



CITY OF PLACENTIA

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR  
2023-24



**CITY OF PLACENTIA  
PLACENTIA, CALIFORNIA  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2024**

**PREPARED BY THE FINANCE DEPARTMENT  
OF THE CITY OF PLACENTIA**

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*The People are the City*



**Mayor**  
KEVIN KIRWIN

**Mayor Pro Tem**  
CHAD P. WANKE

**Councilmembers:**  
JEREMY B. YAMAGUCHI  
WARD L. SMITH  
THOMAS HUMMER

**City Clerk:**  
ROBERT S. MCKINNELL

**City Treasurer**  
KEVIN A. LARSON

**Interim City Administrator**  
THOMAS HATCH

*401 East Chapman Avenue – Placentia, California 92870*

February 28, 2025

To the Honorable Mayor, Members of the City Council, and Citizens of Placentia:

It is our pleasure to present the Annual Comprehensive Financial Report (ACFR) of the City of Placentia for the fiscal year ended June 30, 2024. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the City. It is our opinion that the data is accurate in all material aspects, is presented in a manner designed to fairly set forth the financial position and results of the operations of the City and contains all disclosures necessary to enable the reader to gain an understanding of the City's financial affairs.

The financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) as promulgated by the Government Accounting Standards Board (GASB). This report consists of management's representations concerning the finances of the City of Placentia, California. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient and reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by the Clifton Larson Allen, LLP., a public accounting firm fully licensed and qualified to perform audits of local governments within the State of California. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Placentia, California for the fiscal year ended June 30, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Placentia, California's financial statements for the fiscal year ended June 30, 2024, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis

(MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Placentia's MD&A can be found immediately following the report of the independent auditors in the financial section of the ACFR.

## **CITY PROFILE**

The City of Placentia is located in north Orange County, in the heart of Southern California, with Los Angeles County to the north and San Diego County to the south. Orange County is the third largest county in California, trailing only Los Angeles and San Diego counties, and represents 8% of the state's population. There are currently 34 cities within the County. The City consists of approximately 6.7 square miles of land area and serves a population of 52,000.

The City was founded in 1910 and incorporated in 1926. It was home to major citrus growing companies. Under the City Charter adopted in 1965, the City government is organized in the Council-Administrator form. The City Council includes five (5) members, each of whom is elected at-large to overlapping four-year terms. In 2018, the City was divided into five districts with two of the districts electing a Councilmember in November of that year and the three remaining districts electing their Councilmembers in 2020. The City Council annually selects a Mayor and Mayor Pro Tem for a one-year term. The City Council serves as the legislative and policy-making body of the City government. The City Council appoints a City Administrator and a City Attorney. The City Administrator is the City's chief executive officer and appoints all other City staff. The City Administrator is responsible for the daily administration of the City government and provides overall direction to all City departments. The City Clerk and City Treasurer are separately elected by the voters.

The City provides a full range of municipal services including police, fire and life safety, maintenance of streets and parks, community development (e.g., building, planning, code compliance), recreational and cultural activities, economic development, and administrative services (e.g., personnel, finance, information services). Refuse collection is franchised to a private waste company, Republic Services.

## **FINANCIAL POLICIES**

**Budget:** The annual budget serves as the foundation for the City's financial planning and control. The Finance Department, with City Administrator direction, develops revenue estimates and budget guidelines for each department every year in January. The departments then submit expenditure appropriation requests which are summarized by the Finance Department and presented to the City Administrator for review. The City Administrator then meets with each department and prepares a proposed budget document for presentation to the City Council.

The City's Charter requires that the City Administrator submit a proposed budget to the City Council at least 35 days prior to the start of each fiscal year. After the budget has been presented, it must be adopted by the City Council following a noticed public hearing.

The annual budget includes all the City's governmental and proprietary funds. The legal level of budgetary control is the fund level. The City Administrator has the discretion to transfer appropriations between departments within a fund but transfers between funds and additional appropriations and transfers must be approved by City Council.

**General Fund Reserve Policy:** The City's General Fund Reserve Policy provides guidance in the creation, maintenance, and use of reserves. The policy covers the allocation of new and one-time revenues to different committed reserves such as infrastructure, vehicles, and equipment reserve; post-employment benefits sustainability reserve; employee recruitment and retention reserve; and the General Fund contingency reserve. To ensure the availability of adequate reserves for potential contingencies or emergencies, the City Council established the City's General Fund Reserve Policy with a required general fund contingency reserve of 25% of annual General Fund operating expenditures. While the fund balance of the General Fund was approximately \$18.4 million on June 30, 2024, the unassigned fund balance was approximately \$14.8 million, a \$5.1 million decrease from June 30, 2023. A relatively large portion of the current unrestricted fund balance is committed for the City's capital projects which includes street projects and for the continued construction of the public safety building.

**Fees:** In FY 2017-18, the Council adopted Citywide Development Impact and Residential Affordable Housing Impact Fees and updated its Comprehensive Fee Schedule following a comprehensive cost of services/user fee study in FY 2021-22. The fee schedule was proposed to be updated annually based upon consumer price index with another fee study to be conducted in the fifth year. Both the Citywide Development Impact Fees and the Comprehensive Fee Schedule will be updated FY 2024-25.

## **FACTORS AFFECTING THE CITY'S ECONOMIC CONDITION**

**Local Economy:** Placentia's economic outlook is promising. Taxes represent seventy-three percent (73%) of the City's total General Fund operating revenue and primarily include property taxes, sales and use taxes (including Measure U), utility users tax, franchise fees, and other taxes. Tax revenues, exclusive of sales tax, for FY 2023-24 generally slightly exceeded budget and are expected to meet budgeted amounts for FY 2024-25. Sales tax receipts were lower than originally budgeted due to the closure of several sales tax producing retail outlets, and the FY 2024-25 budget reflects these losses and/or any delays in leasing those spaces.

## **LONG-TERM FINANCIAL PLANNING**

**Pension Unfunded Accrued Liability:** On November 12, 2020, the City of Placentia issued lease revenue bonds through the Placentia Public Financing Authority taking advantage of the historic low interest rate environment. This bond issuance funded 100% of the City's CalPERS unfunded actuarial liability (UAL) for the miscellaneous and safety plans. Upon issuance of the bonds, the City paid approximately \$43.8 million to CalPERS for deposit to the CalPERS payment fund.

This transaction will provide \$14.3 million in savings over the term of the bonds and over \$600,000 annually during the first 15 years. Due to CalPERS rates of returns in FY 2022-23 being lower than their assumed discount rate of 6.8%, the City faced an unfunded actuarial liability

(UAL) in FY 2023-24 of approximately \$446,000 in addition to the debt service relating to the lease revenue bonds.

**Post Employment Benefits:** The City's General Fund Reserve Policy includes provisions to set-aside 10% of ongoing new revenue and 10% of one-time new revenue for unfunded liabilities. In addition, when the General Fund reaches its minimum fund balance of 25%, an additional 10% of one-time new revenue will be allocated toward funding this liability for a total of 20% annually.

## **DEVELOPMENT INITIATIVES**

**Enhanced Infrastructure Financing District:** In response to the elimination of redevelopment agencies the California Senate Bill 628, effective January 1, 2015, and California Assembly Bill 313, effective January 1, 2016, authorized the formation of an Enhanced Infrastructure Financing District ("EIFD"), which is intended to succeed the former Redevelopment financing mechanism and provide more flexibility than Infrastructure Financing Districts ("IFDs"). An EIFD is a governmental entity, separate and distinct from the city or county that establishes it and is governed by a Public Financing Authority ("PFA"). EIFDs can aid local government entities in funding public capital facilities, or other specified projects of communitywide significance, primarily by capturing tax increment revenue ("TI") generated within the district. EIFDs provide an opportunity for agencies to issue bonds for an array of public infrastructure projects as well as supporting economic development efforts in specific areas.

At the April 23, 2019 Orange County Board of Supervisors meeting, the Board Members approved a partnership to participate in an EIFD with the City of Placentia. This is one of four EIFDs established in California, and the first EIFD in the State of California to involve a partnership between a city and county for improved infrastructure.

The City of Placentia and the Southern California Association of Governments (SCAG) worked on a comprehensive plan for the establishment of an EIFD in Placentia. Under this plan, the County would contribute 46% of its share of property tax increment within the boundary of the District, which would amount to approximately \$3.5 million over 20 years, or \$175,000 annually. The City's contribution would be 50% of its property taxes generated in the District, or about \$8.2 million over two decades. The total partnership between the County and the City would amount to \$11.7 million to make the necessary infrastructure improvements to the Old Town Placentia area. This includes public infrastructure improvements near the proposed Metrolink Station, Placentia Old Town area, and the Transit-Oriented Development District near the 57 and 91 freeways. With this unique City-County partnership, the City will be able to produce over 1,600 new units of housing, create 3,900 construction jobs, and over 1,100 permanent jobs at full build-out.

**Transit-Oriented Development:** The City has been given a unique opportunity with the future development of a new state-of-the-art Metrolink train station and 246-space parking structure within the Old Town Placentia area. The proposed station will help transform the Packing House District (near Melrose Street and Crowther Avenue) into an active, vibrant destination. Transit-Oriented Development (TOD) is a type of community development that includes a mixture of housing, office, retail, and/or other amenities integrated into a walkable neighborhood and

located within a half-mile of a public transportation stop. It will also support existing retail and restaurant business while growing the City's local economy.

Based on an economic development analysis conducted by Kosmont Associates, the public and private investments in the future TOD and Old Town Revitalization Plan (OTP) areas are expected at build-out to generate up to \$540 million in local economic output and \$800 million in Countywide economic output. Upon completion, the TOD and OTP areas are estimated to generate approximately \$92 million annually in local economic output. Additionally, the proposed District areas would assist with reconstructing streets and street improvements, utilizing non-General Fund resources. In total, construction of the TOD and Old Town District is estimated to generate approximately 3,900 construction jobs and 1,100 permanent jobs.

Placentia's Old Town is a 33-acre area located in the southern and western portions of the City, north of a section of the Burlington Northern Santa Fe (BNSF) railroad. To take advantage of the upcoming Metrolink station and parking structure developments scheduled to begin construction at a future, unknown date, the Old Town Placentia Revitalization Plan was adopted by the City Council in July 2017. The plan's primary goal is to create a vibrant, safe, and pedestrian friendly area that respects the community's historical and cultural diversity, while also creating new opportunities for development and investment into the area. This comprehensive plan incorporates well- designed private and public physical improvements and amenities.

Based on the Plan's expectation of 853,000 square feet of new improvements at build-out, the Old Town Revitalization Plan is expected to generate \$217 million of private development activity, development impact fees of \$8.3 million and additional annual tax revenues for the City of \$900,000. In addition, 1,057 construction jobs and 823 of new on-site permanent jobs are anticipated as a result of the Plan.

As mentioned previously, to expedite these improvements in Old Town Placentia, the City partnered with the County of Orange to establish an EIFD near the City's future Metrolink Station, including the Old Town Placentia area and TOD Packing House District. The purpose of this district is to create a funding mechanism that can facilitate the construction of public infrastructure improvements in this area. A portion of the property tax increment (the amount above the property taxes collected in base year 2019) that the City and the County of Orange receive would be specifically restricted to pay for the infrastructure projects listed in the Infrastructure Financing Plan (IFP) at an estimated cost of \$8.2 million. These infrastructure improvements include street improvements, pedestrian connectivity, and landscaping and lighting upgrades. The EIFD does not result in new taxes or fees to the property owners in the EIFD boundaries or the City's residents.

**Commercial/Residential Development:** One of the last remaining undeveloped parcels within the City of Placentia, located at the southeast corner of Alta Vista Street and Rose Drive, is an 8.45-acre parcel within the East Placentia Specific Plan (SP-7). Approved in July 2018, SC Placentia Development, LP, is slated to develop a 2-acre parcel located at the southeast corner of Alta Vista Street and Rose Drive with two single-story retail commercial buildings with a cumulative building size of approximately 10,420 square feet, with the remainder of the site to be developed for single-family residential uses (54 detached residences on approximately 6.46-acres).

SC Placentia Development has partnered with Shea Homes to construct 54 homes. As of June 30 2024 phases 1-5 have been completed. It is anticipated that construction for the commercial portion of the project to commence in 2025.

JPI Luxury Apartments is the second development in the City's Transit-Oriented Development (TOD) Zone. The project site comprises seven adjacent properties located between 505-551 W. Crowther Avenue, directly east of Tyler Lighting on the north side of Crowther Avenue. This particular development features 418 residential units and is a mixed- use development, featuring approximately 10,500 square feet of retail-commercial space on the ground floor accessible from Crowther Avenue. As of June 30, 2024 construction is complete and leasing of apartments is ongoing with many residents already residing in the property, and leasing of retail space is underway.

Toffoli Investments and Landsea Homes will be constructing a 139-unit residential townhome development called "Hudson." Hudson will be located at 443 S. Van Buren Street and will consist of 22 separate three-story buildings. Six floor plans are proposed consisting of 25 one-bedroom units, 52 two-bedroom units, and 62 three-bedroom units. The unit types will measure between 762 square feet and 1,349 square feet in overall floor area and feature an attached one or two-car garage per unit. Hudson amenities will include a tot lot, barbeques, fire pits, bike racks, a dog run, and more. As of June 30, 2024 construction of most of the buildings is complete, including the model homes. Home sales are underway for the remaining buildings.

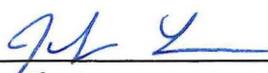
**Buy Local Incentive Programs**

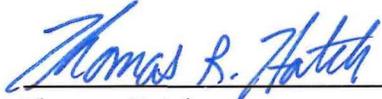
**Residential Vehicle Rebate Program:** Placentia residents purchasing or leasing a new vehicle from Fairway Ford or Audi North OC are eligible to receive a \$500 rebate with proof of residency as part of the Buy Local Incentive Program. The Resident Vehicle Rebate Program will expire on April 30, 2025.

**Acknowledgments**

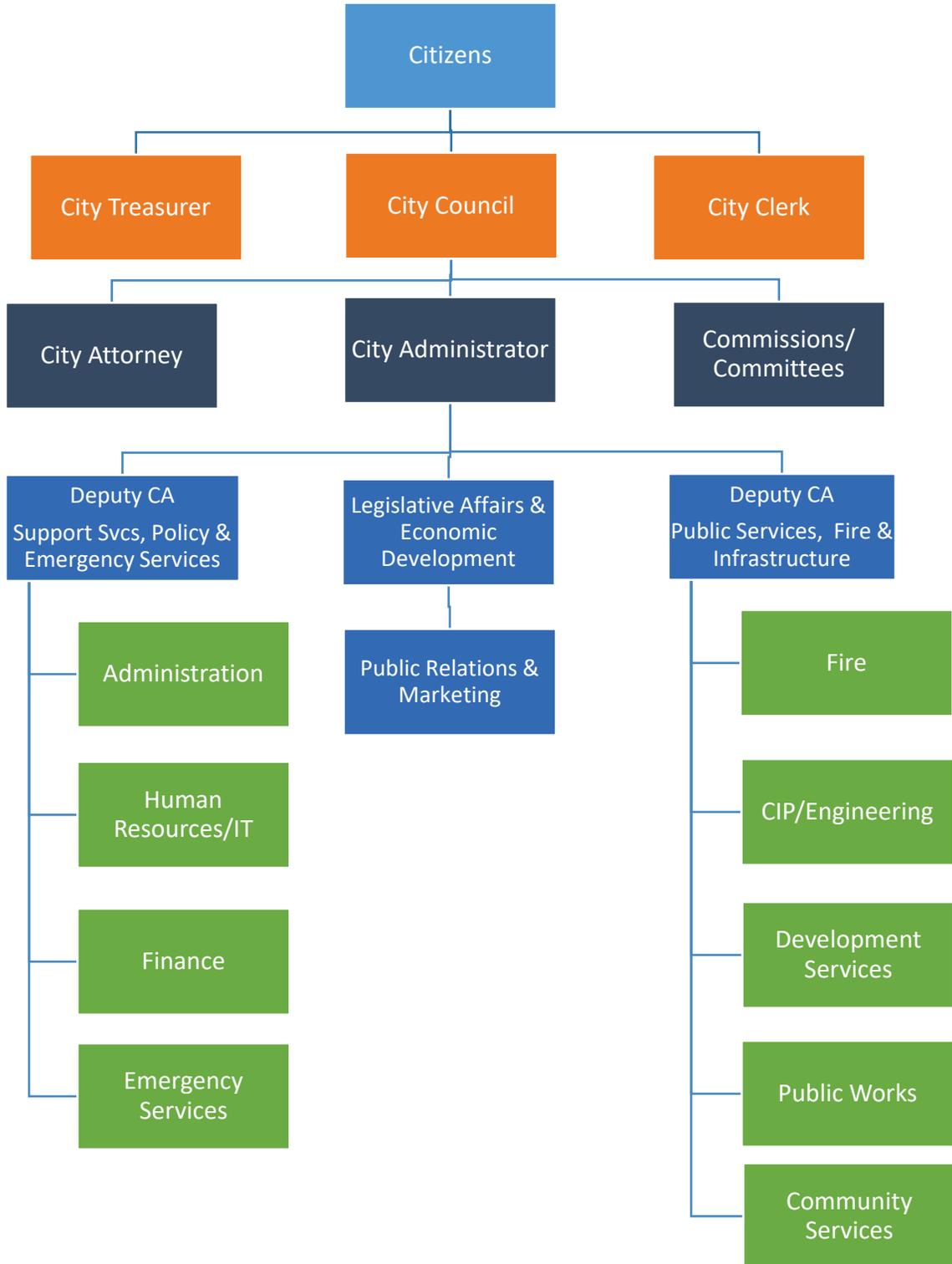
The preparation of this report could not have been accomplished without the efficient and dedicated service of the entire Finance Department. Special recognition is also given to the audit firm of the Clifton Larson Allen, LLP. We also wish to recognize the commitment of the City Council to the high standards embodied in this report and express appreciation to them and each City department for their cooperation and support in conducting the fiscal operations of the City.

Respectfully submitted,

  
\_\_\_\_\_  
Jennifer Lampman  
Director of Finance

  
\_\_\_\_\_  
Thomas Hatch  
Interim City Administrator

# CITYWIDE ORGANIZATION CHART



**CITY OF PLACENTIA  
PRINCIPAL OFFICIALS  
JUNE 30, 2024**

**CITY COUNCIL**

Kevin Kirwin	Mayor
Chad P. Wanke	Mayor Pro Tempore
Thomas Hummer	Councilmember
Ward L. Smith	Councilmember
Jeremy B. Yamaguchi	Councilmember

**CITY OFFICIALS**

Robert S. McKinnell	City Clerk
Kevin A. Larson	City Treasurer
Thomas Hatch	Interim City Administrator
Christian L. Bettenhausen	City Attorney
Jennifer Lampman	Director of Finance
Rosanna Ramirez	Director of Administrative Services
Lydie Gutfeld	Director of Community Services
Joseph M. Lambert	Director of Development Services
Chris Tanio	Director of Public Works
Brad Butts	Police Chief
Jason Dobine	Fire Chief

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## **FINANCIAL SECTION**

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## INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of the City Council  
City of Placentia  
Placentia, California

### Report on the Audit of the Financial Statements

#### ***Opinions***

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 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.

#### ***Basis for Opinions***

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

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

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

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

***Auditors' 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 auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS 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 City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about City's ability to continue as a going concern for a reasonable period of time.

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

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Budgetary Comparison Schedules - General and Major Special Revenue Funds, the schedules of the City's proportionate share of the net pension liabilities and related ratios and the schedules of plan contributions for the City's pension plans, the schedule of changes in the net other post-employment benefit (OPEB) liability and related ratios, and the schedule of OPEB plan contributions, identified as Required Supplementary Information (RSI) in the accompanying 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 RSI in accordance with GAAS, 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 RSI because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The individual fund schedules and combining 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 the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the individual fund schedules and combining 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 auditors' 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.

Honorable Mayor and Members of the City Council  
City of Placentia

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated February 28, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.



**CliftonLarsonAllen LLP**

Irvine, California  
February 28, 2025

**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

This discussion and analysis section of the City of Placentia's ("City") annual comprehensive financial report provides a narrative overview of the City's financial activities for the fiscal year ended June 30, 2024. This information should be read in conjunction with the basic financial statements and the notes which accompany the basic financial statements.

**FINANCIAL HIGHLIGHTS**

- The City's net position equaled \$88.6 million on June 30, 2024. Net position is the amount by which total assets and deferred outflow of resources exceed total liabilities and deferred inflows of resources. The net position from governmental activities on June 30, 2024, was approximately \$74.2 million and from business-type activities, \$14.4 million.
- The City's overall net position increased by approximately \$1.6 million during the fiscal year, compared to the net position on June 30, 2023. The net position from governmental activities decreased by \$4.4 million while the net position from business-type activities increased by approximately \$6 million. Governmental activities net position decreased primarily due to an increase in debt service for new Motorola equipment and the 2023 Lease Revenue Bond used to finance the construction of the new Public Safety building. Business-type activities net position increased primarily due to a General Fund contribution to the Sewer Fund of \$5.9 million related to Old Town sewer rehab and TOD/Crowther sewer projects.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The City's basic financial statements are presented in three parts:

1. Government-Wide Financial Statements
2. Fund Financial Statements
3. Notes to the Financial Statements

This section of the management's discussion and analysis is intended to introduce and explain the basic financial statements. The report also includes supplementary information which is intended to furnish additional detail to support the basic financial statements themselves.

**Government-Wide Financial Statements**

The government-wide financial statements are designed to give the reader a picture of the City from the economic resources' measurement focus using the accrual basis of accounting. This broad overview is like the financial reporting used in private-sector business. The government-wide financial statements present governmental activities and business-type activities separately. Governmental activities of the City include general government (legislative, administration, City Council, human resources, and finance), public safety (police and Fire and Life Safety), public works, community development, and community services. The City's business-type activities include refuse and sewer maintenance. Governmental activities are primarily supported by taxes, charges for services, and grants, while business-type activities are self-supporting through user fees and charges.

**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

The Statement of Net Position presents financial information on all the City's assets, deferred inflows and outflows of resources, and liabilities with the difference between these categories reported as net position. Over time, increases or decreases in net position may be one indicator of improvement or deterioration in the City's overall financial health.

The focus of the Statement of Activities is to present the major program costs with corresponding major resources. To the extent a program's cost is not recovered by direct charges and grants, it is funded from general taxes and other resources. This statement assists the user in determining the extent to which programs are self-supporting and/or subsidized by general revenues. All activity on this statement is reported on the accrual basis of accounting, which requires that revenues be reported when earned and expenses be reported when incurred, regardless of when cash is received or disbursed.

### **Fund Financial Statements**

A fund is a fiscal and accounting entity with a self-balancing set of accounts used to account for specific activities or meet certain objectives. Funds are often set up in accordance with special regulations, restrictions, or limitations. The City, like other state and local governments, uses fund accounting to ensure and show compliance with finance-related legal requirements. The City's funds are divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- **Governmental Funds**

Governmental funds are used to account for the governmental activities reported in government-wide financial statements. Most of the City's basic services are included in the governmental funds. The basis of accounting is different between the governmental fund statements and the government-wide financial statements.

The governmental funds focus on near-term revenues/financial resources and expenditures, while the government-wide financial statements include both near-term and long-term revenues/financial resources and expenses. The information in the governmental fund statements can be used to evaluate the City's near-term financing requirements and immediate fiscal health. Comparing the governmental fund statements with the government-wide financial statements can help the reader better understand the long-term impact of the City's financing decisions. To assist in this comparison, reconciliations between the governmental fund statements and the government-wide financial statements are included with the governmental fund balance sheet and the governmental fund statements of revenues, expenditures, and changes in fund balances.

**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

- **Proprietary Funds**

The City maintains two different types of proprietary funds: enterprise and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for refuse and sewer services.

Internal service funds are used to accumulate and allocate costs internally among the City's various functions. The internal service funds primarily benefit the governmental activities and, therefore, the internal service fund information has been included with the governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds financial statements provide separate information for each of the two business-type activities individually, but combined information for the City's three internal service funds. In the Supplementary Information section of this report, information for each of the three internal service funds is provided.

- **Fiduciary Funds**

Fiduciary funds account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds.

Fiduciary funds are not included in the government-wide financial statements because their assets are not available to support the City's activities.

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

The notes to the financial statements provide additional information that is important to obtain a full understanding of the data in the government-wide and fund financial statements. The notes are located immediately following the basic financial statements.

### **Other Information**

In addition to the basic financial statement and accompanying notes, this report also presents certain required supplementary information. Required supplementary information may be found immediately following the notes to the financial statements. The combining statements for other governmental funds, the individual fund schedules, the internal service fund statements, and agency-type fiduciary fund schedules are presented immediately following the required supplementary information.

**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Statement of Net Position**

**Statement of Net Position**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>Assets:</b>						
Cash and Investments	\$ 34,155,584	\$38,182,514	\$ 2,719,521	\$1,778,578	\$ 36,875,105	\$ 39,961,092
Other Assets	37,938,186	42,866,148	212,976	214,152	38,151,162	43,080,300
Capital Assets	<u>135,430,593</u>	<u>118,450,405</u>	<u>12,470,619</u>	<u>7,166,223</u>	<u>147,901,212</u>	<u>125,616,628</u>
Total Assets	207,524,363	199,499,067	15,403,116	9,158,953	222,927,479	208,658,020
<b>Deferred Outflows of Resources</b>	13,060,378	18,139,862	391,435	678,259	13,451,813	18,818,121
<b>Liabilities</b>						
Current Liabilities	16,004,625	15,401,307	462,236	393,716	16,466,861	15,795,023
Long-Term Liabilities	<u>92,362,502</u>	<u>86,871,991</u>	<u>580,755</u>	<u>680,187</u>	<u>92,943,257</u>	<u>87,552,178</u>
Total Liabilities	108,367,127	102,273,298	1,042,991	1,073,903	109,410,118	103,347,201
<b>Deferred Inflows of Resources</b>	<u>38,017,644</u>	<u>36,790,463</u>	<u>385,908</u>	<u>351,954</u>	<u>38,403,552</u>	<u>37,142,417</u>
<b>Net Position</b>						
Net Investment in Capital Assets	114,776,612	103,757,453	12,470,619	7,166,223	127,247,231	110,923,676
Restricted	21,767,364	18,360,789	-	-	21,767,364	18,360,789
Unrestricted	<u>(62,344,006)</u>	<u>(43,543,074)</u>	<u>1,895,033</u>	<u>1,245,132</u>	<u>(60,448,973)</u>	<u>(42,297,942)</u>
Total Net Position	<u>\$ 74,199,970</u>	<u>\$ 78,575,168</u>	<u>\$ 14,365,652</u>	<u>\$ 8,411,355</u>	<u>\$ 88,565,622</u>	<u>\$ 86,986,523</u>

The City's net position provides a valuable indicator of its overall financial health. As of June 30, 2024, the City's combined net position—encompassing both governmental and business-type activities—stood at \$88.6 million, marking an increase of \$1.6 million from the previous year.

Net position is categorized into three segments: net investment in capital assets, restricted, and unrestricted. The largest portion, representing approximately \$127.2 million as of June 30, 2024, reflects the City's investment in capital assets, which include land, buildings, machinery, equipment, and infrastructure. These assets are essential for providing services to the public, but they cannot be used to fund the City's operational activities.

Restricted net position totaled \$21.8 million as of June 30, 2024, showing a \$3.4 million increase primarily due to an increase in debt service obligations. These restricted resources are subject to external limitations on their use.

The remaining unrestricted net position, however, stood at a negative \$60.4 million. The negative unrestricted net position indicates that the City has more liabilities than available resources to cover day-to-day operations. This could lead to liquidity issues as the City lacks sufficient flexible funds to manage unexpected costs without depending on restricted funds or taking on additional debt.

**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

**Change in Net Position**

The following is a summary of activities for the years ended June 30, 2024 and 2023:

**Change in Net Position**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>Revenues:</b>						
Program Revenues:						
Charges for Services	\$ 7,072,927	\$6,940,710	\$ 6,324,092	\$5,731,079	\$ 13,397,019	\$ 12,671,789
Operating Contributions and Grants	9,936,713	15,642,625	-	-	9,936,713	15,642,625
Capital Contributions and Grants	1,938,279	5,024,953	-	-	1,938,279	5,024,953
General Revenues:						
Taxes	45,901,213	44,499,687	-	-	45,901,213	44,499,687
Investment Income	1,900,697	377,738	44,933	18,644	1,945,630	396,382
Miscellaneous	281,897	2,544,611	-	-	281,897	2,544,611
Total Revenues	<u>67,031,726</u>	<u>75,030,324</u>	<u>6,369,025</u>	<u>5,749,723</u>	<u>73,400,751</u>	<u>80,780,047</u>
<b>Expenses:</b>						
General Government	17,490,713	19,220,385	-	-	17,490,713	19,220,385
Public Safety	27,470,712	39,862,578	-	-	27,470,712	39,862,578
Public Works	10,729,394	11,631,983	-	-	10,729,394	11,631,983
Community Development	2,563,283	2,425,348	-	-	2,563,283	2,425,348
Community Services	4,253,514	3,755,053	-	-	4,253,514	3,755,053
Interest	2,959,601	2,372,525	-	-	2,959,601	2,372,525
Refuse	-	-	4,887,578	4,340,551	4,887,578	4,340,551
Sewer Maintenance	-	-	1,466,857	2,533,043	1,466,857	2,533,043
Total Expenses	<u>65,467,217</u>	<u>79,267,872</u>	<u>6,354,435</u>	<u>6,873,594</u>	<u>71,821,652</u>	<u>86,141,466</u>
<b>Change in Net Position Before Transfers</b>	1,564,509	(4,237,548)	14,590	(1,123,871)	1,579,099	(5,361,419)
Transfers	<u>(5,939,707)</u>	<u>-</u>	<u>5,939,707</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Change in Net Position</b>	(4,375,198)	(4,237,548)	5,954,297	(1,123,871)	1,579,099	(5,361,419)
Net Position - Beginning of Year	<u>78,575,168</u>	<u>82,812,716</u>	<u>8,411,355</u>	<u>9,535,226</u>	<u>86,986,523</u>	<u>92,347,942</u>
<b>Net Position - End of Year</b>	<u>\$ 74,199,970</u>	<u>\$ 78,575,168</u>	<u>\$ 14,365,652</u>	<u>\$ 8,411,355</u>	<u>\$ 88,565,622</u>	<u>\$ 86,986,523</u>

**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

The following is a summary of activities for the years ending June 30, 2024, and 2023:

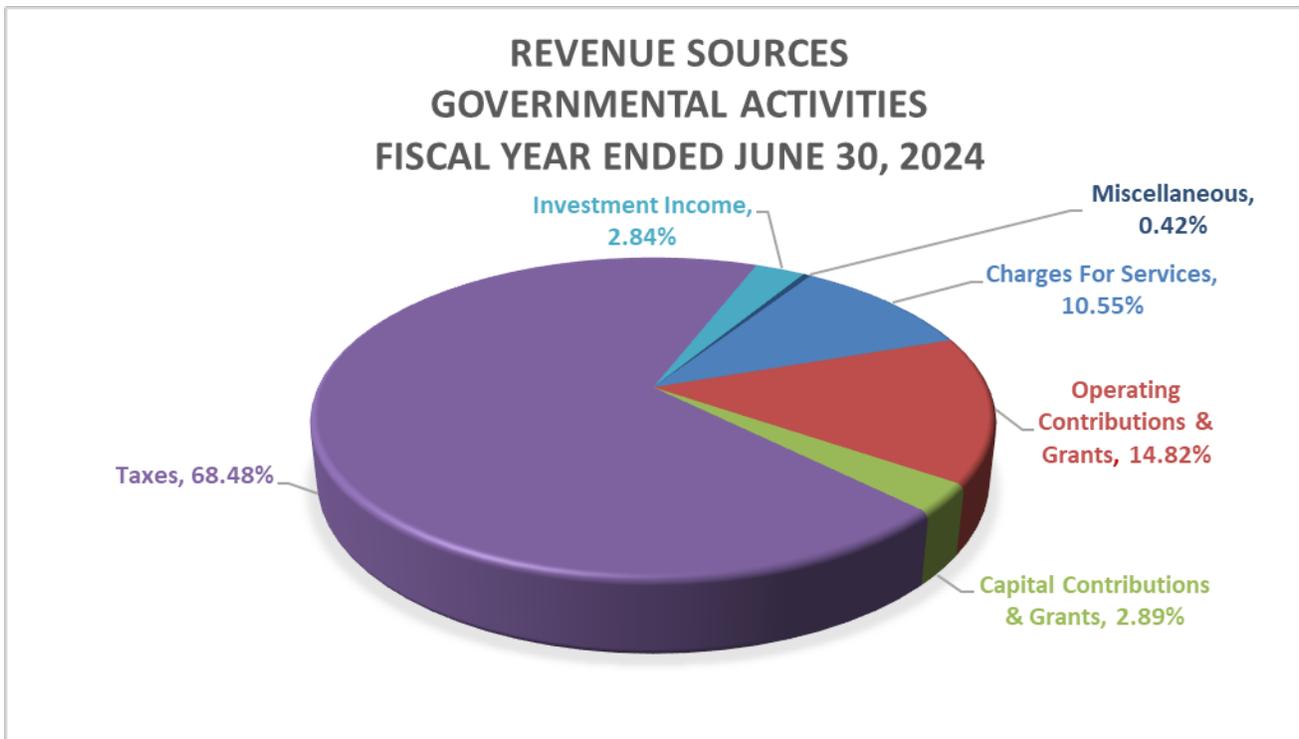
**Governmental Activities:**

Overall, governmental activities led to a decrease in the City's net position by \$4.4 million. Several factors contributed to this decline, including a reduction in operating and capital grants, as well as a significant 89% decrease in miscellaneous revenues.

**Revenues:**

Total revenue from governmental activities for the year amounted to \$67 million. Although there were variations across different revenue categories, the overall decrease was \$7.3 million, or 9.14%, compared to the previous year.

The following chart illustrates the percentage breakdown of revenue generated by governmental activities:



As shown in the chart, tax revenue constitutes the largest portion of the City's revenue from governmental activities. This fiscal year, tax revenue saw an increase of \$1.4 million, or 3.2%. Of this increase, property taxes accounted for \$1.9 million, driven by growth in current year-secured property taxes, property tax VLF, pass-through property taxes, residual property taxes, and various miscellaneous property taxes.

Capital Contributions and Grants saw a decrease of \$3.1 million, primarily due to a significant reduction in development impact fees and a decrease in reimbursements from CalTrans.

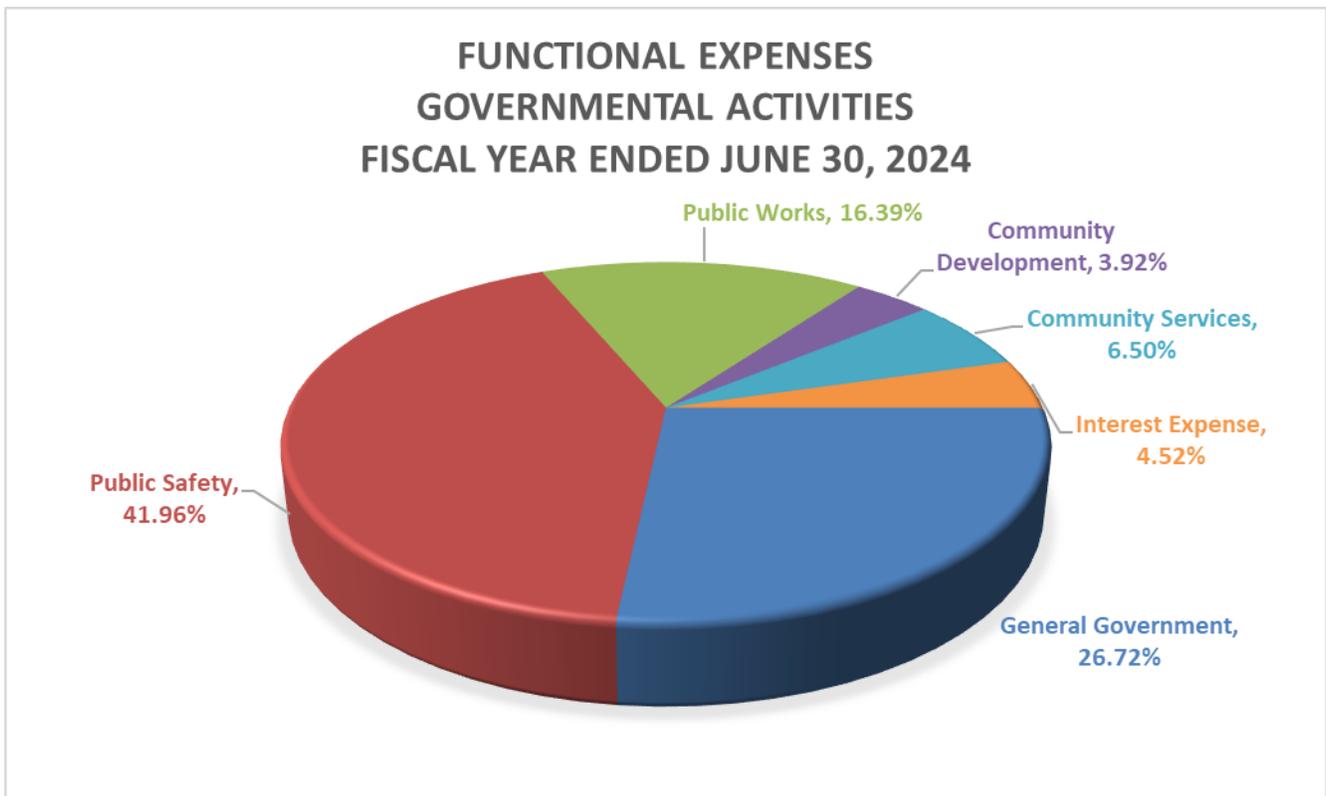
**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

Investment income, on the other hand, surged by approximately \$1.5 million, or 403%, compared to the previous fiscal year. This increase is largely attributed to a reversal in the market value adjustment of investments in Time Value Investments (TVI). These revenue increases helped offset declines in sales taxes, intergovernmental revenues, licenses and permits, and fines and forfeitures.

**Expenses**

Total expenses from governmental activities amounted to approximately \$65.5 million, reflecting a decrease of \$13.8 million, or 17.4%, compared to the prior year. A significant portion of this decrease can be attributed to a much lower pension expense.

The following chart illustrates the percentage breakdown of expenses related to governmental activities:



**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

**Business-Type Activities:**

	<u>2024</u>	<u>2023</u>
Operating Revenues	\$ 6,324,092	\$5,731,079
Operating Expenses	<u>6,354,435</u>	<u>6,873,594</u>
Operating Income (Loss)	(30,343)	(1,142,515)
Nonoperating Income	<u>44,933</u>	<u>18,644</u>
Income Before Capital Contributions	14,590	(1,123,871)
Capital Contributions	<u>5,939,707</u>	<u>-</u>
Change in Net Position	<u>\$ 5,954,297</u>	<u>\$ (1,123,871)</u>

The business-type activities encompass the City's refuse and sewer system operations. Total operating revenues for these activities amounted to approximately \$6.3 million, while operating expenses were \$6.4 million, resulting in a net operating deficit of approximately \$30,000.

*Refuse*

The City of Placentia contracts with Republic Services to provide weekly waste collection services for residential, multi-family, and commercial properties. In fiscal year 2023-24, the refuse operation experienced an operating deficit of \$74,698, representing an increase of \$17,000 compared to the previous year. While operating revenues grew by 12.4%, this was offset by a 12.6% increase in operating expenses. The rise in expenses was primarily driven by higher disposal costs, which resulted from an increase in the number of residential units serviced.

*Sewer*

The City operates and maintains 84 miles of gravity sanitary sewer pipelines that serve the majority of parcels within the 6.6 square mile city limits. Operations, maintenance, and repair activities include sewer line cleaning, root removal, manhole maintenance and repair, sewer line video inspection, and sewer lateral maintenance, repair, and replacement.

In fiscal year 2023-24, the sewer system operation generated income of \$44,355, a significant improvement compared to a loss of \$1.1 million in the previous year. While there was minimal change in operating revenues, expenses related to a GASB 68 pension adjustment decreased between 2023 and 2024, allowing the sewer fund to recognize income in 2024. Additionally, the sewer fund received a \$5.9 million contribution from the General Fund for the construction of a TOD sewer line that was paid for using ARPA funds. The ARPA funds were initially deposited in the General Fund but transferred to the Sewer Fund after completion of the project to better account for accounting of sewer line work in the appropriate fund.

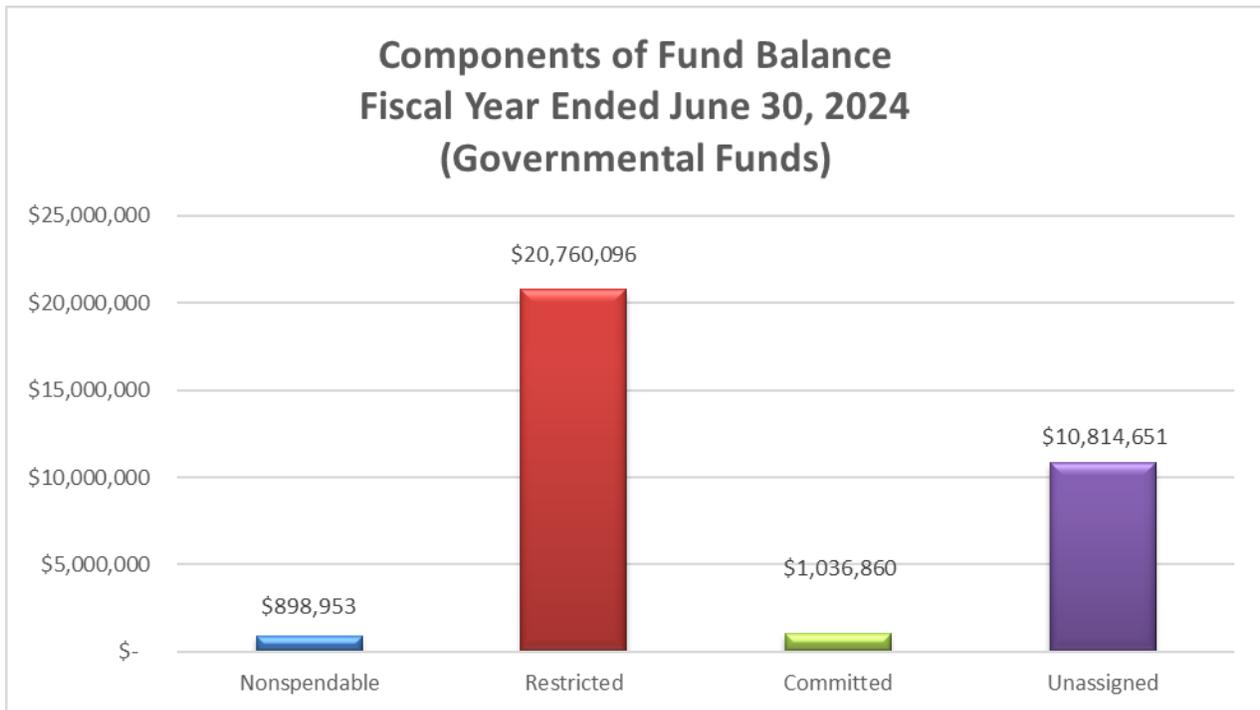
**CITY OF PLACENTIA  
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

**FINANCIAL ANALYSIS OF THE CITY’S MAJOR FUNDS**

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds**

The focus of the City’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. This information is valuable in assessing the City’s financing needs. In particular, the assigned and unassigned fund balances serve as key indicators of the government’s net resources available for spending at the end of the fiscal year. The unassigned fund balance represents the portion of the fund balance that has not been committed for a specific purpose by an external party, the City Council, or anyone authorized to allocate resources. As of the end of the current fiscal year, the City’s governmental funds reported a combined ending fund balance of \$33.5 million, reflecting a decrease of \$8.2 million compared to the prior year.



The total fund balance includes \$898,953 in non-spendable fund balance, which consists of long-term loans receivable, inventories of supplies, prepaid expenditures, and prepaid items. These resources cannot be used to finance operating expenditures.

The restricted fund balance of \$20.8 million represents resources that can only be spent for specific purposes due to constraints imposed either (1) externally by creditors (such as debt covenants), grantors, or laws and regulations of other governments, or (2) by law through constitutional provisions or enabling legislation. This reflects an approximate increase of \$2.4 million compared to the previous year, primarily due to an increase in cash held with a fiscal agent within the Public Financing Authority, resulting from the issuance of the 2023 Lease Revenue Bonds.

**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

The City Council, the City's highest level of decision-making authority, may commit fund balance for specific purposes pursuant to constraints imposed by formal actions taken, such as an ordinance or resolution. These committed amounts are classified as committed fund balance. As of June 30, 2024, the City has committed \$1.04 million from Measure U Funds for the continuation of infrastructure projects and other capital projects.

Assigned fund balance represents funds that are constrained by the City's intent to use them for specific purposes. As of June 30, 2024, the City had no assigned fund balance.

Unassigned fund balance represents the portion of the fund balance that does not fall into any of the other four fund balance categories and has no specific spending limitations. As of June 30, 2024, the unassigned fund balance for all governmental funds combined is \$10.8 million. This includes \$14.8 million in unassigned fund balance in the General Fund, offset by combined unassigned deficits totaling \$4 million across several funds, including the Navigation Center Fund, Miscellaneous Grants Fund, LMD 92-1 Fund, Housing and Community Development Fund, Gasoline Tax Fund, Sewer Construction Fund, City Capital Projects Fund, and the Sewer Construction Fund.

The governmental fund deficits were primarily due to unearned revenues, expenditures incurred in advance of reimbursements that were unavailable or not received by fiscal year-end, and negative fund balances carried over from the previous year, which were offset by positive net changes throughout the current fiscal year.

**General Fund:**

The General Fund is the primary operating fund of the City. As of June 30, 2024, the total fund balance of the General Fund was \$18.4 million, compared to \$26.7 million on June 30, 2023, reflecting a decrease of \$8.3 million. This change was primarily due to an increase in expenses.

***Revenue***

The General Fund is the primary operating fund of the City. As of June 30, 2024, the total fund balance of the General Fund was \$18.4 million, compared to \$26.7 million on June 30, 2023, reflecting a decrease of \$8.3 million. This change was primarily due to an increase in expenses.

***Expenditures***

General Fund expenditures as of June 30, 2024, amounted to \$69 million, up from \$57.7 million the previous year, representing an increase of \$11.3 million, or 19.64%. The increase in expenditures was primarily driven by higher capital outlays, public works costs, and public safety expenses. Capital outlay experienced the largest increase due to ongoing construction for the public safety building and continued infrastructure work. Public Works saw higher costs for salaries, department contract services, and professional services related to traffic signal maintenance. Public Safety's increased expenses were mainly due to higher salary costs.

**Public Safety**

Public safety expenditures increased by \$2.1 million, primarily due to higher salaries and benefits. This increase was driven by newly signed memorandums of understanding that included one-time payments to employees.

**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

Public Works

Public works expenditures saw a net increase of \$1.3 million, largely due to higher salaries and benefits. Additionally, the City contracted for plan check services to meet the engineering plan check demand for private development projects in a timely manner, which contributed to increased costs. A notable rise in the repair and maintenance of city vehicles and equipment also played a significant role in the overall increase in public works expenses.

Capital Outlay

Capital outlay increased by \$7.5 million, or 52.13%, compared to the prior year. This increase was primarily due to the construction of the public safety building, which saw more work completed than in the previous year.

**Proprietary Funds**

The City maintains proprietary funds for sewer maintenance and refuse operations. At the end of the fiscal year, the combined net position of these two funds totaled \$14.4 million, reflecting an increase of \$6 million. The sewer maintenance fund had a net position of \$14.2 million, of which \$12.5 million is invested in capital assets. A key factor in the increase in net position for the proprietary funds was the contribution of a sewer line from the General Fund to the Sewer Fund.

In fiscal year 2023-24, the Refuse Fund reported a positive net position of \$147,521, a decrease of \$64,901 compared to the previous year. While the Refuse Fund experienced an increase in revenue from sales and service charges, this was offset by higher landfill and contractor charges due to an increase in units serviced.

The combined internal service funds had a negative net position of \$1.3 million as of June 30, 2024, compared to a negative net position of \$1.4 million on June 30, 2023. The change in net position for 2024 was \$132,324, a significant decrease from the \$1.5 million change in net position in 2023. The lower change in net position was primarily due to an increase in claims and liability insurance premiums.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

During the year, adjustments were made to the estimated revenues and appropriations in the General Fund to more accurately reflect actual amounts received and expended. It is standard practice for the City to conduct a comprehensive analysis of estimated revenues and appropriations at the end of the first six months of the fiscal year. In accordance with City policy, any increases to the total General Fund appropriations for the year must be approved by the City Council.

The adopted General Fund budget for fiscal year 2023-24, including transfers from other funds, was nearly \$49.8 million. This budget was later increased through amendments totaling \$13.4 million, resulting in a final budget of \$63.2 million. Actual revenues for the year totaled \$59.7 million, with the largest negative budget variance of \$4.9 million occurring in Capital Projects Revenue. This variance is primarily due to a project being funded with bond proceeds, which are recorded on a reimbursement basis. Additionally, the City experienced a negative impact from sales tax revenues, as forecasts indicated a slowdown in spending, resulting in a \$1 million reduction from the adopted budget.

**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

The adopted General Fund expenditure budget for fiscal year 2023-24 was \$52.3 million. However, the City Council approved amendments that increased appropriations by \$19.7 million, resulting in a final amended budget of \$72.0 million. The largest increases were allocated to Capital Outlay, which includes improvements to the City's streets, fire station, parks, and the purchase of machinery and equipment. In fiscal year 2023-24, the City issued bonds and used fund balance to construct a new Public Safety building, which will house facilities for storing and processing evidence, provide a new Emergency Operations Center, and support a new Public Safety Communications Center.

During the fiscal year, the City experienced a significant increase in costs across various areas. In response, the City issued a stop spending order in April 2024, limiting purchases to essential items. Despite these measures, the increased costs led to a negative operating budget of approximately \$816,621. With the fund balance committed for the construction of the new Public Safety building, the City ended the fiscal year with an estimated reduction in fund balance of \$6.5 million.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

The City's capital assets, net of accumulated depreciation, for its governmental and business-type activities as of June 30, 2024, totaled \$147.9 million, marking an increase of approximately \$22.3 million, or 20.77%, from the prior year. Capital assets encompass land, buildings, infrastructure, and equipment.

Governmental activities saw an increase of \$17 million, net of accumulated depreciation. This growth was primarily driven by the completion of street network projects, such as previously uncanceled roadway rehabilitation projects, as well as the completion of improvements to the Transit Oriented Development (TOD) sewer project. Additionally, construction in progress (CIP) activity rose due to the ongoing construction of the public safety building, which has yet to be completed.

Total business-type capital assets, net of accumulated depreciation, also increased during the fiscal year, largely due to the contribution of a sewer line from the General Fund to the Sewer Fund. After accounting for depreciation, the net increase in capital assets for business-type activities was \$5.3 million.

**CAPITAL ASSETS**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 26,118,971	\$26,118,971	\$ -	\$ -	\$ 26,118,971	\$ 26,118,971
Land - Right of Way	1,008,822	1,008,822	-	-	1,008,822	1,008,822
Trees	3,196,564	3,114,540	-	-	3,196,564	3,114,540
Construction in Progress	26,554,604	24,107,558	-	-	26,554,604	24,107,558
Structures and Improvements	16,823,769	12,059,077	12,440,432	7,123,820	29,264,201	19,182,897
Right-to-Use Lease Land	228,303	380,505	-	-	228,303	380,505
Right-to-Use Lease Equipment	758,743	597,417	-	-	758,743	597,417
Subscription Assets	2,141,596	2,181,848	-	-	2,141,596	2,181,848
Equipment	6,568,336	6,961,004	30,187	42,403	6,598,523	7,003,407
Land Improvements	37,380	43,176	-	-	37,380	43,176
Infrastructure:						
Streets Network	41,221,385	31,203,613	-	-	41,221,385	31,203,613
Streets Appurtenances	8,598,144	8,498,752	-	-	8,598,144	8,498,752
Storm Drains	2,173,976	2,175,122	-	-	2,173,976	2,175,122
<b>Total</b>	<b>\$ 135,430,593</b>	<b>\$ 118,450,405</b>	<b>\$ 12,470,619</b>	<b>\$ 7,166,223</b>	<b>\$ 147,901,212</b>	<b>\$ 125,616,628</b>

For further detailed information see Note 5, Capital Assets.

**Debt Administration**

**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

As of June 30, 2024, the City's long-term debt totaled approximately \$99 million, reflecting an increase of \$6.2 million from the prior year. While there was a decrease in other post-employment liabilities and existing debt, the issuance of the 2023 lease revenue bond and the acquisition of Motorola equipment for the new public safety building offset these reductions.

**LONG-TERM LIABILITIES**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Radios Loan	\$ 362,479	\$515,597	\$ -	\$ -	\$ 362,479	\$ 515,597
Fire Lease #1 Loan	2,096,314	2,445,454	-	-	2,096,314	2,445,454
Fire Lease #2 Loan	1,098,741	1,281,976	-	-	1,098,741	1,281,976
Easement Loan	222,672	284,411	-	-	222,672	284,411
Vehicles Loan	96,530	124,631	-	-	96,530	124,631
OCTA Advance	714,982	1,144,278	-	-	714,982	1,144,278
Fire UAL Payoff Loan	344,932	714,261	-	-	344,932	714,261
Motorola Equipment	1,197,159	-	-	-	1,197,159	-
2002 Loan Payable (2003 COP)	1,331,266	1,752,697	-	-	1,331,266	1,752,697
2021 Installment Sale Agreement	2,293,000	2,651,000	-	-	2,293,000	2,651,000
2020A Lease Revenue Bond	48,530,000	50,390,000	-	-	48,530,000	50,390,000
2023 Lease Revenue Bond	9,190,000	-	-	-	9,190,000	-
Unamortized Bond Premium	352,179	-	-	-	352,179	-
Leases Payable	998,122	987,563	-	-	998,122	987,563
Subscription Liability	1,859,215	1,849,671	-	-	1,859,215	1,849,671
Claims Payable	3,820,916	4,051,344	-	-	3,820,916	4,051,344
Compensated Absences	2,928,780	2,511,619	31,632	45,575	2,960,412	2,557,194
Other Postemployment Benefit	13,621,646	17,803,729	377,671	511,032	13,999,317	18,314,761
Pension Liabilities	7,985,498	4,337,200	172,847	126,102	8,158,345	4,463,302
<b>Total</b>	<b>\$ 99,044,431</b>	<b>\$ 92,845,431</b>	<b>\$ 582,150</b>	<b>\$ 682,709</b>	<b>\$ 99,626,581</b>	<b>\$ 93,528,140</b>

For further detailed information see Note 6, Long-Term Liabilities.

**NEXT YEAR'S BUDGET, TAX RATES, AND FEE LEVELS**

The fiscal year 2024-25 General Fund operating budget was adopted with a projected deficit of \$495,811, driven by an estimated 4.1% reduction in revenue and a 12.2% increase in debt service costs.

General Fund revenues and transfers from other funds are currently estimated at \$49.5 million for fiscal year 2024-25, which is in line with the actual revenues for fiscal year 2023-24. The adopted fiscal year 2023-24 General Fund budget includes \$44.0 million in appropriations for expenditures (excluding CIP expenditures) and transfers to other funds. The City made efforts to limit any increases in expenditures to essential services or necessary contract increases.

Through this approach, the City was able to reduce expenditures by \$2.5 million compared to the fiscal year 2023-24 actuals. The approved staffing for fiscal year 2024-25 includes 200 full-time positions, 4 unfunded over-hires, and 76 elected and appointed personnel. As in previous years, contracts for services across all departments were carefully reviewed during budget development. In cases where contracts offered no potential cost savings or where a higher level of service could be provided for the same or lower cost, contract personnel were replaced by City employees.

**CITY OF PLACENTIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
YEAR ENDED JUNE 30, 2024**

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. If you have questions concerning any of the information provided in this report or need additional financial information, please contact the City's Finance Department at the City of Placentia, 401 East Chapman Avenue, Placentia, California 92870, call (714) 993-8237 or visit our website at [www.placentia.org](http://www.placentia.org).

## **BASIC FINANCIAL STATEMENTS**

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**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

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**CITY OF PLACENTIA  
STATEMENT OF NET POSITION  
JUNE 30, 2024**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Current Assets:			
Cash and Investments	\$ 26,259,171	\$ 2,719,521	\$ 28,978,692
Receivables, Net of Allowance:			
Accounts	3,820,864	173,517	3,994,381
Taxes	3,739,833	39,459	3,779,292
Grants	684,648	-	684,648
Interest	427,783	-	427,783
Loans	2,278,937	-	2,278,937
Leases	574,218	-	574,218
Prepaid Items	92,599	-	92,599
Inventory	21,542	-	21,542
Total Current Assets	<u>37,899,595</u>	<u>2,932,497</u>	<u>40,832,092</u>
Noncurrent Assets:			
Land Held for Resale	1,036,760	-	1,036,760
Leases Receivable	23,617,420	-	23,617,420
Restricted Assets:			
Cash and Investments with Fiscal Agent	7,896,413	-	7,896,413
Pension Stability Fund	1,643,582	-	1,643,582
Capital Assets - Nondepreciable	56,878,961	-	56,878,961
Capital Assets - Depreciable/Amortizable, Net	78,551,632	12,470,619	91,022,251
Total Noncurrent Assets	<u>169,624,768</u>	<u>12,470,619</u>	<u>182,095,387</u>
 Total Assets	 207,524,363	 15,403,116	 222,927,479
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Charges on Refunding	204,818	-	204,818
Deferred Outflows of Resources Related to Pensions	9,549,115	299,761	9,848,876
Deferred Outflows of Resources Related to OPEB	3,306,445	91,674	3,398,119
Total Deferred Outflows of Resources	<u>13,060,378</u>	<u>391,435</u>	<u>13,451,813</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF PLACENTIA**  
**STATEMENT OF NET POSITION (CONTINUED)**  
**JUNE 30, 2024**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	\$ 5,619,735	\$ 400,163	\$ 6,019,898
Accrued Payroll and Benefits	453,421	60,678	514,099
Deposits Payable	1,288,179	-	1,288,179
Retentions Payable	983,982	-	983,982
Accrued Interest Payable	404,671	-	404,671
Unearned Revenues	572,708	-	572,708
Long-Term Debt Due Within One Year	5,601,384	-	5,601,384
Claims Payable Due Within One Year	941,479	-	941,479
Compensated Absences Due Within One Year	139,066	1,395	140,461
Total Current Liabilities	<u>16,004,625</u>	<u>462,236</u>	<u>16,466,861</u>
Noncurrent Liabilities			
Long-Term Debt Due in More Than One Year	65,086,207	-	65,086,207
Claims Payable Due in More Than One Year	2,879,437	-	2,879,437
Compensated Absences Due in More Than One Year	2,789,714	30,237	2,819,951
Net OPEB Liability	13,621,646	377,671	13,999,317
Aggregate Net Pension Liabilities	7,985,498	172,847	8,158,345
Total Noncurrent Liabilities	<u>92,362,502</u>	<u>580,755</u>	<u>92,943,257</u>
Total Liabilities	108,367,127	1,042,991	109,410,118
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Leases Related	23,645,721	-	23,645,721
Deferred Pension - Related Items	2,655,776	61,067	2,716,843
Deferred OPEB - Related Items	11,716,147	324,841	12,040,988
Total Deferred Inflows of Resources	<u>38,017,644</u>	<u>385,908</u>	<u>38,403,552</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	114,776,612	12,470,619	127,247,231
Restricted for:			
Public Safety	1,685,245	-	1,685,245
Public Works	1,536,762	-	1,536,762
Community Development	4,818,640	-	4,818,640
Community Services	425,909	-	425,909
Debt Service	8,100,913	-	8,100,913
Transportation	617,869	-	617,869
Park Development	20,903	-	20,903
Street Maintenance	517,279	-	517,279
Air Quality	312,566	-	312,566
Affordable Housing	2,087,696	-	2,087,696
Pension Stability	1,643,582	-	1,643,582
Total Restricted	<u>21,767,364</u>	<u>-</u>	<u>21,767,364</u>
Unrestricted (Deficit)	<u>(62,344,006)</u>	<u>1,895,033</u>	<u>(60,448,973)</u>
Total Net Position	<u>\$ 74,199,970</u>	<u>\$ 14,365,652</u>	<u>\$ 88,565,622</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF PLACENTIA  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2024**

Functions/Programs	Program Revenues				Net Revenue (Expense) and Changes in Net Positions		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>PRIMARY GOVERNMENT</b>							
Governmental Activities:							
General Government	\$ 17,490,713	\$ 3,298,251	\$ 853,203	\$ -	\$ (13,339,259)	\$ -	\$ (13,339,259)
Public Safety	27,470,712	913,475	3,904,485	-	(22,652,752)	-	(22,652,752)
Public Works	10,729,394	855,554	4,365,953	1,938,279	(3,569,608)	-	(3,569,608)
Community Development	2,563,283	1,508,909	813,072	-	(241,302)	-	(241,302)
Community Services	4,253,514	496,738	-	-	(3,756,776)	-	(3,756,776)
Interest	2,959,601	-	-	-	(2,959,601)	-	(2,959,601)
Total Governmental Activities	65,467,217	7,072,927	9,936,713	1,938,279	(46,519,298)	-	(46,519,298)
Business-Type Activities:							
Refuse	4,887,578	4,812,880	-	-	-	(74,698)	(74,698)
Sewer Maintenance	1,466,857	1,511,212	-	-	-	44,355	44,355
Total Business-Type Activities	6,354,435	6,324,092	-	-	-	(30,343)	(30,343)
Total Primary Government	\$ 71,821,652	\$ 13,397,019	\$ 9,936,713	\$ 1,938,279	(46,519,298)	(30,343)	(46,549,641)
<b>GENERAL REVENUES</b>							
Taxes:							
Property Taxes					20,760,635	-	20,760,635
Sales Taxes					16,869,472	-	16,869,472
Utility Users Tax					3,048,378	-	3,048,378
Franchise Taxes					3,076,341	-	3,076,341
Transient Occupancy Taxes					1,761,962	-	1,761,962
Real Property Transfer Taxes					378,327	-	378,327
Other Taxes					6,098	-	6,098
Investment Earnings					1,900,697	44,933	1,945,630
Miscellaneous					281,897	-	281,897
Total General Revenues					48,083,807	44,933	48,128,740
<b>TRANSFERS</b>							
Transfers					(5,939,707)	5,939,707	-
<b>CHANGES IN NET POSITION</b>							
Net Position - Beginning of Year					78,575,168	8,411,355	86,986,523
<b>NET POSITION - END OF YEAR</b>							
					\$ 74,199,970	\$ 14,365,652	\$ 88,565,622

See accompanying Notes to Basic Financial Statements.

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## **FUND FINANCIAL STATEMENTS**

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**GOVERNMENTAL FUND FINANCIAL STATEMENTS**

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**CITY OF PLACENTIA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2024**

	Major Funds					Total
	General Fund	Citywide Development Impact Fee Special Revenue Fund	Placentia Regional Navigation Center Special Revenue Fund	Debt Service Fund	Other Governmental Funds	
<b>ASSETS</b>						
Cash and Investments	\$ 13,291,471	\$ 2,506,909	\$ -	\$ 180,241	\$ 7,808,317	\$ 23,786,938
Receivables:						
Accounts	855,457	-	1,842,872	-	1,090,416	3,788,745
Taxes	3,739,833	-	-	-	-	3,739,833
Grants	-	-	-	-	684,648	684,648
Accrued Interest	427,739	-	-	-	44	427,783
Loans and Notes	1,165,124	509,148	-	-	604,665	2,278,937
Leases	24,184,793	-	-	-	6,845	24,191,638
Prepaid Items	88,009	3,281	-	-	-	91,290
Due from Other Funds	3,427,498	-	-	-	-	3,427,498
Inventories	21,542	-	-	-	-	21,542
Land Held for Resale	-	-	-	-	1,036,760	1,036,760
Restricted Assets:						
Cash and Investments with Fiscal Agents	-	-	-	7,896,413	-	7,896,413
Pension Stability Fund	1,643,582	-	-	-	-	1,643,582
<b>Total Assets</b>	<b>\$ 48,845,048</b>	<b>\$ 3,019,338</b>	<b>\$ 1,842,872</b>	<b>\$ 8,076,654</b>	<b>\$ 11,231,695</b>	<b>\$ 73,015,607</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable	\$ 4,485,943	\$ 128,325	\$ 141,169	\$ -	\$ 798,094	\$ 5,553,531
Accrued Payroll and Benefits	394,510	-	14,661	-	27,446	436,617
Deposits Payable	1,163,011	-	-	-	125,168	1,288,179
Retentions Payable	755,116	2,803	-	-	226,063	983,982
Due to Other Funds	-	-	2,472,828	63,135	891,535	3,427,498
Unearned Revenue	11,000	-	-	-	561,708	572,708
<b>Total Liabilities</b>	<b>6,809,580</b>	<b>131,128</b>	<b>2,628,658</b>	<b>63,135</b>	<b>2,630,014</b>	<b>12,262,515</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Leases	23,635,480	-	-	-	10,241	23,645,721
Unavailable Revenues	28,215	509,148	1,842,872	-	1,216,576	3,596,811
<b>Total Deferred Inflows of     Resources</b>	<b>23,663,695</b>	<b>509,148</b>	<b>1,842,872</b>	<b>-</b>	<b>1,226,817</b>	<b>27,242,532</b>
<b>FUND BALANCES</b>						
Nonspendable	895,672	3,281	-	-	-	898,953
Restricted	1,643,582	2,375,781	-	8,013,519	8,727,214	20,760,096
Committed	1,036,860	-	-	-	-	1,036,860
Unassigned (Deficit)	14,795,659	-	(2,628,658)	-	(1,352,350)	10,814,651
<b>Total Fund Balances</b>	<b>18,371,773</b>	<b>2,379,062</b>	<b>(2,628,658)</b>	<b>8,013,519</b>	<b>7,374,864</b>	<b>33,510,560</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 48,845,048</b>	<b>\$ 3,019,338</b>	<b>\$ 1,842,872</b>	<b>\$ 8,076,654</b>	<b>\$ 11,231,695</b>	<b>\$ 73,015,607</b>

See accompanying Notes to Basic Financial Statements.

**CITY OF PLACENTIA**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE**  
**GOVERNMENT-WIDE STATEMENT OF NET POSITION**  
**JUNE 30, 2024**

Total Fund Balances - Governmental Funds	\$	33,510,560
<p>Amounts reported for governmental activities in the statement of net position were reported differently because:</p>		
<p>Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the governmental funds balance sheet.</p>		
Nondepreciable		56,878,961
Depreciable and Amortizable		78,454,091
		135,333,052
<p>The loss incurred by the City resulting from the refunding of long-term liabilities are recorded as deferred outflows of resources and amortized over the remaining service life, equal to the lesser of the remaining bond-years on the refunded debt or the bond years on the refunding debt.</p>		
		204,818
<p>Revenue reported as unavailable revenue in the governmental funds when it is not received soon enough after year-end to be considered available. The availability criteria does not apply to the government-wide financial statements and, therefore, the revenue is recognized when eligibility requirements are met and earned.</p>		
		3,596,811
<p>Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in the governmental funds.</p>		
		(404,671)
<p>Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net position:</p>		
Financed Purchases		(3,876,736)
OCTA Advance		(714,982)
Compensated Absences		(2,928,780)
Loans Payable		(5,166,357)
Bonds Payable		(58,072,179)
Leases Payable		(998,122)
Subscription Liability		(1,859,215)
		(73,616,371)
<p>Net pension liabilities and the related deferred outflows of resources and deferred inflows of resources are not due and payable in the current period or not available for current expenditures and are not reported in the governmental fund financial statements:</p>		
Pension Related Deferred Outflows of Resources		9,549,115
Aggregate Net Pension Liabilities		(7,985,498)
Pension Related Deferred Inflows of Resources		(2,655,776)
<p>Net OPEB liabilities and the related deferred outflows of resources and deferred inflows of resources are not due and payable in the current period or not available for current expenditures and are not reported in the governmental fund financial statements:</p>		
OPEB Related Deferred Outflows of Resources		3,306,445
Net OPEB Liability		(13,621,646)
OPEB Related Deferred Inflows of Resources		(11,716,147)
<p>Internal Service Funds were used by management to charge the costs of certain activities, such as insurance and equipment replacement to individual funds. The assets and liabilities of the Internal Service Funds were included in the governmental activities in the government-wide statement of net position.</p>		
		(1,300,722)
Net Position of Governmental Activities as Reported on the Statement of Net Position	\$	74,199,970

See accompanying Notes to Basic Financial Statements.

**CITY OF PLACENTIA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2024**

	Major Funds					Total
	General Fund	Citywide Development Impact Fee Special Revenue Fund	Placentia Regional Navigation Center Special Revenue Fund	Debt Service Fund	Other Governmental Funds	
<b>REVENUES</b>						
Taxes	\$ 45,847,060	\$ -	\$ -	\$ -	\$ -	\$ 45,847,060
Intergovernmental	2,717,309	-	1,287,053	-	5,699,320	9,703,682
Licenses and Permits	2,535,885	-	-	-	-	2,535,885
Fines and Forfeitures	548,960	-	-	-	90,578	639,538
Investment Earnings	1,175,860	72,851	-	479,186	172,600	1,900,497
Charges for Services	1,441,304	-	-	-	1,004,300	2,445,604
Leases and Rents	1,677,641	-	-	-	4,126	1,681,767
Contributions	-	355,903	-	-	-	355,903
Miscellaneous	1,125,980	2,785	-	-	207,331	1,336,096
Total Revenues	<u>57,069,999</u>	<u>431,539</u>	<u>1,287,053</u>	<u>479,186</u>	<u>7,178,255</u>	<u>66,446,032</u>
<b>EXPENDITURES</b>						
Current:						
General Government	15,336,829	-	-	2,499	153,962	15,493,290
Public Safety	18,491,792	95,820	2,126,486	-	319,783	21,033,881
Public Works	5,350,268	-	-	-	1,384,312	6,734,580
Community Development	1,809,970	-	-	-	638,415	2,448,385
Community Services	3,431,853	-	-	-	8,915	3,440,768
Capital Outlay	22,021,540	2,431,563	153,300	-	4,635,910	29,242,313
Debt Service:						
Principal Retirement	2,366,341	-	-	1,860,000	787,296	5,013,637
Interest and Fiscal Charges	231,958	-	-	2,459,972	92,685	2,784,615
Total Expenditures	<u>69,040,551</u>	<u>2,527,383</u>	<u>2,279,786</u>	<u>4,322,471</u>	<u>8,021,278</u>	<u>86,191,469</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	(11,970,552)	(2,095,844)	(992,733)	(3,843,285)	(843,023)	(19,745,437)
<b>OTHER FINANCING SOURCES (USES)</b>						
Issuance of Debt	2,017,510	-	-	9,190,000	-	11,207,510
Bond Premium	-	-	-	352,179	-	352,179
Payment to Refunding Bond Escrow Agent	-	-	-	-	-	-
Transfers In	6,108,943	-	-	4,083,700	816,934	11,009,577
Transfers Out	(4,496,884)	-	-	(5,922,784)	(589,909)	(11,009,577)
Total Other Financing Sources (Uses)	<u>3,629,569</u>	<u>-</u>	<u>-</u>	<u>7,703,095</u>	<u>227,025</u>	<u>11,559,689</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(8,340,983)</u>	<u>(2,095,844)</u>	<u>(992,733)</u>	<u>3,859,810</u>	<u>(615,998)</u>	<u>(8,185,748)</u>
Fund Balance - Beginning, as Originally Reported	26,712,756	4,474,906	-	4,153,709	6,354,937	41,696,308
Change Within Financial Reporting Entity (Nonmajor to Major Fund)	-	-	(1,635,925)	-	1,635,925	-
Fund Balance - Beginning, as Adjusted	<u>26,712,756</u>	<u>4,474,906</u>	<u>(1,635,925)</u>	<u>4,153,709</u>	<u>7,990,862</u>	<u>41,696,308</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 18,371,773</u>	<u>\$ 2,379,062</u>	<u>\$ (2,628,658)</u>	<u>\$ 8,013,519</u>	<u>\$ 7,374,864</u>	<u>\$ 33,510,560</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF PLACENTIA**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE**  
**GOVERNMENT-WIDE STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2024**

Net Change in Fund Balances - Total Governmental Funds	\$	(8,185,748)
Governmental activities in the Statement of Activities were reported differently because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.		
Capital Outlay		29,310,625
Depreciation and Amortization		(6,236,943)
Net Effect on Disposal of Capital Assets		(251,328)
Contribution of Asset to the Sewer Fund		(5,939,707)
		16,882,647
Amortization of the deferred charges on refunding is recognized as interest expense in the statement of activities.		
		(50,358)
Net change in revenues that was considered unavailable in the governmental funds. These items have been reported as revenue in the statement of activities.		
		527,782
Proceeds from the issuance of long-term debt is not a revenue in the statement of activities, but is reported as a liability on the government-wide statement of net position.		
		(11,559,689)
Principal repayment on long-term debt is not an expense in the statement of activities, but is considered an expenditure in governmental funds.		
Long-Term Debt		3,439,679
Financed Purchases		1,144,662
OCTA Advance		429,296
		5,013,637
Interest accrued on long-term debt is reported in the Statement of Activities, but does not require the use of current financial resources. Therefore, accrued interest is not reported as an expenditure in governmental funds. This amount represents the change in accrued interest from the prior year.		
		(174,986)
Compensated absences were reported in the government-wide statement of activities, but they did not require the use of current financial resources. Therefore, compensated absences were not reported as expenditures in the governmental funds.		
		(417,161)
Certain OPEB 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.		
		2,371,863
Certain pension 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.		
		(8,915,509)
Internal Service Funds are used by management to charge the costs of certain activities, such as insurance and equipment replacement, to individual funds. The net revenue of the Internal Service Funds is reported in governmental activities.		
		132,324
Change in Net Position of Governmental Activities as Reported in the Statement of Activities	\$	(4,375,198)

See accompanying Notes to Basic Financial Statements.

**PROPRIETARY FUND FINANCIAL STATEMENTS**

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**CITY OF PLACENTIA  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2024**

	Major Enterprise Funds		Business-Type Activities	Governmental Activities
	Refuse	Sewer Maintenance	Total	Internal Service Funds
<b>ASSETS</b>				
Current Assets:				
Cash and Investments	\$ 728,193	\$ 1,991,328	\$ 2,719,521	\$ 2,472,233
Receivables:				
Accounts	28,857	144,660	173,517	32,119
Taxes	39,459	-	39,459	-
Prepays	-	-	-	1,309
Total Current Assets	796,509	2,135,988	2,932,497	2,505,661
Noncurrent Assets:				
Capital Assets, Net of Accumulated Depreciation	-	12,470,619	12,470,619	97,541
Total Noncurrent Assets	-	12,470,619	12,470,619	97,541
Total Assets	796,509	14,606,607	15,403,116	2,603,202
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred Outflows of Resources Related to Pensions	122,608	177,153	299,761	-
Deferred Outflows of Resources Related to OPEB	38,598	53,076	91,674	-
Total Deferred Outflows of Resources	161,206	230,229	391,435	-
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts Payable	381,799	18,364	400,163	66,204
Accrued Payroll and Benefits	24,620	36,058	60,678	16,804
Compensated Absences - Due Within One Year	543	852	1,395	-
Claims And Judgments - Due Within One Year	-	-	-	941,479
Total Current Liabilities	406,962	55,274	462,236	1,024,487
Noncurrent Liabilities:				
Compensated Absences - Due in More Than One Year	11,774	18,463	30,237	-
Claims And Judgments - Due in More Than One Year	-	-	-	2,879,437
Total OPEB Liability	159,013	218,658	377,671	-
Aggregate Net Pension Liabilities	70,698	102,149	172,847	-
Total Noncurrent Liabilities	241,485	339,270	580,755	2,879,437
Total Liabilities	648,447	394,544	1,042,991	3,903,924
<b>DEFERRED INFLOW OF RESOURCES</b>				
Deferred Inflows of Resources Related to Pensions	24,977	36,090	61,067	-
Deferred Inflows of Resources Related to OPEB	136,770	188,071	324,841	-
Total Deferred Inflows of Resources	161,747	224,161	385,908	-
<b>NET POSITION</b>				
Investment in Capital Assets	-	12,470,619	12,470,619	97,541
Unrestricted (Deficit)	147,521	1,747,512	1,895,033	(1,398,263)
Total Net Position	\$ 147,521	\$ 14,218,131	\$ 14,365,652	\$ (1,300,722)

See accompanying Notes to Basic Financial Statements.

**CITY OF PLACENTIA**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**YEAR ENDED JUNE 30, 2024**

	Business-Type Activities			Governmental
	Refuse	Sewer		Internal
		Maintenance	Total	
<b>OPERATING REVENUES</b>				
Reimbursements	\$ 40,147	\$ -	\$ 40,147	\$ 663,454
Sales and Service Charges	4,772,733	1,511,212	6,283,945	3,346,549
Other Revenues	-	-	-	95,488
Total Operating Revenues	<u>4,812,880</u>	<u>1,511,212</u>	<u>6,324,092</u>	<u>4,105,491</u>
<b>OPERATING EXPENSES</b>				
Administration	643,896	341,784	985,680	240,666
Reinsurance Premiums	-	-	-	187,603
Claims	-	-	-	815,101
Medical and Dental Premiums	-	-	-	990,260
Liability Insurance Premiums	-	-	-	1,757,073
Maintenance	-	489,762	489,762	-
Landfill and Contractor Charges	4,243,682	-	4,243,682	-
Depreciation Expense	-	635,311	635,311	40,376
Total Operating Expenses	<u>4,887,578</u>	<u>1,466,857</u>	<u>6,354,435</u>	<u>4,031,079</u>
<b>OPERATING INCOME (LOSS)</b>	(74,698)	44,355	(30,343)	74,412
<b>NONOPERATING INCOME (LOSS)</b>				
Investment Earnings	9,797	35,136	44,933	-
Gain on Disposal of Capital Assets	-	-	-	57,912
Total Nonoperating Income	<u>9,797</u>	<u>35,136</u>	<u>44,933</u>	<u>57,912</u>
<b>NET INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS</b>	(64,901)	79,491	14,590	132,324
Capital Contributions	-	5,939,707	5,939,707	-
<b>CHANGES IN NET POSITION</b>	(64,901)	6,019,198	5,954,297	132,324
Net Position - Beginning of Year	<u>212,422</u>	<u>8,198,933</u>	<u>8,411,355</u>	<u>(1,433,046)</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 147,521</u>	<u>\$ 14,218,131</u>	<u>\$ 14,365,652</u>	<u>\$ (1,300,722)</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF PLACENTIA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2024**

	Business-Type Activities			Governmental Activities
	Refuse	Sewer	Total	Internal Service
		Maintenance		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash Received from Customers and Users	\$ 4,808,699	\$ 1,516,569	\$ 6,325,268	\$ 4,073,482
Cash Paid to Suppliers for Goods and Services	(4,217,164)	(487,026)	(4,704,190)	(3,365,298)
Cash Paid to Employees for Services	(532,845)	(192,223)	(725,068)	-
Cash Paid for Insurance Claims	-	-	-	(815,101)
Net Cash Provided (Used) by Operating Activities	<u>58,690</u>	<u>837,320</u>	<u>896,010</u>	<u>(106,917)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Payment Made on Interfund Borrowing	-	-	-	(38,322)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(38,322)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from Sale of Capital Assets	-	-	-	57,912
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>57,912</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest Received	9,797	35,136	44,933	-
Net Cash Provided (Used) by Investing Activities	<u>9,797</u>	<u>35,136</u>	<u>44,933</u>	<u>-</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	68,487	872,456	940,943	(87,327)
Cash and Cash Equivalents - Beginning of Year	<u>659,706</u>	<u>1,118,872</u>	<u>1,778,578</u>	<u>2,697,477</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 728,193</u>	<u>\$ 1,991,328</u>	<u>\$ 2,719,521</u>	<u>\$ 2,610,150</u>
<b>CASH AND CASH EQUIVALENTS</b>				
Cash and Investments	<u>\$ 728,193</u>	<u>\$ 1,991,328</u>	<u>\$ 2,719,521</u>	<u>\$ 2,472,233</u>
Total Cash and Cash Equivalents	<u>\$ 728,193</u>	<u>\$ 1,991,328</u>	<u>\$ 2,719,521</u>	<u>\$ 2,472,233</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF PLACENTIA  
STATEMENT OF CASH FLOWS (CONTINUED)  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2024**

	Business-Type Activities			Governmental
	Sewer			Internal
	Refuse	Maintenance	Total	Service
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BR OPERATING ACTIVITIES</b>				
Operating Income (Loss)	\$ (74,698)	\$ 44,355	\$ (30,343)	\$ 74,412
Adjustments to Reconcile Operating (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	-	635,311	635,311	40,376
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivables	(2,963)	5,357	2,394	(32,010)
(Increase) Decrease in Taxes Receivables	(1,218)	-	(1,218)	-
(Increase) Decrease in Prepaids	-	-	-	57,198
(Increase) Decrease in Deferred Outflows of Resources Related to Pension	82,473	136,535	219,008	-
(Increase) Decrease in Deferred Outflows of Resources Related to OPEB	26,797	41,019	67,816	-
Increase (Decrease) in Accounts Payable	26,518	2,736	29,254	(33,264)
Increase (Decrease) in Accrued Liabilities	17,776	22,617	40,393	16,799
Increase (Decrease) in Compensated Absences	(3,799)	(10,144)	(13,943)	-
Increase (Decrease) in Claims Payable	-	-	-	(230,428)
Increase (Decrease) in Net Pension Liabilities	20,846	25,899	46,745	-
Increase (Decrease) in Net OPEB Liabilities	(50,523)	(82,838)	(133,361)	-
Increase (Decrease) in Deferred Inflows of Resources Related to Pension	23,777	34,256	58,033	-
Increase (Decrease) in Deferred Inflows of Resources Related to OPEB	(6,296)	(17,783)	(24,079)	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 58,690</u>	<u>\$ 837,320</u>	<u>\$ 896,010</u>	<u>\$ (106,917)</u>

See accompanying Notes to Basic Financial Statements.

**FIDUCIARY FUND FINANCIAL STATEMENTS**

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**CITY OF PLACENTIA  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
JUNE 30, 2024**

	RDA Successor Agency	Custodial Funds
<b>ASSETS</b>		
Pooled Cash and Investments	\$ 646,146	\$ 414,293
Receivables:		
Miscellaneous	-	1,453
Restricted Assets:		
Cash and Investments with Fiscal Agents	707,003	-
Total Assets	1,353,149	415,746
<b>LIABILITIES</b>		
Accounts Payable	1,419	241
Accrued Liability	11,419	14
Accrued Interest	136,938	-
Long-Term Liabilities:		
Due in One Year	1,074,003	-
Due in More Than One Year	8,511,214	-
Total Liabilities	9,734,993	255
<b>NET POSITION (DEFICIT)</b>		
Restricted for Individuals, Organizations, and Other Governments	(8,381,844)	415,491
Total Net Position (Deficit)	\$ (8,381,844)	\$ 415,491

See accompanying Notes to Basic Financial Statements.

**CITY OF PLACENTIA  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
YEAR ENDED JUNE 30, 2024**

	RDA Successor Agency	Custodial Funds
<b>ADDITIONS</b>		
Property Taxes	\$ 1,415,353	\$ -
Charges for Services	-	219,017
Investment Earnings	17,449	6,453
Total Additions	1,432,802	225,470
<b>DEDUCTIONS</b>		
Program Costs	31,714	-
Administrative Expenses	95,974	-
Interest Expense	326,904	-
Administrative Expenses	-	8,440
Total Deductions	454,592	8,440
<b>CHANGE IN NET POSITION</b>	978,210	217,030
Net Position (Deficit) - Beginning of Year	(9,360,054)	198,461
<b>NET POSITION (DEFICIT) - END OF YEAR</b>	\$ (8,381,844)	\$ 415,491

See accompanying Notes to Basic Financial Statements.

**NOTES TO BASIC FINANCIAL STATEMENTS**

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**CITY OF PLACENTIA  
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JUNE 30, 2024**

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**CITY OF PLACENTIA**  
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**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The basic financial statements of the City of Placentia, California, (the City) have been prepared in conformity with accounting principles generally accepted in the United States (U.S. GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the City's significant policies:

**A. Financial Reporting Entity**

The City was incorporated on December 2, 1926, under the General Laws of the state of California. The City operates under a Council-Administrator form of government and under provisions of a City Charter adopted on June 29, 1965.

In evaluating how to define the City for financial reporting purposes, management has considered all potential component units. The primary criteria for including a potential component unit within the reporting entity are the governing body's financial accountability and a financial benefit or burden relationship and whether it is misleading to exclude. A primary government is financially accountable and shares a financial benefit or burden relationship, if it appoints a voting majority of an organization's governing body and it is able to impose its will on the organization, or if there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the primary government. A primary government may also be financially accountable if an organization is fiscally dependent on the primary government regardless of whether the organization has a separately elected governing board, a governing board appointed by a higher level of government, or a jointly appointed board, and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government.

Blended Component Units

Management determined that the following entities should be reported as blended component units based on the criteria above. Although the following is legally separate from the City, it has been "blended" as though it is part of the City because the component unit's governing body is substantially the same as the City's and there is a financial benefit or burden relationship between the City and the component unit; management of the City has operational responsibilities for the component unit; and/or the component unit provides services entirely, or almost entirely, to the City or otherwise exclusively, or almost exclusively, benefits the City, even though it does not provide services directly to it.

*The Placentia Public Financing Authority* – The Placentia Public Financing Authority (the Authority) was formed in 1996 to issue Tax Revenue Bonds. The proceeds of the debt were used to refund the existing Mello-Roos Community Facilities District 89-1 bonds, originally issued in September 1996. The Authority is governed by a five-member board that is the City Council of the City. Separate financial statements are not prepared.

**CITY OF PLACENTIA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**A. Financial Reporting Entity (Continued)**

Blended Component Units (Continued)

*Placentia Enhanced Infrastructure Financing District* – The Placentia Enhanced Infrastructure Financing District (EIFD) was formed in September 2019 in partnership with the County of Orange near the City’s future Metrolink Station including the Old Town Placentia area and Transit Oriented Development Packing House District. The purpose of this district is to create a funding mechanism that can facilitate the construction of public infrastructure improvements in this area.

**B. Basis of Accounting and Measurement Focus**

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance or net position, revenues and expenditures or expenses, as appropriate. City 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.

The statement of net position reports separate sections for Deferred Outflows of Resources, and Deferred Inflows of Resources, when applicable.

*Deferred Outflows of Resources* – represent a consumption of net assets that applies to future periods, therefore, will not be recognized as an expense until that time.

*Deferred Inflows of Resources* – represent an acquisition of net assets that applies to future periods, therefore, are not recognized as revenue until that time.

Government-Wide Financial Statements

The government-wide financial statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the City’s assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying statement of net position. The statement of activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. Fiduciary activities of the City are not included in these statements.

Certain types of transactions are reported as program revenues for the City in three categories: charges for services, operating grants and contributions, and capital grants and contributions.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Basis of Accounting and Measurement Focus (Continued)**

Governmental Fund Financial Statements

All governmental funds are accounted for on a spending, or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets, 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 (revenue and other financing sources) and decreases (expenditures and other financing uses) in fund balances. 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 those revenues subject to accrual (generally 60 days after year-end) which are recognized when due. The primary revenue sources that have been treated as susceptible to accrual by the City are property taxes, intergovernmental revenues, and other taxes. Business license fees are recorded as received, except at year-end when they are accrued pursuant to the modified accrual basis of accounting. The City recognizes business license revenue collected within 60 days as revenue at June 30. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Reconciliations of the fund financial statements to the government-wide financial statements are provided to explain the differences.

The City reports the following major Governmental Funds:

**General Fund**

The General Fund is the City’s principal operating fund. It accounts for all revenues and expenditures used to finance the traditional services associated with a municipal government except those required to be accounted for in another fund.

**Citywide Development Impact Fee Special Revenue Fund**

This fund is used to account for the receipts and expenditures of new development impact on the City’s sewer collection system in the City’s Transit.

**Placentia Regional Navigation Center Special Revenue Fund**

This fund is used to account for the receipts and expenditures related to the construction and operation of the Placentia Regional Navigation Center. Revenues include the Homeless Emergency Aid Program (HEAP) Grant and SB2 funds. Future revenue sources will include reimbursements from the North Orange County Cities.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Basis of Accounting and Measurement Focus (Continued)**

Governmental Fund Financial Statements (Continued)

**Debt Service Fund**

This fund is used to account for the debt service related to the governmental activities of the City.

Proprietary Fund Financial Statements

Proprietary Fund Financial Statements include a statement of net position, a statement of revenues, expenses, and changes in net position, and a statement of cash flows for each major Proprietary Fund.

A separate column representing internal service funds is also presented in these statements. However, internal service balances and activities have been combined with the governmental activities in the Government-Wide Financial Statements. The City's internal service funds include four individual funds that provide services directly to other City funds. These services include risk management, health and welfare, and equipment replacement.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the statement of net position. The statement of revenues, expenses, and changes in fund net position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. In these funds, receivables have been recorded as revenue and provisions have been made for uncollectible amounts.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as nonoperating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as nonoperating expenses.

The City reports the following major Proprietary Funds:

**Refuse Fund**

This fund is used to account for the provision of refuse services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to administration, operation, acquisition of equipment, and related debt service.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Basis of Accounting and Measurement Focus (Continued)**

Proprietary Fund Financial Statements (Continued)

**Sewer Maintenance Fund**

This fund is used to account for the operations and maintenance of the sewer lines located in the City's sewer system, including administration and capital improvements. Fees are computed from water consumption amounts provided by local water companies. All residents and businesses connected to the City's sewer system are placed in billing categories based on a percentage of water consumption that is returned to the City's sewer system.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a statement of net position and a statement of changes in fiduciary net position. The City's fiduciary funds represent custodial funds and private purpose trust funds. Both custodial funds and the private purpose trust funds are accounted for on the full accrual basis of accounting.

The City reports the following fiduciary funds:

**Private-Purpose Trust Fund**

This fund is used to account for the balances and transactions of the Successor Agency to the former Placentia Redevelopment Agency.

**Custodial Funds**

These funds account for resources held by the City in a custodial capacity as an agent for individuals, private organizations, other governments, and/or other funds.

**C. Implementation of New Accounting Pronouncement**

*Accounting Changes and Error Corrections – An Amendment to GASB Statement No. 62* defines accounting changes as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. The Statement prescribes the accounting and financial reporting for each type of accounting change and for error corrections. See Note 14 for further information on how the implementation of GASB Statement No. 100 had an effect on the City's financial statements.

**D. Cash and Investments**

The City's cash and cash equivalents are comprised of cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. All cash and investments of proprietary funds are held in the City's investment pool. These cash pools have the general characteristics of a demand deposit account, therefore, all cash and investments in the proprietary funds are considered cash and cash equivalents for statement of cash flows purposes.

Investments are stated at fair value (quoted market price or best available estimate thereof).

**CITY OF PLACENTIA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**E. Fair Value Measurement**

U.S. GAAP defines fair value, establishes a framework for measuring fair value, and establishes disclosures about fair value measurement. Investments, unless otherwise specified, recorded at fair value in the financial statements, are categorized based upon the level of judgment associated with the inputs used to measure their fair value.

The three levels of the fair value measurement hierarchy are described below:

*Level 1* – Inputs are unadjusted, quoted prices for identical assets or liabilities in active markets at the measurement date.

*Level 2* – Inputs, other than quoted prices included in Level 1, that are observable for the assets or liabilities through corroboration with market data at the measurement date.

*Level 3* – Unobservable inputs that reflect management's best estimate of what market participants would use in pricing the assets or liabilities at the measurement date.

**F. Property Taxes Receivable**

Property tax revenue is recognized in the fiscal year for which the taxes have been levied providing they become available. Available means due, or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter (not to exceed 60 days) to be used to pay liabilities in the current period.

Under California law, property taxes are assessed and collected by the counties at up to 1% of assessed value, plus other increases approved by the voters. The property taxes go into a pool and are then allocated to the cities based on complex formulas. The County of Orange collects property taxes for the City. Tax liens attach annually as of 12:01 a.m. on the first day of January preceding the fiscal year for which the taxes are levied. Taxes are levied on July 1 and cover the fiscal period July 1 to June 30. All secured personal property taxes and one-half of the taxes on real property are due November 1; the second installment is due February 1. All taxes are delinquent, if unpaid, on December 10 and April 10, respectively. Unsecured personal property taxes become due on March 1 each year, and are delinquent, if unpaid, on August 31.

**G. Prepaid Items**

Prepaid items are payments made to vendors for services that will benefit periods beyond the fiscal year ended using purchase method.

**CITY OF PLACENTIA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**H. Inventories**

Inventories within the various fund types consist of materials and supplies which are valued at cost on a weighted average basis. Reported expenditures reflect the consumption method of recognizing inventory-related expenditures.

**I. Capital Assets**

In the government-wide financial statements, capital assets, which include land, buildings, improvements, equipment, furniture, infrastructure (e.g., roads, sidewalks, and similar items), and right-to-use leased assets, are recorded at historical cost or estimated historical if purchased or constructed. Donated capital assets are valued at their estimated acquisition value on the date donated. City policy has set the capitalization threshold for reporting capital assets with an initial, individual cost of more than \$2,500 and an estimated useful life of one year or more.

The City defines infrastructure as the basic physical assets that allow the City to function. The assets include street network, street appurtenances, and storm drains.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

Land, right-of-way, tree infrastructure, and construction in progress are not depreciated. Other capital assets used in operations are depreciated/amortized over their estimated useful lives using the straight-line method. The estimated useful lives used for depreciation/amortization purposes are as follows:

Structures and Improvements	5 to 50 Years
Civic Center Structures and Improvements	50 Years
Automotive Equipment	2 to 10 Years
Computer Equipment	3 Years
Other Equipment	5 Years
Infrastructure:	
Roadways	35 Years
Street Appurtenances	10 to 50 Years
Wastewater	50 to 60 Years
Storm Drains	50 Years

Lease assets and SBITAs are amortized using the straight-line method over the shorter of the agreement term or the useful life of the underlying asset.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**J. Leases**

Lessee

The City is a lessee for noncancellable leases of land and improvements and equipment. The City recognizes a lease liability and an intangible right-to-use asset (lease asset) in the governmental activities in the government-wide statement of net position. At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

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

Lessor

The City is a lessor for a noncancellable leases of land, buildings and improvements. The City recognizes a lease receivable and a deferred inflow of resources in the statement of net position and in the governmental fund balance sheet. At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

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

**K. Subscription-Based Information Technology Arrangements (SBITAs)**

The City recognizes a SBITA liability and a SBITA asset at the commencement of the SBITA term, unless the SBITA is a short-term contract, or it transfers ownership of the underlying asset. The SBITA liability is measured at the present value of payments expected to be made during the contract term (less any incentives). The SBITA asset is measured at the amount of the initial measurement of the SBITA liability, plus any payments made to the vendor at or before the commencement of the contract term and certain direct costs.

**CITY OF PLACENTIA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**L. Unearned and Unavailable Revenue**

In the government-wide financial statements, unearned revenue is recognized for transactions for which revenue has not yet been earned. Typical transactions recorded as unearned revenues in the government-wide financial statements are prepaid charges for services and facility rentals paid in advance.

In the fund financial statements, unearned and unavailable revenue is recorded when transactions have not yet met the revenue recognition criteria based on the modified accrual basis of accounting. The City records unearned revenue for transactions for which revenues have not been earned, and unavailable revenue when funds are not available to meet current financial obligations in accordance with GASB Statement No. 65. Typical transactions for which unearned or unavailable revenue is recorded are grant receivables, grant award advances, quarterly encroachment fees, and advance registration for recreation classes which were not yet earned.

**M. Compensated Absences Payable**

City employees have vested interest in varying levels of vacation, sick leave, and compensatory time based on their length of employment. It is the policy of the City to pay all accumulated vacation pay and all or a portion of sick pay when an employee retires or terminates. The long-term amount is included as a liability in the governmental activities of the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The General Fund is typically used to liquidate compensated absences. In proprietary funds, compensated absences are expensed to the various funds in the period they are earned, and such fund's share of the unpaid liability is recorded as a long-term liability of the fund.

**N. Claims Payable**

The City records a liability to reflect an actuarial estimate of ultimate uninsured losses for both general liability claims (including property damage claims) and workers' compensation claims. The estimated liability for workers' compensation claims and general liability claims includes "incurred but not reported" (IBNR) claims. There is no fixed payment schedule to pay these liabilities.

**O. Pensions**

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office and are in accordance with the implementation of GASB Statement No, 68. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained at CalPERS's website under Forms and Publications.

**CITY OF PLACENTIA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**P. Other Postemployment Benefits (OPEB)**

For purposes of measuring the liability, deferred outflows of resources and deferred inflows of resources, and expense associated with the City's plan, have been determined by an independent actuary in accordance with GASB Statement No. 75.

**Q. Long-Term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as Liabilities in the 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.

**R. Net Position**

In the government-wide financial statements and proprietary fund financial statements, net position is classified as follows:

*Net Investment in Capital Assets* – This component of net position consists of capital assets, net of accumulated depreciation/amortization, related debt, and deferred outflows of resources.

*Restricted* – This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

*Unrestricted* – This component of net position is the amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

**S. Fund Balances**

In the governmental fund financial statements, fund balances are classified as follows:

*Nonspendable Fund Balance* – These amounts cannot be spent because they are not in a spendable form, such as loans receivable or inventory, or because resources legally or contractually must remain intact.

*Restricted Fund Balance* – These are the portion of fund balance that have externally enforceable limitations on their usage through legislation or limitations imposed by creditors, grantor, laws, and regulations of other governments or enabling legislation.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**S. Fund Balances (Continued)**

*Committed Fund Balance* – These have self-imposed limitations by the highest level of decision-making authority, namely the City Council, prior to the end of the reporting period. City Council adoption of a resolution is required to commit resources or to rescind the commitment.

*Assigned Fund Balance* – These have limitations imposed by management based on the intended use of the funds. Modifications or rescissions of the constraints can be removed by the same type of action that limited the use of the funds. Assignment of resources can be done by the highest level of decision making or by a committee or official designated for that purpose. The City Council has authorized the Finance Director for that purpose.

*Unassigned Fund Balance* – These represent the residual net resources in excess of the other classifications. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

**T. Spending Policy**

Government-Wide Financial Statements and the Proprietary Fund Financial Statements

When expenses are incurred for purposes for which both restricted and unrestricted components of net position are available, the City's policy is to apply the restricted component of net position first, then the unrestricted component of net position as needed.

Governmental Fund Financial Statements

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, the City's policy is to apply restricted fund balances first, then unrestricted fund balances as needed.

When expenditures are incurred for purposes where only unrestricted fund balances are available, the City uses the unrestricted resources in the following order, except for instances wherein an ordinance specifies the fund balance:

- Committed
- Assigned
- Unassigned

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**U. Use of Estimates**

The preparation of the basic financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**NOTE 2 CASH AND INVESTMENTS**

The City maintains a cash and investment pool, which includes cash balances and authorized investments of all funds. Certain restricted funds which are held and invested by independent outside custodians through contractual agreements are not pooled. These restricted funds include cash and investments with fiscal agents.

The City had the following cash and investments at June 30, 2024:

	Government-Wide Statement of Net Position		Statement of Fiduciary Net Position	Total
	Governmental Activities	Business-Type Activities		
Cash and Investments	\$ 26,259,171	\$ 2,719,521	\$ 1,060,439	\$ 30,039,131
Cash and Investments with Fiscal Agent	7,896,413	-	707,003	8,603,416
Pension Stability Fund	1,643,582	-	-	1,643,582
Total Cash and Investments	<u>\$ 35,799,166</u>	<u>\$ 2,719,521</u>	<u>\$ 1,767,442</u>	<u>\$ 40,286,129</u>

The City's cash and investments at June 30, 2024 in more detail:

Cash and Cash Equivalents:	
Demand Deposits	\$ 356,268
Petty Cash	17,565
Total Cash and Cash Equivalents	<u>373,833</u>
Investments:	
Local Agency Investment Fund	16,688
CAMP	1,530,493
Money Market Mutual Fund	99,060
Negotiable Certificates of Deposit	3,569,005
U.S. Treasury Securities	19,027,946
Federal Agency Securities	5,422,106
Investments with Fiscal Agent:	
Money Market Mutual Fund	8,603,416
Pension Stability Fund	1,643,582
Total Investments	<u>39,912,296</u>
Total Cash and Investments	<u>\$ 40,286,129</u>

**CITY OF PLACENTIA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 2 CASH AND INVESTMENTS (CONTINUED)**

**A. Demand Deposits**

The carrying amounts of the City's demand deposits were \$356,268 at June 30, 2024. Bank balances at that date were \$1,791,755, the total amount of which was insured or collateralized with accounts held by the pledging financial institutions in the City's name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name.

The market value of pledged securities must equal at least 110% of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total cash deposits. The City may waive collateral requirements for cash deposits, which are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). The City, however, has not waived the collateralization requirements.

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

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 2 CASH AND INVESTMENTS (CONTINUED)**

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

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

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
United States (U.S.) Treasury Obligation	5 Years	None	None
Federal Agency Securities	5 Years	30%	15%
Negotiable Certificates of Deposits	5 Years	30%	\$250,000
Non-Negotiable Certificates of Deposit	5 Years	40%	\$250,000
Money Market Funds	N/A	20%	10%
Passbook Savings	N/A	None	None
Commercial Paper	270 Days	25%	10%
Banker's Acceptances	180 Days	30%	30%
Local Agency Investment Fund (LAIF)	N/A	None	None
Orange County Investment Pool	N/A	None	None
Joint Powers Authority Pools (JPA)	N/A	None	None
California Asset Management Program	N/A	None	None
Repurchase Agreements	1 year	30%	None

\*The table is based on state law requirements or investment policy requirements, whichever is more restrictive.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 2 CASH AND INVESTMENTS (CONTINUED)**

**C. Investments Authorized by Debt Agreements**

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
United States (U.S.) Treasury Obligation	N/A	None	None
Federal Agency Securities	N/A	None	None
Negotiable Certificates of Deposits	N/A	None	None
Non-Negotiable Certificates of Deposit	N/A	None	None
Money Market Funds	N/A	None	None
Passbook Savings	N/A	None	None
Commercial Paper	270 Days	None	None
Banker's Acceptances	180 Days	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None
Orange County Investment Pool	N/A	None	None

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

**D. Fair Value Measurement**

At June 30, 2024, investments are reported at fair value. The following table presents the fair value measurement of investments on a recurring basis and the levels within the GASB 72 fair value hierarchy in which the fair value measurements fall at June 30, 2024:

Investment Type	Measurement Input		
	Significant Other Observable Input (Level 2)	Uncategorized	Total
Local Agency Investment Fund	\$ -	\$ 16,688	\$ 16,688
California Asset Management Program		1,530,493	1,530,493
Money Market Mutual Funds	-	99,060	99,060
Negotiable Certificates of Deposit <sup>(1)</sup>	3,569,005	-	3,569,005
U.S. Treasury Securities <sup>(1)</sup>	19,027,946	-	19,027,946
Federal Agency Securities <sup>(1)</sup>	5,422,106	-	5,422,106
Held by Fiscal Agent:			
Money Market Mutual Funds	-	8,603,416	8,603,416
Pension Stability Fund	-	1,643,582	1,643,582
Total	<u>\$ 28,019,057</u>	<u>\$ 11,893,239</u>	<u>\$ 39,912,296</u>

<sup>(1)</sup> Pricing based on institutional bond quotes - evaluations based on various market and industry inputs.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 2 CASH AND INVESTMENTS (CONTINUED)**

**D. Fair Value Measurement (Continued)**

Disclosures Relating to 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 is, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

**E. Risk Disclosures**

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

Investment Type	Fair Value	Investment Maturities (in Years)				
		Less than 1	1 to 2	2 to 3	3 to 4	4 to 5
Local Agency Investment Fund	\$ 16,688	\$ 16,688	\$ -	\$ -	\$ -	\$ -
California Asset Management Program	1,530,493	1,530,493	-	-	-	-
Money Market Mutual Funds	99,060	99,060	-	-	-	-
Negotiable Certificates of Deposit	3,569,005	244,144	1,453,239	455,259	1,416,363	-
U.S. Treasury Securities	19,027,946	6,789,536	2,942,429	4,332,091	2,935,770	2,028,120
Federal Agency Securities	5,422,106	2,047,741	467,100	725,123	2,182,142	-
Held by Fiscal Agent:						
Money Market Mutual Funds	8,603,416	8,603,416	-	-	-	-
Pension Stability Fund	1,643,582	1,643,582	-	-	-	-
<b>Total</b>	<b>\$ 39,912,296</b>	<b>\$ 20,974,660</b>	<b>\$ 4,862,768</b>	<b>\$ 5,512,473</b>	<b>\$ 6,534,275</b>	<b>\$ 2,028,120</b>

Disclosures Relating to 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 City's investment policy, or debt agreements, and the actual rating as of fiscal year-end for each investment type.

Investment Type	Total	Minimum Legal Rating	Not Rated	
			AAA	
Local Agency Investment Fund	\$ 16,688	N/A	\$ -	\$ 16,688
California Asset Management Program	1,530,493	N/A	-	1,530,493
Money Market Mutual Funds	99,060	AAA	99,060	-
Negotiable Certificates of Deposit	3,569,005	N/A	-	3,569,005
U.S. Treasury Securities	19,027,946	N/A	19,027,946	-
Federal Agency Securities	5,422,106	N/A	5,422,106	-
Held by Fiscal Agent:				
Money Market Mutual Funds	8,603,416	AAA	8,603,416	-
Pension Stability Fund	1,643,582	N/A	-	1,643,582
<b>Total</b>	<b>\$ 39,912,296</b>		<b>\$ 33,152,528</b>	<b>\$ 6,759,768</b>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 2 CASH AND INVESTMENTS (CONTINUED)**

**E. Risk Disclosures (Continued)**

Concentration of Credit Risk

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

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that in the event of the failure of the counterparty (e.g., broker dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the provision for deposits as disclosed in Note 2A.

For investments identified herein as held by bond trustee, the bond trustee selects the investment under the terms of the applicable trust agreement, acquires the investment, and holds the investment on behalf of the reporting government. At June 30, 2024, the investments held by bond trustee were held in money market mutual funds, which are considered to be cash equivalents.

**F. Investment in Local Agency Investment Fund (LAIF)**

The City is a participant in LAIF, which is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the state of California. The City's investments with LAIF at June 30, 2024, included a portion of the pool funds invested in Structured Notes and Asset-Backed Securities, which included the following:

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

*Asset-Backed Securities* – generally, mortgage-backed securities that entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (for example, collateralized mortgage obligations), or credit card receivables.

**CITY OF PLACENTIA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 2 CASH AND INVESTMENTS (CONTINUED)**

**F. Investment in Local Agency Investment Fund (LAIF) (Continued)**

As of June 30, 2024, the City had \$16,688 invested in LAIF, which had invested 1.10% of the pool investment funds in structured notes and asset-backed securities. The fair value of the City's portion in the pool is the same as the value of the pool shares and reported at amortized cost.

**G. California Asset Management Program (CAMP)**

The City invests in this investment trust, California Asset Management Program (CAMP), which is similar to a money market mutual fund. The fund invests primarily in certificates of deposit, commercial paper, and U.S. Government and Agency obligations. The City is a voluntary participant in the investment trust.

The CAMP Cash Reserve Portfolio (the Pool) is exempt from registration with the Securities and Exchange Commission (SEC) under the Investment Company Act of 1940 but operates in a manner consistent with SEC Rule 2a-7, "Money Market Funds," of that Act. Accordingly, the Pool meets the definition of a "2a-7 like pool" set forth in GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools. While the Pool itself is exempt from SEC registration, the Pool's investment advisor and administrator, PFM Asset Management LLC, is registered with the SEC as an investment advisor under the Investment Advisers Act of 1940. PFM Asset Management LLC has filed with the California Department of Corporations, as well as various other states, as an investment advisor under state securities laws.

In addition, the Pool also meets the definition of "Municipal Fund Security" outlined by Municipal Securities Rulemaking Board (MSRB) Rule 0-12; therefore, contacts with prospective investors relating to shares of the Pool are conducted through PFM Asset Management LLC's wholly owned subsidiary, PFMAM, Inc., a broker/dealer that is registered with the SEC and MSRB and is a member of the National Association of Securities Dealers. The Pool also files an income tax return annually with the Internal Revenue Service, though the net income of the Pool is generally exempt from federal income tax.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 INTERFUND TRANSACTIONS**

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

At June 30, 2024, the City had the following due from/to other funds:

Due To Other Funds	Due From Other Funds	
	General Fund	Total
Placentia Regional Navigation Center	\$ 2,472,828	\$ 2,472,828
Debt Service Fund	63,135	63,135
Nonmajor Special Revenue Funds:		
Landscape Maintenance District 92-1	19,213	19,213
Housing and Community Development	589,355	589,355
Gasoline Tax	35,622	35,622
Sewer Construction	124,149	124,149
TOD Impact Fee	41,805	41,805
Nonmajor Capital Projects Funds:		
City Projects	81,391	81,391
Internal Service Funds:		
Health and Welfare	-	-
Total	<u>\$ 3,427,498</u>	<u>\$ 3,427,498</u>

The above amounts resulted from when one fund reflects a deficit in its pooled cash account. Short-term loans were made from the General Fund to address these deficits.

**B. Transfers**

During the year ended June 30, 2024, the City had the following transfers:

Transfers In	Transfers Out				Total
	Governmental Activities	General Fund	Debt Service Fund	Nonmajor Governmental Funds	
Governmental Funds:					
General Fund		\$ -	\$ 5,922,784	\$ 186,159	\$ 6,108,943
Debt Service Fund		4,083,700	-	-	4,083,700
Nonmajor Governmental Funds		413,184	-	403,750	816,934
Total Governmental Funds		<u>\$ 4,496,884</u>	<u>\$ 5,922,784</u>	<u>\$ 589,909</u>	<u>\$ 11,009,577</u>
Business-Type Activities	<u>\$ 5,939,707</u>				

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 INTERFUND TRANSACTIONS (CONTINUED)**

**B. Transfers (Continued)**

In general, transfers are used to 1) use revenues collected in one fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and 2) to transfer to the General Fund to fund administration services. Some of the more significant transfers are detailed below.

Transfers from the Debt Service Fund to the General Fund of \$5,922,784 were for the construction of assets funded by the issuance of bonds.

Transfers from nonmajor governmental funds to the General Fund of \$186,159 were to fund police department expenditures.

The General Fund transferred \$413,184 to nonmajor funds as operating subsidies and \$4,083,700 to the Debt Service Fund to fund debt service.

The Gas Tax Special Revenue Fund transferred \$403,750 to the Gas Tax Debt Service Fund to fund the 2011 Gas Tax Certificate of Participation debt service.

Transfers from governmental activities to business-type activities of \$5,939,707 was for a capital asset constructed in the governmental funds and contributed to the sewer fund during the year.

**NOTE 4 LONG-TERM RECEIVABLES**

**A. Loans Receivable**

At June 30, 2024, the City has the following loans receivable:

	General Fund	Citywide Development Impact Fee Special Revenue Fund	Other Governmental Funds	Total
Certificates of Participation				
Reimbursement	\$ 1,165,124	\$ -	\$ -	\$ 1,165,124
Owner's Participation Agreement	-	-	33,749	33,749
Placentia Veterans Village Loan	-	-	500,000	500,000
Placentia Veterans Village DIF Mitigation Loan	-	509,148	70,916	580,064
Total	<u>\$ 1,165,124</u>	<u>\$ 509,148</u>	<u>\$ 604,665</u>	<u>\$ 2,278,937</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 LONG-TERM RECEIVABLES (CONTINUED)**

**A. Loans Receivable (Continued)**

Certificates of Participation Reimbursement

On April 16, 2007, the City Council of the City of Placentia and the Board of Directors of the former Placentia Redevelopment Agency approved a reimbursement agreement between the City and the former Placentia Redevelopment Agency. This agreement provides that the former Placentia Redevelopment Agency will reimburse the City for a portion of the lease payment paid by the City to the bond trustee, with respect to the 2003 Certificates of Participation (COP). The 2003 COP were refinanced with the 2022 COP during the year (see note 7).

The portion reimbursed (87.52%) is based upon the portion of the capital improvements and improved facilities benefiting from the original proceeds of the 2003 COP related debt issue that were within the confines of the development project area.

Owner's Participation Agreement

The Placentia Redevelopment Agency entered into an owner participation agreement dated January 5, 2001. Pursuant to that agreement, the Agency loaned \$150,000 to a small business in Placentia. The term of the loan is 30 years and does not bear interest, except upon default. The loan was recorded in the Low and Moderate Housing fund of the former Redevelopment Agency of Placentia. Upon dissolution of the Redevelopment Agency at February 1, 2012, the outstanding loan receivable balance was transferred to the Housing Successor Fund. During the current fiscal year, the City received \$ 4,167 in principal payments. The ending loan receivable balance at June 30, 2024, is \$33,749.

Placentia Veterans Village Loan Receivable

On November 13, 2018, the City Council of the Housing Successor Agency to the former Redevelopment Agency of the City of Placentia approved a loan agreement of \$500,000 between the Housing Successor Agency and Mercy Housing California to initiate construction of the Placentia Veterans Village. The loan receivable balance at June 30, 2024, is \$500,000.

Placentia Veterans Village Developer Impact Fee Mitigation Loan Receivable

On February 20, 2018, the City Council of the Housing Successor Agency to the former Redevelopment Agency of the City of Placentia approved a loan agreement between the Housing Successor Agency and Mercy Housing California whereby the collection of up to \$582,850 of developer impact fees would be deferred. The loan shall be payable from fifty percent (50%) of the residual receipts of the housing project (to be shared pro-rata with other housing project lenders whose loans are payable from residual receipts), until the loan has been paid in full. The loan receivable balance at June 30, 2024 is \$580,064.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 LONG-TERM RECEIVABLES (CONTINUED)**

**B. Leases Receivables**

The City, acting as lessor, leases land and improvements under fourteen long-term, noncancellable lease agreements. The leases expire at various dates through July 1, 2065. The net present values of the leases receivable were determined using discount rates ranging from 0.218% to 2.184%. Rent payments ranging from \$271 to \$3,543, are received monthly, or ranging from \$50,000 to \$250,000, received annually. During the year ended June 30, 2024, the City recognized \$836,409 and \$316,571 in lease revenue and interest revenue respectively, pursuant to these lease agreements.

The leases provide for increases in future minimum monthly rent payments, subject to certain stated increases.

**CITY OF PLACENTIA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 5 CAPITAL ASSETS**

The following is a summary of changes in capital assets for the governmental activities for the year ended June 30, 2024:

	Balance June 30, 2023	Additions	Deletions	Reclassifications	Balance June 30, 2024
Capital Assets Not Being Depreciated/Amortized:					
Land	\$ 26,118,971	\$ -	\$ -	\$ -	\$ 26,118,971
Land-Right of Way	1,008,822	-	-	-	1,008,822
Infrastructure - Trees	3,114,540	-	-	82,024	3,196,564
Construction in Progress	<u>24,107,558</u>	<u>27,289,714</u>	<u>(247,170)</u>	<u>(24,595,498)</u>	<u>26,554,604</u>
Total Capital Assets Not Being Depreciated	54,349,891	27,289,714	(247,170)	(24,513,474)	56,878,961
Capital Assets Being Depreciated/Amortized:					
Structures and Improvements	20,416,610	-	-	5,746,757	26,163,367
Right-to-Use Lease Land	684,909	-	-	-	684,909
Right-to-Use Lease Equipment	858,669	447,661	(42,970)	-	1,263,360
Subscription Assets	2,542,906	375,943	-	-	2,918,849
Equipment	17,504,562	1,335,224	(304,728)	-	18,535,058
Land Improvements	172,528	-	-	-	172,528
Infrastructure:					
Streets Network	59,094,499	-	-	12,017,439	71,111,938
Street Appurtenances	24,439,468	-	-	622,475	25,061,943
Storm Drains	<u>9,225,024</u>	<u>-</u>	<u>-</u>	<u>187,096</u>	<u>9,412,120</u>
Total Capital Assets Being Depreciated/Amortized	134,939,175	2,158,828	(347,698)	18,573,767	155,324,072
Less: Accumulated Depreciation/Amortization for:					
Structures and Improvements	(8,357,533)	(982,065)	-	-	(9,339,598)
Right-to-Use Lease Land	(304,404)	(152,202)	-	-	(456,606)
Right-to-Use Lease Equipment	(261,252)	(282,177)	38,812	-	(504,617)
Subscription Assets	(361,058)	(416,195)	-	-	(777,253)
Equipment	(10,543,558)	(1,727,892)	304,728	-	(11,966,722)
Land Improvements	(129,352)	(5,796)	-	-	(135,148)
Infrastructure:					
Streets Network	(27,890,886)	(1,999,667)	-	-	(29,890,553)
Street Appurtenances	(15,940,716)	(523,083)	-	-	(16,463,799)
Storm Drain	<u>(7,049,902)</u>	<u>(188,242)</u>	<u>-</u>	<u>-</u>	<u>(7,238,144)</u>
Total Accumulated Depreciation/Amortization	<u>(70,838,661)</u>	<u>(6,277,319)</u>	<u>343,540</u>	<u>-</u>	<u>(76,772,440)</u>
Total Capital Assets Being Depreciated/Amortized, Net	<u>64,100,514</u>	<u>(4,118,491)</u>	<u>(4,158)</u>	<u>18,573,767</u>	<u>78,551,632</u>
Total Governmental Activities	<u>\$ 118,450,405</u>	<u>\$ 23,171,223</u>	<u>\$ (251,328)</u>	<u>\$ (5,939,707)</u>	<u>\$ 135,430,593</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 CAPITAL ASSETS (CONTINUED)**

Depreciation/amortization expense was charged to functions/programs of governmental activities for the year ended June 30, 2024, as follows:

General Government	\$ 1,295,460
Public Safety	1,574,149
Public Works	2,776,438
Community Services	590,896
Total Depreciation/Amortization Expense	<u>\$ 6,277,319</u>

The following is a summary of changes in capital assets for the business-type activities for the year ended June 30, 2024:

	<u>Balance June 30, 2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2024</u>
Capital Assets Being Depreciated:				
Structures and Improvements	\$ 28,155,969	\$ 5,939,707	\$ -	\$ 34,095,676
Equipment	122,158	-	-	122,158
Total Capital Assets Being Depreciated	28,278,127	5,939,707	-	34,217,834
Less: Accumulated Depreciation for:				
Structures and Improvements	(21,032,149)	(623,095)	-	(21,655,244)
Equipment	(79,755)	(12,216)	-	(91,971)
Total Accumulated Depreciation	<u>(21,111,904)</u>	<u>(635,311)</u>	<u>-</u>	<u>(21,747,215)</u>
Total Capital Assets Being Depreciated, Net	<u>7,166,223</u>	<u>5,304,396</u>	<u>-</u>	<u>12,470,619</u>
Total Business-Type Activities	<u>\$ 7,166,223</u>	<u>\$ 5,304,396</u>	<u>\$ -</u>	<u>\$ 12,470,619</u>

Depreciation expense was charged to the Sewer Maintenance Fund within business-type activities.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES**

**A. Governmental Activities**

A summary of changes in long-term liabilities for governmental activities for the year ended June 30, 2024 is as follows:

	Balance			Classification		
	June 30, 2023	Additions	Deletions	June 30, 2024	Due within One Year	Due in More Than One Year
Long-Term Debt:						
Direct Borrowings and Placements:						
Loan Payable- Radio	\$ 515,597	\$ -	\$ (153,118)	\$ 362,479	\$ 157,967	\$ 204,512
Loan Payable-Fire #1	2,445,454	-	(349,140)	2,096,314	358,596	1,737,718
Loan Payable-Fire #2	1,281,976	-	(183,235)	1,098,741	188,123	910,618
Loan Payable - Easement	284,411	-	(61,739)	222,672	65,406	157,266
Loan Payable - Vehicles	124,631	-	(28,101)	96,530	30,048	66,482
OCTA Advance	1,144,278	-	(429,296)	714,982	446,780	268,202
Fire UAL Payoff Loan	714,261	-	(369,329)	344,932	344,932	-
Motorola Equipment	-	1,197,159	-	1,197,159	96,476	1,100,683
Loan Payable-Ref 2003 COP	1,752,697	-	(421,431)	1,331,266	433,047	898,219
2021 Installment Sale Agreement (2011 Gas Tax Refunding)	2,651,000	-	(358,000)	2,293,000	368,000	1,925,000
Total Direct Borrowings and Placements	10,914,305	1,197,159	(2,353,389)	9,758,075	2,489,375	7,268,700
2020A Lease Revenue Bonds	50,390,000	-	(1,860,000)	48,530,000	2,190,000	46,340,000
2023 Lease Revenue Bonds	-	9,190,000	-	9,190,000	140,000	9,050,000
Unamortized Bond Premium	-	352,179	-	352,179	-	352,179
Leases Payable	987,563	446,408	(435,849)	998,122	434,494	563,628
Subscription Liability	1,849,671	373,943	(364,399)	1,859,215	347,515	1,511,700
Total Long-Term Debt	64,141,539	11,559,689	(5,013,637)	70,687,591	5,601,384	65,086,207
Claims Payable	4,051,344	1,243,401	(1,473,829)	3,820,916	941,479	2,879,437
Compensated Absences	2,511,619	450,838	(33,677)	2,928,780	139,066	2,789,714
Total Long-Term Liabilities	\$ 70,704,502	\$ 13,253,928	\$ (6,521,143)	\$ 77,437,287	\$ 6,681,929	\$ 70,755,358

Loan Payable – Refunding of 2003 Certificates of Participation

On June 1, 2022, the City entered into a loan payable agreement in the amount of \$2,189,027 with the Municipal Finance Corporation to (a) refinance certain obligations relating to the 2003 Refunding and Improvements Project Certificates of Participation Principal is payable annually on January 1. Interest is payable semi-annually on January 1 and July 1, commencing January 1, 2023.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES (CONTINUED)**

**A. Governmental Activities (Continued)**

Loan Payable – Refunding of 2003 Certificates of Participation (Continued)

On April 17, 2007, the City Council of the City of Placentia and the Board of Directors of the former Placentia Redevelopment Agency approved a reimbursement agreement between the City and the Placentia Redevelopment Agency. This agreement provides that the former Placentia Redevelopment Agency will reimburse the City for a portion of the lease payment paid by the city to the Bond trustee. The portion reimbursed is based upon the portion of the capital improvements and improved facilities benefiting from the original proceeds of the related debt issue that were within the confines of the redevelopment project area.

The loan payable is the obligation of the City and is reported in full in the government-wide statement of net position, within the governmental activities. A portion of the 2003 Certificates of Participation, which constitutes 87.52% of the total obligation amount, is to be repaid by the former Placentia Redevelopment Agency, pursuant to the reimbursement agreement mentioned above. As such, an amount reflecting the total obligation is reported on the statement of fiduciary net position within the RDA Successor Agency Private-Purpose Trust Fund. A note receivable is reported in the General Fund, relating to the total obligation that the city is expected to have reimbursement by the former Placentia Redevelopment Agency (See Note 4 for additional details). The outstanding balance of the 2022 Certificates of Participation as of June 30, 2024, is \$1,331,266.

The final payment on this refinancing will be January 1, 2027 and may be prepaid in whole or in part on any payment date beginning on July 1, 2025.

The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 433,047	\$ 31,285	\$ 464,332
2026	443,986	21,108	465,094
2027	454,233	10,674	464,907
Total	<u>\$ 1,331,266</u>	<u>\$ 63,067</u>	<u>\$ 1,394,333</u>

2020 Lease Revenue Bonds

On November 12, 2020, the City issued the 2020A Lease Revenue Bonds through the Placentia Public Financing Authority to pay the City’s currently unamortized, unfunded accrued actuarial liability to CalPERS for the benefit of City employees, to fund certain anticipated increases to the accrued liability to CalPERS, to fund a reserve account for the bonds and to pay the costs incurred in connection with the issuance of the bonds. The bonds are issued in denominations of \$5,000 and bear interest ranging from 1.7% to 4.0%. Interest on the bonds will be paid semi-annually on June 1 and December 1, of each year, commencing June 1, 2021.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES (CONTINUED)**

**A. Governmental Activities (Continued)**

2020 Lease Revenue Bonds (Continued)

The bonds are secured under an indenture as of November 1, 2020, by the authority and US Bank as trustee. The bonds are payable from the revenues pledged under the indenture. Under the indenture, the revenues are defined as base rental payment made by the City to the Authority as the rental for real property and improvements thereon. The City is required under the lease agreement to pay to the Authority specified amounts for use and possession of the leased property which amounts are calculated to be sufficient in both time and amount to pay, when due, the principal of and interest on the Bonds. Except for the Authority's right, title, and interest in and to the base rental payments and otherwise to the lease agreement which have been assigned to the trustee, no funds or properties of the Authority or the City are pledged to or otherwise liable for the bonds or any other obligations of the Authority.

The bonds are being issued to fund 100% of the City's unfunded liability for the miscellaneous plan and safety plan. Upon the issuance of the bonds, the city paid \$43,777,218 to CalPERS for deposit to the CalPERS payment fund. This amount represents the June 30, 2019, unfunded liability for the miscellaneous and safety plans shown in the 2019 CalPERS reports, rolled forward to November 12, 2020, and taking into account payments made during the fiscal years 2020 and 2021.

The bonds maturing on or after June 1, 2031, are subject to optional redemption prior to maturity on or after June 1, 2030, at the option of the City, in whole, or in part, on any date, at a redemption price equal to the principal amount of the bonds to be redeemed, plus accrued but unpaid interest to the redemption date, without premium. The bonds maturing on June 1, 2035, and June 1, 2045, are subject to mandatory redemption on June 1, in each year until maturity, from mandatory sinking account payments made by the Authority, at a redemption price equal to the principal amount thereof to be redeemed together with accrued interest thereon to the redemption date, without premium, provided however, that in lieu of redemption thereof, such term bonds may be purchased by the Authority and tendered to the trustee.

The bonds are reported in full in the government-wide statement of net position, within the governmental activities. The outstanding balance of the 2020A Lease Revenue Bonds as of June 30, 2024 is \$48,530,000. The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 2,190,000	\$ 1,933,772	\$ 4,123,772
2026	2,405,000	1,878,036	4,283,036
2027	2,475,000	1,806,944	4,281,944
2028	2,555,000	1,727,596	4,282,596
2029	2,645,000	1,639,270	4,284,270
2030-2034	14,785,000	6,635,152	21,420,152
2035-2039	14,385,000	3,391,783	17,776,783
2040-2044	6,675,000	891,463	7,566,463
2045	415,000	19,011	434,011
Total	<u>\$ 48,530,000</u>	<u>\$ 19,923,027</u>	<u>\$ 68,453,027</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES (CONTINUED)**

**A. Governmental Activities (Continued)**

2023 Lease Revenue Bonds

On August 2, 2023, the Placentia Public Financing Authority issued the 2023A Lease Revenue Bonds in the amount of \$9,190,000, to finance the construction and equipping of an approximately 18,805 square foot public safety center and to pay the costs incurred in connection with the bond issuance. The term bonds with maturities ranging from October 1, 2033, through October 1, 2053, bear interest ranging from 4.25% to 5.0%. The bonds are subject to mandatory redemption on October 1 in each year in accordance with a set schedule. Interest on the bonds will be paid semi-annually on April 1 and October 1, of each year, commencing April 1, 2024.

The bonds are reported in full in the government-wide statement of net position, within the governmental activities. The outstanding balance of the 2023 Lease Revenue Bonds as of June 30, 2024 is \$9,190,000. The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 140,000	\$ 421,800	\$ 561,800
2026	145,000	414,675	559,675
2027	155,000	407,175	562,175
2028	160,000	399,300	559,300
2029	170,000	391,050	561,050
2030-2034	980,000	1,816,000	2,796,000
2035-2039	1,265,000	1,537,125	2,802,125
2040-2044	1,615,000	1,179,125	2,794,125
2045-2049	2,040,000	759,688	2,799,688
2050-2054	2,520,000	277,313	2,797,313
Total	<u>\$ 9,190,000</u>	<u>\$ 7,603,250</u>	<u>\$ 16,793,250</u>

Bond premiums are amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

2021 Installment Sale Agreement

On March 1, 2021, the City entered into an installment sale agreement with Trust Bank to refund all outstanding 2011 Gas Tax Certificates of Participation and to pay the costs of issuance in connection with such refunding. The agreement constitutes the legal and valid binding agreement of the City enforceable against the City. The installment payment, in the aggregate, are \$3,656,000 and include interest components, calculated at the rate of 1.65%, on the unpaid principal payable on the respective installment payment date. On the closing date, the City used the proceeds to pay (1) the amount of \$3,531,754 to the escrow fund and \$124,246 to the custodial account used to pay all costs of issuance related to the installment agreement.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES (CONTINUED)**

**A. Governmental Activities (Continued)**

2021 Installment Sale Agreement (Continued)

The City's obligation to pay the installment payments is a special obligation of the City limited solely to the Gas Tax revenues and all amounts on deposit in the Gas Tax Fund. Under no circumstances is the City required to advance moneys derived from any source of income other than the Gas Tax revenues and other sources specifically identified in the agreement. The City has the option to prepay the principal components of the installment payments in whole, on any date, commencing on December 1, 2025. The bonds are reported in full in the government-wide statement of net position, within the governmental activities. The outstanding balance of the 2021 Installment Sale Agreement as of June 30, 2024 is \$2,293,000.

The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 368,000	\$ 36,316	\$ 404,316
2026	373,000	30,220	403,220
2027	377,000	24,049	401,049
2028	387,000	17,795	404,795
2029	392,000	11,385	403,385
2030	396,000	4,900	400,900
Total	<u>\$ 2,293,000</u>	<u>\$ 124,665</u>	<u>\$ 2,417,665</u>

Loans Payable

**800 MHz CCCS Public Safety Radio Upgrade**

On October 1, 2016, the City entered into a Purchase Agreement to finance the acquisition and implementation of Citywide public safety radios and dispatch site with the Orange County 800MHz Countywide Coordinated Communications System (CCCS). The assets acquired through the financing agreement were included in the machinery and equipment for governmental activities in the amount of \$1,319,360. The loan is for a period of 10 years with an interest rate of 3.13%. Loan payments are payable quarterly in arrears of the period to which they relate to. The agreement contains a provision that in an event of default, the lender may choose to make all outstanding amounts due immediately or may repossess the equipment. The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 157,967	\$ 9,503	\$ 167,470
2025	204,512	4,826	209,338
Total	<u>\$ 362,479</u>	<u>\$ 14,329</u>	<u>\$ 376,808</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES (CONTINUED)**

**A. Governmental Activities (Continued)**

Loans Payable (Continued)

**Fire Loan Payable #1**

On August 27, 2019, the City entered into an agreement for financing the acquisition of fire trucks and equipment for the Placentia Fire and Life Safety Department. The assets acquired through the financing agreement were included in the machinery and equipment for governmental activities in the amount of \$3,400,000. The loan is for a period of 10 years with an interest rate of 2.69%. Loan payments are payable on February 1 and August 1, commencing August 1, 2020. The title to the purchased equipment is in the name of the City. The agreement contains a provision that in an event of default, the lender may choose to make all outstanding amounts due immediately or may repossess the fire trucks. The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 358,596	\$ 53,995	\$ 412,591
2026	368,307	44,284	412,591
2027	378,281	34,310	412,591
2028	388,525	24,066	412,591
2029	399,047	13,544	412,591
2030	203,558	2,738	206,296
Total	<u>\$ 2,096,314</u>	<u>\$ 172,937</u>	<u>\$ 2,269,251</u>

**Fire Loan Payable #2**

On November 25, 2019, the City entered into an agreement for financing the acquisition of fire trucks and equipment for the Placentia Fire and Life Safety Department. The assets acquired through the financing agreement were included in the machinery and equipment for governmental activities in the amount of \$1,795,000. The loan is for a period of 10 years with an interest rate of 2.65%. Loan payments are payable on February 1 and August 1, commencing August 1, 2020. The title to the purchased equipment is in the name of the City. The agreement contains a provision that in an event of default, the lender may choose to make all outstanding amounts due immediately or may repossess the fire trucks. The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 188,123	\$ 27,879	\$ 216,002
2026	193,141	22,860	216,001
2027	198,293	17,708	216,001
2028	203,583	12,419	216,002
2029	209,013	6,988	216,001
2030	106,588	1,412	108,000
Total	<u>\$ 1,098,741</u>	<u>\$ 89,266</u>	<u>\$ 1,188,007</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES (CONTINUED)**

**A. Governmental Activities (Continued)**

Loans Payable (Continued)

**Land Easement Loan**

On July 18, 2018, the City entered into an agreement for financing a portion of the acquisition of a land easement. The asset acquired through the financing arrangement is included in the land right-of-way in the amount of \$750,000. The loan is for a period of 10 years with an interest rate of 6.00%. Annual loan payments of \$78,803 are payable on August 1, through August 1, 2027. The outstanding principal as of June 30, 2024 is \$222,672. The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 65,406	\$ 13,397	\$ 78,803
2026	69,367	9,436	78,803
2027	73,530	5,273	78,803
2028	14,369	862	15,231
Total	<u>\$ 222,672</u>	<u>\$ 28,968</u>	<u>\$ 251,640</u>

**Vehicles Loan**

On July 19, 2018, the City entered into an agreement for financing the acquisition of electric vehicles. The assets acquired through the financing agreement were included in the machinery and equipment for governmental activities in the amount of \$160,470. The loan is for a period of 5 years with an interest rate of 6.93%. Annual loan payments of \$36,734 are payable on March 1, through March 1, 2027. The agreement contains a provision that in an event of default, the lender may choose to repossess the vehicles. The outstanding principal as of June 30, 2024 is \$96,530.

The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 30,048	\$ 6,686	\$ 36,734
2026	32,129	4,605	36,734
2028	34,353	2,380	36,733
Total	<u>\$ 96,530</u>	<u>\$ 13,671</u>	<u>\$ 110,201</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES (CONTINUED)**

**A. Governmental Activities (Continued)**

Loans Payable (Continued)

**Motorola Equipment Loan**

On September 15, 2023, the City entered into an agreement for financing the acquisition of equipment. The assets acquired through the financing agreement were included construction in progress for governmental activities in the amount of \$1,197,159, as the equipment has not yet been put into use. The loan is for a period of 10 years with an interest rate of 4.71%. Annual loan payments of \$152,862 are payable on September 15, through September 15, 2033. The agreement contains a provision that in an event of default, the lender may choose to make all outstanding amounts due immediately or may repossess the equipment. The outstanding principal as of June 30, 2024, is \$1,197,159.

The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 96,476	\$ 56,386	\$ 152,862
2026	101,020	51,842	152,862
2027	105,778	47,084	152,862
2028	110,760	42,102	152,862
2029	115,976	36,885	152,861
2030-2034	667,149	97,159	764,308
Total	<u>\$ 1,197,159</u>	<u>\$ 331,458</u>	<u>\$ 1,528,617</u>

OCTA Advance

On February 16, 2010, the City entered into a cooperative agreement with the Orange County Transportation Authority (the OCTA). Terms of the cooperative agreement required OCTA to repay CalTrans \$1.5 million for previously disallowed costs in exchange for the City's support of OCTA's direction to CalTrans for any eligible project in Orange County. In addition, OCTA advanced the City \$4.1 million of future Measure M funds to the City. Principal and accrued but unpaid interest payments are deducted from future Measure M funds at OCTA's discretion over approximately 19 years. Interest is equal to the yield on OCTA's short-term investment portfolio, and resets annually on June 30. The outstanding principal as of June 30, 2024, is \$714,982.

Fire UAL Payoff Loan

On May 5, 2020 the City approved a payment plan to Cal PERS to pay off the \$1,878,760 unfunded accrued liability (UAL) on the termination of the City's Safety-Fire category of the City's contract with CalPERS. The payment plan is for a period of 5 years with an interest rate of 1.95%. Payments of \$31,664 are payable monthly through May 2025. The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	<u>\$ 344,932</u>	<u>\$ 3,983</u>	<u>\$ 348,915</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES (CONTINUED)**

**A. Governmental Activities (Continued)**

Leases Payable

The City leases land and improvements for various terms under five long-term, noncancelable lease agreements. The leases expire at various dates through May 11, 2026. The net present values of the leases payable were determined using a discount rates ranging from 0.218 to 3.511%. Rent payments ranging from \$417 to \$1,289, are paid monthly or ranging from \$1,483 to \$35,490, paid quarterly. The leases provide for increases in future minimum monthly rental payments subject to stated increases.

As of June 30, 2024, lease assets and the related accumulated amortization totaled \$2,918,849 and \$(777,253), respectively. See Note 5 for Capital Assets.

Total future minimum lease payments under lease agreements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 434,494	\$ 15,773	\$ 450,267
2026	273,494	10,003	283,497
2027	173,048	5,403	178,451
2028	111,881	1,493	113,374
2029	5,205	12	5,217
Total	<u>\$ 998,122</u>	<u>\$ 32,684</u>	<u>\$ 1,030,806</u>

SBITA Liabilities

The City has entered into subscription based-information technology arrangements (SBITAs) for finance, cloud, and operating information technology systems. The SBITA arrangements expire at various dates through 2034 and provide for renewal options.

As of June 30, 2024, subscription assets and the related accumulated amortization totaled \$1,948,269 and \$(961,223), respectively. See Note 5 for Capital Assets.

The future subscription payments under SBITA agreements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 347,515	\$ 39,175	\$ 386,690
2026	336,481	28,593	365,074
2027	219,488	21,528	241,016
2028	160,279	17,281	177,560
2029	163,173	14,387	177,560
2030-2034	607,368	28,772	636,140
2035-2036	24,911	1,089	26,000
Total	<u>\$ 1,859,215</u>	<u>\$ 150,825</u>	<u>\$ 2,010,040</u>

There are no variable payments, no payments made related to termination penalties, and no impairment losses on subscription assets. For the SBITA agreements added in the current year, total capitalizable software configuration costs totaled \$373,943.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES (CONTINUED)**

**A. Governmental Activities (Continued)**

Claims Payable

Estimated claims payable from general liability and workers' compensation claims as determined by outside claims administrator. Outstanding balance as of June 30, 2024 is as follows:

General Liability Claims	\$ 1,324,036
Workers' Compensation Claims	2,496,880
Total Claims Payable	\$ 3,820,916

**B. Business-Type Activities**

A summary of changes in long-term liabilities for business-type activities for the year ended June 30, 2024 is as follows:

	Balance			Balance June 30, 2024	Classification	
	June 30, 2023	Additions	Deletions		Due Within One Year	Due in More than One Year
	Compensated Absences	\$ 45,575	\$ 30,411		\$ (44,354)	\$ 31,632
Total	\$ 45,575	\$ 30,411	\$ (44,354)	\$ 31,632	\$ 1,395	\$ 30,237

**C. Fiduciary Activities**

A summary of changes in long-term liabilities for fiduciary activities for the year ended June 30, 2024 is as follows:

	Balance			Balance June 30, 2024	Classification	
	June 30, 2023	Additions	Deletions		Due Within One Year	Due in More Than One Year
	Bonds Payable:					
2013 Tax Allocation Refunding Bonds	\$ 8,070,000	\$ -	\$ (670,000)	\$ 7,400,000	\$ 695,000	\$ 6,705,000
Bond Premium:						
2013 Tax Allocation Refunding Bonds	32,339	-	(3,560)	28,779	-	28,779
Other Liabilities:						
Reimbursement Due to City	1,533,961	-	(368,837)	1,165,124	379,003	786,121
SERAF Obligation	991,314	-	-	991,314	-	991,314
Real Property Loan Obligation	51,831	-	(51,831)	-	-	-
Total	\$ 10,679,445	\$ -	\$ (1,094,228)	\$ 9,585,217	\$ 1,074,003	\$ 8,511,214

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES (CONTINUED)**

**C. Fiduciary Activities (Continued)**

2013 Tax Allocation Refunding Bonds

On December 1, 2013, the Successor Agency to the Redevelopment Agency of the City of Placentia issued a tax allocation refunding bond (TARB) in the amount of \$13,120,000. Proceeds of the bond were used to refund the 2002 Series A & Series B Tax Allocation Bonds and the 2009 Subordinate Tax Allocation Note. The bond proceeds, together with other funds deposited from reserves, redeemed the 2002 Series A outstanding principal of \$2,445,000, the 2002 Series B outstanding principal of \$3,670,000, and the 2009 Subordinate TAN outstanding principal of \$6,850,000. In lieu of funding the Reserve Account with proceeds of the Bonds, the Successor Agency has determined to purchase a Municipal Bond Debt Service Reserve Insurance Policy issued by the Insurer.

The bond is a special obligation of the Successor Agency. The bond does not constitute a debt or liability of the City of Placentia, County of Orange, state of California, or of any political subdivision thereof, other than the Successor Agency. The Successor Agency shall only be obligated to pay the principal of the bond, or interest thereon, from the funds described within the Official Statement. Neither the faith and credit nor the taxing power of the City of Placentia, the County of Orange, the state of California, or any of its political subdivisions is pledged to the payment of the principal of or the interest on the bond. The Successor Agency has no taxing power. As of June 30, 2024, the outstanding principal on this bond is \$7,400,000.

The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 695,000	\$ 315,619	\$ 1,010,619
2026	720,000	288,188	1,008,188
2027	750,000	258,788	1,008,788
2028	780,000	227,700	1,007,700
2028	810,000	192,375	1,002,375
2029-2033	3,645,000	356,131	4,001,131
Total	<u>\$ 7,400,000</u>	<u>\$ 1,638,801</u>	<u>\$ 9,038,801</u>

Debt Related Pledge of Revenue

The Successor Agency has pledged a portion of future tax increment revenues to repay the 2013 TARB as the source of repayment of this debt. Tax increment revenues were projected to produce a certain percentage of the debt service requirements over the life of the debt. Due to the dissolution of the former Placentia Redevelopment Agency, the pledged revenue is deposited to the County of Orange Redevelopment Property Tax Trust Fund (RPTTF). The County forwards the City funds to pay these recognized obligations.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 LONG-TERM LIABILITIES (CONTINUED)**

**C. Fiduciary Activities (Continued)**

Certificates of Participation City Reimbursement

On April 17, 2007, the City Council of the City of Placentia and the Board of Directors of the former Placentia Redevelopment Agency approved a reimbursement agreement between the City and the former Placentia Redevelopment Agency. This agreement provides that the former Placentia Redevelopment Agency will reimburse the City for a portion of the lease payment paid by the City to the bond trustee, with respect to the 2003 Refunded and Improvement Project Certificates of Participation.

The portion reimbursed is based upon the portion of the capital improvements and improved facilities benefiting from the original proceeds of the related debt issue that were within the confines of the redevelopment project area. The updated long-term liability balance as of June 30, 2024, of \$1,165,124 represents the portion of the principal balance for which the Successor Agency will reimburse the City.

The annual debt service requirements are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 379,003	\$ 27,380	\$ 406,383
2026	388,577	18,474	407,051
2027	397,544	9,342	406,886
Total	<u>\$ 1,165,124</u>	<u>\$ 55,196</u>	<u>\$ 1,220,320</u>

Supplemental Education Revenue Augmentation Fund (SERAF) Obligation

The Successor Agency has accrued a liability in the amount of \$991,314 in regard to its Supplemental Education Revenue Augmentation Fund (SERAF) obligation. This amount includes the unpaid portions from fiscal years 2009-10 and 2010-11. In 2009, the state of California issued a mandate that shifted redevelopment funds to education purposes. This action required each local redevelopment agency to make payment to their respective County Auditor-Controller. The Placentia Redevelopment Agency did not make payment on this obligation for two fiscal years, as it did not have the means to do so. Nonpayment of SERAF obligations would usually result in suspension of redevelopment activity. Upon dissolution of redevelopment in 2012, this unpaid obligation was transferred to the Successor Agency. The Successor Agency will continue working to resolve this matter. Outstanding balance of SERAF Obligation as of June 30, 2024, was \$991,314.

Real Property Loan Obligation

On January 20, 2009, the City Council of the City of Placentia and the Board of Directors of the former Placentia Redevelopment Agency approved a Purchase and Sale agreement between the City and the former Placentia Redevelopment Agency. This agreement provides that the Placentia Redevelopment Agency will finance and purchase two real properties from the City; 312 South Melrose Street and 110 South Bradford Avenue for \$2,270,000 based on appraised property values at an interest rate of 7%. The City received the final payment on the loan in the current year.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 7 DEFERRED COMPENSATION PLANS**

**Section 457 Plan**

The City has made available to its employees two deferred compensation plans, created in accordance with Internal Revenue Code (the IRC) Section 457, whereby employees authorize the City to defer a portion of their salary to be deposited in individual investment accounts. There are several options available for employees to invest, including annuities, life insurance, savings accounts, and mutual funds. Funds may be withdrawn by participants upon termination of employment, retirement, or a certified emergency. The City makes no contribution under the plans.

Pursuant to changes in IRC Section 457, the City amended its plans and established a trust into which all assets and income of the 457 plan were transferred during the year ended June 30, 1998. The assets and all income attributable to such amounts are held in trust for the exclusive benefit of the participant and their beneficiaries. These assets are no longer the property of the City, and therefore, are no longer subject to the claims of the City's general creditors. As a result, the assets of the 457 deferred compensation plans are no longer presented in an agency fund of the City's financial statements. The City has minimal involvement in the administration of the 457 plans, and therefore, lacks the fiduciary accountability that would require the 457 assets be recorded in an expendable trust fund.

The Defined Compensation Plan assets are not included in the accompanying basic financial statements.

**Section 401(a) Qualified Defined Contribution Pension Plan**

All City sworn full-time fire personnel are eligible to participate in the Section 401(a) qualified defined contribution pension plan as allowed under the Internal Revenue Code. The plan type sponsored by the City is the Money Purchase Plan (Plan), which was last amended on January 1, 2020. The Plan is a defined contribution retirement plan in which the employer's contribution is nondiscretionary and is based on a formula that is not related to profits. The Plan sponsor guarantees no benefit and bears no investment risk while the Plan participants bear all investment risk and have no guaranteed level of benefits.

An administrative committee comprised of City personnel governs the Plan. The City Council has the authority to establish or amend the Plan's provisions. The Plan's provisions and contribution requirements are established and may be amended by City Council resolution.

Eligible employees begin participating the first day of the month following their employment date of work. The Plan is entirely funded by City contributions of 10% of the participants' base pay to the deferred compensation plan. The City's contributions vest at 100% after completion of four years of uninterrupted employment.

Participants are eligible to begin receiving benefits at age 50 and are required to begin receiving benefits no later than April after age 70-1/2. The employees may also roll their funds to another retirement plan upon separation of service.

The City's payroll for employees covered by the Plan for the year ended June 30, 2024 was \$2,747,277. Total employee contributions paid by the City amounted to \$274,728.

As of June 30, 2024, the Plan had 33 participants.

**CITY OF PLACENTIA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 8 PENSION PLANS**

**A. Summary**

	Governmental Activities	Business-Type Activities	Total
Deferred Outflows of Resources:			
Pension Contribution Made After Measurement Date:			
CalPERS Miscellaneous	\$ 799,712	\$ 54,955	\$ 854,667
CalPERS Safety	1,236,862	-	1,236,862
Total Pension Contribution Made After Measurement Date	2,036,574	54,955	2,091,529
Change in Assumptions			
CalPERS Miscellaneous	151,859	10,436	162,295
CalPERS Safety	319,249	-	319,249
Total Change in Assumptions	471,108	10,436	481,544
Difference Between Projected and Actual Investment Earnings:			
CalPERS Miscellaneous	407,247	27,985	435,232
CalPERS Safety	748,596	-	748,596
Total Difference Between Projected and Actual Investment Earnings	1,155,843	27,985	1,183,828
Difference Between Expected and Actual Experience:			
CalPERS Miscellaneous	128,494	8,830	137,324
CalPERS Safety	401,615	-	401,615
Total Difference Between Expected and Actual Experience	530,109	8,830	538,939
Changes in Proportion and differences between employer contributions and proportionate share of contributions:			
CalPERS Miscellaneous	2,874,835	197,555	3,072,390
CalPERS Safety	2,480,646	-	2,480,646
Total Employer Contributions in Excess of Proportionate Share of Contribution	5,355,481	197,555	5,553,036
Total Deferred Outflows of Resources:			
CalPERS Miscellaneous	4,362,147	299,761	4,661,908
CalPERS Safety	5,186,968	-	5,186,968
Total Deferred Outflows of Resources	<u>\$ 9,549,115</u>	<u>\$ 299,761</u>	<u>\$ 9,848,876</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8 PENSION PLANS (CONTINUED)**

**A. Summary (Continued)**

	Governmental Activities	Business-Type Activities	Total
Net Pension Liabilities:			
CalPERS Miscellaneous	\$ 2,515,288	\$ 172,847	\$ 2,688,135
CalPERS Safety	5,470,210	-	5,470,210
Total Net Pension Liabilities	<u>\$ 7,985,498</u>	<u>\$ 172,847</u>	<u>\$ 8,158,345</u>
Deferred Inflows of Resources:			
Change in Assumptions			
CalPERS Miscellaneous	\$ -	\$ -	\$ -
CalPERS Safety	-	-	-
Total Change in Assumptions	<u>-</u>	<u>-</u>	<u>-</u>
Changes in Proportion and differences between employer contributions and proportionate share of contributions:			
CalPERS Miscellaneous	868,716	59,697	928,413
CalPERS Safety	1,732,746	-	1,732,746
Total Adjustment Due to Difference in Proportions	<u>2,601,462</u>	<u>59,697</u>	<u>2,661,159</u>
Difference Between Expected and Actual Experience:			
CalPERS Miscellaneous	19,932	1,370	21,302
CalPERS Safety	34,382	-	34,382
Total Difference Between Expected and Actual Experience	<u>54,314</u>	<u>1,370</u>	<u>55,684</u>
Employer Contributions In Excess of Proportionate Share of Contribution:			
CalPERS Miscellaneous	-	-	-
CalPERS Safety	-	-	-
Total Employer Contributions in Excess of Proportionate Share of Contribution	<u>-</u>	<u>-</u>	<u>-</u>
Difference Between Expected and Actual Experience:			
CalPERS Miscellaneous	-	-	-
CalPERS Safety	-	-	-
Total Difference Between Expected and Actual Experience	<u>-</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources:			
CalPERS Miscellaneous	888,648	61,067	949,715
CalPERS Safety	1,767,128	-	1,767,128
Total Deferred Inflows of Resources	<u>\$ 2,655,776</u>	<u>\$ 61,067</u>	<u>\$ 2,716,843</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8 PENSION PLANS (CONTINUED)**

**A. Summary (Continued)**

	Governmental Activities	Business-Type Activities	Total
Pension Expenses:			
CalPERS Miscellaneous	\$ 4,331,396	\$ 297,647	\$ 4,629,043
CalPERS Safety	6,701,649	-	6,701,649
Total Net Pension Income	<u>\$ 11,033,045</u>	<u>\$ 297,647</u>	<u>\$ 11,330,692</u>

**B. General Information about the Pension Plans**

Plan Description

The City contributes to the California Public Employees Retirement System (CalPERS), a cost-sharing, multiple-employer defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the state of California. Benefit provisions and all other requirements are established by state statute and City ordinance. Copies of the CalPERS annual financial report may be obtained from their Executive Office located at 400 P Street, Sacramento, California 95814.

Employees Covered by Benefit Terms

At the June 30, 2023, measurement date the following employees were covered by the benefit terms:

	Miscellaneous	Miscellaneous Tier 2	Miscellaneous PEPRA	Safety	Safety PEPRA
Active Employees	20	11	80	19	29
Transferred Employees	49	14	55	18	11
Separated Employees	26	2	49	10	9
Retired Employees and Beneficiaries	185	1	5	121	1
Total	<u>280</u>	<u>28</u>	<u>189</u>	<u>168</u>	<u>50</u>

Benefit Provided

CalPERS provide retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Classic and PEPRA Safety CalPERS members become eligible for service retirement upon attainment of age 55 with at least five years of credited service. PEPRA miscellaneous members become eligible for service retirement upon attainment of age 62 with at least five years of service. The service retirement benefit is a monthly allowance equal to the product of the benefit factor, years of service, and final compensation. The final compensation is the monthly average of the member's highest 36 full-time equivalent monthly pay.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8 PENSION PLANS (CONTINUED)**

**B. General Information about the Pension Plans (Continued)**

Benefit Provided (Continued)

Following are the benefit provisions for each plan:

	Miscellaneous	Miscellaneous Tier 2	Miscellaneous PEPRA	Safety	Safety PEPRA
Benefit Formula	2.0% @ 55	2.0% @ 60	2.0% @ 62	3.0% @ 50	2.7% @ 57
Benefit Vesting Schedule	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
Retirement Age	55	60	62	50	50-57
Monthly Benefits, as a Percentage of Eligible Compensation	2.0%	2.0%	2.0%	3.0%	2.7%
Required Employee Contribution Rate	7.000%	7.000%	7.750%	9.000%	13.750%
Required Employer Contribution Rate	12.470%	10.660%	7.680%	27.110%	13.540%

Contributions

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements are classified as plan member contributions. For the year ended June 30, 2024, the City made contributions to each Plan were as follows:

	Miscellaneous	Safety	Total
Contributions - Employer	\$ 854,667	\$ 1,236,862	\$ 2,091,529

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8 PENSION PLANS (CONTINUED)**

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

Proportionate Share of Net Pension Liability and Pension (Income) Expense

The City's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2023, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022, rolled forward to June 30, 2023, using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The City's change in the proportionate share of the net pension liability for each Plan as of the June 30, 2022, the measurement date and the June 30, 2023, measurement date was as follows:

	<u>Miscellaneous</u>	<u>Safety</u>
Proportion - June 30, 2022	0.03319 %	0.04235 %
Proportion - June 30, 2023	0.05376	0.07318
Change - Increase (Decrease)	<u>0.02057 %</u>	<u>0.03083 %</u>

For the year ended June 30, 2024, the City recognized pension expense of \$4,629,043 and \$6,701,649, for the Miscellaneous and Safety plans, respectively. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Miscellaneous Plan</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Contribution Made After the Measurement Date	\$ 854,667	\$ -
Difference Between Expected and Actual Experience	137,324	21,302
Changes of Assumptions	162,295	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	435,232	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	<u>3,072,390</u>	<u>928,413</u>
Total	<u>\$ 4,661,908</u>	<u>\$ 949,715</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8 PENSION PLANS (CONTINUED)**

**C. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)**

Proportionate Share of Net Pension Liability and Pension (Income) Expense (Continued)

	Safety Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Contribution Made After the Measurement Date	\$ 1,236,862	\$ -
Difference Between Expected and Actual Experience	401,615	34,382
Changes of Assumptions	319,249	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	748,596	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	2,480,646	1,732,746
Total	<u>\$ 5,186,968</u>	<u>\$ 1,767,128</u>

	Aggregate Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Contribution Made After the Measurement Date	\$ 2,091,529	\$ -
Difference Between Expected and Actual Experience	538,939	55,684
Changes of Assumptions	481,544	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,183,828	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	-
Adjustments Due to Difference in Proportions	5,553,036	2,661,159
Total	<u>\$ 9,848,876</u>	<u>\$ 2,716,843</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8 PENSION PLANS (CONTINUED)**

**C. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)**

Proportionate Share of Net Pension Liability and Pension (Income) Expense (Continued)

For the Miscellaneous Plan and Safety Plan, \$854,667 and \$1,236,862, respectively, were reported as deferred outflows of resources related to pensions resulting from City's contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Measurement Period Ending June 30,	Deferred (Inflows) Outflows of Resources		
	Miscellaneous Plan	Safety Plan	Total
2025	\$1,857,725	\$1,598,123	\$ 3,455,848
2026	923,942	456,651	1,380,593
2027	63,372	107,310	170,682
2028	12,487	20,894	33,381
2029	-	-	-
Thereafter	-	-	-
Total	<u>\$ 2,857,526</u>	<u>\$ 2,182,978</u>	<u>\$ 5,040,504</u>

Actuarial Assumptions

The total pension liabilities in the June 30, 2022, actuarial valuations were determined using the following actuarial assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	6.90%
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds.
Post Retirement Benefit Increase	Contract COLA up to 2.3% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.3% thereafter.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8 PENSION PLANS (CONTINUED)**

**C. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)**

Actuarial Assumptions (Continued)

The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS experience study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and review of Actuarial Assumptions report from November 2021 that can be found on the CalPERS website.

Long-Term Expected Rate of Return

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

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

Asset Class (a)	Assumed Asset Allocation	Real Return (a) (b)
Global Equity - Cap-Weighted	30.00 %	4.45 %
Global Equity - Non-Cap-Weighted	12.00	3.84
Private Equity	13.00	7.28
Treasury	5.00	0.27
Mortgage-Backed Securities	5.00	0.50
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 Asset Liability Management study.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 8 PENSION PLANS (CONTINUED)**

**C. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)**

Discount Rate

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

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the City's proportionate share of the net position liability for the Plan, calculated using the discount rate for each Plan, as well as what the City's proportionate share of the 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:

	Plan's Net Pension (Asset) Liability		
	1%	Current	1%
	Decrease (5.90%)	Discount Rate (6.90%)	Increase (7.90%)
Miscellaneous	\$ 11,236,091	\$ 2,688,135	\$ (4,347,567)
Safety	20,736,371	5,470,210	(7,010,964)
Total	\$ 31,972,462	\$ 8,158,345	\$ (11,358,531)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

**D. Payable to the Pension Plan**

At June 30, 2024, the City had no outstanding amounts owed to the pension plan for contributions for the year ended June 30, 2024.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 9 OTHER POSTEMPLOYMENT BENEFIT PLAN**

**A. Summary**

	Governmental Activities	Business-Type Activities	Total
Deferred Outflows of Resources:			
Employer Contributions Made Subsequent to the Measurement Date	\$ 1,140,607	\$ 31,624	\$ 1,172,231
Changes in Assumptions	2,165,838	60,050	2,225,888
Total Deferred Outflows of Resources	<u>\$ 3,306,445</u>	<u>\$ 91,674</u>	<u>\$ 3,398,119</u>
Net OPEB liability	<u>\$ 13,621,646</u>	<u>\$ 377,671</u>	<u>\$ 13,999,317</u>
Deferred Inflows of Resources:			
Changes in Assumptions	\$ 6,329,457	\$ 175,490	\$ 6,504,947
Difference Between Expected and Actual Experience	5,320,395	147,513	5,467,908
Net Difference Between Projected and Actual Earnings	66,295	1,838	68,133
Total Deferred Inflows of Resources	<u>\$ 11,716,147</u>	<u>\$ 324,841</u>	<u>\$ 12,040,988</u>
OPEB Income	<u>\$ (1,254,472)</u>	<u>\$ (34,781)</u>	<u>\$ (1,289,253)</u>

**B. General Information About OPEB**

Plan Description

The City provides post-employment defined benefits to retired employees in the form of a contribution towards their health insurance premiums under the CalPERS health plan, an agent multiple employer plan, that provides health insurance benefits to eligible retirees in accordance with various labor agreements. The minimum required retiree contributions are established by CalPERS. Survivor benefits are not provided. Copies of the CalPERS' annual financial report can be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, California 95814.

Eligibility

All employees hired prior to November 21, 1995, are in Tier I and become eligible for these benefits as long as they are 50 years of age or older and have worked for the City a minimum of five years and elect a service retirement from the City. The health benefits for Tier I retirees include medical, dental, optical, and life. These benefits are considered to be vested for Tier I employees. The City pays the same contribution for these benefits to Tier I employees as is paid to active employees. Vision benefits are also provided to Tier I employees who retired after September 30, 1990. The life insurance is available to Tier I retirees until they reach age of 70.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 9 OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)**

**B. General Information About OPEB (Continued)**

All employees hired on or after November 21, 1995 are Tier II. The City pays the minimum required medical insurance contribution established by CalPERS for Tier II employees.

Membership in the plan consisted of the following at June 30, 2023, the date of the latest actuarial valuation:

Active Plan Members	172
Retirees	147
Total	<u>319</u>

**C. Net OPEB Liability, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB**

Contributions

Benefit provisions and contribution requirements are established and may be amended through agreements and memorandums of understanding between the City, its management employees, and unions representing the City's employees. The plan does not require employee contributions.

The annual contribution is based on the actuarially determined contribution. For the fiscal year ended June 30, 2024, the City made contributions to the plan totaling \$1,172,231 (\$961,181 actual benefit payments and a \$211,050 implicit subsidy credit). Employees are not required to contribute to the plan.

Total OPEB Liability

The City's total OPEB liability was measured as of June 30, 2023. The total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The total OPEB liability at June 30, 2024 was \$16,925,813.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 9 OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)**

**C. Net OPEB Liability, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB (Continued)**

Actuarial Assumptions

The total OPEB liability in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Assumptions:

Discount Rate	4.80% (Bond Buyer 20-Bond Index)
Inflation	2.30% Annually
Aggregate Payroll Increases	2.80%
Expected Long-Term Investment Rate of Return	N/A
Mortality, Termination, and Disability	CalPERS 2000-2019 Experience Study
Mortality Improvement Scale	Modified projected fully generational with Scale MP-2021
Healthcare Trend Rate - Non-Medicare	An annual healthcare cost trend rate of 6.50% for 2023, decreasing to an ultimate rate of 3.73% in 2075
Healthcare Trend Rate - Medicare	An annual healthcare cost trend rate of 5.40% for 2023, decreasing to an ultimate rate of 3.73% in 2075

The actuarial assumptions used in the June 30, 2023, valuation were based on the results of the November 2021 CalPERS experience study covering 2000 to 2019.

Discount Rate

The discount rate used to measure the total OPEB liability was 4.80% percent. This discount rate is the mid-point, rounded to five basis points of the range of three 20-year municipal bond rate indices; S&P Municipal bond 20 Year High Grade Rate Index, Bond Buyer 20-Bond GO Index, and Fidelity GO AA 20 Year Bond Index.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 9 OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)**

**C. Net OPEB Liability, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB (Continued)**

Change in the Net OPEB Liability

	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance - June 30, 2022 (Measurement Date)	\$ 18,314,761	\$ -	\$ 18,314,761
Changes Recognized for the Measurement Period:			
Service Cost	296,493	-	296,493
Interest on the Total OPEB Liability	639,487	-	639,487
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience	(5,302)	-	(5,302)
Changes of Assumptions	(2,319,626)	-	(2,319,626)
Contributions from the Employer		2,800,144	(2,800,144)
Net Investment Income		132,778	(132,778)
Administrative Expenses		(6,426)	6,426
Benefit Payments	(1,093,319)	(1,093,319)	-
Net Changes	<u>(2,482,267)</u>	<u>1,833,177</u>	<u>(4,315,444)</u>
Balance - June 30, 2023 (Measurement Date)	<u>\$ 15,832,494</u>	<u>\$ 1,833,177</u>	<u>\$ 13,999,317</u>

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

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.80%) or 1-percentage point higher (5.80%) than the current discount rate:

	Plan's Total OPEB Liability		
	1% Decrease (3.80%)	Current Discount Rate (4.80%)	1% Increase (5.80%)
OPEB Pension Plan	<u>\$ 15,795,306</u>	<u>\$ 13,999,317</u>	<u>\$ 12,494,238</u>

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

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower or 1-percentage point higher than the current healthcare cost trend rates:

	Plan's Total OPEB Liability		
	1% Decrease	Healthcare Cost Trend Rates	1% Increase
OPEB Pension Plan	<u>\$ 12,330,488</u>	<u>\$ 13,999,317</u>	<u>\$ 16,003,695</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 9 OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)**

**C. Net OPEB Liability, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB (Continued)**

OPEB Expense (Income), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2024, the City recognized OPEB income of \$1,289,253. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ -	\$ 5,467,908
Changes in Assumptions	2,225,888	6,504,947
Employer Contributions Made Subsequent to the Measurement Date	1,172,231	-
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	-	68,133
Total	\$ 3,398,119	\$ 12,040,988

The difference between projected OPEB plan investment earnings and actual earnings is amortized over a five-year period. The remaining gains and losses are amortized over the expected average remaining service life. The expected average remaining service life is 8 years, which was determined as of July 1, 2021, the beginning of the measurement period, for employees covered by the OPEB plan benefit terms as of the valuation date.

\$1,172,231 was reported as a deferred outflow of resources related to OPEB resulting from the City's contributions subsequent to the measurement date and will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2025.

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

Fiscal Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2025	\$ (1,794,047)
2026	(1,614,941)
2027	(1,346,967)
2028	(1,734,415)
2029	(1,910,495)
Thereafter	(1,414,235)
Total	\$ (9,815,100)

**CITY OF PLACENTIA**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 10 RISK MANAGEMENT AND SELF-INSURANCE PROGRAM**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City participates in municipal agency risk pools for their property, workers' compensation, and excess liability coverage.

**A. General Liability**

The City is a member of the Public Agency Risk Sharing Authority of California (PARSAC), a joint powers authority, which provides joint protection programs for public entities covering automobile, general liability, errors and omission losses, workers' compensation, and property claims. Under the program, the City has a \$100,000 retention limits similar to a deductible with the PARSAC being responsible for losses above that amount up to \$1 million.

The PARSAC has additional coverage of \$34 million in excess of its \$1 million retention limit affiliated risk management authorities. The PARSAC also provides \$1 billion aggregate per occurrence property coverage to its members with such coverage provided by purchased insurance.

**B. Workers' Compensation**

The City is a member of the Local Agency Workers' Compensation Excess (the LAWCX), a joint powers authority, which provides joint protection programs for public entities covering worker's compensation claims. Under the program, the City has a \$250,000 retention limits similar to a deductible with the LAWCX being responsible for losses above that amount up to \$4.7 million. The City has purchased excess coverage for workers' compensation excess of \$5 million.

**C. Other Insurance**

The City has Crime Bond Insurance coverage as a member of PARSAC under Alliant Crime Insurance Program (the ACIP) excess of \$2,500 up to \$1 million. This insurance includes coverage for faithful performance of duty, forgery, or alteration, inside premises theft of money and securities, inside premises robbery and safety, burglary other property outside the premises, computer fraud, funds transfer fraud, and money orders and counterfeit paper currency fraud.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 10 RISK MANAGEMENT AND SELF-INSURANCE PROGRAM (CONTINUED)**

**C. Other Insurance (Continued)**

A reconciliation of changes in aggregates for claims filed in the current and prior fiscal years are as follows:

	Beginning of Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Year Liability	Amounts Due within One Year	Amounts Due in more than One Year
Workers' Compensation:						
2021-2022	\$ 3,435,173	\$ 1,034,044	\$ (762,874)	\$ 3,706,343	\$ 926,586	\$ 2,779,757
2022-2023	3,706,343	(267,259)	(555,501)	2,883,583	720,896	2,162,687
2023-2024	2,883,583	470,637	(857,340)	2,496,880	624,220	1,872,660
General Liability:						
2021-2022	\$ 435,330	\$ 272,173	\$ 601,365	\$ 1,308,868	\$ 327,217	\$ 981,651
2022-2023	1,308,868	(139,773)	(1,334)	1,167,761	278,190	889,571
2023-2024	1,167,761	1,074,374	(918,099)	1,324,036	317,259	1,006,777

**NOTE 11 CLASSIFICATION OF FUND BALANCES**

At June 30, 2024, fund balances are classified in the governmental funds as follows:

	General Fund	Citywide Development Impact Fee Special Revenue Fund	Placentia Regional Navigation Center	Debt Service Fund	Nonmajor Governmental Funds	Total
Nonspendable:						
Inventory	\$ 21,542	\$ -	\$ -	\$ -	\$ -	\$ 21,542
Prepaid Items	88,009	3,281	-	-	-	91,290
Loans Receivable	786,121	-	-	-	-	786,121
Total Nonspendable	895,672	3,281	-	-	-	898,953
Restricted:						
Public Safety	-	-	-	-	1,668,812	1,668,812
Public Works	-	-	-	-	1,479,117	1,479,117
Community Development	-	2,375,781	-	-	1,933,711	4,309,492
Community Services	-	-	-	-	1,867	1,867
Debt Service	-	-	-	8,013,519	87,394	8,100,913
Grant Programs	-	-	-	-	-	-
Transportation	-	-	-	-	617,869	617,869
Park Development	-	-	-	-	20,903	20,903
Street Maintenance	-	-	-	-	517,279	517,279
Air Quality	-	-	-	-	312,566	312,566
Housing	-	-	-	-	2,087,696	2,087,696
Pension Stability	1,643,582	-	-	-	-	1,643,582
Total Restricted	1,643,582	2,375,781	-	8,013,519	8,727,214	20,760,096
Committed:						
Measure U - Infrastructure	1,036,860	-	-	-	-	1,036,860
Total Committed	1,036,860	-	-	-	-	1,036,860
Unassigned	14,795,659	-	(2,628,658)	-	(1,352,350)	10,814,651
Total Fund Balances	<u>\$ 18,371,773</u>	<u>\$ 2,379,062</u>	<u>\$ (2,628,658)</u>	<u>\$ 8,013,519</u>	<u>\$ 7,374,864</u>	<u>\$ 33,510,560</u>

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 12 COMMITMENTS AND CONTINGENCIES**

**A. Commitments**

The City had several outstanding or planned construction and other projects as of June 30, 2024. These projects are evidenced by contractual commitments with contractors or other agencies and include:

<u>Projects</u>	<u>Commitment</u>
Buildings	\$ 25,527
Improvements Other Than Buildings	566,414
Infrastructure - Streets	1,848,928
Infrastructure - Traffic	58,641
Infrastructure - Sewer	201,111
Infrastructure - Parks	501,654
Infrastructure - Major Studies	204,784
Machinery & Equipment	170,542
Vehicles	24,087
Building & Facilities	364,186
Public Safety Building	6,577,199
Total	<u><u>\$ 10,543,073</u></u>

The City has various outstanding purchase commitments. Total commitments at June 30, 2024 are as follows:

	<u>Outstanding Purchase Commitments</u>
Governmental Funds:	
General Fund	\$ 1,401,736
Other Governmental Funds	1,222,312
Total	<u><u>\$ 2,624,048</u></u>

**B. Contingencies**

The City is a defendant in a number of lawsuits, which have arisen in the normal course of business. While substantial damages are alleged in some of these actions, their outcome cannot be predicted with certainty.

**C. Grants**

Amounts received or receivable from granting agencies are subject to audit and adjustment by grantor agencies. While no matters of noncompliance were disclosed by the audit of the financial statements or single audit of the Federal grant programs, grantor agencies may subject grant programs to additional compliance tests, which may result in disallowed costs. In the opinion of management, future disallowances of current or prior grant expenditures, if any, would not have a material adverse effect on the financial position of the City.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 13 OTHER REQUIRED FUND DISCLOSURES**

**A. Expenditures in Excess of Appropriation**

Excess of expenditures over appropriations occurred in individual funds during the year ended June 30, 2024, as follows:

	<u>Expenditures</u>	<u>Appropriation</u>	<u>Expenditure in Excess of Appropriations</u>
Special Revenue Funds:			
Street Lighting	\$ 549,040	\$ 171,500	\$ (377,540)
Measure M	1,238,960	1,200,374	(38,586)
Landscape Maintenance District	501,359	432,867	(68,492)
Housing and Community Development	443,353	390,061	(53,292)
NOC Public Safety	62,313	56,700	(5,613)
EFID	28,144	-	(28,144)
Debt Service Funds:			
Major Debt Service Fund	4,322,471	4,083,700	(238,771)

**B. Deficit Net Position and Fund Balances**

Funds with deficit net position/fund balance at June 30, 2024, are as follows:

	<u>Deficit Fund Balance</u>	<u>Deficit Net Position</u>
Special Revenue Funds:		
Placentia Regional Navigation Center (Major Fund)	(2,628,658)	
Miscellaneous Grants	(468,204)	
Landscape Maintenance District 92-1	(56,727)	
Housing and Community Development	(511,160)	
Gasoline Tax	(16,741)	
Sewer Construction	(123,349)	
Total	<u>\$ (3,804,839)</u>	
Capital Projects Fund:		
City Capital Projects	<u>\$ (176,169)</u>	
Internal Service Fund:		
Risk Management		<u>\$ (1,545,135)</u>

At June 30, 2024, the City's governmental activities had an unrestricted net position deficit of \$(63,541,165) on the statement of net position. This deficit was created from the implementation of GASB Statement 68 (Net Pension Liability) in fiscal year 2015 and the implementation of GASB Statement 75 (Total OPEB Liability) in 2018. The City expects to eliminate the deficit via increased pension and OPEB contributions consistent with the amortization schedules provided by the City's pension and OPEB administrators.

**CITY OF PLACENTIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 14 ACCOUNTING CHANGE**

**A. Change within the Financial Reporting Entity**

Change in Fund Presentation from Nonmajor to Major

In prior years, the Placentia Regional Navigation Center Special Revenue Fund has been reported as a nonmajor governmental fund. In the current year, this fund met the criteria to be reported as a major governmental fund. The effect of this change within the financial reporting entity is shown in the table below

	June 30, 2023, as Previously Reported	Change Within the Financial Reporting Entity	June 30, 2023, as Adjusted
Governmental Funds:			
Major Funds:			
General Fund	\$ 26,712,756	\$ -	\$ 26,712,756
Citywide Development Impact Fee Fund	4,474,906	-	4,474,906
Placentia Regional Navigation Center Fund	-	(1,635,925)	(1,635,925)
Debt Service Fund	4,153,709	-	4,153,709
Nonmajor Funds	6,354,937	1,635,925	7,990,862
Total Governmental Funds	<u>\$ 41,696,308</u>	<u>\$ -</u>	<u>\$ 41,696,308</u>

**REQUIRED SUPPLEMENTARY INFORMATION  
(UNAUDITED)**

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**CITY OF PLACENTIA  
BUDGETARY COMPARISON SCHEDULE –  
GENERAL FUND  
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 45,048,523	\$ 45,274,180	\$ 45,847,060	\$ 572,880
Intergovernmental	280,000	4,380,950	2,717,309	(1,663,641)
Licenses and Permits	2,985,000	2,851,000	2,535,885	(315,115)
Fines and Forfeitures	452,500	465,000	548,960	83,960
Investment Income	600,000	600,000	1,175,860	575,860
Charges for Services	1,245,500	1,350,500	1,441,304	90,804
Leases and Rents	1,061,000	1,061,000	1,677,641	616,641
Miscellaneous	790,500	805,500	1,125,980	320,480
Total Revenues	<u>52,463,023</u>	<u>56,788,130</u>	<u>57,069,999</u>	<u>281,869</u>
<b>EXPENDITURES</b>				
Current:				
General Government	14,716,090	15,560,790	15,336,829	223,961
Public Safety	18,116,117	19,044,953	18,491,792	553,161
Public Works	4,785,070	4,956,521	5,350,268	(393,747)
Community Development	1,571,100	1,824,507	1,809,970	14,537
Community Services	2,947,452	3,339,704	3,431,853	(92,149)
Capital Outlay	8,850,780	29,992,467	22,021,540	7,970,927
Debt Service:				
Principal Retirement	1,505,500	1,505,500	2,366,341	(860,841)
Interest and Fiscal Charges	696,700	171,700	231,958	(60,258)
Total Expenditures	<u>53,188,809</u>	<u>76,396,142</u>	<u>69,040,551</u>	<u>7,355,591</u>
<b>REVENUE OVER (UNDER) EXPENDITURES</b>	(725,786)	(19,608,012)	(11,970,552)	7,637,460
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of Debt	-	-	2,017,510	2,017,510
Payment to Escrow for Refunding Debt	-	-	-	-
Transfers In	1,365,895	494,900	6,108,943	5,614,043
Transfers Out	(5,652,414)	(6,017,309)	(4,496,884)	1,520,425
Total Other Financing Sources (Uses)	<u>(4,286,519)</u>	<u>(5,522,409)</u>	<u>3,629,569</u>	<u>9,151,978</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (5,012,305)</u>	<u>\$ (25,130,421)</u>	(8,340,983)	<u>\$ 16,789,438</u>
Fund Balance - Beginning of Year			<u>26,712,756</u>	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 18,371,773</u>	

See accompanying Notes to Budgetary Comparison Schedules.

**CITY OF PLACENTIA  
BUDGETARY COMPARISON SCHEDULE –  
CITYWIDE DEVELOPMENT IMPACT FEE SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Investment Earnings	\$ -	\$ -	\$ 72,851	\$ 72,851
Contributions	1,601,383	1,601,383	355,903	(1,245,480)
Miscellaneous	-	-	2,785	2,785
Total Revenues	<u>1,601,383</u>	<u>1,601,383</u>	<u>431,539</u>	<u>(1,169,844)</u>
<b>EXPENDITURES</b>				
Current:				
Public Safety	40,000	126,000	95,820	30,180
Capital Outlay	<u>185,000</u>	<u>3,376,799</u>	<u>2,431,563</u>	<u>945,236</u>
Total Expenditures	<u>225,000</u>	<u>3,502,799</u>	<u>2,527,383</u>	<u>975,416</u>
<b>REVENUE OVER (UNDER) EXPENDITURES</b>	<u>1,376,383</u>	<u>(1,901,416)</u>	<u>(2,095,844)</u>	<u>(194,428)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 1,376,383</u>	<u>\$ (1,901,416)</u>	<u>(2,095,844)</u>	<u>\$ (194,428)</u>
Fund Balance - Beginning of Year			<u>4,474,906</u>	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 2,379,062</u>	

See accompanying Notes to Budgetary Comparison Schedules.

**CITY OF PLACENTIA  
 BUDGETARY COMPARISON SCHEDULE –  
 PLACENTIA REGIONAL NAVIGATION CENTER SPECIAL REVENUE FUND  
 YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 2,394,700	\$ 2,394,700	\$ 1,287,053	\$ (1,107,647)
Contributions	-	-	-	-
Total Revenues	2,394,700	2,394,700	1,287,053	(1,107,647)
<b>EXPENDITURES</b>				
Current:				
Public Safety	2,394,700	2,403,711	2,126,486	277,225
Capital Outlay	-	150,000	153,300	(3,300)
Total Expenditures	2,394,700	2,553,711	2,279,786	273,925
<b>NET CHANGE IN FUND BALANCE</b>	\$ -	\$ (159,011)	(992,733)	\$ (833,722)
Fund Balance - Beginning of Year			(1,635,925)	
<b>FUND BALANCE - END OF YEAR</b>			\$ (2,628,658)	

See accompanying Notes to Budgetary Comparison Schedules.

**CITY OF PLACENTIA  
NOTES TO BUDGETARY COMPARISON SCHEDULES –  
YEAR ENDED JUNE 30, 2024**

**Budgetary Control and Accounting Policy**

The City prepares its budgets on the basis of estimated revenues and expenditures and, accordingly, the budget amounts included in the accompanying financial statements are presented on a basis substantially consistent with generally accepted accounting principles. Encumbrance accounting is utilized during the fiscal year, whereby purchase orders, contracts, and other commitments are recorded in order to control appropriations. However, at fiscal year-end, all appropriations lapse. Accordingly, encumbrances are cancelled and generally are re-appropriated as part of the following year's budget. Encumbrances are not included in reported expenditures.

Annual budgets are adopted for the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds. The City Council approves total budgeted appropriations and any amendments to appropriations throughout the year. In 2024, the City did not create a budget for the following governmental special revenue funds: Park Development, Storm Drain, Traffic Offender, Sewer Construction, Affordable Housing In-Lieu, Community Based Transitional Housing Grant, Housing Successor, Orangethorpe Corridor, Fire Impact Fee, Animal Shelter Impact Fee, and Opioid Settlement.

The budgetary level of control for all governmental fund types is the fund level. The City Administrator has the discretion to transfer appropriations between departments within a fund, but transfers between funds must be approved by the City Council.

**CITY OF PLACENTIA  
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITIES AND RELATED RATIOS –  
MISCELLANEOUS PLAN  
LAST TEN FISCAL YEARS**

Fiscal Year Ended	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015
Measurement Date	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014
Plan's Proportion of the Net Pension Liability	0.05376%	0.03319%	-0.45585%	0.38926%	0.14843%	0.14479%	0.14212%	0.14024%	0.13337%	0.13850%
Plan's Proportionate Share of the Net Pension Liability	\$ 2,688,135	\$ 1,552,976	\$ 16,419,169	\$ 16,419,169	\$ 15,209,436	\$ 13,952,246	\$ 14,094,828	\$ 12,135,165	\$ 9,154,245	\$ 8,617,803
Plan's Covered Payroll	\$ 8,115,390	\$ 7,062,718	\$ 6,733,121	\$ 5,725,763	\$ 5,027,138	\$ 4,966,210	\$ 4,171,235	\$ 4,140,888	\$ 3,220,454	\$ 3,712,315
Plan's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	33.12%	21.99%	243.86%	286.76%	302.55%	332.34%	345.80%	293.06%	284.25%	232.14%
Plan's Fiduciary Net Position	\$ 60,515,009	\$ 60,033,972	\$ 40,663,791	\$ 40,663,791	\$ 41,142,220	\$ 40,682,189	\$ 39,816,871	\$ 38,103,697	\$ 40,735,920	\$ 42,161,022
Plan's Fiduciary Net Position as a Percentage of the Total Pension Liability	95.75%	97.48%	71.24%	71.24%	73.01%	74.46%	73.86%	75.85%	81.65%	83.03%
Plan's Proportionate Share of Aggregate Employer Contributions	\$ 2,515,714	\$ 3,114,009	\$ 2,642,842	\$ 1,383,994	\$ 1,139,534	\$ 932,993	\$ 785,438	\$ 667,441	\$ 383,155	\$ 412,406

Notes to Schedule:

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From fiscal year June 30, 2015 to June 30, 2016:

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 30, 2014 measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015 measurement date is without reduction of pension plan administrative expense.

From fiscal year June 30, 2016 to June 30, 2017: There were no changes in assumptions.

From fiscal year June 30, 2017 to June 30, 2018:

In fiscal year 2017-2018, the financial reporting discount rate was reduced from 7.65% to 7.15%. Deferred outflows of resources and deferred inflows of resources for changes of assumptions represent the unamortized portion of this assumption change and the unamortized portion of the changes of assumptions related to prior measurement periods.

From fiscal year June 30, 2018 to June 30, 2019:

In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate.

From fiscal year June 30, 2019 to June 30, 2020:

In fiscal year 2019-2020, the financial reporting discount rate was reduced from 7.375% to 7.150%. The inflation rate was reduced from 2.75% to 2.50% in fiscal year 2019-2020.

From fiscal year June 30, 2020 to June 30, 2021: There were no changes in assumptions.

From fiscal year June 30, 2021 to June 30, 2022: There were no changes in assumptions.

From fiscal year June 30, 2022 to June 30, 2023: In fiscal year 2022-2023, the financial reporting discount rate was reduced from 7.150% to 6.900%.

From fiscal year June 30, 2023 to June 30, 2024: There were no changes in assumptions.

**CITY OF PLACENTIA  
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITIES AND RELATED RATIOS –  
SAFETY PLAN  
LAST TEN FISCAL YEARS**

Fiscal Year Ended	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015
Measurement Period	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014
Plan's Proportion of the Net Pension Liability	0.07318%	0.04235%	-0.41630%	0.44230%	0.26351%	0.27222%	0.27242%	0.28572%	0.30267%	0.30596%
Plan's Proportionate Share of the Net Pension Liability	\$ 5,470,210	\$ 2,910,326	\$ 29,467,303	\$ 29,467,303	\$ 27,002,144	\$ 26,231,540	\$ 27,017,047	\$ 24,723,412	\$ 20,774,757	\$ 19,038,500
Plan's Covered Payroll	\$ 5,760,486	\$ 5,428,571	\$ 5,414,606	\$ 4,822,533	\$ 4,385,233	\$ 4,383,655	\$ 4,193,517	\$ 4,142,921	\$ 4,074,947	\$ 4,323,789
Plan's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	94.96%	53.61%	544.22%	611.03%	653.79%	654.18%	644.26%	596.76%	509.82%	440.32%
Plan's Fiduciary Net Position	\$ 111,283,833	\$ 104,039,873	\$ 69,454,497	\$ 69,454,497	\$ 69,385,418	\$ 65,913,238	\$ 62,459,293	\$ 58,150,629	\$ 60,121,518	\$ 61,484,214
Plan's Fiduciary Net Position as a Percentage of the Total Pension Liability	95.31%	97.28%	70.21%	70.21%	71.99%	71.53%	69.81%	70.17%	74.32%	76.36%
Plan's Proportionate Share of Aggregate Employer Contributions	\$ 4,216,661	\$ 6,941,085	\$ 6,061,344	\$ 2,517,884	\$ 2,108,590	\$ 3,034,432	\$ 2,753,462	\$ 2,568,441	\$ 2,175,167	\$ 2,157,763

Notes to Schedule:

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From fiscal year June 30, 2015 to June 30, 2016:

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 30, 2014 measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015 measurement date is without reduction of pension plan administrative expense.

From fiscal year June 30, 2016 to June 30, 2017: There were no changes in assumptions.

From fiscal year June 30, 2017 to June 30, 2018:

In fiscal year 2017-2018, the financial reporting discount rate was reduced from 7.65% to 7.15%. Deferred outflows of resources and deferred inflows of resources for changes of assumptions represent the unamortized portion of this assumption change and the unamortized portion of the changes of assumptions related to prior measurement periods.

From fiscal year June 30, 2018 to June 30, 2019:

In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate.

From fiscal year June 30, 2019 to June 30, 2020:

In fiscal year 2019-2020, the financial reporting discount rate was reduced from 7.375% to 7.150%. The inflation rate was reduced from 2.75% to 2.50% in fiscal year 2019-2020.

From fiscal year June 30, 2020 to June 30, 2021: There were no changes in assumptions.

From fiscal year June 30, 2021 to June 30, 2022: There were no changes in assumptions.

From fiscal year June 30, 2022 to June 30, 2023: In fiscal year 2022-2023, the financial reporting discount rate was reduced from 7.150% to 6.900%.

From fiscal year June 30, 2023 to June 30, 2024: There were no changes in assumptions.

**CITY OF PLACENTIA  
SCHEDULE OF CITY'S PENSION CONTRIBUTIONS –  
MISCELLANEOUS PLAN  
LAST TEN FISCAL YEARS**

Fiscal Year	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15
Contractually Determined Contribution (Actuarially Determined)	\$ 854,667	\$ 710,758	\$ 589,881	\$ 1,516,621	\$ 1,383,994	\$ 1,139,534	\$ 932,993	\$ 785,438	\$ 667,441	\$ 383,155
Contributions in Relation to the Actuarially Determined Contributions	(854,667)	(710,758)	(589,881)	(17,663,643)	(1,383,994)	(1,139,534)	(932,993)	(785,438)	(667,441)	(383,155)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ (16,147,022)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 9,790,895	\$ 8,115,390	\$ 7,062,718	\$ 6,733,121	\$ 5,725,763	\$ 5,027,138	\$ 4,966,210	\$ 4,171,235	\$ 4,140,888	\$ 3,220,454
Contributions as a Percentage of Covered Payroll	8.73%	8.76%	8.35%	262.34%	31.07%	26.35%	22.22%	19.27%	16.12%	11.90%
Notes to Schedule:										
Valuation Date	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014	6/30/2013
Methods and Assumptions Used to Determine										
Contribution Rates:										
Actuarial Cost Method	Entry age	Entry age	Entry age	Entry age	Entry age	Entry age	Entry age	Entry age	Entry age	Entry age
Amortization Method	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)
Asset Valuation Method	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	15 Year
										Smoothed
										Market Method
Inflation	2.30%	2.30%	2.50%	2.50%	2.50%	2.75%	2.75%	2.75%	2.75%	2.75%
Salary Increases	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Investment Rate of Return	6.9% (3)	6.9% (3)	7.150% (3)	7.150% (3)	7.150% (3)	7.375% (3)	7.50% (3)	7.50% (3)	7.50% (3)	7.50% (3)
Retirement Age	(4)	(4)	(4)	(4)	(4)	(4)	(4)	(4)	(4)	(4)
Mortality	(5)	(5)	(5)	(5)	(5)	(5)	(5)	(5)	(5)	(5)

(1) Level percentage of payroll, closed

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

(3) Net of pension plan investment expense, including inflation

(4) 50 for all plans with the exception of 52 for Miscellaneous PEPRA 2%@62\*\*

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

**CITY OF PLACENTIA  
SCHEDULE OF CITY'S PENSION CONTRIBUTIONS –  
SAFETY PLAN  
LAST TEN FISCAL YEARS**

Fiscal Year	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15
Contractually Determined Contribution (Actuarially Determined)	\$ 1,236,862	\$ 1,095,286	\$ 1,015,425	\$ 2,561,365	\$ 2,519,683	\$ 2,108,590	\$ 3,034,432	\$ 2,753,462	\$ 2,568,441	\$ 2,175,167
Contributions in Relation to the Actuarially Determined Contributions	<u>(1,236,862)</u>	<u>(1,095,286)</u>	<u>(1,015,425)</u>	<u>(30,597,527)</u>	<u>(2,519,683)</u>	<u>(2,108,590)</u>	<u>(3,034,432)</u>	<u>(2,753,462)</u>	<u>(2,568,441)</u>	<u>(2,175,167)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (28,036,162)</u>	<u>\$ -</u>					
Covered Payroll	\$ 6,360,119	\$ 5,760,486	\$ 5,428,571	\$ 5,414,606	\$ 4,822,533	\$ 4,385,233	\$ 4,383,655	\$ 4,193,517	\$ 4,142,921	\$ 4,074,947
Contributions as a Percentage of Covered Payroll	19.45%	19.01%	18.71%	565.09%	52.25%	48.08%	69.22%	65.66%	62.00%	53.38%
Notes to Schedule:										
Valuation Date	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014	6/30/2013
Methods and Assumptions Used to Determine										
Contribution Rates:										
Actuarial Cost Method	Entry age	Entry age	Entry age	Entry age	Entry age	Entry age	Entry age	Entry age	Entry age	Entry age
Amortization Method	(1.00)	(1.00)	(1.00)	(1.00)	(1)	(1)	(1)	(1)	(1)	(1)
Asset Valuation Method	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value	15 Year
										Smoothed
Inflation	2.30%	2.30%	2.50%	2.50%	2.50%	2.75%	2.75%	2.75%	2.75%	Market Method 2.75%
Salary Increases	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Investment Rate of Return	6.9% (3)	6.9% (3)	7.150% (3)	7.150% (3)	7.150% (3)	7.375% (3)	7.50% (3)	7.50% (3)	7.50% (3)	7.50% (3)
Retirement Age	(4)	(4)	(4)	(4)	(4)	(4)	(4)	(4)	(4)	(4)
Mortality	(5)	(5)	(5)	(5)	(5)	(5)	(5)	(5)	(5)	(5)

(1) Level percentage of payroll, closed

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

(3) Net of pension plan investment expense, including inflation

(4) 50 for all plans with the exception of 52 for Miscellaneous PEPRA 2%@62\*\*

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

**CITY OF PLACENTIA  
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS  
LAST SEVEN FISCAL YEARS**

Measurement Period, Year Ending: <sup>1</sup>	<u>6/30/2023</u>	<u>6/30/2022</u>	<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>
<b>Total OPEB Liability:</b>							
Service Cost	\$ 296,493	\$ 491,712	\$ 532,568	\$ 359,454	\$ 542,976	\$ 569,606	\$ 675,000
Interest	639,487	536,526	691,435	919,735	1,092,405	1,032,870	899,000
Changes of Benefit Terms	-	-	-	-	-	-	-
Differences Between Expected and Actual Experience	(5,302)	(2,064,492)	(4,989,665)	-	(2,606,242)	-	-
Changes of Assumptions	(2,319,626)	(4,427,399)	(1,506,167)	4,699,117	332,593	(1,089,486)	(3,058,000)
Benefit Payments, Including Refunds of Member Contributions	<u>(1,093,319)</u>	<u>(1,132,073)</u>	<u>(1,143,510)</u>	<u>(1,142,314)</u>	<u>(1,112,888)</u>	<u>(1,107,000)</u>	<u>(1,116,000)</u>
Net change in Total OPEB Liability	<u>(2,482,267)</u>	<u>(6,595,726)</u>	<u>(6,415,339)</u>	<u>4,835,992</u>	<u>(1,751,156)</u>	<u>(594,010)</u>	<u>(2,600,000)</u>
Total OPEB Liability - Beginning	<u>18,314,761</u>	<u>24,910,487</u>	<u>31,325,826</u>	<u>26,489,834</u>	<u>28,240,990</u>	<u>28,835,000</u>	<u>31,435,000</u>
Total OPEB Liability - Ending (a)	<u>\$ 15,832,494</u>	<u>\$ 18,314,761</u>	<u>\$ 24,910,487</u>	<u>\$ 31,325,826</u>	<u>\$ 26,489,834</u>	<u>\$ 28,240,990</u>	<u>\$ 28,835,000</u>
<b>OPEB Fiduciary Net Position:</b>							
Contributions - Employer	\$ 2,800,144	\$ 1,132,073	\$ 1,146,160	\$ 1,146,160	\$ 1,142,314	\$ 1,112,888	\$ 1,116,000
Net Investment Income	132,778	-	-	-	-	-	-
Benefit Payments, Including Refunds of Member Contributions	<u>(1,093,319)</u>	<u>(1,132,073)</u>	<u>(1,146,160)</u>	<u>(1,146,160)</u>	<u>(1,142,314)</u>	<u>(1,112,888)</u>	<u>(1,116,000)</u>
Administrative Expense	<u>(6,426)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Plan Fiduciary Net Position	<u>1,833,177</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan Fiduciary Net Position - Beginning	<u>-</u>						
Plan Fiduciary Net Position - Ending (b)	<u>1,833,177</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan Net OPEB Liability - Ending (a) - (b)	<u>\$ 13,999,317</u>	<u>\$ 18,314,761</u>	<u>\$ 24,910,487</u>	<u>\$ 31,325,826</u>	<u>\$ 26,489,834</u>	<u>\$ 28,240,990</u>	<u>\$ 28,835,000</u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered-Employee Payroll	\$ 18,881,076	\$ 17,448,843	\$ 13,993,405	\$ 12,286,189	\$ 11,810,189	\$ 11,466,203	\$ 9,367,000
Plan Net OPEB Liability as a Percentage of Covered Payroll	0%	0%	178%	255%	224%	239%	308%

Notes to Schedule:

For the June 30, 2023, measurement date, the discount rate was updated based on the municipal bond rate as of the measurement date.

There are no assets accumulated in a trust that meet the criteria to pay related benefits for the OPEB plan.

<sup>1</sup> Historical information is only presented for measurement periods after GASB 75 implementation.

**CITY OF PLACENTIA  
SCHEDULE OF CITY'S OPEB CONTRIBUTIONS  
LAST SEVEN FISCAL YEARS**

Fiscal Year <sup>1</sup>	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18
Actuarially Determined Contribution	\$ 1,086,065	\$ 1,093,319	\$ 1,132,073	\$ 1,146,160	\$ 1,142,314	\$ 1,112,888	\$ 1,107,000
Contributions in Relation to the Actuarially Determined Contribution	<u>(1,172,231)</u>	<u>(2,800,144)</u>	<u>(1,132,073)</u>	<u>(1,146,160)</u>	<u>(1,142,314)</u>	<u>(1,112,888)</u>	<u>(1,107,000)</u>
Contribution Deficiency (Excess)	<u>\$ (86,166)</u>	<u>\$ (1,706,825)</u>	<u>\$ -</u>				
Covered Payroll	\$ 18,881,076	\$ 18,881,076	\$ 17,448,843	\$ 13,993,405	\$ 12,286,189	\$ 11,810,189	\$ 11,466,203
Contributions as a Percentage of Covered Payroll	6.21%	14.83%	6.49%	8.19%	9.30%	9.42%	9.65%

Notes to Schedule:

Valuation Date	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2017	6/30/2017
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Methods and Assumptions Used to Determine

Contribution Rates:	
Actuarial Cost Method	Entry Age Normal
Amortization Method/Period	Level Percentage of Payroll
Inflation	2.30% Annually
Salary Increases	Aggregate 2.80% Annually, Merit - CalPERS 2000-2019 Experience Study
Payroll Growth	2.80%
Discount Rate	3.54% (Bond Buyer 20-Bond Index)
Mortality, Retirement, Disability, and Termination	CalPERS Experience Study 2000-2019
Mortality Improvement	Post-retirement mortality projected fully generational with Scale MP-2021

<sup>1</sup> Historical information is only presented for measurement periods after GASB 75 implementation.

**SUPPLEMENTARY INFORMATION**

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**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**DEBT SERVICE FUND (MAJOR FUND)**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Investment Earnings	\$ -	\$ -	\$ 479,186	\$ 479,186
Total Revenues	-	-	479,186	479,186
<b>EXPENDITURES</b>				
Debt Service:				
General Government	-	-	2,499	(2,499)
Principal Retirement	1,860,000	1,860,000	1,860,000	-
Interest and Fiscal Charges	1,959,000	2,223,700	2,459,972	(236,272)
Total Expenditures	3,819,000	4,083,700	4,322,471	(238,771)
<b>REVENUE OVER (UNDER) EXPENDITURES</b>	(3,819,000)	(4,083,700)	(3,843,285)	240,415
<b>OTHER FINANCING SOURCES</b>				
Issuance of Debt	-	-	9,190,000	9,190,000
Bond Premium	-	-	352,179	352,179
Transfers In	3,819,000	4,083,700	4,083,700	-
Transfers Out	-	-	(5,922,784)	(5,922,784)
Total Other Financing Sources	3,819,000	4,083,700	7,703,095	3,619,395
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	3,859,810	<u>\$ 3,859,810</u>
Fund Balance - Beginning of Year			4,153,709	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 8,013,519</u>	

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## NONMAJOR GOVERNMENTAL FUNDS

*Miscellaneous Grants Special Revenue Fund* – to account for federal, state, county, or other grants received which are not otherwise separately accounted for in other funds.

*Park Development Special Revenue Fund* – to account for in lieu fees charged to developers on a per unit basis for park development and rehabilitation.

*Street Lighting Special Revenue Fund* – to account for funds received from special assessments on property owners to provide street lighting in areas of the City not covered by the County lighting district.

*Measure M Special Revenue Fund* – to account for funds received by the City as a result of the voter-approved ballot measure in 1990 and extended by voter approval in 2006 to increase sales tax by ½% in Orange County to fund transportation projects.

*Storm Drain Construction Special Revenue Fund* – to account for funds restricted by state law to be spent on storm drain construction, which are received from acreage fees placed on developers at the time of development. The City is divided into eight storm drain areas and funds can be expended only within the area in which funds are collected.

*Thoroughfare Construction Special Revenue Fund* – to account for funds restricted by City ordinance to be spent for traffic signal, bridge, and culvert construction, which are received from acreage fees placed on developers at the time of development.

*Asset Seizure Special Revenue Fund* – to account for monies seized from criminal activities. Revenues are restricted for use in law enforcement.

*Traffic Offender Special Revenue Fund* – to account for revenue generated from driving under the influence (DUI) administrative impound fees that are restricted to be spent on traffic enforcement activities, including, but not limited to, personnel, training, and equipment costs.

*Supplemental Law Enforcement Special Revenue Fund* – to account for the receipts and expenditures of funds resulting from the Citizen's Option for Public Safety (COPS) program, a state funded program, which are restricted for front line municipal police services.

*Air Quality Special Revenue Fund* – to account for the City's portion of motor vehicle registration fees collected pursuant to AB2766 passed during the 1990 state legislative session. This fee was levied to fund programs to reduce air pollution from mobile sources, such as cars, trucks, and buses.

*Landscape Maintenance District 92-1 Special Revenue Fund* – to account for benefit assessments levied under the Landscaping and Lighting Act of 1972, restricted for maintenance, operation, and administration of landscape improvements in certain areas of the City.

*Housing and Community Development Special Revenue Fund* – to account for U.S. Housing and Community Development Department grants requiring segregated fund accounting, such as the Community Development Block Grant program.

## NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

*Gasoline Tax Special Revenue Fund* – to account for receipts and expenditures of money apportioned under Streets and Highways Code Sections 2103, 2105, 2106, 2107, and 2107.5 of the state of California. These funds are earmarked for maintenance, rehabilitation, or improvement of public streets.

*Sewer Construction Special Revenue Fund* – to account for funds restricted by state law to be spent on sewer construction, which are received from acreage fees placed on developers at the time of development.

*PEG Special Revenue Fund* – to account for a portion of funds received from cable television franchise fees that are restricted for use for Public, Educational, and Governmental (PEG) access channels and related programming.

*Affordable Housing in Lieu Fund* – to account for the receipt and expenditure of developer fees restricted for affordable housing purposes.

*SB1 Gas Tax Fund* – to account for the receipts and expenditures of Road Maintenance and Rehabilitation Account (RMRA) funds resulting from the Road Repair and Accountability Act of 2017 (SB 1). Funds are restricted for maintenance, rehabilitation or improvement of streets, freeways, bridges, and other transit related improvements.

*North Orange County Public Safety Grant Fund* – to account for the receipts and expenditures of the North Orange County Public Safety Task Force (NOC) grant funds to the City. Funds are restricted to be used for law enforcement activities, including, but not limited to, pertaining to violence prevention, intervention, and suppression activities.

*Community Based Transitional Housing Grant Fund* – to account for the receipts and expenditures of the Community-Based Transitional Housing Program Grant awarded by the state of California Department of Finance. Funds are restricted to be used to provide transitional support housing that provides treatment and reentry programming to individuals who will benefit from those services.

*TOD Impact Fee Special Revenue Fund* – to account for the receipts and expenditures of new development impact on the City's sewer collection system in the City's Transit-Oriented Development Zone (TOD). Funds are restricted within the TOD project area, including, but not limited to acquisition, financing, construction, and reconstruction of sanitary or sewer facilities and infrastructure in the TOD.

*General Plan Update Fee Fund* – to account for the accumulation of General Plan update fees that are charged on building permits. Expenditures are restricted to update the City General Plan or other specific plans.

*Technology Impact Fee Fund* – to account for the accumulation of technology fees charged on building permits. Expenditures are restricted for the acquisition and construction of technology improvements.

## NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

*Housing Successor Fund* – to account for the residual balance of the former low- and moderate-income housing fund of the former Placentia Redevelopment Agency, and revenues and expenditures related to such housing projects and programs.

*Orangethorpe Corridor Fund* – to account for financing and construction of all rail projects within the boundaries of the City.

*Cal Recycle Grant Fund* – to account for the receipts and expenditures related to the funding received from CalRecycle grants related to recycling and material diversion programs.

*Enhanced Infrastructure Financing District (EIFD)* – to account for revenue and expenditures for the EIFD established with the County of Orange. The purpose of the EIFD is to finance public capital facilities or other specified projects of community-wide significance that provide benefits to the district or the surrounding community.

*Fire Impact Fee Fund* – to account for revenues and expenditures associated with new development within Placentia for fire protection-related services. The purpose of the fire impact fee is to fund the cost of fire protection and emergency response facilities, apparatus, and equipment attributable to new residential and nonresidential development in the City. The fire impact fee will ensure that new development will not burden existing development with the cost of expanded facilities, apparatus, and equipment required to accommodate growth as it occurs within the City.

*Animal Shelter Impact Fee Fund* – to account for the revenues and expenditures associated with the cost of animal shelter facilities for new residential development in the City. The animal shelter impact fee will ensure that new development will not burden existing development with the cost of expanded animal shelter facilities required to accommodate growth as it occurs within the City.

*Opioid Settlement Fund* – to account for the distribution of monies received from the California Opioid Settlement Funds. Expenditures are restricted for opioid remediation activities focused on prevention, intervention, harm reduction, treatment, and recovery services.

*City Capital Projects Fund* – to account for and report financial resources that are restricted, committed, or assigned for the acquisition or construction of major capital facilities within the boundaries of the City.

*Gas Tax Debt Service Fund* – to account for the receipt and expenditure of gas tax revenues pledged for the payment of debt service on debt payable from Gas Tax proceeds.

**CITY OF PLACENTIA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2024**

	Special Revenue Funds						
	Miscellaneous Grants	Park Development	Street Lighting	Measure M	Storm Drain Construction	Thoroughfare Construction	Asset Seizure
<b>ASSETS</b>							
Cash and Investments	\$ 86,797	\$ 20,903	\$ 22,555	\$ 488,821	\$ 530	\$ 4,879	\$ 1,334,140
Receivables:							
Accounts	-	-	519	115,820	-	-	-
Grants	321,487	-	-	-	-	-	-
Accrued Interest	-	-	-	-	-	-	-
Loans and Notes	-	-	-	-	-	-	-
Leases	-	-	-	-	-	-	-
Prepaid Items	-	-	-	-	-	-	-
Land Held for Resale	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 408,284</b>	<b>\$ 20,903</b>	<b>\$ 23,074</b>	<b>\$ 604,641</b>	<b>\$ 530</b>	<b>\$ 4,879</b>	<b>\$ 1,334,140</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts Payable	\$ 43,248	\$ -	\$ 23,074	\$ 57,362	\$ -	\$ -	\$ 1,918
Accrued Liabilities	-	-	-	-	-	-	-
Deposits Payable	-	-	-	-	-	-	-
Retentions Payable	11,753	-	-	30,000	-	-	-
Due to Other Funds	-	-	-	-	-	-	-
Unearned Revenue	500,000	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>555,001</b>	<b>-</b>	<b>23,074</b>	<b>87,362</b>	<b>-</b>	<b>-</b>	<b>1,918</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Leases	-	-	-	-	-	-	-
Unavailable Revenues	321,487	-	-	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>321,487</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>							
Restricted	-	20,903	-	517,279	530	4,879	1,332,222
Unassigned (Deficit)	(468,204)	-	-	-	-	-	-
<b>Total Fund Balances</b>	<b>(468,204)</b>	<b>20,903</b>	<b>-</b>	<b>517,279</b>	<b>530</b>	<b>4,879</b>	<b>1,332,222</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 408,284</b>	<b>\$ 20,903</b>	<b>\$ 23,074</b>	<b>\$ 604,641</b>	<b>\$ 530</b>	<b>\$ 4,879</b>	<b>\$ 1,334,140</b>

**CITY OF PLACENTIA  
COMBINING BALANCE SHEET (CONTINUED)  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2024**

	Special Revenue Funds						
	Traffic Offender	Supplemental Law Enforcement	Air Quality	Landscape Maintenance District 92-1	Housing and Community Development	Gasoline Tax	Sewer Construction
<b>ASSETS</b>							
Cash and Investments	\$ 4,698	\$ 237,022	\$ 326,907	\$ -	\$ -	\$ -	\$ -
Receivables:							
Accounts	1,126	-	-	2,309	310,520	124,575	800
Grants	-	-	-	-	-	-	-
Accrued Interest	-	-	-	-	-	-	-
Loans and Notes	-	-	-	-	-	-	-
Leases	-	-	-	-	-	-	-
Prepaid Items	-	-	-	-	-	-	-
Land Held for Resale	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 5,824</b>	<b>\$ 237,022</b>	<b>\$ 326,907</b>	<b>\$ 2,309</b>	<b>\$ 310,520</b>	<b>\$ 124,575</b>	<b>\$ 800</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts Payable	\$ -	\$ -	\$ 14,341	\$ 34,900	\$ 11,525	\$ 65,694	\$ -
Accrued Liabilities	-	-	-	4,923	-	-	-
Deposits Payable	-	-	-	-	-	-	-
Retentions Payable	-	-	-	-	-	40,000	-
Due to Other Funds	-	-	-	19,213	589,355	35,622	124,149
Unearned Revenue	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>14,341</b>	<b>59,036</b>	<b>600,880</b>	<b>141,316</b>	<b>124,149</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Leases	-	-	-	-	-	-	-
Unavailable Revenues	-	-	-	-	220,800	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>220,800</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>							
Restricted	5,824	237,022	312,566	-	-	-	-
Unassigned (Deficit)	-	-	-	(56,727)	(511,160)	(16,741)	(123,349)
<b>Total Fund Balances</b>	<b>5,824</b>	<b>237,022</b>	<b>312,566</b>	<b>(56,727)</b>	<b>(511,160)</b>	<b>(16,741)</b>	<b>(123,349)</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 5,824</b>	<b>\$ 237,022</b>	<b>\$ 326,907</b>	<b>\$ 2,309</b>	<b>\$ 310,520</b>	<b>\$ 124,575</b>	<b>\$ 800</b>

**CITY OF PLACENTIA  
COMBINING BALANCE SHEET (CONTINUED)  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2024**

	Special Revenue Funds					
	PEG	Affordable Housing In-Lieu	SB1 Gas Tax	NOC Public Safety Grant	Community Based Transitional Housing Grant	TOD Impact Fee
<b>ASSETS</b>						
Cash and Investments	\$ 83,394	\$ 404	\$ 688,770	\$ 123,046	\$ 75	\$ 1,693,722
Receivables:						
Accounts	17,839	-	109,299	-	-	-
Grants	-	-	-	-	-	-
Accrued Interest	-	-	-	-	-	-
Loans and Notes	-	-	-	-	-	38,050
Leases	-	-	-	-	-	-
Prepaid Items	-	-	-	-	-	-
Land Held for Resale	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 101,233</b>	<b>\$ 404</b>	<b>\$ 798,069</b>	<b>\$ 123,046</b>	<b>\$ 75</b>	<b>\$ 1,731,772</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable	\$ 12,416	\$ -	\$ 124,603	\$ 544	\$ -	\$ 234,414
Accrued Liabilities	-	-	-	1,322	75	-
Deposits Payable	-	-	-	-	-	-
Retentions Payable	-	-	55,597	-	-	73,111
Due to Other Funds	-	-	-	-	-	41,805
Unearned Revenue	-	-	-	48,460	-	-
<b>Total Liabilities</b>	<b>12,416</b>	<b>-</b>	<b>180,200</b>	<b>50,326</b>	<b>75</b>	<b>349,330</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Leases	-	-	-	-	-	-
Unavailable Revenues	-	-	-	-	-	38,050
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>38,050</b>
<b>FUND BALANCES</b>						
Restricted	88,817	404	617,869	72,720	-	1,344,392
Unassigned (Deficit)	-	-	-	-	-	-
<b>Total Fund Balances</b>	<b>88,817</b>	<b>404</b>	<b>617,869</b>	<b>72,720</b>	<b>-</b>	<b>1,344,392</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 101,233</b>	<b>\$ 404</b>	<b>\$ 798,069</b>	<b>\$ 123,046</b>	<b>\$ 75</b>	<b>\$ 1,731,772</b>

**CITY OF PLACENTIA  
COMBINING BALANCE SHEET (CONTINUED)  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2024**

	Special Revenue Funds						
	General Plan Update Fee	Technology Impact Fee	Housing Successor	Orangethorpe Corridor	Cal Recycle Grant	EIFD	Fire Impact Fee
<b>ASSETS</b>							
Cash and Investments	\$ 1,163,718	\$ 649,434	\$ 520,135	\$ 168	\$ 149,208	\$ 98,706	\$ 21,024
Receivables:							
Accounts	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-
Accrued Interest	-	-	44	-	-	-	-
Loans and Notes	-	-	533,749	-	-	-	16,433
Leases	-	-	6,845	-	-	-	-
Prepaid Items	-	-	-	-	-	-	-
Land Held for Resale	-	-	1,036,760	-	-	-	-
Total Assets	<u>\$ 1,163,718</u>	<u>\$ 649,434</u>	<u>\$ 2,097,533</u>	<u>\$ 168</u>	<u>\$ 149,208</u>	<u>\$ 98,706</u>	<u>\$ 37,457</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts Payable	\$ -	\$ 71,384	\$ -	\$ -	\$ 455	\$ 989	\$ -
Accrued Liabilities	-	-	-	-	780	-	-
Deposits Payable	-	-	-	168	-	-	-
Retentions Payable	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	13,248	-	-
Total Liabilities	<u>-</u>	<u>71,384</u>	<u>-</u>	<u>168</u>	<u>14,483</u>	<u>989</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Leases	-	-	10,241	-	-	-	-
Unavailable Revenues	-	-	-	-	-	-	16,433
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>10,241</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,433</u>
<b>FUND BALANCES</b>							
Restricted	1,163,718	578,050	2,087,292	-	134,725	97,717	21,024
Unassigned (Deficit)	-	-	-	-	-	-	-
Total Fund Balances	<u>1,163,718</u>	<u>578,050</u>	<u>2,087,292</u>	<u>-</u>	<u>134,725</u>	<u>97,717</u>	<u>21,024</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,163,718</u>	<u>\$ 649,434</u>	<u>\$ 2,097,533</u>	<u>\$ 168</u>	<u>\$ 149,208</u>	<u>\$ 98,706</u>	<u>\$ 37,457</u>

**CITY OF PLACENTIA  
COMBINING BALANCE SHEET (CONTINUED)  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2024**

	Special Revenue Funds		Capital	Debt	Total Other Governmental Funds
	Animal	Opioid	Projects Fund	Service Fund	
	Shelter Impact Fee	Settlement	City Capital Projects	Gas Tax	
<b>ASSETS</b>					
Cash and Investments	\$ -	\$ 1,867	\$ -	\$ 87,394	\$ 7,808,317
Receivables:					
Accounts	-	407,609	-	-	1,090,416
Grants	-	-	363,161	-	684,648
Accrued Interest	-	-	-	-	44
Loans and Notes	16,433	-	-	-	604,665
Leases	-	-	-	-	6,845
Prepaid Items	-	-	-	-	-
Land Held for Resale	-	-	-	-	1,036,760
<b>Total Assets</b>	<u>\$ 16,433</u>	<u>\$ 409,476</u>	<u>\$ 363,161</u>	<u>\$ 87,394</u>	<u>\$ 11,231,695</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts Payable	\$ -	\$ -	\$ 101,227	\$ -	\$ 798,094
Accrued Liabilities	-	-	20,346	-	27,446
Deposits Payable	-	-	125,000	-	125,168
Retentions Payable	-	-	15,602	-	226,063
Due to Other Funds	-	-	81,391	-	891,535
Unearned Revenue	-	-	-	-	561,708
<b>Total Liabilities</b>	-	-	343,566	-	2,630,014
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Leases	-	-	-	-	10,241
Unavailable Revenues	16,433	407,609	195,764	-	1,216,576
<b>Total Deferred Inflows of Resources</b>	<u>16,433</u>	<u>407,609</u>	<u>195,764</u>	<u>-</u>	<u>1,226,817</u>
<b>FUND BALANCES</b>					
Restricted	-	1,867	-	87,394	8,727,214
Unassigned (Deficit)	-	-	(176,169)	-	(1,352,350)
<b>Total Fund Balances</b>	<u>-</u>	<u>1,867</u>	<u>(176,169)</u>	<u>87,394</u>	<u>7,374,864</u>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<u>\$ 16,433</u>	<u>\$ 409,476</u>	<u>\$ 363,161</u>	<u>\$ 87,394</u>	<u>\$ 11,231,695</u>

**CITY OF PLACENTIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2024**

Special Revenue Funds

	Miscellaneous Grants	Park Development	Street Lighting	Measure M	Storm Drain Construction	Thoroughfare Construction	Asset Seizure
<b>REVENUES</b>							
Intergovernmental	\$ 120,003	\$ -	\$ -	\$ 1,216,010	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-	-	-	90,578
Investment Earnings	11,859	442	-	12,964	-	74	28,580
Charges for Services	-	-	135,856	-	-	-	-
Lease Revenue	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total Revenues	<u>131,862</u>	<u>442</u>	<u>135,856</u>	<u>1,228,974</u>	<u>-</u>	<u>74</u>	<u>119,158</u>
<b>EXPENDITURES</b>							
Current:							
General Government	-	-	-	-	-	-	-
Public Safety	113,419	-	-	-	-	-	46,985
Public Works	-	-	549,040	-	-	-	-
Community Development	-	-	-	159,244	-	-	-
Community Services	5,162	-	-	-	-	-	-
Capital Outlay	411,024	-	-	600,000	-	-	121,395
Debt Service:							
Principal Retirement	-	-	-	429,296	-	-	-
Interest and Fiscal Charges	-	-	-	50,420	-	-	-
Total Expenditures	<u>529,605</u>	<u>-</u>	<u>549,040</u>	<u>1,238,960</u>	<u>-</u>	<u>-</u>	<u>168,380</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	(397,743)	442	(413,184)	(9,986)	-	74	(49,222)
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers In	-	-	413,184	-	-	-	-
Transfers Out	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>413,184</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGES IN FUND BALANCES</b>	<u>(397,743)</u>	<u>442</u>	<u>-</u>	<u>(9,986)</u>	<u>-</u>	<u>74</u>	<u>(49,222)</u>
Fund Balance - Beginning, As Originally Reported	(70,461)	20,461	-	527,265	530	4,805	1,381,444
Change within financial reporting entity (nonmajor to major)	-	-	-	-	-	-	-
Fund Balance - Beginning, As Adjusted	<u>(70,461)</u>	<u>20,461</u>	<u>-</u>	<u>527,265</u>	<u>530</u>	<u>4,805</u>	<u>1,381,444</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ (468,204)</u>	<u>\$ 20,903</u>	<u>\$ -</u>	<u>\$ 517,279</u>	<u>\$ 530</u>	<u>\$ 4,879</u>	<u>\$ 1,332,222</u>

**CITY OF PLACENTIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2024**

Special Revenue Funds

	Traffic Offender	Supplemental Law Enforcement	Air Quality	Landscape Maintenance District 92-1	Housing and Community Development	Gasoline Tax	Sewer Construction
<b>REVENUES</b>							
Intergovernmental	\$ -	\$ 186,159	\$ 52,963	\$ -	\$ 469,592	\$ 1,442,514	\$ -
Fines and Forfeitures	-	-	-	-	-	-	-
Investment Earnings	73	7,587	6,556	-	-	4,862	-
Charges for Services	-	-	-	454,844	-	-	-
Lease Revenue	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total Revenues	<u>73</u>	<u>193,746</u>	<u>59,519</u>	<u>454,844</u>	<u>469,592</u>	<u>1,447,376</u>	<u>-</u>
<b>EXPENDITURES</b>							
Current:							
General Government	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-
Public Works	-	-	-	501,359	-	315,666	18,247
Community Development	-	-	35,818	-	443,353	-	-
Community Services	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	800,000	4,874
Debt Service:							
Principal Retirement	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>35,818</u>	<u>501,359</u>	<u>443,353</u>	<u>1,115,666</u>	<u>23,121</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	73	193,746	23,701	(46,515)	26,239	331,710	(23,121)
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers In	-	-	-	-	-	-	-
Transfers Out	-	(186,159)	-	-	-	(403,750)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(186,159)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(403,750)</u>	<u>-</u>
<b>NET CHANGES IN FUND BALANCES</b>	73	7,587	23,701	(46,515)	26,239	(72,040)	(23,121)
Fund Balance - Beginning, As Originally Reported	5,751	229,435	288,865	(10,212)	(537,399)	55,299	(100,228)
Change within financial reporting entity (nonmajor to major)	-	-	-	-	-	-	-
Fund Balance - Beginning, As Adjusted	<u>5,751</u>	<u>229,435</u>	<u>288,865</u>	<u>(10,212)</u>	<u>(537,399)</u>	<u>55,299</u>	<u>(100,228)</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 5,824</u>	<u>\$ 237,022</u>	<u>\$ 312,566</u>	<u>\$ (56,727)</u>	<u>\$ (511,160)</u>	<u>\$ (16,741)</u>	<u>\$ (123,349)</u>

**CITY OF PLACENTIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds						<i>Formerly Non- major Fund Placentia Regional Navigation Center</i>
	PEG	Affordable Housing In-Lieu	SB1 Gas Tax	NOC Public Safety Grant	Community Based Transitional Housing Grant	TOD Impact Fee	
<b>REVENUES</b>							
Intergovernmental	\$ -	\$ -	\$ 1,354,999	\$ 54,540	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-	-	-	-
Investment Earnings	1,400	-	15,101	3,241	-	39,349	-
Charges for Services	90,259	-	-	-	-	-	-
Lease Revenue	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total Revenues	<u>91,659</u>	<u>-</u>	<u>1,370,100</u>	<u>57,781</u>	<u>-</u>	<u>39,349</u>	<u>-</u>
<b>EXPENDITURES</b>							
Current:							
General Government	36,637	-	-	-	-	-	-
Public Safety	-	-	-	58,560	-	-	-
Public Works	-	-	-	-	-	-	-
Community Development	-	-	-	-	-	-	-
Community Services	-	-	-	3,753	-	-	-
Capital Outlay	10,430	-	1,236,552	-	-	634,983	-
Debt Service:							
Principal Retirement	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-
Total Expenditures	<u>47,067</u>	<u>-</u>	<u>1,236,552</u>	<u>62,313</u>	<u>-</u>	<u>634,983</u>	<u>-</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	44,592	-	133,548	(4,532)	-	(595,634)	-
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers In	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGES IN FUND BALANCES</b>	44,592	-	133,548	(4,532)	-	(595,634)	-
Fund Balance - Beginning, As Originally Reported	44,225	404	484,321	77,252	-	1,940,026	(1,635,925)
Change within financial reporting entity (nonmajor to major)	-	-	-	-	-	-	1,635,925
Fund Balance - Beginning, As Adjusted	<u>44,225</u>	<u>404</u>	<u>484,321</u>	<u>77,252</u>	<u>-</u>	<u>1,940,026</u>	<u>-</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 88,817</u>	<u>\$ 404</u>	<u>\$ 617,869</u>	<u>\$ 72,720</u>	<u>\$ -</u>	<u>\$ 1,344,392</u>	<u>\$ -</u>

**CITY OF PLACENTIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2024**

Special Revenue Funds

	General Plan Update Fee	Technology Impact Fee	Housing Successor	Orangethorpe Corridor	Cal Recycle Grant	EIFD	Fire Impact Fee
<b>REVENUES</b>							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 144,054	\$ 54,153	\$ -
Fines and Forfeitures	-	-	-	-	-	-	-
Investment Earnings	25,045	12,521	-	-	516	1,252	294
Charges for Services	201,460	101,151	-	-	-	-	20,730
Lease Revenue	-	-	4,126	-	-	-	-
Miscellaneous	-	-	10,368	-	-	-	-
Total Revenues	<u>226,505</u>	<u>113,672</u>	<u>14,494</u>	<u>-</u>	<u>144,570</u>	<u>55,405</u>	<u>21,024</u>
<b>EXPENDITURES</b>							
Current:							
General Government	86,995	-	-	-	-	28,144	-
Public Safety	-	60,992	-	-	10,666	-	-
Public Works	-	-	-	-	-	-	-
Community Development	-	-	-	-	-	-	-
Community Services	-	-	-	-	-	-	-
Capital Outlay	80,797	-	-	-	-	-	-
Debt Service:							
Principal Retirement	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-
Total Expenditures	<u>167,792</u>	<u>60,992</u>	<u>-</u>	<u>-</u>	<u>10,666</u>	<u>28,144</u>	<u>-</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	58,713	52,680	14,494	-	133,904	27,261	21,024
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers In	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGES IN FUND BALANCES</b>	58,713	52,680	14,494	-	133,904	27,261	21,024
Fund Balance - Beginning, As Originally Reported	1,105,005	525,370	2,072,798	-	821	70,456	-
Change within financial reporting entity (nonmajor to major)	-	-	-	-	-	-	-
Fund Balance - Beginning, As Adjusted	<u>1,105,005</u>	<u>525,370</u>	<u>2,072,798</u>	<u>-</u>	<u>821</u>	<u>70,456</u>	<u>-</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 1,163,718</u>	<u>\$ 578,050</u>	<u>\$ 2,087,292</u>	<u>\$ -</u>	<u>\$ 134,725</u>	<u>\$ 97,717</u>	<u>\$ 21,024</u>

**CITY OF PLACENTIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds		Capital Projects Fund	Debt Service Fund	Total Other Governmental Funds
	Animal Shelter Impact Fee	Opioid Settlement	City Capital Projects	Gas Tax	
<b>REVENUES</b>					
Intergovernmental	\$ -	\$ 19,263	\$ 585,070	\$ -	\$ 5,699,320
Fines and Forfeitures	-	-	-	-	90,578
Investment Earnings	-	516	-	368	172,600
Charges for Services	-	-	-	-	1,004,300
Lease Revenue	-	-	-	-	4,126
Miscellaneous	-	-	196,963	-	207,331
Total Revenues	-	19,779	782,033	368	7,178,255
<b>EXPENDITURES</b>					
Current:					
General Government	-	2,186	-	-	153,962
Public Safety	-	29,161	-	-	319,783
Public Works	-	-	-	-	1,384,312
Community Development	-	-	-	-	638,415
Community Services	-	-	-	-	8,915
Capital Outlay	-	-	735,855	-	4,635,910
Debt Service:					
Principal Retirement	-	-	-	358,000	787,296
Interest and Fiscal Charges	-	-	-	42,265	92,685
Total Expenditures	-	31,347	735,855	400,265	8,021,278
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	-	(11,568)	46,178	(399,897)	(843,023)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	-	-	-	403,750	816,934
Transfers Out	-	-	-	-	(589,909)
Total Other Financing Sources (Uses)	-	-	-	403,750	227,025
<b>NET CHANGES IN FUND BALANCES</b>	-	(11,568)	46,178	3,853	(615,998)
Fund Balance - Beginning, As Originally Reported	-	13,435	(222,347)	83,541	6,354,937
Change within financial reporting entity (nonmajor to major)	-	-	-	-	1,635,925
Fund Balance - Beginning, As Adjusted	-	13,435	(222,347)	83,541	7,990,862
<b>FUND BALANCES - END OF YEAR</b>	\$ -	\$ 1,867	\$ (176,169)	\$ 87,394	\$ 7,374,864

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**MISCELLANEOUS GRANTS SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 500,000	\$ 2,655,224	\$ 120,003	\$ (2,535,221)
Investment Earnings	-	-	11,859	11,859
Total Revenues	<u>500,000</u>	<u>2,655,224</u>	<u>131,862</u>	<u>(2,523,362)</u>
<b>EXPENDITURES</b>				
Current:				
Public Safety	-	-	113,419	(113,419)
Community Services	-	-	5,162	(5,162)
Capital Outlay	500,000	2,653,604	411,024	2,242,580
Total Expenditures	<u>500,000</u>	<u>2,653,604</u>	<u>529,605</u>	<u>2,123,999</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ 1,620</u>	(397,743)	<u>\$ (399,363)</u>
Fund Balance - Beginning of Year			<u>(70,461)</u>	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ (468,204)</u>	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**STREET LIGHTING SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Charges for Services	\$ 135,286	\$ 135,286	\$ 135,856	\$ 570
Total Revenues	135,286	135,286	135,856	570
<b>EXPENDITURES</b>				
Current:				
Public Works	171,500	171,500	549,040	(377,540)
Total Expenditures	171,500	171,500	549,040	(377,540)
<b>REVENUE OVER (UNDER) EXPENDITURES</b>	(36,214)	(36,214)	(413,184)	(376,970)
<b>OTHER FINANCING SOURCES</b>				
Transfers In	36,214	36,214	413,184	376,970
Total Other Financing Sources	36,214	36,214	413,184	376,970
<b>NET CHANGE IN FUND BALANCE</b>	\$ -	\$ -	-	\$ -
Fund Balance - Beginning of Year			-	
<b>FUND BALANCE - END OF YEAR</b>			\$ -	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**MEASURE M SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 1,275,373	\$ 1,275,373	\$ 1,216,010	\$ (59,363)
Investment Earnings	-	-	12,964	12,964
Total Revenues	1,275,373	1,275,373	1,228,974	(46,399)
<b>EXPENDITURES</b>				
Current:				
Community Development	83,400	150,560	159,244	(8,684)
Capital Outlay	600,000	636,064	600,000	36,064
Debt Service:				
Principal Retirement	400,000	400,000	429,296	(29,296)
Interest and Fiscal Charges	13,750	13,750	50,420	(36,670)
Total Expenditures	1,097,150	1,200,374	1,238,960	(38,586)
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 178,223</b>	<b>\$ 74,999</b>	(9,986)	<b>\$ (84,985)</b>
Fund Balance - Beginning of Year			527,265	
<b>FUND BALANCE - END OF YEAR</b>			<b>\$ 517,279</b>	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**THROUGHFARE CONSTRUCTION SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Investment Earnings	\$ -	\$ -	\$ 74	\$ 74
Total Revenues	<u>-</u>	<u>-</u>	<u>74</u>	<u>74</u>
<b>EXPENDITURES</b>				
Capital Outlay	-	4,172	-	4,172
Total Expenditures	<u>-</u>	<u>4,172</u>	<u>-</u>	<u>4,172</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ (4,172)</u>	74	<u>\$ 4,246</u>
Fund Balance - Beginning of Year			<u>4,805</u>	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 4,879</u>	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**ASSET SEIZURE SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Fines and Forfeitures	\$ -	\$ -	\$ 90,578	\$ 90,578
Investment Earnings	-	-	28,580	28,580
Total Revenues	-	-	119,158	119,158
<b>EXPENDITURES</b>				
Current:				
Public Safety	70,000	40,897	46,985	(6,088)
Capital Outlay	35,000	1,114,103	121,395	992,708
Total Expenditures	105,000	1,155,000	168,380	986,620
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (105,000)</b>	<b>\$ (1,155,000)</b>	<b>(49,222)</b>	<b>\$ 1,105,778</b>
Fund Balance - Beginning of Year			1,381,444	
<b>FUND BALANCE - END OF YEAR</b>			<b>\$ 1,332,222</b>	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**SUPPLEMENTAL LAW ENFORCEMENT SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 165,000	\$ 165,000	\$ 186,159	\$ 21,159
Investment Earnings	-	-	7,587	7,587
Total Revenues	<u>165,000</u>	<u>165,000</u>	<u>193,746</u>	<u>28,746</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	<u>(165,000)</u>	<u>(165,000)</u>	<u>(186,159)</u>	<u>(21,159)</u>
Total Other Financing Sources (Uses)	<u>(165,000)</u>	<u>(165,000)</u>	<u>(186,159)</u>	<u>(21,159)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	7,587	<u>\$ 7,587</u>
Fund Balance - Beginning of Year			<u>229,435</u>	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 237,022</u>	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**AIR QUALITY SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 65,900	\$ 65,900	\$ 52,963	\$ (12,937)
Investment Earnings	-	-	6,556	6,556
Total Revenues	65,900	65,900	59,519	(6,381)
<b>EXPENDITURES</b>				
Community Development	20,900	32,640	35,818	-
Capital Outlay	115,000	285,638	-	285,638
Total Expenditures	135,900	318,278	35,818	285,638
<b>NET CHANGE IN FUND BALANCE</b>	\$ (70,000)	\$ (252,378)	23,701	\$ 276,079
Fund Balance - Beginning of Year			288,865	
<b>FUND BALANCE - END OF YEAR</b>			\$ 312,566	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**LANDSCAPE MAINTENANCE DISTRICT 92-1 SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Charges for Services	\$ 450,858	\$ 450,858	\$ 454,844	\$ 3,986
Total Revenues	450,858	450,858	454,844	3,986
<b>EXPENDITURES</b>				
Current:				
Public Works	419,200	432,867	501,359	(68,492)
Total Expenditures	419,200	432,867	501,359	(68,492)
<b>NET CHANGE IN FUND BALANCE</b>	\$ 31,658	\$ 17,991	(46,515)	\$ (64,506)
Fund Balance - Beginning of Year			(10,212)	
<b>FUND BALANCE - END OF YEAR</b>			\$ (56,727)	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**HOUSING AND COMMUNITY DEVELOPMENT SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 280,514	\$ 359,997	\$ 469,592	\$ 109,595
Total Revenues	280,514	359,997	469,592	109,595
<b>EXPENDITURES</b>				
Current:				
Community Development	339,514	390,061	443,353	(53,292)
Total Expenditures	339,514	390,061	443,353	(53,292)
<b>NET CHANGE IN FUND BALANCE</b>	\$ (59,000)	\$ (30,064)	26,239	\$ 56,303
Fund Balance - Beginning of Year			(537,399)	
<b>FUND BALANCE - END OF YEAR</b>			\$ (511,160)	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**GASOLINE TAX SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 1,476,847	\$ 1,476,847	\$ 1,442,514	\$ (34,333)
Investment Earnings	-	-	4,862	4,862
Total Revenues	<u>1,476,847</u>	<u>1,476,847</u>	<u>1,447,376</u>	<u>(29,471)</u>
<b>EXPENDITURES</b>				
Current:				
Public Works	994,558	994,558	315,666	678,892
Capital Outlay	800,000	800,000	800,000	-
Total expenditures	<u>1,794,558</u>	<u>1,794,558</u>	<u>1,115,666</u>	<u>678,892</u>
<b>REVENUE OVER (UNDER) EXPENDITURES</b>	(317,711)	(317,711)	331,710	649,421
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(403,750)	(403,750)	(403,750)	-
Total Other Financing (Uses)	<u>(403,750)</u>	<u>(403,750)</u>	<u>(403,750)</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (721,461)</u>	<u>\$ (721,461)</u>	(72,040)	<u>\$ 649,421</u>
Fund Balance - Beginning of Year			<u>55,299</u>	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ (16,741)</u>	

**CITY OF PLACENTIA  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL  
PEG REVENUE FUND  
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Investment Earnings	\$ -	\$ -	\$ 1,400	\$ 1,400
Charges for Services	80,000	80,000	90,259	10,259
Total Revenues	<u>80,000</u>	<u>80,000</u>	<u>91,659</u>	<u>11,659</u>
<b>EXPENDITURES</b>				
Current:				
General Government	9,700	45,700	36,637	9,063
Capital Outlay	69,000	69,000	10,430	58,570
Total Expenditures	<u>78,700</u>	<u>114,700</u>	<u>47,067</u>	<u>67,633</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 1,300</u>	<u>\$ (34,700)</u>	44,592	79,292
Fund Balance - Beginning of Year			<u>44,225</u>	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 88,817</u>	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**SB1 RMRA GAS TAX SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 1,280,805	\$ 1,280,805	\$ 1,354,999	\$ 74,194
Investment Earnings	-	-	15,101	15,101
Total Revenues	<u>1,280,805</u>	<u>1,280,805</u>	<u>1,370,100</u>	<u>89,295</u>
<b>EXPENDITURES</b>				
Capital Outlay	<u>1,000,000</u>	<u>1,511,059</u>	<u>1,236,552</u>	<u>274,507</u>
Total Expenditures	<u>1,000,000</u>	<u>1,511,059</u>	<u>1,236,552</u>	<u>274,507</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 280,805</u>	<u>\$ (230,254)</u>	133,548	<u>\$ 363,802</u>
Fund Balance - Beginning of Year			<u>484,321</u>	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 617,869</u>	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**NORTH ORANGE COUNTY (NOC) PUBLIC SAFETY GRANT SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 62,000	\$ 78,700	\$ 54,540	\$ (24,160)
Investment Earnings	-	-	3,241	3,241
Total Revenues	62,000	78,700	57,781	(20,919)
<b>EXPENDITURES</b>				
Current:				
Public Safety	40,000	40,000	58,560	(18,560)
Community Services	-	16,700	3,753	12,947
Total Expenditures	40,000	56,700	62,313	(5,613)
<b>NET CHANGE IN FUND BALANCE</b>	\$ 22,000	\$ 22,000	(4,532)	\$ (26,532)
Fund Balance - Beginning of Year			77,252	
<b>FUND BALANCE - END OF YEAR</b>			\$ 72,720	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**TOD IMPACT FEE SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Investment Earnings	\$ -	\$ -	\$ 39,349	\$ 39,349
Charges for Services	90,000	90,000	-	(90,000)
Total Revenues	<u>90,000</u>	<u>90,000</u>	<u>39,349</u>	<u>(50,651)</u>
<b>EXPENDITURES</b>				
Capital Outlay	550,000	885,506	634,983	250,523
Total Expenditures	<u>550,000</u>	<u>885,506</u>	<u>634,983</u>	<u>250,523</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (460,000)</u>	<u>\$ (795,506)</u>	(595,634)	<u>\$ 199,872</u>
Fund Balance - Beginning of Year			<u>1,940,026</u>	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 1,344,392</u>	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**GENERAL PLAN UPDATE FEE SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Investment Earnings	-	-	25,045	25,045
Charges for Services	150,000	150,000	201,460	51,460
Total Revenues	<u>150,000</u>	<u>150,000</u>	<u>226,505</u>	<u>76,505</u>
<b>EXPENDITURES</b>				
Current:				
General Government	-	191,100	86,995	104,105
Capital Outlay	-	257,819	80,797	177,022
Total Expenditures	<u>-</u>	<u>448,919</u>	<u>167,792</u>	<u>281,127</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 150,000</u>	<u>\$ (298,919)</u>	58,713	<u>\$ 357,632</u>
Fund Balance - Beginning of Year			<u>1,105,005</u>	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 1,163,718</u>	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**TECHNOLOGY IMPACT FEE SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Investment Earnings	\$ -	\$ -	\$ 12,521	\$ 12,521
Charges for Services	-	-	101,151	101,151
Total Revenues	-	-	113,672	113,672
<b>EXPENDITURES</b>				
Current:				
Public Safety	-	55,000	60,992	(5,992)
Capital Outlay	-	71,385	-	71,385
Total Expenditures	-	126,385	60,992	65,393
<b>NET CHANGE IN FUND BALANCE</b>	\$ -	\$ (126,385)	52,680	\$ 179,065
Fund Balance - Beginning of Year			525,370	
<b>FUND BALANCE - END OF YEAR</b>			\$ 578,050	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**CAL RECYCLE GRANT SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ 144,054	\$ 144,054
Investment Earnings	-	-	516	516
Total Revenues	<u>-</u>	<u>-</u>	<u>144,570</u>	<u>144,570</u>
<b>EXPENDITURES</b>				
Current:				
Public Safety	13,181	13,181	10,666	2,515
Total Expenditures	<u>13,181</u>	<u>13,181</u>	<u>10,666</u>	<u>2,515</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (13,181)</u>	<u>\$ (13,181)</u>	133,904	<u>\$ 147,085</u>
Fund Balance - Beginning of Year			<u>821</u>	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 134,725</u>	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**EFID SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 5,000	\$ 5,000	\$ 54,153	\$ 49,153
Investment Earnings	-	-	1,252	1,252
Miscellaneous	-	-	-	-
Total Revenues	5,000	5,000	55,405	50,405
<b>EXPENDITURES</b>				
Current:				
General Government	-	-	28,144	(28,144)
Total Expenditures	-	-	28,144	(28,144)
<b>NET CHANGE IN FUND BALANCE</b>	\$ 5,000	\$ 5,000	27,261	\$ 22,261
Fund Balance - Beginning of Year			70,456	
<b>FUND BALANCE - END OF YEAR</b>			\$ 97,717	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**CITY CAPITAL PROJECTS FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ 4,133,286	\$ 585,070	\$ (3,548,216)
Miscellaneous	-	709,362	196,963	(512,399)
Total Revenues	-	4,842,648	782,033	(4,060,615)
<b>Expenditures:</b>				
Current:				
Community Development	281,700	281,700	-	281,700
Capital Outlay	-	4,344,404	735,855	3,608,549
Total Expenditures	281,700	4,626,104	735,855	3,890,249
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (281,700)</b>	<b>\$ 216,544</b>	46,178	<b>\$ (170,366)</b>
Fund Balance - Beginning of Year			(222,347)	
<b>FUND BALANCE - END OF YEAR</b>			<b>\$ (176,169)</b>	

**CITY OF PLACENTIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL**  
**GAS TAX DEBT SERVICE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Investment Earnings	\$ -	\$ -	\$ 368	\$ 368
Total Revenues	-	-	368	368
<b>EXPENDITURES</b>				
Debt Service:				
Principal Retirement	358,000	358,000	358,000	-
Interest and Fiscal Charges	45,750	45,750	42,265	3,485
Total Expenditures	403,750	403,750	400,265	3,485
<b>REVENUE OVER (UNDER) EXPENDITURES</b>	(403,750)	(403,750)	(399,897)	3,853
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	403,750	403,750	403,750	-
Total Other Financing Sources (Uses)	403,750	403,750	403,750	-
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	3,853	<u>\$ 3,853</u>
Fund Balance - Beginning of Year			83,541	
<b>FUND BALANCE - END OF YEAR</b>			<u>\$ 87,394</u>	

**CITY OF PLACENTIA  
COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
JUNE 30, 2024**

	Risk Management	Health and Welfare	Equipment Replacement	Total
<b>ASSETS</b>				
Current Assets:				
Cash and Investments	\$ 2,356,201	\$ 39,065	\$ 76,967	\$ 2,472,233
Receivable:				
Accounts	595	-	31,524	32,119
Prepays	-	1,309	-	1,309
Total Current Assets	<u>2,356,796</u>	<u>40,374</u>	<u>108,491</u>	<u>2,505,661</u>
Total Assets	2,356,796	40,374	206,032	2,603,202
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts Payable	64,502	1,702	-	66,204
Accrued Liabilities	16,513	291	-	16,804
Due to Other Funds	-	-	-	-
Accrued Claims and Judgments - Due Within One Year	941,479	-	-	941,479
Total Current Liabilities	<u>1,022,494</u>	<u>1,993</u>	<u>-</u>	<u>1,024,487</u>
Noncurrent Liabilities:				
Accrued Claims and Judgments - Due in More Than One Year	2,879,437	-	-	2,879,437
Total Noncurrent Liabilities	<u>2,879,437</u>	<u>-</u>	<u>-</u>	<u>2,879,437</u>
Total Liabilities	3,901,931	1,993	-	3,903,924
<b>NET POSITION</b>				
Unrestricted	<u>(1,545,135)</u>	<u>38,381</u>	<u>108,491</u>	<u>(1,398,263)</u>
Total Net Position	<u>\$ (1,545,135)</u>	<u>\$ 38,381</u>	<u>\$ 206,032</u>	<u>\$ (1,300,722)</u>

**CITY OF PLACENTIA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**ALL INTERNAL SERVICE FUNDS**  
**YEAR ENDED JUNE 30, 2024**

	Governmental Activities			Total
	Risk Management	Health and Welfare	Equipment Replacement	
<b>OPERATING REVENUES</b>				
Reimbursements	\$ 540,994	\$ 122,460	\$ -	\$ 663,454
Sales and Service Charges	2,258,306	1,088,243	-	3,346,549
Other Revenues	-	-	95,488	95,488
Total Operating Revenues	<u>2,799,300</u>	<u>1,210,703</u>	<u>95,488</u>	<u>4,105,491</u>
<b>OPERATING EXPENSES</b>				
Administration	230,386	8,540	1,740	240,666
Reinsurance Premiums	-	187,603	-	187,603
Claims	815,101	-	-	815,101
Medical and Dental Premiums	-	990,260	-	990,260
Liability Insurance Premiums	1,752,138	4,935	-	1,757,073
Depreciation Expense	-	-	40,376	40,376
Total Operating Expenses	<u>2,797,625</u>	<u>1,191,338</u>	<u>42,116</u>	<u>4,031,079</u>
<b>OPERATING INCOME (LOSS)</b>	1,675	19,365	53,372	74,412
<b>NONOPERATING INCOME (LOSS)</b>				
Gain on Disposal of Capital Assets	-	-	57,912	57,912
<b>CHANGES IN NET POSITION</b>	1,675	19,365	111,284	132,324
Net Position - Beginning of Year	<u>(1,546,810)</u>	<u>19,016</u>	<u>94,748</u>	<u>(1,433,046)</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ (1,545,135)</u>	<u>\$ 38,381</u>	<u>\$ 206,032</u>	<u>\$ (1,300,722)</u>

**CITY OF PLACENTIA  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
YEAR ENDED JUNE 30, 2024**

	Risk Management	Health and Welfare	Equipment Replacement	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash Received from Customers and Users	\$ 2,798,705	\$ 1,210,812	\$ 63,965	\$ 4,073,482
Cash Paid to Suppliers for Goods and Services	(2,166,167)	(1,133,425)	(65,706)	(3,365,298)
Cash Paid for Insurance Claims	(815,101)	-	-	(815,101)
Net Cash Provided (Used) by Operating Activities	<u>(182,563)</u>	<u>77,387</u>	<u>(1,741)</u>	<u>(106,917)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Payment Made on Interfund Borrowing	-	(38,322)	-	(38,322)
Net Cash Used by Noncapital Financing Activities	-	(38,322)	-	(38,322)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of Capital Assets	-	-	-	-
Proceeds From Sale of Capital Assets	-	-	57,912	57,912
Net Cash Provided by Capital And Related Financing Activities	-	-	57,912	57,912
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(182,563)	39,065	56,171	(87,327)
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO STATEMENT OF NET POSITION</b>				
Beginning of Year	<u>2,538,764</u>	<u>-</u>	<u>158,713</u>	<u>2,697,477</u>
End of Year	<u>\$ 2,356,201</u>	<u>\$ 39,065</u>	<u>\$ 214,884</u>	<u>\$ 2,610,150</u>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>				
Operating Income	\$ 1,675	\$ 19,365	\$ 53,372	\$ 74,412
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivables	(595)	109	(31,524)	(32,010)
(Increase) Decrease in Prepays	-	57,198	-	57,198
Increase (Decrease) in Accounts Payable	30,277	424	(63,965)	(33,264)
Increase (Decrease) in Accrued Liabilities	16,508	291	-	16,799
Increase (Decrease) in Claims Payable	<u>(230,428)</u>	<u>-</u>	<u>-</u>	<u>(230,428)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (182,563)</u>	<u>\$ 77,387</u>	<u>\$ (1,741)</u>	<u>\$ (106,917)</u>

## **FIDUCIARY FUNDS**

### **CUSTODIAL FUNDS**

*Community Facilities District Fund* – to account for the Community Facilities District No. 89-1 (East Placentia). This fund accounts for the service of \$25,000,000 of Community Facilities District No. 89-1 (East Placentia) Special Tax Bonds issued to finance the construction of street and drainage infrastructure improvements and to fund development of a 13-acre park/recreation sports complex to benefit properties within the District.

*Public Safety CFD 2014-01 Fund* – to account for revenues and expenditures to provide public safety services associated with new development within Placentia including, but not limited to, police protection, fire protection, and ambulance and paramedic services. The services would be partially paid for through the levy of a Special Tax on real property.

*TOD District CFD Fund* – to account for the Community Facilities District 2018-1 (Transit Oriented District) providing a special tax to pay for certain public facilities within such community facilities district, to levy such special tax, and to provide non-General Fund and sustainable funding source to pay for the ongoing maintenance and repairs of the public streetscape improvements constructed within the Transit Oriented District.

**CITY OF PLACENTIA  
COMBINING STATEMENT OF ASSETS AND LIABILITIES  
FIDUCIARY FUNDS  
JUNE 30, 2024**

	Custodial Funds			Total
	Community Facilities District	Public Safety CFD 2014-01	TOD District CFD	
<b>ASSETS</b>				
Cash and Investments	\$ 50,711	\$ 311,379	\$ 52,203	\$ 414,293
Accounts Receivable	-	-	-	-
Taxes Receivable	-	-	-	-
Miscellaneous Receivables	-	1,453	-	1,453
Total Assets	<u>50,711</u>	<u>312,832</u>	<u>52,203</u>	<u>415,746</u>
<b>LIABILITIES</b>				
Accounts Payable	-	-	241	241
Accrued Liabilities	-	14	-	14
Total Liabilities	<u>-</u>	<u>14</u>	<u>241</u>	<u>255</u>
<b>NET POSITION (DEFICIT)</b>				
Restricted for Individuals, Organizations, and Other Governments	<u>50,711</u>	<u>312,818</u>	<u>51,962</u>	<u>415,491</u>
Total Net Position (Deficit)	<u>\$ 50,711</u>	<u>\$ 312,818</u>	<u>\$ 51,962</u>	<u>\$ 415,491</u>

**CITY OF PLACENTIA  
STATEMENT OF CHANGE IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
YEAR ENDED JUNE 30, 2024**

	Custodial Funds			Total
	Community Facilities District	Public Safety CFD 2014-01	TOD District CFD	
<b>ADDITIONS</b>				
Charges for Services	\$ -	\$ 157,859	\$ 61,158	\$ 219,017
Investment Earnings	1,296	5,157	-	6,453
Total Additions	<u>1,296</u>	<u>163,016</u>	<u>61,158</u>	<u>225,470</u>
<b>DEDUCTIONS</b>				
Administrative Expenses	-	-	8,440	8,440
Total Deductions	<u>-</u>	<u>-</u>	<u>8,440</u>	<u>8,440</u>
<b>CHANGE IN NET POSITION</b>	1,296	163,016	52,718	217,030
Net Position - Beginning of Year	<u>49,415</u>	<u>149,802</u>	<u>(756)</u>	<u>198,461</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 50,711</u>	<u>\$ 312,818</u>	<u>\$ 51,962</u>	<u>\$ 415,491</u>

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## **STATISTICAL SECTION**

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**CITY OF PLACENTIA  
DESCRIPTION OF STATISTICAL SECTION CONTENTS**

This part of the City of Placentia’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information say about the government’s overall financial health.

Contents:	Page
<i>Financial Trends</i> – These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	145
<i>Revenue Capacity</i> – These schedules contain information to help the reader assess the City’s most significant local revenue source, the property tax.	151
<i>Debt Capacity</i> – These schedules present information to help the reader assess the affordability of the City’s current level of outstanding debt and the City’s ability to issue additional debt in the future.	155
<i>Demographic and Economic Information</i> – These schedules offer demographics and economic indicators to help the reader understand the environment within which the City’s financial activities take place.	158
<i>Operating Information</i> – These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report related to the services the City provides and activities it performs.	161

**CITY OF PLACENTIA  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(AMOUNTS EXPRESS IN THOUSANDS)**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Governmental Activities:</b>										
Net Investment in Capital Assets	\$ 66,333	\$ 66,799	\$ 67,960	\$ 67,915	\$ 72,176	\$ 81,106	\$ 86,061	\$86,045	\$ 103,757	\$ 114,777
Restricted	7,027	7,681	6,199	5,819	6,090	7,732	21,456	20,175	18,361	21,767
Unrestricted	<u>(34,145)</u>	<u>(30,490)</u>	<u>(32,780)</u>	<u>(52,089)</u>	<u>(50,858)</u>	<u>(53,352)</u>	<u>(68,263)</u>	<u>(23,396)</u>	<u>(43,543)</u>	<u>(62,344)</u>
Total Governmental Activities Net Position	<u>\$ 39,215</u>	<u>\$ 43,990</u>	<u>\$ 41,379</u>	<u>\$ 21,645</u>	<u>\$ 27,408</u>	<u>\$ 35,486</u>	<u>\$ 39,254</u>	<u>\$ 82,824</u>	<u>\$ 78,575</u>	<u>\$ 74,200</u>
<b>Business-Type Activities:</b>										
Net Investment in Capital Assets	\$ 11,280	\$ 10,765	\$ 10,303	\$ 9,778	\$ 9,275	\$ 8,748	\$ 8,221	\$ 7,694	\$ 7,166	\$ 12,471
Unrestricted	<u>1,289</u>	<u>845</u>	<u>1,066</u>	<u>(1,514)</u>	<u>(2,055)</u>	<u>(2,682)</u>	<u>361</u>	<u>1,842</u>	<u>1,245</u>	<u>1,895</u>
Total Business-Type Activities Net Position	<u>\$ 12,569</u>	<u>\$ 11,610</u>	<u>\$ 11,369</u>	<u>\$ 8,264</u>	<u>\$ 7,220</u>	<u>\$ 6,066</u>	<u>\$ 8,582</u>	<u>\$ 9,536</u>	<u>\$ 8,411</u>	<u>\$ 14,366</u>
<b>Primary Government:</b>										
Net Investment in Capital Assets	\$ 77,613	\$ 77,564	\$ 78,263	\$ 77,693	\$ 81,451	\$ 89,854	\$ 94,282	\$ 93,739	\$ 110,923	\$ 127,248
Restricted	7,027	7,681	6,199	5,819	6,090	7,732	21,456	20,175	18,361	21,767
Unrestricted	<u>(32,856)</u>	<u>(29,645)</u>	<u>(31,714)</u>	<u>(53,603)</u>	<u>(52,913)</u>	<u>(56,034)</u>	<u>(67,902)</u>	<u>(21,554)</u>	<u>(42,298)</u>	<u>(60,449)</u>
Total Primary Government Net Position	<u>\$ 51,784</u>	<u>\$ 55,600</u>	<u>\$ 52,748</u>	<u>\$ 29,909</u>	<u>\$ 34,628</u>	<u>\$ 41,552</u>	<u>\$ 47,836</u>	<u>\$ 92,360</u>	<u>\$ 86,986</u>	<u>\$ 88,566</u>

Source: City of Placentia, Finance Department

**CITY OF PLACENTIA  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(AMOUNTS EXPRESS IN THOUSANDS)**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>PROGRAM REVENUE</b>										
Governmental Activities:										
Charges for Services:										
General Government	\$ 2,053	\$ 1,956	\$ 2,136	\$ 2,206	\$ 2,356	\$ 2,651	\$ 2,754	\$ 2,812	\$ 3,215	\$ 3,298
Public Safety	1,469	1,340	1,092	1,078	742	771	567	928	877	913
Public Works	854	679	597	670	1,100	776	917	877	811	856
Community Development	277	1,211	1,074	1,251	1,011	1,670	2,014	1,598	1,700	1,509
Community Services	-	221	194	314	213	145	148	253	337	497
Operating Grants	1,407	4,744	4,637	4,575	7,709	9,588	6,103	6,499	15,643	9,937
Capital Grants and Contributions	3,216	145	465	4,528	1,117	2,994	8,027	1,850	5,025	1,938
Total Governmental Activities Program Revenues	9,276	10,296	10,195	14,622	14,248	18,595	20,530	14,817	27,608	18,948
Business-Type Activities:										
Charges for Services:										
Refuse	2,874	2,890	2,958	3,039	3,148	3,252	3,688	3,732	4,283	4,813
Compressed Natural Gas	25	-	-	-	-	-	-	-	-	-
Sewer Maintenance	819	688	722	760	722	723	783	791	1,448	1,511
Total Business-Type Activities Program Revenues	3,718	3,578	3,680	3,799	3,870	3,975	4,471	4,523	5,731	6,324
Total Primary Government Program Revenues	12,994	13,874	13,875	18,421	18,118	22,570	25,001	19,340	33,339	25,272
<b>EXPENSES</b>										
Governmental Activities:										
General Government	9,248	5,343	10,579	10,046	9,346	11,654	12,850	9,242	19,220	17,490
Public Safety	15,689	18,556	19,188	18,114	20,547	26,139	26,045	(5,341)	39,863	27,471
Public Works	6,644	7,445	7,246	4,328	2,465	4,926	9,846	3,159	11,632	10,729
Community Development	1,845	1,373	1,904	1,068	1,502	1,640	2,893	1,554	2,425	2,563
Community Services	-	1,263	1,318	1,690	4,401	1,757	2,580	1,685	3,755	4,254
Interest on Long-Term Debt	861	837	783	717	588	475	765	2,591	2,372	2,960
Total Governmental Activities	34,287	34,817	41,018	35,963	38,849	46,591	54,979	12,890	79,267	65,467
Business-Type Activities:										
Refuse	2,795	2,555	2,571	3,034	3,164	3,127	3,287	3,421	4,341	4,888
Compressed Natural Gas	-	-	-	-	-	-	-	-	-	-
Sewer Maintenance	1,069	1,418	954	1,943	1,593	1,836	(1,365)	150	2,533	1,467
Total Business-Type Activities	3,864	3,973	3,525	4,977	4,757	4,963	1,922	3,571	6,874	6,355
Total Primary Government Expenses	38,151	38,790	44,543	40,940	43,606	51,554	56,901	16,461	86,141	71,822
<b>NET REVENUE (EXPENSE)</b>										
Governmental Activities	(25,011)	(24,521)	(30,823)	(21,341)	(24,601)	(27,996)	(34,449)	1,927	(51,659)	(46,519)
Business-Type Activities	(146)	(395)	155	(1,178)	(887)	(988)	2,549	952	(1,143)	(31)
Total Primary Government Net Expense	(25,157)	(24,916)	(30,668)	(22,519)	(25,488)	(28,984)	(31,900)	2,879	(52,802)	(46,550)

**CITY OF PLACENTIA  
CHANGES IN NET POSITION (CONTINUED)  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(AMOUNTS EXPRESS IN THOUSANDS)**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>GENERAL REVENUE AND OTHER CHANGES IN NET POSITION</b>										
Governmental Activities:										
Taxes:										
Property	\$ 12,449	\$ 13,259	\$ 13,972	\$ 14,560	\$ 15,478	\$ 15,981	\$ 16,752	\$ 17,191	\$ 18,809	\$ 20,761
Sales and Use	6,284	6,848	7,020	6,948	8,184	13,141	15,113	17,248	17,530	16,870
Utility Users	2,874	2,750	2,637	2,545	2,461	2,362	2,503	2,689	3,200	3,048
Franchise	2,338	2,332	2,244	2,270	2,340	2,358	2,466	2,651	2,870	3,076
Other	1,177	1,258	1,365	1,316	1,267	1,047	1,022	1,842	2,091	2,146
Miscellaneous	1,451	35	41	125	136	447	280	256	2,544	282
Investment Income	576	34	31	72	227	312	13	(297)	378	1,901
Other	-	-	-	-	-	215	-	-	-	-
Special Item	(2,764)	-	-	-	-	-	-	-	-	-
Contribution from successor Agency	-	-	-	-	-	19	-	-	-	-
Contribution from Custodial Fund	-	-	-	-	-	-	30	-	-	-
Extraordinary Item	-	(1,035)	-	-	-	-	-	-	-	-
Transfers	165	646	402	251	268	192	39	-	-	(5,940)
Total Government Activities	<u>24,550</u>	<u>26,127</u>	<u>27,712</u>	<u>28,087</u>	<u>30,361</u>	<u>36,074</u>	<u>38,218</u>	<u>41,580</u>	<u>47,422</u>	<u>42,144</u>
Business-Type Activities:										
Investment Income	5	7	7	24	34	27	4	2	19	46
Special Item	2,764	-	-	-	-	-	-	-	-	-
Other	75	75	-	-	-	-	-	-	-	-
Transfers	(165)	(646)	(402)	(251)	(192)	(192)	(39)	-	-	5,940
Total Business-Type Activities	<u>2,679</u>	<u>(564)</u>	<u>(395)</u>	<u>(227)</u>	<u>(158)</u>	<u>(165)</u>	<u>(35)</u>	<u>2</u>	<u>19</u>	<u>5,986</u>
Total Primary Government	<u>27,229</u>	<u>25,563</u>	<u>27,317</u>	<u>27,860</u>	<u>30,203</u>	<u>35,909</u>	<u>38,183</u>	<u>41,582</u>	<u>47,441</u>	<u>48,130</u>
<b>CHANGE IN NET POSITION</b>										
Governmental Activities	(461)	1,606	(3,111)	6,746	5,760	8,078	3,769	43,507	(4,237)	(4,375)
Business-Type Activities	2,533	(959)	(240)	(1,405)	(1,045)	(1,153)	2,514	954	(1,124)	5,955
Total Primary Government	<u>\$ 2,072</u>	<u>\$ 647</u>	<u>\$ (3,351)</u>	<u>\$ 5,341</u>	<u>\$ 4,715</u>	<u>\$ 6,925</u>	<u>\$ 6,283</u>	<u>\$ 44,461</u>	<u>\$ (5,361)</u>	<u>\$ 1,580</u>

Source: City of Placentia, Finance Department

**CITY OF PLACENTIA  
FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
(AMOUNTS EXPRESS IN THOUSANDS)**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund:										
Nonspendable	\$ 4,104	\$ 3,881	\$ 3,354	\$ 4,955	\$ 4,706	\$ 3,734	\$ 3,347	\$ 2,522	\$ 1,454	\$ 896
Restricted	1,030	1,030	1,024	1,019	571	555	556	2	805	1,644
Committed	119	3,600	3,600	3,400	4,528	5,811	6,434	13,856	4,535	1,037
Assigned	185	286	40	-	-	-	-	-	-	-
Unassigned	2,510	72	56	(1,346)	543	3,866	9,894	7,205	19,919	14,796
Total General Fund	<u>\$ 7,948</u>	<u>\$ 8,869</u>	<u>\$ 8,074</u>	<u>\$ 8,028</u>	<u>\$ 10,348</u>	<u>\$ 13,966</u>	<u>\$ 20,231</u>	<u>\$ 23,585</u>	<u>\$ 26,713</u>	<u>\$ 18,373</u>
All Other Governmental Funds:										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10	\$ 6	\$ 5	\$ 3
Restricted	5,999	6,651	5,175	4,800	5,518	7,177	20,900	20,173	17,555	19,117
Assigned	485	-	-	-	-	-	-	-	-	-
Unrestricted	-	-	(368)	(531)	(1,045)	(1,552)	(1,406)	(2,754)	(2,577)	(3,981)
Total All Other Governmental Funds	<u>\$ 6,484</u>	<u>\$ 6,651</u>	<u>\$ 4,807</u>	<u>\$ 4,269</u>	<u>\$ 4,473</u>	<u>\$ 5,625</u>	<u>\$ 19,504</u>	<u>\$ 17,425</u>	<u>\$ 14,983</u>	<u>\$ 15,139</u>

Source: City of Placentia, Finance Department

**CITY OF PLACENTIA**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(AMOUNTS EXPRESS IN THOUSANDS)**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>REVENUES</b>										
Property Tax	\$ 12,449	\$ 13,259	\$ 13,972	\$ 14,551	\$ 15,478	\$ 15,981	\$ 16,752	\$ 17,191	\$ 18,809	\$ 20,761
Sales Tax	6,284	7,257	7,020	6,948	10,646	13,141	15,113	17,248	17,530	16,870
Other Tax	6,316	6,318	6,222	6,043	3,548	5,708	5,993	7,182	8,090	8,216
Intergovernmental	4,033	2,998	3,572	6,487	7,530	8,459	6,700	6,498	16,569	9,704
Licenses and Permits	1,690	1,733	1,572	1,702	1,922	2,454	2,828	2,440	2,644	2,536
Fines and Forfeitures	733	1,154	1,297	592	613	819	314	503	1,777	639
Investment Income	177	34	32	69	228	307	13	(297)	377	1,900
Charges for Services	2,228	2,216	1,743	2,197	2,003	4,056	9,334	2,267	2,387	2,446
Other	2,424	2,108	1,892	2,151	2,289	2,327	2,536	3,581	5,783	3,374
Total Revenues	36,334	37,077	37,322	40,740	44,257	53,252	59,583	56,613	73,966	66,446
<b>EXPENDITURES</b>										
Current:										
General Government	6,432	6,571	10,450	8,109	7,889	8,389	10,995	12,105	15,771	15,493
Public Safety	16,500	17,880	18,436	19,156	18,718	23,442	16,938	17,476	19,139	21,034
Public Works	4,246	4,824	5,050	5,951	6,078	5,938	5,049	5,262	6,005	6,734
Community Development	1,824	952	1,858	1,291	1,171	1,693	2,245	2,007	2,165	2,448
Community Services	-	1,191	1,292	1,526	4,405	1,793	1,547	2,305	2,623	3,441
Capital Outlay	2,042	1,262	2,340	2,971	1,047	11,534	6,178	-	22,104	29,242
Debt Service:										
Principal	1,070	1,333	1,654	1,855	2,105	1,177	1,904	3,135	4,760	5,014
Payment to Refunding Bond Escrow Agent	-	-	-	-	-	-	-	2,440	-	-
Interest	813	837	783	717	587	475	765	489	2,356	2,785
Debt Issuance Costs	-	-	-	-	-	-	-	182	-	-
Total Expenditures	32,927	34,850	41,863	41,576	42,000	54,441	45,621	45,401	74,923	86,191
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES</b>	3,407	2,227	(4,541)	(836)	2,257	(1,189)	13,962	11,212	(957)	(19,745)
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers In	4,939	7,000	8,010	4,778	1,515	1,882	2,849	4,034	6,938	11,010
Transfers Out	(4,552)	(6,354)	(7,607)	(4,527)	(1,247)	(1,690)	(2,811)	(4,034)	(6,938)	(11,010)
Issuance of Debt	-	251	-	-	-	5,766	57,583	2,189	1,643	11,207
Other	(2,764)	-	-	-	-	-	(51,441)	(2,069)	-	352
Total Other Financing Sources (Uses)	(2,377)	897	403	251	268	5,958	6,180	120	1,643	11,559
<b>EXTRAORDINARY ITEMS</b>	-	-	1,500	-	-	-	-	-	-	-
<b>NET CHANGE IN FUND BALANCES</b>	\$ 1,030	\$ 3,124	\$ (2,638)	\$ (585)	\$ 2,525	\$ 4,769	\$ 20,142	\$ 11,332	\$ 686	\$ (8,186)
Ratio of Total Debt Service Expenditures to Total Noncapital Expenditures	6.49%	6.91%	6.57%	7.14%	7.04%	4.00%	7.26%	10.11%	13.48%	13.71%

Source: City of Placentia, Finance Department

**CITY OF PLACENTIA  
REVENUES BY SOURCE – GENERAL FUND  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

Fiscal Year	Property Taxes	Sales and Use Taxes	Other Taxes	Licenses and Permits	Fines, Forfeitures, and Penalties	Use of Money and Property	Investment Earnings*	Leases and Rents*	Inter-Governmental Revenue	Charges for Current Services	Other Revenues	Totals
2015	\$ 12,448,958	\$ 6,207,771	\$ 3,394,915	\$ 1,690,191	\$ 484,676	\$ 170,892	\$ -	\$ -	\$ 224,246	\$ 1,383,803	\$ 1,778,619	\$ 27,784,071
2016	13,259,241	7,257,004	3,550,183	1,733,049	542,253	-	24,157	670,631	466,271	1,091,250	1,053,220	29,647,259
2017	13,971,691	7,019,906	3,578,424	1,571,584	587,005	-	3,645	1,199,161	297,831	863,387	629,737	29,722,371
2018	14,551,076	6,948,279	6,042,998	1,701,878	562,390	-	31,161	1,255,240	252,963	1,284,507	708,662	33,339,154
2019	15,477,587	10,646,101	3,547,567	1,922,689	438,581	-	164,724	1,230,532	353,354	1,070,821	944,874	35,796,830
2020	15,980,879	13,140,914	5,708,333	2,453,827	418,752	-	170,567	1,211,622	701,864	885,206	885,076	41,557,040
2021	16,752,112	15,112,657	5,993,621	2,827,761	290,534	-	(28,258)	1,079,979	9,743	879,298	490,006	43,407,453
2022	17,191,426	17,247,980	7,182,055	2,440,102	503,302	-	(323,152)	1,422,831	952,389	1,263,215	785,684	48,665,832
2023	18,738,855	17,530,357	8,160,127	2,643,941	457,065	-	67,366	1,572,445	8,640,895	1,364,054	1,385,763	60,560,868
2024	20,706,482	16,869,472	8,271,106	2,535,885	548,960	-	1,175,860	1,677,641	2,717,309	1,441,304	1,125,980	57,069,999

\* Investment Earnings and Rents previously reported as Use of Money and Property Leases previously reported as Other Revenues.

Source: City of Placentia, Annual Comprehensive Financial Reports

**CITY OF PLACENTIA  
 ASSESSED VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS  
 (AMOUNTS EXPRESS IN THOUSANDS)**

Fiscal Year	City			Taxable Assessed Value	Direct Rate
	Secured	Public Utility	Unsecured		
2015	\$ 5,359,402	292	\$ 155,890	\$ 5,515,584	0.1644
2016	5,706,871	292	169,843	5,877,006	0.1644
2017	5,948,117	292	186,698	6,135,107	0.1644
2018	6,259,165	292	183,716	6,443,173	0.1644
2019	6,564,402	544	210,294	6,775,240	0.1644
2020	6,862,623	544	189,948	7,053,115	0.1644
2021	7,160,394	544	191,112	7,352,050	0.1644
2022	7,373,165	544	187,422	7,561,131	0.1644
2023	7,915,501	738	213,554	8,129,793	0.1644
2024	8,744,760	738	234,484	8,979,982	0.1644

Note:

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 re-assessed 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: County of Orange

**CITY OF PLACENTIA  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Placentia City	0.1340	0.1340	0.1340	0.1340	0.1340	0.1340	0.1340	0.1340	0.1340	0.1340
Placentia City Street Lighting Reorg.	0.0304	0.0304	0.0304	0.0304	0.0304	0.0304	0.0304	0.0304	0.0304	0.0304
Direct City Rate	0.1644	0.1644	0.1644	0.1644	0.1644	0.1644	0.1644	0.1644	0.1644	0.1644
<b>Overlapping Rates:</b>										
OC Water District - Water Reserve	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001	0.0001
OC Vector Control	0.0011	0.0011	0.0011	0.0011	0.0011	0.0011	0.0011	0.0011	0.0011	0.0011
OC Transportation Authority	0.0026	0.0026	0.0026	0.0026	0.0026	0.0026	0.0026	0.0026	0.0026	0.0026
Orange County Water District	0.0080	0.0080	0.0080	0.0080	0.0080	0.0080	0.0080	0.0080	0.0080	0.0080
OC Harbor Beaches & Parks	0.0144	0.0144	0.0144	0.0144	0.0144	0.0144	0.0144	0.0144	0.0144	0.0144
OC Department of Education	0.0171	0.0171	0.0171	0.0171	0.0171	0.0171	0.0171	0.0171	0.0171	0.0171
Orange County Flood Control	0.0186	0.0186	0.0186	0.0186	0.0186	0.0186	0.0186	0.0186	0.0186	0.0186
OC Sanitation District #2 Operating	0.0309	0.0309	0.0309	0.0309	0.0309	0.0309	0.0309	0.0309	0.0309	0.0309
Placentia Library District	0.0376	0.0376	0.0376	0.0376	0.0376	0.0376	0.0376	0.0376	0.0376	0.0376
Orange County General Fund	0.0579	0.0579	0.0579	0.0579	0.0579	0.0579	0.0579	0.0579	0.0579	0.0579
North OC Comm. College General Fund	0.0655	0.0655	0.0655	0.0655	0.0655	0.0655	0.0655	0.0655	0.0655	0.0655
Education Revenue Augmentation Fund	0.1876	0.1876	0.1876	0.1876	0.1876	0.1876	0.1876	0.1876	0.1876	0.1876
Placentia Yorba Linda Unified Gen. Fund	0.3943	0.3943	0.3943	0.3943	0.3943	0.3943	0.3943	0.3943	0.3943	0.3943
Total Overlapping Rate	0.8356	0.8356	0.8356	0.8356	0.8356	0.8356	0.8356	0.8357	0.8356	0.8357
Metropolitan Water District	0.0035	0.0035	0.0035	0.0035	0.0035	0.0035	0.0035	0.0035	0.0035	0.0035
Placentia Yorba Linda Unified	0.0582	0.0567	0.0548	0.0553	0.0526	0.0485	0.0603	0.0485	0.0464	0.0424
N. Orange County Community College	0.0170	0.0304	0.0289	0.0293	0.0283	0.0241	0.0320	0.0288	0.0278	0.0172
Total Rate	1.0787	1.0906	1.0871	1.0881	1.0844	1.0761	1.0958	1.0809	1.0777	1.0632

Note:

In 1978, the voters of the State of California passed Proposition 13 which set the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within.

Source: HdL Coren Cone

**CITY OF PLACENTIA  
 PRINCIPAL PROPERTY TAX PAYERS  
 CURRENT AND NINE YEARS AGO  
 (AMOUNTS EXPRESS IN THOUSANDS)**

Taxpayer	2023			Taxpayer	2014		
	Taxable Assessed Value	Estimated Total Tax	Percent of Total City Taxable Assessed Value		Taxable Assessed Value	Estimated Total Tax	Percent of Total City Taxable Assessed Value
310 S Jefferson Street Ground Owner LP	\$179,064	\$ 1,791	1.99 %	OC of SD Holdings	\$72,762	\$ 728	1.32 %
MG Herald Apartments LLC	134,665	1,347	1.50	Placentia 422	53,520	535	.97
Jefferson Centerpoint LLC	68,579	686	.76	Villa Tierra Apartments LLC	35,157	352	.64
Placentia 422	63,061	631	.70	Sommerville Conzelman Com	33,144	331	.60
Villa Angelina Apartment Fund LTD	60,090	601	.67	Placentia-Linda Hospital Inc.	31,747	317	.58
GRI Village Center LLC	59,400	594	.66	Ora Bradford Court 127 LLC	26,883	269	.49
Gelt Cherry Street Fee Owner LLC	49,362	494	.55	Donahue Schriber Realty Group	25,755	258	.47
HP Bradford Terrace LLC	44,880	449	.50	Reef Imperial Rose Inc.	24,483	245	.44
NMC Placentia LLC	41,399	414	.46	Inland Western Placentia LLC	23,271	233	.42
Sedona-Placentia Owner LLC	41,251	413	.46	Hartwell Corporation	20,675	207	.37
<b>Total</b>	<b>\$ 741,751</b>	<b>\$ 7,418</b>	<b>8.26 %</b>	<b>Total</b>	<b>\$ 347,397</b>	<b>\$ 3,474</b>	<b>6.30 %</b>

Source: HdL Coren Cone

**CITY OF PLACENTIA  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2015	\$ 13,012,736	\$ 12,973,298	99.70%	N/A	N/A	N/A
2016	12,742,715	13,529,800	106.18	N/A	N/A	N/A
2017	12,831,914	12,865,221	100.26	N/A	N/A	N/A
2018	13,471,679	13,421,607	99.63	N/A	N/A	N/A
2019	14,144,498	14,244,954	100.71	N/A	N/A	N/A
2020	14,623,234	14,675,128	100.35	N/A	N/A	N/A
2021	15,211,067	15,384,500	101.14	N/A	N/A	N/A
2022	15,734,335	15,777,022	100.27	N/A	N/A	N/A
2023	17,044,617	16,794,264	98.53	N/A	N/A	N/A
2024	18,351,232	18,092,765	98.59	N/A	N/A	N/A

Note:

The amounts presented include City property taxes, In-Lieu Vehicle License Fees, and "triple flip" property tax revenue in lieu of sales tax. 2016 includes final payment of "triple flip" property tax revenue.

Source: County of Orange Auditor-Controller

**CITY OF PLACENTIA**  
**RATIO OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**(AMOUNTS EXPRESS IN THOUSANDS, EXCEPT PER CAPITA)**

Fiscal Year	Governmental Activities				Business-Type	Total Primary Government	Percent of Assessed Valuation	Per Capita	Percent of Personal Income
	Tax Allocation Bonds and Notes	Loans Payable	Certificates of Participation	Leases & Subscriptions Payable	Loans Payable				
2015	\$ 3,579	\$ 41	\$ 9,147	\$ -	\$ -	\$ 12,767	.231	245	.83
2016	3,063	218	8,697	-	-	11,978	.204	229	.76
2017	2,242	162	8,237	-	-	10,641	.173	204	.66
2018	1,226	1,325	7,737	-	-	10,288	.160	195	.60
2019	-	1,144	7,680	-	-	8,824	.130	169	.49
2020	-	6,154	7,095	-	-	13,249	.188	257	.70
2021	58,266	5,587	2,845	-	-	66,698	.907	1,303	3.40
2022	55,970	8,657	-	651	-	65,278	.863	1,275	3.22
2023	53,755	7,549	-	2,838	-	64,142	.789	1,222	3.04
2024	60,710	5,566	-	4,411	-	70,687	.787	1,353	3.05

Source: City of Placentia, Finance Department

**CITY OF PLACENTIA  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITY DEBT  
JUNE 30, 2024**

2023-24 Assessed Valuation (in thousands):	\$ 9,628,618
Successor Agency Incremental Valuation (in thousands):	<u>645,643</u>
Adjusted Assessed Valuation (in thousands):	<u><u>\$ 8,982,975</u></u>

	Total Debt June 30, 2024	% Applicable (1)	City's Share of Debt June 30, 2024
<b>Direct Debt:</b>			
Placentia 2022 Ref and Improv Cops	\$ 1,331,266	100.00 %	\$ 1,331,266
Placentia Electric Vehicles Loan Payable	96,530	100.00	96,530
Placentia Public Safety Radio Loan Payable	362,479	100.00	362,479
Placentia Fire Loan Payable #1	2,096,314	100.00	2,096,314
Placentia Fire Loan Payable #2	1,098,741	100.00	1,098,741
Placentia Melrose Easement	222,672	100.00	222,672
Placentia Fire UAL Loan Payoff	344,932	100.00	344,932
Placentia OCTA Advance	714,982	100.00	714,982
Placentia Motorola Equipment Loan Payable	1,197,159	100.00	1,197,159
Placentia 2021 Installment Sale Agreement	2,293,000	100.00	2,293,000
Placentia PFA 2020A Lease Revenue Bonds	48,530,000	100.00	48,530,000
Placentia PFA 2023A Lease Revenue Bonds	9,190,000	100.00	9,190,000
Total Direct Debt			<u>67,478,075</u>
<b>Overlapping Tax and Assessment Debt:</b>			
Orange County General Fund Obligations	\$ 440,385,000	1.167 %	\$ 5,139,293
Orange County Board of Education COP	10,030,000	1.167	117,050
North Orange County Regional Occupation Program COP	7,350,000	5.395	396,533
Placentia-Yorba Linda Unified School District COP	79,900,000	23.272	18,594,328
Placentia -Yorba Linda Unified 2002, 2008, 2012 Bond	197,150,879	23.272	45,880,953
Metropolitan Water District	18,210,000	.232	42,247
N. OC Community College 2002, 2014 Bond	291,560,678	5.246	15,295,273
Total Overlapping Debt			<u>85,465,676</u>
Total Direct and Overlapping Debt			<u><u>\$ 152,943,751</u></u>

(1) Percentage of overlapping agency's assessed valuation located within boundaries of the city.

<b>Ratios of Direct vs. Overlapping Debt:</b>	
Direct Debt	44.12 %
Overlapping Debt	<u>55.88</u>
Total Debt	<u><u>100.00 %</u></u>

<b>Ratios of Debt to Assessed Valuation:</b>	
Direct Debt	.75 %
Overlapping Debt	<u>.95</u>
Total Debt	<u><u>1.70 %</u></u>

Source: HdL, Coren Cone

**CITY OF PLACENTIA  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

Legal Debt Margin Calculation for the Current Year:

Assessed Value	\$ 9,194,134,236
Debt Limit (3.75% of Assessed Value)	344,780,034
Debt Applicable to Limit	-
Legal Debt Margin - Current Year	\$ 344,780,034

Fiscal Year	Debt Limit	Debt Applicable to Limit	Legal Debt Margin	Debt as Percentage of Limit
2015	\$ 213,385,760	\$ -	\$ 213,385,760	-
2016	220,387,742	-	220,387,742	-
2017	230,066,512	-	230,066,512	-
2018	248,734,552	-	248,734,552	-
2019	261,192,507	-	261,192,507	-
2020	271,595,021	-	271,595,021	-
2021	283,280,448	-	283,280,448	-
2022	291,210,596	-	291,210,596	-
2023	312,538,330	-	312,538,330	-
2024	344,780,034	-	344,780,034	-

Note:

The City charter includes a debt limit of 15%; however, at the time the charter was established, only 25% of the market value was used. For the purpose of determining the debt limit, the City is following the intent of the charter and reducing the debt limit to 3.75% of assessed valuation.

Source: City of Placentia, Finance Department

**CITY OF PLACENTIA  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 LAST TEN CALENDAR YEARS  
 (PERSONAL INCOME IN THOUSANDS, EXCEPT PER CAPITA)**

Calendar Year	City Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2014	52,084	\$ 1,540,384	\$ 29,575	6.2 %
2015	52,263	1,567,115	29,985	5.1
2016	52,268	1,614,628	30,891	4.5
2017	52,755	1,716,075	32,529	3.5
2018	52,333	1,805,719	34,504	3.0
2019	51,494	1,899,759	36,892	2.9
2020	51,173	1,959,175	38,285	8.7
2021	51,204	2,024,718	39,542	5.8
2022	52,507	2,109,099	40,167	3.2
2023	52,226	2,319,890	44,420	3.6

Sources: City Population - State Department of Finance  
 Unemployment Date - California Employment Development Department  
 HdL, Coren Cone

**CITY OF PLACENTIA  
TAXABLE SALES BY CATEGORY  
LAST TEN CALENDAR YEARS  
(AMOUNTS EXPRESS IN THOUSANDS)**

	Calendar Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Apparel Stores	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$21,114	\$21,854	\$23,060
General Merchandise	6,459	6,635	6,759	7,178	7,440	7,649	8,208	7,907	7,535	4,620
Food Stores	17,898	18,529	17,919	17,102	17,530	18,363	20,539	19,152	20,029	20,552
Eating and Drinking Places	66,582	79,730	84,676	85,373	83,083	87,912	77,897	101,361	105,185	106,523
Building Materials	48,092	38,156	55,996	60,664	68,803	74,767	69,616	89,608	98,051	101,532
Auto Dealers and Supplies	85,659	105,341	107,146	104,963	82,789	72,781	71,301	99,240	118,317	116,350
Service Stations	78,562	70,961	62,495	68,101	74,924	73,200	49,981	72,505	95,585	86,634
Other Retail Stores	64,434	60,419	70,775	74,578	75,597	76,411	65,702	62,668	64,773	44,736
All Other Outlets	213,510	255,719	240,166	234,501	245,115	268,067	269,831	278,458	292,479	272,051
<b>Total</b>	<b>\$ 581,196</b>	<b>\$ 635,490</b>	<b>\$ 645,932</b>	<b>\$ 652,460</b>	<b>\$ 655,281</b>	<b>\$ 679,150</b>	<b>\$ 633,075</b>	<b>\$ 752,013</b>	<b>\$ 823,808</b>	<b>\$ 776,058</b>

Note:

Due to confidentiality issues, the names of the ten largest revenue payers are not available.  
The categories presented are intended to provide alternative information regarding the sources of the City's sales tax revenue.  
The category "Apparel Stores" was added in the FY21/22 ACFR

Source: State of California Board of Equalization and The HdL Companies

**CITY OF PLACENTIA  
BUDGETED FULL-TIME EMPLOYEES BY DEPARTMENT  
LAST TEN FISCAL YEARS**

Department	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
City Clerk	2.00	2.00	2.00	2.00	-	2.00	2.00	2.00	2.00	-
City Administrator	-	-	-	-	-	-	-	-	-	5.00
Administrative Services (formerly Administration)	8.00	7.00	7.00	11.50	9.50	10.50	25.45	26.45	29.65	32.00
Finance	6.00	7.00	7.00	8.00	8.00	8.00	9.00	9.00	9.00	9.00
Development Services	-	4.00	4.75	6.50	8.50	8.50	8.55	9.55	11.35	12.00
Police	67.00	69.50	74.50	80.00	76.00	84.00	71.00	72.00	75.00	76.00
Fire and Life Safety	-	-	-	-	-	-	25.00	27.00	28.00	30.00
Public Works	18.00	19.00	20.25	20.75	20.00	22.00	22.00	26.00	28.00	30.00
Community Services	4.00	6.00	6.50	7.25	7.00	7.00	7.00	8.00	9.00	10.00
<b>Total</b>	<b>99.00</b>	<b>105.00</b>	<b>114.50</b>	<b>122.00</b>	<b>136.00</b>	<b>142.00</b>	<b>170.00</b>	<b>180.00</b>	<b>192.00</b>	<b>204.00</b>

Note:

In FY23/24 the category "City Administrator" was added and "Administration" was renamed "Administrative Services"  
As of FY23/24, "City Clerk" staff will be included in "Administrative Services"

Source: City of Placentia, Finance Department

**CITY OF PLACENTIA  
OPERATING INDICATORS BY FUNCTION  
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Police:</b>										
Physical Arrests	1,732	1,373	1,250	1,381	1,282	1,053	1,257	1,400	1,380	1,360
Parking Citations	11,141	12,729	13,161	2,359	7,398	4,646	3,742	2,974	7,585	9,755
Traffic Citations	2,498	2,060	1,824	2,659	7,707	1,601	1,162	509	818	1,944
<b>Community Development:</b>										
Building Permits	1,411	1,472	1,268	1,347	1,263	1,407	1,346	1,425	1,461	1,509
Building and Zoning Inspections	178	133	128	87	92	126	181	128	435	127
<b>Public Works:</b>										
Feet of Sewer Main Cleaned	401,280	401,280	249,134	385,510	318,118	396,000	372,246	372,246	372,246	295,421
Streetsweeping Miles	21,684	21,684	21,684	7,955	7,955	8,772	8,772	8,772	8,772	8,772
Traffic Signals Maintained	57	57	57	61	61	63	63	63	63	63
<b>Culture and Recreation:</b>										
Recreation Classes	787	747	727	645	610	577	387	421	477	637

Source: City of Placentia, Finance Department

**CITY OF PLACENTIA  
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year										
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	
<b>Public Safety:</b>											
Police Stations	1	1	1	1	1	1	1	1	1	1	1
Sworn Officers	46	46	46	51	51	46	51	46	48	51	
Patrol Vehicles	26	26	26	32	32	33	16	16	17	17	
Fire Stations	2	2	2	2	2	2	2	2	2	2	
<b>Highways and Streets:</b>											
Miles of Streets	107	107	107	107	132	132	132	133	133	133	
Street Trees	9,214	9,214	9,214	9,139	7,175	7,077	6,929	6,688	6,915	6,863	
Traffic Signals	229	229	229	230	230	230	230	230	230	230	
Street Lights	3,656	3,656	3,656	3,660	3,660	3,656	3,656	3,656	3,915	3,656	
<b>Sewer:</b>											
Miles of Sanitary Sewers	76	76	76	76	76	84	84	84	84	84	
Storm Drains	506	506	506	506	506	506	506	531	531	531	
<b>Culture and Recreation:</b>											
Parks	16	16	16	16	16	15	15	15	15	15	
Area of Parks (Acres)	72.9	72.9	72.9	72.9	100.9	60.9	60.9	60.9	60.9	60.9	
Community Buildings	7	7	7	7	7	7	7	7	7	7	
Community Centers	3	3	3	3	3	3	3	3	3	3	
Senior Centers	1	1	1	1	1	1	1	1	1	1	
Baseball Diamonds	7	7	7	7	7	7	7	7	7	7	
Basketball Courts	8	8	8	8	8	7	7	7	7	7	
Soccer Fields	1	1	1	1	1	1	1	1	1	1	
Pools	2	2	2	2	2	2	2	2	2	2	
Gymnasiums	1	1	1	1	1	1	1	1	1	1	
Tennis Courts	-	-	-	-	-	-	-	-	-	1	
Pickleball Courts	-	-	-	-	-	-	-	-	4	4	
Handball Courts	-	-	-	-	-	-	-	-	-	6	

**Note:**

In FY20/21, the Fleet Manager provided the number of patrol vehicles as 16. The police department could not recreate the previously reported number of 33. When taking into account all police department vehicles, the number was 45. Therefore, only the actual patrol vehicles were reported starting in FY20/21.

In FY23/24 the handball courts were added to the list. They are not new to the city, but new to the list.

Source: City of Placentia, Finance Department

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