



2020

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2020



Cosumnes Community Services District

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COSUMNES COMMUNITY SERVICES DISTRICT

STATE OF CALIFORNIA

**The Cosumnes Community Services District is the Local Government Provider of
Fire & Emergency Services and Parks & Recreation Services**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Prepared by:

Finance Division

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Jeremy Edwards, Finance Manager

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Terry Parsons, Accounting Assistant

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Cosumnes Community Services District

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December 31, 2020

Honorable Board of Directors
Cosumnes Community Services District

The Comprehensive Annual Financial Report of the Cosumnes Community Services District (District) for the fiscal year ended June 30, 2020, is hereby submitted. State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2020.

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

The District's accounting records for governmental funds are maintained on the modified accrual basis of accounting. This essentially involves the recording of revenues when they become measurable and available and the recording of expenditures when goods and services are received and the related liability incurred.

Badawi and Associates, Certified Public Accountants, have issued an unmodified ("clean") opinion on the Cosumnes Community Services District's financial statements for the fiscal year ended June 30, 2020. The independent auditor's report is located at the front of the financial section of this report.

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. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The District is a political subdivision of the State of California. The Elk Grove Community Services District was established under Government Code Sections 56261.1 and 56439(c) on July 1, 1985, by a reorganization resulting in the dissolution of the Elk Grove Fire Protection District and the Elk Grove Recreation and Park District. In 2006, a reorganization of the Elk Grove CSD and the Galt Fire Protection District resulted in the creation of the Cosumnes Community Services District. This change expanded the delivery of CSD fire protection and emergency medical services from the Elk Grove Region to the City of Galt and additional unincorporated areas in south Sacramento County. The governing body of the District is a five-member Board of Directors elected at large to four-year staggered terms. Day-to-day operations are overseen by the District's General Manager.

The District provides fire protection services including fire suppression, fire prevention, inspection, plan checking and public education programs and provides emergency medical services, ambulance transport, advanced life support and rescue services and; in addition, provides parks, recreation facilities and programs. The District consists of approximately 157 square miles with a population of about 199,326; operates eight fire stations, one fire training facility and ninety-eight parks (two undeveloped) and employs three hundred and thirty-three full-time and over one hundred part-time staff.

The District Wide Landscape & Lighting Assessment District, which was organized under the Landscaping and Lighting Act of 1972, operates within the District to fund some capital and all maintenance and operations of parks and is governed by the same Board of Directors. All parcels of land in the District Wide Landscape & Lighting Assessment District are assessed at varying rates depending upon established benefit zones.

The Elk Grove Community Services District Foundation (the Foundation) was established on March 21, 1996 for the purpose of protecting lives through fire prevention educational programs, financially assisting residents who cannot afford to participate in recreational activities and beautifying the community of Elk Grove. On April 4, 1997, the Foundation was recognized as exempt under Section 501(c) (3) of the Internal Revenue Code. In June 2008, the Foundation was reorganized into an active community foundation. The name of the Foundation was changed to Cosumnes Legacy Foundation; the existing elected and appointed directors resigned their positions and seven (7) community members were appointed as Foundation Directors with two and three-year staggered terms. The Foundation is a legally separate component unit that is reported as a non-major governmental fund within the basic financial statements.

The Elk Grove Community Services District Public Facilities Acquisition Corporation (the Corporation) was established in March 2006 to facilitate financing the acquisition of capital assets of the District. The Corporation's Board is comprised of the members of the District's Board of Directors. The Corporation does not have any assets or liabilities. Its activities have been blended with the appropriate District funds. No separate financial statements are issued for the Corporation.

As required by the laws of the State of California, the District prepares and legally adopts a final operating budget on or before August 30 of each fiscal year. Each District department is required to submit their annual budget requests for the ensuing year. The General Manager reviews each request and a budget is presented to the Board of Directors. This budget reflects, as nearly as possible, the estimated revenues and expenditures for the upcoming year.

The budget is made available for public inspection through a public notice. On the dates stated in the notice, the Board of Directors conducts public hearings on the budget and at the conclusion of the hearings makes a final determination thereon. Annual budgets are adopted for the General Fund, Capital Projects Fund, Debt Service Fund, and Landscape and Lighting Special Revenue Fund. Until the adoption of the final budget, operations are governed by the adopted preliminary budget approved by the Board prior to June 30th. The final budget serves as an approved plan for operational control and performance evaluation.

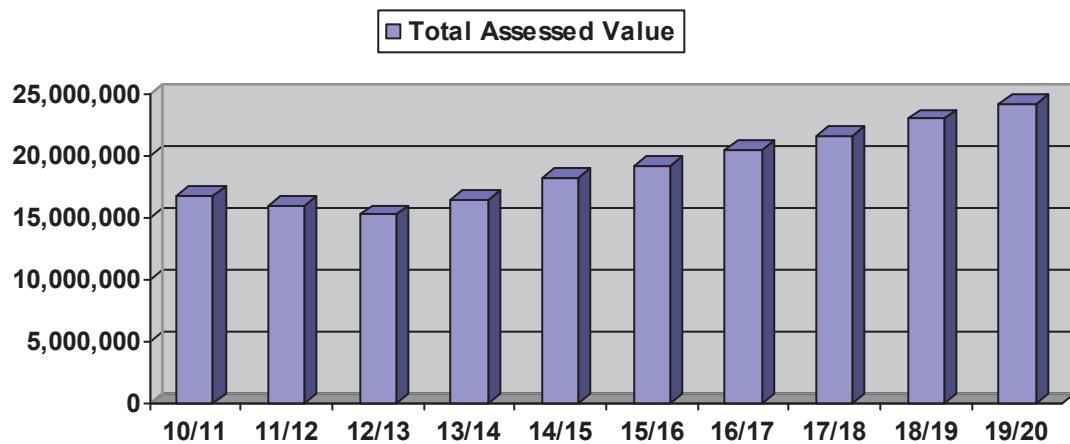
The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the object level of all budgetary units except for capital outlay, which are controlled on the sub-object level. The expenditure portion of the budget is enacted into law through the passage of an appropriation resolution. This resolution constitutes

maximum spending authorization for the fiscal year. It cannot be exceeded except by amendment of the budget by the Board of Directors. During 2019-2020, amendments were made to the final adopted budget. The budget data reflected in this comprehensive annual financial report includes the effect of all approved budget amendments. Monthly comparison of actual-to-budgeted revenues and expenditures identify significant variances that may require the District to take corrective action.

Local Economy

The Cosumnes CSD local economy continues to see growth, and as the population continues to grow and as political leaders are focused on bringing business and commerce to the region, the demand for housing occurs. The single-family housing market continued to see growth, and sale prices across the Sacramento region increased by 8% last year, which resulted in a median home price of \$415,000 in Sacramento County.

The primary funding source of District operations is property taxes. Other revenue sources include recreation fees, ambulance fees, development impact fees and various other charges for services. Property tax revenues have increased by approximately 5% from the prior year and the continued lack of supply has pushed property values up, therefore the District is projecting an average annual growth in property tax revenues of 6% for next fiscal year.



Residential real estate is experiencing a tight market pushing home prices higher in the Sacramento region with the median sales price up 8% in June of 2020 as compared to the prior year. The District is estimating that property tax revenues will increase 6% in Fiscal Year 2020-21 compared to FY 2019-20 due to projected home appreciation between 1 to 5%, modest local development, a projected increase in wage and salary jobs, and a slight decrease in unemployment.

The District Wide Landscape & Lighting Assessment fees account for approximately 17% of total revenues of the District. These fees are levied on parcels within the various benefit zones to provide funds for the maintenance, repair, replacement, services, utilities and capital improvements associated with the parks, landscape medians and corridors, parkways, Camden Lake, open space of any nature, trail systems and other recreation facilities, amenities and appurtenances within the District's parks thereto owned by the District which are designated for inclusion within the Assessment District.

Long-term financial planning

With approval of the Laguna Ridge specific plan, the Lent Ranch and South East Area specific plans, the District's largely undeveloped areas are well positioned for future growth. Commercial/industrial construction is anticipated to continue with the development of a newly approved casino. It is the challenge of this District to maintain the high level of service that our residents and business leaders have come to expect from the District. One step in meeting these challenges is the annual review and update of the District's goals and strategies and Capital Improvement Plans. These Capital Improvement Plans provide an overview of the timing of future District facilities and corresponding revenue sources for development. This document, along with the annual budget, is the foundation upon which the District will build to meet the growing needs of the community.

Relevant financial policies

The District's unrestricted cash and investments are maintained in the State of California Local Agency Investment Fund (the Fund) and a separately managed investment portfolio. The State Treasurer is responsible for managing the investment of the Fund's resources. The Fund's investment policy is to maintain a high credit quality, short duration portfolio to provide participants with safety of principal, liquidity, public trust and a market average rate of return.

The Fund's portfolio at June 30, 2020 was invested in U.S. Treasury and Government Agency investments (71%), certificate of deposit (18%), time deposits (5%), and commercial paper (6%). The average yield on investments during fiscal year 2019-2020 was 1.47%.

At June 30, 2020, the District's separate investment portfolio of approximately \$24.7 million was invested 30% in certificates of deposit and 70% in corporate notes and bonds. All investments are rated AAA/A-1+ by Standard & Poors. Maturities range from 1 month to 48 months. The average yield on investments during fiscal year 2019-2020 was 2.4%.

The District is a member of the Special District Risk Management Authority, a joint powers agency comprised of California special districts and agencies that provides general liability, automobile and property insurance coverage for the District. The limits of liability range between \$400,000 and \$350 million per occurrence annually. This policy covers real and personal property of the District.

The District participates in the Northern California Special Districts Insurance Authority (NCSDIA), a public entity risk pool of special districts within Northern California, for workers compensation. The District pays an annual premium to NCSDIA that includes its pro-rata share of excess insurance premiums, charges for the pooled risk, claims adjusting and legal costs, and administrative and other costs to operate the NCSDIA.

Major initiatives

The District is currently in the design and construction phase on two neighborhood parks totaling 25 acres combined with the design of the Morse Park Community Center and Fire Station 77. In addition, the District has completed the remodel of the Administration Building and the Morse Dog Park upgrade and renovation, and is currently in the design stages for photovoltaic and charging stations within the Administration Building parking lot.

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 Cosumnes Community Services District for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2019. This was the twenty-second consecutive year that the Cosumnes Community Services District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the District must publish an easily readable and efficiently organized comprehensive annual financial report that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another Certificate.

The preparation of this Comprehensive Annual Financial Report on a timely basis could not have been accomplished without the efficient and dedicated service of the entire staff of the Administrative Services Department and the cooperation and assistance received from the staff of the Parks and Recreation and Fire Departments.

In closing, we would like to commend the Board of Directors for its interest, support and leadership in planning and conducting the financial operations of the District in a responsive and progressive manner.

Respectfully submitted,



Nitish Sharma
Chief Administrative Officer

COSUMNES COMMUNITY SERVICES DISTRICT

LIST OF PRINCIPAL OFFICIALS

Board of Directors (Elected)

| | |
|------------------------|-----------------------|
| Orlando Fuentes | President |
| Jim Luttrell | Vice-President |
| Rod Brewer | Member |
| Jaclyn Moreno | Member |
| Gil Albiani | Member |

Officials (Appointed)

Joshua Green
General Manager

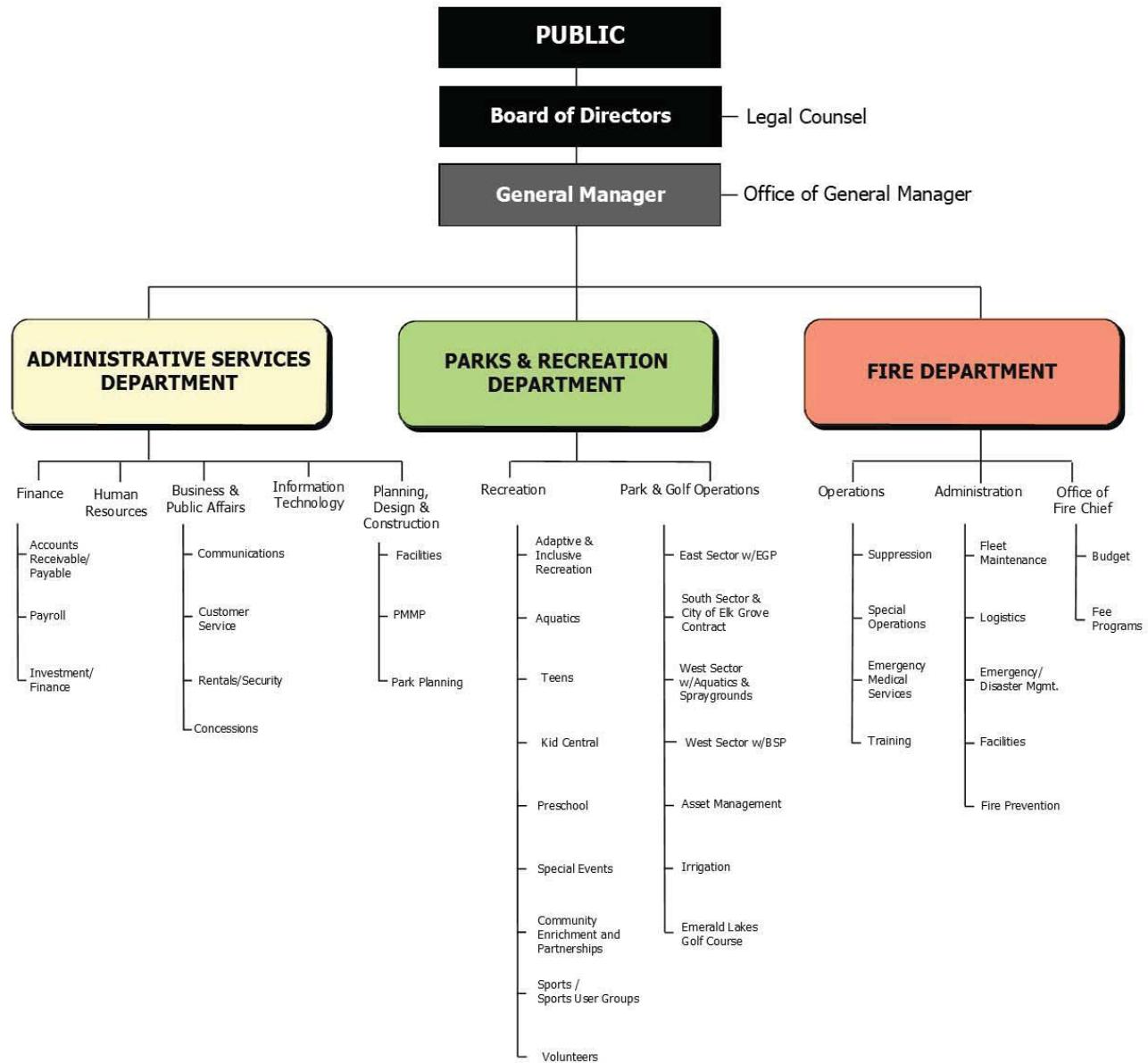
Sigrid Asmundson
District Legal

Felipe Rodriguez
Fire Chief

Phillip Lewis
Park Administrator

Nitish Sharma
Chief Administrative Officer

COSUMNES CSD ORGANIZATIONAL CHART





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Cosumnes Community Services District
California**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Monell

Executive Director/CEO



INDEPENDENT AUDITORS' REPORT

To the Board of Directors
of the Cosumnes Community Services District
Elk Grove, California

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Cosumnes Community Services District, California (District), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District'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. 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, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2020, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

To the Board of Directors
of the Cosumnes Community Services District
Elk Grove, California
Page 2

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, pension information, the OPEB information, and budgetary comparison information on pages 5-16 and 64-71 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 District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, other supplementary schedules on pages 76 to 107 and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining, individual nonmajor fund financial statements, and other supplementary schedules on pages 76 to 107 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 nonmajor fund financial statements, and other supplementary schedules on pages 76 to 107 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

To the Board of Directors
of the Cosumnes Community Services District
Elk Grove, California
Page 3

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.

Badawi & Associates

Badawi & Associates
Certified Public Accountant
Berkeley, California
December 31, 2020

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COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

As management of the Cosumnes Community Services District (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages iii-viii of this report.

FINANCIAL HIGHLIGHTS

- ◆ The assets of the Cosumnes Community Services District exceeded its liabilities at the close of the 2019-20 and 2018-19 fiscal years by \$205,048,589 and \$191,519,006 (*net position*), as restated, respectively. Of this amount, \$70,724,935 and \$63,838,846 is restricted for specific purposes (*restricted net position*), and \$209,717,941 and \$200,173,933 is net investment in capital assets. The increase in net position is due to the increase in cash and investments, net investment in capital assets, landscape and lighting improvements, park development and fire station and equipment offset with the decrease in deferred outflows of resources, and addition of the net OPEB and pension liabilities. This increase is discussed further on pages 11 and 12 of this report.
- ◆ For FY 2019-20, total District governmental fund revenues, including program and general revenues, were \$102.4 million, an increase of \$4.1 million from the prior fiscal year and the changes are as follows. The change in revenue in the current year is due to a 5% increase in taxes (\$2.3 million), a 6% increase in charges for current services (\$2.2 million), a 7% increase in use of money and property (\$200 thousand), a 35% increase in miscellaneous revenues (\$1.5 million), offset by a 5% decrease in developer fees and contributions (\$200 thousand), and an 45% decrease in intergovernmental (\$1.9 million). Total governmental fund expenses were \$99.4 million, an increase of \$3.7 million from the prior fiscal year. The increase is related to a 5% increase in public protection (\$2.3 million), a 17% increase in capital outlay expenditures (\$2 million), which is offset by a 1% decrease in recreation and culture expenditures (\$300 thousand), and a 6% decrease in debt service (\$200 thousand).
- ◆ For FY 2018-19, total District governmental fund revenues, including program and general revenues, were \$98.3 million, an increase of \$7 million from the prior fiscal year and the changes are as follows. The change in revenue in the current year is due to a 6% increase in taxes (\$2.6 million), a 5% increase in intergovernmental (\$200 thousand), a 56% increase in use of money and property (\$1.2 million), a 400% increase in miscellaneous revenues (\$3.5 million), offset by a .01% decrease in charges for current services (\$200 thousand), and an 8% decrease in developer fees and contributions (\$400 thousand). Total governmental fund expenses were \$95.6 million, a decrease of \$1.1 million from the prior fiscal year. The decrease is related to a 6% decrease in general government (\$300 thousand), a 22% decrease in capital outlay expenditures (\$3.3 million), which is offset by a 2% increase in public protection expenditures (\$1 million), and a 5% increase in recreation and culture (\$1.3 million), and 7% increase in debt service (\$200 thousand).
- ◆ As of June 30, 2020 and 2019, total District's governmental funds reported combined fund balances of \$95,481,679 and \$90,364,858, respectively, an increase of \$5,116,821 and an increase of \$6,480,893 in comparison with the prior year. Approximately 24% and 28% of the combined fund balances, \$23,262,261 and \$25,747,350 is available for spending at the government's discretion (*assigned fund balance*).

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

- ◆ At the close of the fiscal year ended June 30, 2020 and 2019, the total fund balance restricted for park and fire station construction, capital projects, landscape and lighting district operations and foundation activities was \$70,724,935 and \$63,838,846, respectively.
- ◆ The District's total long-term obligations decreased by a net amount of \$1,073,195 during the 2019-20 fiscal year and decreased \$2,321,392 during the 2018-19 fiscal year. For FY 2019-20, the decrease resulted primarily from the \$2.8 million in debt payments, which were offset by the addition of the Fire Annex property, Ray Morgan Copiers, and Emerald Lakes Golf Course mower capital leases (\$1.7 million). For FY 2018-19, the decrease resulted primarily from the \$2.8 million in debt payments, which were offset by the addition of the \$430 thousand Braun Northwest ambulances capital lease.

OVERVIEW OF THE COMPREHENSIVE ANNUAL FINANCIAL REPORT

This Comprehensive Annual Financial Report is in three major parts:

- 1) **Introductory section**, which includes the Transmittal Letter and general information,
- 2) **Financial section**, The Management's Discussion and Analysis (this part), the Basic Financial Statements, which include the Government-wide and the Fund Financial Statements, along with the notes to these financial statements, Required Supplementary Information, and Combining and Individual Fund Financial Statements and Schedules, and
- 3) **Statistical section**.

The Basic Financial Statements

The Basic Financial Statements consist of the Government-wide Financial Statements and the Fund Financial Statements; these two sets of financial statements provide two different views of the District's financial activities and financial position.

The Government-wide Financial Statements

The Government-wide Financial Statements provide a broad overview of the District's activities as a whole, and consist of the Statement of Net Position and the Statement of Activities. The Statement of Net Position provides information about the financial position of the District as a whole, including all its capital assets and long-term liabilities on the full accrual basis, similar to that used by corporations. The Statement of Activities provides information about all the District's revenues and all its expenses, also on the full accrual basis, with the emphasis on measuring net revenues or expenses of each of the District's programs. The Statement of Activities explains in detail the change in Net Position for the year.

All of the District's activities and amounts in the Statement of Net Position and the Statement of Activities are considered Governmental Activities, as explained below.

- ◆ **Government activities** – All of the District's basic services are considered to be governmental activities, including general government, public protection, and recreation and culture. These services are supported by property taxes, and also by specific program revenues such as recreation fees, ambulance and plan check fees and developer fees.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

The District's governmental activities include the activities of two separate legal entities, the Cosumnes Legacy Foundation and the Elk Grove Community Services District Public Facilities Acquisition Corporation, because the District is financially accountable for the Foundation and Acquisition Corporation. The Foundation and Acquisition Corporation have been included as an integral part of the primary government.

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. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are governmental funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the Government-wide Financial Statements. However, unlike the Government-wide Financial Statements, Governmental Fund Financial Statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the Governmental Fund Financial Statements is narrower than that of the Government-wide Financial Statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the Government-wide Financial Statement. By doing so, readers may better understand the long-term impact of the government's near-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Governmental Fund Financial Statements provide detailed information about each of the District's most significant funds, called *major funds*. The concept of *major funds*, and the determination of which are *major funds*, was established by GASB Statement 34 and replaces the concept of combining like funds and presenting them as one total. Instead, each *major fund* is presented individually, with all *non-major funds* summarized and presented only in a single column. Subordinate schedules present the detail of these *non-major funds*. *Major funds* present the major activities of the District for the year, and may change from year to year as a result of changes in the pattern of the District's activities. For the fiscal year ending June 30, 2018, the District's *major funds* are as follows:

- General Fund
- Landscape and Lighting Special Revenue Fund

For the fiscal year ended June 30, 2020, the District adopted annual appropriated budgets for all funds, except for the following:

- Foundation Special Revenue Fund

A budgetary comparison statement has been provided for the General Fund and the Landscape and Lighting Special Revenue Fund.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

The basic governmental fund financial statements can be found on pages 15 to 22 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-wide and Fund Financial Statements. The notes to the financial statements can be found on pages 23-56 of this report.

Required Supplementary Information

Supplemental information regarding the funding progress of the District's pension plan can be found on pages 58-61 of this report.

Combining and Individual Fund Financial Statements and Schedules

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 68-69 of this report.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$205,032,289 at the close of the most recent fiscal year.

COSUMNES COMMUNITY SERVICES DISTRICT

SUMMARY OF NET POSITION JUNE 30, 2020, 2019 AND 2018

| | Governmental Activities | | |
|-----------------------------------|----------------------------|-----------------------|-----------------------|
| | 2020 | 2019 | 2018 |
| Current and other assets | \$ 103,306,890 | \$ 95,865,227 | \$ 90,627,028 |
| Capital assets | 237,274,624 | 228,824,327 | 222,268,289 |
| Total assets | 340,581,514 | 324,689,554 | 312,895,317 |
| Deferred Outflows of Resources | 36,016,568 | 23,795,326 | 27,604,628 |
| Total Deferred outflows | 36,016,568 | 23,795,326 | 27,607,628 |
| Long-term liabilities outstanding | 155,418,610 | 144,514,137 | 142,786,832 |
| Other liabilities | 7,589,355 | 5,537,349 | 6,824,128 |
| Total liabilities | 163,007,965 | 150,051,486 | 149,610,960 |
| Deferred Inflows of Resources | 8,541,528 | 6,914,388 | 7,722,265 |
| Total Deferred Inflows | 8,541,528 | 6,914,388 | 7,722,265 |
| Net position: | | | |
| Net Investment in capital assets | 209,717,941 | 200,173,933 | 191,275,989 |
| Restricted | 70,724,935 | 63,838,846 | 57,280,447 |
| Unrestricted | (75,394,287) | (72,493,773) | (65,389,716) |
| Total net position | \$ 205,048,589 | \$ 191,519,006 | \$ 183,166,720 |

The largest portion of the District's net position of \$209,717,941 (102 percent) reflects its net investment in capital assets (e.g. land, structures and improvements, equipment and construction in progress); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Another significant portion of the District's net position of \$70,724,935 (34 percent) represents resources that are subject to external restrictions on how they may be used. The remaining negative balance of *unrestricted net position* of \$75,394,287 is mainly due to the District recording of pension and retiree healthcare liabilities amongst Safety and Miscellaneous employees.

At the end of the current fiscal year, the District is able to report positive balance in two of the three categories of net position for the District as a whole, and the District is beginning to replenish reserve fund balance because of the increase in property taxes offset by the increase in deferred outflows of resources from pensions and retiree healthcare combined with net pension and OPEB liabilities.

The District's net position increased by \$8,794,778 during the 2019/20 fiscal year, which accounts for 4 percent of total net position. The District's restricted and unrestricted net position decreased approximately \$4 million. The decrease is directly related to a 4% decrease in unrestricted net position (\$2.9 million), offset by a 13% increase in park development and fire station and equipment (\$3.2 million), a 10% increase in Landscape and Lighting improvements (\$3.7 million).

The District's net position increased by \$8,352,286 during the 2018/19 fiscal year, which accounts for 4 percent of total net position. The District's restricted and unrestricted net position decreased approximately \$4.6 million. The decrease is directly related to a 6% increase in net pension liability (\$3.6 million), offset by a 4% increase in Landscape and Lighting improvements (\$1.6 million), and a 25% increase in park development and fire station and equipment (\$5 million).

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

The table below indicates the changes in net position for governmental activities:

COSUMNES COMMUNITY SERVICES DISTRICT

STATEMENT OF ACTIVITIES

FOR THE YEARS ENDED JUNE 30, 2020, 2019 AND 2018

| | Governmental Activities | | |
|--|------------------------------|------------------------------|------------------------------|
| | 2020 | 2019 | 2018 |
| REVENUES: | | | |
| Program revenues: | | | |
| Charges for services | \$ 38,608,549 | \$ 39,446,647 | \$ 37,035,926 |
| Operating grants and contributions | 127,851 | 134,483 | 94,093 |
| Capital grants and contributions | 6,892,130 | 9,029,697 | 9,232,552 |
| General revenues: | | | |
| Property taxes | 48,761,970 | 46,477,721 | 43,868,694 |
| Investment earnings | 2,752,241 | 2,258,766 | 1,094,388 |
| Miscellaneous | 5,860,861 | 4,327,385 | 870,962 |
| TOTAL REVENUES | 103,003,602 | 101,674,699 | 92,196,615 |
| EXPENSES: | | | |
| Governmental activities: | | | |
| Public protection | 56,440,034 | 56,313,616 | 53,684,689 |
| Recreation and culture | 30,420,284 | 30,478,048 | 28,829,013 |
| General government | 7,348,506 | 6,530,749 | 6,955,092 |
| TOTAL EXPENSES | 94,208,824 | 93,322,413 | 89,468,794 |
| INCREASE (DECREASE) IN NET POSITION | 8,794,778 | 8,352,286 | 2,727,821 |
| Net position at begin of year, as restated | <u>196,253,811</u> | <u>183,166,720</u> | <u>180,438,899</u> |
| NET POSITION AT END OF YEAR | <u>\$ 205,048,589</u> | <u>\$ 191,519,006</u> | <u>\$ 183,166,720</u> |

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Revenues

The District's total revenues per the Statement of Activities were \$103,003,602 and \$101,674,699 for the fiscal years ended June 30, 2020 and 2019, respectively. Property tax revenue of \$48,761,970 and \$46,477,721 comprised 47% and 46%, respectively of the total governmental revenues of the District. Charges for services and capital grant and contribution revenue, which is comprised primarily of parkland dedications and fees from developers that is restricted for the construction of parks and fire stations, provided 38% and 39% and 7% and 10%, respectively, of the total governmental revenue of the District for the fiscal years ended June 30, 2020 and 2019. The increase in property tax revenues reflects the increase in proposition 13 adjustments on existing homes combined with the increase of sales on existing and new home properties and local development. The decrease in capital grant and contribution revenue is directly related to the decrease in development impact fees, offset by the increase in intergovernmental revenues in the current year.

Expenses

Expenses of the District totaled \$94,208,824 and \$93,322,413 for the fiscal years ended June 30, 2020 and 2019, respectively. Public protection costs represent 60% and 60%, respectively, of total governmental activities expenses and are the largest single expenditure in the governmental activities.

The following table shows the cost of each of the District's major programs and the net cost of the programs for the fiscal year ended June 30, 2020. Net cost is the total cost less fees and other direct revenue generated by the activities. The net cost of the public protection, recreation and culture and general government services reflects the financial burden that was placed on the District's taxpayers by each of the programs.

| | Total Cost <u>Of services</u> | Net Revenue <u>(Cost) of services</u> |
|------------------------|----------------------------------|--|
| Public protection | \$56,440,034 | \$ (40,489,316) |
| Recreation and culture | 30,420,284 | (3,389,344) |
| General government | 7,348,506 | (4,701,634) |
| TOTAL | \$94,208,824 | \$ (48,580,294) |

The net cost to taxpayers for recreation and culture services, excluding developer fees, was \$626,298.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The fund financial statements focus on individual parts of the District, reporting the District's operations in more detail than the government-wide financial statements.

Governmental funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measurement of a government's net resources available for spending at the end of the fiscal year.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

At June 30, 2020 and 2019 the District's governmental funds reported combined fund balances of \$95,497,979 and \$90,364,858, an increase of \$5,133,121 and an increase of \$6,480,893, respectively, in comparison with the prior year. The major reason for the increase was the increase of park development and fire station and equipment (\$3.2 million) combined with the increase in specific purpose of the fund (\$3.7 million), and the increase in non-spendable fund balance (\$700 thousand), offset by the decrease in assigned fund balance (\$2.5 million). Approximately 24 and 28 percent of the combined fund balances, \$23,278,561 and \$25,747,350, respectively, constitutes *assigned fund balance*, which is available to meet the District's current and future needs. The remainder of fund balance is *restricted* to indicate that it is *not* available for new spending because it has been restricted: 1) to reflect amounts set aside for future construction (\$28,128,307); 2) to use for specific purpose of the fund (\$42,435,377); and 3) to reflect amounts held on behalf of the Cosumnes Legacy Foundation (\$161,251).

The General Fund is the chief operating fund of the District. At June 30, 2020 and 2019, assigned fund balance of the general fund was \$23,278,561 and \$25,747,350, respectively, while total fund balance reached \$52,901,351 and \$51,465,669. The increase in total fund balance of \$1,435,682 represents an increase in total revenues (\$3 million) and overall expenditures (\$4.5 million) offset by a decrease in other financing sources (\$2 million). As a measure of the general fund's liquidity, it may be useful to compare both assigned fund balance and total fund balance to total fund expenditures. Assigned fund balance represents 28 percent and 33 percent of total fund expenditures, while total fund balance represents 64 percent and 65 percent of that same amount.

The Landscape & Lighting Special Revenue Fund has a total fund balance of \$42,435,377 and \$38,741,949 at June 30, 2020 and 2019. These amounts are restricted for the specific purpose of the fund. Total fund balance increased by \$3,693,428 and \$1,625,558 for the fiscal year ended June 30, 2020 and 2019. The increase is mainly attributable to the revenue produced from the East Franklin zone combined with the Landscape and Lighting assessment increases which are based on the CPI index each year.

At June 30, 2020, the Non-major Governmental Funds consist of the Foundation Special Revenue Fund. Total fund balance at June 30, 2020 is \$161,251 and is restricted solely for foundation activities. The increase in fund balance of \$4,011 is related to donations and contributions within the Cosumnes Legacy Foundation.

At June 30, 2019, the Non-major Governmental Funds consist of the Foundation Special Revenue Fund. Total fund balance at June 30, 2019 is \$157,240 and is restricted solely for foundation activities. The decrease in fund balance of \$49,154 is related to expenditure reimbursement for the first phase of construction for the Veteran's Memorial in Elk Grove Regional Park within the Cosumnes Legacy Foundation.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

General Fund Budgetary Highlights

For the fiscal year ended June 30, 2020, differences between the original budget and the final amended budget reflect increased General Fund expenditures totaling \$2,848,924. The increase is due to an increase in capital outlay expenditures related to the purchase of the Fire Annexation Property combined with additional public protection expenditures for operational support. Actual General Fund revenues were \$5,267,353 greater than the final budget. This variance is mainly related to the increase in developer fees and contributions and charges for current services. Actual General Fund expenditures were \$17,233,147 lower than the final budget, of which approximately \$6.4 million represented the park development projects which were not completed and/or not started during the fiscal year in addition to lower recreation and culture expenditures.

For the fiscal year ended June 30, 2019, differences between the original budget and the final amended budget reflect increased General Fund expenditures totaling \$3,045,618. The increase is due to an increase in capital outlay expenditures related to the remodel of the Administration Building combined with additional public protection and general government expenditures for operational support. Actual General Fund revenues were \$4,376,925 greater than the final budget. This variance is mainly related to the increase in developer fees and contributions and charges for current services. Actual General Fund expenditures were \$10,763,580 lower than the final budget, of which approximately \$8.7 million represented the park development projects which were not completed and/or not started during the fiscal year in addition to lower recreation and culture expenditures.

CAPITAL ASSET AND LONG-TERM DEBT

Capital assets. As of June 30, 2020 and 2019, the Districts' investment in capital assets amounted to \$237,274,624 and \$228,824,327, respectively, net of depreciation. This investment in capital assets includes land, land improvements, structures and improvements, equipment and construction in progress costs for various parkland improvements and fire station construction.

COSUMNES COMMUNITY SERVICES DISTRICT

CAPITAL ASSETS (net of depreciation) AS OF JUNE 30, 2020, 2019 AND 2018

| | 2020 | 2019 | 2018 |
|-----------------------------|-----------------------|--------------------|--------------------|
| Land | \$ 95,041,844 | 94,384,093 | 94,384,093 |
| Land improvements | 68,616,303 | 68,184,389 | 67,258,932 |
| Construction in Progress | 10,601,021 | 14,111,639 | 6,494,575 |
| Structures and improvements | 57,587,786 | 47,777,500 | 47,970,155 |
| Equipment | <u>5,427,670</u> | <u>4,366,706</u> | <u>6,160,534</u> |
| Total | \$ 237,274,624 | 228,824,327 | 222,268,289 |

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

The following provides an explanation of significant changes in capital assets for the fiscal year ended June 30, 2020:

- ◆ Land improvements – renovation and upgrade of Morse Dog Park.
- ◆ Structures and improvements – increase is mainly due to the remodel and completion of the District's Administration Building and the purchase of the Fire Annexation Building adjacent to Fire Headquarters.
- ◆ Construction in progress – decrease is related to the completion related to remodel of the Administrative Services Building offset by the construction cost of Oasis Park.
- ◆ Equipment – increase is mainly due to the purchase of self-contained breathing apparatus, an air unit, a Braun Northwest ambulance, two remounted ambulances, and a Type-5 Engine within the Fire Department.

The following provides an explanation of significant changes in capital assets for the fiscal year ended June 30, 2019:

- ◆ Land improvements – renovation of McConnell, Batey, and Wackman Parks.
- ◆ Structures and improvements – decrease is mainly due to the depreciation of structures and improvements offset by the addition of station alerting core systems, fleet maintenance shop lighting, and a new heater at the WCAC Aquatics pool.
- ◆ Construction in progress – increase is related to the remodel of the Administrative Services Building, Bartholomew Sports Park turf, and Oasis Park.
- ◆ Equipment – decrease is mainly due to the depreciation of equipment offset by the purchase of two Braun Northwest ambulances and a copier at the City of Elk Grove Aquatics Center.

Additional information on the District's capital assets can be found in Note 3 on page 37 to 38.

The District was in contract with Kalerdobler Construction, Inc. to remodel the Albiani Recreation Center and Environmental Landscape Solutions to construct Singh and Kaur Park at June 30, 2020. The total amount committed at June 30, 2020 is \$2,082,453. Additional information on the District's commitments can be found in Note 10 on page 56.

Long-term debt. At June 30, 2020, the District had long-term debt obligations totaling \$28,131,574. District debt issues include \$8,735,000 in Certificates of Participation to refinance a portion of the unfunded actuarial accrued liability with respect to the obligation of the District for CalPERS retirement, \$5,755,000 in Certificates of Participation to refinance a portion of the fleet maintenance facility, \$6,410,000 in Certificates of Participation for the Opterra Energy Services Project, a note agreement for \$28,542 for the financing of the Underwood Park Well, and \$7,203,032 in various capital lease obligations for the construction and equipping of a fire station and purchase of equipment and vehicles. The District's total debt decreased by \$1,073,195 (4%) during the current fiscal year mainly due to the \$2.8 million in principal debt payments offset by the addition of the Fire Annex property, Ray Morgan Copiers, and Emerald Lakes Golf Course mower capital leases (\$1.7 million).

Additional information on the District's long-term debt can be found in Note 5 on pages 39-42.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

ECONOMIC OUTLOOK

The Cosumnes CSD local economy continues to see growth, and as the population continues to grow and as political leaders are focused on bringing business and commerce to the region, the demand for housing occurs. The single-family housing market continued to see growth, and sale prices across the Sacramento region increased by 8% year-over-year, which resulted in a median home price of \$415,000 in Sacramento County.

The primary funding source of District operations is property taxes. Property tax revenues have increased by approximately 5% from the prior year and the continued lack of supply has pushed property values up, therefore the District is projecting an average annual growth in property tax revenues of 6% for next fiscal year.

Residential real estate is experiencing a tight market pushing home prices higher in the Sacramento region with the median sales price up 8% in June of 2020 as compared to the prior year. The District is estimating that property tax revenues will increase 6% in Fiscal Year 2020-21 compared to FY 2019-20 due to projected home appreciation between 1 to 5%, modest local development, a projected increase in wage and salary jobs, and a slight decrease in unemployment.

It is the challenge of this District to maintain the high level of service that our residents and business leaders have come to expect from the District. One step in meeting these challenges is the annual review and update of the District's goals and strategies and Capital Improvement Plans. These Capital Improvement Plans provide an overview of the timing of future District facilities and corresponding revenue sources for development. This document, along with the annual budget, is the foundation upon which the District will build to meet the growing needs of the community.

REQUESTS FOR INFORMATION

This Comprehensive Annual Financial Report is intended to provide citizens, taxpayers, investors, and creditors with a general overview of the District's finances. If you have questions about this report or need additional financial information, contact the Cosumnes Community Services District Administrative Services Department, 8820 Elk Grove Boulevard, Elk Grove, CA 95624, or visit the District's web page at www.yourcsd.com.

BASIC FINANCIAL STATEMENTS

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Cosumnes Community Services District

Statement of Net Position

June 30, 2020

| Governmental Activities | | |
|---|-----------|---------------------|
| ASSETS | | |
| Current assets: | | |
| Cash and investments | \$ | 94,871,878 |
| Receivables: | | |
| Accounts | | 310,129 |
| Interest | | 236,811 |
| Intergovernmental | | 1,568,700 |
| Ambulance | | 984,654 |
| Other | | 1,126,350 |
| Prepays | | 1,467,697 |
| Restricted cash and investments | | 2,740,671 |
| Total current assets | | <u>103,306,890</u> |
| Noncurrent assets: | | |
| Capital assets: | | |
| Not being depreciated | | 174,259,166 |
| Being depreciated, net | | 63,015,458 |
| Total capital assets | | <u>237,274,624</u> |
| Total noncurrent assets | | <u>237,274,624</u> |
| Total assets | | <u>340,581,514</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | |
| Deferred outflows of resources - pension | | 22,650,335 |
| Deferred outflows of resources - OPEB | | 12,588,199 |
| Deferred loss on refunding | | 778,034 |
| Total Deferred outflows of resources | | <u>36,016,568</u> |
| LIABILITIES | | |
| Current liabilities: | | |
| Accounts payable and accrued liabilities | | 7,072,413 |
| Accrued interest payable | | 196,924 |
| Unearned revenue | | 320,018 |
| Total current liabilities | | <u>7,599,355</u> |
| Noncurrent liabilities: | | |
| Long-term liabilities: | | |
| Due within one year | | 2,712,951 |
| Due in more than one year | | 152,705,659 |
| Total noncurrent liabilities | | <u>155,418,610</u> |
| Total liabilities | | <u>163,007,965</u> |
| DEFERRED INFLOWS OF RESOURCES | | |
| Deferred inflows of resources - pension | | 3,124,257 |
| Deferred inflows of resources - OPEB | | 5,417,271 |
| Total Deferred inflows of resources | | <u>8,541,528</u> |
| NET POSITION | | |
| Net investment in capital assets | | 209,717,941 |
| Restricted for: | | |
| Park development | | 19,934,228 |
| Fire station and equipment | | 8,194,079 |
| Landscape and lighting improvements | | 42,435,377 |
| Foundation activities | | 161,251 |
| Unrestricted | | <u>(75,394,287)</u> |
| Total net position | <u>\$</u> | <u>205,048,589</u> |

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District

Statement of Activities

For the year ended June 30, 2020

| Functions / Programs | Expenses | Indirect Expense Allocation | Program Revenues | | | Net (Expense) Revenue |
|--------------------------------------|----------------------|-----------------------------------|-------------------------|--|--|--------------------------|
| | | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | |
| Governmental activities: | | | | | | |
| Public protection | \$ 56,326,241 | \$ 113,793 | \$ 13,583,739 | \$ - | \$ 2,366,979 | \$ (40,489,316) |
| Recreation and culture | 29,742,626 | 677,658 | 22,498,466 | 7,323 | 4,525,151 | (3,389,344) |
| General government | 7,267,429 | 81,077 | 2,526,344 | 120,528 | - | (4,701,634) |
| Interest on long-term debt | 872,528 | (872,528) | - | - | - | - |
| Total governmental activities | \$ 94,208,824 | \$ - | \$ 38,608,549 | \$ 127,851 | \$ 6,892,130 | (48,580,294) |

General Revenues:

| | |
|--|-----------------------|
| Taxes: | |
| Property taxes | 48,761,970 |
| Investment earnings | 2,752,241 |
| Miscellaneous | 5,860,861 |
| Total general revenues | 57,375,072 |
| Change in net position | 8,794,778 |
| Net position - beginning of year, as restated | 196,253,811 |
| Net position - end of year | \$ 205,048,589 |

Cosumnes Community Services District

Balance Sheet

Governmental Funds

June 30, 2020

| | Major Funds | | | | Total Governmental Funds | |
|--|----------------------|---------------------------|------------------------------------|--------------------------------|--------------------------------|--|
| | General Fund | Landscape and Lighting | Non-Major Governmental Funds | Total Governmental Funds | | |
| | | Special Revenue Fund | | | | |
| ASSETS | | | | | | |
| Cash and investments | \$ 52,058,435 | \$ 42,625,602 | \$ 187,841 | \$ 94,871,878 | | |
| Receivables: | | | | | | |
| Accounts | 295,761 | 14,172 | 196 | 310,129 | | |
| Interest | 130,648 | 106,163 | - | 236,811 | | |
| Intergovernmental | 1,361,944 | 206,756 | - | 1,568,700 | | |
| Ambulance | 984,654 | - | - | 984,654 | | |
| Other | 659,093 | 467,257 | - | 1,126,350 | | |
| Advances to other funds | 26,786 | - | - | 26,786 | | |
| Prepays | 1,467,697 | - | - | 1,467,697 | | |
| Restricted cash and investments | 2,740,671 | - | - | 2,740,671 | | |
| Total assets | \$ 59,725,689 | \$ 43,419,950 | \$ 188,037 | \$ 103,333,676 | | |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | | | | | | |
| Liabilities: | | | | | | |
| Accounts payable and accrued liabilities | \$ 6,089,841 | \$ 982,572 | \$ - | \$ 7,072,413 | | |
| Advances from other funds | - | - | 26,786 | 26,786 | | |
| Unearned revenue | 318,017 | 2,001 | - | 320,018 | | |
| Total liabilities | 6,407,858 | 984,573 | 26,786 | 7,419,217 | | |
| Deferred Inflows of Resources: | | | | | | |
| Unavailable revenues | 416,480 | - | - | 416,480 | | |
| Fund Balances: | | | | | | |
| Nonspendable | 1,494,483 | - | - | 1,494,483 | | |
| Restricted for: | | | | | | |
| Park development | 19,934,228 | - | - | 19,934,228 | | |
| Fire station and equipment | 8,194,079 | - | - | 8,194,079 | | |
| Specific purpose of the fund | - | 42,435,377 | - | 42,435,377 | | |
| Foundation activities of the fund | - | - | 161,251 | 161,251 | | |
| Assigned | 23,278,561 | - | - | 23,278,561 | | |
| Total fund balances | 52,901,351 | 42,435,377 | 161,251 | 95,497,979 | | |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 59,725,689 | \$ 43,419,950 | \$ 188,037 | \$ 103,333,676 | | |

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Reconciliation of the Governmental Funds Balance Sheet
to the Government-Wide Statement of Net Position
June 30, 2020

Total Fund Balances - Total Governmental Funds \$ 95,497,979

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and are therefore not reported in the funds:

| | |
|----------------------------------|---------------------|
| - Governmental capital assets | 309,669,240 |
| - Less: accumulated depreciation | <u>(72,394,616)</u> |
| Total capital assets | 237,274,624 |

Certain revenues in the governmental funds are deferred because they are not collected within the prescribed time period after year-end. Those revenues are recognized on the accrual basis used in the government-wide statements. Those revenues consist of:

| | |
|---------------------|---------|
| - Ambulance charges | 416,480 |
| Total revenues | 416,480 |

Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in Governmental Funds Balance Sheet.

(196,924)

In the Government-Wide Financial Statements, employer contributions made subsequent to the measurement date for pension and OPEB, certain differences between actuarial assumptions and actual results for pension are deferred and applied to the net pension/OPEB liabilities or amortized over a period of time in future periods, however these items do not impact the Governmental Funds Balance Sheet:

| | |
|--|-------------|
| - Deferred outflows of resources - pension | 22,650,335 |
| - Deferred outflows of resources - OPEB | 12,588,199 |
| - Deferred inflows of resources - pension | (3,124,257) |
| - Deferred inflows of resources - OPEB | (5,417,271) |

Deferred amounts related to the refunding of long-term debt are not considered to be current financial resources. Therefore, they were not reported on the Governmental Funds Balance Sheet. This amount represents the unamortized balance as of the end of the year.

778,034

Long-term liabilities are not due and payable in the current period and are therefore not reported in the funds. Those liabilities consist of:

| | |
|--|---------------------|
| - Loans Payable | (28,545) |
| - 2015 Refinancing Project (Pension), Certificates of Participation | (8,508,230) |
| - 2016 Refinancing Project, Certificates of Participation | (6,262,054) |
| - 2016 Energy Project, Certificates of Participation, Series A, B, and C | (6,332,856) |
| - Capital lease obligation | (7,203,032) |
| - Compensated absences | (2,680,146) |
| - Net OPEB liability | (46,320,257) |
| - Net pension liability | <u>(78,083,490)</u> |

Total long-term liabilities (155,418,610)

Net Position of Governmental Activities

\$ 205,048,589

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2020

| | Major Funds | | | |
|---|----------------------|---|------------------------------|--------------------------|
| | General Fund | Landscape and Lighting Special Revenue Fund | Non-Major Governmental Funds | Total Governmental Funds |
| REVENUES: | | | | |
| Taxes | \$ 48,761,970 | - | \$ - | \$ 48,761,970 |
| Charges for current services | 19,495,851 | 17,567,409 | - | 37,063,260 |
| Developer fees and contributions | 4,525,151 | - | - | 4,525,151 |
| Intergovernmental | 2,366,979 | - | - | 2,366,979 |
| Donations and contributions | 120,528 | 1,463 | 5,860 | 127,851 |
| Use of money and property | 2,341,494 | 1,359,885 | 250 | 3,701,629 |
| Miscellaneous | 5,855,055 | 5,806 | - | 5,860,861 |
| Total revenues | 83,467,028 | 18,934,563 | 6,110 | 102,407,701 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Public protection | 50,707,523 | - | - | 50,707,523 |
| Recreation and culture | 11,584,039 | 14,086,638 | 1,443 | 25,672,120 |
| General government | 5,662,393 | - | - | 5,662,393 |
| Capital outlay | 13,357,175 | 270,180 | - | 13,627,355 |
| Debt service: | | | | |
| Principal | 1,765,599 | 16,292 | 983,187 | 2,765,078 |
| Interest | 203,698 | 1,430 | 713,059 | 918,187 |
| Total expenditures | 83,280,427 | 14,374,540 | 1,697,689 | 99,352,656 |
| REVENUES OVER (UNDER) EXPENDITURES | 186,601 | 4,560,023 | (1,691,579) | 3,055,045 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Proceeds from sale of capital assets | 21,185 | 500 | - | 21,685 |
| Issuance of long-term liabilities | 1,683,594 | 8,289 | - | 1,691,883 |
| Insurance recovery | 338,725 | 25,783 | - | 364,508 |
| Transfers in | 1,733,865 | 3,687,138 | 1,699,448 | 7,120,451 |
| Transfers out | (2,528,288) | (4,588,305) | (3,858) | (7,120,451) |
| Total other financing sources (uses) | 1,249,081 | (866,595) | 1,695,590 | 2,078,076 |
| Net change in fund balances | 1,435,682 | 3,693,428 | 4,011 | 5,133,121 |
| FUND BALANCES: | | | | |
| Beginning of year | \$ 51,465,669 | 38,741,949 | 157,240 | 90,364,858 |
| End of year | \$ 52,901,351 | \$ 42,435,377 | \$ 161,251 | \$ 95,497,979 |

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Government-Wide Statement of Activities For the year ended June 30, 2020

Net Change in Fund Balances - Total Governmental Funds \$ 5,133,121

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

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.

| | |
|---------------------------|-------------|
| - Capital asset additions | 13,627,355 |
| - Depreciation expense | (5,164,998) |
| Total governmental funds | 8,462,357 |

In the statement of activities, only the gain or (loss) on the sale of capital assets is reported, whereas in the governmental funds, proceeds from sales increase financial resources.

| | |
|---|----------|
| - Proceeds from sale of assets not recorded on Statement of Activities | (21,685) |
| - Gain on sale of capital assets are not recorded on Governmental Funds | 9,625 |

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 principal is an expenditure in the governmental funds, but the repayment reduced long-term liabilities in the statement of net position.

| | |
|---|-------------|
| - Proceeds from long-term liabilities | (1,691,883) |
| - Amortization of original issue premium | 67,886 |
| - Amortization of original issue discount | (18,554) |
| - Amortization of deferred loss on refunding | (28,816) |
| - Principal repayments on long-term liabilities | 2,765,078 |
| Net of long-term debt proceeds, repayments, and other related | 1,093,711 |

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Amount represent the change in the ambulance receivable.

231,393

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

619,732

Employer contributions for pension were recorded as expenditures in the governmental funds. However, in the Government-Wide Financial Statements, these contributions are deferred.

8,437,560

Pension expense is recorded as incurred in the Government-Wide Statement of Activities, however pension expense does not require the use of current financial resources, and is not recognized in the governmental funds.

(15,089,462)

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

| | |
|--------------------------------------|-----------|
| - Change in accrued interest payable | 25,143 |
| - Change in compensated absences | (106,717) |
| Total non-current expenses | (81,574) |

Change in Net Position of Governmental Activities

\$ 8,794,778

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District

Notes to Basic Financial Statements

For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. *Reporting Entity*

The Elk Grove Community Services District (the District) was established under Government Code Sections 56261.1 and 56439(c) on July 1, 1985 by a reorganization resulting in the dissolution of the Elk Grove Fire Protection District and the Elk Grove Recreation and Park District. In November 2006, the District and the Galt Fire Protection District merged to become the Cosumnes Community Services District. It is governed by a five member Board of Directors elected to four year staggered terms. The District consists of approximately 157 square miles within the Cities of Elk Grove and Galt and unincorporated areas of South Sacramento County with a population of approximately 199,326 residents. The District develops, owns and maintains all park, recreation and fire facilities within its service area. In April 2016, the District and the City of Elk Grove entered into an agreement with a four year term specifying the District and City will jointly develop park and recreation facilities within Laguna Ridge and Southeast Policy Area of the City, and the District will own and maintain the facilities. The fire protection services provided by the District include fire suppression, fire prevention, inspection, plan checking, and public education programs and the District provides emergency medical services, ambulance transport, advanced life support and rescue services and recreation facilities and programs. The District operates eight fire stations, one fire training facility, one golf course, two community centers, five recreation centers, two aquatic complexes, and over 98 parks (2 undeveloped) and employs 333 full-time and over 100 part-time people. The District also leases 87 acres of land within Elk Grove Regional Park from the County of Sacramento under an agreement that expires September 14, 2053. Through the exercise of Joint Powers, the District is a member of the Sacramento Regional Fire/EMS Communications Center and the Northern California Special District Insurance Authority.

The District makes assessments and provides services under a District Wide Landscape and Lighting Assessment District, which operates under the Landscape and Lighting Act of 1972. Under the District Wide Landscape and Lighting Assessment District, areas within the original Elk Grove Community Services District boundary are divided into zones of benefit. All parcels within the original Elk Grove Community Services District boundary are assessed at varying rates depending upon the zone of benefit in which the parcel is located and the costs of installing, repairing, maintaining, and replacing landscape and lighting (including parks) within the benefit zone.

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

The Cosumnes Legacy Foundation: The Cosumnes Legacy Foundation (the Foundation) is a non-profit organization which primarily solicits contributions to provide funding for the District to provide the District's constituents charitable services through its programs. The Foundation is a legally separate component unit reported on a blended basis as part of the primary government because its activities mainly benefit the District's constituents. No separate financial statements are issued for the Foundation.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

A. Reporting Entity, Continued

Elk Grove Community Services District Public Facilities Acquisition Corporation: The Elk Grove Community Services District Public Facilities Acquisition Corporation (the Corporation) was established in March 2006 to facilitate financing of the acquisition of capital assets by the District. The Corporation's Board is comprised of the members of the District's Board of Directors. The Corporation does not have any assets or liabilities. Its activities have been blended with the appropriate District funds. No separate financial statements are issued for the Corporation.

The District has also entered into a lease financing arrangement with the California Special Districts Association Financing Corporation for the purpose of facilitating the financing of capital projects within the District. For financial reporting purposes, the District's proportionate share of debt service payments of the underlying Certificate of Participation debt is reflected in the Debt Service Fund.

B. Basis of Accounting and Measurement Focus

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government-Wide Financial Statements

The District's government-wide financial statements include a Statement of Net Position and a Statement of Activities and Changes in Net Position. These statements present summaries of governmental activities for the District accompanied by a total column.

These government-wide financial statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the District's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities and Changes in Net Position presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Certain types of transactions are reported as program revenues for the District in three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Government-Wide Financial Statements, Continued

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated. However, interfund services provided and used are not eliminated in the process of consolidation. The following interfund activities have been eliminated:

- Due to/from other funds
- Advances to/from other funds
- Transfers in/out
- Interfund charges

The District applies all applicable GASB pronouncements (including all NCGA Statements and Interpretations currently in effect).

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net position as presented in these statements to the net position presented in the government-wide financial statements. The District has presented all major funds that met the applicable criteria.

All governmental funds are accounted for on a spending or “*current financial resources*” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

Revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the District, are property tax and intergovernmental revenues. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Unearned revenues arise when potential revenues do not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the government has a legal claim to the resources, the unearned revenue is removed from the Governmental Funds Balance Sheet and recognized as revenue.

The Reconciliation of the Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach of GASB Statement No. 34.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Governmental Fund Financial Statements, Continued

The District reports the following major governmental fund types:

The General Fund is the District's primary operating fund. It is used to account for all activities of the general government, except those required to be accounted for in another fund.

The Landscape and Lighting Special Revenue Fund is used to account for the proceeds of specific landscape and lighting revenue sources that are legally restricted to expenditures for specific purposes. The transactions of the District Wide Landscape and Lighting Assessment District are recorded by the respective zones of benefit within the Special Revenue Fund. However, the zones of benefit do not represent separate special revenue funds.

Additionally the District reports the following fund types:

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, principal and interest on long-term debt.

The Foundation Special Revenue Fund is used to account for revenues of the Cosumnes Legacy Foundation (the Foundation), which are legally restricted to expenditures approved by the Foundation board.

C. Cash, Cash Equivalents and Investments

The District pools its available cash for investment purposes. The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

Highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District does not have any investments that are measured using Level 3 inputs.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. *Restricted Cash and Investments*

Certain resources set aside for the repayment of certificates of participation are classified as restricted cash and investments on the balance sheet because their use is limited by applicable debt covenants. In addition, developer fees have been restricted by the City of Elk Grove or County of Sacramento ordinances, or the Quimby Act for park development expenditures and the construction of fire stations. Contributions to the Foundation have been restricted for Foundation activities.

E. *Interfund Transactions*

Interfund transactions are reflected as either loans, services provided, reimbursements, or transfers. Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Advances between funds, reported in the fund financial statements, are classified as nonspendable in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

F. *Capital Assets*

Capital assets for governmental fund types are not capitalized in the funds used to acquire or construct them. Capital acquisitions are reflected as expenditures in the governmental fund, and the related assets are reported in the government-wide financial statements. Capital assets owned by the District are stated at historical cost or estimated historical cost, if actual historical cost is not available. Contributed capital assets are recorded at their acquisition value at the time received. Park improvements completed prior to the year ended June 30, 1995 were recorded at estimated historical cost developed by estimating replacement costs, which were discounted through the use of indices to acquisition dates. Land obtained from developers as donations in substitute of fees are estimated using average assessed values for similar parcels during the year these parcels are acquired. It is the District's policy to not depreciate the base of parks, which includes grading, irrigation systems and landscaping.

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

| | |
|-----------------------------|---------------|
| Structures and improvements | 3 to 40 years |
| Equipment | 5 to 15 years |

It is the District's policy to capitalize all land, structures, improvements and equipment, except assets costing less than \$1,500. Costs of assets sold or retired (and related amounts of accumulated depreciation) are eliminated from the accounts in the year of sale or retirement. The proceeds from the sale of capital assets is included in the statement of revenues, expenditures and changes in fund balances of the related fund. The proceeds reported in the governmental fund are eliminated and the gain or loss on sale is reported in the government-wide presentation.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

G. Compensated Absences

District employees are granted annual leave in varying amounts based on classification and length of service. Maximum annual leave hours eligible for carry forward to future years is limited to 1.5 times the employee's prior year accrual rate of annual leave, which ranges from 120 hours to 432 hours.

Compensated absences are accrued in the government-wide financial statements when earned. A liability for compensated absences is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements and is currently payable. Each year's budget includes a provision for the estimated expenditure for the current year. Typically the General Fund is used to liquidate the compensated absence liability.

Sick leave is earned by regular, full-time employees. Any sick leave hours not used during the period are carried forward to future years, with no limit as to the number of hours that can be accumulated. Any sick leave hours unused at the time of an employee's retirement are added to the actual period of service when computing retirement benefits. It is the policy of the District not to buy back any accumulated sick leave. Accordingly, no provision for payment of sick leave has been included in the financial statements.

H. Property Taxes

The County of Sacramento is responsible for the collection and allocation of property taxes. Under California law, property taxes are assessed and collected by the County of Sacramento up to 1% of the full cash value of taxable property, plus other increases approved by the voters and distributed in accordance with statutory formulas. The District recognizes property taxes when the individual installments are due provided they are collected within 60 days after year-end.

Secured property taxes are levied on or before the first day of September of each year. They become a lien on real property on March 1 preceding the fiscal year for which taxes are levied. These taxes are paid in two equal installments; the first is due November 1 and delinquent with penalties after December 10; the second is due February 1 and delinquent with penalties after April 10. Secured property taxes, which are delinquent and unpaid as of June 30, are declared to be tax defaulted and are subject to redemption penalties, cost, and interest when paid. If the delinquent taxes are not paid at the end of five years, the property is sold at public auction and the proceeds are used to pay the delinquent amounts due. Any excess is remitted, if claimed, to the taxpayer. Additional tax liens are created when there is a change in ownership of property or upon completion of new construction. Tax bills for these new tax liens are issued throughout the fiscal year and contain various payments and delinquent dates, but are generally due within one year. If the new tax liens are lower, the taxpayer receives a tax refund rather than a tax bill. Unsecured personal property taxes are not a lien against real property. These taxes are due on March 1, and become delinquent, if unpaid on August 31.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

H. Property Taxes, Continued

The County uses the alternative method of property tax apportionment known as the "Teeter Plan." Under this method of property tax apportionment, the County purchases the delinquent secured taxes at June 30 of each fiscal year. These taxes are accrued as intergovernmental receivables only if they are received from the County within 60 days after year-end for the governmental funds and are accrued when earned for the government-wide presentation regardless of the timing of the related cash flows.

I. Long-term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are reported as deferred charges and are amortized over the life of the related debt.

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

J. Net Position/Fund Balance

In the Government-Wide Financial Statements, net position are classified in the following categories:

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

Restricted net position – This category presents external restrictions imposed by creditors, grantors, contributors or laws and regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. Additionally, this category presents restrictions placed as established by the District's Board of Directors.

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

Fund balances presented in the governmental fund financial statements represent the difference between assets and liabilities. GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental funds.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

J. Net Position/Fund Balance

The District evaluated each of its funds at June 30, 2020 and classified fund balances into the following five categories:

Non-spendable – includes fund balance amounts that cannot be spent because they are either (a) not expected to be converted or (b) legally or contractually required to be maintained intact.

Restricted – includes fund balance amounts that are subject to externally enforceable legal restrictions or constrained for a specific purpose by external parties, constitutional provisions or enabling legislation.

Committed – includes fund balance amount that can only be used for specific purposes pursuant to constraints imposed by the formal actions of the District's Board of Directors. The District's Board of Directors must take action to allow for removal or change the constraint.

Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. The Board of Director approved Board Resolution 2011-72 authorizing the General Manager to assign fund balance.

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

The District reduces restricted amounts first when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned or unassigned) amounts are available. The District reduced committed amounts first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amount in any of those unrestricted fund balance classifications could be used. Additional information concerning the nature of The District's fund balances pursuant to GASB Statement No. 54 is provided in Note 9 Fund Balance.

K. Use of Restricted and Unrestricted Net Position

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the District's policy is to apply restricted net position first.

L. 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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

M. Deferred Outflows/Inflows of Resources, Continued

In addition to assets, the statement of net position (balance sheet) will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

N. Pension

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

| | |
|--------------------|-------------------------------|
| Valuation Date | June 30, 2018 |
| Measurement Date | June 30, 2019 |
| Measurement Period | July 1, 2018 to June 30, 2019 |

O. Other Post Employment benefit (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Authority's plan (OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

| | |
|--------------------|-------------------------------|
| Valuation Date | June 30, 2019 |
| Measurement Date | June 30, 2019 |
| Measurement Period | July 1, 2018 to June 30, 2019 |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

P. Prepaid items

Payments made to vendors for services that will benefit periods beyond June 30, 2020 are recorded as prepaid items using the consumption method in the governmental funds and the government-wide statement of net position. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

Q. New Pronouncements

The District did not adopt any new accounting pronouncements during the year.

2. CASH AND INVESTMENTS

At June 30, 2020, the District's pooled cash and investments are classified in the accompanying financial statements as follows:

| | |
|--|----------------------|
| Cash and investments | \$ 94,871,878 |
| Restricted cash and investments | 2,740,671 |
| Total cash and investments | \$ 97,612,549 |
| <hr/> | |
| Cash and investments as of June 30, 2020 consisted of the following: | |
| Deposits with financial institutions | \$ 4,141,655 |
| Total cash | 4,141,655 |
| <hr/> | |
| U.S. Agency securities: | |
| Corporate Bonds | 11,594,195 |
| Certificates of Deposit | 14,000,978 |
| Asset Backed Securities, Mortgage Backed Securities and Collateralized Mortgage Obligations | 33,324 |
| Money Market Mutual Funds | 118,628 |
| Investment Held by County | 2,353 |
| Investments in Local Agency Investment Fund (LAIF) | 67,721,416 |
| Total investments | 93,470,894 |
| <hr/> | |
| Total cash and investments | \$ 97,612,549 |

Investment policy: Investments are stated at fair value. California statutes authorize special districts to invest idle or surplus funds in a variety of credit instruments as provided for in the California Government Code, Section 53600, Chapter 4 - Financial Affairs. The table on the next page identifies the investment types that are authorized for the District by the California Government Code (or the District's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

2. CASH AND INVESTMENTS, Continued

| Authorized Investment Type | Maximum Maturity | Maximum Percentage of Portfolio* | Maximum Investment In One Issuer |
|---------------------------------------|------------------|----------------------------------|----------------------------------|
| Local agency bonds | 5 Years | None | None |
| U. S. Treasury obligations | 5 Years | None | None |
| U.S. Agency securities | 5 Years | None | None |
| California Local Agency debt | 5 Years | None | None |
| Bankers acceptances | 180 Days | 40% | 30% |
| High grade commercial paper | 270 Days | 25% | 10% |
| Negotiable certificates of deposits | 5 Years | 30% | None |
| Medium term corporate notes | 5 Years | 30% | None |
| Mutual Funds | N/A | 20% | 10% |
| Money Market Mutual Funds | N/A | 20% | 10% |
| Mortgage pass-through securities | 5 Years | 20% | None |
| Collateralized negotiable investments | 5 Years | None | None |
| Repurchase agreements | 92 Days | 20% | None |
| LAIF | N/A | None | None |
| Local government investments pools | N/A | None | None |

*Excluding amounts held by bond trustees that are not subject to California Government code restrictions.

The District complied with the provisions of California Government Code (or the District's investment policy, where more restrictive) pertaining to the types of investments held, institutions in which deposits were made and security requirements. The District will continue to monitor compliance with applicable statutes pertaining to public deposits and investments.

Investments Authorized by Debt Agreements: Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the District's investment policy. The table below identifies provisions of the 1998 Certificates of Participation trust agreement 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 |
|--|------------------|----------------------------------|----------------------------------|
| State Agency Bonds | None | None | None |
| U.S. Treasury Obligations | None | None | None |
| Government sponsored agency obligations | None | None | None |
| U.S. Government agency obligations | None | None | None |
| Money Market Funds | None | None | None |
| Bankers acceptances | 30 Days | None | None |
| Commercial Paper | 270 Days | None | None |
| Negotiable certificates and times deposits | 30 Days | None | None |
| Repurchase Agreements | 270 Days | None | None |
| Money Market funds | None | None | None |
| LAIF | None | None | None |
| Investment agreements | None | None | None |

*Excluding amounts held by bond trustee that are not subject to California Government code restrictions.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

2. CASH AND INVESTMENTS, Continued

Interest Rate Risk: Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways the District manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. The District's investment policy does not contain any provisions limiting interest rate risk other than what is specified in the California Government Code.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the District's investments by maturity:

| | Fair Value | Investment Maturities in Years | | | |
|---|----------------------|--------------------------------|----------------------|---------------------|---------------------|
| | | Less Than 1 Year | 1-2 years | 2-3 years | 3 years + |
| Corporate Bonds | 11,594,195 | - | 4,849,087 | 3,091,730 | 3,653,378 |
| Certificates of Deposit | 14,000,978 | 250,000 | 8,006,336 | 4,218,329 | 1,526,313 |
| Asset Backed Securities, Mortgage Backed Securities and Collateralized Mortgage Obligations | 33,324 | - | - | - | 33,324 |
| Money Market Mutual Funds | 118,628 | 118,628 | - | - | - |
| Investment held in County Pool | 2,353 | 2,353 | - | - | - |
| LAIF | 67,721,416 | - | 67,721,416 | - | - |
| Total | \$ 93,470,894 | \$ 370,981 | \$ 80,576,839 | \$ 7,310,059 | \$ 5,213,015 |

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. Presented below is the minimum rating required by (where applicable) the California Government Code or the District's investment policy, and the actual rating as of year-end for each investment type.

| | Total | Ratings as of Year End | | | | | | | | |
|---|----------------------|------------------------|-------------------|---------------------|---------------------|-------------------|---------------------|---------------------|----------------------|------------|
| | | Aaa | Aa1 | Aa2 | Aa3 | A1 | A2 | A3 | Not Rated | |
| Corporate Bonds | \$ 11,594,195 | \$ 251,745 | \$ 503,175 | \$ 1,824,058 | \$ 1,787,630 | \$ 764,908 | \$ 5,178,029 | \$ 1,284,650 | \$ - | - |
| Certificates of Deposit | 14,000,978 | - | - | - | - | - | - | - | - | 14,000,978 |
| Asset Backed Securities, Mortgage Backed Securities and Collateralized Mortgage Obligations | 33,324 | - | - | - | - | - | - | - | - | 33,324 |
| Money Market Mutual Funds | 118,628 | 118,628 | - | - | - | - | - | - | - | - |
| Investment Held in County | 2,353 | - | - | - | - | - | - | - | - | 2,353 |
| LAIF | 67,721,416 | - | - | - | - | - | - | - | - | 67,721,416 |
| Total | \$ 93,470,894 | \$ 370,373 | \$ 503,175 | \$ 1,824,058 | \$ 1,787,630 | \$ 764,908 | \$ 5,178,029 | \$ 1,284,650 | \$ 81,758,071 | |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

2. CASH AND INVESTMENTS, Continued

Concentration of Credit Risk: The investment policy of the District contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. There were no investments in one issuer (other than mutual funds and external investment pools) that represent 5% or more of total District investments.

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

At June 30, 2020, the carrying amount of the District's deposits was \$4,141,655 and the balance in financial institutions was \$5,337,496. Of the balance in financial institutions, \$1,191,579 was covered by federal depository insurance and \$4,145,917 was collateralized as required by State law (Government Code Section 53630), by the pledging financial institution with assets held in a common pool for the District and other governmental agencies, but not in the name of the District. As of June 30, 2020, District investments in the following investment types were held by the same broker-dealer (counterparty) that was used by the District to buy the securities:

| Type of Investment | Total |
|---------------------------|---------------|
| Corporate Notes and Bonds | \$ 11,594,192 |
| U.S. Agency Securities | \$ 33,324 |

Investment in LAIF: The District invests in the California Local Agency Investment Fund (LAIF), a State of California external investment pool. LAIF determines fair value on its investment portfolio based on market quotations for those securities where market quotations are readily available, and on amortized cost or best estimate for those securities where market value is not readily available.

The District's investments with LAIF at June 30, 2020 included a portion of the pooled funds invested in structured notes and asset-backed securities. These investments included the following:

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

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

2. CASH AND INVESTMENTS, Continued

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

As of June 30, 2020, the District had \$67,721,416 invested in LAIF, which had invested 3.37% of the pool investment funds in Structured Notes and Asset-Backed Securities compared to 1.77% in fiscal year 2020. Fair value of LAIF was calculated by applying a factor of 1.004912795 to total investments held by LAIF.

The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute. There are no limitations or restrictions on participant withdrawals.

Investment Valuation: Investments (except for money market accounts and certificates of deposit) are measured at fair value on a recurring basis. *Recurring* fair value measurements, are those that Governmental Accounting Standards Board (GASB) Statements require or permit in the statement of net position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investment fair value measurements at June 30, 2020 are described below.

| Investment Type | Total | Fair Value Measurement Using | | |
|--|----------------------|------------------------------|---------------|---------|
| | | Level 1 | Level 2 | Level 3 |
| Corporate Bonds | \$ 11,594,195 | \$ - | \$ 11,594,195 | \$ - |
| Asset Backed Securities, Mortgage Backed Securities, and Collateralized Mortgage Obligations | 33,324 | - | 33,324 | - |
| Total investments subject to levelling | \$ 11,627,519 | \$ - | \$ 11,627,519 | \$ - |
| Investments not subject to levelling: | | | | |
| Certificates of Deposit | 14,000,978 | | | |
| Money Market Mutual Funds | 118,628 | | | |
| Investment Held by County | 2,353 | | | |
| Local Agency Investment Fund | 67,721,416 | | | |
| Total Investments | \$ 93,470,894 | | | |

Corporate Bonds, Medium Term Notes, Asset Backed Securities, Mortgage Backed Securities, and Collateralized Mortgage Obligations categorized as Level 2 are valued based on matrix pricing which use observable market inputs such as yield curves and market indices that are derived principally from or corroborated by observable market data by correlation to other means.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

3. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2020 was as follows:

| | Balance | | | | |
|--|-----------------------|---------------------|--------------------|---------------------|-----------------------|
| | June 30, 2019 | Additions | Retirements | Transfers | June 30, 2020 |
| Capital assets not being depreciated: | | | | | |
| Land | \$ 94,384,093 | \$ 658,251 | \$ (500) | \$ - | \$ 95,041,844 |
| Land improvements | 68,184,389 | - | - | 431,914 | 68,616,303 |
| Construction in progress | 14,111,639 | 9,838,631 | - | (13,349,251) | 10,601,019 |
| Total capital assets not being depreciated | 176,680,121 | 10,496,882 | (500) | (12,917,337) | 174,259,166 |
| Capital assets being depreciated: | | | | | |
| Structures and improvements | 86,793,506 | - | - | 12,917,337 | 99,710,843 |
| Equipment | 32,856,832 | 3,130,473 | (288,074) | - | 35,699,231 |
| Total capital assets being depreciated | 119,650,338 | 3,130,473 | (288,074) | 12,917,337 | 135,410,074 |
| Less accumulated depreciation for: | | | | | |
| Structures and improvements | (39,016,006) | (3,107,047) | - | - | (42,123,053) |
| Equipment | (28,490,126) | (2,057,951) | 276,514 | - | (30,271,563) |
| Total accumulated depreciation | (67,506,132) | (5,164,998) | 276,514 | - | (72,394,616) |
| Total capital assets being depreciated, net | 52,144,206 | (2,034,525) | (11,560) | 12,917,337 | 63,015,458 |
| Capital assets, net | \$ 228,824,327 | \$ 8,462,357 | \$ (12,060) | \$ - | \$ 237,274,624 |

Depreciation was charged to activities as follows:

| | |
|-----------------------------------|---------------------|
| Public Protection | \$ 2,394,466 |
| Recreation and culture | 2,152,026 |
| General government | 618,506 |
| Total depreciation expense | \$ 5,164,998 |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

4. INTERFUND TRANSACTIONS

| Advances from other funds | |
|-----------------------------------|------------------|
| Non-Major Governmental Fund | |
| Advances to other funds | |
| General Fund | \$ 26,786 |
| Total | \$ 26,786 |

Advances from the General Fund to the Non-Major Governmental Funds are to fund operating expenditures not otherwise covered by available resources.

| Transfers In | | | | | | |
|--|---------------------|---|-------------------------------------|-----------|------------------|--|
| Transfers Out | Major Fund | | | | | |
| | General Fund | Landscape and Lighting Special Revenue Fund | Non - Major Governmental Fund | Total | | |
| General Fund | \$ - | \$ 825,840 | \$ 1,699,448 | \$ | 2,525,288 | |
| Landscape and Lighting Special Revenue Fund | 1,730,007 | 2,858,298 | - | | 4,588,305 | |
| Non - Major Governmental Fund | 3,858 | - | - | | 3,858 | |
| Total | \$ 1,733,865 | \$ 3,684,138 | \$ 1,699,448 | \$ | 7,117,451 | |

Transfers are used to (1) pay for overhead expenditures incurred and to assist in paying for capital improvement projects, and (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES

As of June 30, 2020 the District's legal debt limit margin is \$302,512, which is based on 5% of gross assessed valuation. The activities of the District's long-term liabilities during the year ended June 30, 2020 are as follows:

| | Balance June 30, 2019 | Additions | Reductions | Balance June 30, 2020 | Due Within One Year |
|--------------------------------------|--------------------------|-----------------------|------------------------|--------------------------|------------------------|
| Loans Payable | \$ 41,729 | \$ - | \$ (13,184) | \$ 28,545 | \$ 13,896 |
| Certificates of Participation | | | | | |
| - 2015 Refinancing Project | 8,835,000 | - | (100,000) | 8,735,000 | 115,000 |
| COP 2015 Refinancing Project | | | | | |
| - Original Issue Discount | (238,108) | - | 11,338 | (226,770) | - |
| Certificates of Participation | | | | | |
| - 2016 Refinancing Project | 6,470,000 | - | (715,000) | 5,755,000 | 655,000 |
| COP 2016 Refinancing Project | | | | | |
| - Original Issue Premium | 570,155 | - | (63,101) | 507,054 | - |
| Certificates of Participation | | | | | |
| - 2016 Energy Project: | | | | | |
| Series A | 5,450,000 | - | - | 5,450,000 | - |
| Series C | 1,115,000 | - | (155,000) | 960,000 | 160,000 |
| COP 2016 Energy Project, Series A | | | | | |
| - Original Issue Discount | (202,043) | - | 6,967 | (195,076) | - |
| COP 2016 Energy Project, Series C | | | | | |
| - Original Issue Premium | 122,468 | - | (4,536) | 117,932 | - |
| Capital lease obligation | 7,293,043 | 1,691,883 | (1,781,894) | 7,203,032 | 1,591,597 |
| Compensated absences | 2,573,429 | 106,717 | - | 2,680,146 | 177,458 |
| Net OPEB liability | 45,061,840 | 5,937,428 | (4,679,011) | 46,320,257 | - |
| Net pension liability | 67,421,624 | 17,892,751 | (7,230,885) | 78,083,490 | - |
| Total long-term liabilities | \$ 144,514,137 | \$ 25,628,779 | \$ (14,724,306) | \$ 155,418,610 | \$ 2,712,951 |
| Less: amount due within one year | | | | | |
| | | <u>(2,883,191)</u> | | | <u>(2,712,951)</u> |
| Amounts due in more than one year | | | | | |
| | | <u>\$ 141,630,946</u> | | | <u>\$ 152,705,659</u> |

Compensated absences, Net OPEB liability, and net pension liability typically have been liquidated by the General Fund for governmental activities, except for amounts incurred by other funds.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

A. Certificates of Participation and Loans Payable

The certificates of participation and loans payable consist of the following as of June 30, 2020:

Loans Payable - Obtained May 1, 2007 in the amount of \$200,000 for the funding of the Underwood Park well. Semi-annual interest payments at 5.31% ranging from \$197 to \$4,053 and semi-annual principal payments ranging from \$3,562 to \$7,418 are due November 1 and May 1 through May 1, 2022 on the \$200,000 loan. The outstanding balance as of June 30, 2020 was \$28,545.

Maturities of long-term liabilities are summarized below.

| | Loans Payable | | |
|------------|------------------|-----------------|------------------|
| | Principal | Interest | Total |
| 2021 | \$ 13,896 | \$ 1,333 | \$ 15,229 |
| 2022 | 14,649 | 586 | 15,235 |
| Total debt | <u>\$ 28,545</u> | <u>\$ 1,919</u> | <u>\$ 30,464</u> |

Certificates of Participation -2015 Refinancing Project - Issued July 2015 for the refinancing of a portion of the unfunded actuarial accrued liability with respect to the obligation of the District to make certain payments to the California Public Employees' Retirement System for both active and retired Safety employees and Miscellaneous employees of the District. The interest on the certificates is payable semi-annually on December 15 and June 15 of each year, with interest ranging from 3.0% to 5.0%. Principal and sinking fund payments ranging from \$45,000 to \$895,000 are due June 15. The outstanding balance as of June 30, 2020 was \$8,735,000.

Maturities of long-term liabilities are summarized below:

| Certificates of Participation - 2015 Refinancing Project | | | | |
|--|---------------------|---------------------|----------------------|--|
| | Principal | Interest | Total | |
| 2021 | \$ 115,000 | \$ 448,675 | \$ 563,675 | |
| 2022 | 140,000 | 444,650 | 584,650 | |
| 2023 | 160,000 | 439,400 | 599,400 | |
| 2024 | 185,000 | 433,000 | 618,000 | |
| 2025 | 210,000 | 425,138 | 635,138 | |
| 2026-2030 | 1,525,000 | 1,951,836 | 3,476,836 | |
| 2031-2035 | 2,540,000 | 1,477,230 | 4,017,230 | |
| 2036-2040 | 3,860,000 | 664,782 | 4,524,782 | |
| Total debt | <u>\$ 8,735,000</u> | <u>\$ 6,284,711</u> | <u>\$ 15,019,711</u> | |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

A. Certificates of Participation and Loans Payable, Continued

Certificates of Participation - 2016 Refinancing Project - In July 2016, the District issued certificates of participation in a par amount of \$8,115,000 for the purpose of refunding at lower interest rates the outstanding balances of obligations under (i) a Master Land, Building and Equipment Lease Purchase Agreement, dated as of July 1, 2000, with Municipal Services Group, Inc. ("MSG"), pursuant to which MSG financed and leased a new Fire Station 76 and the site thereof, (ii) a Municipal Project Lease and Option Agreement, dated September 4, 2008, with Community Services District Building Corporation ("CSDBC"), pursuant to which CSDBC financed and leased a new fleet maintenance building and the site thereof, and (iii) a Lease Agreement, dated October 20, 2010, with Municipal Finance Corporation ("MFC"), pursuant to which MFC refinanced and leased new Fire Stations 73 and 75 and the sites thereof, (b) purchase a reserve fund municipal bond insurance policy in lieu of cash funding a reserve fund for the Certificates, and (c) pay delivery costs incurred in connection with the execution, delivery and sale of the Certificates. The bonds bear an interest rate of 2.00% annually between March 1 2017 and September 1, 2018. The bonds mature on September 1 of each year starting in 2017 and ending 2028 in amounts ranging from \$380,000 to \$885,000. Interest is paid semi-annually on March 1 and September 1 of each year.

The annual debt service requirements to maturity for the 2016 Certificates of Participation outstanding at June 30, 2020, were as follows:

| Certificates of Participation - 2016 Refinancing Project | | | |
|--|---------------------|-------------------|---------------------|
| | Principal | Interest | Total |
| 2021 | \$ 655,000 | \$ 195,525 | \$ 850,525 |
| 2022 | 600,000 | 175,875 | 775,875 |
| 2023 | 620,000 | 157,875 | 777,875 |
| 2024 | 645,000 | 133,075 | 778,075 |
| 2025 | 675,000 | 107,275 | 782,275 |
| 2026-2028 | 2,560,000 | 163,700 | 2,723,700 |
| Total debt | <u>\$ 5,755,000</u> | <u>\$ 933,325</u> | <u>\$ 6,688,325</u> |

Certificates of Participation - 2016 Energy Projects, Series A,B,C - In September 2016, the District issued \$5,450,000 Certificates of Participation, Series A (2016 Energy Projects – Direct Pay Subsidy New Clean Renewable Energy Bonds (CREBS) – Taxable) (the "Series A Certificates") to provide funds to (a) finance the costs of a clean renewable energy project consisting of solar photovoltaic energy systems, (b) purchase a municipal bond insurance policy for the Series A Certificates and pay a portion of the cost of purchasing a reserve fund insurance policy in lieu of cash funding a reserve fund for the Certificates (hereinafter defined), and (c) pay a portion of the delivery costs incurred in connection with the execution, delivery and sale of the Series A Certificates.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

A. Certificates of Participation and Loans Payable, Continued

The \$135,000 Certificates of Participation, Series B (2016 Energy Projects – Taxable) (the “Series B Certificates”), are issued to provide funds to (a) purchase a municipal bond insurance policy for the Series B Certificates and pay a portion of the cost of purchasing a reserve fund insurance policy in lieu of cash funding a reserve fund for the Certificates, and (b) pay a portion of the delivery costs incurred in connection with the execution, delivery and sale of the Certificates.

The \$1,260,000 Certificates of Participation, Series C (2016 Energy Projects – Tax-Exempt) (the “Series C Certificates” and, with the Series A Certificates and the Series B Certificates, the “Certificates”), are issued to provide funds to (a) finance the costs of energy efficiency projects, (b) purchase a municipal bond insurance policy for the Series C Certificates and pay a portion of the cost of purchasing a reserve fund insurance policy in lieu of cash funding a reserve fund for the Certificates, and (c) pay a portion of the delivery costs incurred in connection with the execution, delivery and sale of the Certificates.

The annual debt service requirements to maturity for the 2016 Certificates of Participation outstanding at June 30, 2020, were as follows:

| | Certificates of Participation - 2016 Energy Project, Series A | | | Certificates of Participation - 2016 Energy Project, Series C | | |
|------------|--|---------------------|---------------------|--|-------------------|---------------------|
| | Principal | Interest | Total | Principal | Interest | Total |
| 2021 | \$ - | \$ 201,800 | \$ 201,800 | \$ 160,000 | \$ 35,200 | \$ 195,200 |
| 2022 | - | 201,800 | 201,800 | 160,000 | 30,400 | 190,400 |
| 2023 | - | 201,800 | 201,800 | 165,000 | 25,600 | 190,600 |
| 2024 | - | 201,800 | 201,800 | 170,000 | 19,000 | 189,000 |
| 2025 | - | 201,800 | 201,800 | 180,000 | 12,200 | 192,200 |
| 2026-2030 | 900,000 | 965,619 | 1,865,619 | 125,000 | 5,000 | 130,000 |
| 2031-2035 | 1,155,000 | 793,232 | 1,948,232 | - | - | - |
| 2036-2040 | 1,180,000 | 584,594 | 1,764,594 | - | - | - |
| 2041-2045 | 1,520,000 | 324,400 | 1,844,400 | - | - | - |
| 2046-2047 | 695,000 | 41,400 | 736,400 | - | - | - |
| Total debt | <u>\$ 5,450,000</u> | <u>\$ 3,718,245</u> | <u>\$ 9,168,245</u> | <u>\$ 960,000</u> | <u>\$ 127,400</u> | <u>\$ 1,087,400</u> |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

B. Capital Lease Obligations

The District had the following capital lease obligations as of June 30, 2020:

| Description | Interest Rate | Lease Term | Original Principal | Balance 6/30/2020 | Asset | |
|--|---------------|---------------------|--------------------|-------------------|------------------|--------------------------|
| | | | | | Acquired at Cost | Accumulated Depreciation |
| Oshkosh (2) 2013 Pierce Arrow XT | 2.70% | 12/7/13- 7/7/2020 | \$ 1,073,150 | \$ 163,975 | \$ 1,073,150 | \$ 858,520 |
| Oshkosh (2) 2015 Pierce Arrow XT | 2.90% | 5/22/16- 05/22/22 | 1,196,366 | 370,811 | 1,196,366 | 478,546 |
| KS B Motorola Radios | | 7/15/17-06/15/2021 | 651,669 | 171,372 | 651,669 | 130,334 |
| California State Bank & Trust (2) Pierce Pumps | 3.69% | 12/1/18-06/01/2023 | 1,310,000 | 826,000 | 1,292,625 | 258,525 |
| Opus Bank (2) Braun Northwest Ambulances | 3.78% | 1/1/20-07/01/2022 | 430,000 | 358,333 | 414,135 | 82,827 |
| Capital One Public Finance Fire Annex Property | 3.09% | 3/1/20-09/01/2039 | 1,560,000 | 1,534,000 | 1,500,000 | 18,835 |
| Ray Morgan Co. Canon 7565/5560 | 8.30% | 10/20/19-09/20/2024 | 41,445 | 36,266 | 41,445 | 10,156 |
| AIG Comm Equip Dillard Ranch Lease | 1.67% | 6/30/06-03/30/2026 | 4,300,000 | 1,538,404 | 4,381,059 | 818,992 |
| AIG Comm Equip Emerald Lakes Golf Course | 2.35% | 10/21/06-07/21/2026 | 5,200,000 | 2,079,679 | 5,009,532 | - |
| Caltronics C658 City Aquatic Ctr | 6.85% | 5/1/19-04/01/2024 | 17,658 | 14,060 | 17,658 | - |
| Ray Morgan Co. Canon 5550 WCAC AQ | 8.30% | 10/20/19-09/20/2024 | 14,210 | 12,434 | 14,209 | 3,482 |
| Ray Morgan Co. Canon 5550 WCAC | 8.30% | 10/20/19-09/20/2024 | 15,394 | 13,470 | 15,394 | 3,772 |
| Ray Morgan Co. Canon 5560/5560 REC FAC | 8.30% | 10/20/19-09/20/2024 | 39,076 | 34,194 | 39,076 | 9,575 |
| KS B - Lease Security Patrol Vehicle | | 9/9/16-08/09/2021 | 40,395 | 10,079 | 40,395 | 11,194 |
| Toro Workman Mower GC | | 11/5/19-10/05/2023 | 13,469 | 11,127 | 13,469 | 2,694 |
| Ray Morgan Co. Cannon 5535 | 8.30% | 10/20/19-09/20/2024 | 8,289 | 7,253 | 8,289 | 1,658 |
| KS B - Lease | | 1/8/17-12/18/2021 | 68,219 | 21,575 | 68,219 | 13,644 |
| | | | | \$ 7,203,032 | \$ 18,937,362 | \$ 3,735,583 |

In March 2006, the District entered into a lease agreement to acquire and improve 97 acres of land for a park site. The lease calls for 80 quarterly payments of \$70,359 through March 30, 2026. Payments include interest at 1.67%. Capital assets acquired under this lease agreement include land and improvements of \$4,381,059, with accumulated depreciation of \$818,992 at June 30, 2020.

In July 2006, the District entered into a lease agreement to fund the purchase of a golf course, which is recorded as land in the amount of \$5,009,532. The lease agreement provides for 28 quarterly payments of \$89,689 through July 2013, with the payments being reset on that date and paid through July 21, 2026. Payments include interest at 2.35%.

On March 15, 2013, the District entered into a capital lease agreement in the amount of \$1,073,150 for two 2013 Pierce XT Type 1 fire engines. The lease agreement provides for 7 annual payments for of \$168,392 from July 7, 2014.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

B. Capital Lease Obligations, Continued

On November 11, 2014, the District entered into a capital lease agreement in the amount of \$886,022 for various cardiac monitors. The lease agreement provides for 4 annual payments of \$191,967 from November 11, 2014 through March 15, 2020. Payments include interest at 4.5%.

On May 22, 2016, the District entered into a capital lease agreement in the amount of \$1,196,366 for two 2015 Pierce XT Type I fire engines. The lease agreement provides for 7 annual payments of \$190,983 from May 22, 2015.

On Dec 8, 2016, the District entered into a capital lease agreement in the amount of \$68,219 for a Groundsmaster 4000-D T4 mower. The lease agreement provides for 60 monthly payments of \$1228 from January 18, 2017.

On Jan 27, 2017, the District entered into a capital lease agreement in the amount of \$651,669 for various radios and assorted accessories. The lease agreement provides for 48 monthly payments of \$14,503 from July 15, 2017.

On June 20, 2018, the District entered into a capital lease agreement in the amount of \$1,310,000 for two 2017 Pierce Arrow Type 1 engines. The lease agreements provides for 10 semi-annual payments. The interest is computed at the rate of 3.69% per annum.

On September 1, 2019, the District entered into a capital lease agreement in the amount of \$1,560,000 for Fire Station 72. The lease agreements provides for 40 semi-annual payments. The interest is computed at the rate of 3.09% per annum.

On June 28, 2020, the District entered into a capital lease agreement in the amount of \$430,000 with Opus Bank, for two 2018 North Star Ambulance. The lease agreements provides for 6 semi-annual payments starting from January 1, 2020. The contract annual interest rate applicable to this property is 3.78% per annum.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

As of June 30, 2020, future minimum lease payments under capital lease obligations were as follows:

| <u>Fiscal Year ending June 30,</u> | |
|--|-------------------------|
| 2021 | \$ 1,795,014 |
| 2022 | 1,425,413 |
| 2023 | 1,149,377 |
| 2024 | 779,295 |
| 2025 | 752,798 |
| 2026-2030 | 1,826,382 |
| 2031-2035 | 526,643 |
| 2036-2039 | 421,866 |
| Total payments | 8,676,788 |
| Less amounts representing interest | 1,473,756 |
| Net present value of future minimum lease payments | <u>\$ 7,203,032</u> |

C. Compensated Absences

Compensated absences are liquidated by the fund that has recorded the liability. The long-term portion of governmental activities compensated absences is liquidated primarily by the General Fund.

6. DEFINED BENEFIT PENSION PLAN

A. General Information about the Pension Plans

Plan Descriptions - All qualified permanent and probationary employees are eligible to participate in the District's separate Safety (fire) and Miscellaneous (all other) Plans, agent multiple-employer defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Plans are established by State statute and Local Government 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.

Benefits Provided - CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 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.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6. DEFINED BENEFIT PENSION PLAN, Continued

A. General Information about the Pension Plans, Continued

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

| | <u>Safety</u> | <u>Miscellaneous</u> |
|--|--------------------|----------------------|
| Benefit vesting schedule | 5 years of service | 5 years of service |
| Benefit payments | monthly for life | monthly for life |
| Earliest retirement age | 50 | 50 |
| Benefit factor for each year of service as a % of annual salary | 3% at age 50 | 2.5% at 55 |
| Required employee contribution rates | 9% | 8% |
| Required employer contribution rates | 17.587% | 9.123% |
| Required unfunded accrued liability payment | \$ 3,633,831 | \$ 576,454 |

On January 1, 2013, the Public Employee Pension Reform Act (PEPRA) went into effect. This State law applies to employees hired after January 1, 2013 who are new to PERS. These employees are termed PEPRA members and employees that were enrolled in PERS (without significant separation) prior to January 1, 2013 are now referred to as classic members. PEPRA miscellaneous members will be enrolled in a 2% at 62 plan and PEPRA safety members will be enrolled in a 2.7% at 57 plan. PEPRA members will be required to pay half the normal cost of their plans.

Employees Covered – As of the measurement date, the following employees were covered by the benefit terms for each Plan:

| | <u>Miscellaneous</u> | <u>Safety</u> |
|--|----------------------|---------------|
| Inactive employees or beneficiaries currently receiving benefits | 90 | 107 |
| Inactive employees entitled to but not yet receiving benefits | 494 | 66 |
| Active employees | 241 | 161 |
| Total | 825 | 334 |

Contributions – Section 20814(C) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the measurement period ended June 30, 2019 (the measurement date), the average active employee contribution rate is 8 percent of annual pay for the Miscellaneous Plan and 9 percent of annual pay for the Safety Plan, and employer contribution rate is 9.123 percent of annual payroll for the Miscellaneous Plan and 17.587 percent of annual payroll for the Safety Plan

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6. DEFINED BENEFIT PENSION PLAN, Continued

B. Net Pension Liability

The District's net pension liability for each Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2019, using an annual actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown on the following page.

Actuarial Assumptions – The total pension liabilities in the June 30, 2018 actuarial valuations were determined using the following actuarial assumptions

| | Miscellaneous | Safety |
|--|--|---------------|
| Valuation Date | June 30, 2018 | June 30, 2018 |
| Measurement Date | June 30, 2019 | June 30, 2019 |
| Actuarial Cost Method | Entry-Age Normal Cost Method | |
| Actuarial Assumptions: | | |
| Discount Rate | 7.15% | 7.15% |
| Inflation | 2.50% | 2.50% |
| Salary Increases | Varies by Entry Age and Service | |
| Investment Rate of Return ⁽¹⁾ | 7.15% | 7.15% |
| Mortality ⁽²⁾ | Derived using CalPERS' Membership Data for all Funds | |
| Post Retirement Benefit Increase | Protection Allowance Floor on Purchasing Power applies, 2.50% thereafter | |

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

(2) The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using the Society of Actuaries Scale 90% of scale MP 2016.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2018 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2015. Further details of the Experience Study can be found on the CalPERS website (www.calpers.ca.gov).

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

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6 DEFINED BENEFIT PENSION PLAN, Continued

B. Net Pension Liability, Continued

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

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

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

| Asset Class | New Strategic Allocation | Real Return Years 1 - 10 ^(a) | Real Return Years 11+ ^(b) |
|---------------------|--------------------------|---|--------------------------------------|
| Global Equity | 50.00% | 4.80% | 5.98% |
| Global Fixed Income | 28.00% | 1.00% | 2.62% |
| Inflation Sensitive | - | 0.77% | 1.81% |
| Private Equity | 8.00% | 6.30% | 7.23% |
| Real Estate | 13.00% | 3.75% | 4.93% |
| Liquidity | 1.00% | - | -0.92% |
| Total | 100% | | |

(a) An expected inflation of 2.00% used for this period.

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

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6. DEFINED BENEFIT PENSION PLAN, Continued

C. Changes in the Net Pension Liability

The changes in the Net Pension Liability for each Plan follow:

Miscellaneous Plan:

| | Increase (Decrease) | | |
|---|-------------------------|-----------------------------|-------------------------------|
| | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability/(Asset) |
| Balance at June 30, 2018 | \$ 52,233,033 | \$ 40,788,935 | \$ 11,444,098 |
| Changes in the year: | | | |
| Service cost | 1,719,148 | - | 1,719,148 |
| Interest on the total pension liability | 3,849,015 | - | 3,849,015 |
| Differences between actual and expected experience | 1,692,289 | - | 1,692,289 |
| Changes in assumptions | - | - | - |
| Net plan to plan resource movement | - | - | - |
| Contribution - employer | - | 1,347,954 | (1,347,954) |
| Contribution - employee | - | 767,245 | (767,245) |
| Investment income | - | 2,667,154 | (2,667,154) |
| Administrative expenses | - | (29,108) | 29,108 |
| Benefit payments, including refunds of employee contributions | (1,905,075) | (1,905,075) | - |
| Other Miscellaneous income/(Expense) | - | 94 | (94) |
| Net changes | 5,355,377 | 2,848,264 | 2,507,113 |
| Balance at June 30, 2019 | \$ 57,588,410 | \$ 43,637,199 | \$ 13,951,211 |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6. DEFINED BENEFIT PENSION PLAN, Continued

C. Changes in the Net Pension Liability, Continued

Safety Plan:

| | Increase (Decrease) | | |
|---|-------------------------|-----------------------------|-------------------------------|
| | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability/(Asset) |
| Balance at June 30, 2018 | \$ 187,779,418 | \$ 131,801,892 | \$ 55,977,526 |
| Changes in the year: | | | |
| Service cost | 5,419,538 | - | 5,419,538 |
| Interest on the total pension liability | 13,810,178 | - | 13,810,178 |
| Differences between actual and expected experience | 5,908,466 | - | 5,908,466 |
| Changes in assumptions | - | - | - |
| Changes in benefit terms | - | - | - |
| Net plan to plan resource movement | | - | - |
| Contribution - employer | - | 5,882,931 | (5,882,931) |
| Contribution - employee | - | 2,350,496 | (2,350,496) |
| Net investment income | - | 8,843,754 | (8,843,754) |
| Administrative expenses | | (94,057) | 94,057 |
| Benefit payments, including refunds of employee contributions | (6,496,592) | (6,496,592) | - |
| Other Miscellaneous income/(Expense) | - | 305 | (305) |
| Net changes | 18,641,590 | 10,486,837 | 8,154,753 |
| Balance at June 30, 2019 | \$ 206,421,008 | \$ 142,288,729 | \$ 64,132,279 |

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

| | Miscellaneous | Safety | Total |
|-----------------------|---------------|---------------|----------------|
| 1% Decrease | 6.15% | 6.15% | 6.65% |
| Net Pension Liability | \$ 22,976,575 | \$ 95,638,368 | \$ 118,614,943 |
| Current Discount Rate | 7.15% | 7.15% | 7.65% |
| Net Pension Liability | \$ 13,951,211 | \$ 64,132,279 | \$ 78,083,490 |
| 1% Increase | 8.15% | 8.15% | 8.65% |
| Net Pension Liability | \$ 6,648,840 | \$ 38,382,037 | \$ 45,030,877 |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6. DEFINED BENEFIT PENSION PLAN, Continued

C. Changes in the Net Pension Liability, Continued

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

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

For the year ended June 30, 2020, the District recognized pension expense of \$15,089,462 (\$4,410,433 for the Miscellaneous Plan and \$10,679,029 for the Safety Plan). At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Miscellaneous | | Safety | | Total | |
|---|--------------------------------|-------------------------------|--------------------------------|-------------------------------|--------------------------------|-------------------------------|
| | Deferred Outflows of Resources | Deferred Inflows of Resources | Deferred Outflows of Resources | Deferred Inflows of Resources | Deferred Outflows of Resources | Deferred Inflows of Resources |
| Pension contributions subsequent to measurement date | \$ 1,597,211 | \$ - | \$ 6,840,349 | \$ - | \$ 8,437,560 | \$ - |
| Differences between actual and expected experience | 2,428,807 | - | 6,030,025 | (1,107,375) | 8,458,832 | (1,107,375) |
| Changes in assumptions | - | (90,096) | 5,753,943 | (1,062,441) | 5,753,943 | (1,152,537) |
| Net differences between projected and actual earnings on plan investments | - | (191,245) | - | (673,100) | - | (864,345) |
| Total | \$ 4,026,018 | \$ (281,341) | \$ 18,624,317 | \$ (2,842,916) | \$ 22,650,335 | \$ (3,124,257) |

\$8,437,560 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 of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

| Ending June 30: | Fiscal Year | |
|-----------------|---------------|--------------|
| | Miscellaneous | Safety |
| 2021 | \$ 1,266,777 | \$ 2,126,612 |
| 2022 | 553,923 | 1,123,477 |
| 2023 | 275,917 | 2,279,263 |
| 2024 | 50,849 | 1,501,185 |
| 2025 | - | 858,323 |
| Thereafter | - | 1,052,192 |

E. Payable to Pension Plans

As of June 30, 2020 the District reported a payable of \$0 for the outstanding amount of contributions to the pension plans required for the year ended June 30, 2020.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

7. OTHER POSTEMPLOYMENT BENEFITS

A. Plan Description

The District participates in the CalPERS healthcare programs Public Employees Medical and Hospital Care Act (PEHMCA), providing lifetime medical benefits to District full-time employees who retire at age 50 or older with 5 or more years of service. Benefits are also provided to spouses and surviving spouses of eligible retirees. Retirees may enroll in any available CalPERS medical plan. The District contributed 100% of the costs. The District currently participates in an OPEB. For fiscal year ended June 30, 2020, there were 133 retirees receiving these benefits. The Plan is a defined benefit agent multiple employer plan.

B. Employees Covered

| | |
|--|-----|
| Inactive employees or beneficiaries currently receiving benefits | 133 |
| Inactive employees entitled to but not yet receiving benefits | 123 |
| Active employees | 257 |
| <hr/> | |
| Total | 513 |
| <hr/> | |

C. Contributions

Beginning in the fiscal year 2014-15, the District pre-funds the Plan through CalPERS OPEB Trust (CERBT) by contributing the District's Annual Required Contribution (ARC) every year. For the measurement period 2018-19, the District contributions equaled \$5,101,304, that including \$2,402,602 in benefit payments, a \$2,276,409 deposit to CERBT, and an adjustment for an implied subsidy from active members of \$422,293. The District's contributions for fiscal year 2019-20 was \$5,282,991.

CERBT is a tax qualified irrevocable trust, organized under Internal Revenue Code (IRC) Section 115, established to prefund OPEB. The CERBT issues a publicly available financial report that included financial statements and required supplementary information for the District, not individualizing, but in aggregate with the other CERBT participants. That report may be obtained by contacting CalPERS.

D. Net OPEB Liability

The District's net OPEB liability was measured as of June 30, 2019 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2019, based on the actuarial methods and assumptions on the following page.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

7. OTHER POSTEMPLOYMENT BENEFITS, Continued

D. Net OPEB Liability, Continued

| | |
|----------------------------------|---------------------------------|
| Valuation Date | June 30, 2019 |
| Measurement Date | June 30, 2019 |
| Actuarial Cost Method | Entry-Age Normal Cost Method |
| Actuarial Assumptions: | |
| Discount Rate | 6.50% |
| Inflation | 2.50% |
| Contribution Policy | Contributes full ADC |
| Salary Increases | Varies by Entry Age and Service |
| Projected Salary Increase | 2.75% |
| Investment Rate of Return | 6.50% |
| Mortality | CalPERS 2014 Experience Study |
| Post Retirement Benefit Increase | CalPERS 2014 Experience Study |
| Healthcare Trend | 4.00% - 6.4% |

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

| Asset Class | Target Allocation | Expected Real Rate of Return |
|--|-------------------|------------------------------|
| Equity | 59.00% | 4.76% |
| Fixed Income | 25.00% | 2.01% |
| TIPS | 5.00% | 1.20% |
| Commodities | 3.00% | 2.39% |
| REITs | 8.00% | 4.53% |
| Assumed Long-Term Rate of Inflation | | 2.50% |
| Assumed Long-Term Investment Expenses | | N/A |
| Expected Long-Term Net Rate of Return, Rounded | | 6.50% |
| Discount Rate | | 6.50% |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

7. OTHER POSTEMPLOYMENT BENEFITS, Continued

E. Discount Rate

The discount rate used to measure the total OPEB liability was 6.50 percent. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

F. Changes in the Net OPEB Liability

The changes in the net OPEB liability for the OPEB Plan are as follows:

| | Increase (Decrease) | | |
|---|----------------------|-----------------------------|----------------------------|
| | Total OPEB Liability | Plan Fiduciary Net Position | Net OPEB Liability/(Asset) |
| Balance at June 30, 2018 | \$ 56,380,451 | \$ 11,318,611 | \$ 45,061,840 |
| Changes in the year: | | | |
| Service cost | 1,604,236 | - | 1,604,236 |
| Interest on the total OPEB liability | 4,143,967 | - | 4,143,967 |
| Differences between actual and expected experience | (2,696,103) | - | (2,696,103) |
| Changes in assumptions | 4,519,438 | - | 4,519,438 |
| Changes in benefit terms | (478,519) | - | (478,519) |
| Contribution - employer | - | 5,101,304 | (5,101,304) |
| Contribution - employee | - | - | - |
| Net investment income | - | 735,777 | (735,777) |
| Administrative expenses | - | (2,479) | 2,479 |
| Benefit payments, including refunds of employee contributions | (2,124,129) | (2,124,129) | - |
| Net changes | 4,968,890 | 3,710,473 | 1,258,417 |
| Balance at June 30, 2019 | \$ 61,349,341 | \$ 15,029,084 | \$ 46,320,257 |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

7. OTHER POSTEMPLOYMENT BENEFITS, Continued

G. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the District if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2019:

| | 1% Decrease (5.5%) | Current Discount (6.5%) | 1% Increase (7.5%) |
|--------------------|-----------------------|-------------------------------|-----------------------|
| Net OPEB Liability | \$ 54,074,090 | \$ 46,320,257 | \$ 39,816,894 |

H. Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the net OPEB liability of the District if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2019:

| | 1% Decrease (5.4% - 3.0%) | Trend Rate (6.4% - 4.0%) | 1% Increase (7.4% to 5.0%) |
|--------------------|------------------------------|-----------------------------|-------------------------------|
| Net OPEB Liability | \$ 39,090,883 | \$ 46,320,257 | \$ 55,294,313 |

I. Recognition of Deferred Outflow and Deferred Inflows of Resources

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense. The recognition period differs depending on the source of the gain or loss:

| | |
|---|--|
| Net difference between projected and actual earnings on OPEB plan investments | 5 years |
| All other amounts | Average Future Working Lifetime averages over all actives and retirees |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

7. OTHER POSTEMPLOYMENT BENEFITS, Continued

J. OPEB Expense and Deferred Outflows/(Inflows) of Resources Related to OPEB

For the fiscal year ended June 30, 2020, the District recognized OPEB expense of \$4,663,259. For the fiscal year ended June 30, 2020, the District reported deferred outflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|-----------------------------------|----------------------------------|
| Differences between expected and actual experience in the measurement of the TOL | \$ 3,145,058 | \$ (2,417,292) |
| OPEB contributions subsequent to measurement date | 5,282,991 | - |
| Changes in assumptions | 4,052,071 | (2,999,979) |
| Net differences between projected and actual earnings on plan investments | 108,079 | - |
| Total | \$ 12,588,199 | \$ (5,417,271) |

The \$5,282,991 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2019 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 outflows of resources related to OPEB will be recognized as expense as follows:

| Fiscal Year Ending June 30: | |
|--------------------------------|------------|
| 2021 | \$ 236,220 |
| 2022 | 236,220 |
| 2023 | 244,620 |
| 2024 | 232,155 |
| 2025 | 210,284 |
| Thereafter | 728,438 |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

8. RISK MANAGEMENT

The District participates in the Northern California Special Districts Insurance Authority (NCSDIA), a public entity risk pool of special districts within Northern California, for workers compensation insurance. Loss contingency reserves established by NCSDIA are funded by contributions from member agencies. The District pays an annual premium to NCSDIA that includes its pro-rata share of excess insurance premiums, charges for the pooled risk, claims adjusting and legal costs, and administrative and other costs to operate the NCSDIA. NCSDIA retains the ability to assess its members' amounts in addition to annual premiums. NCSDIA has never made an additional assessment and is currently fully funded. No provision has been made on these financial statements for liabilities related to possible additional assessments.

The District also participates in the Special District Risk Management Authority (SDRMA), a joint powers agency comprised of California special districts, for general, property, automobile, and public officials' errors and omissions. Loss contingency reserves established by the SDRMA are funded by contributions from member agencies. The District pays an annual contribution to the SDRMA that includes its pro-rata share of excess insurance premiums, charges for pooled risk, claims adjusting and legal costs, and administrative and other costs to operate the SDRMA. SDRMA provides insurance through the pool up to a certain level, beyond which group purchased commercial excess insurance is obtained.

The District's self-insured retention level and maximum coverage under the NCSDIA and SDRMA are as follows:

| | Pool Coverage | Commercial Coverage | Self-Insured Retention |
|---|------------------|------------------------|---------------------------|
| NCSDIA | | | |
| Workers compensation and employers liability | \$ 200,000 | \$ 5,000,000 | \$ - |
| SDRMA | | | |
| Property | - | 1,000,000,000 | 2,000 |
| Boiler and machinery | - | 100,000,000 | 1,000 |
| Personal Injury and property damage | 600,000 | 10,000,000 | 500 to 1,000 |
| Uninsured motorists bodily injury | 750,000 | - | - |
| Public officials errors and omissions liability | 600,000 | 10,000,000 | - |
| Employment benefits and practices liability | 600,000 | 1,000,000 | - |
| Employee dishonesty | - | 1,000,000 | - |
| Public officials personal liability | - | 500,000 | 1,000 |
| Trailer and automobile physical damage | Replacement Cost | - | - |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

9. FUND BALANCE

As of June 30, 2020, classifications of fund balance are as follows:

| Fund Balances | Major Governmental Funds | | | | Total Government | |
|--|---------------------------------|----------------------|----------------------------------|----------------------|---------------------|--|
| | Landscaping and Lighting | | Non Major Government Funds | General | | |
| | Special Revenue | Fund | | | | |
| Nonspendable fund balance: | | | | | | |
| Advances to other funds | \$ 26,786 | \$ - | \$ - | \$ 26,786 | | |
| Prepaid items | 1,467,697 | - | - | | 1,467,697 | |
| Subtotal | 1,494,483 | - | - | | 1,494,483 | |
| Restricted fund balance for: | | | | | | |
| Park Development | 19,934,228 | - | - | | 19,934,228 | |
| Fire station and equipment | 8,194,079 | - | - | | 8,194,079 | |
| Specific purpose of the fund | - | 42,435,377 | - | | 42,435,377 | |
| Foundation activies of the fund | - | - | 161,251 | | 161,251 | |
| Subtotal | 28,128,307 | 42,435,377 | 161,251 | | 70,724,935 | |
| Assigned fund balance for: | | | | | | |
| Emergency reserve | 3,329,996 | - | - | | 3,329,996 | |
| Youth facility development | 98,520 | - | - | | 98,520 | |
| Apparatus replacement | 112,961 | - | - | | 112,961 | |
| Laguna town hall capital | 20,973 | - | - | | 20,973 | |
| BMW complex capital reserve | 66,550 | - | - | | 66,550 | |
| EG recreation center capital improvement | 31,000 | - | - | | 31,000 | |
| Fox aquatic capital improvement | 40,700 | - | - | | 40,700 | |
| Fire capital facilities | 7,528 | - | - | | 7,528 | |
| Board Discretionary Reserve | 17,622,182 | - | - | | 17,622,182 | |
| Golf capital improvement | 15,000 | - | - | | 15,000 | |
| Pavillion deferred maintenance | 30,000 | - | - | | 30,000 | |
| Sport field light replacement plan | 46,825 | - | - | | 46,825 | |
| Oasis park | 541,553 | - | - | | 541,553 | |
| IGT reserve | 967,716 | - | - | | 967,716 | |
| Singh & kaur park | 347,057 | - | - | | 347,057 | |
| Subtotal | 23,278,561 | - | - | | 23,278,561 | |
| Total Fund Balances | \$ 52,901,351 | \$ 42,435,377 | \$ 161,251 | \$ 95,497,979 | | |

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

10. COMMITMENT AND CONTINGENCIES

The District is in the process of performing construction services for the re-model of the administrative building as of June 30, 2020 as follows:

| Project | Project Appropriation | Expenditures to June 30, 2020 | Committed |
|---------------------------|-----------------------|-------------------------------|---------------------|
| Singh and Kaur Park | \$ 2,083,144 | \$ 507,275 | \$ 1,575,869 |
| Albiani Recreation Center | 581,900 | 75,316 | 506,584 |
| Total | <u>\$ 2,665,044</u> | <u>\$ 582,591</u> | <u>\$ 2,082,453</u> |

The District is a party to claims and lawsuits arising in the ordinary course of business. The District's management and legal counsel are of the opinion that the ultimate liability, if any, arising from these claims will not have a material adverse impact on the financial position of the District.

11. PRIOR PERIOD ADJUSTMENTS

The District recorded the following prior period adjustments to correct deferred employer contributions for pension and OPEB.

| Government Wide Statements | Prior Period Adjustments | | | | Net Position as Restated at June 30, 2019 |
|----------------------------|--|--------------------------------------|---|----------------|---|
| | Net Position as Previously Reported at June 30, 2019 | Deferred Employer OPEB Contributions | Deferred Employer Pension Contributions | | |
| | | | | | |
| Governmental Activities | \$ 191,519,006 | \$ 2,824,895 | \$ 1,909,910 | \$ 196,253,811 | |

12. COVID-19 PANDEMIC

District operations were affected during fiscal year 2019-20 by the COVID-19 pandemic. The District experienced decreases in recreational revenues during the year as a result of State mandated closures.

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REQUIRED SUPPLEMENTARY INFORMATION

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

1. DEFINED BENEFIT PENSION PLANS

**A. Schedule of Changes in Net Pension Liability and Related Ratios
 During the Measurement Period**

Miscellaneous Plan

| Measurement Period ⁽¹⁾ | 2018-19 | 2017-18 | 2016-17 | 2015-16 | 2014-15 | 2013-14 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| TOTAL PENSION LIABILITY | | | | | | |
| Service Cost | \$ 1,719,148 | \$ 1,670,803 | \$ 1,439,061 | \$ 1,287,305 | \$ 1,229,813 | \$ 1,279,630 |
| Interest | 3,849,015 | 3,488,653 | 3,091,267 | 2,854,296 | 2,592,505 | 2,412,110 |
| Changes of Benefit Terms | - | - | - | - | - | - |
| Difference Between Expected and Actual Experience | 1,692,289 | 2,686,259 | 84,419 | 739,804 | (157,288) | - |
| Changes of Assumptions | - | (202,718) | 2,925,798 | - | (730,271) | - |
| Benefit Payments, Including Refunds of Employee Contributions | (1,905,075) | (1,766,716) | (1,377,109) | (1,231,393) | (1,106,151) | (997,382) |
| Net Change in Total Pension Liability | 5,355,377 | 5,876,281 | 6,163,436 | 3,650,012 | 1,828,608 | 2,694,358 |
| Total Pension Liability - Beginning | 52,233,033 | 46,356,752 | 40,193,316 | 36,543,304 | 34,714,696 | 32,020,338 |
| Total Pension Liability - Ending (a) | \$ 57,588,410 | \$ 52,233,033 | \$ 46,356,752 | \$ 40,193,316 | \$ 36,543,304 | \$ 34,714,696 |
| PLAN FIDUCIARY NET POSITION | | | | | | |
| Contributions - Employer | \$ 1,347,954 | \$ 1,200,358 | \$ 1,070,149 | \$ 5,411,034 | \$ 1,073,403 | \$ 971,677 |
| Contributions - Employee | 767,245 | 736,007 | 672,073 | 587,412 | 591,236 | 569,537 |
| Net Plan to Plan Resource Movement | - | (94) | - | - | - | - |
| Net Investment Income ⁽²⁾ | 2,638,046 | 3,105,264 | 3,772,672 | 182,432 | 613,270 | 4,023,996 |
| Benefit Payments, Including Refunds of Employee Contributions | (1,905,075) | (1,766,716) | (1,377,109) | (1,231,393) | (1,106,151) | (997,382) |
| Other Changes in Fiduciary Net Position | 94 | (111,341) | (49,515) | (17,433) | (32,194) | - |
| Net Change in Fiduciary Net Position | 2,848,264 | 3,163,478 | 4,088,270 | 4,932,052 | 1,139,564 | 4,567,828 |
| Plan Fiduciary Net Position - Beginning | 40,788,935 | 37,625,457 | 33,537,187 | 28,605,135 | 27,465,571 | 22,897,743 |
| Plan Fiduciary Net Position - Ending (b) | \$ 43,637,199 | \$ 40,788,935 | \$ 37,625,457 | \$ 33,537,187 | \$ 28,605,135 | \$ 27,465,571 |
| Plan Net Pension Liability/(Asset) - Ending (a) - (b) | \$ 13,951,211 | \$ 11,444,098 | \$ 8,731,295 | \$ 6,656,129 | \$ 7,938,169 | \$ 7,249,125 |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 75.77% | 78.09% | 81.16% | 83.44% | 78.28% | 79.12% |
| Covered Payroll | \$ 10,701,865 | \$ 10,080,261 | \$ 8,358,860 | \$ 8,015,598 | \$ 7,626,746 | \$ 7,612,768 |
| Plan Net Pension Liability/(Asset) as a Percentage of Covered Payroll | 130.36% | 113.53% | 104.46% | 83.04% | 104.08% | 95.22% |

(1) - Historical information is required only for measurement periods for which GASB 68 is applicable.

(2) - Net of administrative expenses.

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

1. DEFINED BENEFIT PENSION PLANS, Continued

**A. Schedule of Changes in Net Pension Liability and Related Ratios
 During the Measurement Period, Continued**

Safety Plan

| Measurement Period ⁽¹⁾ | 2018-19 | 2017-18 | 2016-17 | 2015-16 | 2014-15 | 2013-14 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| TOTAL PENSION LIABILITY | | | | | | |
| Service Cost | \$ 5,419,538 | \$ 4,914,143 | \$ 4,711,360 | \$ 4,032,745 | \$ 4,099,996 | \$ 4,500,842 |
| Interest | 13,810,178 | 12,557,712 | 11,723,976 | 11,018,755 | 10,288,360 | 9,733,321 |
| Changes of Benefit Terms | - | - | - | - | - | - |
| Difference Between Expected and Actual Experience | 5,908,466 | 1,263,722 | (1,190,653) | 142,294 | (2,211,211) | - |
| Changes of Assumptions | - | (627,414) | 10,984,800 | - | (2,871,202) | - |
| Benefit Payments, Including Refunds of | | | | | | |
| Employee Contributions | (6,496,592) | (5,735,383) | (5,289,412) | (5,209,163) | (4,689,570) | (3,791,597) |
| Net Change in Total Pension Liability | 18,641,590 | 12,372,780 | 20,940,071 | 9,984,631 | 4,616,373 | 10,442,566 |
| Total Pension Liability - Beginning | 187,779,418 | 175,406,638 | 154,466,567 | 144,481,936 | 139,865,563 | 129,422,997 |
| Total Pension Liability - Ending (a) | \$206,421,008 | \$187,779,418 | \$175,406,638 | \$154,466,567 | \$144,481,936 | \$139,865,563 |
| PLAN FIDUCIARY NET POSITION | | | | | | |
| Contributions - Employer | \$ 5,882,931 | \$ 5,224,782 | \$ 4,856,621 | \$ 8,090,599 | \$ 3,992,396 | \$ 4,035,130 |
| Contributions - Employee | 2,350,496 | 2,315,906 | 2,121,437 | 2,056,274 | 2,051,469 | 2,137,329 |
| Net Plan to Plan Resource Movement | - | (305) | - | - | - | - |
| Net Investment Income ⁽²⁾ | 8,749,697 | 10,069,181 | 11,921,091 | 538,773 | 2,223,654 | 14,457,536 |
| Benefit Payments, Including Refunds of | | | | | | |
| Employee Contributions | (6,496,592) | (5,735,383) | (5,289,412) | (5,209,163) | (4,689,570) | (3,791,597) |
| Other Changes in Fiduciary Net Position | 305 | (355,942) | (157,730) | (61,808) | (114,196) | - |
| Net Change in Fiduciary Net Position | 10,486,837 | 11,518,239 | 13,452,007 | 5,414,675 | 3,463,753 | 16,838,398 |
| Plan Fiduciary Net Position - Beginning | 131,801,892 | 120,283,653 | 106,831,646 | 101,416,971 | 97,953,218 | 81,114,820 |
| Plan Fiduciary Net Position - Ending (b) | \$142,288,729 | \$131,801,892 | \$120,283,653 | \$106,831,646 | \$101,416,971 | \$ 97,953,218 |
| Plan Net Pension Liability/(Asset) - Ending (a) - (b) | \$ 64,132,279 | \$ 55,977,526 | \$ 55,122,985 | \$ 47,634,921 | \$ 43,064,965 | \$ 41,912,345 |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 68.93% | 70.19% | 68.57% | 69.16% | 70.19% | 70.03% |
| Covered Payroll | \$ 20,439,517 | \$ 18,247,837 | \$ 17,411,433 | \$ 16,784,918 | \$ 16,977,207 | \$ 18,120,791 |
| Plan Net Pension Liability/(Asset) as a Percentage of Covered Payroll | 313.77% | 306.76% | 316.59% | 283.80% | 253.66% | 231.29% |

(1) - Historical information is required only for measurement periods for which GASB 68 is applicable.

(2) - Net of administrative expenses.

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

1. DEFINED BENEFIT PENSION PLANS, Continued

B. Schedule of Plan Contributions⁽¹⁾

Miscellaneous Plan

| Fiscal Year | 2019-20 | 2018-19 | 2017-18 | 2016-17 | 2015-16 | 2014-15 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Actuarially determined contribution | \$ 1,597,211 | \$ 1,347,954 | \$ 1,200,358 | \$ 1,070,149 | \$ 899,714 | \$ 1,073,403 |
| Contribution in relation to the actuarially determined contributions | (1,597,211) | (1,347,954) | (1,200,358) | (1,070,149) | (5,411,034) | (1,073,403) |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ (4,511,320) | \$ - |
| Covered payroll | \$ 10,752,582 | \$ 10,701,865 | \$ 10,080,261 | \$ 8,358,860 | \$ 8,015,598 | \$ 7,626,746 |
| Contributions as a percentage of covered payroll | 14.85% | 12.60% | 11.91% | 12.80% | 67.51% | 14.07% |
| <u>Safety Plan</u> | | | | | | |
| | 2019-20 | 2018-19 | 2017-18 | 2016-17 | 2015-16 | 2014-15 |
| Actuarially determined contribution | \$ 5,882,931 | \$ 5,882,931 | \$ 5,224,782 | \$ 4,856,621 | \$ 4,053,231 | \$ 3,992,396 |
| Contribution in relation to the actuarially determined contributions | (5,882,931) | (5,882,931) | (5,224,782) | (4,856,621) | (8,090,599) | (3,992,396) |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ (4,037,368) | \$ - |
| Covered payroll | \$ 19,868,764 | \$ 20,439,517 | \$ 18,247,837 | \$ 17,411,433 | \$ 16,784,918 | \$ 16,977,207 |
| Contributions as a percentage of covered payroll | 29.61% | 28.78% | 28.63% | 27.89% | 48.20% | 23.52% |

(1) - Historical information is required only for measurement periods for which GASB 68 is applicable

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

1. DEFINED BENEFIT PENSION PLANS, Continued

B. Schedule of Plan Contributions, Continued

Note to Schedules

Methods and assumptions used to determine contribution rates:

| | 2019-20 | 2018-19 | 2017-18 | 2016-17 | 2015-16 | 2014-15 |
|----------------------------|--------------|--------------|--------------|--------------|--------------|--------------------------------|
| Valuation date: | 6/30/2017 | 6/30/2016 | 6/30/2015 | 6/30/2014 | 6/30/2013 | 6/30/2012 |
| Actuarial cost method: | Entry Age |
| Amortization method: | (1) | (1) | (1) | (1) | (1) | (1) |
| Assets valuation method: | Market Value | 15 Year Smoothed Market Method |
| Inflation: | 2.63% | 2.75% | 2.75% | 2.75% | 2.75% | 2.75% |
| Salary increases: | (2) | (2) | (2) | (2) | (2) | (2) |
| Investment rate of return: | 7.25% | 7.375% | 7.50% | 7.50% | 7.50% | 7.50% |
| Retirement age: | (3) | (3) | (3) | (3) | (3) | (3) |
| Mortality: | (4) | (4) | (4) | (4) | (4) | (4) |

⁽¹⁾ Level percentage of payroll, closed

⁽²⁾ Depending on age, service, and type of employment

⁽³⁾ 50 for all plans, with the exception of 52 for Miscellaneous PEPRA 2%@62

⁽⁴⁾ Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

2. OPEB PLAN

**A. Schedule of Changes in Net OPEB Liability and Related Ratios
 During the Measurement Period**

| Measurement Period ⁽¹⁾ | 2018-19 | 2017-18 | 2016-17 |
|---|----------------------|----------------------|----------------------|
| TOTAL OPEB LIABILITY | | | |
| Service Cost | \$ 1,604,236 | \$ 1,527,844 | \$ 1,371,080 |
| Interest | 4,143,967 | 3,886,746 | 3,656,175 |
| Changes of Benefit Terms | (478,519) | - | - |
| Difference Between Expected and Actual Experience | (2,696,103) | 117,992 | 4,559,751 |
| Changes of Assumptions | 4,519,438 | - | - |
| Benefit Payments, Including Refunds of Employee Contributions | (2,124,129) | (1,992,314) | (2,196,311) |
| Net Change in Total OPEB Liability | 4,968,890 | 3,540,268 | 2,910,219 |
| Total OPEB Liability - Beginning | 56,380,451 | 52,840,183 | 49,929,964 |
| Total OPEB Liability - Ending (a) | \$ 61,349,341 | \$ 56,380,451 | \$ 52,840,183 |
| PLAN FIDUCIARY NET POSITION | | | |
| Contributions - Employer | \$ 4,400,538 | \$ 4,925,800 | \$ 4,939,329 |
| Contributions - Employee | 700,766 | - | - |
| Net Investment Income | 735,777 | 608,844 | 472,513 |
| Benefit Payments, Including Refunds of Employee Contributions | (2,124,129) | (1,992,314) | (2,196,311) |
| Other Changes in Fiduciary Net Position | (2,479) | (4,254) | (2,536) |
| Net Change in Fiduciary Net Position | 3,710,473 | 3,538,076 | 3,212,995 |
| Plan Fiduciary Net Position - Beginning | 11,318,611 | 7,780,535 | 4,567,540 |
| Plan Fiduciary Net Position - Ending (b) | \$ 15,029,084 | \$ 11,318,611 | \$ 7,780,535 |
| Plan Net OPEB Liability/(Asset) - Ending (a) - (b) | \$ 46,320,257 | \$ 45,061,840 | \$ 45,059,648 |
| Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability | 24.50% | 20.08% | 14.72% |
| Covered-Employee Payroll | \$ 27,633,257 | \$ 21,221,138 | \$ 25,770,293 |
| Plan Net OPEB Liability/(Asset) as a Percentage of Covered-Employee Payroll | 167.63% | 212.34% | 174.85% |

⁽¹⁾- Historical information is required only for measurement periods for which GASB 75 is applicable

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

2. OPEB PLAN, Continued

B. Schedule of Plan Contributions

| | Fiscal Year 2019-20 | Fiscal Year 2018-19 | Fiscal Year 2017-18 ⁽¹⁾ |
|--|----------------------------|----------------------------|---|
| Actuarially determined contribution | 5,282,991 | 5,101,304 | \$ 4,635,505 |
| Contribution in relation to the actuarially determined contributions | (5,282,991) | (5,101,304) | (4,635,505) |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - |
| Covered-employee payroll | 30,621,346 | 27,633,257 | N/A |
| Contributions as a percentage of covered-employee payroll | 17.25% | 18.46% | N/A |

(1) - Historical information is required only for measurement periods for which GASB 75 is applicable

3. BUDGETARY BASIS OF ACCOUNTING

As required by the laws of the State of California, the District prepares and legally adopts a final operating budget on or before September 1 of each fiscal year. Until the adoption of this final budget, operations are governed by the adopted preliminary budget approved by the Board.

Annual budgets are adopted for the General Fund and Landscape and Lighting Special Revenue Fund. A formal budget is not developed for the Foundation Special Revenue Fund. Accordingly, comparison of actual results of operations to budgetary data for this fund is not presented. Operating budgets are prepared on the modified accrual basis of accounting. Budgetary control and the legal level of control are at the object level. In addition, legal level of budgetary control for the Landscape and Lighting Special Revenue Fund is at the benefit zone level, which is presented in the Supplementary Information section of this report. Significant amendments, appropriation transfers between objects and transfers from contingencies must be approved by the District's Board of Directors. Supplemental appropriations financed by unanticipated revenues also must be approved by the Board. No significant supplemental appropriations were required during the year ended June 30, 2020.

Cosumnes Community Services District

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Non-GAAP Budgetary Basis

General Fund

For the year ended June 30, 2020

| | Budgeted Amounts | | | Variance with Final Budget | |
|---|----------------------|----------------------|----------------------|-------------------------------|--|
| | Original | Final | Actual | Positive (Negative) | |
| | | | | | |
| REVENUES: | | | | | |
| Taxes | \$ 49,495,825 | \$ 49,532,085 | \$ 48,761,970 | \$ (770,115) | |
| Charges for current services | 18,525,128 | 20,846,800 | 19,495,851 | (1,350,949) | |
| Developer fees and contributions | - | - | 4,525,151 | 4,525,151 | |
| Intergovernmental | 1,302,530 | 1,786,402 | 2,366,979 | 580,577 | |
| Donations and contributions | 83,800 | 85,891 | 120,528 | 34,637 | |
| Use of money and property | 1,306,014 | 1,469,784 | 2,341,494 | 871,710 | |
| Miscellaneous | 10,362,992 | 10,427,360 | 5,855,055 | (4,572,305) | |
| Total revenues | 81,076,289 | 84,148,322 | 83,467,028 | (681,294) | |
| EXPENDITURES: | | | | | |
| Current: | | | | | |
| Public protection | 51,258,713 | 52,629,169 | 50,707,523 | 1,921,646 | |
| Recreation and culture | 13,596,173 | 13,661,362 | 11,584,039 | 2,077,323 | |
| General government | 5,634,827 | 5,634,827 | 5,662,393 | (27,566) | |
| Capital outlay | 18,079,772 | 19,468,923 | 13,357,175 | 6,111,748 | |
| Debt service: | | | | | |
| Principal | 2,225,592 | 2,249,110 | 1,765,599 | 483,511 | |
| Interest | 238,843 | 260,986 | 203,698 | 57,288 | |
| Contingencies | 16,230 | 35,377 | - | 35,377 | |
| Total expenditures | 91,050,150 | 93,939,754 | 83,280,427 | 10,659,327 | |
| REVENUES OVER (UNDER) EXPENDITURES | (9,973,861) | (9,791,432) | 186,601 | 9,978,033 | |
| OTHER FINANCING SOURCES (USES): | | | | | |
| Proceeds from sale of capital assets | - | 17,220 | 21,185 | 3,965 | |
| Issuance of long-term liabilities | 3,575,468 | 4,329,344 | 1,683,594 | (2,645,750) | |
| Insurance recovery | - | - | 338,725 | 338,725 | |
| Transfers in | 3,032,506 | 2,956,011 | 1,733,865 | (1,222,146) | |
| Transfers out | (2,668,110) | (2,627,430) | (2,528,288) | 99,142 | |
| Total other financing sources (uses) | 3,939,864 | 4,675,145 | 1,249,081 | (3,426,064) | |
| Net change in fund balances | (6,033,997) | (5,116,287) | 1,435,682 | 6,551,969 | |
| FUND BALANCES: | | | | | |
| Beginning of year | 51,465,669 | 51,465,669 | 51,465,669 | - | |
| End of year | \$ 45,431,672 | \$ 46,349,382 | \$ 52,901,351 | \$ 6,551,969 | |

Cosumnes Community Services District

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Non-GAAP Budgetary Basis

Landscape and Lighting District

For the year ended June 30, 2020

| | Budgeted Amounts | | | Variance with Final Budget |
|---|--------------------|--------------------|-------------------|-------------------------------|
| | Original | Final | Actual | |
| | | | | Positive (Negative) |
| REVENUES: | | | | |
| Charges for current services | \$ 17,859,914 | \$ 17,854,453 | \$ 17,567,409 | \$ (287,044) |
| Donations and contributions | - | - | 1,463 | 1,463 |
| Use of money and property | 525,728 | 524,548 | 1,359,885 | 835,337 |
| Miscellaneous | 44,488 | 45,979 | 5,806 | (40,173) |
| Total revenues | 18,430,130 | 18,424,980 | 18,934,563 | 509,583 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Recreation and culture | 15,961,465 | 16,000,926 | 14,086,638 | 1,914,288 |
| Capital outlay | 304,000 | 279,160 | 270,180 | 8,980 |
| Debt service: | | | | |
| Principal | 13,842 | 13,842 | 16,292 | (2,450) |
| Interest | 894 | 894 | 1,430 | (536) |
| Contingencies | 2,130,987 | 2,335,062 | - | 2,335,062 |
| Total expenditures | 18,411,188 | 18,629,884 | 14,374,540 | 4,255,344 |
| REVENUES OVER (UNDER) EXPENDITURES | 18,942 | (204,904) | 4,560,023 | 4,764,927 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Proceeds from sale of capital assets | - | 500 | 500 | - |
| Issuance of long-term liabilities | - | - | 8,289 | 8,289 |
| Insurance recovery | - | 13,951 | 25,783 | 11,832 |
| Transfers in | 4,488,888 | 4,300,592 | 3,687,138 | (613,454) |
| Transfers out | (6,617,759) | (6,427,391) | (4,588,305) | 1,839,086 |
| Total other financing sources (uses) | (2,128,871) | (2,112,348) | (866,595) | 1,245,753 |
| Net change in fund balances | (2,109,929) | (2,317,252) | 3,693,428 | 6,010,680 |
| FUND BALANCES: | | | | |
| Beginning of year | 38,741,949 | 38,741,949 | 38,741,949 | - |
| End of year | \$ 36,632,020 | \$ 36,424,697 | \$ 42,435,377 | \$ 6,010,680 |

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SUPPLEMENTARY INFORMATION

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NON-MAJOR GOVERNMENTAL FUNDS

Cosumnes Community Services District
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2020

| | Debt Service Fund | Foundation Special Revenue Fund | Total Nonmajor Governmental Funds |
|--|-------------------------|--|--|
| ASSETS | | | |
| Cash and investments | \$ - | \$ 187,841 | \$ 187,841 |
| Accounts receivable | - | 196 | 196 |
| Total assets | \$ - | \$ 188,037 | \$ 188,037 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | | | |
| Liabilities: | | | |
| Advances from other Funds | \$ - | \$ 26,786 | \$ 26,786 |
| Total Liabilities | - | 26,786 | 26,786 |
| Fund Balances: | | | |
| Restricted for: | | | |
| Foundation activities of the fund | - | 161,251 | 161,251 |
| Total fund balances | - | 161,251 | 161,251 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ - | \$ 188,037 | \$ 188,037 |

Cosumnes Community Services District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2020

| | Debt Service Fund | Foundation Special Revenue Fund | Total Nonmajor Governmental Funds |
|---|-------------------------|--|--|
| REVENUES | | | |
| Donations and contributions | \$ - | \$ 5,860 | \$ 5,860 |
| Miscellaneous | - | 250 | 250 |
| Total revenues | - | 6,110 | 6,110 |
| EXPENDITURES | | | |
| General government | - | 265 | 265 |
| Services and supplies: | | | |
| Membership | - | 130 | 130 |
| Office Supplies | - | 278 | 278 |
| Professional Services | - | 770 | 770 |
| Total Services and supplies | - | 1,443 | 1,443 |
| Debt service: | | | |
| Principal | 983,187 | - | 983,187 |
| Interest | 713,059 | - | 713,059 |
| Total debt service | 1,696,246 | - | 1,696,246 |
| Total expenditures | 1,696,246 | 1,443 | 1,697,689 |
| REVENUES OVER (UNDER) EXPENDITURES | (1,696,246) | 4,667 | (1,691,579) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 1,696,246 | 3,202 | 1,699,448 |
| Transfers out | - | (3,858) | (3,858) |
| Total other financing sources (uses) | 1,696,246 | (656) | 1,695,590 |
| Net change in fund balances | - | 4,011 | 4,011 |
| FUND BALANCES: | | | |
| Beginning of year | - | 157,240 | 157,240 |
| End of year | \$ - | \$ 161,251 | \$ 161,251 |

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GENERAL FUND

To account for resources associated with the general governmental operations which are not required to be accounted for in another fund.

Cosumnes Community Services District

Schedule of Revenues

General Fund

For the year ended June 30, 2020

| | General Operations |
|---|-----------------------------|
| Taxes: | |
| Current secured | \$ 45,663,677 |
| Current unsecured | 1,678,477 |
| Supplemental property taxes | 1,287,573 |
| Prior unsecured | 22,316 |
| RDA Residual Distribution | <u>109,927</u> |
| Total taxes | <u>48,761,970</u> |
| Charges for current services: | |
| Recreation services charges | 4,931,057 |
| Ambulance service fees | 13,352,346 |
| Service fees/charges - other | <u>1,212,448</u> |
| Total charges for current services | <u>19,495,851</u> |
| Developer fees and contributions | <u>4,525,151</u> |
| Total developer fees and contributions | <u>4,525,151</u> |
| Intergovernmental: | |
| Homeowner's property tax relief | 429,523 |
| In lieu taxes - other | 8,791 |
| State aid - other miscellaneous programs | 952,671 |
| Federal aid - public safety | 644,209 |
| Aid from other local governments | 83,873 |
| RDA passthrough | <u>247,912</u> |
| Total intergovernmental | <u>2,366,979</u> |
| Donations and contributions | <u>120,528</u> |
| Total donations and contributions | <u>120,528</u> |
| Use of money and property: | |
| Interest income | 1,392,106 |
| Building rental/lease | <u>949,388</u> |
| Total use of money and property | <u>2,341,494</u> |
| Miscellaneous: | |
| Other revenue | <u>5,855,055</u> |
| Total other revenue | <u>5,855,055</u> |
| Total revenues | <u>\$ 83,467,028</u> |

Cosumnes Community Services District

Schedule of Expenditures

General Fund

For the year ended June 30, 2020

| | Departments | | | | Total |
|---|----------------------|-------------------------------|-------------------------------------|----------------------|-------|
| | Public Protection | Park (Recreation and Culture) | Administration (General Government) | | |
| Current expenditures: | | | | | |
| Salaries and employee benefits: | | | | | |
| Salaries and wages | \$ 28,670,084 | \$ 5,857,523 | \$ 3,030,902 | \$ 37,558,509 | |
| Retirement - employer costs | 7,367,893 | 851,077 | 441,777 | 8,660,747 | |
| Group insurance - employer costs | 6,828,265 | 1,429,037 | 801,175 | 9,058,477 | |
| Workers' compensation insurance | 1,671,561 | 121,737 | 57,759 | 1,851,057 | |
| Other | 151,330 | - | - | 151,330 | |
| Total salaries and employee benefits | 44,689,133 | 8,259,374 | 4,331,613 | 57,280,120 | |
| Services and supplies: | | | | | |
| Automobile services and supplies | 377,017 | 6,656 | 13,670 | 397,343 | |
| Books | 13,390 | 322 | 225 | 13,937 | |
| Buildings and grounds maintenance | 211,515 | 352,251 | 16,262 | 580,028 | |
| Business conferences | 87,111 | 27,093 | 21,468 | 135,672 | |
| Chemical supplies | - | 196,553 | - | 196,553 | |
| Clothing/personal supplies | 248,020 | 17,167 | 3,869 | 269,056 | |
| Communication system service | 921,363 | - | - | 921,363 | |
| Education and training | 84,608 | 26,236 | 15,439 | 126,283 | |
| Employee transportation | 7,052 | 475 | 402 | 7,929 | |
| Fire equipment and maintenance | 177,725 | 1,512 | - | 179,237 | |
| Equipment rents and leases | 66,223 | 201,033 | 27,155 | 294,411 | |
| Food supplies | 18,945 | 147,279 | 7,995 | 174,219 | |
| Fuel and lubricants | 255,342 | 25,864 | 23,765 | 304,971 | |
| Insurance - liability | 340,448 | 121,206 | 50,147 | 511,801 | |
| Medical services and supplies | 565,428 | 38,046 | 4,342 | 607,816 | |
| Memberships | 12,311 | 8,197 | 40,915 | 61,423 | |
| Miscellaneous | 100,512 | 76,354 | 13,425 | 190,291 | |
| Office supplies | 28,739 | 27,117 | 8,702 | 64,558 | |
| Professional services | 2,088,360 | 1,351,439 | 1,038,133 | 4,477,932 | |
| Radio/electric service and supply | 2,505 | - | - | 2,505 | |
| Recreational supplies | - | 263,954 | 834 | 264,788 | |
| Taxes and assessments | 1,926 | - | - | 1,926 | |
| Telephone | 193,195 | 95,920 | 15,834 | 304,949 | |
| Utilities | 216,655 | 339,991 | 28,198 | 584,844 | |
| Total services and supplies | 6,018,390 | 3,324,665 | 1,330,780 | 10,673,835 | |
| Total current expenditures | 50,707,523 | 11,584,039 | 5,662,393 | 67,953,955 | |
| Capital outlay: | | | | | |
| Land | - | 658,251 | - | 658,251 | |
| Structures and improvements | 1,769,861 | 7,567,547 | 345,022 | 9,682,430 | |
| Equipment | 2,783,228 | 122,394 | 110,872 | 3,016,494 | |
| Total capital outlay | 4,553,089 | 8,348,192 | 455,894 | 13,357,175 | |
| Debt service: | | | | | |
| Principal | 1,143,444 | 53,120 | 569,036 | 1,765,600 | |
| Interest | 113,793 | 8,827 | 81,077 | 203,697 | |
| Total debt service | 1,257,237 | 61,947 | 650,113 | 1,969,297 | |
| Total expenditures | \$ 56,517,849 | \$ 19,994,178 | \$ 6,768,400 | \$ 83,280,427 | |

Cosumnes Community Services District

Schedule of Expenditures and Other Financing Sources and Uses Compared to Budget - General Fund

For the year ended June 30, 2020

| | Public Protection | | | Park Department | | |
|--|----------------------|----------------------|------------------------|----------------------|----------------------|------------------------|
| | | | Variance | | | Variance |
| | Final Budget | Actual | Positive (Negative) | Final Budget | Actual | Positive (Negative) |
| PUBLIC PROTECTION: | | | | | | |
| Salaries and benefits | 45,147,349 | \$ 44,689,133 | \$ 458,216 | \$ - | \$ - | \$ - |
| Service and supplies | 7,481,820 | 6,018,390 | 1,463,430 | - | - | - |
| Total public protection | 52,629,169 | 50,707,523 | 1,921,646 | - | - | - |
| RECREATION AND CULTURE: | | | | | | |
| Salaries and benefits | - | - | - | 9,407,597 | 8,259,374 | 1,148,223 |
| Costs of sales and services | - | - | - | 4,253,765 | 3,324,665 | 929,100 |
| Total recreation and culture | - | - | - | 13,661,362 | 11,584,039 | 2,077,323 |
| GENERAL GOVERNMENT: | | | | | | |
| Salaries and benefits | - | - | - | - | - | - |
| Services and supplies | - | - | - | - | - | - |
| Total general government | - | - | - | - | - | - |
| CAPITAL OUTLAY: | | | | | | |
| Equipment | 3,733,827 | 2,783,228 | 950,599 | 108,480 | 122,394 | (13,914) |
| Structures and improvements | 1,706,200 | 1,769,861 | (63,661) | 13,597,835 | 7,567,547 | 6,030,288 |
| Total capital outlay | 5,440,027 | 4,553,089 | 886,938 | 13,706,315 | 8,348,192 | 5,358,123 |
| LEASES/DEBT PAYMENTS: | | | | | | |
| Debt service | 1,806,967 | 1,257,237 | 549,730 | 49,840 | 61,947 | (12,107) |
| CONTINGENCIES: | - | - | - | 35,377 | - | 35,377 |
| OTHER FINANCING (SOURCES) AND USES: | | | | | | |
| Proceeds from sale of capital assets | (17,220) | (21,185) | 3,965 | - | - | - |
| Issuance of long-term liabilities | (4,329,344) | (1,642,149) | (2,687,195) | - | - | - |
| Insurance Proceeds | - | - | - | - | - | - |
| Transfers in | (23,324) | (16,636) | (6,688) | (2,318,586) | (1,108,665) | (1,209,921) |
| Transfers out | 1,465,880 | 1,574,097 | (108,217) | 1,085,678 | 876,354 | 209,324 |
| Total other Financing uses | (2,904,008) | (105,873) | (2,798,135) | (1,232,908) | (232,311) | (1,000,597) |
| Total general fund | \$ 56,972,155 | \$ 56,411,976 | \$ 560,179 | \$ 26,219,986 | \$ 19,761,867 | \$ 6,458,119 |

| Administrative Services | | | Total | | |
|-------------------------|--------------|------------------------|---------------|---------------|------------------------|
| Final Budget | Actual | Variance | Final Budget | Actual | Variance |
| | | Positive (Negative) | | | Positive (Negative) |
| \$ - | \$ - | \$ - | \$ 45,147,349 | \$ 44,689,133 | \$ 458,216 |
| - | - | - | 7,481,820 | 6,018,390 | 1,463,430 |
| - | - | - | 52,629,169 | 50,707,523 | 1,921,646 |
| <hr/> | | | | | |
| - | - | - | 9,407,597 | 8,259,374 | 1,148,223 |
| - | - | - | 4,253,765 | 3,324,665 | 929,100 |
| - | - | - | 13,661,362 | 11,584,039 | 2,077,323 |
| <hr/> | | | | | |
| 4,524,545 | 4,331,613 | 192,932 | 4,524,545 | 4,331,613 | 192,932 |
| 1,110,282 | 1,330,780 | (220,498) | 1,110,282 | 1,330,780 | (220,498) |
| 5,634,827 | 5,662,393 | (27,566) | 5,634,827 | 5,662,393 | (27,566) |
| <hr/> | | | | | |
| 52,500 | 110,872 | (58,372) | 3,894,807 | 3,016,494 | 878,313 |
| 270,081 | 345,022 | (74,941) | 15,574,116 | 9,682,430 | 5,891,686 |
| 322,581 | 455,894 | (133,313) | 19,468,923 | 13,357,175 | 6,111,748 |
| <hr/> | | | | | |
| 653,289 | 650,113 | 3,176 | 2,510,096 | 1,969,297 | 540,799 |
| <hr/> | | | | | |
| - | - | - | 35,377 | - | 35,377 |
| <hr/> | | | | | |
| - | - | - | (17,220) | (21,185) | 3,965 |
| - | (41,445) | 41,445 | (4,329,344) | (1,683,594) | (2,645,750) |
| - | (338,725) | 338,725 | - | (338,725) | 338,725 |
| (614,101) | (608,564) | (5,537) | (2,956,011) | (1,733,865) | (1,222,146) |
| 75,872 | 77,837 | (1,965) | 2,627,430 | 2,528,288 | 99,142 |
| (538,229) | (910,897) | 372,668 | (4,675,145) | (1,249,081) | (3,426,064) |
| <hr/> | | | | | |
| \$ 6,072,468 | \$ 5,857,503 | \$ 214,965 | \$ 89,264,609 | \$ 82,031,346 | \$ 7,233,263 |

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LANDSCAPE AND LIGHTING SPECIAL REVENUE FUND

To account for specific revenue sources related to the District Wide Landscape and Lighting Assessment District pursuant to the Landscape and Lighting Act of 1972. The activities of the Assessment Districts are accounted for under the following zones of benefit, which do not represent separate special revenue funds:

- Zone 1 - Laguna
- Zone 2 - Camden
- Zone 3 - Elk Grove/West Vineyard
- Zone 4 - West Laguna
- Zone 5 - Lakeside
- Zone 6 - Central Elk Grove
- Zone 8 - Other Rural Areas
- Zone 9 - Waterman/Park Village
- Zone 10 - Auto Mall
- Zone 11 - East Elk Grove
- Zone 12 - Laguna Stonelake
- Zone 13 - East Franklin
- Zone 14 - Camden Park
- Zone 15 - Vista Creek
- Zone 16 - Fallbrook Park Lane
- Zone 17 - City Landscape
- Zone 18 - Hampton Village
- Zone 19 - Camden Estates/Pointe
- Zone 20 - Perry Ranch
- District Wide

Cosumnes Community Services District
Balance Sheet Schedules by Benefit Zone
Landscaping and Lighting Special Revenue Fund
June 30, 2020

| Landscape and Lighting Assessment District - Zones of Benefit | | | | | | |
|--|---------------------|--------------------|-------------------|---------------------|---------------------|---------------------|
| | | Zone 3 | | | | |
| Zone 1 | | Elk Grove/ West | | Zone 4 | | Zone 6 |
| Laguna | Camden | Vineyard | Laguna | Lakeside | Elk Grove | Central |
| ASSETS | | | | | | |
| Cash and investments | \$ 4,856,894 | \$ 194,241 | \$ 654,706 | \$ 1,106,173 | \$ 1,286,947 | \$ 1,142,786 |
| Receivables: | | | | | | |
| Accounts | 9,350 | - | - | - | - | 2,793 |
| Interest | 13,885 | 422 | 1,679 | 3,126 | 3,470 | - |
| Intergovernmental | 55,340 | 2,342 | 12,505 | 12,250 | 8,971 | 8,680 |
| Other | - | - | - | - | - | - |
| Total assets | \$ 4,935,469 | \$ 197,005 | \$ 668,890 | \$ 1,121,549 | \$ 1,299,388 | \$ 1,154,259 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | | | | | | |
| Liabilities: | | | | | | |
| Accounts payable and accrued expenditures | \$ 211,575 | \$ 7,592 | \$ 52,215 | \$ 19,348 | \$ 16,902 | \$ 17,236 |
| Unearned revenue | 2,001 | - | - | - | - | - |
| Total liabilities | 213,576 | 7,592 | 52,215 | 19,348 | 16,902 | 17,236 |
| Fund Balances: | | | | | | |
| Restricted for: | | | | | | |
| Specific purpose of the fund | 4,721,893 | 189,413 | 616,675 | 1,102,201 | 1,282,486 | 1,137,023 |
| Total fund balances | 4,721,893 | 189,413 | 616,675 | 1,102,201 | 1,282,486 | 1,137,023 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 4,935,469 | \$ 197,005 | \$ 668,890 | \$ 1,121,549 | \$ 1,299,388 | \$ 1,154,259 |

(Continued)

Landscape and Lighting Assessment District - Zones of Benefit

| Zone 8 | Zone 9 | Zone 10 | Zone 11 | Zone 12 | Zone 13 | Zone 14 | Zone 15 | Zone 16 |
|---------------------|------------------------|-------------------|---------------------|---------------------|----------------------|-------------------|-------------------|---------------------|
| Other Rural Areas | Waterman/ Park Village | Auto Mall | Elk Grove | Laguna Stonelake | East Franklin | Camden Park | Vista Creek | Fallbrook Park Lane |
| \$ 2,887,545 | \$ 276,465 | \$ 314,028 | \$ 7,926,853 | 1,055,382 | \$ 18,899,896 | \$ 362,241 | \$ 133,398 | \$ 793,336 |
| - | - | 774 | - | - | - | - | - | - |
| 7,322 | 702 | - | 19,801 | 2,856 | 49,087 | 1,110 | 350 | 2,063 |
| 12,651 | 4,550 | 587 | 26,208 | 7,024 | 48,490 | 2,120 | 266 | 2,054 |
| - | - | - | - | - | - | - | - | - |
| \$ 2,907,518 | \$ 281,717 | \$ 315,389 | \$ 7,972,862 | \$ 1,065,262 | \$ 18,997,473 | \$ 365,471 | \$ 134,014 | \$ 797,453 |
| | | | | | | | | |
| \$ 1,536 | \$ 21,422 | \$ 3,391 | \$ 64,197 | \$ 10,438 | \$ 88,793 | \$ - | \$ - | \$ (79) |
| - | - | - | - | - | - | - | - | - |
| 1,536 | 21,422 | 3,391 | 64,197 | 10,438 | 88,793 | - | - | (79) |
| | | | | | | | | |
| 2,905,982 | 260,295 | 311,998 | 7,908,665 | 1,054,824 | 18,908,680 | 365,471 | 134,014 | 797,532 |
| 2,905,982 | 260,295 | 311,998 | 7,908,665 | 1,054,824 | 18,908,680 | 365,471 | 134,014 | 797,532 |
| | | | | | | | | |
| \$ 2,907,518 | \$ 281,717 | \$ 315,389 | \$ 7,972,862 | \$ 1,065,262 | \$ 18,997,473 | \$ 365,471 | \$ 134,014 | \$ 797,453 |

(Continued)

Cosumnes Community Services District
Balance Sheet Schedules by Benefit Zone
Landscaping and Lighting Special Revenue Fund, Continued
June 30, 2020

Landscape and Lighting Assessment District - Zones of Benefit

| | Zone 17 | Zone 18 | Zone 19 | Zone 20 | District | |
|--|-------------------|------------------|------------------|-----------------|-------------------|----------------------|
| | City | Hampton | Camden | Estates/Pointe | Perry Ranch | Wide |
| | Landscape | Village | Estates/Pointe | | | Total |
| ASSETS | | | | | | |
| Cash and investments | \$ 23,493 | \$ 60,367 | \$ 31,953 | \$ 3,779 | \$ 615,119 | \$ 42,625,602 |
| Receivables: | | | | | | |
| Accounts | - | - | 146 | 117 | 992 | 14,172 |
| Interest | - | 290 | - | - | - | 106,163 |
| Intergovernmental | - | 999 | 1,279 | 440 | - | 206,756 |
| Other | 467,257 | - | - | - | - | 467,257 |
| Total assets | \$ 490,750 | \$ 61,656 | \$ 33,378 | \$ 4,336 | \$ 616,111 | \$ 43,419,950 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | | | | | | |
| Liabilities: | | | | | | |
| Accounts payable and accrued expenditures | \$ 182,545 | \$ - | \$ - | \$ - | \$ 285,461 | \$ 982,572 |
| Unearned revenue | - | - | - | - | - | 2,001 |
| Total liabilities | 182,545 | - | - | - | 285,461 | 984,573 |
| Fund Balances: | | | | | | |
| Restricted for: | | | | | | |
| End of year | 308,205 | 61,656 | 33,378 | 4,336 | 330,650 | 42,435,377 |
| Total fund balances | 308,205 | 61,656 | 33,378 | 4,336 | 330,650 | 42,435,377 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 490,750 | \$ 61,656 | \$ 33,378 | \$ 4,336 | \$ 616,111 | \$ 43,419,950 |

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Cosumnes Community Services District

Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone

Landscaping and Lighting Special Revenue Fund

For the year ended June 30, 2020

| Landscape and Lighting Assessment District - Zones of Benefit | | | | | | |
|---|---------------------|-------------------|--------------------|---------------------|---------------------|----------------------|
| | Zone 3 | | | | | |
| | Zone 1 | Zone 2 | Elk Grove/ West | Zone 4 | Zone 5 | Zone 6 |
| | Laguna | Camden | Vineyard | Laguna | Lakeside | Central Elk Grove |
| REVENUES: | | | | | | |
| Charges for current services | \$ 4,137,196 | \$ 175,101 | \$ 934,860 | \$ 915,829 | \$ 670,655 | \$ 648,960 |
| Donations and contributions | - | - | - | - | - | - |
| Use of money and property | 248,306 | 3,808 | 46,370 | 29,357 | 32,431 | 23,370 |
| Miscellaneous | 350 | - | - | - | - | - |
| Total revenues | 4,385,852 | 178,909 | 981,230 | 945,186 | 703,086 | 672,330 |
| EXPENDITURES: | | | | | | |
| Current: | | | | | | |
| Recreation and culture | 3,145,944 | 180,958 | 737,812 | 692,537 | 439,836 | 202,639 |
| Capital outlay | 46,819 | - | 17,950 | 10,041 | - | - |
| Debt service: | | | | | | |
| Principal | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - |
| Total expenditures | 3,192,763 | 180,958 | 755,762 | 702,578 | 439,836 | 202,639 |
| REVENUES OVER (UNDER) | | | | | | |
| EXPENDITURES | 1,193,089 | (2,049) | 225,468 | 242,608 | 263,250 | 469,691 |
| OTHER FINANCING SOURCES (USES): | | | | | | |
| Proceeds from sale of capital assets | - | 500 | - | - | - | - |
| Issuance of long-term liabilities | - | - | - | - | - | - |
| Insurance recovery | 9,350 | - | 13,950 | - | - | - |
| Transfers in | 3,866 | 92,582 | 112,382 | 8,567 | 800 | 1,633 |
| Transfers out | (1,191,279) | (90,759) | (255,869) | (260,740) | (171,341) | (82,828) |
| Total other financing sources (uses) | (1,178,063) | 2,323 | (129,537) | (252,173) | (170,541) | (81,195) |
| Net change in fund balances | 15,026 | 274 | 95,931 | (9,565) | 92,709 | 388,496 |
| FUND BALANCES: | | | | | | |
| Beginning of year | 4,706,867 | 189,139 | 520,744 | 1,111,766 | 1,189,777 | 748,527 |
| End of year | \$ 4,721,893 | \$ 189,413 | \$ 616,675 | \$ 1,102,201 | \$ 1,282,486 | \$ 1,137,023 |

Landscape and Lighting Assessment District - Zones of Benefit

| Zone 8 | Zone 9 | Zone 10 | Zone 11 | Zone 12 | Zone 13 | Zone 14 | Zone 15 | Zone 16 |
|-------------------|-----------------------|-----------|----------------|------------------|---------------|-------------|-------------|---------------------|
| Other Rural Areas | Waterman/Park Village | Auto Mall | East Elk Grove | Laguna Stonelake | East Franklin | Camden Park | Vista Creek | Fallbrook Park Lane |
| \$ 945,003 | \$ 340,063 | \$ 43,874 | \$ 1,959,435 | \$ 525,095 | \$ 3,624,879 | \$ 165,690 | \$ 24,816 | \$ 152,213 |
| - 66,794 | - 35,215 | - 7,278 | - 186,733 | - 64,636 | - 520,635 | - 10,375 | - 3,359 | - 19,678 |
| - - | - - | - - | - - | - - | - 858 | - - | - - | - - |
| 1,011,797 | 375,278 | 51,152 | 2,146,168 | 589,731 | 4,146,372 | 176,065 | 28,175 | 171,891 |
| 83,750 | 346,748 | 6,693 | 921,319 | 447,232 | 1,872,935 | 1,200 | 1,025 | 1,025 |
| - - | - - | - - | - - | - 254 | - 71 | - - | - - | - - |
| - - | - - | - - | - - | - - | - - | - - | - - | - - |
| 83,750 | 346,748 | 6,693 | 921,319 | 447,486 | 1,873,006 | 1,200 | 1,025 | 1,025 |
| 928,047 | 28,530 | 44,459 | 1,224,849 | 142,245 | 2,273,366 | 174,865 | 27,150 | 170,866 |
| - - | - - | - - | - - | - - | - - | - - | - - | - - |
| - - | - - | - - | - - | - - | - - | - - | - - | - - |
| - - | - - | - - | - - | - 2,483 | - - | - - | - - | - - |
| 133 | 90,131 | - | 68,619 | 1,467 | 14,057 | - | - | - |
| (206,117) | (124,008) | (1,065) | (287,249) | (150,448) | (1,140,553) | (112,800) | (10,821) | (56,471) |
| (205,984) | (33,877) | (1,065) | (218,630) | (146,498) | (1,126,496) | (112,800) | (10,821) | (56,471) |
| 722,063 | (5,347) | 43,394 | 1,006,219 | (4,253) | 1,146,870 | 62,065 | 16,329 | 114,395 |

(Continued)

Cosumnes Community Services District

Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone

Landscaping and Lighting Special Revenue Fund, Continued

For the year ended June 30, 2020

| Landscape and Lighting Assessment District - Zones of Benefit | | | | | | |
|---|------------------------------|-------------------------------|-------------------------------------|------------------------|--------------------|----------------------|
| | Zone 17 City Landscape | Zone 18 Hampton Village | Zone 19 Camden Estates/Pointe | Zone 20 Perry Ranch | District Wide | Total |
| REVENUES: | | | | | | |
| Charges for current services | \$ 2,085,931 | \$ 77,538 | \$ 77,861 | \$ 62,410 | \$ - | \$ 17,567,409 |
| Donations and contributions | - | - | - | - | 1,463 | 1,463 |
| Use of money and property | 232 | 2,539 | 719 | 577 | 57,473 | 1,359,885 |
| Miscellaneous | - | - | - | - | 4,598 | 5,806 |
| Total revenues | 2,086,163 | 80,077 | 78,580 | 62,987 | 63,534 | 18,934,563 |
| EXPENDITURES: | | | | | | |
| Current: | | | | | | |
| Recreation and culture | 2,043,804 | 1,500 | 2,391 | 2,034 | 2,955,256 | 14,086,638 |
| Capital outlay | 55,066 | - | - | - | 139,979 | 270,180 |
| Debt service: | | | | | | |
| Principal | - | - | - | - | 16,292 | 16,292 |
| Interest | - | - | - | - | 1,430 | 1,430 |
| Total expenditures | 2,098,870 | 1,500 | 2,391 | 2,034 | 3,112,957 | 14,374,540 |
| REVENUES OVER (UNDER) EXPENDITURES | (12,707) | 78,577 | 76,189 | 60,953 | (3,049,423) | 4,560,023 |
| OTHER FINANCING SOURCES (USES): | | | | | | |
| Proceeds from sale of capital assets | - | - | - | - | - | 500 |
| Issuance of long-term liabilities | - | - | - | - | 8,289 | 8,289 |
| Insurance recovery | - | - | - | - | - | 25,783 |
| Transfers in | 62,694 | - | - | - | 3,230,207 | 3,687,138 |
| Transfers out | (47,611) | (71,709) | (42,811) | (56,617) | (227,209) | (4,588,305) |
| Total other financing sources (uses) | 15,083 | (71,709) | (42,811) | (56,617) | 3,011,287 | (866,595) |
| Net change in fund balances | 2,376 | 6,868 | 33,378 | 4,336 | (38,136) | 3,693,428 |
| FUND BALANCES: | | | | | | |
| Beginning of year | 305,829 | 54,788 | - | - | 368,786 | 38,741,949 |
| End of year | \$ 308,205 | \$ 61,656 | \$ 33,378 | \$ 4,336 | \$ 330,650 | \$ 42,435,377 |

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Cosumnes Community Services District

Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone - Budget and Actual For the year ended June 30, 2020

Landscape and Lighting Assessment District - Zones of Benefit

| | Zone 1 - Laguna | | | Variance Positive (Negative) |
|---|---------------------|---------------------|---------------------|------------------------------------|
| | Original | Final Budget | Actual | |
| REVENUES: | | | | |
| Charges for current services | \$ 4,118,767 | \$ 4,118,767 | \$ 4,137,196 | \$ 18,429 |
| Donations and contributions | - | - | - | - |
| Use of money and property | 156,172 | 155,822 | 248,306 | 92,484 |
| Miscellaneous | - | 350 | 350 | - |
| Total revenues | 4,274,939 | 4,274,939 | 4,385,852 | 110,913 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Recreation and culture | | | | |
| Salaries and benefits | 896,625 | 901,692 | 714,437 | 187,255 |
| Services and supplies | 2,440,274 | 2,430,487 | 2,431,507 | (1,020) |
| Capital outlay | | | | |
| Equipment | - | - | - | - |
| Structures and improvements | 45,000 | 49,500 | 46,819 | 2,681 |
| Debt service: | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Contingencies | 9,000 | 9,000 | - | 9,000 |
| Total expenditures | 3,390,899 | 3,390,679 | 3,192,763 | 197,916 |
| REVENUES OVER (UNDER) | | | | |
| EXPENDITURES | 884,040 | 884,260 | 1,193,089 | 308,829 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Proceeds from sale of capital assets | - | - | - | - |
| Issuance of long-term liabilities | - | - | - | - |
| Insurance recovery | - | - | 9,350 | 9,350 |
| Transfers in | - | - | 3,866 | 3,866 |
| Transfers out | (2,628,348) | (2,628,568) | (1,191,279) | 1,437,289 |
| Total other financing sources (uses) | (2,628,348) | (16,637) | (1,178,063) | 1,450,505 |
| Net change in fund balances | (1,744,308) | 867,623 | 15,026 | 1,759,334 |
| FUND BALANCES: | | | | |
| Beginning of year | 4,706,867 | 4,706,867 | 4,706,867 | - |
| End of year | \$ 2,962,559 | \$ 5,574,490 | \$ 4,721,893 | \$ 1,759,334 |

Landscape and Lighting Assessment District - Zones of Benefit

| Zone 2 - Camden | | | | Zone 3 - Elk Grove/West Vineyard | | | |
|-------------------|-------------------|-------------------|------------------------------------|----------------------------------|-------------------|-------------------|------------------------------------|
| Original | Final Budget | Actual | Variance Positive (Negative) | Original | Final Budget | Actual | Variance Positive (Negative) |
| \$ 174,464 | \$ 174,464 | \$ 175,101 | \$ 637 | \$ 930,393 | \$ 930,393 | \$ 934,860 | \$ 4,467 |
| - | - | - | - | - | - | - | - |
| 900 | 900 | 3,808 | 2,908 | 35,704 | 35,704 | 46,370 | 10,666 |
| - | - | - | - | - | - | - | - |
| 175,364 | 175,364 | 178,909 | 3,545 | 966,097 | 966,097 | 981,230 | 15,133 |
| | | | | | | | |
| 63,362 | 62,326 | 54,686 | 7,640 | 207,770 | 204,263 | 181,432 | 22,831 |
| 142,357 | 142,357 | 126,272 | 16,085 | 606,670 | 657,083 | 556,380 | 100,703 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | 14,950 | 17,950 | (3,000) |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 3,000 | 4,523 | - | 4,523 | 2,000 | 1,000 | - | 1,000 |
| 208,719 | 209,206 | 180,958 | 28,248 | 816,440 | 877,296 | 755,762 | 121,534 |
| (33,355) | (33,842) | (2,049) | 31,793 | 149,657 | 88,801 | 225,468 | 136,667 |
| | | | | | | | |
| - | 500 | 500 | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | 13,951 | 13,950 | (1) |
| 138,316 | 138,316 | 92,582 | (45,734) | 113,551 | 113,551 | 112,382 | (1,169) |
| (104,961) | (104,974) | (90,759) | 14,215 | (303,139) | (303,180) | (255,869) | 47,311 |
| 33,355 | 33,842 | 2,323 | (31,519) | (189,588) | (175,678) | (129,537) | 46,141 |
| - | - | 274 | 274 | (39,931) | (86,877) | 95,931 | 182,808 |
| | | | | | | | |
| 189,139 | 189,139 | 189,139 | - | 520,744 | 520,744 | 520,744 | - |
| \$ 189,139 | \$ 189,139 | \$ 189,413 | \$ 274 | \$ 480,813 | \$ 433,867 | \$ 616,675 | \$ 182,808 |

(Continued)

Cosumnes Community Services District

Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone - Budget and Actual, Continued For the year ended June 30, 2020

Landscape and Lighting Assessment District - Zones of Benefit

| | Zone 4 - West Laguna | | | Variance Positive (Negative) |
|---|----------------------|------------------|------------------|------------------------------------|
| | Original | Final Budget | Actual | |
| REVENUES: | | | | |
| Charges for current services | \$ 910,984 | \$ 910,984 | \$ 915,829 | \$ 4,845 |
| Donations and contributions | - | - | - | - |
| Use of money and property | 8,000 | 8,000 | 29,357 | 21,357 |
| Miscellaneous | - | - | - | - |
| Total revenues | 918,984 | 918,984 | 945,186 | 26,202 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Recreation and culture | | | | |
| Salaries and benefits | 185,642 | 179,393 | 158,107 | 21,286 |
| Services and supplies | 547,804 | 540,497 | 534,430 | 6,067 |
| Capital outlay | | | | |
| Equipment | - | - | - | - |
| Structures and improvements | - | - | 10,041 | (10,041) |
| Debt service: | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Contingencies | 8,500 | 22,062 | - | 22,062 |
| Total expenditures | 741,946 | 741,952 | 702,578 | 39,374 |
| REVENUES OVER (UNDER) | | | | |
| EXPENDITURES | 177,038 | 177,032 | 242,608 | 65,576 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Proceeds from sale of capital assets | - | - | - | - |
| Issuance of long-term liabilities | - | - | - | - |
| Insurance recovery | - | - | - | - |
| Transfers in | 7,500 | 7,500 | 8,567 | 1,067 |
| Transfers out | (308,689) | (308,683) | (260,740) | 47,943 |
| Total other financing sources (uses) | (3) | (301,183) | (252,173) | 49,010 |
| Net change in fund balances | 177,035 | (124,151) | (9,565) | 114,586 |
| FUND BALANCES: | | | | |
| Beginning of year | 1,111,766 | 1,111,766 | 1,111,766 | - |
| End of year | \$ 1,288,801 | \$ 987,615 | \$ 1,102,201 | \$ 114,586 |

Landscape and Lighting Assessment District - Zones of Benefit

| Zone 5 - Lakeside | | | | Zone 6 - Central Elk Grove | | | |
|---------------------|---------------------|---------------------|------------------------------------|----------------------------|-------------------|---------------------|------------------------------------|
| Original | Final Budget | Actual | Variance Positive (Negative) | Original | Final Budget | Actual | Variance Positive (Negative) |
| \$ 667,924 | \$ 667,924 | \$ 670,655 | \$ 2,731 | \$ 647,940 | \$ 647,940 | \$ 648,960 | \$ 1,020 |
| - | - | - | - | - | - | - | - |
| 8,500 | 8,500 | 32,431 | 23,931 | 2,300 | 2,300 | 23,370 | 21,070 |
| - | - | - | - | - | - | - | - |
| 676,424 | 676,424 | 703,086 | 26,662 | 650,240 | 650,240 | 672,330 | 22,090 |
| | | | | | | | |
| 123,200 | 119,107 | 104,851 | 14,256 | 66,527 | 65,411 | 56,878 | 8,533 |
| 340,023 | 339,194 | 334,985 | 4,209 | 149,682 | 159,363 | 145,761 | 13,602 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 9,998 | 14,924 | - | 14,924 | 338,466 | 329,888 | - | 329,888 |
| 473,221 | 473,225 | 439,836 | 33,389 | 554,675 | 554,662 | 202,639 | 352,023 |
| 203,203 | 203,199 | 263,250 | 60,051 | 95,565 | 95,578 | 469,691 | 374,113 |
| | | | | | | | |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | 800 | 800 | 1,500 | 1,500 | 1,633 | 133 |
| (203,203) | (203,199) | (171,341) | 31,858 | (97,065) | (97,078) | (82,828) | 14,250 |
| (203,203) | (203,199) | (170,541) | 32,658 | (95,565) | (95,578) | (81,195) | 14,383 |
| - | - | 92,709 | 92,709 | - | - | 388,496 | 388,496 |
| | | | | | | | |
| 1,189,777 | 1,189,777 | 1,189,777 | - | 748,527 | 748,527 | 748,527 | - |
| \$ 1,189,777 | \$ 1,189,777 | \$ 1,282,486 | \$ 92,709 | \$ 748,527 | \$ 748,527 | \$ 1,137,023 | \$ 388,496 |

(Continued)

Cosumnes Community Services District

Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone - Budget and Actual, Continued For the year ended June 30, 2020

Landscape and Lighting Assessment District - Zones of Benefit

| Zone 8 - Other Rural Areas | | | | | |
|---|---------------------|---------------------|---------------------|------------------------------------|--|
| | Original | Final Budget | Actual | Variance Positive (Negative) | |
| REVENUES: | | | | | |
| Charges for current services | \$ 934,541 | \$ 934,541 | \$ 945,003 | \$ 10,462 | |
| Donations and contributions | - | - | - | - | |
| Use of money and property | 8,000 | 8,000 | 66,794 | 58,794 | |
| Miscellaneous | - | - | - | - | |
| Total revenues | 942,541 | 942,541 | 1,011,797 | 69,256 | |
| EXPENDITURES: | | | | | |
| Current: | | | | | |
| Recreation and culture | | | | | |
| Salaries and benefits | 60,160 | 60,576 | 59,707 | 869 | |
| Services and supplies | 65,100 | 57,825 | 24,043 | 33,782 | |
| Capital outlay | | | | | |
| Equipment | - | - | - | - | |
| Structures and improvements | - | - | - | - | |
| Debt service: | | | | | |
| Principal | - | - | - | - | |
| Interest | - | - | - | - | |
| Contingencies | 487,234 | 666,945 | - | 666,945 | |
| Total expenditures | 612,494 | 785,346 | 83,750 | 701,596 | |
| REVENUES OVER (UNDER) | | | | | |
| EXPENDITURES | 330,047 | 157,195 | 928,047 | 770,852 | |
| OTHER FINANCING SOURCES (USES): | | | | | |
| Proceeds from sale of capital assets | - | - | - | - | |
| Issuance of long-term liabilities | - | - | - | - | |
| Insurance recovery | - | - | - | - | |
| Transfers in | - | - | 133 | 133 | |
| Transfers out | (330,047) | (157,195) | (206,117) | (48,922) | |
| Total other financing sources (uses) | (330,047) | (157,195) | (205,984) | (48,789) | |
| Net change in fund balances | - | - | 722,063 | 722,063 | |
| FUND BALANCES: | | | | | |
| Beginning of year | 2,183,919 | 2,183,919 | 2,183,919 | - | |
| End of year | \$ 2,183,919 | \$ 2,183,919 | \$ 2,905,982 | \$ 722,063 | |

Landscape and Lighting Assessment District - Zones of Benefit

| Zone 9 - Waterman/Park Village | | | | Zone 10 - Auto Mall | | | |
|--------------------------------|-------------------|-------------------|------------------------------------|---------------------|-------------------|-------------------|------------------------------------|
| Original | Final Budget | Actual | Variance Positive (Negative) | Original | Final Budget | Actual | Variance Positive (Negative) |
| \$ 338,566 | \$ 338,566 | \$ 340,063 | \$ 1,497 | \$ 43,714 | \$ 43,714 | \$ 43,874 | \$ 160 |
| - | - | - | - | - | - | - | - |
| 30,760 | 30,760 | 35,215 | 4,455 | 400 | 400 | 7,278 | 6,878 |
| 16,000 | 16,000 | - | (16,000) | - | - | - | - |
| 385,326 | 385,326 | 375,278 | (10,048) | 44,114 | 44,114 | 51,152 | 7,038 |
| | | | | | | | |
| 103,982 | 102,347 | 90,291 | 12,056 | 660 | 668 | 439 | 229 |
| 279,891 | 280,476 | 256,457 | 24,019 | 7,209 | 7,209 | 6,254 | 955 |
| - | - | - | - | - | - | - | - |
| 15,500 | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 5,000 | 5,000 | - | 5,000 | 35,002 | 34,994 | - | 34,994 |
| 404,373 | 387,823 | 346,748 | 41,075 | 42,871 | 42,871 | 6,693 | 36,178 |
| (19,047) | (2,497) | 28,530 | 31,027 | 1,243 | 1,243 | 44,459 | 43,216 |
| | | | | | | | |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 149,291 | 133,791 | 90,131 | (43,660) | - | - | - | - |
| (145,804) | (145,825) | (124,008) | 21,817 | (1,243) | (1,243) | (1,065) | 178 |
| 3,487 | (12,034) | (33,877) | (21,843) | (1,243) | (1,243) | (1,065) | 178 |
| (15,560) | (14,531) | (5,347) | 9,184 | - | - | 43,394 | 43,394 |
| | | | | | | | |
| 265,642 | 265,642 | 265,642 | - | 268,604 | 268,604 | 268,604 | - |
| \$ 250,082 | \$ 251,111 | \$ 260,295 | \$ 9,184 | \$ 268,604 | \$ 268,604 | \$ 311,998 | \$ 43,394 |

(Continued)

Cosumnes Community Services District

Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone - Budget and Actual, Continued For the year ended June 30, 2020

Landscape and Lighting Assessment District - Zones of Benefit

| | Zone 11 - East Elk Grove | | | Variance Positive (Negative) |
|---|--------------------------|---------------------|---------------------|------------------------------------|
| | Original | Final Budget | Actual | |
| REVENUES: | | | | |
| Charges for current services | \$ 1,949,152 | \$ 1,943,691 | \$ 1,959,435 | \$ 15,744 |
| Donations and contributions | - | - | - | - |
| Use of money and property | 44,000 | 44,000 | 186,733 | 142,733 |
| Miscellaneous | - | - | - | - |
| Total revenues | 1,993,152 | 1,987,691 | 2,146,168 | 158,477 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Recreation and culture | | | | |
| Salaries and benefits | 256,275 | 244,235 | 210,843 | 33,392 |
| Services and supplies | 715,339 | 757,840 | 710,476 | 47,364 |
| Capital outlay | | | | |
| Equipment | - | - | - | - |
| Structures and improvements | 9,400 | 9,400 | - | 9,400 |
| Debt service: | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Contingencies | 748,716 | 712,777 | - | 712,777 |
| Total expenditures | 1,729,730 | 1,724,252 | 921,319 | 802,933 |
| REVENUES OVER (UNDER) | | | | |
| EXPENDITURES | 263,422 | 263,439 | 1,224,849 | 961,410 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Proceeds from sale of capital assets | - | - | - | - |
| Issuance of long-term liabilities | - | - | - | - |
| Insurance recovery | - | - | - | - |
| Transfers in | 67,019 | 67,019 | 68,619 | 1,600 |
| Transfers out | (330,441) | (330,458) | (287,249) | 43,209 |
| Total other financing sources (uses) | (263,422) | (263,439) | (218,630) | 44,809 |
| Net change in fund balances | - | - | 1,006,219 | 1,006,219 |
| FUND BALANCES: | | | | |
| Beginning of year | 6,902,446 | 6,902,446 | 6,902,446 | - |
| End of year | \$ 6,902,446 | \$ 6,902,446 | \$ 7,908,665 | \$ 1,006,219 |

Landscape and Lighting Assessment District - Zones of Benefit

| Zone 12 - Laguna Stonelake | | | | Zone 13 - East Franklin | | | |
|----------------------------|-------------------|---------------------|------------------------------------|-------------------------|----------------------|----------------------|------------------------------------|
| Original | Final Budget | Actual | Variance Positive (Negative) | Original | Final Budget | Actual | Variance Positive (Negative) |
| \$ 522,684 | \$ 522,684 | \$ 525,095 | \$ 2,411 | \$ 3,616,602 | \$ 3,616,602 | \$ 3,624,879 | \$ 8,277 |
| - | - | - | - | - | - | - | - |
| 44,144 | 44,144 | 64,636 | 20,492 | 155,248 | 154,318 | 520,635 | 366,317 |
| - | - | - | - | - | 858 | 858 | - |
| <u>566,828</u> | <u>566,828</u> | <u>589,731</u> | <u>22,903</u> | <u>3,771,850</u> | <u>3,771,778</u> | <u>4,146,372</u> | <u>374,594</u> |
| | | | | | | | |
| 111,520 | 108,012 | 95,438 | 12,574 | 567,522 | 543,398 | 457,525 | 85,873 |
| 398,188 | 385,582 | 351,794 | 33,788 | 1,599,668 | 1,603,759 | 1,415,410 | 188,349 |
| - | 300 | 254 | 46 | - | 72 | 71 | 1 |
| - | - | - | - | 15,000 | 15,000 | - | 15,000 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| <u>5,000</u> | <u>20,817</u> | <u>-</u> | <u>20,817</u> | <u>342,257</u> | <u>362,245</u> | <u>-</u> | <u>362,245</u> |
| <u>514,708</u> | <u>514,711</u> | <u>447,486</u> | <u>67,225</u> | <u>2,524,447</u> | <u>2,524,474</u> | <u>1,873,006</u> | <u>651,468</u> |
| | | | | | | | |
| <u>52,120</u> | <u>52,117</u> | <u>142,245</u> | <u>90,128</u> | <u>1,247,403</u> | <u>1,247,304</u> | <u>2,273,366</u> | <u>1,026,062</u> |
| | | | | | | | |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | 2,483 | 2,483 | - | - | - | - |
| - | - | 1,467 | 1,467 | 8,519 | 8,591 | 14,057 | 5,466 |
| <u>(178,583)</u> | <u>(178,580)</u> | <u>(150,448)</u> | <u>28,132</u> | <u>(1,255,922)</u> | <u>(1,255,895)</u> | <u>(1,140,553)</u> | <u>115,342</u> |
| <u>(178,583)</u> | <u>(178,580)</u> | <u>(146,498)</u> | <u>32,082</u> | <u>(1,247,403)</u> | <u>(1,247,304)</u> | <u>(1,126,496)</u> | <u>120,808</u> |
| (126,463) | (126,463) | (4,253) | 122,210 | - | - | 1,146,870 | 1,146,870 |
| | | | | | | | |
| <u>1,059,077</u> | <u>1,059,077</u> | <u>1,059,077</u> | <u>-</u> | <u>17,761,810</u> | <u>17,761,810</u> | <u>17,761,810</u> | <u>-</u> |
| <u>\$ 932,614</u> | <u>\$ 932,614</u> | <u>\$ 1,054,824</u> | <u>\$ 122,210</u> | <u>\$ 17,761,810</u> | <u>\$ 17,761,810</u> | <u>\$ 18,908,680</u> | <u>\$ 1,146,870</u> |

(Continued)

Cosumnes Community Services District

Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone - Budget and Actual, Continued For the year ended June 30, 2020

Landscape and Lighting Assessment District - Zones of Benefit

| | Zone 14 - Camden Park | | | Variance Positive (Negative) |
|---|-----------------------|------------------|------------------|------------------------------------|
| | Original | Final Budget | Actual | |
| REVENUES: | | | | |
| Charges for current services | \$ 165,994 | \$ 165,994 | \$ 165,690 | \$ (304) |
| Donations and contributions | - | - | - | - |
| Use of money and property | 1,000 | 1,000 | 10,375 | 9,375 |
| Miscellaneous | - | - | - | - |
| Total revenues | 166,994 | 166,994 | 176,065 | 9,071 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Recreation and culture | - | - | - | - |
| Salaries and benefits | - | - | - | - |
| Services and supplies | 2,051 | 2,051 | 1,200 | 851 |
| Capital outlay | | | | |
| Equipment | - | - | - | - |
| Structures and improvements | - | - | - | - |
| Debt service: | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Contingencies | - | - | - | - |
| Total expenditures | 2,051 | 2,051 | 1,200 | 851 |
| REVENUES OVER (UNDER) | | | | |
| EXPENDITURES | 164,943 | 164,943 | 174,865 | 9,922 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Proceeds from sale of capital assets | - | - | - | - |
| Issuance of long-term liabilities | - | - | - | - |
| Insurance recovery | - | - | - | - |
| Transfers in | - | - | - | - |
| Transfers out | (168,950) | (168,950) | (112,800) | 56,150 |
| Total other financing sources (uses) | (168,950) | (168,950) | (112,800) | 56,150 |
| Net change in fund balances | (4,007) | (4,007) | 62,065 | 66,072 |
| FUND BALANCES: | | | | |
| Beginning of year | 303,406 | 303,406 | 303,406 | - |
| End of year | \$ 299,399 | \$ 299,399 | \$ 365,471 | \$ 66,072 |

Landscape and Lighting Assessment District - Zones of Benefit

| Zone 15 - Vista Creek | | | | Zone 16 - Fallbrook Park Lane | | | | | | | |
|-----------------------|--------------|------------|------------------------------------|-------------------------------|--------------|------------|------------------------------------|----------|--------------|--------|------------------------------------|
| Original | Final Budget | Actual | Variance Positive (Negative) | | | | | | | | |
| | | | | Original | Final Budget | Actual | Variance Positive (Negative) | Original | Final Budget | Actual | Variance Positive (Negative) |
| \$ 24,866 | \$ 24,866 | \$ 24,816 | \$ (50) | \$ 152,002 | \$ 152,002 | \$ 152,213 | \$ 211 | | | | |
| - | - | - | - | - | - | - | - | - | - | - | - |
| 400 | 400 | 3,359 | 2,959 | 2,000 | 2,000 | 19,678 | 17,678 | | | | |
| - | - | - | - | - | - | - | - | - | - | - | - |
| 25,266 | 25,266 | 28,175 | 2,909 | 154,002 | 154,002 | 171,891 | 17,889 | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| 674 | 674 | 1,025 | (351) | 2,194 | 2,194 | 1,025 | 1,169 | | | | |
| - | - | - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - | - | - | - |
| 13,771 | 13,771 | - | 13,771 | 50,945 | 66,445 | - | 66,445 | | | | |
| 14,445 | 14,445 | 1,025 | 13,420 | 53,139 | 68,639 | 1,025 | 67,614 | | | | |
| 10,821 | 10,821 | 27,150 | 16,329 | 100,863 | 85,363 | 170,866 | 85,503 | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| (10,821) | (10,821) | (10,821) | - | (100,863) | (85,363) | (56,471) | 28,892 | | | | |
| (10,821) | (10,821) | (10,821) | - | (100,863) | (85,363) | (56,471) | 28,892 | | | | |
| - | - | 16,329 | 16,329 | - | - | 114,395 | 114,395 | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| 117,685 | 117,685 | 117,685 | - | 683,137 | 683,137 | 683,137 | - | | | | |
| \$ 117,685 | \$ 117,685 | \$ 134,014 | \$ 16,329 | \$ 683,137 | \$ 683,137 | \$ 797,532 | \$ 114,395 | | | | |

(Continued)

Cosumnes Community Services District

Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone - Budget and Actual, Continued For the year ended June 30, 2020

Landscape and Lighting Assessment District - Zones of Benefit

| Zone 17 - City Landscape | | | | |
|---|-------------------|-------------------|-------------------|------------------------------------|
| | Original | Final Budget | Actual | Variance Positive (Negative) |
| REVENUES: | | | | |
| Charges for current services | \$ 2,443,231 | \$ 2,443,231 | \$ 2,085,931 | \$ (357,300) |
| Donations and contributions | - | - | - | - |
| Use of money and property | - | 100 | 232 | 132 |
| Miscellaneous | - | - | - | - |
| Total revenues | 2,443,231 | 2,443,331 | 2,086,163 | (357,168) |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Recreation and culture | | | | |
| Salaries and benefits | 663,454 | 527,773 | 487,544 | 40,229 |
| Services and supplies | 1,801,759 | 1,804,243 | 1,556,260 | 247,983 |
| Capital outlay | | | | |
| Equipment | 92,700 | 54,160 | 55,066 | (906) |
| Structures and improvements | - | - | - | - |
| Debt service: | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Contingencies | 19,400 | 19,400 | - | 19,400 |
| Total expenditures | 2,577,313 | 2,405,576 | 2,098,870 | 306,706 |
| REVENUES OVER (UNDER) | | | | |
| EXPENDITURES | (134,082) | 37,755 | (12,707) | (50,462) |
| OTHER FINANCING SOURCES (USES): | | | | |
| Proceeds from sale of capital assets | - | - | - | - |
| Issuance of long-term liabilities | - | - | - | - |
| Insurance recovery | - | - | - | - |
| Transfers in | 192,968 | 20,100 | 62,694 | 42,594 |
| Transfers out | (58,886) | (57,855) | (47,611) | 10,244 |
| Total other financing sources (uses) | 134,082 | (37,755) | 15,083 | 52,838 |
| Net change in fund balances | - | - | 2,376 | 2,376 |
| FUND BALANCES: | | | | |
| Beginning of year | 305,829 | 305,829 | 305,829 | - |
| End of year | \$ 305,829 | \$ 305,829 | \$ 308,205 | \$ 2,376 |

Landscape and Lighting Assessment District - Zones of Benefit

| Zone 18 - Hampton Village | | | | Zone 19 - Camden Estates/Pointe | | | |
|---------------------------|------------------|------------------|------------------------------------|---------------------------------|-----------------|------------------|------------------------------------|
| Original | Final Budget | Actual | Variance Positive (Negative) | Original | Final Budget | Actual | Variance Positive (Negative) |
| \$ 77,631 | \$ 77,631 | \$ 77,538 | \$ (93) | \$ 77,482 | \$ 77,482 | \$ 77,861 | \$ 379 |
| - | - | - | - | - | - | - | - |
| 600 | 600 | 2,539 | 1,939 | - | - | 719 | 719 |
| - | - | - | - | - | - | - | - |
| 78,231 | 78,231 | 80,077 | 1,846 | 77,482 | 77,482 | 78,580 | 1,098 |
| | | | | | | | |
| 1,927 | 1,927 | 1,500 | 427 | 1,927 | 2,819 | 2,391 | 428 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | 31,442 | 30,550 | - | 30,550 |
| 1,927 | 1,927 | 1,500 | 427 | 33,369 | 33,369 | 2,391 | 30,978 |
| | | | | | | | |
| 76,304 | 76,304 | 78,577 | 2,273 | 44,113 | 44,113 | 76,189 | 32,076 |
| | | | | | | | |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | 8,289 | 8,289 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| (77,794) | (77,794) | (71,709) | 6,085 | (44,113) | (44,113) | (42,811) | 1,302 |
| (77,794) | (77,794) | (71,709) | 6,085 | (44,113) | (44,113) | (34,522) | 9,591 |
| | | | | | | | |
| (1,490) | (1,490) | 6,868 | 8,358 | - | - | 41,667 | 41,667 |
| | | | | | | | |
| 54,788 | 54,788 | 54,788 | - | - | - | - | - |
| \$ 53,298 | \$ 53,298 | \$ 61,656 | \$ 8,358 | \$ - | \$ - | \$ 41,667 | \$ 41,667 |

(Continued)

Cosumnes Community Services District

Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone - Budget and Actual, Continued For the year ended June 30, 2020

Landscape and Lighting Assessment District - Zones of Benefit

| | Zone 20 - Perry Ranch | | | Variance Positive (Negative) |
|---|-----------------------|-----------------|-----------------|------------------------------------|
| | Original | Final Budget | Actual | |
| REVENUES: | | | | |
| Charges for current services | \$ 62,977 | \$ 62,977 | \$ 62,410 | \$ (567) |
| Donations and contributions | - | - | - | - |
| Use of money and property | - | - | 577 | 577 |
| Miscellaneous | - | - | - | - |
| Total revenues | 62,977 | 62,977 | 62,987 | 10 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Recreation and culture | | | | |
| Salaries and benefits | - | - | - | - |
| Services and supplies | 1,927 | 2,462 | 2,034 | 428 |
| Capital outlay | | | | |
| Equipment | - | - | - | - |
| Structures and improvements | - | - | - | - |
| Debt service: | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Contingencies | 4,433 | 3,898 | - | 3,898 |
| Total expenditures | 6,360 | 6,360 | 2,034 | 4,326 |
| REVENUES OVER (UNDER) | | | | |
| EXPENDITURES | 56,617 | 56,617 | 60,953 | 4,336 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Proceeds from sale of capital assets | - | - | - | - |
| Issuance of long-term liabilities | - | - | - | - |
| Insurance recovery | - | - | - | - |
| Transfers in | - | - | - | - |
| Transfers out | (56,617) | (56,617) | (56,617) | - |
| Total other financing sources (uses) | (56,617) | (56,617) | (56,617) | - |
| Net change in fund balances | - | - | 4,336 | 4,336 |
| FUND BALANCES: | | | | |
| Beginning of year | - | - | - | - |
| End of year | \$ - | \$ - | \$ 4,336 | \$ 4,336 |

Landscape and Lighting Assessment District - Zones of Benefit

| District Wide | | | | Totals | | | |
|---------------|--------------|-------------|------------------------------------|---------------|---------------|---------------|------------------------------------|
| Original | Final Budget | Actual | Variance Positive (Negative) | Original | Final Budget | Actual | Variance Positive (Negative) |
| \$ - | \$ - | \$ - | \$ - | \$ 17,859,914 | \$ 17,854,453 | \$ 17,567,409 | \$ (287,044) |
| - | - | 1,463 | 1,463 | - | - | 1,463 | 1,463 |
| 27,600 | 27,600 | 57,473 | 29,873 | 525,728 | 524,548 | 1,359,885 | 835,337 |
| 28,488 | 28,771 | 4,598 | (24,173) | 44,488 | 45,979 | 5,806 | (40,173) |
| 56,088 | 56,371 | 63,534 | 7,163 | 18,430,130 | 18,424,980 | 18,934,563 | 509,583 |
| | | | | | | | |
| 1,390,323 | 1,546,693 | 1,354,793 | 191,900 | 4,697,022 | 4,665,894 | 4,026,971 | 638,923 |
| 2,159,779 | 2,156,990 | 1,600,463 | 556,527 | 11,264,443 | 11,335,032 | 10,059,667 | 1,275,365 |
| | | | | | | | |
| 85,200 | 70,498 | 58,591 | 11,907 | 177,900 | 125,030 | 113,982 | 11,048 |
| 41,200 | 65,280 | 81,388 | (16,108) | 126,100 | 154,130 | 156,198 | (2,068) |
| | | | | | | | |
| 13,842 | 13,842 | 16,292 | (2,450) | 13,842 | 13,842 | 16,292 | (2,450) |
| 894 | 894 | 1,430 | (536) | 894 | 894 | 1,430 | (536) |
| 16,823 | 16,823 | - | 16,823 | 2,130,987 | 2,335,062 | - | 2,335,062 |
| | | | | | | | |
| 3,708,061 | 3,871,020 | 3,112,957 | 758,063 | 18,411,188 | 18,629,884 | 14,374,540 | 4,255,344 |
| | | | | | | | |
| (3,651,973) | (3,814,649) | (3,049,423) | 765,226 | 18,942 | (204,904) | 4,560,023 | 4,764,927 |
| | | | | | | | |
| - | - | - | - | - | 500 | 500 | - |
| - | - | 8,289 | 8,289 | - | - | 8,289 | 8,289 |
| - | - | - | - | - | 13,951 | 25,783 | 11,832 |
| 3,810,224 | 3,810,224 | 3,230,207 | (580,017) | 4,488,888 | 4,300,592 | 3,687,138 | (613,454) |
| (212,270) | (211,000) | (227,209) | (16,209) | (6,617,759) | (6,427,391) | (4,588,305) | 1,839,086 |
| | | | | | | | |
| 3,597,954 | 3,599,224 | 3,011,287 | (587,937) | (2,128,871) | (2,112,348) | (866,595) | 1,245,753 |
| | | | | | | | |
| (54,019) | (215,425) | (38,136) | 177,289 | (2,109,929) | (2,317,252) | 3,693,428 | 6,010,680 |
| | | | | | | | |
| 368,786 | 368,786 | 368,786 | - | 38,741,949 | 38,741,949 | 38,741,949 | - |
| \$ 314,767 | \$ 153,361 | \$ 330,650 | \$ 177,289 | \$ 36,632,020 | \$ 36,424,697 | \$ 42,435,377 | \$ 6,010,680 |

(Concluded)

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STATISTICAL SECTION

This part of the Cosumnes Community Services District'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 District's over all financial health.

Financial Trends

These schedules contain financial trend information for assessing the District's financial performance and well-being over time.

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

Revenue Capacity

These schedules present revenue capacity information to assess the District's ability to generate revenues. Property taxes, charges for services and developer fees and contributions are the District's most significant revenue sources.

1. Direct and Overlapping Property Tax Rates
2. Principal Property Taxpayers
3. Property Tax Levies and Collections
4. Assessed Value of Taxable Property

Debt Capacity

These schedules present information to assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt.

1. Ratio of Outstanding Debt by Type
2. Computation of Direct and Overlapping Debt
3. Computation of Legal Debt Margin Information
4. Debt Pledged Revenue Coverage

Demographic and Economic Information

These schedules provide information on the demographic and economic environment in which the District conducts business.

1. Demographic and Economic Statistics
2. Principal Employers

Operating Information

These schedules provide information on the District's service infrastructure to assist the reader in understanding how the information in the District's financial report relates to the services the District provides and the activities it performs.

1. Full-Time District Employees by Function
2. Operating Indicators by Function/Program
3. Capital Asset Statistics by Function/Program

Sources

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports of the relevant years.

Cosumnes Community Services District
Net Position by Component
(accrual basis of accounting)

| | Fiscal Year | | | |
|---|-----------------------|---------------------|---------------------|---------------------|
| | 2020 | 2019 | 2018 | 2017 |
| Governmental activities | | | | |
| Net investment in capital assets | \$ 209,717,941 | 200,173,933 | 191,275,989 | 179,250,894 |
| Restricted | 70,724,935 | 63,838,846 | 57,280,447 | 52,954,081 |
| Unrestricted | <u>(75,394,287)</u> | <u>(72,493,773)</u> | <u>(65,389,716)</u> | <u>(51,766,076)</u> |
| Total governmental activities net position | \$ 205,048,589 | 191,519,006 | 183,166,720 | 180,438,899 |
| Primary government | | | | |
| Net investment in capital assets | \$ 209,717,941 | 200,173,933 | 191,275,989 | 179,250,894 |
| Restricted | 70,724,935 | 63,838,846 | 57,280,447 | 52,954,081 |
| Unrestricted | <u>(75,394,287)</u> | <u>(72,493,773)</u> | <u>(65,389,716)</u> | <u>(51,766,076)</u> |
| Total primary government net position | \$ 205,048,589 | 191,519,006 | 183,166,720 | 180,438,899 |

Note: The Cosumnes Community Services District implemented GASB 34 during the year ended June 30, 2003. Information prior to the implementation of GASB 34 is not available.

Source: Cosumnes CSD Administrative Services Department

(1) The District recorded prior period adjustments to record the beginning balance of the net pension liability, and to record employer contributions made for pension in fiscal year 2014 as a deferred outflow of resources.

Fiscal Year

| 2016 | 2015 | 2014 (1) | 2013 | 2012 | 2011 |
|-------------|-------------|-----------------|-------------|-------------|-------------|
|-------------|-------------|-----------------|-------------|-------------|-------------|

| | | | | | |
|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| 185,351,179 | 184,981,570 | 183,997,497 | 184,141,637 | 183,173,511 | 179,698,464 |
| 48,762,603 | 44,349,631 | 42,341,817 | 37,217,297 | 34,461,962 | 35,770,912 |
| (50,108,183) | (54,478,223) | (62,177,389) | (8,241,726) | 1,100,458 | 9,685,628 |
| <u>184,005,599</u> | <u>174,852,978</u> | <u>164,161,925</u> | <u>213,117,208</u> | <u>218,735,931</u> | <u>225,155,004</u> |

| | | | | | |
|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| 185,351,179 | 184,981,570 | 183,997,497 | 184,141,637 | 183,173,511 | 179,698,464 |
| 48,762,603 | 44,349,631 | 42,341,817 | 37,217,297 | 34,461,962 | 35,770,912 |
| (50,108,183) | (54,478,223) | (62,177,389) | (8,241,726) | 1,100,458 | 9,685,628 |
| <u>184,005,599</u> | <u>174,852,978</u> | <u>164,161,925</u> | <u>213,117,208</u> | <u>218,735,931</u> | <u>225,155,004</u> |

Cosumnes Community Services District
Changes in Net Position
(accrual basis of accounting)

| | Fiscal Year | | | |
|---|---------------------|---------------------|---------------------|---------------------|
| | 2020 | 2019 | 2018 | 2017 |
| Expenses | | | | |
| Governmental activities: | | | | |
| Public protection | \$ 56,326,241 | 56,182,068 | 53,558,990 | 44,947,335 |
| Recreation and culture | 29,742,626 | 29,591,083 | 28,010,357 | 26,110,030 |
| General Government | 7,267,429 | 6,437,201 | 6,850,160 | 6,057,493 |
| Interest on long-term debt | 872,528 | 1,112,061 | 1,049,287 | 1,456,115 |
| Total governmental activities expenses | <u>94,208,824</u> | <u>93,322,413</u> | <u>89,468,794</u> | <u>78,570,973</u> |
| Total primary government expenses | <u>94,208,824</u> | <u>93,322,413</u> | <u>89,468,794</u> | <u>78,570,973</u> |
| Program Revenues | | | | |
| Governmental activities: | | | | |
| Charges for services: | | | | |
| Public protection | 13,583,739 | 11,150,645 | 12,577,480 | 9,929,689 |
| Recreation and culture | 22,498,466 | 22,776,846 | 21,604,713 | 20,878,015 |
| General Government | 2,526,344 | 5,519,156 | 2,853,733 | 3,301,028 |
| Operating grants and contributions | 127,851 | 134,483 | 94,093 | 89,340 |
| Capital grants and contributions | 6,892,130 | 9,029,697 | 9,232,552 | 11,640,159 |
| Total governmental activities program revenues | <u>45,628,530</u> | <u>48,610,827</u> | <u>46,362,571</u> | <u>45,838,231</u> |
| Total primary government program revenues | <u>45,628,530</u> | <u>48,610,827</u> | <u>46,362,571</u> | <u>45,838,231</u> |
| Net revenues (expenses): | | | | |
| Governmental activities | <u>(48,580,294)</u> | <u>(44,711,586)</u> | <u>(43,106,223)</u> | <u>(32,732,742)</u> |
| Total net revenues (expenses) | <u>(48,580,294)</u> | <u>(44,711,586)</u> | <u>(43,106,223)</u> | <u>(32,732,742)</u> |
| General revenues and other changes in net position | | | | |
| Governmental activities: | | | | |
| Taxes | | | | |
| Property Taxes | 48,761,970 | 46,477,721 | 43,868,694 | 41,024,168 |
| Other taxes | | | | |
| Investment earnings | 2,752,241 | 2,258,766 | 1,094,388 | 938,460 |
| Miscellaneous | 5,860,861 | 4,327,385 | 870,962 | 1,019,777 |
| Total governmental activities | <u>57,375,072</u> | <u>53,063,872</u> | <u>45,834,044</u> | <u>42,982,405</u> |
| Total primary government | <u>57,375,072</u> | <u>53,063,872</u> | <u>45,834,044</u> | <u>42,982,405</u> |
| Changes in net position | | | | |
| Governmental activities | <u>\$ 8,794,778</u> | <u>8,352,286</u> | <u>2,727,821</u> | <u>10,249,663</u> |
| Total primary government | <u>\$ 8,794,778</u> | <u>8,352,286</u> | <u>2,727,821</u> | <u>10,249,663</u> |

Source: Cosumnes CSD Administrative Services Department

| Fiscal Year | | | | | |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| 2016 | 2015 | 2014 | 2013 | 2012 | 2011 |
| 39,709,149 | 30,991,966 | 36,958,524 | 39,550,114 | 39,708,302 | 39,892,892 |
| 23,461,242 | 24,421,081 | 21,697,297 | 22,221,093 | 22,920,702 | 23,053,144 |
| 7,844,015 | 4,262,813 | 3,424,446 | 3,672,163 | 3,680,267 | 4,147,243 |
| 1,436,266 | 773,229 | 820,905 | 1,151,692 | 1,339,252 | 3,190,945 |
| <u>72,450,672</u> | <u>60,449,089</u> | <u>62,901,172</u> | <u>66,595,062</u> | <u>67,648,523</u> | <u>70,284,224</u> |
| <u>72,450,672</u> | <u>60,449,089</u> | <u>62,901,172</u> | <u>66,595,062</u> | <u>67,648,523</u> | <u>70,284,224</u> |
| | | | | | |
| 6,916,448 | 8,152,295 | 7,181,029 | 5,428,004 | 5,612,920 | 3,589,834 |
| 20,585,430 | 20,399,714 | 19,711,526 | 19,673,718 | 20,049,112 | 6,497,058 |
| 7,799,770 | 1,883,787 | 1,677,351 | 1,974,385 | 1,523,950 | 14,488,849 |
| 160,132 | 113,666 | 121,646 | 109,774 | 191,286 | 258,509 |
| 5,075,796 | 3,650,142 | 4,239,631 | 3,673,497 | 2,078,404 | 2,891,068 |
| <u>40,537,576</u> | <u>34,199,604</u> | <u>32,931,183</u> | <u>30,859,378</u> | <u>29,455,672</u> | <u>27,725,318</u> |
| <u>40,537,576</u> | <u>34,199,604</u> | <u>32,931,183</u> | <u>30,859,378</u> | <u>29,455,672</u> | <u>27,725,318</u> |
| | | | | | |
| (31,913,096) | (26,249,485) | (29,969,989) | (35,735,684) | (38,192,851) | (42,558,906) |
| <u>(31,913,096)</u> | <u>(26,249,485)</u> | <u>(29,969,989)</u> | <u>(35,735,684)</u> | <u>(38,192,851)</u> | <u>(42,558,906)</u> |
| | | | | | |
| 36,173,988 | 32,626,823 | 29,456,296 | 31,186,985 | 32,253,420 | 33,603,024 |
| 431,763 | 479,497 | 559,940 | 407,021 | 361,833 | 633,265 |
| 334,787 | 332,351 | 100,725 | 179,772 | 162,470 | 336,775 |
| <u>36,940,538</u> | <u>33,438,671</u> | <u>30,116,961</u> | <u>31,773,778</u> | <u>32,777,723</u> | <u>34,573,064</u> |
| <u>36,940,538</u> | <u>33,438,671</u> | <u>30,116,961</u> | <u>31,773,778</u> | <u>32,777,723</u> | <u>34,573,064</u> |
| | | | | | |
| 5,027,442 | 7,189,186 | 146,972 | (3,961,906) | (5,415,128) | (7,985,842) |
| <u>5,027,442</u> | <u>7,189,186</u> | <u>146,972</u> | <u>(3,961,906)</u> | <u>(5,415,128)</u> | <u>(7,985,842)</u> |

Cosumnes Community Services District
Fund Balances of Governmental Funds
(modified accrual basis of accounting)

| | Fiscal Year | | | |
|------------------------------------|----------------------|-------------------|-------------------|-------------------|
| | 2020 | 2019 | 2018 | 2017 |
| General fund: | | | | |
| Nonspendable | \$ 1,494,483 | 778,662 | 963,525 | 1,967,160 |
| Restricted | 28,128,307 | 24,939,657 | 19,957,662 | 17,856,548 |
| Assigned | 23,278,561 | 25,747,350 | 25,639,993 | 32,218,113 |
| Total general fund | <u>\$ 52,901,351</u> | <u>51,465,669</u> | <u>46,561,180</u> | <u>52,041,821</u> |
| | | | | |
| All other governmental funds: | | | | |
| Restricted | \$ 42,596,628 | 38,899,189 | 37,322,785 | 35,097,533 |
| Assigned, reported in: | | | | |
| Special revenue fund | 0 | 0 | 0 | 0 |
| Total all other governmental funds | <u>\$ 42,596,628</u> | <u>38,899,189</u> | <u>37,322,785</u> | <u>35,097,533</u> |

Source: Cosumnes CSD Administrative Services Department

Fiscal Year

| 2016 | 2015 | 2014 | 2013 | 2012 | 2011 |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| 984,526 | 423,969 | 739,238 | 107,338 | 20,770 | 16,207 |
| 16,792,913 | 16,031,122 | 16,145,077 | 14,238,705 | 14,720,152 | 17,954,979 |
| 29,194,656 | 26,108,555 | 16,466,784 | 15,204,930 | 19,487,133 | 23,234,797 |
| <u>46,972,095</u> | <u>42,563,646</u> | <u>33,351,099</u> | <u>29,550,973</u> | <u>34,228,055</u> | <u>41,205,983</u> |
| 31,969,690 | 28,318,509 | 26,196,740 | 22,978,592 | 19,741,810 | 17,815,933 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>31,969,690</u> | <u>28,318,509</u> | <u>26,196,740</u> | <u>22,978,592</u> | <u>19,741,810</u> | <u>17,815,933</u> |

Cosumnes Community Services District
Changes in Fund Balances of Governmental Funds
(modified accrual basis of accounting)

| | Fiscal Year | | | |
|--|---------------------|--------------------|--------------------|--------------------|
| | 2020 | 2019 | 2018 | 2017 |
| Revenues: | | | | |
| Taxes | \$ 48,761,970 | 46,477,721 | 43,868,694 | 41,024,168 |
| Charges for services | 37,063,260 | 34,831,824 | 35,055,970 | 32,494,151 |
| Developer fees and contributions | 4,525,151 | 4,752,534 | 5,141,896 | 2,004,448 |
| Intergovernmental | 2,366,979 | 4,277,163 | 4,090,656 | 2,644,117 |
| Donations and contributions | 127,851 | 134,483 | 94,093 | 89,340 |
| Use of money and property | 3,701,629 | 3,456,645 | 2,211,653 | 2,067,792 |
| Miscellaneous | 5,860,861 | 4,327,385 | 870,962 | 1,019,777 |
| Total revenues | 102,407,701 | 98,257,755 | 91,333,924 | 81,343,793 |
| Expenditures: | | | | |
| Current: | | | | |
| Public protection | 50,707,523 | 48,456,075 | 47,452,087 | 43,262,133 |
| Recreation and culture | 25,672,120 | 25,942,538 | 24,675,929 | 22,462,027 |
| General government | 5,662,393 | 5,651,139 | 5,987,865 | 6,006,798 |
| Capital outlay | 13,627,355 | 11,668,702 | 14,997,275 | 6,294,857 |
| Debt service: | | | | |
| Principal | 2,765,078 | 2,769,048 | 2,586,599 | 1,883,696 |
| Interest | 918,187 | 1,156,192 | 1,093,374 | 970,887 |
| Cost of Issuance | | | | 529,832 |
| Total expenditures | 99,352,656 | 95,643,694 | 96,793,129 | 81,410,230 |
| Excess of revenues over expenditures | 3,055,045 | 2,614,061 | (5,459,205) | (66,437) |
| Other financing sources (uses): | | | | |
| Proceeds from sale of capital assets | 21,685 | 22,700 | 22,909 | 210 |
| Issuance of long-term liabilities | 1,691,883 | 447,658 | 1,310,000 | 15,720,282 |
| Payment to escrow for refunding | | | | (9,230,447) |
| Original issue premium | | | | 896,282 |
| Original issue discount | | | | (224,451) |
| Insurance recoveries | 364,508 | 3,396,474 | 870,907 | 1,102,130 |
| Transfers in | 7,120,451 | 8,549,653 | 9,353,101 | 5,441,174 |
| Transfers out | <u>(7,120,451)</u> | <u>(8,549,653)</u> | <u>(9,353,101)</u> | <u>(5,441,174)</u> |
| Total other financing sources (uses) | 2,078,076 | 3,866,832 | 2,203,816 | 8,264,006 |
| Net change in fund balances | \$ 5,133,121 | 6,480,893 | (3,255,389) | 8,197,569 |
| Debt service as a percentage of noncapital expenditures | 4.3% | 4.7% | 4.5% | 3.8% |

Source: Cosumnes CSD Administrative Services Department

| Fiscal Year | | | | | |
|-------------------|-------------------|-------------------|--------------------|--------------------|--------------------|
| 2016 | 2015 | 2014 | 2013 | 2012 | 2011 |
| 38,678,041 | 36,173,988 | 32,626,823 | 29,456,296 | 31,186,985 | 32,253,420 |
| 28,526,257 | 29,519,898 | 27,835,872 | 25,669,576 | 25,833,814 | 25,077,392 |
| 1,669,000 | 1,500,655 | 2,832,285 | 1,747,613 | 1,458,624 | 1,993,759 |
| 3,406,796 | 2,149,487 | 1,407,346 | 1,925,884 | 619,780 | 897,309 |
| 160,132 | 113,666 | 121,646 | 109,774 | 191,286 | 258,509 |
| 2,048,806 | 1,516,902 | 1,486,062 | 1,504,489 | 1,367,064 | 1,521,106 |
| 1,458,664 | 334,787 | 332,351 | 404,965 | 179,772 | 162,470 |
| <u>75,947,696</u> | <u>71,309,383</u> | <u>66,642,385</u> | <u>60,818,597</u> | <u>60,837,325</u> | <u>62,163,965</u> |
| | | | | | |
| 38,600,228 | 36,077,297 | 33,362,739 | 34,372,236 | 33,478,192 | 33,893,997 |
| 20,606,032 | 21,147,714 | 18,737,965 | 18,571,201 | 19,767,882 | 20,342,559 |
| 7,881,271 | 4,209,127 | 3,115,442 | 3,117,972 | 3,224,873 | 3,577,708 |
| 3,491,208 | 4,355,382 | 2,412,214 | 2,462,853 | 4,478,538 | 3,823,032 |
| 2,409,130 | 2,060,546 | 2,678,562 | 3,021,871 | 4,344,153 | 6,865,298 |
| 1,158,549 | 776,928 | 875,905 | 1,201,336 | 1,367,625 | 3,386,607 |
| 272,852 | | | | | |
| <u>74,419,270</u> | <u>68,626,994</u> | <u>61,182,827</u> | <u>62,747,469</u> | <u>66,661,263</u> | <u>71,889,201</u> |
| | | | | | |
| 1,528,426 | 2,682,389 | 5,459,558 | (1,928,872) | (5,823,938) | (9,725,236) |
| | | | | | |
| 6,150 | 133,147 | 16,311 | 162,586 | 156,250 | 299,216 |
| 10,420,172 | 1,276,969 | 1,436,953 | 325,986 | 122,386 | 388,747 |
| | | | | | |
| (283,460) | | | | | |
| 4,937,030 | 7,241,811 | 105,452 | | 493,251 | 505,836 |
| 5,506,912 | 5,720,119 | 4,625,190 | 4,273,702 | 5,544,330 | 5,539,122 |
| (5,506,912) | (5,720,119) | (4,625,190) | (4,273,702) | (5,544,330) | (5,539,122) |
| <u>15,079,892</u> | <u>8,651,927</u> | <u>1,558,716</u> | <u>488,572</u> | <u>771,887</u> | <u>1,193,799</u> |
| <u>16,608,318</u> | <u>11,334,316</u> | <u>7,018,274</u> | <u>(1,440,300)</u> | <u>(5,052,051)</u> | <u>(8,531,437)</u> |
| | | | | | |
| 5.0% | 4.4% | 6.0% | 7.0% | 9.2% | 15.1% |

Cosumnes Community Services District
Direct and Overlapping Property Tax Rates
(Rate per \$100 of assessed value)
Last Ten Fiscal Years

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| District Rate | 0.22137 | 0.22137 | 0.22137 | 0.22137 | 0.22137 | 0.22137 | 0.22137 | 0.22137 | 0.22137 | 0.22137 |
| Overlapping Rates: | | | | | | | | | | |
| County of Sacramento | 0.38606 | 0.38606 | 0.38606 | 0.38606 | 0.38606 | 0.38606 | 0.38606 | 0.38606 | 0.38606 | 0.38606 |
| County Library | 0.02037 | 0.02037 | 0.02037 | 0.02037 | 0.02037 | 0.02037 | 0.02037 | 0.02037 | 0.02037 | 0.02037 |
| Elk Grove Unified School District | 0.25487 | 0.25487 | 0.25487 | 0.25487 | 0.25487 | 0.25487 | 0.25487 | 0.25487 | 0.25487 | 0.25487 |
| Elk Grove-Cosumnes Cemetery District | 0.00275 | 0.00275 | 0.00275 | 0.00275 | 0.00275 | 0.00275 | 0.00275 | 0.00275 | 0.00275 | 0.00275 |
| City of Elk Grove | 0.05738 | 0.05738 | 0.05738 | 0.05738 | 0.05738 | 0.05738 | 0.05738 | 0.05738 | 0.05738 | 0.05738 |
| Los Rios Community College | 0.03641 | 0.03641 | 0.03641 | 0.03641 | 0.03641 | 0.03641 | 0.03641 | 0.03641 | 0.03641 | 0.03641 |
| Sacramento-Yolo Mosquito Abatement District | 0.00866 | 0.00866 | 0.00866 | 0.00866 | 0.00866 | 0.00866 | 0.00866 | 0.00866 | 0.00866 | 0.00866 |
| Other | 0.01213 | 0.01213 | 0.01213 | 0.01213 | 0.01213 | 0.01213 | 0.01213 | 0.01213 | 0.01213 | 0.01213 |
| Regional Sanitation District Bonds | 0.00550 | 0.00550 | 0.00550 | 0.00550 | 0.00550 | 0.00550 | 0.00550 | 0.00550 | 0.00550 | 0.00550 |
| Los Rios Community College GO Bonds | 0.00720 | 0.00720 | 0.00720 | 0.00720 | 0.00720 | 0.00720 | 0.00720 | 0.00720 | 0.00720 | 0.00720 |
| Total Direct Rate | 1.01270 |

Notes:

In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of Regional Sanitation District bonds and Los Rios Community College General Obligation bonds.

Rates are within the City of Elk Grove boundaries. No data is available for areas outside City boundaries.

Source: HdL Coren & Cone

Cosumnes Community Services District
 Principal Property Taxpayers
 Current Year and Nine Years Ago

| Taxpayer | 2020 | | 2011 | |
|--------------------------------------|----------------------------------|---|------------------------------|---|
| | Taxable Assessed Value (1) | Percentage of Total District Taxable Assessed Value | Taxable Assessed Value | Percentage of Total District Taxable Assessed Value |
| Apple Computer, Inc | \$234,575,597 | 0.97% | | |
| Pappas Laguna 2 Limited Partnership | 134,577,145 | 0.56% | | |
| Laguna Springs Corporation Center | 97,800,715 | 0.40% | | |
| Oakmont Properties II LP | 74,900,743 | 0.31% | | |
| DS Properties 18 LP | 71,054,759 | 0.29% | | |
| MG Somerfield at Lakeside Apartments | 64,000,000 | 0.26% | | |
| Elk Grove Owner LP (Kohls) | 59,971,142 | 0.25% | | |
| MG Bella Vista Apartments EKG LLC | 59,000,000 | 0.24% | | |
| 9130 Nolan Street LLC | 52,560,705 | 0.22% | | |
| WSI Poppy Ridge LLC | 50,839,447 | 0.21% | | |
| ACI Real Properties | | | 73,119,463 | 0.44% |
| Donahue Schriber Realty Group | | | 64,234,383 | 0.38% |
| Williametter Industries, Inc. | | | 29,048,912 | 0.17% |
| JVC America Inc. | | | 26,106,618 | 0.16% |
| DS Marketplace 99 LLC | | | 24,853,063 | 0.15% |
| Somerfield at Lakeside LLC | | | 23,437,906 | 0.14% |
| Citrus Grove Apartments | | | 22,770,831 | 0.14% |
| Laguna Oaks Apartments | | | 19,788,000 | 0.12% |
| Khoury Family Investors, LLC | | | 15,456,000 | 0.09% |
| Lennar Renaissance Inc. | | | 14,911,834 | 0.09% |
| Total | \$ <u>899,280,253</u> | <u>3.72%</u> | <u>313,727,010</u> | <u>1.87%</u> |

Notes:

(1) Amounts represent assessed values within the City of Elk Grove boundaries.

Source: County of Sacramento Assessor's Office and HdL Coren & Cone

**Cosumnes Community Services District
Property Tax Levies and Collections
Last Ten Fiscal Years**

| Fiscal Year Ended June 30 | Taxes Levied for the Fiscal Year | Collected within the Fiscal Year of the Levy | | Collections in Subsequent Years | Total Collections to Date | |
|----------------------------------|---|---|---------------------------|--|----------------------------------|---------------------------|
| | | Amount | Percentage of Levy | | Amount | Percentage of Levy |
| 2011 | 32,950,787 | 31,301,110 | 94.99% | 952,310 | 32,253,420 | 97.05% |
| 2012 | 31,299,748 | 31,053,637 | 99.21% | 133,348 | 31,186,985 | 99.57% |
| 2013 | 31,299,748 | 29,456,296 | 94.11% | 476,125 | 29,932,421 | 98.41% |
| 2014 | 33,605,628 | 32,626,823 | 97.09% | 435,454 | 33,062,277 | 98.68% |
| 2015 | 36,976,606 | 36,173,988 | 97.83% | 401,309 | 36,575,297 | 98.90% |
| 2016 | 39,476,493 | 38,678,041 | 97.98% | 399,226 | 39,077,267 | 98.98% |
| 2017 | 41,924,688 | 41,024,168 | 97.85% | 450,260 | 41,474,428 | 98.91% |
| 2018 | 44,766,582 | 43,868,694 | 97.99% | 448,944 | 44,317,638 | 98.99% |
| 2019 | 47,407,275 | 46,477,721 | 98.04% | 533,871 | 47,011,592 | 98.86% |
| 2020 | 49,532,085 | 48,377,548 | 97.67% | 384,422 | 48,761,970 | 99.21% |

Sources: Sacramento County Auditor-Controller and Cosumnes CSD Administrative Services Department

Cosumnes Community Services District
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(In Thousands)

| Fiscal Year Ended June 30 | Secured | Unsecured | Taxable Assessed Value | Total Direct Tax Rate |
|----------------------------------|----------------|------------------|-------------------------------|------------------------------|
| 2011 | 16,410,866 | 340,933 | 16,751,799 | 0.22137 |
| 2012 | 15,691,279 | 326,105 | 16,017,384 | 0.22137 |
| 2013 | 14,907,283 | 324,293 | 15,231,576 | 0.22137 |
| 2014 | 16,202,973 | 299,789 | 16,502,762 | 0.22137 |
| 2015 | 17,922,473 | 311,625 | 18,234,098 | 0.22137 |
| 2016 | 18,888,266 | 310,101 | 19,198,367 | 0.22137 |
| 2017 | 20,141,942 | 301,965 | 20,443,907 | 0.22137 |
| 2018 | 21,347,233 | 306,951 | 21,654,184 | 0.22137 |
| 2019 | 22,625,913 | 322,966 | 22,948,879 | 0.22137 |
| 2020 | 23,825,609 | 375,378 | 24,200,987 | 0.22137 |

Notes:

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

Source: Sacramento County Auditor-Controller and Cosumnes CSD Administrative Services Department

Cosumnes Community Services District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Governmental Activities | | | Total Governmental Activities | Percentage of Assessed Valuation | Debt Per Capita |
|---------------------------|-----------------------------------|-------------|----------------|-------------------------------|----------------------------------|-----------------|
| | Certificates of Participation (1) | Loans | Capital Leases | | | |
| 2011 | \$ 1,341,000 | \$3,302,285 | \$ 23,564,327 | \$ 28,207,612 | 0.17% | 154.25 |
| 2012 | 1,191,700 | 2,281,623 | 20,512,651 | 23,985,974 | 0.15% | 130.83 |
| 2013 | 1,022,900 | 1,217,925 | 19,049,265 | 21,290,090 | 0.14% | 116.17 |
| 2014 | 847,200 | 98,219 | 19,103,063 | 20,048,482 | 0.12% | 109.36 |
| 2015 | 664,100 | 84,606 | 18,512,732 | 19,261,438 | 0.11% | 104.36 |
| 2016 | 9,221,378 | 73,913 | 17,705,066 | 27,000,357 | 0.14% | 141.60 |
| 2017 | 23,935,000 | 66,111 | 8,801,650 | 32,802,761 | 0.16% | 170.66 |
| 2018 | 23,156,804 | 54,242 | 8,616,918 | 31,827,964 | 0.15% | 162.91 |
| 2019 | 21,870,000 | 41,728 | 7,293,041 | 29,204,769 | 0.13% | 148.22 |
| 2020 | 21,103,140 | 28,545 | 7,203,032 | 28,334,717 | 0.12% | 142.15 |

Notes:

(1) The Certificate of participation for the 2015 refinancing project is netted with the original issue discount.

Source: Cosumnes CSD Administrative Services Department

Cosumnes Community Services District
Direct and Overlapping Debt
June 30, 2020

District Assessed Valuation (in thousands) \$ 24,200,987

| | Estimated Percentage Applicable ⁽¹⁾ | Outstanding Debt 6/30/20 | Estimated Share of Overlapping Debt |
|---|--|--------------------------------|--|
| Overlapping Debt Repaid with Property Taxes and Assessments: | | | |
| Los Rios Community College District | 10.398% | \$ 455,515,000 | 47,364,450 |
| San Joaquin Delta Community College District | 3.268% | 199,370,000 | 6,515,412 |
| Elk Grove Unified School District | 56.285% | 182,550,000 | 102,748,268 |
| River Delta Joint Unified School District | | | |
| School Facilities Improvement District No. 1 | 0.1950% | 6,669,378 | 13,005 |
| Sacramento Unified School District | 0.1580% | 482,492,966 | 762,339 |
| 61.506% & | | | |
| Galt Joint Union High School District and School District | 88.272% | 80,023,684 | 55,411,329 |
| Elk Grove Community Facilities District | 100.00% | 212,690,000 | 212,690,000 |
| Elk Grove Unified School District Community Facilities District No. 1 | 56.285% | 191,731,133 | 107,915,868 |
| Galt Schools Joint Powers Authority Community Facilities District No. 1 | 98.698% | 4,320,000 | 4,263,754 |
| Sacramento County Community Facilities Districts | 100.00% | 9,774,475 | 9,774,475 |
| California Statewide Community Development Authority 915 Act Bonds | 100.00% | 14,885,955 | 14,885,955 |
| City of Galt 1915 Act Bonds | 100.00% | 586,000 | 586,000 |
| Total overlapping debt repaid with property taxes and assessments | | <u>1,840,608,591</u> | <u>562,930,855</u> |
| Overlapping Other Debt: | | | |
| Sacramento County General Fund Obligations | 14.227% | \$ 159,847,468 | 22,741,499 |
| Sacramento County Pension Obligations | 14.227% | 791,614,052 | 112,622,931 |
| Sacramento County Board of Education Certificates of Participation | 14.227% | 3,545,000 | 504,347 |
| Elk Grove Unified School District Certificates of Participation | 56.285% | 12,195,000 | 6,863,956 |
| Sacramento Unified School District Certificates of Participation | 0.1580% | 60,550,000 | 95,669 |
| Galt Joint Union High School District and School District | 61.506% & 88.272% | 8,565,000 | 5,764,231 |
| City of Elk Grove General Fund Obligations | 100.00% | 40,310,000 | 40,310,000 |
| Cosumnes Community Services District | 100.00% | 22,434,000 | 22,434,000 |
| Total overlapping other debt | | <u>1,099,060,520</u> | <u>211,336,633</u> |
| Total overlapping debt | | <u><u>\$ 2,939,669,111</u></u> | <u><u>774,267,488</u></u> |
| District direct debt | | | <u><u>20,900,000</u></u> |
| Total direct and overlapping debt | | | <u><u>\$ 795,167,488</u></u> |

Notes:

(1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the District's boundaries and dividing it by each unit's total taxable assessed value.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Cosumnes Community Services District. This process recognizes that, when considering the District'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.

Source: California Municipal Statistics, Inc.

Cosumnes Community Services District
Legal Debt Margin Information
Last Ten Fiscal Years
(in thousands of dollars)

| | Fiscal Year | | | | | | | | | |
|--|---------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
| Assessed valuation | \$ 16,751,799 | 16,017,384 | 15,231,576 | 16,502,762 | 18,234,098 | 19,198,367 | 20,443,907 | 21,654,184 | 22,948,879 | 24,200,987 |
| Conversion percentage | <u>25%</u> | <u>25%</u> | <u>25%</u> | <u>25%</u> | <u>25%</u> | <u>25%</u> | <u>25%</u> | <u>25%</u> | <u>25%</u> | <u>25%</u> |
| Adjusted assessed valuation | \$ 4,187,950 | 4,004,346 | 3,807,894 | 4,125,691 | 4,558,525 | 4,799,592 | 5,110,977 | 5,413,546 | 5,737,220 | 6,050,247 |
| Debt limit percentage | <u>5%</u> | <u>5%</u> | <u>5%</u> | <u>5%</u> | <u>5%</u> | <u>5%</u> | <u>5%</u> | <u>5%</u> | <u>5%</u> | <u>5%</u> |
| Debt limit | 209,397 | 200,217 | 190,395 | 206,285 | 227,926 | 239,980 | 255,549 | 270,677 | 286,861 | 302,512 |
| Total net debt applicable to limit: | | | | | | | | | | |
| General obligation bonds | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Legal debt margin | \$ 209,397 | 200,217 | 190,395 | 206,285 | 227,926 | 239,980 | 255,549 | 270,677 | 286,861 | 302,512 |
| Total debt applicable to the limit as a percentage of debt limit | 0% | 0% | 0% | 0% | 0% | 0% | 0% | 0% | 0% | 0% |

Note: The Government Code of the State of California provides for a legal debt limit of 5% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: Cosumnes CSD Administrative Services Department and Sacramento County Assessor's Office

Cosumnes Community Services District
Pledged-Revenue Coverage
Last Ten Fiscal Years

| Fiscal Year | Special Assessment Debt | | | | | |
|-------------|--------------------------------|-------------------------|-----------------------|--------------|----------|----------|
| | Special Assessment Collections | Less Operating Expenses | Net Available Revenue | Debt Service | | Coverage |
| | | | | Principal | Interest | |
| 2011 | \$ 14,295,157 | 9,862,791 | 4,432,366 | 376,439 | 93,784 | 9.43 |
| 2012 | 13,953,831 | 9,847,285 | 4,106,546 | 785,729 | 99,627 | 4.64 |
| 2013 | 14,213,219 | 9,624,008 | 4,589,211 | 822,796 | 65,448 | 5.17 |
| 2014 | 14,415,446 | 9,415,366 | 5,000,080 | 852,806 | 29,514 | 5.67 |
| 2015 | 14,708,161 | 11,323,523 | 3,384,638 | 25,703 | 1,632 | 123.82 |
| 2016 | 14,942,112 | 10,644,956 | 4,297,156 | 21,304 | 1,401 | 189.26 |
| 2017 | 15,362,009 | 11,823,913 | 3,538,096 | 22,747 | 2,813 | 138.42 |
| 2018 | 15,752,692 | 13,168,453 | 2,584,239 | 15,064 | 2,077 | 150.76 |
| 2019 | 16,567,632 | 14,923,362 | 1,644,270 | 15,029 | 1,518 | 99.37 |
| 2020 | 17,567,409 | 14,356,818 | 3,210,591 | 16,292 | 1,430 | 181.16 |

Notes: Details regarding the District's outstanding debt can be found in the notes to the financial statements. Special assessments pledged for the loan payable are reported in the Landscape and Lighting Special Revenue Fund and related debt service expenditures are reported in the Debt Service Fund. Operating expenses do not include debt service or capital outlay expenditures.

Source: Cosumnes CSD Administrative Services Department

**Cosumnes Community Services District
Demographic and Economic Statistics
Last Ten Calendar Years**

| Calendar Year | District Population (1) | Per Capita Personal Income (2) | Sacramento County Unemployment Rate (3) |
|----------------------|--------------------------------|---------------------------------------|--|
| 2011 | 182,870 | N/A | 12.7% |
| 2012 | 183,333 | N/A | 11.0% |
| 2013 | 183,259 | N/A | 8.7% |
| 2014 | 183,333 | N/A | 6.9% |
| 2015 | 184,564 | N/A | 6.0% |
| 2016 | 190,680 | N/A | 5.8% |
| 2017 | 192,216 | N/A | 5.0% |
| 2018 | 195,376 | N/A | 4.2% |
| 2019 | 197,042 | N/A | 3.9% |
| 2020 | 199,326 | N/A | 12.8% |

N/A Information is not available.

Sources:

- 1 Cosumnes Community Services District
- 2 US Department of Commerce, Bureau of Economic Analysis (data shown is for Sacramento County)
- 3 State of California Employment Development Department (data shown is for Sacramento County)

Cosumnes Community Services District
Principal Employers
Last Ten Calendar Years

| Employer | 2020 | | 2011 | |
|--------------------------------------|------------------|---|------------------|---|
| | Employees | Percentage of Total Employment | Employees | Percentage of Total Employment |
| Apple Computer | 5000 | 6.03% | 500 | (1) |
| Elk Grove Unified School District | 3,884 | 4.69% | 3,414 | (1) |
| CA Correctional Health Care Services | 1,371 | 1.65% | | |
| Wal Mart | 596 | 0.72% | 227 | (1) |
| Kaiser Permanente Med Ctr | 530 | 0.64% | | |
| Bel Air/Raleys Supermarkets | 442 | 0.53% | 500 | (1) |
| City of Elk Grove | 375 | 0.45% | 274 | (1) |
| Cosumnes Community Services District | 333 | 0.40% | 266 | (1) |
| Alldata | 300 | 0.36% | 320 | (1) |
| Safeway | 265 | 0.32% | | |
| Bimbo Bakeries | | | 265 | (1) |
| Home Depot | | | 175 | (1) |
| Decorative Specialties | | | 105 | (1) |

Source: Cosumnes Community Services District and MuniServices LLC

(1) Information is not available.

Cosumnes Community Services District
Full-time District Employees by Function
Last Ten Fiscal Years

| <u>Function</u> | Full-time District Employees as of June 30 | | | | | | | | | |
|------------------------|--|------|------|------|------|------|------|------|------|------|
| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
| General government | 23 | 22 | 21 | 21 | 21 | 21 | 24 | 24 | 27 | 49 |
| Public safety | 167 | 168 | 167 | 167 | 166 | 165 | 184 | 189 | 189 | 204 |
| Recreation and culture | 76 | 71 | 65 | 65 | 69 | 69 | 74 | 79 | 89 | 80 |
| 128 Total | 266 | 261 | 253 | 253 | 256 | 255 | 282 | 292 | 305 | 333 |

Source: Cosumnes CSD Administrative Services Department

**Cosumnes Community Services District
Operating Indicators by Function/Program
Last Ten Fiscal Years**

| Function/Program | Fiscal Year | | | | | | | | | |
|-------------------------------|-------------|--------|--------|--------|--------|--------|--------|----------|--------|--------|
| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 (2) | 2019 | 2020 |
| Fire | | | | | | | | | | |
| Emergency responses | 14,011 | 14,374 | 14,679 | 15,170 | 16,613 | 17,189 | 18,592 | 19,775 | 19,790 | 20,791 |
| Field Inspections | 1,602 | 1,687 | 2,290 | 2,165 | 2,742 | 2,852 | 2,187 | 2,300 | 2,299 | 2,725 |
| Plan checks | 629 | 808 | 989 | 1,093 | 1,110 | 1,106 | 973 | 1,100 | 446 | 574 |
| Resubmitted Plan Checks | (1) | (1) | (1) | 222 | 207 | 190 | 241 | 200 | 219 | 296 |
| Weed Abatement | 480 | 584 | 599 | 488 | 128 | 114 | 145 | 194 | 188 | 156 |
| Fire Investigations | 82 | 69 | 50 | 41 | 19 | 21 | 17 | 40 | 41 | 43 |
| Code Enforcement | 18 | 32 | 31 | 11 | 18 | 29 | 79 | 90 | 107 | 57 |
| Parks and recreation | | | | | | | | | | |
| Number of recreation programs | 579 | 550 | 548 | 509 | 487 | 524 | 629 | 3,311 | 4,560 | 3,570 |

Source: Various District departments

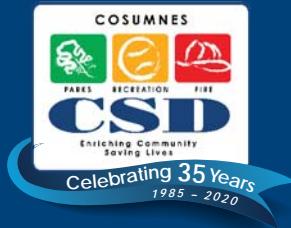
(1) Information is not available.

(2) New registration software (Active Net) calculates recreation programs differently.

Cosumnes Community Services District
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

| Function/Program | Fiscal Year | | | | | | | | | |
|----------------------------|-------------|------|------|------|------|------|------|-------|-------|-------|
| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
| Fire | | | | | | | | | | |
| Fire stations | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 |
| Training facility | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Fire engines | 27 | 26 | 24 | 24 | 26 | 27 | 27 | 29 | 29 | 30 |
| Other Fire vehicles | 74 | 76 | 76 | 74 | 77 | 82 | 87 | 88 | 94 | 96 |
| Parks and recreation | | | | | | | | | | |
| Parks | 90 | 91 | 92 | 94 | 94 | 95 | 96 | 97 | 98 | 98 |
| Acreage | 966 | 978 | 981 | 985 | 985 | 994 | 996 | 1,007 | 1,001 | 1,266 |
| Playgrounds | 115 | 116 | 119 | 120 | 123 | 127 | 128 | 130 | 132 | 134 |
| Baseball/softball diamonds | 50 | 50 | 50 | 50 | 50 | 50 | 51 | 49 | 49 | 49 |
| Soccer/football fields | 41 | 41 | 42 | 42 | 42 | 42 | 43 | 42 | 42 | 43 |
| Community centers | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 7 | 7 | 7 |
| Swimming pools | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Tennis courts | 31 | 33 | 33 | 33 | 33 | 35 | 35 | 33 | 33 | 35 |
| Skate board park | 1 | 1 | 1 | 1 | 1 | 1 | 2 | 2 | 2 | 2 |
| Bike Park | - | - | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |

Sources: Various District departments



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