

# Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2020

City of Sacramento, California

**City of Sacramento**

**California**

# **Comprehensive Annual Financial Report**

**Fiscal Year Ended June 30, 2020**

**Prepared by the Department of Finance,  
Accounting Division**

**Dawn Holm, Finance Director  
Osvaldo Lopez, Finance Manager**

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# CITY OF SACRAMENTO, CALIFORNIA

## COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2020

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# Introductory Section

Howard Chan  
City Manager

City Hall  
915 I Street, Fifth Floor  
Sacramento, CA 95814-2604  
916-808-5704

December 18, 2020

Honorable Mayor and City Council  
City of Sacramento, California:

Dear Mayor and Members of the City Council:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) for the City of Sacramento, California (City) for the fiscal year ended June 30, 2020. Article IX of the City Charter and federal and state law requires that the City issue an annual report on its financial position and activity, and that the report be audited by an independent firm of certified public accountants. Macias Gini & O'Connell LLP, a statewide certified public accounting firm, performed the audit for the fiscal year ended June 30, 2020. Their unmodified ("clean") opinion has been included as the first component of the financial section of the CAFR.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls that have been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable rather than absolute assurance that the financial statements are free of any material misstatements.

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

### **PROFILE OF THE CITY**

The City of Sacramento, capital of the State of California, was established in 1849. The sixth largest city in California based on population, Sacramento also serves as the seat of Sacramento County government. The State of California Department of Finance estimated the population on January 1, 2020, at 510,931 for the City and 1,555,365 for the County. Encompassing approximately 100 square miles, the City is located in the northern section of California's Central Valley at the confluence of the Sacramento and American rivers.

Sacramento is a charter city operating under a Council-Manager form of government. The City provides a full range of municipal services including police, fire, emergency medical response, water, wastewater, storm drainage, solid waste, construction and maintenance of streets and parks, community development, recreational and cultural activities, economic development, and administrative services.

### **REPORTING ENTITY**

This CAFR presents the financial status of the City and its four component units. Component units are separate legal entities included in this report due to significant operational or financial relationships with the City as defined below:

- **Sacramento City Financing Authority (SCFA) and Sacramento Public Financing Authority (SPFA)** are entities created to issue debt to finance City projects. The financials for these entities are reported on a blended basis as part of the primary government because the boards are composed of all City Councilmembers.
- **Sacramento City Employees' Retirement System (SCERS)**, a single employer pension plan for certain City employees and retirees, is reported as a fiduciary-type component unit. The SCERS pension plan was closed to new enrollment of employees in 1977.
- **Successor Agency to the Redevelopment Agency of the City of Sacramento (RASA)** was created to serve as the custodian for the assets and to wind down the affairs of the former Redevelopment Agency of the City of Sacramento. RASA is reported as a fiduciary-type component unit.

### **BUDGET INFORMATION**

The City Charter requires that the City Manager submit a proposed budget to the City Council at least 60 days prior to the start of each fiscal year. Once approved by City Council, the annual budget serves as the foundation for the City's financial planning, control and reporting. Budgetary control is maintained at the department level by fund. Budgetary control for multi-year projects is maintained at the individual project level by fund. Additional budgetary information can be found in Note 1 to the financial statements and on the City's website.

### **LOCAL ECONOMY**

The regional economy and employment base continue its long-term transition from a state government concentration to a diverse economic base including health care providers, high-tech manufacturers, software development companies, biotechnology and medical research laboratories, food processors, and medical equipment manufacturers. The region is also a transportation hub served by air cargo airports, an international airport, a deep-water shipping port, two major interstate freeways, freight and passenger rail lines, and an extensive regional commuter bus and light-rail system. These key industries interface with Sacramento's service, hospitality and government employers.



While our local government and healthcare-based economy was expected to continue its economic recovery in 2020, the recent public health emergency related to the global Coronavirus 2019 (COVID-19) pandemic has presented unprecedented challenges. As of June 2020, unemployment for the Sacramento metropolitan area was 12.8% compared to 3.7% a year earlier. In March 2020, the County of Sacramento issued a directive ordering all individuals living in the county to stay-at-home (SAH), except for essential activities, to help prevent the spread of COVID-19. Since then the SAH order has been extended multiple times and continues to limit indoor activities of certain business sectors of the economy. These necessary actions to curb the transmission of the virus will result in a negative impact on the City's anticipated FY2020/21 revenues.

### **BUDGET INITIATIVES AND LONG-TERM FINANCIAL PLANNING**

Along with other state and local agencies across the country, the City of Sacramento faced extraordinary budget challenges due to the public health emergency related to COVID-19. Considering this unprecedented event, the FY2020/21 Operating and Capital Improvement Program (CIP) Budgets were approved on May 12, 2020 and represent a status quo budget, with the exception of a limited number of mission-critical augmentations necessary to address public safety, information technology system security as we transition to a remote workforce, the preservation of our historic collections (e.g. films, photos, artifacts), and positions and equipment in order to address solid waste operations. Additionally, the Approved Budget (Budget) includes adjustments needed to realize efficiencies and funding necessary to deliver programs and services (e.g. labor, debt, insurance) in the coming fiscal year.

The financial forecasts presented in the FY2020/21 budget are based on information available as of early April. However, as with the pandemic itself, information is changing daily. The full impact of the pandemic on the City, our businesses and our residents will not be known for quite some time, with data that will inform our estimates not available until early next year.

### **RELEVANT FINANCIAL POLICIES**

The City maintains a General Fund Economic Uncertainty Reserve (EUR) for the purpose of bridging a gap between projected revenue and expenditures during periods of significant revenue declines and/or expenditure growth and to ensure the City has adequate resources in case of emergency or unforeseen events. Pursuant to Council's adopted policy, the City will maintain an EUR at a minimum of 10% of budgeted General Fund revenues and will seek to achieve and maintain a General Fund EUR equal to two months of regular on-going General Fund expenditures, including transfers (i.e. 17% of General Fund expenditures).

On June 12, 2019 the EUR Policy was amended to include Measure U resources in determining the annual set aside amount necessary to maintain a minimum General Fund/Measure U Fund (G/MU) reserve level of 10%. Further, the policy includes a goal of achieving and maintaining the value of two months of regular ongoing G/MU expenditures in the reserve. The FY2020/21 Approved five-year G/MU Fund forecast presented to Council includes the suspension of G/MU contributions until more information is known about the impact of the pandemic on the City's economic situation. The current EUR balance is \$55.2 million, which is approximately 9.4% of estimated FY2020/21 General Fund revenues. The EUR is reported in the CAFR as committed fund balance in the General Fund.

**AWARDS AND ACKNOWLEDGEMENTS**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the fiscal year ended June 30, 2019. This marks the 32<sup>nd</sup> consecutive year the City has received this award. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

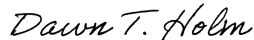
In order to receive this award, the City published an easily readable and efficiently organized CAFR. The report satisfied accounting principles generally accepted in the United States of America and applicable legal requirements. We believe this CAFR also meets the requirements of the program and we will be submitting it to the GFOA to determine its eligibility for the certificate.

The Department of Finance, Accounting Division in particular, takes great pride in the preparation of the CAFR. The professionalism, commitment, and effort of each employee of the Accounting Division have made this report possible. We also want to thank the other employees in the Finance Department and other City Departments who contributed to the preparation of this report. Finally, we thank the Mayor and City Council for their continuing interest and support in planning and conducting the City's financial operations in a responsible manner, consistent with the City's mission to protect, preserve and enhance the quality of life for present and future generations.

Respectfully submitted,



Howard Chan  
City Manager

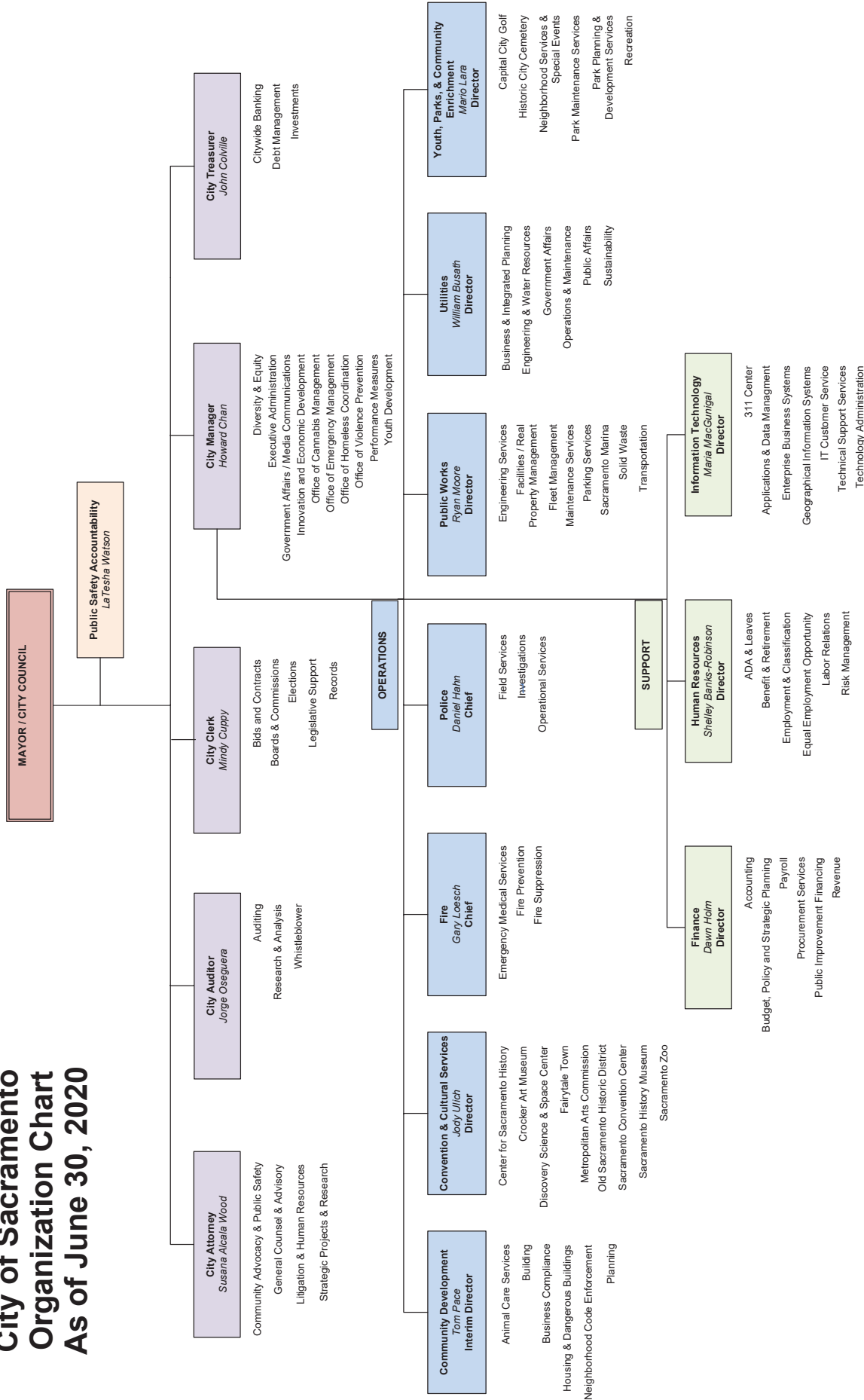


Dawn Holm  
Finance Director



Osvaldo Lopez  
Finance Manager

# City of Sacramento Organization Chart As of June 30, 2020



# City of Sacramento

## Directory of City Officials

June 30, 2020

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**Darrell Steinberg**  
Mayor

**Angelique Ashby**  
Mayor Pro Tempore, District 1

**Jay Schenirer**  
Councilmember, District 5

**Allen Warren**  
Councilmember, District 2

**Eric Guerra**  
Vice Mayor, District 6

**Jeff Harris**  
Councilmember, District 3

**Rick Jennings, II**  
Councilmember, District 7

**Steve Hansen**  
Councilmember, District 4

**Larry Carr**  
Councilmember, District 8

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**Howard Chan**  
City Manager

**Susana Alcala Wood**  
City Attorney

**Mindy Cuppy**  
City Clerk

**John Colville**  
City Treasurer

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Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Sacramento  
California**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2019

*Christopher P. Morill*

Executive Director/CEO

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# Financial Section



## Independent Auditor's Report

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

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Sacramento, California (City), as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

#### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

#### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund and the Measure U Fund for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

### *Emphasis of Matter*

As discussed in Note 18 to the basic financial statements, the outbreak of the coronavirus disease (COVID-19) has been declared a pandemic by the World Health Organization. Governor Newsom proclaimed a state of emergency in the State of California on March 4, 2020 and the City Council proclaimed a local emergency in the City on March 13, 2020, both still in effect. COVID-19 and the economic disruption resulting from measures to contain it have resulted in uncertainty surrounding several future revenue sources. Our opinion is not modified with respect to this matter.

### *Other Matters*

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of changes in net pension liability and related ratios – CalPERS Miscellaneous Plan, the schedule of contributions – CalPERS Miscellaneous Plan, the schedule of changes in net pension liability and related ratios – CalPERS Safety Plan, the schedule of contributions – CalPERS Safety Plan, the schedule of changes in net pension liability and related ratios – Sacramento City Employees' Retirement System (SCERS), the schedule of contributions – SCERS, the schedule of changes in net OPEB liability and related ratios, and the schedule of contributions – OPEB, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. 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.

#### *Other 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 the introductory and statistical sections 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 are the responsibility of management and were derived from and relate 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 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2020, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Macias Gini & O'Connell LLP". The signature is written in a cursive, flowing style.

Sacramento, California  
December 18, 2020

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**City of Sacramento**  
**Management's Discussion and Analysis**  
**(Required Supplementary Information - Unaudited)**  
For the Fiscal Year Ended June 30, 2020

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This section of the City's Comprehensive Annual Financial Report presents a narrative overview and analysis of the City's financial activities for the fiscal year ended June 30, 2020. City management recommends this information be read in conjunction with the transmittal letter located in the introductory section, and with the City's financial statements which follow this discussion.

**FINANCIAL HIGHLIGHTS**

- The City's General Fund revenue and other financing sources (uses) exceeded expenditures by \$15 million in fiscal year 2020. This is primarily attributable to tax, intergovernmental, and service fee revenues in excess of expectation for the year.
- The City's total government-wide net position increased by \$156 million in fiscal year 2020, a 7.6 percent increase.
- The City issued the 2019 Sacramento Tourism Infrastructure District (STID) Assessment Revenue Bonds, in the amount of \$55 million including the original issue premium. Project funds of \$53 million will be used to finance an additional ballroom in the Sacramento Convention Center and related improvements.
- The City also issued the Water Revenue Refunding Bonds, Series 2020, in the amount of \$188 million to defease and refund \$166 million of the outstanding Water Revenue Bonds, Series 2013. The 2020 Refunding reduced total debt service payments by \$30 million and resulted in an economic gain of \$17 million.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The City's Comprehensive Annual Financial Report consists of four main components: (1) management's discussion and analysis, (2) the basic financial statements, (3) required supplementary information, and (4) combining non-major fund financial statements. The basic financial statements include two kinds of statements that present different views of the City, the government-wide and the fund financial statements.

- The government-wide financial statements provide both long-term and short-term information about the City's overall financial status.
- The fund financial statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.

The basic financial statements also include notes that provide additional information essential to understanding the data contained in the government-wide and fund financial statements. The statements and notes are followed by the Schedules of Changes in Net Pension Liability and Related Ratios and Schedules of Contributions for the City's pension plans along with the Schedule of Changes in Net Other Postemployment Benefits (OPEB) Liability and Related Ratios and Schedule of Contributions for the City's OPEB plan, which are required supplementary information. In addition to these required elements, we have included combining statements and schedules that provide details about the City's other governmental funds, other enterprise funds, the Water enterprise fund, the Wastewater enterprise fund, the Community Center enterprise fund, internal service funds, investment trust funds, and agency funds, each of which is presented in a column in the basic financial statements.



**City of Sacramento**  
**Management's Discussion and Analysis (Continued)**  
**(Required Supplementary Information - Unaudited)**  
For the Fiscal Year Ended June 30, 2020

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**Government-wide Financial Statements**

The government-wide statements report information about the City using accounting methods like those used by private-sector companies. The statement of net position includes all the City's assets and liabilities, as well as any deferred outflows or inflows of resources. The statement of activities includes all current year revenues and expenses regardless of when cash is received or paid. These government-wide statements report the City's net position and how the City's net position has changed during the fiscal year. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial health of the City is improving or deteriorating.

The government-wide financial statements of the City are divided as follows:

- *Governmental activities* - Most of the City's basic services are included here, such as police; fire; public works; community development; youth, parks, and community enrichment; and general government. Taxes and state and federal grants finance most of these activities.
- *Business-type activities* - Certain services provided by the City are funded by customer fees. Among these are the City's utility services, convention center, and off-street parking facilities.

**Fund Financial Statements**

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund financial statements provide more detailed information about the City's largest funds, not the City as a whole.

The City has three types of fund financial statements:

- *Governmental funds* - Governmental fund statements tell how general government services such as police, fire and public works, among others, were financed in the short-term as well as what remains for future spending. Most of the City's basic services are included in governmental funds, which focus on (1) short-term inflows and outflows of spendable resources, and (2) the remaining year-end balances available for spending. Because this information does not encompass the additional long-term focus of the government-wide statements, reconciliations that explain the relationship (or differences) between governmental funds and governmental activities follow the governmental fund statements.
- *Proprietary funds* - Services for which customer fees are intended to finance the costs of operations are generally reported in proprietary funds. Proprietary fund statements, like the government-wide statements, provide short-term and long-term financial information about the activities the City operates like businesses, such as utility services, parking facilities, convention center, etc.
- *Fiduciary funds* - Fiduciary fund statements provide information about the financial relationships in which the City acts solely as a trustee or agent for the benefit of others, to whom the resources belong. The City is the trustee, or *fiduciary*, for a closed pension plan. It is also responsible for other assets reported in an investment trust fund that can only be used for the trust beneficiaries in accordance with trust agreements. The City elected to serve as the successor agency for its former redevelopment agency, which was dissolved by state law. The successor agency activity is accounted for in a private-purpose trust fund. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All the City's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the City's government-wide financial statements because the City cannot use these resources to finance its operations.

**City of Sacramento**  
**Management's Discussion and Analysis (Continued)**  
**(Required Supplementary Information - Unaudited)**  
For the Fiscal Year Ended June 30, 2020

**FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE STATEMENTS**

This section provides analysis of the government-wide financial statements including long-term and short-term information about the City's overall financial condition. The following table addresses the financial results of the City as a whole.

**City of Sacramento**  
**Summary of Net Position**  
As of June 30, 2020 and 2019  
(in millions)

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Primary Government</b>		<b>Total Percent Change</b>
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>	
Current and other assets	\$ 1,169	\$ 994	\$ 684	\$ 732	\$ 1,853	\$ 1,726	7.4%
Capital assets	1,807	1,767	1,647	1,476	3,454	3,243	6.5%
Total assets	<u>2,976</u>	<u>2,761</u>	<u>2,331</u>	<u>2,208</u>	<u>5,307</u>	<u>4,969</u>	6.8%
Deferred outflows of resources	211	199	28	25	239	224	6.7%
Long-term liabilities	1,809	1,844	1,095	1,052	2,904	2,896	0.3%
Other liabilities	178	85	69	63	247	148	66.9%
Total liabilities	<u>1,987</u>	<u>1,929</u>	<u>1,164</u>	<u>1,115</u>	<u>3,151</u>	<u>3,044</u>	3.5%
Deferred inflows of resources	155	76	22	11	177	87	103.4%
Net position							
Net investment in							
capital assets	1,319	1,267	1,167	925	2,486	2,192	13.4%
Restricted	339	294	51	43	390	337	15.7%
Unrestricted	(613)	(606)	(45)	139	(658)	(467)	40.9%
Total net position	<u>\$ 1,045</u>	<u>\$ 955</u>	<u>\$ 1,173</u>	<u>\$ 1,107</u>	<u>\$ 2,218</u>	<u>\$ 2,062</u>	7.6%

**Analysis of net position**

As noted in the financial highlights, total net position of the primary government increased by \$156 million in fiscal year 2020. Total assets increased \$338 million and total liabilities increased \$107 million. Deferred outflows of resources increased \$15 million and deferred inflows of resources increased \$90 million.

The following analysis of governmental and business-type activities provides more detailed information for these changes.

**City of Sacramento**  
**Management's Discussion and Analysis (Continued)**  
**(Required Supplementary Information - Unaudited)**  
For the Fiscal Year Ended June 30, 2020

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**Governmental activities**

Current and other assets increased \$175 million primarily due to an increase in cash in the governmental funds from higher than expected tax revenue and unspent Coronavirus Aid, Relief, and Economic Security (CARES) Act funding received from the U.S. Treasury.

Capital assets of governmental activities increased \$40 million primarily due to capital assets additions including North Natomas Community Center and Aquatics Complex (NNCCAC), Rio Linda and Main Bridge project, and the Federal Downtown Controller project. More detailed information about the City's capital assets is presented in Note 4 to the financial statements.

Deferred outflows of resources increased \$12 million due to \$6 million increases in both deferred outflows related to pensions and OPEB. The increase in deferred outflows related to pensions was mainly driven by increases in deferred outflows for pension contributions subsequent to measurement date and net differences between projected and actual earnings, offset partially by a decrease in deferred outflows for changes in assumptions. The increase in deferred outflows related to OPEB was due to an increase in deferred outflows for employer contributions subsequent to measurement date. More detailed information about pension and OPEB plans is presented in Notes 8 and 9 to the financial statements.

Long-term liabilities decreased \$35 million primarily due to \$20 million of principal payments on existing debt obligations and net amortization of bond discounts and premiums and a \$99 million decrease in net OPEB liability. These decreases were offset by a \$73 million increase in net pension liability, \$6 million increase in accrued claims and judgments, and \$3 million increase in principal payable on the 2008 Marina South Basin Loan. More detailed information about long-term liabilities is presented in Note 7 to the financial statements.

Other liabilities increased \$93 million primarily due to \$82 million of unearned revenue related to CARES funding.

Deferred inflows of resources increased \$79 million primarily due to a \$80 million increase in deferred inflows related to OPEB. The increase in deferred inflows related to OPEB was driven by increases in deferred inflows for changes in assumptions and net differences between projected and actual earnings. More detailed information about the OPEB plan is presented in Note 9 to the financial statements.

Restricted net position, representing amounts that must be used in accordance with external restrictions, increased \$45 million primarily due to increases in restrictions for capital projects and other programs.

**Business-type activities**

Current and other assets of business-type activities decreased \$48 million primarily due to the spending down of TOT revenue bond proceeds received the prior year.

Capital assets increased \$171 million due to capital asset additions including the convention center expansion, community center theater renovation, McKinley Park Combined Sewer System storage, water mains and meter installation, offset by current year depreciation. More detailed capital asset information is presented in Note 4 to the financial statements.

Long-term liabilities increased \$43 million primarily due to the issuance of \$243 million of bonds, including original issue premium and as discussed in the financial highlights section, and an increase of \$27 million of the Drinking Water State Revolving Fund Note Payable, offset by refunding of \$166 million of bonds and \$55 million of principal payments on existing debt obligations and net amortization of bond discounts and premiums. More detailed information is presented in Note 7 to the financial statements.

Deferred inflows of resources increased \$11 million primarily due to a \$12 million increase in deferred inflows related to OPEB for the same reasons described above for governmental activities deferred inflows. More detailed information about the OPEB plan is presented in Note 9 to the financial statements.

**City of Sacramento**  
**Management's Discussion and Analysis (Continued)**  
**(Required Supplementary Information - Unaudited)**  
For the Fiscal Year Ended June 30, 2020

<b>City of Sacramento</b>								
<b>Changes in Net Position</b>								
For the Fiscal Years Ended June 30, 2020 and 2019								
(in millions)								
	<b>Governmental</b>		<b>Business-type</b>		<b>Total Primary</b>		<b>Total</b>	<b>Percent</b>
	<b>Activities</b>		<b>Activities</b>		<b>Government</b>			
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>		
Revenues								
Program revenues:								
Charges for services	\$ 197	\$ 197	\$ 320	\$ 309	\$ 517	\$ 506		2.2%
Operating grants and contributions	76	56	2	3	78	59		32.2%
Capital grants and contributions	160	99	33	21	193	120		60.8%
General revenues:								
Property taxes	184	170	-	-	184	170		8.2%
Utility users tax	60	60	-	-	60	60		0.0%
Local sales taxes	104	64	-	-	104	64		62.5%
Other taxes	45	42	21	29	66	71		-7.0%
Unrestricted:								
Sales taxes shared state revenue	91	94	-	-	91	94		-3.2%
Investment earnings	19	21	17	20	36	41		-12.2%
Miscellaneous	16	15	-	-	16	15		6.7%
Gain on disposal of capital assets	-	-	-	2	-	2		-100.0%
<b>Total revenues</b>	<b>952</b>	<b>818</b>	<b>393</b>	<b>384</b>	<b>1,345</b>	<b>1,202</b>		<b>11.9%</b>
Expenses								
General government	153	116	-	-	153	116		31.9%
Police	234	203	-	-	234	203		15.3%
Fire	180	170	-	-	180	170		5.9%
Public works	125	133	-	-	125	133		-6.0%
Convention and cultural services	21	31	-	-	21	31		-32.3%
Youth, parks, community enrichment	66	61	-	-	66	61		8.2%
Community development	74	60	-	-	74	60		23.3%
Library	20	19	-	-	20	19		5.3%
Interest on long-term debt	24	24	-	-	24	24		0.0%
Water	-	-	105	99	105	99		6.1%
Wastewater	-	-	32	33	32	33		-3.0%
Storm drainage	-	-	45	40	45	40		12.5%
Solid waste	-	-	59	58	59	58		1.7%
Community center	-	-	31	27	31	27		14.8%
Parking	-	-	14	14	14	14		0.0%
Child development	-	-	6	7	6	7		-14.3%
<b>Total expenses</b>	<b>897</b>	<b>817</b>	<b>292</b>	<b>278</b>	<b>1,189</b>	<b>1,095</b>		<b>8.6%</b>
Revenue over (under) expenses	55	1	101	106	156	107		45.8%
Special items	-	7	-	2	-	9		-100.0%
Transfers	35	35	(35)	(35)	-	-		-
Change in net position	90	43	66	73	156	116		34.5%
Net position, beginning of year	955	912	1,107	1,034	2,062	1,946		6.0%
<b>Net position, end of year</b>	<b>\$ 1,045</b>	<b>\$ 955</b>	<b>\$ 1,173</b>	<b>\$ 1,107</b>	<b>\$ 2,218</b>	<b>\$ 2,062</b>		<b>7.6%</b>

**City of Sacramento**  
**Management's Discussion and Analysis (Continued)**  
**(Required Supplementary Information - Unaudited)**  
For the Fiscal Year Ended June 30, 2020

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**Analysis of the changes in net position**

Total government-wide revenues of the primary government increased \$143 million, a 11.9 percent increase compared to the prior fiscal year, and total expenses increased \$94 million, an 8.6 percent increase compared to the prior fiscal year. These changes are discussed in more detail below.

**Governmental activities**

Total revenues for governmental activities increased \$134 million, a 16.4 percent increase compared to the prior fiscal year. Total expenses increased \$80 million, a 9.8 percent increase compared to the prior fiscal year. Transfers in primarily consist of in-lieu taxes paid by the business-type activities to the General Fund. Transfers out primarily consist of capital assets transferred from governmental activities to business-type activities. There was no change in the net transfers compared to the prior fiscal year.

**Revenue**

Charges for services revenue were consistent during fiscal year 2020 compared to fiscal year 2019.

Operating grants and contributions revenue increased \$20 million primarily due to the grants and contributions the City received for the CARES program and the Homeless Housing programs.

Property tax revenue increased \$14 million due to continued increases in Sacramento area commercial and residential real estate property assessed valuations.

Sales taxes, net of decrease in state shared sales tax revenue, increased \$37 million, primarily due to a local sales tax rate increase effective April 1, 2019.

**Expenses**

Total governmental activities expenses increased \$80 million primarily due to increases in department functional expenses, i.e. \$37 million in general government, \$31 million in police, \$10 million in fire, \$5 million in youth, parks, and community enrichment, \$14 million in community development, and \$1 million in library, offset by a decrease of \$8 million in public works and \$10 million in convention and cultural services.

**Business-type activities**

Total revenues for business-type activities increased \$9 million, a 2.3 percent increase compared to the prior fiscal year. Total expenses for business-type activities increased \$14 million, a 5 percent increase. Transfers out primarily consist of in-lieu taxes paid by the business-type activities to the General Fund. Transfers in primarily consist of capital assets transferred from governmental activities to business-type activities.

**Revenue**

Charges for services increased \$11 million due to water and wastewater rate increases in fiscal year 2020 of 10 and 9 percent, respectively.

Capital grants and contribution revenue increased by \$12 million due to a \$4 million increase in water and \$10 million increase in wastewater, offset by a \$2 million decrease in storm drainage infrastructure dedications by developers.

Investment earnings revenue decreased by \$3 million primarily due a decrease in current year unrealized fair value gain.

Other tax revenue decreased \$8 million due to a decrease in transient occupancy tax revenue caused by a decrease in hotel occupancy as a direct result of COVID-19.

**City of Sacramento**  
**Management's Discussion and Analysis (Continued)**  
**(Required Supplementary Information - Unaudited)**  
For the Fiscal Year Ended June 30, 2020

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**Expenses**

Water Fund expenses increased \$6 million primarily due to a \$2 million increase in labor and pension expenses and a \$4 million increase in services and supplies related to vehicle usage and water production.

Storm Drainage expenses increased \$5 million due to a \$3 million increase in services and supplies expense and a \$2 million loss on disposition of capital assets.

Community Center expenses increased \$4 million primarily due to a \$5 million increase in interest expense on debt service and a \$2 million loss on disposition of assets, offset by a combined decrease of \$3 million in labor and pension and services and supplies expenses.

**FINANCIAL ANALYSIS OF THE FUND STATEMENTS**

Funds are accounting devices the City uses to keep track of specific sources of funding and spending for particular purposes. The fund financial statements focus on individual parts of City government, reporting City operations in more detail than the government-wide statements.

**Governmental Funds**

The City's governmental funds provide information on near-term inflows, outflows, and balances of spendable resources. Total revenues for governmental funds increased \$48 million compared to the prior fiscal year. Total expenditures increased \$81 million compared to the prior fiscal year. Net other financing sources decreased \$4 million compared to the prior fiscal year. In the current fiscal year, there was a one-time special item for \$4 million. These changes are discussed in more detail below.

**General Fund**

Total General Fund revenue increased \$5 million compared to prior fiscal year. Tax revenues increased by \$13 million primarily attributed to an increase in property taxes as a result of the increase in the assessed value of property. This increase is offset by decreases in charges for services of \$4 million; fine, forfeits and penalties of \$3 million; and interest, rents and concessions of \$1 million.

Total General Fund expenditures increased \$28 million compared to prior fiscal year. Expenditures in Police and Fire departments increased \$21 million in total, community development increased \$3 million and citywide and community support increased \$8 million. These increases are primarily due to labor, OPEB and pension cost increases, and reduced cost reimbursements from other funds. Capital outlay decreased \$2 million mainly due to the delay and postponement of projects in response to COVID-19.

**General Fund Budgetary Highlights**

The City Council revised the budget throughout the fiscal year with midyear revenue and appropriation adjustments, changes made to appropriations for the use of committed fund balance, and other revenue and appropriation adjustments after the original budget was adopted.

After accounting for these budget adjustments, General Fund revenues were \$19 million higher than final budgeted amounts. Collection of various taxes exceeded the budget by \$5 million. Intergovernmental revenue exceeded budget by \$4 million. Charges for services exceeded budget by \$4 million. Interest, rent, and concessions revenue was higher than budget by \$4 million. Fines, forfeitures, and penalties were higher than budget by \$1 million. Miscellaneous revenue exceeded budget by \$1 million.

General Fund budgetary expenditures were \$88 million lower than final budgeted amounts. Most of the General Fund departments reported favorable operating expenditure budget variances primarily due to labor savings, and labor reimbursements from grants and other funds. Capital outlay expenditures were less than budgeted amounts by \$35 million due to the multi-year nature of capital projects. Unspent multi-year project budgets, as well as other unspent Council approved program budgets, are carried over to the subsequent fiscal year.



# City of Sacramento

## Management's Discussion and Analysis (Continued)

### (Required Supplementary Information - Unaudited)

For the Fiscal Year Ended June 30, 2020

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#### Measure U Fund

Measure U Fund revenue and expenditures increased by \$40 million and \$31 million, respectively. Revenue increased primarily due to the voter-approved new version of Measure U sales tax, raising it from a half-cent to a full cent, which took effect on April 1, 2019. The increase in expenditures is primarily due to funding of additional police officer positions, tenant protection program due to the pandemic, capital improvements for parks, and expansion of activities in homeless housing and youth enrichment programs. Use of Measure U resources included police, fire, library, animal care, youth, parks, and community enrichment services.

#### 2015 Golden 1 Center Lease Revenue Bond Fund

2015 Golden 1 Center Lease Revenue Bond Fund revenue decreased \$1 million due to a decrease in interest revenue and annual fee received from the Kings group under the Arena Management and Operating Lease Agreement. Expenditures increased \$2 million due to an increase in debt service payments.

#### Operating Grants Fund

In the current year, the Operating Grants Fund is classified as a major governmental fund, as opposed to a nonmajor governmental fund classification in the prior year. Operating Grants Fund revenue and expenditures increased by \$16 million and \$19 million, respectively. The increase in revenue is primarily due to \$9 million in CARES Act revenue and an increase of \$14 million of Homeless Housing, Assistance, and Prevention (HHAP) Grant Program revenue, offset partially by a \$7 million decrease in Homeless Emergency Aid Program revenue. The increase in expenditures is primarily due to \$9 million in expenditures related to COVID-19 response and a combined \$8 million increase in expenditures for the HHAP Homeless Grant, Urban Areas Security Initiative, Whole Person Care, and Sacramento Covered Master Services Agreement Programs.

#### Other Governmental Funds

Other governmental fund revenues decreased by \$45 million primarily due to the following:

- Operating Grants Fund recognized \$33 million in revenue as a special revenue fund in the prior year. In the current year, Operating Grants Fund is classified as a major fund and presented separately.
- \$34 million decrease in revenue in the debt service funds primarily due to a \$33 million decrease in revenue for the 1997 Lease Revenue Bond Fund. The 1997 Lease Revenue Bond Fund received \$33 million in the prior year from the Kings group to fully pay off the outstanding principal balance.
- \$17 million increase in revenue in the capital projects funds primarily due to:
  - \$12 million increase in the Special Districts Fund due to the issuance of Curtis Park Village CFD 2014-02, Special Tax Bonds, Series 2019.
  - \$12 million increase in Capital Grants Fund primarily due to increased project cost reimbursements for the Broadway/Alhambra Navigation Center, North Natomas Community Center and Aquatic Complex, and Community Center Renovation, and collection of fiscal year 2019 unavailable revenue.
  - \$2 million decrease in Financing Plans Fund due to a decrease in community service fees and assessment levies for the Willowcreek Fee District in the current year.
  - \$4 million decrease in Transportation and Development Fund primarily due to a decrease in reimbursement revenues as the old Measure A program winds down.

Other governmental fund expenditures decreased by \$22 million primarily due to the following:

- Operating Grants Fund recognized \$23 million in expenditures as a special revenue fund in the prior year. In the current year, Operating Grants Fund is classified as a major fund and presented separately.
- \$35 million decrease in expenditures in the debt service funds primarily due to a \$34 million decrease in expenditures for the 1997 Lease Revenue Bond Fund. The 1997 Lease Revenue Bonds were fully paid off in the prior year.
- \$32 million increase in expenditures in the capital projects funds primarily due to:
  - \$21 million increase in the Capital Grants Fund primarily due to increased project costs for the Rio Linda and Main Bridge, Highway Safety Improvement Program, and Federal Downtown Controller.

# City of Sacramento

## Management's Discussion and Analysis (Continued)

### (Required Supplementary Information - Unaudited)

For the Fiscal Year Ended June 30, 2020

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- \$14 million increase in Financing Plans Fund primarily due to increases in expenditures for parks and community development and North Natomas public facilities.
- \$9 million increase in Special Districts Fund primarily due to increased acquisition and construction costs for Natomas Meadows CFD 2007-01 Improvement Area 2 and Curtis Park Village CFD 2014-02.
- \$11 million decrease in the Transportation and Development Fund primarily due to \$6 million decrease in capital outlay for various projects and a \$4 million decrease in expenditures related to the old Measure A and SB1 programs.

In the current year, the Culture and Leisure Special Revenue Fund recognized a \$4 million special item. More detailed information is presented in Note 17 to the financial statements.

#### **Enterprise Funds**

The City's enterprise fund financial statements provide the same type of information as the government-wide financial statements but in greater detail. Total operating revenues increased \$10 million and operating expenses increased \$7 million compared to the prior fiscal year. Net nonoperating revenues decreased \$22 million and capital contributions increased \$13 million compared to the prior fiscal year. These changes are discussed in more detail below.

#### **Water Fund**

Water Fund operating revenues increased \$14 million primarily due to a 10 percent utility rate increase in fiscal year 2020. Operating expenses increased \$7 million primarily due to an increase in services and supplies related to vehicle usage and water production. Net nonoperating expenses increased \$4 million primarily due to a decrease in interest and investment revenue and revenue from other agencies. Capital contributions increased \$4 million primarily due an increase of \$1 million related to water development impact fees and \$3 million associated with South Sacramento Water Meter Retrofit and Fairbairn Water Treatment Plant Filter Improvements.

#### **Wastewater Fund**

Wastewater Fund operating revenues increased \$3 million primarily due to a 9 percent utility rate increase in fiscal year 2020. Operating expenses decreased \$1 million primarily due to a decrease in services and supplies expense and less vehicle usage in comparison to the prior fiscal year. Capital contributions increased \$10 million, primarily due to increases of \$1 million related to the installation of sewer infrastructure, \$7 million from Third Street Sewer Relief Project, and \$2 million in wastewater development impact fees.

#### **Storm Drainage Fund**

Storm Drainage Fund operating expenses increased \$3 million primarily due to an increase in services and supplies expense. In the current fiscal year, Storm Drainage recognized net nonoperating expense of \$1 million, compared to net nonoperating revenue of \$1 million in the prior fiscal year. The \$2 million decrease was primarily due to a \$2 million loss on disposal of land. Capital contributions decreased \$2 million, i.e. \$1 million related to Detention Basin and \$1 million related to various infrastructure drainage projects.

#### **Solid Waste Fund**

Operating revenues increased by \$3 primarily million due to a rate increase of 7 percent in fiscal year 2020. Operating expenses increased \$2 million due to an increase in services and supplies expense.

#### **Community Center Fund**

Community Center Fund operating revenues decreased \$7 million and operating expenses decreased \$2 million primarily due to the temporary closure of the Convention Center Complex for renovations to begin the fiscal year and closures in response to COVID-19. Net nonoperating revenue decreased by \$13 million primarily due to a decrease in transient occupancy tax (TOT) revenues of \$7 million as a result of COVID-19, a \$5 million increase in interest expense for debt service, and a \$2 million loss on sale of property.

**City of Sacramento**  
**Management's Discussion and Analysis (Continued)**  
**(Required Supplementary Information - Unaudited)**  
For the Fiscal Year Ended June 30, 2020

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

As of June 30, 2020, the City had invested \$3 billion in a broad range of capital assets, including land, buildings, vehicles, parks and park improvements, roads, bridges, and water, wastewater and storm drainage transmission and distribution systems. Current year capital asset additions of \$352 million was offset by current year depreciation expense of \$128 million and retirements of \$13 million, resulting in a net increase in capital assets of \$211 million.

**City of Sacramento**  
**Capital Assets**  
As of June 30, 2020 and 2019  
(net of depreciation, in millions)

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total Primary Government</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
Capital assets not being depreciated						
Land	\$ 201	\$ 210	\$ 48	\$ 52	\$ 249	\$ 262
Easements	1	1	-	-	1	1
Construction in progress	164	129	551	364	715	493
Depreciable capital assets:						
Buildings and improvements	429	431	130	133	559	564
Equipment	17	19	24	26	41	45
Software	2	3	11	12	13	15
Vehicles	82	76	-	-	82	76
Transmission and distribution system	4	4	883	889	887	893
Road network	600	598	-	-	600	598
Streetlight network	164	151	-	-	164	151
Parks and park improvements	143	145	-	-	143	145
<b>Total capital assets</b>	<b>\$ 1,807</b>	<b>\$ 1,767</b>	<b>\$ 1,647</b>	<b>\$ 1,476</b>	<b>\$ 3,454</b>	<b>\$ 3,243</b>

This year's major capital asset additions include:

- \$76 million for the Convention Center Expansion Project,
- \$49 million for the Community Center Theater Renovation Project,
- \$14 million for the McKinley Park CSS Storage Project,
- \$14 million for the Accelerated Water Meter Project (AWMP) Pipeline Replacements Project,
- \$11 million for the North Natomas Community Center and Aquatics Center (NNCCAC) Construction Project,
- \$10.7 million for the East Sacramento Water Meter Project,
- \$9.2 million for the 3<sup>rd</sup> St Relief Sewer Project,
- Other capital project additions in progress including the Blackbird Park Phase 1 Project, NNCCAC New Market Project, East Sacramento Water Meter Project, Rio Linda and Main Bridge Project, and the Federal Downtown Controller Project. Many other capital projects were completed during the year and transferred from construction in progress to the appropriate capital asset categories.

More detailed information about the City's capital assets is presented in Note 4 to the financial statements.

**City of Sacramento**  
**Management's Discussion and Analysis (Continued)**  
**(Required Supplementary Information - Unaudited)**  
For the Fiscal Year Ended June 30, 2020

**Long-term Debt**

The following table summarizes the City's outstanding debt (excluding other long-term liabilities):

<b>City of Sacramento</b>						
<b>Outstanding Debt</b>						
As of June 30, 2020 and 2019						
(in millions)						
	<b>Governmental</b>		<b>Business-Type</b>		<b>Total Primary</b>	
	<b>Activities</b>		<b>Activities</b>		<b>Government</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
Revenue and other bonds, net	\$ 494	\$ 513	\$ 859	\$ 832	\$ 1,353	\$ 1,345
Notes payable	17	14	57	33	74	47
Capital lease obligations	-	1	1	2	1	3
<b>Total outstanding debt</b>	<b>\$ 511</b>	<b>\$ 528</b>	<b>\$ 917</b>	<b>\$ 867</b>	<b>\$ 1,428</b>	<b>\$ 1,395</b>

Total outstanding debt for governmental activities decreased \$17 million due to principal payments on existing obligations and net amortization of bond discounts and premiums.

Total outstanding debt for business-type activities increased \$50 million mainly due to the following:

- Issuance of the Water Refunding Revenue Bonds, Series 2020 at par of \$188 million.
- Issuance of the 2019 Sacramento Tourism Infrastructure District (STID) Assessment Revenue Bonds at par of \$50 million plus premium of \$5 million.
- Addition of \$27 million to the Drinking Water State Revolving Fund Note.

The increases above were slightly offset by \$220 million in principal payments on existing obligations and net amortization of bond discounts and premiums and refunding of a portion of the outstanding Water Revenue Bonds, Series 2013. More detailed information about the City's long-term liabilities is presented in Note 7 to the financial statements.

**Credit rating**

The following table summarizes the City's bonded debt ratings (nr designates not rated) at June 30, 2020, as determined by S&P Global Ratings (S & P), Moody's Investors Service, Inc. (Moody's), and Fitch Ratings (Fitch):

Bond issues:	<u>S &amp; P</u>	<u>Moody's</u>	<u>Fitch</u>
• 1993 Refunded Lease Revenue Bonds, Series A	AA-	A1	nr
• 1993 Refunded Lease Revenue Bonds, Series B	AA-	Aa3	nr
• 2006 Capital Improvement Revenue Bonds, Series B	AA-	Aa3	nr
• 2006 Capital Improvement Revenue Bonds, Series E	AA-	Aa3	nr
• 2013 Water Revenue Bonds	AA	nr	AA-
• 2013 Wastewater Revenue Bonds	AA	nr	AA
• 2015 Refunding Revenue Bonds	AA-/AA	Aa3	nr
• 2015 Lease Revenue Bonds (Golden 1 Center)	AA-	nr	A
• 2017 Water Revenue Bonds	AA	nr	AA-
• 2018 TOT Revenue Bonds, Senior Series A&B	nr	A1	nr
• 2018 TOT Revenue Bonds, Subordinate Series C	nr	A2	nr
• 2019 Wastewater Revenue Bonds	AA	nr	AA
• 2019 STID Assessment Revenue Bonds	nr	A2	nr
• 2020 Water Revenue Refunding Bonds	AA	nr	AA-

**City of Sacramento**  
**Management's Discussion and Analysis (Continued)**  
**(Required Supplementary Information - Unaudited)**  
For the Fiscal Year Ended June 30, 2020

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The City's issuer credit rating as of June 30, 2020, is AA with a stable outlook from S&P, Aa2 with a stable outlook from Moody's, and AA- with a stable outlook from Fitch.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

**Economic Factors**

The COVID-19 pandemic has created economic uncertainty for the foreseeable future. While vaccine results look promising, the timing of the vaccine rollout to residents and the return to normal economic activity remains largely unknown. Housing demand remains higher than supply in the region as bay area residents continue to look for cheaper housing alternatives. Unemployment levels have reached double digits in the Sacramento region and the changing commercial real estate landscape could have a long-lasting effect on the way businesses use large scale office space.

As of June 30, 2020, the City received \$90 million of CARES Act funding. \$9 million of eligible expenses were incurred in fiscal year 2020. The balance will be applied to fiscal year 2021 eligible expenses through December 30, 2020.

**Next Year's Budget**

General Fund budget appropriations for fiscal year 2021 are \$535.3 million, an increase of 4.2 percent compared to the fiscal year 2020 approved budget. In addition to the allocation of resources for several priority initiatives, the approved budget appropriates \$1 million for a contribution to the City's OPEB trust fund.

City Council adopted a balanced budget for fiscal year 2021 based on strategic use of one-time resources that included implementation of labor savings for all non-sworn positions, fiscal year 2020 department savings and available fund balance, and suspension of the contribution to the Economic Uncertainty Reserve for fiscal years 2020 and 2021.

**CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances, and to demonstrate the City's accountability for the money it receives. If you have questions about this report, need additional financial information, or would like to obtain component unit financial statements, contact the City of Sacramento Department of Finance, Accounting Division, 915 I Street, Fourth Floor, Sacramento, CA, 95814, or visit the City's web page at <http://www.cityofsacramento.org>.

# Government-wide Financial Statements



**City of Sacramento**  
**Statement of Net Position**  
June 30, 2020  
(in thousands)

	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and investments	\$ 808,399	\$ 325,236	\$ 1,133,635
Receivables, net	316,693	62,496	379,189
Internal balances	5,441	(5,441)	-
Inventories	-	1,383	1,383
Prepaid items	9,759	677	10,436
Restricted cash and investments	28,887	300,399	329,286
Intangible assets	-	128	128
Land and other capital assets not being depreciated	366,091	598,702	964,793
Other capital assets, net of depreciation	1,440,974	1,047,809	2,488,783
<b>Total assets</b>	<b>2,976,244</b>	<b>2,331,389</b>	<b>5,307,633</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Loss on refunding of debt	2,857	8,613	11,470
Deferred outflows related to pensions	186,211	16,180	202,391
Deferred outflows related to OPEB	21,822	2,776	24,598
<b>Total deferred outflows of resources</b>	<b>210,890</b>	<b>27,569</b>	<b>238,459</b>
<b>LIABILITIES</b>			
Payables	87,202	55,815	143,017
Unearned revenue	90,300	12,819	103,119
Long-term liabilities:			
Due within one year	50,820	43,666	94,486
Due in more than one year	1,758,495	1,051,583	2,810,078
<b>Total liabilities</b>	<b>1,986,817</b>	<b>1,163,883</b>	<b>3,150,700</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Service concession arrangement	8,095	-	8,095
Gain on refunding of debt	-	645	645
Deferred inflows related to pensions	30,338	3,082	33,420
Deferred inflows related to OPEB	116,621	18,556	135,177
<b>Total deferred inflows of resources</b>	<b>155,054</b>	<b>22,283</b>	<b>177,337</b>
<b>NET POSITION</b>			
Net investment in capital assets	1,318,817	1,166,785	2,485,602
Restricted for:			
Capital projects	191,919	47,256	239,175
Reserve	-	401	401
Debt service	537	-	537
Public works programs	29,972	-	29,972
Economic development programs	46,954	-	46,954
Other programs	60,466	2,929	63,395
Trust and endowments:			
Expendable	8,547	-	8,547
Nonexpendable	878	-	878
Unrestricted	(612,827)	(44,579)	(657,406)
<b>Total net position</b>	<b>\$ 1,045,263</b>	<b>\$ 1,172,792</b>	<b>\$ 2,218,055</b>

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

## City of Sacramento

### Statement of Activities

For the Fiscal Year Ended June 30, 2020  
(in thousands)

Functions/Programs	Program Revenues					Net (Expense) Revenue
	Operating Expenses	Indirect Expenses Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Primary government:</b>						
Governmental activities:						
General government	\$ 171,163	\$ (18,372)	\$ 26,527	\$ 43,285	\$ 237	\$ (82,742)
Police	233,686	-	13,490	6,974	-	(213,222)
Fire	179,626	-	44,851	2,929	-	(131,846)
Public works	125,025	-	50,216	12,443	107,547	45,181
Convention and cultural services	20,615	-	10,385	117	2,000	(8,113)
Youth, parks, and community enrichment	66,885	-	12,429	1,427	8,432	(44,597)
Community development	74,398	-	38,646	491	42,179	6,918
Library	19,822	-	-	8,231	-	(11,591)
Interest on long-term debt	24,341	-	-	-	-	(24,341)
Total governmental activities	915,561	(18,372)	196,544	75,897	160,395	(464,353)
Business-type activities:						
Water	97,534	7,008	142,041	701	13,941	52,141
Wastewater	29,923	2,538	44,562	1	12,135	24,237
Storm drainage	42,624	2,162	40,871	-	6,913	2,998
Solid waste	55,554	3,622	67,086	726	-	8,636
Community center	29,821	1,477	2,458	-	-	(28,840)
Parking	12,432	1,565	17,140	2	-	3,145
Child development	5,594	-	5,328	-	-	(266)
Total business-type activities	273,482	18,372	319,486	1,430	32,989	62,051
Total primary government	\$ 1,189,043	\$ -	\$ 516,030	\$ 77,327	\$ 193,384	\$ (402,302)

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

# City of Sacramento

## Statement of Activities

For the Fiscal Year Ended June 30, 2020

(in thousands)

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Changes in net position:			
Net (expense) revenue	\$ (464,353)	\$ 62,051	\$ (402,302)
General revenues:			
Taxes:			
Property taxes	184,142	-	184,142
Utility user taxes	60,039	-	60,039
Local sales tax	103,899	-	103,899
Property transfer tax	14,245	-	14,245
Business operations tax	24,000	-	24,000
Transient occupancy tax	4,261	21,504	25,765
Other taxes	2,593	-	2,593
Unrestricted sales taxes shared state revenue	90,970	-	90,970
Unrestricted investment earnings	19,646	16,940	36,586
Unrestricted miscellaneous	15,743	-	15,743
Transfers	34,947	(34,947)	-
Total general revenues and transfers	554,485	3,497	557,982
Changes in net position	90,132	65,548	155,680
Net position, beginning of year	955,131	1,107,244	2,062,375
Net position, end of year	\$ 1,045,263	\$ 1,172,792	\$ 2,218,055

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

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# Fund Financial Statements

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**City of Sacramento**  
**Governmental Funds**  
**Balance Sheet**

June 30, 2020  
(in thousands)

	General Fund	Measure U Fund	2015 Golden 1 Center Lease Revenue Bond Fund
<b>ASSETS</b>			
Cash and investments held by City	\$ 214,904	\$ 36,340	\$ 9,065
Cash and investments held by fiscal agent	-	-	1,181
Receivables, net:			
Taxes	28,163	19,917	-
Accounts	25,001	-	40
Loans	1,931	-	138,520
Intergovernmental	2,017	-	-
Interest	882	150	41
Prepaid items	1,279	-	-
Restricted assets:			
Cash and investments held by City	-	-	-
Cash and investments held by fiscal agent	-	-	18,379
<b>Total assets</b>	<b>\$ 274,177</b>	<b>\$ 56,407</b>	<b>\$ 167,226</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 14,837	\$ 2,401	\$ -
Accrued payroll	22,886	-	-
Accrued claims and judgements	92	-	-
Due to other funds	-	-	-
Deposits	33	-	-
Unearned revenue	163	-	-
Advances from other funds	1,931	-	-
<b>Total liabilities</b>	<b>39,942</b>	<b>2,401</b>	<b>-</b>
Deferred inflows of resources:			
Unavailable revenue	8,796	-	138,537
Fund balances:			
Nonspendable:			
Prepaid items	1,279	-	-
Permanent fund principal	-	-	-
Restricted:			
Capital projects	-	-	-
Debt service	-	-	18,379
Public works programs	-	-	-
Economic development programs	-	-	-
Other programs	-	-	-
Committed:			
Economic uncertainty	55,200	-	-
Capital projects	57,689	14,329	-
Debt service	-	-	9,105
Fire programs	5,635	-	-
OPEB	4,264	-	-
Other programs	49,405	39,344	-
Assigned:			
Debt service	-	-	908
Unrealized investment gains	1,960	333	297
Other programs	-	-	-
Unassigned	50,007	-	-
<b>Total fund balances</b>	<b>225,439</b>	<b>54,006</b>	<b>28,689</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 274,177</b>	<b>\$ 56,407</b>	<b>\$ 167,226</b>

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

**City of Sacramento**  
**Governmental Funds**  
**Balance Sheet**

June 30, 2020  
(in thousands)

	Operating Grants Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>			
Cash and investments held by City	\$ 105,806	\$ 329,457	\$ 695,572
Cash and investments held by fiscal agent	-	166	1,347
Receivables, net:			
Taxes	-	6,678	54,758
Accounts	89	11,389	36,519
Loans	-	13,512	153,963
Intergovernmental	13,358	36,520	51,895
Interest	338	561	1,972
Prepaid items	5,714	1	6,994
Restricted assets:			
Cash and investments held by City	-	446	446
Cash and investments held by fiscal agent	5	10,057	28,441
<b>Total assets</b>	<b>\$ 125,310</b>	<b>\$ 408,787</b>	<b>\$ 1,031,907</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 9,365	\$ 22,231	\$ 48,834
Accrued payroll	-	62	22,948
Accrued claims and judgements	-	-	92
Due to other funds	-	3,234	3,234
Deposits	59	4,450	4,542
Unearned revenue	82,291	7,517	89,971
Advances from other funds	-	6,562	8,493
<b>Total liabilities</b>	<b>91,715</b>	<b>44,056</b>	<b>178,114</b>
Deferred inflows of resources:			
Unavailable revenue	11,826	33,630	192,789
Fund balances:			
Nonspendable:			
Prepaid items	5,714	1	6,994
Permanent fund principal	-	878	878
Restricted:			
Capital projects	-	208,205	208,205
Debt service	-	9,505	27,884
Public works programs	-	23,618	23,618
Economic development programs	-	46,954	46,954
Other programs	27,881	35,145	63,026
Committed:			
Economic uncertainty	-	-	55,200
Capital projects	-	1,040	73,058
Debt service	-	2,296	11,401
Fire programs	-	-	5,635
OPEB	-	-	4,264
Other programs	-	22,823	111,572
Assigned:			
Debt service	-	2,060	2,968
Unrealized investment gains	-	45	2,635
Other programs	-	170	170
Unassigned	(11,826)	(21,639)	16,542
<b>Total fund balances</b>	<b>21,769</b>	<b>331,101</b>	<b>661,004</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 125,310</b>	<b>\$ 408,787</b>	<b>\$ 1,031,907</b>

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



# City of Sacramento

## Governmental Funds

### Reconciliation of the Balance Sheet to the Statement of Net Position

June 30, 2020

(in thousands)

<b>Fund balances - total governmental funds</b>		<b>\$ 661,004</b>
Amounts reported for governmental activities in the statement of net position are different because:		
Revenue and other resources not available to liquidate liabilities of the current period are not recognized in the funds.		192,789
Prepaid bond insurance represents costs associated with the issuance of long-term debt which are amortized over the period the debt is outstanding. The costs are reported as expenditures of the current period in the governmental funds.		222
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds:		
Governmental capital assets	3,350,928	
Less: accumulated depreciation	<u>(1,626,043)</u>	
		1,724,885
Certain current liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of the following:		
Interest payable		(5,268)
Deferred outflows and inflows of resources are not recognized in the current period and therefore not reported in the governmental funds.		
Deferred outflows related to pensions	184,437	
Deferred outflows related to OPEB	21,487	
Deferred inflows related to pensions	(29,809)	
Deferred inflows related to OPEB	(114,200)	
Loss on refunding of debt	<u>2,857</u>	
		64,772
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Accrued compensated absences	(38,327)	
Accrued claims and judgements	(3,480)	
Financing plan fee credits	(34,581)	
Net pension liability	(905,339)	
Net OPEB liability	(202,122)	
Pollution remediation obligations	(539)	
Revenue and other bonds payable, net	(493,899)	
Capital lease obligations payable	(325)	
Notes payable	<u>(16,915)</u>	
		(1,695,527)
Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		<u>102,386</u>
<b>Net position of governmental activities</b>		<b><u>\$ 1,045,263</u></b>

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

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**City of Sacramento**  
**Governmental Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	General Fund	Measure U Fund	2015 Golden 1 Center Lease Revenue Bond Fund
<b>Revenues:</b>			
Taxes	\$ 370,707	\$ 103,899	\$ -
Intergovernmental	15,919	-	-
Charges for services	105,446	-	-
Fines, forfeits, and penalties	12,898	-	-
Interest, rents, and concessions	6,423	1,146	1,921
Community service fees	-	-	-
Assessment levies	341	-	-
Contributions and donations	20	-	-
Miscellaneous	974	-	-
<b>Total revenues</b>	<b>512,728</b>	<b>105,045</b>	<b>1,921</b>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	54,949	15,305	-
Police	158,887	38,360	-
Fire	139,421	16,855	-
Public works	13,393	1,000	-
Convention and cultural services	6,485	-	-
Youth, parks, and community enrichment	21,670	13,614	-
Community development	38,629	339	-
Library	10,130	506	-
Utilities	3,268	-	-
Citywide and community support	50,691	-	-
Capital outlay	17,589	5,784	-
<b>Debt service:</b>			
Principal	550	-	3,615
Interest and fiscal charges	18	-	10,885
Bond issuance costs	-	-	1
<b>Total expenditures</b>	<b>515,680</b>	<b>91,763</b>	<b>14,501</b>
Excess (deficiency) of revenues over (under) expenditures	(2,952)	13,282	(12,580)
<b>Other financing sources (uses):</b>			
Transfers in	44,465	-	7,600
Transfers out	(26,680)	-	-
Issuance of long-term debt	-	-	-
<b>Total other financing sources (uses)</b>	<b>17,785</b>	<b>-</b>	<b>7,600</b>
Special Item	-	-	-
Changes in fund balances	14,833	13,282	(4,980)
Fund balances, beginning of year	210,606	40,724	33,669
Fund balances, end of year	<u>\$ 225,439</u>	<u>\$ 54,006</u>	<u>\$ 28,689</u>

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

**City of Sacramento**  
**Governmental Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Operating Grants Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>			
Taxes	\$ -	\$ 14,963	\$ 489,569
Intergovernmental	35,714	62,641	114,274
Charges for services	2,040	23,649	131,135
Fines, forfeits, and penalties	-	411	13,309
Interest, rents, and concessions	1,430	9,798	20,718
Community service fees	-	29,072	29,072
Assessment levies	-	49,739	50,080
Contributions and donations	10,110	26,473	36,603
Miscellaneous	-	-	974
<b>Total revenues</b>	<b>49,294</b>	<b>216,746</b>	<b>885,734</b>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	30,022	17,364	117,640
Police	6,733	-	203,980
Fire	3,495	-	159,771
Public works	-	32,957	47,350
Convention and cultural services	191	6,783	13,459
Youth, parks, and community enrichment	319	10,188	45,791
Community development	191	27,969	67,128
Library	-	8,231	18,867
Utilities	-	287	3,555
Citywide and community support	-	-	50,691
Capital outlay	1,579	78,838	103,790
<b>Debt service:</b>			
Principal	-	17,143	21,308
Interest and fiscal charges	-	13,598	24,501
Bond issuance costs	-	-	1
<b>Total expenditures</b>	<b>42,530</b>	<b>213,358</b>	<b>877,832</b>
Excess (deficiency) of revenues over (under) expenditures	6,764	3,388	7,902
<b>Other financing sources (uses):</b>			
Transfers in	1	22,594	74,660
Transfers out	(199)	(10,778)	(37,657)
Issuance of long-term debt	-	5,452	5,452
<b>Total other financing sources (uses)</b>	<b>(198)</b>	<b>17,268</b>	<b>42,455</b>
Special Item	-	3,883	3,883
Changes in fund balances	6,566	24,539	54,240
Fund balances, beginning of year	15,203	306,562	606,764
Fund balances, end of year	<b>\$ 21,769</b>	<b>\$ 331,101</b>	<b>\$ 661,004</b>

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

**City of Sacramento**  
**Governmental Funds**  
**Reconciliation of the Statement of Revenues, Expenditures and Changes in**  
**Fund Balances to the Statement of Activities**

For the Fiscal Year Ended June 30, 2020

(in thousands)

<b>Changes in fund balances - total governmental funds</b>	<b>\$</b>	<b>54,240</b>
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Governmental funds report capital outlay as expenditures. In the statement of activities, however, the cost of those assets is allocated over their estimated useful lives as depreciation expense.</p>		
Capital outlay	74,406	
Depreciation expense	<u>(72,331)</u>	2,075
<p>Losses on retirement of capital assets in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
		(8,891)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds:</p>		
Infrastructure dedications		42,205
<p>Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.</p>		
Issuance of long-term debt	(5,452)	
Principal repayments on long-term debt	<u>21,308</u>	15,856
<p>A long-term debt modification of terms led to an extension of previously matured notes and interest payable and the recognition of a Special Item in the governmental funds. Although the previously matured notes and interest payable have been removed from the governmental funds, the balance is still payable and recognized as a reduction of net position.</p>		
		(3,883)
<p>Revenue and other resources not available to liquidate liabilities of the current period are not recognized in governmental funds. Revenue in the statement of activities is not limited by availability, so certain revenues need to be reduced by the amounts that were unavailable at the beginning of the year and increased by the amounts that were unavailable at the end of the year. This adjustment records a net increase in revenues - unavailable revenues at the end of the year were greater than beginning unavailable revenues by this amount.</p>		
		21,052
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
Compensated absences	484	
Accrued claims and judgements	(46)	
Pension expense	(58,628)	
Other postemployment benefits	24,221	
Pollution remediation	153	
Fee credits	249	
Interest	(731)	
Amortization of prepaid bond insurance	(17)	
Amortization of bond discount	(2)	
Amortization of bond premium	1,147	
Amortization of gain/loss on refunding	<u>(220)</u>	(33,390)

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

**City of Sacramento**  
**Governmental Funds**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in  
Fund Balances to the Statement of Activities**

For the Fiscal Year Ended June 30, 2020

(in thousands)

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Capital assets transferred from governmental activities to business-type activities are reported as transfers in the statement of activities. The transfers are not reported in the governmental funds as the amount did not involve the transfer of financial resources.	(1,422)
Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet, to individual funds. The net expense of the internal service funds is reported with the governmental activities.	<u>2,290</u>
<b>Change in net position of governmental activities</b>	<u><u>\$ 90,132</u></u>

# City of Sacramento

## General Fund

### Statement of Revenues, Expenditures and Changes in Fund Balance

#### - Budget and Actual (Non-GAAP Budgetary Basis)

#### with Budget to GAAP Reconciliation

For the Fiscal Year Ended June 30, 2020

(in thousands)

	Budgeted Amounts		Actual	Variance with	Budget to GAAP Reconciliation	Actual
	Original	Final	Amounts - Budgetary Basis	Final Budget - Positive (Negative)		Amounts - GAAP Basis
<b>Revenues:</b>						
Taxes	\$ 455,967	\$ 365,477	\$ 370,707	\$ 5,230	\$ -	\$ 370,707
Intergovernmental	10,094	11,889	15,919	4,030	-	15,919
Charges for services	95,372	101,680	105,446	3,766	-	105,446
Fines, forfeits and penalties	12,093	12,043	12,898	855	-	12,898
Interest, rents, and concessions	784	2,601	6,423	3,822	-	6,423
Assessment levies	74	74	341	267	-	341
Contributions and donations	-	1	20	19	-	20
Miscellaneous	485	154	974	820	-	974
<b>Total revenues</b>	<b>574,869</b>	<b>493,919</b>	<b>512,728</b>	<b>18,809</b>	<b>-</b>	<b>512,728</b>
<b>Expenditures:</b>						
<b>Current:</b>						
Mayor/Council	5,270	6,142	5,666	476	(471)	5,195
City Auditor	838	1,058	863	195	-	863
City Manager	28,104	32,697	16,832	15,865	(3,356)	13,476
City Attorney	9,142	11,108	8,871	2,237	(216)	8,655
City Clerk	1,600	1,812	1,383	429	-	1,383
City Treasurer	2,343	2,356	1,896	460	(162)	1,734
Finance	7,025	7,036	6,403	633	64	6,467
Information technology	14,930	15,583	14,000	1,583	(348)	13,652
Human resources	4,478	7,698	3,534	4,164	(10)	3,524
Subtotal - General government	73,730	85,490	59,448	26,042	(4,499)	54,949
Police	149,818	163,871	158,993	4,878	(106)	158,887
Fire	122,145	141,378	139,456	1,922	(35)	139,421
Public works	13,192	16,191	13,392	2,799	1	13,393
Convention and cultural services	6,009	7,356	6,699	657	(214)	6,485
Youth, parks, and community enrichment	24,623	24,430	21,671	2,759	(1)	21,670
Community development	37,219	43,177	38,880	4,297	(251)	38,629
Library	10,130	10,130	10,130	-	-	10,130
Utilities	4,452	3,994	3,268	726	-	3,268
Citywide and community support	47,540	60,031	50,717	9,314	(26)	50,691
Capital outlay	57,167	72,763	37,934	34,829	(20,345)	17,589
<b>Debt service:</b>						
Principal	550	550	550	-	-	550
Interest and fiscal charges	18	18	18	-	-	18
<b>Total expenditures</b>	<b>546,593</b>	<b>629,379</b>	<b>541,156</b>	<b>88,223</b>	<b>(25,476)</b>	<b>515,680</b>
Excess (deficiency) of revenues over (under) expenditures	28,276	(135,460)	(28,428)	107,032	25,476	(2,952)
<b>Other financing sources (uses):</b>						
Transfers in	42,646	59,303	60,841	1,538	(16,376)	44,465
Transfers out	(26,634)	(41,547)	(41,158)	389	14,478	(26,680)
<b>Total other financing sources (uses)</b>	<b>16,012</b>	<b>17,756</b>	<b>19,683</b>	<b>1,927</b>	<b>(1,898)</b>	<b>17,785</b>
Changes in fund balance	44,288	(117,704)	(8,745)	108,959	23,578	14,833
Fund balance, beginning of year	210,606	210,606	210,606	-	-	210,606
<b>Fund balance, end of year</b>	<b>\$ 254,894</b>	<b>\$ 92,902</b>	<b>\$ 201,861</b>	<b>108,959</b>	<b>\$ 23,578</b>	<b>\$ 225,439</b>

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

# City of Sacramento

## Measure U Fund

### Statement of Revenues, Expenditures and Changes in Fund Balance

#### - Budget and Actual (Non-GAAP Budgetary Basis)

#### with Budget to GAAP Reconciliation

For the Fiscal Year Ended June 30, 2020

(in thousands)

	Budgeted Amounts		Actual Amounts - Budgetary Basis	Variance with Final Budget - Positive (Negative)	Budget to GAAP Reconciliation	Actual Amounts - GAAP Basis
	Original	Final				
Revenues:						
Taxes	\$ 97,264	\$ 104,065	\$ 103,899	\$ (166)	\$ -	\$ 103,899
Interest, rents, and concessions	-	-	1,146	1,146	-	1,146
Total revenues	97,264	104,065	105,045	980	-	105,045
Expenditures:						
Current:						
General government	27,454	24,217	18,152	6,065	(2,847)	15,305
Police	32,764	40,689	38,367	2,322	(7)	38,360
Fire	17,498	18,945	16,914	2,031	(59)	16,855
Public works	1,000	1,000	1,011	(11)	(11)	1,000
Youth, parks, and community enrichment	15,809	17,655	14,087	3,568	(473)	13,614
Community development	671	824	352	472	(13)	339
Library	506	506	506	-	-	506
Capital outlay	16,835	21,818	7,634	14,184	(1,850)	5,784
Total expenditures	112,537	125,654	97,023	28,631	(5,260)	91,763
Changes in fund balance	(15,273)	(21,589)	8,022	29,611	5,260	13,282
Fund balance, beginning of year	40,724	40,724	40,724	-	-	40,724
Fund balance, end of year	\$ 25,451	\$ 19,135	\$ 48,746	29,611	\$ 5,260	\$ 54,006

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



**City of Sacramento**  
**Proprietary Funds**  
**Statement of Net Position**

June 30, 2020  
(in thousands)

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water Fund</b>	<b>Wastewater Fund</b>	<b>Storm Drainage Fund</b>	<b>Solid Waste Fund</b>
<b>ASSETS</b>				
Current assets:				
Cash and investments held by City	\$ 116,853	\$ 59,445	\$ 42,230	\$ 46,682
Cash and investments held by fiscal agent	5	14	7	-
Receivables, net:				
Taxes	-	-	-	-
Accounts	23,404	13,629	6,770	10,158
Loans	-	142	471	-
Intergovernmental	557	374	1,531	-
Interest	674	352	198	197
Due from other funds	-	-	-	-
Inventories	935	51	397	-
Prepaid items	260	-	17	-
Intangible asset, current portion	-	-	-	-
<b>Total current assets</b>	<b>142,688</b>	<b>74,007</b>	<b>51,621</b>	<b>57,037</b>
Noncurrent assets:				
Restricted assets:				
Cash and investments held by City	46,627	25,183	4,630	853
Cash and investments held by fiscal agent	3,369	1,380	743	-
Advances to other funds	-	-	-	-
Loans receivable	-	-	1,016	-
Intangible assets	-	-	-	-
Capital assets:				
Land	1,754	1,138	17,885	1,133
Buildings and improvements	47,539	31,307	9,613	32,153
Machinery and equipment	27,727	5,201	17,613	12,437
Vehicles	-	-	-	-
Transmission and distribution system	809,268	197,686	424,012	-
Construction in progress	317,452	30,532	2,452	113
Software	3,491	3,447	3,747	2,772
Easements	134	-	157	-
Less: accumulated depreciation/amortization	(318,335)	(88,610)	(215,472)	(33,346)
<b>Total noncurrent assets</b>	<b>939,026</b>	<b>207,264</b>	<b>266,396</b>	<b>16,115</b>
<b>Total assets</b>	<b>1,081,714</b>	<b>281,271</b>	<b>318,017</b>	<b>73,152</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Loss on refunding of debt	8,613	-	-	-
Deferred outflows related to pensions	6,684	1,704	2,510	2,951
Deferred outflows related to OPEB	887	315	451	665
<b>Total deferred outflows of resources</b>	<b>16,184</b>	<b>2,019</b>	<b>2,961</b>	<b>3,616</b>

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

**City of Sacramento**  
**Proprietary Funds**  
**Statement of Net Position**

June 30, 2020  
(in thousands)

	<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental</b>
	<b>Community Center Fund</b>	<b>Other Enterprise Funds</b>	<b>Total</b>	<b>Activities - Internal Service Funds</b>
<b>ASSETS</b>				
Current assets:				
Cash and investments held by City	\$ 34,933	\$ 24,978	\$ 325,121	\$ 111,296
Cash and investments held by fiscal agent	72	17	115	184
Receivables, net:				
Taxes	1,216	-	1,216	-
Accounts	52	780	54,793	9,164
Loans	-	-	613	-
Intergovernmental	-	-	2,462	-
Interest	975	-	2,396	327
Due from other funds	-	-	-	3,484
Inventories	-	-	1,383	-
Prepaid items	386	14	677	2,543
Intangible asset, current portion	-	8	8	-
<b>Total current assets</b>	<b>37,634</b>	<b>25,797</b>	<b>388,784</b>	<b>126,998</b>
Noncurrent assets:				
Restricted assets:				
Cash and investments held by City	201,208	-	278,501	-
Cash and investments held by fiscal agent	14,665	1,741	21,898	-
Advances to other funds	-	-	-	13,684
Loans receivable	-	-	1,016	-
Intangible assets	-	120	120	-
Capital assets:				
Land	20,071	5,825	47,806	-
Buildings and improvements	113,040	63,442	297,094	7,159
Machinery and equipment	4,913	6,235	74,126	543
Vehicles	-	-	-	177,720
Transmission and distribution system	-	-	1,430,966	-
Construction in progress	195,614	4,442	550,605	309
Software	46	32	13,535	256
Easements	-	-	291	-
Less: accumulated depreciation/amortization	(69,746)	(42,403)	(767,912)	(103,807)
<b>Total noncurrent assets</b>	<b>479,811</b>	<b>39,434</b>	<b>1,948,046</b>	<b>95,864</b>
<b>Total assets</b>	<b>517,445</b>	<b>65,231</b>	<b>2,336,830</b>	<b>222,862</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Loss on refunding of debt	-	-	8,613	-
Deferred outflows related to pensions	1,026	1,305	16,180	1,774
Deferred outflows related to OPEB	226	232	2,776	335
<b>Total deferred outflows of resources</b>	<b>1,252</b>	<b>1,537</b>	<b>27,569</b>	<b>2,109</b>

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

(continued)

**City of Sacramento**  
**Proprietary Funds**  
**Statement of Net Position**

June 30, 2020  
(in thousands)

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water Fund</b>	<b>Wastewater Fund</b>	<b>Storm Drainage Fund</b>	<b>Solid Waste Fund</b>
<b><u>LIABILITIES</u></b>				
Current liabilities:				
Accounts payable	9,391	16,147	1,295	1,437
Due to other funds	-	-	-	-
Accrued payroll	1,413	280	423	589
Accrued compensated absences	198	50	93	80
Interest payable	3,132	867	63	48
Liability for landfill closure	-	-	-	158
Deposits	8	-	15	-
Unearned revenue	5,058	6,776	-	-
Accrued claims and judgements	93	97	114	325
Capital leases payable	-	-	-	-
Revenue and other bonds payable, net	17,154	1,043	786	1,180
Notes payable	471	716	2,237	-
<b>Total current liabilities</b>	<b>36,918</b>	<b>25,976</b>	<b>5,026</b>	<b>3,817</b>
Noncurrent liabilities:				
Accrued compensated absences	3,214	652	1,130	1,363
Advances from other funds	-	-	-	-
Water fee credits	214	-	-	-
Net OPEB liability	12,185	4,618	5,440	16,344
Accrued claims and judgements	-	-	-	-
Liability for landfill closure	-	-	-	1,898
Revenue and other bonds payable, net	374,188	59,692	-	12,824
Notes payable	51,258	-	2,031	-
Net pension liability	42,461	13,901	29,579	21,710
<b>Total noncurrent liabilities</b>	<b>483,520</b>	<b>78,863</b>	<b>38,180</b>	<b>54,139</b>
<b>Total liabilities</b>	<b>520,438</b>	<b>104,839</b>	<b>43,206</b>	<b>57,956</b>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>				
Gain on refunding of debt	191	-	-	235
Deferred inflows related to pensions	434	455	1,574	311
Deferred inflows related to OPEB	6,117	1,942	2,792	5,355
<b>Total deferred inflows of resources</b>	<b>6,742</b>	<b>2,397</b>	<b>4,366</b>	<b>5,901</b>
<b><u>NET POSITION</u></b>				
Net investment in capital assets	650,411	139,311	255,812	1,212
Restricted for:				
Capital projects	40,457	6,799	-	-
Debt service	-	401	-	-
Other programs	-	-	2,096	833
Unrestricted	(120,150)	29,543	15,498	10,866
<b>Total net position</b>	<b>\$ 570,718</b>	<b>\$ 176,054</b>	<b>\$ 273,406</b>	<b>\$ 12,911</b>

(continued)

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

**City of Sacramento**  
**Proprietary Funds**  
**Statement of Net Position**  
June 30, 2020  
(in thousands)

	Business-type Activities - Enterprise Funds			Governmental
	Community Center Fund	Other Enterprise Funds	Total	Activities - Internal Service Funds
<b><u>LIABILITIES</u></b>				
Current liabilities:				
Accounts payable	16,651	2,117	47,038	5,087
Due to other funds	250	-	250	-
Accrued payroll	156	310	3,171	426
Accrued compensated absences	33	41	495	72
Interest payable	1,385	67	5,562	2
Liability for landfill closure	-	-	158	-
Deposits	-	21	44	3
Unearned revenue	659	326	12,819	329
Accrued claims and judgements	7	10	646	22,859
Capital leases payable	-	973	973	-
Revenue and other bonds payable, net	14,870	2,937	37,970	5
Notes payable	-	-	3,424	-
Total current liabilities	34,011	6,802	112,550	28,783
Noncurrent liabilities:				
Accrued compensated absences	349	611	7,319	918
Advances from other funds	5,191	-	5,191	-
Water fee credits	-	-	214	-
Net OPEB liability	796	1,880	41,263	5,519
Accrued claims and judgements	-	-	-	69,076
Liability for landfill closure	-	-	1,898	-
Revenue and other bonds payable, net	362,076	12,141	820,921	416
Notes payable	-	-	53,289	-
Net pension liability	8,433	10,595	126,679	14,923
Total noncurrent liabilities	376,845	25,227	1,056,774	90,852
Total liabilities	410,856	32,029	1,169,324	119,635
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>				
Gain on refunding of debt	-	219	645	-
Deferred inflows related to pensions	89	219	3,082	529
Deferred inflows related to OPEB	1,060	1,290	18,556	2,421
Total deferred inflows of resources	1,149	1,728	22,283	2,950
<b><u>NET POSITION</u></b>				
Net investment in capital assets	97,013	23,026	1,166,785	81,759
Restricted for:				
Capital projects	-	-	47,256	-
Debt service	-	-	401	-
Other programs	-	-	2,929	-
Unrestricted	9,679	9,985	(44,579)	20,627
Total net position	\$ 106,692	\$ 33,011	\$ 1,172,792	\$ 102,386

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

**City of Sacramento**  
**Proprietary Funds**  
**Statement of Revenues, Expenses**  
**and Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water Fund</b>	<b>Wastewater Fund</b>	<b>Storm Drainage Fund</b>	<b>Solid Waste Fund</b>
Operating revenues:				
Charges for services:				
User fees and charges	\$ 141,801	\$ 43,530	\$ 39,128	\$ 66,280
Rents and concessions	18	-	15	162
Charge to other agencies for contract services	-	1,032	1,728	-
Miscellaneous	222	-	-	644
Total operating revenues	<u>142,041</u>	<u>44,562</u>	<u>40,871</u>	<u>67,086</u>
Operating expenses:				
Employee services	44,755	10,794	14,780	18,938
Services and supplies	23,025	15,096	16,705	38,295
Depreciation/amortization	22,579	4,262	10,996	1,369
Insurance premiums	-	-	-	-
Claims and judgements	61	98	36	159
Total operating expenses	<u>90,420</u>	<u>30,250</u>	<u>42,517</u>	<u>58,761</u>
Operating income (loss)	<u>51,621</u>	<u>14,312</u>	<u>(1,646)</u>	<u>8,325</u>
Nonoperating revenues (expenses):				
Interest and investment revenue	3,885	2,327	1,290	1,208
Transient occupancy taxes	-	-	-	-
Revenue from other agencies	701	1	-	726
Insurance and other claim recoveries	-	-	-	-
Interest expense	(14,099)	(2,211)	(217)	(415)
Amortization of bond prepaid insurance	(23)	-	-	-
Gain or (loss) on disposition of capital assets	-	-	(2,052)	-
Total nonoperating revenues (expenses)	<u>(9,536)</u>	<u>117</u>	<u>(979)</u>	<u>1,519</u>
Income (loss) before capital contributions and transfers	42,085	14,429	(2,625)	9,844
Capital contributions	14,375	12,135	7,901	-
Transfers in	84	191	89	198
Transfers out	(15,614)	(4,812)	(4,362)	(7,374)
Changes in net position	40,930	21,943	1,003	2,668
Total net position, beginning of year	<u>529,788</u>	<u>154,111</u>	<u>272,403</u>	<u>10,243</u>
Total net position, end of year	<u>\$ 570,718</u>	<u>\$ 176,054</u>	<u>\$ 273,406</u>	<u>\$ 12,911</u>

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

**City of Sacramento**  
**Proprietary Funds**  
**Statement of Revenues, Expenses**  
**and Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Community Center Fund	Other Enterprise Funds	Total	
Operating revenues:				
Charges for services:				
User fees and charges	\$ 813	\$ 21,461	\$ 313,013	\$ 92,048
Rents and concessions	1,640	976	2,811	-
Charge to other agencies for contract services	-	-	2,760	-
Miscellaneous	5	31	902	4
Total operating revenues	<u>2,458</u>	<u>22,468</u>	<u>319,486</u>	<u>92,052</u>
Operating expenses:				
Employee services	5,197	9,383	103,847	13,677
Services and supplies	7,631	8,042	108,794	30,447
Depreciation/amortization	1,833	1,590	42,629	12,461
Insurance premiums	-	-	-	9,203
Claims and judgements	-	2	356	26,832
Total operating expenses	<u>14,661</u>	<u>19,017</u>	<u>255,626</u>	<u>92,620</u>
Operating income (loss)	<u>(12,203)</u>	<u>3,451</u>	<u>63,860</u>	<u>(568)</u>
Nonoperating revenues (expenses):				
Interest and investment revenue	7,658	572	16,940	3,185
Transient occupancy taxes	21,504	-	21,504	-
Revenue from other agencies	-	2	1,430	20
Insurance and other claim recoveries	-	-	-	177
Interest expense	(14,968)	(574)	(32,484)	(25)
Amortization of bond prepaid insurance	-	-	(23)	-
Loss on disposition of capital assets	(1,669)	-	(3,721)	135
Total nonoperating revenues (expenses)	<u>12,525</u>	<u>-</u>	<u>3,646</u>	<u>3,492</u>
Income (loss) before capital contributions and transfers	322	3,451	67,506	2,924
Capital contributions		-	34,411	-
Transfers in	444	5,310	6,316	417
Transfers out	(1,163)	(9,360)	(42,685)	(1,051)
Changes in net position	<u>(397)</u>	<u>(599)</u>	<u>65,548</u>	<u>2,290</u>
Total net position, beginning of year	<u>107,089</u>	<u>33,610</u>	<u>1,107,244</u>	<u>100,096</u>
Total net position, end of year	<u>\$ 106,692</u>	<u>\$ 33,011</u>	<u>\$ 1,172,792</u>	<u>\$ 102,386</u>

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

# City of Sacramento

## Proprietary Funds

### Statement of Cash Flows

For the Fiscal Year Ended June 30, 2020

(in thousands)

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water Fund</b>	<b>Wastewater Fund</b>	<b>Storm Drainage Fund</b>	<b>Solid Waste Fund</b>
Cash flows from operating activities:				
Receipts from customers and users	\$ 139,507	\$ 43,731	\$ 40,045	\$ 65,977
Receipts from interfund services provided	-	-	-	-
Payments to suppliers	(21,670)	(15,651)	(17,179)	(38,844)
Payments to employees	(41,614)	(10,283)	(13,716)	(18,688)
Claims and judgements paid	(70)	(81)	(56)	(171)
Net cash provided by (used for) operating activities	<u>76,153</u>	<u>17,716</u>	<u>9,094</u>	<u>8,274</u>
Cash flows from noncapital financing activities:				
Transient occupancy taxes	-	-	-	-
Transfers in from other funds	84	191	89	198
Transfers out to other funds	(15,083)	(4,760)	(4,362)	(7,251)
Collections on interfund loans	-	-	-	-
Loans made to other funds	-	-	-	-
Interfund loan repayments	-	-	-	-
Intergovernmental revenue received	2,157	1	-	726
Claim and judgement recoveries	-	-	-	-
Net cash provided by (used for) noncapital financing activities	<u>(12,842)</u>	<u>(4,568)</u>	<u>(4,273)</u>	<u>(6,327)</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(55,391)	(21,703)	(418)	(972)
Proceeds from sale of capital assets	-	-	-	-
Proceeds from issuance of debt	27,209	-	-	-
Principal payments on capital debt	(16,047)	(1,443)	(3,184)	(965)
Interest payments on capital debt	(18,106)	(2,489)	(241)	(605)
Intergovernmental revenue received	-	-	-	-
Transfers in from other funds	-	-	-	-
Transfers out to other funds	(531)	(52)	-	(123)
Capital contributions received	6,644	16,684	156	-
Loan repayments received	792	139	461	-
Net cash used for capital and related financing activities	<u>(55,430)</u>	<u>(8,864)</u>	<u>(3,226)</u>	<u>(2,665)</u>
Cash flows from investing activities:				
Collection of interest and investment revenue	3,845	2,313	1,290	1,212
Net increase (decrease) in cash and cash equivalents	11,726	6,597	2,885	494
Cash and cash equivalents, beginning of year	155,128	79,425	44,725	47,041
Cash and cash equivalents, end of year	<u>\$ 166,854</u>	<u>\$ 86,022</u>	<u>\$ 47,610</u>	<u>\$ 47,535</u>

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

# City of Sacramento

## Proprietary Funds

### Statement of Cash Flows

For the Fiscal Year Ended June 30, 2020

(in thousands)

	Business-type Activities - Enterprise Funds			Governmental
	Community Center Fund	Other Enterprise Funds	Total	Activities - Internal Service Funds
Cash flows from operating activities:				
Receipts from customers and users	\$ 2,920	\$ 21,657	\$ 313,837	\$ -
Receipts from interfund services provided	-	-	-	164,656
Payments to suppliers	(8,880)	(7,649)	(109,873)	(110,247)
Payments to employees	(4,843)	(8,809)	(97,953)	(12,633)
Claims and judgements paid	(2)	(37)	(417)	(20,410)
Net cash provided by (used for) operating activities	(10,805)	5,162	105,594	21,366
Cash flows from noncapital financing activities:				
Transient occupancy taxes	23,933	-	23,933	-
Transfers in from other funds	-	5,310	5,872	8
Transfers out to other funds	(1,164)	(1,801)	(34,421)	(999)
Collections on interfund loans	-	-	-	1,569
Loans made to other funds	-	-	-	(5,234)
Interfund loan repayments	(250)	-	(250)	-
Intergovernmental revenue received	-	2	2,886	20
Claim and judgement recoveries	-	-	-	(8,708)
Net cash provided by (used for) noncapital financing activities	22,519	3,511	(1,980)	(13,344)
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(119,590)	(531)	(198,605)	(17,613)
Proceeds from sale of capital assets	-	-	-	912
Proceeds from issuance of debt	55,358	-	82,567	-
Principal payments on capital debt	(7,297)	(4,013)	(32,949)	(393)
Interest payments on capital debt	(15,972)	(752)	(38,165)	(32)
Intergovernmental revenue received	-	-	-	-
Transfers in from other funds	445	-	445	358
Transfers out to other funds	-	(7,559)	(8,265)	-
Capital contributions received	-	-	23,484	-
Loan repayments received	-	-	1,392	-
Net cash used for capital and related financing activities	(87,056)	(12,855)	(170,096)	(16,768)
Cash flows from investing activities:				
Collection of interest and investment revenue	7,989	573	17,222	3,269
Net increase (decrease) in cash and cash equivalents	(67,353)	(3,609)	(49,260)	(5,477)
Cash and cash equivalents, beginning of year	318,231	30,345	674,895	116,957
Cash and cash equivalents, end of year	\$ 250,878	\$ 26,736	\$ 625,635	\$ 111,480

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

(continued)



## City of Sacramento

### Proprietary Funds

### Statement of Cash Flows

For the Fiscal Year Ended June 30, 2020

(in thousands)

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water Fund</b>	<b>Wastewater Fund</b>	<b>Storm Drainage Fund</b>	<b>Solid Waste Fund</b>
Reconciliation of cash and cash equivalents to the Statement of Net Position:				
Cash and investments held by City	\$ 116,853	\$ 59,445	\$ 42,230	\$ 46,682
Cash and investments held by fiscal agent	5	14	7	-
Restricted cash and investments held by City	46,627	25,183	4,630	853
Restricted cash and investments held by fiscal agent	3,369	1,380	743	-
<b>Total cash and cash equivalents, end of year</b>	<b>\$ 166,854</b>	<b>\$ 86,022</b>	<b>\$ 47,610</b>	<b>\$ 47,535</b>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ 51,621	\$ 14,312	\$ (1,646)	\$ 8,325
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation/amortization expense	22,579	4,262	10,996	1,369
Amortization of intangible assets	-	-	-	-
Changes in assets, liabilities, and deferred outflows and inflows of resources:				
Accounts receivable, net	(2,659)	(831)	(666)	(1,109)
Intergovernmental receivables	-	-	(160)	-
Inventories	(257)	(6)	(8)	-
Prepaid items	6	3	(4)	-
Accounts payable	1,606	(552)	(462)	(391)
Accrued payroll	(429)	(117)	(268)	(135)
Accrued compensated absences	357	(19)	(160)	109
Accrued claims and judgements	(9)	17	(20)	(12)
Liability for landfill closure	-	-	-	(158)
Deposits	(2)	-	-	-
Unearned revenue	127	-	-	-
Net pension liability and related deferred outflows/inflows of resources	4,242	1,004	2,008	1,045
Net OPEB liability and related deferred outflows/inflows of resources	(1,029)	(357)	(516)	(769)
<b>Net cash provided by (used for) operating activities</b>	<b>\$ 76,153</b>	<b>\$ 17,716</b>	<b>\$ 9,094</b>	<b>\$ 8,274</b>
Noncash investing, capital and financing activities:				
Contributions of capital assets	\$ 7,148	\$ 1,808	\$ 6,758	\$ -
Transfer of capital assets from governmental funds, net of depreciation	434	-	988	-
Amortization of bond premium and discount	2,659	353	(10)	160
Amortization of bond loss on refunding	(361)	-	-	-
Amortization of bond gain on refunding	190	-	-	-
Amortization of bond prepaid insurance	(23)	-	-	-
Decrease in prepaid items for capital assets	-	-	-	-
Capital asset acquisitions on accounts payable	5,060	4,157	606	75
Refunding bond proceeds deposited into escrow account	188,388	-	-	-
Defeasance of capital debt with bond proceeds in escrow	(188,388)	-	-	-

(continued)

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

# City of Sacramento

## Proprietary Funds

### Statement of Cash Flows

For the Fiscal Year Ended June 30, 2020

(in thousands)

	Business-type Activities - Enterprise Funds			Governmental
	Community Center Fund	Other Enterprise Funds	Total	Activities - Internal Service Funds
Reconciliation of cash and cash equivalents to the Statement of Net Position:				
Cash and investments held by City	\$ 34,933	\$ 24,978	\$ 325,121	\$ 111,296
Cash and investments held by fiscal agent	72	17	115	184
Restricted cash and investments held by City	201,208	-	278,501	-
Restricted cash and investments held by fiscal agent	14,665	1,741	21,898	-
<b>Total cash and cash equivalents, end of year</b>	<b>\$ 250,878</b>	<b>\$ 26,736</b>	<b>\$ 625,635</b>	<b>\$ 111,480</b>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (12,203)	\$ 3,451	\$ 63,860	\$ (568)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation/amortization expense	1,833	1,582	42,621	12,461
Amortization of intangible assets	-	8	8	-
Changes in assets, liabilities, and deferred outflows and inflows of resources:				
Accounts receivable, net	275	(32)	(5,022)	2
Intergovernmental receivables	-	-	(160)	-
Inventories	-	-	(271)	-
Prepaid items	(383)	22	(356)	(9)
Accounts payable	(866)	371	(294)	1,997
Accrued payroll	(107)	(181)	(1,237)	(192)
Accrued compensated absences	(34)	44	297	(30)
Accrued claims and judgements	(2)	(35)	(61)	6,422
Liability for landfill closure	-	-	(158)	-
Deposits	-	(494)	(496)	3
Unearned revenue	187	(285)	29	14
Net pension liability and related deferred outflows/inflows of resources	750	975	10,024	1,655
Net OPEB liability and related deferred outflows/inflows of resources	(255)	(264)	(3,190)	(389)
<b>Net cash provided by (used for) operating activities</b>	<b>\$ (10,805)</b>	<b>\$ 5,162</b>	<b>\$ 105,594</b>	<b>\$ 21,366</b>
Noncash investing, capital and financing activities:				
Contributions of capital assets	\$ -	\$ -	\$ 15,714	\$ -
Transfer of capital assets from governmental funds, net of depreciation	-	-	1,422	-
Amortization of bond premium and discount	1,208	127	4,497	5
Amortization of bond loss on refunding	-	-	(361)	-
Amortization of bond gain on refunding	-	24	214	-
Amortization of bond prepaid insurance	-	-	(23)	-
Decrease in prepaid items for capital assets	-	-	-	4,198
Capital asset acquisitions on accounts payable	15,992	18	25,908	879
Refunding bond proceeds deposited into escrow account	-	-	188,388	-
Defeasance of capital debt with bond proceeds in escrow	-	-	(188,388)	-

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

**City of Sacramento**  
**Fiduciary Funds**  
**Statement of Net Position**

June 30, 2020  
(in thousands)

	Pension Trust Fund	Investment Trust Funds	Private-Purpose Trust Fund	Agency Funds
<b><u>ASSETS</u></b>				
Cash and cash equivalents held by City	\$ 6,573	\$ 190,988	\$ 10,564	\$ 15,372
Cash and investments held by fiscal agent	-	-	22,162	20,095
Prepaid items	-	-	211	-
Receivables, net:				
Taxes	-	-	-	198
Accounts	-	-	-	6
Interest	974	584	-	9
Investments, at fair value:				
U.S. government obligations	695	-	-	-
Corporate bonds/notes	29,245	-	-	-
Equity securities	30,686	-	-	-
Exchange traded funds	156,156	-	-	-
Municipal bonds/notes	40,199	-	-	-
Mortgage loans	1,074	-	-	-
Loans receivable	-	-	5,048	-
Capital assets:				
Land	-	-	4,969	-
Buildings and improvements	-	-	141	-
Less: accumulated depreciation/amortization	-	-	(41)	-
<b>Total assets</b>	<b>265,602</b>	<b>191,572</b>	<b>43,054</b>	<b>\$ 35,680</b>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>				
Loss on refunding of debt	-	-	1,476	\$ -
<b><u>LIABILITIES</u></b>				
Accounts payable	5	-	342	34
Benefits payable	2,460	-	-	-
Due to bondholders	-	-	-	35,646
Interest payable	-	-	345	-
Contracts payable	-	-	16,021	-
Pollution remediation obligations	-	-	-	-
Bonds payable	-	-	57,207	-
Notes payable	-	-	164,979	-
<b>Total liabilities</b>	<b>2,465</b>	<b>-</b>	<b>238,894</b>	<b>\$ 35,680</b>
<b><u>NET POSITION</u></b>				
Held in trust for:				
Net position restricted for pensions	263,137	-	-	
External pool participants	-	191,572	-	
Redevelopment dissolution	-	-	(194,364)	
<b>Total net position (deficit)</b>	<b>\$ 263,137</b>	<b>\$ 191,572</b>	<b>\$ (194,364)</b>	

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

**City of Sacramento**  
**Fiduciary Funds**  
**Statement of Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<b>Pension Trust Fund</b>	<b>Investment Trust Funds</b>	<b>Private-Purpose Trust Fund</b>
Additions:			
Property taxes	\$ -	\$ -	\$ 29,143
Contributions:			
Employer	4,410	-	-
Employees	25	-	-
Total contributions	4,435	-	-
Investment income:			
From investment activities:			
Net appreciation in fair value of investments	284	1,228	-
Interest	3,939	3,736	657
Dividends	4,469	-	-
Total investment income	8,692	4,964	657
Investment expenses:			
Banking, interest, and fiscal agent expenses	24	173	-
Professional services	1,077	-	-
Total investment expenses	1,101	173	-
Net income from investment activities	7,591	4,791	657
Deposits	-	88,360	128
Total additions	12,026	93,151	29,928
Deductions:			
Benefits	30,455	-	-
Refunds of employee contributions	2	-	-
Withdrawals	-	68,886	-
Interest expense	-	-	6,092
Other enforceable obligation payments	-	-	4,398
Loan forgiveness	-	-	163
Loss on disposal of capital asset	-	-	2
Depreciation expense	-	-	5
Total deductions	30,457	68,886	10,660
Changes in net position	(18,431)	24,265	19,268
Net position (deficit), beginning of year	281,568	167,307	(213,632)
Net position (deficit), end of year	<u>\$ 263,137</u>	<u>\$ 191,572</u>	<u>\$ (194,364)</u>

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

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# Notes to the Basic Financial Statements

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### DEFINITION OF REPORTING ENTITY

The City of Sacramento (City) was incorporated in 1849 under the laws of the State of California. Sacramento is a charter city and operates under a City Council – City Manager form of government. The City provides a full range of municipal services including police, fire, water, wastewater, storm drainage, solid waste, construction and maintenance of streets, planning and zoning, code enforcement, parks, recreation programs, and cultural activities.

These basic financial statements present the financial status of the City and its component units, which are included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

#### Blended Component Units

The Sacramento City Financing Authority (SCFA) is a joint exercise of powers entity created by the City and the former Redevelopment Agency of the City of Sacramento to facilitate the financing and refinancing of public capital facilities. Most of the debt of the SCFA is backed by the City's General Fund. The SCFA is governed by the City Council.

The Sacramento Public Financing Authority (SPFA) is a joint exercise of powers entity created by the City and the Sacramento City Housing Authority to facilitate the financing and refinancing of public capital facilities. Most of the debt of the SPFA is backed by the City. The SPFA is governed by the City Council.

#### Fiduciary-type Component Units

Sacramento City Employees' Retirement System (SCERS) is a single employer pension plan sponsored and administered by the City for City employees, except public safety employees, hired before January 29, 1977 and public safety employees who retired with SCERS benefits before December 30, 1989. Under provisions of the City Charter, SCERS is managed by the Administration, Investment and Fiscal Management Board (the Board), consisting of the City Manager, City Director of Finance, City Treasurer and two residents of the City appointed by the City Council. Duties of the Board include the adoption of investment standards for SCERS, the establishment of contribution rates, the administration and investment of funds, the selection of investment advisors, the crediting of interest, and any action relating to the fiscal management of SCERS. Complete stand-alone financial statements may be obtained by writing the City of Sacramento Department of Finance, 915 I Street, 4<sup>th</sup> Floor, Sacramento, CA 95814.

The Successor Agency to the Redevelopment Agency of the City of Sacramento (Successor Agency) was created to serve as a custodian for the assets and to wind down the affairs of the former Redevelopment Agency of the City of Sacramento. The City was designated to serve as the Successor Agency subject to control of a County Oversight Board. The Oversight Board is comprised of seven members; two of which will be appointed by the Board: a Board member or County staff person, member of the public, member appointed by the city selection committee, representative from a special district as appointed by the independent special district selection committee, representative appointed by the County Board of Education, representative appointed by the Chancellor of the California Community Colleges, and a representative of the largest number of successor agency employees in the County appointed by the recognized employee organization. Based upon the nature of the Successor Agency's custodial role, it is reported as a fiduciary fund (private-purpose trust fund).

#### ACCOUNTING POLICIES

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the City are described below.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### New Pronouncements

GASB Statement No. 95 – In May 2020, GASB issued Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. The objective of this statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. That objective is accomplished by postponing the effective dates of certain provisions in Statements and Implementation Guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018, and later. The City has implemented GASB 95 and the new effective dates have been reflected in the affected standards below.

The City is currently analyzing its accounting and financial reporting practices to determine the potential impact on the financial statements of the following GASB Statements:

GASB Statement No. 84 – In January 2017, GASB issued Statement No. 84, *Fiduciary Activities*. The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This statement also provides for recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources. The provisions in Statement 84 are effective for fiscal years beginning after December 15, 2019. The City has not determined the effect of implementing this statement.

GASB Statement No. 87 – In June 2017, GASB issued Statement No. 87, *Leases*. The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases; enhancing the comparability of financial statements between governments; and also enhancing the relevance, reliability (representational faithfulness), and consistency of information about the leasing activities of governments. The provisions in Statement 87 are effective for fiscal years beginning after June 15, 2021. The City has not determined the effect of implementing this statement.

GASB Statement No. 90 – In August 2018, the GASB issued Statement No. 90, *Majority Equity Interests - an amendment of GASB Statements No. 14 and No. 61*. The objectives of this statement are to improve consistency in the measurement and comparability of the financial statement presentation of majority equity interests in legally separate organizations and to improve the relevance of financial statement information for certain component units. The provisions in Statement 90 are effective for fiscal years beginning after December 15, 2019. The City has not determined the effect of implementing this statement.

GASB Statement No. 91 – In May 2019, the GASB issued Statement No. 91, *Conduit Debt Obligations*. The objectives of this statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The provisions in Statement 91 are effective for fiscal years beginning after December 15, 2021. The City has not determined the effect of implementing this statement.

GASB Statement No. 92 – In January 2020, GASB issued Statement No. 92, *Omnibus 2020*. The objectives of this statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The provisions in Statement 92 are effective for fiscal years beginning after June 15, 2021. The City has not determined the effect of implementing this statement.

GASB Statement No. 93 – In March 2020, GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*. The objective of this statement is to address those and other accounting and financial reporting implications that result from the replacement of an interbank offered rate. The provisions in Statement 93 are effective for fiscal years beginning after June 15, 2021. The City has not determined the effect of implementing this statement.



# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### New Pronouncements (Continued)

GASB Statement No. 94 – In March 2020, GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The primary objective of this statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements. The provisions in Statement 94 are effective for fiscal years beginning after June 15, 2022. The City has not determined the effect of implementing this statement.

GASB Statement No. 96 – In May 2020, GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements for government end users. The provisions in Statement 96 are effective for fiscal years beginning after June 15, 2022. The City has not determined the effect of implementing this statement.

GASB Statement No. 97 – In June 2020, GASB issued Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*. The primary objectives of this statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code Section 457 deferred compensation plans that meet the definition of a pension plan and for benefits provided through those plans. The provisions in Statement 97 are effective for fiscal years beginning after June 15, 2021. The City has not determined the effect of implementing this statement.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the non-fiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely significantly on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the City is financially accountable.

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. Certain indirect costs are allocated to expenses and capital assets of governmental and business-type activities. At the government-wide level, citywide and community support expenses within the General Fund are allocated to City departments. Utilities expense within the General Fund is allocated to public works. 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.

As a general rule the effect of interfund activity has been removed from the government-wide financial statements. Internal service fund activity has been eliminated from the statement of activities. The effect of interfund services provided and used between functions, such as the sale of water from the Water Fund to the General Fund, has not been eliminated in the statement of activities. The City's payments in lieu of taxes from its enterprise funds to the General Fund are reported as interfund transfers.

The accounts of the City are organized on the basis of funds. A fund is a separate accounting entity with a self-balancing set of accounts. Each fund was established for the purpose of accounting for specific activities in accordance with applicable regulations, restrictions or limitations. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary trust fund financial statements. Agency funds, included in the fiduciary fund financial statements, are also reported using the accrual basis of accounting; however, they are not reported using a measurement focus because only assets and liabilities are presented. 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 have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal 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.

Property taxes, sales taxes, utility user taxes, intergovernmental revenue, special assessments, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

The City reports the following major governmental funds:

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

The Measure U Fund was established to account for the temporary half-cent sales tax approved by voters on November 6, 2012. On November 6, 2018, Sacramento voters approved a new version of the City's Measure U sales and use tax eliminating the sunset provision and raising it from half-cent to one cent. The one cent sales and use tax was effective April 1, 2019.

The 2015 Golden 1 Center Lease Revenue Bond Fund accounts for debt service activities related to financing a portion of construction costs of a multi-purpose entertainment and sports complex located in the downtown area of Sacramento.

The Operating Grants Fund accounts for federal, state, and other agency grants received for various specific purposes.

The City reports the following major enterprise funds:

The Water Fund accounts for the operation and maintenance of the City's water treatment and water transmission and distribution systems.

The Wastewater Fund accounts for the operation and maintenance of the City's wastewater system.

The Storm Drainage Fund accounts for the operation and maintenance of the City's surface drainage system.

The Solid Waste Fund accounts for the collection and disposal of refuse throughout the City and for landfill closure.

The Community Center Fund accounts for the operation and maintenance of the City's Community Center, including the theater and exhibit halls.

Additionally, the City reports the following fund types:

Internal Service Funds account for the financing of fleet and risk management services to other departments on a cost reimbursement basis.

The Pension Trust Fund accounts for the assets held on behalf of the Sacramento City Employees' Retirement System (SCERS) for pension benefit payments to qualified employees.

Investment Trust Funds account for the net position held on behalf of investors, in the City's investment pool and individual accounts, who are not part of the City's financial reporting entity.

The Private-Purpose Trust Fund accounts for the assets received by the Successor Agency from the City's former redevelopment agency in order to liquidate its enforceable obligations, pursuant to Assembly Bill X1 26 which dissolved redevelopment agencies in California.

Agency Funds account for assets held by the City as an agent for bonded assessment and community facilities districts.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, including fees, fines, and forfeitures, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Program revenues also include earnings on investments that are legally restricted for a specific program. 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 principal operating revenues of the City's enterprise funds and internal service funds are charges to customers 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 net position are available for use, it is the City's practice to use restricted resources first followed by unrestricted resources as they are needed. When all fund balance types are available, it is the City's practice to use restricted resources first, followed by committed, assigned, and unassigned resources as they are needed.

**Budget Information**

The City Manager submits a proposed budget to the City Council no later than 60 days prior to the commencement of the fiscal year. The City Council holds public hearings, modifies the City Manager's recommendations, and adopts a final budget in June. The budget adoption resolution specifies that budgets will be controlled at the department level (e.g., police, fire, public works, parks and recreation etc.) by fund.

Annual budgets are adopted for the General Fund, Measure U Fund, the City/County Office of Metropolitan Water Planning (CCOMWP) Fund, the Cal EPA Fund, as well as certain activities within the Transportation and Development Fund, the Culture and Leisure Fund, the Parks and Recreation Fund, and the Special Districts Fund. Annual budgets are also adopted for the enterprise and internal service funds, although they are not legally required. Multi-year project-length budgets are adopted for the General Fund, capital projects funds, and the Operating Grants Fund where appropriations remain authorized for each project until closed, irrespective of fiscal year. Expenditures are appropriated on a modified accrual basis, except that commitments related to purchase orders are treated as expenditures in the year of commitment.

Budgets are modified throughout the year when the tax base changes, fees are modified, new revenue sources are identified, or programs are changed. The City Manager is authorized to administratively amend the budget during the year for transactions up to \$100 without City Council approval. All other appropriation adjustments during the year require City Council approval. Significant appropriation adjustments were not required during the fiscal year ended June 30, 2020. Unencumbered annual budget appropriations lapse at fiscal year-end. The City honors contracts represented by year-end encumbrances and the appropriations carried over provide authority to complete these transactions in future years. Multi-year project-length budget appropriations are automatically carried over into the next fiscal year.

**Financial Statement Elements**

**Fair Value Measurement** – 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, and Level 3 inputs are significant unobservable inputs.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### Financial Statements Elements (Continued)

**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 a 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 governments may impose special taxes (except on real property) with the approval of two-thirds of the qualified electors.

Property taxes are levied annually by the Sacramento County Assessor on July 1 and become a lien on property on the preceding January 1. Taxes are due November 1 and February 1 and are delinquent if not paid by December 10 and April 10, respectively.

The City participates in an alternative method of distribution of property tax levies and assessments known as the "Teeter Plan". The State Revenue and Taxation Code allows counties to distribute secured real property, assessment and supplemental property taxes on an accrual basis resulting in full payment to cities each fiscal year. Any subsequent delinquent payments and related penalties and interest during a fiscal year will revert to Sacramento County. The Teeter Plan payment, which includes 95% of the outstanding accumulated delinquency, is included in property tax revenue. Under the Teeter Plan code, 5% of the delinquency must remain with the County as a reserve for Teeter Plan funding.

**Receivables and Payables** – Property taxes, sales taxes, utility user taxes, and other taxes, related to the current fiscal year are accrued as revenue and accounts receivable and considered available if received within 60 days of year end.

Federal and State grants are considered receivable and accrued as revenue when all eligibility requirements have been met under the accrual basis of accounting in the government-wide statement of net position. The amount recognized as revenue under the modified accrual basis of accounting is limited to the amount that is deemed measurable and available as described above.

Long-term loans receivable reported in the governmental fund statements are recorded with offsetting unavailable revenue or nonspendable fund balance for noncurrent assets because the resources cannot be spent. Long-term loans receivable reported in the proprietary fund statements, as well as long-term loans reported in the government-wide statements, are not offset by unavailable revenue. Unbilled utility revenue earned is recognized as revenue and accounts receivable in the enterprise funds.

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). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

**Inventories and Prepaid Items** - Inventories in the proprietary funds are stated at cost and consist of expendable materials and supplies.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items, using the consumption method, in both government-wide and fund financial statements.

**Restricted Assets** - Certain proceeds of debt issues, as well as certain resources set aside for their repayment, are classified as restricted assets on the statements of net position and balance sheets because their use is limited by applicable bond covenants. Unspent developer impact fees are classified as restricted assets on the statements of net position for the Water and Wastewater enterprise funds.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### Financial Statement Elements (Continued)

**Capital Assets** - Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are recorded at the lower of actual historical cost or acquisition value (as of the date donated for contributed assets) although for certain older assets estimated historical costs are used.

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

Building and improvements	Primarily 15 to 70 years
Transmission and distribution system	Primarily 15 to 100 years
Machinery, vehicles and equipment	Primarily 5 to 30 years
Software	Primarily 5 to 20 years
Roadway network	Primarily 20 to 70 years
Streetlight network	Primarily 40 to 50 years
Park and park improvements	Primarily 15 to 30 years

It is the policy of the City to capitalize all land, buildings and improvements, equipment, and infrastructure assets, except assets costing less than \$20, unless a federal funding source is utilized. All capital assets in excess of \$5 financed by a federal funding source are capitalized. The City also capitalizes all intangible capital assets, primarily easements and software, except assets costing less than \$100, unless a federal funding source is utilized. Costs of capital assets sold or retired (and related amounts of accumulated depreciation/amortization) 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 proprietary fund, governmental activities, and business-type activities. 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.

The Crocker Art Museum's collection of works of art, held in trust by the City, has not been reported in these financial statements. The City has elected not to report the collection because it meets the three criteria for waiving capitalization: the collection is held for reasons other than financial gain; the collection is protected, kept unencumbered, cared for, and preserved; and the collection is subject to an organizational policy requiring that the proceeds from sales of collection items be used to acquire other items for the collection.

**Deferred Outflows/Inflows of Resources** - In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an expense/expenditure until then. The City has three items, loss on refunding of debt and deferred outflows related to pensions and OPEB, which qualifies for reporting in this category.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position and fund balance that applies to a future period(s) and so will not be recognized as revenue until then. The City has four items recognized in the statement of net position: gain on refunding of debt, deferred service concession arrangement revenue, deferred inflows related to pensions, and OPEB. In addition, there is one item recognized in the governmental funds, unavailable revenue, which qualifies for reporting in this category.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Financial Statement Elements (Continued)**

**Compensated Absences** - Benefit qualified employees accrue vacation, sick, and holiday benefits. A full-time employee may accumulate up to sixty days of vacation. Sick leave vests and may be accumulated until retirement. An employee with sixty or more days of accumulated sick leave at the end of a calendar year may elect to receive a 25% payment of any unused sick leave earned in the previous calendar year. The amount of sick leave paid is deducted from the employee's total accumulation. Upon retirement, employees with a minimum of 20 years of City service, excluding SCERS employees, have the option of converting their sick leave accumulation into CalPERS service credit hours, or receiving a cash payment of one-third of the accumulated sick leave. The City accrues expected cash payments of accumulated sick leave at fiscal year-end. Employees who leave the City and are not retiring forfeit any remaining sick leave.

Employees receive 14 holidays per calendar year. Employees accrue all or a portion of these 14 days during the year depending on their job classification. Classifications that accrue all 14 days get paid in cash throughout the year whenever their holiday leave balances exceed the 14 days total. All other employees accrue one or two days of "floating" holiday time, depending on the bargaining unit, throughout the year in conjunction with their remaining twelve holidays. Employees who accrue "floating" holiday time get paid annually in January for any calendar year-end balance greater than eight hours.

All hourly employees have the option of being compensated for their overtime pay with compensatory time off (CTO). Depending on the employee's CTO plan, the employee may accrue a maximum of 80, 120 or 160 hours of CTO. The employee's applicable labor agreement or the City Council's resolution for unrepresented employees determines the maximum accruable number of CTO hours.

All compensated absences are accrued when earned in the government-wide and proprietary fund financial statements. 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.

**Unearned Revenue** - Unearned revenue in accrual-based statements arises when resources are received by the City before it has a legal claim to them (i.e., when grant monies are received prior to incurring qualified expenditures).

**Long-term Obligations** - In the government-wide and proprietary and fiduciary 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 effective interest method. Gains and losses on debt refunding are deferred and amortized over the shorter of the remaining life of the old debt or the life of the new debt using the straight-line method. Bonds payable are reported net of bond premium or discount. Bond issuance costs are reported as expenditures when incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of 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, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020

(dollar amounts expressed in thousands)

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### Financial Statement Elements (Continued)

**Fund Balance** - In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Nonspendable fund balances include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Amounts that are restricted to specific purposes, either by a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation, are classified as restricted fund balances. Amounts that can only be used for specific purposes pursuant to constraints imposed by the City Council through a resolution, which is the highest form of decision authority, are classified as committed fund balances. Amounts that are constrained by the City Council's intent to be used for specific purposes through a resolution, but are neither restricted nor committed, are classified as assigned fund balances. Negative fund balance in governmental funds and residual fund balance in the General Fund, after determining the fund balance classifications described above, is reported as unassigned fund balance. The General Fund is the only fund that can report a positive unassigned fund balance amount.

The City's Economic Uncertainty Reserve (Reserve) is a stabilization arrangement in the General Fund reported as committed fund balance. The City Council reaffirmed its policy goal for the Reserve with an updated policy adopted by resolution number 2019-0248 (Budget resolution for fiscal year 2019/20) to include Measure U resources. The adopted Reserve goal is to achieve a reserve equal to 10% of annual General Fund and Measure U revenues and a target reserve equal to two months of regular ongoing General Fund and Measure U expenditures, including transfers. The City Manager may recommend a release from the Reserve when the gap between projected revenue and expenditures is greater than \$1,000 in the proposed budget. Additions and releases from the Reserve must be approved by City Council by resolution.

**Statement of Cash Flows** - For purposes of the statement of cash flows, cash equivalents are defined as investments with original maturities of 90 days or less, which are readily convertible to known amounts of cash. The City considers all pooled cash and investments (consisting of cash and investments and restricted cash and investments) held by the City as cash and cash equivalents because the pool is used essentially as a demand deposit account from the standpoint of the funds. The City also considers all non-pooled cash and investments (consisting of cash with fiscal agent and restricted cash and investments held by fiscal agent) as cash and cash equivalents because investments meet the criteria for cash equivalents defined above.

**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. 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) and Sacramento Employees' Retirement System (SCERS) Plans and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS and SCERS, respectively. 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.

**Other Postemployment Benefits (OPEB)** - For purposes of measuring the net OPEB liability and deferred outflows/inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's CalPERS Plan and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.



**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 2 – CASH AND INVESTMENTS**

The following is a summary of cash and investments at June 30, 2020:

	Government-wide Statement of Net Position	Fiduciary Funds Statement of Net Position	Total
Cash and investments	\$ 1,133,635	\$ 523,809	\$ 1,657,444
Restricted cash and investments	329,286	-	329,286
<b>Total</b>	<b>\$ 1,462,921</b>	<b>\$ 523,809</b>	<b>\$ 1,986,730</b>

Under the authority of the Sacramento City Charter, the Sacramento City Council, by Resolution 2020-0084, has delegated its investment authority to the City Treasurer. The City Treasurer manages the City's investments in accordance with the City's investment policy, which was last reaffirmed by the City Council on April 7, 2020. The City's investment policy requires compliance with the California Government Code for investments of public funds. The City's investment policy also provides limits on rate anticipation, arbitrage, and other swap investments.

SCERS pension trust fund investments are managed by the Administration, Investment and Fiscal Management (AIFM) Board pursuant to an investment policy adopted by the Board and approved by the City Council by Resolution 2019-0257. Investment standards adopted by the SCERS Board were last approved by the City Council on June 25, 2019. The investment policy allows the Board to invest in fixed income and equity securities deemed prudent by the Board. Pursuant to the investment policy, the Board annually allocates the funds to different investment groups. For fiscal year 2020, the asset allocations consisted of the following: 30% Fixed Income securities, 35% Large Cap Growth stocks, 27.5% Equity Income stocks and 7.5% International stocks. The investment policy allows for up to 5% variance from these approved allocation levels to provide flexibility to investment activities without altering the risk profile of the SCERS portfolio.

**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 2 – CASH AND INVESTMENTS (Continued)**

The table below identifies the investment types that are authorized for public funds of the City by the California Government Code. The table also identifies certain provisions of the California Government Code 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	Minimum Rating
Local agency bonds	5 years*	None	None	None
U.S. Treasury obligations	5 years*	None	None	None
U.S. agency securities	5 years*	None	None	None
Supranational securities	5 years	30%	None	AA
Bankers acceptance	180 days	40%	30%	None
Commerical paper	270 days	25%	10%	A1/P1
Negotiable certificates of deposit	5 years	30%	None	None
Repurchase agreements	1 year	None	None	None
Reverse repurchase and securities lending agreements	92 days	20% of base value	None	None
Medium term notes (bank notes and corporate bonds)	5 years*	30%	None	A
Mutual funds	N/A	20%	10%	Aaa
Money market mutual funds	N/A	20%	10%	Aaa
Collateralized bank deposits	5 years	None	None	None
Mortgage pass-through securities	5 years	20%	None	AA
Joint Powers Authority pool	N/A	None	None	None
County pooled investment	N/A	None	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None	None

\*The City investment policy allows these investments to have maximum maturities of 5 years, plus not more than 30 days. Such approved maturity extensions are authorized by California Government Code section 53601.

The table above does not address the investments held by the SCERS pension trust fund. The SCERS AIFM Board was established by the City Charter to maintain and manage investments of this system, including but not limited to the adoption of investment standards and the administration and investment of the funds. The statutory authority for the SCERS AIFM Board is created in Sacramento City Charter Section 383. Allowable investments are governed by the SCERS investment policy and are different than those prescribed by the City's investment policy.

The table above also does not address investments of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the City or other trust funds.

**Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity its fair value is to changes in market interest rates. The City's investment policy limits interest rate risk by requiring compliance with the California Government Code for investments of public funds, as described in detail above. One of the ways that the City and SCERS manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturing evenly over time as necessary to provide the cash flow and liquidity needed for operations.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 2 – CASH AND INVESTMENTS (Continued)**

**Interest Rate Risk (Continued)**

Information about the sensitivity of the fair values of the City’s and SCERS’ investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following tables that show the distribution of the investments by maturity. The remaining maturity of the City’s and SCERS’ investments included in the tables below are based on the stated maturity dates of the individual investments, except in the case of variable rate investments where the maturity date is the next reset date. Variable rate securities are investments with terms that provide for the adjustment of interest rates on specified dates based on predefined mathematical formulas. The fair value of such investments can reasonably be expected to be affected at each interest rate reset date.

The City’s cash and investments by maturities as of June 30, 2020 are as follows:

Cash and Investment Type	No Maturity	Remaining Maturity in Years			Total
		Under 1	1-5	Over 5	
Bank deposits	\$ 88,511	\$ -	\$ -	\$ -	\$ 88,511
Commercial paper	-	180,836	-	-	180,836
Corporate bonds/notes	-	151,844	337,054	794	489,692
Equities	4,445	-	-	-	4,445
Exchange traded funds	1,813	-	-	-	1,813
Investment Trust of California (CalTRUST)	-	181,389	85,462	-	266,851
Local Agency Investment Fund (LAIF)	-	75,000	-	-	75,000
Municipal bonds/notes	-	43,782	65,101	-	108,883
Money market mutual funds	-	67,686	-	-	67,686
Negotiable certificates of deposit	-	72,630	42,225	-	114,855
Supranational securities	-	10,058	17,171	-	27,229
U.S. agency securities	-	50,860	242,400	-	293,260
U.S. Treasury bills	-	999	-	-	999
U.S. Treasury notes	-	1,769	273	-	2,042
<b>Total Cash and Investments</b>	<b>\$ 94,769</b>	<b>\$ 836,853</b>	<b>\$ 789,686</b>	<b>\$ 794</b>	<b>\$ 1,722,102</b>

The \$794 of corporate bonds/notes with remaining maturities longer than five years are held by other trust funds.

SCERS’ cash and investments by maturities as of June 30, 2020 are as follows:

Cash and Investment Type	No Maturity	Remaining Maturity in Years			Total
		Under 1	1-5	Over 5	
City of Sacramento Investment Pool	\$ -	\$ 6,573	\$ -	\$ -	\$ 6,573
Corporate bonds/notes	-	5,163	1,024	23,058	29,245
Equities	30,686	-	-	-	30,686
Exchange traded funds	156,156	-	-	-	156,156
Mortgage loan	-	-	1,074	-	1,074
Municipal bonds/notes	-	1,508	-	38,691	40,199
U.S. agency securities	-	-	9	686	695
<b>Total Cash and Investments</b>	<b>\$ 186,842</b>	<b>\$ 13,244</b>	<b>\$ 2,107</b>	<b>\$ 62,435</b>	<b>\$ 264,628</b>

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

### NOTE 2 – CASH AND INVESTMENTS (Continued)

#### Interest Rate Risk (Continued)

Investments in callable securities are investments that, although having clearly defined maturities, allow for the issuer to redeem or call such securities earlier than their respective maturity dates. The investor must then replace the called securities with investments that may have lower yield than the original securities. The fair values of the callable securities held by the City and SCERS at June 30, 2020 by investment type are as follows:

Investment Type	City	SCERS
Corporate bonds/notes	\$ 87,589	\$ 14,556
Municipal bonds/notes	4,033	12,630
Non-negotiable certificates of deposit	28,685	-
Supranational securities	12,061	-
U.S. agency securities	235,732	-
	\$ 368,100	\$ 27,186

#### 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. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City's investment policy limits credit risk by requiring compliance with the California Government Code for the purchase of investments with public funds, as described in detail above. The Standard & Poor's (S & P) credit ratings of the City and SCERS investments subject to credit risk as of June 30, 2020 are as follows:

Investment Type	S & P	City	SCERS
City of Sacramento Investment Pool	not rated	\$ -	\$ 6,573
Commercial paper	A	180,836	-
Corporate bonds/notes	A	298,882	10,031
	AA	170,968	3,418
	AAA	7,216	-
	BBB	9,138	15,768
	not rated	3,488	28
Investment Trust of California (CalTRUST)	not rated	266,851	-
Local Agency Investment Fund (LAIF)	not rated	75,000	-
Municipal bonds/notes	A	8,966	8,963
	AA	89,771	27,745
	not rated	10,146	3,491
Money market mutual funds	AAA	67,686	-
Negotiable certificates of deposit	A	65,593	-
	not rated	49,262	-
	AAA	27,229	-
Supranational securities	AAA	27,229	-
	AA	285,222	-
	AAA	-	61
U.S. agency securities	not rated	8,038	-
	Total	\$ 1,624,292	\$ 76,078

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 2 – CASH AND INVESTMENTS (Continued)

#### Interest Rate Risk (Continued)

As of June 30, 2020, the City held notes issued by the Bank of Montreal that are not rated by S & P but are rated Aa2 by Moody's Investors Service. The notes have a fair value of \$3,488 as of June 30, 2020.

As of June 30, 2020, SCERS held a bond that is currently in default of semi-annual interest payments. The bond issuer Lehman Brothers filed for Chapter 11 bankruptcy protection on September 15, 2008. The bond has a maturity date of December 29, 2099 and a fair value of \$28 as of June 30, 2020.

#### Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. As of June 30, 2020, the City held the following investment in an individual issuer exceeding 5% of total investments (other than U.S. Treasury securities, mutual funds, and external investment pools):

Federal Home Loan Mortgage Corporation	\$ 101,320
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As of June 30, 2020, SCERS held the following investments in individual issuers exceeding 5% of total SCERS investments and net position (other than U.S. Treasury securities, mutual funds, and external investment pools):

iShares Russell 1000 Value ETF	\$ 32,209
Technology Select Sector SPDR Fund (ETF)	18,573
Health Care Select Sector SPDR Fund (ETF)	13,735
iShares MSCI ACWI ETF	13,404

#### Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City or SCERS will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The California Government Code has provisions for financial institutions that limit custodial credit risk for deposits. Financial institutions are required to secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. The City's financial institutions also have insurance through the Federal Depository Insurance Corporation (FDIC). The City's investment policy has no additional provisions for limiting custodial credit risk for deposits. All SCERS cash and cash equivalents are held with the City of Sacramento Investment Pool and SCERS is not exposed to custodial credit risk for deposits.

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the City or SCERS will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for investments; however, it is the practice of the City Treasurer that all City investments are insured, registered or held by the Treasurer's custodial agent in the City's name. All SCERS investments registered or held with the custodial agent are in SCERS' name.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 2 – CASH AND INVESTMENTS (Continued)**

**Fair Value Measurement and Application**

The City and SCERS categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. 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 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 and SCERS have 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; and
- 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 and SCERS' 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 and SCERS' own data.

The asset's level within 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 management. City and SCERS management consider 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 and SCERS management's perceived risk of that investment.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. Assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

The money market mutual funds held by the City pool and outside the City pool are at \$1 net asset value (NAV) per share. The total fair value of these at June 30, 2020 was \$12,186 and \$55,500, respectively, with \$0 unfunded commitments. The redemption frequently is daily and redemption notice period of intra-daily. This type of investment primarily invests in short-term U.S. Treasury and government agency securities (including repurchase agreements collateralized by U.S. Treasury and government agency securities).

Deposits and withdrawals in governmental investment pools, such as LAIF and CALTRUST for the City and the City of Sacramento Investment Pool for SCERS, are made on the basis of \$1 and not fair value. Accordingly, the City's measured fair value of its proportionate share in these types of investments is based on uncategorized inputs not defined as a Level 1, Level 2, or Level 3 input.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 2 – CASH AND INVESTMENTS (Continued)

#### Fair Value Measurement and Application (Continued)

The City's treasury pools asset market prices are derived from closing bid prices as of the end of business day as supplied by ICE Data Services, Inc. Where prices are not available from generally recognized sources, the securities are priced using a yield-based matrix system to arrive at an estimated fair value. Prices that fall between data points are interpolated. Non-negotiable FDIC-insured bank certificates of deposit are priced at par.

The following is a description of the valuation methods and assumptions used by the City and SCERS to estimate the fair value of its investments:

- 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.
- For investments classified within Level 2 of the fair value hierarchy, the City's and SCERS' custodians generally use a multi-dimensional relational model. Inputs to their pricing models are based on observable market 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.
- SCERS holds one investment measured using Level 3 inputs, a Mortgage Loan. The Mortgage Loan is reported using the income approach. The value of the Mortgage Loan on the books is materially close to the Discounted Cash Flow, therefore the book value is reported.

There have been no changes in the methods and assumptions used at June 30, 2020. 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 and SCERS management believe 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.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 2 – CASH AND INVESTMENTS (Continued)**

**Fair Value Measurement and Application (Continued)**

The City has the following recurring fair value measurements as of June 30, 2020:

	Balance at June 30, 2020	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>Investments by Fair Value Level</b>				
Commercial paper	\$ 180,836	\$ -	\$ 180,836	\$ -
Corporate bonds/notes	485,570	-	485,570	-
Equities	4,445	4,445	-	-
Exchange traded funds	1,813	1,813	-	-
Municipal bonds/notes	108,883	-	108,883	-
Negotiable certificates of deposit	114,855	-	114,855	-
Supranational securities	27,229	-	27,229	-
U.S. agency securities	262,451	-	262,451	-
U.S. Treasury notes	250	250	-	-
Total Investments by Fair Value Level	<u>1,186,332</u>	<u>\$ 6,508</u>	<u>\$ 1,179,824</u>	<u>\$ -</u>
<b>Investments Measured at Net Asset Value</b>				
Money market mutual funds	12,186			
Total Investments Measured at Net Asset Value	<u>12,186</u>			
<b>Investments Uncategorized</b>				
Investment Trust of California (CalTRUST)	266,851			
Local Agency Investment Fund (LAIF)	75,000			
Total Investments Uncategorized	<u>341,851</u>			
Total Investments Held by City	<u>1,540,369</u>			
<b>Investments Held by Fiscal Agent by Fair Value Level</b>				
Corporate bonds/notes	4,122	\$ -	\$ 4,122	\$ -
U.S. agency securities	30,809	-	30,809	-
U.S. Treasury bills	999	999	-	-
U.S. Treasury notes	1,792	1,792	-	-
Total Investments Held by Fiscal Agent by Fair Value Level	<u>37,722</u>	<u>\$ 2,791</u>	<u>\$ 34,931</u>	<u>-</u>
<b>Investments Held by Fiscal Agent Measured at Net Asset Value</b>				
Money market mutual funds	55,500			
Total Investments Held by Fiscal Agent Measured at Net Asset Value	<u>55,500</u>			
Total Investments Held by Fiscal Agent	<u>93,222</u>			
Total Investments	1,633,591			
Total Bank Deposits	<u>88,511</u>			
Total Cash and Investments	<u>\$ 1,722,102</u>			



**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 2 – CASH AND INVESTMENTS (Continued)**

**Fair Value Measurement and Application (Continued)**

SCERS has the following recurring fair value measurements as of June 30, 2020:

Investments by Fair Value Level	Balance at June 30, 2020	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)
Corporate bonds/notes	\$ 29,245	\$ -	\$ 29,245	\$ -
Equities	30,686	30,686	-	-
Exchange traded funds	156,156	156,156	-	-
Mortgage loan	1,074	-	-	1,074
Municipal bonds/notes	40,199	-	40,199	-
U.S. agency securities	695	-	695	-
Total Investments by Fair Value Level	<u>258,055</u>	<u>\$ 186,842</u>	<u>\$ 70,139</u>	<u>\$ 1,074</u>
<b>Investments Uncategorized</b>				
City of Sacramento Investment Pool	<u>6,573</u>			
Total Cash and Investments	<u>\$ 264,628</u>			

**City Sponsored Investment Pool**

As part of the City's total cash and investments portfolio, the City Treasurer manages an investment pool, which includes both internal and external investors. The pool is not registered with the Securities and Exchange Commission as an investment company. The City Treasurer is granted authority for managing the pool by City Charter Section 73 and City Council ordinances and resolutions. Monthly, the City Treasurer reports investment activity to the Council for review.

The fair value of investments is determined monthly. Participants' shares sold and redeemed are determined by the daily cash balance deposited in the pool (the value of its pool shares). The value of the pool shares is based upon amortized cost in day to day operations but is adjusted to the fair value at year-end. The investments are reported at fair value. The value of the shares is supported by the value of the underlying investments. External participants, including various joint powers agencies, comprise 4.94% of pool participation. The City Sponsored Investment Pool excludes activities of the pension trust fund, the Sacramento Housing and Redevelopment Agency (SHRA), and funds held by fiscal agents.

The City Treasurer also manages external individual investment accounts for SHRA and the Sacramento Public Library Authority Hurst Trust.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

### NOTE 2 – CASH AND INVESTMENTS (Continued)

#### City Sponsored Investment Pool (Continued)

The following represents a condensed statement of net position and changes in net position for the City Sponsored Investment Pool and external individual investment accounts as of June 30, 2020:

	Fair Value	Adjusted Cost	Interest Rates	Maturity Dates
Commercial paper	\$ 180,836	\$ 180,368	0.43-2.45%	07/20-03/21
Corporate bonds/notes	484,706	477,346	0.63-3.62%	07/20-06/25
Deposits	93,902	93,902	0.00-1.52%	N/A
Investment Trust of California (CalTRUST)	266,851	266,851	0.10-1.30%	N/A
Local Agency Investment Fund (LAIF)	75,000	75,000	1.22%	N/A
Municipal bonds/notes	108,882	106,772	1.25-6.09%	07/20-04/25
Money market mutual funds	12,186	12,186	0.01-0.13%	N/A
Negotiable certificates of deposit	114,855	114,000	0.34-3.12%	07/20-05/25
Supranational securities	27,229	26,972	1.62-2.20%	11/20-11/24
U.S. agency securities	262,451	261,658	0.70-3.00%	01/21-06/25
U.S. Treasury notes	250	250	1.62%	07/20
Total cash and investments in City sponsored investment pool and external individual investment accounts	<u>\$ 1,627,148</u>	<u>\$ 1,615,305</u>		

A summary of cash and investments as of June 30, 2020 is as follows:

	City Sponsored Investment Pool	External Individual Investment Accounts	Total
<b>Statement of Net Position:</b>			
Cash and investments at fair value	\$ 1,510,881	\$ 116,267	\$ 1,627,148
Interest receivables	4,904	341	5,245
Net Position	<u>\$ 1,515,785</u>	<u>\$ 116,608</u>	<u>\$ 1,632,393</u>
Equity of internal pool participants	\$ 1,440,821	\$ -	\$ 1,440,821
Equity of external pool participants	74,964	116,608	191,572
Total equity	<u>\$ 1,515,785</u>	<u>\$ 116,608</u>	<u>\$ 1,632,393</u>
<b>Statement of Changes in Net Position:</b>			
Net position at July 1, 2019	\$ 1,444,757	\$ 92,550	\$ 1,537,307
Net change in investments by pool participants	71,028	24,058	95,086
Net position at June 30, 2020	<u>\$ 1,515,785</u>	<u>\$ 116,608</u>	<u>\$ 1,632,393</u>

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 2 – CASH AND INVESTMENTS (Continued)

#### Participation in External Investment Pools

The City is a voluntary participant in the California Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Local Investment Advisory Board (Board). The Board consists of five members as designated by state statute. The balance available for withdrawal is based on the accounting records maintained by the LAIF, which are recorded on an amortized cost basis, which is different from the fair value of the City's position in the LAIF pool. As of June 30, 2020, the City's investment in LAIF is \$75,000. The total amount invested by all public agencies in LAIF at that date is \$32,075,373. LAIF is part of the California Pooled Money Investment Account (PMIA), which at June 30, 2020 had a balance of \$101,607,078. Of that amount, 96.63% is invested in non-derivative financial products, and 3.37% is invested in derivative financial products.

The City is also a voluntary participant in the Investment Trust of California (CalTRUST), which is a Joint Powers Authority governed by a Board of Trustees made up of local treasurers and investment officers. The Board of Trustees sets overall policy for CalTRUST and selects and supervises the activities of the Investment Manager and other agents. As of June 30, 2020, the City's investment in CalTRUST is \$266,851, of which \$30,043 was invested in the Liquidity funds pool, \$136,087 in the Short-term pool, \$85,462 in the Medium-term pool, and \$15,259 in the BlackRock federal funds pool. Amounts that may be withdrawn from CalTRUST are based upon the fund's assets valued using the amortized cost method. Amounts that may be withdrawn from the Short-term and Medium-term pools are based on the net asset value per share and the number of shares held by participants in each pool.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 3 – RECEIVABLES**

Receivables as of June 30, 2020, were as follows:

	Taxes	Accounts	Loans	Inter- govern- mental	Interest	Total
Governmental activities						
General Fund	\$ 28,163	\$ 25,001	\$ 1,931	\$ 2,017	\$ 882	\$ 57,994
Measure U Fund	19,917	-	-	-	150	20,067
2015 Golden 1 Center						
Lease Revenue Bond Fund	-	40	138,520	-	41	138,601
Operating Grants Fund	-	89	-	13,358	338	13,785
Other governmental funds	6,678	7,574	21,607	40,335	561	76,755
Internal service funds	-	9,164	-	-	327	9,491
	<u>\$ 54,758</u>	<u>\$ 41,868</u>	<u>\$ 162,058</u>	<u>\$ 55,710</u>	<u>\$ 2,299</u>	<u>\$ 316,693</u>
Amounts not scheduled for collection during the subsequent year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 150,383</u>	<u>\$ 12,249</u>	<u>\$ -</u>	<u>\$ 162,632</u>
Business-type activities						
Water Fund	\$ -	\$ 23,404	\$ -	\$ 557	\$ 674	\$ 24,635
Wastewater Fund	-	13,629	142	374	352	14,497
Storm Drainage Fund	-	6,770	1,487	1,531	198	9,986
Solid Waste Fund	-	10,158	-	-	197	10,355
Community Center Fund	1,216	52	-	-	975	2,243
Other enterprise funds	-	780	-	-	-	780
	<u>\$ 1,216</u>	<u>\$ 54,793</u>	<u>\$ 1,629</u>	<u>\$ 2,462</u>	<u>\$ 2,396</u>	<u>\$ 62,496</u>

Included in the Accounts Receivable amounts above are allowances for doubtful accounts of \$39,052 in governmental activities and \$1,126 in business-type activities.

Included in the Loans Receivable amount related to other governmental funds above is the present value of the installment payments under the golf service concession arrangement of \$8,095, reported with the associated deferred inflow in the government-wide statement of net position.

The Golden 1 Center was sold to the Sacramento Kings under the terms of the Arena Management, Operations and Lease Agreement during the fiscal year ended June 30, 2017. The agreed-upon minimum lease payments to be received from the Kings is \$407,699 over 36 years. The initial present value of these minimum lease payments discounted at 5.674% was \$143,412 and the current loan receivable balance as of June 30, 2020 is \$138,520. Payments from the Sacramento Kings will be used to reduce interest expense related to the Golden 1 Center 2015 lease revenue bonds.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

### NOTE 4 – CAPITAL ASSETS

#### Summary

The following is a summary of capital assets as of June 30, 2020:

	Governmental Activities	Business- type Activities	Total
Capital assets not being depreciated/amortized			
Land	\$ 201,237	\$ 47,806	\$ 249,043
Easements	928	291	1,219
Construction in progress	163,926	550,605	714,531
Total capital assets not being depreciated/amortized	<u>366,091</u>	<u>598,702</u>	<u>964,793</u>
Depreciable/amortizable capital assets			
Buildings and improvements	705,263	297,094	1,002,357
Equipment	80,154	74,126	154,280
Software	6,413	13,535	19,948
Vehicles	180,498	-	180,498
Transmission and distribution system	4,777	1,430,967	1,435,744
Roadway network	1,705,519	-	1,705,519
Streetlight network	265,211	-	265,211
Parks and park improvements	222,989	-	222,989
Total depreciable/amortizable capital assets	<u>3,170,824</u>	<u>1,815,722</u>	<u>4,986,546</u>
Less accumulated depreciation/amortization for:			
Buildings and improvements	(276,352)	(166,871)	(443,223)
Equipment	(63,129)	(50,205)	(113,334)
Software	(3,993)	(2,844)	(6,837)
Vehicles	(98,158)	-	(98,158)
Transmission and distribution system	(1,095)	(547,993)	(549,088)
Roadway network	(1,105,683)	-	(1,105,683)
Streetlight network	(101,499)	-	(101,499)
Parks and park improvements	(79,941)	-	(79,941)
Total accumulated depreciation/amortization	<u>(1,729,850)</u>	<u>(767,913)</u>	<u>(2,497,763)</u>
Depreciable/amortizable capital assets, net	<u>1,440,974</u>	<u>1,047,809</u>	<u>2,488,783</u>
Total capital assets, net	<u>\$ 1,807,065</u>	<u>\$ 1,646,511</u>	<u>\$ 3,453,576</u>

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 4 – CAPITAL ASSETS (Continued)**

**Governmental Activities**

Governmental capital asset activity for the fiscal year ended June 30, 2020 was as follows:

	Beginning Balance	Increases	Decreases	Transfers In/Out	Ending Balance
Capital assets not being depreciated/amortized					
Land	\$ 209,858	\$ 269	\$ (8,890)	\$ -	\$ 201,237
Easements	928	-	-	-	928
Construction in progress	128,631	74,324	(39,029)	-	163,926
Total capital assets not being depreciated/amortized	339,417	74,593	(47,919)	-	366,091
Depreciable/amortizable capital assets					
Buildings and improvements	693,692	11,571	-	-	705,263
Equipment	79,483	671	-	-	80,154
Software	6,413	-	-	-	6,413
Vehicles	171,681	19,283	(10,466)	-	180,498
Transmission and distribution system	4,777	1,422	-	(1,422)	4,777
Roadway network	1,680,328	43,136	(17,945)	-	1,705,519
Streetlight network	246,561	18,650	-	-	265,211
Parks and park improvements	217,393	5,596	-	-	222,989
Total depreciable/amortizable capital assets	3,100,328	100,329	(28,411)	(1,422)	3,170,824
Less accumulated depreciation/amortization for:					
Buildings and improvements	(262,664)	(13,688)	-	-	(276,352)
Equipment	(60,178)	(2,951)	-	-	(63,129)
Software	(3,359)	(634)	-	-	(3,993)
Vehicles	(95,324)	(12,419)	9,585	-	(98,158)
Transmission and distribution system	(1,008)	(87)	-	-	(1,095)
Roadway network	(1,082,568)	(41,060)	17,945	-	(1,105,683)
Streetlight network	(95,387)	(6,112)	-	-	(101,499)
Parks and park improvements	(72,100)	(7,841)	-	-	(79,941)
Total accumulated depreciation/amortization	(1,672,588)	(84,792)	27,530	-	(1,729,850)
Depreciable/amortizable capital assets, net	1,427,740	15,537	(881)	(1,422)	1,440,974
Governmental activities capital assets, net	\$ 1,767,157	\$ 90,130	\$ (48,800)	\$ (1,422)	\$ 1,807,065

Depreciation/amortization expense was charged to functions as follows:

General government	\$ 5,540
Police	901
Fire	955
Public works	49,392
Convention and cultural services	4,271
Parks and recreation	10,157
Community development	160
Library	955
Capital assets held by the City's internal service funds are charged to the functions based on their usage of assets	12,461
Total governmental activities depreciation/amortization expense	\$ 84,792

**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 4 – CAPITAL ASSETS (Continued)**

**Business-type Activities**

Business-type capital asset activity for the fiscal year ended June 30, 2020 was as follows:

	Beginning Balance	Increases	Decreases	Transfers In/Out	Ending Balance
Capital assets not being depreciated/amortized					
Land	\$ 51,527	\$ -	\$ (3,721)	\$ -	\$ 47,806
Easements	291	-	-	-	291
Construction in progress	364,565	200,057	(14,017)	-	550,605
Total capital assets not being depreciated/amortized	416,383	200,057	(17,738)	-	598,702
Depreciable/amortizable capital assets					
Buildings and improvements	293,582	3,512	-	-	297,094
Equipment	73,638	488	-	-	74,126
Software	13,398	137	-	-	13,535
Transmission and distribution system	1,403,952	25,593	-	1,422	1,430,967
Total depreciable/amortizable capital assets	1,784,570	29,730	-	1,422	1,815,722
Less accumulated depreciation/amortization for:					
Buildings and improvements	(160,759)	(6,112)	-	-	(166,871)
Equipment	(47,597)	(2,608)	-	-	(50,205)
Software	(1,821)	(1,023)	-	-	(2,844)
Transmission and distribution system	(515,115)	(32,878)	-	-	(547,993)
Total accumulated depreciation/amortization	(725,292)	(42,621)	-	-	(767,913)
Depreciable/amortizable capital assets, net	1,059,278	(12,891)	-	1,422	1,047,809
Business-type activities capital assets, net	\$ 1,475,661	\$ 187,166	\$ (17,738)	\$ 1,422	\$ 1,646,511

Depreciation/amortization expense was charged to functions as follows:

Water	\$ 22,579
Wastewater	4,262
Storm drainage	10,996
Solid waste	1,369
Community center	1,833
Parking	1,504
Child development	78 <sup>(1)</sup>
Total business-type activities depreciation/amortization expense	\$ 42,621

(1) Varies \$8 from amount reported in Other Enterprise Funds Financials as it is related to the amortization of the Regency Park joint-use agreement.

**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 5 – PAYABLES**

Payables as of June 30, 2020, were as follows:

	<u>Vendors</u>	<u>Employees</u>	<u>Interest</u>	<u>Deposits</u>	<u>Total</u>
Governmental activities					
General Fund	\$ 14,837	\$ 22,978	\$ -	\$ 33	\$ 37,848
Measure U Fund	2,401	-	-	-	2,401
2015 Golden 1 Center Lease					
Revenue Bond Fund	-	-	3,642	-	3,642
Operating Grants Fund	9,365	-	-	59	9,424
Other governmental funds	22,231	62	1,626	4,450	28,369
Internal service funds	5,087	426	2	3	5,518
Total governmental activities	<u>\$ 53,921</u>	<u>\$ 23,466</u>	<u>\$ 5,270</u>	<u>\$ 4,545</u>	<u>\$ 87,202</u>
Business-type activities					
Water Fund	\$ 9,391	\$ 1,413	\$ 3,132	\$ 8	\$ 13,944
Wastewater Fund	16,147	280	867	-	17,294
Storm Drainage Fund	1,295	423	63	15	1,796
Solid Waste Fund	1,437	589	48	-	2,074
Community Center Fund	16,651	156	1,385	-	18,192
Other enterprise funds	2,117	310	67	21	2,515
Total business-type activities	<u>\$ 47,038</u>	<u>\$ 3,171</u>	<u>\$ 5,562</u>	<u>\$ 44</u>	<u>\$ 55,815</u>

Included in the Interest Payable amount related to 2015 Golden 1 Center Lease Revenue Bond Fund above is the interest payable accrual of \$3,642, reported in the government-wide statement of net position.

Included in the Interest Payable amount related to other governmental funds above is the interest payable accrual for other debt service funds of \$1,626, reported in the government-wide statement of net position.



# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 6 – OPERATING LEASES

#### City as Lessee

The City is obligated under various operating leases for the use of land, buildings, office space, and equipment. Lease expenditures, primarily for governmental funds, for the fiscal year ended June 30, 2020, were \$942.

Sublease rental income for the fiscal year ended June 30, 2020 was \$502. The total amount of minimum rentals to be received in the future under non-cancelable subleases is \$3,431.

Future minimum lease payments required by non-cancellable lease agreements that have initial lease terms in excess of one year are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Payments</u>
2021	\$ 948
2022	809
2023	686
2024	540
2025	513
2026-2030	2,635
2031-2035	2,745
2036-2040	2,376
2041-2045	2,214
2046-2050	2,252
2051-2055	<u>1,894</u>
Total future minimum lease payments	<u>\$ 17,612</u>

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

### NOTE 7 – LONG-TERM LIABILITIES

#### Activity

The following is a summary of changes in long-term liabilities at June 30, 2020. Certain long-term liabilities provide financing to both governmental and business-type activities.

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>GOVERNMENTAL ACTIVITIES:</b>					
Revenue and Other Bonds, Direct Placements:					
2016 Lease Financing	\$ 7,495	\$ -	\$ (465)	\$ 7,030	\$ 475
Revenue and Other Bonds, Public Offerings:					
1993 Refunded Revenue Bonds, Series A	3,371	-	(1,641)	1,730	1,730
1993 Refunded Revenue Bonds, Series B	5,654	-	(2,753)	2,901	2,901
2006 Capital Improvement Revenue Bonds, Series B	43,276	-	(1,411)	41,865	1,485
2006 Capital Improvement Revenue Bonds, Series E	80,343	-	(521)	79,822	-
2015 Refunding Revenue Bonds	89,185	-	(7,310)	81,875	7,485
2015 Lease Revenue Bonds - Golden 1 Center	265,935	-	(3,615)	262,320	3,810
Subtotal, revenue and other bonds, public offerings	487,764	-	(17,251)	470,513	17,411
Direct Borrowing Notes Payable:					
1985 Marina Phase I	1,345	-	(53)	1,292	57
1985 Marina Phase II	2,106	-	(72)	2,034	76
1985 Marina Phase IV	86	-	(86)	-	-
2008 Sacramento Marina South Basin	10,477	3,112	-	13,589	-
Subtotal, direct borrowing notes payable	14,014	3,112	(211)	16,915	133
Direct Borrowing Capital Lease Obligations:					
Fire trucks and equipment #3	550	-	(550)	-	-
Liquid nitrate gas (LNG) - Refueling Trailer	15	-	(15)	-	-
Bank of America - Marina South Basin	446	-	(121)	325	126
Subtotal, direct borrowing capital lease obligations	1,011	-	(686)	325	126
Plus deferred amounts:					
For issuance discounts	(2)	-	2	-	-
For issuance premiums	17,929	-	(1,152)	16,777	1,152
Subtotal deferred amounts	17,927	-	(1,150)	16,777	1,152
Subtotal, debt governmental activities	528,211	3,112	(19,763)	511,560	19,297
Other Long-term Liabilities:					
Accrued claims and judgements	88,947	26,846	(20,378)	95,415	26,339
Compensated absences	39,831	41,265	(41,779)	39,317	2,674
Net OPEB liability	306,845	-	(99,204)	207,641	-
Net pension liability	846,888	152,002	(78,628)	920,262	-
Pollution remediation obligations	692	128	(281)	539	194
Financing plan fee credits:					
North Natomas	30,963	3,709	(2,767)	31,905	2,149
Jacinto Creek	1,042	2	(249)	795	25
Park Development	226	1,741	(86)	1,881	142
Subtotal, other long-term liabilities	1,315,434	225,693	(243,372)	1,297,755	31,523
Total governmental activities	\$ 1,843,645	\$ 228,805	\$ (263,135)	\$ 1,809,315	\$ 50,820

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 7 – LONG-TERM LIABILITIES (Continued)**

**Activity (Continued)**

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>BUSINESS-TYPE ACTIVITIES:</b>					
Revenue and Other Bonds, Public Offerings:					
1993 Refunded Revenue Bonds, Series A	\$ 13,923	\$ -	\$ (6,778)	\$ 7,145	\$ 7,145
1993 Refunded Revenue Bonds, Series B	6,175	-	(3,006)	3,169	3,169
2006 Capital Improvement Revenue Bonds, Series E	92,277	-	-	92,277	-
Water Revenue Bonds, Series 2013	196,120	-	(170,765)	25,355	4,580
Water Revenue Bonds, Series 2017	51,825	-	(826)	50,999	870
Water Revenue Refunding Bonds, Series 2020	-	188,390	-	188,390	2,889
Wastewater Revenue Bonds, Series 2013	28,480	-	(660)	27,820	690
Wastewater Revenue Bonds, Series 2019	25,960	-	-	25,960	-
2015 Refunding Revenue Bonds	45,624	-	(8,025)	37,599	8,415
2018 TOT Revenue Bonds, Senior Series A	195,815	-	-	195,815	-
2018 TOT Revenue Bonds, Senior Series B	20,610	-	-	20,610	3,930
2018 TOT Revenue Bonds, Subordinate Series C	66,890	-	-	66,890	1,149
2019 STID Assessment Revenue Bonds	-	50,465	-	50,465	845
Subtotal, revenue and other bonds, public offerings	<u>743,699</u>	<u>238,855</u>	<u>(190,060)</u>	<u>792,494</u>	<u>33,682</u>
Direct Borrowing Notes Payable:					
State Water Resources Control Board C06-4441-120	4,583	-	(2,267)	2,316	2,316
State Water Resources Control Board C06-4652-110	334	-	(334)	-	-
State Water Resources Control Board C06-4653-110	764	-	(377)	387	387
State Water Resources Control Board C06-4685-110	317	-	(156)	161	161
California Department of Public Health	7,277	-	(459)	6,818	471
California Infrastructure and Economic Development Bank (I-Bank)	2,206	-	(86)	2,120	89
Drinking Water State Revolving Fund	17,704	27,207	-	44,911	-
Subtotal, direct borrowing notes payable	<u>33,185</u>	<u>27,207</u>	<u>(3,679)</u>	<u>56,713</u>	<u>3,424</u>
Direct Borrowing Capital Lease Obligations:					
Parking Equipment - Schedule 19	1,231	-	(818)	413	413
Parking Equipment - Schedule 20	1,109	-	(549)	560	560
Subtotal, direct borrowing capital lease obligations	<u>2,340</u>	<u>-</u>	<u>(1,367)</u>	<u>973</u>	<u>973</u>
Less deferred amounts:					
For issuance discounts	(69)	-	59	(10)	(10)
For issuance premiums	87,917	4,893	(26,403)	66,407	4,298
Subtotal, deferred amounts	<u>87,848</u>	<u>4,893</u>	<u>(26,344)</u>	<u>66,397</u>	<u>4,288</u>
Subtotal, debt, business type activities	<u>867,072</u>	<u>270,955</u>	<u>(221,450)</u>	<u>916,577</u>	<u>42,367</u>
Other Long-term Liabilities:					
Compensated absences	7,517	7,839	(7,542)	7,814	495
Net OPEB liability	56,001	-	(14,738)	41,263	-
Net pension liability	118,476	17,979	(9,776)	126,679	-
Accrued claims and judgements	707	-	(61)	646	646
Water fee credits	214	-	-	214	-
Liability for landfill closure	2,214	-	(158)	2,056	158
Subtotal, other long-term liabilities	<u>185,129</u>	<u>25,818</u>	<u>(32,275)</u>	<u>178,672</u>	<u>1,299</u>
Total business-type activities	<u>\$ 1,052,201</u>	<u>\$ 296,773</u>	<u>\$ (253,725)</u>	<u>\$ 1,095,249</u>	<u>\$ 43,666</u>
Total long-term liabilities	<u>\$ 2,895,846</u>	<u>\$ 525,578</u>	<u>\$ (516,860)</u>	<u>\$ 2,904,564</u>	<u>\$ 94,486</u>

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 7 – LONG-TERM LIABILITIES (Continued)

The following is a list of long-term debt issues outstanding at June 30, 2020, including the amount of original debt issuance, a description of the debt issue, and disclosure of pledged revenue.

#### Revenue and Other Bonds

##### Issued Amount

- |           |   |
|-----------|---|
| \$130,425 | 1993 Refunded Revenue Bonds, Series A<br>Authorized and issued September 1993, due in annual installments of \$2,186 to \$8,875 through November 2020, bearing interest rates of 4.5% to 5.13%, for the purpose of refunding the 1986 Public Facilities Certificates of Participation and a portion of the 1991 Marks-Roos Revenue Bonds. Secured by collateral of leased real property situated in the City of Sacramento.   |
| \$95,480  | 1993 Refunded Revenue Bonds, Series B<br>Authorized and issued September 1993, due in annual installments of \$1,634 to \$6,070 through November 2020, bearing interest rates of 4.5% to 5.13%, for the purpose of refunding the 1989 Public Facilities Certificates of Participation. Secured by collateral of real property situated in the City of Sacramento.   |
| \$55,235  | 2006 Capital Improvement Revenue Bonds, Series B (Taxable)<br>Authorized and issued June 15, 2006, due in annual installments of \$720 to \$3,760 through December 1, 2036, bearing interest rates of 5.4% to 5.8%. Net proceeds of \$50,692 are being utilized for the purpose of financing certain public capital improvements and redevelopment projects including an arts rehearsal building, Pocket Area Library and other capital projects within the City of Sacramento. Secured by collateral of real property situated in the City of Sacramento. The indenture contains a provision that in the event of a default and upon written request of the bond holders, the outstanding principal and any accrued interest may be due and payable immediately.   |
| \$186,950 | 2006 Capital Improvement Revenue Bonds, Series E (Refunding)<br>Authorized and issued December 12, 2006, due in annual installments of \$402 to \$8,570 through December 1, 2033, bearing interest rates of 4% to 5.25%. Net proceeds of \$216,661 plus cash of \$13,441 have been utilized for the purpose of establishing an irrevocable escrow to defease \$218,000 principal amount of the outstanding 2001 Capital Improvement Revenue Bonds and a portion of the outstanding 2002 and 2003 Capital Improvement Revenue Bonds, and the associated liabilities have been removed from the governmental and business-type activities columns of the statement of net position. Secured by collateral of real property situated in the City of Sacramento. The indenture contains a provision that in the event of a default and upon written request of the bond holders, the outstanding principal and any accrued interest may be due and payable immediately. |
| \$215,195 | 2013 Water Revenue Bonds<br>Authorized and issued March 2013, due in annual installments of \$9,731 to \$14,018 through fiscal year 2043, bearing interest rates of 1% to 5%, for the purpose of financing the costs of improvements to the City's municipal water system. In May 2020, the City issued 2020 Water Revenue Refunding Bonds to defease and refund \$166,405 of the outstanding 2013 Water Revenue Bonds. Remaining amount due in annual installments of \$5,717 to \$ 5,720 through fiscal year 2025, bearing interest rate of 5%. The debt service on the bonds is secured by the pledge of, and payable solely from, the Trust Estate, which consists primarily of all system net revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$28,593 as of June 30, 2020. Current year principal and interest paid was \$14,017 and water fee revenue was \$142,041.               |

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 7 – LONG-TERM LIABILITIES (Continued)

#### Revenue and Other Bonds (Continued)

##### Issued Amount

- |           |  |
|-----------|--|
| \$30,855  | <p>2013 Wastewater Revenue Bonds<br/>Authorized and issued June 2013, due in annual installments of \$951 to \$1,958 through fiscal year 2043, bearing interest rates of 3% to 5%, for the purpose of financing the costs of improvements to the City's wastewater system. The debt service on the bonds is secured by a pledge of, and payable solely from, the Trust Estate, which consists primarily of all system net revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$44,970 as of June 30, 2020. Current year principal and interest paid was \$1,958 and wastewater fee revenue was \$44,562.</p>  |
| \$183,380 | <p>2015 Refunding Revenue Bonds<br/>Authorized and issued October 1, 2015, due in annual installments of \$5,120 to \$24,773 through December 1, 2037, bearing interest rates of 3% to 5%. Net proceeds of \$205,778 plus cash of \$28,165, together with certain proceeds of the Tax Allocation Bonds, were utilized to establish an irrevocable escrow to defease \$257,630 principal amount of outstanding 2002 Capital Improvement Revenue Bonds, 2003 Capital Improvement Revenue Bonds, 2005 Refunding Revenue Bonds, 2006 Capital Improvement Revenue Bonds, Series A, 2006 Capital Improvement Revenue Bonds, Series C, and pay cost of issuance. The refunded liabilities have been removed from the associated fund and government-wide financial statements. The net carrying value of the old debt exceeded the reacquisition price by \$1,983. The 2015 Refunding reduced total debt service payments by \$37,788 and resulted in an economic gain of \$21,552. Secured by collateral of real property situated in the City of Sacramento. The indenture contains a provision that in the event of a default and upon written request of the bond holders, the outstanding principal and any accrued interest may be due and payable immediately.</p> |
| \$272,870 | <p>2015 Lease Revenue Bonds – Golden 1 Center<br/>The bonds were originally issued on August 13, 2015, in the aggregate principal amount of \$299,995, to pay for a portion of the acquisition and construction of the multi-purpose entertainment and sports center (the Golden 1 Center) in downtown Sacramento. On the fixed rate conversion date, October 6, 2015, \$27,125 principal amount of the bonds were cancelled. The bonds are due in annual installments of \$7,229 to \$18,379 through fiscal year 2050, bearing interest of 2.5% to 5.6%. Secured by collateral of the Golden 1 Center and other improvements made to the associated parcel of land.</p>   |
| \$9,115   | <p>2016 Lease Financing – H Street Theater Complex (Direct Placement)<br/>The City delivered its 2016 Lease Financing on January 26, 2016, due in annual installments of \$668 to \$1,010 through fiscal year 2033, bearing interest at 2.8%. Bond proceeds of \$9,115, together with cash of \$3,471 were utilized to establish a prepayment fund to refund \$12,010 aggregate principal, plus interest, and pay the cost of issuance of the outstanding Sacramento Regional Arts Facilities 2002 Certificates of Participation. Secured by lease rental payments from the California Musical Theatre.</p>  |
| \$52,610  | <p>2017 Water Revenue Bonds<br/>Authorized and issued June 2017, due in annual installments of \$1,805 to 3,379 through fiscal year 2048, bearing interest rate of 4% to 5%, for the purpose of financing the costs of improvements to the City's municipal water system. The debt service on the bonds is secured by the pledge of, and payable solely from, the Trust Estate, which consists primarily of all system net revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$94,555 as of June 30, 2020. Current year principal and interest paid was \$3,376 and water fee revenue was \$142,041.</p>   |

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 7 – LONG-TERM LIABILITIES (Continued)

#### Revenue and Other Bonds (Continued)

##### Issued Amount

- |           |   |
|-----------|---|
| \$195,815 | 2018 Transient Occupancy Tax (TOT) Revenue Bonds, Senior Series A<br>Authorized September 2018, issued November 2018, due in annual installments of \$5,711 to \$14,482 through fiscal year 2048, bearing an interest rate of 5%, for the purpose of financing the costs of renovating the City's Convention Center, Community Center Theater, and Memorial Auditorium, as well as other projects eligible for TOT funding. The debt service on the bonds is secured by the pledge of, and payable solely from, TOT revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$382,491 as of June 30, 2020. Current year interest paid was \$9,791 and TOT revenue was \$21,504. Principal payments begin June 2025.             |
| \$20,610  | 2018 Transient Occupancy Tax (TOT) Revenue Bonds, Senior Series B (Taxable)<br>Authorized September 2018, issued November 2018, due in annual installments of \$441 to \$4,690 through fiscal year 2025, bearing interest rates of 3.5% to 3.9%, for the purpose of financing the costs of renovating the City's Convention Center, Community Center Theater, and Memorial Auditorium, as well as other projects eligible for TOT funding. The debt service on the bonds is secured by the pledge of, and payable solely from, TOT revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$22,935 as of June 30, 2020. Current year interest paid was \$756 and TOT revenue was \$21,504. Principal payments begin June 2021. |
| \$66,890  | 2018 Transient Occupancy Tax (TOT) Revenue Bonds, Subordinate Series C<br>Authorized September 2018, issued November 2018, due in annual installments of \$1,951 to \$4,495 through fiscal year 2048, bearing an interest rate of 5%, for the purpose of financing the costs of renovating the City's Convention Center, Community Center Theater, and Memorial Auditorium, as well as other projects eligible for TOT funding. The debt service on the bonds is secured by the pledge of, and payable solely from, TOT revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$125,711 as of June 30, 2020. Current year interest paid was \$3,345 and TOT revenue was \$21,504. Principal payments begin June 2021.         |
| \$25,960  | 2019 Wastewater Revenue Bonds<br>Authorized March 2019, issued April 2019, due in annual installments of \$1,157 to \$2,119 through fiscal year 2040, bearing an interest rate of 5%, for the purpose of financing the costs of improvements to the City's wastewater system. The debt service on the bonds is secured by a pledge of, and payable solely from, the Trust Estate, which consists primarily of all system net revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$41,510 as of June 30, 2020. Current year interest paid was \$1,157 and wastewater fee revenue was \$44,562. Principal payments begin September 2021.   |
| \$50,465  | 2019 Sacramento Tourism Infrastructure District (STID) Assessment Revenue Bonds<br>Authorized July 2019, issued August 2019, due in annual installments of \$1,469 to \$2,744 through fiscal year 2050, bearing interest rates of 4% to 5%, for the purpose of financing an additional Ballroom in the Sacramento Convention Center and other capital improvement projects. The debt service on the bonds is secured by the pledge of, and payable solely from, STID revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$82,227 as of June 30, 2020. Current year interest paid was \$1,469 and STID fee revenue was \$1,883. Principal payments begin June 2021.   |

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 7 – LONG-TERM LIABILITIES (Continued)

#### Revenue and Other Bonds (Continued)

##### Issued Amount

\$188,390 2020 Water Refunding Revenue Bonds  
Authorized April 2020, issued May 2020, due in annual installments of \$6,976 to \$12,701 through fiscal year 2043, bearing interest rates of 1% to 3%. Net proceeds of \$188,390, together with City contribution of \$1,005 and bond reserve fund release of \$4,248, were utilized to establish an irrevocable escrow to defease \$166,405 principal amount of outstanding 2013 Water Revenue Bonds and pay cost of issuance. The refunded liabilities have been removed from the Water Fund and government-wide financial statements. The reacquisition price exceeded the net carrying value of the old debt by \$4,386. The 2020 Refunding reduced total debt service payments by \$30,307 and resulted in an economic gain of \$16,841. The debt service on the bonds is secured by the pledge of, and payable solely from, the Trust Estate, which consists primarily of all system net revenues and trustee accounts held under the indenture. Total principal and interest remaining to be paid on the bonds is \$263,459 as of June 30, 2020. Water fee revenue was \$142,041. Principal and interest payments begin September 2020.

#### Notes Payable

##### Issued Amount

\$2,220 1985 Sacramento Marina Note Payable, Phase I  
Authorized July 1985, issued November 1985, refinanced August 1998, to the California Department of Boating and Waterways, due in annual installments of \$20 to \$82 through August 2030, bearing an interest rate of 4.5%, for the purpose of financing the expansion of the Sacramento Marina. Secured by collateral of the Sacramento Marina.

\$3,229 1985 Sacramento Marina Note Payable, Phase II  
Authorized July 1985, issued September 1987, refinanced August 1998, to the California Department of Boating and Waterways, due in annual installments of \$27 to \$150 through August 2037, bearing an interest rate of 4.5%, for the purpose of financing the expansion of the Sacramento Marina. Secured by collateral of the Sacramento Marina.

\$10,477 2008 Sacramento Marina Note Payable, South Basin  
Authorized February 2005, the City had made loan draws of \$9,000 plus accrued interest of \$1,477 through June 30, 2013, from the California Department of Boating and Waterways (DB&W), for the purpose of constructing the South Basin Improvements at the Sacramento Marina. Principal and interest was due in 30 annual installments of \$204 to \$662, through August 2041, bearing an interest rate of 4.6%. The City had made no principal payments and only a portion of interest payments on this loan since 2013 worked with the DB&W on a loan restructure. Effective August 2019, the DB&W and the City executed a formal agreement to restructure this loan. After restructuring, the maturity dates of previously matured principal and interest amounts have been extended and are no longer past due. The note still bears an interest rate of 4.6% and principal and interest are due in 22 annual installments of \$500 to \$1,698, through August 2041. Secured by collateral of the Sacramento Marina.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 7 – LONG-TERM LIABILITIES (Continued)

#### Notes Payable (Continued)

##### Issued Amount

- \$37,016 State Water Resources Control Board Note Payable – Contract 06-4441-120  
Authorized March 1999, issued beginning July 1999, due in annual installments of \$2,373 through November 2020, bearing an interest rate of 2.2%, for the purpose of financing various wastewater projects. The City pledged future wastewater and storm drainage fee revenue to repay the note. The note is payable solely from the wastewater and storm drainage fee revenue through November 2020. Total principal and interest remaining to be paid on the note is \$2,367. Current year principal and interest paid was \$2,367 and wastewater and storm drainage fee revenue was \$85,433. The contract contains a provision that upon termination due to the City's violation of any material contract provision, the outstanding balance, accrued interest, and penalty assessments would be due immediately.
- \$5,672 State Water Resources Control Board Note Payable – Contract 06-4653-110  
Authorized February 2002, issued beginning February 2002, due in annual installments of \$397 through February 2021, bearing an interest rate of 2.6%, for the purpose of financing the replacement of sewer lines. The City pledged future wastewater and storm drainage fee revenue to repay the note. The note is payable solely from the wastewater and storm drainage fee revenue through February 2021. Total principal and interest remaining to be paid on the note is \$397. Current year principal and interest paid was \$397 and wastewater and storm drainage fee revenue was \$85,433. The contract contains a provision that upon termination due to the City's violation of any material contract provision, the outstanding balance, accrued interest, and penalty assessments would be due immediately.
- \$2,603 State Water Resources Control Board Note Payable – Contract 06-4685-110  
Authorized June 2001, issued beginning May 2002, due in annual installments of \$165 through May 2021, bearing an interest rate of 2.6%, for the purpose of financing the replacement of sewer lines. The City pledged future wastewater and storm drainage fee revenue to repay the note. The note is payable solely from the wastewater and storm drainage fee revenue through May 2021. Total principal and interest remaining to be paid on the note is \$165. Current year principal and interest paid was \$165 and wastewater and storm drainage fee revenue was \$85,433. The contract contains a provision that upon termination due to the City's violation of any material contract provision, the outstanding balance, accrued interest, and penalty assessments would be due immediately.
- \$10,000 California Department of Public Health  
Authorized September 2009 for the installation of approximately 13,000 water meters. The note, with a 2.5% interest rate, will be repaid over 20 years, through 2033, with annual principal and interest payments of approximately \$639. The City pledged future Water Enterprise Fund revenue to repay the note. Current year water fee revenue was \$142,041.
- \$2,975 California Infrastructure and Economic Development (I-Bank)  
Authorized in December 2007, due in annual principal and interest installments from \$163 to \$155 through August 2038, bearing an interest rate of 3.17%, for the purpose of financing the purchase and construction of the Basin 31 Detention Basin. The City pledged future storm drainage fee revenue to repay the note. The note is payable solely from the storm drainage fee revenue through August 2038. Total principal and interest remaining to be paid on the note is \$2,847. Current year principal and interest paid was \$162 and storm drainage fee revenue was \$40,871. The loan agreement contains a provision that in the event of a default, the principal of the loan and accrued interest on all unpaid installments would be due immediately.



**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 7 – LONG-TERM LIABILITIES (Continued)**

**Notes Payable (Continued)**

Issued Amount

\$173,142 Drinking Water State Revolving Fund (DWSRF)  
Authorized in May 2017, the DWSRF has agreed to fund the City's Accelerated Meter Installation and Pipe Replacement Program. Under the agreement, the City is to pay for project costs upfront and the DWSRF is to reimburse the City with loan amounts not to exceed \$173,142. Construction began in October 2017 with a projected end date of June 2022. The final reimbursement request deadline is December 2022. The note will be repaid over a 20-year period beginning July 2022, bearing an interest rate of 1.7%. Annual principal and interest payments will be approximately \$10,248. The City has pledged future water fee revenues to repay the note. Current year water fee revenues were \$142,041. The amount claimed and reimbursed by the City as of June 30, 2020 was \$44,911.

**Capital Lease Obligations**

The City has entered into several long-term leases to finance the acquisition of building improvements and equipment. These capital lease obligations are secured by collateral of the assets being financed: buildings and improvements located at the Sacramento Marina South Basin, a liquid nitrate gas refueling trailer, fire trucks and equipment, and parking equipment. The leases qualify as capital leases for accounting purposes as defined under GASB Statement No. 62 and have been recorded at the present value of the future minimum lease payments. As of June 30, 2020, all capital lease obligations of the City are from direct borrowings. Future minimum lease payments to be made by the City's General, Fleet Management, Parking, and Culture and Leisure Funds are as follows:

Fiscal Year Ending June 30,	Governmental Activities	Business-Type Activities	Total
2021	\$ 139	\$ 984	\$ 1,123
2022	139	-	139
2023	68	-	68
Total minimum lease payments	346	984	1,330
Less amounts representing interest	(21)	(11)	(32)
Net present value of minimum lease payments	\$ 325	\$ 973	\$ 1,298

The following is a schedule of property under capital leases by major classes at June 30, 2020:

	Governmental Activities	Business-Type Activities	Total
Buildings and improvements	\$ 1,523	\$ -	\$ 1,523
Equipment	4,797	6,681	11,478
Less: accumulated depreciation	(3,322)	(331)	(3,653)
Total	\$ 2,998	\$ 6,350	\$ 9,348

The lease purchase agreements contain a provision that in the event of a default, the lessor may declare all rental payments payable to the end of the current term be due immediately.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 7 – LONG-TERM LIABILITIES (Continued)

#### Other Long-term Liabilities

Accrued claims and judgements – Estimated liabilities of the City’s workers’ compensation, auto, and general liability self-insurance programs administered through the Risk Management Internal Service Fund. The first year of salary continuation in the City’s workers’ compensation program is accrued and paid by the City’s General Fund, enterprise funds, and internal service funds.

Compensated absences – Estimated amounts due to employees for earned, but unused, compensated absence accounts, including leave balances for vacation, sick, holiday and compensated time off. Compensated absences are generally liquidated by the City’s General Fund, enterprise funds, and internal service funds.

Net OPEB liability (other postemployment benefits) – Net liability for retiree medical benefits accounted for and reported in accordance with GASB Statement No. 75. The net OPEB liability is \$207,641 and \$41,263 for governmental activities and business-type activities, respectively, at June 30, 2020. The net liability is liquidated by the fund that has recorded the liability. Governmental activities net OPEB liability is liquidated primarily by the General Fund and business-type activities net OPEB liability is liquidated by the respective enterprise fund. Refer to Note 9 for more detailed information.

Pollution remediation obligations – Estimated liabilities to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities.

Financing plan fee credits – Issued to developers as consideration for infrastructure and other capital improvements constructed on behalf of the City within the scope of the North Natomas, Jacinto Creek and other development impact fee programs. Credits are redeemable from or against future impact fees assessed within the geographic boundaries of the finance plan.

Water fee credits – Issued to developers as consideration for infrastructure constructed on behalf of the City. Credits are redeemable from or against future water development impact fees.

Liability for landfill closure – Estimated post-closure maintenance and monitoring costs for the closed landfill sites.

Net pension liability – The net pension liability is \$920,262 and \$126,679 for governmental activities and business-type activities, respectively, at June 30, 2020. The net liability is liquidated by the fund that has recorded the liability. Governmental activities net pension liability is liquidated primarily by the General Fund and business-type activities net pension liability is liquidated by the respective enterprise fund. Refer to Note 8 for more detailed information.

**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 7 – LONG-TERM LIABILITIES (Continued)**

**Future Debt Service Requirements**

The following tables disclose the annual debt service requirements for the City’s long-term debt outstanding as of June 30, 2020.

Annual debt service requirements of governmental activities to maturity are as follows:

Fiscal Year Ending June 30,	Revenue and Other Bonds, Direct Placements		Revenue and Other Bonds, Public Offerings	
	Principal	Interest	Principal	Interest
2021	\$ 475	\$ 196	\$ 17,411	\$ 25,013
2022	490	183	13,655	24,316
2023	505	169	14,959	23,652
2024	515	154	15,235	22,911
2025	535	140	15,971	22,079
2026-2030	2,900	460	94,200	96,355
2031-2035	1,610	69	100,143	69,463
2036-2040	-	-	62,085	47,317
2041-2045	-	-	59,115	32,272
2046-2050	-	-	77,739	13,626
Subtotals	7,030	1,371	470,513	377,004
Plus: Issuance premiums	-	-	16,777	-
Totals	\$ 7,030	\$ 1,371	\$ 487,290	\$ 377,004

Fiscal Year Ending June 30,	Direct Borrowing Notes Payable	
	Principal	Interest
2021	\$ 133	\$ 777
2022	207	775
2023	317	766
2024	431	751
2025	474	733
2026-2030	3,048	3,288
2031-2035	3,898	2,513
2036-2040	5,452	1,507
2041-2045	2,955	217
Totals	\$ 16,915	\$ 11,327

**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 7 – LONG-TERM LIABILITIES (Continued)**

**Future Debt Service Requirements (Continued)**

Annual debt service requirements of business-type activities to maturity are as follows:

Fiscal Year Ending June 30,	Revenue and Other Bonds, Public Offerings		Direct Borrowing Notes Payable	
	Principal	Interest	Principal	Interest
2021	\$ 33,682	\$ 32,718	\$ 3,424	\$ 1,068
2022	24,220	32,375	2,481	964
2023	24,671	31,326	2,525	916
2024	25,790	30,190	2,574	867
2025	26,984	28,992	2,623	817
2026-2030	153,195	126,461	13,893	3,295
2031-2035	149,102	93,137	13,651	1,922
2036-2040	145,010	64,281	12,917	732
2041-2045	136,265	33,121	2,625	11
2046-2050	73,575	7,157	-	-
Subtotals	792,494	479,758	56,713	10,592
Less: Issuance discounts	(10)	-	-	-
Plus: Issuance premiums	66,407	-	-	-
Totals	\$ 858,891	\$ 479,758	\$ 56,713	\$ 10,592

**Arbitrage**

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the U.S. Department of Treasury at least every five years. During the current year, the City performed calculations of excess investment earnings on various bonds and determined the liability to be zero at June 30, 2020.

**Special Assessment Debt**

Total matured and unmatured bonds outstanding related to special assessment and special tax districts are \$170,380 at June 30, 2020. The City acts as an agent for the property owners in collecting special assessments, forwarding the collections to bondholders and initiating foreclosure proceedings, when appropriate. The City is not liable for repayment of the special district bonds, and accordingly, they are not reflected in the accompanying basic financial statements. Cash held on deposit and corresponding amounts payable for the districts are reported in the Assessment Districts and Community Facilities Districts Agency Funds.

**Conduit Debt**

Outstanding obligations related to special facility and redevelopment agency revenue bonds total \$178,045 at June 30, 2020. Special facility revenue bonds were issued to provide administrative and service facilities for four non-profit organizations and for offices leased to the State of California Department of General Services (State). The bonds issued are special limited obligations of the City, payable solely from and secured by a pledge of revenue to be received from loan or lease agreements between the City and the non-profit organizations or the State. The redevelopment agency bonds were issued by the Sacramento City Financing Authority to finance redevelopment activities and to refund certain other obligations of the redevelopment agency. The City is not liable for repayment of these bonds, and accordingly, they are not reflected in the accompanying basic financial statements.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 8 – PENSION PLANS**

**Defined Benefit Plan Description**

The City of Sacramento provides defined benefit retirement benefits through the California Public Employees’ Retirement System (CalPERS) and the Sacramento City Employees’ Retirement System (SCERS). CalPERS is an agent multiple-employer public employee defined benefit pension plan. SCERS is a single-employer defined benefit pension plan.

As of June 30, 2020, the City reported total net pension liability, deferred outflows of resources and deferred inflows of resources for CalPERS (Miscellaneous and Safety Plans) and SCERS plans as follows:

	<u>Net Pension Liability</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Miscellaneous Plan	\$ 376,580	\$ 50,439	\$ 7,526
Safety Plan	636,831	147,455	25,894
SCERS	33,530	4,497	-
Total	<u>\$ 1,046,941</u>	<u>\$ 202,391</u>	<u>\$ 33,420</u>

For the year ended June 30, 2020, the City recognized total pension expense of \$174,648 for CalPERS and SCERS plans.

**CalPERS**

All full-time and certain part-time City employees hired after January 28, 1977 and City safety employees, regardless of date of hire, are eligible to participate in CalPERS. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and their beneficiaries. Copies of CalPERS’ annual financial report may be obtained from the CalPERS Executive Office at 400 Q Street, Sacramento, CA 95814. A separate report for the City’s plan within CalPERS is not available.

**General Information about the Pension Plan**

**Plan Description** – All qualified permanent 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 CalPERS, which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Safety and Miscellaneous Plans (the Plans) are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website at <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. Members with five years of total service are eligible to retire at age 50 or 52, depending on the plan, with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees’ Retirement Law.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 8 – PENSION PLANS (Continued)**

**General Information about the Pension Plan (Continued)**

The Plans' provisions and benefits in effect at June 30, 2020, are summarized as follows:

	Miscellaneous	
	Classic	PEPRA
	Prior to January 1, 2013	On or after January 1, 2013
Hire Date	January 1, 2013	January 1, 2013
Formula	2% @ 55	2% @ 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Retirement age	50-63	52-67
Monthly benefits, as a % of annual salary	1.4% to 2.4%	1.0% to 2.5%
Required employee contribution rates	6.83%	7.50%
Required employer contribution rates	21.08%	21.08%

	Safety	
	Classic	PEPRA
	Prior to January 1, 2013	On or after January 1, 2013
Hire Date	January 1, 2013	January 1, 2013
Formula	3% @ 50	2.7% @ 57
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Retirement age	50	50-57
Monthly benefits, as a % of annual salary	3.0%	2.0% to 2.7%
Required employee contribution rates	9.42%	13.00%
Required employer contribution rates	47.04%	47.04%

**Employees Covered** – At June 30, 2018, the most recent valuation date, the following employees were covered by the benefit terms for each Plan:

	Miscellaneous	Safety
Inactive employees or beneficiaries currently receiving benefits	2,689	1,261
Inactive employees entitled to but not yet receiving benefits	4,341	463
Active employees	2,614	1,252
Total	9,644	2,976

**Contributions** – Section 20814(c) of the California Public Employees' Retirement law requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on July 1 following notice of a change in 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 rates of employees. For the fiscal year ended June 30, 2020, the contributions for the miscellaneous and safety plans were \$39,797 and \$66,147, respectively.

**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 8 – PENSION PLANS (Continued)**

**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 perversion liability of each of the Plans is measured as of June 30, 2019, using an annual actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019. 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, 2018 actuarial valuations were determined using the following actuarial assumptions:

	<u>Miscellaneous</u>	<u>Safety</u>
Valuation Date	June 30, 2018	June 30, 2018
Measurement Date	June 30, 2019	June 30, 2019
Actuarial Cost Method	Entry-Age Normal Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:		
Discount Rate	7.15%	7.15%
Inflation	2.50%	2.50%
Payroll Growth	2.75%	2.75%
Projected Salary Increase	3.3% - 14.2% <sup>(1)</sup>	3.3% - 14.2% <sup>(1)</sup>
Investment Rate of Return	7.38% <sup>(2)</sup>	7.38% <sup>(2)</sup>
Mortality	2017 CalPERS Experience Study	2017 CalPERS Experience Study

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

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

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2018 valuation were based on the results of a December 2017 actuarial experience study for the period of 1997 to 2015. Further details of the Experience Study can be found on the CalPERS website at <https://www.calpers.ca.gov/docs/forms-publications/calpers-experience-study-2017.pdf>.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

### NOTE 8 – PENSION PLANS (Continued)

#### Net Pension Liability (Continued)

**Discount Rate** – The discount rate used to measure the total pension liability was 7.15% for each Plan. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that the City’s contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, each pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

In determining the long-term expected rate of return, CalPERS staff considered both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds’ asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach.

Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated and adjusted to account for assumed administrative expenses.

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

Asset Class	Assumed Asset Allocation	Real Return Years 1 - 10 <sup>(1)</sup>	Real Return Years 11+ <sup>(2)</sup>
Global Equity	50%	4.80%	5.98%
Global Fixed Income	28%	1.00%	2.62%
Inflation Sensitive	-	0.77%	1.81%
Private Equity	8%	6.30%	7.23%
Real Estate	13%	3.75%	4.93%
Liquidity	1%	-	-0.92%
Total	100%		

(1) An expected inflation of 2% used for this period.

(2) An expected inflation of 2.92% used for this period.



**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 8 – PENSION PLANS (Continued)**

**Net Pension Liability (Continued)**

**Changes in the Net Pension Liability** – The changes in the Net Pension Liability for each Plan for the measurement date of June 30, 2019 are as follows:

<u>Miscellaneous Plan:</u>	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at June 30, 2019	\$ 1,324,669	\$ 973,081	\$ 351,588
Changes in the year:			
Service cost	29,053	-	29,053
Interest on the total pension liability	94,760	-	94,760
Difference between expected and actual experience	12,970	-	12,970
Contribution - employer	-	34,102	(34,102)
Contribution - employee	-	14,289	(14,289)
Net investment income	-	64,092	(64,092)
Benefit payments, including refunds of employee contributions	(53,695)	(53,695)	-
Administrative expense	-	(694)	694
Other miscellaneous item	-	2	(2)
Net changes	83,088	58,096	24,992
Balance at June 30, 2020	\$ 1,407,757	\$ 1,031,177	\$ 376,580
<u>Safety Plan:</u>	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at June 30, 2019	\$ 1,894,855	\$ 1,312,584	\$ 582,271
Changes in the year:			
Service cost	40,221	-	40,221
Interest on the total pension liability	136,323	-	136,323
Difference between expected and actual experience	35,991	-	35,991
Contribution - employer	-	49,875	(49,875)
Contribution - employee	-	22,752	(22,752)
Net investment income	-	86,282	(86,282)
Benefit payments, including refunds of employee contributions	(88,688)	(88,688)	-
Administrative expense	-	(937)	937
Other miscellaneous item	-	3	(3)
Net changes	123,847	69,287	54,560
Balance at June 30, 2020	\$ 2,018,702	\$ 1,381,871	\$ 636,831
Totals of both Miscellaneous and Safety Plans	\$ 3,426,459	\$ 2,413,048	\$ 1,013,411

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 8 – PENSION PLANS (Continued)**

**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:

	<u>Miscellaneous</u>	<u>Safety</u>	<u>Total</u>
1% Decrease	6.15%	6.15%	6.15%
Net Pension Liability	\$ 576,472	\$ 921,141	\$1,497,613
Current Discount Rate	7.15%	7.15%	7.15%
Net Pension Liability	\$ 376,580	\$ 636,831	\$1,013,411
1% Increase	8.15%	8.15%	8.15%
Net Pension Liability	\$ 212,266	\$ 404,226	\$ 616,492

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

**Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions**

For the fiscal year ended June 30, 2020, the City recognized pension expense of \$78,576 and \$97,862 for the Miscellaneous and Safety Plans, respectively. At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Miscellaneous Plan</u>		<u>Safety Plan</u>		<u>Total</u>	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 39,797	\$ -	\$ 66,147	\$ -	\$ 105,944	\$ -
Changes of assumption	-	2,451	46,454	12,354	46,454	14,805
Differences between actual and expected experience	10,642	-	34,854	6,581	45,496	6,581
Net differences between projected and actual earnings on plan investments	-	5,075	-	6,959	-	12,034
Total	<u>\$ 50,439</u>	<u>\$ 7,526</u>	<u>\$ 147,455</u>	<u>\$ 25,894</u>	<u>\$ 197,894</u>	<u>\$ 33,420</u>

The amount of \$105,944 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 ending June 30, 2021. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized as increases (decreases) in pension expense as follows:

Fiscal Year Ending June 30,	<u>Miscellaneous Plan</u>	<u>Safety Plan</u>	<u>Total</u>
2021	\$ 7,620	\$ 27,935	\$ 35,555
2022	(4,079)	11,049	6,970
2023	(1,455)	7,501	6,046
2024	1,030	7,544	8,574
2025	-	1,385	1,385
Total	<u>\$ 3,116</u>	<u>\$ 55,414</u>	<u>\$ 58,530</u>

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 8 – PENSION PLANS (Continued)**

**SCERS**

The City reports SCERS as a pension trust fund. SCERS issues a publicly available financial report that includes financial statements and required supplementary information. The financial report may be obtained by writing the City of Sacramento Department of Finance, 915 I Street, 4<sup>th</sup> Floor, Sacramento, CA 95814. The following is a summary of significant accounting policies:

**Basis of Accounting** – SCERS’ financial statements are prepared using the accrual basis of accounting. Member contributions are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

**Method Used to Value Investments** – Investments are reported at fair value, except mortgage loans which are recorded at amortized cost. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

**General Information about the Pension Plan**

**Plan Description** – The SCERS is a closed defined benefit pension plan. It has not accepted new members since January 28, 1977. All full-time, non-safety employees hired before January 29, 1977, are eligible to participate in SCERS.

**Benefits Provided** – SCERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries based on the plan that they belong to. SCERS has the following plans:

**Charter Section 399 Plan** – This defined benefit plan was established effective January 1, 1977 to provide retirement, disability and death benefits. Active members contribute at a rate based upon entry age and type of employment. The benefits for this plan are based on the average monthly compensation times years of service times benefit factor, but no larger than 75% of final average earnings. Employees may retire at age 70, or age 50 and 5 years of service.

**Equal Shares Plan** – This defined benefit plan was established July 1, 1970 to provide retirement, disability and death benefits to all City employees electing coverage at that date and to all employees who were hired from that date through January 1, 1977. The benefits for this plan are based on the average monthly compensation times years of service times benefit factor, but no larger than 75% of final average earnings. Employees may retire at age 70, or age 50 and 5 years of service.

**Charter Section 175 Plan** – This defined benefit plan was established in 1953 to provide for retirement, disability and death benefits at a lower amount than the successor Equal Shares Plan. The benefits for this plan are based on the average monthly compensation times years of service times benefit factor. For retirement after age 65 with 20 years of service, benefit is minimum of \$60 per month. Employees may retire at age 70, or age 55 and 20 years of service.

An employee who leaves City service may withdraw his or her contributions, plus any accumulated interest under all the retirement and disability benefit plans described above.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 8 – PENSION PLANS (Continued)**

**General Information about the Pension Plan (Continued)**

Benefit Factors at sample ages for benefit plans described above are following:

Retirement Age	Section 175	Section 399 and Equal Share
50	N/A	1.10%
55	1.10%	1.75%
60	1.67%	2.40%
65	2.44%	2.40%

**Employees Covered** – At June 30, 2020, the following employees were covered by the benefit terms for each Plan:

	Section 399	Equal Shares	Section 175	Total
Inactive members or beneficiaries receiving benefits	820	45	49	914
Inactive members entitled to but not yet receiving benefits	4	-	1	5
Active plan members	5	-	-	5
Total plan members	829	45	50	924

**Cost-of-living Adjustment** – This adjustment, established in 1969, provides for annual retirement benefit increases of up to 3% of normal benefits based on a corresponding rise in the consumer price index. Cost-of-living benefits are payable to retirees and beneficiaries of all of the above plans after one year of retirement. The cost-of-living adjustment was 3% for fiscal year 2020. Members contribute to this adjustment at a rate of 1% of their normal retirement contributions. The City is required to fund all costs in excess of members' contributions and investment earnings.

**Social Security Adjustments** – For members participating in Social Security, their benefit will be adjusted at the later of age 62 or actual retirement age. The amount of the adjustment is one half of the primary insurance amount (PIA) from Social Security, multiplied by the ratio of the sum of salary earned from the City to the sum of salary from all sources used in the calculation of the Social Security amount. The member's benefit under the System plus the amount received from Social Security cannot be less than the member's benefit under the System calculated with no reductions at the time of retirement. The City applies this offset to service retirees, not to disabled retirees.

**Contributions** – The City Charter grants the authority to establish and amend the contribution requirements of the City and active employees to the SCERS Board. The Board establishes rates based on actuarially determined rates recommended by an independent actuary. 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 accrual liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the fiscal year ended June 30, 2020, the average active employee contribution rate was 6.91% of annual pay, and the City's average contribution rate was .9% of annual payroll. For the fiscal year ended June 30, 2020, the contributions for the SCERS plan were \$4,410.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
 (dollar amounts expressed in thousands)

### NOTE 8 – PENSION PLANS (Continued)

#### Net Pension Liability

The City’s net pension liability for SCERS was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**Actuarial Assumption** – The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%	
Salary increase	2.75%	CPI Plus 0.5% merit, average
Investment rate of return	6.50%	percent, net of pension plan investment including inflation

Mortality rates for service retirements and beneficiaries were based on CalPERS 1997-2015 Mortality Table projected for future mortality improvement utilizing Society of Actuaries Scale MP-2019. Mortality rates for disability retirements were based on CalPERS 1997-2015 Mortality Table for non-work Disabled Retirees for Miscellaneous and CalPERS 1997-2015 Mortality Table for work-related Disabled Retirees for Safety. Both tables were projected for future mortality improvement utilizing Society of Actuaries Scale MP-2019.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results from the CalPERS 1997-2015 Experience Study, projected with fully generational Society of Actuaries Scale MP-2019.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Fixed Income	30.0%	1.47%
Large Cap Growth	35.0%	4.36%
Equity Income	27.5%	4.36%
International	7.5%	4.93%
Total	100.0%	

An expected inflation of 2.75% used for this period.

**Discount Rate** – The discount rate used to measure the total pension liability was 6.5%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that City contributions will be made at rates equal to the difference between actuarially determined contributions rates and the employee rate. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 8 – PENSION PLANS (Continued)**

**Net Pension Liability (Continued)**

**Changes in the Net Pension Liability** – The changes in the Net Pension Liability for SCERS Plan for the measurement date June 30, 2020 is as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at June 30, 2019	\$ 313,073	\$ 281,568	\$ 31,505
Changes in the year:			
Service cost	49	-	49
Interest	19,363	-	19,363
Change of assumptions	(1,593)	-	(1,593)
Differences between expected and actual experience	(3,768)	-	(3,768)
Contribution - employer	-	4,410	(4,410)
Contribution - employee	-	25	(25)
Net investment income	-	7,591	(7,591)
Benefit payments, including refunds of employee contributions	(30,457)	(30,457)	-
Net changes	(16,406)	(18,431)	2,025
Balance at June 30, 2020	\$ 296,667	\$ 263,137	\$ 33,530

**Change of assumptions and changes in experience affecting the measurement of the Total Pension Liability since the prior measurement date** – Mortality improvement was changed from fully generational projection with Society of Actuaries Scale MP-2018 to fully generational projection with Society of Actuaries Scale MP-2019. The overall experience gain was primarily due to more retiree and beneficiary deaths than expected, partially offset by greater CPI than expected, leading to increased COLA banks and experience loss.

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate** – The following presents the net pension liability of the City for the SCERS plan, calculated using the discount rate for the 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:

	1% decrease (5.5%)	Current Discount Rate (6.5%)	1% increase (7.5%)
SCERS net pension liability	\$ 57,627	\$ 33,530	\$ 12,577

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

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 8 – PENSION PLANS (Continued)**

**Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions**

For the fiscal year ended June 30, 2020, the City recognized pension expense of \$(1,790) attributable to the SCERS plans. At June 30, 2020, the City reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources
Net differences between projected and actual earnings on plan investments	<u>\$ 4,497</u>

Amounts reported as deferred outflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ending June 30,	Deferred Outflows of Resources
2021	\$ (561)
2022	1,245
2023	1,840
2024	1,973
Total	<u>\$ 4,497</u>

**Defined Contribution Plan**

The City also provides defined contribution retirement benefits through City’s 401(a) Money Purchase Plan (the 401(a)). The 401(a) is administered by Nationwide. The 401(a) provisions and contribution requirements are established and may be amended by City Council. Unrepresented exempt and certain represented employees may elect to participate. Participating employees of the aforementioned groups are required to contribute 5% and 2%, and the City contributes 4% and 2%, respectively, of covered salary. For the fiscal year ended June 30, 2020, employees contributed \$4,540 and the City contributed \$3,726 to the 401(a).

**NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

**General Information**

**Plan Description** – The City provides contributions for postemployment medical, dental and vision benefits to employees who retire directly from the City and their dependents through an agent-multiple employer defined benefit OPEB plan (the plan) through CalPERS. The postemployment health, dental, and vision care employer contributions range from \$0 to \$897.55 per month per participant, which covers between 0% and 100% of the benefit cost, depending on the choice of plan and number of dependents. Participants have the choice of enrolling in one of several health plans, one of two dental plans, and one of two vision plans. To be eligible for the City paid benefits, the employee must retire with a minimum of ten full years of active City service and be 50 years of age. Participants with a minimum of twenty years of service are eligible for 100% of the maximum benefit. Participants with more than fifteen years but less than twenty years of service are eligible for 75% of the maximum benefit. Participants with more than ten years but less than fifteen years of service are eligible for 50% of the maximum benefit. The eligibility of the City’s postemployment health contributions has been eliminated for employees hired after a certain date dependent upon the employee’s labor agreement. The postemployment health, dental and vision care contributions are defined by labor agreements and resolutions approved by the City Council. The City does not issue a separate stand-alone financial report for its OPEB plan.

In addition, the City established an irrevocable trust to pre-fund the other postemployment Actuarially Determined Contribution benefits with the California Employers’ Retiree Benefit Trust (CERBT). The CERBT financial statements and additional reports can be obtained from the CalPERS website [www.calpers.ca.gov](http://www.calpers.ca.gov).

**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)**

**General Information (Continued)**

**Employees Covered** – At June 30, 2019, the most recent valuation date, the following current and former employees were covered by the benefit terms under the Plan:

Inactive employees or beneficiaries currently receiving benefits	2,930
Inactive employees entitled to but not yet receiving benefits	239
Active employees	<u>3,892</u>
Total	<u><u>7,061</u></u>

**Contributions** – The plan and its contribution requirements are established by memorandums of understanding with the applicable employee bargaining units and may be amended by agreements between the City and the bargaining units. The City is currently funding the OPEB plan on a pay-as-you-go basis. However, the City Council has authorized the City Manager to establish an OPEB trust fund with CalPERS. Contributions recognized by the plan from the employer for the fiscal year ended June 30, 2020 were \$24,598.

**Net OPEB Liability**

**Actuarial Assumptions** – The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	June 30, 2019
Measurement Date	June 30, 2019
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.75%
Inflation	2.75%
Salary Increases	3.0%
Investment Rate of Return	6.75%
Healthcare cost trend rate	Non-Medicare - 7.5% for 2020, decreasing to 4% for 2076 and later. Medicare - 6.5% for 2020, decreasing to 4% for 2076 and later.

Mortality assumptions were based on the results of the CalPERS 1997 to 2015 experience study dated December 2017 and SCERS June 30, 2019 valuation assumptions. The Experience Study Report may be accessed on the CalPERS website [www.calpers.ca.gov](http://www.calpers.ca.gov), under Forms and Publications.

Pre-retirement turnover information was developed based on CalPERS' specific data. For further details, please refer to the 1997 to 2015 Experience Study Report. The Experience Study Report may be accessed on the CalPERS website [www.calpers.ca.gov](http://www.calpers.ca.gov), under Forms and Publications.



**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)**

**Net OPEB Liability (Continued)**

**Discount Rate** – The discount rate used to measure the total OPEB liability was 6.75% for the Plan, an increase from the previous rate of 4.50%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that the Plan’s contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on the OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

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

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Global Equity	59%	4.82%
Fixed Income	25%	1.47%
Treasury Inflation-Protected Securities (TIPS)	5%	1.29%
Commodities	3%	0.84%
Real Estate Investment Trusts (REITs)	8%	3.76%
Total	100%	

**Changes in the Net OPEB Liability** – The changes in the net OPEB liability for the OPEB plan as of June 30, 2020 are as follows:

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2019	\$ 399,873	\$ 37,027	\$ 362,846
Changes in the year:			
Service cost	9,931	-	9,931
Interest on the total OPEB liability	18,106	-	18,106
Changes of benefit terms	383	-	383
Difference between expected and actual experience	(28,948)	-	(28,948)
Changes of assumptions	(92,281)	-	(92,281)
Contribution - employer	-	18,406	(18,406)
Contribution - employee	-	303	(303)
Net investment income	-	2,432	(2,432)
Benefit payments, including refunds	(14,890)	(14,890)	-
Administrative expense	-	(8)	8
Net changes	(107,699)	6,243	(113,942)
Balance at June 30, 2020	\$ 292,174	\$ 43,270	\$ 248,904

**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)**

**Net OPEB Liability (Continued)**

**Sensitivity of the Net OPEB Liability to Changes in the Discount Rate** – The following presents the City's net OPEB liability, 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 or 1-percentage point higher than the current discount rate:

	Discount Rate		
	1% decrease (5.75%)	Current Rate (6.75%)	1% increase (7.75%)
Net OPEB liability	\$ 284,488	\$ 248,904	\$ 219,155

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

	Trend Rate		
	1% decrease 6.5%-5.5% decreasing to (3%)	Current Rate 7.5% - 6.5% decreasing to (4%)	1% increase 8.5%-7.5% decreasing to (5%)
Net OPEB liability	\$ 224,099	\$ 248,904	\$ 278,808

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

**OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB** – For the fiscal year ended June 30, 2020, the City recognized OPEB expense of \$(3,202). At June 30, 2020, 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
Employer contributions subsequent to measurement date	\$ 24,598	\$ -
Changes of assumption	-	110,542
Differences between actual and expected experience	-	24,279
Net differences between projected and actual earnings on plan investments	-	356
Total	<u>\$ 24,598</u>	<u>\$ 135,177</u>

**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)**

**Net OPEB Liability (Continued)**

The amount of \$24,598 reported as deferred outflows of resources related to OPEB resulting from the OPEB plan contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2021. Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,	Deferred Inflows of Resources
2021	\$ (28,787)
2022	(28,788)
2023	(28,646)
2024	(24,989)
2025	(20,056)
Thereafter	(3,911)
Total	<u>\$ (135,177)</u>

**NOTE 10 – FUND EQUITY AND EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

At June 30, 2020, the government-wide statement of net position reported restricted net position of \$339,273 in governmental activities. Of this amount, \$50,305 is restricted for enabling legislation.

The Culture and Leisure Fund, a special revenue fund, had a deficit fund balance of \$649 as of June 30, 2020. Only the Golf programs within this fund had deficit fund balance of \$5,396. It is anticipated that this deficit will be funded by future operating subsidies and surpluses.

The Capital Grants Fund, a capital project fund, had a deficit fund balance of \$7,503 as of June 30, 2020. The deficit represents grant expenditures unreimbursed by granting agencies within the 60-day period of availability for which corresponding revenues have not been recorded. The deficit will be recovered upon receipt of grantor reimbursements.

The 4th R Child Development Fund, an enterprise fund, had a deficit net position of \$1,502 as of June 30, 2020. It is anticipated that this deficit will be funded by future operating subsidies.

For the fiscal year ended June 30, 2020, Measure U Fund expenditures for Public Works exceeded appropriations by \$11. The overspending was funded by revenue collected in excess of budgeted amounts.

For the fiscal year ended June 30, 2020, expenditures exceeded appropriations in the CCOMWP special revenue funds by \$732. This overspending was funded by operating surpluses from previous years.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

### NOTE 11 – INTERFUND TRANSACTIONS

#### Interfund Transfers

Interfund transfers report the nonreciprocal contribution of resources from one fund to another. The following is a summary of transfers for the fiscal year ended June 30, 2020:

	Description	Transfers In	Transfers Out	Net Transfers
<b>Governmental activities:</b>				
General Fund	Debt service	\$ 1,409	\$ (20,688)	\$ (19,279)
General Fund	In-lieu tax transfers	34,300	-	34,300
General Fund	Program support	8,756	(5,992)	2,764
2015 Golden 1 Center				
Lease Revenue Bond Fund	Debt service	7,600	-	7,600
Operating Grants Fund	Program support	1	(199)	(198)
Other Governmental Funds	Debt service	21,409	(2,667)	18,742
Other Governmental Funds	Program support	1,185	(8,111)	(6,926)
Internal Service Funds	Debt service	409	(52)	357
Internal Service Funds	Program support	8	(999)	(991)
Adjustment for transfer of capital assets between governmental activities and business-type activities	Transfer of capital assets	-	(1,422)	(1,422)
Total governmental activities		<u>75,077</u>	<u>(40,130)</u>	<u>34,947</u>
<b>Business-type activities:</b>				
Water Fund	Debt service	-	(39)	(39)
Water Fund	In-lieu tax transfers	-	(15,083)	(15,083)
Water Fund	Program support	84	(492)	(408)
Wastewater Fund	Debt service	-	(52)	(52)
Wastewater Fund	In-lieu tax transfers	-	(4,760)	(4,760)
Wastewater Fund	Program support	191	-	191
Storm Drainage Fund	Debt service	-	(84)	(84)
Storm Drainage Fund	In-lieu tax transfers	-	(4,278)	(4,278)
Storm Drainage Fund	Program support	89	-	89
Solid Waste Fund	Debt service	-	(123)	(123)
Solid Waste Fund	In-lieu tax transfers	-	(7,251)	(7,251)
Solid Waste Fund	Program support	198	-	198
Community Center Fund	Debt service	437	-	437
Community Center Fund	In-lieu tax transfers	-	(1,127)	(1,127)
Community Center Fund	Program support	7	(36)	(29)
Other Enterprise Funds	Debt service	-	(7,559)	(7,559)
Other Enterprise Funds	In-lieu tax transfers	-	(1,801)	(1,801)
Other Enterprise Funds	Program support	5,310	-	5,310
Adjustment for transfer of capital assets between governmental activities and business-type activities	Transfer of capital assets	1,422	-	1,422
Total business-type activities		<u>7,738</u>	<u>(42,685)</u>	<u>(34,947)</u>
<b>Total government-wide statements</b>		<u>\$ 82,815</u>	<u>\$ (82,815)</u>	<u>\$ -</u>

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 11 – INTERFUND TRANSACTIONS (Continued)**

**Interfund Balances**

Interfund balances report lending transactions between funds. The following is a summary of interfund balances as of June 30, 2020:

	Receivables	Payables	Interfund Balances
General Fund	\$ -	\$ (1,931)	\$ (1,931)
Other Governmental Funds	-	(9,796)	(9,796)
Internal Service Funds	17,168	-	17,168
Total governmental activities	<u>17,168</u>	<u>(11,727)</u>	<u>5,441</u>
Community Center Fund	-	(5,441)	(5,441)
Total business-type activities	<u>-</u>	<u>(5,441)</u>	<u>(5,441)</u>
Total	<u>\$ 17,168</u>	<u>\$ (17,168)</u>	<u>\$ -</u>

\$17,168 was loaned by the City’s internal service funds to cover short-term operating deficits (approximately \$7,978) and to assist in development of community resources (approximately \$9,190). Included in the \$17,168 of interfund loans is \$11,753 that is not expected to be repaid within one year.

\$3,234 was borrowed by the Capital Grants Fund for short-term loans.

\$6,562 was borrowed by the Culture and Leisure Fund for development of community resources and operating deficit.

\$5,441 was borrowed by the Community Center Fund for development of community resources.

\$1,931 was borrowed by the General fund for the acquisition of Habitat Conservation Plan mitigation lands by the Natomas Basin Conservancy.

**City of Sacramento**  
**Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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**NOTE 12 – RISK MANAGEMENT**

The City is exposed to various risks of loss related to the following: worker’s compensation; torts including errors and omissions; employment practices; theft of, damage to and destruction of assets; and natural disasters for which the City self-insures and/or carries commercial insurance. Earthquake damage is not included in the property insurance coverage carried by the City.

The Risk Management Internal Service Fund self-insures the first \$2,000 of each workers’ compensation claim. Excess worker’s compensation insurance is purchased through the California State Association of Counties’ Excess Insurance Authority and it provides statutory coverage over the City’s \$2,000 self-insured retention. The fund self-insures the first \$2,000 of general and auto liability claims plus claim costs that exceed commercial insurance coverage. Commercial insurance for general and auto liability claims provides \$35,000 in coverage, with a \$2,000 loss corridor deductible, for claims over the City’s self-insured retention.

Liabilities are estimated based on recommendations from an independent actuarial evaluation. Liabilities are based on estimated ultimate cost of settling claims, including effects of inflation and other social and economic factors. Estimated liability is then discounted by the City’s expected rate of return and anticipated timing of cash outlays to determine the present value of the liability. For the fiscal year ended June 30, 2020, the expected rate of return was 3%. Settled claims have not exceeded insurance coverage for each of the past three fiscal years.

All funds of the City participate in the program and make payments to the Risk Management Internal Service Fund based on estimates of the amounts needed to pay operating costs, insurance premiums, and prior and current year claims. At June 30, 2020, the Risk Management Internal Service Fund had a net position of \$17,242.

Liabilities are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, economic and social factors, and trends in damage awards. Accordingly, claims are reevaluated periodically to consider the effects of these factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claim liability estimate.

Changes in the Risk Management Internal Service Fund’s claims liability for the past two fiscal years are summarized as follows:

	2020	2019
Accrued claims and judgements, July 1	\$ 85,493	\$ 78,745
Incurred claims and adjustment expenses	26,796	20,255
Claim payments	<u>(20,378)</u>	<u>(13,507)</u>
Accrued claims and judgements, June 30	<u>\$ 91,911</u>	<u>\$ 85,493</u>

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

### NOTE 13 – COMMITMENTS AND CONTINGENCIES

#### Commitment of Enterprise Fund Revenues

Revenue of the Water Enterprise Fund is pledged to the payment of principal and interest on the California Department of Public Health Note Payable, the Drinking Water State Revolving Fund Note Payable, the Water Revenue Bonds, Series 2013, the Water Revenue Bonds, Series 2017 and the Water Refunding Revenue Bonds, Series 2020. Revenue of the Wastewater Enterprise Fund is pledged to the payment of principal and interest on the State Water Resources Control Board Notes Payable, the Wastewater Revenue Bonds, Series 2013 and Wastewater Revenue Bonds, Series 2019. Revenue of the Storm Drainage Enterprise Fund is pledged to the payment of principal and interest on the State Water Resources Control Board Notes Payable and the California Infrastructure and Economic Development Bank Note Payable. Transient Occupancy Tax (TOT) revenue of the Community Center Fund is pledged to the payment of principal and interest on the 2018 TOT Revenue Bonds, Senior Series A, B and Subordinate Series C. Revenue of the Sacramento Tourism Infrastructure District (STID) Fund is pledged to the payment of principal and interest on the 2019 Sacramento Tourism Infrastructure District (STID) Assessment Revenue Bonds. See Note 7 for more detailed information.

#### Construction and Other Commitments

The City has commitments of \$232,607 for contracts awarded but not completed as of June 30, 2020. The following table shows the distribution of those commitments among major and non-major funds.

<b>Governmental Activities:</b>		<b>Business-type Activities:</b>	
General Fund	\$ 28,157	Community Center Fund	\$ 95,218
Measure U Fund	5,260	Water Fund	41,223
Operating Grants Fund	1,541	Wastewater Fund	17,971
Other governmental funds	24,877	Storm Drainage Fund	2,205
Internal service funds	13,130	Solid Waste Fund	2,893
	<u>                    </u>	Other enterprise funds	<u>          132</u>
 Total governmental activities	 <u>\$ 72,965</u>	 Total business-type activities	 <u>\$ 159,642</u>

The major contracts outstanding are \$65,564 for renovation of the Convention Center Complex; \$26,335 for renovation of the Community Center Theater; \$16,719 for North Natomas Aquatic Center construction; \$16,422 for River Park Development; \$13,642 for the McKinley Park Combined Sewer System Storage project to reduce area flooding; \$12,623 for the purchase of vehicles, primarily replacement refuse trucks and garbage trucks; \$11,478 for residential water meter installations, pipeline replacements and retrofit projects; \$9,340 for purchase of land and construction of new fire station and \$3,731 for the development of 20,400 square foot space to house a workforce development and employment initiative for the medical and health related fields for the Oak Park Project.

#### Contingent Liabilities

The City participates in various federal, state and local grant programs, the principal of which is the Federal Highway Planning and Construction program. These programs are subject to financial and compliance audits by the grantors or their representatives. The audits of these programs for earlier years and the fiscal year ended June 30, 2020 have not been completed in all cases; accordingly, final determination of the City's compliance with applicable grant requirements may be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The City believes any such claims would be immaterial to the City's financial position at June 30, 2020. Receipt of these grant revenues is not assured in the future.

#### Litigation

Various claims and lawsuits are pending against the City. As discussed in Note 12, the City is primarily self-insured and has accrued a liability for estimated claims outstanding. Although the outcome of these claims and lawsuits is not presently determinable, management, after consultation with legal counsel, is of the opinion that final outcome of these matters will not have a material adverse effect on the financial condition of the City.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 13 – COMMITMENTS AND CONTINGENCIES (Continued)

#### Post Closure Care Cost

The City has several landfill sites which have stopped accepting waste, have been covered, and are closed. State and federal laws and regulations require that the City perform certain maintenance and monitoring functions at these sites after closure. The most recent engineering report estimated that \$2,371 was required for future post closure monitoring costs as of June 30, 2018. The estimate was based on current cost and may change due to inflation or deflation, technology, or applicable laws and regulations. The estimated liability was amortized to \$2,056 on June 30, 2020. A revision of the engineering estimate report or a new full cost study is expected to be completed in fiscal year 2021. The City received approval from state regulators to fund the post closure costs, along with cost increases due to inflation, with user charges for solid waste disposal.

#### Pollution Remediation Obligations

A pollution remediation obligation is an obligation to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities. The City is responsible for pollution remediation activities at several sites that have soil contaminated with petroleum, hydrocarbons, and/or metals. Regulatory agencies providing oversight of the City's pollution remediation obligations and activities include the State of California Regional Water Quality Control Board, the State of California Department of Toxic Substance Control, the Sacramento County Department of Environmental Management, and the State of California Department of Public Health. The estimated obligation was \$692 at June 30, 2019 and \$539 at June 30, 2020. Pollution remediation outlays totaled approximately \$147 for the fiscal year ended June 30, 2020. Pollution remediation obligations are measured based on outlays expected to be incurred to settle all estimable remediation efforts. Pollution remediation obligations are measured at the current value of reasonable and supportable assumptions about future events that may affect the eventual settlement of the obligations. Pollution remediation obligations are measured using the expected cash flow technique, which measures the obligation as the sum of probability-weighted amounts in a range of possible cash flows. Estimates are based on all currently available information, as well as the facts and circumstances of each situation, but may change due to price changes, changes in laws or regulations, changes in remediation technologies, or as additional information become available. Estimated recoveries from other parties that are included in the calculation of the City's pollution remediation obligations total \$70.

### NOTE 14 – JOINT VENTURES AND JOINTLY GOVERNED ORGANIZATIONS

#### JOINT VENTURES

##### Sacramento Housing and Redevelopment Agency

The City is a participant with the County of Sacramento in the Sacramento Housing and Redevelopment Agency (SHRA). SHRA is a stand-alone agency governed by the County Board of Supervisors over County housing activities and the City Council over City housing activities. Although the City does not have an equity interest in SHRA, it does have an ongoing financial interest. Based upon the approval process for activities of the Housing Authority of the City of Sacramento (Housing Authority), the City has the ability to directly influence SHRA to undertake projects for the citizenry of the City. Because the City's primary government does not have an equity interest in SHRA, SHRA's financial information is not included in these financial statements. Separately issued financial statements may be obtained from the Sacramento Housing and Redevelopment Agency, 801 12<sup>th</sup> Street, Sacramento, California, 95814.

SHRA administered the redevelopment agencies of the City and County until February 1, 2012. In 2011 the California Legislature enacted AB 1x 26, which coupled with a subsequent decision of the State Supreme Court, resulted in the dissolution of redevelopment agencies. Upon the dissolution of the redevelopment agency, the City elected to become the successor agency for the non-housing redevelopment agency activities. More information can be found in Note 15 – Successor Agency Trust Fund. The City designated the Housing Authority as the local authority to retain the housing assets and functions previously performed by the redevelopment agency, and the Housing Authority affirmatively elected pursuant to Health and Safety Code Section 34176 that it would serve as the "Successor Housing Agency" to the former redevelopment agency.



# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 14 – JOINT VENTURES AND JOINTLY GOVERNED ORGANIZATIONS (Continued)

#### JOINT VENTURES (Continued)

##### Sacramento Public Library Authority

The City is a participant with the County of Sacramento and the cities of Citrus Heights, Elk Grove, Galt, Isleton and Rancho Cordova in the Sacramento Public Library Authority (Library), a joint powers agency created to provide library services to the residents of the participating municipalities. The Library is governed by a board made up of five County appointees and various numbers of appointees from each city, depending upon population. As of June 30, 2020, five of seventeen members of the Library board were appointed by the City. The current joint powers agreement was effective beginning July 1, 2007. After June 30, 2010, any party may withdraw from the Library upon no less than one year's written notice. Upon withdrawal a party shall retain ownership of those capital facilities to which it holds title. The City is committed to fund annual contributions to operate library branches in the City. The City's General Fund and Measure U Fund contributions for the fiscal year ended June 30, 2020, were \$10,636. In addition, the City paid cost reimbursements and program support of \$167 to the Library during the same period. The City also contributed the use of its library facilities to the Library. In order to provide funding for additional services and hours in City libraries, the City levies and passes through to the Library a parcel tax which totaled \$8,231 for the fiscal year ended June 30, 2020. Financial statements may be obtained from the Sacramento Public Library Authority, 828 I Street, Sacramento, California, 95814.

##### Sacramento Regional Fire/EMS Communication Center

The City is a participant with the Sacramento Metropolitan Fire District and other local fire agencies in the Sacramento Regional Fire/EMS Communication Center (SRFECC), a fire dispatch center. SRFECC provides fire protection and emergency medical service dispatching for 1,000 square miles and 1.3 million residents in Sacramento and Placer Counties. The City provided \$4,163 of support to SRFECC during the fiscal year ended June 30, 2020. Financial statements may be obtained from the Sacramento Regional Fire/EMS Communication Center, 10230 Systems Parkway, Sacramento, California, 95827.

##### Northern California Regional Public Safety Training Authority

The City is a participant with the County of Sacramento, the Los Rios Community College District and the Regional Fire and Rescue Authority in the Northern California Regional Public Safety Training Authority (NCRPSTA) which operates the Northern California Regional Public Safety Training College located at McClellan Park. During the fiscal year ended June 30, 2020, the City provided \$508 of annual support to the NCRPSTA. Payments for rent and training during the fiscal year ended June 30, 2020 were \$19. Financial statements may be obtained from the NCRPSTA Administrative Offices, 2409 Dean Street, Suite 119, McClellan, California, 95652.

##### California Fire and Rescue Training Authority

The City is a participant with the Sacramento Metropolitan Fire District and the California Governor's Office of Emergency Services in the California Fire and Rescue Training Authority which provides training for fire and rescue personnel throughout the region as well as operating the California Regional Fire Academy. During the fiscal year ended June 30, 2020, the City provided general support of \$45, paid \$269 for training courses for City staff and provided staff support. Financial statements may be obtained from the California Fire and Rescue Training Authority Business Office, 10545 Armstrong Avenue, Suite 320, Mather, CA 95655.

##### Riverfront Joint Powers Authority

The City is a participant with the City of West Sacramento in the Riverfront Joint Powers Authority, formed in March 2017, to create, own and operate a fixed-rail streetcar system that would have operated within and between the two Cities. Initial bids for the project were received and exceeded the available project budget. A resolution was passed by City Council in October 2019 to develop an alternative plan with partnering agencies for a successor light rail transit project in place of the streetcar. The resolution also sought collaboration with the City of West Sacramento to identify the necessary steps to dissolve the Riverfront Joint Powers Authority.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### NOTE 14 – JOINT VENTURES AND JOINTLY GOVERNED ORGANIZATIONS (Continued)

#### JOINTLY GOVERNED ORGANIZATIONS WITH RELATED PARTY TRANSACTIONS

The City participates in several jointly governed organizations for which it appoints a minority of board members. The City may also provide minor financial support or have other financial transactions with these organizations, but it does not have a financial interest in or responsibility to the organizations. The following organizations had financial transactions with the City during the fiscal year ended June 30, 2020:

The City provided \$112 in annual support and \$79 in project/program expenses to the Regional Water Authority.

The City provided \$172 in annual support to the Sacramento Groundwater Authority.

The City provided \$124 in annual support and \$38 in program expenses to the Sacramento Area Council of Governments.

The City received \$406 of administration fees from the Sacramento Area Flood Control Agency (SAFCA) for collecting and transmitting permitting fees. The City also participates in several cost-sharing agreements with SAFCA for individual projects related to flood control. The City's portion of said projects is remitted directly to SAFCA or other suppliers of services.

The City received \$75 in Workforce Investment Act grants from the Sacramento Employee and Training Agency.

### NOTE 15 – SUCCESSOR AGENCY TRUST FUND

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 ("the Bill") which dissolved all redevelopment agencies in the State of California. Successor agencies are allocated property tax revenue in an amount necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full. In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011), all redevelopment agencies in the State of California were dissolved and ceased to operate as legal entities as of February 1, 2012.

On January 31, 2012, the City of Sacramento (City) elected to serve as the successor agency to the Redevelopment Agency of the City of Sacramento (Agency) for the Agency's non-housing assets and liabilities pursuant to the provisions of AB 1x26 (Chapter 5, Statutes of 2011). Also, on January 1, 2012, the City Council elected not to serve as the successor agency for the former redevelopment agency's housing assets and functions, but instead designated the City's Housing Authority to serve as the successor housing agency.

Prior to February 1, 2012, California Redevelopment Law provided tax increment financing as a source of revenue to redevelopment agencies to fund redevelopment activities. Once a redevelopment area was adopted, the former Agency could only receive tax increment to the extent that it could show on an annual basis that it has incurred indebtedness that must be repaid with tax increment. Due to the nature of redevelopment financing, the former Agency liabilities exceeded its assets. Therefore, the Agency historically carried a deficit, which was expected to be reduced as future tax increment revenues were received and used to repay its outstanding long-term debt. This deficit was transferred to the successor agency on February 1, 2012. At June 30, 2020, the successor agency had a deficit of \$194,364, which will be eliminated with future property tax revenue distributions from the Redevelopment Property Tax Trust Fund administered by the County Auditor-Controller.

On June 27, 2012, Assembly Bill (AB) 1484 was enacted. Under AB 1484 (Chapter 16, Statutes of 2012; Health and Safety Code section 34173, subdivision (g)), the dissolution law was clarified to provide that the Agency is a separate legal entity from the City. Also, AB 1484 provided that the Agency's bond fund assets can be expended in a manner consistent with the bond's covenants after compliance with certain requirements.

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

### NOTE 15 – SUCCESSOR AGENCY TRUST FUND (Continued)

On September 20, 2013, the Agency received its Finding of Completion from the State Department of Finance (DOF) and is now able to spend the unencumbered bond funds in a manner consistent with the original bond covenants. Pursuant to Health and Safety Code (HSC) section 34179.7, the DOF has verified that the Redevelopment Agency of the City of Sacramento (RASA) does not owe any amounts to the taxing entities as determined under HSC section 34179.6, subdivisions (d) or (e) and HSC section 34183.5.

On August 25, 2015, the DOF approved the Agency’s Oversight Board action authorizing the Agency to refund certain outstanding tax allocation obligations of the former Redevelopment Agency in accordance with Assembly Bill Nos. x1 26 and 1484. RASA 2015 Tax Allocation Refunding Bonds, Series A (Tax-Exempt) and RASA 2015 Tax Allocation Refunding Bonds, Series B (Federally Taxable) were issued under the Indenture of Trust, dated as of October 1, 2015, to refund certain obligations of the former Redevelopment Agency of the City of Sacramento in the aggregate principal amount of \$119,360, to purchase a Municipal Bond Debt Service Reserve Insurance Policy from Build America Mutual Assurance Company for deposit in the Reserve Account, and to pay certain costs of issuance of the Bonds.

On October 6, 2015, the DOF approved the Agency’s Oversight Board action approving the Excess Bond Expenditure Plan, approving the Master Excess Bond Expenditure Agreement between the Agency and the City, authorizing the transfer of the unspent non-housing bond proceeds to the City, approving an Excess Housing Bond Expenditure Agreement between RASA and the Housing Authority, and authorizing the transfer of the housing bond proceeds to the Housing Authority of the City as the Housing Successor. The City is to finance public and private development projects previously planned by the Agency; and the Housing Authority is to use the funds for low-moderate income housing projects.

On December 31, 2015, DOF completed the review of RASA’s Long-Range Property Management Plan (LRPMP). DOF approved the use or disposition of all the properties listed in the LRPMP. The approved LRPMP will govern the disposition and use of all the real property assets of the former redevelopment agency.

As of June 30, 2020, contracts payable of \$16,021 reported in the private-purpose trust fund are allocations of the Sacramento Housing Redevelopment Agency’s (SHRA) OPEB and pension unfunded liabilities for the former redevelopment agency employees.

### Capital Assets

The following is a summary of changes in capital assets for the fiscal year ended June 30, 2020:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated/amortized				
Land	\$ 5,051	\$ -	\$ (82)	\$ 4,969
Depreciable/amortizable capital assets				
Buildings and improvements	233	-	(92)	141
Less accumulated depreciation/amortization for:				
Buildings and improvements	(81)	(5)	45	(41)
Depreciable/amortizable capital assets, net	152	(5)	(47)	100
Total capital assets, net	<u>\$ 5,203</u>	<u>\$ (5)</u>	<u>\$ (129)</u>	<u>\$ 5,069</u>

# City of Sacramento

## Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

### NOTE 15 – SUCCESSOR AGENCY TRUST FUND (Continued)

#### Long-term Debt

The following is a summary of changes in long-term debt for the fiscal year ended June 30, 2020:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Revenue Bonds:					
2015 Tax Allocation Refunding Bonds TE, Series A	\$ 43,956	\$ -	\$ (3,690)	\$ 40,266	\$ 2,910
2015 Tax Allocation Refunding Bonds TX, Series B	24,400	-	(7,459)	16,941	16,945
Subtotal, revenue bonds	<u>68,356</u>	<u>-</u>	<u>(11,149)</u>	<u>57,207</u>	<u>19,855</u>
Notes Payable:					
2003 Del Paso TE TABS, Series A	5,815	347 <sup>(1)</sup>	(26)	6,136	285
2005 Merged Downtown TE, Series A	138,770	7,481 <sup>(1)</sup>	(15,530)	130,721	-
2005 Oak Park TE, Series A	3,663	202 <sup>(1)</sup>	(15)	3,850	-
2006 65th Street TX Master Lease, Series B	3,290	-	(105)	3,185	115
2006 North Sacramento TX Master Lease, Series B	3,840	-	(125)	3,715	130
2006 Stockton Blvd Master Lease	1,970	-	(22)	1,948	-
2008 BOA Public Capital Corporation	1,792	-	(161)	1,631	169
2009 Army Depot TX Swap	2,645	-	(85)	2,560	90
2009 River District TX Swap	2,475	-	(80)	2,395	85
City of Sacramento CIEDB - Utilities/Detention Basin	1,103	-	(43)	1,060	45
Globe Mills	3,009	-	(301)	2,708	320
North Sacramento CIEDB Loan	2,898	-	(133)	2,765	137
Stockton Blvd CIEDB Loan	2,417	-	(112)	2,305	115
Subtotal, notes payable	<u>173,687</u>	<u>8,030</u>	<u>(16,738)</u>	<u>164,979</u>	<u>1,491</u>
Total, long-term debt	<u>\$ 242,043</u>	<u>\$ 8,030</u>	<u>\$ (27,887)</u>	<u>\$ 222,186</u>	<u>\$ 21,346</u>

(1) Change in accreted value is recorded as adjustment of Notes Payable.

As of June 30, 2020, accumulated accretion for the 2003 Del Paso TE TABS, Series A, is \$3,611, and accumulated accretion for the 2005 Merged Downtown and Oak Park TE, Series A, is \$72,723.

**City of Sacramento**  
**Notes to the Basic Financial Statements**  
For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

**NOTE 15 – SUCCESSOR AGENCY TRUST FUND (Continued)**

**Future Debt Service Requirements**

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending June 30,	Revenue Bonds		Notes Payable	
	Principal	Interest	Principal	Interest
2021	\$ 19,855	\$ 1,984	\$ 1,491	\$ 1,202
2022	2,630	1,591	19,005	1,140
2023	2,560	1,461	19,227	1,070
2024	2,870	1,326	18,382	993
2025	3,205	1,174	18,214	912
2026 - 2030	7,600	4,645	92,684	3,326
2031 - 2035	13,855	2,176	57,112	1,588
2036 - 2038	995	40	2,681	142
Subtotal	53,570	14,397	228,796	10,373
Less: Unaccreted interest	-	-	(63,817)	-
Less: Issuance discounts	(4)	-	-	-
Plus: Issuance premiums	3,641	-	-	-
Total	\$ 57,207	\$ 14,397	\$ 164,979	\$ 10,373

**NOTE 16 – SERVICE CONCESSION ARRANGEMENT FOR CITY GOLF COURSES**

Effective July 1, 2019, the City entered into a new service concession agreement with Morton Golf LLC (Morton) under which Morton operates and maintains City golf courses, collects user fees, and remits a monthly payment for rent to the City. Morton pays the City minimum installment payments plus a percentage of gross revenues over the 15-year lease period. The present value of the installment payments was initially estimated to be \$9,180. The City reports a loan receivable and deferred inflow of resources of \$8,095 in the government-wide statement of net position as of June 30, 2020.

**NOTE 17 – SPECIAL ITEM**

The City recognized one special item transaction in the governmental funds during the fiscal year ended June 30, 2020. The special item was recognized in the Culture and Leisure Special Revenue Fund for \$3,883 related to a restructuring of the 2008 Sacramento Marina Note Payable. The modification of terms led to a revised debt service schedule and an extension of previously matured notes and interest payable. Prior to the agreement to restructure the note, the Culture and Leisure Special Revenue Fund had a balance of \$3,883 of matured notes and interest payable outstanding.

Although the previously matured notes and interest payable have been removed from the governmental funds, the balance is still payable as long-term debt. As such, there is no special item for government-wide presentation.

**NOTE 18 – SUBSEQUENT EVENTS**

**Bond issuance**

On July 1, 2020, the City issued the 2020 Wastewater Revenue Refunding Bonds, as authorized by City Resolution 2020-0094. The 2020 Wastewater Revenue Refunding Bonds were issued at total par of \$27,970. Net proceeds, together with City contribution of \$401 and bond reserve fund release of \$580, were used to establish an irrevocable escrow to defease \$24,835 principal amount of outstanding 2013 Wastewater Revenue Bonds and pay cost of issuance. The refunding reduced total debt service payments by \$4,766 and resulted in an economic gain of \$2,677.

# **City of Sacramento**

## **Notes to the Basic Financial Statements**

For the Fiscal Year Ended June 30, 2020  
(dollar amounts expressed in thousands)

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### **NOTE 18 – SUBSEQUENT EVENTS (Continued)**

#### **Coronavirus disease 2019**

The outbreak of the Coronavirus disease 2019 (COVID-19) has been declared a pandemic by the World Health Organization. Governor Newsom proclaimed a state of emergency in the State of California on March 4, 2020 and the City Council proclaimed a local emergency in the City of Sacramento on March 13, 2020, both still in effect. On March 19, 2020, the Governor ordered the shut-down of all nonessential businesses and mandated that all nonessential employees remain at home. The impact of COVID-19 to the City's future operations is highly uncertain.

COVID-19 and the economic disruption resulting from measures to contain it have resulted in uncertainty surrounding several future revenue sources. Transient Occupancy Tax and parking meter and citation revenues remain at risk for the foreseeable future until downtown economic activity returns to pre COVID-19 levels.

As of June 30, 2020, the City received \$89.6 million of Coronavirus Aid, Relief, and Economic Security (CARES) Act funding. \$8.8 million of eligible expenses were incurred in fiscal year 2020. The balance will be applied to fiscal year 2021 eligible expenses through December 30, 2020.

# Required Supplementary Information

**City of Sacramento**  
**Required Supplementary Information**  
**Agent Multiple-Employer Defined Benefit Pension Plan**  
**CalPERS Miscellaneous Plan**

Schedule of Changes in Net Pension Liability and Related Ratios  
 Last Ten Years\* (in thousands)

	Fiscal Year					
	2015	2016	2017	2018	2019	2020
<b>Total pension liability</b>						
Service cost	\$ 23,110	\$ 22,342	\$ 23,374	\$ 27,795	\$ 28,404	\$ 29,053
Interest on the total pension liability	70,942	74,835	79,515	84,334	89,060	94,760
Changes of assumptions	-	(20,153)	-	75,970	(7,898)	-
Differences between expected and actual experience	-	(8,865)	(333)	(838)	6,909	12,970
Benefit payments, including refunds of employee contributions	(30,240)	(34,390)	(37,980)	(42,305)	(48,384)	(53,695)
<b>Net change in total pension liability</b>	63,812	33,769	64,576	144,956	68,091	83,088
<b>Total pension liability -- beginning</b>	949,465	1,013,277	1,047,046	1,111,622	1,256,578	1,324,669
<b>Total pension liability -- ending (a)</b>	<b>\$ 1,013,277</b>	<b>\$ 1,047,046</b>	<b>\$ 1,111,622</b>	<b>\$ 1,256,578</b>	<b>\$ 1,324,669</b>	<b>\$ 1,407,757</b>
<b>Plan fiduciary net position</b>						
Contributions - employer	\$ 21,613	\$ 22,827	\$ 25,963	\$ 28,719	\$ 29,514	\$ 34,102
Contributions - employee	11,670	11,302	11,991	12,190	12,634	14,289
Net investment income	118,326	18,047	4,260	91,481	76,768	64,092
Benefit payments, including refunds of employee contributions	(30,240)	(34,390)	(37,980)	(42,305)	(48,384)	(53,695)
Plan to plan resource movement	-	(3,066)	531	74	(2)	-
Administrative expense	-	(922)	(496)	(1,209)	(1,413)	(694)
Other miscellaneous expense	-	-	-	-	(2,683)	2
<b>Net change in fiduciary net position</b>	121,369	13,798	4,269	88,950	66,434	58,096
<b>Plan fiduciary net position -- beginning</b>	678,261	799,630	813,428	817,697	906,647	973,081
<b>Plan fiduciary net position -- ending (b)</b>	<b>\$ 799,630</b>	<b>\$ 813,428</b>	<b>\$ 817,697</b>	<b>\$ 906,647</b>	<b>\$ 973,081</b>	<b>\$ 1,031,177</b>
<b>Net pension liability -- ending (a) - (b)</b>	<b>\$ 213,647</b>	<b>\$ 233,618</b>	<b>\$ 293,925</b>	<b>\$ 349,931</b>	<b>\$ 351,588</b>	<b>\$ 376,580</b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	78.92%	77.69%	73.56%	72.15%	73.46%	73.25%
<b>Covered payroll **</b>	<b>\$ 156,032</b>	<b>\$ 157,449</b>	<b>\$ 166,403</b>	<b>\$ 176,795</b>	<b>\$ 181,331</b>	<b>\$ 185,823</b>
<b>Net pension liability as a percentage of covered payroll</b>	136.93%	148.38%	176.63%	197.93%	193.89%	202.66%
<b>Measurement date</b>	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019

Notes to the Required Supplementary Information

\* Fiscal year 2015 was the first year of implementation, therefore, only six years are shown.

\*\* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.



**City of Sacramento**  
**Required Supplementary Information**  
**Agent Multiple-Employer Defined Benefit Pension Plan**  
**CalPERS Miscellaneous Plan**  
Schedule of Contributions  
Last Ten Years\* (in thousands)

	Fiscal Year					
	2015	2016	2017	2018	2019	2020
Actuarially determined contributions	\$ 22,711	\$ 26,156	\$ 30,084	\$ 26,947	\$ 33,664	\$ 39,797
Contributions in relation to the actuarially determined contribution	22,711	26,156	30,084	26,947	33,664	39,797
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll **	\$ 157,449	\$ 166,403	\$ 176,795	\$ 181,331	\$ 185,823	\$ 208,912
Contributions as a percentage of covered payroll	14.42%	15.72%	17.02%	14.86%	18.12%	19.05%

Notes to the Required Supplementary Information

Valuation date: 6/30/2012 6/30/2013 6/30/2014 6/30/2015 6/30/2016 6/30/2017

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal cost method
Amortization method	Level percentage of payroll
Asset valuation method	15 year smoothed market
Inflation	2.5%
Salary Increase	3.3% to 14.2% depending on Age, Service, and type of employment
Investment rate of return	7.38% (net of administrative expenses)
Retirement age	50 - 67 years
Mortality	Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board, first used in the June 30, 2009 valuation

\* Fiscal year 2015 was the first year of implementation, therefore, only six years are shown.

\*\* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.

**City of Sacramento**  
**Required Supplementary Information**  
**Agent Multiple-Employer Defined Benefit Pension Plan**  
**CalPERS Safety Plan**  
Schedule of Changes in Net Pension Liability and Related Ratios  
Last Ten Years\* (in thousands)

	Fiscal Year					
	2015	2016	2017	2018	2019	2020
<b>Total pension liability</b>						
Service cost	\$ 29,539	\$ 29,653	\$ 31,672	\$ 37,372	\$ 38,386	\$ 40,221
Interest on the total pension liability	107,189	112,331	118,821	123,132	127,930	136,323
Changes of assumptions	-	(28,604)	-	107,046	(17,242)	-
Differences between expected and actual experience	-	(593)	14,398	(15,086)	3,954	35,991
Benefit payments, including refunds of employee contributions	(66,215)	(70,545)	(74,572)	(78,232)	(82,999)	(88,688)
<b>Net change in total pension liability</b>	70,513	42,242	90,319	174,232	70,029	123,847
<b>Total pension liability -- beginning</b>	1,447,520	1,518,033	1,560,275	1,650,594	1,824,826	1,894,855
<b>Total pension liability -- ending (a)</b>	<b>\$ 1,518,033</b>	<b>\$ 1,560,275</b>	<b>\$ 1,650,594</b>	<b>\$ 1,824,826</b>	<b>\$ 1,894,855</b>	<b>\$ 2,018,702</b>
<b>Plan fiduciary net position</b>						
Contributions - employer	\$ 27,935	\$ 30,798	\$ 36,001	\$ 40,609	\$ 41,588	\$ 49,875
Contributions - employee	16,094	15,565	18,465	18,980	21,564	22,752
Net investment income	171,795	25,341	4,971	125,586	104,661	86,282
Benefit payments, including refunds of employee contributions	(66,215)	(70,545)	(74,572)	(78,232)	(82,999)	(88,688)
Plan to plan resource movement	-	1	-	(74)	(4)	-
Administrative expense	-	(1,288)	(697)	(1,665)	(1,922)	(937)
Other miscellaneous expense	-	-	-	-	(3,650)	3
<b>Net change in fiduciary net position</b>	149,609	(128)	(15,832)	105,204	79,238	69,287
<b>Plan fiduciary net position -- beginning</b>	994,493	1,144,102	1,143,974	1,128,142	1,233,346	1,312,584
<b>Plan fiduciary net position -- ending (b)</b>	<b>\$ 1,144,102</b>	<b>\$ 1,143,974</b>	<b>\$ 1,128,142</b>	<b>\$ 1,233,346</b>	<b>\$ 1,312,584</b>	<b>\$ 1,381,871</b>
<b>Net pension liability -- ending (a) - (b)</b>	<b>\$ 373,931</b>	<b>\$ 416,301</b>	<b>\$ 522,452</b>	<b>\$ 591,480</b>	<b>\$ 582,271</b>	<b>\$ 636,831</b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	75.37%	73.32%	68.35%	67.59%	69.27%	68.45%
<b>Covered payroll **</b>	<b>\$ 107,176</b>	<b>\$ 112,067</b>	<b>\$ 120,120</b>	<b>\$ 126,438</b>	<b>\$ 132,206</b>	<b>\$ 138,718</b>
<b>Net pension liability as a percentage of covered payroll</b>	348.89%	371.48%	434.94%	467.80%	440.43%	459.08%
<b>Measurement date</b>	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019

Notes to the Required Supplementary Information

\* Fiscal year 2015 was the first year of implementation, therefore, only six years are shown.

\*\* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.

**City of Sacramento**  
**Required Supplementary Information**  
**Agent Multiple-Employer Defined Benefit Pension Plan**  
**CalPERS Safety Plan**  
Schedule of Contributions  
Last Ten Years\* (in thousands)

	Fiscal Year					
	2015	2016	2017	2018	2019	2020
Actuarially determined contributions	\$ 36,638	\$ 40,959	\$ 47,222	\$ 49,102	\$ 56,327	\$ 66,147
Contributions in relation to the actuarially determined contribution	36,638	40,959	47,222	49,102	56,327	66,147
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll **	\$ 112,067	\$ 120,120	\$ 126,438	\$ 132,206	\$ 138,718	\$ 158,412
Contributions as a percentage of covered payroll	32.69%	34.10%	37.35%	37.14%	40.61%	41.76%

Notes to the Required Supplementary Information

Valuation date: 6/30/2012 6/30/2013 6/30/2014 6/30/2015 6/30/2016 6/30/2017

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal cost method
Amortization method	Level percentage of payroll
Asset valuation method	15 year smoothed market
Inflation	2.5%
Salary Increase	3.3% to 14.2% depending on age, service, and type of employment
Investment rate of return	7.38% (net of administrative expenses)
Retirement age	50 - 67 years
Mortality	Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board, first used in the June 30, 2009 valuation

\* Fiscal year 2015 was the first year of implementation, therefore, only six years are shown.

\*\* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.

**City of Sacramento**  
**Required Supplementary Information**  
**Sacramento City Employees' Retirement System,**  
**a Single-Employer Defined Benefit Pension Plan**  
Schedule of Changes in Net Pension Liability and Related Ratios  
Last Ten Years\* (in thousands)

	Fiscal Year					
	2015	2016	2017	2018	2019	2020
<b>Total pension liability</b>						
Service cost	\$ 131	\$ 103	\$ 96	\$ 92	\$ 66	\$ 49
Interest on the total pension liability	23,134	23,416	22,759	20,877	20,095	19,363
Changes of assumptions	23,117	-	(16,246)	862	(927)	(1,593)
Differences between expected and actual experience	(8,783)	(1,173)	(3,701)	(2,457)	304	(3,768)
Benefit payments, including refunds of employee contributions	(33,791)	(32,683)	(32,171)	(31,583)	(31,134)	(30,457)
<b>Net change in total pension liability</b>	<b>3,808</b>	<b>(10,337)</b>	<b>(29,263)</b>	<b>(12,209)</b>	<b>(11,596)</b>	<b>(16,406)</b>
<b>Total pension liability -- beginning</b>	<b>372,670</b>	<b>376,478</b>	<b>366,141</b>	<b>336,878</b>	<b>324,669</b>	<b>313,073</b>
<b>Total pension liability -- ending (a)</b>	<b>\$ 376,478</b>	<b>\$ 366,141</b>	<b>\$ 336,878</b>	<b>\$ 324,669</b>	<b>\$ 313,073</b>	<b>\$ 296,667</b>
<b>Plan fiduciary net position</b>						
Contributions - employer	\$ 9,183	\$ 8,645	\$ 8,645	\$ 8,645	\$ 7,507	\$ 4,410
Contributions - employee	82	146	63	55	49	25
Net investment income	13,375	7,799	26,803	20,982	18,537	7,591
Benefits payments, including refunds of employee contributions	(33,791)	(32,683)	(32,171)	(31,583)	(31,134)	(30,457)
<b>Net change in fiduciary net position</b>	<b>(11,151)</b>	<b>(16,093)</b>	<b>3,340</b>	<b>(1,901)</b>	<b>(5,041)</b>	<b>(18,431)</b>
<b>Plan fiduciary net position -- beginning</b>	<b>312,414</b>	<b>301,263</b>	<b>285,170</b>	<b>288,510</b>	<b>286,609</b>	<b>281,568</b>
<b>Plan fiduciary net position -- ending (b)</b>	<b>\$ 301,263</b>	<b>\$ 285,170</b>	<b>\$ 288,510</b>	<b>\$ 286,609</b>	<b>\$ 281,568</b>	<b>\$ 263,137</b>
<b>Net pension liability -- ending (a) - (b)</b>	<b>\$ 75,215</b>	<b>\$ 80,971</b>	<b>\$ 48,368</b>	<b>\$ 38,060</b>	<b>\$ 31,505</b>	<b>\$ 33,530</b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	80.02%	77.89%	85.64%	88.28%	89.94%	88.70%
<b>Covered payroll **</b>	<b>\$ 1,180</b>	<b>\$ 1,020</b>	<b>\$ 1,049</b>	<b>\$ 921</b>	<b>\$ 678</b>	<b>\$ 362</b>
<b>Net pension liability as a percentage of covered payroll</b>	6374.15%	7938.33%	4610.87%	4132.46%	4646.76%	9262.43%
<b>Measurement date</b>	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020

Notes to the Required Supplementary Information

\* Fiscal year 2015 was the first year of implementation, therefore, only six years are shown.

\*\* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.

**City of Sacramento**  
**Required Supplementary Information**  
**Sacramento City Employees' Retirement System,**  
**a Single-Employer Defined Benefit Pension Plan**  
Schedule of Contributions  
Last Ten Years\* (in thousands)

	Fiscal Year					
	2015	2016	2017	2018	2019	2020
Actuarially determined contributions	\$ 9,183	\$ 8,645	\$ 8,330	\$ 8,267	\$ 5,268	\$ 4,410
Contributions in relation to the actuarially determined contribution	9,183	8,645	8,645	8,645	7,507	4,410
Contribution deficiency (excess)	\$ -	\$ -	\$ (315)	\$ (378)	\$ (2,239)	\$ -
Covered payroll **	\$ 1,180	\$ 1,020	\$ 1,049	\$ 921	\$ 678	\$ 362
Contributions as a percentage of covered payroll	778%	848%	824%	939%	1107%	1218%

Notes to the Required Supplementary Information

Valuation date: 6/30/2013 6/30/2014 6/30/2015 6/30/2016 6/30/2017 6/30/2018

Methods and assumptions used to determine contribution rates:

Actuarial cost method Entry age normal  
Amortization method Level dollar payments over 13 years, open period  
Asset valuation method 3 year smoothed market value  
Inflation 2.75%  
Salary increases 3.25%  
Investment rate of return 6.50%  
Retirement age Deferred vested members covered under Section 399 are assumed to retire at age 62; those covered under 175 are assumed to retire at age 65  
Mortality CalPERS 1997-2015 Mortality Tables with Scale MP-2017

\* Fiscal year 2015 was the first year of implementation, therefore, only six years are shown.

\*\* Covered payroll was restated during fiscal year 2016 to reflect the implementation of GASB 82.

**City of Sacramento**  
**Required Supplementary Information**  
Schedule of Changes in Net OPEB Liability and Related Ratios  
Last Ten Years\* (in thousands)

	Fiscal Year		
	2018	2019	2020
<b>Total OPEB liability</b>			
Service cost	\$ 11,872	\$ 11,052	\$ 9,931
Interest on the total OPEB liability	15,313	16,612	18,106
Changes of benefit terms	-	-	383
Changes of assumptions	(24,429)	(30,845)	(92,281)
Changes between expected and actual experience	-	-	(28,948)
Benefit payments	(12,565)	(12,903)	(14,890)
<b>Net change in total OPEB liability</b>	<b>(9,809)</b>	<b>(16,084)</b>	<b>(107,699)</b>
<b>Total OPEB liability -- beginning</b>	<b>425,766</b>	<b>415,957</b>	<b>399,873</b>
<b>Total OPEB liability -- ending (a)</b>	<b>\$ 415,957</b>	<b>\$ 399,873</b>	<b>\$ 292,174</b>
<b>Plan fiduciary net position</b>			
Contributions - employer	\$ 21,605	\$ 21,072	\$ 18,406
Contributions - employee	297	308	303
Net investment income	2,034	2,156	2,432
Benefit payments	(12,565)	(12,903)	(14,890)
Administrative expense	(10)	(51)	(8)
<b>Net change in fiduciary net position</b>	<b>11,361</b>	<b>10,582</b>	<b>6,243</b>
<b>Plan fiduciary net position -- beginning</b>	<b>15,084</b>	<b>26,445</b>	<b>37,027</b>
<b>Plan fiduciary net position -- ending (b)</b>	<b>\$ 26,445</b>	<b>\$ 37,027</b>	<b>\$ 43,270</b>
<b>Net OPEB liability -- ending (a) - (b)</b>	<b>\$ 389,512</b>	<b>\$ 362,846</b>	<b>\$ 248,904</b>
<b>Plan fiduciary net position as a percentage of the total OPEB liability</b>	6.36%	9.26%	14.81%
<b>Covered-employee payroll</b>	<b>\$ 237,926</b>	<b>\$ 236,885</b>	<b>\$ 245,622</b>
<b>Net OPEB liability as a percentage of covered payroll</b>	163.71%	153.17%	101.34%
<b>Measurement date</b>	June 30, 2017	June 30, 2018	June 30, 2019

Notes to the Required Supplementary Information

\* Fiscal year 2018 was the first year of implementation, therefore, only three years are shown.

**City of Sacramento**  
**Required Supplementary Information**  
 OPEB Schedule of Contributions  
 Last Ten Years\* (in thousands)

	Fiscal Year		
	2018	2019	2020
Actuarially determined contributions	\$ 36,393	\$ 34,454	\$ 36,155
Contributions in relation to the actuarially determined contribution	21,072	18,406	24,598
Contribution deficiency (excess)	15,321	16,048	11,557
Covered-employee payroll	\$ 236,885	\$ 245,622	\$ 261,187
Contributions as a percentage of covered-employee payroll	8.90%	7.49%	9.42%

Notes to the Required Supplementary Information

Valuation date: 6/30/2016 6/30/2017 6/30/2018

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal cost method
Amortization method	Level percentage of payroll over a closed rolling 18 year period
Asset valuation method	Investment gains and losses spread over 5-yearrolling period
Inflation	2.75%
Salary Increase	3%
Investment rate of return	6.75%
Healthcare cost trend rate	Non- Medicare - 7.5% for 2019, decreasing to 4% for 2076 and later Medicare - 6.5% for 2019, decreasing to 4% for 2076 and later
Mortality	Mortality assumptions are based on mortality rates resulting from the CalPERS 1997-2011 Experience Study and SCERS June 30, 2017 valuation assumptions

\* Fiscal year 2018 was the first year of implementation, therefore, only three years are shown.

## **OTHER GOVERNMENTAL FUNDS**

Other governmental funds are nonmajor funds reported in the other governmental funds column of the governmental funds financial statements and include:

**OTHER SPECIAL REVENUE FUNDS** are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. These funds are generally required by statute, charter, or ordinance to finance specific governmental functions. The individual funds are listed in the other special revenue funds section of the CAFR.

**OTHER DEBT SERVICE FUNDS** are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest, or that are being accumulated for principal and interest maturing in future years. The individual funds are listed in the other debt service funds section of the CAFR.

**OTHER CAPITAL PROJECTS FUNDS** are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for governmental capital assets. The individual funds are listed in the other capital projects funds section of the CAFR.

**PERMANENT FUNDS** are used to account for and report resources that are held by the City which are legally restricted to the extent that only earnings may be used for purposes that support City programs. The individual funds are listed in the permanent funds section of the CAFR.



**City of Sacramento**  
**Other Governmental Funds**  
**Combining Balance Sheet**

June 30, 2020  
(in thousands)

	Other Special Revenue Funds	Other Debt Service Funds	Other Capital Projects Funds	Permanent Funds	Total Other Governmental Funds
<b>ASSETS</b>					
Cash and investments held by City	\$ 123,046	\$ 4,243	\$ 196,301	\$ 5,867	\$ 329,457
Cash and investments held by fiscal agent	7	159	-	-	166
Receivables, net:					
Taxes	6,678	-	-	-	6,678
Accounts	4,035	-	3,539	-	7,574
Loans	13,512	-	-	-	13,512
Intergovernmental	102	12,669	27,564	-	40,335
Interest	175	-	376	10	561
Prepaid items	1	-	-	-	1
Restricted assets:					
Cash and investments held by City	145	-	301	-	446
Cash and investments held by fiscal agent	713	9,036	308	-	10,057
<b>Total assets</b>	<b>\$ 148,414</b>	<b>\$ 26,107</b>	<b>\$ 228,389</b>	<b>\$ 5,877</b>	<b>\$ 408,787</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 3,405	\$ -	\$ 18,821	\$ 5	\$ 22,231
Accrued payroll	62	-	-	-	62
Due to other funds	-	-	3,234	-	3,234
Deposits	4,061	389	-	-	4,450
Unearned revenue	22	-	7,495	-	7,517
Advances from other funds	6,562	-	-	-	6,562
<b>Total liabilities</b>	<b>14,112</b>	<b>389</b>	<b>29,550</b>	<b>5</b>	<b>44,056</b>
Deferred inflows of resources:					
Unavailable revenue	743	12,669	20,218	-	33,630
Fund balances:					
Nonspendable:					
Prepaid items	1	-	-	-	1
Permanent fund principal	-	-	-	878	878
Restricted:					
Capital projects	20,988	-	187,217	-	208,205
Debt service	858	8,647	-	-	9,505
Public works programs	23,618	-	-	-	23,618
Economic development programs	46,954	-	-	-	46,954
Other programs	21,752	-	8,399	4,994	35,145
Committed:					
Capital projects	1,040	-	-	-	1,040
Debt service	-	2,296	-	-	2,296
Other programs	22,823	-	-	-	22,823
Assigned:					
Debt service	-	2,060	-	-	2,060
Unrealized investment gains	-	45	-	-	45
Other programs	169	1	-	-	170
Unassigned	(4,644)	-	(16,995)	-	(21,639)
<b>Total fund balances</b>	<b>133,559</b>	<b>13,049</b>	<b>178,621</b>	<b>5,872</b>	<b>331,101</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 148,414</b>	<b>\$ 26,107</b>	<b>\$ 228,389</b>	<b>\$ 5,877</b>	<b>\$ 408,787</b>

**City of Sacramento**  
**Other Governmental Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Other Special Revenue Funds	Other Debt Service Funds	Other Capital Projects Funds	Permanent Funds	Total Other Governmental Funds
<b>Revenues:</b>					
Taxes	\$ 10,575	\$ -	\$ 4,388	\$ -	\$ 14,963
Intergovernmental	15,040	417	51,418	-	66,875
Charges for services	22,931	-	718	-	23,649
Fines, forfeits and penalties	411	-	-	-	411
Interest, rents, and concessions	3,502	1,761	4,674	(139)	9,798
Community service fees	824	-	28,248	-	29,072
Assessment levies	49,650	-	89	-	49,739
Contributions and donations	487	-	21,752	-	22,239
<b>Total revenues</b>	<b>103,420</b>	<b>2,178</b>	<b>111,287</b>	<b>(139)</b>	<b>216,746</b>
<b>Expenditures:</b>					
<b>Current:</b>					
General government	16,731	-	471	162	17,364
Public works	27,591	-	5,366	-	32,957
Convention and cultural services	6,762	-	-	21	6,783
Youth, parks, and community enrichment	8,297	-	1,891	-	10,188
Community development	15,807	-	12,162	-	27,969
Library	8,231	-	-	-	8,231
Utilities	287	-	-	-	287
Capital outlay	4,741	-	74,097	-	78,838
<b>Debt service:</b>					
Principal	1,338	12,952	2,853	-	17,143
Interest and fiscal charges	871	11,166	1,561	-	13,598
<b>Total expenditures</b>	<b>90,656</b>	<b>24,118</b>	<b>98,401</b>	<b>183</b>	<b>213,358</b>
Excess (deficiency) of revenues over (under) expenditures	12,764	(21,940)	12,886	(322)	3,388
<b>Other financing sources (uses):</b>					
Transfers in	1,185	21,409	-	-	22,594
Transfers out	(9,511)	-	(1,267)	-	(10,778)
Issuance of long-term debt	-	-	5,452	-	5,452
<b>Total other financing sources (uses)</b>	<b>(8,326)</b>	<b>21,409</b>	<b>4,185</b>	<b>-</b>	<b>17,268</b>
Special item	3,883	-	-	-	3,883
Changes in fund balances	8,321	(531)	17,071	(322)	24,539
Fund balances, beginning of year	125,238	13,580	161,550	6,194	306,562
Fund balances, end of year	<u>\$ 133,559</u>	<u>\$ 13,049</u>	<u>\$ 178,621</u>	<u>\$ 5,872</u>	<u>\$ 331,101</u>

## OTHER SPECIAL REVENUE FUNDS

Other special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. These funds are generally required by statute, charter, or ordinance to finance specific government functions. The following other special revenue funds have been classified as nonmajor funds:

**TRANSPORTATION AND DEVELOPMENT FUND** is used to account for the receipts of taxes and fees which are used to maintain and repair streets, bridges, and bikeways as well as for traffic safety and community development activities.

**CULTURE AND LEISURE FUND** is used to account for a variety of cultural arts and leisure activities. Programs in the Culture and Leisure Fund include the Sacramento Zoo, Fairytale Town, Art in Public Places, Old Sacramento Market, H Street Theatre, Golf, Marina, the Crocker Master Trust, the Winchester G. and Mary Alice Felt Endowment, Marcy Friedman Art in Public Places, and Arts and Culture.

**PARKS AND RECREATION FUND** is used to account for a variety of parks programs and recreation activities. Programs in the Parks and Recreation Fund include START, Special Program Donations, Ethel MacLeod Hart Trust, Land Park, and Quimby.

**ECONOMIC DEVELOPMENT FUND** is used to account for the receipts and disbursements of former redevelopment property tax revenues as well as the Brownfield Revolving Loan Program and the Sheraton Master Owner Participation Agreement (MOPA).

**CCOMWP FUND** is used to account for the revenue and expenditures associated with the City/County Office of Metropolitan Water Planning (CCOMWP). The CCOMWP was formed to develop the Water Forum Agreement with objectives to provide a reliable water supply for planned development to the year 2030 and to preserve the region's Lower American River.

**SPECIAL DISTRICTS FUND** is used to account for a variety of programs that provide infrastructure maintenance and other services for specific areas of the City where special assessments or special taxes are levied. The Special Districts Fund includes the Business Improvement Districts Program, the Landscaping and Lighting Districts Program, the Maintenance Benefit Area Program, and the Assessment District Maintenance Program.

**CAL EPA FUND** is used to account for the expenditures associated with the maintenance of the Joe Serna, Jr. California EPA Headquarters Building.

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**City of Sacramento**  
**Other Special Revenue Funds**  
**Combining Balance Sheet**

June 30, 2020

(in thousands)

	Transportation and Development Fund	Culture and Leisure Fund	Parks and Recreation Fund	Economic Development Fund
<b>ASSETS</b>				
Cash and investments held by City	\$ 56,553	\$ 5,173	\$ 8,860	\$ 28,837
Cash and investments held by fiscal agent	-	7	-	-
Receivables, net:				
Taxes	-	-	-	6,678
Accounts	2,147	584	-	7
Loans	-	-	-	13,512
Intergovernmental	-	-	96	-
Interest	173	-	2	-
Prepaid items	-	1	-	-
Restricted assets:				
Cash and investments held by City	-	145	-	-
Cash and investments held by fiscal agent	-	713	-	-
<b>Total assets</b>	<b>\$ 58,873</b>	<b>\$ 6,623</b>	<b>\$ 8,958</b>	<b>\$ 49,034</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 2,065	\$ 54	\$ 469	\$ 69
Accrued payroll	-	16	20	11
Deposits	1,900	161	-	2,000
Unearned revenue	-	22	-	-
Advances from other funds	-	6,562	-	-
<b>Total liabilities</b>	<b>3,965</b>	<b>6,815</b>	<b>489</b>	<b>2,080</b>
Deferred inflows of resources:				
Unavailable revenue	280	457	-	-
<b>Total deferred inflows of resources</b>	<b>280</b>	<b>457</b>	<b>-</b>	<b>-</b>
Fund balances:				
Nonspendable:				
Prepaid items	-	1	-	-
Restricted:				
Capital projects	9,837	49	4,826	-
Debt service	-	858	-	-
Public works programs	23,618	-	-	-
Economic development programs	-	-	-	46,954
Other programs	-	1,571	3,133	-
Committed:				
Capital projects	206	658	-	-
Other programs	20,967	858	341	-
Assigned:				
Other programs	-	-	169	-
Unassigned	-	(4,644)	-	-
<b>Total fund balances (deficit)</b>	<b>54,628</b>	<b>(649)</b>	<b>8,469</b>	<b>46,954</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 58,873</b>	<b>\$ 6,623</b>	<b>\$ 8,958</b>	<b>\$ 49,034</b>

**City of Sacramento**  
**Other Special Revenue Funds**  
**Combining Balance Sheet**

June 30, 2020

(in thousands)

	CCOMWP Fund	Special Districts Fund	Cal EPA Fund	Total Other Special Revenue Funds
<b>ASSETS</b>				
Cash and investments held by City	\$ 1,923	\$ 20,904	\$ 796	\$ 123,046
Cash and investments held by fiscal agent	-	-	-	7
Receivables, net:				
Taxes	-	-	-	6,678
Accounts	2	1,258	37	4,035
Loans	-	-	-	13,512
Intergovernmental	6	-	-	102
Interest	-	-	-	175
Prepaid items	-	-	-	1
Restricted assets:				
Cash and investments held by City	-	-	-	145
Cash and investments held by fiscal agent	-	-	-	713
<b>Total assets</b>	<b>\$ 1,931</b>	<b>\$ 22,162</b>	<b>\$ 833</b>	<b>\$ 148,414</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 153	\$ 595	\$ -	\$ 3,405
Accrued payroll	15	-	-	62
Deposits	-	-	-	4,061
Unearned revenue	-	-	-	22
Advances from other funds	-	-	-	6,562
<b>Total liabilities</b>	<b>168</b>	<b>595</b>	<b>-</b>	<b>14,112</b>
Deferred inflows of resources:				
Unavailable revenue	6	-	-	743
<b>Total deferred inflows of resources</b>	<b>6</b>	<b>-</b>	<b>-</b>	<b>743</b>
Fund balances:				
Nonspendable:				
Prepaid items	-	-	-	1
Restricted:				
Capital projects	-	6,276	-	20,988
Debt service	-	-	-	858
Public works programs	-	-	-	23,618
Economic development programs	-	-	-	46,954
Other programs	1,757	15,291	-	21,752
Committed:				
Capital projects	-	-	176	1,040
Other programs	-	-	657	22,823
Assigned:				
Other programs	-	-	-	169
Unassigned	-	-	-	(4,644)
<b>Total fund balances (deficit)</b>	<b>1,757</b>	<b>21,567</b>	<b>833</b>	<b>133,559</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 1,931</b>	<b>\$ 22,162</b>	<b>\$ 833</b>	<b>\$ 148,414</b>

**City of Sacramento**  
**Other Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**

For the Fiscal Year Ended June 30, 2020

(in thousands)

	Transportation and Development Fund	Culture and Leisure Fund	Parks and Recreation Fund	Economic Development Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ 10,575
Intergovernmental	12,006	-	748	-
Charges for services	20,869	2,062	-	-
Fines, forfeits and penalties	411	-	-	-
Interest, rents, and concessions	1,398	909	14	655
Community service fees	203	-	621	-
Assessment levies	32	-	-	-
Contributions and donations	-	36	451	-
Total revenues	<u>34,919</u>	<u>3,007</u>	<u>1,834</u>	<u>11,230</u>
Expenditures:				
Current:				
General government	-	-	-	4,295
Public works	12,429	-	-	-
Convention and cultural services	-	1,443	-	-
Youth, parks, and community enrichment	-	-	1,621	-
Community development	15,607	-	-	-
Library	-	-	-	-
Utilities	-	-	-	-
Capital outlay	1,309	36	1,497	759
Debt service:				
Principal	-	1,338	-	-
Interest and fiscal charges	-	871	-	-
Total expenditures	<u>29,345</u>	<u>3,688</u>	<u>3,118</u>	<u>5,054</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,574</u>	<u>(681)</u>	<u>(1,284)</u>	<u>6,176</u>
Other financing sources (uses):				
Transfers in	-	250	442	-
Transfers out	(961)	-	(13)	(8,100)
Total other financing sources (uses)	<u>(961)</u>	<u>250</u>	<u>429</u>	<u>(8,100)</u>
Special item	-	3,883	-	-
Changes in fund balances	4,613	3,452	(855)	(1,924)
Fund balances (deficit), beginning of year	<u>50,015</u>	<u>(4,101)</u>	<u>9,324</u>	<u>48,878</u>
Fund balances (deficit), end of year	<u>\$ 54,628</u>	<u>\$ (649)</u>	<u>\$ 8,469</u>	<u>\$ 46,954</u>

**City of Sacramento**  
**Other Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**

For the Fiscal Year Ended June 30, 2020

(in thousands)

	CCOMWP Fund	Special Districts Fund	Cal EPA Fund	Total Other Special Revenue Funds
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ 10,575
Intergovernmental	2,088	-	198	15,040
Charges for services	-	-	-	22,931
Fines, forfeits and penalties	-	-	-	411
Interest, rents, and concessions	39	468	19	3,502
Community service fees	-	-	-	824
Assessment levies	-	49,618	-	49,650
Contributions and donations	-	-	-	487
Total revenues	<u>2,127</u>	<u>50,086</u>	<u>217</u>	<u>103,420</u>
Expenditures:				
Current:				
General government	2,611	9,825	-	16,731
Public works	-	15,162	-	27,591
Convention and cultural services	-	5,319	-	6,762
Youth, parks, and community enrichment	-	6,676	-	8,297
Community development	-	200	-	15,807
Library	-	8,231	-	8,231
Utilities	-	287	-	287
Capital outlay	-	902	238	4,741
Debt service:				
Principal	-	-	-	1,338
Interest and fiscal charges	-	-	-	871
Total expenditures	<u>2,611</u>	<u>46,602</u>	<u>238</u>	<u>90,656</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(484)</u>	<u>3,484</u>	<u>(21)</u>	<u>12,764</u>
Other financing sources (uses):				
Transfers in	493	-	-	1,185
Transfers out	-	(437)	-	(9,511)
Total other financing sources (uses)	<u>493</u>	<u>(437)</u>	<u>-</u>	<u>(8,326)</u>
Special item	-	-	-	3,883
Changes in fund balances	9	3,047	(21)	8,321
Fund balances (deficit), beginning of year	<u>1,748</u>	<u>18,520</u>	<u>854</u>	<u>125,238</u>
Fund balances (deficit), end of year	<u>\$ 1,757</u>	<u>\$ 21,567</u>	<u>\$ 833</u>	<u>\$ 133,559</u>



# City of Sacramento

## Transportation and Development Special Revenue Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance

#### - Budget and Actual

For the Fiscal Year Ended June 30, 2020

(in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 12,011	\$ 12,011	\$ 12,006	\$ (5)
Charges for services	3,387	7,397	9,030	1,633
Fines, forfeits and penalties	500	500	411	(89)
Interest, rents, and concessions	14	14	1,172	1,158
<b>Total revenues</b>	<b>15,912</b>	<b>19,922</b>	<b>22,619</b>	<b>2,697</b>
<b>Expenditures:</b>				
<b>Current:</b>				
Public works	12,500	12,500	12,429	71
Community development	3,387	7,397	3,714	3,683
Capital outlay	1,504	1,504	1,222	282
<b>Total expenditures</b>	<b>17,391</b>	<b>21,401</b>	<b>17,365</b>	<b>4,036</b>
Excess (deficiency) of revenues over (under) expenditures	(1,479)	(1,479)	5,254	6,733
<b>Other financing uses:</b>				
Transfers out	-	-	(751)	(751)
Changes in fund balance for budgeted activities	(1,479)	(1,479)	4,503	5,982
Fund balance, beginning of year for budgeted activities	40,418	40,418	40,418	-
<b>Fund balance, end of year for budgeted activities</b>	<b>\$ 38,939</b>	<b>\$ 38,939</b>	<b>44,921</b>	<b>\$ 5,982</b>
Change in fund balance for Transportation and Development Special Revenue Fund activities for which annual budgets are not adopted			110	
Fund balance, beginning of year for non-budgeted activities			9,597	
<b>Fund balance, end of year</b>			<b>\$ 54,628</b>	

# City of Sacramento

## Culture and Leisure Special Revenue Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance

#### - Budget and Actual

For the Fiscal Year Ended June 30, 2020

(in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 1,617	\$ 1,617	\$ 2,062	\$ 445
Interest, rents and concessions	1,338	1,338	909	(429)
Contributions and donations	45	45	36	(9)
<b>Total revenues</b>	<b>3,000</b>	<b>3,000</b>	<b>3,007</b>	<b>7</b>
<b>Expenditures:</b>				
<b>Current:</b>				
Convention and cultural services	1,423	1,423	1,443	(20)
Capital outlay	743	743	36	707
<b>Debt service:</b>				
Principal	1,469	1,469	1,338	131
Interest and fiscal charges	871	647	871	(224)
<b>Total expenditures</b>	<b>4,506</b>	<b>4,282</b>	<b>3,688</b>	<b>594</b>
Deficiency of revenues under expenditures	(1,506)	(1,282)	(681)	601
<b>Other financing sources:</b>				
Transfers in	250	250	250	-
<b>Total other financing sources</b>	<b>250</b>	<b>250</b>	<b>250</b>	<b>-</b>
Special item	-	-	3,883	3,883
Changes in fund balance	(1,256)	(1,032)	3,452	4,484
Fund deficit, beginning of year	(4,101)	(4,101)	(4,101)	-
<b>Fund deficit, end of year</b>	<b>\$ (5,357)</b>	<b>\$ (5,133)</b>	<b>\$ (649)</b>	<b>\$ 4,484</b>

# City of Sacramento

## Parks and Recreation Special Revenue Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance

#### - Budget and Actual

For the Fiscal Year Ended June 30, 2020

(in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 607	\$ 658	\$ 748	\$ 90
Interest, rents and concessions	45	45	27	(18)
Community service fees	46	46	31	(15)
Total revenues	698	749	806	57
Expenditures:				
Current:				
Youth, parks, and community enrichment	1,319	1,322	1,203	119
Capital outlay	25	35	22	13
Total expenditures	1,344	1,357	1,225	132
Deficiency of revenues under expenditures	(646)	(608)	(419)	189
Other financing sources:				
Transfers in	-	441	442	1
Changes in fund balance for budgeted activities	(646)	(167)	23	190
Fund balance, beginning of year for budgeted activities	487	487	487	-
Fund balance, end of year for budgeted activities	<u>(159)</u>	<u>320</u>	510	<u>190</u>
Change in fund balance for Parks and Recreation Special Revenue Fund activities for which annual budgets are not adopted.			(878)	
Fund balance, beginning of year for non-budgeted activities			8,837	
Fund balance, end of year			<u>\$ 8,469</u>	

**City of Sacramento**  
**CCOMWP Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**- Budget and Actual**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 1,133	\$ 980	\$ 2,088	\$ 1,108
Interest, rents and concessions	-	-	39	39
Total revenues	<u>1,133</u>	<u>980</u>	<u>2,127</u>	<u>1,147</u>
Expenditures:				
Current:				
General government	<u>1,839</u>	<u>1,879</u>	<u>2,611</u>	<u>(732)</u>
Deficiency of revenues under expenditures	(706)	(899)	(484)	415
Other financing sources:				
Transfers in	<u>493</u>	<u>493</u>	<u>493</u>	<u>-</u>
Changes in fund balance	(213)	(406)	9	415
Fund balance, beginning of year	<u>1,748</u>	<u>1,748</u>	<u>1,748</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,535</u>	<u>\$ 1,342</u>	<u>\$ 1,757</u>	<u>\$ 415</u>

**City of Sacramento**  
**Special Districts Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**- Budget and Actual**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Interest, rents, and concessions	\$ -	\$ -	\$ 468	\$ 468
Assessment levies	49,626	50,421	49,618	(803)
Total revenues	49,626	50,421	50,086	(335)
<b>Expenditures:</b>				
Current:				
General government	9,901	10,083	9,825	258
Public works	16,274	16,293	15,162	1,131
Convention and cultural services	7,218	7,904	5,319	2,585
Youth, parks, and community enrichment	6,991	6,991	6,676	315
Community development	200	200	200	-
Library	8,274	8,274	8,231	43
Utilities	679	679	287	392
Capital outlay	4,669	6,735	902	5,833
Total expenditures	54,206	57,159	46,602	10,557
Excess (deficiency) of revenues over (under) expenditures	(4,580)	(6,738)	3,484	10,222
<b>Other financing uses:</b>				
Transfers out	-	-	(437)	(437)
Changes in fund balance	(4,580)	(6,738)	3,047	9,785
Fund balance, beginning of year	18,520	18,520	18,520	-
Fund balance, end of year	\$ 13,940	\$ 11,782	\$ 21,567	\$ 9,785

**City of Sacramento**  
**Cal EPA Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**- Budget and Actual**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget- Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Revenues:				
Intergovernmental	\$ 173	\$ 173	\$ 198	\$ 25
Interest, rents, and concessions	-	-	19	19
Total revenues	173	173	217	44
Expenditures:				
Current:				
Capital outlay	286	286	238	48
Changes in fund balance	(113)	(113)	(21)	92
Fund balance, beginning of year	854	854	854	-
Fund balance, end of year	<u>\$ 741</u>	<u>\$ 741</u>	<u>\$ 833</u>	<u>\$ 92</u>

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## OTHER DEBT SERVICE FUNDS

Other debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest, or that are being accumulated for principal and interest maturing in future years. The following debt service funds have been classified as nonmajor funds:

**1993 SERIES A REVENUE BOND FUND** is used to account for refunded debt service activities related to the City of Sacramento's 1986 COP issue and for the debt service activity related to the partial refunding of the City of Sacramento's 1991 Marks-Roos Revenue Bond issuance.

**1993 SERIES B REVENUE BOND FUND** is used to account for refunded debt service activities related to the City of Sacramento's 1989 COP issuance.

**2006 SERIES B REVENUE BOND FUND** is used to account for debt service activities related to financing an arts rehearsal facility and other public capital improvements and redevelopment projects.

**2006 SERIES E REVENUE BOND FUND** is used to account for refunding debt service related to refinancing all the 2001 Capital Improvement Revenue Bonds and a portion of the 2002 and 2003 Capital Improvement Revenue Bonds.

**2015 REFUNDING REVENUE BOND FUND** is used to account for debt service activities related to the refunding of the outstanding 2002 Capital Improvement Revenue Bonds, 2003 Capital Improvement Revenue Bonds, 2005 Refunding Revenue Bonds, and the 2006 Capital Improvement Revenue Bonds Series A and C.

**2016 SPFA LEASE FINANCING (H STREET THEATER COMPLEX) FUND** is used to account for debt service activities related to the refunding of the Sacramento Regional Arts Facilities 2002 Series Certificates of Participation (COPs).

**OTHER CITY DEBT FUND** is used to account for debt service activities related to the financing of other programs of the City.



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**City of Sacramento**  
**Other Debt Service Funds**  
**Combining Balance Sheet**

June 30, 2020

(in thousands)

	1993 Series A Revenue Bond Fund	1993 Series B Revenue Bond Fund	2006 Series B Revenue Bond Fund	2006 Series E Revenue Bond Fund
<b><u>ASSETS</u></b>				
Assets:				
Cash and investments held by City	\$ 28	\$ 34	\$ 2,230	\$ -
Cash and investments held by fiscal agent	15	33	111	-
Receivables, net:				
Intergovernmental	-	-	10,721	1,948
Restricted assets:				
Cash and investments held by fiscal agent	1,180	3,233	3,952	-
Total assets	<u>\$ 1,223</u>	<u>\$ 3,300</u>	<u>\$ 17,014</u>	<u>\$ 1,948</u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>				
Liabilities:				
Deposits	\$ -	\$ -	\$ -	\$ -
Deferred inflows of resources:				
Unavailable revenue	-	-	10,721	1,948
Fund balances:				
Restricted:				
Debt service	1,180	3,233	3,952	-
Committed:				
Debt service	-	-	2,296	-
Assigned:				
Debt service	43	67	-	-
Unrealized investment gains	-	-	45	-
Other programs	-	-	-	-
Total fund balances	<u>1,223</u>	<u>3,300</u>	<u>6,293</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,223</u>	<u>\$ 3,300</u>	<u>\$ 17,014</u>	<u>\$ 1,948</u>

**City of Sacramento**  
**Other Debt Service Funds**  
**Combining Balance Sheet**

June 30, 2020

(in thousands)

	2015 Refunding Revenue Bond Fund	2016 SPFA Lease Financing Fund	Other City Debt Fund	Total Other Debt Service Funds
<b><u>ASSETS</u></b>				
Assets:				
Cash and investments held by City	\$ 1,950	\$ -	\$ 1	\$ 4,243
Cash and investments held by fiscal agent	-	-	-	159
Receivables, net:				
Intergovernmental	-	-	-	12,669
Restricted assets:				
Cash and investments held by fiscal agent	-	671	-	9,036
Total assets	<u>\$ 1,950</u>	<u>\$ 671</u>	<u>\$ 1</u>	<u>\$ 26,107</u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>				
Liabilities:				
Deposits	\$ -	\$ 389	\$ -	\$ 389
Deferred inflows of resources:				
Unavailable revenue	-	-	-	12,669
Fund balances:				
Restricted:				
Debt service	-	282	-	8,647
Committed:				
Debt service	-	-	-	2,296
Assigned:				
Debt service	1,950	-	-	2,060
Unrealized investment gains	-	-	-	45
Other programs	-	-	1	1
Total fund balances	<u>1,950</u>	<u>282</u>	<u>1</u>	<u>13,049</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,950</u>	<u>\$ 671</u>	<u>\$ 1</u>	<u>\$ 26,107</u>

**City of Sacramento**  
**Other Debt Service Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**

For the Fiscal Year Ended June 30, 2020

(in thousands)

	<b>1993 Series A Revenue Bond Fund</b>	<b>1993 Series B Revenue Bond Fund</b>	<b>2006 Series B Revenue Bond Fund</b>	<b>2006 Series E Revenue Bond Fund</b>
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 395	\$ 22
Interest, rents, and concessions	17	44	989	104
Total revenues	<u>17</u>	<u>44</u>	<u>1,384</u>	<u>126</u>
Expenditures:				
Debt service:				
Principal	972	2,753	1,410	455
Interest and fiscal charges	81	231	2,540	4,101
Total expenditures	<u>1,053</u>	<u>2,984</u>	<u>3,950</u>	<u>4,556</u>
Deficiency of revenues under expenditures	<u>(1,036)</u>	<u>(2,940)</u>	<u>(2,566)</u>	<u>(4,430)</u>
Other financing sources:				
Transfers in	997	2,829	2,273	4,428
Changes in fund balances	(39)	(111)	(293)	(2)
Fund balances, beginning of year	<u>1,262</u>	<u>3,411</u>	<u>6,586</u>	<u>2</u>
Fund balances, end of year	<u><u>\$ 1,223</u></u>	<u><u>\$ 3,300</u></u>	<u><u>\$ 6,293</u></u>	<u><u>\$ -</u></u>

**City of Sacramento**  
**Other Debt Service Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**

For the Fiscal Year Ended June 30, 2020

(in thousands)

	2015 Refunding Revenue Bond Fund	2016 SPFA Lease Financing Fund	Other City Debt Fund	Total Other Debt Service Funds
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ 417
Interest, rents, and concessions	55	552	-	1,761
Total revenues	55	552	-	2,178
Expenditures:				
Debt service:				
Principal	6,897	465	-	12,952
Interest and fiscal charges	4,004	209	-	11,166
Total expenditures	10,901	674	-	24,118
Deficiency of revenues under expenditures	(10,846)	(122)	-	(21,940)
Other financing sources:				
Transfers in	10,882	-	-	21,409
Changes in fund balances	36	(122)	-	(531)
Fund balances, beginning of year	1,914	404	1	13,580
Fund balances, end of year	<u>\$ 1,950</u>	<u>\$ 282</u>	<u>\$ 1</u>	<u>\$ 13,049</u>

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## OTHER CAPITAL PROJECTS FUNDS

Other capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for governmental capital projects. The following capital projects funds have been classified as nonmajor funds:

**GENERAL FUND CAPITAL PROJECTS FUND** is used to account for the proceeds of bond issues and associated capital projects.

**TRANSPORTATION AND DEVELOPMENT CAPITAL PROJECTS FUND** is used to account for the receipts of taxes and fees which are used to construct transportation-related capital projects.

**CROCKER ART MUSEUM EXPANSION FUND** is used to account for contributions from the Crocker Art Museum Association (CAMA) and related expenditures for the museum expansion project.

**CAPITAL GRANTS FUND** is used to account for capital improvement program projects that are funded by parties outside of the City including the State and Federal governments.

**FINANCING PLANS FUND** is used to account for the construction of public infrastructure funded by developer impact fees authorized under financing plans.

**SPECIAL DISTRICTS CAPITAL PROJECTS FUND** is used to account for the proceeds of special assessment bond issues which are used in the construction of street lighting, curbs, gutters, sidewalks, and drainage infrastructure.

**ECONOMIC DEVELOPMENT FUND** is used to account for the excess proceeds of Redevelopment Agency (RDA) pre-2011 non-housing bond issues and associated capital projects.

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**City of Sacramento**  
**Other Capital Projects Funds**  
**Combining Balance Sheet**

June 30, 2020  
(in thousands)

	General Fund Capital Projects Fund	Transportation and Development Fund	Crocker Art Museum Expansion Fund	Capital Grants Fund
<b><u>ASSETS</u></b>				
Cash and investments held by City	\$ -	\$ 70,107	\$ -	\$ -
Receivables, net:				
Accounts	-	349	-	374
Intergovernmental	-	2,589	-	24,975
Interest	-	121	-	-
Restricted assets:				
Cash and investments held by City	121	-	149	31
Cash and investments held by fiscal agent	308	-	-	-
Total assets	<u>\$ 429</u>	<u>\$ 73,166</u>	<u>\$ 149</u>	<u>\$ 25,380</u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>				
Liabilities:				
Accounts payable	\$ 300	\$ 980	\$ -	\$ 10,683
Due to other funds	-	-	-	3,234
Unearned revenue	-	-	-	2,045
Total liabilities	<u>300</u>	<u>980</u>	<u>-</u>	<u>15,962</u>
Deferred inflows of resources:				
Unavailable revenue	<u>-</u>	<u>419</u>	<u>-</u>	<u>16,921</u>
Fund balances:				
Restricted:				
Capital projects	129	71,841	149	9,418
Other programs	-	-	-	-
Unassigned	<u>-</u>	<u>(74)</u>	<u>-</u>	<u>(16,921)</u>
Total fund balances (deficit)	<u>129</u>	<u>71,767</u>	<u>149</u>	<u>(7,503)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 429</u>	<u>\$ 73,166</u>	<u>\$ 149</u>	<u>\$ 25,380</u>

**City of Sacramento**  
**Other Capital Projects Funds**  
**Combining Balance Sheet**

June 30, 2020  
(in thousands)

	Financing Plans Fund	Special Districts Fund	Economic Development Fund	Total Other Capital Projects Funds
<b>ASSETS</b>				
Cash and investments held by City	\$ 100,752	\$ 11,623	\$ 13,819	\$ 196,301
Receivables, net:				
Accounts	2,816	-	-	3,539
Intergovernmental	-	-	-	27,564
Interest	255	-	-	376
Restricted assets:				
Cash and investments held by City	-	-	-	301
Cash and investments held by fiscal agent	-	-	-	308
Total assets	<u>\$ 103,823</u>	<u>\$ 11,623</u>	<u>\$ 13,819</u>	<u>\$ 228,389</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 6,539	\$ -	\$ 319	\$ 18,821
Due to other funds	-	-	-	3,234
Unearned revenue	5,450	-	-	7,495
Total liabilities	<u>11,989</u>	<u>-</u>	<u>319</u>	<u>29,550</u>
Deferred inflows of resources:				
Unavailable revenue	<u>2,878</u>	<u>-</u>	<u>-</u>	<u>20,218</u>
Fund balances:				
Restricted:				
Capital projects	80,557	11,623	13,500	187,217
Other programs	8,399	-	-	8,399
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>(16,995)</u>
Total fund balances (deficit)	<u>88,956</u>	<u>11,623</u>	<u>13,500</u>	<u>178,621</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 103,823</u>	<u>\$ 11,623</u>	<u>\$ 13,819</u>	<u>\$ 228,389</u>

**City of Sacramento**  
**Other Capital Projects Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	General Fund Capital Projects Fund	Transportation and Development Fund	Crocker Art Museum Expansion Fund	Capital Grants Fund
<b>Revenues:</b>				
Taxes	\$ -	\$ 4,388	\$ -	\$ -
Intergovernmental	-	27,707	-	23,711
Charges for services	-	704	-	-
Interest, rents, and concessions	11	1,506	4	137
Community service fees	-	-	-	-
Assessment levies	-	-	-	-
Contributions and donations	-	-	-	4,778
<b>Total revenues</b>	<b>11</b>	<b>34,305</b>	<b>4</b>	<b>28,626</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	-	-	-	-
Public works	-	5,276	-	2
Youth, parks, and community enrichment	-	-	-	-
Community development	-	-	-	-
Capital outlay	212	12,323	-	33,750
<b>Debt service:</b>				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>212</b>	<b>17,599</b>	<b>-</b>	<b>33,752</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(201)</b>	<b>16,706</b>	<b>4</b>	<b>(5,126)</b>
<b>Other financing sources (uses):</b>				
Transfers out	-	-	-	(137)
Issuance of long-term debt	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(137)</b>
<b>Changes in fund balances</b>	<b>(201)</b>	<b>16,706</b>	<b>4</b>	<b>(5,263)</b>
<b>Fund balances (deficit) , beginning of year</b>	<b>330</b>	<b>55,061</b>	<b>145</b>	<b>(2,240)</b>
<b>Fund balances (deficit) , end of year</b>	<b>\$ 129</b>	<b>\$ 71,767</b>	<b>\$ 149</b>	<b>\$ (7,503)</b>

**City of Sacramento**  
**Other Capital Projects Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<b>Financing Plans Fund</b>	<b>Special Districts Fund</b>	<b>Economic Development Fund</b>	<b>Total Other Capital Projects Funds</b>
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ 4,388
Intergovernmental	-	-	-	51,418
Charges for services	14	-	-	718
Interest, rents, and concessions	2,429	294	293	4,674
Community service fees	28,248	-	-	28,248
Assessment levies	-	89	-	89
Contributions and donations	822	16,152	-	21,752
<b>Total revenues</b>	<b>31,513</b>	<b>16,535</b>	<b>293</b>	<b>111,287</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	266	-	205	471
Public works	88	-	-	5,366
Youth, parks, and community enrichment	1,891	-	-	1,891
Community development	7,354	4,808	-	12,162
Capital outlay	18,574	8,093	1,145	74,097
<b>Debt service:</b>				
Principal	2,853	-	-	2,853
Interest and fiscal charges	1,561	-	-	1,561
<b>Total expenditures</b>	<b>32,587</b>	<b>12,901</b>	<b>1,350</b>	<b>98,401</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(1,074)</b>	<b>3,634</b>	<b>(1,057)</b>	<b>12,886</b>
<b>Other financing sources (uses):</b>				
Transfers out	(1,130)	-	-	(1,267)
Issuance of long-term debt	5,452	-	-	5,452
<b>Total other financing sources (uses)</b>	<b>4,322</b>	<b>-</b>	<b>-</b>	<b>4,185</b>
<b>Changes in fund balances</b>	<b>3,248</b>	<b>3,634</b>	<b>(1,057)</b>	<b>17,071</b>
<b>Fund balances (deficit) , beginning of year</b>	<b>85,708</b>	<b>7,989</b>	<b>14,557</b>	<b>161,550</b>
<b>Fund balances (deficit) , end of year</b>	<b>\$ 88,956</b>	<b>\$ 11,623</b>	<b>\$ 13,500</b>	<b>\$ 178,621</b>

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## PERMANENT FUNDS

Permanent funds are used to account for and report resources that are held by the City which are legally restricted to the extent that only earnings may be used for purposes that support City programs. The resources must be spent as provided in legal trust agreements and related state laws. The following permanent funds have been classified as nonmajor funds:

**ANN LAND FUND** is used to account for gifts to the City. The investment income is available to aid destitute persons in the City.

**BERTHA HENSCHER FUND** is used to account for gifts to the City. The investment income is available to aid destitute persons in the City.

**GEORGE CLARK SCHOLARSHIP FUND** is used to account for an endowment established by George Clark, Mayor of Sacramento in 1900. The investment income is available to provide college scholarships for Sacramento high school seniors.

**ALICE MILLER FUND** is used to account for gifts to the City. The investment income is available to care for a specific area of the Old City Cemetery.

**SACRAMENTO HISTORY MUSEUM FUND** is used to account for gifts to the Museum. The investment income is available to help pay the operating expenses of the Museum.

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**City of Sacramento**  
**Permanent Funds**  
**Combining Balance Sheet**

June 30, 2020  
(in thousands)

	<u>Ann Land Fund</u>	<u>Bertha Henschel Fund</u>	<u>George Clark Scholarship Fund</u>
<b><u>ASSETS</u></b>			
Cash and investments held by City	\$ 1,043	\$ 3,129	\$ 1,343
Receivables, net:			
Interest	<u>2</u>	<u>7</u>	<u>1</u>
Total assets	<u>\$ 1,045</u>	<u>\$ 3,136</u>	<u>\$ 1,344</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5</u>
Fund balances:			
Nonspendable:			
Permanent fund principal	272	278	25
Restricted:			
Other programs	<u>773</u>	<u>2,858</u>	<u>1,314</u>
Total fund balances	<u>1,045</u>	<u>3,136</u>	<u>1,339</u>
Total liabilities and fund balances	<u>\$ 1,045</u>	<u>\$ 3,136</u>	<u>\$ 1,344</u>



**City of Sacramento**  
**Permanent Funds**  
**Combining Balance Sheet**

June 30, 2020  
(in thousands)

	Alice Miller Fund	Sacramento History Museum Fund	Total Permanent Funds
<b><u>ASSETS</u></b>			
Cash and investments held by City	\$ 46	\$ 306	\$ 5,867
Receivables, net:			
Interest	-	-	10
Total assets	<u>\$ 46</u>	<u>\$ 306</u>	<u>\$ 5,877</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 5
Fund balances:			
Nonspendable:			
Permanent fund principal	3	300	878
Restricted:			
Other programs	43	6	4,994
Total fund balances	<u>46</u>	<u>306</u>	<u>5,872</u>
Total liabilities and fund balances	<u>\$ 46</u>	<u>\$ 306</u>	<u>\$ 5,877</u>

**City of Sacramento**  
**Permanent Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<u>Ann Land Fund</u>	<u>Bertha Henschel Fund</u>	<u>George Clark Scholarship Fund</u>
Revenues:			
Interest, rents, and concessions	\$ (27)	\$ (80)	\$ (39)
Expenditures:			
Current:			
General government	36	108	18
Convention and cultural services	-	-	-
Total expenditures	<u>36</u>	<u>108</u>	<u>18</u>
Changes in fund balances	(63)	(188)	(57)
Fund balances, beginning of year	<u>1,108</u>	<u>3,324</u>	<u>1,396</u>
Fund balances, end of year	<u>\$ 1,045</u>	<u>\$ 3,136</u>	<u>\$ 1,339</u>

**City of Sacramento**  
**Permanent Funds**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<u>Alice Miller Fund</u>	<u>Sacramento History Museum Fund</u>	<u>Total Permanent Funds</u>
Revenues:			
Interest, rents, and concessions	\$ 1	\$ 6	\$ (139)
Expenditures:			
Current:			
General government	-	-	162
Convention and cultural services	-	21	21
Total expenditures	-	21	183
Changes in fund balances	1	(15)	(322)
Fund balances, beginning of year	45	321	6,194
Fund balances, end of year	<u>\$ 46</u>	<u>\$ 306</u>	<u>\$ 5,872</u>

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## OTHER ENTERPRISE FUNDS

Enterprise funds are used to account for self-supporting City programs that provide services on a user-fee basis to the general public. The following enterprise funds have been classified as nonmajor funds:

**PARKING FUND** is used to account for the operation and maintenance of the City's off-street parking facilities throughout the City.

**4<sup>th</sup> R CHILD DEVELOPMENT FUND** is used to account for a program that provides school age childcare services at various locations throughout the City.

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**City of Sacramento**  
**Other Enterprise Funds**  
**Combining Statement of Net Position**

June 30, 2020  
(in thousands)

	Parking Fund	4th R Child Development Fund	Total Other Enterprise Funds
<b><u>ASSETS</u></b>			
Current assets:			
Cash and investments held by City	\$ 21,403	\$ 3,575	\$ 24,978
Cash and investments held by fiscal agent	17	-	17
Receivables, net:			
Accounts	752	28	780
Prepaid items	13	1	14
Intangible asset, current portion	-	8	8
Total current assets	<u>22,185</u>	<u>3,612</u>	<u>25,797</u>
Noncurrent assets:			
Restricted assets:			
Cash and investments held by fiscal agent	1,741	-	1,741
Intangible assets	-	120	120
Capital assets:			
Land	5,825	-	5,825
Buildings and improvements	61,896	1,546	63,442
Machinery and equipment	6,235	-	6,235
Construction in progress	4,442	-	4,442
Software	32	-	32
Less: accumulated depreciation/amortization	(41,145)	(1,258)	(42,403)
Total noncurrent assets	<u>39,026</u>	<u>408</u>	<u>39,434</u>
Total assets	<u>61,211</u>	<u>4,020</u>	<u>65,231</u>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>			
Deferred outflows related to pensions	697	608	1,305
Deferred outflows related to OPEB	176	56	232
Total deferred outflows of resources	<u>873</u>	<u>664</u>	<u>1,537</u>

**City of Sacramento**  
**Other Enterprise Funds**  
**Combining Statement of Net Position**

June 30, 2020  
(in thousands)

	Parking Fund	4th R Child Development Fund	Total Other Enterprise Funds
<b><u>LIABILITIES</u></b>			
Current liabilities:			
Accounts payable	1,919	198	2,117
Accrued payroll	141	169	310
Accrued compensated absences	22	19	41
Interest payable	67	-	67
Deposits	21	-	21
Unearned revenue	326	-	326
Accrued claims and judgements	1	9	10
Capital leases payable	973	-	973
Revenue and other bonds payable, net	2,937	-	2,937
Total current liabilities	6,407	395	6,802
Noncurrent liabilities:			
Accrued compensated absences	361	250	611
Net OPEB liability	1,755	125	1,880
Revenue and other bonds payable, net	12,141	-	12,141
Net pension liability	5,530	5,065	10,595
Total noncurrent liabilities	19,787	5,440	25,227
Total liabilities	26,194	5,835	32,029
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>			
Gain on refunding of debt	219	-	219
Deferred inflows related to pensions	119	100	219
Deferred inflows related to OPEB	1,039	251	1,290
Total deferred inflows of resources	1,377	351	1,728
<b><u>NET POSITION</u></b>			
Net investment in capital assets	22,738	288	23,026
Unrestricted	11,775	(1,790)	9,985
Total net position (deficit)	\$ 34,513	\$ (1,502)	\$ 33,011



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**City of Sacramento**  
**Other Enterprise Funds**  
**Combining Statement of Revenues,**  
**Expenses and Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Parking Fund	4th R Child Development Fund	Total Other Enterprise Funds
Operating revenues:			
Charges for services:			
User fees and charges	\$ 16,134	\$ 5,327	\$ 21,461
Rents and concessions	976	-	976
Miscellaneous	30	1	31
Total operating revenues	17,140	5,328	22,468
Operating expenses:			
Employee services	4,832	4,551	9,383
Services and supplies	7,087	955	8,042
Depreciation/amortization	1,504	86	1,590
Claims and judgements	-	2	2
Total operating expenses	13,423	5,594	19,017
Operating income (loss)	3,717	(266)	3,451
Nonoperating revenues (expenses):			
Interest and investment revenue	508	64	572
Revenue from other agencies	2	-	2
Interest expense	(574)	-	(574)
Total nonoperating revenues (expenses)	(64)	64	-
Income before transfers	3,653	(202)	3,451
Transfers in	5,310	-	5,310
Transfers out	(9,360)	-	(9,360)
Changes in net position	(397)	(202)	(599)
Total net position (deficit), beginning of year	34,910	(1,300)	33,610
Total net position (deficit), end of year	\$ 34,513	\$ (1,502)	\$ 33,011

**City of Sacramento**  
**Other Enterprise Funds**  
**Combining Statement of Cash Flows**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Parking Fund	4th R Child Development Fund	Total Other Enterprise Funds
Cash flows from operating activities:			
Receipts from customers and users	\$ 16,322	\$ 5,335	\$ 21,657
Payments to suppliers	(6,762)	(887)	(7,649)
Payments to employees	(4,500)	(4,309)	(8,809)
Claims and judgements paid	-	(37)	(37)
Net cash provided by operating activities	<u>5,060</u>	<u>102</u>	<u>5,162</u>
Cash flows from noncapital financing activities:			
Transfers in from other funds	5,310	-	5,310
Transfers out to other funds	(1,801)	-	(1,801)
Intergovernmental revenue received	<u>2</u>	<u>-</u>	<u>2</u>
Net cash provided by noncapital financing activities	<u>3,511</u>	<u>-</u>	<u>3,511</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(531)	-	(531)
Principal payments on capital debt	(4,013)	-	(4,013)
Interest payments on capital debt	(752)	-	(752)
Transfers out to other funds	<u>(7,559)</u>	<u>-</u>	<u>(7,559)</u>
Net cash used for capital and related financing activities	<u>(12,855)</u>	<u>-</u>	<u>(12,855)</u>
Cash flows from investing activities:			
Collection of interest and investment revenue	<u>509</u>	<u>64</u>	<u>573</u>
Net increase (decrease) in cash and cash equivalents	(3,775)	166	(3,609)
Cash and cash equivalents, beginning of year	<u>26,936</u>	<u>3,409</u>	<u>30,345</u>
Cash and cash equivalents, end of year	<u>\$ 23,161</u>	<u>\$ 3,575</u>	<u>\$ 26,736</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position:			
Cash and investments held by City	\$ 21,403	\$ 3,575	\$ 24,978
Cash and investments held by fiscal agent	17	-	17
Restricted cash and investments held by fiscal agent	<u>1,741</u>	<u>-</u>	<u>1,741</u>
Total cash and cash equivalents, end of year	<u>\$ 23,161</u>	<u>\$ 3,575</u>	<u>\$ 26,736</u>

**City of Sacramento**  
**Other Enterprise Funds**  
**Combining Statement of Cash Flows**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<u>Parking Fund</u>	<u>4th R Child Development Fund</u>	<u>Total Other Enterprise Funds</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	\$ 3,717	\$ (266)	\$ 3,451
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation/amortization expense	1,504	78	1,582
Amortization of intangible assets	-	8	8
Changes in assets, liabilities, and deferred outflows and inflows of resources:			
Accounts receivable, net	(303)	271	(32)
Prepaid items	23	(1)	22
Accounts payable	302	69	371
Accrued payroll	(64)	(117)	(181)
Accrued compensated absences	52	(8)	44
Accrued claims and judgements	-	(35)	(35)
Deposits	(494)	-	(494)
Unearned revenue	(21)	(264)	(285)
Net pension liability and related deferred outflows/inflows of resources	545	430	975
Net OPEB liability and related deferred outflows/inflows of resources	(201)	(63)	(264)
Net cash provided by operating activities	<u>\$ 5,060</u>	<u>\$ 102</u>	<u>\$ 5,162</u>
Noncash investing, capital and financing activities:			
Amortization of bond premium and discount	\$ 127	\$ -	\$ 127
Amortization of bond gain on refunding	24	-	24
Capital asset acquisitions on accounts payable	18	-	18

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**WATER FUND**

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**City of Sacramento**  
**Water Fund**  
**Combining Schedule of Net Position**  
June 30, 2020  
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Water Revenue Bonds Fund	2017 Water Revenue Bonds Fund
<b>ASSETS</b>					
Current assets:					
Cash and investments held by City	\$ -	\$ 116,853	\$ -	\$ -	\$ -
Cash and investments held by fiscal agent	-	3	-	2	-
Receivables, net:					
Accounts	982	22,422		-	-
Intergovernmental	-	-	557	-	-
Interest	-	674		-	-
Due from other funds	-	72,332		-	-
Inventories	-	935		-	-
Prepaid items	-	260		-	-
	<u>982</u>	<u>213,479</u>	<u>557</u>	<u>2</u>	<u>-</u>
Total current assets					
Noncurrent assets:					
Restricted assets:					
Cash and investments held by City	41,793	-	-	4,232	602
Cash and investments held by fiscal agent	-	497	-	2,860	-
Capital assets:					
Land	584	1,170	-	-	-
Buildings and improvements	-	45,636	559	1,344	-
Machinery and equipment	-	16,668	637	153	8,560
Transmission and distribution systems	3,429	624,373	3,065	95,647	52,515
Construction in progress	17,930	34,681	2,389	176,030	1,329
Software	-	3,491	-	-	-
Easement	-	134	-	-	-
Less: accumulated depreciation/amortization	(204)	(302,355)	(1,096)	(10,807)	(2,503)
	<u>63,532</u>	<u>424,295</u>	<u>5,554</u>	<u>269,459</u>	<u>60,503</u>
Total noncurrent assets					
	<u>64,514</u>	<u>637,774</u>	<u>6,111</u>	<u>269,461</u>	<u>60,503</u>
Total assets					
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Loss on refunding of debt	-	4,260	-	-	-
Deferred outflows related to pensions	-	6,684	-	-	-
Deferred outflows related to OPEB	-	887	-	-	-
	<u>-</u>	<u>11,831</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred outflows of resources					



**City of Sacramento**  
**Water Fund**  
**Combining Schedule of Net Position**  
June 30, 2020  
(in thousands)

	Drinking Water SRF Loan Fund	2020 Water Revenue Refunding Bonds Fund	Eliminations	Total Water Fund
<b>ASSETS</b>				
Current assets:				
Cash and investments held by City	\$ -	\$ -	\$ -	\$ 116,853
Cash and investments held by fiscal agent	-	-	-	5
Receivables, net:				
Accounts	-	-	-	23,404
Intergovernmental	-	-	-	557
Interest	-	-	-	674
Due from other funds	-	-	(72,332)	-
Inventories	-	-	-	935
Prepaid items	-	-	-	260
	<u>-</u>	<u>-</u>	<u>(72,332)</u>	<u>142,688</u>
Total current assets				
Noncurrent assets:				
Restricted assets:				
Cash and investments held by City	-	-	-	46,627
Cash and investments held by fiscal agent	-	12	-	3,369
Capital assets:				
Land	-	-	-	1,754
Buildings and improvements	-	-	-	47,539
Machinery and equipment	1,709	-	-	27,727
Transmission and distribution systems	30,239	-	-	809,268
Construction in progress	85,093	-	-	317,452
Software	-	-	-	3,491
Easement	-	-	-	134
Less: accumulated depreciation/amortization	(1,370)	-	-	(318,335)
	<u>115,671</u>	<u>12</u>	<u>-</u>	<u>939,026</u>
Total noncurrent assets				
Total assets	<u>115,671</u>	<u>12</u>	<u>(72,332)</u>	<u>1,081,714</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Loss on refunding of debt	-	4,353	-	8,613
Deferred outflows related to pensions	-	-	-	6,684
Deferred outflows related to OPEB	-	-	-	887
	<u>-</u>	<u>4,353</u>	<u>-</u>	<u>16,184</u>
Total deferred outflows of resources				

**City of Sacramento**  
**Water Fund**  
**Combining Schedule of Net Position**  
June 30, 2020  
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Water Revenue Bonds Fund	2017 Water Revenue Bonds Fund
<b><u>LIABILITIES</u></b>					
Current liabilities:					
Accounts payable	481	5,492	11	-	-
Due to other funds	-	-	527	-	-
Accrued payroll	-	1,413	-	-	-
Accrued compensated absences	-	198	-	-	-
Interest payable	-	508	-	417	843
Deposits	-	8	-	-	-
Unearned revenue	1,837	3,202	19	-	-
Accrued claims and judgements	-	93	-	-	-
Revenue and other bonds payable, net	-	7,717	-	5,348	1,199
Notes payable	-	471	-	-	-
Total current liabilities	<u>2,318</u>	<u>19,102</u>	<u>557</u>	<u>5,765</u>	<u>2,042</u>
Noncurrent liabilities:					
Accrued compensated absences	-	3,214	-	-	-
Water fee credits	-	214	-	-	-
Net OPEB liability	-	12,185	-	-	-
Revenue and other bonds payable, net	-	106,474	-	23,207	59,007
Notes payable	-	6,347	-	-	-
Net pension liability	-	42,461	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>170,895</u>	<u>-</u>	<u>23,207</u>	<u>59,007</u>
Total liabilities	<u>2,318</u>	<u>189,997</u>	<u>557</u>	<u>28,972</u>	<u>61,049</u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>					
Gain on refunding of debt	-	191	-	-	-
Deferred inflows related to pensions	-	434	-	-	-
Deferred inflows related to OPEB	-	6,117	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>6,742</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>NET POSITION</u></b>					
Net investment in capital assets	21,739	309,169	5,554	242,892	297
Restricted for:					
Capital projects	40,457	-	-	-	-
Unrestricted	-	143,697	-	(2,403)	(843)
Total net position	<u>\$ 62,196</u>	<u>\$ 452,866</u>	<u>\$ 5,554</u>	<u>\$ 240,489</u>	<u>\$ (546)</u>

(continued)

**City of Sacramento**  
**Water Fund**  
**Combining Schedule of Net Position**  
June 30, 2020  
(in thousands)

	Drinking Water SRF Loan Fund	2020 Water Revenue Refunding Bonds Fund	Eliminations	Total Water Fund
<b><u>LIABILITIES</u></b>				
Current liabilities:				
Accounts payable	3,407	-	-	9,391
Due to other funds	71,805	-	(72,332)	-
Accrued payroll	-	-	-	1,413
Accrued compensated absences	-	-	-	198
Interest payable	296	1,068	-	3,132
Deposits	-	-	-	8
Unearned revenue	-	-	-	5,058
Accrued claims and judgements	-	-	-	93
Revenue and other bonds payable, net	-	2,890	-	17,154
Notes payable	-	-	-	471
Total current liabilities	<u>75,508</u>	<u>3,958</u>	<u>(72,332)</u>	<u>36,918</u>
Noncurrent liabilities:				
Accrued compensated absences	-	-	-	3,214
Water fee credits	-	-	-	214
Net OPEB liability	-	-	-	12,185
Revenue and other bonds payable, net	-	185,500	-	374,188
Notes payable	44,911	-	-	51,258
Net pension liability	-	-	-	42,461
Total noncurrent liabilities	<u>44,911</u>	<u>185,500</u>	<u>-</u>	<u>483,520</u>
Total liabilities	<u>120,419</u>	<u>189,458</u>	<u>(72,332)</u>	<u>520,438</u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>				
Gain on refunding of debt	-	-	-	191
Deferred inflows related to pensions	-	-	-	434
Deferred inflows related to OPEB	-	-	-	6,117
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,742</u>
<b><u>NET POSITION</u></b>				
Net investment in capital assets	70,760	-	-	650,411
Restricted for:				
Capital projects	-	-	-	40,457
Unrestricted	(75,508)	(185,093)	-	(120,150)
Total net position	<u>\$ (4,748)</u>	<u>\$ (185,093)</u>	<u>\$ -</u>	<u>\$ 570,718</u>

**City of Sacramento**  
**Water Fund**  
**Combining Schedule of Revenues,**  
**Expenses and Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Water Revenue Bonds Fund	2017 Water Revenue Bonds Fund
Operating revenues:					
Charges for services:					
User fees and charges	\$ -	\$ 141,797	\$ 4	\$ -	\$ -
Rent and concessions	-	18	-	-	-
Miscellaneous	-	222	-	-	-
Total operating revenues	<u>-</u>	<u>142,037</u>	<u>4</u>	<u>-</u>	<u>-</u>
Operating expenses:					
Employee services	-	44,744	-	-	-
Services and supplies	1,664	20,277	100	-	-
Depreciation/amortization	72	17,533	198	2,782	1,077
Claims and judgements	-	61	-	-	-
Total operating expenses	<u>1,736</u>	<u>82,615</u>	<u>298</u>	<u>2,782</u>	<u>1,077</u>
Operating income (loss)	<u>(1,736)</u>	<u>59,422</u>	<u>(294)</u>	<u>(2,782)</u>	<u>(1,077)</u>
Nonoperating revenues (expenses):					
Interest and investment revenue	806	4,672	-	228	13
Revenue from other agencies	-	178	523	-	-
Interest expense	-	(4,577)	-	(5,765)	(2,208)
Amortization of bond prepaid insurance	-	(23)	-	-	-
Total nonoperating revenues (expenses)	<u>806</u>	<u>250</u>	<u>523</u>	<u>(5,537)</u>	<u>(2,195)</u>
Income (loss) before capital contributions and transfers	(930)	59,672	229	(8,319)	(3,272)
Capital contributions	6,530	7,845	-	-	-
Transfers in	-	84	-	201,911	3,375
Transfers out	-	(33,655)	-	(4,248)	-
Changes in net position	5,600	33,946	229	189,344	103
Total net position (deficit), beginning of year	<u>56,596</u>	<u>418,920</u>	<u>5,325</u>	<u>51,145</u>	<u>(649)</u>
Total net position (deficit), end of year	<u>\$ 62,196</u>	<u>\$ 452,866</u>	<u>\$ 5,554</u>	<u>\$ 240,489</u>	<u>\$ (546)</u>

**City of Sacramento**  
**Water Fund**  
**Combining Schedule of Revenues,**  
**Expenses and Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Drinking Water SRF Loan Fund	2020 Water Revenue Refunding Bonds Fund	Eliminations	Total Water Fund
Operating revenues:				
Charges for services:				
User fees and charges	\$ -	\$ -	\$ -	\$ 141,801
Rent and concessions	-	-	-	18
Miscellaneous	-	-	-	222
Total operating revenues	-	-	-	142,041
Operating expenses:				
Employee services	11	-	-	44,755
Services and supplies	(11)	995	-	23,025
Depreciation/amortization	917	-	-	22,579
Claims and judgements	-	-	-	61
Total operating expenses	917	995	-	90,420
Operating income (loss)	(917)	(995)	-	51,621
Nonoperating revenues (expenses):				
Interest and investment revenue	(1,834)	-	-	3,885
Revenue from other agencies	-	-	-	701
Interest expense	(448)	(1,101)	-	(14,099)
Amortization of bond prepaid insurance	-	-	-	(23)
Total nonoperating revenues (expenses)	(2,282)	(1,101)	-	(9,536)
Income (loss) before capital contributions and transfers	(3,199)	(2,096)	-	42,085
Capital contributions	-	-	-	14,375
Transfers in	-	5,253	(210,539)	84
Transfers out	-	(188,250)	210,539	(15,614)
Changes in net position	(3,199)	(185,093)	-	40,930
Total net position (deficit), beginning of year	(1,549)	-	-	529,788
Total net position (deficit), end of year	\$ (4,748)	\$ (185,093)	\$ -	\$ 570,718

**City of Sacramento**  
**Water Fund**  
**Combining Schedule of Cash Flows**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Water Revenue Bonds Fund	2017 Water Revenue Bonds Fund
Cash flows from operating activities:					
Receipts from customers and users	\$ -	\$ 139,503	\$ 4	\$ -	\$ -
Payments to suppliers	(1,735)	(18,856)	(95)	-	-
Payments to employees	-	(41,603)	-	-	-
Claims and judgements paid	-	(70)	-	-	-
Net cash provided by (used for) operating activities	<u>(1,735)</u>	<u>78,974</u>	<u>(91)</u>	<u>-</u>	<u>-</u>
Cash flows from noncapital financing activities:					
Interfund cash flow loans	-	(72,332)	527	-	-
Transfers in from other funds	-	84	-	-	-
Transfers out to other funds	-	(15,083)	-	-	-
Interfund loan repayments	-	54,425	(1,932)	-	-
Intergovernmental revenue received	-	178	1,979	-	-
Net cash provided by (used for) noncapital financing activities	<u>-</u>	<u>(32,728)</u>	<u>574</u>	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	329	(10,704)	(483)	-	-
Proceeds from issuance of debt	-	-	-	-	-
Principal payments on capital debt	-	(6,614)	-	(4,360)	(825)
Interest payments on capital debt	-	(5,746)	-	(9,657)	(2,551)
Transfers in from other funds	-	-	-	13,661	3,375
Transfers out to other funds	-	(18,572)	-	(4,248)	-
Capital contributions received	6,381	263	-	-	-
Loan repayments received	792	-	-	-	-
Net cash provided by (used for) capital and related financing activities	<u>7,502</u>	<u>(41,373)</u>	<u>(483)</u>	<u>(4,604)</u>	<u>(1)</u>
Cash flows from investing activities:					
Collection of interest and investment revenue	811	4,627	-	228	13
Net increase (decrease) in cash and cash equivalents	6,578	9,500	-	(4,376)	12
Cash and cash equivalents, beginning of year	35,215	107,853	-	11,470	590
Cash and cash equivalents, end of year	<u>\$ 41,793</u>	<u>\$ 117,353</u>	<u>\$ -</u>	<u>\$ 7,094</u>	<u>\$ 602</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position:					
Cash and investments held by City	\$ -	\$ 116,853	\$ -	\$ -	\$ -
Cash and investments held by fiscal agent	-	3	-	2	-
Restricted cash and investments held by City	41,793	-	-	4,232	602
Restricted cash and investments held by fiscal agent	-	497	-	2,860	-
Total cash and cash equivalents, end of year	<u>\$ 41,793</u>	<u>\$ 117,353</u>	<u>\$ -</u>	<u>\$ 7,094</u>	<u>\$ 602</u>

**City of Sacramento**  
**Water Fund**  
**Combining Schedule of Cash Flows**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Drinking Water SRF Loan Fund	2020 Water Revenue Refunding Bonds Fund	Eliminations	Total Water Fund
Cash flows from operating activities:				
Receipts from customers and users	\$ -	\$ -	\$ -	\$ 139,507
Payments to suppliers	11	(995)	-	(21,670)
Payments to employees	(11)	-	-	(41,614)
Claims and judgements paid	-	-	-	(70)
Net cash provided by (used for) operating activities	-	(995)	-	76,153
Cash flows from noncapital financing activities:				
Interfund cash flow loans	71,805	-	-	-
Transfers in from other funds	-	-	-	84
Transfers out to other funds	-	-	-	(15,083)
Interfund loan repayments	(52,493)	-	-	-
Intergovernmental revenue received	-	-	-	2,157
Net cash provided by (used for) noncapital financing activities	19,312	-	-	(12,842)
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(44,533)	-	-	(55,391)
Proceeds from issuance of debt	27,207	2	-	27,209
Principal payments on capital debt	-	(4,248)	-	(16,047)
Interest payments on capital debt	(152)	-	-	(18,106)
Transfers in from other funds	-	5,253	(22,289)	-
Transfers out to other funds	-	-	22,289	(531)
Capital contributions received	-	-	-	6,644
Loan repayments received	-	-	-	792
Net cash provided by (used for) capital and related financing activities	(17,478)	1,007	-	(55,430)
Cash flows from investing activities:				
Collection of interest and investment revenue	(1,834)	-	-	3,845
Net increase (decrease) in cash and cash equivalents	-	12	-	11,726
Cash and cash equivalents, beginning of year	-	-	-	155,128
Cash and cash equivalents, end of year	<u>\$ -</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 166,854</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position:				
Cash and investments held by City	\$ -	\$ -	\$ -	\$ 116,853
Cash and investments held by fiscal agent	-	-	-	5
Restricted cash and investments held by City	-	-	-	46,627
Restricted cash and investments held by fiscal agent	-	12	-	3,369
Total cash and cash equivalents, end of year	<u>\$ -</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 166,854</u>

**City of Sacramento**  
**Water Fund**  
**Combining Schedule of Cash Flows**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Water Revenue Bonds Fund	2017 Water Revenue Bonds Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ (1,736)	\$ 59,422	\$ (294)	\$ (2,782)	\$ (1,077)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation/amortization expense	72	17,533	198	2,782	1,077
Changes in assets, liabilities, and deferred outflows and inflows of resources:					
Accounts receivable, net	-	(2,659)	-	-	-
Inventories	-	(257)	-	-	-
Prepaid items	-	6	-	-	-
Accounts payable	(71)	1,672	5	-	-
Accrued payroll	-	(429)	-	-	-
Accrued compensated absences	-	357	-	-	-
Accrued claims and judgements	-	(9)	-	-	-
Deposits	-	(2)	-	-	-
Unearned revenue	-	127	-	-	-
Net pension liability and related deferred outflows/inflows of resources	-	4,242	-	-	-
Net OPEB liability and related deferred outflows/inflows of resources	-	(1,029)	-	-	-
Net cash provided by (used for) operating activities	<u>\$ (1,735)</u>	<u>\$ 78,974</u>	<u>\$ (91)</u>	<u>\$ -</u>	<u>\$ -</u>
Noncash investing, capital and financing activities:					
Contributions of capital assets	\$ -	\$ 7,148	\$ -	\$ -	\$ -
Transfer of capital assets from governmental funds, net of depreciation	-	434	-	-	-
Amortization of bond premium and discount	-	1,277	-	1,053	329
Amortization of bond loss on refunding	-	(328)	-	-	-
Amortization of bond gain on refunding	-	190	-	-	-
Amortization of bond prepaid insurance	-	(23)	-	-	-
Capital asset acquisitions on accounts payable	481	1,116	56	-	-
Refunding bond proceeds deposited into escrow account	-	-	-	-	-
Defeasance of capital debt with bond proceeds in escrow	-	-	-	(188,250)	-
Transfers in from other funds with escrow funds	-	-	-	188,250	-
Transfers out to other funds with escrow funds	-	-	-	-	-

(continued)



**City of Sacramento**  
**Water Fund**  
**Combining Schedule of Cash Flows**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Drinking Water SRF Loan Fund	2020 Water Revenue Refunding Bonds Fund	Eliminations	Total Water Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (917)	\$ (995)	\$ -	\$ 51,621
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation/amortization expense	917	-	-	22,579
Changes in assets, liabilities, and deferred outflows and inflows of resources:				
Accounts receivable, net	-	-	-	(2,659)
Inventories	-	-	-	(257)
Prepaid items	-	-	-	6
Accounts payable	-	-	-	1,606
Accrued payroll	-	-	-	(429)
Accrued compensated absences	-	-	-	357
Accrued claims and judgements	-	-	-	(9)
Deposits	-	-	-	(2)
Unearned revenue	-	-	-	127
Net pension liability and related deferred outflows/inflows of resources	-	-	-	4,242
Net OPEB liability and related deferred outflows/inflows of resources	-	-	-	(1,029)
Net cash provided by (used for) operating activities	<u>\$ -</u>	<u>\$ (995)</u>	<u>\$ -</u>	<u>\$ 76,153</u>
Noncash investing, capital and financing activities:				
Contributions of capital assets	\$ -	\$ -	\$ -	\$ 7,148
Transfer of capital assets from governmental funds, net of depreciation	-	-	-	434
Amortization of bond premium and discount	-	-	-	2,659
Amortization of bond loss on refunding	-	(33)	-	(361)
Amortization of bond gain on refunding	-	-	-	190
Amortization of bond prepaid insurance	-	-	-	(23)
Capital asset acquisitions on accounts payable	3,407	-	-	5,060
Refunding bond proceeds deposited into escrow account	-	188,388	-	188,388
Defeasance of capital debt with bond proceeds in escrow	-	(138)	-	(188,388)
Transfers in from other funds with escrow funds	-	-	(188,250)	-
Transfers out to other funds with escrow funds	-	(188,250)	188,250	-

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**WASTEWATER FUND**

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**City of Sacramento**  
**Wastewater Fund**  
**Combining Schedule of Net Position**

June 30, 2020  
(in thousands)

	<u>Development Impact Fee Fund</u>	<u>User Fee Fund</u>	<u>Grant Projects Fund</u>	<u>2013 Wastewater Revenue Bonds Fund</u>
<b><u>ASSETS</u></b>				
Current assets:				
Cash and investments held by City	\$ -	\$ 51,562	\$ 7,883	\$ -
Cash and investments held by fiscal agent	-	-	-	14
Receivables, net:				
Accounts	695	12,934	-	-
Loans	-	142	-	-
Intergovernmental	-	-	374	-
Interest	-	352	-	-
Inventories	-	51	-	-
	<u>695</u>	<u>65,041</u>	<u>8,257</u>	<u>14</u>
Total current assets				
Noncurrent assets:				
Restricted assets:				
Cash and investments held by City	6,199	768	-	480
Cash and investments held by fiscal agent	-	-	-	979
Capital assets:				
Land	-	1,138	-	-
Buildings and improvements	-	16,198	-	12,041
Machinery and equipment	-	4,900	-	301
Transmission and distribution systems	1,013	162,029	6,679	20,712
Construction in progress	2,732	18,562	7,782	302
Software	-	604	-	97
Less: accumulated depreciation/amortization	(63)	(85,476)	(166)	(2,321)
	<u>9,881</u>	<u>118,723</u>	<u>14,295</u>	<u>32,591</u>
Total noncurrent assets				
Total assets				
	<u>10,576</u>	<u>183,764</u>	<u>22,552</u>	<u>32,605</u>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>				
Deferred outflows related to pensions	-	1,704	-	-
Deferred outflows related to OPEB	-	315	-	-
Total deferred outflows of resources				
	<u>-</u>	<u>2,019</u>	<u>-</u>	<u>-</u>

**City of Sacramento**  
**Wastewater Fund**  
**Combining Schedule of Net Position**

June 30, 2020  
(in thousands)

	2019 Wastewater Revenue Bonds Fund	2020 Wastewater Revenue Refunding Bonds Fund	Total Wastewater Fund
<b>ASSETS</b>			
Current assets:			
Cash and investments held by City	\$ -	\$ -	\$ 59,445
Cash and investments held by fiscal agent	-	-	14
Receivables, net:			
Accounts	-	-	13,629
Loans	-	-	142
Intergovernmental	-	-	374
Interest	-	-	352
Inventories	-	-	51
<b>Total current assets</b>	<b>-</b>	<b>-</b>	<b>74,007</b>
Noncurrent assets:			
Restricted assets:			
Cash and investments held by City	17,736	-	25,183
Cash and investments held by fiscal agent	-	401	1,380
Capital assets:			
Land	-	-	1,138
Buildings and improvements	3,068	-	31,307
Machinery and equipment	-	-	5,201
Transmission and distribution systems	7,253	-	197,686
Construction in progress	1,154	-	30,532
Software	2,746	-	3,447
Less: accumulated depreciation/amortization	(584)	-	(88,610)
<b>Total noncurrent assets</b>	<b>31,373</b>	<b>401</b>	<b>207,264</b>
<b>Total assets</b>	<b>31,373</b>	<b>401</b>	<b>281,271</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions	-	-	1,704
Deferred outflows related to OPEB	-	-	315
<b>Total deferred outflows of resources</b>	<b>-</b>	<b>-</b>	<b>2,019</b>

**City of Sacramento**  
**Wastewater Fund**  
**Combining Schedule of Net Position**

June 30, 2020  
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Wastewater Revenue Bonds Fund
<b><u>LIABILITIES</u></b>				
Current liabilities:				
Accounts payable	95	14,347	1,481	-
Accrued payroll	-	280	-	-
Accrued compensated absences	-	50	-	-
Interest payable	-	7	-	427
Unearned revenue	-	-	6,776	-
Accrued claims and judgements	-	97	-	-
Revenue and other bonds payable, net	-	-	-	747
Notes payable	-	716	-	-
	<u>95</u>	<u>15,497</u>	<u>8,257</u>	<u>1,174</u>
Total current liabilities				
Noncurrent liabilities:				
Accrued compensated absences	-	652	-	-
Net OPEB liability	-	4,618	-	-
Revenue and other bonds payable, net	-	-	-	28,353
Net pension liability	-	13,901	-	-
	<u>-</u>	<u>19,171</u>	<u>-</u>	<u>28,353</u>
Total noncurrent liabilities	-	19,171	-	28,353
Total liabilities	<u>95</u>	<u>34,668</u>	<u>8,257</u>	<u>29,527</u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>				
Deferred inflows related to pensions	-	455	-	-
Deferred inflows related to OPEB	-	1,942	-	-
Total deferred inflows of resources	<u>-</u>	<u>2,397</u>	<u>-</u>	<u>-</u>
<b><u>NET POSITION</u></b>				
Net investment in capital assets	3,682	117,239	14,295	4,095
Restricted for:				
Capital projects	6,799	-	-	-
Debt service	-	-	-	-
Unrestricted	-	31,479	-	(1,017)
Total net position (deficit)	<u>\$ 10,481</u>	<u>\$ 148,718</u>	<u>\$ 14,295</u>	<u>\$ 3,078</u>

(continued)

**City of Sacramento**  
**Wastewater Fund**  
**Combining Schedule of Net Position**

June 30, 2020  
(in thousands)

	<b>2019 Wastewater Revenue Bonds Fund</b>	<b>2020 Wastewater Revenue Refunding Bonds Fund</b>	<b>Total Wastewater Fund</b>
<b><u>LIABILITIES</u></b>			
Current liabilities:			
Accounts payable	224	-	16,147
Accrued payroll	-	-	280
Accrued compensated absences	-	-	50
Interest payable	433	-	867
Unearned revenue	-	-	6,776
Accrued claims and judgements	-	-	97
Revenue and other bonds payable, net	296	-	1,043
Notes payable	-	-	716
	<u>953</u>	<u>-</u>	<u>25,976</u>
Total current liabilities			
Noncurrent liabilities:			
Accrued compensated absences	-	-	652
Net OPEB liability	-	-	4,618
Revenue and other bonds payable, net	31,339	-	59,692
Net pension liability	-	-	13,901
	<u>31,339</u>	<u>-</u>	<u>78,863</u>
Total noncurrent liabilities			
	<u>32,292</u>	<u>-</u>	<u>104,839</u>
Total liabilities			
	<u>32,292</u>	<u>-</u>	<u>104,839</u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>			
Deferred inflows related to pensions	-	-	455
Deferred inflows related to OPEB	-	-	1,942
	<u>-</u>	<u>-</u>	<u>2,397</u>
Total deferred inflows of resources			
	<u>-</u>	<u>-</u>	<u>2,397</u>
<b><u>NET POSITION</u></b>			
Net investment in capital assets	-	-	139,311
Restricted for:			
Capital projects	-	-	6,799
Debt service	-	401	401
Unrestricted	(919)	-	29,543
	<u>(919)</u>	<u>-</u>	<u>29,543</u>
Total net position (deficit)	<u>\$ (919)</u>	<u>\$ 401</u>	<u>\$ 176,054</u>



**City of Sacramento**  
**Wastewater Fund**  
**Combining Schedule of Revenues,**  
**Expenses and Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Wastewater Revenue Bonds Fund
Operating revenues:				
Charges for services:				
User fees and charges	\$ 52	\$ 43,478	\$ -	\$ -
Charge to other agencies for contract services	-	1,032	-	-
Total operating revenues	<u>52</u>	<u>44,510</u>	<u>-</u>	<u>-</u>
Operating expenses:				
Employee services	-	10,623	-	-
Services and supplies	-	14,701	15	28
Depreciation/amortization	10	3,308	68	534
Claims and judgements	-	98	-	-
Total operating expenses	<u>10</u>	<u>28,730</u>	<u>83</u>	<u>562</u>
Operating income (loss)	<u>42</u>	<u>15,780</u>	<u>(83)</u>	<u>(562)</u>
Nonoperating revenues (expenses):				
Interest and investment revenue	129	1,798	-	29
Revenue from other agencies	-	1	-	-
Interest expense	-	(26)	-	(1,230)
Total nonoperating revenues (expenses)	<u>129</u>	<u>1,773</u>	<u>-</u>	<u>(1,201)</u>
Income (loss) before capital contributions and transfers	171	17,553	(83)	(1,763)
Capital contributions	2,530	1,808	7,797	-
Transfers in	-	191	-	1,911
Transfers out	-	(8,281)	-	-
Changes in net position	2,701	11,271	7,714	148
Total net position (deficit), beginning of year	<u>7,780</u>	<u>137,447</u>	<u>6,581</u>	<u>2,930</u>
Total net position (deficit), end of year	<u>\$ 10,481</u>	<u>\$ 148,718</u>	<u>\$ 14,295</u>	<u>\$ 3,078</u>

**City of Sacramento**  
**Wastewater Fund**  
**Combining Schedule of Revenues,**  
**Expenses and Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	2019 Wastewater Revenue Bonds Fund	2020 Wastewater Revenue Refunding Bonds Fund	Eliminations	Total Wastewater Fund
Operating revenues:				
Charges for services:				
User fees and charges	\$ -	\$ -	\$ -	\$ 43,530
Charge to other agencies for contract services	-	-	-	1,032
Total operating revenues	-	-	-	44,562
Operating expenses:				
Employee services	171	-	-	10,794
Services and supplies	352	-	-	15,096
Depreciation/amortization	342	-	-	4,262
Claims and judgements	-	-	-	98
Total operating expenses	865	-	-	30,250
Operating income (loss)	(865)	-	-	14,312
Nonoperating revenues (expenses):				
Interest and investment revenue	371	-	-	2,327
Revenue from other agencies	-	-	-	1
Interest expense	(955)	-	-	(2,211)
Total nonoperating revenues (expenses)	(584)	-	-	117
Income (loss) before capital contributions and transfers	(1,449)	-	-	14,429
Capital contributions	-	-	-	12,135
Transfers in	1,157	401	(3,469)	191
Transfers out	-	-	3,469	(4,812)
Changes in net position	(292)	401	-	21,943
Total net position (deficit), beginning of year	(627)	-	-	154,111
Total net position (deficit), end of year	\$ (919)	\$ 401	\$ -	\$ 176,054

**City of Sacramento**  
**Wastewater Fund**  
**Combining Schedule of Cash Flows**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Wastewater Revenue Bonds Fund
Cash flows from operating activities:				
Receipts from customers and users	\$ 52	\$ 43,679	\$ -	\$ -
Payments to suppliers	-	(15,256)	(15)	(28)
Payments to employees	-	(10,112)	-	-
Claims and judgements paid	-	(81)	-	-
Net cash provided by (used for) operating activities	<u>52</u>	<u>18,230</u>	<u>(15)</u>	<u>(28)</u>
Cash flows from noncapital financing activities:				
Transfers in from other funds	-	191	-	-
Transfers out to other funds	-	(4,760)	-	-
Interfund loan repayments	-	374	(374)	-
Intergovernmental revenue received	-	1	-	-
Net cash used for noncapital financing activities	<u>-</u>	<u>(4,194)</u>	<u>(374)</u>	<u>-</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(1,539)	(12,843)	(6,301)	28
Principal payments on capital debt	-	(783)	-	(660)
Interest payments on capital debt	-	(35)	-	(1,298)
Transfers in from other funds	-	-	-	1,911
Transfers out to other funds	-	(3,521)	-	-
Capital contributions received	2,111	-	14,573	-
Loan repayments received	-	139	-	-
Net cash provided by (used for) capital and related financing activities	<u>572</u>	<u>(17,043)</u>	<u>8,272</u>	<u>(19)</u>
Cash flows from investing activities:				
Collection of interest and investment revenue	129	1,784	-	29
Net increase (decrease) in cash and cash equivalents	753	(1,223)	7,883	(18)
Cash and cash equivalents, beginning of year	5,446	53,553	-	1,491
Cash and cash equivalents, end of year	<u>\$ 6,199</u>	<u>\$ 52,330</u>	<u>\$ 7,883</u>	<u>\$ 1,473</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position:				
Cash and investments held by City	\$ -	\$ 51,562	\$ 7,883	\$ -
Cash and investments held by fiscal agent	-	-	-	14
Restricted cash and investments held by City	6,199	768	-	480
Restricted cash and investments held by fiscal agent	-	-	-	979
Total cash and cash equivalents, end of year	<u>\$ 6,199</u>	<u>\$ 52,330</u>	<u>\$ 7,883</u>	<u>\$ 1,473</u>

**City of Sacramento**  
**Wastewater Fund**  
**Combining Schedule of Cash Flows**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	2019 Wastewater Revenue Bonds Fund	2020 Wastewater Revenue Refunding Bonds Fund	Eliminations	Total Wastewater Fund
Cash flows from operating activities:				
Receipts from customers and users	\$ -	\$ -	\$ -	\$ 43,731
Payments to suppliers	(352)	-	-	(15,651)
Payments to employees	(171)	-	-	(10,283)
Claims and judgements paid	-	-	-	(81)
Net cash provided by (used for) operating activities	<u>(523)</u>	<u>-</u>	<u>-</u>	<u>17,716</u>
Cash flows from noncapital financing activities:				
Transfers in from other funds	-	-	-	191
Transfers out to other funds	-	-	-	(4,760)
Interfund loan repayments	-	-	-	-
Intergovernmental revenue received	-	-	-	1
Net cash used for noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,568)</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(1,048)	-	-	(21,703)
Principal payments on capital debt	-	-	-	(1,443)
Interest payments on capital debt	(1,156)	-	-	(2,489)
Transfers in from other funds	1,157	401	(3,469)	-
Transfers out to other funds	-	-	3,469	(52)
Capital contributions received	-	-	-	16,684
Loan repayments received	-	-	-	139
Net cash provided by (used for) capital and related financing activities	<u>(1,047)</u>	<u>401</u>	<u>-</u>	<u>(8,864)</u>
Cash flows from investing activities:				
Collection of interest and investment revenue	371	-	-	2,313
Net increase (decrease) in cash and cash equivalents	<u>(1,199)</u>	<u>401</u>	<u>-</u>	<u>6,597</u>
Cash and cash equivalents, beginning of year	<u>18,935</u>	<u>-</u>	<u>-</u>	<u>79,425</u>
Cash and cash equivalents, end of year	<u>\$ 17,736</u>	<u>\$ 401</u>	<u>\$ -</u>	<u>\$ 86,022</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position:				
Cash and investments held by City	\$ -	\$ -	\$ -	\$ 59,445
Cash and investments held by fiscal agent	-	-	-	14
Restricted cash and investments held by City	17,736	-	-	25,183
Restricted cash and investments held by fiscal agent	-	401	-	1,380
Total cash and cash equivalents, end of year	<u>\$ 17,736</u>	<u>\$ 401</u>	<u>\$ -</u>	<u>\$ 86,022</u>

**City of Sacramento**  
**Wastewater Fund**  
**Combining Schedule of Cash Flows**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Development Impact Fee Fund	User Fee Fund	Grant Projects Fund	2013 Wastewater Revenue Bonds Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ 42	\$ 15,780	\$ (83)	\$ (562)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation/amortization expense	10	3,308	68	534
Changes in assets, liabilities, and deferred outflows and inflows of resources:				
Accounts receivable, net	-	(831)	-	-
Inventories	-	(6)	-	-
Prepaid items	-	3	-	-
Accounts payable	-	(552)	-	-
Accrued payroll	-	(117)	-	-
Accrued compensated absences	-	(19)	-	-
Accrued claims and judgements	-	17	-	-
Net pension liability and related deferred outflows/inflows of resources	-	1,004	-	-
Net OPEB liability and related deferred outflows/inflows of resources	-	(357)	-	-
Net cash provided by (used for) operating activities	<u>\$ 52</u>	<u>\$ 18,230</u>	<u>\$ (15)</u>	<u>\$ (28)</u>
Noncash investing, capital and financing activities:				
Contributions of capital assets	\$ -	\$ 1,808	\$ -	\$ -
Amortization of bond premium and discount	-	-	-	57
Capital asset acquisitions on accounts payable	95	2,357	1,481	-

(continued)

**City of Sacramento**  
**Wastewater Fund**  
**Combining Schedule of Cash Flows**  
For the Fiscal Year Ended June 30, 2020  
(in thousands)

	2019 Wastewater Revenue Bonds Fund	2020 Wastewater Revenue Refunding Bonds Fund	Eliminations	Total Wastewater Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (865)	\$ -	\$ -	\$ 14,312
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation/amortization expense	342	-	-	4,262
Changes in assets, liabilities, and deferred outflows and inflows of resources:				
Accounts receivable, net	-	-	-	(831)
Inventories	-	-	-	(6)
Prepaid items	-	-	-	3
Accounts payable	-	-	-	(552)
Accrued payroll	-	-	-	(117)
Accrued compensated absences	-	-	-	(19)
Accrued claims and judgements	-	-	-	17
Net pension liability and related deferred outflows/inflows of resources	-	-	-	1,004
Net OPEB liability and related deferred outflows/inflows of resources	-	-	-	(357)
Net cash provided by (used for) operating activities	<u>\$ (523)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,716</u>
Noncash investing, capital and financing activities:				
Contributions of capital assets	\$ -	\$ -	\$ -	\$ 1,808
Amortization of bond premium and discount	296	-	-	353
Capital asset acquisitions on accounts payable	224	-	-	4,157

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**COMMUNITY CENTER**



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**City of Sacramento**  
**Community Center Fund**  
**Combining Schedule of Net Position**  
June 30, 2020  
(in thousands)

	Community Center Fund	2018 TOT Revenue Bonds, Tax-Exempt Fund	2018 TOT Revenue Bonds, Taxable Fund	2019 STID Assessment Revenue Bonds Fund	Total Community Center Fund
<b>ASSETS</b>					
Current assets:					
Cash and investments held by City	\$ 34,933	\$ -	\$ -	\$ -	\$ 34,933
Cash and investments held by fiscal agent	72	-	-	-	72
Receivables, net:					
Taxes	1,216	-	-	-	1,216
Accounts	52	-	-	-	52
Interest	975	-	-	-	975
Prepaid items	-	386	-	-	386
<b>Total current assets</b>	<b>37,248</b>	<b>386</b>	<b>-</b>	<b>-</b>	<b>37,634</b>
Noncurrent assets:					
Restricted assets:					
Cash and investments held by City	-	149,186	20,062	31,960	201,208
Cash and investments held by fiscal agent	9,675	2,381	781	1,828	14,665
Capital assets:					
Land	20,071	-	-	-	20,071
Buildings and improvements	113,040	-	-	-	113,040
Machinery and equipment	4,913	-	-	-	4,913
Construction in progress	13,632	159,890	196	21,896	195,614
Software	46	-	-	-	46
Less: accumulated depreciation/amortization	(69,746)	-	-	-	(69,746)
<b>Total noncurrent assets</b>	<b>91,631</b>	<b>311,457</b>	<b>21,039</b>	<b>55,684</b>	<b>479,811</b>
<b>Total assets</b>	<b>128,879</b>	<b>311,843</b>	<b>21,039</b>	<b>55,684</b>	<b>517,445</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Deferred outflows related to pensions	1,026	-	-	-	1,026
Deferred outflows related to OPEB	226	-	-	-	226
<b>Total deferred outflows of resources</b>	<b>1,252</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,252</b>

**City of Sacramento**  
**Community Center Fund**  
**Combining Schedule of Net Position**  
June 30, 2020  
(in thousands)

	Community Center Fund	2018 TOT Revenue Bonds, Tax-Exempt Fund	2018 TOT Revenue Bonds, Taxable Fund	2019 STID Assessment Revenue Bonds Fund	Total Community Center Fund
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	298	11,691	416	4,246	16,651
Due to other funds	250	-	-	-	250
Accrued payroll	156	-	-	-	156
Accrued compensated absences	33	-	-	-	33
Interest payable	69	1,095	63	158	1,385
Unearned revenue	659	-	-	-	659
Accrued claims and judgements	7	-	-	-	7
Revenue and other bonds payable, net	7,686	2,250	3,930	1,004	14,870
Total current liabilities	9,158	15,036	4,409	5,408	34,011
Noncurrent liabilities:					
Accrued compensated absences	349	-	-	-	349
Advances from other funds	5,191	-	-	-	5,191
Net OPEB liability	796	-	-	-	796
Revenue and other bonds payable, net	-	291,175	16,680	54,221	362,076
Net pension liability	8,433	-	-	-	8,433
Total noncurrent liabilities	14,769	291,175	16,680	54,221	376,845
Total liabilities	23,927	306,211	21,089	59,629	410,856
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows related to pensions	89	-	-	-	89
Deferred inflows related to OPEB	1,060	-	-	-	1,060
Total deferred inflows of resources	1,149	-	-	-	1,149
<b>NET POSITION</b>					
Net investment in capital assets	86,843	8,626	196	1,348	97,013
Unrestricted	18,212	(2,994)	(246)	(5,293)	9,679
Total net position (deficit)	\$ 105,055	\$ 5,632	\$ (50)	\$ (3,945)	\$ 106,692

**City of Sacramento**  
**Community Center Fund**  
**Combining Schedule of Revenues,**  
**Expenses and Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(In thousands)

	Community Center Fund	2018 TOT Revenue Bonds, Tax-Exempt Fund	2018 TOT Revenue Bonds, Taxable Fund
Operating revenues:			
Charges for services:			
User fees and charges	\$ 813	\$ -	\$ -
Rents and concessions	1,640	-	-
Miscellaneous	5	-	-
Total operating revenues	<u>2,458</u>	<u>-</u>	<u>-</u>
Operating expenses:			
Employee services	5,197	-	-
Services and supplies	5,875	(4,246)	867
Depreciation/amortization	1,833	-	-
Total operating expenses	<u>12,905</u>	<u>(4,246)</u>	<u>867</u>
Operating income (loss)	<u>(10,447)</u>	<u>4,246</u>	<u>(867)</u>
Nonoperating revenues (expenses):			
Interest and investment revenue	2,453	3,923	407
Transient occupancy taxes	21,504	-	-
Interest expense	(683)	(12,035)	(756)
Loss on disposition of capital assets	(1,669)	-	-
Total nonoperating revenues (expenses)	<u>21,605</u>	<u>(8,112)</u>	<u>(349)</u>
Income (loss) before transfers	11,158	(3,866)	(1,216)
Transfers in	7	13,266	1,411
Transfers out	(17,212)	-	-
Changes in net position	(6,047)	9,400	195
Total net position (deficit), beginning of year	<u>111,102</u>	<u>(3,768)</u>	<u>(245)</u>
Total net position (deficit), end of year	<u>\$ 105,055</u>	<u>\$ 5,632</u>	<u>\$ (50)</u>

**City of Sacramento**  
**Community Center Fund**  
**Combining Schedule of Revenues,**  
**Expenses and Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(In thousands)

	<b>2019 STID Assessment Revenue Bonds Fund</b>	<b>Eliminations</b>	<b>Total Community Center Fund</b>
Operating revenues:			
Charges for services:			
User fees and charges	\$ -	\$ -	\$ 813
Rents and concessions	-	-	1,640
Miscellaneous	-	-	5
Total operating revenues	<u>-</u>	<u>-</u>	<u>2,458</u>
Operating expenses:			
Employee services	-	-	5,197
Services and supplies	5,135	-	7,631
Depreciation/amortization	-	-	1,833
Total operating expenses	<u>5,135</u>	<u>-</u>	<u>14,661</u>
Operating income (loss)	<u>(5,135)</u>	<u>-</u>	<u>(12,203)</u>
Nonoperating revenues (expenses):			
Interest and investment revenue	875	-	7,658
Transient occupancy taxes	-	-	21,504
Interest expense	(1,494)	-	(14,968)
Loss on disposition of capital assets	-	-	(1,669)
Total nonoperating revenues (expenses)	<u>(619)</u>	<u>-</u>	<u>12,525</u>
Income (loss) before transfers	(5,754)	-	322
Transfers in	1,809	(16,049)	444
Transfers out	-	16,049	(1,163)
Changes in net position	(3,945)	-	(397)
Total net position (deficit), beginning of year	<u>-</u>	<u>-</u>	<u>107,089</u>
Total net position (deficit), end of year	<u>\$ (3,945)</u>	<u>\$ -</u>	<u>\$ 106,692</u>

**City of Sacramento**  
**Community Center Fund**  
**Combining Schedule of Cash Flows**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Community Center Fund	2018 TOT Revenue Bonds, Tax-Exempt Fund	2018 TOT Revenue Bonds, Taxable Fund
Cash flows from operating activities:			
Receipts from customers and users	\$ 2,920	\$ -	\$ -
Payments to suppliers	(7,115)	3,860	(490)
Payments to employees	(4,843)	-	-
Claims and judgements paid	(2)	-	-
Net cash provided by (used for) operating activities	(9,040)	3,860	(490)
Cash flows from noncapital financing activities:			
Transient occupancy taxes	23,933	-	-
Transfers out to other funds	(1,164)	-	-
Interfund loan repayments	(250)	-	-
Net cash provided by noncapital financing activities	22,519	-	-
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	1,067	(102,848)	(159)
Proceeds from issuance of debt	-	-	-
Principal payments on capital debt	(7,297)	-	-
Interest payments on capital debt	(612)	(13,135)	(756)
Transfers in from other funds	7	13,266	1,411
Transfers out to other funds	(16,048)	-	-
Net cash provided by (used for) capital and related financing activities	(22,883)	(102,717)	496
Cash flows from investing activities:			
Collection of interest and investment revenue	2,784	3,923	407
Net increase (decrease) in cash and cash equivalents	(6,620)	(94,934)	413
Cash and cash equivalents, beginning of year	51,300	246,501	20,430
Cash and cash equivalents, end of year	\$ 44,680	\$ 151,567	\$ 20,843
Reconciliation of cash and cash equivalents to the Statement of Net Position:			
Cash and investments held by City	\$ 34,933	\$ -	\$ -
Cash and investments held by fiscal agent	72	-	-
Restricted cash and investments held by City	-	149,186	20,062
Restricted cash and investments held by fiscal agent	9,675	2,381	781
Total cash and cash equivalents, end of year	\$ 44,680	\$ 151,567	\$ 20,843

**City of Sacramento**  
**Community Center Fund**  
**Combining Schedule of Cash Flows**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	2019 STID Assessment Revenue Bonds Fund	Eliminations	Total Community Center Fund
Cash flows from operating activities:			
Receipts from customers and users	\$ -	\$ -	\$ 2,920
Payments to suppliers	(5,135)	-	(8,880)
Payments to employees	-	-	(4,843)
Claims and judgements paid	-	-	(2)
Net cash provided by (used for) operating activities	(5,135)	-	(10,805)
Cash flows from noncapital financing activities:			
Transient occupancy taxes	-	-	23,933
Transfers out to other funds	-	-	(1,164)
Interfund loan repayments	-	-	(250)
Net cash provided by noncapital financing activities	-	-	22,519
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(17,650)	-	(119,590)
Proceeds from issuance of debt	55,358	-	55,358
Principal payments on capital debt	-	-	(7,297)
Interest payments on capital debt	(1,469)	-	(15,972)
Transfers in from other funds	1,809	(16,048)	445
Transfers out to other funds	-	16,048	-
Net cash provided by (used for) capital and related financing activities	38,048	-	(87,056)
Cash flows from investing activities:			
Collection of interest and investment revenue	875	-	7,989
Net increase (decrease) in cash and cash equivalents	33,788	-	(67,353)
Cash and cash equivalents, beginning of year	-	-	318,231
Cash and cash equivalents, end of year	\$ 33,788	\$ -	\$ 250,878
Reconciliation of cash and cash equivalents to the Statement of Net Position:			
Cash and investments held by City	\$ -	\$ -	\$ 34,933
Cash and investments held by fiscal agent	-	-	72
Restricted cash and investments held by City	31,960	-	201,208
Restricted cash and investments held by fiscal agent	1,828	-	14,665
Total cash and cash equivalents, end of year	\$ 33,788	\$ -	\$ 250,878

(continued)

**City of Sacramento**  
**Community Center Fund**  
**Combining Schedule of Cash Flows**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	Community Center Fund	2018 TOT Revenue Bonds, Tax-Exempt Fund	2018 TOT Revenue Bonds, Taxable Fund
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ (10,447)	\$ 4,246	\$ (867)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation/amortization expense	1,833	-	-
Changes in assets, liabilities, and deferred outflows and inflows of resources:			
Accounts receivable, net	275	-	-
Prepaid items	3	(386)	-
Accounts payable	(1,243)	-	377
Accrued payroll	(107)	-	-
Accrued compensated absences	(34)	-	-
Accrued claims and judgements	(2)	-	-
Unearned revenue	187	-	-
Net pension liability and related deferred outflows/inflows of resour	750	-	-
Net OPEB liability and related deferred outflows/inflows of resourc	(255)	-	-
Net cash provided by (used for) operating activities	<u>\$ (9,040)</u>	<u>\$ 3,860</u>	<u>\$ (490)</u>
Noncash investing, capital and financing activities:			
Amortization of bond premium and discount	\$ (25)	\$ 1,100	\$ -
Capital asset acquisitions on accounts payable	16	11,691	39

(continued)



**City of Sacramento**  
**Community Center Fund**  
**Combining Schedule of Cash Flows**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<b>2019 STID Assessment Revenue Bonds Fund</b>	<b>Eliminations</b>	<b>Total Community Center Fund</b>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ (5,135)	\$ -	\$ (12,203)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation/amortization expense	-	-	1,833
Changes in assets, liabilities, and deferred outflows and inflows of resources:			
Accounts receivable, net	-	-	275
Prepaid items	-	-	(383)
Accounts payable	-	-	(866)
Accrued payroll	-	-	(107)
Accrued compensated absences	-	-	(34)
Accrued claims and judgements	-	-	(2)
Unearned revenue	-	-	187
Net pension liability and related deferred outflows/inflows of resources	-	-	750
Net OPEB liability and related deferred outflows/inflows of resources	-	-	(255)
Net cash provided by (used for) operating activities	<u>\$ (5,135)</u>	<u>\$ -</u>	<u>\$ (10,805)</u>
Noncash investing, capital and financing activities:			
Amortization of bond premium and discount	\$ 133	\$ -	\$ 1,208
Capital asset acquisitions on accounts payable	4,246	-	15,992

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## INTERNAL SERVICE FUNDS

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

**FLEET MANAGEMENT FUND** is used to account for the operation, maintenance and replacement of the City's fleet of vehicles that serve the transportation and operating needs of all City departments and divisions.

**RISK MANAGEMENT FUND** is used to account for the City's self-funded general and automobile insurance program and workers' compensation insurance program.

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**City of Sacramento**  
**Internal Service Funds**  
**Combining Statement of Net Position**  
June 30, 2020  
(in thousands)

	<b>Fleet Management Fund</b>	<b>Risk Management Fund</b>	<b>Total Internal Service Funds</b>
<b><u>ASSETS</u></b>			
Current assets:			
Cash and investments held by City	\$ 21,046	\$ 90,250	\$ 111,296
Cash and investments held by fiscal agent	-	184	184
Receivables, net:			
Accounts	151	9,013	9,164
Interest	-	327	327
Due from other funds	-	3,484	3,484
Prepaid items	2,543	-	2,543
	<u>23,740</u>	<u>103,258</u>	<u>126,998</u>
Total current assets	<u>23,740</u>	<u>103,258</u>	<u>126,998</u>
Noncurrent assets:			
Advances to other funds	-	13,684	13,684
Capital assets:			
Buildings and improvements	7,159	-	7,159
Machinery and equipment	543	-	543
Vehicles	177,720	-	177,720
Software	256	-	256
Construction in progress	309	-	309
Less: accumulated depreciation/amortization	(103,807)	-	(103,807)
	<u>82,180</u>	<u>13,684</u>	<u>95,864</u>
Total noncurrent assets	<u>82,180</u>	<u>13,684</u>	<u>95,864</u>
Total assets	<u>105,920</u>	<u>116,942</u>	<u>222,862</u>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>			
Deferred outflows related to pensions	1,088	686	1,774
Deferred outflows related to OPEB	266	69	335
	<u>1,354</u>	<u>755</u>	<u>2,109</u>
Total deferred outflows of resources	<u>1,354</u>	<u>755</u>	<u>2,109</u>

**City of Sacramento**  
**Internal Service Funds**  
**Combining Statement of Net Position**  
June 30, 2020  
(in thousands)

	<b>Fleet Management Fund</b>	<b>Risk Management Fund</b>	<b>Total Internal Service Funds</b>
<b><u>LIABILITIES</u></b>			
Current liabilities:			
Accounts payable	4,154	933	5,087
Accrued payroll	289	137	426
Accrued compensated absences	47	25	72
Interest payable	2	-	2
Deposits	-	3	3
Unearned revenue	-	329	329
Accrued claims and judgements	24	22,835	22,859
Revenue and other bonds payable, net	5	-	5
	<u>4,521</u>	<u>24,262</u>	<u>28,783</u>
Total current liabilities			
Noncurrent liabilities:			
Accrued compensated absences	565	353	918
Accrued claims and judgements	-	69,076	69,076
Net OPEB liability	4,870	649	5,519
Revenue and other bonds payable, net	416	-	416
Net pension liability	9,393	5,530	14,923
	<u>15,244</u>	<u>75,608</u>	<u>90,852</u>
Total noncurrent liabilities			
Total liabilities	<u>19,765</u>	<u>99,870</u>	<u>119,635</u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>			
Deferred inflows related to pensions	389	140	529
Deferred inflows related to OPEB	1,976	445	2,421
	<u>2,365</u>	<u>585</u>	<u>2,950</u>
Total deferred inflows of resources			
<b><u>NET POSITION</u></b>			
Net investment in capital assets	81,759	-	81,759
Unrestricted	3,385	17,242	20,627
	<u>\$ 85,144</u>	<u>\$ 17,242</u>	<u>\$ 102,386</u>
Total net position			

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**City of Sacramento**  
**Internal Service Funds**  
**Combining Statement of Revenues, Expenses**  
**and Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<b>Fleet Management Fund</b>	<b>Risk Management Fund</b>	<b>Total Internal Service Funds</b>
Operating revenues:			
Charges for services:			
User fees and charges	\$ 51,105	\$ 40,943	\$ 92,048
Miscellaneous	4	-	4
Total operating revenues	<u>51,109</u>	<u>40,943</u>	<u>92,052</u>
Operating expenses:			
Employee services	8,461	5,216	13,677
Services and supplies	23,322	7,125	30,447
Depreciation/amortization	12,461	-	12,461
Insurance premiums	-	9,203	9,203
Claims and judgements	36	26,796	26,832
Total operating expenses	<u>44,280</u>	<u>48,340</u>	<u>92,620</u>
Operating income (loss)	<u>6,829</u>	<u>(7,397)</u>	<u>(568)</u>
Nonoperating revenues (expenses):			
Interest and investment revenue	361	2,824	3,185
Revenue from other agencies	-	20	20
Insurance and other claim recoveries	-	177	177
Interest expense	(25)	-	(25)
Gain on disposition of capital assets	135	-	135
Total nonoperating revenues (expenses)	<u>471</u>	<u>3,021</u>	<u>3,492</u>
Income (loss) before transfers	7,300	(4,376)	2,924
Transfers in	409	8	417
Transfers out	(1,051)	-	(1,051)
Changes in net position	6,658	(4,368)	2,290
Total net position, beginning of year	<u>78,486</u>	<u>21,610</u>	<u>100,096</u>
Total net position, end of year	<u>\$ 85,144</u>	<u>\$ 17,242</u>	<u>\$ 102,386</u>



**City of Sacramento**  
**Internal Service Funds**  
**Combining Statement of Cash Flows**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<b>Fleet Management Fund</b>	<b>Risk Management Fund</b>	<b>Total Internal Service Funds</b>
Cash flows from operating activities:			
Receipts from interfund services provided	\$ 51,111	\$ 113,545	\$ 164,656
Payments to suppliers	(21,775)	(88,472)	(110,247)
Payments to employees	(7,813)	(4,820)	(12,633)
Claims and judgements paid	(32)	(20,378)	(20,410)
Net cash provided by (used for) operating activities	<u>21,491</u>	<u>(125)</u>	<u>21,366</u>
Cash flows from noncapital financing activities:			
Transfers in from other funds	-	8	8
Transfers out to other funds	(999)	-	(999)
Collections on interfund loans	-	1,569	1,569
Loans made to other funds	-	(5,234)	(5,234)
Intergovernmental revenue received	-	20	20
Claim and judgement recoveries	-	(8,708)	(8,708)
Net cash used for noncapital financing activities	<u>(999)</u>	<u>(12,345)</u>	<u>(13,344)</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(17,613)	-	(17,613)
Proceeds from sale of capital assets	912	-	912
Principal payments on capital debt	(393)	-	(393)
Interest payments on capital debt	(32)	-	(32)
Transfers in from other funds	358	-	358
Net cash used for capital and related financing activities	<u>(16,768)</u>	<u>-</u>	<u>(16,768)</u>
Cash flows from investing activities:			
Collection of interest and investment revenue	<u>361</u>	<u>2,908</u>	<u>3,269</u>
Net increase (decrease) in cash and cash equivalents	4,085	(9,562)	(5,477)
Cash and cash equivalents, beginning of year	<u>16,961</u>	<u>99,996</u>	<u>116,957</u>
Cash and cash equivalents, end of year	<u>\$ 21,046</u>	<u>\$ 90,434</u>	<u>\$ 111,480</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position:			
Cash and investments held by City	\$ 21,046	\$ 90,250	\$ 111,296
Cash and investments held by fiscal agent	-	184	184
Total cash and cash equivalents, end of year	<u>\$ 21,046</u>	<u>\$ 90,434</u>	<u>\$ 111,480</u>

**City of Sacramento**  
**Internal Service Funds**  
**Combining Statement of Cash Flows**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<b>Fleet Management Fund</b>	<b>Risk Management Fund</b>	<b>Total Internal Service Funds</b>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ 6,829	\$ (7,397)	\$ (568)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation/amortization expense	12,461	-	12,461
Changes in assets, liabilities, and deferred outflows and inflows of resources:			
Accounts receivable, net	2	-	2
Prepaid items	(9)	-	(9)
Accounts payable	1,556	441	1,997
Accrued payroll	(61)	(131)	(192)
Accrued compensated absences	3	(33)	(30)
Accrued claims and judgements	4	6,418	6,422
Deposits	-	3	3
Unearned revenue	-	14	14
Net pension liability and related deferred outflows/inflows of resources	1,014	641	1,655
Net OPEB liability and related deferred outflows/inflows of resources	(308)	(81)	(389)
Net cash provided by (used for) operating activities	<u>\$ 21,491</u>	<u>\$ (125)</u>	<u>\$ 21,366</u>
Noncash investing, capital and financing activities:			
Amortization of bond premium, discount	\$ 5	\$ -	\$ 5
Decrease in prepaid items for capital assets	4,198	-	4,198
Capital asset acquisitions on accounts payable	879	-	879

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## INVESTMENT TRUST FUNDS

Investment trust funds account for assets and related liabilities of legally separate entities for which the City provides investment services.

**Investment Pool** is used to account for assets and liabilities held for external participants in the City Sponsored Investment Pool.

**Individual Investment Accounts** are used to account for assets and liabilities, held for entities external to the City, which are not invested in the City Sponsored Investment Pool.

**City of Sacramento**  
**Investment Trust Funds**  
**Combining Statement of Net Position**

June 30, 2020  
(in thousands)

	<u>Investment Pool</u>	<u>Individual Investment Accounts</u>	<u>Total Investment Trust Funds</u>
<b><u>ASSETS</u></b>			
Cash and investments held by City	\$ 74,721	\$ 116,267	\$ 190,988
Receivables, net:			
Interest	<u>243</u>	<u>341</u>	<u>584</u>
Total assets	<u>74,964</u>	<u>116,608</u>	<u>191,572</u>
<b><u>NET POSITION</u></b>			
Held in trust for external pool participants	<u>\$ 74,964</u>	<u>\$ 116,608</u>	<u>\$ 191,572</u>

**City of Sacramento**  
**Investment Trust Funds**  
**Combining Statement of Changes in Net Position**

For the Fiscal Year Ended June 30, 2020  
(in thousands)

	<u>Investment Pool</u>	<u>Individual Investment Accounts</u>	<u>Total Investment Trust Funds</u>
Additions:			
From investment activities:			
Net appreciation in fair value of investments	\$ 434	\$ 794	\$ 1,228
Interest	<u>1,539</u>	<u>2,197</u>	<u>3,736</u>
Total investment earnings	1,973	2,991	4,964
Less investment expenses:			
Banking, interest, and fiscal agent expenses	<u>173</u>	<u>-</u>	<u>173</u>
Net income from investment activities	1,800	2,991	4,791
Deposits	<u>66,684</u>	<u>21,676</u>	<u>88,360</u>
Total additions	68,484	24,667	93,151
Deductions:			
Withdrawals	<u>68,277</u>	<u>609</u>	<u>68,886</u>
Changes in net position	207	24,058	24,265
Net position, beginning of year	<u>74,757</u>	<u>92,550</u>	<u>167,307</u>
Net position, end of year	<u>\$ 74,964</u>	<u>\$ 116,608</u>	<u>\$ 191,572</u>

## **AGENCY FUNDS**

Agency funds account for assets held for other organizations, governments, or private individuals and includes:

**ASSESSMENT DISTRICTS FUND** is used to account for parcel assessments and debt service for bonds issued under the Improvement Bond Act of 1915.

**COMMUNITY FACILITIES DISTRICTS FUND** is used to account for special tax assessments, debt service payments, and the payment of other costs related to Mello-Roos districts within the City.

# City of Sacramento

## Agency Funds

### Combining Statement of Changes in Assets and Liabilities

For the Fiscal Year Ended June 30, 2020

(in thousands)

<b><u>ASSESSMENT DISTRICTS FUND</u></b>	<b>Balance Beginning of Fiscal Year</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance End of Fiscal Year</b>
<b><u>ASSETS</u></b>				
Cash and investments held by City	\$ 1,834	\$ 1,045	\$ 906	\$ 1,973
Cash and investments held by fiscal agent	908	920	940	888
Receivables, net:				
Accounts	9	6	9	6
Total assets	<u>\$ 2,751</u>	<u>\$ 1,971</u>	<u>\$ 1,855</u>	<u>\$ 2,867</u>
<b><u>LIABILITIES</u></b>				
Accounts payable	\$ -	\$ 2	\$ 1	\$ 1
Due to bondholders	2,751	1,045	930	2,866
Total liabilities	<u>\$ 2,751</u>	<u>\$ 1,047</u>	<u>\$ 931</u>	<u>\$ 2,867</u>
<b><u>COMMUNITY FACILITIES DISTRICTS FUND</u></b>	<b>Balance Beginning of Fiscal Year</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance End of Fiscal Year</b>
<b><u>ASSETS</u></b>				
Cash and investments held by City	\$ 15,332	\$ 29,170	\$ 31,103	\$ 13,399
Cash and investments held by fiscal agent	18,394	16,731	15,918	19,207
Receivables, net:				
Taxes	290	267	359	198
Interest	46	8	45	9
Total assets	<u>\$ 34,062</u>	<u>\$ 46,176</u>	<u>\$ 47,425</u>	<u>\$ 32,813</u>
<b><u>LIABILITIES</u></b>				
Liabilities:				
Accounts payable	\$ 371	\$ 447	\$ 785	\$ 33
Due to bondholders	33,691	58,769	59,680	32,780
Total liabilities	<u>\$ 34,062</u>	<u>\$ 59,216</u>	<u>\$ 60,465</u>	<u>\$ 32,813</u>
<b><u>TOTAL - ALL AGENCY FUNDS</u></b>	<b>Balance Beginning of Fiscal Year</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance End of Fiscal Year</b>
<b><u>ASSETS</u></b>				
Cash and investments held by City	\$ 17,166	\$ 30,215	\$ 32,009	\$ 15,372
Cash and investments held by fiscal agent	19,302	17,651	16,858	20,095
Receivables, net:				
Taxes	290	267	359	198
Accounts	9	6	9	6
Interest	46	8	45	9
Total assets	<u>\$ 36,813</u>	<u>\$ 48,147</u>	<u>\$ 49,280</u>	<u>\$ 35,680</u>
<b><u>LIABILITIES</u></b>				
Liabilities:				
Accounts payable	\$ 371	\$ 449	\$ 786	\$ 34
Due to bondholders	36,442	59,814	60,610	35,646
Total liabilities	<u>\$ 36,813</u>	<u>\$ 60,263</u>	<u>\$ 61,396</u>	<u>\$ 35,680</u>



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# Statistical Section

## Statistical Section

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

### **Financial Trends Information**

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

### **Revenue Capacity Information**

These schedules contain trend information to help the reader understand the City's most significant local revenue source, property taxes.

### **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 which the City's financial activities take place.

### **Successor Agency Information**

These schedules present revenue and debt capacity information related to the Successor Agency for the former Redevelopment Agency of the City of Sacramento. These schedules contain trend information to help the reader understand the Successor Agency's primary revenue source, property tax distributions from the county redevelopment property tax trust fund, and affordability of the Successor Agency's current level of outstanding debt.

### **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.

**City of Sacramento**  
**Net Position by Component** <sup>(1) (2) (3) (4) (5)</sup>  
**Last Ten Fiscal Years**

(accrual basis accounting, in thousands)

	Fiscal Year				
	2011	2012	2013	2014	2015
Governmental activities					
Net investment in capital assets	\$ 1,328,932	\$ 1,367,540	\$ 1,369,377	\$ 1,393,447	\$ 1,445,139
Restricted for:					
Capital projects	156,157	149,904	131,822	116,271	116,910
Debt service	1,105	1,101	641	652	665
Public works programs	21,484	18,103	16,756	16,462	19,027
Economic development programs	-	-	23,979	22,493	17,280
Ambulance services	-	-	-	-	1,085
Other programs	23,544	23,274	21,087	22,315	26,735
Trust and endowments:					
Expendable	5,659	6,870	7,225	7,928	7,789
Nonexpendable	1,934	878	878	878	878
Unrestricted	16,107	6,128	1,837	30,170	(591,896)
Total governmental activities net position	<u>\$ 1,554,922</u>	<u>\$ 1,573,798</u>	<u>\$ 1,573,602</u>	<u>\$ 1,610,616</u>	<u>\$ 1,043,612</u>
Business-type activities					
Net investment in capital assets	\$ 701,157	\$ 705,527	\$ 720,039	\$ 733,980	\$ 748,312
Restricted for:					
Capital projects	30,184	33,209	33,168	33,255	33,914
Reserve	-	-	-	-	-
Other programs	-	530	349	1,215	1,730
Unrestricted	113,804	123,265	140,385	177,814	107,305
Total business-type activities net position	<u>\$ 845,145</u>	<u>\$ 862,531</u>	<u>\$ 893,941</u>	<u>\$ 946,264</u>	<u>\$ 891,261</u>
Primary government					
Net investment in capital assets	\$ 2,030,089	\$ 2,073,067	\$ 2,089,416	\$ 2,127,427	\$ 2,193,451
Restricted for:					
Capital projects	186,341	183,113	164,990	149,526	150,824
Reserve	-	-	-	-	-
Debt service	1,105	1,101	641	652	665
Public works programs	21,484	18,103	16,756	16,462	19,027
Economic development programs	-	-	23,979	22,493	17,280
Ambulance services	-	-	-	-	1,085
Other programs	23,544	23,804	21,436	23,530	28,465
Trust and endowments:					
Expendable	5,659	6,870	7,225	7,928	7,789
Nonexpendable	1,934	878	878	878	878
Unrestricted	129,911	129,393	142,222	207,984	(484,591)
Total primary government net position	<u>\$ 2,400,067</u>	<u>\$ 2,436,329</u>	<u>\$ 2,467,543</u>	<u>\$ 2,556,880</u>	<u>\$ 1,934,873</u>

- Notes: (1) The fiscal year 2013 net position restricted for economic development includes the remaining Sheraton proceeds restricted by the Master Owner Participation Agreement with Taylor/CIM Redevelopment Company, LLC.  
(2) Net position for governmental activities for all fiscal years prior to 2014 have been restated to remove the Cal EPA building and land.  
(3) Fiscal year 2013 amounts have been restated for the effects of the prior period adjustments for debt issuance costs and the reclassification of the Marina fund.  
(4) Fiscal year 2015 beginning net position was restated due to the implementation of GASB 68 and GASB 71.  
(5) Fiscal year 2017 beginning net position was restated due to the implementation of GASB 75.

**City of Sacramento**  
**Net Position by Component** <sup>(1) (2) (3) (4) (5)</sup>  
**Last Ten Fiscal Years**

(accrual basis accounting, in thousands)

	Fiscal Year				
	2016	2017	2018	2019	2020
Governmental activities					
Net investment in capital assets	\$ 1,497,796	\$ 1,296,493	\$ 1,335,576	\$ 1,267,837	\$ 1,318,817
Restricted for:					
Capital projects	80,054	119,131	136,831	166,705	191,919
Debt service	1,203	872	606	686	537
Public works programs	20,521	18,866	24,750	27,792	29,972
Economic development programs	16,888	16,251	44,920	48,878	46,954
Ambulance services	1,085	-	-	-	-
Other programs	28,381	23,645	26,786	39,380	60,466
Trust and endowments:					
Expendable	8,008	8,545	8,656	9,197	8,547
Nonexpendable	878	878	878	878	878
Unrestricted	(581,697)	(443,845)	(667,254)	(606,222)	(612,827)
Total governmental activities net position	<u>\$ 1,073,117</u>	<u>\$ 1,040,836</u>	<u>\$ 911,749</u>	<u>\$ 955,131</u>	<u>\$ 1,045,263</u>
Business-type activities					
Net investment in capital assets	\$ 785,353	\$ 807,004	\$ 869,183	\$ 925,128	\$ 1,166,785
Restricted for:					
Capital projects	40,772	39,155	38,473	40,411	47,256
Reserve	-	-	-	-	401
Other programs	2,203	2,607	2,633	2,963	2,929
Unrestricted	123,842	150,049	124,001	138,742	(44,579)
Total business-type activities net position	<u>\$ 952,170</u>	<u>\$ 998,815</u>	<u>\$ 1,034,290</u>	<u>\$ 1,107,244</u>	<u>\$ 1,172,792</u>
Primary government					
Net investment in capital assets	\$ 2,283,149	\$ 2,103,497	\$ 2,204,759	\$ 2,192,965	\$ 2,485,602
Restricted for:					
Capital projects	120,826	158,286	175,304	207,116	239,175
Reserve	-	-	-	-	401
Debt service	1,203	872	606	686	537
Public works programs	20,521	18,866	24,750	27,792	29,972
Economic development programs	16,888	16,251	44,920	48,878	46,954
Ambulance services	1,085	-	-	-	-
Other programs	30,584	26,252	29,419	42,343	63,395
Trust and endowments:					
Expendable	8,008	8,545	8,656	9,197	8,547
Nonexpendable	878	878	878	878	878
Unrestricted	(457,855)	(293,796)	(543,253)	(467,480)	(657,406)
Total primary government net position	<u>\$ 2,025,287</u>	<u>\$ 2,039,651</u>	<u>\$ 1,946,039</u>	<u>\$ 2,062,375</u>	<u>\$ 2,218,055</u>

- Notes: (1) The fiscal year 2013 net position restricted for economic development includes the remaining Sheraton proceeds restricted by the Master Owner Participation Agreement with Taylor/CIM Redevelopment Company, LLC.  
(2) Net position for governmental activities for all fiscal years prior to 2014 have been restated to remove the Cal EPA building and land.  
(3) Fiscal year 2013 amounts have been restated for the effects of the prior period adjustments for debt issuance costs and the reclassification of the Marina fund.  
(4) Fiscal year 2015 beginning net position was restated due to the implementation of GASB 68 and GASB 71.  
(5) Fiscal year 2017 beginning net position was restated due to the implementation of GASB 75.

**City of Sacramento**  
**Changes in Net Position** <sup>(1) (2)</sup>  
**Last Ten Fiscal Years**

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2011	2012	2013	2014	2015
<b>Expenses</b>					
<i>Governmental activities</i>					
General government	\$ 42,238	\$ 40,846	\$ 36,681	\$ 41,190	\$ 52,474
Police	159,908	153,392	157,432	157,248	166,797
Fire	111,174	116,418	117,451	125,461	127,561
Public works <sup>(4)</sup>	-	-	126,636	103,632	103,088
General services <sup>(3)</sup>	22,614	23,083	15,343	13,807	15,619
Transportation <sup>(4)</sup>	97,350	98,384	-	-	-
Economic development <sup>(5)</sup>	10,467	9,704	10,468	17,080	11,075
Convention and cultural services	21,348	19,857	19,537	17,916	19,441
Youth, parks, and community enrichment	56,162	45,448	48,457	52,336	56,573
Community development	25,821	24,286	29,253	26,484	30,221
Library	14,635	13,301	13,753	13,720	15,629
Interest on long-term debt	24,903	23,583	22,420	22,178	29,046
Total governmental activities expenses	<u>586,620</u>	<u>568,302</u>	<u>597,431</u>	<u>591,052</u>	<u>627,524</u>
<i>Business-type activities</i>					
Water	63,073	67,335	68,643	66,627	69,428
Wastewater	18,990	20,491	22,776	25,673	25,432
Storm drainage	37,815	37,692	36,755	36,664	41,830
Solid waste	48,203	53,205	49,794	49,014	47,149
Community center	18,530	18,125	17,251	17,204	17,690
Parking	15,786	15,732	15,358	15,238	13,704
Child development	6,274	5,885	6,116	6,297	6,151
Marina	2,662	2,008	-	-	-
Total business-type activities expenses	<u>211,333</u>	<u>220,473</u>	<u>216,693</u>	<u>216,717</u>	<u>221,384</u>
Total primary government expenses	<u>\$ 797,953</u>	<u>\$ 788,775</u>	<u>\$ 814,124</u>	<u>\$ 807,769</u>	<u>\$ 848,908</u>

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

(2) Fiscal year 2013 amounts have been restated for the effects of the prior period adjustments for debt issuance costs and the reclassification of the Marina fund.

(3) The Department of General Services has been reallocated to the Departments of Community Development, Information Technology, and Public Works in FY16.

(4) The Department of Transportation was renamed as Department of Public Works in FY13.

(5) The Department of Economic Development has been reallocated to the Departments of General Government in FY18.

**City of Sacramento**  
**Changes in Net Position** <sup>(1) (2)</sup>  
**Last Ten Fiscal Years**

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2016	2017	2018	2019	2020
<b>Expenses</b>					
<i>Governmental activities</i>					
General government	\$ 59,037	\$ 59,033	\$ 100,625	\$ 116,282	\$ 152,791
Police	164,750	176,955	199,746	203,303	233,686
Fire	137,859	146,693	160,216	169,819	179,626
Public works <sup>(4)</sup>	121,184	106,328	122,340	132,958	125,025
General services <sup>(3)</sup>	-	-	-	-	-
Transportation <sup>(4)</sup>	-	-	-	-	-
Economic development <sup>(5)</sup>	13,049	13,397	-	-	-
Convention and cultural services	24,139	20,380	21,066	30,907	20,615
Youth, parks, and community enrichment	53,911	50,156	55,518	61,225	66,885
Community development	36,251	41,726	50,879	60,466	74,398
Library	16,294	16,122	17,376	18,687	19,822
Interest on long-term debt	30,404	27,626	23,144	23,454	24,341
<b>Total governmental activities expenses</b>	<b>656,878</b>	<b>658,416</b>	<b>750,910</b>	<b>817,101</b>	<b>897,189</b>
<i>Business-type activities</i>					
Water	73,150	80,176	87,745	99,029	104,542
Wastewater	25,348	29,075	28,251	33,059	32,461
Storm drainage	40,971	40,479	41,199	40,186	44,786
Solid waste	47,703	51,693	56,698	57,408	59,176
Community center	17,277	16,607	17,795	17,058	31,298
Parking	14,451	11,955	13,475	14,354	13,997
Child development	5,519	5,743	6,589	6,766	5,594
Marina	-	-	-	-	-
<b>Total business-type activities expenses</b>	<b>224,419</b>	<b>235,728</b>	<b>251,752</b>	<b>277,860</b>	<b>291,854</b>
<b>Total primary government expenses</b>	<b>\$ 881,297</b>	<b>\$ 894,144</b>	<b>\$ 1,002,662</b>	<b>\$ 1,094,961</b>	<b>\$ 1,189,043</b>

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

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(3) The Department of General Services has been reallocated to the Departments of Community Development, Information Technology, and Public Works in FY16.

(4) The Department of Transportation was renamed as Department of Public Works in FY13.

(5) The Department of Economic Development has been reallocated to the Departments of General Government in FY18.

**City of Sacramento**  
**Changes in Net Position** <sup>(1) (2)</sup>  
**Last Ten Fiscal Years**

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2011	2012	2013	2014	2015
<b>Program Revenues</b>					
<i>Governmental activities</i>					
Charge for services					
General government	\$ 5,827	\$ 5,608	\$ 6,924	\$ 7,270	\$ 6,436
Police	10,316	9,714	9,693	10,804	11,583
Fire	21,998	21,643	24,288	26,155	32,264
Public works <sup>(4)</sup>	-	-	28,321	30,337	32,840
General services <sup>(3)</sup>	10,442	10,965	3,175	1,756	1,251
Transportation <sup>(4)</sup>	28,614	28,309	-	-	-
Economic development <sup>(5)</sup>	9,136	8,800	8,685	8,205	7,659
Convention and cultural services	9,364	7,985	8,817	9,311	9,303
Youth, parks, and community enrichment	10,039	11,579	10,604	13,359	15,004
Community development	15,409	15,459	15,423	17,141	25,069
Library	-	-	33	59	29
Total charge for services	<u>121,145</u>	<u>120,062</u>	<u>115,963</u>	<u>124,397</u>	<u>141,438</u>
Operating grants and contributions	51,289	54,287	81,822	47,430	52,306
Capital grants and contributions	69,234	112,247	69,323	89,539	115,354
Total governmental activities program revenues	<u>241,668</u>	<u>286,596</u>	<u>267,108</u>	<u>261,366</u>	<u>309,098</u>
<i>Business-type activities</i>					
Charge for services					
Water	79,315	79,809	88,754	94,382	100,523
Wastewater	21,360	21,513	25,134	28,493	32,223
Storm drainage	34,160	34,545	35,682	38,049	37,646
Solid waste	62,906	64,055	60,295	58,561	59,095
Community center	6,780	7,521	7,130	7,718	8,748
Parking	18,660	18,769	18,823	18,643	16,595
Child development	5,309	5,232	5,426	5,632	5,553
Marina	1,464	1,359	-	-	-
Total charge for services	<u>229,954</u>	<u>232,803</u>	<u>241,244</u>	<u>251,478</u>	<u>260,383</u>
Operating grants and contributions	2,358	3,744	1,095	1,963	2,142
Capital grants and contributions	10,417	5,289	7,480	4,403	7,292
Total business-type activities program revenues	<u>242,729</u>	<u>241,836</u>	<u>249,819</u>	<u>257,844</u>	<u>269,817</u>
Total primary government program revenues	<u>\$ 484,397</u>	<u>\$ 528,432</u>	<u>\$ 516,927</u>	<u>\$ 519,210</u>	<u>\$ 578,915</u>
<b>Net (Expense) Revenue</b>					
Governmental activities	\$ (344,952)	\$ (281,706)	\$ (330,323)	\$ 261,366	\$ (318,426)
Business-type activities	31,396	21,363	33,126	208,830	48,433
Total primary government net expenses	<u>\$ (313,556)</u>	<u>\$ (260,343)</u>	<u>\$ (297,197)</u>	<u>\$ 470,196</u>	<u>\$ (269,993)</u>

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

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**City of Sacramento**  
**Changes in Net Position <sup>(1) (2)</sup>**  
**Last Ten Fiscal Years**

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2016	2017	2018	2019	2020
<b>Program Revenues</b>					
<i>Governmental activities</i>					
Charge for services					
General government	\$ 7,103	\$ 6,573	\$ 19,438	\$ 22,908	\$ 26,527
Police	11,022	13,068	12,586	14,550	13,490
Fire	31,204	30,897	42,898	42,866	44,851
Public works <sup>(4)</sup>	37,179	42,897	50,159	52,901	50,216
General services <sup>(3)</sup>	-	-	-	-	-
Transportation <sup>(4)</sup>	-	-	-	-	-
Economic development <sup>(5)</sup>	7,889	9,140	-	-	-
Convention and cultural services	10,085	10,860	12,456	12,622	10,385
Youth, parks, and community enrichment	13,792	12,954	13,065	13,365	12,429
Community development	27,025	32,428	36,019	38,218	38,646
Library	-	-	-	-	-
Total charge for services	145,299	158,817	186,621	197,430	196,544
Operating grants and contributions	35,442	36,938	41,811	55,535	75,897
Capital grants and contributions	122,528	86,856	101,476	98,903	160,395
Total governmental activities program revenues	303,269	282,611	329,908	351,868	432,836
<i>Business-type activities</i>					
Charge for services					
Water	98,533	108,867	119,379	127,868	142,041
Wastewater	31,532	34,311	37,596	42,275	44,562
Storm drainage	40,166	40,124	39,512	39,969	40,871
Solid waste	60,253	61,548	63,556	63,664	67,086
Community center	8,782	9,488	9,848	8,726	2,458
Parking	17,646	18,374	19,003	19,735	17,140
Child development	6,073	5,713	6,419	6,547	5,328
Marina	-	-	-	-	-
Total charge for services	262,985	278,425	295,313	308,784	319,486
Operating grants and contributions	3,435	3,967	2,179	3,300	1,430
Capital grants and contributions	7,433	6,229	23,726	20,457	32,989
Total business-type activities program revenues	273,853	288,621	321,218	332,541	353,905
Total primary government program revenues	\$ 577,122	\$ 571,232	\$ 651,126	\$ 684,409	\$ 786,741
<b>Net (Expense) Revenue</b>					
Governmental activities	\$ (353,609)	\$ (375,805)	\$ (421,002)	\$ (465,233)	\$ (464,353)
Business-type activities	49,434	52,893	69,466	54,681	62,051
Total primary government net expenses	\$ (304,175)	\$ (322,912)	\$ (351,536)	\$ (410,552)	\$ (402,302)

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

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**City of Sacramento**  
**Changes in Net Position** <sup>(1) (2)</sup>  
**Last Ten Fiscal Years**

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2011	2012	2013	2014	2015
<b>General Revenues and Other</b>					
<b>Changes in Net Position</b>					
<i>Governmental activities</i>					
Taxes:					
Property taxes	\$ 118,801	\$ 114,874	\$ 114,451	\$ 122,477	\$ 129,714
Utility user taxes	58,907	58,787	59,066	59,613	59,947
Other taxes	18,327	17,403	27,943	61,584	66,205
Sales taxes shared state revenue	47,680	50,683	52,300	56,575	58,476
In-lieu sales tax	14,548	14,081	16,113	16,823	16,632
Grants and other intergovernmental revenue not restricted to specific programs	2,610	-	-	-	-
Investment earnings	6,260	10,953	10,101	10,136	8,769
Miscellaneous	12,464	11,005	9,749	8,853	11,060
Contributions to permanent fund	4	1	1	1	1
Gain (loss) on disposition of capital assets	2,336	-	-	4,567	5,340
Special items	-	-	26,208	(2,500)	-
Transfers	28,229	22,722	19,002	28,571	32,148
<b>Total governmental activities</b>	<b>310,166</b>	<b>300,509</b>	<b>334,934</b>	<b>366,700</b>	<b>388,292</b>
<i>Business-type activities</i>					
Taxes:					
Other taxes	15,403	15,781	16,555	17,943	20,108
Investment earnings	3,449	2,957	1,299	3,294	1,567
Miscellaneous	-	-	-	3	5
Gain (loss) on disposition of capital assets	-	7	-	-	-
Special items	-	-	-	18,527	4,554
Transfers	(28,229)	(22,722)	(19,002)	(28,571)	(32,148)
<b>Total business-type activities</b>	<b>(9,377)</b>	<b>(3,977)</b>	<b>(1,148)</b>	<b>11,196</b>	<b>(5,914)</b>
<b>Total primary government</b>	<b>\$ 300,789</b>	<b>\$ 296,532</b>	<b>\$ 333,786</b>	<b>\$ 377,896</b>	<b>\$ 382,378</b>
<b>Change in Net Position</b>					
Governmental activities	\$ (34,786)	\$ 18,803	\$ 4,611	\$ 366,700	\$ 69,866
Business-type activities	22,019	17,386	31,978	11,196	42,519
<b>Total primary government</b>	<b>\$ (12,767)</b>	<b>\$ 36,189</b>	<b>\$ 36,589</b>	<b>\$ 377,896</b>	<b>\$ 112,385</b>

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

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**City of Sacramento**  
**Changes in Net Position** <sup>(1) (2)</sup>  
**Last Ten Fiscal Years**

(accrual basis of accounting, in thousands)

	Fiscal Year				
	2016	2017	2018	2019	2020
<b>General Revenues and Other</b>					
<b>Changes in Net Position</b>					
<i>Governmental activities</i>					
Taxes:					
Property taxes	\$ 138,354	\$ 146,697	\$ 156,710	\$ 170,439	\$ 184,142
Utility user taxes	61,404	62,997	62,989	60,128	60,039
Other taxes	70,761	77,608	83,981	105,997	148,998
Sales taxes shared state revenue	67,983	81,296	82,987	93,770	90,970
In-lieu sales tax	14,387	-	-	-	-
Grants and other intergovernmental revenue not restricted to specific programs	-	-	-	-	-
Investment earnings	11,328	9,178	5,593	20,923	19,646
Miscellaneous	12,954	14,221	17,328	14,834	15,743
Contributions to permanent fund	-	-	-	-	-
Gain (loss) on disposition of capital assets	-	(79,916)	-	-	-
Special items	(8,830)	-	-	7,000	-
Transfers	14,773	31,443	34,525	35,524	34,947
<b>Total governmental activities</b>	<b>383,114</b>	<b>343,524</b>	<b>444,113</b>	<b>508,615</b>	<b>554,485</b>
<i>Business-type activities</i>					
Taxes:					
Other taxes	21,800	23,866	26,839	29,477	21,504
Investment earnings	4,428	1,292	1,013	20,020	16,940
Miscellaneous	20	20	37	-	-
Gain (loss) on disposition of capital assets	-	17	424	1,747	-
Special items	-	-	-	2,553	-
Transfers	(14,773)	(31,443)	(34,525)	(35,524)	(34,947)
<b>Total business-type activities</b>	<b>11,475</b>	<b>(6,248)</b>	<b>(6,212)</b>	<b>18,273</b>	<b>3,497</b>
<b>Total primary government</b>	<b>\$ 394,589</b>	<b>\$ 337,276</b>	<b>\$ 437,901</b>	<b>\$ 526,888</b>	<b>\$ 557,982</b>
<b>Change in Net Position</b>					
Governmental activities	\$ 29,505	\$ (32,281)	\$ 23,111	\$ 43,382	\$ 90,132
Business-type activities	60,909	47,180	63,254	72,954	65,548
<b>Total primary government</b>	<b>\$ 90,414</b>	<b>\$ 14,899</b>	<b>\$ 86,365</b>	<b>\$ 116,336</b>	<b>\$ 155,680</b>

Notes: (1) The expenses reported in the governmental activities and business-type activities are net of indirect charges between the departments.

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**City of Sacramento**  
**Fund Balances, Governmental Funds <sup>(1)</sup>**  
**Last Ten Fiscal Years**

(modified accrual basis of accounting, in thousands)

	Fiscal Year				
	2011	2012	2013	2014	2015
<b>General Fund</b>					
Nonspendable:					
Prepaid items	\$ 63	\$ 23	\$ 24	\$ 66	\$ 7
Due from other funds	-	-	-	-	-
Noncurrent assets	245	71	48	-	4
Restricted:					
Capital projects	-	-	-	3,401	2,562
Ambulance service	-	-	-	-	1,085
Other programs	86	64	40	21	7
Committed:					
Economic uncertainty	14,340	20,263	27,765	33,714	38,967
Capital projects	19,612	21,542	21,789	21,728	32,987
Community center theater renovation	-	-	8,500	8,500	8,500
B Street Theater project	-	-	-	-	2,500
Fire programs	-	-	-	-	4,420
Pension	-	-	-	-	-
OPEB	-	-	2,000	-	6,717
SCXEA labor for FY2020	-	-	-	-	-
Homeless programs	-	-	-	1,000	750
Gas tax	-	-	-	-	-
Other programs	12,468	9,349	9,347	12,909	8,860
Assigned:					
Unrealized investment gains	972	402	-	173	50
Next year's budget	5,138	9,354	10,446	-	-
Unassigned	-	-	-	17,395	16,028
<b>Total general fund</b>	<b>\$ 52,924</b>	<b>\$ 61,068</b>	<b>\$ 79,959</b>	<b>\$ 98,907</b>	<b>\$ 123,444</b>
<b>All Other Governmental Funds</b>					
Nonspendable:					
Prepaid items	\$ 30	\$ 29	\$ 44	\$ 24	\$ 24
Noncurrent assets	1,577	605	530	451	369
Permanent fund principal	1,934	878	878	878	878
Restricted:					
Capital projects	161,365	150,475	135,069	126,262	124,790
Debt service	20,870	18,230	17,472	17,548	20,218
Public works programs	-	-	13,781	11,830	-
Ambulance service	-	-	-	-	13,842
Economic development programs	-	-	23,970	22,484	17,271
Other programs	50,264	50,026	31,115	29,924	27,029
Committed:					
Capital projects	606	469	3,666	4,024	3,355
Grant retention	-	-	-	4,049	500
Debt service	2,278	2,278	2,278	6,583	5,660
B Street Theater project	-	-	-	-	16,391
Economic development programs	-	-	-	5,125	-
Other programs	646	2,096	6,266	25,486	50,001
Assigned:					
Debt service	2,878	2,068	1,805	973	717
Unrealized investment gains	120	42	100	47	15
Other programs	2,281	4,093	3,758	4,047	2,344
Unassigned	(31,287)	(48,094)	(29,711)	(22,121)	(26,554)
<b>Total all other governmental funds</b>	<b>\$ 213,562</b>	<b>\$ 183,195</b>	<b>\$ 211,021</b>	<b>\$ 237,614</b>	<b>\$ 256,850</b>

Notes: (1) FY13 amounts have been restated for the effects of Marina fund reclassification to a governmental activity.

**City of Sacramento**  
**Fund Balances, Governmental Funds <sup>(1)</sup>**  
**Last Ten Fiscal Years**

(modified accrual basis of accounting, in thousands)

	Fiscal Year				
	2016	2017	2018	2019	2020
<b>General Fund</b>					
Nonspendable:					
Prepaid items	\$ 2	\$ 12	\$ 45	\$ -	\$ 1,279
Due from other funds	-	3,800	3,800	-	-
Noncurrent assets	-	-	-	-	-
Restricted:					
Capital projects	1,860	-	-	-	-
Ambulance service	1,085	-	-	-	-
Other programs	17	17	-	-	-
Committed:					
Economic uncertainty	46,950	49,644	52,700	55,200	55,200
Capital projects	37,526	49,265	37,583	39,995	57,689
Community center theater renovation	8,500	-	-	-	-
B Street Theater project	-	-	-	-	-
Fire programs	5,720	1,386	6,189	9,568	5,635
Pension	-	-	5,000	13,500	-
OPEB	6,752	5,324	2,619	6,644	4,264
SCXEA labor for FY2020	-	-	-	4,256	-
Homeless programs	250	-	-	-	-
Gas tax	-	2,087	2,087	2,087	-
Other programs	13,953	19,280	37,325	46,052	49,405
Assigned:					
Unrealized investment gains	732	-	-	381	1,960
Next year's budget	-	-	-	-	-
Unassigned	26,649	24,739	25,021	32,923	50,007
<b>Total general fund</b>	<b>\$ 149,996</b>	<b>\$ 155,554</b>	<b>\$ 172,369</b>	<b>\$ 210,606</b>	<b>\$ 225,439</b>
<b>All Other Governmental Funds</b>					
Nonspendable:					
Prepaid items	\$ -	\$ -	\$ -	\$ -	\$ 5,715
Noncurrent assets	283	193	98	-	-
Permanent fund principal	878	878	878	878	878
Restricted:					
Capital projects	138,562	149,664	159,439	183,772	208,205
Debt service	51,691	58,904	28,539	28,119	27,884
Public works programs	14,522	13,152	18,857	22,071	23,618
Ambulance service	-	-	-	-	-
Economic development programs	16,887	41,548	44,920	48,878	46,954
Other programs	27,793	28,818	35,025	48,003	63,026
Committed:					
Capital projects	7,017	9,359	18,245	14,407	15,369
Grant retention	-	-	-	-	-
Debt service	8,733	19,110	21,543	17,291	11,401
B Street Theater project	21,360	-	-	-	-
Economic development programs	-	-	-	-	-
Other programs	51,024	56,715	40,683	48,473	62,167
Assigned:					
Debt service	2,547	2,406	2,008	2,700	2,968
Unrealized investment gains	40	-	-	51	675
Other programs	60	-	360	18	170
Unassigned	(19,657)	(18,037)	(22,656)	(18,503)	(33,465)
<b>Total all other governmental funds</b>	<b>\$ 321,740</b>	<b>\$ 362,710</b>	<b>\$ 347,939</b>	<b>\$ 396,158</b>	<b>\$ 435,565</b>

Notes: (1) FY13 amounts have been restated for the effects of Marina fund reclassification to a governmental activity.

**City of Sacramento**  
**Changes in Fund Balances, Governmental Funds <sup>(1)</sup>**  
**Last Ten Fiscal Years**

(modified accrual basis of accounting, in thousands)

	<b>Fiscal Year</b>				
	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
<b>Revenues</b>					
Taxes	\$ 254,705	\$ 256,564	\$ 265,605	\$ 320,832	\$ 334,649
Intergovernmental	125,758	154,937	154,556	105,172	111,017
Charges for services	67,831	62,760	66,369	71,889	86,061
Fines, forfeits and penalties	11,093	11,891	9,892	11,221	11,403
Interest, rents, and concessions	9,627	15,494	13,909	14,417	12,681
Community service fees	3,647	3,058	7,136	4,693	7,869
Assessment levies	33,482	35,294	37,621	38,668	41,884
Contributions and donations	9,440	6,170	14,269	43,018	45,177
Miscellaneous	411	2,090	3,441	570	501
<b>Total revenues</b>	<b>515,994</b>	<b>548,258</b>	<b>572,798</b>	<b>610,480</b>	<b>651,242</b>
<b>Expenditures</b>					
General government	26,049	24,610	22,712	26,170	28,491
Police	144,081	142,204	138,779	138,653	149,448
Fire	97,573	98,749	99,630	107,538	110,585
Public works <sup>(3)</sup>	-	-	34,995	34,706	35,502
General services <sup>(2)</sup>	19,353	19,388	10,306	9,564	10,058
Transportation <sup>(3)</sup>	29,708	33,183	-	-	-
Convention and cultural services	13,291	10,670	9,804	10,481	10,978
Economic development <sup>(4)</sup>	9,819	9,396	10,221	12,418	10,797
Youth, parks, and community enrichment <sup>(5)</sup>	36,650	30,393	32,257	35,632	38,894
Community development	23,307	21,819	23,568	23,902	26,819
Library	12,398	11,739	12,362	12,482	14,496
Utilities	137	97	979	607	522
Nondepartmental	33,407	32,269	-	-	-
Citywide and community support	-	-	33,105	36,965	37,216
Capital outlay	91,902	118,259	116,705	106,840	128,805
Debt service					
City					
Principal	44,189	21,595	19,470	26,218	23,699
Interest and fiscal charges	25,209	24,028	22,949	22,772	33,493
Bond issuance costs	-	-	-	-	-
Subtotal - debt service	69,398	45,623	42,419	48,990	57,192
<b>Total Expenditures</b>	<b>607,073</b>	<b>598,399</b>	<b>587,842</b>	<b>604,948</b>	<b>659,803</b>
Excess (deficiency) of revenues over (under) expenditures	(91,079)	(50,141)	(15,044)	5,532	(8,561)
<b>Other Financing Sources (uses)</b>					
Transfers in	58,006	55,435	55,166	63,584	69,117
Transfers out	(27,025)	(27,590)	(27,450)	(34,527)	(33,267)
Issuance of long-term debt	6,808	73	2,837	6,050	3,984
Premium on long-term debt	-	-	-	-	-
Proceeds from sale of property	2,336	-	-	4,902	12,500
Payments to refunded bond escrow	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>40,125</b>	<b>27,918</b>	<b>30,553</b>	<b>40,009</b>	<b>52,334</b>
<b>Special items</b>	<b>-</b>	<b>-</b>	<b>31,208</b>	<b>-</b>	<b>-</b>
<b>Changes in fund balances</b>	<b>\$ (50,954)</b>	<b>\$ (22,223)</b>	<b>\$ 46,717</b>	<b>\$ 45,541</b>	<b>\$ 43,773</b>
Debt services as a percentage of noncapital expenditures	13.06%	9.41%	8.35%	9.49%	10.46%

- Note: (1) FY13 amounts have been restated for the effects of Marina fund reclassification to a governmental activity.  
(2) The Department of General Services has been reallocated to the Departments of Community Development, Information Technology, and Public Works in FY16.  
(3) The Department of Transportation was renamed as Department of Public Works in FY13.  
(4) The Department of Economic Development has been reallocated to the Department of General Government in FY18.  
(5) The Department of Parks and Recreation has been renamed to the Department of Youth, Parks, and Community Enrichment in FY19.

**City of Sacramento**  
**Changes in Fund Balances, Governmental Funds <sup>(1)</sup>**  
**Last Ten Fiscal Years**

(modified accrual basis of accounting, in thousands)

	<b>Fiscal Year</b>				
	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
<b>Revenues</b>					
Taxes	\$ 365,482	\$ 382,155	\$ 406,011	\$ 434,759	\$ 489,569
Intergovernmental	128,190	73,082	80,415	97,658	114,274
Charges for services	89,765	105,446	121,368	131,609	131,135
Fines, forfeits and penalties	12,720	11,429	12,643	16,397	13,309
Interest, rents, and concessions	15,221	14,220	10,794	24,907	20,718
Community service fees	16,460	29,740	30,654	30,651	29,072
Assessment levies	43,475	44,339	47,048	52,476	50,080
Contributions and donations	35,820	33,637	14,253	49,053	36,603
Miscellaneous	2,761	383	731	718	974
<b>Total revenues</b>	<b>709,894</b>	<b>694,431</b>	<b>723,917</b>	<b>838,228</b>	<b>885,734</b>
<b>Expenditures</b>					
General government	34,197	41,413	72,772	85,272	117,640
Police	152,245	159,572	169,273	182,538	203,980
Fire	119,814	127,970	136,161	144,043	159,771
Public works <sup>(3)</sup>	42,194	45,457	49,841	51,289	47,350
General services <sup>(2)</sup>	-	-	-	-	-
Transportation <sup>(3)</sup>	-	-	-	-	-
Convention and cultural services	11,738	12,838	14,372	15,117	13,459
Economic development <sup>(4)</sup>	9,871	13,270	-	-	-
Youth, parks, and community enrichment <sup>(5)</sup>	37,801	38,707	38,615	40,866	45,791
Community development	34,110	40,499	45,787	54,342	67,128
Library	14,771	14,903	16,421	17,732	18,867
Utilities	701	1,583	2,034	2,495	3,555
Nondepartmental	-	-	-	-	-
Citywide and community support	47,961	48,435	46,576	42,827	50,691
Capital outlay	337,817	82,465	90,397	79,175	103,790
Debt service					
City					
Principal	16,481	28,677	48,445	56,284	21,308
Interest and fiscal charges	24,822	28,555	24,529	24,818	24,501
Bond issuance costs	5,483	49	1,415	116	1
Subtotal - debt service	84,838	57,281	74,389	81,218	45,810
<b>Total Expenditures</b>	<b>928,058</b>	<b>684,393</b>	<b>756,638</b>	<b>796,914</b>	<b>877,832</b>
Excess (deficiency) of revenues over (under) expenditures	(218,164)	10,038	(32,721)	41,314	7,902
<b>Other Financing Sources (uses)</b>					
Transfers in	306,810	66,386	70,558	69,931	74,660
Transfers out	(270,358)	(31,871)	(35,801)	(33,114)	(37,657)
Issuance of long-term debt	401,943	1,976	8	1,325	5,452
Premium on long-term debt	13,972	-	-	-	-
Proceeds from sale of property	-	-	-	-	-
Payments to refunded bond escrow	(133,931)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>318,436</b>	<b>36,491</b>	<b>34,765</b>	<b>38,142</b>	<b>42,455</b>
<b>Special items</b>	<b>(8,830)</b>	<b>-</b>	<b>-</b>	<b>7,000</b>	<b>3,883</b>
<b>Changes in fund balances</b>	<b>\$ 91,442</b>	<b>\$ 46,529</b>	<b>\$ 2,044</b>	<b>\$ 86,456</b>	<b>\$ 54,240</b>
Debt services as a percentage of noncapital expenditures	12.71%	9.27%	10.61%	10.56%	5.70%

- Note: (1) FY13 amounts have been restated for the effects of Marina fund reclassification to a governmental activity.  
(2) The Department of General Services has been reallocated to the Departments of Community Development, Information Technology, and Public Works in FY16.  
(3) The Department of Transportation was renamed as Department of Public Works in FY13.  
(4) The Department of Economic Development has been reallocated to the Department of General Government in FY18.  
(5) The Department of Parks and Recreation has been renamed to the Department of Youth, Parks, and Community Enrichment in FY19.

**City of Sacramento**  
**Tax Revenues by Source, Governmental Funds <sup>(1)</sup>**  
**Last Ten Fiscal Years**

(modified accrual basis of accounting, in thousands)

<b>Fiscal Year</b>	<b>Property <sup>(2)</sup></b>	<b>Sales &amp; Use <sup>(3)</sup></b>	<b>Utility Users</b>	<b>Others</b>	<b>Total</b>
2011	\$ 133,099	\$ 47,680	\$ 58,887	\$ 15,039	\$ 254,705
2012	130,287	50,683	58,787	16,807	256,564
2013	130,864	57,121	59,066	18,554	265,605
2014	140,690	99,615	59,613	20,914	320,832
2015	147,415	102,596	59,948	24,690	334,649
2016	164,719	110,212	61,404	29,147	365,482
2017	159,566	125,560	62,997	34,032	382,155
2018	170,701	131,371	62,989	40,950	406,011
2019	173,307	157,816	60,128	43,508	434,759
2020	187,768	194,868	60,039	46,894	489,569

Notes: (1) In lieu sales tax is reported as property tax.

(2) Includes residual property tax from redevelopment agency dissolution.

(3) Includes Measure U local sales and use tax.

Sources: (A) City of Sacramento Comprehensive Annual Financial Reports  
(B) Finance Department, City of Sacramento



# City of Sacramento

## Assessed Value and Estimated Actual Value of Taxable Property

### Last Ten Fiscal Years

(in thousands)

Fiscal Year End June 30	Gross Assessed Value <sup>(1)</sup>				Exemptions	Net Assessed Taxable Value	Total Direct Tax Rate <sup>(3)</sup>
	Real Property	Personal Property	Public Utility <sup>(2)</sup>	Total			
2011	\$ 36,388,660	\$ 1,742,824	\$ 11,977	\$ 38,143,461	\$ 496,459	\$ 37,647,002	1.00
2012	35,267,406	1,711,462	12,132	36,991,000	488,888	36,502,112	1.00
2013	34,332,037	1,626,943	13,157	35,972,137	477,326	35,494,811	1.00
2014	35,829,529	1,546,891	12,381	37,388,801	464,546	36,924,255	1.00
2015	37,918,666	1,585,876	18,173	39,522,715	455,212	39,067,503	1.00
2016	39,823,777	1,513,519	9,267	41,346,563	448,778	40,897,785	1.00
2017	42,300,010	1,623,203	9,193	43,932,406	446,690	43,485,716	1.00
2018	45,389,674	1,692,375	8,974	47,091,023	445,647	46,645,376	1.00
2019	48,919,753	1,868,599	8,701	50,797,053	444,652	50,352,401	1.00
2020	53,124,698	1,869,844	9,185	55,003,727	444,470	54,559,257	1.00

Notes: (1) Article XIII A, added to California Constitution by Proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value appeared on the Assessor's 1975-76 assessment roll. Therefore, full cash value can be increased to reflect:

- a) annual inflation up to 2%;
- b) current market value at time of ownership change;
- c) market value for new construction.

Estimated actual value of taxable property cannot be easily determined as the property in the City is not reassessed annually. Reassessment normally occurs when ownership changes.

(2) The decrease in public utility assessed value is primarily due to the transfer of the downtown railyards from a railroad company to a private developer and the City.

(3) This 1% is shared by all taxing agencies for which the subject property resides within.

**City of Sacramento**  
**Direct and Overlapping Property Tax Rates <sup>(1)</sup>**  
**Per \$100 of Assessed Value**  
**Last Ten Fiscal Years**

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<b>Fiscal Year End June 30</b>	<b>Basic County, City, and School Levy <sup>(2)</sup></b>	<b>County of Sacramento</b>	<b>Schools</b>	<b>Special Districts</b>	<b>Total</b>
2011	1.0000	—	0.1069	—	1.1069
2012	1.0000	—	0.1174	—	1.1174
2013	1.0000	—	0.1192	—	1.1192
2014	1.0000	—	0.1406	—	1.1406
2015	1.0000	—	0.1325	—	1.1325
2016	1.0000	—	0.1426	—	1.1426
2017	1.0000	—	0.1418	—	1.1418
2018	1.0000	—	0.1365	—	1.1365
2019	1.0000	—	0.1295	—	1.1295
2020	1.0000	—	0.1371	—	1.1371

Notes : (1) Data is stated at full value as required under Article XIII-A of the Constitution of the State of California.

(2) This 1.00% is shared by all taxing agencies for which the subject property resides within.

**City of Sacramento**  
**Principal Property Taxpayers**  
**For the Fiscal Year and Nine Years Ago**

(in thousands)

Taxpayer	2020			2011		
	Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Sacramento Kings	\$ 403,605	1	0.74 %	-	-	-
BRE Depot Park Land LLC	217,223	2	0.40	-	-	-
SG Downtown	200,213	3	0.37	-	-	-
400 Capitol Mall Owner LP	182,725	4	0.33	-	-	-
Pac West Office Equities	177,237	5	0.32	-	-	-
M/H Realty Partners VI LP	169,567	6	0.31	-	-	-
SRI Eleven 621 Capitol Mall LLC	164,220	7	0.30	-	-	-
Arden Fair Associates	150,210	8	0.28	\$ 130,636	4	0.34 %
500 Capitol Mall LLC	144,555	9	0.27	-	-	-
GV/HI PK Tower Owner LLC	125,368	10	0.23	-	-	-
621 Capitol Mall LLC	-	-	-	114,166	8	0.30
Hines Sacramento Wells Fargo	-	-	-	593,478	1	1.55
CIM & 980 9th St Sacramento	-	-	-	322,978	2	0.85
Buzz Oats LLC	-	-	-	157,570	3	0.41
Downtown Plaza LLC	-	-	-	130,533	5	0.34
Sutter Community Hospitals	-	-	-	127,661	6	0.33
Verizon	-	-	-	118,144	7	0.31
Comcast Cable	-	-	-	108,769	9	0.29
1415 Meridian Plaza LLC	-	-	-	87,592	10	0.23
	<u>1,934,923</u>		<u>3.55</u>	<u>1,891,527</u>		<u>4.95</u>
All other taxpayers	<u>52,624,334</u>		<u>96.45</u>	<u>35,755,475</u>		<u>95.05</u>
Total	<u>\$ 54,559,257</u>		<u>100.00 %</u>	<u>\$ 37,647,002</u>		<u>100.00 %</u>

**City of Sacramento**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

(in thousands)

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year <sup>(1)</sup>	Collected within the Fiscal Year of the Levy		Collection in Subsequent Year <sup>(4)</sup>	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2011	\$ 132,440	\$ 130,711	98.69%	\$ 1,729	\$ 132,440	100.00%
2012	129,123	127,914	99.06%	1,209	129,123	100.00%
2013	130,755 <sup>(2) (3)</sup>	129,655	99.16%	1,100	130,755	100.00%
2014	140,273 <sup>(2) (3)</sup>	139,651	99.56%	622	140,273	100.00%
2015	147,483 <sup>(2) (3)</sup>	146,374	99.25%	1,109	147,483	100.00%
2016	155,024 <sup>(2) (3)</sup>	153,563	99.06%	1,461	155,024	100.00%
2017	149,456 <sup>(2) (3)</sup>	147,960	99.00%	1,496	149,456	100.00%
2018	158,378 <sup>(2) (3)</sup>	156,689	98.93%	1,689	158,378	100.00%
2019	170,117 <sup>(2) (3)</sup>	168,637	99.13%	1,480	170,117	100.00%
2020	185,127 <sup>(2) (3)</sup>	183,365	99.05%	1,762	185,127	100.00%

- Notes: (1) Property taxes in 2011 and subsequent years till 2016 include in lieu sales tax revenue from prior year. Program began in 2007 and ceased in 2017.  
(2) Total actual tax levy amount is not available from Sacramento County; amount provided is an estimate.  
(3) Includes residual property taxes resulting from the redevelopment agency dissolution.  
(4) Receipts from County's August distribution covering remaining levies not collected as of June 30 each year.

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**City of Sacramento**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

(in thousands, except Population and Per Capita)

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government
	Revenue Bonds	Notes Payable	Capital Leases	Revenue Bonds	Notes Payable	Capital Leases	
2011	\$ 477,588	\$ 677	\$ 9,910	\$ 289,950	\$ 56,388	\$ 7,066	\$ 841,579
2012	457,324	605	8,439	277,241	55,131	11,693	810,433
2013 <sup>(1)</sup>	435,962	530	9,446	542,347	52,536	9,466	1,050,287
2014 <sup>(2)</sup>	419,477	16,053	13,562	540,117	33,288	6,098	1,028,595
2015	398,544	15,680	10,456	519,869	29,844	4,075	978,468
2016 <sup>(3)</sup>	627,351	15,290	7,294	493,406	26,340	8,654	1,178,335
2017 <sup>(4)</sup>	606,097	14,883	4,455	533,751	22,748	5,574	1,187,508
2018	564,929	14,459	2,299	510,016	22,919	3,685	1,118,307
2019 <sup>(5)</sup>	513,186	14,014	1,011	831,547	33,185	2,340	1,395,283
2020 <sup>(6)</sup>	494,320	16,915	325	858,891	56,713	973	1,428,137

Notes:

- (1) In 2013, \$281 million of revenue bonds and a \$2.8 million capital lease payable were issued.
- (2) In 2014, Marina fund notes payable and capital leases were reclassified to governmental activities.
- (3) In 2016, \$273 million of lease revenue bonds and a \$183 million refunding revenue bonds were issued.
- (4) In 2017, \$53 million of revenue bonds were issued for improvements to the City's municipal water system.
- (5) In 2019, \$284 million of revenue bonds were issued for the renovation of the City's Convention Center, Community Center Theater, and Memorial Auditorium. In 2019, \$25 million of revenue bonds were issued for improvements to the City's wastewater system.
- (6) In 2020, \$50 million of revenue bonds were issued for the purpose of financing an additional Ballroom in the Sacramento Convention Center and other capital-improvement projects. In 2020, \$188 million of refunding bonds were issued.

NA Personal income data was not available.

**City of Sacramento**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

(in thousands, except Population and Per Capita)

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<b>Fiscal Year</b>	<b>Percentage of Personal Income</b>	<b>Population</b>	<b>Per Capita</b>
2011	NA	469,566	\$ 1,792
2012	NA	470,956	1,721
2013 <sup>(1)</sup>	NA	473,509	2,218
2014 <sup>(2)</sup>	NA	475,122	2,165
2015	NA	480,105	2,038
2016 <sup>(3)</sup>	NA	485,683	2,426
2017 <sup>(4)</sup>	NA	493,025	2,409
2018	NA	501,344	2,231
2019 <sup>(5)</sup>	NA	508,172	2,746
2020 <sup>(6)</sup>	NA	510,931	2,795

**Notes:**

- (1) In 2013, \$281 million of revenue bonds and a \$2.8 million capital lease payable were issued.
- (2) In 2014, Marina fund notes payable and capital leases were reclassified to governmental activities.
- (3) In 2016, \$273 million of lease revenue bonds and a \$183 million refunding revenue bonds were issued.
- (4) In 2017, \$53 million of revenue bonds were issued for improvements to the City's municipal water system.
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- (6) In 2020, \$50 million of revenue bonds were issued for the purpose of financing an additional Ballroom in the Sacramento Convention Center and other capital-improvement projects. In 2020, \$188 million of refunding bonds were issued.

NA Personal income data was not available.

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Source: City of Sacramento Comprehensive Annual Financial Reports

**City of Sacramento**  
**Ratios of Net General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

(in thousands, except Population and Per Capita)

<b>Fiscal Year</b>	<b>Total Gross General Obligation Bonds</b>	<b>Amounts Restricted for Principal Repayments</b>	<b>Total Net General Obligation Bonds</b>	<b>Actual Taxable Value of Property</b>	<b>Percentage of Actual Taxable Value of Property</b>	<b>Population</b>	<b>Net Bonded Debt Per Capita</b>
2011	\$ -	\$ -	\$ -	\$ 37,647,002	0.00%	469,566	\$ -
2012	-	-	-	36,502,112	0.00%	470,956	-
2013	-	-	-	35,494,811	0.00%	473,509	-
2014	-	-	-	36,924,255	0.00%	475,122	-
2015	-	-	-	39,067,503	0.00%	480,105	-
2016	-	-	-	40,897,785	0.00%	485,683	-
2017	-	-	-	43,485,716	0.00%	493,025	-
2018	-	-	-	46,645,376	0.00%	501,344	-
2019	-	-	-	50,352,401	0.00%	508,172	-
2020	-	-	-	54,559,257	0.00%	510,931	-

Source: City of Sacramento Comprehensive Annual Financial Reports and the County of Sacramento.



**City of Sacramento**  
**Direct and Overlapping Governmental Activities Debt <sup>(1)</sup>**  
**As of June 30, 2020**  
(in thousands)

Governmental Unit	Total Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Overlapping Tax and Assessment Debt:			
Los Rios Community College District	\$ 455,515	26.483 %	\$ 120,634
Elk Grove Unified School District	182,550	11.628	21,227
Natomas Unified School District	286,027	85.265	243,881
Sacramento Unified School District	482,493	84.942	409,839
San Juan Unified School District	545,904	2.934	16,017
Twin Rivers Unified School District:			
Twin Rivers Unified School District (former Elementary School District bonds)	59,705	48.814	29,144
Twin Rivers Unified School District (former Grant Joint Union High School District bonds)	288,359	48.423	139,632
Robla School District	82,988	53.232	44,176
City of Sacramento Community Facilities Districts	168,240	100.000	168,240
Elk Grove Unified School District Community Facilities District No. 1	191,731	11.628	22,294
City of Sacramento 1915 Act Bonds	2,140	100.000	2,140
California Statewide Community Development Agency Assessment District Bonds	14,218	100.000	14,218
Sacramento Area Flood Control Agency Consolidated Capital Districts Assessment District	325,640	85.335	277,885
Sacramento Area Flood Control Agency Natomas Local Assessment District	32,360	82.936	26,838
Subtotal - Overlapping Tax and Assessment debt			1,536,165
Direct and Overlapping General Fund Debt:			
Sacramento County General Fund Obligations	159,847	32.044	51,221
Sacramento County Pension Obligations	791,614	32.044	253,665
Sacramento County Board of Education Certificates of Participation	3,545	32.044	1,136
Elk Grove Unified School District Certificates of Participation	12,195	11.628	1,418
Natomas Unified School District Certificates of Participation	56,450	85.265	48,132
Sacramento Unified School District Certificates of Participation	60,550	84.942	51,432
Twin Rivers Unified School District Certificates of Participation	14,090	48.423	6,823
Arcade Creek Recreation and Park District General Fund Obligations	239	1.145	3
Fulton-El Camino Recreation and Park District General Fund Obligations	1,138	16.898	192
Subtotal - Direct and Overlapping General Fund Debt			414,022
Total Overlapping Debt			1,950,187
City of Sacramento Direct Debt			511,560
Total Direct and Overlapping Debt			\$ 2,461,747

Note: (1) Overlapping governments are those that coincide, at least in part, with the geographical boundaries of the City of Sacramento. This schedule estimates the portion of outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government. Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: Data regarding overlapping debt is obtained from California Municipal Statistics, Inc.

**City of Sacramento**  
**Legal Debt Margin**  
**Last Ten Fiscal Years**  
(in thousands)

Fiscal Year	Debt Limit		Debt Applicable to Limit			Legal Debt Margin	Total net debt applicable to the limit as a percentage of debt limit
	Net Assessed Value	Debt Limit - 15% of Assessed Value	General Obligation Bonds	Amount set aside for repayment of general obligation debt	Total net debt applicable to limit		
2011	\$ 37,647,002	\$ 5,647,050	\$ -	\$ -	\$ -	\$ 5,647,050	0.00%
2012	36,502,112	5,475,317	-	-	-	5,475,317	0.00%
2013	35,494,811	5,324,222	-	-	-	5,324,222	0.00%
2014	36,924,255	5,538,638	-	-	-	5,538,638	0.00%
2015	39,067,503	5,860,125	-	-	-	5,860,125	0.00%
2016	40,897,785	6,134,668	-	-	-	6,134,668	0.00%
2017	43,485,716	6,522,857	-	-	-	6,522,857	0.00%
2018	46,645,376	6,996,806	-	-	-	6,996,806	0.00%
2019	50,352,401	7,552,860	-	-	-	7,552,860	0.00%
2020	54,559,257	8,183,889	-	-	-	8,183,889	0.00%

Sources: (A) City of Sacramento Comprehensive Annual Financial Reports.  
(B) County of Sacramento, Office of Auditor/Controller.

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**City of Sacramento**  
**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years**  
(in thousands)

Fiscal Year	Water Revenue					
	Gross Revenue	Less: Operating Expenses <sup>(1)</sup>	Net Revenue	Debt Service Requirements <sup>(2)</sup>		Coverage
				Principal	Interest	
2011	\$ 79,315	\$ 40,303	\$ 39,012	\$ -	\$ 34	1,147.41
2012	79,857	43,346	36,511	-	141	258.94
2013	88,754	43,128	45,626	194	243	104.41
2014	94,382	43,215	51,167	396	9,974	4.93
2015	100,523	45,292	55,231	3,946	10,704	3.77
2016	98,533	47,728	50,805	4,061	10,594	3.47
2017	108,867	56,223	52,644	4,206	10,448	3.59
2018	119,379	50,565	68,814	4,397	12,111	4.17
2019	127,868	61,359	66,509	5,383	12,809	3.66
2020	142,041	67,841	74,200	5,644	12,835	4.02

Fiscal Year	Wastewater Revenue					
	Gross Revenue	Less: Operating Expenses <sup>(1)</sup>	Net Revenue	Debt Service Requirements <sup>(3)</sup>		Coverage
				Principal	Interest	
2011	\$ 21,360	\$ 14,864	\$ 6,496	\$ 672	\$ 188	7.55
2012	21,496	16,274	5,222	687	172	6.08
2013	25,134	18,005	7,129	703	156	8.30
2014	28,493	21,322	7,171	720	1,091	3.96
2015	32,223	21,091	11,132	736	1,527	4.92
2016	31,532	21,149	10,383	1,313	1,501	3.69
2017	34,311	24,987	9,324	1,351	1,464	3.31
2018	37,596	23,010	14,586	1,394	1,422	5.18
2019	42,275	27,371	14,904	1,396	1,379	5.37
2020	44,562	25,988	18,574	1,443	2,490	4.72

Notes: (1) Total operating expenses is exclusive of depreciation and amortization expense.

(2) Debt service requirements include California Department of Public Health Notes Payable, Drinking Water State Revolving Fund Notes Payable, Water Revenue Bonds, Series 2013 and 2017, and Water Revenue Refunding Bonds, Series 2020.

(3) Debt service requirements include Wastewater portion of State Water Resources Control Board Notes Payable and Wastewater Revenue Bonds, Series 2013 and 2019.

Source: City of Sacramento's internal financial documents.

**City of Sacramento**  
**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years**  
(in thousands)

<b>Storm Drainage Revenue</b>							
<b>Fiscal Year</b>	<b>Gross Revenue</b>	<b>Less: Operating Expenses <sup>(1)</sup></b>	<b>Net Revenue</b>	<b>Debt Service Requirements <sup>(2)</sup></b>		<b>Coverage</b>	
				<b>Principal</b>	<b>Interest</b>		
2011	\$ 34,160	\$ 25,720	\$ 8,440	\$ 2,093	\$ 680	3.04	
2012	34,545	25,638	8,907	2,142	624	3.22	
2013	35,682	24,703	10,979	2,179	562	4.01	
2014	38,049	24,479	13,570	2,230	511	4.95	
2015	37,646	29,581	8,065	2,283	458	2.94	
2016	40,166	28,897	11,269	2,336	404	4.11	
2017	40,124	29,207	10,917	2,391	349	3.98	
2018	39,512	30,483	9,029	2,448	292	3.30	
2019	39,969	29,021	10,948	2,381	234	4.19	
2020	40,871	31,521	9,350	2,437	178	3.58	

<b>Transient Occupancy Tax (TOT) Revenue</b>							
<b>Fiscal Year</b>	<b>Gross Revenue</b>	<b>Less: Operating Expenses <sup>(5)</sup></b>	<b>Net Revenue</b>	<b>Debt Service Requirements <sup>(3)</sup></b>		<b>Coverage</b>	
				<b>Principal</b>	<b>Interest</b>		
2019	\$ 29,477	\$ -	\$ 29,477	\$ -	\$ 8,103	3.64	
2020	21,504	-	21,504	-	13,891	1.55	

<b>Sacramento Tourism Infrastructure District (STID) Assessment Revenue</b>							
<b>Fiscal Year</b>	<b>Gross Revenue</b>	<b>Less: Operating Expenses <sup>(5)</sup></b>	<b>Net Revenue</b>	<b>Debt Service Requirements <sup>(4)</sup></b>		<b>Coverage</b>	
				<b>Principal</b>	<b>Interest</b>		
2020	\$ 1,883	\$ -	\$ 1,883	\$ -	\$ 1,469	1.28	

- Notes: (1) Total operating expenses is exclusive of depreciation and amortization expense.  
(2) Debt service requirements include Storm Drainage portion of State Water Resources Control Board Notes Payable and California Infrastructure and Economic Development Bank Notes Payable.  
(3) Debt service requirements include 2018 TOT Revenue Bonds, Series A, B, and C. Therefore, only two years are shown.  
(4) Debt service requirements include 2019 STID Assessment Revenue Bonds. Therefore, only one year is shown.  
(5) Due to the classification of TOT and STID revenues as nonoperating revenues, no operating expenses reported above.

Source: City of Sacramento's internal financial documents.

**City of Sacramento**  
**Demographic and Economic Statistics for Sacramento County**  
**Last Ten Years**

<b>Year</b>	<b>Population (A)</b>	<b>Personal Income (in millions of dollars) (B)</b>	<b>Per Capita Personal Income</b>	<b>Median Age</b>	<b>Education Level in Years of Schooling</b>	<b>School Enrollment (C)</b>	<b>Unemployment Rate (D)</b>
2011	1,428,355	NA	NA	NA	NA	237,567	12.7 %
2012	1,435,153	NA	NA	NA	NA	237,362	11.1
2013	1,445,806	NA	NA	NA	NA	238,290	8.7
2014	1,454,406	NA	NA	NA	NA	240,216	7.1
2015	1,470,912	\$ 64,638	\$ 43,944	34	NA	241,022	5.8
2016	1,495,297	69,590	46,539	33	NA	242,725	5.8
2017	1,514,770	72,894	48,122	34	NA	244,394	5.4
2018	1,529,501	76,776	50,197	34	N/A	245,906	4.2
2019	1,546,174	81,242	52,544	34	N/A	246,663	3.9
2020	1,555,365	85,959	55,266	34	N/A	249,540	12.5

Sources: (A) California Department of Finance - Population estimates as of January 1st of each year:

<http://www.dof.ca.gov/Forecasting/Demographics/Estimates/e-1/>

(B) US Bureau of Economic Analysis, report on Local Area Personal Income as of March 31 each year: <https://www.bea.gov/>

(C) California Department of Education, report on Sacramento County as of June 30 each year: <http://dq.cde.ca.gov/dataquest/>

(D) California Employment Development Department, Report 400 C - Monthly Labor Force Data for California Counties:  
<http://www.labormarketinfo.edd.ca.gov/> (as of June each year)

**City of Sacramento  
Principal Employers  
Current Fiscal Year and Nine Years Ago**

Employer (A)	2020			2011		
	Employee (A) <sup>(1)</sup>	Rank	Percentage of Total Employment (B) <sup>(2)</sup>	Employee (A) <sup>(1)</sup>	Rank	Percentage of Total Employment (B)
State of California	77,172	1	12.42%	72,120	1	12.30%
Kaiser Permanente	15,585	2	2.51%	6,367	7	1.09%
UC Davis Health System	14,510	3	2.34%	8,580	3	1.46%
Sacramento County	12,360	4	1.99%	11,300	2	1.93%
Sutter Health	10,764	5	1.73%	6,958	4	1.19%
U.S. Government	10,559	6	1.70%	-	-	-
Dignity Health	7,871	7	1.27%	-	-	-
Intel Corporation	6,200	8	1.00%	6,515	6	1.11%
Elk Grove Unified School District	6,164	9	0.99%	5,619	8	0.96%
San Juan Unified School District	5,350	10	0.86%	4,600	9	0.78%
Sacramento City Unified School District	5000	11	0.80%	4,500	10	0.77%
Mercy/Catholic Healthcare West	-	-	-	6,942	5	1.18%
City of Sacramento	-	-	-	4,000	11	0.68%

Notes: (1) Ranked by number of employees in full-time equivalents.

(2) Percentage of total employment is calculated based on Sacramento County's total employment force of 621,200 per Employment Development Department website) in July 2020.

Sources: (A) Sacramento Business Journal, May 31, 2019. List of largest employers in Sacramento County.  
(B) Employment Development Department, State of California.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Assessed Value of Taxable Property<sup>(1) (2)</sup>**  
**Last Ten Fiscal Years**  
(in thousands)

PROJECT AREA	Fiscal Year				
	2011	2012	2013	2014	2015
Merged Downtown					
Secured	\$ 2,504,312	\$ 2,427,850	\$ 2,366,130	\$ 2,300,993	\$ 2,344,213
Unsecured	160,110	145,125	137,567	132,581	138,662
Utility	997	997	770	770	770
Total	<u>\$ 2,665,419</u>	<u>\$ 2,573,972</u>	<u>\$ 2,504,467</u>	<u>\$ 2,434,344</u>	<u>\$ 2,483,645</u>
Del Paso Heights					
Secured	\$ 305,405	\$ 286,172	\$ 276,998	\$ 289,856	\$ 311,285
Unsecured	17,112	10,267	9,550	12,659	14,464
Utility	1	1	1	1	1
Total	<u>\$ 322,518</u>	<u>\$ 296,440</u>	<u>\$ 286,549</u>	<u>\$ 302,516</u>	<u>\$ 325,750</u>
Alkali Flat					
Secured	\$ 128,304	\$ 121,651	\$ 119,184	\$ 112,883	\$ 120,103
Unsecured	3,740	2,962	4,982	3,224	3,504
Utility	-	-	-	-	-
Total	<u>\$ 132,044</u>	<u>\$ 124,613</u>	<u>\$ 124,166</u>	<u>\$ 116,107</u>	<u>\$ 123,607</u>
Oak Park					
Secured	\$ 438,987	\$ 428,226	\$ 427,642	\$ 466,006	\$ 476,624
Unsecured	10,613	8,973	9,898	9,763	9,483
Utility	-	-	-	-	-
Total	<u>\$ 449,600</u>	<u>\$ 437,199</u>	<u>\$ 437,540</u>	<u>\$ 475,769</u>	<u>\$ 486,107</u>
River District (formerly Richards Blvd)					
Secured	\$ 405,518	\$ 403,771	\$ 396,061	\$ 375,825	\$ 403,452
Unsecured	41,732	31,661	33,655	29,486	35,352
Utility	4,200	4,264	4,779	4,779	4,779
Total	<u>\$ 451,450</u>	<u>\$ 439,696</u>	<u>\$ 434,495</u>	<u>\$ 410,090</u>	<u>\$ 443,583</u>
North Sacramento					
Secured	\$ 555,744	\$ 526,139	\$ 506,029	\$ 498,272	\$ 509,637
Unsecured	36,014	35,675	39,802	36,413	40,115
Utility	-	-	-	-	-
Total	<u>\$ 591,758</u>	<u>\$ 561,814</u>	<u>\$ 545,831</u>	<u>\$ 534,685</u>	<u>\$ 549,752</u>

Notes: (1) Property is assessed at full cash value upon transfer of title and the assessed value is increased annually by the lesser of the rate of inflation or 2%.

(2) One percent is the maximum tax rate by state law.



**City of Sacramento**  
**Successor Agency Trust Fund**  
**Assessed Value of Taxable Property<sup>(1) (2)</sup>**  
**Last Ten Fiscal Years**  
(in thousands)

PROJECT AREA	Fiscal Year				
	2016	2017	2018	2019	2020
Merged Downtown					
Secured	\$ 2,461,341	\$ 2,682,975	\$ 3,294,112	\$ 3,572,623	\$ 3,854,509
Unsecured	124,172	110,587	131,439	147,725	169,620
Utility	748	748	748	696	7
Total	<u>\$ 2,586,261</u>	<u>\$ 2,794,310</u>	<u>\$ 3,426,299</u>	<u>\$ 3,721,044</u>	<u>\$ 4,024,136</u>
Del Paso Heights					
Secured	\$ 317,886	\$ 338,354	\$ 380,389	\$ 414,850	\$ 469,286
Unsecured	13,621	15,440	14,149	21,771	23,390
Utility	1	1	1	1	-
Total	<u>\$ 331,508</u>	<u>\$ 353,795</u>	<u>\$ 394,539</u>	<u>\$ 436,622</u>	<u>\$ 492,676</u>
Alkali Flat					
Secured	\$ 123,251	\$ 136,555	\$ 158,376	\$ 198,843	\$ 228,034
Unsecured	2,963	2,996	2,920	3,485	3,582
Utility	-	-	-	-	-
Total	<u>\$ 126,214</u>	<u>\$ 139,551</u>	<u>\$ 161,296</u>	<u>\$ 202,328</u>	<u>\$ 231,616</u>
Oak Park					
Secured	\$ 501,132	\$ 567,966	\$ 610,203	\$ 686,458	\$ 787,243
Unsecured	24,938	27,750	28,003	31,947	23,271
Utility	-	-	-	-	-
Total	<u>\$ 526,070</u>	<u>\$ 595,716</u>	<u>\$ 638,206</u>	<u>\$ 718,405</u>	<u>\$ 810,514</u>
River District (formerly Richards Blvd)					
Secured	\$ 393,540	\$ 404,183	\$ 413,627	\$ 444,699	\$ 474,858
Unsecured	37,314	34,732	36,120	37,676	35,370
Utility	2,591	2,591	2,591	2,464	2,752
Total	<u>\$ 433,445</u>	<u>\$ 441,506</u>	<u>\$ 452,338</u>	<u>\$ 484,839</u>	<u>\$ 512,980</u>
North Sacramento					
Secured	\$ 523,526	\$ 555,437	\$ 556,306	\$ 605,147	\$ 681,316
Unsecured	36,778	36,563	36,555	43,011	50,625
Utility	-	-	-	-	719
Total	<u>\$ 560,304</u>	<u>\$ 592,000</u>	<u>\$ 592,861</u>	<u>\$ 648,158</u>	<u>\$ 732,660</u>

Notes: (1) Property is assessed at full cash value upon transfer of title and the assessed value is increased annually by the lesser of the rate of inflation or 2%.

(2) One percent is the maximum tax rate by state law.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Assessed Value of Taxable Property<sup>(1) (2)</sup>**  
**Last Ten Fiscal Years**  
(in thousands)

PROJECT AREA	Fiscal Year				
	2011	2012	2013	2014	2015
Franklin Boulevard					
Secured	\$ 571,094	\$ 554,662	\$ 553,114	\$ 556,190	\$ 482,823
Unsecured	41,821	38,551	39,862	37,903	32,000
Utility	-	-	-	-	-
Total	<u>\$ 612,915</u>	<u>\$ 593,213</u>	<u>\$ 592,976</u>	<u>\$ 594,093</u>	<u>\$ 514,823</u>
Stockton Boulevard					
Secured	\$ 372,566	\$ 355,452	\$ 334,059	\$ 345,330	\$ 364,463
Unsecured	17,048	17,468	17,101	17,293	17,731
Utility	-	-	-	-	-
Total	<u>\$ 389,614</u>	<u>\$ 372,920</u>	<u>\$ 351,160</u>	<u>\$ 362,623</u>	<u>\$ 382,194</u>
Army Depot					
Secured	\$ 826,480	\$ 810,113	\$ 790,956	\$ 826,125	\$ 864,133
Unsecured	119,918	116,198	116,489	149,382	139,964
Utility	578	579	943	943	943
Total	<u>\$ 946,976</u>	<u>\$ 926,890</u>	<u>\$ 908,388</u>	<u>\$ 976,450</u>	<u>\$ 1,005,040</u>
65th Street					
Secured	\$ 242,905	\$ 230,618	\$ 229,458	\$ 228,785	\$ 231,632
Unsecured	25,040	25,808	17,346	14,536	17,543
Utility	-	-	-	-	-
Total	<u>\$ 267,945</u>	<u>\$ 256,426</u>	<u>\$ 246,804</u>	<u>\$ 243,321</u>	<u>\$ 249,175</u>
Railyards					
Secured	\$ 71,772	\$ 80,928	\$ 84,191	\$ 80,200	\$ 75,245
Unsecured	251	3,521	4,548	4,454	5,973
Utility	680	768	771	-	-
Total	<u>\$ 72,703</u>	<u>\$ 85,217</u>	<u>\$ 89,510</u>	<u>\$ 84,654</u>	<u>\$ 81,218</u>

Notes: (1) Property is assessed at full cash value upon transfer of title and the assessed value is increased annually by the lesser of the rate of inflation or 2%.

(2) One percent is the maximum tax rate by state law.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Assessed Value of Taxable Property<sup>(1) (2)</sup>**  
**Last Ten Fiscal Years**  
(in thousands)

PROJECT AREA	Fiscal Year				
	2016	2017	2018	2019	2020
Franklin Boulevard					
Secured	\$ 474,370	\$ 497,711	\$ 544,375	\$ 578,295	\$ 608,313
Unsecured	31,565	35,431	34,068	33,800	36,098
Utility	-	-	-	-	-
Total	<u>\$ 505,935</u>	<u>\$ 533,142</u>	<u>\$ 578,443</u>	<u>\$ 612,095</u>	<u>\$ 644,411</u>
Stockton Boulevard					
Secured	\$ 384,262	\$ 403,482	\$ 442,555	\$ 471,634	\$ 510,666
Unsecured	16,742	15,941	15,798	18,937	19,758
Utility	-	-	-	-	-
Total	<u>\$ 401,004</u>	<u>\$ 419,423</u>	<u>\$ 458,353</u>	<u>\$ 490,571</u>	<u>\$ 530,424</u>
Army Depot					
Secured	\$ 928,249	\$ 979,664	\$ 1,052,144	\$ 1,130,114	\$ 1,302,802
Unsecured	110,209	106,652	111,552	115,208	132,775
Utility	1,072	1,072	1,072	1,072	1,037
Total	<u>\$ 1,039,530</u>	<u>\$ 1,087,388</u>	<u>\$ 1,164,768</u>	<u>\$ 1,246,394</u>	<u>\$ 1,436,614</u>
65th Street					
Secured	\$ 243,684	\$ 276,299	\$ 350,567	\$ 425,730	\$ 532,239
Unsecured	14,033	15,339	17,768	22,692	22,321
Utility	-	-	-	-	94
Total	<u>\$ 257,717</u>	<u>\$ 291,638</u>	<u>\$ 368,335</u>	<u>\$ 448,422</u>	<u>\$ 554,654</u>
Railyards					
Secured	\$ 68,288	\$ 62,600	\$ 66,406	\$ 67,471	\$ 71,495
Unsecured	10,940	7,310	7,151	11,438	13,940
Utility	-	-	-	-	-
Total	<u>\$ 79,228</u>	<u>\$ 69,910</u>	<u>\$ 73,557</u>	<u>\$ 78,909</u>	<u>\$ 85,435</u>

Notes: (1) Property is assessed at full cash value upon transfer of title and the assessed value is increased annually by the lesser of the rate of inflation or 2%.

(2) One percent is the maximum tax rate by state law.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction** <sup>(1) (2)</sup>  
**Merged Downtown**  
**As of June 30, 2020**  
(in thousands)

<b>Assessee</b>	<b>Taxable Value</b> <sup>(3)</sup>	<b>Assessee's Value</b> <sup>(3)</sup>	<b>Value Difference</b>	<b>Percentage of Total Taxable Value</b>
KAISER FOUNDATION HEALTH PLAN INCORPORATED	\$ 74,085	\$ 37,042	\$ (37,043)	19.42%
CL1 SACRAMENTO LLC	51,400	41,200	(10,200)	5.35%
SFI 630 K STREET LLC	21,000	10,500	(10,500)	5.51%
SWITCH BUILDING INVESTORS LP	10,681	10,308	(373)	0.20%
MACY'S WEST STORES INC	4,728	2,759	(1,969)	1.03%
MACY'S WEST STORES INC	4,418	2,095	(2,323)	1.22%
1701 K STREET LLC	4,414	2,207	(2,207)	1.16%
MACY'S WEST STORES	4,391	1,919	(2,472)	1.30%
1701 K STREET LLC	4,328	2,164	(2,164)	1.13%
MJ HOTELS GP	3,630	1,500	(2,130)	1.12%
Subtotal	183,075	111,694	(71,381)	37.43%
All Other Taxpayers	7,635	2,384	(5,251)	2.75%
Total	\$ 190,710	\$ 114,078	\$ (76,632)	40.18%

Notes: (1) These are outstanding appeals; there is no estimate of outcome.

(2) Information for prior years is not readily available and is not statistically significant.

(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2020.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction <sup>(1) (2)</sup>**  
**Del Paso Heights**  
**As of June 30, 2020**  
 (in thousands)

<b>Assessee</b>	<b>Taxable Value <sup>(3)</sup></b>	<b>Assessee's Value <sup>(3)</sup></b>	<b>Value Difference</b>	<b>Percentage of Total Taxable Value</b>
MONA SUE AYERS	\$ 120	\$ 52	\$ (68)	56.67%
Subtotal	120	52	(68)	56.67%
All Other Taxpayers	-	-	-	-
Total	\$ 120	\$ 52	\$ (68)	56.67%

Notes: (1) These are outstanding appeals; there is no estimate of outcome.  
 (2) Information for prior years is not readily available and is not statistically significant.  
 (3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2020.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction<sup>(1) (2)</sup>**  
**Alkali Flat**  
**As of June 30, 2020**  
(in thousands)

<b>Assessee</b>	<b>Taxable Value<sup>(3)</sup></b>	<b>Assessee's Value<sup>(3)</sup></b>	<b>Value Difference</b>	<b>Percentage of Total Taxable Value</b>
PHILLIP & VURGIA CUNNINGHAM REVC FAMILY TRUST	\$ 607	\$ 449	\$ (158)	9.15%
FIXZYN INCORPORATED	575	448	(127)	7.36%
FIXZYN INCORPORATED	544	448	(96)	5.56%
Subtotal	1,726	1,345	(381)	22.07%
All Other Taxpayers	-	-	-	-
<b>Total</b>	<b>\$ 1,726</b>	<b>\$ 1,345</b>	<b>\$ (381)</b>	<b>22.07%</b>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.  
(2) Information for prior years is not readily available and is not statistically significant.  
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2020.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction** <sup>(1) (2)</sup>  
**Oak Park**  
**As of June 30, 2020**  
(in thousands)

<b>Assessee</b>	<b>Taxable Value <sup>(3)</sup></b>	<b>Assessee's Value <sup>(3)</sup></b>	<b>Value Difference</b>	<b>Percentage of Total Taxable Value</b>
BIMBO BAKERIES	\$ 14,152	\$ 10,000	\$ (4,152)	15.96%
BIMBO BAKERIES	11,600	8,000	(3,600)	13.84%
WALGREEN CO	165	88	(77)	0.30%
WALGREEN CO	97	101	4	-0.02%
Subtotal	26,014	18,189	(7,825)	30.08%
All Other Taxpayers	-	-	-	-
Total	<u>\$ 26,014</u>	<u>\$ 18,189</u>	<u>\$ (7,825)</u>	<u>30.08%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.  
(2) Information for prior years is not readily available and is not statistically significant.  
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2020.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction** <sup>(1) (2)</sup>  
**River District**  
**As of June 30, 2020**  
(in thousands)

<b>Assessee</b>	<b>Taxable Value <sup>(3)</sup></b>	<b>Assessee's Value <sup>(3)</sup></b>	<b>Value Difference</b>	<b>Percentage of Total Taxable Value</b>
JMDH REAL ESTATE SACRAMENTO LLC	\$ 6,396	\$ 3,198	\$ (3,198)	21.06%
JMDH REAL ESTATE SACRAMENTO LLC	6,270	3,135	(3,135)	20.64%
ELENA DIPON	2,100	228	(1,872)	12.33%
500 BERCUT LLC	416	312	(104)	0.69%
Subtotal	15,182	6,873	(8,309)	54.73%
All Other Taxpayers	-	-	-	-
Total	<u>\$ 15,182</u>	<u>\$ 6,873</u>	<u>\$ (8,309)</u>	<u>54.73%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.  
(2) Information for prior years is not readily available and is not statistically significant.  
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2020.



**City of Sacramento**  
**Successor Agency Trust Fund**  
**Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction** <sup>(1) (2)</sup>  
**North Sacramento**  
**As of June 30, 2020**  
(in thousands)

<b>Assessee</b>	<b>Taxable Value <sup>(3)</sup></b>	<b>Assessee's Value <sup>(3)</sup></b>	<b>Value Difference</b>	<b>Percentage of Total Taxable Value</b>
WALGREEN CO	\$ 209	\$ 102	\$ (107)	28.76%
WALGREEN CO	163	120	(43)	11.56%
Subtotal	372	222	(150)	40.32%
All Other Taxpayers	-	-	-	-
<b>Total</b>	<b>\$ 372</b>	<b>\$ 222</b>	<b>\$ (150)</b>	<b>40.32%</b>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.

(2) Information for prior years is not readily available and is not statistically significant.

(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2020.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction** <sup>(1) (2)</sup>  
**Franklin Boulevard**  
**As of June 30, 2020**  
(in thousands)

<b>Assessee</b>	<b>Taxable Value <sup>(3)</sup></b>	<b>Assessee's Value <sup>(3)</sup></b>	<b>Value Difference</b>	<b>Percentage of Total Taxable Value</b>
6200 FRANKLIN LLC	\$ 20,153	\$ 10,076	\$ (10,077)	12.39%
6200 FRANKLIN LLC	20,153	10,278	(9,875)	12.15%
6200 FRANKLIN LLC	15,576	7,788	(7,788)	9.58%
CVS HEALTH	7,835	4,000	(3,835)	4.72%
MACY'S WEST STORE	6,533	3,023	(3,510)	4.32%
MACY'S WEST STORES	6,175	2,779	(3,396)	4.18%
OREILLY AUTO PARTS	2,465	1,233	(1,232)	1.52%
OREILLY AUTO PARTS	2,417	1,209	(1,208)	1.49%
Subtotal	81,307	40,386	(40,921)	50.33%
All Other Taxpayers	-	-	-	-
Total	<u>\$ 81,307</u>	<u>\$ 40,386</u>	<u>\$ (40,921)</u>	<u>50.33%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.

(2) Information for prior years is not readily available and is not statistically significant.

(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2020.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction** <sup>(1) (2)</sup>  
**Stockton Boulevard**  
**As of June 30, 2020**  
(in thousands)

<b>Assessee</b>	<b>Taxable Value <sup>(3)</sup></b>	<b>Assessee's Value <sup>(3)</sup></b>	<b>Value Difference</b>	<b>Percentage of Total Taxable Value</b>
JACK/ROSE M JAIR	\$ 980	\$ 588	\$ (392)	19.00%
AARONS INC #1254	963	541	(422)	20.46%
JENNIFER K. DOUNG	120	35	(85)	4.12%
Subtotal	2,063	1,164	(899)	43.58%
All Other Taxpayers	-	-	-	-
<b>Total</b>	<b>\$ 2,063</b>	<b>\$ 1,164</b>	<b>\$ (899)</b>	<b>43.58%</b>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.  
(2) Information for prior years is not readily available and is not statistically significant.  
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2020.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction** <sup>(1) (2)</sup>  
**Army Depot**  
**As of June 30, 2020**  
(in thousands)

<b>Assessee</b>	<b>Taxable Value</b> <sup>(3)</sup>	<b>Assessee's Value</b> <sup>(3)</sup>	<b>Value Difference</b>	<b>Percentage of Total Taxable Value</b>
PW FUND B LP	\$ 16,640	\$ 8,320	\$ (8,320)	22.49%
PW FUND B LP	8,729	4,365	(4,364)	11.80%
SOUTHDOWN CALIF CEMENT, LLC DBA CEMEX	5,896	1,000	(4,896)	13.23%
PW FUND B LP	2,453	1,227	(1,226)	3.31%
RICHARD N REESE FAMILY LLC	1,164	780	(384)	1.04%
RICHARD N REESE FAMILY LLC	1,141	780	(361)	0.98%
QUEEENY XIE	450	271	(179)	0.48%
2017-1 IH BORROWER LP	229	114	(115)	0.31%
KIEM A CHANG	229	140	(89)	0.24%
CBIP LLC	66	31	(35)	0.09%
Subtotal	36,997	17,028	(19,969)	53.97%
All Other Taxpayers	-	-	-	-
Total	<u>\$ 36,997</u>	<u>\$ 17,028</u>	<u>\$ (19,969)</u>	<u>53.97%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.  
(2) Information for prior years is not readily available and is not statistically significant.  
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2020.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction** <sup>(1) (2)</sup>  
**65th Street**  
**As of June 30, 2020**  
(in thousands)

<b>Assessee</b>	<b>Taxable Value</b> <sup>(3)</sup>	<b>Assessee's Value</b> <sup>(3)</sup>	<b>Value Difference</b>	<b>Percentage of Total Taxable Value</b>
GEM CROSSINGS LLC	\$ 93,250	\$ 78,108	\$ (15,142)	7.68%
TARGET CORP.	56,246	53,936	(2,310)	1.17%
TARGET CORPORATION	27,962	26,632	(1,330)	0.67%
ACADEMY ON 65TH STATE OWNER LLC	11,042	5,521	(5,521)	2.80%
ACADEMY ON 65TH STATE OWNER LLC	4,075	407	(3,668)	1.86%
ACADEMY ON 65TH STREET OWNER LLC	4,075	407	(3,668)	1.86%
RECYCLING INDUSTRIES INC.	631	70	(561)	0.28%
Subtotal	197,281	165,081	(32,200)	16.32%
All Other Taxpayers	-	-	-	-
Total	<u>\$ 197,281</u>	<u>\$ 165,081</u>	<u>\$ (32,200)</u>	<u>16.32%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.

(2) Information for prior years is not readily available and is not statistically significant.

(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2020.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Top 10 Parcels Appealing Assessed Valuation - At Risk of Reduction<sup>(1) (2)</sup>**  
**Railyards**  
**As of June 30, 2020**  
(in thousands)

<b>Assessee</b>	<b>Taxable Value<sup>(3)</sup></b>	<b>Assessee's Value<sup>(3)</sup></b>	<b>Value Difference</b>	<b>Percentage of Total Taxable Value</b>
MARQUEE SACRAMENTO DIGITAL BILLBOARDS	\$ 1,750	\$ 1,173	\$ (577)	8.71%
MARQUEE SACRAMENTO DIGITAL BILLBOARDS LLC	1,750	1,173	(577)	8.71%
SIMS METAL MGMT	1,243	622	(621)	9.37%
MARQUEE SACRAMENTO DIGITAL BILLBOARDS LLC	972	585	(387)	5.84%
SIMS GROUP USA CORPORATION	910	455	(455)	6.87%
Subtotal	6,625	4,008	(2,617)	39.50%
All Other Taxpayers	-	-	-	-
Total	<u>\$ 6,625</u>	<u>\$ 4,008</u>	<u>\$ (2,617)</u>	<u>39.50%</u>

Notes: (1) These are outstanding appeals; there is no estimate of outcome.  
(2) Information for prior years is not readily available and is not statistically significant.  
(3) Based on Assessor's report "At-Risk Assessed Valuation Through Appeals Process" as of July 1, 2020.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Principal Property Taxpayers - Merged Downtown**  
**Current Fiscal Year and Nine Years Ago**  
(in thousands)

Assessee	2020			2011		
	Taxable Value <sup>(1)</sup>	Rank	Percentage of Total Taxable Value <sup>(2)</sup>	Taxable Value	Rank	Percentage of Total Taxable Value
City of Sacramento (Sacramento Downtown Arena LLC)	\$ 399,488	1	9.23%	\$ -	-	-
Hancock SREIT Sacramento LLC	198,750	2	4.59%	-	-	-
SRI Eleven 621 Capitol Mall LLC	167,504	3	3.87%	-	-	-
500 Capitol Mall LLC	147,446	4	3.40%	76,047	9	3.15%
PAC West Office Equities LP	143,079	5	3.30%	-	-	-
300 Capitol Mall Investors LP	129,540	6	2.99%	-	-	-
Prime US-Park Tower LLC	129,336	7	2.99%	-	-	-
GSA Sacramento CA LLC	98,905	8	2.28%	-	-	-
CA Sacramento Commons LLC	89,646	9	2.07%	-	-	-
SAC Mubi Hotel LLC	88,405	10	2.04%	-	-	-
Hines Sacramento Wells Fargo Center	-	-	-	206,544	1	8.54%
300 Capitol Associates NF LP	-	-	-	114,727	2	4.74%
621 Capitol Mall	-	-	-	113,820	3	4.71%
Downtown Plaza	-	-	-	97,565	4	4.04%
CIM/980 9th St	-	-	-	94,708	5	3.92%
CIM/J Street Hotel Sacramento LP (PMC Commercial Trust)	-	-	-	89,258	6	3.69%
1415 Meridian Plaza LLC/Valley View Invest	-	-	-	81,818	7	3.38%
Sacramento Equities REIT	-	-	-	81,806	8	3.38%
Calif Assn Hosp/Hlth Sym (Tsakopoulos Family)	-	-	-	74,354	10	3.08%
Subtotal	1,592,099		36.77%	1,030,647		42.63%
All Other Taxpayers	2,738,232		63.23%	1,387,238		57.37%
Total	\$ 4,330,331		100.00%	\$ 2,417,885		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.  
(2) Based on total adjusted 2019-20 Project Area total taxable value.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Principal Property Taxpayers - Del Paso Heights**  
**Current Fiscal Year and Nine Years Ago**  
(in thousands)

Assessee	2020			2011		
	Taxable Value <sup>(1)</sup>	Rank	Percentage of Total Taxable Value <sup>(2)</sup>	Taxable Value	Rank	Percentage of Total Taxable Value
Research Properties	\$ 5,910	1	1.16%	\$5,045	1	1.72%
BM Ventures LLC	5,839	2	1.14%	4,984	2	1.70%
Mercy Housing California 80 LP	4,130	3	0.81%	-	-	-
Randall Kent Douglas/Sara R Ghisletta	3,239	4	0.63%	-	-	-
John A/Leta K Nichols 1994 Rev Trust	3,112	5	0.61%	2,657	4	0.91%
Reg Real Estate/Investments CA LLC	2,877	6	0.56%	-	-	-
Ramon Canyon Associates LP	2,800	7	0.55%	-	-	-
BM Ventures II LLC	2,612	8	0.51%	-	-	-
4555 Carmichael LLC	2,606	9	0.51%	-	-	-
US Rentals Inc	2,580	10	0.51%	2,369	6	0.81%
Woodhaven Senior Residences	-	-	-	4,256	3	1.45%
Lundbom Family Trust	-	-	-	2,392	5	0.82%
Providence Commercial Properties, LLC	-	-	-	2,153	7	0.73%
Cincinnati Avenue, LLLC	-	-	-	2,067	8	0.70%
Proffutt Limited Partnership	-	-	-	2,058	9	0.70%
NUCP, LLC	-	-	-	1,958	10	0.67%
Subtotal	35,705		7.00%	29,939		10.20%
All Other Taxpayers	474,385		93.00%	263,463		89.80%
Total	\$ 510,090		100.00%	\$ 293,402		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.  
(2) Based on total adjusted 2019-20 Project Area total taxable value.



**City of Sacramento**  
**Successor Agency Trust Fund**  
**Principal Property Taxpayers - Alkali Flat**  
**Current Fiscal Year and Nine Years Ago**  
(in thousands)

Assessee	2020			2011		
	Taxable Value <sup>(1)</sup>	Rank	Percentage of Total Taxable Value <sup>(2)</sup>	Taxable Value	Rank	Percentage of Total Taxable Value
Efren R Cota LTD	\$ 23,028	1	9.17%	\$ -	-	-
Hearst-Argyle Stations Inc	18,811	2	7.49%	24,817	1	20.16%
1000 G Street LLC	11,900	3	4.74%	-	-	-
J Squared Revocable Trust/Charles D Deloney	3,554	4	1.41%	-	-	-
1001 G State Rehabilitation Limited Partnership	3,031	5	1.21%	-	-	-
1220 E State LLC	3,031	6	1.21%	-	-	-
Tristar Stockton Properties LLC	2,600	7	1.04%	-	-	-
Duffin Gregg/Lynn Houlihan/Buzz Oates LLC/ETAL	2,429	8	0.97%	-	-	-
Ng-Yu Trust	2,289	9	0.91%	-	-	-
Paul F Goldsmith Rev Trust	2,175	10	0.87%	-	-	-
CC/B Holdings, Inc	-	-	-	11,106	2	9.02%
Realty Advisors Inc	-	-	-	6,911	3	5.61%
City Park Apartment Homes	-	-	-	3,957	4	3.21%
Janet Fortino Loehr Separate Prop Tr	-	-	-	2,212	5	1.80%
520 Ninth St	-	-	-	2,073	6	1.68%
700 E Street Building Partner	-	-	-	1,903	7	1.55%
John Dailey Trust	-	-	-	1,875	8	1.52%
GMA Investors LP	-	-	-	1,781	9	1.45%
Union Bank	-	-	-	1,415	10	1.15%
Subtotal	72,848		29.00%	58,050		47.15%
All Other Taxpayers	178,326		71.00%	65,062		52.85%
Total	\$ 251,174		100.00%	\$ 123,112		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.

(2) Based on total adjusted 2019-20 Project Area total taxable value.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Principal Property Taxpayers - Oak Park**  
**Current Fiscal Year and Nine Years Ago**  
(in thousands)

Assessee	2020			2011		
	Taxable Value <sup>(1)</sup>	Rank	Percentage of Total Taxable Value <sup>(2)</sup>	Taxable Value	Rank	Percentage of Total Taxable Value
Regents University CA	\$ 23,347	1	2.80%	\$ -	-	-
Rainbow Baking Co of Sac Valley (BBU INC)	12,180	2	1.46%	28,857	1	6.53%
Great Chi Investment LLC	6,261	3	0.75%	-	-	-
Broadway/Stockton Food Source Inv LLC	5,780	4	0.69%	5,061	3	1.15%
Crestwood-Medical Center Hospital	4,862	5	0.58%	4,193	4	0.95%
Security Public Storage - Sacramento	4,205	6	0.50%	3,561	5	0.81%
JJAJ Ventures/Anne Lum Chun Trust/ETAL	3,783	7	0.45%	-	-	-
Edmar Invs LLC (Walgreens)	3,582	8	0.43%	3,058	6	0.69%
Broadway Triangle LLC	3,476	9	0.42%	-	-	-
SAC Alhambra LLC	3,078	10	0.37%	-	-	-
GCCFC 2005 GG5 Y Street Limited Partnership	-	-	-	9,904	2	2.24%
Donald/Virginia Compton Family Trust	-	-	-	2,957	7	0.67%
Campbell Taggart Baking Company	-	-	-	2,121	8	0.48%
St. Hope Development Company	-	-	-	1,953	9	0.44%
First States Invs. 5000A, LLC	-	-	-	1,825	10	0.41%
Subtotal	70,554		8.47%	63,490		14.37%
All Other Taxpayers	762,622		91.53%	378,219		85.63%
Total	\$ 833,176		100.00%	\$ 441,709		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.  
(2) Based on total adjusted 2019-20 Project Area total taxable value.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Principal Property Taxpayers - River District**  
**Current Fiscal Year and Nine Years Ago**  
(in thousands)

Assessee	2020			2011		
	Taxable Value <sup>(1)</sup>	Rank	Percentage of Total Taxable Value <sup>(2)</sup>	Taxable Value	Rank	Percentage of Total Taxable Value
California Almond Growers Exchange	\$ 96,171	1	17.95%	\$ 71,625	1	16.49%
Township Nine Ave LLC	43,860	2	8.19%	-		-
Grove River District LLC	38,310	3	7.15%	30,188	3	6.95%
Scannell Properties 310 LLC	17,626	4	3.29%	-		-
Bercut-Railyard LLC	16,000	5	2.99%	-		-
444 N3	7,898	6	1.47%	-		-
DFN LLC	7,177	7	1.34%	-		-
Detmer Family Limited Partnership	7,004	7	1.31%	5,927	10	1.36%
JMDH Real Estate Sacramento LLC	6,523	9	1.22%	-		-
American Rivers Invs Incorporated	6,375	10	1.19%	-		-
Grove Investment Company	-		-	30,188	2	6.95%
MLCFC 2007 9 Bercut Dr Limited Partners	-		-	17,872	4	4.12%
Mendell Allan/ETAL	-		-	12,547	5	2.89%
Capitol Station 65 LLC	-		-	9,229	6	2.12%
BRE/LQ Props LLC	-		-	7,417	7	1.71%
Bank of America	-		-	6,383	8	1.47%
Dos Rios Venture	-		-	5,965	9	1.37%
Subtotal	246,944		46.09%	197,341		45.44%
All Other Taxpayers	288,895		53.91%	236,966		54.56%
Total	\$ 535,839		100.00%	\$ 434,307		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.  
(2) Based on total adjusted 2019-20 Project Area total taxable value.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Principal Property Taxpayers - North Sacramento**  
**Current Fiscal Year and Nine Years Ago**  
(in thousands)

Assessee	2020			2011		
	Taxable Value <sup>(1)</sup>	Rank	Percentage of Total Taxable Value <sup>(2)</sup>	Taxable Value	Rank	Percentage of Total Taxable Value
Seven Up Bottling Company of San Francisco	\$ 42,089	1	5.64%	\$ 30,900	1	5.82%
Price Company	24,962	2	3.34%	21,030	3	3.96%
Roseville Life Properties	19,531	3	2.62%	-	-	-
Woodlake Care Group LLC	17,663	4	2.37%	-	-	-
Omninet Sacramento Jardinette LLC/ETAL	17,246	5	2.31%	-	-	-
Sacramento Healthcare Investors LP	16,257	6	2.18%	-	-	-
McCuen Acoma Street Investors	13,296	7	1.78%	11,350	7	2.14%
SSCA 1300 EL Camino Ave LLC	9,286	8	1.24%	-	-	-
Plaza Ave Apartments LLC	7,764	8	1.04%	-	-	-
Recreational Equipment Inc	7,512	10	1.01%	-	-	-
JB Management LP	-	-	-	24,792	2	4.67%
Merliz Inc	-	-	-	19,730	4	3.72%
Shri Gowri Ganesha Real Estate, LLC	-	-	-	16,487	5	3.11%
North Sacramento Land Company	-	-	-	11,462	6	2.16%
Sent Expo Pointe LLC	-	-	-	8,483	8	1.60%
Radioligal Assoc of Sacto Medical Group	-	-	-	8,076	9	1.52%
HOF Financial I LLC	-	-	-	7,866	10	1.48%
Subtotal	175,606		23.52%	160,176		30.19%
All Other Taxpayers	571,049		76.48%	370,444		69.81%
Total	\$ 746,655		100.00%	\$ 530,620		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.  
(2) Based on total adjusted 2019-20 Project Area total taxable value.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Principal Property Taxpayers - Franklin Boulevard**  
**Current Fiscal Year and Nine Years Ago**  
(in thousands)

Assessee	2020			2011		
	Taxable Value <sup>(1)</sup>	Rank	Percentage of Total Taxable Value <sup>(2)</sup>	Taxable Value	Rank	Percentage of Total Taxable Value
6200 Franklin LLC	\$ 20,961	1	3.25%	\$ -	-	-
United States Cold Storage Calif	10,572	2	1.64%	9,140	3	1.64%
Hillside Apartments LLC	8,176	3	1.27%	-	-	-
Sacramento Children's Home (Garfield Beach CVS LLC)	7,992	4	1.24%	-	-	-
Greystone Place Invs LLC	7,415	5	1.15%	-	-	-
ARB Invs	7,306	6	1.13%	-	-	-
Rosedown Associates LLC	6,676	7	1.04%	6,682	4	1.20%
ABF Freight System, Inc	5,398	8	0.84%	5,019	6	0.90%
Extra Space Properties Two LLC	4,819	9	0.75%	5,046	5	0.91%
Campus Plaza Associates	4,819	10	0.75%	-	-	-
Campbell Soup	-	-	-	139,006	1	25.00%
Western Village LP	-	-	-	10,521	2	1.89%
Hampton Park	-	-	-	4,632	7	0.83%
Sei/PSP Vi Joint Ventures	-	-	-	4,054	8	0.73%
Bowling Green Associates	-	-	-	3,899	9	0.70%
Yellow Freight System, Inc	-	-	-	3,227	10	0.58%
Subtotal	84,134		13.05%	187,999		33.81%
All Other Taxpayers	560,576		86.95%	367,974		66.19%
Total	\$ 644,710		100.00%	\$ 555,973		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.  
(2) Based on total adjusted 2019-20 Project Area total taxable value.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Principal Property Taxpayers - Stockton Boulevard**  
**Current Fiscal Year and Nine Years Ago**  
(in thousands)

Assessee	2020			2011		
	Taxable Value <sup>(1)</sup>	Rank	Percentage of Total Taxable Value <sup>(2)</sup>	Taxable Value	Rank	Percentage of Total Taxable Value
Karma Apartments LLC	\$ 15,800	1	2.84%	-	-	-
Stockton Plaza Partners LLC	14,696	2	2.64%	\$ 11,909	3	3.35%
EKG Investors LLC/SCT Investors LLC/ETAL	14,260	3	2.56%	13,500	2	3.79%
Sustained Invs LLC	11,279	4	2.03%	-	-	-
ESP 135 LLC	9,520	5	1.71%	-	-	-
John M/Nancy Kehriotis Living Trust	8,493	6	-	7,250	5	2.04%
NT Stockton Investors LLC	7,940	7	1.43%	6,609	6	1.86%
Monument Properties Sacramento LLC	7,929	8	1.43%	-	-	-
Long Sight Properties LLC	6,776	9	1.22%	-	-	-
Brittany Arms LLC	6,500	10	1.17%	5,549	7	1.56%
BE Saigon Plaza LLC	-	-	-	17,505	1	4.92%
LSREF2 Clipper II LLC	-	-	-	9,248	4	2.60%
IP Sac Commercial LLC	-	-	-	5,533	8	1.55%
ESS Prisa II LLC	-	-	-	4,797	9	1.35%
Mulleian Investments LLC	-	-	-	4,586	10	1.29%
Subtotal	103,193		18.56%	86,486		24.30%
All Other Taxpayers	452,904		81.44%	269,382		75.70%
Total	\$ 556,097		100.00%	\$ 355,868		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.  
(2) Based on total adjusted 2019-20 Project Area total taxable value.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Principal Property Taxpayers - Army Depot**  
**Current Fiscal Year and Nine Years Ago**  
(in thousands)

Assessee	2020			2011		
	Taxable Value <sup>(1)</sup>	Rank	Percentage of Total Taxable Value <sup>(2)</sup>	Taxable Value	Rank	Percentage of Total Taxable Value
SBM Realty LLC	\$ 15,758	1	1.65%	\$ -		-
Watt Elder Creek Holdings LLC	12,852	2	1.35%	-		-
Elder Crk Transf/Recov Inc (Allied Waste Indus Inc)	11,653	3	1.22%	11,308	4	1.39%
Cascade Village Apartments II LP	9,380	4	0.98%	-		-
Pitalo John E	5,058	5	0.53%	-		-
Power Inn Business Park LLC	4,889	6	0.51%	-		-
PW Fund B LP	3,376	7	0.35%	-		-
Preet LLC	2,910	8	0.30%	-		-
AVJOG Sacramento LLC	2,836	9	0.30%	-		-
3RE2 LLC	2,512	10	0.26%	-		-
Engineered Polymer Solutions	-		-	15,961	1	1.96%
R/G Hayward LLC	-		-	15,504	2	1.90%
Power Inn Idstl Pk I/II LLC	-		-	11,334	3	1.39%
Ballantyne Diana S/Mark C/Jan W Leo	-		-	7,829	5	0.96%
Air Products Manufacturing Corporation	-		-	7,124	6	0.88%
C/S Logistics Sacramento/TRA	-		-	6,991	7	0.86%
Buzz Oates LLC	-		-	6,504	8	0.80%
Southdown California Cement, LLC	-		-	5,896	9	0.72%
A/W Investments LLC	-		-	5,752	10	0.71%
Subtotal	71,224		7.46%	94,203		11.57%
All Other Taxpayers	884,021		92.54%	719,878		88.43%
Total	\$ 955,245		100.00%	\$ 814,081		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.  
(2) Based on total adjusted 2019-20 Project Area total taxable value.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Principal Property Taxpayers - 65th Street**  
**Current Fiscal Year and Nine Years Ago**  
(in thousands)

Assessee	2020			2011		
	Taxable Value <sup>(1)</sup>	Rank	Percentage of Total Taxable Value <sup>(2)</sup>	Taxable Value	Rank	Percentage of Total Taxable Value
Gem Crossings LLC	\$ 93,250	1	16.95%	\$ -		-
NB Element DST	85,193	2	15.49%	-		-
SSC Sacramento Apartments LLC	75,346	3	13.70%	-		-
Target Corporation	28,381	4	5.16%	22,471	2	9.58%
Jackson IV LLC	17,421	5	3.17%	-		-
65th St Village LLC (65th & Folsom LP)	12,013	6	2.18%	10,222	3	4.36%
CPCA 7716 Folsom Blvd LLC	11,270	7	2.05%	-		-
Academy on 65th State Owner LLC	11,262	8	2.05%	-		-
ACEF-Martin Folsom LLC	7,500	9	1.36%	-		-
Atlas Disposal Industries LLC	6,773	10	1.23%	6,357	5	2.71%
Valeo Sacramento LLC	-		-	36,537	1	15.58%
Farming Company Folsom Blvd LLC etal	-		-	10,144	4	4.33%
Dimension Properties LLC	-		-	5,560	6	2.37%
KCMKC Properties, LP/Paul E Fong	-		-	5,083	7	2.17%
Kenneth/Susan Catchot Family 2005 Revocable Trust	-		-	4,899	8	2.09%
American River Self Storage LP	-		-	4,550	9	1.94%
2800 Pico Associates LLC	-		-	4,061	10	1.73%
Subtotal	348,409		63.33%	109,884		46.87%
All Other Taxpayers	201,714		36.67%	124,572		53.13%
Total	\$ 550,123		100.00%	\$ 234,456		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.  
(2) Based on total adjusted 2019-20 Project Area total taxable value.



**City of Sacramento**  
**Successor Agency Trust Fund**  
**Principal Property Taxpayers - Railyards**  
**Current Fiscal Year and Nine Years Ago**  
(in thousands)

Assessee	2020			2011		
	Taxable Value <sup>(1)</sup>	Rank	Percentage of Total Taxable Value <sup>(2)</sup>	Taxable Value	Rank	Percentage of Total Taxable Value
Kaiser Foundation Hosps	\$ 34,042	1	32.59%	\$ -	-	-
Downtown Railyard Venture LLC	15,829	2	15.15%	-	-	-
Pac West Office Equities LP	15,096	3	14.45%	-	-	-
1238 Sutter Street LLC	7,853	4	7.52%	-	-	-
Sutter HOJ LP	5,147	5	4.93%	-	-	-
Sacramento Co Emp Credit Union	4,757	6	4.55%	4,043	5	2.89%
PDRA/Company LLC	4,165	7	3.99%	3,556	6	2.54%
PLF BLDG LLC	3,923	8	3.76%	-	-	-
Strumwasser Michael J/Silvia M	3,493	9	3.34%	2,939	8	2.10%
Bowman/Bay Building Joint Venture	2,491	10	2.38%	2,126	9	1.52%
IA Sacramento Development LLC	-	-	-	89,356	1	63.79%
CCAA Partners LLC/Bruce W. Bell/Etal	-	-	-	14,937	2	10.66%
New Baytree LLC	-	-	-	9,046	3	6.46%
REA Limited Partnership	-	-	-	5,406	4	3.86%
CNPA Services Inc	-	-	-	3,327	7	2.38%
John Morgan/Nelly B Patino/Eddie Cuevas	-	-	-	1,564	10	1.12%
Subtotal	96,796		92.66%	136,300		97.30%
All Other Taxpayers	7,673		7.34%	3,782		2.70%
Total	\$ 104,469		100.00%	\$ 140,082		100.00%

Notes: (1) Based on ownership of locally-assessed secured and unsecured real property net of exemptions.  
(2) Based on total adjusted 2019-20 Project Area total taxable value.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Debt Coverage Analysis**  
**Last Ten Fiscal Years**  
(in thousands)

**RDA - All Project Areas**

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2011	\$ 35,280	\$ 580	\$ 2,684	\$ 32,016	\$ 21,776	1.47	NA	NA	NA
2012	42,334	726	2,911	38,698	22,120	1.75	\$ 6,008	\$ 28,128	1.38 (1)
2013	41,304	745	2,556	38,003	22,087	1.72	6,619	28,706	1.32
2014	42,684	687	3,037	38,960	24,896	1.56	5,123	30,019	1.30 (3)
2015	43,657	649	3,911	39,097	21,937	1.78	9,158	31,095	1.26
2016	49,142	690	5,766	42,686	11,794	3.62	15,610	27,404	1.56 (4)
2017	53,765	709	1,201	51,855	11,793	4.40	14,059	25,852	2.01
2018	67,464	823	11,550	55,091	398	138.42	24,270	24,668	2.23 (5)
2019	73,805	867	13,766	59,172	10,423	5.68	15,194	25,617	2.31 (6)
2020	84,030	955	16,751	66,324	683	97.11	23,846	24,529	2.70 (7)

**Merged Downtown**

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2011	\$ 23,069	\$ 387	\$ 1,454	\$ 21,228	\$ 16,051	1.32	NA	NA	NA
2012	23,750	406	807	22,537	16,254	1.39	\$ 2,608	\$ 18,862	1.19 (1)
2013	23,260	419	652	22,189	16,298	1.36	2,655	18,953	1.17
2014	23,042	372	580	22,090	16,245	1.36	4,188	20,433	1.08 (2)
2015	23,121	350	1,071	21,700	16,242	1.34	4,980	21,222	1.02
2016	27,081	372	2,415	24,294	11,395	2.13	146	11,541	2.11 (4)
2017	27,978	376	485	27,117	11,395	2.38	146	11,541	2.35
2018	37,146	451	5,665	31,030	-	-	146	146	212.53 (5)
2019	38,341	459	6,191	31,691	10,025	3.16	43	10,068	3.15
2020	41,309	481	6,997	33,831	-	-	43	43	786.77

**Del Paso Heights**

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2011	\$ 2,901	\$ 45	\$ 322	\$ 2,534	\$ 1,626	1.56	NA	NA	NA
2012	2,551	44	199	2,307	1,769	1.30	\$ 100	\$ 1,869	1.23 (1)
2013	2,549	46	194	2,309	1,644	1.40	240	1,884	1.23
2014	2,853	44	245	2,564	1,618	1.58	230	1,848	1.39
2015	3,149	44	337	2,768	1,618	1.71	231	1,849	1.50
2016	3,190	45	384	2,761	-	-	14	14	197.21 (4)
2017	3,524	45	100	3,379	-	-	14	14	241.36
2018	3,978	50	638	3,290	-	-	14	14	235.00
2019	4,406	52	785	3,569	-	-	14	14	254.93
2020	5,032	57	977	3,998	285	14.03	14	299	13.37

## Notes:

NA Subordinate debt was not presented in prior years. Prior years information not available for River District, Franklin Boulevard, Army Depot and 65th Street.

(1) Revised to include 2008 B of A Public Capital Corp Debt.

(2) Revised to correct 2005 Merged Downtown ML Refunding from senior to subordinate debt.

(3) Revised to correct total tax increment received.

(4) Various subordinate debts and a majority of the senior debts were refunded in 2015.

(5) 1993 Merged Downtown TABS were paid off in 2018.

(6) Total Debt Service includes \$13,166 related to the 2015 Tax Allocation Refunding Bonds, Series A and B not allocated between project areas.

(7) Total Debt Service includes \$21,839 related to the 2015 Tax Allocation Refunding Bonds, Series A and B not allocated between project areas.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Debt Coverage Analysis**  
**Last Ten Fiscal Years**  
(in thousands)

**Alkali Flat**

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2011	\$ 1,106	\$ 18	\$ 68	\$ 1,020	\$ 619	1.65	NA	NA	NA
2012	1,077	18	19	1,039	622	1.67	\$ 463	\$ 1,085	0.96 (1)
2013	1,049	19	10	1,020	623	1.64	467	1,090	0.94
2014	1,028	16	9	1,003	612	1.64	461	1,073	0.93
2015	1,148	16	64	1,068	613	1.74	464	1,077	0.99
2016	1,111	17	67	1,027	-	-	466	466	2.20 (4)
2017	1,347	17	26	1,304	-	-	469	469	2.78
2018	1,791	29	317	1,445	-	-	471	471	3.07
2019	2,075	24	424	1,627	-	-	472	472	3.45
2020	2,278	27	496	1,755	-	-	474	474	3.70

**Oak Park**

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2011	\$ 3,871	\$ 60	\$ 314	\$ 3,498	\$ 2,761	1.27	NA	NA	NA
2012	3,772	63	150	3,559	2,756	1.29	\$ 103	\$ 2,859	1.24 (1)
2013	3,841	67	151	3,623	2,794	1.30	183	2,977	1.22
2014	4,364	67	244	4,053	2,752	1.47	173	2,925	1.39 (2)
2015	4,522	63	385	4,074	2,755	1.48	178	2,933	1.39
2016	4,915	70	613	4,232	-	-	34	34	124.47 (4)
2017	5,843	75	176	5,592	-	-	34	34	164.47
2018	6,213	79	1,091	5,043	-	-	34	34	148.32
2019	7,160	84	1,465	5,611	-	-	34	34	165.03
2020	8,079	92	1,777	6,210	-	-	34	34	182.65

**River District**

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2011	NA	NA	NA	NA	-	-	NA	NA	NA
2012	\$ 1,372	\$ 25	\$ 246	\$ 1,100	-	-	\$ 494	\$ 494	2.23 (1)
2013	1,294	26	227	1,041	-	-	654	654	1.59
2014	1,025	20	259	746	-	-	646	646	1.15 (3)
2015	1,542	23	280	1,239	-	-	642	642	1.93
2016	1,544	22	288	1,234	-	-	229	229	5.39 (4)
2017	1,633	22	29	1,582	-	-	229	229	6.91
2018	1,793	23	338	1,432	-	-	230	230	6.23
2019	2,203	25	428	1,750	-	-	228	228	7.68
2020	2,897	28	614	2,255	-	-	228	228	9.89

## Notes:

NA Subordinate debt was not presented in prior years. Prior years information not available for River District, Franklin Boulevard, Army Depot and 65th Street.

(1) Revised to include 2008 B of A Public Capital Corp Debt.

(2) Revised to correct 2005 Merged Downtown ML Refunding from senior to subordinate debt.

(3) Revised to correct total tax increment received.

(4) Various subordinate debts and a majority of the senior debts were refunded in 2015.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Debt Coverage Analysis**  
**Last Ten Fiscal Years**  
(in thousands)

**North Sacramento**

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2011	\$ 2,722	\$ 45	\$ 209	\$ 2,468	\$ 528	4.68	NA	NA	NA
2012	2,439	44	187	2,208	539	4.10	\$ 629	\$ 1,168	1.89 (1)
2013	2,323	44	165	2,114	537	3.94	779	1,316	1.61
2014	2,303	38	247	2,018	524	3.85	778	1,302	1.55 (2)
2015	2,689	37	262	2,390	530	4.51	772	1,302	1.84
2016	2,819	40	282	2,497	218	11.45	375	593	4.21 (4)
2017	2,951	41	-	2,910	218	13.35	374	592	4.92
2018	3,229	40	323	2,866	218	13.15	377	595	4.82
2019	3,824	45	388	3,391	218	15.56	375	593	5.72
2020	4,754	53	475	4,226	218	19.39	372	590	7.16

**Franklin Boulevard**

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2011	NA	NA	NA	NA	-	-	NA	NA	NA
2012	\$ 2,225	\$ 39	\$ 184	\$ 2,002	-	-	\$ 100	\$ 100	20.02 (1)
2013	2,354	41	195	2,118	-	-	109	109	19.43
2014	2,414	38	189	2,187	-	-	99	99	22.09
2015	952	24	117	811	-	-	99	99	8.19 (3)
2016	1,640	23	116	1,501	-	-	41	41	36.61
2017	2,050	25	-	2,025	-	-	41	41	49.39
2018	2,511	30	217	2,264	-	-	41	41	55.22
2019	2,826	33	256	2,537	-	-	41	41	61.88
2020	3,101	36	285	2,780	-	-	41	41	67.80

**Stockton Boulevard**

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2011	\$ 1,611	\$ 26	\$ 317	\$ 1,268	\$ 191	6.63	NA	NA	NA
2012	1,496	26	387	1,083	180	6.02	\$ 250	\$ 430	2.52 (1)
2013	1,369	24	329	1,016	191	5.32	261	452	2.25
2014	1,420	24	377	1,019	180	5.66	245	425	2.40
2015	1,755	24	446	1,285	180	7.14	246	426	3.02
2016	1,933	28	526	1,379	180	7.66	149	329	4.19 (4)
2017	2,238	28	65	2,145	180	11.92	149	329	6.52
2018	2,598	33	770	1,795	180	9.97	167	347	5.17
2019	2,966	35	911	2,020	180	11.22	169	349	5.79
2020	3,418	38	1,072	2,308	180	12.82	146	326	7.08

## Notes:

NA Subordinate debt was not presented in prior years. Prior years information not available for River District, Franklin Boulevard, Army Depot and 65th Street.

(1) Revised to include 2008 B of A Public Capital Corp Debt.

(2) Revised to correct 2005 Merged Downtown ML Refunding from senior to subordinate debt.

(3) Revised to correct total tax increment received.

(4) Various subordinate debts and a majority of the senior debts were refunded in 2015.

**City of Sacramento**  
**Successor Agency Trust Fund**  
**Debt Coverage Analysis**  
**Last Ten Fiscal Years**  
(in thousands)

**Army Depot**

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2011	NA	NA	NA	NA	-	-	NA	NA	NA
2012	\$ 2,617	\$ 44	\$ 523	\$ 2,050	-	-	\$ 737	\$ 737	2.78 (1)
2013	2,342	43	452	1,847	-	-	748	748	2.47
2014	3,200	50	643	2,507	-	-	735	735	3.41
2015	3,556	50	699	2,807	-	-	739	739	3.80
2016	3,944	56	847	3,041	-	-	267	267	11.39 (2)
2017	4,579	58	236	4,285	-	-	267	267	16.05
2018	5,428	67	1,376	3,985	-	-	268	268	14.87
2019	6,755	73	1,882	4,800	-	-	266	266	18.05
2020	8,590	94	2,540	5,956	-	-	266	266	22.39

**65th Street**

Fiscal Year	Total Tax Increment	Property Tax Collection Fee	AB 1290 Pass thru	Net Tax Revenues	Senior Debt Service	Senior Debt Service Coverage	Subordinate Debt Service	Total Debt Service	Total Debt Service Coverage
2011	NA	NA	NA	NA	-	-	NA	NA	NA
2012	\$ 1,035	\$ 17	\$ 207	\$ 811	-	-	\$ 524	\$ 524	1.55 (1)
2013	923	16	181	726	-	-	523	523	1.39
2014	834	14	185	635	-	-	506	506	1.25
2015	1,030	14	197	819	-	-	500	500	1.64
2016	1,067	16	228	823	-	-	388	388	2.12 (2)
2017	1,540	19	79	1,442	-	-	388	388	3.72
2018	2,578	29	784	1,765	-	-	387	387	4.56
2019	3,249	37	1,036	2,176	-	-	386	386	5.64
2020	4,572	49	1,518	3,005	-	-	389	389	7.72

## Notes:

NA Subordinate debt was not presented in prior years. Prior years information not available for River District, Franklin Boulevard, Army Depot and 65th Street.

(1) Revised to include 2008 B of A Public Capital Corp Debt.

(2) Revised to correct 2005 Merged Downtown ML Refunding from senior to subordinate debt.

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**City of Sacramento**  
**Full-time Equivalent Employees by Function/Program**  
**Last Ten Fiscal Years**

Function/Program	Full-time Equivalent Employees as of June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Citywide and community support	-	-	23	23	21	5	5	5	5	5
Community development	170	166	159	163	166	219	227	250	273	288
Convention and cultural services	196	194	133	138	126	120	116	115	115	115
Economic development	18	14	11	11	11	11	12	- <sup>(2)</sup>	-	-
Fire	611	589	527	642	657	674	678	672	681	712
General government	319	312	305	320	325	370	431	512	531	571
General services	247	225	368	367	372	- <sup>(1)</sup>	-	-	-	-
Youth, parks, and community enrichment	648	579	553	577	568	599	683	616	619	702
Police	1,060	900	847	940	973	1,033	1,052	1,030	1,034	1,070
Public works	-	-	395	406	415	732	725	723	735	736
Transportation	409	409	-	-	-	-	-	-	-	-
Utilities	698	698	505	510	522	538	528	546	562	575
<b>Total</b>	<b>4,376</b>	<b>4,086</b>	<b>3,826</b>	<b>4,097</b>	<b>4,156</b>	<b>4,301</b>	<b>4,457</b>	<b>4,469</b>	<b>4,555</b>	<b>4,774</b>

Notes: (1) The Department of General Services has been reallocated to the Departments of Community Development, General Government, and Public Works.  
(2) The Department of Economic Development has been reallocated to the Department of General Government.

**City of Sacramento  
Operating Indicators by Function/Program  
Last Ten Fiscal Years**

Function/program	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Police</b>										
Adult arrests	19,885	17,058	18,650	19,570	18,113	16,778	14,476	13,350	13,975	12,981
Citizen initiated calls for service with officer responses	166,207	154,193	154,233	118,975	141,181	149,275	148,663	152,597	161,914	163,985
<b>Fire <sup>(1)</sup></b>										
Number of incidents	71,111	73,343	74,427	75,000	80,596	85,742	90,018	92,026	93,836	94,282
Number of structure fires	606	652	680	586	784	756	735	767	998	1,077
Number of construction inspection/reviews	NA	1,895	4,568 <sup>(6)</sup>	4,761	3,234	4,181	8,268 <sup>(17)</sup>	10,102	9,830	9,967
<b>General services</b>										
Number of animal licenses issued	17,132	17,318	15,810 <sup>(7)</sup>	15,057	8,995	12,016 <sup>(15)</sup>	14,428	23,799	31,507	26,670 <sup>(30)</sup>
Number of animal outplacements	2,901	3,750	5,521 <sup>(8)</sup>	6,167	7,447	8,789	9,248	9,589	8,529	7,488 <sup>(30)</sup>
<b>Public works</b>										
Number of traffic investigations completed	712	717	821	936	678	896	1,001	1,041	613	611
Number of parking citations issued	184,215	164,492	165,700	171,066	196,586	192,708	183,326	197,170	200,338	156,387 <sup>(27)</sup>
<b>Convention and cultural services</b>										
Number of Community Convention Center events	417	389	378	378	358	408	430	372	229	38 <sup>(26)</sup>
Community Convention Center event attendance	873,577	796,000	645,000 <sup>(9)</sup>	881,253	775,253	744,145	905,733 <sup>(18)</sup>	1,034,980	902,110	155,633 <sup>(26)</sup>
Number of Zoo attendance	498,518	526,959	508,061	512,758	549,407	533,368	500,573	500,535	472,440	357,754 <sup>(28)</sup>
<b>Youth, parks, and community enrichment</b>										
Number of students enrolled in START	7,437	5,755 <sup>(2)</sup>	5,330	5,603	6,897	4,534 <sup>(16)</sup>	2,785 <sup>(19)</sup>	711 <sup>(21)</sup>	477	473
Number of students enrolled in 4th R <sup>(7)</sup>	2,142	1,899	1,949	1,955	2,007	1,863	1,180	2,419 <sup>(22)</sup>	2,250	1,778 <sup>(25)</sup>
Number of lunches served through food programs	133,687	42,848 <sup>(3)</sup>	- <sup>(10)</sup>	-	-	-	-	-	-	-
<b>Community development <sup>(12)</sup></b>										
Number of building permits issued	11,474	11,545	12,146	13,950	14,002	17,041	18,701	20,582	19,365	18,513
Building permit valuation (in million of dollars)	\$ 387	\$ 281	\$ 391	\$ 362	\$ 544	\$ 778	\$ 1,267	\$ 1,243	\$ 1,809	\$ 1,463
Vehicles abated by City	429	254 <sup>(4)</sup>	282	343	356	772	1,644	2,306	2,880	5,325 <sup>(23)</sup>
Notice and orders issued on housing and dangerous buildings	250	188 <sup>(5)</sup>	253	154	279	239	206	382	369	243 <sup>(24)</sup>
<b>Water</b>										
Number of accounts	136,812	137,148	135,353	135,590	134,971	136,130	139,238	140,735	142,831	144,669
Amount distributed/pumped (million of gallons) <sup>(29)</sup>	37,393	38,692	40,034	34,896	29,557	27,324	28,511	30,800	28,478	33,845
<b>Wastewater</b>										
Number of accounts	76,394	76,477	76,484	76,657	76,471	76,849	77,137	77,521	78,125	78,583
Amount distributed/pumped (million of gallons)	NA	10,695	6,805 <sup>(11)</sup>	10,603	10,605	10,605	10,605	9,025	6,356	6,619
<b>Storm drainage</b>										
Number of accounts	133,188	133,814	134,651	135,834	136,850	137,754	139,198	140,934	142,858	144,168
Amount distributed/pumped (million of gallons)	NA	28,445	17,602	14,585 <sup>(13)</sup>	24,179	20,225	46,964 <sup>(20)</sup>	18,321 <sup>(20)</sup>	33,624 <sup>(20)</sup>	11,247 <sup>(20)</sup>
<b>Solid waste</b>										
Residential garbage disposed (in Tons)	110,103	106,085	109,141	109,060	111,140	112,497	118,355	118,437	136,049	129,359
Commercial garbage collected (in Tons)	12,918	12,251	1,222	- <sup>(14)</sup>	-	-	-	-	-	-

- Notes: (1) The threshold for investigation of a fire is \$30,000.  
(2) In FY12, the number of school sites the City of Sacramento served under START program was reduced from 57 to 46, thus reducing the total number of students enrolled.  
(3) In FY12, the number of lunches served through food programs decreased significantly because the federal grant for this program ended in September 2011.  
(4) In FY12, the number of vehicles abated by City decreased significantly due to the slow economic conditions which led to people holding onto their vehicles longer as well as turning in vehicles for the cost of parts or scrap metal.  
(5) In FY12, the number of complaints for housing and dangerous buildings declined largely due to proactive inspections performed under the City's Rental Housing Inspection Program which led to decrease in notice and orders issued on housing and dangerous buildings.  
(6) Fire Prevention has been working diligently to improve the way they track inspection data. Therefore, current year data is more accurate than prior years data.  
(7) In FY13, the number of animal licenses issued declined largely due to economic downturn as pet owners make tough choices licensing suffered.  
(8) Partnership with outside agencies in California and other states resulted in an increase in the number of animal outplacements in FY13.  
(9) In FY13, the number of entertainment events at Memorial Auditorium declined largely due to a major stage extension maintenance/replacement project that limited its use for approximately four months, no sold-out and extended-run performances. FY12 included sold out extended run performances of Wicked.  
(10) In FY13, the summer food program is terminated.  
(11) The reduction in flows have occurred due to water conservation efforts and reduced system infiltration caused by the below normal rainfall influence on the water table. There was less rainfall in FY13 than in FY12.  
(12) Prior to FY13, reported as Development and Code Enforcement Departments.  
(13) Amount of storm drainage distributed/pumped is dependent on rainfall. There was less rainfall in FY14 than in FY13 and FY12.  
(14) Solid Waste commercial garbage collection was discontinued.  
(15) In FY16, the number of animal licenses issued increased due to the implementation of web licensing.  
(16) In FY16 attendance for the START program decreased due to Elk Grove School District not participating in the program.  
(17) In FY17, the number of construction inspections doubled.  
(18) In FY17, the number of attendance increased due to increase in events held at the center.  
(19) In FY17, the number of students enrolled in START decreased due to the closure of 18 sites (10 Sacramento City Unified School District and 8 Twin Rivers Unified School District sites).  
(20) Amount of storm drainage distributed/pumped is dependent on rainfall.  
(21) In FY18, the number of students enrolled in START decreased due to reduced funding and non renewal of 21st century federal grant.  
(22) In FY18, the number of students enrolled in 4th R Program increased due to the addition of new site, i.e. Paso Verde. An average of 100 participants enrolled monthly at this site.  
(23) In FY 20, the number of vehicles abated by City increased significantly due to several reasons: Increase in complaints of abandoned vehicles, staffing of five ACEO's solely dedicated to the removal of abandoned vehicles from street, and the use of dashboards to decrease response time which led to increased productivity.  
(24) In FY20, the number of complaints for housing and dangerous buildings declined largely due to COVID-19. Housing and Dangerous building staff were told to be lenient toward property owners, therefore Notice and Orders issued on Housing and Dangerous buildings decreased compared to prior year.  
(25) In FY20, the number of students enrolled in 4th R decreased due to sites closing on March 16, 2020 related to COVID-19.  
(26) In FY20, the number of events and attendance at the Convention Center declined due to two reasons. First, the Convention Center is closed for renovation from July 2019-December 2020. Secondly, due to the COVID-19 outbreak in March 2020, no events are being hosted for the foreseeable future. This resulted in a significant impact on the occupancy rate and operating net results.  
(27) In FY20, the decrease in the number of parking citations issued was due to business closures during COVID-19.  
(28) In FY20, the decrease in the number of zoo attendance was due to COVID-19. The zoo was completely closed from March 14, 2020 to June 12, 2020, and re-opened with capacity constraints that remain in place and have impacted total zoo attendance.  
(29) The amount of water pumped, treated and delivered to the water distribution system is a function of customer demand for water. There are many factors that cause fluctuation from year to year such as growth in customer base, requests for wholesale delivery of water rather than other neighboring utilities utilizing their own supply, changes in retail demand for water to support commercial activity or indoor retail use, and changes in irrigation practices.  
(30) In FY20, there was a decrease in the number of animal licenses issued and the number of animal outplacements due to decreased intake of animals as a result of the COVID-19 pandemic.

Source: Various City of Sacramento Departments



**City of Sacramento  
Capital Asset Statistics by Function/Program  
Last Ten Fiscal Years**

<b>Function/program</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
<b>Police</b>										
Number of stations <sup>(1)</sup>	4	4	4	4	4	4	4	4	4	4
<b>Police</b>										
Number of patrol units <sup>(2)</sup>	242	242	263	243	226	231	234	229	190	195
Number of aircraft	3	4	4	4	4	4	4	5	5	5
Number of watercraft	2	3	3	3	2 <sup>(11)</sup>	2	5	4	4	4
<b>Fire</b>										
Number of stations	23	24	24	24	24	24	24	24	24	24
Number of fire suppression, support or prevention vehicles	160	159	159	159	159	162	162	162	162	162
Number of watercraft	NA	NA	NA	NA	1 <sup>(11)</sup>	1	1	6	6	6
<b>Public works</b>										
Miles of streets	3,108	3,108	3,065	3,077	3,059	3,059	3,075	3,062	3,118	3,118
Number of street lights	41,301	41,679	41,788	42,048	42,225	42,627	42,914	43,223	43,438	38,985 <sup>(16)</sup>
Number of City public parking spaces <sup>(3)</sup>	8,484	8,484	8,484	8,484	4,775 <sup>(12)</sup>	4,775	4,775	4,775	4,775	5,489 <sup>(8)</sup>
Number of City leased parking spaces <sup>(13)</sup>	110	110	110	110	519	2,298	2,298	2,298	2,298	2,349
Miles of off-street bikeways	82	82	83	84	57	57	57	88	88	88
<b>Youth, parks, and community enrichment</b>										
Number of parks	213	213	222	222	222	225	227	227	213	220
Park acreage <sup>(5)</sup>	3,171	3,150 <sup>(9)</sup>	3,161 <sup>(10)</sup>	3,161	3,161	3,183	3,177	3,177	3,340	4,265 <sup>(15)</sup>
Number of community centers <sup>(6)</sup>	13	13	13	13	13	13	13	14	14	14
Number of swimming pools (including wading pools)	26	26	26	26	26	27	27	27	27	27
<b>Water</b>										
Miles of water mains and distribution lines <sup>(7) (8)</sup>	1,596	1,599	1,599	1,597	1,727	1,599	1,604	1,607	1,603	1,607
<b>Sewers and storm drainage</b>										
Miles of sanitary sewers and storm drainage	1,954	1,951	1,951	1,951	1,873	1,869	1,876	1,960	1,961	1,967
<b>Off-street parking</b>										
Number of City public garages and open parking lots <sup>(4)</sup>	10	10	10	10	7 <sup>(12)</sup>	7	7	7	7	10
Number of City leased garages and open parking lots <sup>(14)</sup>	1	1	1	1	3	7	7	7	7	8
<b>Golf</b>										
Number of golf courses	6	6	6	6	6	6	6	6	6	6
<b>Marina</b>										
Number of boat harbor slips	475	475	475	475	475	475	475	475	475	475

- Notes: (1) Police stations refer to stations plus police headquarters.  
(2) Patrol units include cars and motorcycles.  
(3) City public parking spaces is defined as only those which are City-owned. From FY2020 onwards, spaces reported includes City-owned lots managed by the Parking division.  
(4) From FY2020 onwards, City public garages and open parking lots includes City-owned lots managed by the Parking division.  
(5) Golf course acreage is not included.  
(6) Neighborhood centers are not included.  
(7) Water mains are pipes over 12" in size. Pipes 12" or less are considered Distribution Lines. Service Mains and Hydrant Mains are excluded.  
(8) Does not include miles for private mains and mains owned by other agencies.  
(9) In FY2012, the City conveyed 22.79 acres to a developer from Granite Regional Park, pursuant to a development agreement, and acquired two parcel adding 1.73 acres to the Sacramento River Parkway.  
(10) In FY2013, the City added 10.78 acres in 6 parks (all in the River District in the Central City). Bercut Richards Plaza (0.12 ac.); Cannery Plaza parksite (0.19 ac.); Persimmon Paseo (0.21 ac.); Victory Promenade (0.49 ac.); 7th Street Promenade (1.0 ac.); and Township 9 Park (8.77 ac.).  
(11) In FY2015, Police Department transfer one of their watercraft to Fire Department.  
(12) The three Plaza garages - Downtown Plaza West, Central, and East were leased to the Kings effective August 2014.  
(13) City leased parking spaces is defined as owned by other organizations leased by the City.  
(14) City leased parking garages, lots and spaces are defined as owned by other organizations leased by the City.  
(15) In FY2020, the increase in park acreage is due to several factors. (1) Refined the park acreages via GIS and now using APN lot sizes. (2) Included golf courses, camp Sacramento, and parkway's acreage. (3) Added a few new parks.  
(16) The decrease in the number of street lights is due a change in the calculation method. In the prior years, engineers counted SMUD/Park lights, which did not match with OneMap. Beginning in FY20 the figure does not include SMUD/Park lights and is consistent with OneMap.

# City of Sacramento

## Miscellaneous Statistics

### Current Fiscal Year and Nine Years Ago

Date of incorporation	1849	
Date of charter	1921	
Date City became State Capitol	1854	
Form of government	Council/Manager	
	<b>2020</b>	<b>2011</b>
Number of budgeted positions	4,774	4,376
Area in square miles	100	99
Altitude in feet	20	20
City of Sacramento facilities and services:		
<b>Police</b>		
Number of stations	4	4
Number of police personnel sworn / civilian (actual)	697/330	701/307
Number of patrol units	195	242
<b>Fire</b>		
Number of stations	24	23
Number of fire personnel sworn / unsworn	643/68.5	550/39
Number of fire protection, support and prevention vehicles	162	160
<b>Utilities</b>		
Miles of water mains and distribution lines <sup>(1)</sup>	1,607	1,596
Annual water production in gallons	34 billion	37.6 billion
Miles of sanitary sewers and storm drainage	1,967	1,954
<b>Public works</b>		
Miles of streets	3,118	3,108
Number of street lights	38,985	41,301
Number of City managed parking lots / spaces	20/3,935	21/10,465
Miles of off-street bikeways	88	82
Boat harbor slips	475	475
<b>Convention and cultural services</b>		
Golf courses	6	6
Zoo animals <sup>(2)</sup>	454	501
Fairytale town attendance for year	177,500	245,007
Crocker Art Museum attendance for year	177,617	250,493
Community Convention Center attendance for year	155,633	917,771
<b>Youth, parks, and community enrichment</b>		
Parks	220	213
Park acreage <sup>(3)</sup>	4,265	3,171
Camp Sacramento attendance for year	2,536	2,285
Community centers	14	13
Neighborhood centers	3	5
Swimming pools	12	12
Baseball fields <sup>(4)</sup>	97	99
Soccer fields	127	129
Ball courts	226	174
<b>Library <sup>(5)</sup></b>		
Library branches	28	12
Library books and audiovisual recordings in circulation	1,441,735	792,610

Notes: (1) Water mains are pipes over 12" in size. Pipes 12" or less are considered Distribution Lines. Service Mains and Hydrant Mains are excluded.

(2) Zoo animals number is comprised of animals on-site (either owned by zoo or owned by other entity).

(3) Golf course acreage is not included in this figure.

(4) This includes softball, little league and adult baseball fields.

(5) FY2020 figures include all city and county branches operated by the Sacramento Public Library System. FY2011 figures include only city branches operated by the Sacramento Public Library system.

Source: Various City of Sacramento departments and publications