' compensation program for the fiscal year ended June 30, 2025:

	Liability	Workers' Compensation	Total
Assets	\$ 30,192,712	\$ 69,080,751	\$ 99,273,463
Liabilities	19,164,773	44,863,170	64,027,943
Net assets	<u>11,027,939</u>	<u>24,217,581</u>	<u>35,245,520</u>
Revenues	24,917,613	17,107,937	42,025,550
Expenses	21,926,032	17,086,167	39,012,199
Operating income	<u>2,991,581</u>	<u>21,770</u>	<u>3,013,351</u>
Investment income	1,890,802	3,992,885	5,883,687
Net income	<u>4,882,383</u>	<u>4,014,655</u>	<u>8,897,038</u>
Net position, beginning of year	6,145,556	20,202,926	26,348,482
Net position, end of year	<u>\$ 11,027,939</u>	<u>\$ 24,217,581</u>	<u>\$ 35,245,520</u>

The NCCSIF audited financial statements for the period ended June 30, 2025 are available on the City's website.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

### 15. RISK MANAGEMENT, Continued

Coverage Limits:

Amount		Coverage provider	Payment Source
<b>LIABILITY CLAIMS:</b>			
\$ -	\$ 100,000	Self-Insured	Banking layer
100,001	1,000,000	Northern California Cities Self Insurance Fund	Shared risk pool
1,000,001	40,000,000	California Joint Powers Risk Management Authority	Shared risk pool
<b>WORKERS' COMPENSATION:</b>			
\$ -	\$ 100,000	Self-Insured	Banking layer
100,001	500,000	Northern California Cities Self Insurance Fund	Shared risk pool
500,001	40,000,000	California Joint Powers Risk Management Authority	Shared risk pool

### 16. COMMITMENTS

#### Facilities Augmentation Fund – Folsom South Area Facilities Plan

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

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

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

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 16. COMMITMENTS, Continued

During the year ended June 30, 2025 the City received \$0 of critical facilities fees. The City, at June 30, 2025 had \$132,499 available for reimbursement of general facilities credits.

#### **Annexation Agreement**

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

### 17. CONTINGENT LIABILITIES

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

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

The City is self-insured and participates in a Public Entity Risk Pool. Details of this are covered in Note 15.

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

### 18. DEFICIT FUND BALANCES

- The Planning Services Special Revenue Fund had a deficit fund balance of \$91,455 at June 30, 2025 primarily as a result of expenditures incurred in advance of receipt of revenues and will be eliminated with future revenues.
- The Humbug Willow Creek Special Revenue Fund had a deficit fund balance of \$76,490 at June 30, 2025 primarily as a result of expenditures incurred in advance of receipt of revenues and will be eliminated with future revenues.
- The Compensated Leaves Fund had a deficit fund balance of \$98,998 at June 30, 2025 primarily as a result of a higher number of employees retiring than anticipated.

# City of Folsom

## NOTES TO THE BASIC FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2025

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### 19. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

- Expenditures exceeded appropriations in the Folsom Ranch Financing Authority Debt Service Fund by \$603,154 due to interest payments for CFD#18 and CFD#23 IA4.
- Expenditures exceeded appropriations in the Light and Landscape and Maintenance District Fund by \$13,145 due to planned expenditure of fund balance.
- Expenditures exceeded appropriations in the Zoo Special Revenue Fund by \$99,742 due to planned expenditure of fund balance.

### 20. RESTATEMENTS

During 2025, the City recorded the following restatements:

(1) Changes in accounting principle – The City implemented GASB 101 – Compensated absences in fiscal year 2025, which resulted in a restatement of the prior year’s compensated absences liability balance in order to include additional types of time-off that were previously not included in the liability.

(2) Error correction to Folsom Housing Special Revenue Fund and Other Special Revenue Fund – Unavailable revenue and receivables were restated to record the interest receivables in the Folsom Special Revenue Fund and Other Special Revenue Fund. The interest receivables were not recorded correctly in the past and adjustment was necessary to properly restate the unavailable revenue balance and receivables balances. Therefore, unavailable revenue and interest receivables in the Folsom Special Revenue Fund and Other Special Revenue Fund were understated by \$6,498,755, and net position in the governmental activities was understated by \$ 6,498,755 for the fiscal year ended June 30, 2024.

	6/30/2024 As Previously Reported	Change in Accounting Principle(1)	Error Correction (2)	7/1/2024 As Restated
Governmental Activities	\$ 426,290,230	\$ (2,523,703)	\$ 6,498,755	\$ 430,265,282
Business-type Activities	229,623,818	(398,973)	-	229,224,845
Water Fund	129,384,540	(217,646)	-	129,166,894
Wastewater Fund	84,914,422	(90,102)	-	84,824,320
Solid Waste	15,275,981	(91,225)	-	15,184,756

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**REQUIRED SUPPLEMENTARY INFORMATION**



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

# City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

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

	<u>Miscellaneous</u> <u>2016</u>	<u>Miscellaneous</u> <u>2017</u>	<u>Miscellaneous</u> <u>2018</u>	<u>Miscellaneous</u> <u>2019</u>
<b>Total Pension Liability</b>				
Service Cost	\$ 3,463,856	\$ 3,550,932	\$ 3,904,924	\$ 3,765,497
Interest on the total pension liability	12,827,742	13,405,790	13,879,289	14,940,919
Changes in benefit terms	819,877	282,187	34,533	2,198,934
Changes in assumptions	(3,280,830)	-	11,945,025	(1,842,927)
Differences between actual and expected experience	294,972	(2,420,273)	(2,802,533)	5,429,806
Benefit payments, including refunds of employee contributions	(6,486,519)	(6,795,160)	(8,072,643)	(9,232,060)
<b>Net change in total pension liability</b>	<b>7,639,098</b>	<b>8,023,476</b>	<b>18,888,595</b>	<b>15,260,169</b>
<b>Total pension liability - beginning</b>	<b>171,360,194</b>	<b>178,999,292</b>	<b>187,022,768</b>	<b>205,911,363</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 178,999,292</b>	<b>\$ 187,022,768</b>	<b>\$ 205,911,363</b>	<b>\$ 221,171,532</b>
<b>Plan fiduciary net position</b>				
Contributions - employer	\$ 4,523,081	\$ 5,159,464	\$ 5,781,400	\$ 6,511,558
Contributions - employee	1,593,443	1,580,964	1,655,762	1,634,191
Net investment income	2,668,545	593,250	13,918,884	11,477,303
Benefit payments	(6,486,519)	(6,795,160)	(8,072,643)	(9,232,060)
Net Plan to Plan Resource Movement	-	-	2,162	(338)
Administrative expense	(138,974)	(75,236)	(182,949)	(213,243)
Other Miscellaneous Income/(Expense)	-	-	-	(404,953)
<b>Net change in plan fiduciary net position</b>	<b>2,159,576</b>	<b>463,282</b>	<b>13,102,616</b>	<b>9,772,458</b>
<b>Plan fiduciary net position - beginning</b>	<b>121,289,796</b>	<b>123,449,372</b>	<b>123,743,093</b>	<b>136,845,709</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>123,449,372</b>	<b>123,912,654</b>	<b>136,845,709</b>	<b>146,618,167</b>
Net pension liability - ending (a)-(b)	\$ 55,549,920	\$ 63,110,114	\$ 69,065,654	\$ 74,553,365
Plan fiduciary net position as a percentage of the total pension liability	68.97%	66.26%	66.46%	66.29%
Covered payroll	21,527,190	22,082,925	21,890,526	22,161,909
Net pension liability as percentage of covered payroll	258.05%	285.79%	315.50%	336.40%
Measurement Date	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018

	<u>Safety</u> <u>2016</u>	<u>Safety</u> <u>2017</u>	<u>Safety</u> <u>2018</u>	<u>Safety</u> <u>2019</u>
<b>Total Pension Liability</b>				
Service Cost	\$ 3,525,048	\$ 3,439,072	\$ 3,853,558	\$ 3,990,444
Interest on the total pension liability	11,200,515	11,862,083	12,440,896	13,235,635
Changes in benefit terms	253,356	254,592	304,817	321,724
Changes in assumptions	(2,937,784)	-	11,011,292	(718,527)
Differences between actual and expected experience	(106,665)	681,197	(165,828)	3,317,456
Benefit payments, including refunds of employee contributions	(6,454,000)	(7,486,831)	(7,953,218)	(8,383,432)
<b>Net change in total pension liability</b>	<b>5,480,470</b>	<b>8,750,113</b>	<b>19,491,517</b>	<b>11,763,300</b>
<b>Total pension liability - beginning</b>	<b>150,667,533</b>	<b>156,148,003</b>	<b>164,898,116</b>	<b>184,389,633</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 156,148,003</b>	<b>\$ 164,898,116</b>	<b>\$ 184,389,633</b>	<b>\$ 196,152,933</b>
<b>Plan fiduciary net position</b>				
Contributions - employer	\$ 4,705,025	\$ 4,910,890	\$ 5,843,744	\$ 6,557,790
Contributions - employee	1,313,706	1,218,093	1,488,989	1,373,843
Net investment income	2,317,142	557,570	11,610,189	9,650,208
Benefit payments	(6,454,000)	(7,486,831)	(7,953,218)	(8,383,432)
Net Plan to Plan Resource Movement	(49,988)	-	-	(287)
Administrative expense	(118,942)	(64,412)	(154,767)	(180,230)
Other Miscellaneous Income/(Expense)	-	-	-	(342,260)
<b>Net change in plan fiduciary net position</b>	<b>1,712,943</b>	<b>(864,690)</b>	<b>10,834,937</b>	<b>8,675,632</b>
<b>Plan fiduciary net position - beginning</b>	<b>103,976,672</b>	<b>105,689,615</b>	<b>104,824,925</b>	<b>115,659,862</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>105,689,615</b>	<b>104,824,925</b>	<b>115,659,862</b>	<b>124,335,494</b>
Net pension liability - ending (a)-(b)	\$ 50,458,388	\$ 60,073,191	\$ 68,729,771	\$ 71,817,439
Plan fiduciary net position as a percentage of the total pension liability	67.69%	63.57%	62.73%	63.39%
Covered payroll	18,593,681	18,863,681	19,300,575	20,342,212
Net pension liability as percentage of covered payroll	271.37%	318.46%	356.10%	353.05%
Measurement Date	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018

<b>Miscellaneous</b>	<b>Miscellaneous</b>	<b>Miscellaneous</b>	<b>Miscellaneous</b>	<b>Miscellaneous</b>	<b>Miscellaneous</b>
<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
\$ 3,952,202	\$ 3,940,722	\$ 4,083,345	\$ 4,568,455	\$ 4,569,347	\$ 4,914,812
15,875,881	16,632,114	17,438,630	18,269,904	19,187,409	20,214,065
-	-	-	-	278,025	-
-	-	-	9,270,766	-	-
3,930,177	1,289,507	1,989,434	2,153,844	3,556,467	5,358,534
(10,075,046)	(10,995,275)	(11,712,031)	(12,897,624)	(13,854,609)	(14,963,296)
13,683,214	10,867,068	11,799,378	21,365,345	13,736,639	15,524,115
221,171,532	234,854,746	245,721,814	257,521,192	278,886,537	292,623,176
\$ 234,854,746	\$ 245,721,814	\$ 257,521,192	\$ 278,886,537	\$ 292,623,176	\$ 308,147,291

\$ 7,274,779	\$ 8,937,259	\$ 9,737,754	\$ 9,966,474	\$ 11,102,563	\$ 10,599,158
1,786,891	1,687,940	1,794,482	1,834,324	2,127,909	1,994,253
9,627,244	7,675,619	36,481,841	(15,168,020)	11,416,729	18,662,944
(10,075,046)	(10,995,275)	(11,712,031)	(12,897,624)	(13,854,609)	(14,963,296)
-	-	-	-	-	-
(104,630)	(218,692)	(162,042)	(123,563)	(133,809)	(156,740)
338	-	-	-	-	-
8,509,576	7,086,851	36,140,004	(16,388,409)	10,658,783	16,136,319
146,618,167	155,127,743	162,214,594	198,354,598	181,966,189	192,624,972
155,127,743	162,214,594	198,354,598	181,966,189	192,624,972	208,761,291
\$ 79,727,003	\$ 83,507,220	\$ 59,166,594	\$ 96,920,348	\$ 99,998,204	\$ 99,386,000

66.05%	66.02%	77.02%	65.25%	65.83%	67.75%
23,324,130	22,682,427	23,245,952	23,261,240	25,421,129	28,188,744
341.82%	368.16%	254.52%	416.66%	393.37%	352.57%
June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024

<b>Safety</b>	<b>Safety</b>	<b>Safety</b>	<b>Safety</b>	<b>Safety</b>	<b>Safety</b>
<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
\$ 4,185,471	\$ 4,453,870	\$ 4,771,019	\$ 5,347,890	\$ 5,257,892	\$ 5,663,719
13,965,196	14,704,486	15,587,867	16,489,459	17,369,326	18,534,449
-	-	-	-	79,267	-
-	-	-	10,437,990	-	-
1,485,082	1,091,393	2,490,070	(96,585)	1,961,659	6,452,421
(8,826,653)	(9,246,421)	(9,657,617)	(10,388,759)	(11,774,382)	(13,019,057)
10,809,096	11,003,328	13,191,339	21,789,995	12,893,762	17,631,532
196,152,933	206,962,029	217,965,357	231,156,696	252,946,691	265,840,453
\$ 206,962,029	\$ 217,965,357	\$ 231,156,696	\$ 252,946,691	\$ 265,840,453	\$ 283,471,985

\$ 7,225,666	\$ 8,486,598	\$ 8,489,122	\$ 8,928,192	\$ 10,038,487	\$ 10,485,360
1,502,266	1,690,156	1,682,896	1,724,412	2,005,666	2,042,244
8,083,078	6,534,833	31,389,241	(13,113,470)	9,946,458	16,316,533
(8,826,653)	(9,246,421)	(9,657,617)	(10,388,759)	(11,774,382)	(13,019,057)
-	-	-	-	-	-
(88,728)	(186,414)	(139,362)	(106,694)	(116,420)	(137,042)
287	-	-	-	-	-
7,895,916	7,278,752	31,764,280	(12,956,319)	10,099,809	15,688,038
124,335,494	132,231,410	139,510,162	171,274,442	158,318,123	168,417,932
132,231,410	139,510,162	171,274,442	158,318,123	168,417,932	184,105,970
\$ 74,730,619	\$ 78,455,195	\$ 59,882,254	\$ 94,628,568	\$ 97,422,521	\$ 99,366,015

63.89%	64.01%	74.09%	62.59%	63.35%	64.95%
21,877,386	23,938,536	24,365,618	24,642,629	24,642,629	27,341,740
341.59%	327.74%	245.77%	384.00%	548.08%	363.42%
June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024

# City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

## SCHEDULE OF CONTRIBUTIONS - LAST 10 YEARS

	<u>Miscellaneous</u>	<u>Miscellaneous</u>	<u>Miscellaneous</u>	<u>Miscellaneous</u>
	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Actuarially determined contribution	\$ 5,159,464	\$ 5,819,059	\$ 6,531,894	\$ 7,191,072
Contributions in relation to the actuarially determined contributions	(5,159,464)	(5,819,059)	(6,531,894)	(7,191,072)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 22,082,925	\$ 21,890,526	\$ 22,161,909	\$ 23,324,130
Contributions as a percentage of covered payroll	23.36%	26.58%	29.47%	30.83%

	<u>Safety</u>	<u>Safety</u>	<u>Safety</u>	<u>Safety</u>
	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Actuarially determined contribution	\$ 4,910,890	\$ 5,861,310	\$ 6,574,602	\$ 7,128,404
Contributions in relation to actuarially deemed contributions	(4,910,890)	(5,861,310)	(6,574,602)	(7,128,404)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 18,863,681	\$ 19,300,575	\$ 20,342,212	\$ 21,877,386
Contributions as a percentage of covered payroll	26.03%	30.37%	32.32%	32.58%

### Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age Normal Cost Method
Amortization method	Level percent of payroll
Asset valuation method	Fair value
Inflation	2.50%
Salary increases	Varies by Entry Age and Service
Investment rate of return	7.00%
Retirement age	55

<u>Miscellaneous</u>	<u>Miscellaneous</u>	<u>Miscellaneous</u>	<u>Miscellaneous</u>	<u>Miscellaneous</u>	<u>Miscellaneous</u>
<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 8,943,032	\$ 9,775,127	\$ 9,959,107	\$ 10,886,274	\$ 10,828,318	\$ 11,363,517
(8,943,032)	(9,775,127)	(9,959,107)	(10,886,274)	(10,828,318)	(11,413,995)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (50,478)</u>
\$ 23,938,536	\$ 23,245,952	\$ 23,261,240	\$ 25,421,129	\$ 28,188,744	\$ 29,651,764
37.36%	42.05%	42.81%	42.82%	38.41%	38.49%

<u>Safety</u>	<u>Safety</u>	<u>Safety</u>	<u>Safety</u>	<u>Safety</u>	<u>Safety</u>
<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 8,502,037	\$ 8,506,647	\$ 8,942,932	\$ 9,789,430	\$ 10,754,191	\$ 11,229,610
(8,502,037)	(8,506,647)	(8,942,932)	(9,789,430)	(10,754,191)	(11,609,094)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (379,484)</u>
\$ 22,682,427	\$ 24,365,618	\$ 24,642,629	\$ 24,642,629	\$ 27,341,740	\$ 30,814,512
37.48%	34.91%	36.29%	39.73%	39.33%	37.67%

## City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

### SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS - LAST 10 FISCAL YEARS\*

Measurement Date	2017	2018	2019	2020
<b>Total OPEB Liability</b>				
Service cost	\$ 2,148,999	\$ 2,208,096	\$ 2,305,252	\$ 1,355,366
Interest	4,259,868	5,040,097	4,806,648	5,530,728
Changes of assumptions	-	(9,590,919)	(6,686,894)	-
Differences between actual and expected experience	-	-	(3,828,632)	-
Benefit payments, including refunds of employee contributions	(3,943,224)	(4,100,953)	(4,227,327)	(4,432,280)
Net change in the total OPEB liability	2,465,643	(6,443,679)	(7,630,953)	2,453,814
Total OPEB liability - beginning	113,028,453	115,494,096	109,050,417	101,419,464
Total OPEB liability - ending (a)	115,494,096	109,050,417	101,419,464	103,873,278
<b>Plan Fiduciary Net Position</b>				
Contribution - employer	4,053,403	4,600,953	4,727,327	4,932,280
Net investment income	464,483	311,032	306,283	329,603
Differences between projected and actual earnings on plan investments	-	5,677	-	-
Benefit payments	(3,603,403)	(4,100,953)	(4,227,327)	(4,432,280)
Net change in plan fiduciary net position	914,483	816,709	806,283	829,603
Plan fiduciary net position - beginning	3,853,948	4,768,431	5,585,140	6,391,423
Plan fiduciary net position - ending (b)	4,768,431	5,585,140	6,391,423	7,221,026
Net OPEB liability/asset - ending (a) - (b)	\$ 110,725,665	\$ 103,465,277	\$ 95,028,041	\$ 96,652,252
Plan fiduciary net position as a percentage of the total OPEB liability	4.13%	5.12%	6.30%	6.95%
Covered-employee payroll	N/A	N/A	\$ 17,367,000	\$ 17,888,010
Net OPEB liability as a percentage of covered-employee payroll	N/A	N/A	547.18%	540.32%
Measurement date	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020

**Notes to Schedule** - \*Fiscal year 2017 was the 1st year of implementation.

<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
\$ 1,397,788	\$ 1,169,455	\$ 1,162,729	\$ 1,023,877	\$ 1,091,940
5,656,980	5,510,140	5,240,542	5,428,368	5,641,505
(836,918)	-	435,195	1,323,692	(2,128,247)
(3,624,335)	(6,564,955)	1,925,121	1,801,875	11,153,552
<u>(4,899,343)</u>	<u>(5,174,361)</u>	<u>(4,840,526)</u>	<u>(5,588,941)</u>	<u>(5,957,277)</u>
(2,305,828)	(5,059,721)	3,923,061	3,988,871	9,801,473
<u>103,873,278</u>	<u>101,567,450</u>	<u>96,507,729</u>	<u>100,430,790</u>	<u>104,419,661</u>
<u>101,567,450</u>	<u>96,507,729</u>	<u>100,430,790</u>	<u>104,419,661</u>	<u>114,221,134</u>
5,139,343	5,674,361	5,340,526	6,088,941	6,457,276
1,644,097	(1,754,779)	627,250	1,072,234	1,227,575
-	-	-	-	-
<u>(4,899,343)</u>	<u>(5,174,361)</u>	<u>(4,840,526)</u>	<u>(5,588,941)</u>	<u>(5,957,277)</u>
1,884,097	(1,254,779)	1,127,250	1,572,234	1,727,574
<u>7,221,026</u>	<u>9,105,123</u>	<u>7,850,344</u>	<u>8,977,594</u>	<u>10,549,828</u>
<u>9,105,123</u>	<u>7,850,344</u>	<u>8,977,594</u>	<u>10,549,828</u>	<u>12,277,402</u>
<u>\$92,462,327</u>	<u>\$88,657,385</u>	<u>\$91,453,196</u>	<u>\$93,869,833</u>	<u>\$ 101,943,732</u>
8.96%	8.13%	8.94%	10.10%	10.10%
\$16,766,110	\$17,227,178	\$12,985,824	\$13,349,427	\$ 10,822,083
551.48%	514.64%	704.25%	703.17%	942.00%
June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024	June 30, 2025

# City of Folsom - REQUIRED SUPPLEMENTARY INFORMATION

## SCHEDULE OF INVESTMENT RETURNS

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Annual money-weighted rate of return-net of investment expense	10.9%	6.0%	5.1%	4.8%	22.5%	-18.0%	4.5%	10.3%	9.3%

### Notes to Schedule

\*Fiscal year 2017 was the 1st year of implementation.

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES:</b>				
Taxes:				
Property tax	\$ 44,658,430	\$ 44,658,430	\$ 43,965,065	\$ (693,365)
Sales and use tax	29,075,767	29,075,767	26,938,575	(2,137,192)
Transient occupancy tax	2,500,000	2,500,000	2,598,048	98,048
Real property transfer	927,000	927,000	878,847	(48,153)
Other taxes	1,250,000	1,250,000	1,251,060	1,060
License and permits	3,916,089	3,916,089	3,885,168	(30,921)
Vehicle license fees	10,596,942	10,596,942	10,421,709	(175,233)
Intergovernmental	362,080	3,109,170	3,402,954	293,784
Charges for current services	13,897,478	13,897,478	20,828,022	6,930,544
Fines and forfeitures	109,200	109,200	150,269	41,069
Investment income (loss)	300,000	300,000	2,508,275	2,208,275
Miscellaneous	3,368,906	6,712,582	739,205	(5,973,377)
Total revenues	<u>110,961,892</u>	<u>117,052,658</u>	<u>117,567,197</u>	<u>514,539</u>
<b>EXPENDITURES:</b>				
Current:				
General government	21,681,389	22,413,247	20,732,237	1,681,010
Public safety	56,958,669	58,163,349	59,119,899	(956,550)
Public ways and facilities	8,944,026	9,457,147	8,353,401	1,103,746
Community services	7,191,463	7,711,916	7,897,809	(185,893)
Culture and recreation	18,480,991	19,050,900	19,558,374	(507,474)
Capital outlay	3,482,599	8,003,045	6,583,345	1,419,700
Debt service:				
Principal payments	241,453	241,453	721,244	(479,791)
Interest and fiscal charges	38,457	38,457	121,048	(82,591)
Total expenditures	<u>117,019,047</u>	<u>125,079,514</u>	<u>123,087,357</u>	<u>1,992,157</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(6,057,155)</u>	<u>(8,026,856)</u>	<u>(5,520,160)</u>	<u>2,506,696</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
SBITA proceeds	-	-	1,105,365	1,105,365
Transfers in	6,107,155	6,107,155	5,254,900	(852,255)
Transfers out	(50,000)	(3,564,985)	(3,564,985)	-
Total other financing sources (uses)	<u>6,057,155</u>	<u>2,542,170</u>	<u>2,795,280</u>	<u>253,110</u>
<b>NET CHANGE IN FUND BALANCES</b>	-	(5,484,686)	(2,724,880)	<u>\$ 2,759,806</u>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>34,394,397</u>	<u>34,394,397</u>	<u>34,394,397</u>	
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 34,394,397</u>	<u>\$ 28,909,711</u>	<u>\$ 31,669,517</u>	

Refer to Note to Required Supplementary Information

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL FOLSOM HOUSING SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ -	\$ 801,691	\$ 801,691
Charges for current services	20,000	20,000	32,874	12,874
Fines and forfeitures	300,000	300,000	3,845,010	3,545,010
Investment income (loss)	300,000	300,000	1,326,089	1,026,089
Miscellaneous	7,363	7,363	8,813	1,450
Total revenues	627,363	627,363	6,014,477	5,387,114
<b>EXPENDITURES:</b>				
Current:				
General government	615,300	711,512	492,919	218,593
Total expenditures	615,300	711,512	492,919	218,593
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	12,063	(84,149)	5,521,558	5,605,707
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(12,063)	(12,063)	(12,063)	-
Total other financing sources (uses)	(12,063)	(12,063)	(12,063)	-
<b>NET CHANGE IN FUND BALANCES</b>	-	(96,212)	5,509,495	\$ 5,605,707
<b>FUND BALANCES, BEGINNING OF YEAR</b>	48,256,621	48,256,621	48,256,621	
<b>FUND BALANCES, END OF YEAR</b>	\$ 48,256,621	\$ 48,160,409	\$ 53,766,116	

Refer to Note to Required Supplementary Information

# City of Folsom

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION FOR THE YEAR ENDED JUNE 30, 2025

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### Budgetary Data

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

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

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

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**OTHER SUPPLEMENTARY INFORMATION**



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

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# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL FOLSOM PUBLIC FINANCING AUTHORITY DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES:</b>				
Taxes:				
Intergovernmental	\$ 3,983,195	\$ 3,983,195	\$ 983,195	\$ (3,000,000)
Investment income (loss)	-	-	(456,070)	(456,070)
Miscellaneous	91,207	91,207	-	(91,207)
Total revenues	<u>4,074,402</u>	<u>4,074,402</u>	<u>527,125</u>	<u>(3,547,277)</u>
<b>EXPENDITURES:</b>				
Debt service:				
Principal payments	3,202,123	3,202,123	3,202,123	-
Interest and fiscal charges	781,072	781,072	781,072	-
Total expenditures	<u>3,983,195</u>	<u>3,983,195</u>	<u>3,983,195</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>91,207</u>	<u>91,207</u>	<u>(3,456,070)</u>	<u>(3,547,277)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(91,207)	(91,207)	-	91,207
Total other financing sources (uses)	<u>(91,207)</u>	<u>(91,207)</u>	<u>-</u>	<u>91,207</u>
NET CHANGE IN FUND BALANCES	-	-	(3,456,070)	<u>\$ (3,456,070)</u>
FUND BALANCES, BEGINNING OF YEAR	<u>28,670,402</u>	<u>28,670,402</u>	<u>28,670,402</u>	
FUND BALANCES, END OF YEAR	<u>\$ 28,670,402</u>	<u>\$ 28,670,402</u>	<u>\$ 25,214,332</u>	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL FOLSOM RANCH FINANCING AUTHORITY DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES:</b>				
Taxes:				
Intergovernmental	\$ 7,609,445	\$ 7,609,445	\$ 6,987,599	\$ (621,846)
Investment income (loss)	-	-	(7,582,419)	(7,582,419)
Total revenues	<u>7,609,445</u>	<u>7,609,445</u>	<u>(594,820)</u>	<u>(8,204,265)</u>
<b>EXPENDITURES:</b>				
Debt service:				
Principal payments	1,225,000	1,225,000	1,225,000	-
Interest and fiscal charges	6,384,445	6,384,445	6,987,599	(603,154)
Total expenditures	<u>7,609,445</u>	<u>7,609,445</u>	<u>8,212,599</u>	<u>(603,154)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>(8,807,419)</u>	<u>(8,807,419)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Bond issuance-par value	-	-	37,440,000	37,440,000
Bond issuance-premium/discount	-	-	2,292,446	2,292,446
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>39,732,446</u>	<u>2,292,446</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>-</u>	<u>-</u>	<u>30,925,027</u>	<u>\$ (6,514,973)</u>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>139,488,908</u>	<u>139,488,908</u>	<u>139,488,908</u>	
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 139,488,908</u>	<u>\$ 139,488,908</u>	<u>\$ 170,413,935</u>	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TRANSPORTATION IMPROVEMENT CAPITAL PROJECTS FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES:</b>				
Intergovernmental	\$ 3,194,086	\$ 3,377,484	\$ 4,562,179	\$ 1,184,695
Charges for current services	1,362,785	1,362,785	3,857,718	2,494,933
Investment income (loss)	655,000	655,000	2,445,832	1,790,832
Total revenues	5,211,871	5,395,269	10,877,633	5,482,364
<b>EXPENDITURES:</b>				
Current:				
Public ways and facilities	1,983,100	2,862,671	1,219,108	1,643,563
Capital outlay	3,050,000	3,979,344	2,738,148	1,241,196
Total expenditures	5,033,100	6,842,015	3,957,256	2,884,759
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	178,771	(1,446,746)	6,920,377	8,367,123
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(178,771)	(178,771)	(178,771)	-
Total other financing sources (uses)	(178,771)	(178,771)	(178,771)	-
<b>NET CHANGE IN FUND BALANCES</b>	-	(1,625,517)	6,741,606	\$ 8,367,123
<b>FUND BALANCES, BEGINNING OF YEAR</b>	37,254,452	37,254,452	37,254,452	
<b>FUND BALANCES, END OF YEAR</b>	\$ 37,254,452	\$ 35,628,935	\$ 43,996,058	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL FPA CAPITAL IMPROVEMENT FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES:</b>				
Charges for current services	\$ 552,481	\$ 664,537	\$ 8,470,208	\$ 7,805,671
Investment income (loss)	800,000	800,000	2,637,909	1,837,909
Total revenues	1,352,481	1,464,537	11,108,117	9,643,580
<b>EXPENDITURES:</b>				
Current:				
General government	84,772	95,674	230,384	(134,710)
Public safety	10,024	21,337	10,182	11,155
Public ways and facilities	-	(21,302)	460,784	(482,086)
Culture and recreation	45,724	97,332	5,155	92,177
Capital outlay	1,130,000	9,672,685	8,179,121	1,493,564
Total expenditures	1,270,520	9,865,726	8,885,626	980,100
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	81,961	(8,401,189)	2,222,491	10,623,680
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(81,961)	(81,961)	(81,961)	-
Total other financing sources (uses)	(81,961)	(81,961)	(81,961)	-
NET CHANGE IN FUND BALANCES	-	(8,483,150)	2,140,530	\$ 10,623,680
FUND BALANCES, BEGINNING OF YEAR	43,316,400	43,316,400	43,316,400	
FUND BALANCES, END OF YEAR	\$ 43,316,400	\$ 34,833,250	\$ 45,456,930	

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



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

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## **NONMAJOR GOVERNMENTAL FUNDS**

### **Special Revenue Funds**

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

### **Debt Service Funds**

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

### **Capital Projects Funds**

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

### **Permanent Funds**

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

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# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2025

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
<b>ASSETS</b>					
Cash and cash equivalents	\$ 31,025,711	\$ 1,792,312	\$ 33,444,936	\$ 499,531	\$ 66,762,490
Cash with fiscal agent	-	-	230,117	-	230,117
Receivables:					
General accounts	1,445,186	-	850	-	1,446,036
Accrued interest	429,854	31,340	472,449	8,745	942,388
Loans	4,700,601	-	-	-	4,700,601
Special assessments - delinquent	-	41,329	-	-	41,329
Due from other governments	753,588	-	-	-	753,588
Restricted assets:					
Cash and cash equivalents	352,300	-	-	-	352,300
<b>Total assets</b>	<b>\$ 38,707,240</b>	<b>\$ 1,864,981</b>	<b>\$ 34,148,352</b>	<b>\$ 508,276</b>	<b>\$ 75,228,849</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 847,418	\$ -	\$ 39,006	\$ -	\$ 886,424
Due to other funds	76,490	-	-	-	76,490
Deposit payable	287,297	-	-	-	287,297
Unearned revenue	449,692	41,329	-	-	491,021
<b>Total liabilities</b>	<b>1,660,897</b>	<b>41,329</b>	<b>39,006</b>	<b>-</b>	<b>1,741,232</b>
<b>Deferred Inflows of Resources</b>					
Deferred inflows -unavailable revenue	1,328,434	-	-	-	1,328,434
<b>Total deferred inflows of resources</b>	<b>1,328,434</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,328,434</b>
<b>Fund Balances:</b>					
Nonspendable	-	-	-	499,531	499,531
Restricted	25,451,786	1,823,652	34,109,346	8,745	61,393,529
Committed	10,434,068	-	-	-	10,434,068
Unassigned	(167,945)	-	-	-	(167,945)
<b>Total fund balances</b>	<b>35,717,909</b>	<b>1,823,652</b>	<b>34,109,346</b>	<b>508,276</b>	<b>72,159,183</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 38,707,240</b>	<b>\$ 1,864,981</b>	<b>\$ 34,148,352</b>	<b>\$ 508,276</b>	<b>\$ 75,228,849</b>

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
REVENUES:					
License and permits	\$ 12,663	\$ -	\$ -	\$ -	\$ 12,663
Intergovernmental	5,380,089	-	6,592	-	5,386,681
Charges for current services	7,385,126	-	2,416,371	-	9,801,497
Fines and forfeitures	216,913	-	-	-	216,913
Assessment collections	-	246	-	-	246
Investment income (loss)	1,349,911	77,699	1,707,615	21,663	3,156,888
Miscellaneous	89,042	-	16,056	-	105,098
Total revenues	14,433,744	77,945	4,146,634	21,663	18,679,986
EXPENDITURES:					
Current:					
General government	397,495	-	-	-	397,495
Public safety	68,622	-	-	-	68,622
Public ways and facilities	6,062,981	-	97,006	-	6,159,987
Culture and recreation	151,026	-	6,500	-	157,526
Capital outlay	818,252	-	515,792	-	1,334,044
Total expenditures	7,498,376	-	619,298	-	8,117,674
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	6,935,368	77,945	3,527,336	21,663	10,562,312
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	841,588	-	841,588
Transfers out	(1,127,655)	-	(21,762)	(386)	(1,149,803)
Total other financing sources (uses)	(1,127,655)	-	819,826	(386)	(308,215)
NET CHANGE IN FUND BALANCES	5,807,713	77,945	4,347,162	21,277	10,254,097
FUND BALANCES, BEGINNING OF YEAR	29,910,196	1,745,707	29,762,184	486,999	61,905,086
FUND BALANCES, END OF YEAR	\$ 35,717,909	\$ 1,823,652	\$ 34,109,346	\$ 508,276	\$ 72,159,183

## NONMAJOR SPECIAL REVENUE FUNDS

### Planning Services:

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

### Transportation Tax:

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

### Park Dedication (Quimby):

To account for Quimby Act Fees for park development purposes.

### Traffic Congestion Relief:

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

### Gas Tax:

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

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

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

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

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

### Light and Landscape Districts:

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

Los Cerros L&L	Briggs Ranch L&L	Natoma Station L&L
Folsom Heights L&L	Broadstone #3 L&L	Broadstone L&L
Hannaford Cross L&L	Lake Natoma Shores L&L	Cobble Hills/Reflections L&L
Prairie Oaks #2 L&L	Sierra Estates L&L	Lakeridge Estates L&L
La Collina Del Lago L&L	Cobble Ridge L&L	Prairie Oaks Ranch L&L
Silverbrook L&L	Willow Creek East L&L	Blue Ravine Oaks L&L
Steeplechase L&L	Willow Creek South L&L	American River North L&L
Willow Springs L&L	Willow Springs Maint. Dist.	CFD# 12 Maint. Dist.
CFD# 13 ARC Maint. Dist.	American River North #2 L&L	The Residences at ARC L&L
American River North #3 L&L	Blue Ravine Oaks # 2 L&L	Folsom Heights #2 L&L
Broadstone #4 L&L	CFD #16 Islands Maint. Dist.	Willow Creek East #2 L&L
Prospect Ridge L&L	CFD#18 Maint Dist.	CFD#19 Maint Dist.
CFD #23 IA1 Maint Dist.	CFD #23 IA2 Maint Dist.	CFD #23 IA3 Maint Dist.
CFD #23 IA4 Maint Dist.	CFD #23 IA5 Maint Dist.	CFD #23 IA6 Maint Dist.
CFD #23 IA7 Maint Dist.		

### Transportation System Management:

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

### Community Development Block Grant:

To account for Community Development Grant monies.

### Humbug Willow Creek:

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

General Plan Amendment:

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

Tree Planting:

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

Zoo Special Revenue:

To account for revenues and expenditures for designated zoo activities.

Other Special Revenue:

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

Folsom Comm & Cultural Services	Housing Trust Special Revenue
Truck Management Plan Fee	Historical District
Sphere of Influence	Oaks at Willow Springs
Police Officer Training Fund	Police Impound

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# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS June 30, 2025

	Planning Services	Transportation Tax	Park Dedication (Quimby)	Traffic Congestion Relief
<b>ASSETS</b>				
Cash and cash equivalents	\$ 380,212	\$ 404,115	\$ 2,812,238	\$ 1,038
Receivables:				
General accounts	-	-	-	-
Accrued interest	7,577	6,369	48,751	24
Loans	-	-	-	-
Due from other governments	-	-	-	-
Restricted assets:				
Cash and cash equivalents	-	36,000	-	-
<b>Total assets</b>	<b>\$ 387,789</b>	<b>\$ 446,484</b>	<b>\$ 2,860,989</b>	<b>\$ 1,062</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 29,552	\$ 21,132	\$ -	\$ -
Due to other funds	-	-	-	-
Deposits payable	-	-	-	-
Unearned revenue	449,692	-	-	-
<b>Total liabilities</b>	<b>479,244</b>	<b>21,132</b>	<b>-</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>				
Deferred inflows -unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Restricted	-	425,352	-	1,062
Committed	-	-	2,860,989	-
Unassigned	(91,455)	-	-	-
<b>Total fund balances (deficit)</b>	<b>(91,455)</b>	<b>425,352</b>	<b>2,860,989</b>	<b>1,062</b>
<b>Total liabilities, deferred inflows of resources and fund balances (deficit)</b>	<b>\$ 387,789</b>	<b>\$ 446,484</b>	<b>\$ 2,860,989</b>	<b>\$ 1,062</b>

<b>Gas Tax</b>	<b>Light and Landscape Districts</b>	<b>Transportation System Management</b>	<b>Community Development Block Grant</b>	
				<b>ASSETS</b>
\$ 10,289,076	\$ 11,391,030	\$ 298,102	\$ 80,784	Cash and cash equivalents
				Receivables:
-	39,384	-	24,045	General accounts
93,730	189,530	5,597	1,192	Accrued interest
-	-	-	73,729	Loans
691,286	62,302	-	-	Due from other governments
				Restricted assets:
251,498	-	49,802	-	Cash and cash equivalents
<u>\$ 11,325,590</u>	<u>\$ 11,682,246</u>	<u>\$ 353,501</u>	<u>\$ 179,750</u>	Total assets
				<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>
				Liabilities:
\$ 38,489	\$ 584,069	\$ -	\$ 22,421	Accounts payable
-	-	-	-	Due to other funds
-	-	-	-	Deposits payable
-	-	-	-	Unearned revenue
<u>38,489</u>	<u>584,069</u>	<u>-</u>	<u>22,421</u>	Total liabilities
				Deferred Inflows of Resources
-	-	-	-	Deferred inflows -unavailable revenue
-	-	-	-	Total deferred inflows of resources
				Fund Balances:
11,287,101	11,098,177	-	157,329	Restricted
-	-	353,501	-	Committed
-	-	-	-	Unassigned
<u>11,287,101</u>	<u>11,098,177</u>	<u>353,501</u>	<u>157,329</u>	Total fund balances (deficit)
<u>\$ 11,325,590</u>	<u>\$ 11,682,246</u>	<u>\$ 353,501</u>	<u>\$ 179,750</u>	Total liabilities, deferred inflows of resources and fund balances (deficit)

# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED) JUNE 30, 2025

	Humbug Willow Creek	General Plan Amendment	Tree Planting	Zoo
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ 739,614	\$ 1,380,766	\$ 225,514
Receivables:				
General accounts	-	39,760	-	10,138
Accrued interest	-	11,033	23,571	4,073
Loans	-	-	-	-
Due from other governments	-	-	-	-
Restricted assets:				
Cash and cash equivalents	-	-	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 790,407</b>	<b>\$ 1,404,337</b>	<b>\$ 239,725</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 2,500	\$ -	\$ -
Due to other funds	76,490	-	-	-
Deposits payable	-	-	-	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>76,490</b>	<b>2,500</b>	<b>-</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>				
Deferred inflows -unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Restricted	-	787,907		239,725
Committed	-	-	1,404,337	-
Unassigned	(76,490)	-	-	-
<b>Total fund balances (deficit)</b>	<b>(76,490)</b>	<b>787,907</b>	<b>1,404,337</b>	<b>239,725</b>
<b>Total liabilities and fund balances (deficit)</b>	<b>\$ -</b>	<b>\$ 790,407</b>	<b>\$ 1,404,337</b>	<b>\$ 239,725</b>

<u>Other</u>	<u>Total Nonmajor Special Revenue Funds</u>	
		ASSETS
\$ 3,023,222	\$ 31,025,711	Cash and cash equivalents
		Receivables:
1,331,859	1,445,186	General accounts
38,407	429,854	Accrued interest
4,626,872	4,700,601	Loans
-	753,588	Due from other governments
		Restricted assets:
15,000	352,300	Cash and cash equivalents
<u>\$ 9,035,360</u>	<u>\$ 38,707,240</u>	Total assets
		LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES
		Liabilities:
\$ 149,255	\$ 847,418	Accounts payable
-	76,490	Due to other funds
287,297	287,297	Deposits payable
-	449,692	Unearned revenue
<u>436,552</u>	<u>1,660,897</u>	Total liabilities
		Deferred Inflows of Resources
<u>1,328,434</u>	<u>1,328,434</u>	Deferred inflows -unavailable revenue
<u>1,328,434</u>	<u>1,328,434</u>	Total deferred inflows of resources
		Fund Balances:
1,455,133	25,451,786	Restricted
5,815,241	10,434,068	Committed
-	(167,945)	Unassigned
<u>7,270,374</u>	<u>35,717,909</u>	Total fund balances (deficit)
<u>\$ 9,035,360</u>	<u>\$ 38,707,240</u>	Total liabilities, deferred inflows of resources and fund balances (deficit)

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	Planning Services	Transportation Tax	Park Dedication (Quimby)	Traffic Congestion Relief
REVENUES:				
License and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	7,311	-	-
Charges for current services	297,187	-	-	-
Fines and forfeitures	-	-	-	-
Interest	17,531	28,719	123,104	35
Miscellaneous	-	-	-	-
Total revenues	314,718	36,030	123,104	35
EXPENDITURES:				
Current:				
General government	350,335	-	-	-
Public safety	-	-	-	-
Public ways and facilities	-	23,137	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	47,546	-	-
Total expenditures	350,335	70,683	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(35,617)	(34,653)	123,104	35
OTHER FINANCING SOURCES (USES):				
Transfers out	(8,027)	-	(6,136)	-
Total other financing sources (uses)	(8,027)	-	(6,136)	-
NET CHANGE IN FUND BALANCES	(43,644)	(34,653)	116,968	35
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	(47,811)	460,005	2,744,021	1,027
FUND BALANCES (DEFICIT), END OF YEAR	\$ (91,455)	\$ 425,352	\$ 2,860,989	\$ 1,062

<b>Gas Tax</b>	<b>Light and Landscape Districts</b>	<b>Transportation System Management</b>	<b>Community Development Block Grant</b>	
				<b>REVENUES:</b>
\$ -	\$ -	\$ -	\$ -	License and permits
4,945,991	109,206	-	162,909	Intergovernmental
-	6,621,786	33,115	-	Charges for current services
-	-	-	-	Fines and forfeitures
383,756	519,524	14,923	3,544	Interest
-	1,080	-	-	Miscellaneous
<u>5,329,747</u>	<u>7,251,596</u>	<u>48,038</u>	<u>166,453</u>	Total revenues
				<b>EXPENDITURES:</b>
				Current:
-	1,685	-	-	General government
-	-	-	-	Public safety
38,489	5,737,605	-	158,879	Public ways and facilities
-	-	-	-	Culture and recreation
770,706	-	-	-	Capital outlay
<u>809,195</u>	<u>5,739,290</u>	<u>-</u>	<u>158,879</u>	Total expenditures
<u>4,520,552</u>	<u>1,512,306</u>	<u>48,038</u>	<u>7,574</u>	<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>
				<b>OTHER FINANCING SOURCES (USES):</b>
(1,000,000)	(106,697)	(243)	-	Transfers out
<u>(1,000,000)</u>	<u>(106,697)</u>	<u>(243)</u>	<u>-</u>	Total other financing sources (uses)
3,520,552	1,405,609	47,795	7,574	<b>NET CHANGE IN FUND BALANCES</b>
7,766,549	9,692,568	305,706	149,755	<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>
<u>\$ 11,287,101</u>	<u>\$ 11,098,177</u>	<u>\$ 353,501</u>	<u>\$ 157,329</u>	<b>FUND BALANCES (DEFICIT), END OF YEAR</b>

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	Humbug Willow Creek	General Plan Amendment	Tree Planting	Zoo
<b>REVENUES:</b>				
License and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	39,760	-	-
Charges for current services	14,367	129,702	264,293	24,676
Fines and forfeitures	-	-	-	-
Interest	-	30,691	58,320	10,581
Miscellaneous	-	-	-	65,944
Total revenues	14,367	200,153	322,613	101,201
<b>EXPENDITURES:</b>				
Current:				
General government	-	39,760	-	-
Public safety	-	-	-	-
Public ways and facilities	-	-	104,871	-
Culture and recreation	21,176	-	-	119,742
Capital outlay	-	-	-	-
Total expenditures	21,176	39,760	104,871	119,742
REVENUES OVER (UNDER) EXPENDITURES	(6,809)	160,393	217,742	(18,541)
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(278)	(380)	(4,229)	-
Total other financing sources (uses)	(278)	(380)	(4,229)	-
NET CHANGE IN FUND BALANCES	(7,087)	160,013	213,513	(18,541)
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	(69,403)	627,894	1,190,824	258,266
FUND BALANCES (DEFICIT), END OF YEAR	\$ (76,490)	\$ 787,907	\$ 1,404,337	\$ 239,725

<u>Other</u>	<u>Total Nonmajor Special Revenue Funds</u>	
		REVENUES:
\$ 12,663	\$ 12,663	License and permits
114,912	5,380,089	Intergovernmental
-	7,385,126	Charges for current services
216,913	216,913	Fines and forfeitures
159,183	1,349,911	Interest
22,018	89,042	Miscellaneous
<u>525,689</u>	<u>14,433,744</u>	Total revenues
		EXPENDITURES:
		Current:
5,715	397,495	General government
68,622	68,622	Public safety
-	6,062,981	Public ways and facilities
10,108	151,026	Culture and recreation
-	818,252	Capital outlay
<u>84,445</u>	<u>7,498,376</u>	Total expenditures
<u>441,244</u>	<u>6,935,368</u>	EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES
		OTHER FINANCING SOURCES (USES):
<u>(1,665)</u>	<u>(1,127,655)</u>	Transfers out
<u>(1,665)</u>	<u>(1,127,655)</u>	Total other financing sources (uses)
439,579	5,807,713	NET CHANGE IN FUND BALANCES
<u>6,830,795</u>	<u>29,910,196</u>	FUND BALANCES (DEFICIT), BEGINNING OF YEAR
<u>\$ 7,270,374</u>	<u>\$ 35,717,909</u>	FUND BALANCES (DEFICIT), END OF YEAR

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL PLANNING SERVICES SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 346,027	\$ 465,633	\$ 297,187	\$ (168,446)
Interest	12,000	12,000	17,531	5,531
Total revenues	358,027	477,633	314,718	(162,915)
EXPENDITURES:				
Current:				
General government	350,000	709,694	350,335	359,359
Total expenditures	350,000	709,694	350,335	359,359
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	8,027	(232,061)	(35,617)	196,444
OTHER FINANCING SOURCES (USES):				
Transfers out	(8,027)	(8,027)	(8,027)	-
Total other financing sources (uses)	(8,027)	(8,027)	(8,027)	-
NET CHANGE IN FUND BALANCES	-	(240,088)	(43,644)	\$ 196,444
FUND BALANCES, BEGINNING OF YEAR	(47,811)	(47,811)	(47,811)	
FUND BALANCES, END OF YEAR	\$ (47,811)	\$ (287,899)	\$ (91,455)	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TRANSPORTATION TAX SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ 32,500	\$ 32,500	\$ 7,311	\$ (25,189)
Interest	7,500	7,500	28,719	21,219
Total revenues	40,000	40,000	36,030	(3,970)
EXPENDITURES:				
Current:				
Public ways and facilities	40,000	40,000	23,137	16,863
Total expenditures	40,000	40,000	70,683	64,409
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(34,653)	(34,653)
NET CHANGE IN FUND BALANCES	-	-	(34,653)	\$ (34,653)
FUND BALANCES, BEGINNING OF YEAR	460,005	460,005	460,005	
FUND BALANCES, END OF YEAR	\$ 460,005	\$ 460,005	\$ 425,352	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL PARK DEDICATION (QUIMBY) SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 356,136	\$ 356,136	\$ -	\$ (356,136)
Interest	50,000	50,000	123,104	73,104
Total revenues	406,136	406,136	123,104	(283,032)
EXPENDITURES:				
Current:				
Culture and recreation	400,000	400,000	-	400,000
Total expenditures	400,000	390,028	-	390,028
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	6,136	16,108	123,104	106,996
OTHER FINANCING SOURCES (USES):				
Transfers out	(6,136)	(6,136)	(6,136)	-
Total other financing sources (uses)	(6,136)	(6,136)	(6,136)	-
NET CHANGE IN FUND BALANCES	-	9,972	116,968	\$ 106,996
FUND BALANCES, BEGINNING OF YEAR	2,744,021	2,744,021	2,744,021	
FUND BALANCES, END OF YEAR	\$ 2,744,021	\$ 2,753,993	\$ 2,860,989	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TRAFFIC CONGESTION RELIEF SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Interest	\$ -	\$ -	\$ 35	\$ 35
Total revenues	-	-	35	35
NET CHANGE IN FUND BALANCES	-	9,526	35	\$ (9,491)
FUND BALANCES, BEGINNING OF YEAR	1,027	1,027	1,027	
FUND BALANCES, END OF YEAR	\$ 1,027	\$ 10,553	\$ 1,062	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL GAS TAX SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ 2,180,000	\$ 2,180,000	\$ 4,945,991	\$ 2,765,991
Interest	170,000	170,000	383,756	213,756
Total revenues	2,350,000	2,350,000	5,329,747	2,979,747
EXPENDITURES:				
Current:				
Public ways and facilities	-	53,092	38,489	14,603
Capital outlay	1,350,000	1,350,000	770,706	579,294
Total expenditures	1,350,000	1,403,092	809,195	593,897
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,000,000	946,908	4,520,552	3,573,644
OTHER FINANCING SOURCES (USES):				
Transfers out	(1,000,000)	(1,000,000)	(1,000,000)	-
Total other financing sources (uses)	(1,000,000)	(1,000,000)	(1,000,000)	-
NET CHANGE IN FUND BALANCES	-	(53,092)	3,520,552	\$ 3,573,644
FUND BALANCES, BEGINNING OF YEAR	7,766,549	7,766,549	7,766,549	
FUND BALANCES, END OF YEAR	\$ 7,766,549	\$ 7,713,457	\$ 11,287,101	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL LIGHT AND LANDSCAPE, AND MAINTENANCE DISTRICTS SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 109,206	\$ 109,206
Charges for current services	4,208,758	4,208,758	6,621,786	2,413,028
Interest	201,484	201,484	519,524	318,040
Miscellaneous	-	-	1,080	1,080
Total revenues	4,410,242	4,410,242	7,251,596	2,841,354
EXPENDITURES:				
Current:				
General government	-	-	1,685	(1,685)
Public ways and facilities	3,839,485	5,726,145	5,737,605	(11,460)
Total expenditures	3,839,485	5,726,145	5,739,290	(13,145)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	570,757	(1,315,903)	1,512,306	2,828,209
OTHER FINANCING SOURCES (USES):				
Transfers out	(570,757)	(664,610)	(106,697)	557,913
Total other financing sources (uses)	(570,757)	(664,610)	(106,697)	557,913
NET CHANGE IN FUND BALANCES	-	(1,980,513)	1,405,609	\$ 3,386,122
FUND BALANCES, BEGINNING OF YEAR	9,692,568	9,692,568	9,692,568	
FUND BALANCES, END OF YEAR	\$ 9,692,568	\$ 7,712,055	\$ 11,098,177	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TRANSPORTATION SYSTEM MANAGEMENT SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 29,243	\$ 29,243	\$ 33,115	\$ 3,872
Interest	6,000	6,000	14,923	8,923
Total revenues	35,243	35,243	48,038	12,795
EXPENDITURES:				
Current:				
Public ways and facilities	35,000	35,000	-	35,000
Total expenditures	35,000	35,000	-	35,000
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	243	243	48,038	47,795
OTHER FINANCING SOURCES (USES):				
Transfers out	(243)	(243)	(243)	-
Total other financing sources (uses)	(243)	(243)	(243)	-
NET CHANGE IN FUND BALANCES	-	-	47,795	\$ 47,795
FUND BALANCES, BEGINNING OF YEAR	305,706	305,706	305,706	
FUND BALANCES, END OF YEAR	\$ 305,706	\$ 305,706	\$ 353,501	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ 219,000	\$ 219,000	\$ 162,909	\$ (56,091)
Interest	1,000	1,000	3,544	2,544
Total revenues	<u>220,000</u>	<u>220,000</u>	<u>166,453</u>	<u>(53,547)</u>
EXPENDITURES:				
Current:				
Public ways and facilities	<u>220,000</u>	<u>220,000</u>	<u>158,879</u>	<u>61,121</u>
Total expenditures	<u>220,000</u>	<u>220,000</u>	<u>158,879</u>	<u>61,121</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>7,574</u>	<u>7,574</u>
NET CHANGE IN FUND BALANCES	-	-	7,574	<u>\$ 7,574</u>
FUND BALANCES, BEGINNING OF YEAR	<u>149,755</u>	<u>149,755</u>	<u>149,755</u>	
FUND BALANCES, END OF YEAR	<u>\$ 149,755</u>	<u>\$ 149,755</u>	<u>\$ 157,329</u>	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL HUMBUG WILLOW CREEK SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 20,278	\$ 20,278	\$ 14,367	\$ (5,911)
Total revenues	20,278	20,278	14,367	(5,911)
EXPENDITURES:				
Current:				
Culture and recreation	20,000	46,780	21,176	25,604
Total expenditures	20,000	46,780	21,176	25,604
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	278	(26,502)	(6,809)	19,693
OTHER FINANCING SOURCES (USES):				
Transfers out	(278)	(278)	(278)	-
Total other financing sources (uses)	(278)	(278)	(278)	-
NET CHANGE IN FUND BALANCES	-	(26,780)	(7,087)	\$ 19,693
FUND BALANCES, BEGINNING OF YEAR	(69,403)	(69,403)	(69,403)	
FUND BALANCES, END OF YEAR	\$ (69,403)	\$ (96,183)	\$ (76,490)	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL GENERAL PLAN AMENDMENT SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 39,760	\$ 39,760
Charges for current services	86,630	86,630	129,702	43,072
Interest	10,000	10,000	30,691	20,691
Total revenues	96,630	96,630	200,153	103,523
EXPENDITURES:				
Current:				
General government	96,250	158,695	39,760	118,935
Total expenditures	96,250	158,695	39,760	118,935
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	380	(62,065)	160,393	222,458
OTHER FINANCING SOURCES (USES):				
Transfers out	(380)	(380)	(380)	-
Total other financing sources (uses)	(380)	(380)	(380)	-
NET CHANGE IN FUND BALANCES	-	(62,445)	160,013	\$ 222,458
FUND BALANCES, BEGINNING OF YEAR	627,894	627,894	627,894	
FUND BALANCES, END OF YEAR	\$ 627,894	\$ 565,449	\$ 787,907	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TREE PLANTING SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Charges for current services	\$ 100,000	\$ 100,000	\$ 264,293	\$ 164,293
Interest	35,000	35,000	58,320	23,320
Miscellaneous	108,979	108,979	-	(108,979)
Total revenues	243,979	243,979	322,613	78,634
EXPENDITURES:				
Current:				
Public ways and facilities	220,750	323,768	104,871	218,897
Community services	19,000	19,000	-	19,000
Total expenditures	239,750	342,768	104,871	237,897
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	4,229	(98,789)	217,742	316,531
OTHER FINANCING SOURCES (USES):				
Transfers out	(4,229)	(4,229)	(4,229)	-
Total other financing sources (uses)	(4,229)	(4,229)	(4,229)	-
NET CHANGE IN FUND BALANCES	-	(103,018)	213,513	\$ 316,531
FUND BALANCES, BEGINNING OF YEAR	1,190,824	1,190,824	1,190,824	
FUND BALANCES, END OF YEAR	\$ 1,190,824	\$ 1,087,806	\$ 1,404,337	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL ZOO SPECIAL REVENUE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES:</b>				
Charges for current services	\$ 18,000	\$ 18,000	\$ 24,676	\$ 6,676
Interest	2,000	2,000	10,581	8,581
Miscellaneous	-	-	65,944	65,944
Total revenues	20,000	20,000	101,201	81,201
<b>EXPENDITURES:</b>				
Current:				
Culture and recreation	20,000	20,000	119,742	(99,742)
Total expenditures	20,000	20,000	119,742	(99,742)
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	-	-	(18,541)	(18,541)
<b>NET CHANGE IN FUND BALANCES</b>	-	-	(18,541)	\$ (18,541)
<b>FUND BALANCES, BEGINNING OF YEAR</b>	258,266	258,266	258,266	
<b>FUND BALANCES, END OF YEAR</b>	\$ 258,266	\$ 258,266	\$ 239,725	

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL OTHER SPECIAL REVENUE FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES:</b>				
License and permits	\$ 5,000	\$ 5,000	\$ 12,663	\$ 7,663
Intergovernmental	-	-	114,912	114,912
Fines and forfeitures	65,000	65,000	216,913	151,913
Interest	29,500	29,500	159,183	129,683
Miscellaneous	155,165	155,165	22,018	(133,147)
Total revenues	<u>254,665</u>	<u>254,665</u>	<u>525,689</u>	<u>271,024</u>
<b>EXPENDITURES:</b>				
Current:				
General government	8,000	8,000	5,715	2,285
Public safety	50,000	50,000	68,622	(18,622)
Public ways and facilities	150,000	150,000	-	150,000
Community services	5,000	5,000	-	5,000
Culture and recreation	40,000	40,000	10,108	29,892
Total expenditures	<u>253,000</u>	<u>253,000</u>	<u>84,445</u>	<u>168,555</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>1,665</u>	<u>1,665</u>	<u>441,244</u>	<u>439,579</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(1,665)	(1,665)	(1,665)	-
Total other financing sources (uses)	<u>(1,665)</u>	<u>(1,665)</u>	<u>(1,665)</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	-	-	439,579	<u>\$ 439,579</u>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>6,830,795</u>	<u>6,830,795</u>	<u>6,830,795</u>	
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 6,830,795</u>	<u>\$ 6,830,795</u>	<u>\$ 7,270,374</u>	

## **NONMAJOR DEBT SERVICE FUNDS**

### 1915 Assessment Districts:

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

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

### Folsom Community Correctional Facility:

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

### City Parks and Signals:

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

### General Obligation Bonds for School Facilities:

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

### Recreation Facility:

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

# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR DEBT SERVICE FUNDS JUNE 30, 2025

	1915 Assessment Districts	Community Correctional Facility	City Parks and Signals	General Obligation School Facilities
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,235,113	\$ 347,587	\$ 57,350	\$ 55,769
Receivables:				
Accrued interest	21,607	6,081	1,003	962
Special assessments - delinquent	41,329	-	-	-
<b>Total assets</b>	<b>\$ 1,298,049</b>	<b>\$ 353,668</b>	<b>\$ 58,353</b>	<b>\$ 56,731</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Unearned revenue	\$ 41,329	\$ -	\$ -	\$ -
<b>Total liabilities</b>	<b>41,329</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances:</b>				
Restricted	1,256,720	353,668	58,353	56,731
<b>Total fund balances (deficit)</b>	<b>1,256,720</b>	<b>353,668</b>	<b>58,353</b>	<b>56,731</b>
<b>Total deferred inflows and fund balances</b>	<b>\$ 1,298,049</b>	<b>\$ 353,668</b>	<b>\$ 58,353</b>	<b>\$ 56,731</b>

<b>Recreation Facility</b>	<b>Total Nonmajor Debt Service Funds</b>	
		ASSETS
\$ 96,493	\$ 1,792,312	Cash and cash equivalents
1,687	31,340	Receivables:
-	41,329	Accrued interest
		Special assessments - delinquent
<u>\$ 98,180</u>	<u>\$ 1,864,981</u>	Total assets
		LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES
		Liabilities:
\$ -	\$ 41,329	Unearned revenue
<u>-</u>	<u>41,329</u>	Total liabilities
		Fund balances:
<u>98,180</u>	<u>1,823,652</u>	Restricted
<u>98,180</u>	<u>1,823,652</u>	Total fund balances (deficit)
<u>\$ 98,180</u>	<u>\$ 1,864,981</u>	Total deferred inflows and fund balances

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR DEBT SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	<b>1915 Assessment Districts</b>	<b>Community Correctional Facility</b>	<b>City Parks and Signals</b>	<b>General Obligation School Facilities</b>
REVENUES:				
Assessment collections	\$ -	\$ -	\$ -	\$ 246
Investment income (loss)	53,551	15,070	2,486	2,407
Total revenues	53,551	15,070	2,486	2,653
NET CHANGE IN FUND BALANCES	53,551	15,070	2,486	2,653
FUND BALANCES, BEGINNING OF YEAR	1,203,169	338,598	55,867	54,078
FUND BALANCES, END OF YEAR	\$ 1,256,720	\$ 353,668	\$ 58,353	\$ 56,731

<b>Recreation Facility</b>	<b>Total Nonmajor Debt Service Funds</b>	
		REVENUES:
\$ -	\$ 246	Assessment collections
4,185	77,699	Investment income (loss)
4,185	77,945	Total revenues
4,185	77,945	Net change in fund balances
93,995	1,745,707	Beginning of year
<u>\$ 98,180</u>	<u>\$ 1,823,652</u>	End of year

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL 1915 ASSESSMENT DISTRICTS DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Investment income (loss)	\$ -	\$ -	\$ 53,551	\$ 53,551
Total revenues	-	-	53,551	53,551
NET CHANGE IN FUND BALANCES	-	-	53,551	\$ 53,551
FUND BALANCES, BEGINNING OF YEAR	1,203,169	1,203,169	1,203,169	
FUND BALANCES, END OF YEAR	\$ 1,203,169	\$ 1,203,169	\$ 1,256,720	

Refer to Note to Other Supplementary Information

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL COMMUNITY CORRECTIONAL FACILITY DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Investment income (loss)	\$ -	\$ -	\$ 15,070	\$ 15,070
Total revenues	-	-	15,070	15,070
NET CHANGE IN FUND BALANCES	-	-	15,070	\$ 15,070
FUND BALANCES, BEGINNING OF YEAR	338,598	338,598	338,598	
FUND BALANCES, END OF YEAR	\$ 338,598	\$ 338,598	\$ 353,668	

Refer to Note to Other Supplementary Information

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL CITY PARKS AND TRAFFIC SIGNALS DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Investment income (loss)	\$ -	\$ -	\$ 2,486	\$ 2,486
Total revenues	-	-	2,486	2,486
NET CHANGE IN FUND BALANCES	-	-	2,486	\$ 2,486
FUND BALANCES, BEGINNING OF YEAR	55,867	55,867	55,867	
FUND BALANCES, END OF YEAR	\$ 55,867	\$ 55,867	\$ 58,353	

Refer to Note to Other Supplementary Information

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL GENERAL OBLIGATION SCHOOL FACILITIES DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Assessment collections	\$ -	\$ -	\$ 246	\$ 246
Investment income (loss)	-	-	2,407	2,407
Total revenues	-	-	2,653	2,653
NET CHANGE IN FUND BALANCES	-	-	2,653	\$ 2,653
FUND BALANCES, BEGINNING OF YEAR	54,078	54,078	54,078	
FUND BALANCES, END OF YEAR	\$ 54,078	\$ 54,078	\$ 56,731	

Refer to Note to Other Supplementary Information

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL RECREATION FACILITY DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Investment income (loss)	\$ -	\$ -	\$ 4,185	\$ 4,185
Total revenues	-	-	4,185	4,185
NET CHANGE IN FUND BALANCES	-	-	4,185	\$ 4,185
FUND BALANCES, BEGINNING OF YEAR	93,995	93,995	93,995	
FUND BALANCES, END OF YEAR	\$ 93,995	\$ 93,995	\$ 98,180	

Refer to Note to Other Supplementary Information

**NONMAJOR CAPITAL PROJECTS FUNDS**

1915 Assessment Districts:

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

Prairie Oaks Ranch 92-2

Mello Roos Assessment Districts:

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

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

2011 Non-Housing Bond Proceeds:

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

Park Capital Improvement:

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

Police Capital Improvement:

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

Fire Capital Improvement:

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

General Capital Improvement:

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

Drainage Capital Improvement:

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

Transit Capital Improvement:

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

Corp Yard Capital Improvement:

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

Zoo Improvement:

To account for construction projects for the Folsom Zoo.

Light Rail Transportation:

To account for the construction of light rail transportation projects.

Major Capital and Renovation:

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

Library Construction:

To account for the construction of a new library.

FSPA Infrastructure:

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

**NONMAJOR ENTERPRISE FUNDS**

Facilities Augmentation:

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

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# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR CAPITAL PROJECTS FUNDS JUNE 30, 2025

	1915 Assessment Districts	Mello-Roos Assessment Districts	2011 Non-Housing Bond Proceeds	Park Capital Improvement	Police Capital Improvement	General Capital Improvement	Fire Capital Improvement
<b>ASSETS</b>							
Cash and cash equivalents	\$ 376	\$ 2,552,376	\$ 1,732	\$ 10,707,809	\$ 1,728,135	\$ 3,018,139	\$ 693,002
Cash with fiscal agent	-	230,117	-	-	-	-	-
Receivables:							
General accounts	-	-	-	-	-	-	-
Accrued interest	7	44,659	210	144,212	33,100	49,589	9,344
<b>Total assets</b>	<b>\$ 383</b>	<b>\$ 2,827,152</b>	<b>\$ 1,942</b>	<b>\$ 10,852,021</b>	<b>\$ 1,761,235</b>	<b>\$ 3,067,728</b>	<b>\$ 702,346</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities:</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ 30,326	\$ -	\$ -	\$ -
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>30,326</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>							
Restricted	383	2,827,152	1,942	10,821,695	1,761,235	3,067,728	702,346
<b>Total fund balances</b>	<b>383</b>	<b>2,827,152</b>	<b>1,942</b>	<b>10,821,695</b>	<b>1,761,235</b>	<b>3,067,728</b>	<b>702,346</b>
<b>Total liabilities and fund balance</b>	<b>\$ 383</b>	<b>\$ 2,827,152</b>	<b>\$ 1,942</b>	<b>\$ 10,852,021</b>	<b>\$ 1,761,235</b>	<b>\$ 3,067,728</b>	<b>\$ 702,346</b>

<b>Drainage Capital Improvement</b>	<b>Zoo Improvement</b>	<b>Transit Capital Improvement</b>	<b>Corp Yard Capital Improvement</b>	<b>Light Rail Transportation</b>	<b>Major Capital &amp; Renovation</b>	
<b>ASSETS</b>						
\$ 1,447,817	\$ -	\$ 7,531,171	\$ 3,316,498	\$ 1,420,163	\$ 926,893	Cash and cash equivalents
-	-	-	-	-	-	Cash with fiscal agent
850	-	-	-	-	-	Receivables:
24,814	-	88,895	50,095	24,101	1,659	General accounts
						Accrued interest
<u>\$ 1,473,481</u>	<u>\$ -</u>	<u>\$ 7,620,066</u>	<u>\$ 3,366,593</u>	<u>\$ 1,444,264</u>	<u>\$ 928,552</u>	Total assets
<b>LIABILITIES AND FUND BALANCE</b>						
Liabilities:						
\$ 8,404	\$ -	\$ -	\$ -	\$ 276	\$ -	Accounts payable
<u>8,404</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>276</u>	<u>-</u>	Total liabilities
Fund Balances:						
1,465,077	-	7,620,066	3,366,593	1,443,988	928,552	Restricted
<u>1,465,077</u>	<u>-</u>	<u>7,620,066</u>	<u>3,366,593</u>	<u>1,443,988</u>	<u>928,552</u>	Total fund balances
<u>\$ 1,473,481</u>	<u>\$ -</u>	<u>\$ 7,620,066</u>	<u>\$ 3,366,593</u>	<u>\$ 1,444,264</u>	<u>\$ 928,552</u>	Total liabilities and fund balance

# CITY OF FOLSOM, CALIFORNIA

## COMBINING BALANCE SHEET NONMAJOR CAPITAL PROJECTS FUNDS JUNE 30, 2025

	Library Construction	FSPA Infrastructure	Total Nonmajor Capital Projects Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$ 78,749	\$ 22,076	\$ 33,444,936
Cash with fiscal agent	-	-	230,117
Receivables:			
General accounts	-	-	850
Accrued interest	1,378	386	472,449
	<b>\$ 80,127</b>	<b>\$ 22,462</b>	<b>\$ 34,148,352</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ -	\$ -	\$ 39,006
Total liabilities	-	-	39,006
<b>Fund Balances:</b>			
Restricted	80,127	22,462	34,109,346
Total fund balances	80,127	22,462	34,109,346
Total liabilities and fund balance	<b>\$ 80,127</b>	<b>\$ 22,462</b>	<b>\$ 34,148,352</b>

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# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NON MAJOR CAPITAL PROJECTS FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	1915 Assessment Districts	Mello-Roos Assessment Districts	2011 Non-Housing Bond Proceeds	Park Capital Improvement	Police Capital Improvement	General Capital Improvement	Fire Capital Improvement
REVENUES:							
Charges for current services	\$ -	\$ -	\$ -	\$ 484,011	\$ 49,935	\$ 144,375	\$ 223,113
Intergovernmental	-	-	-	-	-	-	-
Interest	16	121,415	(277)	629,541	88,016	134,727	30,160
Miscellaneous	-	-	-	16,056	-	-	-
Total revenues	16	121,415	(277)	1,129,608	137,951	279,102	253,273
EXPENDITURES:							
Public ways and facilities	-	-	-	13,454	-	-	-
Culture and recreation	-	-	-	6,500	-	-	-
Capital outlay	-	-	-	245,544	270,248	-	-
Total expenditures	-	-	-	265,498	270,248	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	16	121,415	(277)	864,110	(132,297)	279,102	253,273
OTHER FINANCING SOURCES (USES):							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	(433)	(126)	(9,490)	(1,163)	(1,409)	-
Total other financing sources (uses)	-	(433)	(126)	(9,490)	(1,163)	(1,409)	-
NET CHANGE IN FUND BALANCE	16	120,982	(403)	854,620	(133,460)	277,693	253,273
FUND BALANCE, BEGINNING OF YEAR	367	2,706,170	2,345	9,967,075	1,894,695	2,790,035	449,073
FUND BALANCE, END OF YEAR	\$ 383	\$ 2,827,152	\$ 1,942	\$ 10,821,695	\$ 1,761,235	\$ 3,067,728	\$ 702,346

<b>Drainage Capital Improvement</b>	<b>Zoo Improvement</b>	<b>Transit Capital Improvement</b>	<b>Corp Yard Capital Improvement</b>	<b>Light Rail Transportation</b>	<b>Major Capital &amp; Renovation</b>	
						REVENUES:
\$ 80,467	\$ -	\$ 853,807	\$ 519,206	\$ 61,457	\$ -	Charges for current services
5,000	-	-	-	1,592	-	Intergovernmental
64,761	-	428,880	139,522	62,075	4,408	Interest
-	-	-	-	-	-	Miscellaneous
150,228	-	1,282,687	658,728	125,124	4,408	Total revenues
						EXPENDITURES:
69,860	-	-	-	13,692	-	Public ways and facilities
-	-	-	-	-	-	Culture and recreation
-	-	-	-	-	-	Capital outlay
69,860	-	-	-	13,692	-	Total expenditures
80,368	-	1,282,687	658,728	111,432	4,408	EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES
						OTHER FINANCING SOURCES (USES):
-	-	-	-	-	841,588	Transfers in
(1,931)	-	(3,969)	(1,460)	(1,781)	-	Transfers out
(1,931)	-	(3,969)	(1,460)	(1,781)	841,588	Total other financing sources (uses)
78,437	-	1,278,718	657,268	109,651	845,996	NET CHANGE IN FUND BALANCE
1,386,640	-	6,341,348	2,709,325	1,334,337	82,556	FUND BALANCE, BEGINNING OF YEAR
\$ 1,465,077	\$ -	\$ 7,620,066	\$ 3,366,593	\$ 1,443,988	\$ 928,552	FUND BALANCE, END OF YEAR

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - NON MAJOR CAPITAL PROJECTS FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	Library Construction	FSPA Infrastructure	Total Nonmajor Capital Projects Funds
REVENUES:			
Charges for current services	\$ -	\$ -	\$ 2,416,371
Intergovernmental	-	-	6,592
Interest	3,415	956	1,707,615
Miscellaneous	-	-	16,056
Total revenues	3,415	956	4,146,634
EXPENDITURES:			
Public ways and facilities	-	-	97,006
Culture and recreation	-	-	6,500
Capital outlay	-	-	515,792
Total expenditures	-	-	619,298
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,415	956	3,527,336
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	841,588
Transfers out	-	-	(21,762)
Total other financing sources (uses)	-	-	819,826
NET CHANGE IN FUND BALANCE	3,415	956	4,347,162
FUND BALANCE, BEGINNING OF YEAR	76,712	21,506	29,762,184
FUND BALANCE, END OF YEAR	\$ 80,127	\$ 22,462	\$ 34,109,346

**PERMANENT FUND**

Wetland/Open Space Maintenance:

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

# CITY OF FOLSOM, CALIFORNIA

## BALANCE SHEET PERMANENT FUND JUNE 30, 2025

	<u>Wetland/ Open Space Maintenance</u>
ASSETS	
Cash and cash equivalents	\$ 499,531
Receivables:	
Accrued interest	<u>8,745</u>
Total assets	<u>\$ 508,276</u>
LIABILITIES AND FUND BALANCES	
Fund Balances:	
Nonspendable	\$ 499,531
Restricted	<u>8,745</u>
Total fund balances	<u>508,276</u>
Total liabilities and fund balances	<u>\$ 508,276</u>

# CITY OF FOLSOM, CALIFORNIA

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - PERMANENT FUND FOR THE YEAR ENDED JUNE 30, 2025

	<u>Wetland/ Open Space Maintenance</u>
REVENUES:	
Interest	\$ 21,663
Total revenues	<u>21,663</u>
OTHER FINANCING SOURCES (USES):	
Transfers out	<u>(386)</u>
Total other financing sources (uses)	<u>(386)</u>
NET CHANGE IN FUND BALANCES	21,277
FUND BALANCES, BEGINNING OF YEAR	<u>486,999</u>
FUND BALANCES, END OF YEAR	<u>\$ 508,276</u>

# CITY OF FOLSOM, CALIFORNIA

## SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL WETLAND/OPEN SPACE MAINTENANCE PERMANENT FUND FOR THE YEAR ENDED JUNE 30, 2025

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES:				
Interest	\$ 10,000	\$ 10,000	\$ 21,663	\$ 11,663
Miscellaneous	40,386	40,386	-	(40,386)
Total revenues	<u>50,386</u>	<u>50,386</u>	<u>21,663</u>	<u>(28,723)</u>
EXPENDITURES:				
Current:				
Culture and recreation	50,000	50,000	-	50,000
Total expenditures	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>386</u>	<u>386</u>	<u>21,663</u>	<u>21,277</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	(386)	(386)	(386)	-
Total other financing sources (uses)	<u>(386)</u>	<u>(386)</u>	<u>(386)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	-	21,277	<u>\$ 21,277</u>
FUND BALANCES, BEGINNING OF YEAR	<u>486,999</u>	<u>486,999</u>	<u>486,999</u>	
FUND BALANCES, END OF YEAR	<u>\$ 486,999</u>	<u>\$ 486,999</u>	<u>\$ 508,276</u>	

**NONMAJOR ENTERPRISE FUNDS**

Facilities Augmentation:

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

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF NET POSITION NONMAJOR ENTERPRISE FUNDS JUNE 30, 2025

	<u>Facilities Augmentation Fund</u>
ASSETS	
Current Assets:	
Cash and cash equivalents	\$ 49,071
Receivables, net	<u>1,068</u>
Total current assets	<u>50,139</u>
Total assets	<u>50,139</u>
NET POSITION	
Unrestricted	<u>50,139</u>
Total net position (deficit)	<u><u>\$ 50,139</u></u>

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION NONMAJOR ENTERPRISE FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	<u>Facilities Augmentation Fund</u>
NONOPERATING REVENUES (EXPENSES):	
Investment income	\$ 1,730
Total nonoperating revenues (expenses)	<u>1,730</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>1,730</u>
TRANSFERS:	
Transfers out	<u>(466)</u>
Total transfers	<u>(466)</u>
CHANGE IN NET POSITION	1,264
NET POSITION (DEFICIT), BEGINNING OF YEAR	<u>48,875</u>
NET POSITION (DEFICIT), END OF YEAR	<u><u>\$ 50,139</u></u>

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF CASH FLOWS NONMAJOR ENTERPRISE FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	<b>Facilities Augmentation Fund</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
Receipts from customers and users	\$ 145
Net cash provided by (used in) by operating activities	145
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>	
Transfers to other funds	(466)
Net cash provided by (used in) noncapital financing activities	(466)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>	
Interest and dividends on investments	1,730
Net cash provided by (used in) investing activities	1,730
<b>CHANGE IN CASH AND CASH EQUIVALENTS</b>	1,409
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	47,662
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	\$ 49,071
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>	
Increase (decrease) in:	
Accounts receivable	\$ 145
Net cash provided by (used in) operating activities	\$ 145

## **INTERNAL SERVICE FUNDS**

### Equipment Replacement:

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

### Risk Management:

To account for employee benefits and insurance.

### Compensated Leaves:

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

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF NET POSITION INTERNAL SERVICE FUNDS JUNE 30, 2025

	Equipment Replacement	Risk Management	Compensated Leaves	Total Internal Service Funds
<b>ASSETS:</b>				
Current Assets:				
Cash and cash equivalents	\$ 9,154,208	\$ 3,924,147	\$ -	\$ 13,078,355
Receivables:				
General accounts	-	579	-	579
Accrued interest	79,170	23,447	40	102,657
Retiree health benefits	-	67,661	-	67,661
Advances to Other Funds	1,040,452	-	-	1,040,452
Insurance deposits	-	1,539,122	-	1,539,122
Total current assets	10,273,830	5,554,956	40	15,828,826
Noncurrent:				
Capital assets	2,234,348	-	-	2,234,348
Less: accumulated depreciation	(2,234,348)	-	-	(2,234,348)
Total noncurrent assets	-	-	-	-
Total assets	10,273,830	5,554,956	40	15,828,826
<b>LIABILITIES:</b>				
Current liabilities:				
Accounts payable	-	85,568	-	85,568
Wages payable	-	766,437	70,481	836,918
Due to other funds	-	-	28,557	28,557
Total liabilities	-	852,005	99,038	951,043
<b>NET POSITION:</b>				
Unrestricted	10,273,830	4,702,951	(98,998)	14,877,783
Total net position	\$ 10,273,830	\$ 4,702,951	\$ (98,998)	\$ 14,877,783

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	Equipment Fund	Risk Management Fund	Compensated Leaves Fund	Total Internal Service Funds
OPERATING REVENUES:				
Charges for services	\$ 8,724	\$ 23,459,067	\$ 727,362	\$ 24,195,153
Total operating revenues	8,724	23,459,067	727,362	24,195,153
OPERATING EXPENSES:				
Employee services	-	24,239,955	818,506	25,058,461
Total operating expenses	-	24,239,955	818,506	25,058,461
OPERATING INCOME (LOSS)	8,724	(780,888)	(91,144)	(863,308)
NONOPERATING REVENUES (EXPENSES):				
Investment income	432,944	11,935	55	444,934
Other	87,825	74,447	-	162,272
Total nonoperating revenues (expenses)	520,769	86,382	55	607,206
INCOME (LOSS) BEFORE TRANSFERS	529,493	(694,506)	(91,089)	(256,102)
TRANSFERS:				
Transfers in	2,723,397	-	-	2,723,397
Transfers out	(5,728)	-	-	(5,728)
Total contributions and transfers	2,717,669	-	-	2,717,669
CHANGE IN NET POSITION	3,247,162	(694,506)	(91,089)	2,461,567
NET POSITION (DEFICIT), BEGINNING OF YEAR	7,026,668	5,397,457	(7,909)	12,416,216
NET POSITION (DEFICIT), END OF YEAR	\$ 10,273,830	\$ 4,702,951	\$ (98,998)	\$ 14,877,783

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	Equipment Fund	Risk Management Fund	Compensated Leaves Fund	Total Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Receipts from customers and users	\$ 8,724	\$ 23,451,972	\$ 727,362	\$ 24,188,058
Payments to suppliers	-	(14,372)	-	(14,372)
Payments to employees	-	(24,243,209)	(755,974)	(24,999,183)
Net cash provided by (used in) by operating activities	8,724	(805,609)	(28,612)	(825,497)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Transfers from other funds	2,723,397	168,204	-	2,891,601
Transfers to other funds	235,724	-	28,557	264,281
Net cash provided by (used in) noncapital financing activities	2,959,121	168,204	28,557	3,155,882
<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:</b>				
Acquisition and construction of capital assets	-	-	-	-
Net cash provided by (used in) capital financing activities	-	-	-	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest and dividends on investments	514,601	102,977	55	617,633
Net cash provided by (used in) investing activities	514,601	102,977	55	617,633
CHANGE IN CASH AND CASH EQUIVALENTS	3,482,446	(534,428)	-	2,948,018
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	5,671,762	4,458,575	-	10,130,337
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 9,154,208	\$ 3,924,147	\$ -	\$ 13,078,355
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ 8,724	\$ (780,888)	\$ (91,144)	\$ (863,308)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	-	-	-	-
Increase (decrease) in:				
Accounts receivable	-	(7,095)	-	(7,095)
Accounts payable	-	(14,372)	-	(14,372)
Wages payable	-	(3,254)	62,532	59,278
Net cash provided by (used in) operating activities	\$ 8,724	\$ (805,609)	\$ (28,612)	\$ (825,497)

## CUSTODIAL FUNDS

### 1915 Assessment Districts:

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

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

### Mello-Roos Districts:

- Folsom Ranch IA7 Community District No. 23
- Folsom Ranch IA2 Community District No. 23
- Folsom Ranch IA3 Community District No. 23
- Folsom Ranch IA4 Community District No. 23
- Willow Creek Community Facilities District No. 1 Refunding
- Natoma Station Community Facilities District No. 2 Refunding
- Folsom Heights Community Facilities District No. 3 Refunding
- Broadstone Community Facilities District No. 4 Refunding
- Folsom Ranch IA5 Community District No. 23
- Folsom Ranch IA6 Community District No. 23
- Broadstone 2 Community Facilities District No. 7
- Parkway Community Facilities District No. 8
- Willow Creek Estates South Community Facilities District No. 8
- Empire Ranch Community Facilities District No. 10
- Willow Springs Community Facilities District No. 11
- Islands IA2 Community Facilities District No. 16
- Parkway Community Facilities District No. 14
- Islands at Parkshore 1 Community Facilities District No. 16
- Willow Hill Pipeline Community Facilities District No. 17
- Area Wide Community Facilities District No. 18
- Mangini Community Facilities District No. 19
- Russell Ranch Community Facilities District No. 20
- White Rock Springs Ranch Community District No. 21
- Folsom Heights Community District No. 22
- Folsom Ranch IA1 Community District No. 23

### Business and Improvement District

- Folsom Historic District

### Sacramento County Transportation Development Fee

### Sacramento Transportation Mitigation Fee

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF NET POSITION CUSTODIAL FUNDS JUNE 30, 2025

	Blue Ravine Oaks East	IA7 Folsom Ranch	Legends Refunding	Natoma Station	Folsom Auto Plaza	Lake Natoma Shores	Prairie Oaks	Cobble Hills Ridge	Ridgeview
<b>ASSETS</b>									
Cash and cash equivalents	\$ 8,929	\$ 166,769	\$ 9,275	\$ 22,825	\$ 65,359	\$ 1,518	\$ 94,353	\$ 33,390	\$ 14,276
Receivables:									
Accrued interest	156	684	162	399	1,144	27	1,652	584	250
Due from other governments	-	3,025	-	-	-	-	-	-	-
Restricted assets:									
Cash with fiscal agent	-	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>9,085</b>	<b>170,478</b>	<b>9,437</b>	<b>23,224</b>	<b>66,503</b>	<b>1,545</b>	<b>96,005</b>	<b>33,974</b>	<b>14,526</b>
<b>LIABILITIES</b>									
Accounts payable	-	-	-	-	-	-	20,511	-	-
Rebatable arbitrage	-	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,511</b>	<b>-</b>	<b>-</b>
<b>NET POSITION</b>									
Restricted for:									
Individuals, organizations, and other governments	9,085	170,478	9,437	23,224	66,503	1,545	75,494	33,974	14,526
<b>Total Net Position</b>	<b>\$ 9,085</b>	<b>\$ 170,478</b>	<b>\$ 9,437</b>	<b>\$ 23,224</b>	<b>\$ 66,503</b>	<b>\$ 1,545</b>	<b>\$ 75,494</b>	<b>\$ 33,974</b>	<b>\$ 14,526</b>

Cresleigh Natoma	Hannaford Crossing	IA2 F Ranch CFD #23	IA3 F Ranch CFD #23	IA4 F Ranch CFD #23	CFD 2013-01 Water Fac & Sup	Willow Creek CFD #1	Natoma Station CFD #2	Folsom Heights CFD #3	
									<b>ASSETS</b>
\$ 24,203	\$ 46,686	\$ 4,334,554	\$ 2,914,329	\$ 561,627	\$ 1,010,281	\$ 1,961	\$ 120,640	\$ 1,716	Cash and cash equivalents
423	816	1,281	2,150	520	29,188	34	2,112	30	Receivables:
-	-	5,722	9,687	12,199	24,653	3,676	-	-	Accrued interest
-	-	834,000	717,993	860,397	-	-	-	-	Due from other governments
-	-	-	-	-	-	-	-	-	Restricted assets:
-	-	-	-	-	-	-	-	-	Cash with fiscal agent
<u>24,626</u>	<u>47,502</u>	<u>5,175,557</u>	<u>3,644,159</u>	<u>1,434,743</u>	<u>1,064,122</u>	<u>5,671</u>	<u>122,752</u>	<u>1,746</u>	Total assets
									<b>LIABILITIES</b>
-	73	-	-	-	714,661	-	-	1,278	Accounts payable
-	-	-	-	-	-	495	-	-	Rebatable arbitrage
-	73	-	-	-	714,661	495	-	1,278	Total liabilities
									<b>NET POSITION</b>
									Restricted for:
24,626	47,429	5,175,557	3,644,159	1,434,743	349,461	5,176	122,752	468	Individuals, organizations, and other governments
<u>\$ 24,626</u>	<u>\$ 47,429</u>	<u>\$ 5,175,557</u>	<u>\$ 3,644,159</u>	<u>\$ 1,434,743</u>	<u>\$ 349,461</u>	<u>\$ 5,176</u>	<u>\$ 122,752</u>	<u>\$ 468</u>	Total Net Position

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF NET POSITION CUSTODIAL FUNDS JUNE 30, 2025

	Broadstone CFD #4	IA5 F Ranch CFD #23	IA6 F Ranch CFD #23	Broadstone 2 CFD #7	Parkway CFD #8	Willow Creek Estates South CFD #9	Empire Ranch CFD #10	Willow Springs CFD #11
<b>ASSETS</b>								
Cash and cash equivalents	\$ 57,726	\$ -	\$ -	\$ 383,049	\$ 38,426	\$ 50,110	\$ 6,951,482	\$ -
Receivables:								
Accrued interest	1,009	-	-	6,750	674	876	102,620	276
Due from other governments	-	-	15	-	-	-	88,887	-
Restricted assets:								
Cash with fiscal agent	-	-	-	-	-	-	6,366,808	-
<b>Total assets</b>	<b>58,735</b>	<b>-</b>	<b>15</b>	<b>389,799</b>	<b>39,100</b>	<b>50,986</b>	<b>13,509,797</b>	<b>276</b>
<b>LIABILITIES</b>								
Accounts payable	-	19,670	23,872	38,100	-	-	-	69,588
Rebatable arbitrage	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>19,670</b>	<b>23,872</b>	<b>38,100</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>69,588</b>
<b>NET POSITION</b>								
Restricted for:								
Individuals, organizations, and other governments	58,735	(19,670)	(23,857)	351,699	39,100	50,986	13,509,797	(69,312)
<b>Total Net Position</b>	<b>\$ 58,735</b>	<b>\$ (19,670)</b>	<b>\$ (23,857)</b>	<b>\$ 351,699</b>	<b>\$ 39,100</b>	<b>\$ 50,986</b>	<b>\$ 13,509,797</b>	<b>\$ (69,312)</b>

CFD #16 Islands IA2	Parkway CFD #14	Folsom Historic District	CFD #16 Islands at Parkshore 1	CFD #17 Willow Hill Pipeline	Area Wide CFD #18	Mangini CFD #19	Russell Ranch CFD #20	
								ASSETS
\$ 347,461	\$ 1,233,621	\$ 84,762	\$ 498,775	\$ 1,217,713	\$ -	\$ 2,242,366	\$ 11,918,771	Cash and cash equivalents
7,500	9,292	176	4,178	17,287	55,025	16,847	7,401	Receivables:
3,135	19,256	1,985	2,394	7,975	78,668	38,362	36,961	Accrued interest
638,160	-	-	242,250	400,892	23,107,820	3,190,776	1,835,065	Due from other governments
996,256	1,262,169	86,923	747,597	1,643,867	23,241,513	5,488,351	13,798,198	Restricted assets:
								Cash with fiscal agent
								Total assets
								LIABILITIES
-	-	-	31	-	3,103,954	4,000	4,860	Accounts payable
-	-	-	-	-	-	-	-	Rebatable arbitrage
-	-	-	31	-	3,103,954	4,000	4,860	Total liabilities
								NET POSITION
996,256	1,262,169	86,923	747,566	1,643,867	20,137,559	5,484,351	13,793,338	Restricted for:
								Individuals, organizations, and other governments
\$ 996,256	\$ 1,262,169	\$ 86,923	\$ 747,566	\$ 1,643,867	\$ 20,137,559	\$ 5,484,351	\$ 13,793,338	Total Net Position

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF NET POSITION CUSTODIAL FUNDS JUNE 30, 2025

	WRSR CFD #21	Folsom Heights CFD #22	IA1 Folsom Ranch CFD #23	Sacramento County Transportation Development Fee	Sacramento Tranportation Mitigation Fee	Total Custodial Funds
<b>ASSETS</b>						
Cash and cash equivalents	\$ 1,066,715	\$ -	\$ 1,061,163	\$ 3,234,238	\$ 505,548	\$ 40,324,617
Receivables:						
Accrued interest	6,844	-	6,307	-	-	284,674
Due from other governments	29,025	-	18,509	-	-	384,134
Restricted assets:						
Cash with fiscal agent	1,539,037	-	1,761,509	-	-	41,494,707
<b>Total assets</b>	<b>2,641,621</b>	<b>-</b>	<b>2,847,488</b>	<b>3,234,238</b>	<b>505,548</b>	<b>82,488,132</b>
<b>LIABILITIES</b>						
Accounts payable	3,000	22,237	5,400	3,234,238	505,548	7,771,021
Rebatable arbitrage	-	-	-	-	-	495
<b>Total liabilities</b>	<b>3,000</b>	<b>22,237</b>	<b>5,400</b>	<b>3,234,238</b>	<b>505,548</b>	<b>7,771,516</b>
<b>NET POSITION</b>						
Restricted for:						
Individuals, organizations, and other governments	2,638,621	(22,237)	2,842,088	-	-	74,716,616
<b>Total Net Position</b>	<b>\$ 2,638,621</b>	<b>\$ (22,237)</b>	<b>\$ 2,842,088</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 74,716,616</b>

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# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	Blue Ravine Oaks East	IA7 Folsom Ranch	Legends Refunding	Natoma Station	Folsom Auto Plaza	Lake Natoma Shores	Prairie Oaks	Cobble Hills Ridge	Ridgeview	Cresleigh Natoma
<b>ADDITIONS:</b>										
Investment earnings	\$ 387	\$ 3,741	\$ 402	\$ 990	\$ 2,834	\$ 66	\$ 4,086	\$ 1,448	\$ 619	\$ 1,049
Assessment collection	-	202,670	-	-	-	-	-	-	-	-
Mello-Roos bonds	-	-	-	-	-	-	-	-	-	-
Transportation fees	-	-	-	-	-	-	-	-	-	-
Total additions	387	206,411	402	990	2,834	66	4,086	1,448	619	1,049
<b>DEDUCTIONS:</b>										
Payments of assessment to bond holders	-	42,597	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total deductions	-	42,597	-	-	-	-	-	-	-	-
Change in net position	387	163,814	402	990	2,834	66	4,086	1,448	619	1,049
<b>NET POSITION:</b>										
Beginning of year	8,698	6,664	9,035	22,234	63,669	1,479	71,408	32,526	13,907	23,577
End of year	<u>\$ 9,085</u>	<u>\$ 170,478</u>	<u>\$ 9,437</u>	<u>\$ 23,224</u>	<u>\$ 66,503</u>	<u>\$ 1,545</u>	<u>\$ 75,494</u>	<u>\$ 33,974</u>	<u>\$ 14,526</u>	<u>\$ 24,626</u>

Hannaford Crossing	IA2 F Ranch CFD #23	IA3 F Ranch CFD #23	IA4 F Ranch CFD #23	CFD 2013-01 Water Fac & Sup	Willow Creek CFD #1	Natoma Station CFD #2	Folsom Heights CFD #3	
								ADDITIONS:
\$ 2,024	\$ 238,058	\$ 164,259	\$ 579,228	\$ 58,705	\$ 84	\$ 5,228	\$ 74	Investment earnings
-	605,079	543,416	478,015	1,540,791	-	-	-	Assessment collection
-	-	-	10,705,000	-	-	-	-	Mello-Roos bonds
-	-	-	-	-	-	-	-	Transportation fees
2,024	843,137	707,675	11,762,243	1,599,496	84	5,228	74	Total additions
								DEDUCTIONS:
-	473,857	463,278	140,624	24,321	-	-	-	Payments of assessment to bond holders
-	688,152	8,858	10,396,573	1,462,322	-	-	-	Other
-	1,162,009	472,136	10,537,197	1,486,643	-	-	-	Total deductions
2,024	(318,872)	235,539	1,225,046	112,853	84	5,228	74	Change in net position
								NET POSITION:
45,405	5,494,429	3,408,620	209,697	236,608	5,092	117,524	394	Beginning of year
<u>\$ 47,429</u>	<u>\$ 5,175,557</u>	<u>\$ 3,644,159</u>	<u>\$ 1,434,743</u>	<u>\$ 349,461</u>	<u>\$ 5,176</u>	<u>\$ 122,752</u>	<u>\$ 468</u>	End of year

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	Broadstone CFD #4	IA5 F Ranch CFD #23	IA6 F Ranch CFD #23	Broadstone 2 CFD #7	Parkway CFD #8	Willow Creek Estates South CFD #9	Empire Ranch CFD #10	Willow Springs CFD #11	CFD #16 Islands IA2
<b>ADDITIONS:</b>									
Investment earnings	\$ 2,504	\$ -	\$ 15	\$ 16,674	\$ 1,663	\$ 2,175	\$ 568,883	\$ (329)	\$ 39,621
Assessment collection	-	-	1,671	-	-	-	5,344,144	2,403	305,987
Mello-Roos bonds	-	-	-	-	-	-	-	-	-
Transportation fees	-	-	-	-	-	-	-	-	-
Total additions	2,504	-	1,686	16,674	1,663	2,175	5,913,027	2,074	345,608
<b>DEDUCTIONS:</b>									
Payments of assessment to bond holders	-	4,535	9,063	9,750	-	-	4,208,461	10,651	292,552
Other	-	-	-	-	-	-	84,475	-	9,506
Total deductions	-	4,535	9,063	9,750	-	-	4,292,936	10,651	302,058
Change in net position	2,504	(4,535)	(7,377)	6,924	1,663	2,175	1,620,091	(8,577)	43,550
<b>NET POSITION:</b>									
Beginning of year	\$ 56,231	\$ (15,135)	\$ (16,480)	\$ 344,775	\$ 37,437	\$ 48,811	\$ 11,889,706	\$ (60,735)	\$ 952,706
End of year	<u>\$ 58,735</u>	<u>\$ (19,670)</u>	<u>\$ (23,857)</u>	<u>\$ 351,699</u>	<u>\$ 39,100</u>	<u>\$ 50,986</u>	<u>\$ 13,509,797</u>	<u>\$ (69,312)</u>	<u>\$ 996,256</u>

Parkway CFD #14	Folsom Historic District	CFD #16 Islands at Parkshore 1	CFD #17 Willow Hill Pipeline	Area Wide CFD #18	Mangini CFD #19	Russell Ranch CFD #20	
							ADDITIONS:
\$ 31,098	\$ 988	\$ 31,428	\$ 62,895	\$ 2,461,446	\$ 199,361	\$ 604,300	Investment earnings
1,250,487	174,755	177,185	462,290	2,434,391	2,644,143	1,481,198	Assessment collection
-	-	-	-	26,735,000	-	-	Mello-Roos bonds
-	-	-	-	-	-	-	Transportation fees
1,281,585	175,743	208,613	525,185	31,630,837	2,843,504	2,085,498	Total additions
							DEDUCTIONS:
1,208,791	4,776	167,325	441,144	505,806	2,524,748	1,436,280	Payments of assessment to bond holders
35,825	96,344	8,907	16,030	13,425,238	49,947	27,963	Other
1,244,616	101,120	176,232	457,174	13,931,044	2,574,695	1,464,243	Total deductions
36,969	74,623	32,381	68,011	17,699,793	268,809	621,255	Change in net position
							NET POSITION:
\$ 1,225,200	\$ 12,300	\$ 715,185	\$ 1,575,856	\$ 2,437,766	\$ 5,215,542	\$ 13,172,083	Beginning of year
\$ 1,262,169	\$ 86,923	\$ 747,566	\$ 1,643,867	\$ 20,137,559	\$ 5,484,351	\$ 13,793,338	End of year

# CITY OF FOLSOM, CALIFORNIA

## COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION CUSTODIAL FUNDS FOR THE YEAR ENDED JUNE 30, 2025

	WRSR CFD #21	Folsom Heights CFD #22	IA1 Folsom Ranch CFD #23	Sacramento County Transportation Development Fee	Sacramento Transportation Mitigation Fee	Total Custodial Funds
<b>ADDITIONS:</b>						
Investment earnings	\$ 94,487	\$ -	\$ 198,725	\$ -	\$ -	\$ 5,379,216
Assessment collection	1,301,697	-	1,366,662	-	-	20,316,984
Mello-Roos bonds	-	-	-	-	-	37,440,000
Transportation fees	-	-	-	3,234,238	505,548	3,739,786
Total additions	<u>1,396,184</u>	<u>-</u>	<u>1,565,387</u>	<u>3,234,238</u>	<u>505,548</u>	<u>66,875,986</u>
<b>DEDUCTIONS:</b>						
Payments of assessment to bond holders	966,852	5,243	1,317,624	-	-	14,258,278
Other	232,949	-	2,096,488	3,234,238	505,548	32,379,363
Total deductions	<u>1,199,801</u>	<u>5,243</u>	<u>3,414,112</u>	<u>3,234,238</u>	<u>505,548</u>	<u>46,637,641</u>
Change in net position	196,383	(5,243)	(1,848,725)	-	-	20,238,345
<b>NET POSITION:</b>						
Beginning of year	<u>2,442,238</u>	<u>(16,994)</u>	<u>4,690,813</u>	<u>-</u>	<u>-</u>	<u>54,478,271</u>
End of year	<u>\$ 2,638,621</u>	<u>\$ (22,237)</u>	<u>\$ 2,842,088</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 74,716,616</u>

**STATISTICAL SECTION**



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE

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This part of the City's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

### **Financial Trends Information**

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

### **Revenue Capacity Information**

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

### **Debt Capacity Information**

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

### **Demographic and Economic Information**

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

### **Operating Information**

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

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**Schedule 1  
CITY OF FOLSOM, CALIFORNIA  
Net Position by Component,  
Fiscal Year 2025, With Ten Year Trend Analysis  
(accrual basis of accounting)**

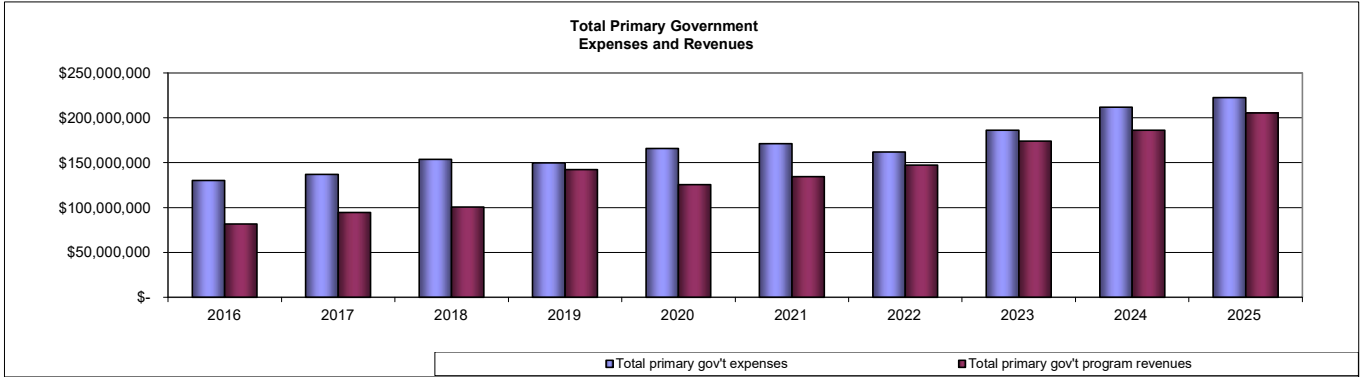
**Total Primary Government Net Position**



	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>Governmental activities</b>										
Net investment in capital assets	\$ 345,540,942	\$ 342,339,996	\$ 341,907,988	\$ 365,447,799	\$ 352,736,331	\$ 347,842,183	\$ 372,280,617	\$ 387,374,177	\$ 406,723,010	\$ 434,168,258
Restricted	37,105,814	37,928,602	54,379,397	74,711,884	109,091,757	154,995,747	141,687,652	118,208,417	120,427,242	354,274,822
Unrestricted (1)	(39,219,804)	(37,637,622)	(133,460,554)	(140,380,319)	(151,055,541)	(163,151,340)	(178,899,222)	(122,960,805)	(100,860,022)	(324,035,175)
<b>Total gov't activities net position</b>	<b>\$ 343,426,952</b>	<b>\$ 342,630,976</b>	<b>\$ 262,826,831</b>	<b>\$ 299,779,364</b>	<b>\$ 310,772,547</b>	<b>\$ 339,686,590</b>	<b>\$ 335,069,047</b>	<b>\$ 382,621,789</b>	<b>\$ 426,290,230</b>	<b>\$ 464,407,905</b>
<b>Business-type activities</b>										
Net investment in capital assets	\$ 116,725,962	\$ 122,445,820	\$ 123,233,937	\$ 143,068,634	\$ 153,282,039	\$ 160,402,925	\$ 161,246,778	\$ 174,288,065	\$ 187,062,805	\$ 209,204,829
Restricted	527,202	127,565	127,565	127,565	127,565	129,602	129,602	129,602	48,875	-
Unrestricted	5,779,903	10,511,992	852,368	7,839,073	8,441,633	14,561,489	23,578,843	32,987,684	42,512,138	56,645,540
<b>Total bus-type activities net position</b>	<b>\$ 123,033,067</b>	<b>\$ 133,085,377</b>	<b>\$ 124,213,870</b>	<b>\$ 151,035,272</b>	<b>\$ 161,851,237</b>	<b>\$ 175,094,016</b>	<b>\$ 184,955,223</b>	<b>\$ 207,405,351</b>	<b>\$ 229,623,818</b>	<b>\$ 265,850,369</b>
<b>Primary government</b>										
Net investment in capital assets	\$ 462,266,904	\$ 464,785,816	\$ 465,141,925	\$ 508,516,433	\$ 506,018,370	\$ 508,245,108	\$ 533,527,395	\$ 561,662,242	\$ 593,785,815	\$ 643,373,087
Restricted	37,633,016	38,056,167	54,506,962	74,839,449	109,219,322	155,125,349	141,817,254	118,338,019	120,476,117	354,274,822
Unrestricted	(33,439,901)	(27,125,630)	(132,608,186)	(132,541,246)	(142,613,908)	(148,589,851)	(155,320,379)	(89,973,121)	(58,347,884)	(267,389,635)
<b>Total primary gov't net position</b>	<b>\$ 466,460,019</b>	<b>\$ 475,716,353</b>	<b>\$ 387,040,701</b>	<b>\$ 450,814,636</b>	<b>\$ 472,623,784</b>	<b>\$ 514,780,606</b>	<b>\$ 520,024,270</b>	<b>\$ 590,027,140</b>	<b>\$ 655,914,048</b>	<b>\$ 730,258,274</b>

Source: The City's Annual Comprehensive Financial Report

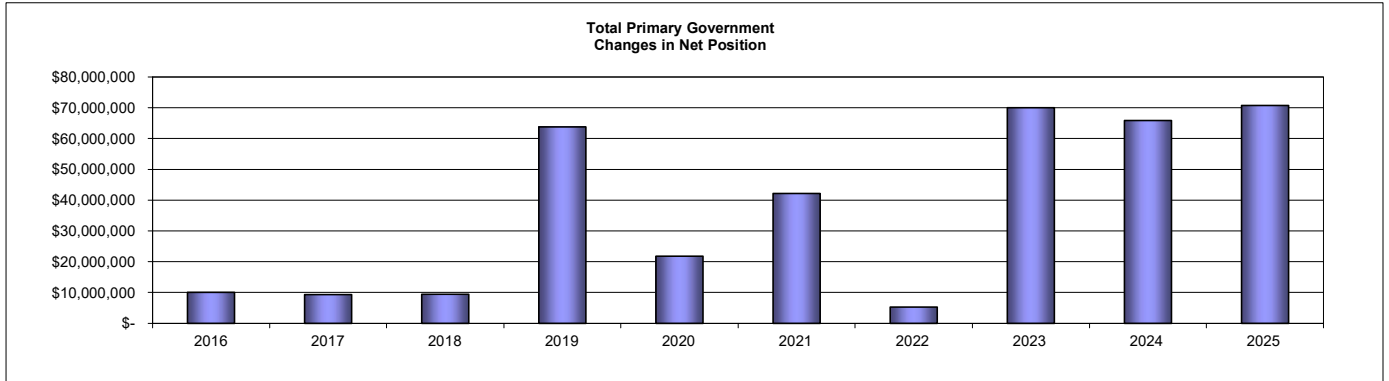
**Schedule 2**  
**CITY OF FOLSOM, CALIFORNIA**  
**Changes in Net Position**  
**Fiscal Year 2025, With Ten Year Trend Analysis**  
**(accrual basis of accounting)**



	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>Expenses</b>										
Governmental activities:										
General government	\$ 16,842,039	\$ 17,619,148	\$ 21,571,309	\$ 19,894,674	\$ 25,694,246	\$ 20,099,385	\$ 14,570,235	\$ 21,993,578	\$ 27,557,788	\$ 25,362,364
Public safety	33,732,869	38,519,301	42,267,172	43,071,617	48,945,393	53,333,593	49,214,434	54,562,107	60,464,040	67,966,243
Public ways and facilities	23,760,187	23,789,377	26,740,758	24,860,981	27,609,012	31,378,367	30,321,802	33,988,957	36,428,359	36,651,557
Community services	3,795,881	4,611,256	6,328,357	6,119,243	6,836,934	6,871,579	7,909,070	9,111,893	8,584,405	8,698,359
Culture and recreation	15,226,602	16,043,161	19,316,157	16,783,176	17,181,199	18,542,904	18,809,703	18,076,120	22,759,801	25,696,796
Interest and fiscal changes	5,080,330	4,679,003	2,510,553	4,687,431	5,212,780	5,082,231	5,692,263	6,701,685	6,228,317	8,059,464
<b>Total gov't activities expenses</b>	<b>98,437,909</b>	<b>105,261,245</b>	<b>118,734,307</b>	<b>115,417,123</b>	<b>131,479,564</b>	<b>135,308,058</b>	<b>126,517,507</b>	<b>144,434,338</b>	<b>162,022,710</b>	<b>172,434,783</b>
Business-type activities:										
Water	12,704,599	13,169,040	14,416,465	15,018,849	15,635,355	15,659,239	14,980,895	17,486,670	19,616,845	20,451,080
Wastewater	5,419,982	5,254,071	5,777,106	5,989,117	6,717,181	7,188,744	6,225,992	6,817,673	10,284,019	7,781,909
Solid Waste	9,347,062	9,488,964	10,383,837	10,823,361	12,057,666	13,001,080	14,044,953	17,490,609	19,908,340	21,761,814
Transit	(1) 3,709,459	3,847,851	4,093,944	2,297,111	-	-	-	-	-	-
Facilities Augmentation	407,237	3,040	242,058	326,061	17,023	-	-	27,577	60,424	-
Recreation	-	-	-	-	-	-	-	-	-	-
<b>Total bus-type activities expense</b>	<b>31,588,339</b>	<b>31,762,966</b>	<b>34,913,410</b>	<b>34,454,499</b>	<b>34,427,225</b>	<b>35,849,063</b>	<b>35,251,840</b>	<b>41,822,529</b>	<b>49,869,628</b>	<b>49,994,803</b>
<b>Total primary gov't expenses</b>	<b>\$130,026,248</b>	<b>\$137,024,211</b>	<b>\$153,647,717</b>	<b>\$149,871,622</b>	<b>\$165,906,789</b>	<b>\$171,157,121</b>	<b>\$161,769,347</b>	<b>\$186,256,867</b>	<b>\$211,892,338</b>	<b>\$ 222,429,586</b>

<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$ 7,496,678	\$ 7,950,354	\$ 9,259,206	\$ 8,802,272	\$ 9,178,697	\$ 9,391,344	\$ 11,395,670	\$ 12,481,923	\$ 10,864,478	\$ 11,944,619
Public safety	5,125,847	5,618,969	6,784,548	6,851,973	6,361,867	7,481,550	7,807,095	15,064,367	6,587,658	4,270,554
Public ways and facilities	7,997,349	8,565,624	12,763,442	11,089,762	10,196,763	12,091,444	16,519,809	10,569,175	37,036,449	21,593,535
Community services	4,986,243	4,552,806	6,861,396	8,290,473	7,536,644	12,773,201	14,818,895	10,501,091	18,319,974	19,340,036
Culture and recreation	4,966,763	6,198,906	10,852,607	10,278,413	9,682,333	10,555,274	14,863,977	15,197,394	4,355,527	4,531,067
Operating grants and contributions	2,354,928	2,233,379	2,774,627	3,673,894	3,803,337	4,044,265	4,415,825	5,195,430	16,427,409	12,037,823
Capital grants and contributions	11,437,916	14,891,177	10,798,615	30,603,509	32,124,684	26,614,932	28,053,482	38,782,252	21,541,584	46,345,123
<b>Total gov't activities program revenue</b>	<b>44,365,724</b>	<b>50,011,215</b>	<b>60,094,441</b>	<b>79,590,296</b>	<b>78,884,325</b>	<b>82,952,010</b>	<b>97,874,753</b>	<b>107,791,632</b>	<b>115,133,079</b>	<b>120,062,757</b>
Business-type activities:										
Charges for services:										
Water	12,205,895	13,605,851	14,119,233	13,912,610	15,561,068	17,988,487	17,280,478	18,889,282	20,610,660	19,541,616
Wastewater	6,278,631	6,531,021	6,780,004	6,734,594	7,459,060	8,486,879	8,621,943	11,698,877	12,086,657	12,507,788
Solid Waste	10,620,422	10,957,586	10,840,441	10,939,391	11,774,722	15,206,531	19,705,286	23,945,238	27,097,615	29,522,830
Transit	(1) 623,745	604,935	591,905	285,158	-	-	-	-	-	-
Facilities augmentation	-	-	-	-	-	-	-	-	-	-
Recreation	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	6,997,288	7,946,673	6,603,611	4,958,663	1,651,781	1,876,254	2,512,675	2,740,748	4,872,950	2,333,785
Capital grants and contributions	786,090	4,834,197	1,746,682	25,829,934	10,145,979	8,101,825	1,482,225	8,838,335	6,392,764	21,457,547
<b>Total business-type activities</b>	<b>37,512,071</b>	<b>44,480,263</b>	<b>40,681,876</b>	<b>62,660,350</b>	<b>46,592,610</b>	<b>51,659,976</b>	<b>49,602,607</b>	<b>66,112,480</b>	<b>71,060,646</b>	<b>85,363,566</b>
<b>Total primary gov't program revenues</b>	<b>\$ 81,877,795</b>	<b>\$ 94,491,478</b>	<b>\$100,776,317</b>	<b>\$142,250,646</b>	<b>\$125,476,935</b>	<b>\$134,611,986</b>	<b>\$147,477,360</b>	<b>\$173,904,112</b>	<b>\$186,193,725</b>	<b>\$ 205,426,323</b>

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



	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (54,072,185)	\$ (55,250,030)	\$ (58,639,866)	\$ (35,826,827)	\$ (52,595,239)	\$ (52,356,048)	\$ (28,642,754)	\$ (36,642,707)	\$ (46,889,631)	\$ (52,357,133)
Business-type activities	5,923,732	12,717,297	5,768,466	28,205,851	12,165,385	15,810,913	14,350,767	24,289,951	21,191,018	35,368,763
<b>Total primary gov't net (exp)/rev</b>	<b>\$ (48,148,453)</b>	<b>\$ (42,532,733)</b>	<b>\$ (52,871,400)</b>	<b>\$ (7,620,976)</b>	<b>\$ (40,429,854)</b>	<b>\$ (36,545,135)</b>	<b>\$ (14,291,987)</b>	<b>\$ (12,352,756)</b>	<b>\$ (25,698,613)</b>	<b>\$ (16,988,370)</b>

**General Revenue and Other changes in Net Position**

<b>Governmental activities:</b>										
Taxes										
Property	\$ 21,732,471	\$ 23,301,973	\$ 24,537,819	\$ 26,669,899	\$ 28,803,455	\$ 31,253,436	\$ 33,225,451	\$ 37,224,284	\$ 41,045,572	\$ 43,965,065
Sales and use	22,168,300	24,721,293	22,294,827	25,359,293	22,616,404	25,846,985	27,900,779	28,102,378	27,636,132	26,938,575
Other	3,202,564	3,716,243	3,820,424	4,070,333	3,116,568	2,867,348	4,949,172	4,760,019	4,527,162	4,727,955
Payments in lieu of services	-	-	-	-	-	-	-	-	-	-
Vehicle License Fees	-	-	-	-	-	-	-	-	-	-
Investments earnings (loss)	7,220,125	(2,344,854)	(3,666,825)	11,463,007	3,583,755	16,572,391	(47,159,517)	5,622,881	12,203,978	4,844,082
Miscellaneous	2,764,118	2,189,407	4,408,453	1,922,130	2,887,613	1,962,835	1,866,914	5,318,770	1,947,816	2,212,399
Gain/(loss) on disp of cap assets	168,454	-	-	-	-	-	-	-	-	-
Transfers	2,600,454	2,869,992	3,008,033	3,003,762	2,580,627	2,767,096	3,242,412	3,167,117	3,197,412	3,826,574
Special Items:										
Capital Contributions	-	-	-	-	-	-	-	-	-	-
Gain on dissolution of RDA	-	-	-	-	-	-	-	-	-	-
Xfer Asset from Successor Agency (1)	381,150	-	9,812,877	-	-	-	-	-	-	-
Xfer Asset from Transit to City (1)	-	-	-	290,936	-	-	-	-	-	-
<b>Total governmental activities</b>	<b>60,237,636</b>	<b>54,454,054</b>	<b>64,215,608</b>	<b>72,779,360</b>	<b>63,588,422</b>	<b>81,270,091</b>	<b>24,025,211</b>	<b>84,195,449</b>	<b>90,558,072</b>	<b>86,514,650</b>
Business-type activities:										
Investment earnings	501,674	205,005	187,322	1,367,314	1,231,207	198,962	(1,247,148)	1,327,294	4,224,861	5,083,335
Transfers	(2,600,454)	(2,869,992)	(3,008,033)	(3,003,762)	(2,580,627)	(2,767,096)	(3,242,412)	(3,167,117)	(3,197,412)	(3,826,574)
Special Items:										
Annexation of Transit Services (1)	-	-	-	542,935	-	-	-	-	-	-
Transfer of Assets-Transit to City (1)	-	-	-	(290,936)	-	-	-	-	-	-
<b>Total business-type activities</b>	<b>(2,098,780)</b>	<b>(2,664,987)</b>	<b>(2,820,711)</b>	<b>(1,384,449)</b>	<b>(1,349,420)</b>	<b>(2,568,134)</b>	<b>(4,489,560)</b>	<b>(1,839,823)</b>	<b>1,027,449</b>	<b>1,256,761</b>
<b>Total primary government</b>	<b>\$ 58,138,856</b>	<b>\$ 51,789,067</b>	<b>\$ 61,394,897</b>	<b>\$ 71,394,911</b>	<b>\$ 62,239,002</b>	<b>\$ 78,701,957</b>	<b>\$ 19,535,651</b>	<b>\$ 82,355,626</b>	<b>\$ 91,585,521</b>	<b>\$ 87,771,411</b>

**Change in Net Position**

Governmental activities	6,165,451	(795,976)	6,495,817	36,952,533	10,993,183	28,914,043	(4,617,543)	47,552,742	43,668,441	34,142,623
Business-type activities	3,824,952	10,052,310	2,947,755	26,821,402	10,815,965	13,242,779	9,861,207	22,450,128	22,218,467	36,625,524
<b>Total Primary Government</b>	<b>\$ 9,990,403</b>	<b>\$ 9,256,334</b>	<b>\$ 9,443,572</b>	<b>\$ 63,773,935</b>	<b>\$ 21,809,148</b>	<b>\$ 42,156,822</b>	<b>\$ 5,243,664</b>	<b>\$ 70,002,870</b>	<b>\$ 65,886,908</b>	<b>\$ 70,768,147</b>
Net Position beginning of Year (as restated in prior fiscal years)	456,469,616	466,460,019	377,597,129	387,040,701	450,814,636	472,623,784	514,780,606	520,024,270	590,027,140	659,490,127
<b>Net Position End of Year</b>	<b>\$466,460,019</b>	<b>\$475,716,353</b>	<b>\$387,040,701</b>	<b>\$450,814,636</b>	<b>\$ 472,623,784</b>	<b>\$514,780,606</b>	<b>\$ 520,024,270</b>	<b>\$590,027,140</b>	<b>\$655,914,048</b>	<b>\$ 730,258,274</b>

Source: The City's Annual Comprehensive Financial Report

(1) Transit operations were annexed by the Sacramento Regional Transit District effective 02-04-2019

**Schedule 3**  
**CITY OF FOLSOM, CALIFORNIA**  
**Fund Balances, Governmental Funds,**  
**Fiscal Year 2025, With Ten Year Trend Analysis**  
**(modified accrual basis of accounting)**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<b>General Fund</b>					
Reserved					
Unreserved					
Nonspendable	400,319	448,971	442,084	1,105,568	903,432
Restricted					
Committed					
Assigned	1,234,023	1,201,309	1,869,501	2,214,552	1,018,076
Unassigned	10,950,323	15,536,918	15,699,123	20,349,892	13,776,114
Total Fund Balance	<u>\$ 12,584,665</u>	<u>\$ 17,187,198</u>	<u>\$ 18,010,708</u>	<u>\$ 23,670,012</u>	<u>\$ 15,697,622</u>
<b>All Other Governmental Funds</b>					
Reserved					
Unreserved					
Nonspendable	398,396	428,782	429,294	434,118	442,345
Restricted	170,205,119	157,036,583	195,058,817	187,443,271	224,721,017
Committed	3,581,269	3,690,161	5,201,522	5,425,995	5,728,164
Assigned	3,160,859	3,309,690	3,587,539	11,369,695	3,444,634
Unassigned	(968,842)	(1,150,620)	(847,149)	1,790,354	(1,165,190)
Total Fund Balance	<u>\$ 176,376,801</u>	<u>\$ 163,314,596</u>	<u>\$ 203,430,023</u>	<u>\$ 206,463,433</u>	<u>\$ 233,170,970</u>
	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
<b>General Fund</b>					
Nonspendable	455,628	660,464	1,507,764	1,577,071	1,547,597
Restricted				1,152,276	940,579
Committed					
Assigned	1,813,094	2,998,099	6,294,654	6,723,071	3,845,592
Unassigned	19,200,703	23,260,485	22,961,939	24,941,979	25,335,749
Total Fund Balance	<u>\$ 21,469,425</u>	<u>\$ 26,919,048</u>	<u>\$ 30,764,357</u>	<u>\$ 34,394,397</u>	<u>\$ 31,669,517</u>
<b>All Other Governmental Funds</b>					
Nonspendable	452,584	455,583	463,719	480,930	499,531
Restricted	270,720,065	257,561,870	304,042,368	353,732,896	400,240,900
Committed	5,785,155	5,349,293	6,388,285	4,240,551	10,434,068
Assigned	3,493,384	3,512,989	3,566,549	553,733	-
Unassigned	(1,586,720)	(522,789)	(349,182)	(116,241)	(167,945)
Total Fund Balance	<u>\$ 278,864,468</u>	<u>\$ 266,356,946</u>	<u>\$ 314,111,739</u>	<u>\$ 358,891,869</u>	<u>\$ 411,006,554</u>

Source: The City's Annual Comprehensive Financial Report

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**Schedule 4**  
**CITY OF FOLSOM, CALIFORNIA**  
**Changes in Fund Balances, Governmental Funds**  
**Fiscal Year 2025, With Ten Year Trend Analysis**  
**(modified accrual basis of accounting)**

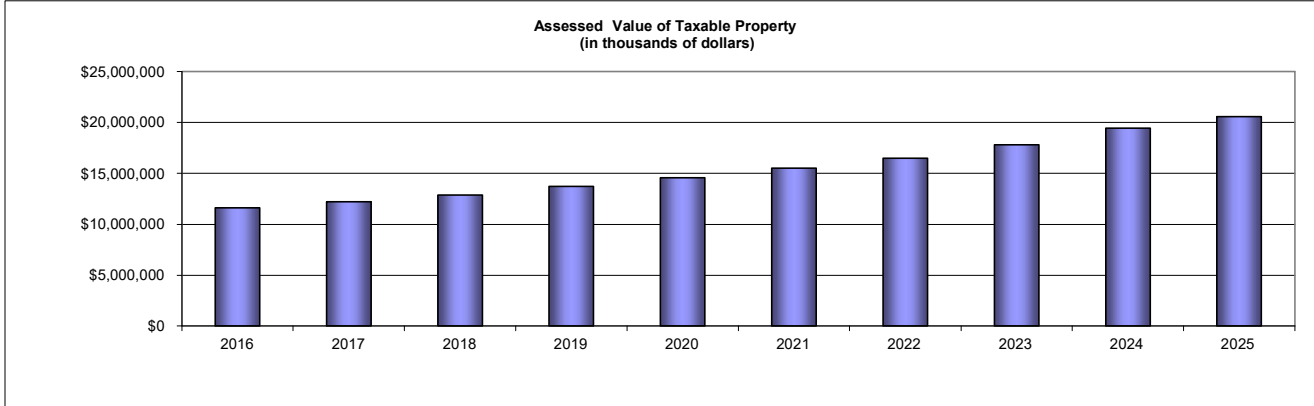
<b>Revenue</b>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Taxes	\$ 47,103,335	\$ 51,739,509	\$ 50,653,070	\$ 56,099,525	\$ 54,536,426
Licenses, fees and permits	2,098,807	2,171,246	2,775,305	3,070,682	3,425,992
Vehicle License fees	5,895,909	6,065,568	6,484,423	6,902,484	7,357,030
Intergovernmental revenue	12,819,545	15,233,546	12,347,078	14,273,982	12,617,895
Charges for services	20,388,258	22,787,464	36,304,402	33,058,288	29,788,664
Fines and penalties	729,673	954,261	921,339	2,275,631	2,384,362
Assessment collections	1,460,233	908,120	35,728	5,807	254
Investment earnings (loss)	7,068,427	(2,356,010)	(3,655,867)	11,010,736	3,150,904
Miscellaneous	2,764,118	2,189,407	2,618,452	1,922,131	2,887,614
<b>Total revenue</b>	<b>\$ 100,328,305</b>	<b>\$ 99,693,111</b>	<b>\$ 108,483,930</b>	<b>\$ 128,619,266</b>	<b>\$ 116,149,141</b>
<b>Expenditures</b>					
General government	\$ 17,392,563	\$ 17,718,687	\$ 18,859,432	\$ 14,700,625	\$ 21,910,491
Public safety	34,351,734	37,299,200	37,216,488	42,122,571	44,678,765
Public ways and facilities	10,763,219	10,546,397	12,921,054	12,167,798	12,642,949
Community services	3,975,512	4,722,516	6,196,867	6,719,373	6,968,176
Culture and recreations	12,850,827	13,387,547	14,349,508	15,139,603	14,182,818
Capital outlay	6,833,189	9,921,548	18,189,160	16,002,288	13,282,395
Debt Service:					
Principal	11,090,135	12,600,203	8,027,092	10,206,479	9,027,004
Interest and fiscal charges	5,119,301	4,835,589	2,540,176	4,642,841	4,935,225
Cost of issuance	-	-	-	-	-
<b>Total expenditures</b>	<b>\$ 102,376,480</b>	<b>\$ 111,031,687</b>	<b>\$ 118,299,777</b>	<b>\$ 121,701,578</b>	<b>\$ 127,627,823</b>
Excess of revenue over (under) expenditures	\$ (2,048,175)	\$ (11,338,576)	\$ (9,815,847)	\$ 6,917,688	\$ (11,478,682)
<b>Other Financing Sources (Uses)</b>					
Sale of property	-	-	-	-	-
Issuance of debt	6,675,000	-	88,670,000	-	23,735,000
Bonds defeased	-	-	-	-	-
Bond refunding	-	-	-	-	-
Bond discount	-	-	-	-	-
Issuance of loan	-	-	1,790,000	-	-
Bond premium	-	-	-	-	3,322,109
Payment to refunded escrow agent	-	-	(52,535,000)	-	-
Amortized loss on PY bond refinance	-	-	-	-	-
Extraordinary loss on dissolution of RDA	-	-	-	-	-
SBITA proceeds	-	-	-	-	-
Transfers in	6,439,736	6,331,555	8,063,764	7,572,261	6,603,421
Transfers out	(3,025,319)	(3,452,651)	(5,046,857)	(5,797,235)	(3,446,701)
<b>Total other financing sources (Uses)</b>	<b>\$ 10,089,417</b>	<b>\$ 2,878,904</b>	<b>\$ 40,941,907</b>	<b>\$ 1,775,026</b>	<b>\$ 30,213,829</b>
<b>Net change in fund balances</b>	<b>\$ 8,041,242</b>	<b>\$ (8,459,672)</b>	<b>\$ 31,126,060</b>	<b>\$ 8,692,714</b>	<b>\$ 18,735,147</b>
Debt services as a percentage of non-capital expenditures	17.0%	17.3%	10.6%	14.0%	12.2%

Source: The City's Annual Comprehensive Financial Report

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

	2021	2022	2023	2024	2025	
						<b>Revenue</b>
\$	59,967,769	\$ 66,075,401	\$ 70,086,681	\$ 73,208,867	\$ 75,631,595	Taxes
	4,248,555	4,302,902	4,017,997	4,983,299	3,897,831	Licenses, fees and permits
	7,823,848	8,342,739	8,998,734	9,829,629	10,421,709	Vehicle License fees
	22,156,779	29,974,236	26,895,559	27,182,742	22,124,299	Intergovernmental revenue
	35,282,381	45,934,547	46,419,808	55,533,132	42,990,319	Charges for services
	4,937,421	6,824,646	4,377,342	6,523,222	4,212,192	Fines and penalties
	609	611	69	(179)	246	Assessment collections
	16,608,400	(46,784,425)	5,425,622	12,210,484	4,036,504	Investment earnings (loss)
	1,962,835	1,857,797	5,318,770	1,550,737	865,020	Miscellaneous
\$	152,988,597	\$ 116,528,454	\$ 171,540,582	\$ 191,021,933	\$ 164,179,715	Total revenue
						<b>Expenditures</b>
\$	18,108,326	\$ 17,798,781	\$ 20,016,712	\$ 20,722,610	\$ 21,853,035	General government
	46,221,823	49,366,108	49,716,290	54,769,982	59,198,703	Public safety
	15,475,320	15,078,169	18,451,784	17,279,248	16,193,280	Public ways and facilities
	6,825,605	8,014,879	9,175,089	8,601,565	7,897,809	Community services
	14,609,268	15,356,976	14,416,294	19,026,607	19,721,055	Culture and recreations
	9,667,003	21,483,042	18,440,337	25,028,245	18,834,658	Capital outlay
						Debt Service:
	6,229,787	6,264,954	7,319,407	4,951,867	5,148,367	Principal
	5,044,609	5,606,210	6,297,360	6,593,807	7,889,719	Interest and fiscal charges
	-	-	-	-	-	Cost of issuance
\$	122,181,741	\$ 138,969,119	\$ 143,833,273	\$ 156,973,931	\$ 156,736,626	Total expenditures
\$	30,806,856	\$ (22,440,665)	\$ 27,707,309	\$ 34,048,002	\$ 7,443,089	Excess of revenue over (under) expenditures
						<b>Other Financing Sources (Uses)</b>
	-	-	-	-	-	Sale of property
	24,740,000	11,855,000	20,655,000	10,884,783	37,440,000	Issuance of debt
	(9,325,000)	-	-	-	-	Bonds defeased
	-	-	-	-	-	Bond refunding
	-	-	-	-	-	Bond discount
	-	-	-	-	-	Issuance of loan
	1,769,349	275,791	(39,146)	-	2,292,446	Bond premium
	-	-	-	-	-	Payment to refunded escrow agent
	-	-	-	-	-	Amortized loss on PY bond refinance
	-	-	-	-	-	Extraordinary loss on dissolution of RDA
	-	-	-	501,083	1,105,365	SBITA proceeds
	5,784,353	4,589,055	4,454,442	4,056,639	6,096,488	Transfers in
	(2,310,257)	(1,337,080)	(1,177,504)	(1,080,338)	(4,987,583)	Transfers out
\$	20,658,445	\$ 15,382,766	\$ 23,892,792	\$ 14,362,167	\$ 41,946,716	Total other financing sources (Uses)
\$	51,465,301	\$ (7,057,899)	\$ 51,600,101	\$ 48,410,169	\$ 49,389,805	Net change in fund balances
	10.0%	10.1%	10.9%	8.8%	9.4%	Debt services as a percentage of non-capital expenditures

Schedule 5  
**CITY OF FOLSOM, CALIFORNIA**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Fiscal Year 2025, With Ten Year Trend Analysis**  
(in thousands of dollars)



Fiscal Year Ended June 30	Residential Property	Commercial Property	Industrial Property	Other (1)	Unsecured Property	Less Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate (2)	Estimated Actual Taxable Value	Factor of Taxable Assessed Value
2016	\$ 8,227,029	\$ 2,206,981	\$ 162,828	\$ 1,021,962	\$ 367,993	\$ 356,949	\$ 11,629,844	1.4196	\$ 13,598,364 (3)	1.169265 (3)
2017	8,671,194	2,315,233	162,343	1,076,357	364,265	370,001	12,219,391	1.4648	13,550,693 (3)	1.108950 (3)
2018	9,209,650	2,467,359	166,859	1,091,858	348,764	426,578	12,857,912	1.4970	15,154,811 (3)	1.178637 (3)
2019	9,709,630	2,665,776	170,999	1,223,745	379,698	443,387	13,706,461	1.4982	16,490,101 (3)	1.203090 (3)
2020	10,495,984	2,889,095	195,961	1,075,127	381,060	456,789	14,580,438	1.4956	17,358,468 (3)	1.190531 (3)
2021	10,765,538	2,918,956	182,606	1,742,550	390,843	485,246	15,515,246	1.4894	17,852,872 (3)	1.150666 (3)
2022	12,543,846	3,152,961	216,994	698,215	370,098	494,765	16,487,349	1.6812	20,577,004 (3)	1.248048 (3)
2023	13,130,722	3,059,491	229,898	1,439,772	463,096	500,143	17,822,836	1.5604	24,465,087 (3)	1.372682 (3)
2024	15,143,819	1,528,058	246,487	2,734,484	531,268	729,397	19,454,719	1.4712	25,248,459 (3)	1.297806 (3)
2025	15,866,984	1,471,061	249,373	3,291,100	440,119	743,184	20,575,453	1.4662	27,707,156 (3)	1.346612 (3)

Source: County Assessor data, Avenu Insights & Analytics.

(1) Other property includes unitary in the amount of \$154,000.

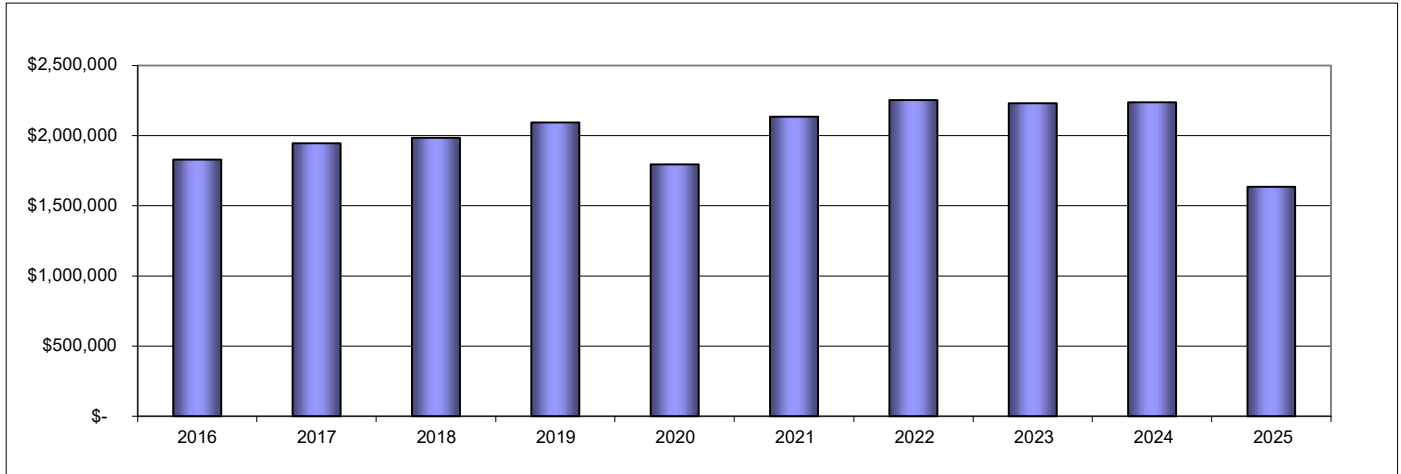
(2) Total direct tax rate is represented by Tax Rate Areas 04-000 04-004 and 04-027

(3) As of 2012-13, Estimated Actual Value is being calculated and reported in compliance with GASB No. 44 guidelines.

Estimated Actual Value is derived from a series of calculations comparing median assessed values from 1940 to current median sale prices. Based on these calculations a multiplier value was extrapolated and applied to current assessed values.

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

**Schedule 5A**  
**CITY OF FOLSOM CALIFORNIA**  
**Taxable Transactions by Category**  
**Fiscal Year 2025, With Ten Year Trend Analysis**  
**(Taxable transactions in thousands of dollars)**



	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Motor Vehicle and Parts Dealers	\$ 466,504	\$ 485,631	\$ 491,987	\$ 494,930	\$ 489,842	\$ 575,818	\$ 556,985	\$ 585,748	\$ 636,345	\$ 480,057
Home furnishings and appliances	96,706	93,502	92,162	95,168	86,538	97,158	95,165	84,794	77,904	61,458
Bld Matrl and Garden Equip	108,524	110,962	115,803	116,980	143,114	147,470	143,302	133,934	127,036	100,095
Food and Beverage Stores	81,880	85,460	89,824	78,242	86,569	89,034	90,881	91,293	92,741	67,866
Gasoline Stations	64,270	73,240	82,738	93,517	59,380	86,780	110,428	99,114	95,533	71,093
Clothing & Clothing Accessories	177,476	179,489	183,062	182,119	123,108	180,677	184,492	182,602	178,043	123,318
General merchandise stores	279,606	304,177	324,505	334,005	310,201	365,302	421,359	391,032	380,136	258,097
Food Services and Drinking Places	188,911	202,655	210,940	222,864	170,535	237,024	268,313	286,613	304,389	233,196
Other retail stores	131,765	128,316	130,431	123,931	110,499	137,782	139,067	131,717	125,193	86,516
<b>Subtotal retail</b>	<b>1,595,642</b>	<b>1,663,432</b>	<b>1,721,452</b>	<b>1,741,756</b>	<b>1,579,786</b>	<b>1,917,045</b>	<b>2,009,992</b>	<b>1,986,847</b>	<b>2,017,320</b>	<b>1,481,696</b>
All other outlets	\$ 232,418	\$ 280,610	\$ 262,345	\$ 351,655	\$ 215,604	\$ 217,177	\$ 243,334	\$ 242,461	\$ 219,363	\$ 154,099
<b>Total</b>	<b>\$1,828,060</b>	<b>\$1,944,042</b>	<b>\$1,983,797</b>	<b>\$2,093,411</b>	<b>\$1,795,390</b>	<b>\$2,134,222</b>	<b>\$2,253,326</b>	<b>\$2,229,308</b>	<b>\$2,236,683</b>	<b>\$1,635,795</b>

Sources: California Department of Tax and Fee Administration (CDTFA)

Note: Taxable transactions information is only available through third quarter of 2025. Certain prior years have been updated with revised information.

**Schedule 6**  
**CITY OF FOLSOM, CALIFORNIA**  
**Direct and Overlapping Property Tax Rates**  
**Fiscal Year 2025, With Ten Year Trend Analysis**  
**(rate per \$100 of assessed value)**

	County District Rates			School District, Bonds & Assessments						
	Basic County, City, School Levy	Sacramento Regional County Sanitation	Sacramento County Bonds	Total District Rates	General Obligation - School Districts (1)	Los Rios Community College	Folsom Cordova Bond Area #2	Folsom Cordova Bond Area #3	Folsom Cordova Bond Area #5	San Juan Unified Bond
2016	1.0000	0.0000	0.0000	1.0000	.0000 - .0369	0.0273	0.031	0.1129	0.0568	0.1547
2017	1.0000	0.0000	0.0000	1.0000	.0000 - .0219	0.0423	0.0584	0.1259	0.0641	0.1522
2018	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0390	0.0516	0.1878	0.0071	0.2115
2019	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0393	0.0562	0.1451	0.0583	0.1993
2020	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0696	0.058	0.1366	0.0543	0.1793
2021	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0223	0.0254	0.2065	0.0543	0.1809
2022	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0249	0.0247	0.3881	0.0548	0.1887
2023	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0226	0.0217	0.2758	0.053	0.1873
2024	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0192	0.0206	0.2063	0.0519	0.1732
2025	1.0000	0.0000	0.0000	1.0000	.0000 - .0000	0.0200	0.0179	0.1970	0.0517	0.1796

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

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

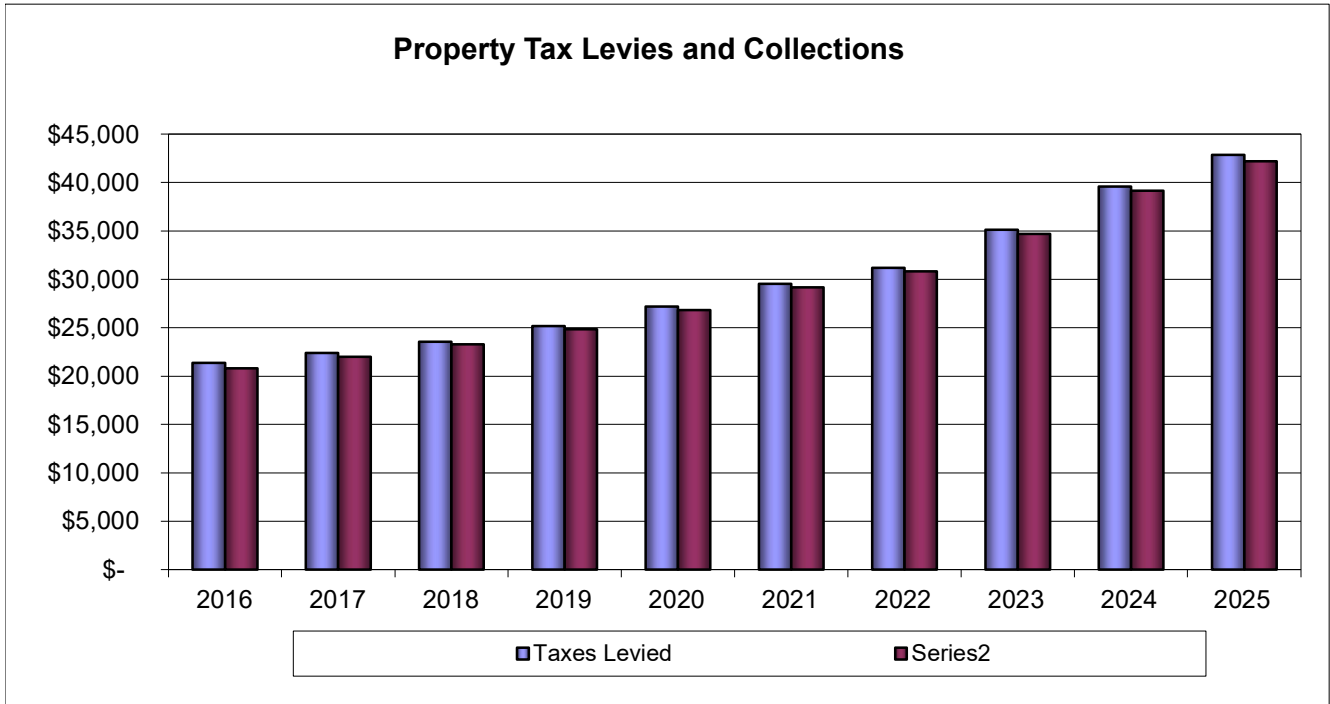
Note: In 1978, California voters passed Proposition 13, which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an inflation factor (limited to a maximum increase of 2%). With few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

**Schedule 7**  
**CITY OF FOLSOM, CALIFORNIA**  
**Principal Property Tax Payers**  
**Fiscal Year 2025, And Nine Years Ago**  
**(in thousands of dollars)**

<b>Taxpayer</b>	<b>2025</b>			<b>2016</b>		
	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage Of Total Taxable Assessed Value</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage Total Taxable Assessed Value</b>
Intel Corp	\$ 756,041	1	3.67%	\$ 603,484	1	5.19%
Broadstone Land LLC	169,514	2	0.82%	163,674	2	1.41%
Prime Falls LLC	152,298	3	0.74%			0.00%
Pique Apts LLC	121,829	4	0.59%			0.00%
Toll West Inc.	114,070	5	0.55%			0.00%
Talavera Ridge Apts LP	101,920	6	0.50%			0.00%
Broadstone Market Place LLC	91,691	7	0.45%			0.00%
Folsom Residences LLC	79,890	8	0.39%			0.00%
KB Parkshore Dst	75,065	9	0.36%			0.00%
Sequoia Equities Iron Point	72,259	10	0.35%			0.00%
Chelsea Financing Partnership				62,791	5	0.54%
Kaiser Foundation Hospitals				82,027	3	0.71%
Spectrum Waples Street LP				68,369	4	0.59%
Kikkoman Foods Inc.				59,845	6	0.51%
Kirkwood Village Assoc. Ltd.				58,200	7	0.50%
Overlook At Blue Ravine LLC				54,707	8	0.47%
Sherwood Iron Point LP				53,907	9	0.46%
CW Parkshore Plaza LLC				49,356	10	0.42%
<b>Total</b>	<b>\$ 1,734,577</b>		<b>8.43%</b>	<b>\$ 1,256,360</b>		<b>10.80%</b>

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

**Schedule 8**  
**CITY OF FOLSOM, CALIFORNIA**  
**Property Tax Levies and Collections**  
**Fiscal Year 2025, With Ten Year Trend Analysis**  
**(in thousands of dollars)**



Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy	
		Amount	Percent of Levy (1)
2016	\$ 21,367	\$ 20,819	97.44%
2017	22,377.00	22,002.00	98.32%
2018	23,564.00	23,269.00	98.75%
2019	25,161.00	24,833.00	98.70%
2020	27,189.00	26,813.00	98.62%
2021	29,518.00	29,170.00	98.82%
2022	31,175.00	30,836.00	98.91%
2023	35,127.00	34,675.00	98.71%
2024	39,600.00	39,164.00	98.90%
2025	42,846.00	42,210.00	98.52%

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

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

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**Schedule 9**  
**CITY OF FOLSOM, CALIFORNIA**  
**Ratio of Outstanding Debt by Type**  
**Fiscal Year 2025, With Ten Year Trend Analysis**

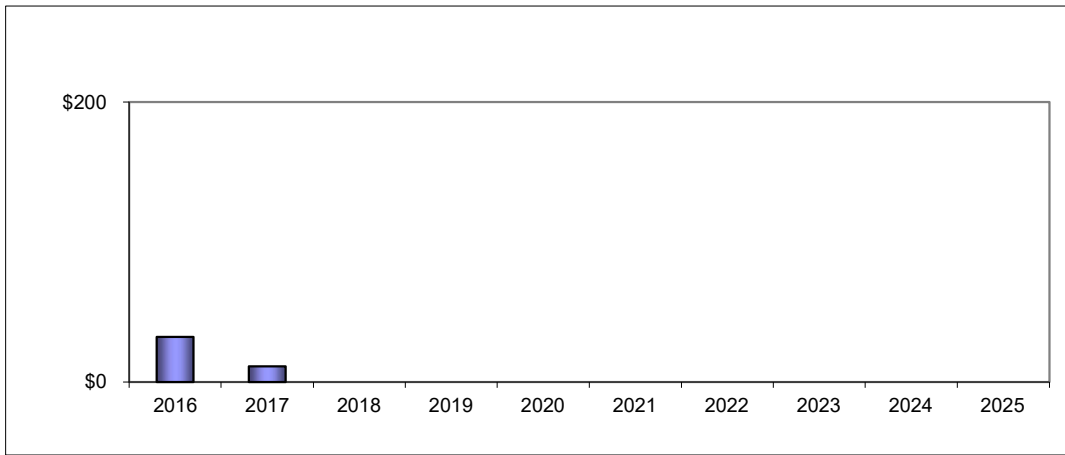
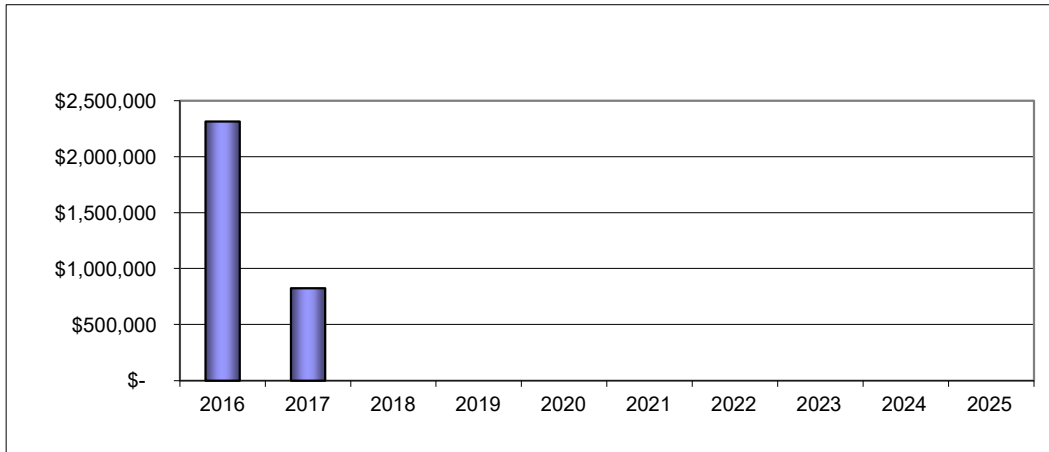
	2016	2017	2018	2019	2020
<b>Governmental Activities</b>					
General Obligation Bonds	\$ 2,315,000	\$ 825,000	\$ -	\$ -	\$ -
Certificates of Participation	-	-	-	-	-
FPFA Revenue Bonds	103,207,933	93,841,368	124,427,251	114,621,540	129,744,921
RDA Tax Allocation Bonds	-	-	-	-	-
City Hall & Fire Station Lease Obligation	4,640,514	3,117,370	1,692,207	1,526,817	1,354,632
Owner Participation Agreements	-	-	-	-	-
Special Assessment Debt	-	-	-	-	-
Notes Payable	-	-	-	-	-
Long-Term Loan	-	-	1,628,000	1,221,000	1,235,739
Add: Discounts/premiums, net	-	-	-	4,295,904	7,446,331
Capital Leases	1,687,885	1,467,391	1,239,579	1,004,201	761,001
SBITA payables	-	-	-	-	-
<b>Business-Type Activities</b>					
Revenue Bonds	\$ 23,181,993	\$ 21,973,818	\$ 20,725,423	\$ 19,438,757	\$ 17,319,283
Add: Issue Discount/prem, net	-	-	-	37,116	1,023,938
Capital Leases	-	-	-	-	-
Note Payable	-	-	-	-	-
<b>Total Primary Government</b>	<b><u>\$ 135,033,325</u></b>	<b><u>\$ 121,224,947</u></b>	<b><u>\$ 149,712,460</u></b>	<b><u>\$ 142,145,335</u></b>	<b><u>\$ 158,885,845</u></b>
Percentage of Personal Income	Not available	Not available	Not available	Not available	Not available
Per Capita	1,872	1,652	2,036	1,909	2,089
Population	72,131	73,389	73,521	74,479	76,065

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

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

2021	2022	2023	2024 (restated)	2025	
					<b>Governmental Activities</b>
\$ -	\$ -	\$ -	\$ -	\$ -	General Obligation Bonds
-	-	-	-	-	Certificates of Participation
139,355,207	145,385,000	159,030,000	165,795,000	199,010,000	FPFA Revenue Bonds
-	-	-	-	-	RDA Tax Allocation Bonds
1,180,846	1,000,748	814,635	622,815	420,692	City Hall & Fire Station Lease Obligation
-	-	-	-	-	Owner Participation Agreements
-	-	-	-	-	Special Assessment Debt
-	-	-	-	-	Notes Payable
563,431	-	-	-	-	Long-Term Loan
8,933,261	8,867,655	8,477,920	8,253,424	10,099,248	Add: Discounts/premiums, net
509,714	250,065	126,771	45,996	-	Capital Leases
-	-	-	2,511,329	2,276,234	SBITA payables
					<b>Business-Type Activities</b>
\$ 16,291,000	\$ 14,868,000	\$ 13,415,000	\$ 11,921,000	\$ 10,377,000	Revenue Bonds
910,167	796,396	682,625	568,834	455,083	Add: Issue Discount/prem, net
-	-	-	32,445	-	Capital Leases
-	-	-	-	-	Note Payable
<u>\$ 167,743,626</u>	<u>\$ 171,167,864</u>	<u>\$ 182,546,951</u>	<u>\$ 189,750,843</u>	<u>\$ 222,638,257</u>	<b>Total Primary Government</b>
Not available	Not available	Not available	Not available	Not available	Percentage of Personal Income
2,152	2,146	2,246	2,274	2,544	Per Capita
77,942	79,758	81,278	83,443	87,532	Population

**Schedule 10**  
**CITY OF FOLSOM, CALIFORNIA**  
**Ratios of General Bonded Debt Outstanding**  
**Fiscal Year 2025, With Ten Year Trend Analysis**



Fiscal Year	General Bonded Debt Outstanding			Percent of Assessed Value of Property (1)	Per Capita (2)	Population (3)
	General Obligation Bonds	Redevelopment Bonds	Total			
2016	\$ 2,315,000	\$ -	\$ 2,315,000	0.02%	32.09	72,131
2017	825,000	-	825,000	0.01%	11.24	73,389
2018	-	-	-	0.00%	-	73,521
2019	-	-	-	0.00%	-	74,479
2020	-	-	-	0.00%	-	76,065
2021	-	-	-	0.00%	-	77,942
2022	-	-	-	0.00%	-	79,758
2023	-	-	-	0.00%	-	81,278
2024	-	-	-	0.00%	-	83,443
2025	-	-	-	0.00%	-	87,532

Source: The City's Annual Comprehensive Financial Report

- (1) See Schedule 5 for property value data.
- (2) Population data can be found in Schedule 14.
- (3) Population figures used for per capita calculation excludes the inmate population at Folsom Prison.

**Schedule 11  
CITY OF FOLSOM, CALIFORNIA  
Computation of Direct and Overlapping  
Fiscal Year 2025**

2024-25 Assessed Valuation: \$20,671,394,203

<u>DIRECT &amp; OVERLAPPING TAX AND ASSESSMENT DEBT:</u>	Total Debt 6/30/2025	% Applicable (1)	City's Share of Debt 6/30/25
Los Rios Community College District	\$ 356,335,000	7.394%	\$ 26,347,410
Folsom Cordova Unified School District School Facilities Improvement District No. 2	8,187,432	99.768	8,168,437
Folsom Cordova Unified School District School Facilities Improvement District No. 3	178,687,758	56.659	101,242,697
Folsom Cordova Unified School District School Facilities Improvement District No. 5	174,275,000	99.980	174,240,145
San Juan Unified School District	673,593,387	0.658	4,432,244
Special District 1915 Act Bonds (Estimate)	302,362,488	2.871-100.	17,886,216
<b>City of Folsom PFA Revenue Bonds &amp; Direct Borrowing and Placement Notes</b>	<b>207,390,000</b>	<b>100</b>	<b>207,390,000</b>
TOTAL DIRECT & OVERLAPPING TAX AND ASSESSMENT DEBT			\$539,707,149
 <u>DIRECT &amp; OVERLAPPING GENERAL FUND DEBT:</u>			
Sacramento County General Fund Obligations	\$ 91,907,145	8.863%	\$ 8,145,730
Sacramento County Pension Obligation Bonds	308,630,000	8.8630	27,353,877
Sacramento County Board of Education General Fund Obligations	1,120,000	8.8630	99,266
Sacramento Metropolitan Fire District General Fund Obligations	6,903,000	0.126	8,698
Sacramento Metropolitan Fire District Pension Obligation Bonds	20,200,000	0.126	25,452
<b>City of Folsom City Hall &amp; Fire Station Lease Obligation</b>	<b>522,618</b>	<b>100</b>	<b>522,618</b>
<b>City of Folsom Net Discounts/Premiums</b>	<b>8,253,424</b>	<b>100</b>	<b>8,253,424</b>
TOTAL GROSS DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$44,409,065
Less: Sacramento County supported obligations			847,050
TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$ 43,562,015
 <u>OVERLAPPING TAX INCREMENT DEBT (Successor Agency):</u>	 \$ 35,870,000	 100%	 \$ 35,870,000
 <b>TOTAL DIRECT DEBT</b>			 <b>\$ 211,806,174</b>
TOTAL GROSS OVERLAPPING DEBT			403,820,172
TOTAL NET OVERLAPPING DEBT			402,973,122
 GROSS COMBINED TOTAL DEBT			615,626,346
NET COMBINED TOTAL DEBT			614,779,296

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

(2) As of 6/30/24.

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

Ratios to 2024-25 Assessed Valuation

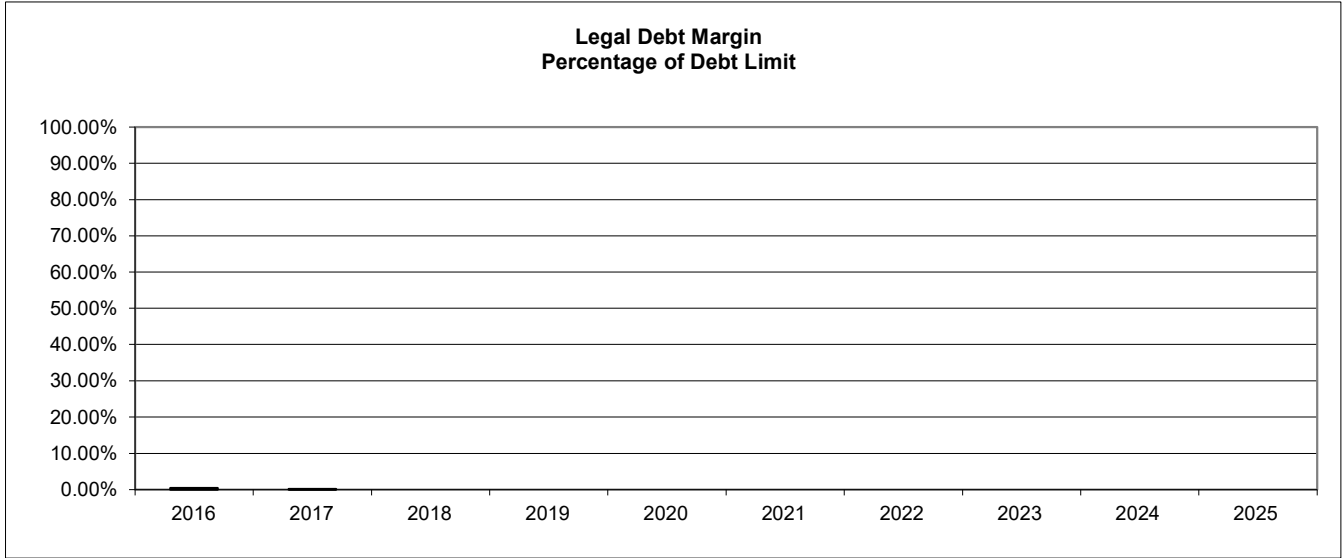
<b>Direct Debt (\$207,390,000)</b>	<b>1.00%</b>
Total Direct and Overlapping Tax and Assessment Debt	2.61%
<b>Total Direct Debt (\$216,166,042)</b>	<b>1.05%</b>
Gross Combined Total Debt	3.00%
Net Combined Total Debt	3.00%

Ratios to Redevelopment Successor Agency Incremental Valuation (\$1,314,701,532):

Total Overlapping Tax Increment Debt	2.73%
--------------------------------------	-------

Source: Avenue Insights & Analytics and California Municipal Statistics, Inc.

**Schedule 12  
CITY OF FOLSOM, CALIFORNIA  
Legal Debt Margin  
Fiscal Year 2025, With Ten Year Trend Analysis  
(in thousands of dollars)**



	<b>Assessed Value</b>	<b>Debt Limit Percentage (1)</b>	<b>Debt Limit</b>	<b>Total net debt applicable to the limit as a percentage of debt limit</b>	<b>Legal debt margin</b>	<b>Total net debt applicable to the limit as a percentage of debt limit</b>
2016	\$ 13,598,364	3.75%	\$ 509,939	\$ 2,315	\$ 507,624	0.45%
2017	13,550,693	3.75%	508,151	825	507,326	0.16%
2018	15,154,811	3.75%	568,305	-	568,305	0.00%
2019	16,490,101	3.75%	618,379	-	618,379	0.00%
2020	17,358,468	3.75%	650,943	-	650,943	0.00%
2021	17,852,872	3.75%	669,483	-	669,483	0.00%
2022	20,577,004	3.75%	771,638	-	771,638	0.00%
2023	24,465,087	3.75%	917,441	-	917,441	0.00%
2024	25,248,459	3.75%	946,817	-	946,817	0.00%
2025	27,707,156	3.75%	1,039,018	-	1,039,018	0.00%

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

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

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**Schedule 13**  
**CITY OF FOLSOM, CALIFORNIA**  
**Pledge Revenue Bond Coverage**  
**Fiscal Year 2025, With Ten Year Trend Analysis**

	2016	2017	2018	2019	2020
<b>Water Revenue Bonds</b>					
Utility Services Charges	\$ 12,400,653	\$ 13,737,197	\$ 14,209,217	\$ 13,912,610	\$ 15,561,068
Inv. Income & Other				1,664,700	1,466,236
Less Operating Expense	8,230,547	8,571,343	9,611,666	10,016,691	11,393,485
Net Available Revenue	4,170,106	5,165,854	4,597,551	5,560,619	5,633,819
Debt Service-Principal	1,170,788	1,208,175	1,248,395	1,286,666	1,384,474
Debt Service-Interest	832,891	796,495	758,911	718,190	505,683
	\$ 2,003,679	\$ 2,004,670	\$ 2,007,306	\$ 2,004,856	\$ 1,890,157
Coverage	2.08	2.58	2.29	2.77	2.98
<b>Special Assessment &amp; Community Facility Bonds</b>					
Special Assessment Collections	16,152,972	15,611,680	15,115,858	15,415,808	16,013,670
Debt Service-Principal	9,480,329	10,932,664	7,113,480	10,965,665	10,137,773
Debt Service-Interest	5,507,126	4,868,399	3,623,570	5,032,461	5,289,549
	14,987,455	15,801,063	10,737,050	15,998,126	15,427,322
Coverage	1.08	0.99	1.41	0.96	1.04
<b>RDA/Successor Agency Tax Allocation Senior Lien Bond Coverage</b>					
Gross Tax Revenue	2,999,563	3,350,525	4,049,688	3,736,900	3,742,238
Debt Service-Principal	1,145,000	1,570,000	2,325,000	2,055,000	2,100,000
Debt Service-Interest	1,854,563	1,780,525	1,724,688	1,681,900	1,642,238
Coverage of Senior Debt	1.00	1.00	1.00	1.00	1.00
<b>RDA/Successor Agency Tax Allocation Subordinated Lien Bond Coverage</b>					
Net Tax Revenue Available for Subordinated Debt <sup>(1)</sup>	976,688	-	-	-	-
Debt Service - Principal	160,000	-	-	-	-
Debt Service - Interest	816,688	-	-	-	-
Coverage of Subordinated Debt	1.00	N/A	N/A	N/A	N/A
<b>RDA/Successor Agency Tax Allocation Housing Set-Aside Bond Coverage</b>					
Gross Tax Revenue	1,126,313	1,126,050	-	-	-
Debt Service-Principal	190,000	200,000	-	-	-
Debt Service-Interest	936,313	926,050	-	-	-
Coverage	1.00	1.00	N/A	N/A	N/A

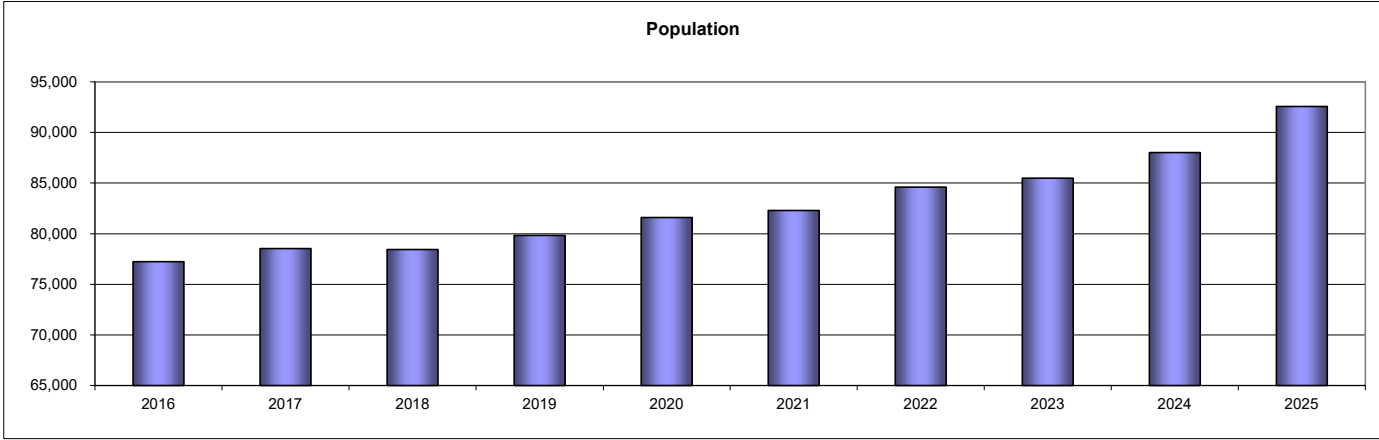
Source: City of Folsom

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

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

2021	2022	2023	2024	2025	
<b>Water Revenue Bonds</b>					
\$ 17,988,487	\$ 17,280,478	\$ 18,889,282	\$ 18,284,789	\$ 19,541,616	Utility Services Charges
901,700	1,422,336	2,175,055	4,056,441	4,043,259	Inv. Income & Other <sup>(6,6)</sup>
11,714,922	10,793,307	13,032,720	14,642,433	15,185,242	Less Operating Expense <sup>(7)</sup>
7,175,265	7,909,507	8,031,617	7,698,796	8,399,633	Net Available Revenue
1,292,224	1,423,000	1,453,000	1,494,000	1,544,000	Debt Service-Principal
589,380	413,017	382,822	338,428	292,449	Debt Service-Interest
\$ 1,881,604	\$ 1,836,017	\$ 1,835,822	\$ 1,832,428	\$ 1,836,449	
3.81	4.31	4.37	4.20	4.57	Coverage
<b>Special Assessment &amp; Community Facility Bonds</b>					
15,568,855	16,846,066	16,477,397	17,986,125	20,142,229	Special Assessment Collections
5,899,714	7,504,207	8,882,000	5,700,000	5,953,000	Debt Service-Principal
5,439,214	6,020,932	6,671,401	7,182,740	8,086,092	Debt Service-Interest
11,338,928	13,525,139	15,553,401	12,882,740	14,039,092	
1.37	1.25	1.06	1.40	1.43	Coverage
<b>RDA/Successor Agency Tax Allocation Senior Lien Bond Coverage</b>					
3,723,000	3,723,813	3,729,950	3,726,756	4,183,425	Gross Tax Revenue
2,130,000	2,200,000	2,280,000	2,355,000	2,893,788	Debt Service-Principal
1,593,000	1,523,813	1,449,950	1,371,756	1,289,637	Debt Service-Interest
1.00	1.00	1.00	1.00	1.00	Coverage of Senior Debt
<b>RDA/Successor Agency Tax Allocation Subordinated Lien Bond Coverage</b>					
-	-	-	-	-	Net Tax Revenue Available for Subordinated Debt <sup>(1)</sup>
-	-	-	-	-	Debt Service - Principal
-	-	-	-	-	Debt Service - Interest
N/A	N/A	N/A	N/A	N/A	Coverage of Subordinated Debt
<b>RDA/Successor Agency Tax Allocation Housing Set-Aside Bond Coverage</b>					
-	-	-	-	-	Gross Tax Revenue
-	-	-	-	-	Debt Service-Principal
-	-	-	-	-	Debt Service-Interest
N/A	N/A	N/A	N/A	N/A	Coverage

**Schedule 14  
CITY OF FOLSOM, CALIFORNIA  
Demographic and Economic Information  
Fiscal Year 2025, With Ten Year Trend Analysis**



Year	Population Folsom (1)	Population County (3)	Estimated Personal Income Folsom	Per Capita Personal Income (2)	Median Projected Age (2)	Education Level in Years Schooling (2)	School Enrollment (3)	Unemployment Rate (4)
2016	77,246	1,495,297	\$ 3,025,812,336	\$ 39,171	38.70	Note 1	19,865	3.90%
2017	78,525	1,514,770	3,223,922,400	41,056	39.90	Note 1	20,312	3.50%
2018	78,447	1,529,501	3,425,627,518	43,668	41.80	Note 1	20,353	2.80%
2019	79,835	1,546,174	3,677,233,631	46,060	41.30	Note 1	20,605	2.80%
2020	81,610	1,555,365	3,909,527,050	47,905	41.20	Note 1	20,602	10.40%
2021	82,303	1,561,014	4,255,747,392	51,708	40.70	Note 1	20,096	6.18%
2022	84,592	1,576,618	5,024,165,043	59,393	40.20	Note 1	20,344	2.00%
2023	85,498	1,572,453	5,922,954,318	69,276	40.70	Note 1	20,550	3.20%
2024	88,023	1,578,938	6,822,127,550	77,504	39.40	Note 1	21,075	3.10%
2025	92,577	1,604,745	7,736,073,878	83,564	42.20	Note 1	21,944	3.80%

Note 1	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Less than 9th grade	2.00%	2.40%	3.40%	2.40%	1.60%	1.20%	2.20%	1.60%	0.60%	1.80%
Some High School, no diploma	6.00%	5.20%	3.70%	4.90%	3.80%	3.00%	4.20%	1.30%	3.90%	3.70%
High School Graduate (or GED)	17.20%	15.80%	14.40%	12.10%	11.60%	13.30%	13.00%	14.10%	10.70%	13.30%
Some College, no degree	19.90%	19.70%	21.80%	20.00%	20.70%	18.20%	19.40%	17.00%	18.70%	17.50%
Associate Degree	9.20%	9.10%	9.10%	11.40%	10.50%	11.20%	11.00%	7.70%	7.50%	9.10%
Bachelor's Degree	28.50%	29.40%	28.70%	29.50%	31.80%	32.10%	30.20%	35.40%	34.50%	31.40%
Master's Degree	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available
Professional School Degree	17.30%	18.40%	18.90%	19.79%	19.90%	21.00%	20.10%	22.90%	24.00%	23.30%
Doctorate Degree	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available	Not available

Source: MuniServices, LLC / Avenu Insights & Analytics  
 1.) Population Projections are provided by California Department of Finance Projections.  
 2.) Income Data is provided by the U.S. Census Bureau.  
 3.) Median Age and Education Level is provided by US Census data.  
 4.) Unemployment Rates are provided by the EDD, Labor Market Information Division.  
 \*Public School Enrollment is provided by the California Department of Education. Total students enrolled in Folsom-Cordova Unified only.

**Schedule 15**  
**CITY OF FOLSOM, CALIFORNIA**  
**Principal Employers**  
**Fiscal Year 2025 and Nine Years Ago**

<u>Employer</u>	2025			2016		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
Intel Corporation (a)	4,300	1	10.07%	5,927	1	16.65%
California State Prison	1,601	2	3.75%	1,785	2	5.01%
Folsom Cordova Unified School District*	1,212	3	2.84%	874	4	2.46%
Folsom State Prison	993	4	2.33%	1,075	3	3.02%
Mercy Hospital of Folsom	924	5	2.16%	770	5	2.16%
California ISO	737	6	1.73%	577	6	1.62%
City of Folsom	459	7	1.07%	410	7	1.15%
SAFE Credit Union**	458	8	1.07%			
Costco Wholesale	420	9	0.98%	300	10	0.84%
Folsom Lake College	331	10	0.78%			
Micron Technology Inc				400	8	1.12%
Walmart				304	9	0.85%
<b>Total Top Employers</b>	<b>11,435</b>		<b>26.78%</b>	<b>12,422</b>		<b>34.88%</b>
<b>Total City Labor Force (1)</b>	<b>42,700</b>		<b>100.00%</b>	<b>35,600</b>		

Source: MuniServices, LLC / Avenu Insights & Analytics

Source: 2016 data from previous produced ACFR

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

(a) No response rec'd. Last year's headcount applied.

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

\*\*Includes Corporate and Folsom Branch

(1) Total City Labor Force provided by EDD Labor Force Data.

**Schedule 16**  
**CITY OF FOLSOM, CALIFORNIA**  
**Government Employment Information**  
**Fiscal Year 2025, With Ten Year Trend Analysis**

<u>Function/Program</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
City Council	5	5	5	5	5	5	5	5	5	5
City Manager	5.75	5.5	5.5	5	4.5	4.5	4.75	4.75	4	4
City Attorney	3.75	4	4	4	4	4	4	4	4	4
City Clerk	3	3	3	3	3	3	3	3	3	3
Community Development	21.4	22.4	24	26	26	26	26	26	27	27
Fire	69	69	71	77	77	77	78	88	90	91
Human Resources	5	5	5.5	5.5	5.25	5.5	6	6	6	6
Intergov't Affairs & Econ, Dev.	0	0	0	0	0	0	0	0	0	0
Library	10.5	10.5	10.5	12.75	12.75	12.75	12	12	12	12
Office of Management & Budget	20	21	21.5	23.5	24.25	24	24	24	25	25
Parks & Recreation	44.8	46	46	48	48	48	48	49	49	51
Police Department	98.5	101.5	103.5	107.5	107.5	107.5	107.5	110.5	113.5	119.5
Public Works	45.9	47.7	48.4	49.25	34.4	34.4	34.55	34.55	34.55	36.55
Utilities	94.2	97.2	98.1	100.4	100.85	100.85	108.45	112.45	117.45	119.45
	<u>426.80</u>	<u>437.80</u>	<u>446.00</u>	<u>466.90</u>	<u>452.50</u>	<u>452.50</u>	<u>461.25</u>	<u>479.25</u>	<u>490.50</u>	<u>503.50</u>

Source: City Budget

**Schedule 17**  
**CITY OF FOLSOM, CALIFORNIA**  
**Operating Indicators by Function/Program**  
**Fiscal Year 2025, With Ten Year Trend Analysis**

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>Police</b>										
Misdemeanor and felony arrests	1,257	1,251	1,023	1,226	1,126	1,412	1,311	1,316	1,552	1,617
Traffic citations	2,997	2,575	2,130	2,512	4,574	5,058	3,115	4,226	5,458	5,071
Traffic collisions	1,528	1,673	1,639	1,583	861	1,088	1,324	1,427	1,477	1,460
<b>Fire</b>										
Ambulance transports	3,819	4,045	4,446	5,275	4,933	4,842	4,979	4,973	5,281	5,695
Medical responses	4,369	4,748	5,105	6,025	5,973	5,945	6,675	6,895	7,085	7,384
Inspections completed	1,460	506	1,017	1,439	684	937	952	903	1,199	1,358
<b>Other public works</b>										
Lane miles of street overlay	8	2	-	8	-	1	-	7	7	1.5
Curb miles of streets swept	4,275	2,930	3,900	4,300	4,000	4,200	4,200	4,500	4,600	3,900
Hot pour crack seal applied (3)	150,000	390,000	350,000	400,000	320,000	70,000	50,000	0	5,000	60,000
Square feet of street patch	200,000	75,000	450,000	415,000	106,500	120,000	10,000	50,000	45,000	73,400
Number of miles of road added	1	1	-	2	7	13	25	2	1	0
Number of traffic signals added	1	-	1	6	1	3	1	3	3	0
Number of streetlights added	15	35	14	131	4	147	29	-	10	0
Miles of storm drains added	0.6	0.2	-	8	6	5	1	6	2	1
Area of Slurry Seal applied (sq ft)	2,250,000	-	-	4,350,000	1,000,000	2,440,000	1,740,000	-	-	1,180,000
<b>Parks and Recreation</b>										
Aquatic center paid admissions	58,694	61,731	56,586	48,978	33,895	30,117	49,134	53,975	54,333	42,145
Community facilities reservations	3,269	3,115	3,315	2,859	2,188	1,318	2,859	3,277	2,759	3,026
Community facilities paid rentals	1,111	1,059	1,127	1,086	678	448	644	1,164	1,131	943
Total park acreage	439	439	451	456	456	479	479	479	521	521
Open space acreage	631	631	631	631	631	824	824	857	928	980
Trails maintenance	45	48	48	50	48.5	50.1	53	59	59	59
Recreation program participation	560,973	523,268	542,249	515,120	366,198	119,367	224,650	394,397	280,564	250,438
Zoo attendance	116,057	121,953	143,367	134,741	87,019	55,750	109,795	100,392	89,178	104,594
<b>Library</b>										
Volumes in collection	91,519	89,133	92,033	94,960	97,777	100,710	95,670	95,443	98,331	89,638
Total volumes borrowed	613,597	603,421	618,458	644,158	501,160	408,312	557,266	540,180	495,420	495,571
<b>Water</b>										
New connections	268	180	253	501	406	782	1,135	2,004	401	601
Water main breaks	5	1	4	1	1	1	4	4	3	1
Average consumption (gal/day)	14.2 MGD	16.65 MGD	17.35 MGD	15.44 MGD	16.81 MGD	17 MGD	15.4 MGD	15.29 MGD	16.01 MGD	17.51 MGD
Plant capacity (gal/day)	50 MGD	50 MGD	50 MGD	50 MGD	50 MGD	50MGD	50 MGD	50 MGD	50 MGD	50 MGD
<b>Wastewater</b>										
Average daily sewage treatment (thousands of gallons)										
Daily average flow in gallons	5.98 MGD	8.03 MGD	7.1 MGD	7.1 MGD	7.1 MGD	7.1 MGD	7.1 MGD	7.1 MGD	7.1 MGD	9.42 MGD
Pump station capacity (gal/day) (1)	14.2 MGD	14 MGD	14 MGD	40.91 MGD	40.91 MGD	40.91 MGD	40.91 MGD	40.91 MGD	42.23 MGD	42.23 MGD
<b>Refuse collection</b>										
Solid Waste (tons per day)	144	150	151	152	151	155	154	143	146	146
Recycling (tons per day)	44	44	40	39	39	43	46	43	46	41
Organics (tons per day)	36	40	38	44	41	37	37	48	48	53
<b>Transit (2)</b>										
Total route miles	200,897	195,989	197,147	113,043	N/A	N/A	N/A	N/A	N/A	N/A
Passengers-Folsom Stage Line	83,180	92,282	89,794	50,183	N/A	N/A	N/A	N/A	N/A	N/A
Passengers-Light Rail	689,935	619,684	627,850	722,364	N/A	N/A	N/A	N/A	N/A	N/A

Source: City of Folsom

- (1) Beginning in FY19, pump station capacity includes capacity for each lift station
- (2) Transit route miles and Folsom Stage Line passengers are through 2/1/2019 as Transit operations were annexed by the Sacramento Regional Transit District effective 2-4-19
- (3) Beginning in FY 2021 item measured in pounds instead of lineal ft.

**Schedule 18**  
**CITY OF FOLSOM, CALIFORNIA**  
**Capital Asset and Infrastructure Statistics by Function/Program**  
**Fiscal Year 2025, With Ten Year Trend Analysis**

<u>Function/Program</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<b>Public Works</b>					
Miles of streets	302	303	303	305	312
Number of street lights	6,714	6,749	6,749	6,806	6,810
Number of traffic signals (1)	119	119	122	107	108
<b>Culture and recreation</b>					
Zoo	1	1	1	1	1
Community centers	4	4	4	4	4
Community clubhouse	2	2	2	2	2
Parks	46	46	47	48	48
Park acreage	439	439	451	456	456
Swimming pools	3	3	3	3	3
Tennis courts	23	23	25	25	25
Fire Stations	4	4	5	5	5
<b>Police</b>					
Stations	1	1	1	1	1
Patrol Units	53	53	59	60	64
<b>Sewage System</b>					
Miles of sanitary sewers (2)	267	268	285	261	272
Number of pump stations	15	14	14	17	17
Number of service connections	22,927	22,974	23,506	23,525	23,962
<b>Water</b>					
Miles of water mains	343	346	365	367	367
Number of service connections	20,535	20,755	21,177	21,602	21,851
Number of fire hydrants (3)	2,996	2,994	3,434	3,174	3,234
Daily average consumption in gallons	14.2 MGD	16.65 MGD	17.35 MGD	15 MGD	16.81 MGD
Maximum daily capacity of plant in gallons	50 MGD	50 MGD	50 MGD	50 MGD	50 MGD
<b>Drainage System</b>					
Miles of storm drains	250	250	250	258	264

Source: City of Folsom

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

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

2021	2022	2023	2024	2025	Function/Program
					Public Works
325	350	352	353	353	Miles of streets
6,957	6,986	6,986	6,996	6,996	Number of street lights
111	112	115	118	118	Number of traffic signals
					Culture and recreation
1	1	1	1	1	Zoo
4	4	4	4	4	Community centers
2	2	2	2	2	Community clubhouse
48	48	48	48	49	Parks
456	479	479	510	521	Park acreage
3	3	3	3	3	Swimming pools
25	23	23	23	20	Tennis courts
5	5	5	5	6	Fire Stations
					Police
1	1	1	2	2	Stations
64	54	53	55	55	Patrol Units
					Sewage System
279	282	312	310	310	Miles of sanitary sewers
17	17	17	18	18	Number of pump stations
24,483	25,498	24,330	24,739	25,367	Number of service connections
					Water
376	419	441	420	421	Miles of water mains
22,633	23,770	24,658	25,059	25,660	Number of service connections
3,456	3,686	3,669	4,011	3,940	Number of fire hydrants
17 MGD	15.4 MGD	15.29 MGD	16.01 MGD	17.51 MGD	Daily average consumption in gallons
50 MGD	50 MGD	50 MGD	50 MGD	50 MGD	Maximum daily capacity of plant in gallons
					Drainage System
269	270	276	278	279	Miles of storm drains

**Schedule 19**  
**CITY OF FOLSOM, CALIFORNIA**  
**Miscellaneous Statistics**  
**Fiscal Year 2025, With Ten Year Trend Analysis**

	<b>Education</b>				<b>Hospitals</b>	
	<b>Elementary schools</b>	<b>Secondary schools</b>	<b>Number of school instructors - FTE</b>	<b>Community colleges</b>	<b>Number of hospitals</b>	<b>Patient beds</b>
2016	10	5	540	1	1	131
2017	10	5	550	1	1	131
2018	10	5	552	1	1	131
2019	10	5	556	1	1	131
2020	10	5	511	1	1	131
2021	10	5	507	1	1	131
2022	11	5	542	1	1	131
2023	11	5	558	1	1	131
2024	12	5	553	1	1	131
2025	13	5	598	1	1	131

Sources: Folsom Cordova Unified School District, City of Folsom  
 Mercy Hospital of Folsom

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and minimize paper use.*



CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE