



2024

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year ended June 30, 2024



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COSUMNES COMMUNITY SERVICES DISTRICT

State of California

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

Annual Comprehensive Financial Report

For the year ended

June 30, 2024

Prepared by:

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December 18, 2024

Honorable Board of Directors,
Citizens of Cosumnes Community Services District:

We are pleased to present the Annual Comprehensive Financial Report (ACFR) for the Cosumnes Community Services District (District) for the fiscal year ending June 30, 2024. This report is submitted for the Board's review and is published as a public record for the benefit of interested citizens, government entities, and investors. The ACFR adheres to the accounting and financial reporting principles and standards established by the Governmental Accounting Standards Board (GASB). It provides all the necessary information to enable readers to develop a clear understanding of the District's financial activities.

The District's financial statements have been audited by Maze and Associates, Certified Public Accountants. The goal of the audit is to obtain reasonable assurance that the financial statements are free of material misstatements and are fairly presented in conformity with generally accepted accounting principles (GAAP). The District's auditors have issued an unmodified opinion on the District's financial statements for the fiscal year ended June 30, 2024. The independent auditors' report is presented as the first component of the financial section of this report.

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

Management takes sole responsibility for the completeness and reliability of the information in this report based on a comprehensive framework of internal control that it has established for this purpose. The objective of internal controls is to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatement.

Profile of the District

The District is a political subdivision of the State of California guided by a five-member elected Board of Directors. It was originally established as the Elk Grove Community Services District (CSD) on July 1, 1985, under Government Code Sections 56261.1 and 56439(c). This formation resulted from the merger of the Elk Grove Fire Protection District and the Elk Grove Recreation and Park District.

In 2006, another reorganization combined the Elk Grove CSD with the Galt Fire Protection District, creating the Cosumnes Community Services District. This reorganization expanded fire protection and emergency medical services coverage from the Elk Grove region to include the City of Galt and additional unincorporated areas in southern Sacramento County.

The District is a growing community that spans 157 square miles south of Sacramento County, with a population of approximately 204,492; it operates nine fire stations, one fire training facility, one golf course, two community centers, five recreation centers, two aquatic complexes, and over 104 parks and employs 356 full-time and over 200 part-time staff. The District provides fire protection services, including fire suppression, fire prevention inspection, plan checking, public education programs, emergency medical services, ambulance transport, advanced life support and rescue services, and; in addition, provides parks, recreation facilities, and programs.

Blended Component Units

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.

The District administers three Community Facilities Districts (CFD), including CFD No. 1 (Elk Grove Fire Protection), CFD No. 2021-1 (Sheldon Farms North) and CFD No 2022-1 (Elliott Springs) formed under California Code Section 53311, the Mello-Roos Act of 1982, that are authorized to levy special taxes on properties within the CFDs and for which the District's Board of Directors serves as the governing body of the CFD. The District can impose its will on and has administrative responsibility for each of the CFDs. As a result, the CFDs are component units of the District. CFD No. 2021-1 was formed to fund the costs of fire protection, park maintenance and landscaping services for the Sheldon Farms North area. CFD 2022-1 was formed to fund the maintenance of public facilities, including street lighting, landscaping, drainage, and other basic public infrastructure, as well as to fund fire protection and paramedic services for the Elliott Springs Area. The District can access the resources of each of the Community Facilities District and, as a result, reports the Community Facilities District on the blended basis with the District in the CFD Special Revenue Fund.

Budgeting Controls

As required by State of California Government Code 61110 (f), the District prepares and legally adopts a final operating budget on or before September 1 of each biennial year. 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, after the hearings, makes a final determination thereon. Biennial budgets are adopted for the General Fund, Capital Projects Fund, Debt Service Fund, Special Revenue Funds, and Enterprise Funds. Until the adoption of the final budget, operations are governed by the adopted preliminary budget approved by the Board before June 30th. The final budget serves as an approved plan for operational control and performance evaluation.

The budgetary control level (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund 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 Fiscal Year 2023-24, amendments were made to the final adopted budget. Monthly comparison of actual-to-budgeted revenues and expenditures identifies significant variances that may require the District to take corrective action.

Local Economy

The District serves the diverse communities of Elk Grove and Galt in Sacramento County, California, offering critical services that enhance public safety and quality of life. The District provides fire protection and emergency medical services to both Elk Grove and Galt, ensuring the safety and well-being of residents across its entire service area. Additionally, the District manages parks and recreation services exclusively for Elk Grove, supporting its growing population with vibrant recreational programs and well-maintained parks.

Elk Grove, with a population of over 178,000, is experiencing rapid growth fueled by its robust economy, driven by sectors like healthcare, retail, and advanced manufacturing. The city's steady residential and commercial development increases demand for both public safety and recreation services, requiring the District to strategically plan for sustainable service delivery. Galt, on the other hand, retains its strong agricultural roots and community-focused economy, with a population of over 26,000. While Galt's growth is more moderate, its residents depend heavily on the District's fire and emergency medical services for safety and security.

As the population continues to grow, political leaders are focused on bringing business and commerce to the region, increasing the demand for housing. As of June 2024, home sales volume increased approximately 20% year-over-year, even with high interest rates, mainly attributed to people moving into Elk Grove from the Bay Area.

Residential real estate is experiencing a slow market, with home prices decreasing slightly in the Sacramento County region due to the increase in interest rates controlling the increase in home values. As of June 30, 2024, the median home prices were \$623,000, an increase of 3.83% from 600,000 on June 30, 2023. There is still a high demand for construction to add to the housing inventory, and the District is estimating that property tax revenues will increase by 5% in Fiscal Year 2024-25, a projected increase in wage and salary jobs, and an unemployment rate remains steady at 3.8%.

Long-Term Financial Planning

The District's long-term financial planning framework emphasizes proactive strategies to ensure fiscal stability and meet community needs. Key initiatives include implementing a life-cycle asset replacement program to maintain infrastructure, reducing other post-employment benefits (OPEB) and pension liabilities through disciplined funding and strategic investments, diversifying revenue sources by updating developer impact fees, and establishing Community Facility Districts (CFDs). Additionally, the plan includes creating Landscaping and Lighting (L&L) overlays for underfunded zones to ensure equitable service delivery and address funding gaps for essential services through CFDs.

Relevant Financial Policies

Reserve Policy

In November 2023, the District updated its reserve policy to align with the Government Finance Officers Association (GFOA) recommendations. These revisions ensure prudent financial management and adequate reserves to support District operations and infrastructure.

The updated policy establishes reserve requirements for the General Fund at 25-30% of its annual operating costs. Debt Service Reserve Funds are maintained at a level sufficient to cover one year of debt service payments, safeguarding the District's financial obligations. Capital Reserves are allocated for essential capital improvements, including the development and maintenance of parks, facilities, and apparatus replacement, ensuring the sustainability of District assets. The Landscape and Lighting (L&L) Reserve balance is determined based on the Park Maintenance Management Plan. Funds are designated exclusively for planned repairs, maintenance, and the lifecycle replacement of assets within each specified Benefit Zone, as mandated by the Landscape and Lighting Act of 1972. These reserves are classified as restricted fund balances, providing clarity and assurance that funds will be used solely for their intended purposes.

Investment of Funds Policy

The District's Investment Policy prioritizes the safety of principal while addressing the District's short- and long-term cash flow needs and adhering to legal requirements for public fund investments. The policy outlines objectives, guidelines, and procedures for managing District funds, excluding employee retirement and deferred compensation funds, and deposits governed by California Government Code Sections 53630-53686. Bond proceeds are to be invested per the applicable bond documents or, if unspecified, in accordance with the policy's permitted securities, exempting bond proceeds from percentage limitations listed elsewhere in the policy. The policy ensures all investments are accounted for in the District's Annual Comprehensive Financial Report (ACFR).

Internal Services Fund Policy

The District has established Internal Services Funds (ISF) to support long-term financial planning and sustainability. The ISF encompasses distinct segments—Facilities, Fleet Replacement, IT, and Risk Management—each designated for specific purposes with tailored cost allocation methods and implementation strategies. To fund the ISF and ensure its effectiveness, the District transfers a portion of its General Fund reserves into the ISF, providing initial funding to support the objectives of each segment. The Finance Division will oversee the tracking and allocation of funds deposited into the ISFs from various departments, ensuring resources are directed toward identified capital expenditure projects or life-cycle replacements within each department. Resources sourced from districtwide allocations or reserves will be managed by the Administrator of General Services, who will prioritize their use for capital projects and strategic initiatives.

Major Initiatives

Station 77

Fire Station 77 officially opened in April 2024, marking a significant milestone in the District’s efforts to enhance public safety and emergency response. Located at 8350 Poppy Ridge Road in Elk Grove, the station is strategically positioned to serve the rapidly developing southeast section of Elk Grove, improving response times across our jurisdiction. The surrounding area includes key establishments such as Kaiser Permanente, Cosumnes River College-Elk Grove Center, Sky River Casino, numerous businesses, and hundreds of newly built single-family homes. The 9,010-square-foot, state-of-the-art fire station is equipped to meet the demands of this dynamic and growing community.

CORE Recreation Center

Currently under construction, the CORE Recreation Center is set to become a premier destination for fitness, recreation, and community engagement. Slated to open in spring 2025, this two-story, 59,000-square-foot facility is located within Morse Community Park at the corner of Bellaterra Drive and Fire Poppy Drive. The CORE Recreation Center will offer a wide range of programs and activities, including individual and group fitness, drop-in and registered activities, sports classes, leagues, and tournaments. Designed to expand recreation programming and increase service levels, the facility will play a pivotal role in promoting physical and mental well-being for residents of all ages.

Other Information

Independent Audit

State law requires that every general-purpose local government publish a complete set of audited financial statements within six months of the close of each fiscal year. The District selected the firm Maze & Associates, Certified Public Accountants, to meet this requirement. The independent auditor’s report on the basic financial statements is included at the front of the financial section of this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) has awarded the District a Certificate of Achievement for Excellence in Financial Reporting (Certificate of Achievement) for Fiscal Year 2022-23. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparing state and local government financial reports. To obtain this Certificate of Achievement award, the District must publish an easily readable and efficiently organized set of comprehensive financial reports that meets generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement award is valid for a period of one year only. Our reports conform to the Certificate of Achievement program requirements, and we are submitting them to the GFOA to determine our eligibility for another Certificate of Achievement.

Acknowledgments

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

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

Respectfully submitted,



Nou Vang
Finance Director



Directory of District Officials *(As of June 30, 2024)*

Board of Directors (Elected)

Jim Luttrell, President

Angela Spease, Vice-President

Gil Albiani, Director

Orlando Fuentes, Director

Peter Sakaris, Director

Officials (Appointed)

Phillip Lewis
General Manager

Sigrid Asmundson
District Counsel

Executive Management Team

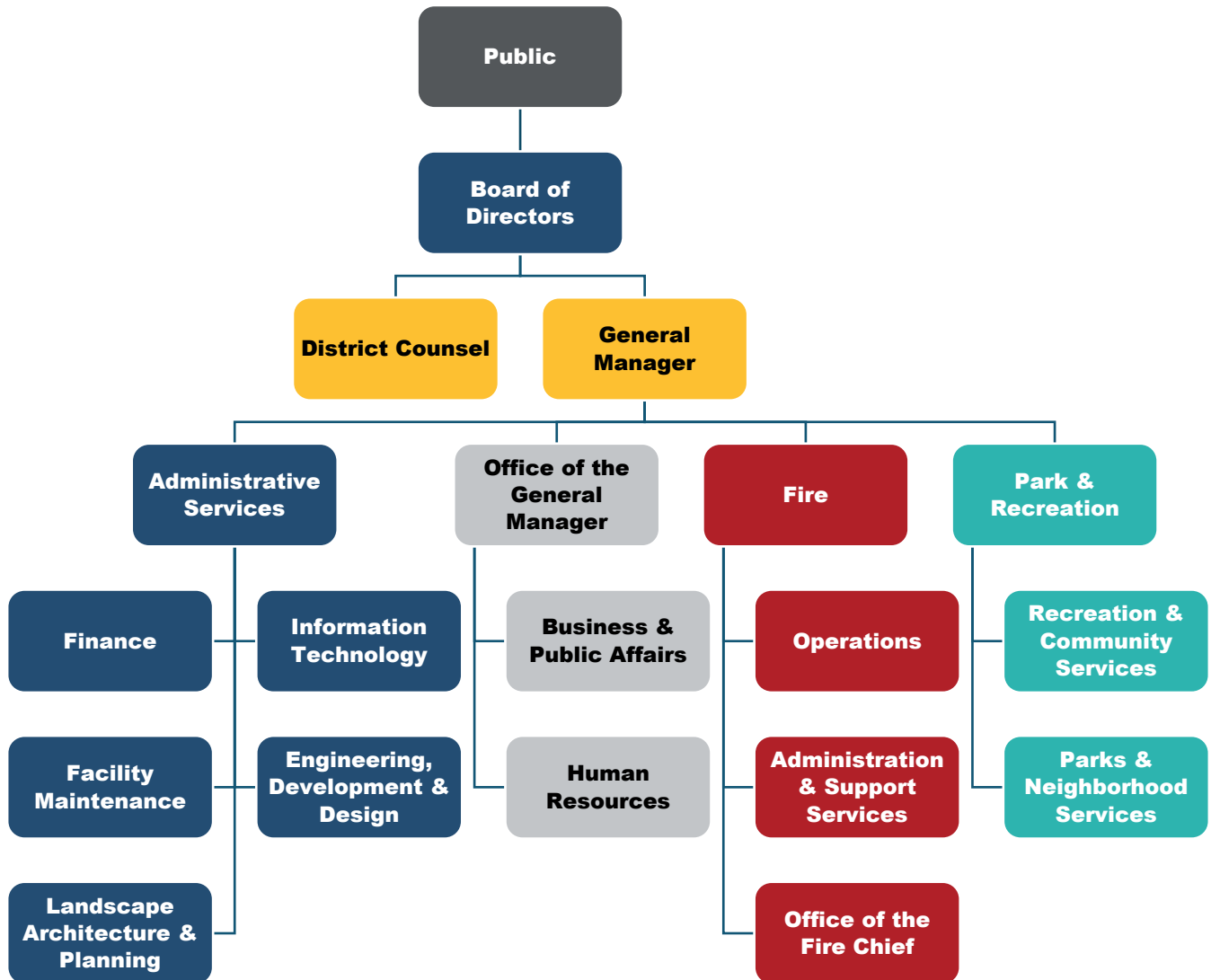
Amanda Chehrezad
Administrator of General Services

Traci Farris
Administrator of Parks and Recreation

Felipe Rodriguez
Fire Chief



Organization Chart





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Cosumnes Community Services District
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO

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INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Cosumnes Community Services District (the District), California, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Cosumnes Community Services District, as of and for the year ended June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America as well as accounting systems prescribed by the State Controller's Office and state regulations governing special districts.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters.

The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Maze + Associates

Pleasant Hill, California
December 18, 2024

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COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

As management of the Cosumnes Community Services District, we present this narrative overview and analysis of the District's financial activities for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with the transmittal letter at the front of this report on pages iii-viii.

FINANCIAL HIGHLIGHTS

- At the close of the 2023-24 and 2022-23 fiscal years, the Cosumnes Community Services District's total assets and deferred outflows of resources exceeded its total liabilities and deferred inflows of resources by \$272,933,637 and \$255,201,786, respectively, representing the District's net position. Of this amount, \$105,969,929 is restricted for specific purposes (*restricted net position*), and net investment in capital assets was \$239,749,801 for Governmental Activities, and \$5,277,219 for Business-Type Activities. The increase in net position is due to the increase in cash and investments, accounts receivable, deferred outflows for the OPEB plan, fixed assets and net investment in capital assets. This increase is discussed further on pages 11 and 12 of this report.
- For FY 2023-24, the District's total governmental fund revenues reached \$148.6 million, reflecting an increase of \$18.9 million (14.6%), a substantial 178% increase in intergovernmental revenues (\$10.8 million), and a 5.9% increase in Charges for Services (\$2.9 million), alongside a modest increase in Donations and Contributions. However, these gains were offset by a 19.5% decrease in Developer Fees and Contributions of \$1.6 and an 82% drop in revenue from the Use of Money and Property amounting to \$4 million. On the expenditure side, total governmental expenses rose by \$12.3 million to \$131 million, largely due to a 28% increase in capital outlay (\$6.9 million), a 5.56% rise in public protection expenses (\$3.6 million), a 5.62% growth in recreation and culture expenses (\$1.9 million), and a 38.3% increase in general government expenses (\$3.9 million). These increases were partially mitigated by a 14% reduction in debt service costs (\$314,000). Additional details on revenues and expenditures are provided on page 12.
- As of June 30, 2024, the District's governmental funds reported a combined fund balance of \$143,167,612, reflecting a decrease of \$5,829,591 compared to the previous year. Of this total, approximately 22% or \$32,120,672 (*unassigned fund balance*) is available for spending at the District's discretion.
- At the close of the fiscal year ended June 30, 2024, the total fund balance restricted for park and fire station construction, capital projects, landscape and lighting district operations, and foundation activities was 76% or \$108,929,742, and 1.48% or \$2,117,198 was committed for projects approved in the District's ARPA funding plan from unrestricted state COVID-19 funds.
- The District's total long-term obligations increased by 5.6% or \$12 million during the fiscal year 2023-24. The increase was primarily driven by an increase in Net Pension Liability of \$15.5 million and an increase of 14.3% in compensated absences of \$460,796. These increases were partially offset by decreases in net OPEB liability of \$1.2 million.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis provided here are intended to serve as an introduction to the District's basic financial statement. The District's basic financial statements comprise of three components 1) **Government-wide** financial statements; 2) **Fund** financial statements and 3) **Notes** to basic financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

Government-wide Financial Statements provide a broad overview of the District's finances and consist of the Statement of Net Position and the Statement of Activities.

The *Statement of Net Position* presents financial information on all of the District's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as *net position*. Over time, increases or decreases in the net position serves as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *Statement of Activities* presents information showing how the District's net position changed due the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their cost through user fees and charges (*business-type activities*). The governmental activities of the District include general government, public protection, and recreation and culture. The business-type activities of the District include a golf course operation.

The government-wide financial statements include not only the District itself (known as the *primary government*), but also a legally separate non-profit organization, Cosumnes Legacy Foundation, which the District is financially accountable. Financial information for this blended component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 21-22 of this report.

Fund Financial Statements are groupings of related accounts used to maintain control over resources 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. The district's funds are divided into two categories: governmental funds and proprietary funds.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

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 assessing a government's near-term financing requirements.

Because the focus of the governmental funds is narrower than that of the Government-wide Financial Statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the Government-wide Financial 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 District maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Landscape and Lighting Special Revenue Fund, Measure E Special Revenue Fund, and the Capital Projects Fund, which are considered major funds. Data from the other four governmental funds is provided by combining statements in the combining and individual fund statements and schedule section of this report.

The District adopts a biennial appropriated budget for its General Fund. To demonstrate compliance with this budget, a budgetary comparison is provided for the general fund.

The basic governmental fund financial statements can be found on pages 23-26 of this report.

Proprietary Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses a proprietary fund, an enterprise fund, to account for Emerald Lakes Golf Course and Internal Service Fund.

Proprietary funds offer detailed information similar to what is presented in the government-wide financial statements. These statements include data on the Emerald Lakes Golf Course, which is classified as a major fund of the District, as well as details about the District's Internal Service Fund.

The basic proprietary fund financial statements can be found on pages 27-29 of this report.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

Notes to the Financial Statements provide additional information that is necessary to acquire 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 31-72 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the District's progress in funding its obligations to provide pension and OPEB benefits to its employees. Required supplementary information can be found immediately after the notes to the financial statements on pages 75-83 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pension and OPEB. Combining and individual fund statements and schedules can be found on pages 87-121 of this report.

GOVERNMENT-WIDE OVERALL FINANCIAL ANALYSIS

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred outflows by \$272,933,637 at the close of the most recent fiscal year.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

Condensed Statements of Net Position
For the Fiscal Years Ended June 30, 2024 and 2023

	Governmental Activities		Business-Type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Current and other assets	\$ 176,249,433	\$ 173,314,256	\$ 85,557	\$ 285,301	\$ 176,334,990	\$ 173,599,557
Capital assets	284,999,942	265,965,797	6,147,127	5,398,892	291,147,069	271,364,689
Total Assets	461,249,375	439,280,053	6,232,684	5,684,193	467,482,059	444,964,246
Deferred Outflows of Resources	64,318,096	57,537,105	578,114	581,064	64,896,210	58,118,169
Total Deferred Outflows	64,318,096	57,537,105	578,114	581,064	64,896,210	58,118,169
Current and other liabilities	16,477,083	16,976,422	472,113	493,918	16,949,196	17,470,340
Long-term liabilities outstanding	228,376,293	216,131,857	2,277,471	2,452,081	230,653,764	218,583,938
Total liabilities	244,853,376	233,108,279	2,749,584	2,945,999	247,602,960	236,054,278
Deferred Inflows of Resources	11,716,187	11,681,424	125,485	144,927	11,841,672	11,826,351
Total Deferred Inflows	11,716,187	11,681,424	125,485	144,927	11,841,672	11,826,351
Net Position:						
Net Investment in capital assets	239,749,801	233,684,293	5,277,219	4,258,690	245,027,020	237,942,983
Restricted	105,969,929	105,513,072			105,969,929	105,513,072
Unrestricted	(76,721,822)	(87,169,910)	(1,341,490)	(1,084,359)	(78,063,312)	(88,254,269)
Total Net Position	\$ 268,997,908	\$ 252,027,455	\$ 3,935,729	\$ 3,174,331	\$ 272,933,637	\$ 255,201,786

Governmental Activities

The largest portion of the District's governmental activities net position of \$268,997,908 (89.1 percent) reflects its net investment in capital assets (e.g., land, structures and improvements, equipment and construction in progress), less any related debt and other payables 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.

Another significant portion of the District's net position of \$105,969,929 (39.4 percent) represents resources subject to external restrictions on their use. The remaining negative balance of *unrestricted net position* of \$76,721,822 is mainly due to the District recording of debt issuance and pension and other post employee benefits (OPEB) liabilities amongst Safety and Miscellaneous employees.

At the end of the current fiscal year, the District is able to report positive balances in all of the categories of net position except for unrestricted fund balance. 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 OPEB liabilities.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

The District's net position increased by \$16.9 million during the 2023-24 fiscal year. This growth was primarily driven by a 54.9% increase in restricted net position for Public Protection (\$9.0 million) and a 7.43% increase in restricted net position for Lighting and Landscaping Improvements (\$3.6 million). However, these gains were offset by decreases, including a 30.6% reduction in restricted net position for Recreation and Culture (\$11.7 million), a 6.3% reduction for the Foundation (\$15,000), a 34% decline in unrestricted net position (\$30.9 million), and a slight decrease related to the solar project.

Business-Type Activities

The portion of the District's Business-Type Activities net position of \$3,935,729 (1.44%) reflects its net investment in capital assets less any related debt and other payables used to acquire those assets. The District's net position increased by \$1,018,530 (23.9%) in net investment in capital assets and 23.7% in unrestricted net position (\$257,132).

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

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

Condensed Statements of Activities For the Fiscal Years Ended June 30, 2024 and 2023

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
REVENUES:						
Program revenues:						
Charges for services	\$ 52,292,144	\$ 50,774,274	\$ 1,945,966	\$ 1,716,018	\$ 54,238,110	\$ 52,490,292
Operating grants and contributions	6,662,116	5,919,904	-	-	6,662,116	5,919,904
Capital grants and contributions	8,621,772	14,773,990	-	-	8,621,772	14,773,990
General revenues:						
Property taxes	63,544,978	60,360,675	-	-	63,544,978	60,360,675
Other taxes	10,288,329	2,340,796	-	-	10,288,329	-
Investment earnings	6,420,795	3,243,903	24,338	3,918	6,445,133	3,247,821
Miscellaneous	1,091,060	973,974	8,878	13,182	1,099,938	987,156
Total Revenue	148,921,194	138,387,516	1,979,182	1,733,118	150,900,376	137,779,838
EXPENSES:						
Governmental activities:						
Public protection	75,220,522	68,905,291	-	-	75,220,522	68,905,291
Recreation and culture	43,240,744	38,419,327	1,784,043	2,386,303	45,024,787	40,805,630
General government	12,923,216	11,676,401	-	-	12,923,216	11,676,401
Total Expenses	131,384,482	119,001,019	1,784,043	2,386,303	133,168,525	121,387,322
Excess (deficiency) before transfers	17,536,712	19,386,497	195,139	(653,185)	17,731,851	16,392,516
Transfers in/ (out)	(566,259)	(42,943)	566,259	42,943	-	-
Change in Net Position	16,970,453	19,343,554	761,398	(610,242)	17,731,851	16,392,516
Net position - beginning of year	252,027,455	231,564,913	3,174,331	3,784,573	255,201,786	235,349,486
Restatement		1,118,988			-	-
Net Position - end of year	\$ 268,997,908	\$ 252,027,455	\$ 3,935,729	\$ 3,174,331	\$ 272,933,637	\$ 251,742,002

Governmental Activities

Revenues

The District's total governmental activities revenues per the Statement of Activities were \$148,921,194 for the fiscal year ended June 30, 2024 which represents an increase of \$10.5 million or 7.6% from the prior year. Property tax revenue of \$63,544,978 comprised 43.6% of total governmental revenues of the District. Charges for services, operating and capital grants and contribution revenues are comprised primarily of parkland dedications and fees from developers that is restricted for the construction of parks and fire stations, provided 35% and 4% and 6% respectively, of the total governmental revenue of the District for the fiscal year ended June 30, 2024. 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 fiscal year.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

Expenses

Expenses of the District totaled \$131,384,482 for the fiscal year ended June 30, 2024, which represents an increase of \$12.3 million or 10.4% from the prior year. Public protection costs represent the largest expenditure in the governmental activities of 57%, recreation and culture 33%, and general government 10% of total governmental activities expenses.

Business-Type Activities

Revenues

Revenue from business-type activities is generated from green fees, retail sales, the driving range, and golf programs at the Emerald Lakes Golf Course. The District's total business-type revenues were \$1,979,182 for the fiscal year ended June 30, 2024, which represents an increase of \$246,064 or 14% from the prior year. The increase in revenue indicates continued interest in the golf course and the programs offered to the community.

Expenses

Business-type expenses were \$1,784,043 for the fiscal year ending June 30, 2024, representing a decrease of \$602,260 or 25% from the prior year. The decrease is largely attributed to Salaries and Benefits' decrease of \$696 thousand compared to the prior year and offset by pension and other post-employment benefit (OPEB) liabilities.

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 ending June 30, 2024. 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 placed on the District's taxpayers by each program.

PROGRAM COSTS AND NET REVENUE (COST)

	Total Cost of Services	Net Revenue (Cost) of services
Governmental Activities:		
Public protection	\$ 75,220,522	\$ (42,070,065)
Recreation and culture	43,240,744	(9,320,862)
General government	12,923,216	(12,417,523)
Total Governmental Activities	131,384,482	(63,808,450)
Business-Type Activities:		
Golf Operations	1,784,043	161,923
Total Business-Type Activities	1,784,043	161,923
TOTAL	\$ 133,168,525	\$ (63,646,527)

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS

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

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, unassigned fund balance may serve as a useful measurement of a government's net resources available for discretionary use as they present the portion of fund balance that has not yet been limited to use for a particular purpose by either an external party, the District itself, or a group or individual that has delegated authority to assign resources for use for particular purposes by the District's Board of Directors.

As of June 30, 2024, the District's governmental funds reported a combined fund balance of \$143,167,612, a decrease of \$5,829,591 from the previous year. This decline was primarily driven by an \$8.5 million reduction in the Capital Projects Fund, reflecting the use of debt proceeds for the completion of Station 77 and ongoing construction of the CORE Recreation Center. Additionally, the General Fund balance decreased by \$6.1 million due to the District's initiative to transfer reserves into the Internal Service Fund for future asset replacement. These decreases were partially offset by a \$5.3 million increase in the Measure E Special Revenue Fund and a \$3.6 million increase in the Landscape and Lighting Special Revenue Fund. Approximately 26.8% of the combined fund balance for the current fiscal year, or \$32,120,672, is unassigned and available to address the District's current and future needs. The remaining fund balance is restricted and must be used for specific purposes aligned with the funding sources' intended uses. For instance, Landscape and Lighting (L&L) Special Revenue Fund, governed by L&L laws, are designated for maintaining and enhancing landscaping, lighting, and related amenities within assessed benefit areas. Measure E Special Revenue Funds are allocated to community-identified priorities based on public input, and Impact Fees are reserved for new construction projects that support the District's growth and development.

Analysis of Individual Funds

The General Fund is the chief operating fund of the District. On June 30, 2024, the unassigned fund balance of the general fund was \$32,082,913, while the total fund balance reached \$37,044,676. The decrease in total fund balance in the general fund was \$6.1 million. To measure the general fund's liquidity, it may be useful to compare unassigned and total fund balances to total fund expenditures. The unassigned fund balance represents 32%, while the total fund balance represents 37% of total fund expenditures on June 30, 2024.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

The Landscape & Lighting Special Revenue Fund had a total fund balance of \$52,388,457 as of June 30, 2024. These amounts are restricted for the specific purpose of the fund. The total fund balance increased by \$3,624,127 from the prior year. The increase is mainly attributable to the increase in assessment tax revenue across the twenty different zones and the increase in charges for current services.

The Measure E Special Revenue Fund reported a total fund balance of \$6,690,275 as of the current fiscal year, reflecting a significant increase of \$5.3 million compared to the prior year. This growth marks the first full year of receiving revenue from this relatively new funding source for the District. Measure E, approved by voters in November 2022, established an additional 1% transaction tax designed to generate locally controlled revenue. The funds are intended to support a wide range of community priorities, including crime reduction, rapid 911, fire, police, and medical emergency response, disaster preparedness, maintaining public safety, addressing homelessness, and fixing and maintaining parks, roads, and other public infrastructure.

The Capital Projects Fund accounts for revenues and expenses related to capital projects. As of June 30, 2024, the total fund balance of the Capital Projects Fund was \$46,662,596. This represents a \$8,447,420 or 15% decrease from the prior year, attributable to significant investments in District capital, including the construction of Fire Station 77, the CORE recreation center, and the purchase of property for future development.

As of June 30, 2024, the Non-Major Governmental Funds consisted of the Debt Service, Foundation, Grant, and CFD Funds. The fund balances for these funds were as follows: Grant Fund at \$115,248, CFD Fund at \$37,759, and Foundation Fund at \$228,601. Each fund is restricted for specific purposes—Foundation Fund for foundation activities, CFD Fund for fire protection, emergency services, and park maintenance, and Grant Fund for grant-related projects. The overall fund balance decreased by \$1,557,118, primarily due to a reduction in expenditures within the Grant Fund.

Proprietary Fund. The District's proprietary fund provides the same type of information found in the business-type activities portion of the government-wide financial statement but in more detail. The Golf Enterprise Fund was established in FY 2021-22 to account for the activities at the District's Emerald Lakes Golf Course. Charges for services of \$1,945,966 represent green fees, golf-related equipment rentals, and sales of golf-related equipment, supplies, and other items. The Golf Enterprise Fund had a net gain of \$161,923.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

General Fund Budgetary Highlights

Original budget compared to final budget. For the fiscal year ending June 30, 2024, the General Fund's final budget increased by \$10,720,246 when compared to the adopted budget. The District recently revised its reserve policy based on the Government Finance Officer's Association recommendations and industry best practices. The revised reserve policy has established a minimum and maximum unassigned reserve balance threshold between 25% and 30% of the General Fund budget. In doing so, the District recognized a significant excess of reserves which were reassigned to the Internal Service Fund for future asset replacement. To facilitate this reassignment, the General Fund needs to incur an expense to transfer funds out of the General Fund and into the Internal Services Fund, resulting in a significant increase in General Fund expenditures.

Final budget compared to actual results. For the fiscal year ended June 30, 2024, there are no significant differences between the final budget and actual results. Revenue actualized at 105% of the final revenue budget, and expenses actualized at 94% of the expenditure budget. Revenue performance was supported by a one-time grant reimbursement for expenditures incurred in the prior fiscal year, strong interest earnings, and increased demand for facility and cell tower rentals and fire prevention services. Expenditure savings were attributed to position vacancies, unused contingencies, and administrative efforts re-directed to commence Measure E programs.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. As of June 30, 2024, the District's investment in capital assets for its governmental activities is 373,663,543, and business-type activities amount to \$6,796,325 (net of accumulative depreciation/amortization). This investment in capital assets includes land, buildings, machinery, equipment, vehicles, park facilities, land improvements, structures and improvements, equipment, and construction in progress costs for various parkland improvements and fire station construction. The total increase in capital assets for governmental activities was 40%, and business-type activities were 25% for the current fiscal year.

	2024			2023		
	Governmental	Business-Type	Total	Governmental	Business-Type	Total
Land	\$ 103,591,475	\$ 5,221,989	\$ 108,813,464	\$ 103,591,475	\$ 5,221,989	\$ 108,813,464
Land improvements	82,842,625		82,842,625	82,842,510		82,842,510
Construction in progress	32,240,973		32,240,973	18,558,892		18,558,892
Structures and improvements	57,682,745	583,401	58,266,146	52,560,398	55,890	52,616,288
Equipment	7,609,181	320,613	7,929,794	7,131,687	70,786	7,202,473
Lease asset	48,327	-	48,327	81,961	24,240	106,201
SBITA	984,616	21,124	1,005,740	1,198,874	25,987	1,224,861
	<u>\$ 284,999,942</u>	<u>\$ 6,147,127</u>	<u>\$ 291,147,069</u>	<u>\$ 265,965,797</u>	<u>\$ 5,398,892</u>	<u>\$ 271,364,689</u>

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

The following provides an explanation of significant changes in capital assets for the fiscal year ended June 30, 2024:

- ◆ Construction in progress – increase is due to construction, renovation and upgrade related to Core Recreation Center, Fire Station 77, various fire facility roof repairs, Oasis preschool playground, Wackford slide replacement, and various other smaller projects.
- ◆ Structures and improvements – increase is due to the transfer of completed construction in progress projects; recreation center at Beeman park, Oasis Community Park preschool, Rotary Grove trellis improvement, Hill playground revitalization, Town Square Park playground renovation, and various other smaller projects.
- ◆ Equipment – increase is due to the purchase of vehicles, computers, and other equipment.
- ◆ Lease asset – increase is due to implementing GASB Statement No. 87 and separately reporting leased assets as required by the Statement.
- ◆ SBITA – increase is due to implementing GASB Statement No. 96 and recording subscription leases as required by the Statement.

Additional information on the District's capital assets can be found in Note 4 on page 46.

The District has construction contracts with SJ Amoroso Construction for the CORE Recreation Center project and Cervantes Landscape Services for the McConnell Park Revitalization project as of June 30, 2024. The District also has landscaping and maintenance agreements for its parks, trails and fire stations, and network systems services. The total remaining commitment at June 30, 2024 is estimated at \$15,674,383. Additional information on the District's commitments can be found in Note 11 on page 69.

Long-term debt. As of June 30, 2024, the District's long-term debt obligations totaled \$230,653,764. The District's debt portfolio includes the following:

- ◆ 2015 Certificates of Participation (COP): \$8,135,000 issued to refinance a portion of the unfunded actuarial accrued liability related to the District's CalPERS retirement obligations.
- ◆ 2016 COP (Fleet Maintenance Facility): \$3,235,000 issued to refinance a portion of the fleet maintenance facility.
- ◆ 2016 COP (Opterra Energy Services Project): \$5,755,000 issued for the Opterra Energy Services Project.
- ◆ 2021 COP: \$9,310,000 to finance the construction of Fire Station 77 and a solar project at the administration building.
- ◆ 2022 COP: \$31,740,000 to finance the construction of the CORE Recreation Center project.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2024

- ◆ Various Notes and Capital Leases: \$5,040,499 issued for the construction and equipping of a fire station, as well as the purchase of equipment and vehicles.

During the current fiscal year, the District's total debt increased by \$12,069,826. This increase was partially offset by decreases in compensated absences, as well as pension and retiree healthcare (OPEB) liabilities.

Additional information on the District's long-term debt can be found in Note 6 on pages 49-55.

ECONOMIC OUTLOOK

The economic outlook for Galt and Elk Grove, both within the District's service area, reflects steady population growth tempered by inflation and rising interest rates. While inflation has increased the cost of living, Elk Grove's higher median income has helped residents adapt, whereas Galt's more rural character and affordability continue to attract families and retirees. The housing market remains active, with average home prices exceeding \$600,000 in Elk Grove and around \$450,000 in Galt, though rising mortgage rates have slowed demand and reduced affordability. Higher interest rates, now around approximately 7%, have increased borrowing costs, discouraging some buyers but creating opportunities for cash-ready purchasers. Looking ahead, stabilizing inflation and moderating interest rates could reignite demand, with Elk Grove benefiting from its strong economic base and Galt appealing to those seeking affordability and small-town charm. Both cities remain well-positioned for long-term growth within the District's service area.

REQUESTS FOR INFORMATION

This Annual Comprehensive 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.CosumnesCSD.gov.

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BASIC FINANCIAL STATEMENTS

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Cosumnes Community Services District
Statement of Net Position
June 30, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 136,209,767	\$ 1,471,143	\$ 137,680,910
Receivables:			
Accounts	6,125,201	338	6,125,539
Interest	821,538	-	821,538
Intergovernmental	9,886,235	1,258	9,887,493
Ambulance (net)	2,748,689	-	2,748,689
Leases	846,361	-	846,361
Internal balances	1,387,182	(1,387,182)	-
Inventory	951,878	-	951,878
Total current assets	158,976,851	85,557	159,062,408
Noncurrent assets:			
Restricted cash and investments	13,478,971	-	13,478,971
Leases	3,793,611	-	3,793,611
Capital assets:			
Not being depreciated	218,675,073	5,221,989	223,897,062
Being depreciated and amortized, net	66,324,869	925,138	67,250,007
Total capital assets	284,999,942	6,147,127	291,147,069
Total noncurrent assets	302,272,524	6,147,127	308,419,651
Total assets	461,249,375	6,232,684	467,482,059
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on refunding	662,770	-	662,770
Pension plans	49,251,832	329,021	49,580,853
OPEB plan	14,403,494	249,093	14,652,587
Total Deferred outflows of resources	64,318,096	578,114	64,896,210
LIABILITIES			
Current liabilities:			
Accounts payable and accrued liabilities	4,981,095	31,547	5,012,642
Accrued payroll and benefits	5,291,078	50,496	5,341,574
Accrued interest payable	477,554	-	477,554
Unearned revenue	1,314,011	-	1,314,011
Retention payable	28,917	-	28,917
Long-term liabilities - current portion	2,028,158	355,192	2,383,350
Compensated absences - current portion	2,356,270	30,616	2,386,886
Subscription-based information technology arrangements	-	4,262	4,262
Total current liabilities	16,477,083	472,113	16,949,196
Noncurrent liabilities:			
Long-term liabilities - noncurrent portion	63,661,899	495,949	64,157,848
Compensated absences - noncurrent portion	1,208,255	67,593	1,275,848
Subscription-based information technology arrangements	-	14,504	14,504
Net pension liability	124,552,557	1,025,762	125,578,319
Net OPEB liability	38,953,582	673,663	39,627,245
Total noncurrent liabilities	228,376,293	2,277,471	230,653,764
Total liabilities	244,853,376	2,749,584	247,602,960
DEFERRED INFLOWS OF RESOURCES			
Pension plans	48,264	-	48,264
OPEB plan	7,255,973	125,485	7,381,458
Leases	4,411,950	-	4,411,950
Total Deferred inflows of resources	11,716,187	125,485	11,841,672
NET POSITION			
Net investment in capital assets	239,749,801	5,277,219	245,027,020
Restricted for:			
Recreation and culture	29,122,056	-	29,122,056
Public protection	22,298,165	-	22,298,165
Solar project	1,932,650	-	1,932,650
Landscape and lighting improvements	52,388,457	-	52,388,457
Foundation activities	228,601	-	228,601
Unrestricted	(76,721,822)	(1,341,490)	(78,063,312)
Total net position	\$ 268,997,908	\$ 3,935,729	\$ 272,933,637

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Statement of Activities
For the year ended June 30, 2024

Functions / Programs	Expenses	Program Revenues				Net (Expense) Revenue		
		Interest Expense Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
						Governmental Activities	Business-Type Activities	Total
Governmental activities:								
Public protection	\$ 74,371,260	\$ 849,262	\$ 21,752,826	\$ 4,982,639	\$ 6,414,992	\$ (42,070,065)	\$ -	\$ (42,070,065)
Recreation and culture	41,910,089	1,139,710	30,528,464	1,184,638	2,206,780	(9,129,917)	-	(9,129,917)
General government	12,702,804	411,357	10,854	494,839	-	(12,608,468)	-	(12,608,468)
Interest on long-term debt	2,400,329	(2,400,329)	-	-	-	-	-	-
Total governmental activities	131,384,482	-	52,292,144	6,662,116	8,621,772	(63,808,450)	-	(63,808,450)
Business-Type activities:								
Golf operations	1,768,436	15,607	1,945,966	-	-	-	\$ 161,923	161,923
Total business-type activities	1,768,436	15,607	1,945,966	-	-	-	161,923	161,923
Total primary government	\$ 133,152,918	\$ 15,607	\$ 54,238,110	\$ 6,662,116	\$ 8,621,772	\$ (63,808,450)	\$ 161,923	\$ (63,646,527)
General revenues and transfers:								
General revenues:								
Taxes:								
Property taxes						63,544,978	-	63,544,978
Other taxes						10,288,329	-	10,288,329
Investment earnings (loss)						6,420,795	24,338	6,445,133
Miscellaneous						1,091,060	8,878	1,099,938
Transfers in/(out)						(566,259)	566,259	-
Total general revenues and transfers						80,778,903	599,475	81,378,378
Change in net position						16,970,453	761,398	17,731,851
Net position - beginning of year						252,027,455	3,174,331	255,201,786
Net position - end of year						\$ 268,997,908	\$ 3,935,729	\$ 272,933,637

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District

Balance Sheets - Governmental Funds

June 30, 2024

	Major Funds					
	General Fund	Landscape and Lighting Special Revenue Fund	Measure E Special Revenue Fund	Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS						
Cash and investments	\$ 35,124,040	\$ 52,017,355	\$ 6,311,504	\$ 31,931,321	\$ 422,462	\$ 125,806,682
Receivables:						
Accounts	4,915,703	416	-	1,209,082	-	6,125,201
Interest	27,404	478,144	51,118	233,324	3,232	793,222
Intergovernmental	3,258,247	1,571,635	820,738	4,200,723	34,892	9,886,235
Ambulance (net)	2,748,689	-	-	-	-	2,748,689
Leases - current	492,452	353,909	-	-	-	846,361
Leases - noncurrent	2,072,848	1,720,763	-	-	-	3,793,611
Due from other funds	1,414,751	-	-	-	-	1,414,751
Prepays	-	-	-	-	-	-
Inventory	951,878	-	-	-	-	951,878
Advances to other funds	26,786	1,013,970	-	-	-	1,040,756
Restricted cash and investments	44,749	-	-	13,434,222	-	13,478,971
Total assets	\$ 51,077,547	\$ 57,156,192	\$ 7,183,360	\$ 51,008,672	\$ 460,586	\$ 166,886,357
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	\$ 1,354,136	\$ 1,653,952	\$ 324,278	\$ 1,580,924	\$ 23,170	\$ 4,936,460
Accrued payroll and benefits	4,846,725	227,303	168,807	48,243	-	5,291,078
Due to other funds	-	-	-	-	27,569	27,569
Unearned revenue	1,314,011	-	-	-	-	1,314,011
Retention payable	-	-	-	28,917	-	28,917
Advances from other funds	-	1,013,970	-	-	26,786	1,040,756
Total liabilities	7,514,872	2,895,225	493,085	1,658,084	77,525	12,638,791
Deferred Inflows of Resources:						
Unavailable revenues	3,978,559	-	-	2,687,992	1,453	6,668,004
Leases	2,539,440	1,872,510	-	-	-	4,411,950
Total Deferred inflows of resources	6,517,999	1,872,510	-	2,687,992	1,453	11,079,954
Fund Balances:						
Nonspendable	978,664	-	-	-	-	978,664
Restricted for:						
Recreation and culture	-	-	2,609,895	26,512,161	-	29,122,056
Public protection	-	-	4,080,380	18,217,785	-	22,298,165
Solar project	-	-	-	1,932,650	-	1,932,650
Landscaping and lighting	-	52,388,457	-	-	-	52,388,457
Foundation activities	-	-	-	-	228,601	228,601
Committed for ARPA projects	2,001,950	-	-	-	115,248	2,117,198
Assigned	1,981,149	-	-	-	-	1,981,149
Unassigned	32,082,913	-	-	-	37,759	32,120,672
Total fund balances	37,044,676	52,388,457	6,690,275	46,662,596	381,608	143,167,612
Total liabilities, deferred inflows of resources, and fund balances	\$ 51,077,547	\$ 57,156,192	\$ 7,183,360	\$ 51,008,672	\$ 460,586	\$ 166,886,357

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Reconciliation of the Governmental Funds Balance Sheets
to the Government-wide Statement of Net Position
June 30, 2024

Total Fund Balances - Total Governmental Funds \$ 143,167,612

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 284,999,942

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.

662,770

Certain revenues in the governmental funds are deferred because they are not collected within the availability period. Those revenues are recognized on the accrual basis used in the government-wide statements.

6,668,004

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

(477,554)

In the Government-Wide Financial Statements, employer contributions made subsequent to the measurement date of the pension and OPEB plans and certain other 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 plans	49,251,832
Deferred outflows of resources - OPEB plan	14,403,494
Deferred inflows of resources - pension plans	(48,264)
Deferred inflows of resources - OPEB plan	(7,255,973)

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

Long-term debt	\$ (65,690,057)	
Compensated absences	(3,564,525)	
Net pension liability	(124,552,557)	
Net OPEB liability	(38,953,582)	
Total long-term liabilities	\$ (232,760,721)	

Internal service funds are used by management to charge the costs of fleet management, building maintenance, information technology and risk management to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statements of net position.

10,386,766

Net Position of Governmental Activities

\$ 268,997,908

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Statements of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the year ended June 30, 2024

	Major Funds					
	General Fund	Landscape and Lighting Special Revenue Fund	Measure E Special Revenue Fund	Capital Projects Fund	Non-Major Governmental Funds	Total Governmental Funds
REVENUES:						
Taxes	\$ 63,544,978	\$ -	\$ -	\$ -	\$ -	\$ 63,544,978
Charges for current services	28,768,799	22,331,015	-	20,003	997,769	52,117,586
Developer fees and contributions	1,087,393	-	-	5,506,106	-	6,593,499
Intergovernmental	3,449,223	-	10,288,329	1,348,146	1,719,829	16,805,527
Donations and contributions	93,380	-	-	-	53,336	146,716
Use of money and property	3,682,727	2,563,429	46,389	2,197,782	7,623	8,497,950
Miscellaneous	924,403	8,144	-	9,000	-	941,547
Total revenues	<u>101,550,903</u>	<u>24,902,588</u>	<u>10,334,718</u>	<u>9,081,037</u>	<u>2,778,557</u>	<u>148,647,803</u>
EXPENDITURES:						
Current:						
Public protection	64,205,204	-	2,193,464	-	2,208,273	68,606,941
Recreation and culture	13,845,041	20,506,400	661,156	-	64,334	35,076,931
General government	14,244,516	-	-	190,945	-	14,435,461
Capital outlay	7,454,400	183,583	1,435,331	22,152,381	241,879	31,467,574
Debt service:						
Principal	136,063	-	-	-	1,748,164	1,884,227
Interest	22,447	25,738	-	-	2,591,329	2,639,514
Total expenditures	<u>99,907,671</u>	<u>20,715,721</u>	<u>4,289,951</u>	<u>22,343,326</u>	<u>6,853,979</u>	<u>154,110,648</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>1,643,232</u>	<u>4,186,867</u>	<u>6,044,767</u>	<u>(13,262,289)</u>	<u>(4,075,422)</u>	<u>(5,462,845)</u>
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets	130,779	-	-	-	-	130,779
Issuance of long-term liabilities	-	-	-	-	-	-
Insurance recovery	-	18,734	-	50,000	-	68,734
Transfers in	8,111,440	6,209,156	-	5,203,916	4,349,494	23,874,006
Transfers out	(16,024,906)	(6,790,630)	(749,246)	(439,047)	(436,436)	(24,440,265)
Total other financing sources (uses)	<u>(7,782,687)</u>	<u>(562,740)</u>	<u>(749,246)</u>	<u>4,814,869</u>	<u>3,913,058</u>	<u>(366,746)</u>
Net change in fund balances	<u>(6,139,455)</u>	<u>3,624,127</u>	<u>5,295,521</u>	<u>(8,447,420)</u>	<u>(162,364)</u>	<u>(5,829,591)</u>
FUND BALANCES:						
Beginning of year, as previously presented	43,184,131	48,764,330	-	55,110,016	1,938,726	148,997,203
Change within financial reporting entity (major to nonmajor fund)	-	-	1,394,754	-	(1,394,754)	-
Beginning, as adjusted	<u>43,184,131</u>	<u>48,764,330</u>	<u>1,394,754</u>	<u>55,110,016</u>	<u>543,972</u>	<u>148,997,203</u>
End of year	<u>\$ 37,044,676</u>	<u>\$ 52,388,457</u>	<u>\$ 6,690,275</u>	<u>\$ 46,662,596</u>	<u>\$ 381,608</u>	<u>\$ 143,167,612</u>

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District

Reconciliation of the Governmental Funds Statements of Revenues, Expenditures and Changes in Fund Balances to the Government-Wide Statement of Activities For the year ended June 30, 2024

Net Change in Fund Balances - Total Governmental Funds \$ (5,829,591)

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

CAPITAL ASSET TRANSACTIONS

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets addition is allocated over their estimated useful lives and reported as depreciation expense.

The capital outlay expenditures are added back to fund balance 24,089,680

Capital assets transferred to business-type activities are deducted (351,247)

Depreciation expense on capital assets is reported in the Government-Wide Statement of Activities and Changes in Net Position, but they do not require the use of current financial resources. Therefore, depreciation expense is deducted from the fund balance.

(4,704,288)

LONG TERM DEBT PROCEEDS AND PAYMENTS

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.

Accrued interest calculated on bonds payable 19,709

Amortization of deferred loss on refunding (28,816)

Amortization of original issue premiums and discounts 147,081

The repayment of the principal of long-term debt consumes the current financial resources of governmental funds. This transaction, however, has no effect on net position:

Principal payments 1,956,622

ACCRUAL OF NON-CURRENT ITEMS

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.

This change reflects a increase in compensated absences that occurred during the year (434,252)

Pension Expense (10,048,532)

Net other post-employment benefits obligation expense 3,950,780

Unavailable revenues recognized as revenue in prior year (2,183,459)

ALLOCATION OF INTERNAL SERVICE FUND ACTIVITY

Internal service funds are used by management to charge the costs of fleet management, building maintenance, information technology and risk management to individual funds. The portion of the net revenue (expense) of these Internal Service Funds arising out of their transactions with governmental funds is reported with governmental activities, because they service those activities.

10,386,766

Change in Net Position of Governmental Activities

\$ 16,970,453

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Statement of Net Position - Proprietary Fund
June 30, 2024

	Golf Enterprise Fund	Governmental Activities- Internal Service Fund
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,471,143	\$ 10,403,085
Receivables:		
Accounts	338	-
Interest	-	28,316
Intergovernmental	1,258	-
Total current assets	<u>1,472,739</u>	<u>10,431,401</u>
Noncurrent assets:		
Capital assets		
Not being depreciated	5,221,989	-
Being depreciated and amortized, net	925,138	-
Total capital assets	<u>6,147,127</u>	<u>-</u>
Total noncurrent assets	<u>6,147,127</u>	<u>-</u>
Total assets	<u>7,619,866</u>	<u>10,431,401</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension plans	329,021	-
OPEB plan	249,093	-
Total Deferred outflows of resources	<u>578,114</u>	<u>-</u>
LIABILITIES		
Current liabilities:		
Accounts payable and accrued liabilities	31,547	44,635
Accrued payroll and benefits	50,496	-
Due to other funds	1,387,182	-
Long-term liabilities - current portion	355,192	-
Compensated absences - current portion	30,616	-
Subscription-based information technology arrangements	4,262	-
Total current liabilities	<u>1,859,295</u>	<u>44,635</u>
Noncurrent liabilities:		
Long-term liabilities - noncurrent portion	495,949	-
Compensated absences - noncurrent portion	67,593	-
Subscription-based information technology arrangements	14,504	-
Net pension liability	1,025,762	-
Net OPEB liability	673,663	-
Total noncurrent liabilities	<u>2,277,471</u>	<u>-</u>
Total liabilities	<u>4,136,766</u>	<u>44,635</u>
DEFERRED INFLOWS OF RESOURCES		
Pension plans	-	-
OPEB plan	125,485	-
Total Deferred inflows of resources	<u>125,485</u>	<u>-</u>
NET POSITION		
Net investment in capital assets	5,277,219	
Unrestricted	(1,341,490)	10,386,766
Total net position	<u>\$ 3,935,729</u>	<u>\$ 10,386,766</u>

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Fund
For the year ended June 30, 2024

	Golf Enterprise Fund	Governmental Activities- Internal Service Fund
OPERATING REVENUES:		
Charges for current services	\$ 1,945,966	\$ 11,598,430
Use of money and property	24,338	-
Miscellaneous	8,878	17,908
Total operating revenues	<u>1,979,182</u>	<u>11,616,338</u>
OPERATING EXPENSES:		
Salaries and benefits	1,165,578	-
Professional services and supplies	241,945	963,725
Maintenance	108,230	306,222
Utilities	32,213	-
Short-term equipment rentals/leases	12,654	15,595
Miscellaneous	111,163	-
Depreciation	96,653	-
Total operating expenses	<u>1,768,436</u>	<u>1,285,542</u>
Operating income (loss)	<u>210,746</u>	<u>10,330,796</u>
NON-OPERATING REVENUE (EXPENSES):		
Interest and investment revenue	(15,607)	55,970
Total non-operating revenues (expenses)	<u>(15,607)</u>	<u>55,970</u>
Net income (loss) before transfers	<u>195,139</u>	<u>10,386,766</u>
TRANSFERS:		
Transfers in	574,277	-
Transfers out	(8,018)	-
Total transfers	<u>566,259</u>	<u>-</u>
Change in net position	<u>761,398</u>	<u>10,386,766</u>
NET POSITION:		
Beginning of year	<u>3,174,331</u>	<u>-</u>
End of year	<u><u>\$ 3,935,729</u></u>	<u><u>\$ 10,386,766</u></u>

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Statement of Cash Flows - Proprietary Fund
For the year ended June 30, 2024

	Golf Enterprise Fund	Governmental Activities- Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from customers	\$ 1,977,586	\$ 11,616,338
Cash paid to suppliers	(523,597)	(1,240,907)
Cash paid to other funds	1,387,182	-
Cash paid to employees	(1,193,203)	-
CASH PROVIDED BY OPERATING ACTIVITIES	<u>1,647,968</u>	<u>10,375,431</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfers in/out	566,259	-
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>566,259</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Payment for acquisition of capital assets	(634,948)	-
Principal paid on debt	(370,978)	-
Interest paid on debt	(6,852)	-
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(1,012,778)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Net investment earnings (loss)	(14,645)	27,654
NET CASH USED BY INVESTING ACTIVITIES	<u>(14,645)</u>	<u>27,654</u>
INCREASE IN CASH AND CASH EQUIVALENTS	1,186,804	10,403,085
Cash and cash equivalents, beginning of year	284,339	-
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ 1,471,143</u></u>	<u><u>\$ 10,403,085</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating income	\$ 210,746	\$ 10,330,796
Adjustments to reconcile operating income (loss) to cash provided by operating activities:		
Depreciation	96,653	-
Changes in operating assets and liabilities:		
(Increase) decrease in receivables	(1,596)	-
(Increase) decrease in deferred outflows pension plans	93,910	-
(Increase) decrease in deferred outflows OPEB	(29,352)	-
Increase (decrease) in accounts payable and accrued liabilities	(17,392)	44,635
Increase (decrease) in accrued payroll and benefits	2,465	-
Increase (decrease) due to other funds	1,387,182	-
Increase (decrease) in compensated absences	26,544	-
Increase (decrease) in net pension liability	(83,020)	-
Increase (decrease) in net OPEB liability	(16,233)	-
Increase (decrease) in deferred inflows pension plans	(110,293)	-
Increase(decrease) in deferred inflows OPEB	88,354	-
CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ 1,647,968</u></u>	<u><u>\$ 10,375,431</u></u>

See accompanying Notes to Basic Financial Statements.

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COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 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 205,000 residents. The District develops, owns and maintains all park, recreation and fire facilities within its service area. The District and the City of Elk Grove entered into an agreement 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 nine fire stations, one fire training facility, one golf course, nine community centers, two aquatic complexes, and over 103 parks and employs 359 full-time and over 400+ part-time employees.

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.

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.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Through the exercise of Joint Powers, the District is a member of the Golden State Risk Management Authority, Sacramento Regional Fire/EMS Communications Center and the Northern California Special District Insurance Authority. The District is not responsible for the liabilities of these joint powers authorities if it terminates membership. However, California Assembly Bill (AB) 1912 required member agencies of an agency established pursuant to a joint power agreement that participates in, or contracts with, a public retirement system to mutually agree as to the apportionment of the agency's retirement obligation among themselves prior to filing a notice of termination and both agencies participate in CalPERS pension plans.

The District administers three Community Facilities Districts (CFD), including CFD No. 1 (Elk Grove Fire Protection), CFD No. 2021-1 (Sheldon Farms North) and CFD No 2022-1 (Elliott Springs) formed under California Code Section 53311, the Mello-Roos Act of 1982, that are authorized to levy special taxes on properties within the CFDs and for which the District's Board of Directors serves as the governing body of the CFD. The District can impose its will on and has administrative responsibility for each of the CFDs. As a result, the CFDs are component units of the District. CFD No. 2021-1 was formed to fund the costs of fire protection, park maintenance and landscaping services for the Sheldon Farms North area. CFD 2022-1 was formed to fund the maintenance of public facilities, including street lighting, landscaping, drainage, and other basic public infrastructure, as well as to fund fire protection, paramedic services and recreational program services. The District can access the resources of each of the Community Facilities District and as a result, reports the Community Facilities District on blended basis with the District in the CFD Special Revenue 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, deferred outflows of resources, liabilities, deferred inflows of resources, 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. The 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 Statement of Net Position.

The Statement of Activities and Changes in Net Position presents changes in net assets. 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 and capital grants and contributions.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Certain eliminations have been made for 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 district eliminates due to and from other funds, advances to and from other funds, transfers in and out and interfund charges within governmental and business-type activities for reporting in the government-wide statements.

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 between fund balances 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 "*current financial resources*" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets, deferred outflows of resources, current liabilities and deferred inflows of resources 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 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.

Deferred inflows for unavailable revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues arise when the government receives resources before it has a legal claim to them, such 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 unavailable revenue or unearned revenue is removed from the Governmental Funds Balance Sheet and recognized as revenue.

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 special property taxes assessed and other revenues that are legally restricted to expenditures for landscape and lighting expenditures. 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.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Measure E Special Revenue Fund is used to account for the proceeds of Measure E sales taxes shared with the District by the City of Elk Grove under a tax sharing agreement. Two thirds of the taxes received by the District are intended to be used for fire protection services within the City of Elk Grove and one-third is intended to be used for parks and recreation services within the City of Elk Grove.

The Capital Projects Fund is used to account for development fees and other revenues collected for major capital improvements and equipment replacement.

Additionally, the District reports the following governmental funds:

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.

The Grant Special Revenue Fund is used to account for grants and related expenditures, including the American Rescue Plan Act of 2021 grant.

The CFD Special Revenue Fund is used to account for the activities of three Community Facilities Districts (CFDs) administered by the District for which the District's Board of Directors acts as the governing body of the CFD. The CFDs are used to account for special taxes on properties within the CFDs for fire protection, ambulance services, paramedic services, park maintenance, landscaping, and maintenance of public facilities, including street lighting, landscaping, drainage, and other basic public infrastructure as defined in the CFDs' organizational documents.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenditures and Changes in Fund Balances, and a Statement of Cash flows. A column representing internal service funds is also presented in these statements. However, internal service fund balances and activities are combined with the Governmental Activities in the Government-Wide Financial Statements. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations, which include green fees, golf cart and other golf related equipment rentals, driving range fees, food and beverage charges, and golf equipment/apparel sales. Operating expenses are costs incurred to provide these goods and services. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. All revenues and expenses not meeting the definition of operating revenues and expenses are reported as nonoperating.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Internal Service Funds are used to account for the servicing of District's facilities maintenance, fleet replacement, information technology maintenance and risk management for District departments on a cost-reimbursement basis.

The District reports the following major proprietary fund:

Golf Enterprise Fund is used to account for all activities of the Emerald Lakes Golf Course that is operated by the District.

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.

Highly liquid 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.

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. CFD special taxes are restricted for the purposes the special taxes were levied as discussed in the Reporting Entity paragraph above. Contributions to the Foundation are restricted for Foundation activities.

E. Receivables

Accounts receivable consist of registrations receivable, fire service charges receivable, ambulance receivables and other miscellaneous receivables. Ambulance receivables are offset with an allowance for uncollectible accounts of \$3,237,000 at June 30, 2024. The allowance is estimated using subsequent receipts.

F. 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.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

G. Inventory

The District's medical supplies and pharmaceutical drugs inventory is held-for-use in the District's fire protection services programs in the General Fund. The inventory is valued using the average cost method. Obsolete inventory is written down to its net realizable value. The inventory is recorded as expenditures when consumed rather than when purchased.

H. Prepaid items

Payments made to vendors for services that will benefit periods beyond year-end 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.

I. 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 capital outlay 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 with a useful life of five years or more, except assets costing less than \$5,000. The cost 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 are 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
For the Year Ended June 30, 2024

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Deferred Outflows/Inflows of Resources

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 assets 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 assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

K. Compensated Absences

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, Landscape and Lighting Special Revenue Fund, CFD Special Revenue Fund, and Golf Enterprise Fund is used to liquidate the compensated absence liability.

L. 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 if 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.

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.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Long-term Liabilities

In the government-wide financial statements long-term debt and other long-term liabilities are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts 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 expensed as incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, incurred during the current period as expenditures. 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.

N. Net Position / Fund Balance

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

Net Investment in Capital Assets - This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt and other payables 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.

Unrestricted net position - This category represents the net position of the District, which are not restricted for any project or other purpose or reported as the net investment in capital assets.

The District evaluated each of its funds at June 30, 2024 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 (i.e., a Resolution) of the District's Board of Directors. The District's Board of Directors must take the same 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 Directors approved Board Resolution 2011-72 authorizing the General Manager to assign fund balance.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 uses restricted amounts first when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned or unassigned) resources are available. The District reduces 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 11 - Fund Balance.

O. Pension Plans

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to the pension plans, 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. The General Fund and Golf Enterprise Fund are used to liquidate the pension liability.

P. Other Postemployment Benefits (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. The General Fund and Golf Enterprise Fund are used to liquidate the OPEB liability.

Q. 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
For the Year Ended June 30, 2024

NOTE 2-CASH AND INVESTMENTS

At June 30, 2024, the District's pooled cash and investments are classified in the accompanying financial statements as follows:

Cash and investments	\$ 137,680,910
Restricted cash and investments	13,478,971
Total cash and investments	\$ 151,159,881

At June 30, 2024, cash and investments consisted of the following:

Deposits with financial institutions	\$ 28,707,250
Total Cash	28,707,250
U.S. Treasury obligations	25,454,348
U.S. Agency securities	2,306,251
Municipal bonds	189,935
Negotiable certificates of deposit	12,127,968
Commercial paper	968,326
Corporate notes	7,176,884
Money market mutual funds	8,272,554
Asset-backed securities, mortgage-backed securities and collateralized mortgage obligations	7,696,972
Investments in Local Agency Investment Fund (LAIF)	724,956
CA CLASS	57,050,493
Supranational obligations	835,190
Total investments	122,803,877
Total cash and investments	\$ 151,511,127

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
For the Year Ended June 30, 2024

NOTE 2-CASH AND INVESTMENTS (Continued)

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio*	Maximum Investment In One Issuer	Minimum Rating
Local agency bonds	5 Years	None	None	N/A
U.S. Treasury obligations	5 Years	None	None	N/A
U.S. Agency securities	5 Years	None	None	N/A
California local agency debt	5 Years	30%	None	A
Bankers acceptances	180 Days	40%	30%	N/A
High grade commercial paper	270 Days	25%	10%	A-1
Negotiable certificates of deposits	5 Years	30%	None	A
Medium term corporate notes	5 Years	30%	None	A
Mutual funds	N/A	20%	10%	AAA
Money market mutual funds	N/A	20%	None	AAA
Mortgage pass-through and asset-backed securities	5 Years	20%	None	AA
Collateralized negotiable investments	5 Years	None	None	N/A
Repurchase agreements	92 Days	20%	None	N/A
Municipal Debt	5 Years	30%	None	A
LAIF	N/A	None	None	N/A
Local government investment pools	N/A	None	None	N/A
Supranational obligations	5 Years	30%	None	AA

*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 investments authorized by debt agreements are consistent with the District's investment policy with the exception of U.S. Agency securities being required to have a rating of A or higher and banker's acceptances being required to have a rating of A-1/P-1 by a nationally recognize investment rating agency.

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.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 2-CASH AND INVESTMENTS (Continued)

Foreign Currency Risk: There were no investments held that were exposed to foreign currency risk. The supranational obligation was issued in U.S. dollars.

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:

Investment Type	Total	Investment Maturities in Months		
		12 Months or less	13 to 24 Months	25 to 60 Months
U.S. Treasury obligations	\$ 25,454,348	\$ 4,742,752	\$ 8,746,220	\$ 11,965,376
U.S. Agency securities	2,306,251	534,092	726,171	1,045,988
Municipal bonds	189,935	49,103	140,832	-
Negotiable certificates of deposit	12,127,968	10,410,801	790,107	927,060
Commercial paper	968,326	968,326	-	-
Corporate notes	7,176,884	870,640	2,857,042	3,449,202
Money market mutual funds	8,272,554	8,272,554	-	-
Asset-backed and mortgage-backed securities and collateralized mortgage obligations	7,696,972	-	226,313	7,470,659
LAIF	724,956	724,956	-	-
CA CLASS	57,050,493	57,050,493	-	-
Supranational obligations	835,190	-	-	835,190
Total Investments	<u>\$ 122,803,877</u>	<u>\$ 83,623,717</u>	<u>\$ 13,486,685</u>	<u>\$ 25,693,475</u>

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.

Investment Type	Total	Ratings as of Year End				
		AAA	A-1+ to AA-	A+ to A-1	BBB+	Not Rated
U.S. Treasury obligations	\$ 25,454,348	\$ -	\$ 25,454,348	\$ -	\$ -	\$ -
U.S. Agency securities	2,306,251	-	2,306,251	-	-	-
Municipal bonds	189,935	-	189,935	-	-	-
Negotiable certificates of deposit	12,127,968	-	-	1,717,167	-	10,410,801
Commercial paper	968,326	-	246,840	721,486	-	-
Corporate notes	7,176,884	-	980,916	5,376,409	819,559	-
Money market mutual funds	8,272,554	8,272,554	-	-	-	-
Asset-backed securities, mortgage-backed securities and collateralized mortgage obligations	7,696,972	6,022,017	-	-	-	1,674,955
LAIF	724,956	-	-	-	-	724,956
CA CLASS	57,050,493	-	-	-	-	57,050,493
Supranational obligations	835,190	-	212,121	623,069	-	-
Total Investments	<u>\$ 122,803,877</u>	<u>\$14,294,571</u>	<u>\$ 29,390,411</u>	<u>\$ 8,438,131</u>	<u>\$ -</u>	<u>\$ 69,861,205</u>

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.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 2-CASH AND INVESTMENTS (Continued)

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 fair 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, 2024, the carrying amount of the District's deposits was \$28,707,250, not including negotiable certificates of deposit, and the balance in financial institutions was \$28,733,988. Of the balance in financial institutions, \$500,000 was covered by federal depository insurance the remaining amount 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, 2024, 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:

Types of Investment	Total
U.S. Treasury obligations	\$ 25,454,348
U.S. Agency securities	2,306,251
Municipal bonds	189,935
Negotiable certificates of deposit	12,127,968
Commercial paper	968,326
Corporate notes	7,176,884
Money market mutual funds	8,272,554
Asset-backed and mortgage-backed securities and collateralized mortgage obligations	7,696,972
Supranational obligations	835,190
Total	\$ 65,028,428

Investment in LAIF: The District invests in the California Local Agency Investment Fund (LAIF), a State of California external investment pool. 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. LAIF determines fair value of 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 fair value is not readily available. Withdrawals from LAIF are on an amortized cost basis, which is different than the fair value of the investments. At June 30, 2024, these investments matured in an average of 217 days.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 2-CASH AND INVESTMENTS (Continued)

Investment in CA CLASS: The District is a participant in the Prime Fund of the California Cooperative Liquid Assets Securities System (California CLASS), a joint powers authority and public agency established by its members under the provisions of Section 6509.7 of the California Government Code. Members and participants are limited to California public agencies and certain nonprofit corporations whose membership is confined to public agencies or public officials. California CLASS is governed by a Board of Trustees of eligible participants of the program. The District reports its investment in California CLASS at the fair value amount provided by California CLASS, which is the same as the value of the pool shares. The balance in the Prime Fund is available for withdrawal on demand, and is based on the accounting records maintained by California CLASS. Included in California CLASS' investment portfolio are: United States Treasury Notes, Bills, Bonds or Certificates of Indebtedness; registered state warrants or treasury notes or bonds; California local agency bonds, notes, warrants or other indebtedness; federal agency or United States government sponsored enterprise obligations; bankers acceptances; commercial paper; negotiable certificates of deposit; repurchase agreements; medium-term notes; money market mutual funds; notes, bonds or other obligation secured by a first priority security interest in securities authorized under Government Code Section 53651; and mortgage passthrough securities, collateralized mortgage obligations, and other asset – backed securities. At June 30, 2024, these investments matured in an average of 27 days.

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, 2024 are described below.

Types of Investment	Total	Fair Value Measurement Using		
		Level 1	Level 2	Level 3
U.S. Treasury obligations	\$ 25,454,348	\$ -	\$ 25,454,348	\$ -
U.S. Agency securities	2,306,251	-	2,306,251	-
Municipal bonds	189,935	-	189,935	-
Negotiable certificates of deposit	12,127,968	-	12,127,968	-
Commercial paper	968,326	-	968,326	-
Corporate notes	7,176,884	-	7,176,884	-
Asset-backed and mortgage-backed securities and collateralized mortgage obligations	7,696,972	-	7,696,972	-
Supranational obligations	835,190	-	835,190	-
Total investments subject to levelling	56,755,874	\$ -	\$ 56,755,874	\$ -
<u>Investment not subject to levelling</u>				
Money market mutual funds	8,272,554			
Local Agency Investment Fund	724,956			
CA CLASS	57,050,493			
Total Investments	\$ 122,803,877			

Investments 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
For the Year Ended June 30, 2024

NOTE 3-LEASES RECEIVABLE

The District entered into land lease agreements with various wireless service providers to provide space for cell towers located on district property. The leases are discounted using the interest rate implicit in the lease as of the implementation date of GASB Statement No. 87 of July 1, 2021. The lease terms were as follows at June 30, 2024:

Description	Interest Rate	Lease Term Ending	Range of Payments
Verizon - Kloss Complex	4.20%	11/24/2023	\$31,407 - 44,217
Clean Wireless LLC - Foulks Park	4.20%	1/26/2030	2,645 - 3,498
T-Mobile - Laguna Community Park	4.20%	7/24/2028	2,150 - 3,498
Clearwire - Laguna Community Park	4.20%	11/19/2027	2,645 - 2,645
T-Mobile - Zimbelman Park	4.20%	4/29/2030	2,645 - 2,645
Sprint - Wackman Park	4.20%	3/10/2025	1,744 - 1,744
T- Mobile - Jones Park	4.20%	11/6/2027	2,645 - 3,042
CC TM PA LLC - Mix Park	4.20%	7/15/2028	2,565 - 3,498
CC TM LLC - Nottoli Park	4.20%	9/22/2031	2,645 - 3,498
New Cingular - Luttig Park	4.20%	4/21/2031	2,645 - 3,498
Clear Wireless - Luttig Park	4.20%	1/26/2030	2,645 - 2,645
Verizon - Bartholomew Sports Park	4.20%	3/23/2030	2,645 - 3,042
T-Mobile - Elk Grove Park	4.20%	10/2/2029	2,720 - 3,042
Clearwire - Station 71	4.20%	6/19/2027	2,646 - 2,646
T-Mobile - Station 71	4.20%	6/19/2027	2,645 - 3,042
Clearwire - Station 72	4.20%	6/15/2027	2,645 - 3,042
New Cingular - Station 72	4.20%	8/5/2025	3,042 - 3, 498
New Cingular - Station 73	4.20%	8/27/2025	1,901 - 2,186
Clearwire - Station 74	4.20%	6/24/2026	2,645 - 3,041
T-Mobile - Station 74	4.20%	12/21/2025	2,645 - 2,645
Verizon - Station 75	4.20%	1/22/2026	2,281 - 2,281
T-Mobile - Station 75	4.20%	8/3/2025	1,901 - 1,901
Clearwire - Station 76	4.20%	7/31/2027	2,646 - 2,646
Verizon - Station 76	4.20%	3/13/2027	1,901 - 1,901

Future principal and interest payments on leases receivable were as follows at June 30, 2024:

Year Ending June 30:	Principal	Interest	Total
2025	\$ 846,361	\$ 161,540	\$ 1,007,901
2026	728,157	130,716	858,873
2027	725,887	103,432	829,319
2028	561,780	78,858	640,638
2029	274,899	63,179	338,078
2030 - 2034	618,411	208,858	827,269
2035 - 2039	238,649	140,566	379,215
2040 - 2044	326,221	92,463	418,684
2045 - 2049	319,607	28,736	348,343
Total	\$ 4,639,972	\$ 1,008,348	\$ 5,648,320

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 4-CAPITAL ASSETS

Capital asset activity of Governmental and Business-type activities for the year ended June 30, 2024 was follows:

	Balance June 30, 2023	Additions	Retirements	Transfers	Balance June 30, 2024
Governmental Activities:					
Capital assets not being depreciated/ amortized:					
Land	\$ 103,591,475	\$ -	\$ -	\$ -	\$ 103,591,475
Land improvements	82,842,510	-	-	115	82,842,625
Construction in progress	18,558,892	22,272,880	-	(8,590,799)	32,240,973
Total capital assets not being depreciated/amortized	204,992,877	22,272,880	-	(8,590,684)	218,675,073
Capital assets being depreciated/ amortized					
Structures and improvements	103,734,635	-	-	8,222,977	111,957,612
Equipment	41,321,894	1,816,800	(1,604,260)	18,678	41,553,112
Lease Asset	185,825	-	-	-	185,825
SBITA	1,291,921	-	-	-	1,291,921
Total capital assets being depreciated/amortized	146,534,275	1,816,800	(1,604,260)	8,241,655	154,988,470
Less accumulated depreciation/ amortization for:					
Structures and improvements	(51,174,237)	(3,100,630)	-	-	(54,274,867)
Equipment	(34,190,207)	(1,355,766)	1,604,260	(2,218)	(33,943,931)
Lease Asset	(103,864)	(33,634)	-	-	(137,498)
SBITA	(93,047)	(214,258)	-	-	(307,305)
Total accumulated depreciation/amortization	(85,561,355)	(4,704,288)	1,604,260	(2,218)	(88,663,601)
Total capital assets being depreciated/amortized, net	60,972,920	(2,887,488)	-	8,239,437	66,324,869
Capital assets, net	\$ 265,965,797	\$ 19,385,392	\$ -	\$ (351,247)	\$ 284,999,942

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 4-CAPITAL ASSETS (Continued)

	Balance June 30, 2023	Additions	Retirements	Transfers	Balance June 30, 2024
Business-type Activities:					
Capital assets not being depreciated/ amortized:					
Land	\$ 5,221,989	\$ -	\$ -	\$ -	\$ 5,221,989
Total capital assets not being depreciated/amortized	5,221,989	-	-	-	5,221,989
Capital assets being depreciated/ amortized					
Structures and improvements	327,898	205,461	-	351,246	884,605
Equipment	267,269	288,181	-	(2,218)	553,232
Lease asset	107,226	-	-	-	107,226
SBITA	29,273	-	-	-	29,273
Total capital assets being depreciated/amortized	731,666	493,642	-	349,028	1,574,336
Less accumulated depreciation/ amortization for:					
Structures and improvements	(272,008)	(29,196)	-	-	(301,204)
Equipment	(196,483)	(38,354)	-	2,218	(232,619)
Lease asset	(82,986)	(24,240)	-	-	(107,226)
SBITA	(3,286)	(4,863)	-	-	(8,149)
Total accumulated depreciation/amortization	(554,763)	(96,653)	-	2,218	(649,198)
Total capital assets being depreciated/amortized, net	176,903	396,989	-	351,246	925,138
Capital assets, net	\$ 5,398,892	\$ 396,989	\$ -	\$ 351,246	\$ 6,147,127

Depreciation was charged to activities as follows:

Governmental Activities:

Public protection	\$ 1,958,626
Recreation and culture	1,944,436
General government	801,226
	<u>4,704,288</u>

Business-type Activities:

Golf Enterprise	<u>96,653</u>
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Total depreciation/

amortization expense	<u><u>\$ 4,800,941</u></u>
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COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 5-INTERFUND TRANSACTIONS

Amounts reported as due to and from other funds represent short-term lending/borrowing arrangements between funds that are outstanding at the end of the fiscal year. The \$1,414,751 due from other funds in the General Fund and due to other funds at year-end represents various reimbursements in the Foundation Special Revenue Fund and the Golf Enterprise Fund.

Receivable Fund	Payable Fund	Amount
Landscape and Lighting Special Revenue Fund Zone 11 East Elk Grove	Landscape and Lighting Special Revenue Fund Zone 18 - Hampton Village	\$ 732,470 (a)
Landscape and Lighting Special Revenue Fund Zone 13 East Franklin	Landscape and Lighting Special Revenue Fund Zone 16 - Fallbrook Park Lan	281,500 (b)
		<u>\$ 1,013,970</u>

- (a) The Landscape and Lighting Special Revenue Fund East Elk Grove benefit zone advanced funds to the Landscape and Lighting Special Revenue Fund Hampton Village benefit zone to fund landscape improvements and the revitalization of McConnell Park. The total amount advanced was \$999,000 on August 1, 2018, and the outstanding balance is scheduled to be repaid by July 30, 2037. Principal payments ranging from \$42,518 to \$58,101 are due annually starting fiscal year 2018/2019. Interest accrues annually on June 30 on the outstanding loan balance at a rate of 1.75%. Interest of \$13,630 was paid during the year ended June 30, 2024.
- (b) The Landscape and Lighting Special Revenue Fund East Franklin benefit zone advanced funds to the Landscape and Lighting Special Revenue Fund Fallbrook Park Lane benefit zone to fund landscape improvements and the revitalization of Jack Hill Park. The total amount advanced was \$300,000 on June 21, 2023, and the outstanding balance is scheduled to be repaid by June 24, 2038. Principal payments ranging from \$4,482 to \$23,932 are due annually starting fiscal year 2023/24. Interest accrues annually on June 30 on the outstanding loan balance at a rate of 2%. Interest of \$6,000 was paid during the year ended June 30, 2024.

	Transfers In					
	Governmental Fund				Enterprise	Total
	General Fund	Landscape and Lighting Special Revenue Fund	Capital Projects Fund	Non-Major	Golf Fund	
Transfers Out						
General Fund	\$ 7,570,539	\$ 654,107	\$ 4,417,478	\$ 2,808,505	\$ 574,277	\$ 16,024,906
Measure E	92,720	530,396	116,130	10,000	-	749,246
Landscape and Lighting Special Revenue Fund	335,389	4,894,924	568,763	991,554	-	6,790,630
Capital Projects Fund	-	49,631	-	389,416	-	439,047
Non-Major Governmental Funds	112,792	80,098	93,527	150,019	-	436,436
Golf Enterprise Fund	-	-	8,018	-	-	8,018
	<u>\$ 8,111,440</u>	<u>\$ 6,209,156</u>	<u>\$ 5,203,916</u>	<u>\$ 4,349,494</u>	<u>\$ 574,277</u>	<u>\$ 24,448,283</u>

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 5-INTERFUND TRANSACTIONS (Continued)

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. Transfers out of the Grants Special Revenue Fund represented transfers to other funds to fund project expenses. Transfers to the Non-Major Governmental Funds consisted of transfers to the Debt Service Fund to make debt service payments.

NOTE 6-LONG-TERM DEBT

As of June 30, 2024, the activity in the District's long-term liabilities during the year ended June 30, 2024 was as follows:

	Balance July 1, 2023	Additions	Reductions	Balance June 30, 2024	Due Within One Year
Governmental Activities:					
Loans Payable	\$ 4,743,615	\$ -	\$ (558,164)	\$ 4,185,451	\$ 567,611
Certificates of Participation (COP)					
-2015 Refinancing Project	8,320,000	-	(185,000)	8,135,000	210,000
-2016 Refinancing Project	3,880,000	-	(645,000)	3,235,000	675,000
-2016 Energy Projects:					
Series A	5,450,000	-	-	5,450,000	-
Series C	475,000	-	(170,000)	305,000	180,000
2021 Lease Revenue COP	9,500,000	-	(190,000)	9,310,000	200,000
2022 Lease Revenue COP	31,740,000	-	-	31,740,000	-
Lease liability	82,536	-	(36,682)	45,854	18,701
SBITA	980,971	-	(171,777)	809,194	176,846
	<u>65,172,122</u>	<u>-</u>	<u>(1,956,623)</u>	<u>63,215,499</u>	<u>2,028,158</u>
Original Issue Discounts					
COP 2015 Refinancing Project	(193,698)	-	11,338	(182,360)	-
COP 2016 Energy Project, Series A	(173,760)	-	7,474	(166,286)	-
Original Issue Premiums					
COP 2016 Refinancing Project	316,752	-	(63,351)	253,401	-
COP 2016 Energy Project, Series C	59,533	-	(11,340)	48,193	-
2021 Lease Revenue COP	521,890	-	(18,474)	503,416	-
2022 Lease Revenue COP	<u>2,090,921</u>	<u>-</u>	<u>(72,728)</u>	<u>2,018,193</u>	<u>-</u>
Total Government Activities	<u>67,793,760</u>	<u>\$ -</u>	<u>\$ (2,103,704)</u>	<u>65,690,056</u>	<u>\$ 2,028,158</u>
Less: amount due within one year	<u>(4,077,434)</u>			<u>(2,028,158)</u>	
Amounts due in more than one year	<u>\$ 63,716,326</u>			<u>\$ 63,661,898</u>	
Business-type Activities:					
Loans payable	\$ 1,095,065	\$ 100,684	\$ (344,607)	\$ 851,142	\$ 355,192
Lease liability	22,220	-	(22,220)	-	-
SBITA	<u>22,917</u>	<u>-</u>	<u>(4,151)</u>	<u>18,766</u>	<u>4,262</u>
Total Business-type Activities	<u>1,140,202</u>	<u>\$ 100,684</u>	<u>\$ (370,978)</u>	<u>869,908</u>	<u>\$ 359,454</u>
Less: amount due within one year	<u>(396,948)</u>			<u>(359,454)</u>	
Amount due in more than on year	<u>\$ 743,254</u>			<u>\$ 510,454</u>	

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 6-LONG-TERM DEBT (Continued)

Loans and leases payable were as follows at June 30, 2024:

Description	Interest Rate	Finance Term	Original Principal	Balance 06/30/24		
Loans Payable - Governmental Activities						
AIG Comm Equip Dillard Rance	1.67%	6/30/06 - 3/30/2026	\$ 4,300,000	\$ 476,252		
Capital One Public Finance Fire Station 72	3.09%	3/1/20 - 09/01/2039	1,560,000	1,290,000		
US Bank - (2) 2021 Fire Engines	2.29%	5/14/2022 - 5/14/2033	1,407,306	1,090,476		
US Bank - Ladder Truck	2.27%	2/11/2022 - 2/11/2034	1,560,516	1,328,723		
Total Governmental Activities			\$ 8,827,822	\$ 4,185,451		
Loans Payable - Business-type Activities						
Aig Comm Equip Emerald Lakes Golf Course	2.35%	10/21/06 - 07/21/2026	\$ 5,200,000	\$ 759,619		
Toto Workman Mower GC	5.99%	11/15/19 - 10/05/2023	13,469	91,522		
Total Business-type Activities			\$ 5,213,469	\$ 851,141		

Description	Interest Rate	Finance Term	Original Principal	Balance 06/30/24	Asset Cost	Accumulated Amortization
Leases - Governmental Activities						
Caltronics C658 City Aquatic Center	6.85%	5/1/19 - 4/1/2024	\$ 17,658	\$ -	\$ 17,658	\$ 17,658
Ray Morgan Co. Cannon 7565/5560 Copiers	8.30%	10/20/19 - 9/20/2024	41,445	3,110	41,445	37,300
Ray Morgan Co. Canon 5550 WCAC AQ	8.30%	10/20/19 - 9/20/2024	14,210	1,066	14,210	12,789
Ray Morgan Co. Canon 5550 WCAC	8.30%	10/20/19 - 9/20/2024	15,394	1,155	15,394	13,855
Ray Morgan Co. Canon 5560/5560 REC	8.30%	10/20/19 - 9/20/2024	39,076	2,933	39,076	35,168
Ray Morgan Co. Canon 5535	8.30%	10/20/19 - 9/20/2024	8,289	622	8,289	7,461
Ubeo Cannon 3835/5860	2.00%	3/20/2023 - 2/20/2028	49,754	36,968	49,753	13,267
Total Governmental Activities			\$ 185,826	\$ 45,854	\$ 185,825	\$ 137,498
Leases - Business-type Activities						
TFC National Bank - Golf Cart Lease	1.99%	3/11/2020 - 3/11/2024	\$ 107,226	\$ -	\$ 107,226	\$ 107,226
Total Business-type Activities			\$ 107,226	\$ -	\$ 107,226	\$ 107,226

A. Loans Payable

Leases reported as financed purchases due to a transfer of ownership at the end of the lease were as follow as of June 30, 2024:

In March 2006, the District entered into a lease agreement in the amount of \$4,300,000 to acquire and improve 97 acres of land for Dillard Ranch Park site. The lease agreement provides for 80 quarterly payments of \$68,620 through March 30, 2026. Payments include interest at 1.67%.

On September 1, 2019, the District entered into a lease agreement in the amount of \$1,560,000 for Fire Station 72. The lease agreement provides for 40 semi-annual payments. The interest is computed at the rate of 3.09% per annum. The default rate is 5%.

On May 14, 2021, the District entered into a lease agreement in the amount of \$1,407,306 for the purchase of two new Fire Engines. The lease agreement provides for 12 annual payments of \$135,456, from May 14, 2022.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 6-LONG-TERM DEBT (Continued)

On February 11, 2022, the District entered into a lease agreement in the amount of \$1,560,516 for the purchase of a new Ladder Truck. The lease agreement provides for 12 annual payments of \$150,019, from February 11, 2023.

In July 2006, the District entered into a lease agreement in the amount of \$5,200,000 to fund the purchase of Emerald Lakes Golf Course, which is recorded as land in the amount of \$5,009,532. The lease agreement provides for 28 quarterly payments of \$85,062 through July 2013, with the payments being reset on that date and paid through July 21, 2026. Payments include interest at 2.35%.

On December 8, 2016, the District entered into a lease agreement in the amount of \$13,469 for a Toro Workman Mower. The lease agreement provides for 48 monthly payments of \$315 from January 18, 2017.

B. Certificates of Participation

Certificates of Participation consisted of the following at June 30, 2024:

Certificates of Participation – 2015 Refinancing Project (Direct Placement) - 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 Certificates are payable from lease payments on certain District real property and improvements made to the Public Property Financing Corporation of California (Corporation). Upon default, the lease may be terminated by the Corporation and the property re-leased to other parties. Interest on the certificates is payable on December 15 and June 15 of each year, with interest rates ranging from 3.0% to 5.5%. Principal payments ranging from \$45,000 to \$895,000 are due each June 15 to June 15, 2040.

Certificates of Participation - 2016 Refinancing Project (Direct Placement) - 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 Certificates are payable from lease payments on certain District real property and improvements made to the MSG, CSDBC and MFC. Upon default, the lease may be terminated by these entities and the property re- leased to other parties. Interest on the Certificates is payable at 2.00% to 4.00% on March 1 and September 1. Principal payments of \$380,000 to \$885,000 are due each September 1 through September 1, 2028.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 6-LONG-TERM DEBT (Continued)

Certificates of Participation - 2016 Energy Projects, Series A,B,C (Direct Placement) - 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. Interest on the certificates is payable on March 1 and September 1 of each year, with interest rates ranging from 2.625% to 4.0%. Principal payments ranging from \$75,000 to \$355,000 are due each September 1 from September 1, 2025 to September 1, 2046.

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 Certificates were paid off September 1, 2017.

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. Interest on the certificates is payable on March 1 and September 1 of each year, with interest rates ranging from 2.0% to 4.0%. Principal payments ranging from \$125,000 to \$180,000 are due each September 1 from September 1, 2018 to September 1, 2025.

The Certificates are payable from lease payments on certain District real property and improvements made to the Public Property Financing Corporation of California (Corporation). Upon default, the lease may be terminated by the Corporation and the property re-leased to other parties.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 6-LONG-TERM DEBT (Continued)

2021 Lease Revenue Certificates of Participation (Direct Placement) - On September 29, 2021, the District issued the \$9,680,00 2021 Lease Revenue Certificates of Participation to (i) finance a portion of the cost of construction of a new fire station (Fire Station 77) (ii) finance energy efficiency improvements to be located at the District's Administration Building, and (iii) pay the costs of issuing the Certificates. Fire Station 77 is designed to provide increased emergency response services to the southern portion of the City of Elk Grove, particularly the Poppy Ridge area. The aggregate cost of the Fire Station 77 project is estimated at approximately \$12.4 million, of which approximately \$8.0 million is anticipated to be financed with the proceeds of the Certificates, and the remaining amount has been or will be funded by the District from amounts on hand (including from fire impact fees). In addition, capital equipment will be purchased by the District for Fire Station 77, including furniture and fixtures, a new structural firefighting engine, wildland firefighting engine and a medic unit (ALS ambulance). The energy efficiency improvements consist of solar photovoltaic (PV) and related parking lot improvements. The total cost of the improvements is estimated at approximately \$2.0 million, all of which is anticipated to be financed with the proceeds of the Certificates. The Certificates are payable from lease payments on certain District real property and improvements made to the Corporation. Upon default, the lease may be terminated by these entities and the property released to other parties. Interest on the Certificates is payable at 2.375% to 4.00% on May 1 and November 1 from May 1, 2022 through November 1, 2051 and principal payments of \$180,000 to \$480,000 are due on November 1 from November 1, 2022 through November 1, 2051.

2022 Lease Revenue Certificates of Participation (Direct Placement) - On April 13, 2022, the District issued the \$31,740,000 2022 Lease Revenue Certificates of Participation for the purpose of the acquisition of certain real property for a future park and recreation site and a portion of the cost of construction of improvements to District facilities, including the construction of a new recreation center at Morse Community Park (the Core Recreation Center). Approximately \$5,000,000 of proceeds of the Certificates were used for the land acquisition. The remaining amount will be spent of the improvement to District facilities. The Core Recreation Center is planned to be two-stories consisting of approximately 54,000 square feet located on approximately 3 acres of undeveloped land within Morse Community Park. The Certificates are payable from lease payments on certain District real property and improvements made to the Corporation. Upon default, the lease may be terminated by these entities and the property released to other parties. Interest on the Certificates is payable at 4.00% to 5.00% on June 30 and December 30 from December 30, 2022 through December 30, 2022 through December 30, 2052. Principal payments of \$590,000 to \$1,955,000 are due through December 30 from December 30, 2025 through December 30, 2052.

C. Leases

The District's leases, all of which were direct borrowings, were as follows as of June 30, 2024:

On May 1, 2019, the District entered into a lease agreement in the amount of \$17,658 for a Coltronics C658 Copier. The lease agreement provides for 48 monthly payments of \$348 from May 1, 2019. Interest is computed at a rate of 6.85%.

On September 15, 2019, the District entered into five lease agreements in the amount of \$118,414 for seven copiers. The lease agreement provides for 60 monthly payments of \$4,733. The interest is computed at a rate of 8.3%. The agreement has a late charge of 10% on past due amounts and a default rate of 12%.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 6-LONG-TERM DEBT (Continued)

On March 11, 2020, the District entered into a lease agreement in the amount of \$107,226, for the purchase of 30 new golf carts. The lease agreement provides for 48 monthly payments of \$2,489 from March 2020. The agreement has a late charge of 10% on past due amounts and a default interest rate of 18% or the maximum allowed by law.

The leases above are secured by the related assets. Upon default, the lessors may generally repossess the related assets. Any late fees or default interest rates are disclosed with the related lease below.

D. Subscription Based Information Technology Arrangements (SBITA)

The District entered into six SBITA contracts for productivity and registration software. The District is required to make yearly payments ranging from \$2,400 to \$72,500 through April 30, 2029.

The subscription agreements were discounted using rates between 2.33% and 3.33%. Each subscription has five one-year options to renew the subscription. The discount rates were based on the estimated incremental borrowing rate of the District at the SBITA commencement dates. Subscription asset cost was \$1,291,921 and \$29,273 and accumulated amortization was \$93,047 and \$3,286 for the governmental activities and business-type activities, respectively, as of June 30, 2024.

E. Future Debt Service Payments

The annual debt service requirements to maturity for governmental-activities long-term liabilities at June 30, 2024, were as follows:

Fiscal Year	Loans Payable			Certificates of Participation			Lease Liability	
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest
2025	\$ 567,611	\$ 97,696	\$ 665,307	\$ 1,265,000	\$ 2,452,231	\$ 3,717,231	\$ 18,701	\$ 13,053
2026	508,574	88,058	596,632	1,935,000	2,388,944	4,323,944	10,013	452
2027	310,963	79,692	390,655	2,020,000	2,310,775	4,330,775	10,215	250
2028	318,456	72,021	390,477	2,120,000	2,230,270	4,350,270	6,925	52
2029	327,074	64,162	391,236	1,820,000	2,158,257	3,978,257	-	-
2030-2034	1,623,773	195,552	1,819,325	8,515,000	9,772,494	18,287,494	-	-
2035-2039	477,000	49,532	526,532	10,920,000	7,676,327	18,596,327	-	-
2040-2044	52,000	803	52,803	10,110,000	5,073,904	15,183,904	-	-
2045-2049	-	-	-	10,695,000	2,790,761	13,485,761	-	-
2050-2053	-	-	-	8,775,000	660,476	9,435,476	-	-
Total	\$ 4,185,451	\$ 647,516	\$ 4,832,967	\$ 58,175,000	\$ 37,514,439	\$ 95,689,439	\$ 45,854	\$ 13,807

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 6-LONG-TERM DEBT (Continued)

Fiscal Year	SBITA			Total		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 176,845	\$ 4,262	\$ 181,107	\$ 2,028,157	\$ 2,567,242	\$ 4,595,399
2026	182,068	4,377	186,445	2,635,655	2,481,831	5,117,486
2027	187,449	4,496	191,945	2,528,627	2,395,213	4,923,840
2028	192,994	4,617	197,611	2,638,375	2,306,960	4,945,335
2029	69,838	1,013	70,851	2,216,912	2,223,432	4,440,344
2030-2034	-	-	-	10,138,773	9,968,046	20,106,819
2035-2039	-	-	-	11,397,000	7,725,859	19,122,859
2040-2044	-	-	-	10,162,000	5,074,707	15,236,707
2045-2049	-	-	-	10,695,000	2,790,761	13,485,761
2050-2053	-	-	-	8,775,000	660,476	9,435,476
Total	\$ 809,194	\$ 18,765	\$ 827,959	\$ 63,215,499	\$ 38,194,527	\$ 101,410,026

The annual debt service requirements to maturity for Business-type long term liabilities at June 30, 2024, were as follows:

Fiscal Year	Loans Payable			SBITA		
	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 355,192	\$ 7,375	\$ 362,567	\$ 4,262	\$ 503	\$ 4,765
2026	358,090	4,477	362,567	4,377	388	4,765
2027	105,450	1,931	107,381	4,496	270	4,766
2028	21,384	936	22,320	4,617	148	4,765
2029	11,026	132	11,158	1,014	24	1,038
Total	\$ 851,142	\$ 14,851	\$ 865,993	\$ 18,766	\$ 1,333	\$ 20,099

Fiscal Year	Total		
	Principal	Interest	Total
2025	\$ 359,454	\$ 7,878	367,332
2026	362,467	4,865	367,332
2027	109,946	2,201	112,147
2028	26,001	1,084	27,085
2029	12,040	156	12,196
Total	\$ 869,908	\$ 16,184	\$ 886,092

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 7-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 two times the employee's prior year accrual rate of annual leave, which ranges from 160 hours to 444 hours.

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 and it is not payable at separation. Accordingly, no liability for sick leave has been included in the financial statements.

	Governmental	Business	Total
Balance on June 30, 2023	\$ 3,130,273	\$ 71,665	\$ 3,201,938
Net change	434,252	26,544	460,796
Balance on June 30, 2024	<u>\$ 3,564,525</u>	<u>\$ 98,209</u>	<u>\$ 3,662,734</u>
Due Within One Year	<u>\$ 2,356,270</u>	<u>\$ 30,616</u>	<u>\$ 2,386,886</u>
Noncurrent Portion	<u>\$ 1,208,255</u>	<u>\$ 67,593</u>	<u>\$ 1,275,848</u>

NOTE 8-PENSION PLANS

DEFINED BENEFIT PLANS

A. General Information about the Pension Plans

Plan Description - All qualified permanent and probationary employees are eligible to participate in the District's separate Safety (fire) and Miscellaneous (all other employees) 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 7 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
For the Year Ended June 30, 2024

NOTE 8-PENSION PLANS (Continued)

The Plans' provisions and benefits in effect at June 30, 2024, are summarized as follows:

	Miscellaneous Rate Plan	Miscellaneous Second Tier Rate Plan	Miscellaneous Third Tier Rate Plan	PEPRA Miscellaneous Rate Plan	Safety Rate Plan	PEPRA Safety Rate Plan
	Prior to October 1, 1998	October 1, 1998 to December 1, 2011	December 1, 2011 to December 31, 2012	On or after January 1, 2013	Prior to January 1, 2013	On or after January 1, 2013
Hire date						
Benefit formula (at full retirement)	2.5% at 55	2.5% at 55	2.0% at 55	2.0% at 62	3.0% at 50	2.7% at 57
Benefit vesting schedule	5 years service	5 years service	5 years service	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life	monthly for life	monthly for life
Final average compensation period	one year	one year	three year	three year	one year	three year
Retirement age	50-55	50-55	50-63	52-67	50-55	50-57
Monthly benefits, as a % of compensation	1.426% to 2.418%	1.426% to 2.418%	2.0% to 2.5%	1.0% to 2.5%	3.00%	2.00% to 2.70%
Requires employee contribution rates	8.00%	8.00%	7.00%	7.75%	9.00%	11.50%
Requires employer contribution rates	9.100%	9.100%	9.100%	9.100%	17.130%	17.130%

On January 1, 2013, the Public Employee Pension Reform Act (PEPRA) closed all rate plans except the PEPRA rate plans to new participants that were not CalPERS members as of this date.

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

	Miscellaneous	Safety
Inactive employees or beneficiaries currently receiving benefits	104	123
Inactive employees entitled to but not yet receiving benefits	565	53
Active employees	191	186
Total	860	362

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 as described in the plan provisions tables above.

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, 2023, using an annual actuarial valuation as of June 30, 2022, rolled forward to June 30, 2023 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown on the following page.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 8-PENSION PLANS (Continued)

Actuarial Assumptions - The total pension liabilities at June 30, 2024 were determined using the following actuarial assumptions:

	Miscellaneous	Safety
Valuation Date	June 30, 2022	June 30, 2022
Measurement Date	June 30, 2023	June 30, 2023
Actuarial Cost Method	Entry-Age Normal Cost Method	
Actuarial Assumptions:		
Discount Rate	6.90%	6.90%
Inflation	2.50%	2.50%
Payroll growth	2.75%	2.75%
Projected salary increases	Varies by entry age and service	
Investment rate of return (1)	7.00%	7.00%
Mortality	Derived using CalPERS' membership data	
Post retirement benefit increase	Protection allowance floor on purchasing power applies, 2.30% thereafter	

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

The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries. The demographic assumptions and the inflation rate assumption were according to the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. Further details of the Experience Study can found on the CalPERS website under forms and publications (www.calpers.ca.gov).

Discount Rate - The discount rate used to measure the total pension liability was 6.90% for each Plan at June 30, 2024, which declined from 7.15% at June 30, 2022. 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 discount rate is adequate, and the use of the municipal bond rate calculation is not necessary. The long-term expected discount rate 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.

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.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 8-PENSION PLANS (Continued)

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	Strategic Allocation	Real Return (a,b)
Global equity - cap weighted	30.00%	4.54%
Global equity non-cap weighted	12.00%	3.84%
Private equity	13.00%	7.28%
Treasury	5.00%	27.00%
Mortgage-backed securities	5.00%	50.00%
Investment grade corporates	10.00%	1.56%
High yield	5.00%	2.27%
Emerging market debt	5.00%	2.48%
Private debt	5.00%	3.57%
Real assets	15.00%	3.21%
Leverage	-5.00%	-0.59%
Total	100.00%	

(a) AN expected inflation of 2.30% used for this period.

(b) Figures are based on the 2021-22 Asset Liability Management Study

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 8-PENSION PLANS (Continued)

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)
	(a)	(b)	(a)-(b)
Balance at June 30, 2023	<u>\$ 74,574,940</u>	<u>\$ 52,748,541</u>	<u>\$ 21,826,399</u>
Changes in the year:			
Service cost	2,298,452	-	2,298,452
Interest on the total pension liability	5,216,413	-	5,216,413
Changes of Benefit Terms	82,824	-	82,824
Differences between actual and expected experience	1,232,232	-	1,232,232
Changes in assumptions	-	-	-
Contribution - employer	-	2,598,331	(2,598,331)
Contribution - employee	-	1,017,644	(1,017,644)
Net investment income	-	3,279,552	(3,279,552)
Administrative expenses	-	(38,789)	38,789
Benefit payments, including refunds of employee contributions	(2,878,080)	(2,878,080)	-
Net change	<u>5,951,841</u>	<u>3,978,658</u>	<u>1,973,183</u>
Balance at June 30, 2024	<u>\$ 80,526,781</u>	<u>\$ 56,727,199</u>	<u>\$ 23,799,582</u>

Safety Plan:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	(a)	(b)	(a)-(b)
Balance at June 30, 2023	<u>\$ 263,492,464</u>	<u>\$ 175,218,676</u>	<u>\$ 88,273,788</u>
Changes in the year:			
Service cost	6,899,264	-	6,899,264
Interest on the total pension liability	18,817,367	-	18,817,367
Changes of Benefit Terms	84,845	-	84,845
Differences between actual and expected experience	11,069,176	-	11,069,176
Changes in assumptions	-	-	-
Contribution - employer	-	9,558,440	(9,558,440)
Contribution - employee	-	2,969,683	(2,969,683)
Net investment income	-	10,966,428	(10,966,428)
Administrative expenses	-	(128,848)	128,848
Benefit payments, including refunds of employee contributions	(10,761,313)	(10,761,313)	-
Net change	<u>26,109,339</u>	<u>12,604,390</u>	<u>13,504,949</u>
Balance at June 30, 2024	<u>\$ 289,601,803</u>	<u>\$ 187,823,066</u>	<u>\$ 101,778,737</u>
Total all plans	<u>\$ 370,128,584</u>	<u>\$ 244,550,265</u>	<u>\$ 125,578,319</u>

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 8-PENSION PLANS (Continued)

C. 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	5.90%	5.90%	5.90%
Net Pension Liability	\$ 36,527,897	\$ 145,571,259	\$ 182,099,156
Current Discount Rate	6.90%	6.90%	6.90%
Net Pension Liability	\$ 23,799,582	\$ 101,778,737	\$ 125,578,319
1% Increase	7.90%	7.90%	7.90%
Net Pension Liability	\$ 13,530,776	\$ 66,055,397	\$ 79,586,173

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

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

For the year ended June 30, 2024, the District recognized pension expense of \$23,774,639 (\$5,756,328 for the Miscellaneous Plan and \$18,018,311 for the Safety Plan). At June 30, 2024, 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	\$ 3,100,891	\$ -	\$ 10,514,821	\$ -	\$ 13,615,712	\$ -
Differences between actual and expected experience	1,030,918	-	14,647,082	-	15,678,000	-
Changes in assumptions	940,487	-	8,343,893	(48,264)	9,284,380	(48,264)
Net differences between projected and actual earning on plan investments	2,561,591	-	-	-	2,561,591	-
	-	-	8,441,170	-	8,441,170	-
Total	\$ 7,633,887	\$ -	\$ 41,946,966	\$ (48,264)	\$ 49,580,853	\$ (48,264)

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 8-PENSION PLANS (Continued)

The amount reported as deferred outflows of resources related to contributions subsequent to the measurement date above will be recognized as a reduction of the net pension liability in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ending June 30:	Miscellaneous	Safety	Total
2024	\$ 2,095,557	\$ 6,556,983	\$ 8,652,540
2025	641,907	5,901,061	6,542,968
2026	1,718,859	10,064,975	11,783,834
2027	76,673	4,160,355	4,237,028
2028	-	3,482,734	3,482,734
Thereafter	-	1,217,773	1,217,773
	\$ 4,532,996	\$ 31,383,881	\$ 35,916,877

F. Payables to Pension Plans

As of June 30, 2024, the District reported payables to the Plans of \$247,070.

DEFINED CONTRIBUTION PLAN AND DEFERRED COMPENSATION PLAN

G. Defined Contribution Retirement Plan - Beginning April 2021, the District began to offer the Cosumnes Community Services District Governmental 401(a) Plan (Plan), a single employer defined contribution pension plan, to strategic management team employees. Employees are eligible to participate in the Plan on their date of hire. The District is required to make contributions to the Plan equal to 5% of certain strategic management team employees' monthly base salaries and is allowed to make discretionary contributions to the Plan for other strategic management team employees as defined in their employment agreements. Contributions may be deposited in the District's Cosumnes Community Services District 457(b) Governmental Plan (457 Plan) at the employee's direction. Employees are fully vested in the District's contributions immediately. Employees do not contribute to the Plan. During the year ended June 30, 2024, the District's contributions to the Plan were \$50,518.

H. Deferred Compensation Plan - The District offers a deferred compensation plan under Internal Revenue Code Section 457 (457 Plan) to all employees, with the exception of part-time seasonal/extra help employees as defined in the District's policies. The District is required to make matching contributions to the 457 Plan for certain participants up to the contribution limit in the Internal Revenue Code under the participants' employment agreements. All eligible participants may make voluntary pre-tax or Roth payroll deferrals to the 457 Plan up to the maximum contribution allowed under the Internal Revenue Code or 100% of W-2 wages, whichever is less. The District is required to contribute a flat monthly amount of \$50 and a match of up to \$25 per month to the 457 Plan for CalPERS PEPRA employees and miscellaneous (non-safety) employees hired after January 1, 2013. Employees individually direct the investment of their accounts from an assortment of available investment options. Employees are fully vested in their contributions as well as the District's discretionary or required matching contributions immediately after the contributions are made. For the year ended June 30, 2024, the District made total contributions of \$179,100 to the 457 Plan.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 9-OTHER POSTEMPLOYMENT BENEFITS

A. Plan Description

The District provides an agent defined benefit agent multiple-employer OPEB plan (Plan) to all eligible safety and miscellaneous employees. The District agent 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, spouses and surviving spouses of eligible retirees as described below. Retirees may enroll in any available CalPERS medical plan. The California Government Code grants the Board of Directors the authority to provide OPEB benefits, subject to Memorandums of Understanding with employee groups. Plan assets are maintained in the CalPERS California Employers' Retiree Benefits Trust Fund (CERBT), which is a Section 115 trust fund administered by CalPERS. CERBT is included in the CalPERS publicly available financial statements that may be obtained at www.calpers.ca.gov under Forms and Publications.

Benefits Provided: The District contributes to the Plan for all full-time employees meeting eligibility requirements. The District contributions for all employee groups is based on premiums for the lesser of either Kaiser (KN) or Blue Shield Access + HMO premiums in the Sacramento Region less the retiree contribution rates below and subject to the vesting percentages described below, if applicable:

Employee Group	Eligibility	Tier 1	Eligibility	Tier 2	Eligibility	Tier 3	Eligibility	Tier 4	EE Required Contributions
Safety - Local 522	Retired Before 1/1/15	\$0 EE Only/\$1 5+1 or more	Retired After 12/31/14	\$85 EE only, \$175 for +1, \$225 for family. \$525 at Medicare age	N/A	N/A	N/A	N/A	3% of salary
Safety - Management Employee Organization (MEO)	Retired Before 7/1/17	\$0 EE Only/\$1 5+1 or more	Retired After 6/30/17	Full Family Same as actives. \$525 at Medicare age	N/A	N/A	N/A	N/A	3% of salary
Miscellaneous Teamsters	Hired Before 1/1/17	\$0 EE Only/\$1 5+1 or more	Hire Before 1/1/17	District pays 90% EE and +1. Same as actives	Hire Before 1/1/17	District pays 90% EE and +1. Same as actives. \$500 at Medicare age	Hired on or after 1/1/17	Minimum CalPERS Employer Contribution	4% of salary
	Age 50+ or 20+ yrs. w/Dist. As of 1/1/15		Age 40-49 as of 1/1/15		Under 40 as of 1/1/15				
Miscellaneous Unrepresented	Hired Before 3/1/17	\$0 EE Only/\$1 5+1 or more			Hired Before 3/1/17	EE or EE+1. Same as actives. \$500 at Medicare age	Hired Before 3/1/17	Minimum CalPERS Employer Contribution	2% of salary
	Age 50+ or 20+ yrs. w/Dist. As of 1/1/15		Age 40-49 or 10 yrs. w/Dist. As of 1/1/15		Under 40 as of 1/1/15				

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 9-OTHER POSTEMPLOYMENT BENEFITS (Continued)

Employees hired on or after July 1, 2010 receive the applicable percentage of benefits based on the retiree's years of CalPERS credited service, provided that at least 5 of those years represent service with the District. The applicable percentage is 50% after ten years of service, which increases an additional 5% for each additional year of service until the applicable percentage is 100% at 20+ years of service.

The contribution rates for active employees referenced above are 100% of the applicable monthly rate less \$85 to \$225 for the Safety - Local 522 and MEO groups, 90% of the applicable monthly rate for the teamsters group and 100% of the applicable monthly rate less \$61.84 to \$158.00 for unrepresented employees, based on the number of participants covered.

B. Employees Covered

Inactive employees or beneficiaries currently receiving benefit payme	159
Active employees	418
	<hr/>
Total	577
	<hr/> <hr/>

C. Contributions

The Board of Directors has the authority to establish and amend the contribution requirements of the District and employees, subject to the District's memorandums of understanding with employee bargaining units. The District pre-funds the Plan through CERBT by contributing the District's actuarially determined contribution every year. For the year ended June 30, 2024, the District contributions equaled \$8,068,121, including \$2,676,650 in benefit payments, a \$4,616,195 deposit to CERBT, and implied subsidy payments of \$775,276.

D. Net OPEB Liability

The District's net OPEB liability was based on the following actuarial methods and assumptions:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.25%
Inflation	2.50%
Contribution Policy	Contributes full ADC
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	6.25%
Mortality	Pub-2010 General and Safety
Post Retirement Benefit Incre	CalPERS 2021 Experience Study
Healthcare Trend	7.6% for 2024
	decreasing to 3.9% in 2076 and later years

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 9-OTHER POSTEMPLOYMENT BENEFITS (Continued)

Mortality was from Pub-2010 Employee and Retiree mortality tables projected with generational mortality improvement using 80% of scale MP-2020. Disability was from the December 2021 CalPERS Experience Study.

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
Public Equity	49.20%	8.00%
Fixed Income	22.70%	0.40%
TIPS	4.90%	2.50%
REITs	3.00%	0.80%
Commodities	20.10%	2.70%
Cash Equivalents	0.10%	0.00%
Total	<u>100.00%</u>	

E. Discount Rate

The discount rate used to measure the total OPEB liability was 6.25%. 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.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 9-OTHER POSTEMPLOYMENT BENEFITS (Continued)

F. Changes in the Net OPEB Liability

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

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a)-(b)
Balance at June 30, 2023	\$ 64,466,474	\$ 23,644,241	\$ 40,822,233
Changes Recognized for the Measurement Period:			
Service cost	2,032,692	-	2,032,692
Interest on the total OPEB liability	3,894,364	-	3,894,364
Differences between actual and expected experience	1,863,908	-	1,863,908
Changes of assumptions	(361,983)	-	(361,983)
Changes of benefit terms	(326,840)	-	(326,840)
Contribution- employer	-	5,583,795	(5,583,795)
Contribution - employee	-	1,125,645	(1,125,645)
Net investment income	-	1,595,232	(1,595,232)
Administrative expense	-	(7,543)	7,543
Benefit payments, including refunds of employee	(3,186,190)	(3,186,190)	-
Net changes	3,915,951	5,110,939	(1,194,988)
Balance at June 30, 2024 (Measurement Date June 30, 2024)	\$ 68,382,425	\$ 28,755,180	\$ 39,627,245

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 higher than the current rate:

	1% Decrease (5.25%)	Current Discount (6.25%)	1% Increase (7.25%)
Net OPEB Liability	\$ 47,252,667	\$ 39,627,245	\$ 33,135,656

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:

	1% Decrease	Current Healthcare Trend Rate	1% Increase
Net OPEB Liability	\$ 32,794,125	\$ 39,627,245	\$ 47,998,428

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 9-OTHER POSTEMPLOYMENT BENEFITS (Continued)

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. Deferred outflows and inflows related to the net difference between projected and actual earnings on plan investments is amortized over 5 years. All other amounts are amortized over the average remaining service lives of participants.

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

For the fiscal year ended June 30, 2024, the District recognized OPEB expense of \$3,950,780. For the fiscal year ended June 30, 2024, the District reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$ 2,794,740	\$ (5,460,541)
OPEB contributions subsequent to measurement date	8,068,121	-
Changes in Assumptions	2,182,603	(1,920,917)
Net differences between projected and actual earnings on plan investments	1,607,123	-
Total	<u>\$ 14,652,587</u>	<u>\$ (7,381,458)</u>

The \$8,068,121 reported as deferred outflows of resources related to contributions subsequent to the measurement data will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2025. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

Year Ended June 30	Annual Amortization
2025	\$ (13,250)
2026	(102,501)
2027	677,180
2028	(375,003)
2028	(431,941)
Thereafter	(551,477)
Total	<u>\$ (796,992)</u>

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 10-RISK MANAGEMENT

The District participates in the Northern California Special Districts Insurance Authority (NCS DIA), a public entity risk pool of special districts within Northern California, for workers compensation insurance. Loss contingency reserves established by NCS DIA are funded by contributions from member agencies. The District pays an annual premium to NCS DIA 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 NCS DIA. NCS DIA retains the ability to assess its members' amounts in addition to annual premiums. NCS DIA 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 Golden State Risk Management Authority (GSRMA), 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 GSRMA are funded by contributions from member agencies. The District pays an annual contribution to the GSRMA 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 GSRMA. GSRMA 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 NCS DIA and GSRMA are as follows:

	Pool Coverage	Commercial Coverage	Self-Insured Retention
NCS DIA			
Workers compensation and employers liability	\$ 400,000	\$ 50,000,000	\$ 0-400,000
GSRMA			
General liability	350,000	1,000,000	0-350,000
Automobile liability	350,000	1,000,000	0-350,000
Crime (includes employee theft, forgery, theft, computer and funds transfer fraud)	25,000	10,000,000	2,500-25,000
Property (includes boiler and machinery and terrorism)	5,000	25,000,000	1,000-5,000
Property - auto physical damage	10,000	25,000,000	250-10,000
Property - flood	-	25,000,000	25,000

The coverage above includes a reduction in coverage on property, personal injury and automobile and high dollar vehicles from \$1 billion and a reduction of boiler and machinery from \$100 million to the amounts in the table above. Claims have not exceeded insurance limits in the past three fiscal years.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 11-FUND BALANCE

As of June 30, 2024, classifications of fund balance are as follows:

Fund Balance Classifications	Major Funds					Total
	General Fund	Landscape and Lighting Special Revenue Fund	Measure E Special Revenue Fund	Capital Projects Fund	Non-Major Governmental Funds	
Nonspendable:						
Items not in spendable form:						
Advances to other funds	\$ 26,786	\$ -	\$ -	\$ -	\$ -	\$ 26,786
Inventory	951,878	-	-	-	-	951,878
Total Nonspendable Fund Balances	<u>978,664</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>978,664</u>
Restricted for:						
Recreation and culture	-	-	2,609,895	26,512,161	-	29,122,056
Public protection	-	-	4,080,380	18,217,785	-	22,298,165
Solar project	-	-	-	1,932,650	-	1,932,650
Landscaping and lighting	-	52,388,457	-	-	-	52,388,457
Foundation activities	-	-	-	-	228,601	228,601
Total Restricted Fund Balances	<u>-</u>	<u>52,388,457</u>	<u>6,690,275</u>	<u>46,662,596</u>	<u>228,601</u>	<u>105,969,929</u>
Committed to:						
ARPA Projects	2,001,950	-	-	-	115,248	2,117,198
Total Committed Fund Balances	<u>2,001,950</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>115,248</u>	<u>2,117,198</u>
Assigned to:						
GEMT Audit Fees	231,149	-	-	-	-	231,149
Fire Academy	750,000	-	-	-	-	750,000
Salary and Wage Risk Mitigation	1,000,000	-	-	-	-	1,000,000
Total Assigned Fund Balances	<u>1,981,149</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,981,149</u>
Unassigned:	<u>32,082,913</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,759</u>	<u>32,120,672</u>
Total Fund Balances	<u>\$ 37,044,676</u>	<u>\$ 52,388,457</u>	<u>\$ 6,690,275</u>	<u>\$ 46,662,596</u>	<u>\$ 381,608</u>	<u>\$ 143,167,612</u>

Unassigned fund balance of \$32,082,913 was designated as a cash flow reserve at June 30, 2024.

NOTE 12-COMMITMENTS AND CONTINGENCIES

The District had the following contract commitments as of June 30, 2024:

<u>Project</u>	<u>Project Appropriation</u>	<u>Expenditures to June 30, 2024</u>	<u>Remaining Commitment</u>
CORE Recreation Center	\$ 29,354,000.00	\$ 13,891,866.45	\$ 15,462,133.55
McConnell Park Phase II	\$ 212,250.00	\$ -	\$ 212,250.00

Construction contracts may increase by 7% to 10% for contingencies as approved by the Board. 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.

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.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 12-COMMITMENTS AND CONTINGENCIES (Continued)

On October 11, 2017, the District signed a Management and Operational Agreement with the City of Elk Grove to operate the City's Aquatic Center for five years with a five-year mutual option to extend the agreement, including operating and maintaining the facilities, running all programs, taking all registrations, maintaining all indoor and outdoor spaces, purchasing all furniture, fixtures and equipment, providing staff to run the Aquatic Center and identifying and making all necessary repairs. The City reimburses the District for any expenses that exceed the net revenues earned by the Aquatic Center, including a 15% District management fee. The City retains ownership of all facilities, furniture, fixtures and equipment. The District recognized revenue of approximately \$617,000 under the agreement during the year ended June 30, 2024.

In October of 2019, the District and City of Elk Grove entered into a Memorandum Understanding (MOU) concerning Landscape, Trails, and Parks Maintenance. The MOU will remain in effect until terminated by either party. Under the MOU, the District is responsible for management, inspection, maintenance and repairs of City owned trails, parks, sidewalk, curbs, gutters, irrigations systems, streetscapes and medians, planters, shrubs, vines and trees, structures, signs and other amenities. Reimbursements of District incurred materials, equipment, independent contractor costs, staff costs, administrative and overhead costs for the services provided under the MOU are according to City approved budgets prepared by the District. The City reimbursed the District approximately \$2,411,000 under the MOU during the year ended June 30, 2024.

The District has an agreement with the Wilton Rancheria (Rancheria) that owns the Sky River Casino in Elk Grove that requires the Rancheria to pay a community benefit contribution beginning at \$887,500 per year, paid on a quarterly basis, plus a 2% increase each year for the District's equipment, facility and equipment costs. The agreement will be reevaluated by the parties if the Rancheria expands its facility.

NOTE 13-SUBSEQUENT EVENTS

On July 16, 2024 the District agreed to a litigation settlement with Odyssey Landscaping, Inc. This resulted in a \$345,000 payout to the vendor. The expenses was accrued to Fiscal Year 2023-2024.

On July 17, 2024, the Board approved the Classification and Compensation Study for Non-Represented employees. This includes the reclassification of 16 positions, the creation of eight new classifications, and the introduction of longevity pay: \$100 for 10 years of service and \$200 for 15 years of service. The recommendations also include retroactive pay dating back to April 1, 2024.

On August 21, 2024, the Board approved a three-year agreement with Local 522, which includes several key changes to employee compensation and benefits. Members will receive a total salary increase of 15% over the contract term, with increases of 4% in 2024, 5% in 2025, and 6% in 2026. Fire Mechanics will see enhanced benefits, including higher longevity pay, uniform allowance, and education incentives. The Medical Transport Unit Premium (MTUP) will increase to \$2.25 per hour, and Rescue Technician Certification incentives will no longer be capped. Uniform allowances for safety members will increase, and out-of-class pay rates will be increase. The agreement also continues shared medical premium increases and raises stipends for those opting out of medical coverage, as well as retiree reimbursements. Additionally, Step 1 of the firefighter salary schedule will be eliminated in 2025.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 13-SUBSEQUENT EVENTS (Continued)

On October 2, the Board approved the General Fund reserve reassignments as depicted in the table below. The applicable general fund transactions to facilitate these reassignments were accrued to Fiscal Year 2023-2024.

General Fund Reserve Assignments:	
Future Fire Academy	\$ 750,000
Salary & Wages Risk Mitigation	1,000,000
Fiscal Year 2023-24 Financial Audit Contingency	1,000,000
Supplemental OPEB Liability Payment	1,559,444
Capital Projects Fund:	
Impact Fee Fund Balance Reconciliation	1,500,000
Fleet Internal Service Fund:	
Wildland Engine Type 3	319,400
Type I Engine	900,000
Medic Units	165,600
Emergency Staff Vehicles	166,667
Parks & Recreation Fleet	150,000
Facilities & Development Fleet	50,000
District-wide Fleet Contingency	50,000
Facilities Internal Service Fund:	
Fox Aquatic Center Capital Improvements	120,000
Station 71 Capital Improvements	250,000
Corporate Yard Facility Improvements	430,000
Facilities Contingency Replenish	415,000
Information Technology Internal Service Fund:	
New ERP System	500,000
TOTAL:	<u><u>\$ 9,326,111</u></u>

NOTE 14-NEW PRONOUNCEMENTS

GASB Statement No. 100 – In June 2022, GASB issued Statement No. 100, *Accounting for Changes and Error Corrections*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This Statement is effective for reporting periods beginning after June 15, 2023, or the fiscal year 2023-24. The implementation of this Statement did not have a material effect on the financial statements.

COSUMNES COMMUNITY SERVICES DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

NOTE 14-NEW PRONOUNCEMENTS (Continued)

GASB Statement No. 101 – In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This Statement is effective for reporting periods beginning after December 15, 2023, or the fiscal year 2024-25. The District early implemented this pronouncement for the year ending June 30, 2204.

GASB Statement No. 102 – In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints. This Statement is effective for reporting periods beginning after June 15, 2024, or the fiscal year 2024-25. The District has not yet determined the effect of this Statement on its financial statements.

GASB Statement No. 103 – In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. This Statement is effective for reporting periods beginning after June 15, 2025, or the fiscal year 2025-26. The District has not yet determined the effect of this Statement on its financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

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COSUMNES COMMUNITY SERVICES DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

1. DEFINED BENEFIT PENSION PLANS

A. Schedule of Changes in the Net Pension Liability and Related Ratios

Miscellaneous Plan										
Reporting Date	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 2,298,452	\$ 2,055,552	\$ 1,748,598	\$ 1,737,919	\$ 1,719,148	\$ 1,670,803	\$ 1,439,061	\$ 1,287,305	\$ 1,229,813	\$ 1,279,630
Interest	5,216,413	4,829,869	4,443,873	4,096,900	3,849,015	3,488,653	3,091,267	2,854,296	2,592,505	2,412,110
Changes in benefits terms	82,824	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	1,232,232	688,354	1,304,986	(64,925)	1,692,289	2,686,259	84,419	739,804	(157,288)	-
Changes of assumptions	-	3,291,707	-	-	-	(202,718)	2,925,798	-	(730,271)	-
Benefit payments, including refunds of employee contributions	(2,878,080)	(2,561,598)	(2,398,401)	(2,186,304)	(1,905,075)	(1,766,716)	(1,377,109)	(1,231,393)	(1,106,151)	(997,382)
Net change in total pension liability	5,951,841	8,303,884	5,099,056	3,583,590	5,355,377	5,876,281	6,163,436	3,650,012	1,828,608	2,694,358
Total pension liability - beginning	74,574,940	66,271,056	61,172,000	57,588,410	52,233,033	46,356,752	40,193,316	36,543,304	34,714,696	32,020,338
Total pension liability - ending (a)	\$ 80,526,781	\$ 74,574,940	\$ 66,271,056	\$ 61,172,000	\$ 57,588,410	\$ 52,233,033	\$ 46,356,752	\$ 40,193,316	\$ 36,543,304	\$ 34,714,696
Plan fiduciary net position										
Contributions - employer	\$ 2,598,331	\$ 2,115,238	\$ 1,840,659	\$ 1,597,659	\$ 1,347,954	\$ 1,200,358	\$ 1,070,149	\$ 5,411,034	\$ 1,073,403	\$ 971,677
Contributions - employee	1,017,644	881,579	812,236	811,106	767,245	736,007	672,073	587,412	591,236	569,537
Net plan to plan resource movement	-	-	-	-	-	(94)	-	-	-	-
Net investment income	3,279,552	(4,325,506)	10,393,707	2,130,967	2,638,046	3,105,264	3,772,672	182,432	613,270	4,023,996
Benefit payments, including refunds of employee contributions	(2,878,080)	(2,561,598)	(2,398,401)	(2,186,304)	(1,905,075)	(1,766,716)	(1,377,109)	(1,231,393)	(1,106,151)	(997,382)
Other changes in fiduciary net position	(38,789)	-	-	-	94	(111,341)	(49,515)	(17,433)	(32,194)	-
Net change in plan fiduciary net position	3,978,658	(3,890,287)	10,648,201	2,353,428	2,848,264	3,163,478	4,088,270	4,932,052	1,139,564	4,567,828
Plan fiduciary net position - beginning	52,748,541	56,638,828	45,990,627	43,637,199	40,788,935	37,625,457	33,537,187	28,605,135	27,465,571	22,897,743
Plan fiduciary net position - ending (b)	\$ 56,727,199	\$ 52,748,541	\$ 56,638,828	\$ 45,990,627	\$ 43,637,199	\$ 40,788,935	\$ 37,625,457	\$ 33,537,187	\$ 28,605,135	\$ 27,465,571
Net pension liability - ending (a)-(b)	\$ 23,799,582	\$ 21,826,399	\$ 9,632,228	\$ 15,181,373	\$ 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	70.45%	70.73%	85.47%	75.18%	75.77%	78.09%	81.16%	83.44%	78.28%	79.12%
Covered payroll	\$ 13,394,242	\$ 11,746,011	\$ 11,180,295	\$ 11,076,601	\$ 10,701,865	\$ 10,080,261	\$ 8,358,860	\$ 8,015,598	\$ 7,626,746	\$ 7,612,768
Net pension liability as percentage of covered payroll	177.69%	185.82%	86.15%	137.06%	130.36%	113.53%	104.46%	83.04%	104.08%	95.22%

COSUMNES COMMUNITY SERVICES DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

1. DEFINED BENEFIT PENSION PLANS

A. Schedule of Changes in the Net Pension Liability and Related Ratios, Continued

Safety Plan										
Reporting Date	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service cost	\$ 6,899,264	\$ 6,455,994	\$ 5,499,862	\$ 5,327,204	\$ 5,419,538	\$ 4,914,143	\$ 4,711,360	\$ 4,032,745	\$ 4,099,996	\$ 4,500,842
Interest	18,817,367	17,100,060	15,882,976	14,792,010	13,810,178	12,557,712	11,723,976	11,018,755	10,288,360	9,733,321
Changes in benefits terms	84,845	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	11,039,176	1,305,643	3,097,292	1,532,115	5,908,466	1,263,722	(1,190,653)	142,294	(2,211,211)	-
Changes of assumptions	-	11,492,533	-	-	-	(627,414)	10,984,800	-	(2,871,202)	-
Benefit payments, including refunds of employee contributions	(10,761,313)	(9,325,105)	(8,618,191)	(7,470,937)	(6,496,592)	(5,735,383)	(5,289,412)	(5,209,163)	(4,689,570)	(3,791,597)
Net change in total pension liability	26,079,339	27,029,125	15,861,939	14,180,392	18,641,590	12,372,780	20,940,071	9,984,631	4,616,373	10,442,566
Total pension liability - beginning	263,492,464	236,463,339	220,601,400	206,421,008	187,779,418	175,406,638	154,466,567	144,481,936	139,865,563	129,422,997
Total pension liability - ending (a)	\$ 289,571,803	\$ 263,492,464	\$ 236,463,339	\$ 220,601,400	\$ 206,421,008	\$ 187,779,418	\$ 175,406,638	\$ 154,466,567	\$ 144,481,936	\$ 139,865,563
Plan fiduciary net position										
Contributions - employer	\$ 9,558,440	\$ 8,784,072	\$ 7,626,513	\$ 6,840,349	\$ 5,882,931	\$ 5,224,782	\$ 4,856,621	\$ 8,090,599	\$ 3,992,396	\$ 4,035,130
Contributions - employee	2,969,683	2,893,168	2,588,035	2,543,997	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	10,966,428	(14,402,180)	34,588,520	6,998,436	8,749,697	10,069,181	11,921,091	538,773	2,223,654	14457536
Benefit payments, including refunds of employee contributions	(10,761,313)	(9,325,105)	(8,618,191)	(7,470,937)	(6,496,592)	(5,735,383)	(5,289,412)	(5,209,163)	(4,689,570)	(3,791,597)
Other changes in fiduciary net position	(128,848)	(116,730)	-	-	305	(355,942)	(157,730)	(61,808)	(114,196)	-
Net change in plan fiduciary net position	12,604,390	(12,166,775)	36,184,877	8,911,845	10,486,837	11,518,239	13,452,007	5,414,675	3,463,753	16,838,398
Plan fiduciary net position - beginning	175,218,676	187,385,451	151,200,574	142,288,729	131,801,892	120,283,653	106,831,646	101,416,971	97,953,218	81,114,820
Plan fiduciary net position - ending (b)	\$ 187,823,066	\$ 175,218,676	\$ 187,385,451	\$ 151,200,574	\$ 142,288,729	\$ 131,801,892	\$ 120,283,653	\$ 106,831,646	\$ 101,416,971	\$ 97,953,218
Net pension liability - ending (a)-(b)	\$ 101,748,737	\$ 88,273,788	\$ 49,077,888	\$ 69,400,826	\$ 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	64.86%	66.50%	79.25%	68.54%	68.93%	70.19%	68.57%	69.16%	70.19%	70.03%
Covered payroll	\$ 24,880,146	\$ 23,290,022	\$ 21,467,066	\$ 20,224,767	\$ 20,439,517	\$ 18,247,837	\$ 17,411,433	\$ 16,784,918	\$ 16,977,207	\$ 18,120,791
Net pension liability as percentage of covered payroll	408.96%	379.02%	228.62%	343.15%	313.77%	306.76%	316.59%	283.80%	253.66%	231.29%

**COSUMNES COMMUNITY SERVICES DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

1. DEFINED BENEFIT PENSION PLANS

B. Schedule of Contributions to the Pension Plans

Miscellaneous Plan										
Fiscal Year Ended June 30	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 3,100,891	\$ 2,598,331	\$ 2,112,784	\$ 1,836,441	\$ 1,597,211	\$ 1,347,954	\$ 1,200,358	\$ 1,070,149	\$ 899,714	\$ 1,073,403
Contributions in relation to the actuarially determined contributions	(3,100,891)	(2,598,331)	(2,112,784)	(1,836,441)	(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	\$ 13,394,242	\$ 14,141,553	\$ 12,628,046	\$ 10,987,045	\$ 11,076,601	\$ 10,701,865	\$ 10,080,261	\$ 8,358,860	\$ 8,015,598	\$ 7,626,746
Contributions as a percentage of covered payroll	23.15%	18.37%	16.73%	16.71%	14.42%	12.60%	11.91%	12.80%	67.51%	14.07%
Safety Plan										
Fiscal Year Ended June 30	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 10,514,821	\$ 9,558,440	\$ 8,784,072	\$ 7,625,018	\$ 6,840,349	\$ 588,931	\$ 5,224,781	\$ 4,856,621	\$ 4,053,231	\$ 3,992,396
Contributions in relation to the actuarially determined contributions	(10,514,821)	(9,558,440)	(8,784,072)	(7,625,018)	(6,840,349)	(588,931)	(5,224,781)	(4,856,621)	(8,090,599)	(3,992,396)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (4,037,368)	\$ -
Covered payroll	\$ 24,880,146	\$ 24,909,245	\$ 40,627,643	\$ 21,344,717	\$ 20,224,767	\$ 20,439,517	\$ 18,247,837	\$ 17,411,433	\$ 16,784,918	\$ 16,977,207
Contributions as a percentage of covered payroll	-42.26%	38.37%	21.62%	35.72%	33.82%	2.88%	28.63%	27.89%	48.20%	23.52%

Notes to Schedule

Contribution valuation date - June 30	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Reporting valuation date - June 30	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Reporting measurement date - June 30	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal									
Amortization method	Level percentage of payroll, closed									
Remaining amortization period	Varies by rate plan, but not more than 30 years									
Inflation	2.50%	2.50%	2.50%	2.50%	2.63%	2.75%	2.75%	2.75%	2.75%	2.75%
Salary increases	Varies by entry age and service									
Investment rate of return	7.00%	7.00%	7.00%	7.00%	7.25%	7.38%	7.50%	7.50%	7.50%	7.50%
Retirement age	The probabilities of retirement are based on the CalPERS Experience Study									
Retirement age and mortality	The probabilities of mortality are based on the CalPERS Experience Study. Pre-retirement and Post-retirement mortality rates include 20 years of projected mortality improvement using Scale BB published by the Society of Actuaries for 2015 to 2018. For 2019, 2020, 2021 and 2022, pre-retirement and post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries. For 2023 and 2024, pre-retirement and post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries.									

**COSUMNES COMMUNITY SERVICES DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

2. OPEB PLAN

A. Schedule of Changes in the Net OPEB Liability and Related Ratios

	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability (1)							
Service Cost	\$ 2,032,692	\$ 1,978,289	\$ 2,340,875	\$ 2,194,502	\$ 1,604,236	\$ 1,527,844	\$ 1,371,080
Interest	3,894,364	3,729,531	4,272,889	4,041,298	4,143,967	3,886,746	3,656,175
Changes of benefit terms	(326,840)	-	-	-	(478,519)	-	-
Differences between expected and actual experience	1,863,908	25,530	(6,063,148)	36,964	(2,696,103)	117,992	4,559,751
Changes of assumptions	(361,983)	-	(832,314)	-	4,519,438	-	(4,480,476)
Benefit payments	(3,186,190)	(2,894,876)	(2,972,359)	(2,740,048)	(2,124,129)	(1,992,314)	(2,196,311)
Net change in total OPEB liability	3,915,951	2,838,474	(3,254,057)	3,532,716	4,968,890	3,540,268	2,910,219
Total OPEB liability - beginning (a)	64,466,474	61,628,000	64,882,057	61,349,341	56,380,451	52,840,183	49,929,964
Total OPEB liability - ending (b)	\$ 68,382,425	\$ 64,466,474	\$ 61,628,000	\$ 64,882,057	\$ 61,349,341	\$ 56,380,451	\$ 52,840,183
Plan fiduciary net position							
Contributions - employer	\$ 5,583,795	\$ 2,894,876	\$ 6,869,284	\$ 2,740,048	\$ 4,400,538	\$ 4,925,800	\$ 4,939,329
Contributions - employee	1,125,645	1,110,702	777,395	747,266	700,766	-	-
Net investment income	1,595,232	(3,606,149)	5,162,221	548,058	735,777	608,844	472,513
Difference between expected and actual investment income							
Administrative expense	(7,543)	(6,717)	(7,078)	(7,466)	(2,479)	(4,254)	(2,536)
Benefit payments	(3,186,190)	(2,894,876)	(2,972,359)	(2,740,048)	(2,124,129)	(1,992,314)	(2,196,311)
Net change in plan fiduciary net position	5,110,939	(2,502,164)	9,829,463	1,287,858	3,710,473	3,538,076	3,212,995
Plan fiduciary net position - beginning (c)	23,644,241	26,146,405	16,316,942	15,029,084	11,318,611	7,780,535	4,567,540
Plan fiduciary net position - ending (d)	\$ 28,755,180	\$ 23,644,241	\$ 26,146,405	\$ 16,316,942	\$ 15,029,084	\$ 11,318,611	\$ 7,780,535
Net OPEB liability - beginning (a)-(c)	\$ 40,822,233	\$ 35,481,595	\$ 48,565,115	\$ 46,320,257	\$ 45,061,840	\$ 45,059,648	\$ 45,362,424
Net OPEB liability - ending (b)-(d)	\$ 39,627,245	\$ 40,822,233	\$ 35,481,595	\$ 48,565,115	\$ 46,320,257	\$ 45,061,840	\$ 45,059,648
Plan fiduciary net position as a percentage of the total OPEB liability	42.05%	36.68%	42.43%	25.15%	24.50%	20.08%	14.72%
Covered payroll	\$ 41,328,137	\$ 35,460,998	\$ 34,673,687	\$ 30,621,346	\$ 27,633,257	\$ 21,221,138	\$ 25,770,293
Net OPEB liability as a percentage of covered payroll	95.88%	115.12%	102.33%	158.60%	167.63%	212.34%	174.85%

Notes to Schedule:

(1) "Contributions - employer" and "Contributions - employee" amounts were incorrectly grouped in the FY202 amounts are correctly reported in the report.

Omitted Years: GASB Statement No. 75 was implemented during the year ended June 30, 2018. No information prior to this date. Ten years of information will be reported prospectively as it becomes available.

**COSUMNES COMMUNITY SERVICES DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

2. OPEB PLAN, Continued

B. Schedule of Contributions to the OPEB Plan

Fiscal Year Ended June 30,	2024	2023	2022	2021	2020	2019	2018
Actuarially determined required contribution	\$ 3,671,420	\$ 3,573,158	\$ 5,205,664	\$ 6,231,808	\$ 5,282,991	\$ 5,101,304	\$ 2,276,409
Contributions in relation to the actuarially required contributions	<u>(8,068,121)</u>	<u>(5,583,795)</u>	<u>(2,894,876)</u>	<u>(6,869,284)</u>	<u>(3,487,314)</u>	<u>(5,101,304)</u>	<u>(2,276,409)</u>
Contribution deficiency (excess)	<u>\$ (4,396,701)</u>	<u>\$ (2,010,637)</u>	<u>\$ 2,310,788</u>	<u>\$ (637,476)</u>	<u>\$ 1,795,677</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	<u>\$39,347,046</u>	<u>\$ 41,328,137</u>	<u>\$ 35,460,998</u>	<u>\$ 34,673,687</u>	<u>\$ 33,471,219</u>	<u>\$ 27,633,257</u>	<u>\$ 21,221,138</u>
Contributions as a percentage of covered payroll	-20.51%	13.51%	8.16%	19.81%	10.42%	18.46%	10.73%

Notes to Schedule:

Valuation Date - June 30:	2023	2021	2021	2019	2019	2017	2017
Measurement Date - June 30:	2023	2022	2021	2020	2019	2018	2017
Actuarial Cost Method	Entry Age Normal Cost Method						
Amortization method	Level Percentage of payroll, closed						
Amortization period	30 years						
Asset valuation method	Market value of assets						
Actuarial Assumptions:							
Inflation	2.50%	2.25%	2.50%	2.50%	2.50%	2.26%	2.26%
Payroll Growth	Varies by entry age and service						
Discount Rate	6.25%	6.00%	6.00%	6.50%	6.50%	7.28%	7.28%
Investment rate of return	6.25%	6.00%	6.00%	6.50%	6.50%	7.28%	7.28%
Healthcare cost-tred rate, initial	7.60%	6.70%	6.70%	6.40%	6.40%	7.85%	7.85%
Healthcare trending down to	3.90%	3.70%	3.70%	4.00%	4.00%	5.00%	5.00%
Retirement age	Most recent CalPERS Experience Study						
Mortality Rate	Most recent CalPERS Experience Study						

Omitted Years: GASB Statement No. 75 was implemented during the year ended June 30, 2018. No information is available prior to this date. Ten years of information will be reported prospectively as it becomes available.

**COSUMNES COMMUNITY SERVICES DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024**

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.

Biennial budgets were adopted for the General Fund, Landscape and Lighting District Special Revenue Fund and Capital Projects Fund during the year ended June 30, 2024. Accordingly, comparison of actual results of operations to budgetary data for the remaining funds 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 District 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, 2024.

Cosumnes Community Services District

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

Non-GAAP Budgetary Basis - General Fund

For the year ended June 30, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Taxes	\$ 63,366,987	\$ 63,366,987	\$ 63,544,978	\$ 177,991
Charges for current services	25,657,465	28,694,360	28,768,799	74,439
Developer fees and contributions	1,864,055	975,355	1,087,393	112,038
Intergovernmental	4,421,062	2,224,779	3,449,223	1,224,444
Donations and contributions	85,200	85,200	93,380	8,180
Use of money and property	1,581,842	1,520,105	3,682,727	2,162,622
Miscellaneous	2,336,659	910,105	924,403	14,298
Total revenues	<u>99,313,270</u>	<u>97,776,891</u>	<u>101,550,903</u>	<u>3,774,012</u>
EXPENDITURES:				
Current:				
Public protection	67,998,116	65,955,561	64,205,204	1,750,357
Recreation and culture	14,325,344	14,394,226	13,845,041	549,185
General government	12,100,047	15,394,173	14,244,516	1,149,657
Capital outlay	1,067,916	7,644,765	7,454,400	190,365
Debt service:				
Principal	-	-	136,063	(136,063)
Interest	-	-	22,447	(22,447)
Total expenditures	<u>95,491,423</u>	<u>103,388,725</u>	<u>99,907,671</u>	<u>3,481,054</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>3,821,847</u>	<u>(5,611,834)</u>	<u>1,643,232</u>	<u>7,255,066</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	76,000	130,779	54,779
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	-	-
Transfers in	536,128	600,824	8,111,440	7,510,616
Transfers out	(4,562,853)	(9,234,779)	(16,024,906)	(6,790,127)
Total other financing sources (uses)	<u>(4,026,725)</u>	<u>(8,557,955)</u>	<u>(7,782,687)</u>	<u>775,268</u>
Net change in fund balance	<u>(204,878)</u>	<u>(14,169,789)</u>	<u>(6,139,455)</u>	<u>8,030,334</u>
FUND BALANCE:				
Beginning of year	<u>36,410,715</u>	<u>43,184,131</u>	<u>43,184,131</u>	<u>-</u>
End of year	<u>\$ 36,205,837</u>	<u>\$ 29,014,342</u>	<u>\$ 37,044,676</u>	<u>\$ 8,030,334</u>

Cosumnes Community Services District

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

Non-GAAP Budgetary Basis - Landscape and Lighting District Special Revenue Fund

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Charges for current services	\$ 22,896,558	\$ 22,827,851	\$ 22,331,015	\$ (496,836)
Use of money and property	578,598	870,651	2,563,429	1,692,778
Miscellaneous	-	2,513	8,144	5,631
Total revenues	<u>23,475,156</u>	<u>23,701,015</u>	<u>24,902,588</u>	<u>1,201,573</u>
EXPENDITURES:				
Current:				
Recreation and culture	22,835,734	22,926,042	20,506,400	2,419,642
Capital outlay	191,625	255,330	183,583	71,747
Debt service:				
Principal	-	-	-	-
Interest	-	-	25,738	(25,738)
Total expenditures	<u>23,027,359</u>	<u>23,181,372</u>	<u>20,715,721</u>	<u>2,465,651</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>447,797</u>	<u>519,643</u>	<u>4,186,867</u>	<u>3,667,224</u>
OTHER FINANCING SOURCES (USES):				
Insurance recovery	-	-	18,734	18,734
Transfers in	6,808,884	7,040,805	6,209,156	(831,649)
Transfers out	(9,923,386)	(12,968,131)	(6,790,630)	6,177,501
Total other financing sources (uses)	<u>(3,114,502)</u>	<u>(5,927,326)</u>	<u>(562,740)</u>	<u>5,364,586</u>
Net change in fund balances	<u>(2,666,705)</u>	<u>(5,407,683)</u>	<u>3,624,127</u>	<u>9,031,810</u>
FUND BALANCE:				
Beginning of year	<u>48,764,330</u>	<u>48,764,330</u>	<u>48,764,330</u>	<u>-</u>
End of year	<u>\$ 46,097,625</u>	<u>\$ 43,356,647</u>	<u>\$ 52,388,457</u>	<u>\$ 9,031,810</u>

Cosumnes Community Services District

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

Non-GAAP Budgetary Basis - Measure E Special Revenue Fund

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 6,750,000	\$ 8,400,000	\$ 10,288,329	\$ 1,888,329
Use of money and property	-	-	46,389	46,389
Total revenues	<u>6,750,000</u>	<u>8,400,000</u>	<u>10,334,718</u>	<u>1,934,718</u>
EXPENDITURES:				
Current:				
Public protection	1,468,655	2,505,996	2,193,464	312,532
Recreation and culture	864,214	914,103	661,156	252,947
Capital outlay	<u>2,008,111</u>	<u>3,173,227</u>	<u>1,435,331</u>	<u>1,737,896</u>
Total expenditures	<u>4,340,980</u>	<u>6,593,326</u>	<u>4,289,951</u>	<u>2,303,375</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>2,409,020</u>	<u>1,806,674</u>	<u>6,044,767</u>	<u>4,238,093</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(1,230,765)</u>	<u>(1,693,250)</u>	<u>(749,246)</u>	<u>944,004</u>
Total other financing sources (uses)	<u>(1,230,765)</u>	<u>(1,693,250)</u>	<u>(749,246)</u>	<u>944,004</u>
Net change in fund balances	<u>1,178,255</u>	<u>113,424</u>	<u>5,295,521</u>	<u>5,182,097</u>
FUND BALANCE:				
Beginning of year	<u>1,394,754</u>	<u>1,394,754</u>	<u>1,394,754</u>	<u>-</u>
End of year	<u>\$ 2,573,009</u>	<u>\$ 1,508,178</u>	<u>\$ 6,690,275</u>	<u>\$ 5,182,097</u>

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SUPPLEMENTARY INFORMATION

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Cosumnes Community Services District

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

Non-GAAP Budgetary Basis - Major Capital Projects Fund

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Charges for current services	\$ 10,000	\$ -	\$ 20,003	\$ 20,003
Developer fees and contributions	4,600,000	2,351,838	5,506,106	3,154,268
Intergovernmental	4,437,000	5,557,516	1,348,146	(4,209,370)
Use of money and property	-	367,473	2,197,782	1,830,309
Miscellaneous	-	-	9,000	9,000
Total revenues	<u>9,047,000</u>	<u>8,276,827</u>	<u>9,081,037</u>	<u>804,210</u>
EXPENDITURES:				
Current:				
General government	1,456,635	1,443,738	190,945	1,252,793
Capital outlay	<u>42,295,614</u>	<u>44,231,754</u>	<u>22,152,381</u>	<u>22,079,373</u>
Total expenditures	<u>43,752,249</u>	<u>45,675,492</u>	<u>22,343,326</u>	<u>23,332,166</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(34,705,249)</u>	<u>(37,398,665)</u>	<u>(13,262,289)</u>	<u>24,136,376</u>
OTHER FINANCING SOURCES (USES):				
Insurance recovery	-	-	50,000	50,000
Transfers in	5,454,794	10,561,187	5,203,916	(5,357,271)
Transfers out	<u>(389,415)</u>	<u>(389,415)</u>	<u>(439,047)</u>	<u>(49,632)</u>
Total other financing sources (uses)	<u>5,065,379</u>	<u>10,171,772</u>	<u>4,814,869</u>	<u>(5,356,903)</u>
Net change in fund balance	<u>(29,639,870)</u>	<u>(27,226,893)</u>	<u>(8,447,420)</u>	<u>18,779,473</u>
FUND BALANCE:				
Beginning of year	<u>55,110,016</u>	<u>55,110,016</u>	<u>55,110,016</u>	<u>-</u>
End of year	<u>\$ 25,470,146</u>	<u>\$ 27,883,123</u>	<u>\$ 46,662,596</u>	<u>\$ 18,779,473</u>

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NON-MAJOR GOVERNMENTAL FUNDS

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Cosumnes Community Services District
Combining Balance Sheets - Nonmajor Governmental Funds
June 30, 2024

	Debt Service Fund	Foundation Special Revenue Fund	Grant Special Revenue Fund	CFD Special Revenue Fund	Total Nonmajor Governmental Funds
ASSETS					
Cash and investments	\$ -	\$ 282,956	\$ 115,931	\$ 23,575	\$ 422,462
Receivables:					
Interest	-	-	-	3,232	3,232
Intergovernmental	-	-	18,524	16,368	34,892
Total assets	<u>\$ -</u>	<u>\$ 282,956</u>	<u>\$ 134,455</u>	<u>\$ 43,175</u>	<u>\$ 460,586</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 17,754	\$ 5,416	\$ 23,170
Due to other funds	-	27,569	-	-	27,569
Advances from other funds	-	26,786	-	-	26,786
Total Liabilities	<u>-</u>	<u>54,355</u>	<u>17,754</u>	<u>5,416</u>	<u>77,525</u>
Deferred Inflows of Resources:					
Unavailable revenues	-	-	1,453	-	1,453
Total Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>1,453</u>	<u>-</u>	<u>1,453</u>
Fund Balances:					
Restricted for:					
Foundation activities	-	228,601	-	-	228,601
Committed for ARPA projects	-	-	115,248	-	115,248
Unassigned	-	-	-	37,759	37,759
Total fund balances (deficit)	<u>-</u>	<u>228,601</u>	<u>115,248</u>	<u>37,759</u>	<u>381,608</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ -</u>	<u>\$ 282,956</u>	<u>\$ 134,455</u>	<u>\$ 43,175</u>	<u>\$ 460,586</u>

Cosumnes Community Services District
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Non-Major Governmental Funds
For the year ended June 30, 2024

	Debt Service Fund	Foundation Special Revenue Fund	Grant Special Revenue Fund	Measure E Special Revenue Fund	CFD Special Revenue Fund	Total Nonmajor Governmental Funds
REVENUES:						
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ 997,769	\$ 997,769
Intergovernmental	-	-	1,719,829	-	-	1,719,829
Donations and contributions	-	53,336	-	-	-	53,336
Use of money and property	-	122	-	-	7,501	7,623
Total revenues	-	53,458	1,719,829	-	1,005,270	2,778,557
EXPENDITURES:						
Current:						
Public protection:	-	-	1,501,426	-	706,847	2,208,273
Recreation and culture - services and supplies:						
Automobile services and supplies	-	-	-	-	-	-
Buildings and grounds maintenance	-	10,875	-	-	25,695	36,570
Business conferences	-	-	-	-	-	-
Clothing/personal supplies	-	-	-	-	-	-
Education and training	-	-	-	-	-	-
Equipment rents and leases	-	-	-	-	-	-
Fire equipment and maintenance	-	-	-	-	-	-
Food supplies	-	-	-	-	-	-
Fuel and lubricants	-	-	-	-	-	-
Group insurance - employer cost	-	-	-	-	-	-
Insurance-liability	-	700	-	-	-	700
Medical services and supplies	-	-	-	-	-	-
Membership	-	130	-	-	-	130
Miscellaneous	-	1,283	-	-	-	1,283
Office supplies	-	-	-	-	-	-
Professional services	-	5,235	-	-	6,263	11,498
Recreational supplies	-	2,313	-	-	-	2,313
Retirement- employer cost	-	-	-	-	-	-
Salaries and wages	-	-	-	-	-	-
Telephone	-	-	-	-	-	-
Utilities	-	-	-	-	11,840	11,840
Workers compensation	-	-	-	-	-	-
Total recreation and culture	-	20,536	-	-	43,798	2,272,607
Capital outlay	-	-	241,879	-	-	241,879
Debt service:						
Principal	1,748,164	-	-	-	-	1,748,164
Interest	2,591,329	-	-	-	-	2,591,329
Total debt service	4,339,493	-	-	-	-	4,339,493
Total expenditures	4,339,493	20,536	1,743,305	-	750,645	6,853,979
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,339,493)	32,922	(23,476)	-	254,625	(4,075,422)
OTHER FINANCING SOURCES (USES):						
Transfers in	4,339,494	10,000	-	-	-	4,349,494
Transfers out	(1)	(58,293)	(161,276)	-	(216,866)	(436,436)
Total other financing sources (uses)	4,339,493	(48,293)	(161,276)	-	(216,866)	3,913,058
Net change in fund balances	-	(15,371)	(184,752)	-	37,759	(162,364)
FUND BALANCES (DEFICIT):						
Beginning of year as, as previously presented	-	243,972	300,000	1,394,754	-	1,938,726
Change within financial reporting entity (nonmajor fund to major)	-	-	-	(1,394,754)	-	(1,394,754)
Beginning, as adjusted	-	243,972	300,000	-	-	543,972
End of year	\$ -	\$ 228,601	\$ 115,248	\$ -	\$ 37,759	\$ 381,608

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, 2024

	General Operations
Taxes:	
Current secured	\$ 58,866,911
Current unsecured	2,062,603
Supplemental property taxes	1,526,860
Prior unsecured	19,917
Redevelopment Agency residual distribution	1,068,687
Total taxes	<u>63,544,978</u>
Charges for current services:	
Recreation services charges	6,652,702
Ambulance service fees	20,055,458
Service fees/charges - other	2,060,639
Total charges for current services	<u>28,768,799</u>
Developer fees and contributions:	
Developer fees and contributions	1,087,393
Total developer fees and contributions	<u>1,087,393</u>
Intergovernmental:	
Homeowner's property tax relief	413,459
In lieu taxes - other	3,251
State aid - other miscellaneous programs	1,525,737
Federal aid - public safety	890,948
Aid from other local governments	222,682
RDA passthrough	393,146
Total intergovernmental	<u>3,449,223</u>
Donations and contributions:	
Donations and contributions	93,380
Total donations and contributions	<u>93,380</u>
Use of money and property:	
Investment earnings (loss)	2,319,201
Building rental/lease	1,363,526
Total use of money and property	<u>3,682,727</u>
Miscellaneous:	
Other revenue	924,403
Total other revenue	<u>924,403</u>
Total revenues	<u><u>\$ 101,550,903</u></u>

Cosumnes Community Services District

Schedule of Expenditures - General Fund

For the year ended June 30, 2024

	Departments			
	Public Protection	Park (Recreation and Culture)	Administration (General Government)	Total
Current expenditures:				
Salaries and employee benefits:				
Salaries and wages	\$32,957,813	\$ 7,806,024	\$ 5,120,878	\$45,884,715
Retirement - employer costs	10,983,503	1,152,328	999,613	13,135,444
Group insurance - employer costs	6,663,641	1,277,450	2,716,295	10,657,386
Workers' compensation insurance	2,232,255	154,907	131,521	2,518,683
Unemployment	-	-	15,560	15,560
Other	167,058	-	-	167,058
Total salaries and employee benefits	53,004,270	10,390,709	8,983,867	72,378,846
Services and supplies:				
Automobile services and supplies	516,235	3,545	9,951	529,731
Books	6,925	822	825	8,572
Buildings and grounds maintenance	307,284	269,888	2,236,244	2,813,416
Business conferences	83,524	40,485	79,816	203,825
Chemical supplies	-	256,263	-	256,263
Clothing/personal supplies	262,423	71,523	18,439	352,385
Communication system service	1,213,499	-	-	1,213,499
Education and training	105,688	29,450	40,213	175,351
Employee transportation	21,211	4,189	-	25,400
Fire equipment and maintenance	170,515	898	334	171,747
Equipment rents and leases	135,244	195,064	93,600	423,908
Food supplies	16,873	150,116	24,511	191,500
Fuel and lubricants	520,292	12,303	20,401	552,996
Insurance - liability	1,326,770	211,069	625,147	2,162,986
Intergovernmental transfer program	3,224,677	-	-	3,224,677
Medical services and supplies	522,861	9,559	48,363	580,783
Memberships	5,838	7,670	42,395	55,903
Miscellaneous	110,490	425,531	90,649	626,670
Office supplies	19,083	22,458	15,407	56,948
Professional services	2,116,909	894,155	1,826,765	4,837,829
Radio/electric service and supply	18,467	230	-	18,697
Recreational supplies	2,530	267,382	16,945	286,857
Taxes and assessments	31	-	144	175
Telephone	218,737	110,437	35,508	364,682
Utilities	274,828	471,295	34,992	781,115
Total services and supplies	11,200,934	3,454,332	5,260,649	19,915,915
Total current expenditures	64,205,204	13,845,041	14,244,516	92,294,761
Capital outlay:				
Land	-	-	-	-
Structures and improvements	-	34,389	-	34,389
Equipment	4,479,560	46,971	2,893,480	7,420,011
Total capital outlay	4,479,560	81,360	2,893,480	7,454,400
Debt service:				
Principal	-	-	136,063	136,063
Interest	-	-	22,447	22,447
Total debt service	-	-	158,510	158,510
Total expenditures	\$68,684,764	\$13,926,401	\$17,296,506	\$99,907,671

Cosumnes Community Services District

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

General Fund

For the year ended June 30, 2024

	Public Protection			Recreation and Culture		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
PUBLIC PROTECTION:						
Salaries and benefits	\$ 53,976,465	\$ 53,004,270	\$ 972,195	\$ -	\$ -	\$ -
Service and supplies	11,979,096	11,200,934	778,162	-	-	-
Total public protection	<u>65,955,561</u>	<u>64,205,204</u>	<u>1,750,357</u>	<u>-</u>	<u>-</u>	<u>-</u>
RECREATION AND CULTURE:						
Salaries and benefits	-	-	-	10,386,569	10,390,709	(4,140)
Costs of sales and services	-	-	-	4,007,657	3,454,332	553,325
Total recreation and culture	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,394,226</u>	<u>13,845,041</u>	<u>549,185</u>
GENERAL GOVERNMENT:						
Salaries and benefits	-	-	-	-	-	-
Services and supplies	-	-	-	-	-	-
Total general government	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CAPITAL OUTLAY:						
Structures and improvements	-	-	-	77,000	34,389	42,611
Equipment	4,638,488	4,479,560	158,928	45,062	46,971	(1,909)
Total capital outlay	<u>4,638,488</u>	<u>4,479,560</u>	<u>158,928</u>	<u>122,062</u>	<u>81,360</u>	<u>40,702</u>
LEASES/DEBT PAYMENTS:						
Debt service	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>70,594,049</u>	<u>68,684,764</u>	<u>1,909,285</u>	<u>14,516,288</u>	<u>13,926,401</u>	<u>589,887</u>
OTHER FINANCING SOURCES						
(USES):						
Proceeds from sale of capital assets	76,000	130,779	54,779	-	-	-
Issuance of long-term liabilities	-	-	-	-	-	-
Insurance proceeds	-	-	-	-	-	-
Transfers in	64,696	66,847	2,151	71,533	115,542	44,009
Transfers out	(1,547,783)	(1,609,995)	(62,212)	(714,343)	(800,135)	(85,792)
Total other financing sources (uses)	<u>(1,407,087)</u>	<u>(1,412,369)</u>	<u>(5,282)</u>	<u>(642,810)</u>	<u>(684,593)</u>	<u>(41,783)</u>
Total General Fund	<u>\$ 72,001,136</u>	<u>\$ 70,097,133</u>	<u>\$ 1,904,003</u>	<u>\$ 15,159,098</u>	<u>\$ 14,610,994</u>	<u>\$ 548,104</u>

General Government			Total		
Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ 53,976,465	\$ 53,004,270	\$ 972,195
-	-	-	11,979,096	11,200,934	778,162
-	-	-	65,955,561	64,205,204	1,750,357
-	-	-	10,386,569	10,390,709	(4,140)
-	-	-	4,007,657	3,454,332	553,325
-	-	-	14,394,226	13,845,041	549,185
8,245,454	8,983,867	(738,413)	8,245,454	8,983,867	(738,413)
7,148,719	5,260,649	1,888,070	7,148,719	5,260,649	1,888,070
15,394,173	14,244,516	1,149,657	15,394,173	14,244,516	1,149,657
-	-	-	77,000	34,389	42,611
2,884,215	2,893,480	(9,265)	7,567,765	7,420,011	147,754
2,884,215	2,893,480	(9,265)	7,644,765	7,454,400	190,365
-	158,510	(158,510)	-	158,510	(158,510)
18,278,388	17,296,506	981,882	103,388,725	99,907,671	3,481,054
-	-	-	76,000	130,779	54,779
-	-	-	-	-	-
-	-	-	-	-	-
464,595	7,929,051	7,464,456	600,824	8,111,440	7,510,616
(6,972,653)	(13,614,776)	(6,642,123)	(9,234,779)	(16,024,906)	(6,790,127)
(6,508,058)	(5,685,725)	822,333	(8,557,955)	(7,782,687)	775,268
\$ 24,786,446	\$ 22,982,231	\$ 1,804,215	\$ 111,946,680	\$ 107,690,358	\$ 4,256,322

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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 - Landscape and Lighting Special Revenue Fund

June 30, 2024

	Landscape and Lighting Assessment District - Zones of Benefit				
	Zone 1	Zone 2	Zone 3	Zone 4	Zone 5
	Laguna	Camden	Elk Grove/ West Vineyard	West Laguna	Lakeside
ASSETS					
Cash and investments	\$3,726,520	\$ 212,474	\$ 268,274	\$1,061,479	\$1,399,480
Receivables:					
Accounts	-	-	-	-	-
Interest	36,677	1,195	4,079	8,900	12,139
Intergovernmental	103,156	4,262	23,172	22,873	16,323
Leases - current	130,760	-	39,260	-	-
Leases - noncurrent	344,863	-	91,697	-	-
Advances to other funds	-	-	-	-	-
Total assets	<u>\$4,341,976</u>	<u>\$ 217,931</u>	<u>\$ 426,482</u>	<u>\$1,093,252</u>	<u>\$1,427,942</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued liabilities	\$ 348,376	\$ 25,210	\$ 97,870	\$ 39,958	\$ 17,394
Accrued payroll and benefits	40,194	3,307	11,855	9,009	6,174
Advances from other funds	-	-	-	-	-
Total liabilities	<u>388,570</u>	<u>28,517</u>	<u>109,725</u>	<u>48,967</u>	<u>23,568</u>
Deferred Inflows of Resources:					
Leases	<u>424,842</u>	<u>-</u>	<u>110,609</u>	<u>-</u>	<u>-</u>
Fund Balances:					
Restricted for:					
Landscaping and lighting	<u>3,528,564</u>	<u>189,414</u>	<u>206,148</u>	<u>1,044,285</u>	<u>1,404,374</u>
Total fund balances	<u>3,528,564</u>	<u>189,414</u>	<u>206,148</u>	<u>1,044,285</u>	<u>1,404,374</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$4,341,976</u>	<u>\$ 217,931</u>	<u>\$ 426,482</u>	<u>\$1,093,252</u>	<u>\$1,427,942</u>

Landscape and Lighting Assessment District - Zones of Benefit

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
\$1,801,638	\$4,053,498	\$ 377,204	\$ 461,162	\$ 11,434,806	\$1,183,228	\$ 23,143,795	\$ 529,234
-	-	-	-	-	-	416	-
16,005	40,415	2,155	3,792	92,501	12,295	193,693	5,295
15,753	25,727	8,268	1,068	48,732	12,741	89,311	3,391
-	-	29,773	-	-	28,529	50,495	-
-	-	100,501	-	-	250,450	337,717	-
-	-	-	-	732,470	-	281,500	-
<u>\$1,833,396</u>	<u>\$4,119,640</u>	<u>\$ 517,901</u>	<u>\$ 466,022</u>	<u>\$12,308,509</u>	<u>\$1,487,243</u>	<u>\$24,096,927</u>	<u>\$ 537,920</u>
\$ 28,553	\$ 7,252	\$ 185,986	\$ 257	\$ 164,464	\$ 45,250	\$ 244,282	\$ -
4,402	644	5,630	27	13,705	5,388	26,206	-
-	-	-	-	-	-	-	-
<u>32,955</u>	<u>7,896</u>	<u>191,616</u>	<u>284</u>	<u>178,169</u>	<u>50,638</u>	<u>270,488</u>	<u>-</u>
-	-	117,893	-	-	247,887	352,052	-
<u>1,800,441</u>	<u>4,111,744</u>	<u>208,392</u>	<u>465,738</u>	<u>12,130,340</u>	<u>1,188,718</u>	<u>23,474,387</u>	<u>537,920</u>
<u>1,800,441</u>	<u>4,111,744</u>	<u>208,392</u>	<u>465,738</u>	<u>12,130,340</u>	<u>1,188,718</u>	<u>23,474,387</u>	<u>537,920</u>
<u>\$1,833,396</u>	<u>\$4,119,640</u>	<u>\$ 517,901</u>	<u>\$ 466,022</u>	<u>\$12,308,509</u>	<u>\$1,487,243</u>	<u>\$24,096,927</u>	<u>\$ 537,920</u>

(Continued)

Cosumnes Community Services District

Balance Sheet Schedules by Benefit Zone - Landscape and Lighting Special Revenue Fund

June 30, 2024

	Landscape and Lighting Assessment District - Zones of Benefit				
	Zone 15 Vista Creek	Zone 16 Fallbrook Park Lane	Zone 17 City Landscape	Zone 18 Hampton Village	Zone 19 Camden Estates/Pointe
ASSETS					
Cash and investments	\$ 214,669	\$ 519,094	\$ (498,234)	\$ 935,331	\$ 323,430
Receivables:					
Accounts	-	-	-	-	-
Interest	1,863	6,363	-	7,526	2,595
Intergovernmental	663	3,223	1,187,525	1,586	1,557
Leases - current	-	-	-	-	-
Leases - noncurrent	-	-	-	-	-
Advances to other funds	-	-	-	-	-
Total assets	<u>\$ 217,195</u>	<u>\$ 528,680</u>	<u>\$ 689,291</u>	<u>\$ 944,443</u>	<u>\$ 327,582</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 319,469	\$ -	\$ -
Accrued payroll and benefits	-	-	32,067	-	-
Advances from other funds	-	281,500	-	732,470	-
Total liabilities	<u>-</u>	<u>281,500</u>	<u>351,536</u>	<u>732,470</u>	<u>-</u>
Deferred Inflows of Resources:					
Leases	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:					
Restricted for:					
Landscaping and lighting	<u>217,195</u>	<u>247,180</u>	<u>337,755</u>	<u>211,973</u>	<u>327,582</u>
Total fund balances	<u>217,195</u>	<u>247,180</u>	<u>337,755</u>	<u>211,973</u>	<u>327,582</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 217,195</u>	<u>\$ 528,680</u>	<u>\$ 689,291</u>	<u>\$ 944,443</u>	<u>\$ 327,582</u>

Landscape and Lighting Assessment
District - Zones of Benefit

Zone 20 Perry Ranch	District Wide	Total
\$ 198,784	\$ 671,489	\$ 52,017,355
-	-	416
1,748	28,908	478,144
2,304	-	1,571,635
-	75,092	353,909
-	595,535	1,720,763
-	-	1,013,970
<u>\$ 202,836</u>	<u>\$1,371,024</u>	<u>\$ 57,156,192</u>

\$ -	\$ 129,631	\$ 1,653,952
-	68,695	227,303
-	-	1,013,970
<u>-</u>	<u>198,326</u>	<u>2,895,225</u>

<u>-</u>	<u>619,227</u>	<u>1,872,510</u>
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<u>202,836</u>	<u>553,471</u>	<u>52,388,457</u>
<u>202,836</u>	<u>553,471</u>	<u>52,388,457</u>

<u>\$ 202,836</u>	<u>\$1,371,024</u>	<u>\$ 57,156,192</u>
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Cosumnes Community Services District

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

Landscape and Lighting Special Revenue Fund

For the year ended June 30, 2024

	Landscape and Lighting Assessment District - Zones of Benefit				
	Zone 1	Zone 2	Zone 3	Zone 4	Zone 5
	Laguna	Camden	Elk Grove/ West Vineyard	West Laguna	Lakeside
REVENUES:					
Charges for current services	\$ 5,126,600	\$ 211,799	\$ 1,151,553	\$ 1,136,640	\$ 811,144
Use of money and property	248,854	5,454	68,230	38,099	55,532
Miscellaneous	2,513	-	-	-	-
Total revenues	<u>5,377,967</u>	<u>217,253</u>	<u>1,219,783</u>	<u>1,174,739</u>	<u>866,676</u>
EXPENDITURES:					
Current:					
Recreation and culture	4,495,260	282,334	1,149,891	894,731	599,095
Capital outlay	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	<u>4,495,260</u>	<u>282,334</u>	<u>1,149,891</u>	<u>894,731</u>	<u>599,095</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>882,707</u>	<u>(65,081)</u>	<u>69,892</u>	<u>280,008</u>	<u>267,581</u>
OTHER FINANCING SOURCES (USES):					
Insurance recovery	17,958	-	-	-	-
Transfers in	504,861	125,835	204,499	122,701	35,344
Transfers out	(1,195,117)	(66,143)	(391,160)	(280,551)	(190,943)
Total other financing sources (uses)	<u>(672,298)</u>	<u>59,692</u>	<u>(186,661)</u>	<u>(157,850)</u>	<u>(155,599)</u>
Net change in fund balances	<u>210,409</u>	<u>(5,389)</u>	<u>(116,769)</u>	<u>122,158</u>	<u>111,982</u>
FUND BALANCES:					
Beginning of year, as previously reported	<u>3,318,155</u>	<u>194,803</u>	<u>322,917</u>	<u>922,127</u>	<u>1,292,392</u>
End of year	<u>\$ 3,528,564</u>	<u>\$ 189,414</u>	<u>\$ 206,148</u>	<u>\$ 1,044,285</u>	<u>\$ 1,404,374</u>

Landscape and Lighting Assessment District - Zones of Benefit

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
\$ 782,857 72,771 -	\$ 1,278,275 188,331 -	\$ 410,892 36,443 -	\$ 53,073 18,090 -	\$ 2,421,722 453,458 236	\$ 633,152 126,357 -	\$ 4,438,566 1,003,254 2,002	\$ 198,438 23,767 -
855,628	1,466,606	447,335	71,163	2,875,416	759,509	5,443,822	222,205
403,432 -	79,481 -	536,816 -	4,368 -	1,392,067 11,497	519,327 -	2,623,024 6,849	2,026 -
- -	- -	- -	- -	- -	- -	- -	- -
403,432	79,481	536,816	4,368	1,403,564	519,327	2,629,873	2,026
452,196	1,387,125	(89,481)	66,795	1,471,852	240,182	2,813,949	220,179
- 20,029 (270,399) (250,370)	- 9,419 (1,390,616) (1,381,197)	- 368,129 (286,864) 81,265	- - (13,380) (13,380)	- 40,354 (316,627) (276,273)	- 15,416 (158,183) (142,767)	- 60,241 (1,369,460) (1,309,219)	- - (159,727) (159,727)
201,826	5,928	(8,216)	53,415	1,195,579	97,415	1,504,730	60,452
1,598,615	4,105,816	216,608	412,323	10,934,761	1,091,303	21,969,657	477,468
<u>\$ 1,800,441</u>	<u>\$ 4,111,744</u>	<u>\$ 208,392</u>	<u>\$ 465,738</u>	<u>\$ 12,130,340</u>	<u>\$ 1,188,718</u>	<u>\$ 23,474,387</u>	<u>\$ 537,920</u>

(Continued)

Cosumnes Community Services District

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

Landscape and Lighting Special Revenue Fund, Continued

For the year ended June 30, 2024

	Landscape and Lighting Assessment District - Zones of Benefit				
	Zone 15 Vista Creek	Zone 16 Fallbrook Park Lane	Zone 17 City Landscape	Zone 18 Hampton Village	Zone 19 Camden Estates/Pointe
REVENUES:					
Charges for current services	\$ 28,970	\$ 176,848	\$ 3,215,787	\$ 90,493	\$ 90,450
Use of money and property	8,827	30,461	-	34,647	11,521
Miscellaneous	-	-	-	-	-
Total revenues	<u>37,797</u>	<u>207,309</u>	<u>3,215,787</u>	<u>125,140</u>	<u>101,971</u>
EXPENDITURES:					
Current:					
Recreation and culture	703	2,208	3,265,227	2,012	1,995
Capital outlay	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	6,000	-	13,630	-
Total expenditures	<u>703</u>	<u>8,208</u>	<u>3,265,227</u>	<u>15,642</u>	<u>1,995</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>37,094</u>	<u>199,101</u>	<u>(49,440)</u>	<u>109,498</u>	<u>99,976</u>
OTHER FINANCING SOURCES (USES):					
Insurance recovery	-	-	-	-	-
Transfers in	-	-	161,621	-	-
Transfers out	(19,328)	(271,843)	(122,594)	(13,232)	(12,437)
Total other financing sources (uses)	<u>(19,328)</u>	<u>(271,843)</u>	<u>39,027</u>	<u>(13,232)</u>	<u>(12,437)</u>
Net change in fund balances	<u>17,766</u>	<u>(72,742)</u>	<u>(10,413)</u>	<u>96,266</u>	<u>87,539</u>
FUND BALANCES:					
Beginning of year	<u>199,429</u>	<u>319,922</u>	<u>348,168</u>	<u>115,707</u>	<u>240,043</u>
End of year	<u>\$ 217,195</u>	<u>\$ 247,180</u>	<u>\$ 337,755</u>	<u>\$ 211,973</u>	<u>\$ 327,582</u>

Landscape and Lighting Assessment
District - Zones of Benefit

Zone 20 Perry Ranch	District Wide	Total
\$ 73,756	\$ -	\$ 22,331,015
7,591	131,742	2,563,429
-	3,393	8,144
81,347	135,135	24,902,588
2,084	4,250,319	20,506,400
-	165,237	183,583
-	-	-
-	6,108	25,738
2,084	4,421,664	20,715,721
79,263	(4,286,529)	4,186,867
-	776	18,734
-	4,540,707	6,209,156
(29,422)	(232,604)	(6,790,630)
(29,422)	4,308,879	(562,740)
49,841	22,350	3,624,127
152,995	531,121	48,764,330
<u>\$ 202,836</u>	<u>\$ 553,471</u>	<u>\$ 52,388,457</u>

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, 2024

Landscape and Lighting Assessment District - Zones of Benefit				
Zone 1 - Laguna				
	Original	Final Budget	Actual	Variance Positive (Negative)
REVENUES:				
Charges for current services	\$ 5,077,056	\$ 5,077,359	\$ 5,126,600	\$ 49,241
Use of money and property	110,775	120,898	248,854	127,956
Miscellaneous	-	2,513	2,513	-
Total revenues	<u>5,187,831</u>	<u>5,200,770</u>	<u>5,377,967</u>	<u>177,197</u>
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	1,106,782	1,119,560	963,386	156,174
Services and supplies	3,512,720	3,512,881	3,531,874	(18,993)
Capital outlay				
Equipment	-	-	-	-
Structures and improvements	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>4,619,502</u>	<u>4,632,441</u>	<u>4,495,260</u>	<u>137,181</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>568,329</u>	<u>568,329</u>	<u>882,707</u>	<u>314,378</u>
OTHER FINANCING SOURCES (USES):				
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	17,958	17,958
Transfers in	537,827	537,827	504,861	(32,966)
Transfers out	(1,368,079)	(1,391,091)	(1,195,117)	195,974
Total other financing sources (uses)	<u>(830,252)</u>	<u>(853,264)</u>	<u>(672,298)</u>	<u>180,966</u>
Net change in fund balances	<u>(261,923)</u>	<u>(284,935)</u>	<u>210,409</u>	<u>495,344</u>
FUND BALANCES:				
Beginning of year, as previously reported	3,318,155	3,318,155	3,318,155	-
Restatement	-	-	-	-
Beginning of year, as restated	<u>3,318,155</u>	<u>3,318,155</u>	<u>3,318,155</u>	<u>-</u>
End of year	<u>\$ 3,056,232</u>	<u>\$ 3,033,220</u>	<u>\$ 3,528,564</u>	<u>\$ 495,344</u>

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)
\$ 209,765	\$ 209,765	\$ 211,799	\$ 2,034	\$ 1,140,470	\$ 1,140,470	\$ 1,151,553	\$ 11,083
779	1,606	5,454	3,848	43,983	45,409	68,230	22,821
-	-	-	-	-	-	-	-
210,544	211,371	217,253	5,882	1,184,453	1,185,879	1,219,783	33,904
94,218	98,514	83,635	14,879	342,161	355,418	302,150	53,268
202,240	201,060	198,699	2,361	892,750	888,960	847,741	41,219
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
296,458	299,574	282,334	17,240	1,234,911	1,244,378	1,149,891	94,487
(85,914)	(88,203)	(65,081)	23,122	(50,458)	(58,499)	69,892	128,391
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
159,712	162,001	125,835	(36,166)	237,571	237,571	204,499	(33,072)
(75,870)	(77,146)	(66,143)	11,003	(446,876)	(539,839)	(391,160)	148,679
83,842	84,855	59,692	(25,163)	(209,305)	(302,268)	(186,661)	115,607
(2,072)	(3,348)	(5,389)	(2,041)	(259,763)	(360,767)	(116,769)	243,998
194,803	194,803	194,803	-	322,917	322,917	322,917	-
-	-	-	-	-	-	-	-
194,803	194,803	194,803	-	322,917	322,917	322,917	-
\$ 192,731	\$ 191,455	\$ 189,414	\$ (2,041)	\$ 63,154	\$ (37,850)	\$ 206,148	\$ 243,998

(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, 2024

Landscape and Lighting Assessment District - Zones of Benefit				
Zone 4 - West Laguna				
	Original	Final Budget	Actual	Variance Positive (Negative)
REVENUES:				
Charges for current services	\$ 1,125,723	\$ 1,125,723	\$ 1,136,640	\$ 10,917
Use of money and property	6,291	10,706	38,099	27,393
Miscellaneous	-	-	-	-
Total revenues	<u>1,132,014</u>	<u>1,136,429</u>	<u>1,174,739</u>	<u>38,310</u>
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	276,524	236,093	215,277	20,816
Services and supplies	791,970	802,800	679,454	123,346
Capital outlay				
Equipment	-	-	-	-
Structures and improvements	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>1,068,494</u>	<u>1,038,893</u>	<u>894,731</u>	<u>144,162</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>63,520</u>	<u>97,536</u>	<u>280,008</u>	<u>182,472</u>
OTHER FINANCING SOURCES (USES):				
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	-	-
Transfers in	155,639	155,639	122,701	(32,938)
Transfers out	(321,964)	(327,297)	(280,551)	46,746
Total other financing sources (uses)	<u>(166,325)</u>	<u>(171,658)</u>	<u>(157,850)</u>	<u>13,808</u>
Net change in fund balances	<u>(102,805)</u>	<u>(74,122)</u>	<u>122,158</u>	<u>196,280</u>
FUND BALANCES:				
Beginning of year, as previously reported	922,127	922,127	922,127	-
Restatement	-	-	-	-
Beginning of year, as restated	<u>922,127</u>	<u>922,127</u>	<u>922,127</u>	<u>-</u>
End of year	<u>\$ 819,322</u>	<u>\$ 848,005</u>	<u>\$ 1,044,285</u>	<u>\$ 196,280</u>

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)
\$ 803,356	\$ 803,356	\$ 811,144	\$ 7,788	\$ 775,339	\$ 775,339	\$ 782,857	\$ 7,518
8,292	15,621	55,532	39,911	6,737	19,904	72,771	52,867
-	-	-	-	-	-	-	-
811,648	818,977	866,676	47,699	782,076	795,243	855,628	60,385
181,773	156,211	144,926	11,285	118,096	121,533	106,574	14,959
523,390	547,365	454,169	93,196	290,370	296,472	296,858	(386)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
705,163	703,576	599,095	104,481	408,466	418,005	403,432	14,573
106,485	115,401	267,581	152,180	373,610	377,238	452,196	74,958
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
31,093	31,093	35,344	4,251	8,455	8,455	20,029	11,574
(219,119)	(222,786)	(190,943)	31,843	(753,436)	(758,723)	(270,399)	488,324
(188,026)	(191,693)	(155,599)	36,094	(744,981)	(750,268)	(250,370)	499,898
(81,541)	(76,292)	111,982	188,274	(371,371)	(373,030)	201,826	574,856
1,292,392	1,292,392	1,292,392	-	1,598,615	1,598,615	1,598,615	-
-	-	-	-	-	-	-	-
1,292,392	1,292,392	1,292,392	-	1,598,615	1,598,615	1,598,615	-
\$ 1,210,851	\$ 1,216,100	\$ 1,404,374	\$ 188,274	\$ 1,227,244	\$ 1,225,585	\$ 1,800,441	\$ 574,856

(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, 2024

	Landscape and Lighting Assessment District - Zones of Benefit			
	Zone 8 - Other Rural Areas			Variance
	Original	Final Budget	Actual	Positive (Negative)
REVENUES:				
Charges for current services	\$ 1,266,213	\$ 1,266,213	\$ 1,278,275	\$ 12,062
Use of money and property	20,221	52,121	188,331	136,210
Miscellaneous	-	-	-	-
Total revenues	<u>1,286,434</u>	<u>1,318,334</u>	<u>1,466,606</u>	<u>148,272</u>
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	29,182	29,019	20,055	8,964
Services and supplies	72,651	79,221	59,426	19,795
Capital outlay				
Equipment	-	-	-	-
Structures and improvements	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>101,833</u>	<u>108,240</u>	<u>79,481</u>	<u>28,759</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>1,184,601</u>	<u>1,210,094</u>	<u>1,387,125</u>	<u>177,031</u>
OTHER FINANCING SOURCES (USES):				
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	-	-
Transfers in	-	-	9,419	9,419
Transfers out	(878,440)	(1,169,318)	(1,390,616)	(221,298)
Total other financing sources (uses)	<u>(878,440)</u>	<u>(1,169,318)</u>	<u>(1,381,197)</u>	<u>(211,879)</u>
Net change in fund balances	<u>306,161</u>	<u>40,776</u>	<u>5,928</u>	<u>(34,848)</u>
FUND BALANCES:				
Beginning of year, as previously reported	4,105,816	4,105,816	4,105,816	-
Restatement	-	-	-	-
Beginning of year, as restated	<u>4,105,816</u>	<u>4,105,816</u>	<u>4,105,816</u>	<u>-</u>
End of year	<u>\$ 4,411,977</u>	<u>\$ 4,146,592</u>	<u>\$ 4,111,744</u>	<u>\$ (34,848)</u>

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)
\$ 406,946	\$ 406,946	\$ 410,892	\$ 3,946	\$ 52,564	\$ 52,564	\$ 53,073	\$ 509
31,621	32,486	36,443	3,957	2,327	5,068	18,090	13,022
-	-	-	-	-	-	-	-
438,567	439,432	447,335	7,903	54,891	57,632	71,163	13,531
158,721	164,995	141,249	23,746	787	884	675	209
442,540	446,055	395,567	50,488	8,650	8,650	3,693	4,957
10,000	10,000	-	10,000	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
611,261	621,050	536,816	84,234	9,437	9,534	4,368	5,166
(172,694)	(181,618)	(89,481)	92,137	45,454	48,098	66,795	18,697
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
331,347	481,295	368,129	(113,166)	-	-	-	-
(162,086)	(314,771)	(286,864)	27,907	(15,364)	(15,626)	(13,380)	2,246
169,261	166,524	81,265	(85,259)	(15,364)	(15,626)	(13,380)	2,246
(3,433)	(15,094)	(8,216)	6,878	30,090	32,472	53,415	20,943
216,608	216,608	216,608	-	412,323	412,323	412,323	-
-	-	-	-	-	-	-	-
216,608	216,608	216,608	-	412,323	412,323	412,323	-
\$ 213,175	\$ 201,514	\$ 208,392	\$ 6,878	\$ 442,413	\$ 444,795	\$ 465,738	\$ 20,943

(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, 2024**

Landscape and Lighting Assessment District - Zones of Benefit			
Zone 11 - East Elk Grove			
	Original	Final Budget	Variance Positive (Negative)
REVENUES:			
Charges for current services	\$ 2,398,454	\$ 2,398,454	\$ 2,421,722
Use of money and property	56,243	125,014	453,458
Miscellaneous	-	-	236
Total revenues	2,454,697	2,523,468	351,948
EXPENDITURES:			
Current:			
Recreation and culture			
Salaries and benefits	399,715	409,323	347,993
Services and supplies	1,122,857	1,143,736	1,044,074
Capital outlay			
Equipment	-	5,283	11,497
Structures and improvements	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	1,522,572	1,558,342	154,778
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	932,125	965,126	506,726
OTHER FINANCING SOURCES (USES):			
Issuance of long-term liabilities	-	-	-
Insurance recovery	-	-	-
Transfers in	100,370	100,370	40,354
Transfers out	(1,860,300)	(1,866,350)	(316,627)
Total other financing sources (uses)	(1,759,930)	(1,765,980)	1,489,707
Net change in fund balances	(827,805)	(800,854)	1,996,433
FUND BALANCES:			
Beginning of year, as previously reported	10,934,761	10,934,761	10,934,761
Restatement	-	-	-
Beginning of year, as restated	10,934,761	10,934,761	10,934,761
End of year	<u>\$10,106,956</u>	<u>\$10,133,907</u>	<u>\$12,130,340</u>
			<u>\$ 1,996,433</u>

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)
\$ 627,054	\$ 627,054	\$ 633,152	\$ 6,098	\$ 4,395,634	\$ 4,395,634	\$ 4,438,566	\$ 42,932
14,961	20,913	126,357	105,444	172,366	295,090	1,003,254	708,164
-	-	-	-	-	-	2,002	2,002
642,015	647,967	759,509	111,542	4,568,000	4,690,724	5,443,822	753,098
158,123	135,801	126,645	9,156	787,060	682,912	615,013	67,899
442,540	467,417	392,682	74,735	2,182,620	2,364,326	2,008,011	356,315
-	-	-	-	15,000	12,290	6,849	5,441
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
600,663	603,218	519,327	83,891	2,984,680	3,059,528	2,629,873	429,655
41,352	44,749	240,182	195,433	1,583,320	1,631,196	2,813,949	1,182,753
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
13,603	13,603	15,416	1,813	86,454	86,454	60,241	(26,213)
(181,515)	(184,564)	(158,183)	26,381	(2,695,017)	(4,970,063)	(1,369,460)	3,600,603
(167,912)	(170,961)	(142,767)	28,194	(2,608,563)	(4,883,609)	(1,309,219)	3,574,390
(126,560)	(126,212)	97,415	223,627	(1,025,243)	(3,252,413)	1,504,730	4,757,143
1,091,303	1,091,303	1,091,303	-	21,969,657	21,969,657	21,969,657	-
-	-	-	-	-	-	-	-
1,091,303	1,091,303	1,091,303	-	21,969,657	21,969,657	21,969,657	-
\$ 964,743	\$ 965,091	\$ 1,188,718	\$ 223,627	\$ 20,944,414	\$ 18,717,244	\$ 23,474,387	\$ 4,757,143

(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, 2024

Landscape and Lighting Assessment District - Zones of Benefit				
Zone 14 - Camden Park				
	Original	Final Budget	Actual	Variance Positive (Negative)
REVENUES:				
Charges for current services	\$ 191,940	\$ 191,940	\$ 198,438	\$ 6,498
Use of money and property	2,686	6,430	23,767	17,337
Miscellaneous	-	-	-	-
Total revenues	<u>194,626</u>	<u>198,370</u>	<u>222,205</u>	<u>23,835</u>
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	-	-	-	-
Services and supplies	2,229	2,229	2,026	203
Capital outlay				
Equipment	-	-	-	-
Structures and improvements	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>2,229</u>	<u>2,229</u>	<u>2,026</u>	<u>203</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>192,397</u>	<u>196,141</u>	<u>220,179</u>	<u>24,038</u>
OTHER FINANCING SOURCES (USES):				
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(239,400)	(241,689)	(159,727)	81,962
Total other financing sources (uses)	<u>(239,400)</u>	<u>(241,689)</u>	<u>(159,727)</u>	<u>81,962</u>
Net change in fund balances	<u>(47,003)</u>	<u>(45,548)</u>	<u>60,452</u>	<u>106,000</u>
FUND BALANCES:				
Beginning of year, as previously reported	477,468	477,468	477,468	-
Restatement	-	-	-	-
Beginning of year, as restated	<u>477,468</u>	<u>477,468</u>	<u>477,468</u>	<u>-</u>
End of year	<u>\$ 430,465</u>	<u>\$ 431,920</u>	<u>\$ 537,920</u>	<u>\$ 106,000</u>

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)
\$ 28,791	\$ 28,791	\$ 28,970	\$ 179	\$ 175,988	\$ 175,988	\$ 176,848	\$ 860
-	2,453	8,827	6,374	5,940	9,258	30,461	21,203
-	-	-	-	-	-	-	-
28,791	31,244	37,797	6,553	181,928	185,246	207,309	22,063
-	-	-	-	-	-	-	-
746	746	703	43	2,418	2,418	2,208	210
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	6,000	(6,000)
746	746	703	43	2,418	2,418	8,208	(5,790)
28,045	30,498	37,094	6,596	179,510	182,828	199,101	16,273
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(34,307)	(34,307)	(19,328)	14,979	(201,454)	(351,402)	(271,843)	79,559
(34,307)	(34,307)	(19,328)	14,979	(201,454)	(351,402)	(271,843)	79,559
(6,262)	(3,809)	17,766	21,575	(21,944)	(168,574)	(72,742)	95,832
199,429	199,429	199,429	-	319,922	319,922	319,922	-
-	-	-	-	-	-	-	-
199,429	199,429	199,429	-	319,922	319,922	319,922	-
\$ 193,167	\$ 195,620	\$ 217,195	\$ 21,575	\$ 297,978	\$ 151,348	\$ 247,180	\$ 95,832

(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, 2024

Landscape and Lighting Assessment District - Zones of Benefit			
Zone 17 - City Landscape			
	Original	Final Budget	Actual
			Variance Positive (Negative)
REVENUES:			
Charges for current services	\$ 3,968,467	\$ 3,899,457	\$ 3,215,787
Use of money and property	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>3,968,467</u>	<u>3,899,457</u>	<u>(683,670)</u>
EXPENDITURES:			
Current:			
Recreation and culture			
Salaries and benefits	1,003,273	970,255	833,123
Services and supplies	2,804,993	2,784,240	2,432,104
Capital outlay			
Equipment	-	-	-
Structures and improvements	35,625	30,386	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures	<u>3,843,891</u>	<u>3,784,881</u>	<u>3,265,227</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>124,576</u>	<u>114,576</u>	<u>(49,440)</u>
OTHER FINANCING SOURCES (USES):			
Issuance of long-term liabilities	-	-	-
Insurance recovery	-	-	-
Transfers in	-	-	161,621
Transfers out	(114,576)	(114,576)	(122,594)
Total other financing sources (uses)	<u>(114,576)</u>	<u>(114,576)</u>	<u>39,027</u>
Net change in fund balances	<u>10,000</u>	<u>-</u>	<u>(10,413)</u>
FUND BALANCES:			
Beginning of year, as previously reported	348,168	348,168	348,168
Restatement	-	-	-
Beginning of year, as restated	<u>348,168</u>	<u>348,168</u>	<u>348,168</u>
End of year	<u>\$ 358,168</u>	<u>\$ 348,168</u>	<u>\$ 337,755</u>

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)
\$ 89,926	\$ 89,926	\$ 90,493	\$ 567	\$ 89,829	\$ 89,829	\$ 90,450	\$ 621
464	8,034	34,647	26,613	131	2,968	11,521	8,553
-	-	-	-	-	-	-	-
90,390	97,960	125,140	27,180	89,960	92,797	101,971	9,174
-	-	-	-	-	-	-	-
2,158	2,158	2,012	146	1,738	1,738	1,995	(257)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	13,630	(13,630)	-	-	-	-
2,158	2,158	15,642	(13,484)	1,738	1,738	1,995	(257)
88,232	95,802	109,498	13,696	88,222	91,059	99,976	8,917
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(73,469)	(73,469)	(13,232)	60,237	(16,966)	(16,966)	(12,437)	4,529
(73,469)	(73,469)	(13,232)	60,237	(16,966)	(16,966)	(12,437)	4,529
14,763	22,333	96,266	73,933	71,256	74,093	87,539	13,446
115,707	115,707	115,707	-	240,043	240,043	240,043	-
-	-	-	-	-	-	-	-
115,707	115,707	115,707	-	240,043	240,043	240,043	-
\$ 130,470	\$ 138,040	\$ 211,973	\$ 73,933	\$ 311,299	\$ 314,136	\$ 327,582	\$ 13,446

(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, 2024**

	Landscape and Lighting Assessment District - Zones of Benefit			
	Zone 20 - Perry Ranch			Variance
	Original	Final Budget	Actual	Positive (Negative)
REVENUES:				
Charges for current services	\$ 73,043	\$ 73,043	\$ 73,756	\$ 713
Use of money and property	15	1,906	7,591	5,685
Miscellaneous	-	-	-	-
Total revenues	<u>73,058</u>	<u>74,949</u>	<u>81,347</u>	<u>6,398</u>
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	-	-	-	-
Services and supplies	2,158	2,158	2,084	74
Capital outlay				
Equipment	-	-	-	-
Structures and improvements	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>2,158</u>	<u>2,158</u>	<u>2,084</u>	<u>74</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>70,900</u>	<u>72,791</u>	<u>79,263</u>	<u>6,472</u>
OTHER FINANCING SOURCES (USES):				
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(32,253)	(32,253)	(29,422)	2,831
Total other financing sources (uses)	<u>(32,253)</u>	<u>(32,253)</u>	<u>(29,422)</u>	<u>2,831</u>
Net change in fund balances	<u>38,647</u>	<u>40,538</u>	<u>49,841</u>	<u>9,303</u>
FUND BALANCES:				
Beginning of year, as previously reported	152,995	152,995	152,995	-
Restatement	-	-	-	-
Beginning of year, as restated	<u>152,995</u>	<u>152,995</u>	<u>152,995</u>	<u>-</u>
End of year	<u>\$ 191,642</u>	<u>\$ 193,533</u>	<u>\$ 202,836</u>	<u>\$ 9,303</u>

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)
\$ -	\$ -	\$ -	\$ -	\$ 22,896,558	\$ 22,827,851	\$ 22,331,015	\$ (496,836)
94,766	94,766	131,742	36,976	578,598	870,651	2,563,429	1,692,778
-	-	3,393	3,393	-	2,513	8,144	5,631
94,766	94,766	135,135	40,369	23,475,156	23,701,015	24,902,588	1,201,573
2,257,445	2,116,865	1,895,242	221,623	6,913,860	6,597,383	5,795,943	801,440
2,620,136	2,774,029	2,355,077	418,952	15,921,874	16,328,659	14,710,457	1,618,202
-	-	66,371	(66,371)	25,000	27,573	84,717	(57,144)
131,000	197,371	98,866	98,505	166,625	227,757	98,866	128,891
-	-	-	-	-	-	-	-
-	-	6,108	(6,108)	-	-	25,738	(25,738)
5,008,581	5,088,265	4,421,664	666,601	23,027,359	23,181,372	20,715,721	2,465,651
(4,913,815)	(4,993,499)	(4,286,529)	706,970	447,797	519,643	4,186,867	3,667,224
-	-	-	-	-	-	-	-
-	-	776	776	-	-	18,734	18,734
5,146,813	5,226,497	4,540,707	(685,790)	6,808,884	7,040,805	6,209,156	(831,649)
(232,895)	(265,895)	(232,604)	33,291	(9,923,386)	(12,968,131)	(6,790,630)	6,177,501
4,913,918	4,960,602	4,308,879	(651,723)	(3,114,502)	(5,927,326)	(562,740)	5,364,586
103	(32,897)	22,350	55,247	(2,666,705)	(5,407,683)	3,624,127	9,031,810
531,121	531,121	531,121	-	48,764,330	48,764,330	48,764,330	-
-	-	-	-	-	-	-	-
531,121	531,121	531,121	-	48,764,330	48,764,330	48,764,330	-
\$ 531,224	\$ 498,224	\$ 553,471	\$ 55,247	\$ 46,097,625	\$ 43,356,647	\$ 52,388,457	\$ 9,031,810

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Cosumnes Community Services District
Internal Service Funds - Combining Statement of Net Position
June 30, 2024

	Facilities	Fleet	IT	Risk Management	Total
ASSETS					
Cash and investments	\$ 2,248,488	\$ 6,622,300	\$ 1,313,508	\$ 218,789	\$ 10,403,085
Receivables:					
Interest	4,185	19,875	3,354	902	28,316
Total assets	<u>\$ 2,252,673</u>	<u>\$ 6,642,175</u>	<u>\$ 1,316,862</u>	<u>\$ 219,691</u>	<u>\$ 10,431,401</u>
LIABILITIES					
Accounts payable and accrued liabilities	\$ 34,402	\$ -	\$ 10,233	\$ -	\$ 44,635
Total liabilities	<u>34,402</u>	<u>-</u>	<u>10,233</u>	<u>-</u>	<u>44,635</u>
NET POSITION					
Unrestricted	2,218,271	6,642,175	1,306,629	219,691	10,386,766
Total net position	<u>\$ 2,218,271</u>	<u>\$ 6,642,175</u>	<u>\$ 1,306,629</u>	<u>\$ 219,691</u>	<u>\$ 10,386,766</u>

Cosumnes Community Services District**Internal Service Funds - Combining Statement of Revenues, Expenses and Changes in Net Position****For the year ended June 30, 2024**

	Facilities	Fleet	IT	Risk Management	Total
OPERATING REVENUES:					
Charges for current services	\$ 2,685,770	\$ 6,602,894	\$ 2,108,766	\$ 201,000	\$ 11,598,430
Miscellaneous	-	-	-	17,908	17,908
Total operating revenues	<u>2,685,770</u>	<u>6,602,894</u>	<u>2,108,766</u>	<u>218,908</u>	<u>11,616,338</u>
OPERATING EXPENSES:					
Professional services and supplies	169,555	-	793,170	1,000	963,725
Maintenance	306,222	-	-	-	306,222
Short-term equipment rental/leases	-	-	15,595	-	15,595
Total operating expenses	<u>475,777</u>	<u>-</u>	<u>808,765</u>	<u>1,000</u>	<u>1,285,542</u>
Operating income (loss)	<u>2,209,993</u>	<u>6,602,894</u>	<u>1,300,001</u>	<u>217,908</u>	<u>10,330,796</u>
NON-OPERATING REVENUE (EXPENSES):					
Interest and investment revenue	8,278	39,281	6,628	1,783	55,970
Total nonoperating revenue (expenses)	<u>8,278</u>	<u>39,281</u>	<u>6,628</u>	<u>1,783</u>	<u>55,970</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>2,218,271</u>	<u>6,642,175</u>	<u>1,306,629</u>	<u>219,691</u>	<u>10,386,766</u>
Change in net position	<u>2,218,271</u>	<u>6,642,175</u>	<u>1,306,629</u>	<u>219,691</u>	<u>10,386,766</u>
NET POSITION:					
Beginning of year	-	-	-	-	-
End of year	<u>\$ 2,218,271</u>	<u>\$ 6,642,175</u>	<u>\$ 1,306,629</u>	<u>\$ 219,691</u>	<u>\$ 10,386,766</u>

Cosumnes Community Services District
Internal Service Funds - Combining Statement of Cash Flows
For the year ended June 30, 2024

	Facilities	Fleet	IT	Risk Management	Total
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash received from customers	\$ 2,685,770	\$ 6,602,894	\$ 2,108,766	\$ 218,908	\$ 11,616,338
Cash paid to suppliers	(441,375)	-	(798,532)	(1,000)	(1,240,907)
CASH PROVIDED BY OPERATING ACTIVITIES	2,244,395	6,602,894	1,310,234	217,908	10,375,431
CASH FLOWS FROM INVESTING ACTIVITIES:					
Net investment earnings	4,093	19,406	3,274	881	27,654
NET CASH USED BY INVESTING ACTIVITIES	4,093	19,406	3,274	881	27,654
Net increase (decrease) in cash and cash equivalents	2,248,488	6,622,300	1,313,508	218,789	10,403,085
CASH AND CASH EQUIVALENTS:					
Cash and cash equivalents, beginning of year	-	-	-	-	-
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 2,248,488	\$ 6,622,300	\$ 1,313,508	\$ 218,789	\$ 10,403,085
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:					
Operating income	\$ 2,209,993	\$ 6,602,894	\$ 1,300,001	\$ 217,908	\$ 10,330,796
Adjustments to reconcile operating income (loss) to cash provided by operating activities:					
Changes in operating assets and liabilities:					
Increase (decrease) in accounts payable and accrued liabilities	34,402	-	10,233	-	44,635
CASH PROVIDED BY OPERATING ACTIVITIES	\$ 2,244,395	\$ 6,602,894	\$ 1,310,234	\$ 217,908	\$ 10,375,431

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STATISTICAL SECTION

This part of the Cosumnes Community Services District's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall 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 and Proprietary Funds
4. Changes in Fund Balance of Governmental and Proprietary 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 annual comprehensive financial reports of the relevant years.

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

	Fiscal Year				
	2024	2023	2022 (1)	2021	2020
Governmental activities:					
Net investment in capital assets	\$ 239,749,801	233,681,783	228,446,268	216,064,889	209,717,941
Restricted	105,969,929	105,513,072	115,492,401	75,492,802	70,724,935
Unrestricted	(76,721,822)	(89,634,233)	(112,373,756)	(73,154,914)	(75,394,287)
Total governmental activities net position	<u>\$ 268,997,908</u>	<u>249,560,622</u>	<u>231,564,913</u>	<u>218,402,777</u>	<u>205,048,589</u>
Business-type activities:					
Net investment in capital assets	\$ 5,277,219	4,258,690	3,921,191	-	-
Restricted	-	-	-	-	-
Unrestricted	(1,341,490)	(1,084,359)	(136,618)	-	-
Total business-type activities net position	<u>\$ 3,935,729</u>	<u>3,174,331</u>	<u>3,784,573</u>	<u>-</u>	<u>-</u>
Primary government (District-wide totals)					
Net investment in capital assets	\$ 245,027,020	237,940,473	232,367,459	216,064,889	209,717,941
Restricted	105,969,929	105,513,072	115,492,401	75,492,802	70,724,935
Unrestricted	(78,063,312)	(90,718,592)	(112,510,374)	(73,154,914)	(75,394,287)
Total primary government net position	<u>\$ 272,933,637</u>	<u>252,734,953</u>	<u>235,349,486</u>	<u>218,402,777</u>	<u>205,048,589</u>

(1) The District started recognizing golf activities as separate business-type activity/enterprise fund in fiscal year 2021-2022.

Source: Cosumnes CSD Administrative Services Department

Fiscal Year				
2019	2018	2017	2016	2015
200,173,933	191,275,989	179,250,894	185,351,179	184,981,570
63,838,846	57,280,447	52,954,081	48,762,603	44,349,631
(72,493,773)	(65,389,716)	(51,766,076)	(50,108,183)	(54,478,223)
<u>191,519,006</u>	<u>183,166,720</u>	<u>180,438,899</u>	<u>184,005,599</u>	<u>174,852,978</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
200,173,933	191,275,989	179,250,894	185,351,179	184,981,570
63,838,846	57,280,447	52,954,081	48,762,603	44,349,631
(72,493,773)	(65,389,716)	(51,766,076)	(50,108,183)	(54,478,223)
<u>191,519,006</u>	<u>183,166,720</u>	<u>180,438,899</u>	<u>184,005,599</u>	<u>174,852,978</u>

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

	Fiscal Year					
	2024	2023	2022 (1)	2021	2020	2019
Expenses						
Governmental activities:						
Public protection	\$ 74,371,260	69,059,844	57,607,182	59,749,158	56,326,241	56,182,068
Recreation and culture	41,910,089	35,770,661	29,980,854	24,829,567	29,742,626	29,591,083
General government	12,702,804	11,299,664	10,479,013	9,778,422	7,267,429	6,437,201
Interest on long-term debt	2,400,329	2,870,850	1,097,878	792,592	872,528	1,112,061
Total governmental expenses	<u>131,384,482</u>	<u>119,001,019</u>	<u>99,164,927</u>	<u>95,149,739</u>	<u>94,208,824</u>	<u>93,322,413</u>
Business-type activities:						
Golf operations	1,768,436	2,376,192	1,392,884	-	-	-
Interest on long-term debt	15,607	10,111	9,652	-	-	-
Total business-type expenses	<u>1,784,043</u>	<u>2,386,303</u>	<u>1,402,536</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total District government expenses	<u>133,168,525</u>	<u>121,387,322</u>	<u>100,567,463</u>	<u>95,149,739</u>	<u>94,208,824</u>	<u>93,322,413</u>
Program Revenues						
Governmental activities:						
Charges for services:						
Public protection	21,752,826	21,850,108	16,184,420	18,057,124	13,583,739	11,150,645
Recreation and culture	30,528,464	28,909,641	25,908,825	21,756,834	22,498,466	22,776,846
General government	10,854	14,525	7,200	3,839	2,526,344	5,519,156
Operating grants and contributions	6,662,116	5,919,904	12,024,199	3,818,987	127,851	134,483
Capital grants and contributions	8,621,772	14,773,990	6,339,630	10,592,882	6,892,130	9,029,697
Total governmental program revenues	<u>67,576,032</u>	<u>71,468,168</u>	<u>60,464,274</u>	<u>54,229,666</u>	<u>45,628,530</u>	<u>48,610,827</u>
Business-type activities:						
Charges for services:						
Golf operations	1,945,966	1,716,018	1,659,702	-	-	-
Total business-type program revenues	<u>1,945,966</u>	<u>1,716,018</u>	<u>1,659,702</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total District program revenues	<u>69,521,998</u>	<u>73,184,186</u>	<u>62,123,976</u>	<u>54,229,666</u>	<u>45,628,530</u>	<u>48,610,827</u>
Net revenues (expenses):						
Governmental activities	(63,808,450)	(47,532,851)	(38,700,653)	(40,920,073)	(48,580,294)	(44,711,586)
Business-type activities	161,923	(670,285)	257,166	-	-	-
Total net revenues (expenses)	<u>(63,646,527)</u>	<u>(48,203,136)</u>	<u>(38,443,487)</u>	<u>(40,920,073)</u>	<u>(48,580,294)</u>	<u>(44,711,586)</u>
General revenues and other changes in net position						
Governmental activities:						
Taxes						
Property Taxes	63,544,978	60,360,675	55,823,760	52,467,996	48,761,970	46,477,721
Other Taxes	10,288,329	2,340,796				
Investment earnings	6,420,795	3,243,903	(1,261,001)	1,003,892	2,752,241	2,258,766
Miscellaneous	1,091,060	973,974	817,609	802,373	5,860,861	4,327,385
Transfers	(566,259)	(42,943)	(3,517,579)			
Total governmental activities	<u>80,778,903</u>	<u>66,876,405</u>	<u>51,862,789</u>	<u>54,274,261</u>	<u>57,375,072</u>	<u>53,063,872</u>
Business-type activities:						
Investment earnings	24,338	3,918	183	-	-	-
Miscellaneous	8,878	13,182	9,645	-	-	-
Transfers	566,259	42,943	3,517,579	-	-	-
Total business-type activities	<u>599,475</u>	<u>60,043</u>	<u>3,527,407</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary government	<u>81,378,378</u>	<u>66,936,448</u>	<u>55,390,196</u>	<u>54,274,261</u>	<u>57,375,072</u>	<u>53,063,872</u>
Changes in net position						
Governmental activities	16,970,453	19,343,554	13,162,136	13,354,188	8,794,778	8,352,286
Business-type activities	761,398	(610,242)	3,784,573	-	-	-
Total primary government and business-type activities	<u>\$ 17,731,851</u>	<u>18,733,312</u>	<u>16,946,709</u>	<u>13,354,188</u>	<u>8,794,778</u>	<u>8,352,286</u>

(1) The District started recognizing golf activities as separate business-type/proprietary fund in fiscal year 2021-22.

Source: Cosumnes CSD Administrative Services Department

Fiscal Year			
2018	2017	2016	2015
53,558,990	44,947,335	39,709,149	30,991,966
28,010,357	26,110,030	23,461,242	24,421,081
6,850,160	6,057,493	7,844,015	4,262,813
1,049,287	1,456,115	1,436,266	773,229
89,468,794	78,570,973	72,450,672	60,449,089
-	-	-	-
-	-	-	-
-	-	-	-
89,468,794	78,570,973	72,450,672	60,449,089
12,577,480	9,929,689	6,916,448	8,152,295
21,604,713	20,878,015	20,585,430	20,399,714
2,853,733	3,301,028	7,799,770	1,883,787
94,093	89,340	160,132	113,666
9,232,552	11,640,159	5,075,796	3,650,142
46,362,571	45,838,231	40,537,576	34,199,604
-	-	-	-
-	-	-	-
46,362,571	45,838,231	40,537,576	34,199,604
(43,106,223)	(32,732,742)	(31,913,096)	(26,249,485)
-	-	-	-
(43,106,223)	(32,732,742)	(31,913,096)	(26,249,485)
43,868,694	41,024,168	36,173,988	32,626,823
1,094,388	938,460	431,763	479,497
870,962	1,019,777	334,787	332,351
45,834,044	42,982,405	36,940,538	33,438,671
-	-	-	-
-	-	-	-
-	-	-	-
45,834,044	42,982,405	36,940,538	33,438,671
2,727,821	10,249,663	5,027,442	7,189,186
-	-	-	-
2,727,821	10,249,663	5,027,442	7,189,186

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

		Fiscal Year			
		2024	2023	2022	2021
General fund:					
Nonspendable	\$	978,664	1,656,150	26,786	443,449
Restricted				22	-
Committed		2,001,950	2,001,950		
Assigned		1,981,149	1,566,923	1,567,388	2,342,843
Unassigned		32,082,913	37,959,108	34,270,115	30,810,845
Total general fund	\$	<u>37,044,676</u>	<u>43,184,131</u>	<u>35,864,311</u>	<u>33,597,137</u>
All other governmental funds:					
Restricted	\$	105,969,929	105,513,072	115,492,379	75,492,802
Committed		115,248	300,000	3,723,026	
Unassigned		37,759		(147,571)	-
Total all other governmental funds	\$	<u>106,122,936</u>	<u>105,813,072</u>	<u>119,067,834</u>	<u>75,492,802</u>
Total governmental funds fund balance	\$	<u>143,167,612</u>	<u>148,997,203</u>	<u>154,932,145</u>	<u>109,089,939</u>

Source: Cosumnes CSD Administrative Services Department

Fiscal Year					
2020	2019	2018	2017	2016	2015
1,494,483	778,662	963,525	1,967,160	984,526	423,969
28,128,307	24,939,657	19,957,662	17,856,548	16,792,913	16,031,122
23,278,561	25,747,350	25,639,993	32,218,113	29,194,656	26,108,555
-	-	-	-	-	-
52,901,351	51,465,669	46,561,180	52,041,821	46,972,095	42,563,646
42,596,628	38,899,189	37,322,785	35,097,533	31,969,690	28,318,509
-	-	-	-	-	-
42,596,628	38,899,189	37,322,785	35,097,533	31,969,690	28,318,509
95,497,979	90,364,858	83,883,965	87,139,354	78,941,785	70,882,155

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

	Fiscal Year		
	2024	2023	2022
Revenues:			
Taxes	\$ 63,544,978	60,360,675	55,823,760
Charges for services	52,117,586	49,085,569	40,549,234
Developer fees and contributions	6,593,499	8,342,746	3,800,188
Intergovernmental	16,805,527	6,038,833	13,770,274
Donations and contributions	146,716	134,567	116,867
Use of money and property	8,497,950	4,934,173	110,717
Miscellaneous	941,547	818,406	774,708
Total revenues	<u>148,647,803</u>	<u>129,714,969</u>	<u>114,945,748</u>
Expenditures:			
Current:			
Public protection	68,606,941	64,994,328	59,826,123
Recreation and culture	35,076,931	33,392,027	27,440,437
General government	14,435,461	10,298,898	8,980,264
Capital outlay	31,467,574	24,586,327	14,687,146
Debt service:			
Principal	1,884,227	2,188,541	1,982,288
Interest	2,639,514	2,650,014	1,097,133
Cost of issuance		-	594,432
Total expenditures	<u>154,110,648</u>	<u>138,110,135</u>	<u>114,607,823</u>
Excess of revenues over expenditures	<u>(5,462,845)</u>	<u>(8,395,166)</u>	<u>337,925</u>
Other financing sources (uses):			
Proceeds from sale of capital assets	130,779	126,750	-
Issuance of long-term liabilities	-	1,228,761	45,716,566
Payment to escrow for refunding	-	-	-
Original issue premium	-	-	-
Original issue discount	-	-	-
Insurance recoveries	68,734	28,668	42,901
Transfers in	23,874,006	17,668,790	11,632,742
Transfers out	<u>(24,440,265)</u>	<u>(17,711,733)</u>	<u>(11,887,928)</u>
Total other financing sources (uses)	<u>(366,746)</u>	<u>1,341,236</u>	<u>45,504,281</u>
Net change in fund balances	<u>\$ (5,829,591)</u>	<u>(7,053,930)</u>	<u>45,842,206</u>
Debt service as a percentage of noncapital expenditures	3.7%	4.3%	3.7%

Source: Cosumnes CSD Administrative Services Department

Fiscal Year						
2021	2020	2019	2018	2017	2016	2015
52,467,996	48,761,970	46,477,721	43,868,694	41,024,168	38,678,041	36,173,988
39,643,412	37,063,260	34,831,824	35,055,970	32,494,151	28,526,257	29,519,898
5,061,144	4,525,151	4,752,534	5,141,896	2,004,448	1,669,000	1,500,655
9,125,379	2,366,979	4,277,163	4,090,656	2,644,117	3,406,796	2,149,487
294,347	127,851	134,483	94,093	89,340	160,132	113,666
1,003,892	3,701,629	3,456,645	2,211,653	2,067,792	2,048,806	1,516,902
754,115	5,860,861	4,327,385	870,962	1,019,777	1,458,664	334,787
108,350,285	102,407,701	98,257,755	91,333,924	81,343,793	75,947,696	71,309,383
53,926,608	50,707,523	48,456,075	47,452,087	43,262,133	38,600,228	36,077,297
21,978,164	25,672,120	25,942,538	24,675,929	22,462,027	20,606,032	21,147,714
8,269,981	5,662,393	5,651,139	5,987,865	6,006,798	7,881,271	4,209,127
8,441,842	13,627,355	11,668,702	14,997,275	6,294,857	3,491,208	4,355,382
2,751,254	2,765,078	2,769,048	2,586,599	1,883,696	2,409,130	2,060,546
944,938	918,187	1,156,192	1,093,374	970,887	1,158,549	776,928
-	-	-	-	529,832	272,852	-
96,312,787	99,352,656	95,643,694	96,793,129	81,410,230	74,419,270	68,626,994
12,037,498	3,055,045	2,614,061	(5,459,205)	(66,437)	1,528,426	2,682,389
-	21,685	22,700	22,909	210	6,150	133,147
1,514,532	1,691,883	447,658	1,310,000	15,720,282	10,420,172	1,276,969
-	-	-	-	(9,230,447)	-	-
-	-	-	-	896,282	-	-
-	-	-	-	(224,451)	(283,460)	-
39,930	364,508	3,396,474	870,907	1,102,130	4,937,030	7,241,811
36,772,981	7,120,451	8,549,653	9,353,101	5,441,174	5,506,912	5,720,119
(36,772,981)	(7,120,451)	(8,549,653)	(9,353,101)	(5,441,174)	(5,506,912)	(5,720,119)
1,554,462	2,078,076	3,866,832	2,203,816	8,264,006	15,079,892	8,651,927
13,591,960	5,133,121	6,480,893	(3,255,389)	8,197,569	16,608,318	11,334,316
4.2%	4.3%	4.7%	4.5%	3.8%	5.0%	4.4%

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
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	1.01270	1.01270	1.01270	1.01270	1.01270	1.01270	1.01270	1.01270	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	2024		2015	
	Taxable Assessed Value (1)	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Percentage of Total District Taxable Assessed Value
Apple Computer, Inc	\$ 138,332,368	0.45%	\$ 170,789,847	1.08%
Apple, Inc	116,474,546	0.37%		
PF Portfolio 1 LP	110,395,471	0.36%		
Taylor Morrison of California LLC	104,613,777	0.34%		
KB Home Sacramento Inc.	88,459,331	0.28%		
Oakmont Properties II LP	81,914,905	0.26%	48,456,628	0.31%
DS Properties 18 LP	78,378,813	0.25%		
CD Lake Point LLC/ JD Lake Point LLC	75,220,920	0.24%		
Kubota Tractor Corporation	70,896,060	0.23%		
MG Somerfield at Lakeside Apartments	69,992,454	0.23%		
Donahue Schriber Realty Group	-		102,568,002	0.65%
Pappas Laguna 2 Limited Partnership			88,066,855	0.55%
Laguna Springs Corporation Center			69,703,997	0.44%
Kaiser Foundation Health Plan	-		60,767,698	0.38%
Jackson II LLC	-		37,798,769	0.24%
9130 Nolan State LLC			37,554,528	0.24%
Walmart Real Estate Business Trust			34,745,583	0.22%
Zhu Yanzhi 2014 Trust			31,956,314	0.20%
Total	\$ <u>934,678,645</u>	<u>3.01%</u>	\$ <u>682,408,221</u>	<u>4.31%</u>

Notes:

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

Source: County of Sacramento Assessor's Office

**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
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%
2021	52,430,949	52,002,432	99.18%	465,565	52,467,997	99.11%
2022	54,535,645	55,397,242	101.58%	426,517	54,970,725	100.78%
2023	60,774,449	59,856,059	98.49%	504,615	59,351,444	100.85%
2024	63,366,987	62,944,819	99.33%	603,114	62,341,705	100.97%
	10.27%	7.45%				
	4.09%	4.91%				

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
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
2021	25,270,907	412,573	25,683,480	0.22137
2022	26,600,510	405,056	27,005,567	0.22137
2023	28,699,337	475,923	29,175,260	0.22137
2024	30,555,270	517,909	31,073,179	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			Business-Type Activities		Total Governmental and Business-type Activities	Percentage of Assessed Valuation	Debt Per Capita
	Certificates of Participation (1)	Loans	Leases	Loans	Leases			
2015	\$ 664,100	\$ 84,606	\$ 18,512,732			\$ 19,261,438	0.11%	104
2016	9,221,378	73,913	17,705,066			27,000,357	0.14%	142
2017	23,935,000	66,111	8,801,650			32,802,761	0.16%	171
2018	23,156,804	54,242	8,616,918			31,827,964	0.15%	163
2019	21,870,000	41,728	7,293,041			29,204,769	0.13%	148
2020	21,103,140	28,545	7,203,032			28,334,717	0.12%	142
2021	20,080,754	14,649	6,910,206			27,005,609	0.11%	132
2022 (2)	63,258,719	7,009,241	114,670			70,382,630	0.26%	348
2023 (2)	61,986,639	5,838,679	104,756			67,930,074	0.23%	332
2024 (2,3)	60,649,557	4,185,451	855,048	\$ 851,142	\$ 18,766	66,559,964	0.21%	325

Notes:

(1) The Certificates of participation are netted with the original issue discounts and premiums.

(2) The District are recognizing golf activities as separate business-type/proprietary fund. Amounts for governmental and business-type activities are combined for comparative purposes.

(3) Beginning FY23/24 ACFR, Governmental and Business-Type outstanding debt by type will be reported separately

Source: Cosumnes CSD Administrative Services Department

**Cosumnes Community Services District
Direct and Overlapping Debt
June 30, 2024**

2023-24 District Assessed Valuation (in thousands) \$ 31,291,202 (1)

	Percentage Applicable ⁽²⁾	Total Debt 6/30/2024	District's Share of Debt 6/30/2024
Overlapping Debt Repaid with Property Taxes and Assessments:			
Los Rios Community College District	10.37%	\$ 399,905,000	\$ 41,482,146
San Joaquin Delta Community College District	3.152	162,660,000	5,127,043
Elk Grove Unified School District	55.208	425,350,000	234,827,228
River Delta Joint Unified School District			
School Facilities Improvement District No. 2	0.258	15,892,725	41,003
Sacramento Unified School District	0.179	638,740,892	1,143,346
Galt Joint Union High School District	63.19	51,035,000	32,249,017
Galt Joint Union School District	89.076	19,373,684	17,257,303
City of Elk Grove Community Facilities Districts	100	216,530,000	216,530,000
Elk Grove Unified School District Community Facilities District No. 1	55.208	192,126,133	106,068,996
City of Galt Community Facilities District No. 2020-2, I.A. No. 1	100	11,005,000	11,005,000
Sacramento County Community Facilities Districts	100	1,689,626	1,689,626
California Municipal Finance Authority Community Facilities Districts	100	26,810,000	26,810,000
California Statewide Community Development Authority Community Facilities Districts	100	70,086,000	70,086,000
California Statewide Community Development Authority 1915 Act Bonds	100	34,604,455	34,604,455
Total Overlapping Tax and Assessment Debt			\$ 798,921,163
Overlapping Other Debt:			
Sacramento County General Fund Obligations	14.12%	104,675,553	14,782,282
Sacramento County Pension Obligation Bonds	14.122	433,295,000	61,189,920
Sacramento County Board of Education General Fund Obligations	14.122	1,645,000	232,307
Elk Grove Unified School District General Fund Obligations	55.208	10,402,000	5,742,736
Sacramento Unified School District General Fund Obligations	0.179	48,945,000	87,612
Galt Joint Union High School District General Fund Obligations	63.19	4,755,000	3,004,685
City of Elk Grove General Fund Obligations	100	36,126,748	36,126,748
Cosumnes Community Services District General Fund Obligations	100	59,465,000	59,465,000
Total Gross Direct and Overlapping General Fund Debt		699,309,301	\$ 180,631,290
Less: Sacramento County supported obligations			1,561,971
Total Net Direct and Overlapping General Fund Debt			\$ 179,069,319
<u>Overlapping Tax Increment Debt (Successor Agency):</u>			
	100.00%	\$2,959,000	\$ 2,959,000
Total Direct Debt			\$ 59,465,000
Total Gross Overlapping Debt			\$ 923,046,453
Total Net Overlapping Debt			\$ 921,484,482
Gross Combined Total Debt			\$ 982,511,453 (3)
Total Net Overlapping Debt			\$ 980,949,482

Notes:

- (1) Includes Galt area.
- (2) The percentage of overlapping debt applicable to the district is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the district divided by the overlapping district's total taxable assessed value.
- (3) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue bonds and non-bonded capital lease obligations

Ratios to 2023-24 Assessed Valuation:

Total Overlapping Tax and Assessment Debt	2.55%
Total Direct Debt (\$59,465,000)	0.19%
Gross Combined Total Debt	3.14%
Net Combined Total Debt	3.13%

Ratios to Redevelopment Successor Agency Incremental Valuation (\$673,403,067):

Total Overlapping Tax Increment Debt	0.50%
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Source: California Municipal Statistics, Inc.

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Assessed valuation	\$ 18,234,098	19,198,367	20,443,907	21,654,184	22,948,879	24,200,987	25,683,480	27,005,567	29,175,260	31,073,179
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	\$ 4,558,525	4,799,592	5,110,977	5,413,546	5,737,220	6,050,247	6,420,870	6,751,391.75	7,293,815.00	7,768,294.75
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	227,926	239,980	255,549	270,677	286,861	302,512	321,044	337,569.59	364,690.75	388,414.74
Total net debt applicable to limit:										
General obligation bonds	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 227,926</u>	<u>239,980</u>	<u>255,549</u>	<u>270,677</u>	<u>286,861</u>	<u>302,512</u>	<u>321,044</u>	<u>337,570</u>	<u>364,691</u>	<u>388,415</u>
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					Coverage
	Special	Less	Net	Debt Service		
	Assessment Collections	Operating Expenses	Available Revenue	Principal	Interest	
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
2021	17,873,421	14,219,771	3,653,650	14,272	463	247.96
2022	18,817,959	16,180,272	2,637,687	15,230	586	166.77
2023	(1)	-	-	-	-	-
2024	(2)	-	-	-	-	-

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.

The special assessment debt consists of a lease that was moved to the Debt Service Fund during the year ended June 30, 2021.

(1) - Revenues were pledged for the Underwood Park Well loan that was paid-off in fiscal year 2022.

(2) - no pledged revenue in fiscal year 2023

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

**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)
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%
2021	204,240	N/A	6.4%
2022	202,211	N/A	3.7%
2023	204,492	N/A	4.50%
2024	204,874	N/A	4.70%

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	2024		2015	
	(1) Employees	Percentage of Total Employment	Employees	Percentage of Total Employment
Elk Grove Unified School District	-	-	3,049	8.58%
Apple Computer	-	-	500	1.41%
CA Correctional Health Care Services	-	-		
Cosumnes Community Services District	-	-	256	0.71%
Wal Mart	-	-	161	0.45%
Kaiser Permanente Med Ctr	-	-		
City of Elk Grove	-	-	286	0.80%
Raley's/ Bel Air Markets	-	-	500	1.41%
Alldata	-	-	398	1.12%
Safeway (2 locations)	-	-		
Maita Chevrolet	-	-	113	0.32%
Home Depot	-	-	110	0.31%
Bimbo Bakeries	-	-	235	0.66%

Source: Cosumnes Community Services District and City of Elk Grove
CCSD ACFR FY2014/15

(1) 2024 Top 10 Employer Statistics not available at time of ACFR submission

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

	Full-time District Employees as of June 30									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>Function</u>										
General government	21	21	24	24	27	49	40	36	71	64
Public safety	166	165	184	189	189	204	203	192	180	196
Recreation and culture	69	69	74	79	89	80	78	93	93	96
Total	256	255	282	292	305	333	321	321	344	356

Source: Cosumnes CSD Administrative Services Department

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

Function/Program	Fiscal Year									
	2015	2016	2017	2018 (2)	2019	2020	2021	2022	2023	2024
Fire										
Emergency responses	16,613	17,189	18,592	19,775	19,790	20,492	21,311	24,309	24,309	24,129
Field Inspections	2,742	2,852	2,187	2,300	2,299	2,725	2,745	2,712	2,909	5,154
Plan checks	1,110	1,106	973	1,100	446	574	664	1,776	2,215	1,741
Resubmitted Plan Checks	207	190	241	200	219	296	317	609	839	544
Weed Abatement	128	114	145	194	188	156	127	432	575	463
Fire Investigations	19	21	17	40	41	43	52	29	36	26
Code Enforcement	18	29	79	90	107	57	99	92	168	114
Parks and recreation										
Number of recreation programs	487	524	629	3,311	4,560	3,570	3,777	3,911	4,124	4,638

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									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Fire										
Fire stations	8	8	8	8	8	8	8	8	8	9
Headquarters & Training Center	1	1	1	1	1	1	1	1	1	1
EMS & Logistics Facility	-	-	-	-	-	1	1	1	1	1
Structure Engines (Type I)	8	8	8	8	8	8	9	9	9	9
Wildland Engines (Type III & V)	8	8	8	8	8	8	8	8	8	8
Ladder Truck	1	1	1	1	1	1	1	1	1	1
Heavy Rescue	1	1	1	1	1	1	1	1	1	1
Ambulance	7	7	7	7	7	7	8	8	8	8
Squads	-	-	-	-	-	-	-	-	-	2
Command Unit	1	1	1	1	1	1	1	1	1	2
Water tenders	2	2	2	2	2	2	2	2	2	2
Air unit	1	1	1	1	1	1	1	1	1	1
Foam unit	1	1	1	1	1	1	1	1	1	1
Rescue boats	2	2	2	2	2	2	2	2	2	2
Rescue tender	1	1	1	1	1	1	1	1	1	1
Rescue trailer	1	1	1	1	1	1	1	1	1	1
Boat tender	1	1	1	1	1	1	1	1	1	1
Parks and recreation										
Parks	94	95	96	97	98	98	100	102	102	103
Acreage	985	994	996	1,007	1,001	1,001	1,040	* 1090	* 1090	1,090
Playgrounds	123	127	128	130	132	134	139	143	143	147
Baseball/softball diamonds	50	50	51	49	49	49	49	50	50	50
Soccer/football fields	42	42	43	42	42	43	47	47	47	47
Community centers	2	2	2	7	7	7	8	8	8	9
Swimming pools	4	4	4	4	4	4	4	4	4	4
Tennis courts	33	35	35	33	33	35	37	37	37	37
Skate board park	1	1	2	2	2	2	2	2	2	2
Bike Park	1	1	1	1	1	1	1	1	1	1

Sources: Various District departments

* revised acreage of built and unbuilt parks, one unbuilt park acreage was overstated