

# ANNUAL COMPREHENSIVE **FINANCIAL REPORT**

FOR THE YEAR ENDED JUNE 30, 2024

DEPARTMENT OF FINANCE

MADERA CITY HALL • 205 W. 4TH STREET • MADERA, CA 93637 • MADERA.GOV



# **City of Madera**

Madera, California

## **Annual Comprehensive Financial Report**

*For the Year Ended June 30, 2024*

Prepared by  
Finance Department



**City of Madera**  
**Annual Comprehensive Financial Report**  
**For the Year Ended June 30, 2024**  
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## Financial Services Department

March 13, 2025

Honorable Mayor, Members of the City Council, and Citizens  
City of Madera, California

It is with pleasure that I present to you the City of Madera Annual Comprehensive Financial Report (ACFR) for Fiscal Year 2023/2024.

State law requires local governments to prepare a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ending June 30, 2024. This ACFR was prepared by the City of Madera's (City) Finance Department, which assumes responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including disclosures.

The existing comprehensive structure of internal accounting controls in the City provides reasonable assurance that the financial statements are free of any material misstatements. Since the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. The City recognizes that even sound internal controls have inherent limitations. The City believes its internal controls adequately safeguard assets, that the reported data is accurate in all material respects, and that its presentation fairly depicts the City's financial position and changes in its financial position as measured by the financial activity of its various funds.

The accompanying financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) in the United States of America as prescribed by the Governmental Account Standards Board (GASB).

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 MD&A offers a more detailed discussion about the economic condition of the City, fund balance analysis and other management goals and achievements. The City's MD&A can be found immediately following the report of the independent auditors.

The City's financial statements have been audited by The Pun Group LLP. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City 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 auditor concluded, based upon the audit, that there was reasonable basis for the rendering of an unmodified opinion that the City of Madera's financial statements for Fiscal Year 2023/2024 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of this ACFR's financial section.

The independent audit of the City's financial statements was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are presented in a separately issued report: the Single Audit and Independent Auditors' Reports.

Madera City Hall, 205 W 4<sup>th</sup> Street, Madera, CA 93637  
PHONE: (559) 661-5400 • [www.madera.gov](http://www.madera.gov)

## ***Government Profile***

The City was incorporated on March 27, 1907, as a general law city. The City Council is comprised of six members who are elected by district, plus a Mayor who is elected at large. The Council Members and the Mayor are elected to alternating four-year terms staggered every two years. The City Council is responsible for making policy, passing ordinances, adopting the budget, appointing committees, and hiring the City Manager, the City Attorney and the City Clerk. The City Manager is responsible for carrying out the ordinances and policies of the City Council and overseeing operations. All other department heads are appointed by the City Manager.

Madera is in the center of California and is the county seat of Madera County. The City is part of the Madera/Chowchilla Metropolitan Area, which includes City of Madera, City of Chowchilla and developed areas of Madera County. The City has approximate population of 66,000 and its boundaries encompass 16.5 square miles. Madera is also within proximity to cherished natural attractions such as Yosemite National Park, the Sierra Nevada Mountains and the Pacific Ocean coastline.

The City provides a full range of services that include public safety, public works, recreational and community services, community development and general administrative services. The City also operates a municipal golf course, water and wastewater utilities, as well as a general aviation airport.

Component units are legally separate entities for which the nature and significance of their relations with the City are such that exclusion would cause the financial statements to be misleading or incomplete. Accordingly, the Housing Authority of the City of Madera is reported as a component unit in the City's financial statements.

## ***Local economy and City finances***

The Madera economy showed signs of continued growth during Fiscal Year 2023/24. Continued development in both the residential and the commercial sectors resulted in a record property assessed valuation of \$4.5 billion: up \$400 million from Fiscal Year 2022/23. The City's finances reflected the growth that was shown throughout the Madera economy. Among the financial highlights that the City experienced in Fiscal Year 2023/24 were:

- Mirroring the growth in assessed valuation, the City received a record amount of property tax revenue. Property tax revenue was \$15.3 million: \$1.5 million (10.9%) above the property tax received in Fiscal Year 2022/23. Management believes that property tax revenue will continue to grow with the addition of several new developments within Madera.
- Sales tax revenues were up \$0.1 million (0.5%) from Fiscal Year 2022/23's total of \$19.3 million. A slowdown in the retail economy was offset by the addition of several new businesses to Madera, including Smart & Final, Ross, and In-N-Out. Management believes that sales tax revenue will continue to be flat in FY 2024/25 due to conditions in the overall retail and wholesale economy.
- The City's total Net Position ended the fiscal year at a record \$376.6 million: up 7.0% from Fiscal Year 2023/24's total Net Position of \$351.8 million. It is particularly noteworthy that both Governmental and Business Type activities had positive Net Positions at the end of the fiscal year.
- The City recorded \$183.2 million of Cash and Investments in Fiscal Year 2023/24. That figure was up by \$15.6 million (9.3%) over Fiscal Year 2022/23's figure of \$167.6 million. This growth in cash is even more impressive considering the City spent during the fiscal year \$6.6 million of its American Rescue Plan Act (ARPA) allocation received from the Federal Government for future Water Fund and Sewer Fund capital work.

Overall actual revenues were generally in line with the budgeted amounts. Actual sales tax and property tax revenues came in higher than budgeted projected as of June 30, 2024. Actual expenditures were significantly below appropriations.

Agriculture has been the mainstay of the local economy. Government also represents a growing part of the economy. Major employers in the City include Madera Unified School District, County of Madera, City of Madera and the State of California. Major retail employers include Walmart, Lowe's and Home Depot. The City of Madera's unemployment rate has slightly increased over the fiscal year: going from 7.4% in June 2023 to 7.5% in June 2024.

The City maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget adopted by the City Council. For the 2023/24 Fiscal Year, activities for the General, special revenue, debt service, enterprise, and capital project funds were included in the annual appropriated budget.

The level of budgetary control, i.e. the level where the expenditures cannot legally exceed the appropriated amount, is maintained at the fund level for all funds. The City also maintains an encumbrance accounting system as a method of maintaining budgetary control. Outstanding encumbrances at year-end are evaluated and, if deemed necessary by the City Manager, are carried forward as part of the following year's budget.

### ***Long-term financial planning***

The City maintains a five-year Capital Improvement Plan, which is updated annually. This plan includes major on-going maintenance and rehabilitation costs to existing capital assets (land, land improvements, infrastructure, and equipment), as well as the costs of new facilities and improvements.

Budget policies require that budgets be balanced, and ongoing costs shall not exceed current revenues plus available fund balance that exceeds reserve fund requirements. The City is continuously monitoring economic conditions and will adjust the budget as necessary as economic conditions change.

The City maintains a General Fund Economic Stabilization Reserve at a level of at least 30% of the General Fund operating expenditures in order to protect essential service programs and funding requirements during periods of economic downturn or other unforeseen major costs not covered by the Stabilization Reserve. The balance in the reserve was \$12.9 million as of the end of Fiscal Year 2023/24. In addition, separate reserve funds have been established in the Measure K Fund for economic stabilization for the Fire and Police Departments. Each year \$130,000 is added to each of the reserves until they reach the level of 30% of expenditures. Currently, each Economic Stabilization Fund had a \$0.9 million balance at the end of Fiscal Year 2023/24. Additionally, the Fire Department has established a fire vehicle replacement reserve. The intent was to add \$200,000 each year when the reserve was established. The funding amount was increased to \$490,000 in Fiscal Year 2022/23. It had a balance of \$1,228,540 as of the end of the 2023/24 Fiscal Year.

To finance Madera's current and future growth, the City has in place a variety of user and developer fees to pay for streets, parks, sewer lines, water lines and wells. The City reviews these fees periodically to ensure that the fee structure is in line with the cost of construction. The City is currently in the middle of a five-year rate program for Water, Sewer and Solid Waste services, which calls for increasing rates to keep up with the rising cost of providing these services.

### ***Cash Management***

The City of Madera's investment policy prioritizes safety, liquidity and then yield on the City's investment. The highest priority of cash management and investments is to ensure adequate funds are available to meet the City of Madera's obligations and all investments are in safe instruments. Yield, while important, is considered the third priority after safety and liquidity. The City invests in various governmental and corporate bonds, certificates of deposit, money market accounts, and the Local Agency Investment Fund (LAIF) operated by the State of California for the benefit of local governments. Bond proceeds, debt service monies, and debt service reserves are invested according to the bond covenants of each bond issue. The City saw a significant increase in its Investment Income: going from \$1.6 million in Fiscal Year 2022/23 to \$7.1 million in Fiscal Year 2023/24.

### ***Acknowledgments***

I would like to extend my thanks to the City Council for their interest in and suggestions for the financial reporting of the City. The preparation of the ACFR could not have been accomplished without the efforts and dedication of the City's Finance Department staff. I extend my appreciation to my staff and other personnel from various departments, agencies and authorities who assisted in the preparation of this report.

Respectfully submitted,



Michael Lima

Director of Financial Services

## **City Council Members**

Santos Garcia, Mayor  
Cece Gallegos, Mayor Pro Tem (D1)  
Jose Rodriguez, Councilmember (D2)  
Steve Montes, Councilmember (D3)  
Anita Evans, Councilmember (D4)  
Elsa Mejia, Councilmember (D5)  
Artemio Villegas, Councilmember (D6)

## **Executive Management**

Arnoldo Rodriguez, City Manager  
Shannon Chaffin, City Attorney (contracted)  
Alicia Gonzales, City Clerk

## **Department Directors**

Michael Lima, Director of Financial Services  
Will Tackett, Director of Community Services  
Vacant, Planning Manager  
Gino Chiaramonte, Police Chief  
Ismael Hernandez, Public Works Operations Director  
Joseph Hebert, Director of Parks & Community Services  
Rafael Magallan, Chief Building Official  
Keith Helmuth, City Engineer  
Wendy Silva, Director of Human Resources  
Gary Price, Director of Information Technology

## **Financial Budget Support Staff**

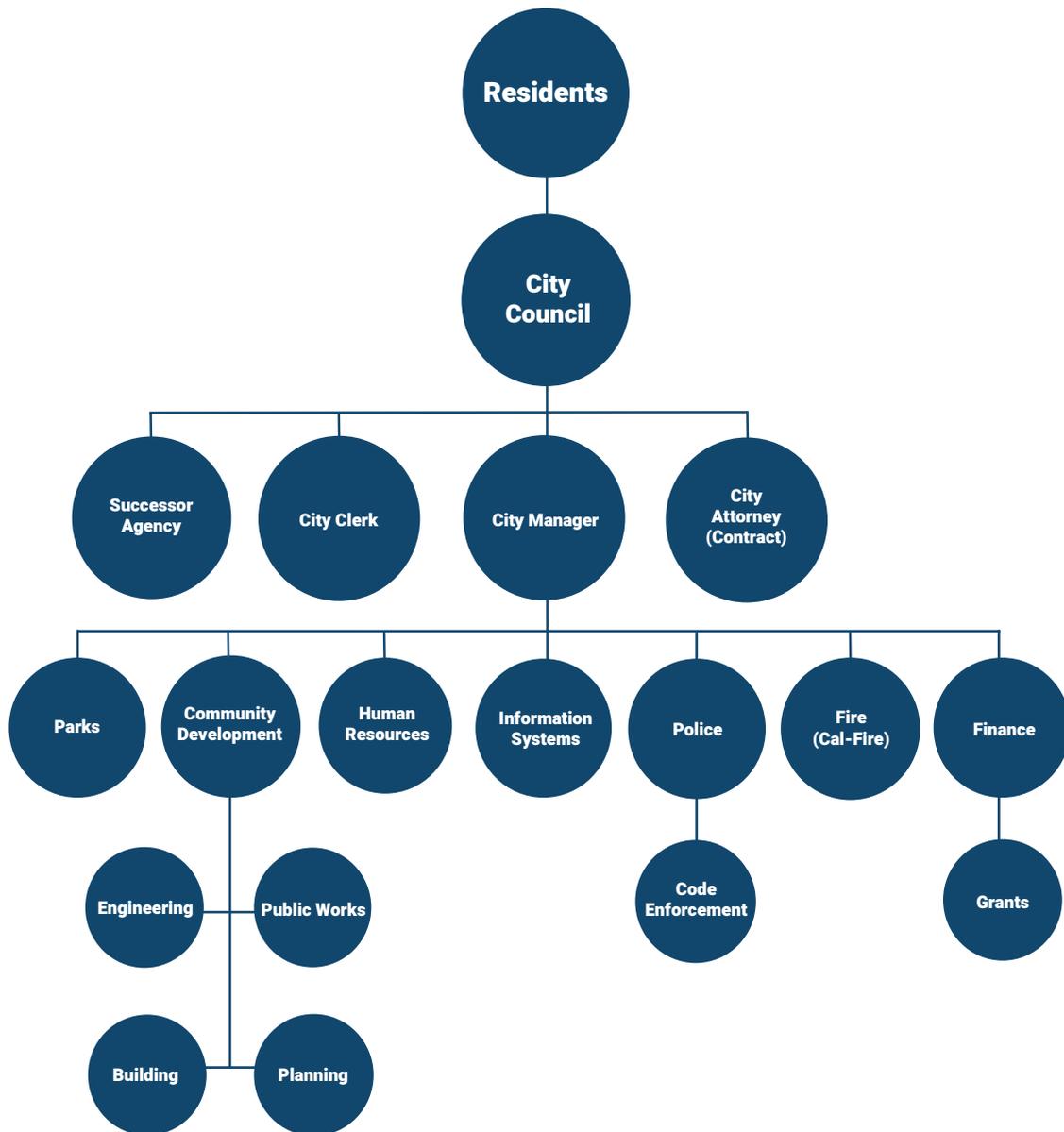
Richard Gracia II, Administrative Analyst  
Anthony Forestiere, Financial Services Manager  
Joseph Carrello, Communications Specialist  
Cleona Young, Accountant II  
Lyann Huang, Accountant II



# City of Madera

## Organizational Chart

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Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
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Reporting

Presented to

**City of Madera  
California**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2023

*Christopher P. Morill*

Executive Director/CEO



## INDEPENDENT AUDITORS' REPORT



To the Honorable Mayor and Members  
of the City Council of the City of Madera  
Madera, 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 Madera, California (the "City"), as of and for the year ended June 30, 2024, and the related notes to the basic financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, 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.

We did not audit the financial statements of the Housing Authority of the City of Madera (the "Authority"), which represent 100% of the assets, net position, and revenues, respectively, of the aggregate discretely presented component unit as of June 30, 2024, and the respective changes in financial position, the year then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Authority, is based solely on the report of the other auditors.

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 opinion.

#### *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 auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

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

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

***Required Supplementary Information***

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

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Combining and Individual Fund Financial Statements and Budgetary Comparison Schedules 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 Combining and Individual Fund Financial Statements and Budgetary Comparison Schedules 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.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated March 13, 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 the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "The Per Group, LLP". The signature is written in a cursive, flowing style.

Santa Ana, California  
March 13, 2025

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**City of Madera**  
**Management's Discussion and Analysis (Unaudited)**  
**For the Year Ended June 30, 2024**

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This narrative overview of the City of Madera's (City) financial performance provides an analysis of the City's financial activities for the fiscal year ended June 30, 2024. Please read it in conjunction with the accompanying basic financial statements and the accompanying notes to those financial statements.

**Financial Highlights**

- The City's government-wide total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources at the close of the fiscal year by \$376.6 million. Of this amount, \$73.7 million is in unrestricted net position and available to meet the City's ongoing commitments to citizens and creditors. In addition, the City's restricted net position totals \$60.0 million and is dedicated to specific purposes. Lastly, net position of \$242.8 million is the City's net investment in capital assets.
- The City's total net position increased by \$24.8 million or 7.0% during Fiscal Year 2023-24 to \$376.6 million from \$351.8 million.
- The City's overall cash position grew from \$162.5 million in Fiscal Year 2022/23 to \$178.6 million in Fiscal Year 2023/24: a \$16.1 million (9.9%) increase. Significant increases in investment earnings and other revenue sources contributed to the overall increase in cash.
- Current Liabilities for the City dropped from \$41.3 million in Fiscal Year 2022/23 to \$32.1 million in Fiscal Year 2023/24. The \$9.1 million (6.8%) decrease in current liabilities was driven by sharp declines in Unearned Revenue and Accounts Payable.
- Net Pension Liability increased by \$1.6 million, or 2.9%, during Fiscal Year 2023-24 to \$57.8 million. Deferred Outflows of Resources - Pensions decreased by \$1.8 million, or 9.3%, and Deferred Inflows of Resources - Pensions decreased by \$0.7 million, or 68.9%. The Net Pension Liability is based on an Actuarial Valuation using a discount rate of 6.9%, which was unchanged from the prior fiscal year.

**Overview of the Financial Statements**

This annual report consists of a series of financial statements. These statements include all activities of the City of Madera, using the integrated approach as prescribed by GASB Statement No. 34. The Statement of Net Position and Statement of Activities provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements tell how these services are financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside the Government.

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

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**Reporting the City as a Whole**

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of the City's finances. These statements include all assets and liabilities of the City using the *accrual basis of accounting*, which is like the accounting method used by most private sector companies. All the current year's revenues and expenses are considered regardless of when cash is received or paid out.

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

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

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

***Governmental Activities:*** Most of the City's basic services are included here such as public safety, transportation (street and roads), community development, culture and recreation and general government. These services are primarily financed by property and sales taxes and federal and state grants.

***Business-type Activities:*** The City charges fees to customers to cover the costs of services provided. The City's utilities, water, sewer, community sanitation (refuse and street cleaning), golf course, and airport, as well as public transit services are included here.

**Fund financial statements.** The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State Law or by bond covenants. Management establishes other funds to control and manage money for a particular purpose or to show the City is meeting legal responsibilities for using certain taxes, grants, and other money. All the funds of the City can be classified into three categories: governmental, proprietary, and fiduciary funds.

***Governmental funds.*** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. Such information is useful in evaluating a government's near-term financing requirement.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the governmental funds with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide reconciliations between governmental funds and governmental activities. This reconciliation explains the relationship (or differences) between the fund statements and the government-wide statements.

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

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The City of Madera maintains nineteen individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, General Development Impact Fee Fund, Measure T Sales Tax Fund and American Rescue Plan Act Fund; all of which are major funds. Data from the other sixteen funds are combined into a single aggregated presentation.

Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for the General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

**Proprietary funds.** The City has two different types of proprietary funds, enterprise funds 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 utilizes enterprise funds to account for those activities that are supported primarily by user charges to external users, and includes community sanitation, sewer disposal, water utilities and transit services. Internal service funds are used to account for activities that are supported by user charges primarily to the City's other programs and activities and include fleet management, facility maintenance, and computer replacement. Because all these services predominantly benefit governmental rather than business-type functions, they have been included within 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 fund financial statements provide separate information for Water, Sewer, Solid Waste, and Drainage Operations funds since they are all major funds. Individual fund data for each of these non-major enterprise funds is provided in the form of combining statements elsewhere in this report. All the internal service funds are combined into a single, aggregated presentation in the fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefits of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the City cannot use these funds to finance its operations.

**Notes to the basic financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund statements.

**Required Supplementary Information.** In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits and other post-employment benefits to its employees, and budgetary comparison schedules.

**Individual Fund Statements.** Individual fund statements in connection with non-major governmental and enterprise funds are presented immediately after the required supplementary information in this report.

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

**Government-wide Financial Analysis**

Below is a table showing the City's net position for the fiscal year ended June 30, 2024, with comparative data for the fiscal year ended June 30, 2023.

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>Assets:</b>						
Current and other assets	\$ 133,109,077	\$ 132,792,004	\$ 78,278,215	\$ 63,141,475	\$ 211,387,292	\$ 195,933,479
Capital Assets	190,728,744	193,451,488	103,791,675	101,019,583	294,520,419	294,471,071
Total assets	<u>323,837,821</u>	<u>326,243,492</u>	<u>182,069,890</u>	<u>164,161,058</u>	<u>505,907,711</u>	<u>490,404,550</u>
<b>Deferred outflows of resources</b>	<u>16,190,554</u>	<u>17,456,880</u>	<u>2,812,859</u>	<u>3,399,723</u>	<u>19,003,413</u>	<u>20,856,603</u>
<b>Liabilities:</b>						
Current and other liabilities	21,937,113	31,531,008	10,129,024	9,791,906	32,066,137	41,322,914
Noncurrent liabilities	71,227,880	70,689,431	42,778,974	44,668,508	114,006,854	115,357,939
Total liabilities	<u>93,164,993</u>	<u>102,220,439</u>	<u>52,907,998</u>	<u>54,460,414</u>	<u>146,072,991</u>	<u>156,680,853</u>
<b>Deferred inflows of resources</b>	<u>879,285</u>	<u>1,435,081</u>	<u>1,374,154</u>	<u>1,322,894</u>	<u>2,253,439</u>	<u>2,757,975</u>
<b>Net position:</b>						
Net investment in capital assets	172,147,075	173,636,768	70,690,021	65,561,102	242,837,096	239,197,870
Restricted	58,005,517	50,277,926	2,057,640	2,579,539	60,063,157	52,857,465
Unrestricted	15,831,505	16,130,158	57,852,936	43,636,832	73,684,441	59,766,990
Total net position	<u>\$ 245,984,097</u>	<u>\$ 240,044,852</u>	<u>\$ 130,600,597</u>	<u>\$ 111,777,473</u>	<u>\$ 376,584,694</u>	<u>\$ 351,822,325</u>

As of June 30, 2024, the City's government-wide total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$376.6 million. Governmental activities finished the year with a positive net position balance of \$246.0 million, an increase of \$5.9 million, or 2.4% compared to Fiscal Year 2022/23. Business-type activities finished the year with a positive balance of \$130.6 million, an increase of \$18.8 million, or 16.8%, compared to Fiscal Year 2022/23. Net position, as noted earlier, may serve over time as a useful indicator of the City's financial position. Of the Total Net Position, \$242.8 million (64.5%) is the City's net investment in capital assets (e.g., land, buildings and improvements, machinery and equipment and the road network) less any related debt used to acquire those assets that is still outstanding.

The increase in Total Net Position of \$24.7 million is broken down as follows:

- City's Net Investment in Capital Assets increased by \$3.6 million.
- Restricted Net Position increased by \$7.2 million.
- Unrestricted Net Position increased by \$13.9 million.

The increase in net investment in capital assets is primarily due to a decrease in capital-related debt of \$3.6 million. The increase to restricted net position represents the change in resources for public works and transportation (increased by \$3.8 million), capital projects (increased by \$3.3 million), law enforcement (increase by \$1.0 million) and community development (decreased by \$0.7 million) compared to the prior fiscal year.

Restricted Net Position represents \$60.1 million (15.9%) of the total net position. Restricted net position represents those resources that are subject to external restrictions on how they may be used. These restrictions are established by bond covenants or restrictions on the use of funds are set forth by state or federal regulations.

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

Unrestricted Net Position represents those resources which may be used to meet the City's ongoing commitments to citizens and creditors. Government-wide Unrestricted Net Position represents \$73.7 million (19.6%) of the total net position, which is an increase of \$13.9 million (23.3%) from the previous fiscal year. All of the overall increase in Unrestricted Net Position came from Business-type activities, which increased by \$14.2 million (32.6%) compared to last fiscal year. Business-type activities finished the fiscal year with \$57.8 million of the \$73.7 million total Unrestricted Net Position.

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

	For the Year Ended June 30, 2024 and 2023					
	Governmental Activities		Business Type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 5,832,599	\$ 8,391,024	\$ 41,165,639	\$ 36,233,172	\$ 46,998,238	\$ 44,624,196
Operating grants and contributions	12,364,099	12,319,312	135,687	-	12,499,786	12,319,312
Capital grants and contributions	7,661,773	1,857,783	2,586,603	1,060,762	10,248,376	2,918,545
Total program revenues	25,858,471	22,568,119	43,887,929	37,293,934	69,746,400	59,862,053
General revenues:						
Property taxes	15,005,070	13,505,386	324,924	258,727	15,329,994	13,764,113
Sales and use taxes	19,360,846	19,291,534	-	-	19,360,846	19,291,534
Franchise taxes	818,740	841,540	-	-	818,740	841,540
Other taxes	2,506,305	2,281,598	-	-	2,506,305	2,281,598
Total taxes	37,690,961	35,920,058	324,924	258,727	38,015,885	36,178,785
Investment earnings	3,785,488	959,461	3,264,842	679,254	7,050,330	1,638,715
Gain (loss) on sale of capital assets	-	-	-	52,605	-	52,605
Miscellaneous	1,063,760	980,194	2,236,529	1,035,824	3,300,289	2,016,018
Total general revenues and transfers	42,540,209	37,859,713	5,826,295	1,767,683	48,366,504	39,886,123
<b>Total revenues</b>	<b>68,398,680</b>	<b>60,427,832</b>	<b>49,714,224</b>	<b>39,320,344</b>	<b>118,112,904</b>	<b>99,748,176</b>
<b>Expenses:</b>						
General government	9,944,817	8,709,507	-	-	9,944,817	8,709,507
Public safety	28,100,984	19,843,489	-	-	28,100,984	19,843,489
Social services	250,491	(12,583)	-	-	250,491	(12,583)
Public ways and facilities	6,232,346	3,690,713	-	-	6,232,346	3,690,713
Community development	4,923,898	4,195,329	-	-	4,923,898	4,195,329
Culture and recreation	6,213,201	4,670,551	-	-	6,213,201	4,670,551
Interest on long-term debt	607,460	643,406	-	-	607,460	643,406
Water	-	-	9,719,879	9,595,209	9,719,879	9,595,209
Sewer	-	-	11,880,792	12,320,078	11,880,792	12,320,078
Solid waste	-	-	8,832,375	9,379,389	8,832,375	9,379,389
Drainage operations	-	-	1,466,632	1,241,082	1,466,632	1,241,082
Local transit	-	-	3,965,092	3,904,438	3,965,092	3,904,438
Golf course	-	-	365,238	75,993	365,238	75,993
Airport	-	-	847,330	1,227,634	847,330	1,227,634
<b>Total expenses</b>	<b>56,273,197</b>	<b>41,740,412</b>	<b>37,077,338</b>	<b>37,743,823</b>	<b>93,350,535</b>	<b>79,484,235</b>
<b>Change in net position</b>	<b>12,125,483</b>	<b>18,687,420</b>	<b>12,636,886</b>	<b>1,576,521</b>	<b>24,762,369</b>	<b>20,263,941</b>
Transfers	(6,186,238)	(1,917,609)	6,186,238	1,917,609	-	-
<b>Change in net position after transfers</b>	<b>5,939,245</b>	<b>16,769,811</b>	<b>18,823,124</b>	<b>3,494,130</b>	<b>24,762,369</b>	<b>20,263,941</b>
<b>Increase (decrease) in net position</b>	<b>5,939,245</b>	<b>16,769,811</b>	<b>18,823,124</b>	<b>3,494,130</b>	<b>24,762,369</b>	<b>20,263,941</b>
Net position, beginning of year	240,044,852	223,275,041	111,777,473	108,283,343	351,822,325	331,558,384
<b>Net position, end of year</b>	<b>\$ 245,984,097</b>	<b>\$ 240,044,852</b>	<b>\$ 130,600,597</b>	<b>\$ 111,777,473</b>	<b>\$ 376,584,694</b>	<b>\$ 351,822,325</b>

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

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**Governmental activities.** Governmental activities account for \$246.0 million, or 65.3%, of the government-wide Total Net Position: an increase of \$5.9 million, or 2.5%, compared to the fiscal year ending June 30, 2023.

Total Governmental revenues for the year were \$68.4 million, which is \$8.0 million (13.2%) more than in Fiscal Year 2022/23.

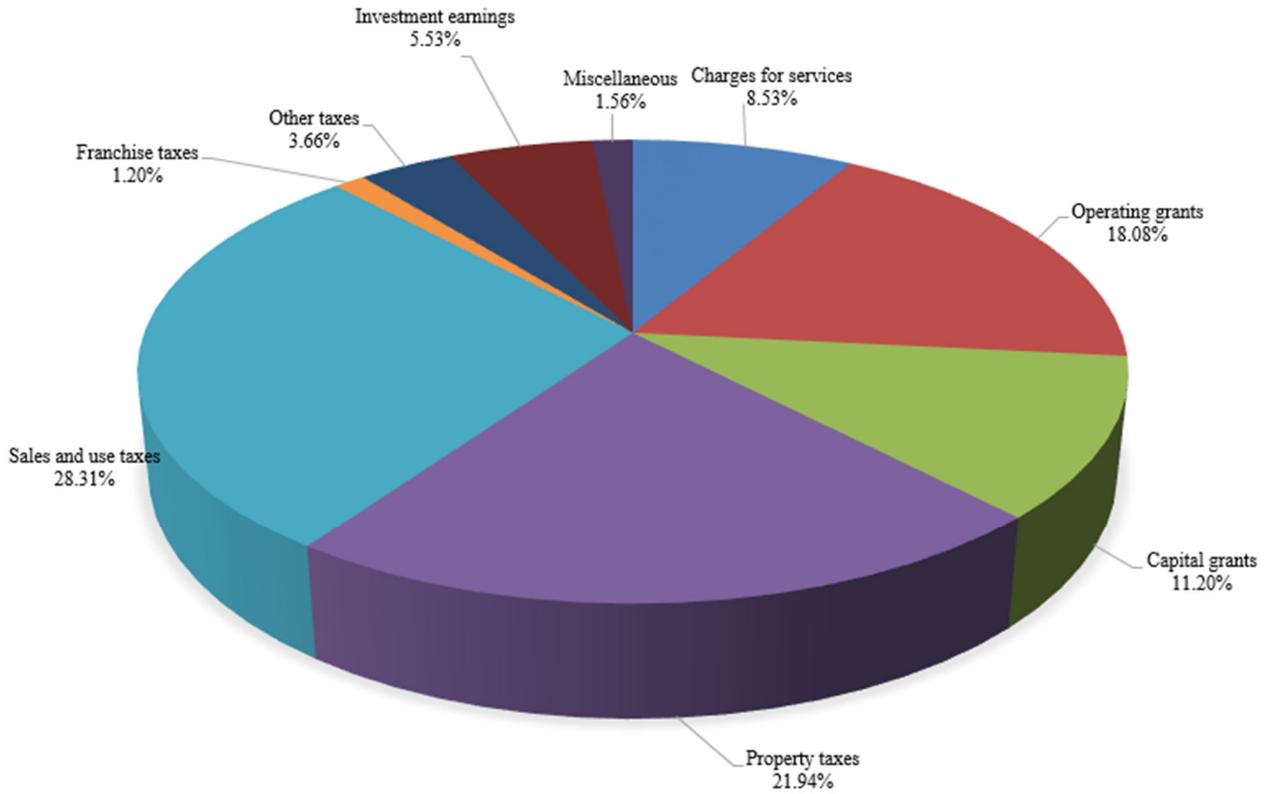
- Capital grants and contributions increased by \$5.8 million or 312.4% from the previous year due to an increase in American Rescue Plan Act fund transfers of \$6.9 million offset by \$0.8 million reduction in developer contributions.
- Taxes, including property, sales, franchise, and other taxes account for approximately \$37.7 million, or 55.1%, of the City's governmental activities revenue. Total tax revenue increased 4.9 % (\$1.8 million) from the previous fiscal year.
- Investment earnings increased by 294.5% (\$2.8 million) from the previous fiscal year. The increase was primarily due to a combination of investment portfolio funds being reinvested into higher yielding investments and additional funds being added to the investment portfolio.

Total Governmental expenses for the fiscal year were \$56.3 million, which is \$14.5 million (34.8%) higher than in Fiscal Year 2022/23.

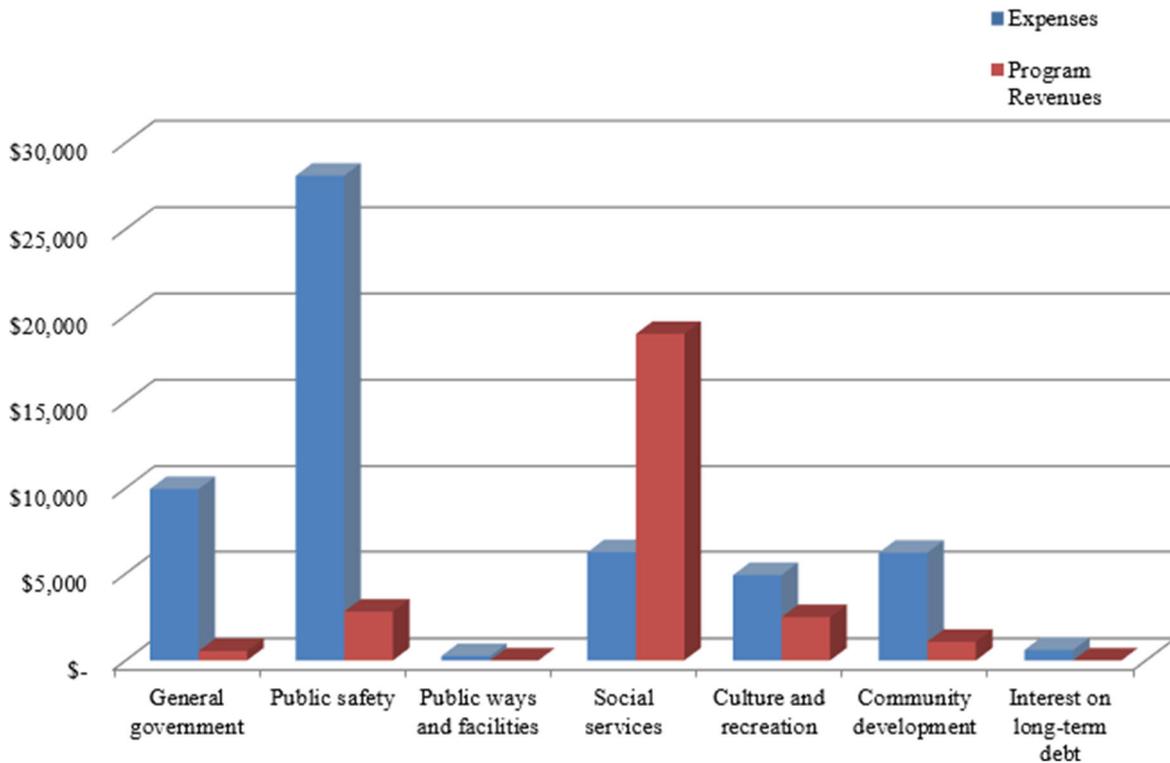
- General governmental expenses increased by 14.2% (\$1.2 million) from the previous fiscal year due to the increase in pension liability.
- Public safety expenses increased by \$8.3 million, or 41.6%, from the previous fiscal year due to increased salaries and benefits due to an increase in sworn officers hired, an additional quarterly payment to Cal Fire for Fire protection in the amount of \$1.1 million, and an increase of \$4.5 million in public safety pension liability.
- Public ways and facilities expenses increased by \$2.5 million, or 68.9%, from the previous fiscal year due to upgrading the city's water and sewer infrastructure.
- Community development expenses increased by \$0.7 million, or 17.4% from the previous year due to an increase in pension liability.
- Culture and recreation expenses increased by \$1.5 million, or 33.0% from the previous year due to an increase in pension liability and additional expenditures for increased cultural and recreational activities.

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

**Revenues by Source - Governmental Activities**



**Expenditures and Program Revenues - Governmental Activities**  
(Dollars in Thousands)



**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

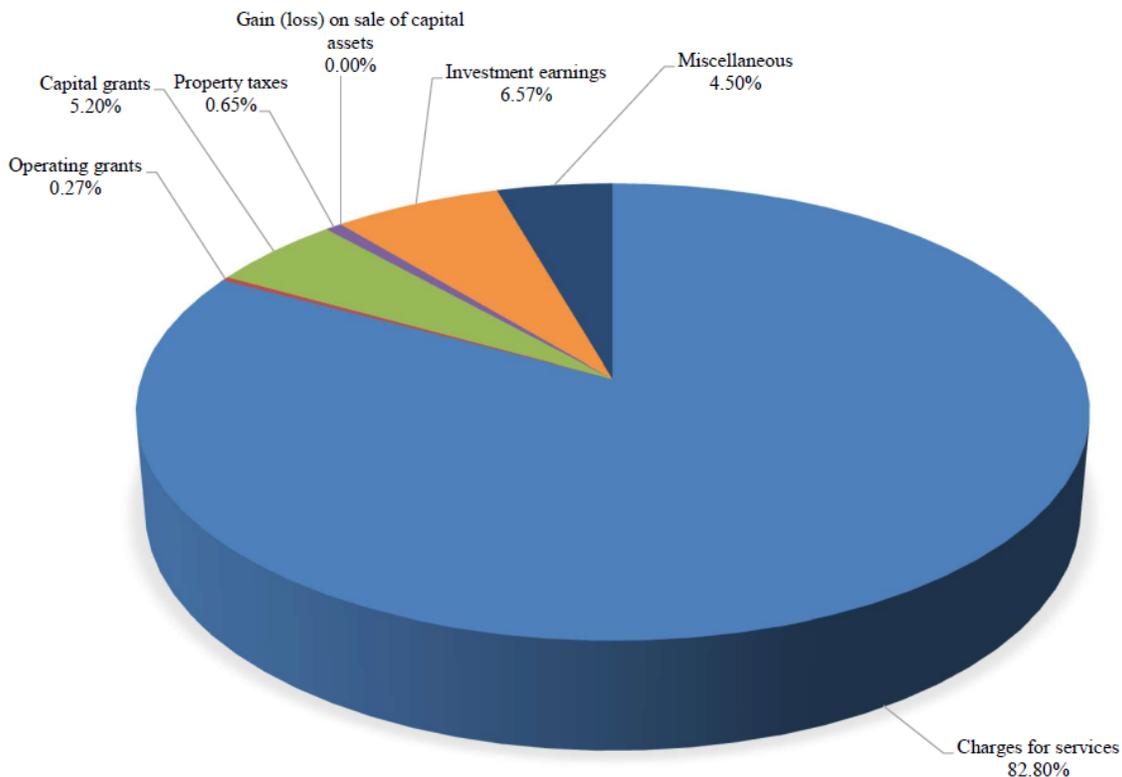
Governmental program revenues that include charges for services and grants specific to certain programs account for 33.4% (\$25.9 million) of the total Governmental activity revenue. The amounts necessary to fully fund the Governmental activity programs are made up of "general" revenues such as taxes, interest, and grants and contributions.

**Business-type Activities.** Business-type activities account for \$130.6 million, or 34.7%, of the Total Government-wide Net Position: an increase of \$18.8 million from the prior fiscal year. The Total Business-type Net Position is broken down as follows:

- Net Investment in Capital Assets: \$70.7 million (54.1% of the total net position) - an increase of \$5.1 million from Fiscal Year 2022/23.
- Restricted Net Position: \$2.1 million, (1.6% of Total Net Position) - a decrease of \$0.5 million from Fiscal Year 2022/23.
- Unrestricted Net Position of \$57.8 million (44.3% of Total Net Position) - represents an increase of \$14.2 million from Fiscal Year 2022/23.

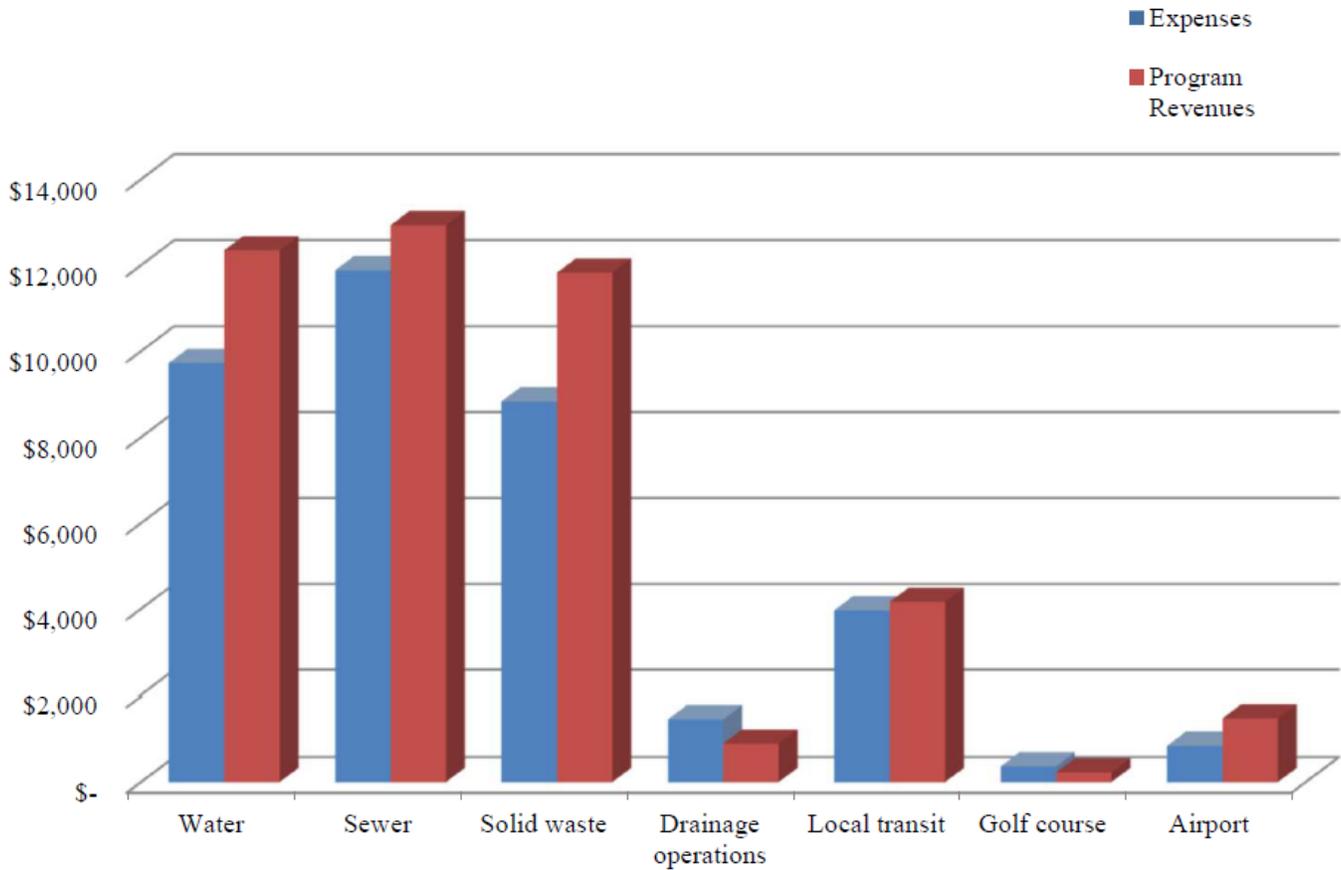
Total Business-type revenue for the year was \$49.7 million, which is \$10.4 million (26.5%) more than in Fiscal Year 2022/23.

Charges for services increased by \$4.9 million (13.6%) from the prior fiscal year. The City Council approved a five year rate hike plan for water, sewer, and solid waste in Fiscal Year 2022/23. Fiscal Year 2023/24 is Year 2 of the rate hikes. In addition, water meters were installed where there were previously no meters. The result of adding meters to customers where no meter was originally installed typically increases charges for services. Capital grants and contributions increased by \$1.5 million (143.8%) from the prior fiscal year due to an increase in Airport capital projects.



**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

**Expenses and Program Revenues-Business-Type Activities**  
(Dollars in Thousands)



Included in Charges for Services are user fees relating to the water, sewer, solid waste, drainage, transit, golf course, and airport operations. Operating transit grant funds, which are the primary revenue for the Transit Fund, are included in Charges for Services.

Total Business-type expenses for the year were \$37.1 million, which is \$0.6 million (1.8%) less than in Fiscal Year 2022/23. The overall decrease in Business-type expenses was almost entirely caused by Solid Waste expenses, which dropped by \$0.5 million (5.8%) compared to the prior fiscal year. The decrease in Solid Waste expenses was caused by the City having one fewer monthly expenditure to the contracted solid waste vendor in the current fiscal year than it had in the previous fiscal year.

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

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**Financial Analysis of the City's Funds**

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

**Governmental funds:** Fund balance for Governmental Funds is defined in five categories: non-spendable, restricted, committed, assigned and unassigned. Non-spendable fund balances cannot be spent because they are not in spendable form. Restricted fund balances have limitations imposed externally by creditors, granters, contributors, or laws and regulations of other governments. Committed fund balances have self-imposed limitations set in place prior to the end of the period. Assigned fund balances are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. Unassigned fund balances are the amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose.

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

Combined, the City's Governmental Funds ended the fiscal year with positive fund balances. The ending fund balance for all funds amounted to \$105.4 million, \$11.3 million or 12.0% more than the previous year.

Of the total fund balance, \$13.3 million or 12.7% is unassigned which, within the limitations of the fund's purpose, is available for spending at the City's discretion. The remainder of the fund balance is either non-spendable, restricted, committed, or assigned to indicate that it is not in spendable form, legally required to be maintained intact, restricted for a particular purpose, committed for a particular purpose, or assigned for a particular purpose. The details of the remainder are as follows:

	<b>Total</b>
<b>Nonspendable</b>	
Prepaid items	\$ 78,316
Inventories	94,255
<b>Total nonspendable</b>	172,571
<b>Restricted</b>	
Community development	12,094,267
Parking improvements	131,873
Public works and transportation	22,174,997
Special assessment project	896,996
Insurance premium reserve	4,073,298
Public protection	1,379,146
Capital projects and improvements	21,328,238
<b>Total restricted</b>	62,078,815
<b>Committed</b>	
General Fund stabilization reserve	12,862,771
General plan update	50,000
Solar street light repair Installation	50,000
Measure K - Fire Protection Stabilization	910,000
Measure K - Police Protection Stabilization	910,000
Measure K - Fire Vehicle Replacement	1,228,540
<b>Total committed</b>	16,011,311
<b>Assigned</b>	
Golf course capital	20,000
Debt service	1,137,839
OPEB liability	97,339
Health insurance premiums	678,500
Future annual stipend payments	325,000
Measure K - Fire Protection	7,252,385
Measure K - Police	3,408,176
Measure K - Sales Tax Refund Reserve	900,000
<b>Total assigned</b>	13,819,239
<b>Unassigned</b>	
	13,338,902
<b>Total fund balances</b>	\$ 105,420,838

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

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General Fund

The General Fund is the chief operating fund of the City. As of June 30, 2024, the Total Fund Balance (including all categories) of the General Fund was \$48.7 million, up \$3.0 million from the fiscal year ending June 30, 2023. The total fund balance of \$48.7 million includes non-spendable balances of \$0.2 million, restricted balances of \$4.1 million, committed balances of \$16.0 million, assigned balances of \$13.8 million, and an unassigned balance of \$13.3 million. Assets in the General Fund increased \$4.3 million, or 8.8%, due to an increase in cash of \$4.4 million and a slight decrease in other assets of \$0.1 million, Liabilities increased \$1.6 million, or 66.5%, due to an increase in accounts payable of \$1.1 million and an increase in accrued liabilities of \$0.5 million. Income increased by \$2.5 million, or 6.1%, due to an increase in property taxes and an increase in Investment Income offset with a decrease in Intergovernmental income. Expenditures increased \$5.4 million, or 14.4%, which was attributed to an increase in Public Protection expenditures of \$4.4 million, Public Ways & Facilities of \$0.1 million, Cultural and Recreation of \$0.7 million, and Capital Outlay of \$0.7 million, offset by savings in General Government of \$0.1 million, and Community Development of \$0.5 million.

The *assigned* fund balance decreased \$2.0 million when compared to the figure from June 30, 2023, primarily due to the \$1.0 million decrease in the Insurance Claims Reserve and a decrease of \$1.0 million in Health Insurance Premium Reserve and Future Annual Stipend Payments Reserve combined.

The *unassigned* fund balance increased \$2.4 million when compared to the fiscal year ending June 30, 2023. As a measurement of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total General Fund expenditures. Unassigned fund balance represents approximately 34.1% of total General Fund expenditures, while total fund balance represents approximately 113.3% of total General Fund expenditures.

Other Major Funds

The General Development Impact Fee Special Revenue Fund, a major fund, had a \$0.4 million increase in fund balance during fiscal year 2023-24. The increase in fund balance was due to revenues of \$3.1 million exceeding expenditures of \$2.4 million along with transfers out of \$0.4 million. Assets consist of \$19.0 million, with cash making up 100.0%, and liabilities of \$0.6 million. The ending fund balance of \$18.4 million is restricted to use for capital projects and improvements.

The American Rescue Plan Act (ARPA) Fund had significant activity over the fiscal year. Almost \$6.9 million of ARPA funds were spent on Sewer and Water infrastructure projects, as designated by the City Council. Some of the water and sewer projects started or completed during the fiscal year were water pipeline replacement, water tower seismic evaluation and recoating, new water meter installations, and repair of the Avenue 13 sewer trunk main.

**Proprietary Funds:** There are two types of Proprietary Funds: enterprise, and internal service funds. The City's Proprietary Funds statements provide the same type of information found in the Government-Wide financial statements, but in more detail.

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

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The City's enterprise funds, and internal service funds ended the year with total net position as follows:

Water Fund	\$ 56,253,832
Sewer Fund	31,548,415
Solid waste Fund	2,689,299
Drainage Operations Fund	18,267,330
Local Transit Fund	7,657,196
Golf Course Fund	1,271,556
Airport Fund	12,912,969
Fleet Maintenance Fund	7,754,203
Facilities Maintenance Fund	(444,921)
Technology Fund	388,749

Revenue was up significantly in the City's enterprise funds in Fiscal Year 2023-24. Water revenue was up 5.0%, primarily due to a scheduled rate increase and a normal rain year compared to the winter of 2022-2023 (wetter winters result is less billable water usage), Sewer revenue was up 8.1%, Solid Waste was up 48.1% and Drainage Operations went up 2.5%. The growth in all these revenues, with the exception of Drainage Operations, was the product of scheduled rate increases that were approved by the City Council in July 2022. These rate increases are being phased over a five-year period, beginning upon adoption.

Operating expenses were lower in the Water, Sewer, and Solid Waste funds, and were higher in the Drainage Operations funds for Fiscal Year 2023-24 primarily due to decreases in the Supplies and Miscellaneous costs exceeding increases in Salary and Benefit expenses.

**General Fund Budgetary Highlights**

The General Fund ended Fiscal Year 2023-24 with revenue over budget by \$3.0 million and expenditures under budget by \$1.1 million. This variance was primarily due to Property Taxes over budget by \$1.0 million, Investment Income over budget by \$1.1 million and Intergovernmental Revenue over budget by \$1.4 million while Sales and Use Taxes were under budget by \$0.9 million. The biggest differences between budget and actual expenditures were in two areas, Fire was over budget by \$1.6 million and Parks and Community Services was under budget by \$1.5 million.

- Actual expenditures for General Government came in \$0.3 million under budget due to savings in City Clerk's Office, Finance, City Attorney, and Human Resources budgets, which was partially offset by spending more on Economic Development.
- Actual expenditures for Public Safety came in at \$1.1 million over budget due to increased costs in contracted services for Fire, offset in a decrease in personnel costs for Police.
- Actual expenditures for Community Development came in at \$1.5 million under budget due to decreased pension costs.
- Actual expenditures for Capital Outlay were \$0.3 million under budget due to Public Works department spending less on projects in the General Fund.

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

**Capital Assets and Debt Administration**

**Capital Assets.** The City's investment in capital assets for its governmental and business-type activities as of June 30, 2024, amounts to \$295.0 million (net of depreciation and amortization): an increase of \$0.4 million compared to Fiscal Year 2022/23.

Major capital asset additions this year include the following:

- Road network improvements - \$3.5 million
  - Developer donations (sidewalk, pavement, pipelines, and others) - \$1.1 million
  - Various streets and bridge improvement projects - \$0.8 million
  - Various park improvement projects - \$1.6 million
- Equipment, machinery, and property purchases - \$2.7 million
- Water tower renovation - \$3.0 million
- Sewer trunk main rehabilitation - \$1.8 million

During the year, the City made improvements to various streets, bridges, parks, sewer mains, and received developer-donated infrastructure. Capital projects designed and/or constructed by the City include:

- Park improvements: Town & Country Park, Rotary Park, Fresno River Trail, and Olive Knox Park
- Street improvements: various streets
- Traffic signal improvements and installations: various locations
- Water storage tank installation: Avenue 17 and Lake Street
- Loy Cook water tower renovation: South and Columbia Streets
- Water main replacements and upgrades: various locations
- Sewer trunk main rehabilitation: Avenue 13, Road 24 ½, and Granada Drive

Developer constructed infrastructure was constructed in conjunction with the partial list of projects shown below:

- Iveywood I Subdivision
- Fast Track Carwash
- Varbella Estates II Subdivision
- Amond World

	<b>Capital Assets</b>					
	Governmental Activities		Business Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 12,669,536	\$ 12,669,536	\$ 9,951,015	\$ 9,725,315	\$ 22,620,551	\$ 22,394,851
Construction in progress	26,353,074	24,764,506	9,067,227	2,944,282	35,420,301	27,708,788
Buildings and improvements	33,607,375	32,969,138	65,696,076	65,621,819	99,303,451	98,590,957
Equipment	20,278,276	18,311,532	9,915,576	9,882,783	30,193,852	28,194,315
Infrastructure	313,986,080	313,519,091	103,708,843	103,222,925	417,694,923	416,742,016
Subscription assets	312,821	312,821	-	-	312,821	312,821
Less: accumulated depreciation/amortization	(216,478,418)	(209,095,136)	(94,547,062)	(90,377,541)	(311,025,480)	(299,472,677)
<b>Total</b>	<b>\$ 190,728,744</b>	<b>\$ 193,451,488</b>	<b>\$ 103,791,675</b>	<b>\$ 101,019,583</b>	<b>\$ 294,520,419</b>	<b>\$ 294,471,071</b>

Detailed information on the City's capital assets can be found in Note 7 of the Notes to the Basic Financial Statements.

**City of Madera**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2024**

**Long-term Debt.** The City's long-term debt as of June 30, 2024, was \$54.0 million with Governmental Activities accounting for \$21.1 million (39.1%) of total long-term debt, and Business-type activities accounting for \$32.9 million (60.9%). The total debt decreased by \$3.6 million, or 6.2%, during the Fiscal Year 2023/24. The reason for the decrease was due to the principal payments made during the fiscal year.

	<b>Long-Term Debt</b>					
	Governmental Activities		Business Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Subscription liability	\$ 109,174	\$ 209,417	\$ -	\$ -	\$ 109,174	\$ 209,417
Finance purchase agreement	17,001,000	17,834,000	-	-	17,001,000	17,834,000
Loans payable	182,400	299,800	5,334,000	5,882,800	5,516,400	6,182,600
Bonds payable	3,806,120	3,988,528	27,527,228	29,314,348	31,333,348	33,302,876
<b>Total</b>	<b>\$ 21,098,694</b>	<b>\$ 22,331,745</b>	<b>\$ 32,861,228</b>	<b>\$ 35,197,148</b>	<b>\$ 53,959,922</b>	<b>\$ 57,528,893</b>

General obligation debts are direct obligations of the City and are backed by the full faith and credit of the City requiring voter approval and may have a tax rate set to cover repayment. State statutes limit the amount of general obligation debt to 15% of the City's total assessed valuation. The City of Madera's debt limit is \$667.8 million. Detailed information on the City's long-term debt activity can be found in Note 8 of the Notes to the Basic Financial Statements.

**Economic Factors and Next Year's Budgets and Rates**

The national GDP began the fiscal year at 2.4%, expanded considerably throughout the first six months of the fiscal year, and ended the fiscal year at 3.0%. At the state level, California GSP exhibited moderate growth. In the second quarter of 2024, California's GSP slowed to 2.8%. However, California still maintained its position as the world's fifth-largest economy. Because the Central Valley relies heavily on an agriculture-based economy, both income levels and expense levels are not as high as those seen in other parts of California. Additionally, challenges such as weather (drought), labor availability, and government subsidies all have an impact on the overall condition of the City's finances.

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## **BASIC FINANCIAL STATEMENTS**

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**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

**City of Madera**  
**Statement of Net Position**  
**June 30, 2024**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Housing Authority of the City of Madera September 30, 2023
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 109,766,484	\$ 68,850,044	\$ 178,616,528	\$ 8,808,810
Accounts receivable, net	766,252	6,316,712	7,082,964	21,390
Intergovernmental receivable	8,937,439	1,673,596	10,611,035	-
Lease receivable - due within one year	20,187	101,856	122,043	-
Notes receivable - due within one year	-	-	-	41,368
Prepaid items	172,403	40,606	213,009	113,304
Inventories	94,255	-	94,255	-
Internal balances	1,741,152	(1,741,152)	-	-
Total current assets	<u>121,498,172</u>	<u>75,241,662</u>	<u>196,739,834</u>	<u>8,984,872</u>
Noncurrent assets:				
Restricted cash and investments	2,517,025	2,057,640	4,574,665	1,638,118
Lease receivable - due in more than one year	420,303	978,913	1,399,216	-
Notes receivable - due in more than one year	8,003,577	-	8,003,577	2,837,215
Land held for resale	670,000	-	670,000	-
Capital assets:				
Non-depreciable	39,022,610	19,018,242	58,040,852	675,827
Depreciable/amortizable, net	151,706,134	84,773,433	236,479,567	4,686,872
Total capital assets, net	<u>190,728,744</u>	<u>103,791,675</u>	<u>294,520,419</u>	<u>5,362,699</u>
Total noncurrent assets	<u>202,339,649</u>	<u>106,828,228</u>	<u>309,167,877</u>	<u>9,838,032</u>
<b>Total assets</b>	<u>323,837,821</u>	<u>182,069,890</u>	<u>505,907,711</u>	<u>18,822,904</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Related to OPEB	894,612	172,399	1,067,011	-
Related to pensions	15,295,942	2,640,460	17,936,402	1,216,908
<b>Total deferred outflows of resources</b>	<u>16,190,554</u>	<u>2,812,859</u>	<u>19,003,413</u>	<u>1,216,908</u>

**City of Madera**  
**Statement of Net Position (Continued)**  
**June 30, 2024**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Housing Authority of the City of Madera September 30, 2023
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	3,199,472	4,975,762	8,175,234	21,158
Accrued payroll	1,911,156	38,996	1,950,152	21,462
Deposits	627,874	368,571	996,445	218,133
Interest payable	101,957	2,005,922	2,107,879	-
Unearned revenue	13,319,367	168,728	13,488,095	49,690
Compensated absences - due within one year	1,542,656	323,137	1,865,793	53,451
Long-term debt - due within one year	1,234,631	2,247,908	3,482,539	140,422
Total current liabilities	21,937,113	10,129,024	32,066,137	504,316
Noncurrent liabilities:				
Other non-current liabilities	-	-	-	740,600
Total OPEB liability	4,047,030	779,897	4,826,927	-
Aggregate net pension liability	46,713,101	11,062,075	57,775,176	4,142,152
Compensated absences - due in more than one year	603,686	323,682	927,368	53,451
Long-term debt - due in more than one year	19,864,063	30,613,320	50,477,383	2,507,291
Total noncurrent liabilities	71,227,880	42,778,974	114,006,854	7,443,494
<b>Total liabilities</b>	93,164,993	52,907,998	146,072,991	7,947,810
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Gain on refunding of debt	-	240,426	240,426	-
Related to leases	413,530	1,060,094	1,473,624	-
Related to OPEB	190,479	36,706	227,185	-
Related to pensions	275,276	36,928	312,204	429,127
Total deferred inflows of resources	879,285	1,374,154	2,253,439	429,127
<b>NET POSITION</b>				
Net investment in capital assets	172,147,075	70,690,021	242,837,096	2,714,986
Restricted:				
Community development	12,094,267	-	12,094,267	-
Parking improvements	131,873	-	131,873	-
Public works and transportation	22,174,997	-	22,174,997	-
Special assessment project	896,996	-	896,996	-
Law enforcement	1,379,146	-	1,379,146	-
Capital projects and improvements	21,328,238	-	21,328,238	-
Housing services	-	-	-	629,695
Debt service	-	2,057,640	2,057,640	-
Total restricted	58,005,517	2,057,640	60,063,157	629,695
Unrestricted	15,831,505	57,852,936	73,684,441	8,318,194
<b>Total net position</b>	\$ 245,984,097	\$ 130,600,597	\$ 376,584,694	\$ 11,662,875

**City of Madera**  
**Statement of Activities**  
**For the Year Ended June 30, 2024**

<b>Functions/Programs</b>	Program Revenues				
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total
<b>Primary government:</b>					
Governmental activities:					
General government	\$ 9,944,817	\$ 72,539	\$ 471,096	\$ -	\$ 543,635
Public protection	28,100,984	1,280,373	1,535,723	-	2,816,096
Social services	250,491	-	-	-	-
Public ways and facilities	6,232,346	2,031,938	9,238,083	7,661,773	18,931,794
Community development	4,923,898	1,952,053	543,566	-	2,495,619
Culture and recreation	6,213,201	495,696	575,631	-	1,071,327
Interest on long-term debt	607,460	-	-	-	-
Total governmental activities	<u>56,273,197</u>	<u>5,832,599</u>	<u>12,364,099</u>	<u>7,661,773</u>	<u>25,858,471</u>
Business-type activities:					
Water	9,719,879	12,331,977	-	15,057	12,347,034
Sewer	11,880,792	12,439,072	-	492,967	12,932,039
Solid waste	8,832,375	11,826,131	-	-	11,826,131
Drainage operations	1,466,632	903,681	-	-	903,681
Local transit	3,965,092	3,172,640	135,687	854,053	4,162,380
Golf course	365,238	176,091	-	50,000	226,091
Airport	847,330	316,047	-	1,174,526	1,490,573
Total business-type activities	<u>37,077,338</u>	<u>41,165,639</u>	<u>135,687</u>	<u>2,586,603</u>	<u>43,887,929</u>
<b>Total primary government</b>	<u><u>93,350,535</u></u>	<u><u>46,998,238</u></u>	<u><u>12,499,786</u></u>	<u><u>10,248,376</u></u>	<u><u>69,746,400</u></u>
Component unit:					
Housing Authority of the City of Madera	9,906,189	2,281,249	6,328,454	197,826	8,807,529
<b>Total component unit</b>	<u><u>\$ 9,906,189</u></u>	<u><u>\$ 2,281,249</u></u>	<u><u>\$ 6,328,454</u></u>	<u><u>\$ 197,826</u></u>	<u><u>\$ 8,807,529</u></u>

**City of Madera**  
**Statement of Activities (Continued)**  
**For the Year Ended June 30, 2024**

<b>Functions/Programs</b>	Net (Expense) Revenue and Changes in Net Position			Component Unit
	Governmental Activities	Business-type Activities	Total	Housing Authority of the City of Madera September 30, 2023
<b>Primary government:</b>				
Governmental activities:				
General government	\$ (9,401,182)	\$ -	\$ (9,401,182)	\$ -
Public protection	(25,284,888)	-	(25,284,888)	-
Social services	(250,491)	-	(250,491)	-
Public ways and facilities	12,699,448	-	12,699,448	-
Community development	(2,428,279)	-	(2,428,279)	-
Culture and recreation	(5,141,874)	-	(5,141,874)	-
Interest on long-term debt	(607,460)	-	(607,460)	-
Total governmental activities	(30,414,726)	-	(30,414,726)	-
Business-type activities:				
Water	-	2,627,155	2,627,155	-
Sewer	-	1,051,247	1,051,247	-
Solid waste	-	2,993,756	2,993,756	-
Drainage operations	-	(562,951)	(562,951)	-
Local transit	-	197,288	197,288	-
Golf course	-	(139,147)	(139,147)	-
Airport	-	643,243	643,243	-
Total business-type activities	-	6,810,591	6,810,591	-
<b>Total primary government</b>	(30,414,726)	6,810,591	(23,604,135)	-
Component unit:				
Housing Authority of the City of Madera	-	-	-	(1,098,660)
<b>Total component unit</b>	-	-	-	(1,098,660)
<b>General Revenues and Transfers:</b>				
<b>General revenues:</b>				
Taxes:				
Property taxes	15,005,070	324,924	15,329,994	-
Sales and use taxes	19,360,846	-	19,360,846	-
Franchise taxes	818,740	-	818,740	-
Other taxes	2,506,305	-	2,506,305	-
Total taxes	37,690,961	324,924	38,015,885	-
Investment income	3,785,488	3,264,842	7,050,330	146,527
Miscellaneous revenue	1,063,760	2,236,529	3,300,289	35,830
<b>Transfers</b>	(6,186,238)	6,186,238	-	-
<b>Total general revenues and transfers</b>	36,353,971	12,012,533	48,366,504	182,357
<b>Change in net position</b>	5,939,245	18,823,124	24,762,369	(916,303)
<b>Net Position:</b>				
Beginning of year	240,044,852	111,777,473	351,822,325	12,579,178
End of year	\$ 245,984,097	\$ 130,600,597	\$ 376,584,694	\$ 11,662,875

See accompanying Notes to the Basic Financial Statements.

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**FUND FINANCIAL STATEMENTS**

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## **Governmental Funds Financial Statements**

***General Fund*** - This fund accounts for all revenues and expenditures used to finance the traditional services associated with a municipal government which are not accounted for in the other funds. In Madera, these services include general government, public protection, social services, public ways and facilities, community development, and culture and recreation.

***General Development Impact Fee Fund*** - This fund accounts for and reports the proceeds of the AB1600 development impact fee monies that are restricted or committed to expenditures for the intended purposes.

***Measure "T" Sales Tax Fund*** - This fund is used to account for the receipt of gasoline tax revenue paid to the City as a subvention from the State of California. These funds support maintenance activities and finance street construction projects as provided by State law.

***American Rescue Plan Act Fund*** - This fund is used to account for the grant revenues and expenditures received through the American Rescue Plan Act.

**City of Madera**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2024**

	Major Funds		
	General Fund	General Development Impact Fee Fund	Measure "T" Sales Tax Fund
<b>ASSETS</b>			
Cash and investments	\$ 41,270,585	\$ 19,030,881	\$ 16,279,900
Restricted cash and investments	-	-	-
Accounts receivable, net	621,361	6,754	-
Intergovernmental receivable	5,052,557	202	2,486,398
Lease receivable	434,056	-	-
Notes receivable	-	-	-
Prepaid items	65,437	-	-
Inventories	94,255	-	-
Due from other funds	5,797,118	-	-
Land held for resale	-	-	-
<b>Total assets</b>	<b>\$ 53,335,369</b>	<b>\$ 19,037,837</b>	<b>\$ 18,766,298</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 2,222,905	\$ -	\$ 39,511
Accrued payroll	1,892,509	-	-
Due to other funds	-	-	-
Deposits payable	-	627,800	-
Unearned revenues	5,211	-	-
<b>Total liabilities</b>	<b>4,120,625</b>	<b>627,800</b>	<b>39,511</b>
<b>Deferred inflows of resources:</b>			
Unavailable revenue	81,661	-	1,624,097
Related to leases	407,145	-	-
<b>Total deferred inflows of resources</b>	<b>488,806</b>	<b>-</b>	<b>1,624,097</b>
<b>Fund Balances:</b>			
Nonspendable	159,692	-	-
Restricted	4,073,298	18,410,037	17,102,690
Committed	16,011,311	-	-
Assigned	13,819,239	-	-
Unassigned (deficit)	14,662,398	-	-
<b>Total fund balances</b>	<b>48,725,938</b>	<b>18,410,037</b>	<b>17,102,690</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 53,335,369</b>	<b>\$ 19,037,837</b>	<b>\$ 18,766,298</b>

**City of Madera**  
**Balance Sheet (Continued)**  
**Governmental Funds**  
**June 30, 2024**

	Major Funds		
	American Rescue Plan Act Fund	Non-major Governmental Funds	Total Governmental Funds
<b>ASSETS</b>			
Cash and investments	\$ 13,463,857	\$ 12,900,659	\$ 102,945,882
Restricted cash and investments	-	2,517,025	2,517,025
Accounts receivable, net	-	57,322	685,437
Intergovernmental receivable	-	1,398,282	8,937,439
Lease receivable	-	6,434	440,490
Notes receivable	-	8,003,577	8,003,577
Prepaid items	-	13,721	79,158
Inventories	-	-	94,255
Due from other funds	-	-	5,797,118
Land held for resale	-	670,000	670,000
<b>Total assets</b>	<b>\$ 13,463,857</b>	<b>\$ 25,567,020</b>	<b>\$ 130,170,381</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ -	\$ 465,334	\$ 2,727,750
Accrued payroll	-	6,789	1,899,298
Due to other funds	-	4,055,966	4,055,966
Deposits payable	-	74	627,874
Unearned revenues	13,116,639	197,517	13,319,367
<b>Total liabilities</b>	<b>13,116,639</b>	<b>4,725,680</b>	<b>22,630,255</b>
<b>Deferred inflows of resources:</b>			
Unavailable revenue	-	-	1,705,758
Related to leases	-	6,385	413,530
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>6,385</b>	<b>2,119,288</b>
<b>Fund Balances:</b>			
Nonspendable	-	12,879	172,571
Restricted	347,218	22,145,572	62,078,815
Committed	-	-	16,011,311
Assigned	-	-	13,819,239
Unassigned (deficit)	-	(1,323,496)	13,338,902
<b>Total fund balances</b>	<b>347,218</b>	<b>20,834,955</b>	<b>105,420,838</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 13,463,857</b>	<b>\$ 25,567,020</b>	<b>\$ 130,170,381</b>

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**City of Madera**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Government-Wide Statement of Net Position**  
**June 30, 2024**

<b>Total Fund Balances - Total Governmental Funds</b>	<u>\$ 105,420,838</u>
Amounts reported for Governmental Activities in the Statement of Net Position were different because:	
Unavailable revenues reported on the Governmental Fund Financial Statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements.	<u>1,705,758</u>
Capital Assets used in the governmental activities were not financial resources and therefore were not reported in the Governmental Funds Balance Sheet.	
Government-Wide Statement of Net Position	190,728,744
Less: capital assets reported in Internal Service Funds	<u>(4,914,384)</u>
Total capital assets	<u>185,814,360</u>
Long-term liabilities are not due and payable in the current period and therefore were not reported in the Governmental Funds Balance Sheet.	
Amount reported in Government-Wide Statement of Net Position	
Compensated absences - due within one year	(1,542,656)
Compensated absences - due in more than one year	(603,686)
Long-term debt - due within one year	(1,234,631)
Long-term debt - due in more than one year	(19,864,063)
Less: amount reported in Internal Service Funds:	
Long-term debt - due within one year	96,792
Compensated absences - due within one year	112,628
Compensated absences - due in more than one year	<u>95,283</u>
Total long-term liabilities	<u>(22,940,333)</u>
Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in the governmental funds.	<u>(101,957)</u>
Aggregate net pension liability and total OPEB liability used in the governmental activities were not financial resources and therefore were not reported in the Governmental Funds Balance Sheet.	
Net pension liability	(46,713,101)
Total OPEB liability	(4,047,030)
Less: amount reported in Internal Service Funds:	
Net pension liability	4,066,390
Total OPEB liability	<u>379,409</u>
Total pension and OPEB	<u>(46,314,332)</u>
Deferred outflows of resources related to OPEB and pensions are not available for current period and, therefore, are deferred in the governmental funds or not recorded in the governmental funds.	
Amount reported in Government-Wide Statement of Net Position	
Deferred outflows of resources related to OPEB	894,612
Deferred outflows of resources related to pensions	15,295,942
Less: amount reported in Internal Service Funds:	
Deferred outflows of resources related to OPEB	(83,871)
Deferred outflows of resources related to pensions	<u>(970,628)</u>
Total deferred outflows of resources	<u>15,136,055</u>
Deferred inflows of resources related to OPEB and pensions are not available for current period and, therefore, are deferred in the governmental funds or not recorded in the governmental funds.	
Amount reported in Government-Wide Statement of Net Position	
Deferred inflows of resources related to OPEB	(190,479)
Deferred inflows of resources related to pensions	(275,276)
Less: amount reported in Internal Service Funds:	
Deferred inflows of resources related to OPEB	17,857
Deferred inflows of resources related to pensions	<u>13,575</u>
Total deferred inflows of resources	<u>(434,323)</u>
Internal service funds are used by management to charge the cost of fleet management, risk management, information technology, and building maintenance to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.	<u>7,698,031</u>
<b>Net Position of Governmental Activities</b>	<u><u>\$ 245,984,097</u></u>

**City of Madera**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2024**

	Major Funds		
	General Fund	General Development Impact Fee Fund	Measure "T" Sales Tax Fund
<b>REVENUES:</b>			
Property taxes	\$ 13,393,320	\$ -	\$ -
Sales and use taxes	19,360,846	-	-
Other taxes	2,019,287	-	-
Investment income (loss)	2,308,014	744,988	579,658
Franchise fees	818,740	-	-
Licenses and permits	1,131,638	-	-
Fines and forfeitures	542,228	-	-
Intergovernmental	2,256,916	-	3,435,575
Charges for services	1,404,664	2,379,421	-
Miscellaneous	593,383	-	-
<b>Total revenues</b>	<b>43,829,036</b>	<b>3,124,409</b>	<b>4,015,233</b>
<b>EXPENDITURES:</b>			
Current:			
General government	2,945,231	-	-
Public protection	25,768,197	-	-
Social services	180,978	-	-
Public ways and facilities	2,574,323	2,061,128	-
Community development	4,527,541	-	-
Culture and recreation	4,842,265	-	-
Capital outlay	1,748,240	303,986	362,933
Debt service:			
Principal	273,145	-	-
Interest and fiscal charges	163,247	-	-
<b>Total expenditures</b>	<b>43,023,167</b>	<b>2,365,114</b>	<b>362,933</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>805,869</b>	<b>759,295</b>	<b>3,652,300</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	4,423,267	-	-
Transfers out	(2,230,282)	(397,239)	(860,000)
<b>Total other financing sources (uses)</b>	<b>2,192,985</b>	<b>(397,239)</b>	<b>(860,000)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>2,998,854</b>	<b>362,056</b>	<b>2,792,300</b>
<b>FUND BALANCES:</b>			
Beginning of year	45,727,084	18,047,981	14,310,390
End of year	<u>\$ 48,725,938</u>	<u>\$ 18,410,037</u>	<u>\$ 17,102,690</u>

**City of Madera**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Governmental Funds**  
**For the Year Ended June 30, 2024**

	<u>Major Funds</u>		
	<u>American Rescue Plan Act</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES:</b>			
Property taxes	\$ -	\$ 1,611,750	\$ 15,005,070
Sales and use taxes	-	-	19,360,846
Other taxes	-	453,183	2,472,470
Investment income (loss)	-	249,604	3,882,264
Franchise fees	-	-	818,740
Licenses and permits	-	-	1,131,638
Fines and forfeitures	-	7,142	549,370
Intergovernmental	6,946,865	9,332,986	21,972,342
Charges for services	-	55,811	3,839,896
Miscellaneous	-	294,519	887,902
<b>Total revenues</b>	<u>6,946,865</u>	<u>12,004,995</u>	<u>69,920,538</u>
<b>EXPENDITURES:</b>			
Current:			
General government	-	102,664	3,047,895
Public protection	-	885,422	26,653,619
Social services	-	-	180,978
Public ways and facilities	-	930,824	5,566,275
Community development	-	131,393	4,658,934
Culture and recreation	-	538,820	5,381,085
Capital outlay	-	2,092,321	4,507,480
Debt service:			
Principal	-	833,000	1,106,145
Interest and fiscal charges	-	482,465	645,712
<b>Total expenditures</b>	<u>-</u>	<u>5,996,909</u>	<u>51,748,123</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>6,946,865</u>	<u>6,008,086</u>	<u>18,172,415</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	-	1,578,316	6,001,583
Transfers out	(6,599,647)	(2,756,202)	(12,843,370)
<b>Total other financing sources (uses)</b>	<u>(6,599,647)</u>	<u>(1,177,886)</u>	<u>(6,841,787)</u>
<b>NET CHANGE IN FUND BALANCES</b>	347,218	4,830,200	11,330,628
<b>FUND BALANCES:</b>			
Beginning of year	-	16,004,755	94,090,210
End of year	<u>\$ 347,218</u>	<u>\$ 20,834,955</u>	<u>\$ 105,420,838</u>

**City of Madera**  
**Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances to the Government-Wide Statement of Activities and Changes in Net Position**  
**For the Year Ended June 30, 2024**

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**Net Changes in Fund Balances - Total Governmental Funds** \$ 11,330,628

Amounts reported for Governmental Activities in the Statement of Net Position were different because:

Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets was allocated over their estimated useful lives as depreciation and amortization expenses. This is the amount of capital assets recorded in the current period (net of \$375,645 added in internal service funds) (\$381,152 of the governmental fund capital outlay balance were for repairs and maintenance expenditures).	3,531,138
In the Government-Wide Statement of Activities, donated assets are reported as a capital contribution.	595,189
Depreciation and amortization expense on capital assets was reported in the Government-Wide Statement of Activities and Changes in Net Position, but they did not require the use of current financial resources. Therefore, depreciation and amortization expense, net of internal service funds of \$729,362, was not reported as expenditures in the Governmental Funds.	(7,167,413)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and donations) decreased net position.	(618,808)
Repayment of long-term liabilities was an expenditures in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.	
Principal payment of long-term debt, net of internal services funds of \$97,405.	1,106,145
Amortization of bond premium	32,408
Interest expense on long-term debt was reported in the Government-Wide Statement of Activities, but it did not require the use of current financial resources. This amount represented the changes in accrued interest from prior year.	5,844
Compensated absences expenses reported in the Government-Wide Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. (net of \$19,228 deducted in internal service funds).	(199,333)
Revenues in the Government-Wide Statement of Activities that do not provide current financial resources and are not reported as revenue in the governmental funds.	(2,117,047)
Certain pension expenses reported in the Government-Wide Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.	
Changes in pension related deferred outflows of resources	(1,063,695)
Changes in net pension liabilities	(1,422,127)
Changes in pension related deferred inflows of resources	513,642
Certain OPEB expenses reported in the Government-Wide Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.	
Changes in OPEB related deferred outflows of resources	2,559
Changes in total OPEB liabilities	(268,885)
Changes in OPEB related deferred inflows of resources	(32,557)
The internal service funds are used by management to charge the costs of fleet maintenance, facilities maintenance, and technology to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	1,711,557

**Change in Net Position of Governmental Activities** \$ 5,939,245

## **Proprietary Funds Financial Statements**

***Water Fund*** - This fund is used to account for the activities of the City's water pumping, treatment and distribution operations.

***Sewer Fund*** - This fund is used to account for the activities of the City's sewer collection and treatment operations.

***Solid Waste Fund*** - This fund is used to account for the activities of the City's solid waste operations.

***Drainage Operations Fund*** - This fund is used to account for the activities of the City's drainage operations.

***Internal Service Funds*** - These funds are used to provide goods and services by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

**City of Madera**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2024**

	Major Funds			
	Water Fund	Sewer Fund	Solid Waste Fund	Drainage Operations Fund
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 42,559,405	\$ 18,612,819	\$ 4,853,252	\$ 895,863
Accounts receivable, net	3,085,958	1,636,090	1,453,211	84,741
Intergovernmental receivable	-	3,801	-	810
Lease receivable - due within one year	-	-	-	-
Prepaid items	15,873	6,287	281	9,725
<b>Total current assets</b>	<b>45,661,236</b>	<b>20,258,997</b>	<b>6,306,744</b>	<b>991,139</b>
Noncurrent assets:				
Restricted cash and investments	234,434	1,823,206	-	-
Lease receivable - due in more than one year	-	-	-	-
Capital assets:				
Non-depreciable	4,885,810	5,354,486	-	4,039,808
Depreciable, net	20,784,274	33,601,296	-	13,871,882
<b>Total capital assets</b>	<b>25,670,084</b>	<b>38,955,782</b>	<b>-</b>	<b>17,911,690</b>
<b>Total noncurrent assets</b>	<b>25,904,518</b>	<b>40,778,988</b>	<b>-</b>	<b>17,911,690</b>
<b>Total assets</b>	<b>71,565,754</b>	<b>61,037,985</b>	<b>6,306,744</b>	<b>18,902,829</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Related to OPEB	93,188	60,573	9,320	4,659
Related to pensions	959,453	896,441	296,057	174,971
<b>Total deferred outflows of resources</b>	<b>1,052,641</b>	<b>957,014</b>	<b>305,377</b>	<b>179,630</b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	1,148,385	1,145,865	2,412,010	12,027
Accrued payroll	12,240	13,721	4,035	2,665
Due to other funds	-	-	-	-
Interest payable	78,147	290,424	-	-
Deposits payable	1,992,451	-	-	-
Unearned revenue	78,895	-	89,633	200
Compensated absences - due within one year	117,646	120,030	54,281	12,195
Long-term debt - due within one year	552,908	1,695,000	-	-
<b>Total current liabilities</b>	<b>3,980,672</b>	<b>3,265,040</b>	<b>2,559,959</b>	<b>27,087</b>
Noncurrent liabilities:				
Total OPEB liability	421,566	274,018	42,157	21,078
Aggregate net pension liability	4,019,579	3,755,594	1,240,315	733,034
Compensated absences - due in more than one year	124,038	58,200	74,266	30,491
Long term debt - due in more than one year	7,769,320	22,844,000	-	-
<b>Total noncurrent liabilities</b>	<b>12,334,503</b>	<b>26,931,812</b>	<b>1,356,738</b>	<b>784,603</b>
<b>Total liabilities</b>	<b>16,315,175</b>	<b>30,196,852</b>	<b>3,916,697</b>	<b>811,690</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Gain on refunding of debt	16,128	224,298	-	-
Related to leases	-	-	-	-
Related to OPEB	19,841	12,897	1,984	992
Related to pensions	13,419	12,537	4,141	2,447
<b>Total deferred inflows of resources</b>	<b>49,388</b>	<b>249,732</b>	<b>6,125</b>	<b>3,439</b>
<b>NET POSITION</b>				
Net investment in capital assets	17,331,728	14,192,484	-	17,911,690
Restricted:				
Debt service	234,434	1,823,206	-	-
Unrestricted	38,687,670	15,532,725	2,689,299	355,640
<b>Total net position</b>	<b>\$ 56,253,832</b>	<b>\$ 31,548,415</b>	<b>\$ 2,689,299</b>	<b>\$ 18,267,330</b>

See accompanying Notes to the Basic Financial Statements.

**City of Madera**  
**Statement of Net Position (Continued)**  
**Proprietary Funds**  
**June 30, 2024**

	Non-major Funds	Total	Governmental Activities Internal Service Funds
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 1,928,705	\$ 68,850,044	\$ 6,820,602
Accounts receivable, net	56,712	6,316,712	80,815
Intergovernmental receivable	1,668,985	1,673,596	-
Lease receivable - due within one year	101,856	101,856	-
Prepaid items	8,440	40,606	93,245
Total current assets	<u>3,764,698</u>	<u>76,982,814</u>	<u>6,994,662</u>
Noncurrent assets:			
Restricted cash and investments	-	2,057,640	-
Lease receivable - due in more than one year	978,913	978,913	-
Capital assets:			
Non-depreciable	4,738,138	19,018,242	325,359
Depreciable, net	16,515,981	84,773,433	4,589,025
Total capital assets	<u>21,254,119</u>	<u>103,791,675</u>	<u>4,914,384</u>
Total noncurrent assets	<u>22,233,032</u>	<u>106,828,228</u>	<u>4,914,384</u>
<b>Total assets</b>	<u>25,997,730</u>	<u>183,811,042</u>	<u>11,909,046</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Related to OPEB	4,659	172,399	83,871
Related to pensions	313,538	2,640,460	970,628
<b>Total deferred outflows of resources</b>	<u>318,197</u>	<u>2,812,859</u>	<u>1,054,499</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	257,475	4,975,762	471,722
Accrued payroll	6,335	38,996	11,858
Due to other funds	1,741,152	1,741,152	-
Interest payable	-	368,571	-
Deposits payable	13,471	2,005,922	-
Unearned revenue	-	168,728	-
Compensated absences - due within one year	18,985	323,137	112,628
Long-term debt - due within one year	-	2,247,908	96,792
Total current liabilities	<u>2,037,418</u>	<u>11,870,176</u>	<u>693,000</u>
Noncurrent liabilities:			
Total OPEB liability	21,078	779,897	379,409
Aggregate net pension liability	1,313,553	11,062,075	4,066,390
Compensated absences - due in more than one year	36,687	323,682	95,283
Long term debt - due in more than one year	-	30,613,320	-
Total noncurrent liabilities	<u>1,371,318</u>	<u>42,778,974</u>	<u>4,541,082</u>
<b>Total liabilities</b>	<u>3,408,736</u>	<u>54,649,150</u>	<u>5,234,082</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Gain on refunding of debt	-	240,426	-
Related to leases	1,060,094	1,060,094	-
Related to OPEB	992	36,706	17,857
Related to pensions	4,384	36,928	13,575
<b>Total deferred inflows of resources</b>	<u>1,065,470</u>	<u>1,374,154</u>	<u>31,432</u>
<b>NET POSITION</b>			
Net investment in capital assets	21,254,119	70,690,021	4,817,592
Restricted:			
Debt service	-	2,057,640	-
Unrestricted	587,602	57,852,936	2,880,439
<b>Total net position</b>	<u>\$ 21,841,721</u>	<u>\$ 130,600,597</u>	<u>\$ 7,698,031</u>

See accompanying Notes to the Basic Financial Statements.

**City of Madera**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2024**

	Major Funds			
	Water Fund	Sewer Fund	Solid Waste Fund	Drainage Operations Fund
<b>OPERATING REVENUES:</b>				
Charges for services	\$ 12,331,977	\$ 12,439,072	\$ 11,826,131	\$ 903,681
Miscellaneous revenue	583,185	212,022	1,229,073	1,132
<b>Total operating revenues</b>	<b>12,915,162</b>	<b>12,651,094</b>	<b>13,055,204</b>	<b>904,813</b>
<b>OPERATING EXPENSES:</b>				
Salaries and benefits	2,702,822	2,712,521	887,148	566,092
General and administrative	1,952,022	3,334,736	7,868,337	476,341
Supplies and miscellaneous	1,607,352	986,233	66,414	43,581
Utilities	2,385,512	1,006,609	10,476	29,808
Depreciation/amortization	831,995	2,424,541	-	350,810
<b>Total operating expenses</b>	<b>9,479,703</b>	<b>10,464,640</b>	<b>8,832,375</b>	<b>1,466,632</b>
<b>OPERATING INCOME (LOSS)</b>	<b>3,435,459</b>	<b>2,186,454</b>	<b>4,222,829</b>	<b>(561,819)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Investment income	1,398,291	1,689,463	73,000	33,593
Property taxes	-	170,616	-	-
Operating grants	-	-	-	-
Interest expense	(240,176)	(1,416,152)	-	-
<b>Total nonoperating revenues (expenses)</b>	<b>1,158,115</b>	<b>443,927</b>	<b>73,000</b>	<b>33,593</b>
<b>INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS</b>	<b>4,593,574</b>	<b>2,630,381</b>	<b>4,295,829</b>	<b>(528,226)</b>
<b>CAPITAL CONTRIBUTIONS AND TRANSFERS</b>				
Capital contributions	15,057	492,967	-	-
Capital grants	-	-	-	-
Transfers in	4,637,821	2,968,340	39,764	35,556
Transfers out	(613,622)	(279,275)	(572,903)	(65,922)
<b>Total capital contributions and transfers</b>	<b>4,039,256</b>	<b>3,182,032</b>	<b>(533,139)</b>	<b>(30,366)</b>
<b>Changes in net position</b>	<b>8,632,830</b>	<b>5,812,413</b>	<b>3,762,690</b>	<b>(558,592)</b>
<b>NET POSITION (DEFICIT):</b>				
Beginning of year	47,621,002	25,736,002	(1,073,391)	18,825,922
End of year	<u>\$ 56,253,832</u>	<u>\$ 31,548,415</u>	<u>\$ 2,689,299</u>	<u>\$ 18,267,330</u>

**City of Madera**  
**Statement of Revenues, Expenses, and Changes in Net Position (Continued)**  
**Proprietary Funds**  
**For the Year Ended June 30, 2024**

	Non-major Funds	Total	Governmental Activities Internal Service Funds
<b>OPERATING REVENUES:</b>			
Charges for services	\$ 3,664,778	\$ 41,165,639	\$ 5,965,631
Miscellaneous revenue	211,117	2,236,529	196,165
<b>Total operating revenues</b>	<u>3,875,895</u>	<u>43,402,168</u>	<u>6,161,796</u>
<b>OPERATING EXPENSES:</b>			
Salaries and benefits	836,824	7,705,407	2,325,457
General and administrative	2,725,437	16,356,873	1,073,613
Supplies and miscellaneous	531,767	3,235,347	493,179
Utilities	16,785	3,449,190	581,212
Depreciation/amortization	1,065,973	4,673,319	730,362
<b>Total operating expenses</b>	<u>5,176,786</u>	<u>35,420,136</u>	<u>5,203,823</u>
<b>OPERATING INCOME (LOSS)</b>	<u>(1,300,891)</u>	<u>7,982,032</u>	<u>957,973</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
Investment income	70,495	3,264,842	102,084
Property taxes	154,308	324,924	-
Operating grants	135,687	135,687	-
Interest expense	(874)	(1,657,202)	(4,049)
<b>Total nonoperating revenues (expenses)</b>	<u>359,616</u>	<u>2,068,251</u>	<u>98,035</u>
<b>INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS</b>	<u>(941,275)</u>	<u>10,050,283</u>	<u>1,056,008</u>
<b>CAPITAL CONTRIBUTIONS AND TRANSFERS</b>			
Capital contributions	155,132	663,156	-
Capital grants	1,923,447	1,923,447	-
Transfers in	130,261	7,811,742	923,571
Transfers out	(93,782)	(1,625,504)	(268,022)
<b>Total capital contributions and transfers</b>	<u>2,115,058</u>	<u>8,772,841</u>	<u>655,549</u>
<b>Changes in net position</b>	1,173,783	18,823,124	1,711,557
<b>NET POSITION (DEFICIT):</b>			
Beginning of year	20,667,938	111,777,473	5,986,474
End of year	<u>\$ 21,841,721</u>	<u>\$ 130,600,597</u>	<u>\$ 7,698,031</u>

**City of Madera**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2024**

	Major Funds			
	Water Fund	Sewer Fund	Solid Waste Fund	Drainage Operations Fund
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash received from customers	\$ 11,924,696	\$ 12,163,808	\$ 11,498,037	\$ 909,055
Cash payments to suppliers for goods and services	(6,320,516)	(4,730,929)	(7,692,232)	(545,975)
Cash payments to employees for services	(2,410,466)	(2,437,716)	(786,005)	(512,635)
Other operating revenues and expenses	583,185	212,022	1,229,073	1,132
<b>Net cash provided by (used in) operating activities</b>	<b>3,776,899</b>	<b>5,207,185</b>	<b>4,248,873</b>	<b>(148,423)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Property taxes	-	170,616	-	-
Due to other funds	-	-	-	-
Advances from other funds	-	-	-	-
Transfers from other funds	4,637,821	2,968,340	39,764	35,556
Transfers to other funds	(613,622)	(279,275)	(572,903)	(65,922)
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>4,024,199</b>	<b>2,859,681</b>	<b>(533,139)</b>	<b>(30,366)</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Capital grants	-	-	-	-
Acquisition of capital assets	(4,030,372)	(2,105,665)	-	-
Principal payment of long-term debt	(554,650)	(1,880,803)	-	-
Interest paid on debt	(229,093)	(1,211,157)	-	-
<b>Net cash provided by (used in) capital and related financing activities</b>	<b>(4,814,115)</b>	<b>(5,197,625)</b>	<b>-</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest from investments	1,398,291	1,689,463	73,000	33,593
<b>Net cash provided by investing activities</b>	<b>1,398,291</b>	<b>1,689,463</b>	<b>73,000</b>	<b>33,593</b>
<b>Net change in cash and cash equivalents</b>	<b>4,385,274</b>	<b>4,558,704</b>	<b>3,788,734</b>	<b>(145,196)</b>
<b>CASH AND CASH EQUIVALENTS:</b>				
Beginning of year	38,408,565	15,877,321	1,064,518	1,041,059
End of year	<u>\$ 42,793,839</u>	<u>\$ 20,436,025</u>	<u>\$ 4,853,252</u>	<u>\$ 895,863</u>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO STATEMENT OF NET POSITION:</b>				
Cash and investments	\$ 42,559,405	\$ 18,612,819	\$ 4,853,252	\$ 895,863
Restricted cash and investments	234,434	1,823,206	-	-
<b>Total cash and cash equivalents</b>	<b>\$ 42,793,839</b>	<b>\$ 20,436,025</b>	<b>\$ 4,853,252</b>	<b>\$ 895,863</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ 3,435,459	\$ 2,186,454	\$ 4,222,829	\$ (561,819)
Adjustments to reconcile operating (loss) to net cash provided by (used in) operating activities:				
Depreciation/amortization	831,995	2,424,541	-	350,810
Changes in operating assets and liabilities, and deferred outflows and inflows of resources:				
Accounts receivable, net	(576,604)	(272,404)	(328,094)	6,184
Intergovernmental receivable	100	(2,860)	-	(810)
Lease receivable	-	-	-	-
Prepaid items	7,955	(3,013)	(281)	(315)
Deferred outflows - OPEB related	6,699	7,532	8,842	(119)
Deferred outflows - pension related	204,948	191,488	63,241	37,376
Accounts payable	(383,585)	599,662	253,276	4,070
Accrued payroll	12,110	13,631	4,023	2,658
Deposits payable	174,323	-	-	-
Unearned revenue	(5,100)	-	-	-
Compensated absences	56,150	65,583	57,821	9,817
Aggregate net pension liability	55,272	51,644	17,055	10,080
Total OPEB liability	1,498	(12,392)	(34,219)	1,984
Deferred inflows - lease related	-	-	-	-
Deferred inflows - OPEB related	2,530	1,094	(1,164)	205
Deferred inflows - pension related	(46,851)	(43,775)	(14,456)	(8,544)
Total adjustments	341,440	3,020,731	26,044	413,396
<b>Net cash provided by (used in) operating activities</b>	<b>\$ 3,776,899</b>	<b>\$ 5,207,185</b>	<b>\$ 4,248,873</b>	<b>\$ (148,423)</b>
<b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Contributed property, plant and equipment	\$ 15,057	\$ 492,967	\$ -	\$ -
<b>Total noncash capital and related financing activities</b>	<b>\$ 15,057</b>	<b>\$ 492,967</b>	<b>\$ -</b>	<b>\$ -</b>

See accompanying Notes to the Basic Financial Statements.

**City of Madera**  
**Statement of Cash Flows (Continued)**  
**Proprietary Funds**  
**For the Year Ended June 30, 2024**

	Non-major Funds	Total	Governmental Activities Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Cash received from customers	\$ 3,408,052	\$ 39,903,648	\$ 5,899,193
Cash payments to suppliers for goods and services	(3,459,476)	(22,749,128)	(1,943,174)
Cash payments to employees for services	(743,156)	(6,889,978)	(2,054,553)
Other operating revenues and expenses	211,117	2,236,529	196,165
<b>Net cash provided by (used in) operating activities</b>	<b>(583,463)</b>	<b>12,501,071</b>	<b>2,097,631</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
Property taxes	154,308	324,924	-
Due to other funds	(77,422)	(77,422)	-
Advances from other funds	(12,240)	(12,240)	-
Transfers from other funds	130,261	7,811,742	923,571
Transfers to other funds	(93,782)	(1,625,504)	(268,022)
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>236,812</b>	<b>6,557,187</b>	<b>655,549</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Capital grants	1,973,447	1,973,447	-
Acquisition of capital assets	(696,218)	(6,832,255)	(1,667,512)
Principal payment of long-term debt	(161,800)	(2,597,253)	(94,498)
Interest paid on debt	(2,581)	(1,442,831)	(4,049)
<b>Net cash provided by (used in) capital and related financing activities</b>	<b>1,112,848</b>	<b>(8,898,892)</b>	<b>(1,766,059)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest from investments	70,495	3,264,842	102,084
<b>Net cash provided by investing activities</b>	<b>70,495</b>	<b>3,264,842</b>	<b>102,084</b>
<b>Net change in cash and cash equivalents</b>	<b>836,692</b>	<b>13,424,208</b>	<b>1,089,205</b>
<b>CASH AND CASH EQUIVALENTS:</b>			
Beginning of year	1,092,013	57,483,476	5,731,397
End of year	<u>\$ 1,928,705</u>	<u>\$ 70,907,684</u>	<u>\$ 6,820,602</u>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO STATEMENT OF NET POSITION:</b>			
Cash and investments	\$ 1,928,705	\$ 68,850,044	\$ 6,820,602
Restricted cash and investments	-	2,057,640	-
<b>Total cash and cash equivalents</b>	<b>\$ 1,928,705</b>	<b>\$ 70,907,684</b>	<b>\$ 6,820,602</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>			
Operating income (loss)	\$ (1,300,891)	\$ 7,982,032	\$ 957,973
Adjustments to reconcile operating (loss) to net cash provided by (used in) operating activities:			
Depreciation/amortization	1,065,973	4,673,319	730,362
Changes in operating assets and liabilities, and deferred outflows and inflows of resources:			
Accounts receivable, net	(4,599)	(1,175,517)	(66,438)
Intergovernmental receivable	(227,945)	(231,515)	-
Lease receivable	(221,823)	(221,823)	-
Prepaid items	1,639	5,985	(35,570)
Deferred outflows - OPEB related	(119)	22,835	(2,144)
Deferred outflows - pension related	66,976	564,029	207,334
Accounts payable	(187,126)	286,297	240,400
Accrued payroll	4,016	36,438	11,767
Deposits payable	(594)	173,729	-
Unearned revenue	-	(5,100)	-
Compensated absences	17,855	207,226	6,020
Aggregate net pension liability	18,063	152,114	55,915
Total OPEB liability	1,984	(41,145)	35,717
Deferred inflows - lease related	214,905	214,905	-
Deferred inflows - OPEB related	205	2,870	3,693
Deferred inflows - pension related	(15,312)	(128,938)	(47,398)
Total adjustments	717,428	4,519,039	1,139,658
<b>Net cash provided by (used in) operating activities</b>	<b>\$ (583,463)</b>	<b>\$ 12,501,071</b>	<b>\$ 2,097,631</b>
<b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Contributed property, plant and equipment	\$ 105,132	\$ 613,156	\$ -
<b>Total noncash capital and related financing activities</b>	<b>\$ 105,132</b>	<b>\$ 613,156</b>	<b>\$ -</b>

See accompanying Notes to the Basic Financial Statements.

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## **Fiduciary Funds Financial Statements**

***Custodial Funds*** - These funds are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private purpose trust funds. This includes the Madera General Deposit Custodial Fund and Community Facilities Districts Custodial Fund.

***RDA Successor Agency Private Purpose Trust Fund*** - This fund is used to account for monies received from the Madera County Auditor Controller for the repayment of the enforceable obligations of the former Madera Community Development Agency. These funds are restricted for the sole purpose of payment of items on an approved Recognized Payment Obligation Schedule (ROPS).

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**City of Madera**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2024**

	Custodial Funds	RDA Successor Agency Private Purpose Trust Fund
<b>ASSETS</b>		
Cash and investments	\$ 2,346,428	\$ 6,430,626
Accounts receivable, net	2,878	73,527
Prepaid items	932	100
Restricted cash and investments with fiscal agent	51,194	3,373
Land held for resale	-	278,207
Capital asset, not being depreciated	-	16,701
Capital asset, being depreciated, net	-	1,459,010
<b>Total assets</b>	<b>2,401,432</b>	<b>8,261,544</b>
<b>LIABILITIES</b>		
Accounts payable	7,958	4
Interest payable	-	435,293
Long-term debt - due within one year	-	1,570,000
Long-term debt - due in more than one year	-	30,260,975
<b>Total liabilities</b>	<b>7,958</b>	<b>32,266,272</b>
<b>NET POSITION (DEFICIT)</b>		
Restricted for:		
Individuals, organizations, and other governments	2,393,474	-
Held in trust for dissolution of RDA	-	(24,004,728)
<b>Total net position (deficit)</b>	<b>\$ 2,393,474</b>	<b>\$ (24,004,728)</b>

**City of Madera**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2024**

	Custodial Funds	RDA Successor Agency Private Purpose Trust Fund
<b>ADDITIONS:</b>		
Special assessments for other governments	\$ 192,835	\$ -
Investment income	649,869	177,593
RDA property tax trust fund distribution	-	3,037,181
Other payments received	-	1,778
<b>Total additions</b>	<u>1,242,753</u>	<u>3,216,552</u>
<b>DEDUCTIONS:</b>		
Administration	8,080	-
Project payments	928,659	11,289
Payments on conduit bonds - principal	98,299	-
Payments on conduit bonds - interest	77,334	-
Depreciation	-	34,738
Interest expense	-	1,088,102
<b>Total deductions</b>	<u>1,112,372</u>	<u>1,134,129</u>
<b>Change in net position</b>	130,381	2,082,423
<b>NET POSITION (DEFICIT):</b>		
Beginning of year	<u>2,263,093</u>	<u>(26,087,151)</u>
End of year	<u>\$ 2,393,474</u>	<u>\$ (24,004,728)</u>

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

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**City of Madera**  
**Index of Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

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**City of Madera**  
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**For the Year Ended June 30, 2024**

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**City of Madera**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies**

The basic financial statements of the City of Madera, California (the “City”) have been prepared in conformity with Accounting Principles Generally Accepted in the United States of America (“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 standards in the United States. The more significant of the City’s accounting policies are described below.

**A. Financial Reporting Entity**

The City was incorporated in 1907 under the general laws of the State of California. The City operates under a Council-Manager form of government and provides the following services: public protection, health and social services, public ways and facilities, community development (planning, building and zoning), culture-recreation, public utilities (water, sewer, solid waste, and drainage operations), airport services, local transportation, golf course, and general administrative services.

**Blended Component Units**

The financial reporting entity consists of the primary government, the City, and its component units. Component units are legally separate entities for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the primary government is accountable and their exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

Blended component units, although legally separate entities, are, in substance part of the government’s operation. As a result, data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize that they are legally separate from the government.

Although the following are legally separate from the City, they have been “blended” as though they are 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 units; and/or the component units provide 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.

***Madera Public Financing Authority (Financing Authority)***

The Madera Public Financing Authority (“Financing Authority”) was created in 1989. The Financing Authority is a joint exercise of joint powers. The City Council serves as directors of the Financing Authority. The purpose of the Financing Authority is to act as a financing/lending type of entity only. No separate annual financial statements are prepared for the Financing Authority. Since the City Council previously served as the government board for this component unit, the City’s component unit was considered to be a blended component unit. Blended component units, although legally separate entities, are in substance, part of the City’s operations and financial information was reported with the primary government.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

---

**Note 1 – Summary of Significant Accounting Policies (Continued)**

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

**Discretely Presented Component Units**

A discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the City.

***Housing Authority of the City of Madera (Housing Authority)***

The Housing Authority of the City of Madera (“Housing Authority”) is a governmental entity authorized in accordance with state law to engage in the development, acquisition, leasing, and administration of low-rent housing programs. The Housing Authority is governed by a Board of Commissioners, which is comprised of members of the City Council. Management of the Housing Authority is appointed and held accountable to the Governing Board. The Housing Authority has a September 30 fiscal year end in order to align with other Housing Authorities in California. The Housing Authority’s September 30 fiscal year-end audited financial statements are included in the City’s basic financial statements as a discretely presented component unit. Complete financial statements for the Housing Authority may be obtained from the administrative offices located at 205 North G St, Madera, CA 93637.

The Housing Authority and the City have different fiscal years, which can result in timing differences in transactions between the Housing Authority and the City as noted in the basic financial statements.

**B. Basis of Presentation, 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 equity, revenues and expenditures or expenses, as appropriate. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained in accordance with legal and managerial requirements.

**Government-Wide Financial Statements**

The City’s Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities and Changes in Net Position. These statements present summaries of governmental and business-type activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

These financial statements are presented on an “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all of the City’s assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities 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. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

---

**Note 1 – Summary of Significant Accounting Policies (Continued)**

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

**Government-Wide Financial Statements (Continued)**

Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities and deferred inflows of resources resulting from non-exchange transactions are recognized in accordance with the requirements of U.S. GAAP. Program revenues include charges for services, special assessments, and payments made by parties outside of the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program. Program revenues for the City are classified in three categories:

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

Certain eliminations have been made in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities and Changes in Net Position, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

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

**Governmental Fund Financial Statements**

Governmental Fund Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures, and Changes in Fund Balances. An accompanying schedule is presented to reconcile and explain the differences in Net Position as presented in these statements to the Net Position presented in the Government-Wide Financial Statements. The City has presented all major funds that met the applicable criteria.

All governmental funds are accounted for on a spending or "*current financial resources*" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Measurable means that the amounts can be estimated, or otherwise determined. Available means that the amounts were collected during the reporting period or soon enough thereafter to be available to finance the expenditures accrued for the reporting period. The City uses an availability period of 60 days for all revenues except grants, which use a six-month availability period.

Sales taxes, property taxes, franchise taxes, gas taxes, motor vehicle in-lieu, transient occupancy taxes, grants and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period to the extent normally collected within the availability period. Other revenue items are considered to be measurable and available when cash is received by the government.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

---

**Note 1 – Summary of Significant Accounting Policies (Continued)**

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

**Governmental Fund Financial Statements (Continued)**

Revenue recognition is subject to the measurable and available criteria for the governmental funds in the fund financial statements. Exchange transactions are recognized as revenues in the period in which they are earned (i.e., the related goods or services are provided). Locally imposed derived tax revenues are recognized as revenues in the period in which the underlying exchange transaction upon which they are based takes place. Imposed non-exchange transactions are recognized as revenues in the period for which they were imposed. If the period of use is not specified, they are recognized as revenues when an enforceable legal claim to the revenues arises or when they are received, whichever occurs first. Government-mandated and voluntary non-exchange transactions have been recognized as revenues when all applicable eligibility requirements have been met.

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

The City reports the following major governmental funds:

*General Fund* – This is the primary operating fund of the City. It accounts for all the general revenues of the City not specifically levied or collected for by other City funds and for expenditures related to the rendering of general services by the City.

*General Development Impact Fee Fund* – This fund accounts for and reports the proceeds of the AB1600 development impact fee monies that are restricted or committed to expenditures for the intended purposes.

*Measure “T” Sales Tax Fund* – This fund is used to account for the receipt of sales tax revenue paid to the City as a subvention from the State of California. These funds support maintenance activities and finance street construction projects as provided by State law.

*American Rescue Plan Act Fund* – This fund used to account for the grant revenues received and expenditures incurred through the American Rescue Plan Act.

**Discretely Presented Component Unit Financial Statements**

The activities of the Housing Authority closely resemble those of ongoing businesses in which the purpose is to conserve and add to basic resources while meeting operating expenses from current revenues. The Housing Authority which provides services on a continuous basis, has its activities are substantially financed by revenues derived from user charges and contributions from the member agencies. The Housing Authority utilizes the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized as they are incurred.

**Proprietary Fund Financial Statements**

Proprietary Fund Financial Statements include a Statement of Net Position, a Statement of Revenues, Expenses, and Changes in Fund Net Position, and a Statement of Cash Flows for each major Proprietary Fund and an aggregate total column for all non-major Proprietary funds.

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 funds which provide services directly to other City funds. These areas of service include fleet operations, facilities maintenance, and technology.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

---

**Note 1 – Summary of Significant Accounting Policies (Continued)**

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

**Proprietary Fund Financial Statements (Continued)**

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) 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 non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The City reports the following major proprietary funds:

*Water Fund* – This fund is used to account for the provision of water services to the residential, commercial and industrial segments of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

*Sewer Fund* – This fund is used to account for the provision of sewer treatment to residential, commercial and industrial segments of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

*Solid Waste Fund* – This fund is used to account for City's activities related to solid waste removal and street cleaning activities.

*Drainage Operations Fund* – This fund is used to account for the City's activities related to drainage operations.

Internal service fund balances and activities have been combined with governmental activities in the Government-Wide Financial Statements, and are comprised of the following funds:

*Fleet Operations Fund* – This fund is used to account for the accumulation and allocation of costs associated with the maintenance of the City fleet of vehicles.

*Facilities Maintenance Fund* – This fund is used to account for the accumulation and allocation of costs associated with the maintenance of the City Hall building and other City buildings.

*Technology Fund* – This fund is used to account for the costs associated with automation maintenance of the City's various computers, servers and interdepartmental electronic communications.

**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.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

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

**Fiduciary Fund Financial Statements (Continued)**

Fiduciary fund types are accounted for according to the nature of the fund. Custodial funds are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds. Such funds include and General Deposits Fund. They are also used to account for various assessment districts for which the City acts as an agent for debt service activity, as the City is prohibited from levying additional taxes for these districts. Such funds include Community Facilities Districts.

The City's private purpose trust fund is a fiduciary fund type used by the City to report assets, liabilities and activities of the Successor Agency to the Redevelopment Agency ("Successor Agency") for the City of Madera. Its results of operations are presented on the Statement of Changes of Fiduciary Net Position.

***Successor Agency of the Redevelopment Agency for the City of Madera***

The Redevelopment Obligation Retirement Fund was created to serve as a custodian for the assets and to wind down the affairs of the RDA on February 1, 2012, pursuant to Assembly Bill x1 26. Its purpose is to expeditiously wind down the affairs of the dissolved Redevelopment Agency ("RDA"). The Successor Agency is a separate public entity from the City, subject to the direction of an oversight board. The City Council serves as the governing board of the Successor Agency. In general, the Successor Agency's assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

In future fiscal years, the Successor Agency will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former RDA until all enforceable obligations of the former RDA have been paid in full and all assets have been liquidated. Based upon the nature of the Successor Agency's custodial role, the Successor Agency has been included in the accompanying basic financial statements as a private purpose trust fund. On March 6, 2015, the California Department of Finance (Finance) approved the City's revised Long-Range Property Management Plan ("LRPMP"), with the assets deemed for governmental use and future development.

**C. Deferred Outflows and Inflows of Resources**

The Statement of Net Position and Balance Sheet – Governmental Funds 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 a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then.

***Deferred Inflows of Resources*** represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

**D. Cash, Cash Equivalents and Investments**

The City pools its available cash for investment purposes. The City considers pooled cash and investment amounts, with original maturities of three months or less, to be cash equivalents.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**D. Cash, Cash Equivalents and Investments (Continued)**

Investments are reported in the accompanying financial statements at fair value, except for certain investment contracts that are reported at cost because they are not transferable and they have terms that are not affected by changes in market interest rates. Changes in fair value that occur during a fiscal year are recognized as investment income reported for that fiscal year, and may result in negative investment income in the accompanying financial statements. Investment income includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation, maturity, or sale of investments.

Investment income earned by the pooled investments is allocated to the various funds based on each fund's average cash and investment balance, except for investment income associated with funds not legally required to receive pooled investment income which has been assigned to and recorded as revenue of the general fund, as provided by California Government Code Section 53647.

For purposes of the statement of cash flows, amounts reported as cash and cash equivalents, include amounts on deposit in the City pool and any short-term, highly liquid investments that are both readily convertible to known amounts of cash or so near their maturity that they present insignificant risk of changes in value because of changes in interest rates.

Certain disclosure requirements, if applicable, for deposits and investment risks in the following areas:

- Interest rate risk
- Credit risk
  - Overall
  - Custodial credit risk
  - Concentration of credit risk
- Foreign currency risk

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

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

Levels of inputs are as follows:

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, which 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.

**E. Restricted Assets**

Amounts reported as restricted assets have been restricted by bond indentures or are to be used for specified purposes based on contract provisions, such as bonded debt service.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**F. Receivables**

Customer or trade receivables are reported as “accounts receivable” and are shown net of an allowance for uncollectible accounts based on historical and management estimates.

Noncurrent portions of long-term receivables (e.g., “notes receivable”) due to governmental fund types are reported in their respective balance sheets despite their spending measurement focus. Recognition of governmental fund type revenues represented by noncurrent receivables are deferred until they become current receivables. Noncurrent portions of long-term notes receivable are offset by restricted fund balance in the special revenue funds.

**G. Interfund Transactions**

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

**H. Inventory**

Inventories are valued at cost using the first-in/first-out (FIFO) method and consist of expendable supplies and vehicle repair parts. The cost of such inventories is recorded as expenditure/expenses when consumed rather than when purchased. Inventory reported in governmental funds is offset with nonspendable fund balance to show that inventories do not constitute available spendable resources, even though they are a component of fund balance.

**I. Prepaid Items**

Prepaid items are reported in the governmental funds under the consumption method and are reported as a nonspendable component of fund balance to indicate that they are not spendable for appropriation and are not expendable financial resources.

**J. Leases**

The City is a lessor for leases of special purpose facilities, office and commercial space, and land. The City recognizes leases receivable and deferred inflows of resources in the financial Statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflows of resources are 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 inflows of resources are recognized as revenue over the life of the lease term in a systematic and rational method.

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

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**J. Leases (Continued)**

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 has a policy to recognize a SBITA liability and a right-to-use subscription asset (SBITA asset) in our financial statements with an initial, individual value of \$50,000 or more with a subscription term greater than one year.

At the commencement of a subscription, when the subscription asset is placed into service, the SBITA liability is measured at the present value of payments expected to be made during the subscription term. Future subscription payments are discounted using the City's incremental borrowing rate and the City recognizes amortization of the discount on the subscription liability as interest expense in subsequent financial reporting periods.

SBITA assets are measured as the sum of the initial subscription liability, payments made to the SBITA vendor before the commencement of the lease term, and capitalizable implementation costs less any incentives received from the SBITA vendor at or before the commencement of the subscription term. Subscription assets are amortized using the straight-line method over the subscription term.

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

- The City uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The subscription term includes the period during which the City has a noncancelable right to use the underlying IT asset. The subscription term also includes periods covered by an option to extend if it is reasonably certain to be exercised.
- Subscription payments included in the measurement of the subscription liability are composed of fixed payments and purchase option years that the City is reasonably certain to exercise. The City monitors changes in circumstances that would require a remeasurement of a subscription and will remeasure any subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Right-to-use subscription assets are reported along with other capital assets and subscription liabilities are reported as long-term debt on the statement of net position.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**L. Land Held for Resale**

Land held for resale represents land, structures, and related improvements that were acquired for resale as part of the City’s redevelopment and grant activities. Land held for resale is accounted for is recorded at lower of cost or net realizable value in accordance with U.S. GAAP. Land held for resale, which is not available for current expenditure, is reported in the governmental funds balance sheet as restricted fund balance when proceeds from the sale must be used for restricted purposes or as nonspendable fund balance when such proceeds are not restricted.

**M. Capital Assets**

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated assets are valued at the fair value of the assets on the date on which they were contributed. Donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value. 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. The City utilizes a capitalization threshold of \$5,000 - \$25,000 depending on asset type.

Depreciation is charged to operations using the straight-line method over the estimated useful lives of the assets as follows:

Asset Type	Years
Buildings	25-35
Improvements	5-50
Equipment	4-15
Infrastructure	10-50

For all infrastructure systems, the City elected to use the Basic Approach as defined by GASB Statement No. 34 for infrastructure reporting. The City defines infrastructure as the basic physical assets that allow the City to function. The assets include the streets, water purification and distribution system, sewer collection and treatment system, parks and recreation, lands and improvement system, storm water conveyance system, and buildings combined with the site amenities such as parking and landscaped areas used by the City in the conduct of its business. Each major infrastructure system can be divided into subsystems. For example, the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, traffic control devices (signs, signals and pavement markings), landscaping and land. These subsystems were not delineated in the basic financial statements. The appropriate operating department maintains information regarding the subsystems.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**N. Long-Term Debt**

**Government-Wide Financial Statements and Proprietary Fund Financial Statements**

Long-term debt and other financial obligations are reported as liabilities in the appropriate funds. Bond premiums and discounts are deferred and amortized over the life of the bonds using straight line method. Bonds payable are reported net of the applicable premium or discount. Issuance costs are expensed when incurred. Gains or losses on bond refunding are reported as either deferred outflows of resources or deferred inflows of resources and amortized over the term of the related debt.

**Governmental Fund Financial Statements**

The governmental fund financial statements do not present long-term debt but are shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position. Governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Debt issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**O. Compensated Absences**

The City's policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from government service. The liability for such leave is reported as incurred in the government-wide and proprietary fund financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

**Government-Wide Financial Statements**

For governmental and business-type activities, compensated absences are recorded as expenses when earned.

**Fund Financial Statements**

For governmental funds, compensated absences are recorded as expenditures in the year paid. 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.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**P. Pension Plans**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the plans and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans (Note 12). For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value. The General Fund and Internal Service Funds are typically used to liquidate the pension liability related to the City's governmental activities while the pension liability for Business-type activities is liquidated from the respective Enterprise Funds.

The following timeframes are used for pension reporting:

Valuation date	June 30, 2022
Measurement date	June 30, 2023
Measurement period	July 1, 2022 to June 30, 2023

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time. The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over 5 years. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period.

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

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the OPEB plan, the assets of which are held in an irrevocable trust, and additions to/deductions from the OPEB plan's fiduciary net position have been determined by an independent actuary (Note 13). For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. The General Fund and Internal Service Funds are typically used to liquidate the OPEB liability related to the City's governmental activities while the OPEB liability for Business-type activities is liquidated from the respective Enterprise Funds.

Generally accepted accounting principles require that the reported results must pertain to liability and fiduciary net position information within certain defined timeframes. For this report, the following timeframes are used:

Valuation date	June 30, 2022
Measurement date	June 30, 2023
Measurement period	July 1, 2022 to June 30, 2023

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**R. Fund Balances**

As prescribed by U.S. GAAP, governmental funds report fund balance in classifications based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2024, fund balances for governmental funds are made up of the following:

- Nonspendable Fund Balance – includes amounts that are: (a) not in a spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: deposits and prepaid items.
- Restricted Fund Balance – includes amounts that are restricted for specific purposes stipulated by external resources providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted with the consent of resource providers.
- Committed Fund Balance – includes amounts that have been limited to specific purposes or through adoption of a resolution or an ordinance by the City Council, the highest level of decision-making authority of the City, and resources that have been specifically committed for use in satisfying contractual obligations, as in agreements with third-parties. The City has determined that both a resolution and an ordinance are equally binding. These commitments may be changed or lifted, but only by the same formal action that was used to impose the constraint originally. City Council action to commit fund balance must occur within the fiscal reporting period while the amount committed may be subsequently determined.
- Assigned Fund Balance – includes amounts that are intended to be used by the City for specific purposes. Intent is expressed by (a) the City Council or (b) a body or official to which the City Council has delegated the authority to assign amounts to be used for a specific purpose. This policy delegates to the Finance Director the authority to assign unassigned fund balance amounts where the City’s intent is for those amounts to be used for specific purposes. This delegation of authority is for the sole purpose of reporting these amounts in the annual financial statements.
- Unassigned Fund Balance – includes amounts within the General Fund, the residual resources, either positive or negative in excess of what can be properly classified in one of the other four fund balance categories. Unassigned amounts are technically available for any purpose. Other governmental funds may only report a negative unassigned balance that was created after classification of fund balance in the nonspendable, restricted or committed categories.

When expenditures are incurred for purposes where only unrestricted fund balances are available, the City uses the unrestricted resources in the following order: committed, assigned, and unassigned.

**S. Net Position**

The financial statements utilize a net position presentation. Net position is classified as follows:

- Net Investment in Capital Assets – This category of net position consists of capital assets, net of accumulated depreciation and amortization and reduced by any debt outstanding and any deferred outflows/inflows of resources related to such borrowings that are attributable to the acquisition, construction or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of net investment in capital assets. Rather, that portion of the debt is offset by unspent proceeds.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**S. Net Position (Continued)**

- Restricted Net Position – This category presents restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Those assets are restricted due to external restrictions imposed by creditors (such as through bond covenants), grantors or laws and regulations of other governments and restrictions imposed through constitutional provisions or enabling legislation.
- Unrestricted – This category represents net position of the City that is not restricted for any project or other purpose.

When both restricted and unrestricted resources are available for use, the City’s policy is to use restricted resources first, then unrestricted resources that are needed.

**T. Property Taxes**

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 County of Madera, bills and collects the property taxes and remits them to the City at various times throughout the year. Property taxes are attached as an enforceable lien on property as of January 1. Taxes are levied on July 1 and are due in two installments. The first installment is due on November 1, and is payable through December 10 without penalty. The second installment is due February 1, and is payable through April 10 without penalty.

**U. Use of Accounting Estimates**

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions, in some cases when applicable, that affect the amounts in the financial statements and the accompanying notes. Actual results could differ from the estimates.

**V. Implementation of New GASB Pronouncements for the Year Ended June 30, 2024**

The requirements of the following accounting standards are effective for the purpose of implementation, if applicable to the City, for the year ended June 30, 2024. The financial statements included herein apply the requirements and provisions of these statements, including necessary retroactive adjustments to financial statement classifications and presentations.

***GASB Statement No. 100*** – In June 2022, GASB issued Statement No. 100, *Accounting Changes and Error Corrections – an Amendment of GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. Implementation of this Statement did not have a significant effect on the City’s financial statements for the fiscal year ended June 30, 2024.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 1 – Summary of Significant Accounting Policies (Continued)**

**W. Upcoming Government Accounting Standards Implementations**

The City is currently analyzing its accounting practices to determine the potential impact on the financial statements for the following GASB statements:

**GASB Statement No. 101** – In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Application of this statement is effective for the City’s fiscal year ending June 30, 2025.

**GASB Statement No. 102** – In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. Application of this statement is effective for the City’s fiscal year ending June 30, 2025.

**GASB Statement No. 103** – In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. Application of this statement is effective for the City’s fiscal year ending June 30, 2026.

**GASB Statement No. 104** – In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. Application of this statement is effective for the City’s fiscal year ending June 30, 2026.

**Note 2 – Cash and Investments - City**

**A. Summary**

Cash and investments are presented in the accompanying financial statements for the City at June 30, 2024 as follows:

	<b>Government-Wide Statement of Net Position</b>			<b>Fiduciary Funds</b>	
	<b>Governmental</b>	<b>Business-Type</b>	<b>Total</b>	<b>Statement of</b>	<b>Total</b>
	<b>Activities</b>	<b>Activities</b>		<b>Net Position</b>	
Cash and investments	\$ 109,766,484	\$ 68,850,044	\$ 178,616,528	\$ 8,777,054	\$ 187,393,582
Restricted cash and investments	2,517,025	2,057,640	4,574,665	54,567	4,629,232
<b>Total cash and investments</b>	<b>\$ 112,283,509</b>	<b>\$ 70,907,684</b>	<b>\$ 183,191,193</b>	<b>\$ 8,831,621</b>	<b>\$ 192,022,814</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 2 – Cash and Investments – City (Continued)**

**A. Summary (Continued)**

Cash and investments for the City at June 30, 2024, consisted of the following:

<b>Cash:</b>	
Cash on hand	\$ 7,201
Deposits with financial institution	21,003,574
<b>Total cash</b>	21,010,775
<b>Investments:</b>	
Investments	166,382,807
Investments held by bond trustee	4,629,232
<b>Total investments</b>	171,012,039
<b>Total cash and investments</b>	\$ 192,022,814

As part of the City's investment guidelines, the City continually seeks ways to increase investment income while not risking investment principal. One way the City accomplishes this is by “sweeping”, on a nightly basis, any excess cash held in its non-interest-bearing checking account to an interest-bearing money market account with the same bank.

**B. Demand Deposits**

The carrying amounts of the City’s demand deposits were \$21,003,574 at June 30, 2024. Bank balances were \$21,498,463 at that date, the total amount of which was collateralized or insured with securities 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’s 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.

**C. Investments Authorized by the California Government Code and the City’s Investment Policy**

The table below identifies the investment types that are authorized for the City by the California Government Code and the City's investment policy. 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 and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustees 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.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 2 – Cash and Investments – City (Continued)**

**C. Investments Authorized by the California Government Code and the City’s Investment Policy (Continued)**

Authorized Investment Types	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer*
Local Agency Bonds, Notes, Warrants	5 years	None	None
Registered State Bonds, Notes, Warrants	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptances	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Repurchase Agreements	1 year	None	None
Reverse Repurchase Agreements	92 days	20% of base	None
Medium-Term Corporate Notes	5 years	30%	None
Mutual Funds	N/A	20%	10%
Money Market Mutual Funds	N/A	20%	10%
Mortgage Pass-Through Securities	5 years	20%	None
County Pooled Investment Funds	N/A	None	None
Local Agency Investment Fund	N/A	None	None
Joint Powers Authority Pools	N/A	None	None

\* Based on state law requirements or City investment policy requirements, whichever is more restrictive.

**D. Investments Authorized by Debt Agreements**

Investment of debt proceeds held by fiscal agents 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 fiscal agents. The table also identifies certain provisions of these debt agreements that address interest rate risk and concentration of credit risk.

Authorized Investment Types	Maximum Maturity	Maximum Percentage Allowed	Maximum Investment in One Issuer
U.S. Treasury Obligations	None	None	None
U.S. Agency Securities	None	None	None
Banker's Acceptances	180 days	None	None
Commercial Paper	270 days	None	None
Money Market Mutual Funds	N/A	None	None
Investment Contracts	30 years	None	None

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 2 – Cash and Investments – City (Continued)**

**E. Fair Value Measurement**

As of June 30, 2024, the City’s investments had the following recurring fair value measurements:

<b>Investments measured by fair value level:</b>	<u><b>June 30, 2024</b></u>	<u><b>Level 2</b></u>
Negotiable Certificates of Deposit	\$ 10,438,544	\$ 10,438,544
Municipal bonds	2,925,210	2,925,210
U.S. Treasury Obligations	24,948,783	24,948,783
U.S. Government Securities:		
Federal Home Loan Bank	35,023,392	35,023,392
Federal Farm Credit Bank	6,156,202	6,156,202
Federal Home Loan Mortgage Corporation	11,237,801	11,237,801
Federal National Mortgage Association	10,435,310	10,435,310
Federal Agricultural Mortgage Corporation	12,921,200	12,921,200
U.S. Corporate Bonds	8,749,640	8,749,640
<b>Total investments by fair value level</b>	<u>122,836,082</u>	<u>\$ 122,836,082</u>
<b>Investments not subject to the fair value hierarchy:</b>		
Local Agency Investment Fund	33,290,503	
Money market mutual funds	13,391,454	
Certificates of deposit	1,494,000	
<b>Total investments not subject to the fair value hierarchy</b>	<u>48,175,957</u>	
<b>Total investments</b>	<u>\$ 171,012,039</u>	

Debt and equity securities classified in Level 2 are valued using the following approaches:

- U.S. Treasuries, U.S. Agencies, and Commercial Paper: quoted prices for identical securities in markets that are not active;
- Medium term notes: quoted prices for similar securities in active markets; and
- Asset-backed securities: recent appraisals of the asset value.

**F. Risk Disclosure**

**Disclosures Relating to Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rate will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways 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.

Information about the sensitivity of the fair values of the City’s investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the City’s investments by maturity. For purposes of the schedule shown on the next page, any callable securities are assumed to be held to maturity.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 2 – Cash and Investments – City (Continued)**

**F. Risk Disclosure (Continued)**

**Disclosures Relating to Interest Rate Risk (Continued)**

Investment Type	Total	Investment Maturities				
		1 year or less	1 - 2 Years	2 - 3 Years	3 - 4 Years	5+ Years
Local Agency Investment Fund	\$ 33,290,503	\$ 33,290,503	\$ -	\$ -	\$ -	\$ -
Money market mutual funds	8,762,222	8,762,222	-	-	-	-
Municipal bonds	2,925,210	963,840	-	923,230	1,038,140	-
Certificates of deposit	1,494,000	1,494,000	-	-	-	-
Negotiable certificates of deposit	10,438,544	3,897,593	5,619,694	921,257	-	-
U.S. Treasury Obligations	24,948,783	11,093,253	5,003,942	-	8,851,588	-
U.S. Government Securities:						
Federal Home Loan Bank	35,023,392	10,502,262	5,606,170	11,902,250	1,994,680	5,018,030
Federal Farm Credit Bank	6,156,202	5,163,182	-	-	-	993,020
Federal Home Loan Mortgage Corporation	11,237,801	-	11,237,801	-	-	-
Federal National Mortgage Association	10,435,310	4,566,010	1,893,240	-	1,992,400	1,983,660
Federal Agricultural Mortgage Corporation	12,921,200	997,070	1,992,820	1,995,860	975,890	6,959,560
U.S. corporate bonds	8,749,640	3,891,940	1,920,530	945,690	1,991,480	-
Held by bond trustee:						
Money market mutual funds	4,629,232	4,629,232	-	-	-	-
<b>Total investments</b>	<b>\$ 171,012,039</b>	<b>\$ 89,251,107</b>	<b>\$ 33,274,197</b>	<b>\$ 16,688,287</b>	<b>\$ 16,844,178</b>	<b>\$ 14,954,270</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. However, some issuers do not seek a credit rating. For instance, the California Local Agency Investment Fund (LAIF) has not sought or received a credit rating. In these cases, the purchaser is solely responsible for performing their own due diligence before purchasing an investment or participating in an external investment pool. Certificates of deposit of \$250,000 or less are fully insured by the Federal Deposit Insurance Corporation (FDIC), and therefore, do not seek a credit rating.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 2 – Cash and Investments – City (Continued)**

**F. Risk Disclosure (Continued)**

**Disclosures Relating to Credit Risk (Continued)**

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

<b>Investment Type</b>	<b>Total</b>	<b>Minimum Legal Rating</b>	<b>Ratings at Year-End AA or AAA</b>	<b>Not Rated</b>
Local Agency Investment Fund	\$ 33,290,503	N/A	\$ -	\$ 33,290,503
Money market mutual funds	8,762,222	A-1	-	8,762,222
Municipal bonds	2,925,210	AA+	2,925,210	-
Certificates of deposit	1,494,000	AA+	-	1,494,000
Negotiable certificates of deposit	10,438,544	AA+	-	10,438,544
U.S. Treasury Obligations	24,948,783	AA+	19,944,841	5,003,942
U.S. Government Securities:				
Federal Home Loan Bank	35,023,392	AA	35,023,392	-
Federal Farm Credit Bank	6,156,202	AA	6,156,202	-
Federal Home Loan Mortgage Corporation	11,237,801	AA	11,237,801	-
Federal National Mortgage Association	10,435,310	AA-	10,435,310	-
Federal Agricultural Mortgage Corporation	12,921,200	AA-	12,921,200	-
U.S. corporate bonds	8,749,640	AA	8,749,640	-
Held by bond trustee:				
Money market mutual funds	4,629,232	AA+	-	4,629,232
<b>Total investments</b>	<b>\$ 171,012,039</b>		<b>\$ 107,393,596</b>	<b>\$ 63,618,443</b>

**Disclosure Relating to 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 in the Government Code. GASB Statement No. 40 requires disclosure by amount and issuer, of investments in any one issuer that represent 5% or more of total investments. At June 30, 2024, the following investments in one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represents 5% or more of the City's total investments.

<b>Issuer</b>	<b>Investment Type</b>	<b>Reported Amount</b>	<b>Percentage of Portfolio</b>
Federal Home Loan Bank	U.S. Government Securities	\$ 35,023,392	20.48%
Federal Home Loan Mortgage Corporation	U.S. Government Securities	11,237,801	6.57%
Federal National Mortgage Association	U.S. Government Securities	10,435,310	6.10%
Federal Agricultural Mortgage Corporation	U.S. Government Securities	12,921,200	7.56%

**Disclosures Relating to 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.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 2 – Cash and Investments – City (Continued)**

**F. Risk Disclosure (Continued)**

**Disclosures Relating to Custodial Credit Risk (Continued)**

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 following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. At June 30, 2024, the City’s deposits (bank balances) were collateralized under California Law.

**G. Investment in State Investment Pool**

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. As of June 30, 2024, the City had \$33,290,503 invested in LAIF. LAIF determines fair value on its investment portfolio based on market quotations for those securities where market quotations are readily available and based on amortized cost or best estimate for those securities where market value is not readily available. LAIF is reported at amortized cost, which approximates fair value.

**Note 3 – Cash and Investments – Component Unit**

**A. Summary**

Cash and investments are presented in the accompanying financial statements for the Component Unit at September 30, 2023 as follows:

	<b>Component Unit</b>
Cash and investments	\$ 8,808,810
Restricted cash and investments	1,638,118
<b>Total cash and investments</b>	<b>\$ 10,446,928</b>

Cash and investments for the Component Unit at September 30, 2023, consisted of the following:

<b>Cash:</b>	
Cash on hand	\$ 100
Deposits with financial institution	3,350,745
<b>Total cash</b>	<b>3,350,845</b>
<b>Investments:</b>	
Investments	7,096,083
<b>Total investments</b>	<b>7,096,083</b>
<b>Total cash and investments</b>	<b>\$ 10,446,928</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 3 – Cash and Investments – Component Unit (Continued)**

**B. Demand Deposits**

The carrying amounts of the Component Unit’s demand deposits were \$3,350,745 at September 30, 2023. Bank balances were \$3,350,745 at that date, the total amount of which was collateralized or insured with securities held by the pledging financial institutions in the Component Unit’s name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure the Component Unit’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 Component Unit's name.

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

**C. Investments Authorized by the California Government Code and the Housing Authority’s Investment Policy**

The Housing Authority’s investment policy only authorizes investment in the Local Agency Investment Fund (LAIF) administered by the State of California. The Housing Authority’s investment policy does not contain any specific provisions intended to limit its exposure to interest rate risk, credit risk, and concentration of credit risk.

**D. Risk Disclosure**

**Disclosures Relating to Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rate will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the Component Unit 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.

Information about the sensitivity of the fair values of the Component Unit’s investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the Component Unit’s investments by maturity. For purposes of the schedule shown on the next page, any callable securities are assumed to be held to maturity.

Investment Type	Total	Investment Maturities 1 year or less
Local Agency Investment Fund	\$ 7,096,083	\$ 7,096,083

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 3 – Cash and Investments – Component Unit (Continued)**

**D. Risk Disclosure (Continued)**

**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. However, some issuers do not seek a credit rating. For instance, the California Local Agency Investment Fund (LAIF) has not sought or received a credit rating. In these cases, the purchaser is solely responsible for performing their own due diligence before purchasing an investment or participating in an external investment pool. Certificates of deposit of \$250,000 or less are fully insured by the Federal Deposit Insurance Corporation (FDIC), and therefore, do not seek a credit rating.

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

<u>Investment Type</u>	<u>Total</u>	<u>Minimum Legal Rating</u>	<u>Not Rated</u>
Local Agency Investment Fund	\$ 7,096,083	N/A	\$ 7,096,083

**Disclosure Relating to Concentration of Credit Risk**

The investment policy of the Component Unit contains no limitations on the amount that can be invested in any one issuer beyond that stipulated in the Government Code. GASB Statement No. 40 requires disclosure by amount and issuer, of investments in any one issuer that represent 5% or more of total investments. At September 30, 2023, the had no investments in one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represents 5% or more of the Component Unit's total investments.

**Disclosures Relating to 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 Component Unit’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 following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure Component Unit deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. At September 30, 2023, the Component Unit’s deposits (bank balances) were collateralized under California Law.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 3 – Cash and Investments – Component Unit (Continued)**

**E. Investment in State Investment Pool**

The Component Unit 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. As of September 30, 2023, the Component Unit had \$7,096,083 invested in LAIF. LAIF determines fair value on its investment portfolio based on market quotations for those securities where market quotations are readily available and based on amortized cost or best estimate for those securities where market value is not readily available. LAIF is reported at amortized cost, which approximates fair value.

**Note 4 – Notes Receivables**

**A. Governmental Activities**

At June 30, 2024, notes receivable for government activities consisted of the following:

	<b>Notes Receivable Balance June 30, 2024</b>	<b>Allowance for Doubtful Accounts Balance June 30, 2024</b>	<b>Financial Statement Balance June 30, 2024</b>
<b>City:</b>			
Residential Rehab Special Revenue Fund:			
Madera Pacific Associates Loan	\$ 2,962,234	\$ -	\$ 2,962,234
100 Stadium Rd., LP Loan	5,034,343	-	5,034,343
Forgivable Loans	12,793,890	(12,793,890)	-
Total Residential Rehab Special Revenue Fund	20,790,467	(12,793,890)	7,996,577
Low and Moderate Income Housing Fund	7,000	-	7,000
<b>Total City</b>	<b>\$ 20,797,467</b>	<b>\$ (12,793,890)</b>	<b>\$ 8,003,577</b>

*Residential Rehab Special Revenue Fund*

The City was awarded a \$3 million-dollar federal grant from the HOME Investment Program (HOME) administered through the State of California. The proceeds of this grant were used to provide a \$3 million loan to Madera Pacific Associates (MPA) for multi-family rental housing projects serving low and very low-income individuals through subordinate loans with terms up to 55 years. MPA is required to repay the loan through the net cash flow payments it receives from project operations. The loan balance at June 30, 2024 is \$2,962,234, which is recorded as a note receivable in the Residential Rehab special revenue fund.

The City was awarded a \$5 million-dollar federal grant from the HOME Investment Program (HOME) administered through the State of California. The proceeds of this grant were used to provide a \$5 million loan to 100 Stadium Rd., L.P. for multi-family rental housing projects serving low and very low-income individuals through subordinate loans with terms up to 55 years. 100 Stadium Rd., L.P. is required to repay the loan through the net cash flow payments it receives from project operations. The loan balance at June 30, 2024 is \$5,034,343, which is recorded as a note receivable in the Residential Rehab special revenue fund.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 4 – Notes Receivables**

**A. Governmental Activities (Continued)**

Forgivable Loans

The City administers the first time homebuyer, housing rehabilitation, and small business loan programs funded with various grants (i.e. CDBG, HOME, CalHome, NSP, etc.). Under these programs, individuals with incomes below certain levels are eligible to receive low interest loans. These loans are secured by deeds of trust on the properties. Deferred payment loans receivable under these forgivable loans are not required to be paid back unless the participating homeowner sells, transfers title to the property, or discontinues residence in the dwelling at which time the full amount of the deferred loan is due. These deferred payment loans are “nonperforming loans” and are not recorded as loans receivable in the financial statements.

Loans and related items as of June 30, 2024 are summarized as follows:

Loan Type	Outstanding Loan Balance June 30, 2024	Due
First-time homebuyer	\$ 5,444,432	30 years
Housing rehabilitation	1,509,296	30 years
Small business	5,840,162	10 years
<b>Total</b>	<b>\$ 12,793,890</b>	

Low and Moderate Income Housing Asset Special Revenue Fund

The Low and Moderate Income Housing Asset special revenue fund reports \$7,000 of notes receivable. These were loans funded from the former Redevelopment Agency to developers for construction of affordable housing or rehabilitation within the boundaries of the Redevelopment Project Area. These low interest-bearing loans are secured by deeds of trust. Maturities vary according to terms and disposition of property.

**B. Component Unit**

	Notes Receivable Balance September 30, 2023	Allowance for Doubtful Accounts Balance September 30, 2023	Financial Statement Balance September 30, 2023
<b>Component Unit:</b>			
Housing Authority for the City of Madera:			
MORES Yosemite Manor, LP Loan	\$ 2,506,201	\$ -	\$ 2,506,201
MORES Corporation Loans	372,382	-	372,382
<b>Total Component Unit</b>	<b>\$ 2,878,583</b>	<b>\$ -</b>	<b>\$ 2,878,583</b>

The Housing Authority has a note receivable of \$2,506,201, due from MORES Yosemite Manor, L.P., secured by first deed on land and building subject to note. Interest bearing on the outstanding principal balance at the rate of 4.21%, compounded annually. The term of the note commenced May 14, 2008 and expires on December 31, 2063. The note is due and payable from residual receipts per the loan agreement. As of September 30, 2023, the outstanding interest receivable amounted to \$1,498,479.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 4 – Notes Receivables (Continued)**

**B. Component Unit (Continued)**

The Housing Authority has a promissory note made from March 2010 to May 2014 amounting to \$440,872, due from Madera Opportunities for Resident Enrichment Services, Inc. (MORES), a California non-profit corporation. The promissory note is subject to various interest rates, payment start dates, and due dates. The note is secured by first and second deeds of trusts on buildings subject to the notes. The notes are due and payable from rental receipts per the loan agreements.

**Note 5 – Lease Receivable**

**A. Governmental Activities**

Certain portions of the City’s property is leased to others. Such property includes special purpose facilities, office and commercial space, and land. Lease receivable consists of agreements with other for the right-to-use of the underlying assets at various locations owned by the City. The terms of the arrangements range from 2 to 99 years. The calculated interest rates used vary depending on the length of the lease. For the fiscal year ended June 30, 2024, the City recognized \$31,006 in lease revenue and \$8,516 in interest revenue.

A summary of changes in lease receivable for the fiscal year ended June 30, 2024 is as follows:

	Balance			Classification		
	July 1, 2023	Additions	Deletions	June 30, 2024	Due within One Year	Due in More Than One Year
Leases receivable	\$ 463,060	\$ -	\$ (22,570)	\$ 440,490	\$ 20,187	\$ 420,303

As of June 30, 2024, the required payments for these leases, including interest, are:

Year Ending	Principal	Interest	Total
June 30,			
2025	\$ 20,187	\$ 8,210	\$ 28,397
2026	14,572	7,926	22,498
2027	15,421	7,640	23,061
2028	16,301	7,336	23,637
2029	17,212	7,016	24,228
2030-2034	100,900	29,634	130,534
2035-2039	129,003	18,684	147,687
2040-2042	126,894	5,111	132,005
<b>Total</b>	<b>\$ 440,490</b>	<b>\$ 91,557</b>	<b>\$ 532,047</b>

**B. Business-Type Activities**

Certain portions of the City’s property is leased to others. Such property includes special purpose facilities, office and commercial space, and land. Lease receivable consists of agreements with other for the right-to-use of the underlying assets at various locations owned by the City. The terms of the arrangements range from 2 to 99 years. The calculated interest rates used vary depending on the length of the lease. For the fiscal year ended June 30, 2024, the City recognized \$43,419 in lease revenue and \$16,238 in interest revenue.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 5 – Lease Receivable (Continued)**

**B. Business-Type Activities (Continued)**

Certain portions of the City’s property is leased to others. Such property includes special purpose facilities, office and commercial space, and land. Lease receivable consists of agreements with other for the right-to-use of the underlying assets at various locations owned by the City. The terms of the arrangements range from 2 to 99 years. The calculated interest rates used vary depending on the length of the lease. For the fiscal year ended June 30, 2024, the City recognized \$108,000 in lease revenue and \$16,939 in interest revenue.

A summary of changes in lease receivable for the fiscal year ended June 30, 2024 is as follows:

	Balance			Classification		
	July 1, 2023	Additions	Deletions	June 30, 2024	Due within One Year	Due in More Than One Year
Leases receivable	\$ 858,946	\$ 322,905	\$ (101,082)	\$ 1,080,769	\$ 101,856	\$ 978,913

As of June 30, 2024, the required payments for these leases, including interest, are:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 101,856	\$ 16,166	\$ 118,022
2026	102,712	15,310	118,022
2027	103,583	14,439	118,022
2028	104,466	13,555	118,021
2029	40,286	12,736	53,022
2030-2034	195,507	52,610	248,117
2035-2039	155,226	35,596	190,822
2040-2044	153,407	20,642	174,049
2045-2049	121,928	5,920	127,848
2050	1,798	3	1,801
<b>Total</b>	<b>\$ 1,080,769</b>	<b>\$ 186,977</b>	<b>\$ 1,267,746</b>

**Note 6 – Interfund Receivables, Payables, and Transfers**

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

Amounts due to and due from other funds at June 30, 2024, were as follows:

Receivable Fund	Payable Fund	Amount	Purpose
General Fund	Federal Aid Urban Special Revenue Fund	\$ 218,457	Overdrawn Cash
General Fund	Street Construction Special Revenue Fund	291,344	Overdrawn Cash
General Fund	Intermodal Building Special Revenue Fund	9,469	Overdrawn Cash
General Fund	Park Development Special Revenue Fund	345,212	Overdrawn Cash
General Fund	Solar Energy Lease Capital Projects Fund	3,191,484	Overdrawn Cash
General Fund	Local Transit Enterprise Fund	1,249,072	Overdrawn Cash
General Fund	Golf Course Enterprise Fund	492,080	Overdrawn Cash
	<b>Total</b>	<b>\$ 5,797,118</b>	

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 6 – Interfund Receivables, Payables, and Transfers (Continued)**

**B. Transfers**

Interfund transfers during the year ended June 30, 2024, consisted of the following:

Transfers In	Transfers Out	Amount	Purpose
General Fund	Community Facilities District Special Revenue Fund	\$ 351,821	Administrative cost
General Fund	Measure "T" Sales Tax Special Revenue Fund	860,000	Capital projects
General Fund	Solid Waste Disposal Enterprise Fund	572,903	Capital projects
General Fund	Special Gas Tax Special Revenue Fund	1,808,412	Capital projects
General Fund	Street Construction Special Revenue Fund	581,360	Capital projects
General Fund	Residential Rehabilitation Special Revenue Fund	45,000	Cost recovery
General Fund	Water Enterprise Fund	60,000	Cost recovery
General Fund	General Development Impact Fee Special Revenue Fund	143,771	Engineering costs
	<b>Subtotal</b>	<b>4,423,267</b>	
Solar Energy Lease Capital Projects Fund	Airport Enterprise Fund	36,782	Debt service
Solar Energy Lease Capital Projects Fund	Drainage Operations Enterprise Fund	20,922	Debt service
Solar Energy Lease Capital Projects Fund	General Fund	182,233	Debt service
Solar Energy Lease Capital Projects Fund	Intermodal Facility Special Revenue Fund	12,385	Debt service
Solar Energy Lease Capital Projects Fund	Internal Service Funds	268,022	Debt service
Solar Energy Lease Capital Projects Fund	Parking District Operations Special Revenue Fund	2,224	Debt service
Solar Energy Lease Capital Projects Fund	Sewer Enterprise Fund	279,275	Debt service
Solar Energy Lease Capital Projects Fund	Water Enterprise Fund	513,622	Debt service
	<b>Subtotal</b>	<b>1,315,465</b>	
Residential Rehabilitation Special Revenue Fund	General Fund	2,243	Capital projects
Supplemental Law Enforcement Special Revenue Fund	General Fund	260,608	Capital projects
Water Enterprise Fund	General Fund	481,186	Capital projects
Sewer Enterprise Fund	General Fund	271,860	Capital projects
Drainage Operations Enterprise Fund	General Fund	35,556	Capital projects
Solid Waste Disposal Enterprise Fund	General Fund	39,764	Capital projects
Airport Enterprise Fund	General Fund	9,840	Capital projects
Golf Course Enterprise Fund	General Fund	120,421	Capital projects
	<b>Subtotal</b>	<b>1,221,478</b>	
Internal Service Funds	General Fund	826,571	Cost recovery
Internal Service Funds	Water Enterprise Fund	40,000	Cost recovery
Internal Service Funds	Local Transit Enterprise Fund	57,000	Cost recovery
	<b>Subtotal</b>	<b>923,571</b>	
Water Fund	American Rescue Plan Act Special Revenue Fund	4,156,635	Capital projects
Sewer Fund	American Rescue Plan Act Special Revenue Fund	2,443,012	Capital projects
	<b>Subtotal</b>	<b>6,599,647</b>	
Sewer Fund	General Development Impact Fee Special Revenue Fund	253,468	Debt service
	<b>Total</b>	<b>\$ 14,736,896</b>	

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 7 – Capital Assets**

**A. Governmental Activities**

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

	<b>Balance July 1, 2023</b>	<b>Additions</b>	<b>Deletions</b>	<b>Transfers</b>	<b>Balance June 30, 2024</b>
Capital assets, not being depreciated					
Land	\$ 12,669,536	\$ -	\$ -	\$ -	\$ 12,669,536
Construction in progress	24,764,506	2,346,573	-	(758,005)	26,353,074
Total capital assets, not being depreciated	37,434,042	2,346,573	-	(758,005)	39,022,610
Capital assets, being depreciated/amortized					
Building and improvements	32,969,138	1,290,758	(652,521)	-	33,607,375
Infrastructure	313,519,091	606,389	(139,400)	-	313,986,080
Equipment	18,311,532	1,550,119	(341,380)	758,005	20,278,276
Subscription assets	312,821	-	-	-	312,821
Total capital assets, being depreciated/amortized	365,112,582	3,447,266	(1,133,301)	758,005	368,184,552
Accumulated depreciation/amortization:					
Building and improvements	(10,956,849)	(726,611)	33,713	-	(11,649,747)
Infrastructure	(187,673,259)	(6,082,255)	139,400	-	(193,616,114)
Equipment	(10,427,959)	(987,685)	341,380	-	(11,074,264)
Subscription assets	(37,069)	(101,224)	-	-	(138,293)
Total accumulated depreciation/amortization	(209,095,136)	(7,897,775)	514,493	-	(216,478,418)
Total capital assets, being depreciated/amortized, net	156,017,446	(4,450,509)	(618,808)	758,005	151,706,134
<b>Total capital assets, net</b>	<b>\$ 193,451,488</b>	<b>\$ (2,103,936)</b>	<b>\$ (618,808)</b>	<b>\$ -</b>	<b>\$ 190,728,744</b>

Depreciation and amortization expense were charged to the functions/programs of the governmental activities as follows:

General government	\$ 4,870,927
Public protection	471,027
Social services	13,635
Public ways and facilities	1,166,968
Culture and recreation	644,856
Internal service funds	730,362
<b>Total depreciation/amortization expense</b>	<b>\$ 7,897,775</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 7 – Capital Assets (Continued)**

**B. Business-Type Activities**

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

	<b>Balance July 1, 2023</b>	<b>Additions</b>	<b>Deletions</b>	<b>Transfers</b>	<b>Balance June 30, 2024</b>
Capital assets, not being depreciated					
Land	\$ 9,725,315	\$ 225,700	\$ -	\$ -	\$ 9,951,015
Construction in progress	2,944,282	6,122,945	-	-	9,067,227
Total capital assets, not being depreciated	<u>12,669,597</u>	<u>6,348,645</u>	<u>-</u>	<u>-</u>	<u>19,018,242</u>
Capital assets, being depreciated					
Building and improvements	65,621,819	132,646	(58,389)	-	65,696,076
Infrastructure	103,222,925	485,918	-	-	103,708,843
Equipment	9,882,783	530,558	(497,765)	-	9,915,576
Total capital assets, being depreciated	<u>178,727,527</u>	<u>1,149,122</u>	<u>(556,154)</u>	<u>-</u>	<u>179,320,495</u>
Accumulated depreciation:					
Building and improvements	(41,012,337)	(2,329,229)	6,033	-	(43,335,533)
Infrastructure	(46,148,640)	(2,003,061)	-	-	(48,151,701)
Equipment	(3,216,564)	(341,029)	497,765	-	(3,059,828)
Total accumulated depreciation	<u>(90,377,541)</u>	<u>(4,673,319)</u>	<u>503,798</u>	<u>-</u>	<u>(94,547,062)</u>
Total capital assets, being depreciated, net	<u>88,349,986</u>	<u>(3,524,197)</u>	<u>(52,356)</u>	<u>-</u>	<u>84,773,433</u>
<b>Total capital assets, net</b>	<u><u>\$ 101,019,583</u></u>	<u><u>\$ 2,824,448</u></u>	<u><u>\$ (52,356)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 103,791,675</u></u>

Depreciation expense was charged to the functions/programs of the business-type activities as follows:

Water	\$ 831,995
Sewer	2,424,541
Drainage operations	350,810
Local transit	486,118
Golf	282,180
Airport	297,675
<b>Total depreciation expense</b>	<u><u>\$ 4,673,319</u></u>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 7 – Capital Assets (Continued)**

**C. Fiduciary Fund Financial Statements**

The summary of changes in capital assets for fiduciary funds for the year ended June 30, 2024, is as follows:

	<b>Balance July 1, 2023</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30, 2024</b>
Capital assets, not being depreciated				
Land	\$ 16,701	\$ -	\$ -	\$ 16,701
Total capital assets, not being depreciated	16,701	-	-	16,701
Capital assets, being depreciated				
Building and improvements	2,359,125	-	-	2,359,125
Total capital assets, being depreciated	2,359,125	-	-	2,359,125
Accumulated depreciation:				
Building and improvements	(865,377)	(34,738)	-	(900,115)
Total accumulated depreciation	(865,377)	(34,738)	-	(900,115)
Total capital assets, being depreciated, net	1,493,748	(34,738)	-	1,459,010
<b>Total capital assets, net</b>	<b>\$ 1,510,449</b>	<b>\$ (34,738)</b>	<b>\$ -</b>	<b>\$ 1,475,711</b>

Depreciation expense for fiduciary fund financial statements for the year ended June 30, 2024 was \$34,738.

**D. Component Unit**

The summary of changes in capital assets for the component unit for the twelve month period ended September 30, 2023, is as follows:

	<b>Balance October 1, 2022</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance September 30, 2023</b>
Capital assets, not being depreciated				
Land	\$ 675,827	\$ -	\$ -	\$ 675,827
Total capital assets, not being depreciated	675,827	-	-	675,827
Capital assets, being depreciated				
Building and improvements	30,789,400	214,340	-	31,003,740
Equipment	883,380	63,526	-	946,906
Total capital assets, being depreciated	31,672,780	277,866	-	31,950,646
Less: accumulated depreciation	(26,571,377)	(692,397)	-	(27,263,774)
Total capital assets, being depreciated, net	5,101,403	(414,531)	-	4,686,872
<b>Total capital assets, net</b>	<b>\$ 5,777,230</b>	<b>\$ (414,531)</b>	<b>\$ -</b>	<b>\$ 5,362,699</b>

Depreciation expense for the component unit for the twelve month period ended September 30, 2023 was \$692,397.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Long-Term Liabilities**

**A. Governmental Activities**

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

	Balance July 1, 2023	Debt Issued	Debt Retired	Balance June 30, 2024	Classification	
					Due within One Year	Due in More Than One Year
<b>Governmental Activities:</b>						
Direct borrowings:						
Subscription liability	\$ 209,417	\$ -	\$ (100,243)	\$ 109,174	\$ 102,831	\$ 6,343
Finance purchase agreement	17,834,000	-	(833,000)	17,001,000	856,000	16,145,000
Loans payable	299,800	-	(117,400)	182,400	120,800	61,600
Public borrowings:						
Lease revenue bonds:						
Series 2019, New Fire Station	3,470,000	-	(150,000)	3,320,000	155,000	3,165,000
plus: bond premium	518,528	-	(32,408)	486,120	-	486,120
Total lease revenue bonds	3,988,528	-	(182,408)	3,806,120	155,000	3,651,120
<b>Total</b>	<b>\$ 22,331,745</b>	<b>\$ -</b>	<b>\$ (1,233,051)</b>	<b>\$ 21,098,694</b>	<b>\$ 1,234,631</b>	<b>\$ 19,864,063</b>

*2019 Solar Energy Finance Purchase (Direct Borrowing)*

On December 30, 2019, the City entered into an equipment finance purchase agreement in a direct placement transaction with Bank of America for an energy improvement and upgrade project (2019 Solar Equipment Finance Purchase) in the amount of \$19,432,000. The energy project improvements include HVAC upgrade, LED lighting, solar streetlights, EV charging stations and PV solar.

The finance purchase transaction closed on December 30, 2019. The interest was capitalized for the first two years, with interest only payments beginning June 1, 2020 through June 1, 2021 and principal and interest due in semi-annual payments, payable June 1<sup>st</sup> and December 1<sup>st</sup> thereafter through December 1<sup>st</sup>, 2039, with an interest rate of 2.77%. At June 30, 2024, the outstanding balance was \$17,001,000.

The annual debt service requirements at June 30, 2024 are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 856,000	\$ 459,072	\$ 1,315,072
2026	880,000	435,029	1,315,029
2027	905,000	410,306	1,315,306
2028	930,000	384,891	1,314,891
2029	957,000	358,756	1,315,756
2030-2034	5,202,000	1,375,306	6,577,306
2035-2039	5,974,000	602,474	6,576,474
2040	1,297,000	17,963	1,314,963
<b>Total</b>	<b>\$ 17,001,000</b>	<b>\$ 4,043,797</b>	<b>\$ 21,044,797</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 8 – Long-Term Liabilities (Continued)**

**A. Governmental Activities (Continued)**

2019 Solar Energy Lease Purchase (Direct Borrowing) (Continued)

The City entered into finance purchase agreement whereby the City acquired certain capital assets and financed them to the City with the option to purchase. Unspent finance purchase proceeds are included in restricted cash and investments. The leased assets are included in capital assets and are summarized by major asset class below:

Unspent finance purchase proceeds	\$ 2,517,025
Construction in progress	18,220,272
Total	<u>\$ 20,737,297</u>

2019 Refunding of the Police Facility (Police Facility Commercial Loan) (Private Borrowing)

In December 2005, the City entered into an agreement with La Salle Bank (and subsequently sold to Capital One Public Funding, LLC) to finance a portion of the construction cost for the police facility. The entire purchase price of the police station was \$5,200,000. The financed portion of the police station was \$1,500,000 and was payable over a period of twenty years.

On January 1, 2018, the agreements was refunded and the Financing Authority paid the City an advance rental for the use and right to the possession of the Police and Golf Course facilities for a total of \$2,553,000. The lease was then assigned to Zions Bank/California Bank & Trust on the same day and named the Police Facility Commercial Loan. The bonds are due in annual installments of \$50,900 to \$61,600 beginning May 2018 with interest rate fixed 2.760% per annum payable semi-annually through December 25<sup>th</sup>, 2026. Total principal and interest remaining on the agreement is payable through 2026. At June 30, 2024, the outstanding balance was \$182,400.

The annual debt service requirements at June 30, 2024 are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 120,800	\$ 4,206	\$ 125,006
2026	61,600	850	62,450
<b>Total</b>	<u>\$ 182,400</u>	<u>\$ 5,056</u>	<u>\$ 187,456</u>

2019 Lease Revenue Bonds (Fire Station) (Public Offering)

The Madera Public Financing Authority issued the Lease Revenue Bonds 2019 on June 1, 2019 for \$4,005,000. The proceeds of the bonds will be used to finance the construction of a fire station. The City entered into a Facilities Lease Agreement with the Madera Public Financing Authority to make rental payments. The Bonds are due in annual installments of \$230,000 to \$307,000 through February 1, 2039 with interest payable semiannually on February 1 and August 1 of each year with interest rate from 3.00% to 5.00%. At June 30, 2024 the outstanding balance was \$3,320,000.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 8 – Long-Term Liabilities (Continued)**

**A. Governmental Activities (Continued)**

The annual debt service requirements at June 30, 2024 are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 155,000	\$ 147,850	\$ 302,850
2026	165,000	140,100	305,100
2027	175,000	131,850	306,850
2028	180,000	123,100	303,100
2029	190,000	114,100	304,100
2030-2034	1,100,000	422,400	1,522,400
2035-2039	1,355,000	167,000	1,522,000
<b>Total</b>	<b>\$ 3,320,000</b>	<b>\$ 1,246,400</b>	<b>\$ 4,566,400</b>

**Subscription Liability**

The City has entered into subscription-based information technology arrangements (SBITAs) for services related to cloud-based software applications, data storage and management services. Under the terms of these arrangements, the City does not take possession of the software at any time and the vendor provides ongoing services for the software's operation. The subscription periods vary, with initial non-cancellable terms ranging from 2 to 4 years. The calculated interest rate used was 2.40%.

As of June 30, 2024, the capitalized right-to-use assets related to SBITAs were \$312,821 and the total subscription liability was \$109,174, of which \$102,831 is reported as a current liability representing the amount due within the next fiscal year.

Principal and interest payments to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 102,831	\$ 2,044	\$ 104,875
2026	6,343	141	6,484
<b>Total</b>	<b>\$ 109,174</b>	<b>\$ 2,185</b>	<b>\$ 111,359</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Long-Term Liabilities (Continued)**

**B. Business-Type Activities**

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

	Balance July 1, 2023	Debt Issued	Debt Retired	Balance June 30, 2024	Classification	
					Due within One Year	Due in More Than One Year
<b>Business-Type Activities:</b>						
Direct borrowings:						
Loans payable:						
BBVA loan	\$ 5,721,000	\$ -	\$ (387,000)	\$ 5,334,000	\$ 395,000	\$ 4,939,000
Golf Course commercial loan	161,800	-	(161,800)	-	-	-
Total loans payable	5,882,800	-	(548,800)	5,334,000	395,000	4,939,000
Public borrowings:						
Bonds payable:						
Water and Wastewater Refunding Revenue Bonds, Series 2015	21,935,000	-	(1,340,000)	20,595,000	1,395,000	19,200,000
2019 Water Revenue Refunding Bonds	7,379,348	-	(447,120)	6,932,228	457,908	6,474,320
Total bonds payable	29,314,348	-	(1,787,120)	27,527,228	1,852,908	25,674,320
<b>Total</b>	<b>\$ 35,197,148</b>	<b>\$ -</b>	<b>\$ (2,335,920)</b>	<b>\$ 32,861,228</b>	<b>\$ 2,247,908</b>	<b>\$ 30,613,320</b>

***BBVA Compass Loan (Taxable) (Refinance CIEDB Loan)***

In January 2021, the City refinanced the CIEDB Loan for the purpose of saving on annual debt service costs. The loan, in the amount of \$6,472,000, is for 15 years with an effective interest rate of 2.41%. The loan is a taxable loan. Annual installment payments range from \$502,989 to \$522,626 through 2036. The average fiscal year savings is \$24,655, with a total savings of \$369,829. On June 30, 2024, the outstanding balance was \$5,334,000.

The annual debt service requirements at June 30, 2024 are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 395,000	\$ 123,790	\$ 518,790
2026	404,000	114,162	518,162
2027	412,000	104,329	516,329
2028	421,000	94,291	515,291
2029	430,000	84,037	514,037
2030-2034	2,288,000	258,714	2,546,714
2035-2036	984,000	23,835	1,007,835
<b>Total</b>	<b>\$ 5,334,000</b>	<b>\$ 803,157</b>	<b>\$ 6,137,157</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Long-Term Liabilities (Continued)**

**B. Business-Type Activities (Continued)**

*2018 Refunding of the 1993 Variable Rate Demand Bonds (Golf Course Commercial Loan) (Private Placement)*

In May 1993, the Financing Authority issued Variable Rate Demand Bonds in the aggregate principal of \$5,280,000. The proceeds were used to redeem \$4,835,000 of its December 8, 1989 Lease Revenue Bonds, Series A, and \$262,450 for additional Golf Course construction.

On January 1, 2018, the Bonds were refunded and the Financing Authority paid the City an advance rental for the use and right to the possession of the Golf Course and Police facilities for a total of \$2,553,000. The lease was then assigned to Zions Bank/California Bank & Trust on the same day and named the Golf Course Commercial Loan. The loan is due in annual installments of \$138,100 (\$10,600 first year) to \$161,800 beginning May 2018 with interest rate fixed 3.190% per annum payable semi-annually. At June 30, 2024, the outstanding balance was paid off.

*Water and Wastewater Refunding Revenue Bonds, Series 2015 (Public Offering)*

Water and Wastewater Refunding Revenue Bonds, Series 2015 were issued by the Financing Authority in December 2015 for \$30,140,000. Proceeds from the bonds were used to refund \$30,440,000 of its Water and Wastewater Refunding Revenue Bonds, Series 2016. The bonds are due in annual installments of \$70,000 to \$2,080,000 through March 1, 2036, with interest payable semiannually on September 1 and March 1 of each year at 3.700%. At June 30, 2024, the outstanding balance of the Water and Wastewater Revenue Bonds was \$20,595,000.

The Financing Authority has pledged a portion of future water and wastewater revenue to repay the 2015 Water and Wastewater Revenue Bonds. For the year ended June 30, 2024, total principal and interest paid was \$2,151,595, and net revenues were \$9,126,144. Total principal and interest remaining on the agreement is \$25,875,825 payable through 2036.

The annual debt service requirements at June 30, 2024 are as follows:

<b>Year Ending June 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2025	\$ 1,395,000	\$ 762,015	\$ 2,157,015
2026	1,450,000	710,400	2,160,400
2027	1,505,000	656,750	2,161,750
2028	1,555,000	601,065	2,156,065
2029	1,605,000	543,530	2,148,530
2030-2034	9,000,000	1,778,960	10,778,960
2035-2036	4,085,000	228,105	4,313,105
<b>Total</b>	<b>\$ 20,595,000</b>	<b>\$ 5,280,825</b>	<b>\$ 25,875,825</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Long-Term Liabilities (Continued)**

**B. Business-Type Activities (Continued)**

*Water Refunding Revenue Bonds, Series 2019 (Public Offering)*

Water Refunding Bonds, Series 2019 were issued by the Financing Authority in December 2019 for \$9,016,903. The City used the proceeds to refund the outstanding principal of the Water Revenue Bonds, Series 2010 in the amount of \$9,530,000. The bonds are due semi-annual installments of \$204,890 to \$312,774 with interest rate fixed at 2.64% per annum payable semi-annually through 2037. At June 30, 2023 the outstanding principal and interest balance was \$8,872,316. The aggregate debt service payments of the new debt are \$2,587,313 less than the old debt. The issuance of the new debt and refunding of the old debt resulted in an economic gain (the difference between the net present value of the old debt and new debt service payments) of approximately \$2,053,508.

The Financing Authority has pledged a portion of future water and wastewater revenue to repay the 2019 Water Revenue Bonds. For the year ended June 30, 2024, total principal and interest paid was \$638,983, and net revenues were \$10,637,589. Total principal and interest remaining on the agreement is \$8,233,333 payable through 2037.

The annual debt service requirements at June 30, 2024 are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 457,908	\$ 179,988	\$ 637,896
2026	467,850	167,834	635,684
2027	480,334	155,400	635,734
2028	487,160	142,675	629,835
2029	503,516	129,705	633,221
2030-2034	2,717,599	440,559	3,158,158
2035-2037	1,817,861	84,944	1,902,805
<b>Total</b>	<b>\$ 6,932,228</b>	<b>\$ 1,301,105</b>	<b>\$ 8,233,333</b>

**C. Fiduciary Fund Financial Statements**

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

	Balance July 1, 2023	Debt Issued	Debt Retired	Balance June 30, 2024	Classification	
					Due within One Year	Due in More Than One Year
<b>Fiduciary Activities:</b>						
Public borrowings:						
Tax allocation bonds:						
Series 2018A	\$ 28,705,000	\$ -	\$ (1,005,000)	\$ 27,700,000	\$ 1,045,000	\$ 26,655,000
Series 2018B	1,435,000	-	(510,000)	925,000	525,000	400,000
Add: unamortized bond premiums	3,434,973	-	(228,998)	3,205,975	-	3,205,975
Total tax allocation bonds	33,574,973	-	(1,743,998)	31,830,975	1,570,000	30,260,975
<b>Total</b>	<b>\$ 33,574,973</b>	<b>\$ -</b>	<b>\$ (1,743,998)</b>	<b>\$ 31,830,975</b>	<b>\$ 1,570,000</b>	<b>\$ 30,260,975</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Long-Term Liabilities (Continued)**

**C. Fiduciary Fund Financial Statements (Continued)**

*Tax Allocation Refunding Bonds, Series 2018A and 2018B (Public Offering)*

On July 17, 2018, the Successor Agency to the Former Madera Redevelopment Agency issued \$31,445,000 of Tax Allocation Refunding Bonds, Series 2018A and \$4,065,000 of Tax Allocation Refunding Bonds, Series 2018B (collectively the “2018 TARBs”) to (a) refund four outstanding series of bonds payable (the 1998 Tax Allocation Redevelopment Project Bonds, the 2003 Tax Allocation Refunding and Redevelopment Project Bonds, the Madera Redevelopment Agency Subordinate Tax Allocation Bonds, Series 2008A, and the Madera Redevelopment Agency Housing Set-Aside Subordinate Tax Allocation Bonds, Series 2008B) from tax increment revenue generated in the Madera Redevelopment Project Area (the “Project Area”), (b) fund a reserve account, and (c) pay the costs of issuance of the bonds. The 2018 TARBs are payable from and secured by a pledge of tax revenues to be derived from the Project Area.

The 2018 TARBs consist of serial bonds maturing from 2019 through 2038 in annual installments of \$390,000 to \$2,405,000. Interest is due and payable semi-annually on March 1 and September 1 of each year at rates ranging from 3.0% to 5.0% commencing March 1, 2019. Annual principal on the bonds is due on September 1 of each year through 2038. The bonds are subject to federal arbitrage requirements. The aggregate debt service payments of the new debt are \$11,314,301 less than the old debt. The issuance of the new debt and refunding of the old debt resulted in an economic gain (the difference between the net present value of the old debt and new debt service payments) of approximately \$8,659,587.

A reserve account is required to be maintained in the amount of the lesser of (i) 10% of the original aggregate principal amount of the 2018 TARBs, or (ii) 125% of the average annual debt service with respect to the 2018 TARBs, or (iii) the maximum annual debt service with respect to the 2018 TARBs. As of June 30, 2024, the reserve requirement was met through the City’s purchase of a surety policy in-lieu of the cash reserve requirement. The total principal and interest outstanding at June 30, 2024 is \$37,805,113 for the Series 2018A and \$955,416 for the Series 2018B.

The annual debt service requirements for the 2018 TARBs outstanding at June 30, 2024 are as follows:

<b>Tax Allocation Refunding Bonds, Series 2018A</b>			
<b>Year Ending</b>			
<b>June 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2025	\$ 1,045,000	\$ 1,247,400	\$ 2,292,400
2026	1,230,000	1,190,525	2,420,525
2027	1,705,000	1,125,675	2,830,675
2028	1,765,000	1,047,450	2,812,450
2029	1,480,000	966,325	2,446,325
2030-2034	11,065,000	3,543,700	14,608,700
2035-2039	9,410,000	984,038	10,394,038
<b>Total</b>	<b>\$ 27,700,000</b>	<b>\$ 10,105,113</b>	<b>\$ 37,805,113</b>

<b>Tax Allocation Refunding Bonds, Series 2018B</b>			
<b>Year Ending</b>			
<b>June 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2025	\$ 525,000	\$ 23,296	\$ 548,296
2026	400,000	7,120	407,120
<b>Total</b>	<b>\$ 925,000</b>	<b>\$ 30,416</b>	<b>\$ 955,416</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 8 – Long-Term Liabilities (Continued)**

**D. Component Unit**

A summary of changes in the long-term liabilities of the component unit for the twelve month period ended September 30, 2023, is as follows:

	Balance October 1, 2022	Debt Issued	Debt Retired	Balance September 30, 2023	Classification	
					Due within One Year	Due in More Than One Year
<b>Component Unit:</b>						
Direct borrowings:						
Loans payable:						
Farmers' Home Administration loan	\$ 201,325	\$ -	\$ (11,591)	\$ 189,734	\$ 15,895	\$ 173,839
Citizen Business Bank loan	2,575,137	-	(117,158)	2,457,979	124,527	2,333,452
Total loans payable	2,776,462	-	(128,749)	2,647,713	140,422	2,507,291
<b>Total</b>	<b>\$ 2,776,462</b>	<b>\$ -</b>	<b>\$ (128,749)</b>	<b>\$ 2,647,713</b>	<b>\$ 140,422</b>	<b>\$ 2,507,291</b>

*Farmers' Home Administration loan*

Notes payable to Farmers' Home Administration, 1.00% due in monthly installments of \$1,653, including interest, first trust deeds on land and building subject to note.

*Citizen Business Bank loan*

Note payable to Citizen Business Bank, 4.75% due in monthly installments of \$19,852, including interest, secured by assets subject to note.

The total annual debt service requirements for the Component Unit long-term liabilities outstanding at September 30, 2023 are as follows:

Year Ending September 30,	Principal	Interest	Total
2024	\$ 140,422	\$ 115,510	\$ 255,932
2025	162,494	109,292	271,786
2026	155,282	102,777	258,059
2027	162,106	95,955	258,061
2028	1,925,814	31,136	1,956,950
2029-2033	80,054	2,963	83,017
2034-2035	21,541	155	21,696
<b>Total</b>	<b>\$ 2,647,713</b>	<b>\$ 457,788</b>	<b>\$ 3,105,501</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 9 – Special Assessment Debt with No City Commitment**

The City issued special tax and assessment bonds on behalf of property owners, pursuant to the Improvement Bond Act of 1915 and the Mello-Roos Community Facilities Act of 1982, to finance the acquisition and construction of certain infrastructure improvements within the assessment districts and community facilities districts.

The City acts solely as an agent for those paying special tax and assessments and remits the amounts collected to the bondholders of these fixed-rate Improvement Bond Act of 1915 and Mello-Roos Community Facilities Act of 1982 issues. The City is acting as a custodian and is in no way liable for the special assessment debt and, accordingly, the debt is not recorded in these financial statements.

On January 1, 2018, the City of Madera, on behalf of the City of Madera Community Facilities District No. 2006-1, issued the City of Madera Community Facilities District No. 2006-1 Special Tax Refunding Bonds Series 2018 to refund the CFD 2006-1 Series Special Tax Bond for the purpose of creating annual debt savings. Total debt service payments were reduced by \$88,740. The amount of principal outstanding as of June 30, 2024 is \$1,970,021. The bonds are not a general obligation of the City but are limited obligations, payable solely from special tax and assessments.

The City has no obligation beyond the balances in the designated custodial funds for any delinquent assessment district bond payments. If delinquencies occur beyond the amounts held in the reserve funds created from bond proceeds, the City has no duty to pay the delinquency out of the available funds of the City. Neither the faith and credit nor the taxing power of the City, or the State of California, or any political subdivision thereof is pledged to the payment of these bonds.

Noncommittal debt amounts issued and outstanding at June 30, 2024 are as follows:

	Original Amount	Outstanding Balance June 30, 2024
CFD 2006-1, Series Special Tax Bonds Refunding Bonds Series 2019	\$ 2,452,228	\$ 1,970,021

**Note 10 – Compensated Absences**

**A. Governmental Activities**

A summary of changes in the compensated absences balances for the governmental activities for the year ended June 30, 2024 is as follows:

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024	Classification	
					Due within One Year	Due in More Than One Year
Compensated absences	\$ 1,940,989	\$ 1,748,009	\$ (1,542,656)	\$ 2,146,342	\$ 1,542,656	\$ 603,686

Compensated absences in the governmental activities are obligations of the following funds:

Governmental Funds	\$ 1,938,431
Fleet Maintenance	56,064
Facilities Maintenance	125,795
Technology	26,052
<b>Total</b>	<b>\$ 2,146,342</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 10 – Compensated Absences (Continued)**

**B. Business-Type Activities**

A summary of changes in the compensated absences balances for the business-type activities for the year ended June 30, 2024 is as follows:

	Balance			Balance June 30, 2024	Classification	
	July 1, 2023	Additions	Deletions		Due within One Year	Due in More Than One Year
Compensated absences	\$ 439,593	\$ 530,363	\$ (323,137)	\$ 646,819	\$ 323,137	\$ 323,682

Compensated absences in the business-type activities are obligations of the following funds:

Water Fund	\$ 241,684
Sewer Fund	178,230
Solid Waste Fund	128,547
Drainage Operations Fund	42,686
Local Transit Fund	40,938
Airport Fund	14,734
<b>Total</b>	<b>\$ 646,819</b>

**C. Component Unit**

A summary of changes in the compensated absences balances for the component unit for the twelve month period ended September 30, 2023 is as follows:

	Balance			Balance September 30, 2023	Classification	
	October 1, 2022	Additions	Deletions		Due within One Year	Due in More Than One Year
Compensated absences	\$ 131,168	\$ -	\$ (24,266)	\$ 106,902	\$ 53,451	\$ 53,451

All compensated absences liabilities in the component unit belong to the Housing Authority of the City of Madera.

**Note 11 – Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the City obtains insurance coverage.

The City is a member of the Central San Joaquin Valley Risk Management Authority (CSJVRMA), a public entity risk pool for workers' compensation and general liability insurance. The CSJVRMA is a consortium of fifty-three cities located in California's San Joaquin Valley. It was established under the provisions of California Government Code Section 6500 et. seq. CSJVRMA is governed by a Board of Directors, consisting of one member appointed by each member city. The day-to-day business operations are handled by a management group employed by CSJVRMA. The relationship between the City and CSJVRMA is such that the CSJVRMA is not considered a component unit of the City for financial reporting purposes.

General Liability Insurance coverage is addressed via retention maintained by the City and participation in CSJVRMA. The City maintains a self-insured retention level of \$100,000 and participates in the CSJVRMA risk pool for coverage up to \$1,000,000. CSJVRMA participates in an excess pool, which provides coverage from \$1,000,000 to \$29,000,000.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 11 – Risk Management (Continued)**

Workers' Compensation coverage is also addressed via a retention maintained by the City and participation in CSJVRMA. The City maintains a self-insured retention level of \$100,000 and participates in the CSJVRMA risk pool for additional coverage up to \$250,000. CSJVRMA also participates in an excess pool which provides workers' compensation coverage from \$250,000 to \$500,000 and purchases excess insurance of approximately \$500,000 to the statutory limit.

Public entity risk pools are formally organized and separated entities established under the Joint Exercise of Powers Act of the State of California. As separate legal entities, those entities exercise full powers and authorities within the scope of the related Joint Powers Agreements including the preparation of annual budgets, accountability for all funds, the power to make and execute contracts and the right to sue and be sued. Each risk pool is governed by a board consisting of representatives from member municipalities. Each board controls the operations of the respective risk pool, including selection of management and approval of operating budgets, independent of any influences by member municipalities beyond their representation of that board. Obligations and liabilities of these risk pools are not the City's responsibility.

CSJVRMA is currently operating as a common risk management and insurance program for 53 member cities. The program's general objectives are to formulate, develop, and administer, on the behalf of the member cities, a program of insurance, to obtain lower cost for that coverage, and to develop a comprehensive loss control program. A member may withdraw from CSJVRMA only by giving six-month notice. Cities applying for membership in CSJVRMA may do so on approval of a two-thirds vote of the board of CSJVRMA.

The financial information of the CSJVRMA for fiscal year ended June 30, 2024, is as follows:

Total assets	\$ 179,635,612
Total liabilities	<u>\$ 144,400,470</u>
Net position	<u>\$ 35,235,142</u>
Operating revenues	<u>\$ 89,306,501</u>
Operating expenses	<u>\$ 94,324,180</u>
Nonoperating revenues (expenses)	<u>\$ 6,290,415</u>
Change in net position	<u>\$ 1,272,736</u>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans**

**A. Summary**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Component Unit</b>
<b>Deferred outflows of resources:</b>				
Pension contribution made after measurement date:				
CalPERS Miscellaneous	\$ 2,509,560	\$ 1,265,473	\$ 3,775,033	\$ 21,663
CalPERS Safety	3,093,988	-	3,093,988	-
Total pension contribution made after measurement date	<u>5,603,548</u>	<u>1,265,473</u>	<u>6,869,021</u>	<u>21,663</u>
Change in assumption:				
CalPERS Miscellaneous	445,145	224,470	669,615	250,079
CalPERS Safety	1,445,955	-	1,445,955	-
Total change in assumption	<u>1,891,100</u>	<u>224,470</u>	<u>2,115,570</u>	<u>250,079</u>
Projected earnings on pension plan investments in excess of actual earnings:				
CalPERS Miscellaneous	2,200,501	1,109,628	3,310,129	670,652
CalPERS Safety	3,390,577	-	3,390,577	-
Total projected earnings on pension plan investments in excess of actual earnings	<u>5,591,078</u>	<u>1,109,628</u>	<u>6,700,706</u>	<u>670,652</u>
Difference between expected and actual experience:				
CalPERS Miscellaneous	81,088	40,889	121,977	211,604
CalPERS Safety	1,663,282	-	1,663,282	-
Total difference between expected and actual experience	<u>1,744,370</u>	<u>40,889</u>	<u>1,785,259</u>	<u>211,604</u>
Employer contributions in excess of proportionate share of contribution:				
CalPERS Safety	465,846	-	465,846	-
Total employer contributions in excess of proportionate share of contribution	<u>465,846</u>	<u>-</u>	<u>465,846</u>	<u>62,910</u>
Total deferred outflows of resources				
CalPERS Miscellaneous	5,236,294	2,640,460	7,876,754	1,216,908
CalPERS Safety	10,059,648	-	10,059,648	-
Total deferred outflows of resources	<u>\$ 15,295,942</u>	<u>\$ 2,640,460</u>	<u>\$ 17,936,402</u>	<u>\$ 1,216,908</u>
<b>Net pension liability:</b>				
CalPERS Miscellaneous	\$ 21,937,189	\$ 11,062,075	\$ 32,999,264	\$ 4,142,152
CalPERS Safety	24,775,912	-	24,775,912	-
Total net pension liability	<u>\$ 46,713,101</u>	<u>\$ 11,062,075</u>	<u>\$ 57,775,176</u>	<u>\$ 4,142,152</u>
<b>Deferred inflows of resources:</b>				
Adjustment due to difference in proportions:				
CalPERS Miscellaneous	\$ -	\$ -	\$ -	\$ 362,539
CalPERS Safety	202,041	-	202,041	-
Total adjustment due to difference in proportions	<u>202,041</u>	<u>-</u>	<u>202,041</u>	<u>362,539</u>
Employer contributions in excess of proportionate share of contribution:				
CalPERS Miscellaneous	-	-	-	33,763
Total employer contributions in excess of proportionate share of contribution	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,763</u>
Changes in actual vs. expected experience				
CalPERS Miscellaneous	73,235	36,928	110,163	32,825
Total difference between expected and actual experience	<u>73,235</u>	<u>36,928</u>	<u>110,163</u>	<u>32,825</u>
Total deferred inflows of resources				
CalPERS Miscellaneous	73,235	36,928	110,163	429,127
Total deferred inflows of resources	<u>\$ 275,276</u>	<u>\$ 36,928</u>	<u>\$ 312,204</u>	<u>\$ 429,127</u>
<b>Pension expenses (income):</b>				
CalPERS Miscellaneous	\$ 3,375,288	\$ 1,702,027	\$ 5,077,315	\$ 49,781
CalPERS Safety	4,277,436	-	4,277,436	-
Total net pension expenses (income)	<u>\$ 7,652,724</u>	<u>\$ 1,702,027</u>	<u>\$ 9,354,751</u>	<u>\$ 49,781</u>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**B. City Miscellaneous Plan**

**Plan Description**

Substantially all City employees working the equivalent of 1,000 hours per fiscal year are eligible to participate in the Miscellaneous Plan Agent multiple-employer defined benefit plan or the Safety Plan Cost-sharing multiple-employer defined benefit administered by California Public Employees Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. Benefit Provisions under the Plans are established by State statutes within the Public Employee’s Retirement Law. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office – 400 P Street, Sacramento, CA 95814.

**Employees Covered**

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

Active employees	180
Non-contributing members not drawing retirement	293
Retired employees and beneficiaries	269
<b>Total</b>	<b>742</b>

**Benefits Provided**

CalPERS provide retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Classic CalPERS member becomes eligible for service retirement upon attainment of age 50; full formula at age 55 with at least 5 years of credited service. Public Employees’ Pension Reform Act (“PEPRA”) miscellaneous members become eligible for service retirement upon attainment of age 52; full formula at 62 with at least 5 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.

Following are the benefit provisions for each plan:

Hire Date	City Miscellaneous Plan		
	Prior to January 1, 2011	January 1, 2011 thru January 1, 2013	On or After January 1, 2013
Benefit formula	2.5% @ 55	2% @ 60	2% @ 62
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50 - 55	50 - 63	52 - 67
Monthly benefits, as a % of eligible compensation	2.000% to 2.500%	1.092% to 2.418%	1.000% to 2.500%
Required employee contribution rates	8.00%	7.000%	6.900%
Required employer contribution rates	11.010%	11.010%	11.010%
Final Annual Compensation	1 year	3 years	3 years

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 12 – Pension Plans (Continued)**

**B. City Miscellaneous Plan (Continued)**

**Contributions**

Section 20814(c) of the California Public Employees’ Retirement Law (“PERL”) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. 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. For the year ended June 30, 2024, the employer contributions made for the Miscellaneous Plan was \$3,775,033.

**Net Pension Liability**

The City’s net pension liability is measured as the total pension liability, less the pension plan’s fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2023, using an annual actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is described as follows.

**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 in accordance with the requirement of GASB Statement No. 68
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.50%
Payroll Growth	2.75%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.00%
Mortality Rate Table	Derived using CalPERS’ Membership Data for all Funds.
Post Retirement Benefit Increase	The lesser of contract COLA or 2.30% until Purchasing Power Protection. Allowance floor on purchasing power applies, 2.30% thereafter.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2022 valuation were based on the results of December 2021 actuarial experience study for the period 2000 to 2019. Further details of the Experiences Study can be found on the CalPERS website.

**Change in Assumptions**

The inflation rate increased from 2.30% in 2023 to 2.50% in 2024. The payroll growth decreased from 2.80% in 2023 to 2.75% in 2024.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**B. City Miscellaneous Plan (Continued)**

**Discount Rate**

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

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

<u>Asset Class</u>	<u>Assumed Asset Allocation</u>	<u>Real Return<sup>1,2</sup></u>
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%
Liquidity	-5.00%	-0.59%

<sup>1</sup> An expected inflation of 2.30% used for this period.

<sup>2</sup> Figures are based on the 2021 Asset Liability Management study.

The discount rate used to measure the total pension liability was 6.90% for the plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 6.90% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 6.90% is applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report called “GASB Crossover Testing Report” that can be obtained from the CalPERS website under the GASB 68 Section.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**B. City Miscellaneous Plan (Continued)**

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the City’s net pension liability, calculated using the discount rate, as well as what the City’s net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

Plan's Aggregate Net Pension Liability/(Asset)		
Discount Rate - 1% (5.90%)	Current Discount Rate (6.90%)	Discount Rate + 1% (7.90%)
\$ 46,758,098	\$ 32,999,264	\$ 21,634,386

**Changes in the Net Pension Liability**

The following table shows the changes in net pension liability recognized over the measurement period:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at June 30, 2022 (Valuation Date)	\$ 103,444,539	\$ 70,899,044	\$ 32,545,495
Changes in the year:			
Service cost	1,804,008	-	1,804,008
Interest on the total pension liabilities	7,031,117	-	7,031,117
Changes of benefit terms	184,586	-	184,586
Differences between expected and actual experience	198,213	-	198,213
Benefit payments, including refunds of members contributions	(5,658,183)	(5,658,183)	-
Plan to plan resource movement	-	-	-
Contributions - employer	-	3,617,848	(3,617,848)
Contributions - employee	-	816,702	(816,702)
Net investment income	-	4,381,741	(4,381,741)
Administrative expenses	-	(52,136)	52,136
Net changes	3,559,741	3,105,972	453,769
Balance at June 30, 2023 (Measurement Date)	\$ 107,004,280	\$ 74,005,016	\$ 32,999,264

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

For the year ended June 30, 2024, the City recognized pension expense in the amount of \$5,077,315 for the miscellaneous plans.

The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized over 5-years straight line. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive and retired) as of the beginning of the measurement period.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**B. City Miscellaneous Plan (Continued)**

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

The Expected Average Remaining Service Lifetime (“EARSL”) is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired) in the risk pool. The EARSL for the Miscellaneous Plan for the 2022-23 measurement period is 2.6 years, which was obtained by dividing the total service years of 1,826 (the sum of remaining service lifetimes of the active employees) by 705 (the total number of participants: active, inactive, and retired).

At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>		<b>Deferred Inflows of Resources</b>
Pension contributions made subsequent to measurement date	\$ 3,775,033	\$	-
Difference between projected and actual earning on pension plan investments	3,310,129		-
Changes in assumptions	669,615		-
Differences between expected and actual experience	121,977		(110,163)
Total	\$ 7,876,754	\$	(110,163)

For the City Miscellaneous Plan, \$3,775,033 was 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:

<b>Year Ended June 30,</b>		<b>Deferred Outflows/(Inflows) of Resources</b>
2025	\$	1,203,114
2026		348,807
2027		2,347,496
2028		92,141
2029		-
Thereafter		-
	\$	3,991,558

**Pension Plan Fiduciary Net Position**

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

**Payable to the Pension Plan**

The City reported a payable of \$0 for the outstanding amount of contributions to the Miscellaneous pension plan required for the year ended June 30, 2024.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**C. City Safety Plan**

**Employees Covered**

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

Active employees	59
Non-contributing members not drawing retirement	54
Retired employees and beneficiaries	125
<b>Total</b>	<b>238</b>

**Benefits Provided**

CalPERS provide retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Classic and PEPRSA Safety CalPERS member becomes eligible for service retirement upon attainment of age 50 with at least 5 years of credited 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.

Following are the benefit provisions for each plan:

	Safety		
	Prior to January 1, 2011	January 1, 2011 thru January 1, 2013	On or After January 1, 2013
Hire Date			
Benefit formula	3% @ 50	3% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50	50 - 55	50 - 57
Monthly benefits, as a % of eligible compensation	3.000%	2.400% to 3.000%	2.000% to 2.700%
Required employee contribution rates	9.00%	9.000%	13.000%
Required employer contribution rates	27.110%	22.830%	13.540%
Final Annual Compensation	1 year	1 year	1 year

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through the CalPERS' annual actuarial valuation process. For public agency cost-sharing plans covered by the Safety risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2024, employer contributions made for the Safety Cost-sharing Plan was \$3,093,988.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**C. City Safety Plan (Continued)**

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

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 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.

As of June 30, 2024, the City reported net pension liability for its proportionate shares of the net pension liability of the Safety Plan as follows:

	Increase (Decrease)		
	Plan Total Pension Liability	Plan Fiduciary Net Position	Plan Net Pension Liability/(Asset)
Balance at: 6/30/22 (Valuation date)	\$ 77,276,594	\$ 53,677,069	\$ 23,599,525
Balance at: 6/30/23 (Measurement date)	79,446,804	54,670,892	24,775,912
Net Changes during 2022-2023	2,170,210	993,823	1,176,387

The following is the approach established by the plan actuary to allocate the net pension liability and pension expense to the individual employers within the risk pool.

- (1) In determining a cost-sharing plan’s proportionate share, total amounts of liabilities and assets are first calculated for the risk pool as a whole on the valuation date (June 30, 2022). The risk pool’s fiduciary net position (“FNP”) subtracted from its total pension liability (“TPL”) determines the net pension liability (“NPL”) at the valuation date.
- (2) Using standard actuarial roll forward methods, the risk pool TPL is then computed at the measurement date (June 30, 2023). Risk pool FNP at the measurement date is then subtracted from this number to compute the NPL for the risk pool at the measurement date. For purposes of FNP in this step and any later reference thereto, the risk pool’s FNP at the measurement date denotes the aggregate risk pool’s FNP at June 30, 2023 less the sum of all additional side fund (or unfunded liability) contributions made by all employers during the measurement period (2022-23).
- (3) The individual plan’s TPL, FNP and NPL are also calculated at the valuation date.
- (4) Two ratios are created by dividing the plan’s individual TPL and FNP as of the valuation date from (3) by the amounts in step (1), the risk pool’s total TPL and FNP, respectively.
- (5) The plan’s TPL as of the Measurement Date is equal to the risk pool TPL generated in (2) multiplied by the TPL ratio generated in (4). The plan’s FNP as of the Measurement Date is equal to the FNP generated in (2) multiplied by the FNP ratio generated in (4) plus any additional side fund (or unfunded liability) contributions made by the employer on behalf of the plan during the measurement period.
- (6) The plan’s NPL at the Measurement Date is the difference between the TPL and FNP calculated in (5).

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**C. City Safety Plan (Continued)**

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

The City’s proportionate share of the net pension liability for the Safety Plan as of June 30, 2022 and 2023 was as follows:

Proportion June 30, 2022	0.34344%	
Proportion June 30, 2023	0.36984%	
Change - Increase (Decrease)	0.02640%	
	0.02640%	

For the year ended June 30, 2023, the City recognized pension income in the amount of \$414,758 for the Safety Plan.

The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized over 5-years straight line. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive and retired) as of the beginning of the measurement period.

The EARSL for PERF C for the measurement date ending June 30, 2023 is 3.8 years, which was obtained by dividing the total service years of 600,538 (the sum of remaining service lifetimes of the active employees) by 160,073 (the total number of participants: active, inactive, and retired) in PERF C. Inactive employees and retirees have remaining service lifetimes equal to 0. Total future service is based on the members’ probability of decrementing due to an event other than receiving a cash refund.

At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>		<b>Deferred Inflows of Resources</b>
Pension contributions made subsequent to measurement date	\$ 3,093,988	\$	-
Difference between projected and actual earning on pension plan investments	3,390,577		-
Adjustment due to differences in proportions	-		(202,041)
Changes in assumptions	1,445,955		-
Difference between actual and expected experience	1,663,282		-
Difference between employer's actual contributions and proportionate share of contributions	465,846		-
Total	\$ 10,059,648	\$	(202,041)

For the City Safety Plan, \$3,093,988 was reported as deferred outflows of resources related to pensions resulting from City’s contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**C. City Safety Plan (Continued)**

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

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

Year Ended June 30,	Deferred Outflows/ (Inflows) of Resources
2025	\$ 2,239,717
2026	1,575,502
2027	2,853,762
2028	94,638
2029	-
Thereafter	-
	\$ 6,763,619

**Actuarial Methods and Assumptions Used to Determine Total Pension Liability**

For the measurement period ended June 30, 2023 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2022 total pension liability. Both the June 30, 2023 and the June 30, 2022 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal in accordance with the requirement of GASB Statement No. 68
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Payroll Growth	2.80%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.00%
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds.
Post Retirement Benefit Increase	The lesser of contract COLA or 2.30% until Purchasing Power Protection. Allowance floor on purchasing power applies, 2.30% thereafter.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2021 valuation were based on the results of December 2021 actuarial experience study for the period 2000 to 2019. Further details of the Experiences Study can be found on the CalPERS website.

**Discount Rate**

The discount rate used to measure the total pension liability was 6.90%. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 6.90% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 6.90% is applied to all plans in the Public Employees Retirement Fund. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 12 – Pension Plans (Continued)**

**C. City Safety Plan (Continued)**

**Discount Rate (Continued)**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

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

<b>Asset Class</b>	<b>Assumed Asset Allocation</b>	<b>Real Return<sup>1,2</sup></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%
Liquidity	-5.00%	-0.59%

<sup>1</sup> An expected inflation of 2.30% used for this period.

<sup>2</sup> Figures are based on the 2021 Asset Liability Management study.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**C. City Safety Plan (Continued)**

**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 pension liability for the City Safety Plan, calculated using the discount rate for the City Safety 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 one percentage point lower or one percentage point higher than the current rate:

Plan's Aggregate Net Pension Liability/(Asset)		
Discount Rate - 1% (5.90%)	Current Discount Rate (6.90%)	Discount Rate + 1% (7.90%)
\$ 35,674,600	\$ 24,775,912	\$ 15,865,459

**Pension Plan Fiduciary Net Position**

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

**Payable to the Pension Plan**

At June 30, 2024, the City reported a payable of \$0 for the outstanding amount of contributions to the Safety pension plan required for the year ended June 30, 2024.

**D. Component Unit Miscellaneous Plan**

**Plan Description**

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost Sharing Multiple-Employer Plan (Plan) administered by the California Public Employees’ Retirement System (CalPERS). The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all other.) Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The Madera Housing Authority (Housing Authority) sponsors three miscellaneous rate plans. Benefit provisions under the Plan are established by State statute and Housing Authority resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

**Employees Covered**

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

Active employees	20
Transferred and terminated employees	59
Retired employees and beneficiaries	33
<b>Total</b>	<b>112</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**D. Component Unit Miscellaneous Plan (Continued)**

**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full - time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for nonduty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for the Plan are applied as specified by the Public Employees' Retirement Law.

Following are the benefit provisions for each plan:

	Miscellaneous - Component Unit		
	Prior to January 1, 2011	January 1, 2011 thru January 1, 2013	On or After January 1, 2013
Hire Date			
Benefit formula	2.5% @ 55	2% @ 60	2% @ 62
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50 - 55	50 - 63	52 - 67
Monthly benefits, as a % of eligible compensation	2.000% to 2.500%	1.092% to 2.418%	1.000% to 2.500%
Required employee contribution rates	8.00%	7.000%	6.250%
Required employer contribution rates	12.210%	8.630%	7.590%
Final Annual Compensation	1 year	1 year	1 year

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through the CalPERS' annual actuarial valuation process. For public agency cost-sharing plans covered by the Miscellaneous risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the fiscal year ended September 30, 2023, employer contributions made for the Housing Authority Miscellaneous Cost-sharing Plan was \$317,973.

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

The Authority's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability 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 Authority's proportion of the net pension liability was based on a projection of the Authority's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**D. Component Unit Miscellaneous Plan (Continued)**

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

As of September 30, 2023, the Authority reported net pension liability for its proportionate shares of the net pension liability of the Housing Authority Miscellaneous Plan as follows:

	Increase (Decrease)		
	Plan Total Pension Liability	Plan Fiduciary Net Position	Plan Net Pension Liability/(Asset)
Balance at: 6/30/22 (Valuation date)	\$ 11,831,764	\$ 7,800,039	\$ 4,031,725
Balance at: 6/30/23 (Measurement date)	11,748,328	7,606,176	4,142,152
Net Changes during 2022-2023	(83,436)	(193,863)	110,427

The following is the approach established by the plan actuary to allocate the net pension liability and pension expense to the individual employers within the risk pool.

- (1) In determining a cost-sharing plan’s proportionate share, total amounts of liabilities and assets are first calculated for the risk pool as a whole on the valuation date (June 30, 2022). The risk pool’s fiduciary net position (“FNP”) subtracted from its total pension liability (“TPL”) determines the net pension liability (“NPL”) at the valuation date.
- (2) Using standard actuarial roll forward methods, the risk pool TPL is then computed at the measurement date (June 30, 2023). Risk pool FNP at the measurement date is then subtracted from this number to compute the NPL for the risk pool at the measurement date. For purposes of FNP in this step and any later reference thereto, the risk pool’s FNP at the measurement date denotes the aggregate risk pool’s FNP at June 30, 2022 less the sum of all additional side fund (or unfunded liability) contributions made by all employers during the measurement period (2022-23).
- (3) The individual plan’s TPL, FNP and NPL are also calculated at the valuation date.
- (4) Two ratios are created by dividing the plan’s individual TPL and FNP as of the valuation date from (3) by the amounts in step (1), the risk pool’s total TPL and FNP, respectively.
- (5) The plan’s TPL as of the Measurement Date is equal to the risk pool TPL generated in (2) multiplied by the TPL ratio generated in (4). The plan’s FNP as of the Measurement Date is equal to the FNP generated in (2) multiplied by the FNP ratio generated in (4) plus any additional side fund (or unfunded liability) contributions made by the employer on behalf of the plan during the measurement period.
- (6) The plan’s NPL at the Measurement Date is the difference between the TPL and FNP calculated in (5).

The Authority’s proportionate share of the net pension liability for the Housing Authority Miscellaneous Plan as of June 30, 2022 and 2023 was as follows:

Proportion June 30, 2022	0.08616%
Proportion June 30, 2023	0.08284%
Change - Increase (Decrease)	<u><u>-0.00333%</u></u>

For the twelve months ended September 30, 2023, the Authority recognized pension expense in the amount of \$49,781 for the Housing Authority Miscellaneous Plan.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**D. Component Unit Miscellaneous Plan (Continued)**

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

The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized over 5-years straight line. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive and retired) as of the beginning of the measurement period.

The EARSL for PERF C for the measurement date ending June 30, 2023 is 3.8 years, which was obtained by dividing the total service years of 600,538 (the sum of remaining service lifetimes of the active employees) by 160,073 (the total number of participants: active, inactive, and retired) in PERF C. Inactive employees and retirees have remaining service lifetimes equal to 0. Total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

At September 30, 2023, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Pension contributions made subsequent to measurement date	\$ 21,663	\$ -
Difference between projected and actual earning on pension plan investments	670,652	-
Adjustment due to differences in proportions	-	(362,539)
Changes in assumptions	250,079	-
Difference between actual and expected experience	211,604	(32,825)
Difference between employer's actual contributions and proportionate share of contributions	62,910	(33,763)
Total	\$ 1,216,908	\$ (429,127)

For the Housing Authority Miscellaneous Plan, \$21,663 was reported as deferred outflows of resources related to pensions resulting from Authority's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2024.

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

<b>Year Ended June 30,</b>	<b>Deferred Outflows/ (Inflows) of Resources</b>
2024	\$ 176,382
2025	82,958
2026	487,534
2027	19,244
2028	-
Thereafter	-
	\$ 766,118

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 12 – Pension Plans (Continued)**

**D. Component Unit Miscellaneous Plan (Continued)**

**Actuarial Methods and Assumptions Used to Determine Total Pension Liability**

For the measurement period ended June 30, 2023 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2022 total pension liability. Both the June 30, 2022 and the June 30, 2023 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal in accordance with the requirement of GASB Statement No. 68
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 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.30% thereafter

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2021 valuation were based on the results of December 2017 actuarial experience study for the period 1997 to 2015. Further details of the Experiences Study can be found on the CalPERS website.

**Discount Rate**

The discount rate used to measure the total pension liability was 6.90%. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 6.90% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 6.90% is applied to all plans in the Public Employees Retirement Fund. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 12 – Pension Plans (Continued)**

**D. Component Unit Miscellaneous Plan (Continued)**

**Discount Rate (Continued)**

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

<u>Asset Class</u>	<u>Assumed Asset Allocation</u>	<u>Real Return<sup>1,2</sup></u>
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%
High yield	5.00%	2.27%
Private debt	5.00%	3.57%
Real assets	15.00%	3.21%
Liquidity	-5.00%	-0.59%

<sup>1</sup> An expected inflation of 2.30% used for this period.

<sup>2</sup> Figures are based on the 2021 Asset Liability Management study.

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

The following presents the Authority’s proportionate share of the net pension liability for the Housing Authority Miscellaneous Plan, calculated using the discount rate for the Housing Authority Miscellaneous 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 one percentage point lower or one percentage point higher than the current rate:

<u>Plan's Aggregate Net Pension Liability/(Asset)</u>		
<u>Discount Rate - 1%</u>	<u>Current Discount</u>	<u>Discount Rate + 1%</u>
<u>(5.90%)</u>	<u>Rate (6.90%)</u>	<u>(7.90%)</u>
\$ 5,731,063	\$ 4,142,152	\$ 2,834,342

**Pension Plan Fiduciary Net Position**

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

**Payable to the Pension Plan**

At September 30, 2023, the Housing Authority reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the fiscal year ended September 30, 2023.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 13 – Other Postemployment Benefits**

**A. Summary**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Deferred outflows of resources:</b>			
Employer contributions made			
subsequent to the measurement date	\$ 230,888	\$ 44,496	\$ 275,384
Difference between expected and actual experience	365,227	70,380	435,607
Changes in assumptions	298,497	57,523	356,020
<b>Total deferred outflows of resources</b>	<b>\$ 894,612</b>	<b>\$ 172,399</b>	<b>\$ 1,067,011</b>
<b>Total OPEB liability:</b>			
Total OPEB liability	\$ 4,047,030	\$ 779,897	\$ 4,826,927
<b>Total OPEB liability</b>	<b>\$ 4,047,030</b>	<b>\$ 779,897</b>	<b>\$ 4,826,927</b>
<b>Deferred inflows of resources:</b>			
Changes in assumptions	\$ 190,479	\$ 36,706	\$ 227,185
<b>Total deferred inflows of resources</b>	<b>\$ 190,479</b>	<b>\$ 36,706</b>	<b>\$ 227,185</b>
<b>OPEB Expense</b>	<b>\$ 499,781</b>	<b>\$ 96,312</b>	<b>\$ 596,093</b>

**B. General Information about OPEB**

**Plan Description**

The City administers a single employer defined benefit (implicit subsidy) healthcare plan. No assets have been accumulated in a trust for the payment of benefits that meets the criteria in paragraph 4 of Governmental Accounting Standards Board Statement No. 75.

Employees from groups other than Management who have attained age 50 and completed at least five years of PERS service or who become eligible for medical disability benefits under PERS, are eligible to retire and participate in the City's healthcare plans by paying COBRA premiums based on 102% of the premiums applicable to active employees. Spouses and eligible dependent children of retirees may also be covered at the retiree's expense. Eligibility for this benefit ends at age 65 or when the individual becomes eligible for Medicare.

Management employees, who meet the requirements, may retire and receive City-paid medical insurance for the retiree only. This is a grandfathered benefit and is no longer offered prospectively to new Management employees, nor is it provided to any employee who did not meet required criteria as of December 31, 2018. Once the retiree attains age 65, a Medicare Supplement benefit is payable by the City for the retiree only, for the retiree's further lifetime. Employees from Management who do not have the grandfathered benefit are eligible to retire and participate in the City's healthcare plans by paying COBRA premiums based on 102% of the premiums applicable to active employees.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 13 – Other Postemployment Benefits (Continued)**

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

**Covered Employees**

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

Active employees	229
Transferred and terminated employees	-
Retired employees and beneficiaries	12
Total	241

**Contributions**

The obligation of the City to contribute to the plan is established and may be amended by the City Council. The City Council has established a policy of paying the premiums of the actuarially determined contribution (ADC) on a pay as you go basis. For the fiscal year ended June 30, 2024, the City’s average contribution rate was 2.41% of covered-employee payroll. Employees are not required to contribute to the plan.

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

**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, 2023 was \$4,826,927.

**Actuarial Assumptions**

The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Assumptions:	
Discount Rate	3.86%
Inflation	2.50%
Aggregate payroll increases	3.00%
Expected long-term investment rate of return	n/a
Mortality, Termination, and Disability	CalPERS 2021 Experience Study
Mortality Improvement Scale	Modified projected fully generational with Scale MP-2014
Healthcare Trend Rate	6.00 percent for 2023, 5.50 percent for 2024, 5.25 percent for 2025-2029, 5.00 percent for 2030-2039, 4.75 percent for 2040-2049, 4.50 percent for 2050-2069, and 4.00 percent for 2070 and later years; Medicare ages: 4.50 percent for 2023-2029 and 4.00 percent for 2030 and later years.

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2021 through June 30, 2022.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 13 – Other Postemployment Benefits (Continued)**

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

**Changes in Assumptions**

The City’s discount rate used to measure the total OPEB liability increased from 3.69 to 3.86 percent for the measurement period ended June 30, 2023.

**Discount Rate**

The discount rate used to measure the total OPEB liability was 3.86% percent. This discount rate is the mid-point, rounded to five basis points, of the range of 3-20 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.

**Change in the Total OPEB Liability**

	<b>Total OPEB Liability</b>
Balance at June 30, 2022 (Measurement Date)	\$ 4,563,470
Changes Recognized for the Measurement Period:	
Service Cost	311,082
Interest on the total OPEB liability	177,365
Changes of assumptions	(87,924)
Benefit payments	(137,066)
Net Changes during July 1, 2022 to June 30, 2023	263,457
Balance at June 30, 2023 (Measurement Date)	\$ 4,826,927

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The following presents the total OPEB liability of the City, as well as what the City’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.69 percent) or 1-percentage-point higher (4.69 percent) than the current discount rate:

<b>Plan's Total OPEB Liability</b>		
Discount Rate - 1% (2.86%)	Current Discount Rate (3.86%)	Discount Rate + 1% (4.86%)
\$ 5,367,489	\$ 4,826,927	\$ 4,341,077

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

The following presents the total OPEB liability of the City, as well as what the City’s total 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:

<b>Plan's Total OPEB Liability</b>		
Healthcare Cost		
-1%	Trend Rates	1%
\$ 4,146,518	\$ 4,826,927	\$ 5,649,593

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 13 – Other Postemployment Benefits (Continued)**

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

**OPEB Expense 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 expense of \$596,093. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b>Deferred outflows of Resources</b>	<b>Deferred inflows of Resources</b>
Employer contributions made subsequent to the measurement date	\$ 275,384	\$ -
Difference between expected and actual experience	435,607	-
Changes of assumptions	356,020	(227,185)
Total	\$ 1,067,011	\$ (227,185)

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 10.0 years, which was determined as of June 30, 2022, the beginning of the measurement period, for employees covered by the OPEB plan benefit terms as of the valuation date.

For the OPEB plan, \$275,384 was reported as deferred outflows of resources related to OPEB resulting from the City’s contributions subsequent to the measurement date 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 related to OPEB will be recognized as future OPEB expense as follows:

Year Ended June 30,	<b>Deferred Outflows/ (Inflows) of Resources</b>
2025	\$ 107,647
2026	107,647
2027	125,318
2028	101,335
2029	50,299
Thereafter	72,196
	\$ 564,442

**Note 14 – Deferred Compensation Plan**

**A. City**

The City offers its employees a deferred compensation plan in accordance with Internal Revenue Code Section 457. The plan was amended so that the assets of the plan are held in trust for the exclusive benefit of the participants and their beneficiaries. The employer is not required to contribute to the deferred compensation plan but is required for full time non-management, non-sworn employees. Since the plan assets are administered by an outside party and not subject to the claims of the City’s general creditors, their assets and related liabilities are not on the City’s financial statements in accordance with Governmental Accounting Standards Board (GASB) Statement No. 97, “Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statements No. 14 and No. 84, and a Supersession of GASB Statement No. 32.”

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

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**Note 14 – Deferred Compensation Plan (Continued)**

**B. Component Unit**

The Housing Authority offers all of its full-time employees a deferred compensation plan (the Plan) created in accordance with Internal Revenue Code Section 457. The Plan permits employees to defer a portion of their current salary until future years. Participating employees may begin to receive the balance of their deferred compensation account upon termination, retirement, death, or emergency. Employees may also borrow against their deferred compensation account while employed (up to 50% of the current balance) under the deferred compensation loan program. Employees direct the investment of Plan assets into certificates of deposits and various mutual funds. The Housing Authority has insignificant administrative duties.

**Note 15 – Service Concession Agreement**

On June 21, 2023, the City approved an amendment to the Madera Municipal Golf Course Operation and Management Lease Agreement (Agreement) with Sierra Golf Management Inc. dba Sierra Golf Management, Inc. (SGM), extending the term to five years after the current lease agreements expiration on June 30, 2023, and making various economic modifications. The Agreement would be for 5 years and includes, at City discretion, one option to extend the term an additional five years. This would mean the agreement would expire on June 30, 2028, with the five-year extension available through June 30, 2033. The Agreement would increase the base rent to the present value of \$65,000 annually to lease the golf course and clubhouse facilities. SGM will remit \$2.75 per round of golf to the City in years one through four. The remittance will increase to \$3.00 per round in year five. SGM, the Clubhouse Tenant, currently Sugar Pine Smokehouse (SPS), and the City will each contribute \$25,000 annually to a capital improvement fund. Thus, the grand contribution for capital improvements annually shall be \$75,000. City will hold SGM capital funds of \$50k per year until capital projects are completed. SGM is required to operate and maintain the golf course in accordance with the Agreement.

**Note 16 – Other Required Disclosures**

**A. Deficit Fund Balances/Net Position**

At June 30, 2024, the following funds had a fund balances (deficit) or unrestricted net position (deficit), which will be eliminated by the City as follows:

Fund	Fund Type	Deficit	Plan to eliminate deficit
Park Development Fund	Special Revenue Fund	\$ 451,459	Federal grant reimbursement
Federal Aid Urban Fund	Special Revenue Fund	197,578	Federal grant reimbursement
Solar Energy Lease Fund	Capital Projects Fund	674,459	Interfund cost allocation
Facilities Maintenance Fund	Internal Service Fund	444,921	Interfund cost allocation
RDA Successor Agency Fund	Private Purpose Trust Fund	24,004,728	Continued RPTTF payments from State

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 17 – Fund Balance Classification**

The City classifies fund balances, as shown on the *Balance Sheet – Governmental Funds*, as follows as of June 30, 2024:

	General Fund	General Development Impact Fee Fund	Measure "T" Sales Tax Fund	American Rescue Plan Act Fund	Non-major Governmental Funds	Total
<b>Nonspendable</b>						
Prepaid items	\$ 65,437	\$ -	\$ -	\$ -	\$ 12,879	\$ 78,316
Inventories	94,255	-	-	-	-	94,255
<b>Total nonspendable</b>	<b>159,692</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,879</b>	<b>172,571</b>
<b>Restricted</b>						
Community development	-	-	-	-	12,094,267	12,094,267
Parking improvements	-	-	-	-	131,873	131,873
Public works and transportation	-	-	17,102,690	-	5,072,307	22,174,997
Special assessment project	-	-	-	347,218	549,778	896,996
Insurance premium reserve	4,073,298	-	-	-	-	4,073,298
Public protection	-	-	-	-	1,379,146	1,379,146
Capital projects and improvements	-	18,410,037	-	-	2,918,201	21,328,238
<b>Total restricted</b>	<b>4,073,298</b>	<b>18,410,037</b>	<b>17,102,690</b>	<b>347,218</b>	<b>22,145,572</b>	<b>62,078,815</b>
<b>Committed</b>						
General Fund stabilization reserve	12,862,771	-	-	-	-	12,862,771
General plan update	50,000	-	-	-	-	50,000
Solar street light repair Installation	50,000	-	-	-	-	50,000
Measure K - Fire Protection Stabilization	910,000	-	-	-	-	910,000
Measure K - Police Protection Stabilization	910,000	-	-	-	-	910,000
Measure K - Fire Protection Vehicle Replacement	1,228,540	-	-	-	-	1,228,540
<b>Total committed</b>	<b>16,011,311</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16,011,311</b>
<b>Assigned</b>						
Golf course capital	20,000	-	-	-	-	20,000
Debt service	1,137,839	-	-	-	-	1,137,839
OPEB liability	97,339	-	-	-	-	97,339
Health insurance premiums	678,500	-	-	-	-	678,500
Future annual stipend payments	325,000	-	-	-	-	325,000
Measure K - Fire Protection	7,252,385	-	-	-	-	7,252,385
Measure K - Police	3,408,176	-	-	-	-	3,408,176
Measure K - Sales Tax Refund Reserve	900,000	-	-	-	-	900,000
<b>Total assigned</b>	<b>13,819,239</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,819,239</b>
<b>Unassigned (deficit)</b>	<b>14,662,398</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,323,496)</b>	<b>13,338,902</b>
<b>Total fund balances</b>	<b>\$ 48,725,938</b>	<b>\$ 18,410,037</b>	<b>\$ 17,102,690</b>	<b>\$ 347,218</b>	<b>\$ 20,834,955</b>	<b>\$ 105,420,838</b>

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 18 – Net Investment in Capital Assets**

Net Investment in Capital Assets at June 30, 2024, consisted of the following:

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>Component Unit</b>
Total capital assets, net	\$ 190,728,744	\$ 103,791,675	\$ 294,520,419	\$ 5,362,699
Less related debt:				
Subscription liability	(109,174)	-	(109,174)	-
Finance purchase agreement	(17,001,000)	-	(17,001,000)	-
Loans payable	(182,400)	(5,334,000)	(5,516,400)	(2,647,713)
Lease revenue bonds	(3,806,120)	-	(3,806,120)	-
Bonds payable	-	(27,527,228)	(27,527,228)	-
Unspent bond proceeds	2,517,025	-	2,517,025	-
Gain on refunding of debt	-	(240,426)	(240,426)	-
Net investment in capital assets	<u>\$ 172,147,075</u>	<u>\$ 70,690,021</u>	<u>\$ 242,837,096</u>	<u>\$ 2,714,986</u>

**Note 19 – Commitments and Contingencies**

**A. Litigation**

The City is currently a party to various claims and legal proceedings. Although the outcome of these lawsuits is not presently determinable, it is management’s opinion that the ultimate liabilities, if any, resulting from such claims and proceedings will not materially affect the financial position of the City.

**B. Contingent Liabilities**

On March 1, 1993, the City issued Certificates of Participation in the aggregate of \$10,250,000 for the benefit of Madera Community Hospital (Hospital), a California nonprofit public benefit corporation. The Hospital is not included in the City’s reporting entity. The City is obligated to make the principal payments only from and to the extent that it receives revenue from the Hospital. In December of 2022, the Hospital closed and filed for bankruptcy protection on March 10, 2023. As of this report, the Hospital's bankruptcy status is still uncertain. They are not secured by any pledge of taxes or other revenues of the City. In addition, the purchase payments are insured by the Office of Statewide Health Planning and Development of the State of California. As of June 30, 2024, the City has not recorded revenues from the Hospital.

**C. Federal and State Grants**

The City participates in various federal grant programs, the principal of which are subject to program compliance audits pursuant to the Single Audit act as amended. Accordingly, the City’s compliance with applicable grant requirements will be established at a future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the City anticipates such amounts, if any, will be immaterial.

**City of Madera**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2024**

**Note 19 – Commitments and Contingencies (Continued)**

**D. Contractual Commitments**

The City has active construction projects as of June 30, 2024. At year-end, the City’s major contractual commitments are as follows:

	<b>Contract Amount</b>	<b>Spent-to-Date</b>	<b>Remaining Commitment</b>
Design Services for Faigrounds Lift Station	\$ 259,895	\$ 224,904	\$ 34,991
Design Services for New Manhole Covers	237,250	155,634	81,616
Design Services for New Sidewalks	442,578	400,870	41,708
Design Services for New Traffic Signal	78,725	62,395	16,330
Design Services for Water Main Replacement	518,550	401,686	116,864
Design Services for Water Main Upgrades	223,043	128,679	94,364
Engineering Design Services for Intermodal Facility	285,961	117,818	168,143
Engineering Design Services for Sidewalk Improvements	402,344	337,693	64,651
Engineering Design Services for Westberry Bridge	1,116,584	904,105	212,479
Engineering Design Services for Westberry Bridge	1,015,144	728,091	287,053
Front Counter Remodeling Project	57,948	52,436	5,512
Loy Cook Water Tower Rehab	3,212,805	3,018,719	194,086
Manual Water Meter Replacements	938,218	891,307	46,911
Northwest Water Storage Tank	2,359,819	352,182	2,007,637
Olive Ave Widening from Gateway To Knox	380,553	348,943	31,611
PD Parking Lot	570,570	566,166	4,404
Pecan Sewer Main Emergency Repair (FJC)	2,271,390	2,232,386	39,004
Sewer & Water System Condition Assessment/Rehab	1,151,320	966,740	184,580
Sewer Main Video Inspection	536,000	505,296	30,704
Sewer System Condition Assessment/Rehab	320,320	205,690	114,630
Sewer Trunk Main Rehab at Ave 13	518,399	252,889	265,510
Solar and Energy Efficiency Equipment	18,848,862	18,194,324	654,538
<b>Total</b>	<b>\$ 35,746,279</b>	<b>\$ 31,048,953</b>	<b>\$ 4,697,326</b>

In addition, the City has various contracts with developers for the cost of public improvements made through construction of new developments within the City. The agreements are for the reimbursement of reasonable costs for the construction of public improvements within the planned developments. The City agrees to reimburse developers for the City’s proportionate share of the costs of improvements as determined by the City Engineer. The City will not reimburse any expenses beyond the actual and reasonable costs of installing the improvements.

**E. Encumbrances**

The City uses an encumbrance system as an extension of normal budgetary accounting for all funds. Under this system, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year-end are recorded as restricted, committed or assigned fund balance, depending on the classification of the resources to be used to liquidate the encumbrance, since they do not constitute expenditures or liabilities. Outstanding encumbrances at year-end are automatically re-appropriated for the following year. Unencumbered and unexpended appropriations lapse at year-end. Encumbrances for operating expenditures outstanding as of June 30, 2024 amounted to \$474,928.

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**REQUIRED SUPPLEMENTARY INFORMATION**  
**(Unaudited)**

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**City of Madera**  
**Required Supplementary Information (Unaudited)**  
**Budgetary Information**  
**For the Year Ended June 30, 2024**

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**Budgetary Information**

The City adheres to the following general procedures in establishing its annual budget, which is reflected in the accompanying schedules:

- Budgets are legally adopted and formal budgetary integration is employed as a management control device during the year for the General and Special Revenue Funds. Budgets presented in this report for comparison to actual amounts are presented in accordance with accounting principles generally accepted in the United States of America. From the effective date of the budget, the amounts stated therein as proposed expenditures become appropriations to the various City departments. During the year ended June 30, 2024, the City did not prepare a budget for the American Rescue Plan Act Special Revenue Fund, SB-1186 ADA Special Revenue Fund, and Opioid Settlement Special Revenue Fund.
- Reported budget amounts represent the original legally adopted budget as amended. Individual amendments were not material in relation to the original adopted budget amounts. The City Council may amend the budget to increase appropriations only by a duly adopted minute resolution during a regular meeting, providing that sufficient monies are available and that expenditures of proceeds of taxes will not be increased beyond the constitutional appropriation limit as imposed by Article XIII B of the State Constitution. Management can transfer, without City Council approval, budgeted amounts provided they do not increase or decrease total fund appropriations adopted by the City Council.
- Unexpended budgeted amounts lapse at the end of the budget year. Spending control for the fund is established by the amount of expenditures budgeted for the fund, but management control is exercised at the budgetary line item levels.
- Expenditures may not legally exceed overall budgeted appropriations.
- The budgets of the City's capital projects are primarily "long-term" budgets which emphasize major programs and capital outlay plans extending over a number of fiscal periods. Therefore, no budget-to-actual schedules are presented for Capital Projects Funds.

**City of Madera**  
**Required Supplementary Information (Unaudited)**  
**Budgetary Comparison Schedules – General Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 11,435,119	\$ 12,348,627	\$ 13,393,320	\$ 1,044,693
Sales and use taxes	18,939,052	20,239,751	19,360,846	(878,905)
Other taxes	1,862,413	1,936,148	2,019,287	83,139
Investment income	477,085	1,177,883	2,308,014	1,130,131
Franchise fees	800,000	852,871	818,740	(34,131)
Licenses and permits	1,196,820	970,000	1,131,638	161,638
Fines and forfeitures	439,998	451,500	542,228	90,728
Intergovernmental	4,738,790	903,904	2,256,916	1,353,012
Charges for services	1,442,330	1,549,462	1,404,664	(144,798)
Miscellaneous	399,075	417,403	593,383	175,980
<b>Total revenues</b>	<b>41,730,682</b>	<b>40,847,549</b>	<b>43,829,036</b>	<b>2,981,487</b>
<b>EXPENDITURES:</b>				
Current:				
General government				
City clerk	574,839	417,268	390,521	26,747
City manager	1,354,364	658,984	965,312	(306,328)
Finance	505,733	653,460	513,473	139,987
City attorney	394,834	474,231	323,379	150,852
Human resources	640,342	675,984	270,409	405,575
Economic development	248,695	336,014	482,137	(146,123)
Public safety				
Police	16,857,086	17,569,029	17,035,229	533,800
Fire	6,548,354	7,084,758	8,732,968	(1,648,210)
Social services	217,802	210,404	180,978	29,426
Public ways and facilities				
Development and engineering	2,248,134	2,523,914	2,574,323	(50,409)
Community development				
Parks and community services	5,331,085	6,060,567	4,527,541	1,533,026
Culture and recreation	5,440,862	4,862,181	4,842,265	19,916
Capital outlay	3,514,839	2,045,701	1,748,240	297,461
Debt service:				
Principal	259,400	267,400	273,145	(5,745)
Interest and fiscal charges	173,248	162,820	163,247	(427)
<b>Total expenditures</b>	<b>44,309,617</b>	<b>44,002,715</b>	<b>43,023,167</b>	<b>979,548</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(2,578,935)</b>	<b>(3,155,166)</b>	<b>805,869</b>	<b>3,961,035</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	5,633,217	4,900,416	4,423,267	(477,149)
Transfers out	(2,066,036)	(2,158,813)	(2,230,282)	(71,469)
<b>Total other financing sources (uses)</b>	<b>3,567,181</b>	<b>2,741,603</b>	<b>2,192,985</b>	<b>(548,618)</b>
<b>Net change in fund balance</b>	<b>\$ 988,246</b>	<b>\$ (413,563)</b>	<b>2,998,854</b>	<b>\$ 3,412,417</b>
<b>FUND BALANCE:</b>				
Beginning of year			45,727,084	
End of year			<u>\$ 48,725,938</u>	

**City of Madera**  
**Required Supplementary Information (Unaudited)**  
**Budgetary Comparison Schedules – General Development Impact Fee Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Investment income	\$ 149,025	\$ 170,301	\$ 744,988	\$ 574,687
Charges for services	3,078,081	3,585,338	2,379,421	(1,205,917)
<b>Total revenues</b>	<u>3,227,106</u>	<u>3,755,639</u>	<u>3,124,409</u>	<u>(631,230)</u>
<b>EXPENDITURES:</b>				
Current:				
Public ways and facilities	6,550	1,069,489	2,061,128	(991,639)
Capital outlay	2,340,627	3,306,189	303,986	3,002,203
<b>Total expenditures</b>	<u>2,347,177</u>	<u>4,375,678</u>	<u>2,365,114</u>	<u>2,010,564</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>879,929</u>	<u>(620,039)</u>	<u>759,295</u>	<u>1,379,334</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(397,771)	(447,239)	(397,239)	(50,000)
<b>Total other financing sources (uses)</b>	<u>(397,771)</u>	<u>(447,239)</u>	<u>(397,239)</u>	<u>(50,000)</u>
<b>Net change in fund balance</b>	<u>\$ 482,158</u>	<u>\$ (1,067,278)</u>	362,056	<u>\$ 1,429,334</u>
<b>FUND BALANCE:</b>				
Beginning of year			18,047,981	
End of year			<u>\$ 18,410,037</u>	

**City of Madera**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Budgetary Comparison Schedules – Measure “T” Sales Tax Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Investment income (loss)	\$ 38,548	\$ -	\$ 579,658	\$ 579,658
Intergovernmental	3,209,972	3,459,589	3,435,575	(24,014)
<b>Total revenues</b>	<u>3,248,520</u>	<u>3,459,589</u>	<u>4,015,233</u>	<u>555,644</u>
<b>EXPENDITURES:</b>				
Current:				
Public ways and facilities	1,800	-	-	-
Capital outlay	2,878,386	10,610,400	362,933	10,247,467
<b>Total expenditures</b>	<u>2,880,186</u>	<u>10,610,400</u>	<u>362,933</u>	<u>10,247,467</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>368,334</u>	<u>(7,150,811)</u>	<u>3,652,300</u>	<u>10,803,111</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(897,474)	(860,000)	(860,000)	-
<b>Total other financing sources (uses)</b>	<u>(897,474)</u>	<u>(860,000)</u>	<u>(860,000)</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ (529,140)</u>	<u>\$ (8,010,811)</u>	2,792,300	<u>\$ 10,803,111</u>
<b>FUND BALANCE:</b>				
Beginning of year			14,310,390	
End of year			<u>\$ 17,102,690</u>	

**City of Madera**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of Changes in the Net Pension Liability and Related Ratios**  
**For the Year Ended June 30, 2024**

Measurement period, year ended	Last Ten Years Miscellaneous Plan									
	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
<b>Total pension liability</b>										
Service cost	\$ 1,804,008	\$ 1,715,940	\$ 1,606,099	\$ 1,719,344	\$ 1,915,335	\$ 2,074,876	\$ 1,857,394	\$ 1,556,770	\$ 1,515,655	\$ 1,562,632
Interest on total pension liability	7,031,117	6,797,912	6,643,295	6,484,056	6,295,654	5,940,862	5,651,202	5,352,560	5,085,808	4,865,000
Differences between expected and actual experience	198,213	(550,819)	(711,985)	(758,426)	1,363,296	1,082,691	1,184,077	337,609	(269,941)	-
Changes in assumptions	184,586	3,348,073	-	-	-	(647,285)	4,531,204	-	(1,189,492)	-
Changes in benefit terms	-	-	-	-	-	-	-	-	-	-
Benefit payments, including refunds of employee contributions	(5,658,183)	(5,463,626)	(5,525,027)	(4,890,282)	(4,548,873)	(4,125,431)	(3,877,650)	(3,532,833)	(3,412,481)	(3,247,986)
<b>Net change in total pension liability</b>	<b>3,559,741</b>	<b>5,847,480</b>	<b>2,012,382</b>	<b>2,554,692</b>	<b>5,025,412</b>	<b>4,325,713</b>	<b>9,346,227</b>	<b>3,714,106</b>	<b>1,729,549</b>	<b>3,179,646</b>
<b>Total pension liability - beginning</b>	<b>103,444,539</b>	<b>97,597,059</b>	<b>95,584,677</b>	<b>93,029,985</b>	<b>88,004,573</b>	<b>83,678,860</b>	<b>74,332,633</b>	<b>70,618,527</b>	<b>68,888,978</b>	<b>65,709,332</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 107,004,280</b>	<b>\$ 103,444,539</b>	<b>\$ 97,597,059</b>	<b>\$ 95,584,677</b>	<b>\$ 93,029,985</b>	<b>\$ 88,004,573</b>	<b>\$ 83,678,860</b>	<b>\$ 74,332,633</b>	<b>\$ 70,618,527</b>	<b>\$ 68,888,978</b>
<b>Plan fiduciary net position</b>										
Contributions - employer	3,617,848	3,270,441	3,088,563	2,776,816	2,610,704	2,395,891	\$ 2,329,046	\$ 1,948,033	\$ 1,603,067	\$ 1,465,153
Contributions - employee	816,702	719,807	724,414	736,497	798,675	858,755	829,670	775,135	705,875	787,068
Investment income (net of administrative expenses)	4,381,741	(5,929,216)	14,821,011	3,166,226	3,967,331	4,851,004	5,795,462	282,173	1,164,130	7,962,241
Benefit payments	(5,658,183)	(5,463,626)	(5,525,027)	(4,890,282)	(4,548,873)	(4,125,431)	(3,877,650)	(3,532,833)	(3,412,481)	(3,247,986)
Plan to plan resources	-	-	-	-	132	(140)	(1,724)	394	-	-
Other	(52,136)	(48,808)	(65,237)	(89,670)	(43,264)	(258,000)	(76,926)	(32,095)	(59,277)	(55,556)
<b>Net change in plan fiduciary net position</b>	<b>3,105,972</b>	<b>(7,451,402)</b>	<b>13,043,724</b>	<b>1,699,587</b>	<b>2,784,705</b>	<b>3,722,079</b>	<b>4,997,878</b>	<b>(559,193)</b>	<b>1,314</b>	<b>6,910,920</b>
<b>Plan fiduciary net position - beginning</b>	<b>70,899,044</b>	<b>78,350,446</b>	<b>65,306,722</b>	<b>63,607,135</b>	<b>60,822,430</b>	<b>57,100,351</b>	<b>52,102,473</b>	<b>52,661,666</b>	<b>52,660,352</b>	<b>45,749,432</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 74,005,016</b>	<b>\$ 70,899,044</b>	<b>\$ 78,350,446</b>	<b>\$ 65,306,722</b>	<b>\$ 63,607,135</b>	<b>\$ 60,822,430</b>	<b>\$ 57,100,351</b>	<b>\$ 52,102,473</b>	<b>\$ 52,661,666</b>	<b>\$ 52,660,352</b>
<b>Net pension liability - ending (a)-(b)</b>	<b>\$ 32,999,264</b>	<b>\$ 32,545,495</b>	<b>\$ 19,246,613</b>	<b>\$ 30,277,955</b>	<b>\$ 29,422,850</b>	<b>\$ 27,182,143</b>	<b>\$ 26,578,509</b>	<b>\$ 22,230,160</b>	<b>\$ 17,956,861</b>	<b>\$ 16,228,626</b>
Plan fiduciary net position as a percentage of the total pension liability	69.16%	68.54%	80.28%	68.32%	68.37%	69.11%	68.24%	70.09%	74.57%	76.44%
Covered payroll	\$ 10,124,246	\$ 9,829,365	\$ 9,543,073	\$ 10,054,641	\$ 11,058,515	\$ 12,035,942	\$ 10,240,349	\$ 9,298,593	\$ 8,909,327	\$ 8,873,549
Net pension liability as a percentage of covered payroll	325.94%	331.10%	201.68%	301.13%	266.07%	225.84%	259.55%	239.07%	201.55%	182.89%

**City of Madera**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios**  
**For the Year Ended June 30, 2024**

Measurement period, year ended	Last Ten Years Safety Plan				
	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019
Plan's proportion of the net pension liability	0.369840%	0.343440%	0.390215%	0.318266%	0.317253%
Plan's proportionate share of the net pension liability	\$ 24,775,912	\$ 23,599,525	\$ 13,694,549	\$ 21,203,994	\$ 19,804,633
Plan's covered payroll	\$ 5,303,294	\$ 5,148,829	\$ 4,998,863	\$ 4,853,265	\$ 4,711,908
Plan's proportionate share of the net pension liability as a percentage of covered payroll	467.18%	458.35%	273.95%	436.90%	420.31%
Plan's fiduciary net position	\$ 54,670,892	\$ 53,677,069	\$ 58,522,823	\$ 48,543,855	\$ 48,056,036
Plan's fiduciary net position as a percentage of the total pension liability	68.81%	69.46%	81.04%	69.60%	70.82%
Plan's proportionate share of aggregate employer contributions	\$ 3,202,253	\$ 3,055,010	\$ 2,879,830	\$ 2,464,699	\$ 2,197,168
Measurement period, year ended	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014
Plan's proportion of the net pension liability	0.319144%	0.314800%	0.324000%	0.340000%	0.337500%
Plan's proportionate share of the net pension liability	\$ 18,725,928	\$ 18,807,385	\$ 16,778,473	\$ 14,009,122	\$ 12,759,288
Plan's covered payroll	\$ 4,574,668	\$ 4,428,574	\$ 4,211,168	\$ 3,797,547	\$ 3,916,737
Plan's proportionate share of the net pension liability as a percentage of covered payroll	409.34%	424.68%	398.43%	368.90%	325.76%
Plan's fiduciary net position	\$ 44,837,253	\$ 41,761,897	\$ 37,574,019	\$ 38,216,008	\$ 37,919,898
Plan's fiduciary net position as a percentage of the total pension liability	44.92%	44.75%	46.68%	53.15%	57.52%
Plan's proportionate share of aggregate employer contributions	\$ 1,942,249	\$ 1,806,992	\$ 1,650,502	\$ 1,388,656	\$ 1,405,797

**City of Madera**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios**  
**For the Year Ended June 30, 2024**

Measurement period, year ended	<b>Last Ten Years<sup>1</sup></b>				
	<b>Component Unit - Miscellaneous Plan</b>				
	<b>6/30/2023</b>	<b>6/30/2022</b>	<b>6/30/2021</b>	<b>6/30/2020</b>	<b>6/30/2019</b>
Plan's proportion of the net pension liability	0.082836%	0.086162%	0.132600%	0.084600%	0.084400%
Plan's proportionate share of the net pension liability	\$ 4,142,152	\$ 4,031,725	\$ 2,517,018	\$ 3,389,295	\$ 3,179,336
Plan's covered payroll	\$ 1,004,364	\$ 941,461	\$ 1,191,513	\$ 1,280,623	\$ 1,270,009
Plan's proportionate share of the net pension liability as a percentage of covered payroll	412.42%	428.24%	211.25%	264.66%	250.34%
Plan's fiduciary net position	\$ 7,606,176	\$ 7,800,039	\$ 8,922,694	\$ 7,134,083	\$ 6,579,986
Plan's fiduciary net position as a percentage of the total pension liability	54.46%	51.69%	28.21%	47.51%	48.32%
Plan's proportionate share of aggregate employer contributions	\$ 331,109	\$ 336,461	\$ 302,136	\$ 268,409	\$ 238,140

<sup>1</sup> Information only presented from the implementation year.

Measurement period, year ended	<b>6/30/2018</b>	<b>6/30/2017</b>	<b>6/30/2016</b>	<b>6/30/2015<sup>1</sup></b>
Plan's proportion of the net pension liability	0.082100%	0.082800%	0.088100%	0.078600%
Plan's proportionate share of the net pension liability	\$ 3,235,424	\$ 2,875,227	\$ 2,416,697	\$ 1,966,014
Plan's covered payroll	\$ 1,140,725	\$ 1,043,730	\$ 982,585	\$ 1,108,052
Plan's proportionate share of the net pension liability as a percentage of covered payroll	283.63%	275.48%	245.95%	177.43%
Plan's fiduciary net position	\$ 5,930,422	\$ 6,264,351	\$ 6,281,657	\$ 5,399,644
Plan's fiduciary net position as a percentage of the total pension liability	54.56%	45.90%	38.47%	36.41%
Plan's proportionate share of aggregate employer contributions	\$ 257,128	\$ 203,184	\$ 239,779	\$ 232,795

<sup>1</sup> Information only presented from the implementation year.

**City of Madera**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of Contributions – Pension**  
**For the Year Ended June 30, 2024**

**Last Ten Years**  
**Miscellaneous Plan**

Fiscal Year:	<b>2023-24</b>	<b>2022-23</b>	<b>2021-22</b>	<b>2020-21</b>	<b>2019-20</b>
Contractually determined contribution (actuarially determined)	\$ 3,775,033	\$ 3,617,848	\$ 3,270,441	\$ 3,088,563	\$ 2,776,816
Contributions in relation to the actuarially determined contributions	(3,775,033)	(3,617,848)	(3,270,441)	(3,088,563)	(2,776,816)
<b>Contribution deficiency (excess)</b>	<b>\$ -</b>				
Covered payroll	\$ 10,427,973	\$ 10,124,246	\$ 9,829,365	\$ 9,543,073	\$ 10,054,641
Contributions as a percentage of covered payroll	36.20%	35.73%	33.27%	32.36%	27.62%
Fiscal Year:	<b>2018-19</b>	<b>2017-18</b>	<b>2016-17</b>	<b>2015-16</b>	<b>2014-15</b>
Contractually determined contribution (actuarially determined)	\$ 2,610,704	\$ 2,395,891	\$ 2,329,046	\$ 1,948,033	\$ 1,603,067
Contributions in relation to the actuarially determined contributions	(2,610,704)	(2,395,891)	(2,329,046)	(1,948,033)	(1,603,067)
<b>Contribution deficiency (excess)</b>	<b>\$ -</b>				
Covered payroll	\$ 11,058,515	\$ 12,035,942	\$ 10,240,349	\$ 9,298,593	\$ 8,909,327
Contributions as a percentage of covered payroll	23.61%	19.91%	22.74%	20.95%	17.99%

**Notes to Schedule**

**Methods and assumptions used to determine contribution rates for the fiscal year ended June 30, 2024:**

The actuarial methods and assumption used to set the actuarially determined contributions for Fiscal Year 2024 were derived from the June 30, 2021 funding valuation report.

Actuarial cost method	Entry Age Normal
Amortization method/period	For details, see June 30, 2021 Funding Valuation Report
Asset valuation method	Actuarial Value of Assets. For details, see June 30, 2021 Funding Valuation Report.
Inflation	2.30%
Salary increases	Varies by entry age and service
Payroll growth	2.50%
Investment rate of return	6.90% net of pension plan investment and administrative expenses.
Retirement age	The probabilities of retirement are based on the 2021 CalPERS Experience Study for the period from 2000 and 2019.
Mortality	The probabilities of mortality are based on the the 2021 experience study report. The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries.

**City of Madera**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of Contributions – Pension (Continued)**  
**For the Year Ended June 30, 2024**

Fiscal Year:	Last Ten Years Safety Plan				
	2023-24	2022-23	2021-22	2020-21	2019-20
Contractually determined contribution (actuarially determined)	\$ 3,093,988	\$ 3,202,253	\$ 3,055,010	\$ 2,879,830	\$ 2,464,699
Contributions in relation to the actuarially determined contributions	(3,093,988)	(3,202,253)	(3,055,010)	(2,879,830)	(2,464,699)
<b>Contribution deficiency (excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Covered payroll	\$ 5,462,393	\$ 5,303,294	\$ 5,148,829	\$ 4,998,863	\$ 4,853,265
Contributions as a percentage of covered payroll	56.64%	60.38%	59.33%	57.61%	50.78%
Fiscal Year:	2018-19	2017-18	2016-17	2015-16	2014-15
Contractually determined contribution (actuarially determined)	\$ 2,197,168	\$ 1,942,249	\$ 1,806,992	\$ 1,650,502	\$ 1,388,656
Contributions in relation to the actuarially determined contributions	(2,197,168)	(1,942,249)	(1,806,992)	(1,650,502)	(1,388,656)
<b>Contribution deficiency (excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Covered payroll	\$ 4,711,908	\$ 4,574,668	\$ 4,428,574	\$ 4,211,168	\$ 3,797,547
Contributions as a percentage of covered payroll	46.63%	42.46%	40.80%	39.19%	36.57%

**Notes to Schedule**

**Methods and assumptions used to determine contribution rates for the fiscal year ended June 30, 2024:**

The actuarial methods and assumption used to set the actuarially determined contributions for Fiscal Year 2024 were derived from the June 30, 2021 funding valuation report.

Actuarial cost method	Entry Age Normal
Amortization method/period	For details, see June 30, 2021 Funding Valuation Report
Asset valuation method	Actuarial Value of Assets. For details, see June 30, 2021 Funding Valuation Report.
Inflation	2.30%
Salary increases	Varies by entry age and service
Payroll growth	2.50%
Investment rate of return	6.90% net of pension plan investment and administrative expenses.
Retirement age	The probabilities of retirement are based on the 2021 CalPERS Experience Study for the period from 2000 and 2019.
Mortality	The probabilities of mortality are based on the the 2021 experience study report. The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries.

**City of Madera**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of Contributions – Pension (Continued)**  
**For the Year Ended June 30, 2024**

**Last Ten Years<sup>1</sup>**  
**Component Unit - Miscellaneous Plan**

Fiscal Year:	<b>2023-24</b>	<b>2022-23</b>	<b>2021-22</b>	<b>2020-21</b>	<b>2019-20</b>
Contractually determined contribution (actuarially determined)	\$ 21,663	\$ 331,109	\$ 336,461	\$ 302,136	\$ 268,409
Contributions in relation to the actuarially determined contributions	(21,663)	(331,109)	(336,461)	(302,136)	(268,409)
<b>Contribution deficiency (excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Covered payroll	\$ 1,004,364	\$ 941,461	\$ 1,191,513	\$ 1,280,623	\$ 1,270,009
Contributions as a percentage of covered payroll	2.16%	35.17%	28.24%	23.59%	21.13%
Fiscal Year:	<b>2018-19</b>	<b>2017-18</b>	<b>2016-17</b>	<b>2015-16<sup>1</sup></b>	
Contractually determined contribution (actuarially determined)	\$ 238,140	\$ 257,128	\$ 203,184	\$ 239,779	
Contributions in relation to the actuarially determined contributions	(238,140)	(257,128)	(203,184)	(239,779)	
<b>Contribution deficiency (excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	
Covered payroll	\$ 1,140,725	\$ 1,043,730	\$ 982,585	\$ 1,108,052	
Contributions as a percentage of covered payroll	20.88%	24.64%	20.68%	21.64%	

**Notes to Schedule**

**Methods and assumptions used to determine contribution rates for the fiscal year ended June 30, 2024:**

The actuarial methods and assumption used to set the actuarially determined contributions for Fiscal Year 2024 were derived from the June 30, 2021 funding valuation report.

Actuarial cost method	Entry Age Normal
Amortization method/period	For details, see June 30, 2021 Funding Valuation Report
Asset valuation method	Actuarial Value of Assets. For details, see June 30, 2021 Funding Valuation Report.
Inflation	2.30%
Salary increases	Varies by entry age and service
Payroll growth	2.50%
Investment rate of return	6.90% net of pension plan investment and administrative expenses.
Retirement age	The probabilities of retirement are based on the 2021 CalPERS Experience Study for the period from 2000 and 2019.
Mortality	The probabilities of mortality are based on the the 2021 experience study report. The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries.

<sup>1</sup> Information only presented from the implementation year

**City of Madera**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of Changes in Total OPEB Liability and Related Ratios**  
**For the Year Ended June 30, 2024**

Measurement period, year ending:	Last Ten Years <sup>1</sup>						
	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017 <sup>1</sup>
<b>Total OPEB liability</b>							
Service cost	\$ 311,082	\$ 266,779	\$ 188,828	\$ 159,827	\$ 148,304	\$ 196,158	\$ 165,796
Interest	177,365	84,763	95,919	104,757	110,666	97,813	92,870
Changes of benefit terms	-	(179,263)	-	-	-	(219,769)	-
Differences between expected and actual experience	-	416,211	-	156,277	-	74,529	-
Changes of assumptions	(87,924)	(99,963)	255,972	263,250	183,321	(254,393)	-
Benefit payments, including refunds of member contributions	(137,066)	(145,380)	(92,662)	(196,273)	(132,070)	(89,635)	(111,633)
<b>Net change in total OPEB liability</b>	<b>263,457</b>	<b>343,147</b>	<b>448,057</b>	<b>487,838</b>	<b>310,221</b>	<b>(195,297)</b>	<b>147,033</b>
<b>Total OPEB liability - beginning</b>	<b>4,563,470</b>	<b>4,220,323</b>	<b>3,772,266</b>	<b>3,284,428</b>	<b>2,974,207</b>	<b>3,169,504</b>	<b>3,022,471</b>
<b>Total OPEB liability - ending (a)</b>	<b>\$ 4,826,927</b>	<b>\$ 4,563,470</b>	<b>\$ 4,220,323</b>	<b>\$ 3,772,266</b>	<b>\$ 3,284,428</b>	<b>\$ 2,974,207</b>	<b>\$ 3,169,504</b>
<b>OPEB fiduciary net position<sup>2</sup></b>							
Contributions - employer	\$ 137,066	\$ 145,380	\$ 92,662	\$ 196,273	\$ 132,070	\$ 89,635	\$ 111,633
Net investment income	-	-	-	-	-	-	-
Benefit payments, including refunds of member contributions	(137,066)	(145,380)	(92,662)	(196,273)	(132,070)	(89,635)	(111,633)
Administrative expense	-	-	-	-	-	-	-
<b>Net change in plan fiduciary net position</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Plan fiduciary net position - beginning</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Plan net OPEB liability - ending (a) - (b)</b>	<b>\$ 4,826,927</b>	<b>\$ 4,563,470</b>	<b>\$ 4,220,323</b>	<b>\$ 3,772,266</b>	<b>\$ 3,284,428</b>	<b>\$ 2,974,207</b>	<b>\$ 3,169,504</b>
<b>Plan fiduciary net position as a percentage of the total OPEB liability</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>
<b>Covered-employee payroll</b>	<b>\$ 15,951,498</b>	<b>\$ 11,444,154</b>	<b>\$ 11,110,829</b>	<b>\$ 10,787,213</b>	<b>\$ 13,763,983</b>	<b>\$ 13,752,967</b>	<b>\$ 13,352,395</b>
<b>Plan net OPEB liability as a percentage of covered-employee payroll</b>	<b>30.26%</b>	<b>39.88%</b>	<b>37.98%</b>	<b>34.97%</b>	<b>23.86%</b>	<b>21.63%</b>	<b>23.74%</b>

<sup>1</sup> Information only presented from the implementation year.

<sup>2</sup> The City has no assets accumulated in a trust that meets the requirements of GASB. Therefore no OPEB fiduciary net position balance is noted.

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**SUPPLEMENTARY INFORMATION**

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## Non-Major Governmental Funds

### Special Revenue Funds:

***Special Gas Tax Fund*** - This fund is used to account for the receipt of gasoline tax revenue paid to the City as a subvention from the State of California. These funds support maintenance activities and finance street construction projects as provided by State law.

***Business Improvement District Fund*** - This fund is used to account for the City's efforts of the Business Improvement District (BID) to promote commerce in downtown Madera. The funding source is assessment fees.

***Park Development Fund*** - This fund is used for park land acquisition and development. Principal revenue sources are parks acquisition and development fees collected from developers and state revenues for park development.

***Parking District Fund*** - This fund is used to support the activities of the City's Parking Enforcement Office. Non-sworn officers patrol a designated area in Madera's downtown and issue citations to motorists who violate the City's vehicle ordinances.

***Federal Aid Urban Fund*** - This fund is used to report various federal grants awarded to the City by the Federal government not otherwise accounted for in the General Fund or Capital Projects funds. A separate detailed report by program is available which meets the criteria of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, for all federal grants received by the City.

***Street Construction Fund*** - This fund is used to account for right-of-way acquisition, construction, and improvements related to the City's street system. These projects are funded by various state and federal programs and matching City funds.

***Landscape Assessment Fund*** - This fund is used to account for funds received from the landscaping assessment districts to provide for alternative sources of funding for maintenance and service of landscaping located within the public areas of the assessment districts.

***Supplemental Law Enforcement Fund*** - This fund is used to account for revenues and expenditures associated with front line law enforcement and municipal police services. The funding source is state grant funding.

***Intermodal Building Fund*** - This fund is used to account for the operation and maintenance of the intermodal building facility for use by the City and its tenants. The Intermodal Facility currently houses the MAX system, the Greyhound Bus terminal, and Madera Cab Co. This facility relies solely on grants and rents collected to fund its operations, and therefore does not impact the General Fund budget.

***Economic Development Fund*** - This fund is used to account for revenues and expenditures related to programs and projects funded with Economic Development grant proceeds.

***Residential Rehab Fund*** - This fund is used to account for revenues and expenditures related to the City's Down Payment Assistance Program (DAP) which assists low-income residents with purchasing their first homes and the Owner Occupied Rehabilitation (OOR) program that helps existing low-income homeowners make health and safety repairs to their homes.

## **Non-Major Governmental Funds (Continued)**

### **Special Revenue Funds (Continued):**

*Low and Moderate Income Housing Fund* - This fund is used to account for the balances of the former low and moderate income housing funds of the former Madera Redevelopment Agency and revenues and expenditures related to such housing projects and programs.

*Community Facilities Districts (CFD) Fund* - This fund is used to account for bond and annual tax assessment proceeds to be used for the construction and implementation of off-site infrastructure improvements. In addition, the Fund accounts for services and administration of assessments received annually.

*SB-1186 ADA Fund* - This fund is used to account for the revenues and expenditures related to the City's SB-1186 ADA collections and disbursements.

*Opioid Settlement Fund* - This fund is used to account for the revenues and expenditures related to the City's share of the Opioid Settlements.

### **Capital Projects Funds:**

*Solar Energy Lease Capital Projects Fund* - This fund accounts for the construction of the Solar Energy Lease Purchase projects. These projects are funded by the Solar Energy Lease Purchase debt obligations.

*Streets and Roads Fund* - This fund is used to account for right-of-way acquisition, construction, and improvements related to the City's street system. These projects are funded by various state and federal programs and matching City funds.

**City of Madera**  
**Combining Balance Sheet**  
**Non-Major Governmental Funds**  
**June 30, 2024**

	Special Revenue			
	Special Gas Tax Fund	Business Improvement District	Park Development	Parking District
<b>ASSETS</b>				
Cash and investments	\$ 4,643,909	\$ 3,608	\$ -	\$ 111,744
Restricted cash and investments	-	-	-	-
Accounts receivable, net	-	18,610	-	20,797
Intergovernmental receivable	493,078	-	-	-
Lease receivable	-	-	-	-
Notes receivable	-	-	-	-
Prepaid items	-	-	-	-
Land held for resale	-	-	-	-
<b>Total assets</b>	<b>\$ 5,136,987</b>	<b>\$ 22,218</b>	<b>\$ -</b>	<b>\$ 132,541</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 117,358	\$ -	\$ 106,246	\$ 543
Accrued payroll	-	-	1	125
Due to other funds	-	-	345,212	-
Deposits payable	-	-	-	-
Unearned revenues	-	-	-	-
<b>Total liabilities</b>	<b>117,358</b>	<b>-</b>	<b>451,459</b>	<b>668</b>
<b>Deferred inflows of resources:</b>				
Related to leases	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	-	-
Restricted	5,019,629	22,218	-	131,873
Unassigned (deficit)	-	-	(451,459)	-
<b>Total fund balances (deficit)</b>	<b>5,019,629</b>	<b>22,218</b>	<b>(451,459)</b>	<b>131,873</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 5,136,987</b>	<b>\$ 22,218</b>	<b>\$ -</b>	<b>\$ 132,541</b>

(Continued)

**City of Madera**  
**Combining Balance Sheet (Continued)**  
**Non-Major Governmental Funds**  
**June 30, 2024**

	Special Revenue			
	Federal Aid	Street	Landscape	Supplemental
	Urban	Construction	Assessment	Law Enforcement
<b>ASSETS</b>				
Cash and investments	\$ -	\$ -	\$ 541,305	\$ 1,516,840
Restricted cash and investments	-	-	-	-
Accounts receivable, net	-	-	-	56
Intergovernmental receivable	28,743	738,663	4,966	59,589
Lease receivable	-	-	-	-
Notes receivable	-	-	-	-
Prepaid items	-	10,165	842	137
Land held for resale	-	-	-	-
<b>Total assets</b>	<b>\$ 28,743</b>	<b>\$ 748,828</b>	<b>\$ 547,113</b>	<b>\$ 1,576,622</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 7,864	\$ 26,160	\$ 1,363	\$ 190,920
Accrued payroll	-	-	-	6,419
Due to other funds	218,457	291,344	-	-
Deposits payable	-	-	-	-
Unearned revenues	-	-	-	-
<b>Total liabilities</b>	<b>226,321</b>	<b>317,504</b>	<b>1,363</b>	<b>197,339</b>
<b>Deferred inflows of resources:</b>				
Related to leases	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	-	10,165	-	137
Restricted	-	421,159	545,750	1,379,146
Unassigned (deficit)	(197,578)	-	-	-
<b>Total fund balances (deficit)</b>	<b>(197,578)</b>	<b>431,324</b>	<b>545,750</b>	<b>1,379,283</b>
<b>Total liabilities deferred inflows of resources, and fund balances</b>	<b>\$ 28,743</b>	<b>\$ 748,828</b>	<b>\$ 547,113</b>	<b>\$ 1,576,622</b>

(Continued)

**City of Madera**  
**Combining Balance Sheet (Continued)**  
**Non-Major Governmental Funds**  
**June 30, 2024**

	Special Revenue			
	Intermodal Building	Economic Development	Residential Rehab	Low and Moderate Income Housing
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 1,442,503	\$ 1,527,095	\$ 422,387
Restricted cash and investments	-	-	-	-
Accounts receivable, net	<b>430</b>	-	14,664	2,675
Intergovernmental receivable	65,514	-	-	500
Lease receivable	6,434	-	-	-
Notes receivable	-	-	7,996,577	7,000
Prepaid items	80	-	2,497	-
Land held for resale	-	-	-	670,000
<b>Total assets</b>	<u>\$ 72,458</u>	<u>\$ 1,442,503</u>	<u>\$ 9,540,833</u>	<u>\$ 1,102,562</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 3,829	\$ -	\$ 11,051	\$ -
Accrued payroll	17	-	227	-
Due to other funds	9,469	-	-	-
Deposits payable	-	-	-	74
Unearned revenues	-	-	-	-
<b>Total liabilities</b>	<u>13,315</u>	<u>-</u>	<u>11,278</u>	<u>74</u>
<b>Deferred inflows of resources:</b>				
Related to leases	6,385	-	-	-
<b>Total deferred inflows of resources</b>	<u>6,385</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances:</b>				
Nonspendable	80	-	2,497	-
Restricted	52,678	1,442,503	9,527,058	1,102,488
Unassigned (deficit)	-	-	-	-
<b>Total fund balances (deficit)</b>	<u>52,758</u>	<u>1,442,503</u>	<u>9,529,555</u>	<u>1,102,488</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 72,458</u>	<u>\$ 1,442,503</u>	<u>\$ 9,540,833</u>	<u>\$ 1,102,562</u>

(Continued)

**City of Madera**  
**Combining Balance Sheet (Continued)**  
**Non-Major Governmental Funds**  
**June 30, 2024**

	Special Revenue			Capital Projects
	Community Facilities Districts	SB-1186 Fund	Opioid Settlement Fund	Solar Energy Lease
<b>ASSETS</b>				
Cash and investments	\$ 2,555,950	\$ 10,289	\$ 121,001	\$ -
Restricted cash and investments	-	-	-	2,517,025
Accounts receivable, net	-	90	-	-
Intergovernmental receivable	7,229	-	-	-
Lease receivable	-	-	-	-
Notes receivable	-	-	-	-
Prepaid items	-	-	-	-
Land held for resale	-	-	-	-
<b>Total assets</b>	<b>\$ 2,563,179</b>	<b>\$ 10,379</b>	<b>\$ 121,001</b>	<b>\$ 2,517,025</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Due to other funds	-	-	-	3,191,484
Deposits payable	-	-	-	-
Unearned revenues	76,516	-	121,001	-
<b>Total liabilities</b>	<b>76,516</b>	<b>-</b>	<b>121,001</b>	<b>3,191,484</b>
<b>Deferred inflows of resources:</b>				
Related to leases	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	-	-
Restricted	2,486,663	10,379	-	-
Unassigned (deficit)	-	-	-	(674,459)
<b>Total fund balances (deficit)</b>	<b>2,486,663</b>	<b>10,379</b>	<b>-</b>	<b>(674,459)</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 2,563,179</b>	<b>\$ 10,379</b>	<b>\$ 121,001</b>	<b>\$ 2,517,025</b>

(Continued)

**City of Madera**  
**Combining Balance Sheet (Continued)**  
**Non-Major Governmental Funds**  
**June 30, 2024**

	Capital Projects	
	Streets and Roads	Total Other Governmental Funds
<b>ASSETS</b>		
Cash and investments	\$ 4,028	\$ 12,900,659
Restricted cash and investments	-	2,517,025
Accounts receivable, net	-	57,322
Intergovernmental receivable	-	1,398,282
Lease receivable	-	6,434
Notes receivable	-	8,003,577
Prepaid items	-	13,721
Land held for resale	-	670,000
<b>Total assets</b>	<b>\$ 4,028</b>	<b>\$ 25,567,020</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>		
<b>Liabilities:</b>		
Accounts payable	\$ -	\$ 465,334
Accrued payroll	-	6,789
Due to other funds	-	4,055,966
Deposits payable	-	74
Unearned revenues	-	197,517
<b>Total liabilities</b>	-	4,725,680
<b>Deferred inflows of resources:</b>		
Related to leases	-	6,385
<b>Total deferred inflows of resources</b>	-	6,385
<b>Fund Balances:</b>		
Nonspendable	-	12,879
Restricted	4,028	22,145,572
Unassigned (deficit)	-	(1,323,496)
<b>Total fund balances (deficit)</b>	4,028	20,834,955
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 4,028</b>	<b>\$ 25,567,020</b>

(Concluded)

**City of Madera**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-Major Governmental Funds**  
**For the Year Ended June 30, 2024**

	Special Revenue			
	Special Gas Tax Fund	Business Improvement District	Park Development	Parking District
<b>REVENUES:</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-
Investment income (loss)	-	-	-	-
Fines and forfeitures	-	-	-	7,142
Intergovernmental	3,510,723	-	573,186	-
Charges for services	-	20,092	-	17,750
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>3,510,723</b>	<b>20,092</b>	<b>573,186</b>	<b>24,892</b>
<b>EXPENDITURES:</b>				
Current:				
General government	-	13,537	-	-
Public protection	-	-	-	-
Public ways and facilities	419,503	-	-	-
Community development	-	-	-	27,158
Culture and recreation	-	-	538,820	-
Capital outlay	280,918	-	584,766	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>700,421</b>	<b>13,537</b>	<b>1,123,586</b>	<b>27,158</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>2,810,302</b>	<b>6,555</b>	<b>(550,400)</b>	<b>(2,266)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	-	-
Transfers out	(1,808,412)	-	-	(2,224)
<b>Total other financing sources (uses)</b>	<b>(1,808,412)</b>	<b>-</b>	<b>-</b>	<b>(2,224)</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>1,001,890</b>	<b>6,555</b>	<b>(550,400)</b>	<b>(4,490)</b>
<b>FUND BALANCES (DEFICIT):</b>				
Beginning of year	4,017,739	15,663	98,941	136,363
End of year	<u>\$ 5,019,629</u>	<u>\$ 22,218</u>	<u>\$ (451,459)</u>	<u>\$ 131,873</u>

(Continued)

**City of Madera**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-Major Governmental Funds**  
**For the Year Ended June 30, 2024**

	Special Revenue			
	Federal Aid	Street	Landscape	Supplemental
	Urban	Construction	Assessment	Law Enforcement
<b>REVENUES:</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	453,183	-
Investment income	-	-	-	15,158
Fines and forfeitures	-	-	-	-
Intergovernmental	440,985	2,014,207	-	1,969,082
Charges for services	-	-	224	-
Miscellaneous	-	268,813	-	-
<b>Total revenues</b>	<u>440,985</u>	<u>2,283,020</u>	<u>453,407</u>	<u>1,984,240</u>
<b>EXPENDITURES:</b>				
Current:				
General government	-	-	-	-
Public protection	-	-	-	885,422
Public ways and facilities	-	28,194	423,296	-
Community development	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	756,507	-	-	349,810
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<u>756,507</u>	<u>28,194</u>	<u>423,296</u>	<u>1,235,232</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(315,522)</u>	<u>2,254,826</u>	<u>30,111</u>	<u>749,008</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	-	260,608
Transfers out	-	(581,360)	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>(581,360)</u>	<u>-</u>	<u>260,608</u>
<b>NET CHANGES IN FUND BALANCES</b>	<u>(315,522)</u>	<u>1,673,466</u>	<u>30,111</u>	<u>1,009,616</u>
<b>FUND BALANCES (DEFICIT):</b>				
Beginning of year	117,944	(1,242,142)	515,639	369,667
End of year	<u>\$ (197,578)</u>	<u>\$ 431,324</u>	<u>\$ 545,750</u>	<u>\$ 1,379,283</u>

(Continued)

**City of Madera**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-Major Governmental Funds**  
**For the Year Ended June 30, 2024**

	Special Revenue			
	Intermodal Building	Economic Development	Residential Rehab	Low and Moderate Income Housing
<b>REVENUES:</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-
Investment income	26,032	55,735	106,063	-
Fines and forfeitures	-	-	-	-
Intergovernmental	150,092	-	424,429	250,282
Charges for services	3,221	-	4,145	-
Miscellaneous	-	-	1,825	23,881
<b>Total revenues</b>	<b>179,345</b>	<b>55,735</b>	<b>536,462</b>	<b>274,163</b>
<b>EXPENDITURES:</b>				
Current:				
General government	80,732	-	-	-
Public protection	-	-	-	-
Public ways and facilities	59,831	-	-	-
Community development	-	2,000	101,540	695
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	120,320
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>140,563</b>	<b>2,000</b>	<b>101,540</b>	<b>121,015</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>38,782</b>	<b>53,735</b>	<b>434,922</b>	<b>153,148</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	2,243	-
Transfers out	(12,385)	-	-	-
<b>Total other financing sources (uses)</b>	<b>(12,385)</b>	<b>-</b>	<b>2,243</b>	<b>-</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>26,397</b>	<b>53,735</b>	<b>437,165</b>	<b>153,148</b>
<b>FUND BALANCES (DEFICIT):</b>				
Beginning of year	26,361	1,388,768	9,092,390	949,340
End of year	<u>\$ 52,758</u>	<u>\$ 1,442,503</u>	<u>\$ 9,529,555</u>	<u>\$ 1,102,488</u>

(Continued)

**City of Madera**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-Major Governmental Funds**  
**For the Year Ended June 30, 2024**

	Special Revenue			Capital Projects
	Community Facilities Districts	SB-1186 Fund	Opioid Settlement Fund	Solar Energy Lease
<b>REVENUES:</b>				
Property taxes	\$ 1,611,750	\$ -	\$ -	\$ -
Other taxes	-	-	-	-
Investment income	46,616	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	10,379	-	-
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>1,658,366</b>	<b>10,379</b>	<b>-</b>	<b>-</b>
<b>EXPENDITURES:</b>				
Current:				
General government	8,395	-	-	-
Public protection	-	-	-	-
Public ways and facilities	-	-	-	-
Community development	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	833,000
Interest and fiscal charges	-	-	-	482,465
<b>Total expenditures</b>	<b>8,395</b>	<b>-</b>	<b>-</b>	<b>1,315,465</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,649,971</b>	<b>10,379</b>	<b>-</b>	<b>(1,315,465)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	-	1,315,465
Transfers out	(351,821)	-	-	-
<b>Total other financing sources (uses)</b>	<b>(351,821)</b>	<b>-</b>	<b>-</b>	<b>1,315,465</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>1,298,150</b>	<b>10,379</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES (DEFICIT):</b>				
Beginning of year	1,188,513	-	-	(674,459)
End of year	<u>\$ 2,486,663</u>	<u>\$ 10,379</u>	<u>\$ -</u>	<u>\$ (674,459)</u>

(Continued)

**City of Madera**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-Major Governmental Funds**  
**For the Year Ended June 30, 2024**

	<u>Capital Projects</u>	
	Streets and Roads	Total Other Governmental Funds
<b>REVENUES:</b>		
Property taxes	\$ -	\$ 1,611,750
Other taxes	-	453,183
Investment income	-	249,604
Fines and forfeitures	-	7,142
Intergovernmental	-	9,332,986
Charges for services	-	55,811
Miscellaneous	-	294,519
<b>Total revenues</b>	-	12,004,995
<b>EXPENDITURES:</b>		
Current:		
General government	-	102,664
Public protection	-	885,422
Public ways and facilities	-	930,824
Community development	-	131,393
Culture and recreation	-	538,820
Capital outlay	-	2,092,321
Debt service:		
Principal	-	833,000
Interest and fiscal charges	-	482,465
<b>Total expenditures</b>	-	5,996,909
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	-	6,008,086
<b>OTHER FINANCING SOURCES (USES):</b>		
Transfers in	-	1,578,316
Transfers out	-	(2,756,202)
<b>Total other financing sources (uses)</b>	-	(1,177,886)
<b>NET CHANGES IN FUND BALANCES</b>	-	4,830,200
<b>FUND BALANCES (DEFICIT):</b>		
Beginning of year	4,028	16,004,755
End of year	\$ 4,028	\$ 20,834,955

(Concluded)

**City of Madera**  
**Budgetary Comparison Schedule**  
**Special Gas Tax Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 3,429,273	\$ 4,411,874	\$ 3,510,723	\$ (901,151)
<b>Total revenues</b>	<u>3,429,273</u>	<u>4,411,874</u>	<u>3,510,723</u>	<u>(901,151)</u>
<b>EXPENDITURES:</b>				
Current:				
Public ways and facilities	690,715	690,715	419,503	271,212
Capital outlay	<u>2,145,612</u>	<u>5,513,903</u>	<u>280,918</u>	<u>5,232,985</u>
<b>Total expenditures</b>	<u>2,836,327</u>	<u>6,204,618</u>	<u>700,421</u>	<u>5,504,197</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>592,946</u>	<u>(1,792,744)</u>	<u>2,810,302</u>	<u>4,603,046</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	<u>(1,073,151)</u>	<u>(1,117,697)</u>	<u>(1,808,412)</u>	<u>(690,715)</u>
<b>Total other financing sources (uses)</b>	<u>(1,073,151)</u>	<u>(1,117,697)</u>	<u>(1,808,412)</u>	<u>(690,715)</u>
<b>Net change in fund balance</b>	<u>\$ (480,205)</u>	<u>\$ (2,910,441)</u>	1,001,890	<u>\$ 3,912,331</u>
<b>FUND BALANCE:</b>				
Beginning of year			<u>4,017,739</u>	
End of year			<u>\$ 5,019,629</u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Business Improvement District Special Revenue Fund**  
**For the Year Ended June 30, 2024**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Charges for services	\$ 24,371	\$ 20,000	\$ 20,092	\$ 92
<b>Total revenues</b>	<u>24,371</u>	<u>20,000</u>	<u>20,092</u>	<u>92</u>
<b>EXPENDITURES:</b>				
Current:				
General government	23,801	20,000	13,537	6,463
<b>Total expenditures</b>	<u>23,801</u>	<u>20,000</u>	<u>13,537</u>	<u>6,463</u>
<b>Net change in fund balance</b>	<u>\$ 570</u>	<u>\$ -</u>	6,555	<u>\$ 6,555</u>
<b>FUND BALANCE:</b>				
Beginning of year			15,663	
End of year			<u>\$ 22,218</u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Parking Development Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ -	\$ 573,186	\$ 573,186
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>573,186</u>	<u>573,186</u>
<b>EXPENDITURES:</b>				
Current:				
Culture and recreation	\$ -	\$ -	\$ 538,820	\$ (538,820)
Capital outlay	15,059	-	584,766	(584,766)
<b>Total expenditures</b>	<u>15,059</u>	<u>-</u>	<u>1,123,586</u>	<u>(1,123,586)</u>
<b>Net change in fund balance</b>	<u><u>\$ (15,059)</u></u>	<u><u>\$ -</u></u>	<u>(550,400)</u>	<u><u>\$ (550,400)</u></u>
<b>FUND BALANCE (DEFICIT):</b>				
Beginning of year			<u>98,941</u>	
End of year			<u><u>\$ (451,459)</u></u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Parking District Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Fines and forfeitures	\$ 19,797	\$ 4,000	\$ 7,142	\$ 3,142
Charges for services	21,334	17,900	17,750	(150)
<b>Total revenues</b>	<u>41,131</u>	<u>21,900</u>	<u>24,892</u>	<u>2,992</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	34,403	34,926	27,158	7,768
<b>Total expenditures</b>	<u>34,403</u>	<u>34,926</u>	<u>27,158</u>	<u>7,768</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>6,728</u>	<u>(13,026)</u>	<u>(2,266)</u>	<u>10,760</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(9,030)	(2,224)	(2,224)	-
<b>Total other financing sources (uses)</b>	<u>(9,030)</u>	<u>(2,224)</u>	<u>(2,224)</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ (2,302)</u>	<u>\$ (15,250)</u>	(4,490)	<u>\$ 10,760</u>
<b>FUND BALANCE:</b>				
Beginning of year			<u>136,363</u>	
End of year			<u>\$ 131,873</u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Federal Aid Urban Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 3,293,021	\$ 3,895,297	\$ 440,985	\$ (3,454,312)
<b>Total revenues</b>	<u>3,293,021</u>	<u>3,895,297</u>	<u>440,985</u>	<u>(3,454,312)</u>
<b>EXPENDITURES:</b>				
Current:				
Capital outlay	2,257,782	3,947,620	756,507	3,191,113
<b>Total expenditures</b>	<u>2,257,782</u>	<u>3,947,620</u>	<u>756,507</u>	<u>3,191,113</u>
<b>Net change in fund balance</b>	<u>\$ 1,035,239</u>	<u>\$ (52,323)</u>	(315,522)	<u>\$ (263,199)</u>
<b>FUND BALANCE (DEFICIT):</b>				
Beginning of year			117,944	
End of year			<u>\$ (197,578)</u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Street Construction Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 3,086,290	\$ 5,281,815	\$ 2,014,207	\$ (3,267,608)
Miscellaneous	-	-	268,813	268,813
<b>Total revenues</b>	<u>3,086,290</u>	<u>5,281,815</u>	<u>2,283,020</u>	<u>(2,998,795)</u>
<b>EXPENDITURES:</b>				
Current:				
Public ways and facilities	-	44,637	28,194	16,443
Capital outlay	1,952,040	4,350,599	-	4,350,599
<b>Total expenditures</b>	<u>1,952,040</u>	<u>4,395,236</u>	<u>28,194</u>	<u>4,367,042</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>1,134,250</u>	<u>886,579</u>	<u>2,254,826</u>	<u>1,368,247</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(512,000)	(969,810)	(581,360)	(388,450)
<b>Total other financing sources (uses)</b>	<u>(512,000)</u>	<u>(969,810)</u>	<u>(581,360)</u>	<u>(388,450)</u>
<b>Net change in fund balance</b>	<u>\$ 622,250</u>	<u>\$ (83,231)</u>	1,673,466	<u>\$ 1,756,697</u>
<b>FUND BALANCE (DEFICIT):</b>				
Beginning of year			(1,242,142)	
End of year			<u>\$ 431,324</u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Landscape Assessment Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Other taxes	\$ 417,383	\$ 452,614	\$ 453,183	\$ 569
Charges for services	-	50	224	174
<b>Total revenues</b>	<u>417,383</u>	<u>452,664</u>	<u>453,407</u>	<u>743</u>
<b>EXPENDITURES:</b>				
Current:				
Public ways and facilities	405,269	443,400	423,296	20,104
<b>Total expenditures</b>	<u>405,269</u>	<u>443,400</u>	<u>423,296</u>	<u>20,104</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>12,114</u>	<u>9,264</u>	<u>30,111</u>	<u>20,847</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(1,419)	-	-	-
<b>Total other financing sources (uses)</b>	<u>(1,419)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ 10,695</u>	<u>\$ 9,264</u>	30,111	<u>\$ 20,847</u>
<b>FUND BALANCE:</b>				
Beginning of year			<u>515,639</u>	
End of year			<u>\$ 545,750</u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Supplemental Law Enforcement Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Investment income (loss)	\$ 1,235	\$ 6,000	\$ 15,158	\$ 9,158
Intergovernmental	162,899	568,500	1,969,082	1,400,582
<b>Total revenues</b>	<u>164,134</u>	<u>574,500</u>	<u>1,984,240</u>	<u>1,409,740</u>
<b>EXPENDITURES:</b>				
Current:				
Public protection	204,719	383,327	885,422	(502,095)
Capital outlay	-	58,398	349,810	(291,412)
<b>Total expenditures</b>	<u>204,719</u>	<u>441,725</u>	<u>1,235,232</u>	<u>(793,507)</u>
<b>Net change in fund balance</b>	<u>\$ (40,585)</u>	<u>\$ 140,757</u>	1,009,616	<u>\$ 868,859</u>
<b>FUND BALANCE:</b>				
Beginning of year			<u>369,667</u>	
End of year			<u>\$ 1,379,283</u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Intermodal Building Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Investment income (loss)	\$ -	\$ -	\$ 26,032	\$ 26,032
Intergovernmental	50,000	184,919	150,092	(34,827)
Charges for services	38,180	29,068	3,221	(25,847)
<b>Total revenues</b>	<u>88,180</u>	<u>213,987</u>	<u>179,345</u>	<u>(34,642)</u>
<b>EXPENDITURES:</b>				
Current:				
General government	66,896	73,280	80,732	(7,452)
Public ways and facilities	40,009	89,806	59,831	29,975
<b>Total expenditures</b>	<u>106,905</u>	<u>163,086</u>	<u>140,563</u>	<u>22,523</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(18,725)</u>	<u>50,901</u>	<u>38,782</u>	<u>(12,119)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(4,326)	(12,385)	(12,385)	-
<b>Total other financing sources (uses)</b>	<u>(4,326)</u>	<u>(12,385)</u>	<u>(12,385)</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>\$ (23,051)</u>	<u>\$ 38,516</u>	26,397	<u>\$ (12,119)</u>
<b>FUND BALANCE:</b>				
Beginning of year			<u>26,361</u>	
End of year			<u>\$ 52,758</u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Economic Development Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Investment income (loss)	\$ 11,377	\$ 5,000	\$ 55,735	\$ 50,735
<b>Total revenues</b>	<u>11,377</u>	<u>5,000</u>	<u>55,735</u>	<u>50,735</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	2,324	5,000	2,000	3,000
<b>Total expenditures</b>	<u>2,324</u>	<u>161,500</u>	<u>2,000</u>	<u>159,500</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>9,053</u>	<u>(156,500)</u>	<u>53,735</u>	<u>210,235</u>
<b>Net change in fund balance</b>	<u>\$ 9,053</u>	<u>\$ (156,500)</u>	<u>53,735</u>	<u>\$ 210,235</u>
<b>FUND BALANCE:</b>				
Beginning of year			<u>1,388,768</u>	
End of year			<u>\$ 1,442,503</u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Residential Rehab Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Investment income (loss)	\$ 414,944	\$ 214,203	\$ 106,063	\$ (108,140)
Intergovernmental	-	-	424,429	424,429
Charges for services	-	-	4,145	4,145
Miscellaneous	24,431	49,218	1,825	(47,393)
<b>Total revenues</b>	<u>439,375</u>	<u>263,421</u>	<u>536,462</u>	<u>273,041</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	117,711	288,617	101,540	187,077
<b>Total expenditures</b>	<u>117,711</u>	<u>288,617</u>	<u>101,540</u>	<u>187,077</u>
<b>Net change in fund balance</b>	<u>\$ 321,664</u>	<u>\$ -</u>	437,165	<u>\$ 437,165</u>
<b>FUND BALANCE:</b>				
Beginning of year			9,092,390	
End of year			<u>\$ 9,529,555</u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Low and Moderate Income Housing Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 194,750	\$ 2,858,500	\$ 250,282	\$ (2,608,218)
Miscellaneous	7,000	5,000	23,881	18,881
<b>Total revenues</b>	<u>201,750</u>	<u>2,863,500</u>	<u>274,163</u>	<u>(2,589,337)</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	650	17,000	695	16,305
Capital outlay	1,686,384	2,698,614	120,320	2,578,294
<b>Total expenditures</b>	<u>1,687,034</u>	<u>2,715,614</u>	<u>121,015</u>	<u>2,594,599</u>
<b>Net change in fund balance</b>	<u>\$ (1,485,284)</u>	<u>\$ 147,886</u>	153,148	<u>\$ 5,262</u>
<b>FUND BALANCE:</b>				
Beginning of year			949,340	
End of year			<u>\$ 1,102,488</u>	

**City of Madera**  
**Budgetary Comparison Schedule**  
**Community Facilities District Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable/ (Unfavorable)
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 493,035	\$ 894,750	\$ 1,611,750	\$ 717,000
Investment income (loss)	3,739	11,000	46,616	35,616
<b>Total revenues</b>	<u>496,774</u>	<u>905,750</u>	<u>1,658,366</u>	<u>752,616</u>
<b>EXPENDITURES:</b>				
Current:				
General government	6,303	6,303	8,395	(2,092)
<b>Total expenditures</b>	<u>6,303</u>	<u>6,303</u>	<u>8,395</u>	<u>(2,092)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>490,471</u>	<u>899,447</u>	<u>1,649,971</u>	<u>750,524</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(316,440)	(316,440)	(351,821)	(35,381)
<b>Total other financing sources (uses)</b>	<u>(316,440)</u>	<u>(316,440)</u>	<u>(351,821)</u>	<u>(35,381)</u>
<b>Net change in fund balance</b>	<u>\$ 174,031</u>	<u>\$ 583,007</u>	1,298,150	<u>\$ 715,143</u>
<b>FUND BALANCE:</b>				
Beginning of year			<u>1,188,513</u>	
End of year			<u>\$ 2,486,663</u>	

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## **Non-Major Enterprise Funds**

*Local Transit Fund* - This fund is used to account for the activities of the City's public transit operations.

*Golf Course Fund* - This fund is used to account for the activities of the City's golf course operations.

*Airport Fund* - This fund is used to account for the activities of the City's airport operations.

**City of Madera**  
**Combining Statement of Net Position**  
**Non-Major Enterprise Funds**  
**June 30, 2024**

	Local Transit Fund	Golf Course Fund	Airport Fund	Total
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ -	\$ -	\$ 1,928,705	\$ 1,928,705
Accounts receivable, net	5,579	16,670	34,463	56,712
Intergovernmental receivable	1,602,443	-	66,542	1,668,985
Lease receivable - due within one year	-	64,397	37,459	101,856
Prepaid items	-	2	8,438	8,440
Total current assets	<u>1,608,022</u>	<u>81,069</u>	<u>2,075,607</u>	<u>3,764,698</u>
Noncurrent assets:				
Lease receivable - due in more than one year	-	194,210	784,703	978,913
Capital assets:				
Non-depreciable	438,863	146,933	4,152,342	4,738,138
Depreciable, net	7,900,388	1,645,048	6,970,545	16,515,981
Total capital assets	<u>8,339,251</u>	<u>1,791,981</u>	<u>11,122,887</u>	<u>21,254,119</u>
Total noncurrent assets	<u>8,339,251</u>	<u>1,986,191</u>	<u>11,907,590</u>	<u>22,233,032</u>
<b>Total assets</b>	<u>9,947,273</u>	<u>2,067,260</u>	<u>13,983,197</u>	<u>25,997,730</u>
<b>DEFERRED OUTFLOW OF RESOURCES</b>				
Related to OPEB	-	-	4,659	4,659
Related to pensions	246,060	-	67,478	313,538
<b>Total deferred outflow of resources</b>	<u>246,060</u>	<u>-</u>	<u>72,137</u>	<u>318,197</u>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	206,405	45,300	5,770	257,475
Accrued payroll	5,423	-	912	6,335
Due to other funds	1,249,072	492,080	-	1,741,152
Deposits payable	-	-	13,471	13,471
Compensated absences - due within one year	10,387	-	8,598	18,985
Total current liabilities	<u>1,471,287</u>	<u>537,380</u>	<u>28,751</u>	<u>2,037,418</u>
Noncurrent liabilities:				
Total OPEB liability	-	-	21,078	21,078
Aggregate net pension liability	1,030,858	-	282,695	1,313,553
Compensated absences - due in more than one year	30,551	-	6,136	36,687
Total noncurrent liabilities	<u>1,061,409</u>	<u>-</u>	<u>309,909</u>	<u>1,371,318</u>
<b>Total liabilities</b>	<u>2,532,696</u>	<u>537,380</u>	<u>338,660</u>	<u>3,408,736</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Related to service concession arrangement	-	-	-	-
Related to leases	-	258,324	801,770	1,060,094
Related to OPEB	-	-	992	992
Related to pensions	3,441	-	943	4,384
<b>Total deferred inflows of resources</b>	<u>3,441</u>	<u>258,324</u>	<u>803,705</u>	<u>1,065,470</u>
<b>NET POSITION</b>				
Net investment in capital assets	8,339,251	1,791,981	11,122,887	21,254,119
Unrestricted (deficit)	(682,055)	(520,425)	1,790,082	587,602
<b>Total net position</b>	<u>\$ 7,657,196</u>	<u>\$ 1,271,556</u>	<u>\$ 12,912,969</u>	<u>\$ 21,841,721</u>

**City of Madera**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Non-Major Enterprise Funds**  
**For the Year Ended June 30, 2024**

	Local Transit Fund	Golf Course Fund	Airport Fund	Total
<b>OPERATING REVENUES:</b>				
Charges for services	\$ 3,172,640	\$ 176,091	\$ 316,047	\$ 3,664,778
Miscellaneous revenue	13,461	-	197,656	211,117
<b>Total operating revenues</b>	<b>3,186,101</b>	<b>176,091</b>	<b>513,703</b>	<b>3,875,895</b>
<b>OPERATING EXPENSES:</b>				
Salaries and benefits	624,814	-	212,010	836,824
General and administrative	2,363,381	82,184	279,872	2,725,437
Supplies and miscellaneous	490,779	-	40,988	531,767
Utilities	-	-	16,785	16,785
Depreciation	486,118	282,180	297,675	1,065,973
<b>Total operating expenses</b>	<b>3,965,092</b>	<b>364,364</b>	<b>847,330</b>	<b>5,176,786</b>
<b>OPERATING INCOME (LOSS)</b>	<b>(778,991)</b>	<b>(188,273)</b>	<b>(333,627)</b>	<b>(1,300,891)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Investment income (loss)	4,903	702	64,890	70,495
Property taxes	-	-	154,308	154,308
Operating grants	135,687	-	-	135,687
Interest expense	-	(874)	-	(874)
<b>Total nonoperating revenues (expenses)</b>	<b>140,590</b>	<b>(172)</b>	<b>219,198</b>	<b>359,616</b>
<b>(LOSS) BEFORE TRANSFERS</b>	<b>(638,401)</b>	<b>(188,445)</b>	<b>(114,429)</b>	<b>(941,275)</b>
<b>TRANSFERS</b>				
Capital contributions	105,132	50,000	-	155,132
Capital grants	748,921	-	1,174,526	1,923,447
Transfers in	-	120,421	9,840	130,261
Transfers out	(57,000)	-	(36,782)	(93,782)
<b>Total transfers</b>	<b>797,053</b>	<b>170,421</b>	<b>1,147,584</b>	<b>2,115,058</b>
<b>Changes in net position</b>	<b>158,652</b>	<b>(18,024)</b>	<b>1,033,155</b>	<b>1,173,783</b>
<b>NET POSITION:</b>				
Beginning of year	7,498,544	1,289,580	11,879,814	20,667,938
End of year	<u>\$ 7,657,196</u>	<u>\$ 1,271,556</u>	<u>\$ 12,912,969</u>	<u>\$ 21,841,721</u>

**City of Madera**  
**Combining Statement of Cash Flows**  
**Non-Major Enterprise Funds**  
**For the Year Ended June 30, 2024**

	Local Transit Fund	Golf Course Fund	Airport Fund	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash received from customers	\$ 2,973,883	\$ 159,138	\$ 275,031	\$ 3,408,052
Cash payments to suppliers for goods and services	(2,674,684)	(36,886)	(747,906)	(3,459,476)
Cash payments to employees for services	(552,988)	-	(190,168)	(743,156)
Receipts from other operating revenues	13,461	-	197,656	211,117
<b>Net cash provided by (used in) operating activities</b>	<b>(240,328)</b>	<b>122,252</b>	<b>(465,387)</b>	<b>(583,463)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Property taxes	-	-	154,308	154,308
Advances from other funds	-	(12,240)	-	(12,240)
Due to other funds	(5,968)	(71,454)	-	(77,422)
Transfers from other funds	-	120,421	9,840	130,261
Transfers to other funds	(57,000)	-	(36,782)	(93,782)
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>72,719</b>	<b>36,727</b>	<b>127,366</b>	<b>236,812</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Capital grants	748,921	50,000	1,174,526	1,973,447
Acquisition of capital assets	(586,215)	(45,300)	(64,703)	(696,218)
Principal payment of long-term debt	-	(161,800)	-	(161,800)
Interest paid on debt	-	(2,581)	-	(2,581)
<b>Net cash provided by (used in) capital and related financing activities</b>	<b>162,706</b>	<b>(159,681)</b>	<b>1,109,823</b>	<b>1,112,848</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest from investments	4,903	702	64,890	70,495
<b>Net cash provided by investing activities</b>	<b>4,903</b>	<b>702</b>	<b>64,890</b>	<b>70,495</b>
<b>Net change in cash and cash equivalents</b>	<b>-</b>	<b>-</b>	<b>836,692</b>	<b>836,692</b>
<b>CASH AND CASH EQUIVALENTS:</b>				
Beginning of year	-	-	1,092,013	1,092,013
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,928,705</u>	<u>\$ 1,928,705</u>

(Continued)

**City of Madera**  
**Combining Statement of Cash Flows (Continued)**  
**Non-Major Enterprise Funds**  
**For the Year Ended June 30, 2024**

	Local Transit Fund	Golf Course Fund	Airport Fund	Total
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (778,991)	\$ (188,273)	\$ (333,627)	\$ (1,300,891)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	486,118	282,180	297,675	1,065,973
Changes in operating assets and liabilities, and deferred outflows and inflows of resources:				
Accounts receivable, net	(5,579)	-	980	(4,599)
Intergovernmental receivable	(193,178)	-	(34,767)	(227,945)
Lease receivable	-	(258,607)	36,784	(221,823)
Prepaid items	358	(2)	1,283	1,639
Deferred outflows - OPEB related	-	-	(119)	(119)
Deferred outflows - pension related	52,562	-	14,414	66,976
Accounts payable	179,118	45,300	(411,544)	(187,126)
Accrued payroll	3,110	-	906	4,016
Deposits payable	-	-	(594)	(594)
Compensated absences	13,994	-	3,861	17,855
Aggregate net pension liability	14,176	-	3,887	18,063
Total OPEB liability	-	-	1,984	1,984
Deferred inflows - related to service concession arrangement	-	(16,670)	-	(16,670)
Deferred inflows - lease related	-	258,324	(43,419)	214,905
Deferred inflows - OPEB related	-	-	205	205
Deferred inflows - pension related	(12,016)	-	(3,296)	(15,312)
Total adjustments	538,663	310,525	(131,760)	717,428
<b>Net cash provided by (used in) operating activities</b>	<b>\$ (240,328)</b>	<b>\$ 122,252</b>	<b>\$ (465,387)</b>	<b>\$ (583,463)</b>

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## **Internal Service Funds**

***Fleet Maintenance Fund*** - This fund is used to account for the accumulation and allocation of costs associated with the maintenance of the City's fleet of vehicles.

***Facilities Maintenance Fund*** - This fund is used to account for the accumulation and allocation of costs associated with the maintenance of the City Hall building and other City buildings.

***Technology Fund*** - This fund is used to account for the costs associated with automation maintenance of the City's various computers, servers and interdepartmental electronic communications.

**City of Madera**  
**Combining Statement of Net Position**  
**All Internal Service Funds**  
**June 30, 2024**

	Fleet Maintenance	Facilities Maintenance	Technology	Total
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 4,321,322	\$ 1,434,578	\$ 1,064,702	\$ 6,820,602
Accounts receivable, net	80,149	-	666	80,815
Prepaid items	-	-	93,245	93,245
<b>Total current assets</b>	<b>4,401,471</b>	<b>1,434,578</b>	<b>1,158,613</b>	<b>6,994,662</b>
Noncurrent assets:				
Capital assets:				
Non-depreciable	325,359	-	-	325,359
Depreciable, net	4,126,383	2,421	460,221	4,589,025
<b>Total capital assets</b>	<b>4,451,742</b>	<b>2,421</b>	<b>460,221</b>	<b>4,914,384</b>
<b>Total noncurrent assets</b>	<b>4,451,742</b>	<b>2,421</b>	<b>460,221</b>	<b>4,914,384</b>
<b>Total assets</b>	<b>8,853,213</b>	<b>1,436,999</b>	<b>1,618,834</b>	<b>11,909,046</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>				
Related to OPEB	27,957	37,275	18,639	83,871
Related to pensions	232,112	464,055	274,461	970,628
<b>Total deferred outflow of resources</b>	<b>260,069</b>	<b>501,330</b>	<b>293,100</b>	<b>1,054,499</b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	192,523	123,782	155,417	471,722
Accrued payroll	2,405	6,486	2,967	11,858
Compensated absences - due within one year	20,956	81,813	9,859	112,628
Long-term debt, due within one year	-	-	96,792	96,792
<b>Total current liabilities</b>	<b>215,884</b>	<b>212,081</b>	<b>265,035</b>	<b>693,000</b>
Noncurrent liabilities:				
Total OPEB liability	126,470	168,626	84,313	379,409
Aggregate net pension liability	972,419	1,944,134	1,149,837	4,066,390
Compensated absences - due in more than one year	35,108	43,982	16,193	95,283
<b>Total noncurrent liabilities</b>	<b>1,133,997</b>	<b>2,156,742</b>	<b>1,250,343</b>	<b>4,541,082</b>
<b>Total liabilities</b>	<b>1,349,881</b>	<b>2,368,823</b>	<b>1,515,378</b>	<b>5,234,082</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Related to OPEB	5,952	7,937	3,968	17,857
Related to pensions	3,246	6,490	3,839	13,575
<b>Total deferred inflows of resources</b>	<b>9,198</b>	<b>14,427</b>	<b>7,807</b>	<b>31,432</b>
<b>NET POSITION</b>				
Investment in capital assets	4,451,742	2,421	460,221	4,914,384
Unrestricted (deficit)	3,302,461	(447,342)	(71,472)	2,783,647
<b>Total net position (deficit)</b>	<b>\$ 7,754,203</b>	<b>\$ (444,921)</b>	<b>\$ 388,749</b>	<b>\$ 7,698,031</b>

**City of Madera**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2024**

	Fleet Maintenance	Facilities Maintenance	Technology	Total
<b>OPERATING REVENUES:</b>				
Charges for services	\$ 2,253,484	\$ 2,161,395	\$ 1,550,752	\$ 5,965,631
Miscellaneous revenue	196,165	-	-	196,165
<b>Total operating revenues</b>	<b>2,449,649</b>	<b>2,161,395</b>	<b>1,550,752</b>	<b>6,161,796</b>
<b>OPERATING EXPENSES:</b>				
Salaries and benefits	479,901	1,297,584	547,972	2,325,457
General and administrative	393,096	277,247	403,270	1,073,613
Supplies and miscellaneous	113,195	126,134	253,850	493,179
Utilities	1,135	567,564	12,513	581,212
Depreciation and amortization	560,130	1,263	168,969	730,362
<b>Total operating expenses</b>	<b>1,547,457</b>	<b>2,269,792</b>	<b>1,386,574</b>	<b>5,203,823</b>
<b>OPERATING INCOME</b>	<b>902,192</b>	<b>(108,397)</b>	<b>164,178</b>	<b>957,973</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Investment income	64,460	21,305	16,319	102,084
Interest expense	-	-	(4,049)	(4,049)
<b>Total nonoperating revenues (expenses)</b>	<b>64,460</b>	<b>21,305</b>	<b>12,270</b>	<b>98,035</b>
<b>INCOME (LOSS) BEFORE TRANSFERS</b>	<b>966,652</b>	<b>(87,092)</b>	<b>176,448</b>	<b>1,056,008</b>
<b>TRANSFERS:</b>				
Transfers in	820,394	75,778	27,399	923,571
Transfers out	-	(268,022)	-	(268,022)
<b>Total transfers</b>	<b>820,394</b>	<b>(192,244)</b>	<b>27,399</b>	<b>655,549</b>
<b>Changes in net position</b>	<b>1,787,046</b>	<b>(279,336)</b>	<b>203,847</b>	<b>1,711,557</b>
<b>NET POSITION (DEFICIT):</b>				
Beginning of year	5,967,157	(165,585)	184,902	5,986,474
End of year	<u>\$ 7,754,203</u>	<u>\$ (444,921)</u>	<u>\$ 388,749</u>	<u>\$ 7,698,031</u>

**City of Madera**  
**Combining Statement of Cash Flows**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2024**

	Fleet Maintenance	Facilities Maintenance	Technology	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash received from customers	\$ 2,180,816	\$ 2,167,625	\$ 1,550,752	\$ 5,899,193
Cash payments to suppliers for goods and services	(463,894)	(929,494)	(549,786)	(1,943,174)
Cash payments to employees for services	(401,419)	(1,164,947)	(488,187)	(2,054,553)
Receipts from other operating activities	196,165	-	-	196,165
<b>Net cash provided by operating activities</b>	<b>1,511,668</b>	<b>73,184</b>	<b>512,779</b>	<b>2,097,631</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Transfers from other funds	820,394	75,778	27,399	923,571
Transfers to other funds	-	(268,022)	-	(268,022)
<b>Net cash (used in) noncapital financing activities</b>	<b>820,394</b>	<b>(192,244)</b>	<b>27,399</b>	<b>655,549</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Acquisition of capital assets	(1,433,687)	-	(233,825)	(1,667,512)
Principal payment of long-term debt	-	-	(94,498)	(94,498)
Interest paid on debt	-	-	(4,049)	(4,049)
<b>Net cash (used in) capital and related financing activities</b>	<b>(1,433,687)</b>	<b>-</b>	<b>(332,372)</b>	<b>(1,766,059)</b>
<b>Net change in cash and cash equivalents</b>	<b>962,835</b>	<b>(97,755)</b>	<b>224,125</b>	<b>1,089,205</b>
<b>CASH AND CASH EQUIVALENTS:</b>				
Beginning of year	3,358,487	1,532,333	840,577	5,731,397
End of year	<u>\$ 4,321,322</u>	<u>\$ 1,434,578</u>	<u>\$ 1,064,702</u>	<u>\$ 6,820,602</u>

(Continued)

**City of Madera**  
**Combining Statement of Cash Flows (Continued)**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2024**

	Fleet Maintenance	Facilities Maintenance	Technology	Total
<b>RECONCILIATION OF OPERATING INCOME</b>				
<b>TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>				
Operating income	\$ 902,192	\$ (108,397)	\$ 164,178	\$ 957,973
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	560,130	1,263	168,969	730,362
Changes in operating assets and liabilities, and deferred outflows and inflows of resources:				
Accounts receivable, net	(72,668)	6,230	-	(66,438)
Prepaid items	-	-	(35,570)	(35,570)
Deferred outflows - OPEB related	(715)	(952)	(477)	(2,144)
Deferred outflows -pension related	49,581	99,126	58,627	207,334
Accounts payable	43,532	41,451	155,417	240,400
Accrued payroll	2,387	6,437	2,943	11,767
Compensated absences	12,055	6,438	(12,473)	6,020
Aggregate net pension liability	13,372	26,733	15,810	55,915
Total OPEB liability	11,906	15,874	7,937	35,717
Deferred inflows - OPEB related	1,231	1,642	820	3,693
Deferred inflows - pension related	(11,335)	(22,661)	(13,402)	(47,398)
Total adjustments	609,476	181,581	348,601	1,139,658
<b>Net cash provided by operating activities</b>	<b>\$ 1,511,668</b>	<b>\$ 73,184</b>	<b>\$ 512,779</b>	<b>\$ 2,097,631</b>

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## **Custodial Funds**

The Custodial Funds are used to account for assets held by the City in a custodial capacity for individuals, private organizations, other governments, and/or other funds. The City maintains the following custodial funds for the purposes indicated:

***General Deposit Fund*** - This fund is used to account for all money held as deposits on behalf of others.

***Community Facilities Districts*** - This fund is used to account for the collection of assessments from property owners and for the remittance of such assessments to bondholders as required by the Improvement Bond Act of 1915 and related California State statutes for the Community Facilities District No. 2006-1.

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**City of Madera**  
**Combining Statement of Fiduciary Net Position**  
**Custodial Funds**  
**June 30, 2024**

	General Deposit Fund	Community Facilities Districts	Total
<b>ASSETS</b>			
Cash and investments	\$ 1,990,462	\$ 355,966	\$ 2,346,428
Accounts receivable, net	-	2,878	2,878
Prepaid items	-	932	932
Restricted cash and investments with fiscal agents	-	51,194	51,194
<b>Total assets</b>	1,990,462	410,970	2,401,432
<b>LIABILITIES</b>			
Accounts payable	7,958	-	7,958
<b>Total liabilities</b>	7,958	-	7,958
<b>NET POSITION</b>			
Restricted for:			
Individuals, organizations, and other governments	1,982,504	410,970	2,393,474
<b>Total net position</b>	\$ 1,982,504	\$ 410,970	\$ 2,393,474

**City of Madera**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Custodial Funds**  
**For the Year Ended June 30, 2024**

	General Deposit Fund	Community Facilities Districts	Total
<b>ADDITIONS:</b>			
Fee collections for others	\$ 400,049	\$ -	\$ 400,049
Special assessments for other governments	-	192,835	192,835
Investment income (loss)	642,378	7,491	649,869
<b>Total additions</b>	<b>1,042,427</b>	<b>200,326</b>	<b>1,242,753</b>
<b>DEDUCTIONS:</b>			
Administration	-	8,080	8,080
Project payments	928,659	-	928,659
Payments on conduit bonds - principal	-	98,299	98,299
Payments on conduit bonds - interest	-	77,334	77,334
<b>Total deductions</b>	<b>928,659</b>	<b>183,713</b>	<b>1,112,372</b>
<b>Changes in net position</b>	<b>113,768</b>	<b>16,613</b>	<b>130,381</b>
<b>NET POSITION:</b>			
Beginning of year	1,868,736	394,357	2,263,093
End of year	<u>\$ 1,982,504</u>	<u>\$ 410,970</u>	<u>\$ 2,393,474</u>

## **STATISTICAL SECTION**

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## ***CITY OF MADERA - STATISTICAL SECTION***

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

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**Sources:** Unless otherwise noted, the information in these schedules is derived from the City's annual comprehensive financial reports for the relevant year

**City of Madera**  
**Schedule 1**  
**Net Position by Component**  
**Last Ten Fiscal Years (accrual basis of accounting)**

	Fiscal Years				
	2024	2023	2022	2021	2020
<b>Governmental activities</b>					
Net investment in capital assets	\$ 172,147,075	\$ 173,636,768	\$ 177,369,996	\$ 178,947,614	\$ 160,970,918
Restricted	58,005,517	50,277,926	44,524,605	46,349,016	55,679,367
Unrestricted	15,831,505	16,130,158	1,380,440	(9,774,183)	(10,495,207)
<b>Total governmental activities net position</b>	<b>\$ 245,984,097</b>	<b>\$ 240,044,852</b>	<b>\$ 223,275,041</b>	<b>\$ 215,522,447</b>	<b>\$ 206,155,078</b>
<b>Business type activities</b>					
Net investment in capital assets	\$ 70,690,021	\$ 65,561,102	\$ 65,475,770	\$ 65,967,085	\$ 64,433,636
Restricted	2,057,640	2,579,539	1,794,447	963,474	1,166,101
Unrestricted	57,852,936	43,636,832	41,013,126	33,447,161	26,306,961
<b>Total business type activities net position</b>	<b>\$ 130,600,597</b>	<b>\$ 111,777,473</b>	<b>\$ 108,283,343</b>	<b>\$ 100,377,720</b>	<b>\$ 91,906,698</b>
<b>Primary government</b>					
Net investment in capital assets	\$ 242,837,096	\$ 239,197,870	\$ 242,845,766	\$ 244,914,699	\$ 225,404,554
Restricted	60,063,157	52,857,465	46,319,052	47,312,490	56,845,468
Unrestricted	73,684,441	59,766,990	42,393,566	23,672,978	15,811,754
<b>Total primary government net position</b>	<b>\$ 376,584,694</b>	<b>\$ 351,822,325</b>	<b>\$ 331,558,384</b>	<b>\$ 315,900,167</b>	<b>\$ 298,061,776</b>

**City of Madera**  
**Schedule 1**  
**Net Position by Component (Continued)**  
**Last Ten Fiscal Years (accrual basis of accounting)**

	Fiscal Years				
	2019	2018	2017	2016	2015
Governmental activities					
Net investment in capital assets	\$ 172,189,172	\$ 176,114,816	\$ 178,119,000	\$ 178,483,617	\$ 182,403,676
Restricted	44,311,906	37,033,179	34,863,951	32,193,071	32,671,232
Unrestricted	(12,968,431)	(10,128,387)	(9,560,807)	(11,207,039)	(14,435,936)
Total governmental activities net position	<u>\$ 203,532,647</u>	<u>\$ 203,019,608</u>	<u>\$ 203,422,144</u>	<u>\$ 199,469,649</u>	<u>\$ 200,638,972</u>
Business type activities					
Net investment in capital assets	\$ 61,048,060	\$ 58,537,120	\$ 58,792,617	\$ 57,639,498	\$ 58,455,927
Restricted	4,940,553	1,125,151	1,076,451	-	-
Unrestricted	17,336,248	15,846,498	13,966,875	17,152,594	15,542,964
Total business type activities net position	<u>\$ 83,324,861</u>	<u>\$ 75,508,769</u>	<u>\$ 73,835,943</u>	<u>\$ 74,792,092</u>	<u>\$ 73,998,891</u>
Primary government					
Net investment in capital assets	\$ 233,237,232	\$ 234,651,936	\$ 236,911,617	\$ 236,123,115	\$ 240,859,603
Restricted	49,252,459	38,158,330	35,940,402	32,193,071	32,671,232
Unrestricted	4,367,817	5,718,111	4,406,068	5,945,555	1,107,028
Total primary government net position	<u>\$ 286,857,508</u>	<u>\$ 278,528,377</u>	<u>\$ 277,258,087</u>	<u>\$ 274,261,741</u>	<u>\$ 274,637,863</u>

**City of Madera**  
**Schedule 2**  
**Changes in Net Position**  
**Last Ten Fiscal Years (accrual basis of accounting)**

	Fiscal Years				
	2024	2023	2022	2021	2020
<b>Expenses</b>					
Governmental activities:					
General government	\$ 9,944,817	\$ 8,709,507	\$ 9,503,665	\$ 9,700,357	\$ 9,574,371
Public protection	28,100,984	19,843,489	21,670,917	18,826,073	20,182,145
Social services	250,491	(12,583)	1,061,114	133,639	422,270
Public ways and facilities	6,232,346	3,690,713	5,320,754	3,741,698	7,369,948
Culture and recreation	4,923,898	4,195,329	5,136,917	5,993,699	4,056,088
Community development	6,213,201	4,670,551	3,158,176	3,509,000	4,654,520
Interest on long-term debt	607,460	643,406	671,356	692,894	509,977
<b>Total governmental activities expenses</b>	<b>56,273,197</b>	<b>41,740,412</b>	<b>46,522,899</b>	<b>42,597,360</b>	<b>46,769,319</b>
Business type activities:					
Water	9,719,879	9,595,209	7,317,498	7,427,430	8,295,137
Sewer	11,880,792	12,320,078	8,737,728	9,216,976	10,038,430
Solid waste	8,832,375	9,379,389	6,146,265	5,758,119	5,875,225
Drainage operations	1,466,632	1,241,082	929,265	943,353	1,110,864
Local transit	3,965,092	3,904,438	3,104,405	2,499,127	2,403,789
Golf course	365,238	75,993	85,044	94,635	103,861
Airport	847,330	1,227,634	883,402	787,373	801,043
<b>Total business type activities expenses</b>	<b>37,077,338</b>	<b>37,743,823</b>	<b>27,203,607</b>	<b>26,727,013</b>	<b>28,628,349</b>
<b>Total primary government expenses</b>	<b>\$ 93,350,535</b>	<b>\$ 79,484,235</b>	<b>\$ 73,726,506</b>	<b>\$ 69,324,373</b>	<b>\$ 75,397,668</b>
<b>Program Revenues</b>					
Governmental activities:					
Program revenues:					
General government	\$ 543,635	\$ 806,808	\$ 951,582	\$ 1,174,107	\$ 242,424
Public protection	2,816,096	1,654,817	1,583,277	1,906,334	2,492,680
Social services	-	-	-	-	42,549
Public ways and facilities	18,931,794	15,013,053	11,479,145	10,910,045	9,246,144
Community development	2,495,619	3,868,158	4,842,711	5,645,305	2,866,097
Culture and recreation	1,071,327	1,225,283	638,302	1,048,539	696,197
<b>Total governmental activities program revenues</b>	<b>25,858,471</b>	<b>22,568,119</b>	<b>19,495,017</b>	<b>20,684,330</b>	<b>15,586,091</b>
Business type activities:					
Program revenues:					
Water	12,347,034	12,178,109	13,727,980	13,538,219	12,414,215
Sewer	12,932,039	11,734,950	10,921,383	11,352,608	10,797,565
Solid waste	11,826,131	8,288,152	6,096,051	5,890,825	5,982,010
Drainage operations	903,681	1,078,836	1,510,375	1,070,277	869,502
Local transit	4,162,380	3,581,550	2,842,877	2,398,029	5,873,660
Golf course	226,091	84,107	74,712	78,053	101,734
Airport	1,490,573	348,230	442,548	617,608	581,739
<b>Total business type activities program revenues</b>	<b>43,887,929</b>	<b>37,293,934</b>	<b>35,615,926</b>	<b>34,945,619</b>	<b>36,620,425</b>
<b>Total primary government program revenues</b>	<b>\$ 69,746,400</b>	<b>\$ 59,862,053</b>	<b>\$ 55,110,943</b>	<b>\$ 55,629,949</b>	<b>\$ 52,206,516</b>
<b>Net (Expense)/Revenue</b>					
Governmental activities	\$ (30,414,726)	\$ (19,172,293)	\$ (27,027,882)	\$ (21,913,030)	\$ (31,183,228)
Business type activities	6,810,591	(449,889)	8,412,319	8,218,606	7,992,076
<b>Total primary government net expense</b>	<b>\$ (23,604,135)</b>	<b>\$ (19,622,182)</b>	<b>\$ (18,615,563)</b>	<b>\$ (13,694,424)</b>	<b>\$ (23,191,152)</b>

**City of Madera**  
**Schedule 2**  
**Changes in Net Position (Continued)**  
**Last Ten Fiscal Years (accrual basis of accounting)**

	Fiscal Years				
	2019	2018	2017	2016	2015
<b>Expenses</b>					
Governmental activities:					
General government	\$ 9,703,723	\$ 8,697,525	\$ 7,692,256	\$ 8,890,092	\$ 11,483,880
Public protection	18,983,486	18,425,675	12,903,321	14,722,091	13,759,629
Social services	330,498	346,863	303,015	182,286	331,774
Public ways and facilities	5,478,070	5,081,612	4,607,237	6,852,731	3,695,605
Culture and recreation	4,525,133	4,744,555	4,421,827	4,451,155	4,335,983
Community development	4,492,799	4,022,163	3,029,515	5,249,438	5,812,948
Interest on long-term debt	210,504	74,490	110,856	280,037	258,764
<b>Total governmental activities expenses</b>	<b>43,724,213</b>	<b>41,392,883</b>	<b>33,068,027</b>	<b>40,627,830</b>	<b>39,678,583</b>
Business type activities:					
Water	7,654,315	9,262,549	10,066,546	5,590,810	5,668,873
Sewer	9,924,665	9,854,304	8,758,885	8,476,744	7,573,475
Solid waste	6,056,309	5,811,095	6,305,944	4,936,291	4,675,782
Drainage operations	1,149,676	887,698	956,287	1,024,498	900,903
Local transit	2,321,063	2,166,293	2,184,533	2,051,814	1,996,563
Golf course	120,763	199,012	115,882	74,596	122,102
Airport	842,652	1,163,134	893,106	852,560	871,796
<b>Total business type activities expenses</b>	<b>28,069,443</b>	<b>29,344,085</b>	<b>29,281,183</b>	<b>23,007,313</b>	<b>21,809,494</b>
<b>Total primary government expenses</b>	<b>\$ 71,793,656</b>	<b>\$ 70,736,968</b>	<b>\$ 62,349,210</b>	<b>\$ 63,635,143</b>	<b>\$ 61,488,077</b>
<b>Program Revenues</b>					
Governmental activities:					
Program revenues:					
General government	\$ 6,223,401	\$ 5,727,717	\$ 5,526,628	\$ 6,996,758	\$ 8,763,455
Public protection	1,498,740	1,268,539	1,160,181	1,414,790	1,558,094
Social services	45,159	87,568	82,637	69,314	80,730
Public ways and facilities	10,385,688	6,320,845	7,164,876	7,865,237	7,432,036
Community development	3,434,002	2,831,560	3,085,754	3,833,881	5,481,186
Culture and recreation	941,359	837,220	934,173	1,529,999	996,481
<b>Total governmental activities program revenues</b>	<b>22,528,349</b>	<b>17,073,449</b>	<b>17,954,249</b>	<b>21,709,979</b>	<b>24,311,982</b>
Business type activities:					
Program revenues:					
Water	12,323,836	11,932,955	9,232,389	7,312,514	5,616,869
Sewer	10,352,115	8,791,285	8,108,977	7,469,167	6,474,652
Solid waste	5,890,085	5,872,152	5,889,675	5,695,241	5,697,468
Drainage operations	938,423	692,227	706,793	955,602	686,328
Local transit	4,316,816	2,263,648	2,297,400	2,811,840	1,870,304
Golf course	95,889	100,469	93,797	96,542	117,562
Airport	579,745	1,038,032	1,810,619	551,005	647,283
<b>Total business type activities program revenues</b>	<b>34,496,909</b>	<b>30,690,768</b>	<b>28,139,650</b>	<b>24,891,911</b>	<b>21,110,466</b>
<b>Total primary government program revenues</b>	<b>\$ 57,025,258</b>	<b>\$ 47,764,217</b>	<b>\$ 46,093,899</b>	<b>\$ 46,601,890</b>	<b>\$ 45,422,448</b>
<b>Net (Expense)/Revenue</b>					
Governmental activities	\$ (21,195,864)	\$ (24,319,434)	\$ (15,113,778)	\$ (18,917,851)	\$ (15,366,601)
Business type activities	6,427,466	1,346,683	(1,141,533)	1,884,598	(699,028)
<b>Total primary government net expense</b>	<b>\$ (14,768,398)</b>	<b>\$ (22,972,751)</b>	<b>\$ (16,255,311)</b>	<b>\$ (17,033,253)</b>	<b>\$ (16,065,629)</b>

**City of Madera**  
**Schedule 2**  
**Changes in Net Position (Continued)**  
**Last Ten Fiscal Years (accrual basis of accounting)**

	Fiscal Years				
	2024	2023	2022	2021	2020
<b>General Revenues and Other Changes in Net Position</b>					
Governmental activities:					
Taxes					
Property taxes	\$ 15,005,070	\$ 13,505,386	\$ 12,134,288	\$ 11,020,353	\$ 11,045,364
Sales and use taxes	19,360,846	19,291,534	19,440,017	16,894,337	15,227,811
Franchises taxes	818,740	841,540	763,276	721,028	688,563
Other taxes	2,506,305	2,281,598	2,462,689	1,813,979	2,019,087
Investment income (loss)	3,785,488	959,461	(1,475,300)	(97,360)	1,247,564
Miscellaneous	1,063,760	980,194	934,376	317,971	1,205,394
Gain (loss) on sale of capital assets	-	-	-	35,469	(42,920)
Transfers	(6,186,238)	(1,917,609)	521,130	574,622	352,225
Special items - Transfers of assets	-	-	-	-	2,062,571
<b>Total governmental activities</b>	<b>36,353,971</b>	<b>35,942,104</b>	<b>34,780,476</b>	<b>31,280,399</b>	<b>33,805,659</b>
Business type activities:					
Property taxes	324,924	258,727	247,624	237,264	228,943
Investment income (loss)	3,264,842	679,254	(913,654)	340,816	548,322
Miscellaneous	2,236,529	1,035,824	680,464	113,658	78,165
Gain (loss) on sale of capital assets	-	52,605	-	135,300	86,556
Transfers	6,186,238	1,917,609	(521,130)	(574,622)	(352,225)
<b>Total business type activities</b>	<b>12,012,533</b>	<b>3,944,019</b>	<b>(506,696)</b>	<b>252,416</b>	<b>589,761</b>
<b>Total primary government</b>	<b>\$ 48,366,504</b>	<b>\$ 39,886,123</b>	<b>\$ 34,273,780</b>	<b>\$ 31,532,815</b>	<b>\$ 34,395,420</b>
<b>Change in Net Position</b>					
Governmental activities	\$ 5,939,245	\$ 16,769,811	\$ 7,752,594	\$ 9,367,369	\$ 2,622,431
Business type activities	18,823,124	3,494,130	7,905,623	8,471,022	8,581,837
<b>Total primary government</b>	<b>\$ 24,762,369</b>	<b>\$ 20,263,941</b>	<b>\$ 15,658,217</b>	<b>\$ 17,838,391</b>	<b>\$ 11,204,268</b>

**City of Madera**  
**Schedule 2**  
**Changes in Net Position (Continued)**  
**Last Ten Fiscal Years (accrual basis of accounting)**

	Fiscal Years				
	2019	2018	2017	2016	2015
<b>General Revenues and Other Changes in Net Position</b>					
Governmental activities:					
Taxes					
Property taxes	\$ 4,332,639	\$ 3,824,185	\$ 4,040,067	\$ 3,571,669	\$ 2,837,432
Sales and use taxes	13,399,196	12,923,918	9,112,909	6,506,004	5,638,847
Franchises taxes	649,666	666,238	649,415	678,438	612,474
Other taxes	1,964,472	1,707,452	1,694,786	2,172,574	2,035,238
Investment income (loss)	1,910,967	265,581	203,973	603,795	309,988
Miscellaneous	829,050	1,147,727	343,287	580,398	577,213
Gain (loss) on sale of capital assets	43,791	-	31,374	16,304	26,983
Transfers	275,116	374,407	172,913	1,718,751	1,065,193
Special items - Transfers of assets	-	-	-	-	-
<b>Total governmental activities</b>	<b>23,404,897</b>	<b>20,909,508</b>	<b>16,248,724</b>	<b>15,847,933</b>	<b>13,103,368</b>
Business type activities:					
Property taxes	209,374	182,390	171,878	58,333	70,353
Investment income (loss)	407,450	68,049	120,594	210,257	262,948
Miscellaneous	76,531	3,956	26,004	34,976	28,170
Gain (loss) on sale of capital assets	-	12,990	39,821	4,250	14,476
Transfers	(275,116)	(372,671)	(172,913)	(1,718,751)	(1,065,193)
<b>Total business type activities</b>	<b>418,239</b>	<b>(105,286)</b>	<b>185,384</b>	<b>(1,410,935)</b>	<b>(689,246)</b>
<b>Total primary government</b>	<b>\$ 23,823,136</b>	<b>\$ 20,804,222</b>	<b>\$ 16,434,108</b>	<b>\$ 14,436,998</b>	<b>\$ 12,414,122</b>
<b>Change in Net Position</b>					
Governmental activities	\$ 2,209,033	\$ (3,409,926)	\$ 1,134,946	\$ (3,069,918)	\$ (2,263,233)
Business type activities	6,845,705	1,241,397	(956,149)	473,663	(1,388,274)
<b>Total primary government</b>	<b>\$ 9,054,738</b>	<b>\$ (2,168,529)</b>	<b>\$ 178,797</b>	<b>\$ (2,596,255)</b>	<b>\$ (3,651,507)</b>

**City of Madera**  
**Schedule 3**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years (modified accrual basis of accounting)**

	Fiscal Years				
	2024	2023	2022	2021	2020
General Fund					
Nonspendable	\$ 159,692	\$ 141,842	\$ 149,510	\$ 139,843	\$ 249,637
Restricted	4,073,298	2,365,453	-	-	401,700
Committed	16,011,311	15,130,431	10,903,504	11,194,964	10,292,405
Assigned	13,819,239	15,797,488	16,614,848	13,906,278	6,763,704
Unassigned	14,662,398	12,291,870	10,908,284	5,482,689	7,398,714
<b>Total General Fund</b>	<b>48,725,938</b>	<b>45,727,084</b>	<b>38,576,146</b>	<b>30,723,774</b>	<b>25,106,160</b>
All other Governmental Funds					
Nonspendable	12,879	13,131	-	4,010	3,815
Restricted	58,005,517	50,277,926	43,876,531	45,692,871	55,277,667
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned (deficit)	(1,323,496)	(1,927,931)	(1,300,623)	(1,460,591)	(959,555)
<b>Total all other Governmental Funds</b>	<b>56,694,900</b>	<b>48,363,126</b>	<b>42,575,908</b>	<b>44,236,290</b>	<b>54,321,927</b>
<b>TOTAL FUND BALANCES</b>	<b>\$ 105,420,838</b>	<b>\$ 94,090,210</b>	<b>\$ 81,152,054</b>	<b>\$ 74,960,064</b>	<b>\$ 79,428,087</b>

**City of Madera**  
**Schedule 3**  
**Fund Balances of Governmental Funds (Continued)**  
**Last Ten Fiscal Years (modified accrual basis of accounting)**

	Fiscal Years				
	2019	2018	2017	2016	2015
General Fund					
Nonspendable	\$ 202,901	\$ 601,522	\$ 272,102	\$ 368,959	\$ 258,252
Restricted	4,934,403	-	-	-	646,823
Committed	10,483,246	11,574,005	-	-	-
Assigned	5,528,814	1,199,518	1,199,518	1,199,518	727,159
Unassigned	3,049,282	4,673,303	13,968,482	12,879,473	12,326,175
<b>Total General Fund</b>	<b>24,198,646</b>	<b>18,048,348</b>	<b>15,440,102</b>	<b>14,447,950</b>	<b>13,958,409</b>
All other Governmental Funds					
Nonspendable	27	42	-	8,547,157	-
Restricted	39,377,503	35,986,212	33,857,600	23,974,874	32,277,375
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned (deficit)	-	-	-	(231,803)	(221,039)
<b>Total all other Governmental Funds</b>	<b>39,377,530</b>	<b>35,986,254</b>	<b>33,857,600</b>	<b>32,290,228</b>	<b>32,056,336</b>
<b>TOTAL FUND BALANCES</b>	<b>\$ 63,576,176</b>	<b>\$ 54,034,602</b>	<b>\$ 49,297,702</b>	<b>\$ 46,738,178</b>	<b>\$ 46,014,745</b>

**City of Madera**  
**Schedule 4**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years (modified accrual basis of accounting)**

	Fiscal Years				
	2024	2023	2022	2021	2020
<b>Revenues</b>					
Taxes	\$ 15,005,070	\$ 5,773,982	\$ 4,971,690	\$ 4,331,022	\$ 4,613,254
Sales and use taxes	19,360,846	19,291,534	19,440,017	16,894,337	15,227,811
Other taxes	2,472,470	2,470,829	2,644,500	1,921,747	2,114,190
Use of money and property	3,882,264	1,052,683	(689,229)	323,569	1,378,494
Franchises	818,740	841,540	763,276	721,028	688,563
Licenses, permits and fees	1,131,638	1,502,455	1,174,652	1,555,955	1,106,424
Fines	549,370	468,972	436,032	452,319	494,823
Intergovernmental	21,972,342	19,995,869	17,976,535	17,641,730	13,620,058
Charges for services	3,839,896	5,588,835	4,995,341	5,118,683	4,091,909
Other revenue	887,902	1,412,845	1,212,449	578,896	1,235,377
<b>Total revenues</b>	<b>69,920,538</b>	<b>58,399,544</b>	<b>52,925,263</b>	<b>49,539,286</b>	<b>44,570,903</b>
<b>Expenditures</b>					
General government	3,047,895	3,874,775	4,301,922	3,628,480	2,691,729
Public protection	26,653,619	21,617,953	20,383,663	19,854,358	18,393,027
Social services	180,978	181,934	45,991	131,881	198,360
Public ways and facilities	5,566,275	3,800,991	6,072,097	3,319,019	5,957,037
Community development	4,658,934	5,178,403	4,548,230	5,839,428	3,130,348
Culture and recreation	5,381,085	4,687,240	3,237,150	2,796,274	3,300,189
Capital outlay	4,507,480	2,621,252	6,955,986	18,538,217	13,834,273
Debt service:					
Principal	1,106,145	1,074,909	1,034,200	401,700	559,403
Interest	645,712	678,464	709,092	730,344	351,820
<b>Total expenditures</b>	<b>51,748,123</b>	<b>43,715,921</b>	<b>47,288,331</b>	<b>55,239,701</b>	<b>48,416,186</b>
Culture and recreation					
Excess of revenues over (under) expenditures	18,172,415	14,683,623	5,636,932	(5,700,415)	(3,845,283)
<b>Other financing sources (uses)</b>					
Proceeds from sale of property	-	33,429	400	513,267	679,580
Proceeds from issuance of long-term debt	-	-	-	-	19,432,000
Premium on bond issuance	-	-	-	-	-
Cost of issuance	-	23,636	-	-	(84,752)
Transfers in	6,001,583	4,304,318	3,350,930	5,103,755	15,443,432
Transfers out	(12,843,370)	(6,106,850)	(2,796,272)	(4,384,630)	(15,773,066)
<b>Total other financing sources (uses)</b>	<b>(6,841,787)</b>	<b>(1,745,467)</b>	<b>555,058</b>	<b>1,232,392</b>	<b>19,697,194</b>
<b>Net change in fund balances</b>	<b>\$ 11,330,628</b>	<b>\$ 12,938,156</b>	<b>\$ 6,191,990</b>	<b>\$ (4,468,023)</b>	<b>\$ 15,851,911</b>
Debt service as a percentage of non-capital expenditures	3.7%	4.3%	4.3%	3.1%	2.6%

**City of Madera**  
**Schedule 4**  
**Changes in Fund Balances of Governmental Funds (Continued)**  
**Last Ten Fiscal Years (modified accrual basis of accounting)**

	Fiscal Years				
	2019	2018	2017	2016	2015
<b>Revenues</b>					
Taxes	\$ 4,332,639	\$ 3,825,921	\$ 4,054,503	\$ 3,115,740	\$ 3,087,520
Sales and use taxes	13,399,196	13,262,908	8,741,373	6,506,004	5,638,847
Other taxes	2,081,211	1,707,452	1,698,487	2,141,433	2,041,961
Use of money and property	2,078,944	392,428	358,735	767,778	463,853
Franchises	649,666	666,238	649,415	678,438	612,474
Licenses, permits and fees	1,322,830	1,049,103	701,825	646,800	595,255
Fines	591,298	588,584	750,388	935,358	985,169
Intergovernmental	16,380,444	11,781,034	12,654,660	16,326,841	15,934,329
Charges for services	3,322,989	3,457,257	3,497,588	3,240,452	6,041,361
Other revenue	1,048,977	924,918	632,560	437,305	908,991
<b>Total revenues</b>	<b>45,208,194</b>	<b>37,655,843</b>	<b>33,739,534</b>	<b>34,796,149</b>	<b>36,309,760</b>
<b>Expenditures</b>					
General government	3,075,710	2,106,580	1,796,055	2,959,739	5,123,445
Public protection	17,196,886	16,932,579	14,934,669	14,621,471	13,616,969
Social services	192,633	309,121	405,251	357,699	330,062
Public ways and facilities	4,233,896	3,476,106	3,101,070	3,834,908	2,532,178
Community development	3,429,815	3,800,416	3,831,163	3,392,870	3,425,208
Culture and recreation	4,006,826	3,598,837	3,106,938	5,219,577	5,380,767
Capital outlay	6,802,125	2,519,381	3,143,357	7,073,119	5,255,764
Debt service:					
Principal	633,222	1,452,775	568,464	977,512	425,970
Interest	52,341	75,660	113,860	266,431	259,255
<b>Total expenditures</b>	<b>39,623,454</b>	<b>34,271,455</b>	<b>31,000,827</b>	<b>38,703,326</b>	<b>36,349,618</b>
Culture and recreation					
Excess of revenues over (under) expenditures	5,584,740	3,384,388	2,738,707	(3,907,177)	(39,858)
<b>Other financing sources (uses)</b>					
Proceeds from sale of property	46,518	41,691	37,027	9,969	-
Proceeds from issuance of long-term debt	4,005,000	895,900	-	-	-
Premium on bond issuance	648,613	-	-	1,540,065	157,755
Cost of issuance	(153,613)	-	-	-	-
Transfers in	2,768,183	5,005,541	4,504,230	7,289,955	5,557,426
Transfers out	(2,992,087)	(5,284,157)	(4,812,845)	(6,109,973)	(5,111,740)
<b>Total other financing sources (uses)</b>	<b>4,322,614</b>	<b>658,975</b>	<b>(271,588)</b>	<b>2,730,016</b>	<b>603,441</b>
<b>Net change in fund balances</b>	<b>\$ 9,907,354</b>	<b>\$ 4,043,363</b>	<b>\$ 2,467,119</b>	<b>\$ (1,177,161)</b>	<b>\$ 563,583</b>
Debt service as a percentage of non-capital expenditures	2.1%	4.8%	2.4%	3.9%	2.2%

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**City of Madera**  
**Schedule 5**  
**Governmental Activities Tax Revenues by Source**  
**Last Ten Fiscal Years (modified accrual basis of accounting)**

Sources of Tax Revenues	Business License Tax	Franchise Tax	Property Tax	Sales Tax <sup>1</sup>	Transient Occupancy Tax	Gas Tax	TOTAL
2023-2024	\$ 589,634	\$ 818,740	\$ 6,774,892	\$ 19,360,846	\$ 1,040,936	\$ 3,391,890	\$ 31,976,938
2022-2023	567,304	1,052,683	5,773,982	19,291,534	1,105,972	3,041,967	29,698,831
2021-2022	566,564	763,276	4,971,690	19,440,017	1,149,939	2,807,345	25,686,572
2020-2021	291,109	721,028	4,331,022	16,894,337	886,017	2,563,059	24,490,075
2019-2020	578,040	688,563	4,613,254	15,227,811	804,286	2,578,121	22,124,532
2018-2019	442,443	649,666	4,332,639	13,399,196	903,124	2,397,464	19,479,473
2017-2018	447,059	666,238	3,824,186	12,934,817	-	1,607,173	14,660,055
2016-2017	426,375	649,415	3,696,995	8,741,373	-	1,145,897	12,007,611
2015-2016	416,806	678,438	3,115,740	6,506,004	-	1,290,623	9,747,569
2014-2015	408,728	612,474	3,087,520	5,638,847	-	-	13,400,985

NOTES:

1) The City passed "Measure T" allowing an additional increase of 0.50% in the local sales tax rate. This local measure became effective on April 1, 2007 and ends on March 31, 2027. In addition, the City passed "Measure K", an additional 0.50% sales tax increase specifically for public safety in November 2016 with no sunset date.

**City of Madera**  
**Schedule 6**  
**Assessed Value of Taxable Property**  
**Last Ten Fiscal Years**

CATEGORY	Fiscal Years				
	2024	2023	2022	2021	2020
Residential	\$ 2,984,054,480	\$ 2,760,446,564	\$ 2,496,189,868	\$ 2,335,164,803	\$ 2,201,293,176
Commercial	552,922,283	520,965,786	498,301,393	483,155,413	443,426,571
Industrial	212,030,045	186,944,825	169,861,323	174,322,830	178,171,356
Agriculture	44,933,880	15,017,779	14,056,096	13,017,642	13,457,474
Dry Farm	17,791,105	16,137,016	15,746,916	15,306,770	15,019,028
Government	1,902,287	-	-	2,036,417	2,054,539
Institutional	-	1,426,383	1,603,250	1,920,464	1,282,549
Irrigated	1,512,363	1,732,408	1,697,771	1,680,888	1,635,256
Cross Reference	32,209,818	39,530,686	38,833,078	40,913,367	37,692,391
Vacant Land	245,645,885	212,580,116	207,422,925	196,572,803	183,027,173
SBE Non-Unitary	590,440	590,440	548,402	548,402	625,460
Unsecured	357,997,743	306,329,667	305,755,769	307,490,035	287,932,288
Unknown	180,924	653,585	643,408	638,191	628,316
Totals	4,451,771,253	4,062,355,255	3,750,660,199	3,572,768,025	3,366,245,577
Total Direct Rate	13.377%	13.287%	12.699%	13.147%	13.198%

NOTES:

Exempt values are not included in Total

In 1978 the voters of the State of California passed Proposition 13 which limited 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 of 2%). With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or at the purchase price (market value) or economic value 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.

**City of Madera**  
**Schedule 6**  
**Assessed Value of Taxable Property (Continued)**  
**Last Ten Fiscal Years**

CATEGORY	Fiscal Years				
	2019	2018	2017	2016	2015
Residential	\$ 2,035,513,239	\$ 1,917,149,489	\$ 1,824,835,555	\$ 1,739,590,175	\$ 1,629,686,371
Commercial	429,900,137	419,282,129	403,687,826	386,226,705	376,032,631
Industrial	179,040,074	172,661,353	166,063,864	178,416,598	170,784,960
Agriculture	12,920,915	5,840,462	5,275,944	5,153,044	5,042,110
Dry Farm	15,391,780	134,096,409	13,830,501	11,764,375	12,516,645
Government	-	6,069	5,950	5,861	5,747
Institutional	1,674,829	2,113,776	1,295,250	1,558,852	1,348,373
Irrigated	1,603,053	1,598,326	1,566,070	1,541,526	1,510,496
Cross Reference	39,817,937	36,669,788	35,511,414	34,716,877	28,515,201
Vacant Land	219,593,087	55,896,615	166,553,864	155,926,515	153,947,112
SBE Non-Unitary	625,460	625,420	743,768	743,768	743,768
Unsecured	280,734,337	237,615,373	221,973,452	201,164,923	200,566,825
Unknown	1,236,714	4,352,697	4,025,707	3,939,930	3,939,713
Totals	3,218,051,562	2,987,907,906	2,845,369,165	2,720,749,149	2,584,639,952
Total Direct Rate	13.281%	13.369%	13.243%	13.255%	13.280%

NOTES:

Exempt values are not included in Total

In 1978 the voters of the State of California passed Proposition 13 which limited 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 of 2%). With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or at the purchase price (market value) or economic value 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.

**City of Madera**  
**Schedule 7**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years <sup>1</sup>	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2024	\$ 4,572,629	\$ 4,331,194	94.72%	\$ 2,554	\$ 4,333,748	94.78%
2023	4,337,253	4,090,897	94.32%	9,509	4,100,406	94.54%
2022	3,804,550	3,763,833	98.93%	5,281	3,769,114	99.07%
2021	3,591,118	3,582,748	99.77%	-	3,582,748	99.77%
2020	3,409,931	3,394,991	99.56%	4,184	3,399,175	97.58%
2019	3,229,350	3,127,793	96.86%	23,314	3,151,107	98.93%
2018	3,128,370	3,093,867	98.90%	1,000	3,094,867	99.11%
2017	2,933,663	2,917,792	99.46%	(10,357)	2,907,435	0.00%
2016	N/A	N/A	0.00%	-	-	0.00%
2015	N/A	N/A	0.00%	-	-	0.00%

NOTES:

1) Delinquent tax collections are recorded in the current levy year and the County does not give the detail as to the levy year for delinquent tax collections. Delinquent tax collections do not include interest and penalties.

N/A - Information not available

**City of Madera**  
**Schedule 8**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years**

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<b>Fiscal Year Ended June 30,</b>	<b>City of Madera</b>	<b>Madera Unified School District</b>	<b>State Center Community College</b>	<b>County-wide</b>	<b>Total</b>
2024	0.0%	15.0%	2.1%	100.0%	117.1%
2023	0.0%	11.4%	2.8%	100.0%	114.3%
2022	0.0%	12.5%	1.8%	100.0%	114.3%
2021	0.0%	12.5%	1.8%	100.0%	114.3%
2020	0.0%	16.5%	2.6%	100.0%	119.1%
2019	0.0%	9.7%	2.3%	100.0%	112.0%
2018	0.0%	10.3%	2.6%	100.0%	112.9%
2017	0.0%	11.4%	0.8%	100.0%	112.2%
2016	0.0%	12.8%	0.8%	100.0%	113.6%
2015	0.0%	7.3%	0.9%	100.0%	108.2%

Note: The basis for the tax rates is \$100 per assessed valuation. Only 1% of the value is taxed.

Source: Madera County Auditor-Controller Tax Rate Book

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**City of Madera**  
**Schedule 9**  
**Top Ten Principal Property Taxpayers**  
**Fiscal Year 2024 and Nine Years Prior**

<u>Taxpayer</u>	<u>2023-2024</u>			<u>2014-2015</u>		
	<u>Rank</u>	<u>Taxable Assessed Value</u>	<u>Percentage of Total Taxable Assessed Value</u>	<u>Rank</u>	<u>Taxable Assessed Value</u>	<u>Percentage of Total Taxable Assessed Value</u>
John Hancock Life Insurance Co.	1	\$ 45,526,956	1.01%			
Wells Fargo Equipment Finance Co	2	\$ 26,895,920	0.60%			
Severn Peanut Company, Inc.	3	26,659,192	0.59%			
Rhino Holdings Madera Marketplace	4	26,159,495	0.58%			
Evapco, Inc.	5	24,306,430	0.54%			
The Almond Company	6	22,273,031	0.49%			
Sealed Air Corporation	7	22,170,764	0.49%	3	18,891,288	0.73%
Newman Development Group of Madera	8	19,747,457	0.44%	5	16,435,425	0.63%
Crossroads Madera	9	19,520,329	0.43%			
David L and Partrica R Berry	10	19,476,234	0.43%	1	23,485,244	0.90%
OldCastle Precast Inc				2	23,245,786	0.89%
Lowes HIW Inc				4	16,940,428	0.65%
Advanced Drainage System				6	16,408,660	0.63%
Eurodrip USA, Inc.				7	15,572,165	0.60%
Airport Drive Investment, LLC.				8	14,100,105	0.54%
BFP Partnership				9	13,542,080	0.52%
DMP Development Corporation				10	13,518,716	0.52%
OldCastle Precast Inc						
<b>Top Ten Totals</b>		<b>\$ 252,735,808</b>	<b>5.59%</b>		<b>\$ 172,139,897</b>	<b>6.63%</b>
<b>CITY TOTALS</b>		<b>\$ 4,519,225,639</b>			<b>\$ 2,597,492,273</b>	

**City of Madera**  
**Schedule 10**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

GOVERNMENTAL ACTIVITIES

Fiscal Year	General Obligation Bonds	Redevelopment Bonds <sup>b</sup>	Special Assessment Bonds	Loans Payable	Finance Purchase	Subscription Payable	Total Governmental Activities
2024	\$ -	\$ 28,625,000	\$ -	\$ 182,400	\$ 17,001,000	\$ 109,174	\$ 45,917,574
2023	-	30,140,000	-	299,800	17,834,000	209,417	48,483,217
2022	-	31,580,000	-	414,200	18,644,000	-	50,638,200
2021	-	32,970,000	-	525,400	19,432,000	-	52,927,400
2020	-	34,295,000	-	633,600	19,595,500	-	54,524,100
2019	-	39,862,859	-	738,900	492,602	-	41,094,361
2018	-	43,765,850	-	863,554	1,023,325	-	45,652,729
2017	-	45,039,358	-	60,088	2,425,766	-	47,525,212
2016	-	46,207,821	2,683,119	98,022	3,002,145	-	51,991,107
2015	-	47,346,304	2,722,525	661,052	1,874,496	-	52,604,377

NOTES:

- a) See Schedule 15 (Demographic and Economic Statistics) for personal income and population data
- b) As of February 1, 2012 all redevelopment agencies in California ceased to exist per ABX1 26. The Madera Redevelopment Agencies' obligations were transferred to the Successor Agency.

**City of Madera**  
**Schedule 10**  
**Ratios of Outstanding Debt by Type (Continued)**  
**Last Ten Fiscal Years**

BUSINESS-TYPE ACTIVITIES

Fiscal Year	Wastewater Bonds	Water Bonds	Loans Payable	Total Business-Type Activities	Total Primary Government	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
2024	\$ 20,595,000	\$ 6,932,228	\$ 5,334,000	\$ 32,861,228	\$ 78,778,802	5.13%	\$ 1,184
2023	21,935,000	7,379,348	5,882,800	35,197,148	83,680,365	6.19%	1,277
2022	21,665,000	9,379,894	6,605,081	37,649,975	88,288,175	7.39%	1,341
2021	22,830,000	9,883,042	7,309,220	40,022,262	92,949,662	8.02%	1,405
2020	23,866,003	10,575,461	8,324,031	42,765,495	97,289,595	9.10%	1,487
2019	25,268,298	11,359,541	8,489,178	45,117,018	86,211,379	8.67%	1,298
2018	26,426,076	11,755,243	9,103,003	47,284,321	92,937,050	9.69%	1,403
2017	27,080,000	12,001,130	9,956,755	49,037,885	96,563,097	10.52%	1,461
2016	28,248,720	12,379,604	10,532,151	51,160,475	103,151,582	11.40%	1,575
2015	28,318,816	12,797,811	11,102,348	52,218,975	104,823,352	11.71%	1,664

NOTES:

- a) See Schedule 15 (Demographic and Economic Statistics) for personal income and population data
- b) As of February 1, 2012 all redevelopment agencies in California ceased to exist per ABX1 26. The Madera Redevelopment Agencies' obligations were transferred to the Successor Agency.

**City of Madera**  
**Schedule 11**  
**Ratios of General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

GOVERNMENTAL ACTIVITIES						
Fiscal Year	General Obligation Bonds	Redevelopment Bonds <sup>c</sup>	Special Assessment Bonds	Total	Percentage of Taxable Assessed Property Values <sup>a</sup>	Per Capita <sup>b</sup>
2024	-	6,932,228	-	6,932,228	0.16%	\$ 104
2023	-	30,140,000	-	30,140,000	0.74%	\$ 460
2022	-	31,580,000	-	31,580,000	0.84%	\$ 480
2021	-	32,970,000	-	32,970,000	0.92%	\$ 501
2020	-	34,295,000	-	34,295,000	0.91%	\$ 518
2019	-	39,862,859	-	39,862,859	1.18%	\$ 609
2018	-	43,794,788	-	43,794,788	1.36%	\$ 659
2017	-	45,039,358	-	45,039,358	1.51%	\$ 680
2016	-	46,231,429	2,683,119	48,914,548	1.72%	\$ 740
2015	-	47,379,250	2,722,525	50,101,775	1.84%	\$ 765

NOTES:

- a) Assessed Value and Actual Value of Taxable Property - provided by HdL, Coren & Cone provided data
- b) Demographic and Economic Statistics for personal income and population data - Schedule 15
- c) As of February 1, 2012 all redevelopment agencies in California ceased to exist per ABX1 26. The Madera Redevelopment Agencies' obligations were transferred to the Successor Agency.

**City of Madera**  
**Schedule 12**  
**Direct and Overlapping Governmental Activities Debt**  
**As of June 30, 2024**

**2023-24 Assessed Valuation: \$4,451,636,842**

<u>OVERLAPPING TAX AND ASSESSMENT DEBT:</u>	Debt Outstanding <u>6/30/2024</u>	% <u>Applicable</u> <sup>1</sup>	City's Share of Debt as of <u>6/30/24</u>
State Center Community College District	\$ 370,425,000	3.836%	\$ 14,209,503
Madera Unified School District	151,344,550	52.782%	\$ 79,882,680
City of Madera Community Facilities District No. 2006-1	1,970,021	100.000%	\$ 1,970,021
<b>TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT</b>			<b>\$ 96,062,204</b>
 <u>DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT:</u>			
Madera County General Fund Obligations	66,668,417	22.494%	\$ 14,996,394
Madera County Board of Education General Fund Obligations	18,253,522	22.494%	4,105,947
Madera Unified School District Certificates of Participation	72,795,000	52.782%	38,422,657
City of Madera General Fund Obligations Direct Debt	20,503,400	100.000%	20,503,400
<b>TOTAL DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT</b>			<b>\$ 78,028,399</b>
<u>OVERLAPPING TAX INCREMENT DEBT (Successor Agency):</u>	\$ 28,625,000	98.825%	\$ 28,288,656
<b>TOTAL DIRECT DEBT</b>			<b>\$ 20,503,400</b>
<b>TOTAL OVERLAPPING DEBT</b>			<b>\$ 181,875,858</b>
 <b>COMBINED TOTAL DEBT</b>			 <b>\$ 202,379,258</b>

NOTES:

- (1) Percentage of overlapping agency's assessed valuation located within boundaries of the City.
- (2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations.

**City of Madera**  
**Schedule 13**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**

Legal Debt Margin Calculation	FY 2024	FY 2022	FY 2021	FY 2020	FY 2019
Assessed value	\$ 4,519,225,639	\$ 4,130,257,128	\$ 3,750,660,199	\$ 3,750,525,788	\$ 3,572,633,614
Debt limit (15% of assessed value)	677,883,846	619,538,569	562,599,030	562,578,868	535,895,042
Debt applicable to limit:					
General obligation bonds	-	-	-	-	-
Less: Amount set aside for repayment of general obligation debt	-	-	-	-	-
Total net debt applicable to limit	-	-	-	-	-
Legal Debt Margin	677,883,846	562,599,030	562,578,868	535,895,042	504,916,675
Total debt applicable to the limit as a percentage of debt limit	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

NOTES:

Under State Finance Law, the City's outstanding general obligation debt should not exceed 15% of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

**City of Madera**  
**Schedule 13**  
**Legal Debt Margin Information (Continued)**  
**Last Ten Fiscal Years**

Legal Debt Margin Calculation	FY 2019	FY 2018	FY 2017	FY 2016	FY 2015
Assessed value	\$ 3,366,111,166	\$ 3,214,555,536	\$ 2,984,863,745	\$ 2,843,541,362	\$ 2,717,869,926
Debt limit (15% of assessed value)	504,916,675	482,183,330	447,729,562	426,531,204	407,680,489
Debt applicable to limit:					
General obligation bonds	-	-	-	-	-
Less: Amount set aside for repayment of general obligation debt	-	-	-	-	-
Total net debt applicable to limit	-	-	-	-	-
Legal Debt Margin	504,916,675	482,183,330	447,729,562	426,531,204	407,680,489
Total debt applicable to the limit as a percentage of debt limit	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

NOTES:

Under State Finance Law, the City's outstanding general obligation debt should not exceed 15% of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

**City of Madera**  
**Schedule 14**  
**Pledged Revenue Coverage**  
**Last Ten Fiscal Years**

**2015 Water and Wastewater Revenue Bonds**

Fiscal Year	Gross Revenues	Net Revenue Available for Debt Service	Debt Service		Coverage
			Principal	Interest	
2024	\$ 35,399,561	\$ 25,875,825	\$ 1,340,000	\$ 811,595	12.03
2023	25,365,131	15,129,771	1,295,000	859,510	7.02
2022	24,441,447	12,898,231	1,250,000	905,760	5.98
2021	23,085,235	11,537,418	1,200,000	950,160	5.37
2020	23,244,181	10,309,898	1,155,000	992,895	4.80
2019	21,434,207	6,380,941	1,120,000	1,034,335	2.96
2018	20,664,801	4,378,989	1,075,000	1,074,110	2.04
2017	17,181,561	1,139,743	1,040,000	1,112,590	0.53
2016	14,673,722	3,883,912	70,000	275,697	11.24
2015	-	-	-	-	-

**2019 Water Refunding Bonds**

Fiscal Year	Gross Revenues	Net Revenue Available for Debt Service	Debt Service		Coverage
			Principal	Interest	
2024	\$ 17,889,458	\$ 10,637,589	\$ 447,120	\$ 191,864	16.65
2023	13,244,985	8,306,127	435,546	203,439	13.00
2022	13,465,525	7,402,503	418,148	214,592	11.70
2021	12,511,993	6,379,309	409,781	225,466	10
2020	12,428,666	6,697,361	374,080	40,336	16
2019	-	-	-	-	-
2018	-	-	-	-	-
2017	-	-	-	-	-
2016	-	-	-	-	-
2015	-	-	-	-	-

**City of Madera**  
**Schedule 14**  
**Pledged Revenue Coverage (Continued)**  
**Last Ten Fiscal Years**

**Wastewater Loans Payable**

Fiscal Year	Gross Revenues	Net Revenue Available for Debt Service	Debt Service		Coverage
			Principal	Interest	
2024	\$ 17,510,103	\$ 15,238,236	\$ 387,000	\$ 133,057	29.30
2023	12,120,146	6,823,644	379,000	142,037	13.10
2022	10,792,230	5,495,728	372,000	150,626	10.52
2021	10,573,242	5,158,109	331,996	196,593	9.76
2020	10,823,426	4,645,738	322,295	206,439	8.79
2019	9,776,777	986,633	312,877	215,998	1.87
2018	8,788,389	266,204	303,735	225,278	0.50
2017	8,042,174	613,008	294,860	234,287	1.16
2016	7,407,933	788,484	286,244	243,032	1.49
2015	5,621,814	984,022	277,879	251,522	1.86

**Successor Agency 2018 Tax Allocation Bonds**

Fiscal Year	Special Assessment Collections	Net Revenue Available for Debt Service	Debt Service		Coverage
			Principal	Interest	
2024	\$ 3,037,181	\$ 2,787,181	\$ 1,515,000	\$ 1,339,545	0.98
2023	3,049,112	2,799,112	1,440,000	1,403,216	0.98
2022	2,871,594	2,621,594	1,390,000	1,461,510	0.92
2021	3,375,855	3,056,710	1,325,000	1,516,309	1.08
2020	2,790,658	598,095	1,215,000	1,563,337	0.22
2019	3,343,667	2,227,379	1,215,000	1,777,468	0.74
2018	3,686,763	2,917,577	1,295,000	2,269,784	0.82
2017	3,879,515	2,780,354	1,250,000	2,323,983	0.78
2016	1,951,305	209,883	1,190,000	2,374,693	0.06
2015	6,218,663	5,727,877	1,140,000	2,427,021	1.61

**City of Madera**  
**Schedule 15**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**

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Year	Population (1)	Personal Income	Personal Per Capita Income (1)	School Enrollment	Unemployment Rate
2023	66,560	\$ 1,536,404,480	\$ 23,083	32,318	8.0%
2022	65,540	1,352,811,140	20,641	32,161	6.6%
2021	65,843	1,194,391,000	18,139	31,494	9.1%
2020	66,172	1,158,300,000	17,504	32,144	10.9%
2019	65,415	1,069,038,000	16,342	31,925	7.8%
2018	66,419	994,407,000	14,971	31,728	7.7%
2017	66,225	959,263,000	14,484	31,468	7.3%
2016	66,082	917,664,000	13,886	31,077	7.9%
2015	65,474	904,576,000	13,815	30,865	9.1%
2014	63,008	894,966,000	14,204	30,861	9.6%

NOTES:

Data provided by HdL, Coren & Cone

<sup>1</sup> Demographic data has a lag because of time to tabulate, 2024 data not available at this time.

Source: MuniServices, LLC  
[www.cde.ca.gov](http://www.cde.ca.gov)



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**City of Madera**  
**Schedule 17**  
**Full-Time Equivalent City Government Employees by Function/Program**  
**Last Ten Fiscal Years (As of June 30)**

FUNCTION/PROGRAM	Fiscal Years									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>General Government</b>										
City Attorney	0	0	0	0	0	2	2	2	2	2
City Council	7	7	7	7	7	7	7	7	7	7
City Manager	2.7	2.7	3.7	2.7	2.7	1.7	1.95	2.7	0.7	0.7
City Clerk	2	2	2	2	2	2	2	2	2	2
Finance	20.8	27.6	24.9	27.7	24.89	24.73	23.73	24.5	24.03	24.45
Information Technology	4	4	4	4.2	4.17	4.25	4	4	4	4
Human Resources	4	4	4	4	4	4	4	4	4	4
Community Development Planning Commissioners	13.56	10.64	10.8	14.9	18.97	19.59	21.46	21.86	22.13	21.38
	0	0	0	0	0	0	0	0	0	0
<b>Public Safety</b>										
Police Officers-Sworn	71	76	71	71	70.3	70.01	69.84	60	57.25	57
Other Full-Time Employees	37	32	24	24	24	23.48	23.48	20	20	20
<b>Public Works</b>										
Engineering	20	19.44	19.9	17.9	13.63	14.67	11.21	11.69	11.85	10.74
Maintenance	22.25	28.22	24.7	17.5	34.45	27.33	28.88	29.57	30.97	30.71
Transit Services	4.8	4.75	5.3	1.7	2.7	3.08	3.08	3.38	3.38	2.98
Airport	1.78	1.88	1.9	1.9	2.86	2.88	2.98	2.46	2.46	2.36
Solid Waste Disposal	6.54	7.26	0.7	0.7	1	6.48	8.88	9.02	7.77	6.69
Storm Drainage	4.74	4.69	4.8	4.1	5.45	5.74	4.54	5.19	4.89	5.89
Waster	21.55	20.54	15.1	18.4	22.34	23.08	25.18	20.66	18.66	16.81
Wastewater/Sewer	20.6	18.82	19.7	25.1	24.66	26.29	26.62	20.32	20.07	19.04
Waste Disposal Recycling	0	0	0	0	0	1	1.3	1.35	1.3	1.2
Successor Agency/RDA	0.5	0.5	0.5	0.5	1	1.8	2.3	2.3	2.3	2.59
Culture & Recreation	53.81	53.81	49.1	37.4	47.64	51.42	56.05	61.12	60.9	53.01
<b>Total</b>	<b>318.63</b>	<b>325.85</b>	<b>293.1</b>	<b>282.7</b>	<b>313.76</b>	<b>322.53</b>	<b>330.48</b>	<b>315.12</b>	<b>307.66</b>	<b>294.55</b>

**City of Madera**  
**Schedule 18**  
**Operating Indicators by Function/Program**  
**Last Ten Fiscal Years (As of June 30)**

FUNCTION/PROGRAM	Fiscal Years				
	2024	2023	2022	2021	2020
<b>Police</b>					
Physical Arrests	5,188	2,317	2,653	1,789	1,829
Parking Violations	496	401	541	1,432	2,189
Traffic Violations	1,375	1,854	2,676	2,206	3,385
<b>Community Development</b>					
Building Permits Issued	2,580	3,534	3,010	2,236	1,797
Building Inspections Performed	14,609	17,324	20,369	12,003	12,003
Planning Permits Issued	509	367	270	200	153
<b>Public Services</b>					
Street Resurfacing (miles)	14	18	11	16	3
Street Light Replacement	301	203	186	115	86
Potholes Filled	4,165	1,936	4,836	2,864	2,012
Waste Water Average Daily Treatment (millions of gallons)	5	5	5	5	5
Transit Route (Service) Miles	367,430	283,815	238,887	258,599	317,504
Transit Passenger Count	94,880	84,567	52,164	54,683	95,326
<b>Parks &amp; Recreation</b>					
Sports Field Participation	2,952	775	1,603	360	1,802
Community Center/Gym/Pool Participation	26,038	24,222	14,170	24,728	31,779
Other Participation	23,699	19,629	10,152	86,364	124,062

NOTES:

N/A - Information not available

**City of Madera**  
**Schedule 18**  
**Operating Indicators by Function/Program (Continued)**  
**Last Ten Fiscal Years (As of June 30)**

FUNCTION/PROGRAM	Fiscal Years				
	2019	2018	2017	2016	2015
<b>Police</b>					
Physical Arrests	2,381	1,585	1,014	N/A	N/A
Parking Violations	1,417	953	777	N/A	N/A
Traffic Violations	5,141	1,824	2,801	N/A	N/A
<b>Community Development</b>					
Building Permits Issued	2,202	2,390	N/A	N/A	N/A
Building Inspections Performed	13,322	16,106	15,186	N/A	N/A
Planning Permits Issued	196	234	211	N/A	N/A
<b>Public Services</b>					
Street Resurfacing (miles)	5	6	4	8	5
Street Light Replacement <sup>a</sup>	64	92	206	N/A	N/A
Potholes Filled	2,341	2,703	2,542	N/A	N/A
Waste Water Average Daily Treatment (millions of gallons)	5	5	5	5	5
Transit Route (Service) Miles	352,476	140,033	366,788	N/A	N/A
Transit Passenger Count	108,535	143,746	142,991	N/A	N/A
<b>Parks &amp; Recreation</b>					
Sports Field Participation	1,701	N/A	N/A	N/A	N/A
Community Center/Gym/Pool Participation	38,271	N/A	N/A	N/A	N/A
Other Participation	133,186	N/A	N/A	N/A	N/A

NOTES:

N/A - Information not available

**City of Madera**  
**Schedule 19**  
**Capital Asset Statistics by Function/Program**  
**Last Ten Fiscal Years**

<b>FUNCTION/PROGRAM</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Police</b>										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units (marked)	22	19	19	41	41	35	35	34	N/A	N/A
Motorecycle unit	5	5	5	5	4	4	5	3	N/A	N/A
K-9 unit	3	3	3	3	3	3	3	3	N/A	N/A
<b>Streets</b>										
Streets (Centerline miles)	203	203	199	199	199	160	N/A	N/A	N/A	N/A
Streetlights	3326	3326	3309	3000	3000	3000	N/A	N/A	N/A	N/A
<b>Traffic Signals</b>										
CalTrans maintained	16	16	16	15	15	15	N/A	N/A	N/A	N/A
City of Madera maintained	35	35	34	32	29	29	N/A	N/A	N/A	N/A
<b>Culture &amp; Recreation</b>										
Total Park Acreage	162	160	160	159	159	151	N/A	N/A	N/A	N/A
Parks	18	16	16	15	15	13	N/A	N/A	N/A	N/A
Baseball Fields	2	2	2	2	2	2	N/A	N/A	N/A	N/A
Softball Fields	9	9	9	9	9	9	N/A	N/A	N/A	N/A
Soccer Fields	7	7	7	7	7	7	N/A	N/A	N/A	N/A
Football Fields	0	0	0	0	0	0	N/A	N/A	N/A	N/A
Tennis Courts	0	0	0	0	0	0	N/A	N/A	N/A	N/A
Swimming Pools	3	3	3	3	3	3	N/A	N/A	N/A	N/A
Community Centers	3	3	3	3	3	3	N/A	N/A	N/A	N/A
<b>Waste Water</b>										
Sanitary Sewers (miles)	378.6	375.1	375	375	375	408	0	0	0	0
Storm Sewers (miles)	0	0	0	0	0	0	0	0	0	0
Treatment Capacity (millions of gallons/day)	7	7	0	0	0	0	0	0	0	0
<b>Transit Services</b>										
<b>Minibuses</b>										
Fixed Route	14	11	11	11	11	11	11	11	N/A	N/A
Dial A Ride	5	6	6	6	6	6	6	6	N/A	N/A
<b>Vans</b>										
Dial A Ride	3	0	0	0	0	0	0	0	0	0
Bus Shelters	71	71	71	71	71	71	71	71	N/A	N/A

NOTES:

N/A - Information not available