

# City of Lathrop

390 Towne Centre Drive  
Lathrop, CA 95330

<https://www.ci.lathrop.ca.us/>



Lathrop



## ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2024



**CITY OF LATHROP, CALIFORNIA**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**Prepared by:**

**Finance Department**

**Cari James, Director of Finance**

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

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## City of Lathrop

*Department of Finance*  
390 Towne Centre Drive  
Lathrop, California 95330  
209-941-7320  
[www.ci.lathrop.ca.us](http://www.ci.lathrop.ca.us)

December 19, 2024

### ***To the Honorable Mayor, Members of the City Council and Citizens of Lathrop***

#### ***Lathrop, California 95330***

The Annual Comprehensive Financial Report of the City of Lathrop for the fiscal year (FY) ended June 30, 2024 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City of Lathrop. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds of the City of Lathrop. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

This Annual Comprehensive Financial Report includes a summary of funds for the City of Lathrop and reports all activities considered to be a part of, controlled by, and dependent on the City. The accounts of the City are organized on the basis of fund accounting with each fund considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred outflows/ inflows of resources, fund equity, revenues and expenditures, or expenses as appropriate. Government resources are allocated to, and accounted for, in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

The Annual Comprehensive Financial Report is prepared in accordance with Generally Accepted Accounting Principles (GAAP) as set forth in pronouncements by the National Council of Governmental Accounting (NCGA) and the Governmental Accounting Standards Board (GASB) and includes the report of the City's independent certified public accountants, Badawi and Associates. Based on the audit, the independent auditors concluded that there was reasonable basis for rendering an unmodified opinion which states that the City's financial statements for the fiscal year ended June 30, 2024, are fairly presented in conformity with GAAP. The independent auditors report is presented as the first component of the financial section of this report.

Management's discussion and analysis (MD&A) is required supplementary information and provides information and analysis that users need to interpret the basic financial statements. This transmittal letter is designed to complement the MD&A, and, therefore, should be read with it. The City's MD&A can be found immediately following the independent auditor's report.

#### **INTERNAL CONTROLS**

To provide a reasonable basis for making these representations, City management has established a comprehensive internal control framework that is designed to ensure that the assets of the government are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP in the United States of America.

The internal control structure is designed to provide reasonable, but not absolute, assurance these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of control should not exceed the benefits likely to be derived from the control, and (2) the valuation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above stated framework. We believe our internal accounting controls adequately safeguard assets and provide reasonable assurance that financial transactions are properly recorded.

## **INDEPENDENT AUDIT REPORT**

The City Council is responsible for: 1) assuring the City administration fulfills its responsibilities in the preparation of the financial statements and 2) engaging certified public accountants to ensure sound audit and the accounting principles are applied in financial reporting.

The Government Code of the State of California requires general law cities, such as the City of Lathrop, to have its financial statements audited by an independent certified public accountant. Accordingly, this year's audit was completed by the accounting firm of Badawi and Associates. The firm was engaged by the City Administration to render an opinion of the City's financial statements in accordance with auditing standards generally accepted in the United States of America. To ensure complete independence, Badawi and Associates presents the results of their assessment of the adequacy of internal accounting controls and the quality of financial reporting directly to the City Council. The auditor's report on the basic financial statements is the first item in the accompanying Financial Section.

In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the Federal Single Audit Act, Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance). 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 audited government's internal controls and compliance with legal requirements.

### **REPORT ORGANIZATION:**

The report is organized in three sections: introductory, financial, and statistical.

1. The Introductory section includes this transmittal letter and general information on the City's government structure and services provided. It includes a list of principal officials, an organizational chart, and the Government Finance Officers Associations (GFOA) Certificate of Achievement for Excellence in Financial Reporting.
2. The Financial section contains the independent auditor's report on the financial statement audit, the MD&A, basic financial statements, required supplementary information, and combined and individual fund presentations and supplementary information.
3. The Statistical section includes selected financial and demographic information generally presented on a multi-year basis. This information includes financial trends, revenue capacity, debt capacity, demographics and economic and operating information.

### **PROFILE OF LATHROP**

The City of Lathrop encompasses approximately 22 square miles. The City of Lathrop is located in San Joaquin County at the center of the Northern California metro market, close to the San Francisco Bay Area and Greater Sacramento regions, at the interchange of three major freeways: Interstate 5 (I-5), Interstate 205 (I-205), and the Highway 120 Freeway. As of January 1, 2024, the City had an estimated population of 37,033.

The City of Lathrop is a general-law city incorporated under California law July 1, 1989. The City operates under the City Council / Manager form of government. Beginning with the municipal election in November 1996, the position of the Mayor is elected for a two-year term. Four Council Members are elected at-large and serve alternating four-year terms. Every two years in December, the Mayor and Council Members select a Council Member to serve as Vice-Mayor. The City Manager also serves as City Treasurer and the City Clerk is appointed by the City Manager. All municipal elections are non-partisan.

The City of Lathrop provides a wide range of municipal services, including police public safety, water and sewer utilities, street maintenance, community services, parks and recreation, planning, building, code enforcement, and other general government services.

Fire services such as fire suppression and prevention are provided for the City by Lathrop-Manteca Fire Protection District and are funded separately by the Fire District. The Fire District provides specialized equipment and trained personnel 24 hours a day for emergency assistance to all residents. The Fire District and the City work together for the mutual benefit of both agencies and the citizens they serve.

## **ECONOMIC CONDITION AND FINANCIAL OUTLOOK**

Historically, Lathrop has been an agricultural-based community, however, the continuing dynamic outward growth of the San Francisco Bay Area has pushed industrial, warehousing, and logistics growth into the Northern San Joaquin Valley. This has benefited Lathrop due to its strategic location at the intersection of three major freeways. The City continues to experience a period of growth with consistently strong demand in residential construction to accommodate continuing job growth in the Northern San Joaquin Valley and in the neighboring Tri Valley Area of the East Bay. Permit issuance remained strong in FY 2023/24 with building permits continuing to be issued at a rate consistent with an agency that is one of the fastest growing in the State. Revenues, such as property tax, development related fees, community facility district revenues and sales tax are all positively impacted from increased development activity either directly from fees received or indirectly due to increased population.

The City has recently begun to enjoy a strong economic base from years of smart growth and planning initiatives resulting in stable property tax revenue, modest transient occupancy taxes and diverse sales tax revenues. The City's sales tax revenues remain stable and, over the past several years, have continued to experience annual increases. The City's sales tax revenues are expected to show modest annual increases as population and consumer activity continue to rise and businesses continue to view Lathrop as an attractive location.

Like all government agencies throughout California, the City is faced with increased ongoing annual operating costs and rising retirement related liabilities. For Lathrop, some of these challenges include increased funding needs for pavement maintenance, facility and park maintenance, new programs and departments, additional personnel, retiree health care costs, and rising pension costs due to new funding policies adopted by the California Public Employees Retirement System (CalPERS). While the City has been successful over the years in balancing these issues with its strategic use of contract staffing and services, the City will continue to experience rising costs. Additionally, with the anticipation of significant impacts to revenues in the coming year, coupled with ongoing growth in expenditures over the next five years, the City will be challenged.

Sales tax growth in Lathrop was moored to commercial development throughout 2024 and is expected to stabilize throughout 2025. Sales tax is the General Fund's largest source of revenue and has largely recovered to pre-pandemic levels, however, the state of the economy from high inflation, supply chain challenges and ongoing world events remains concerning as we head into FY 2025. The City is currently navigating an unprecedented inflation situation that has not been encountered in recent history. The ability to budget conservatively has paid dividends with the uncertainty that has come with recent economic events. This creates challenges but we remain vigilantly optimistic about Lathrop's long-term outlook.

City Council and Staff are dedicated to the Community and our commitment to prudently manage the City's finances. This commitment has contributed to our ability to endure challenging times. The financial impacts of the pandemic have largely subsided compared to the prior fiscal year.

## **BALANCED BUDGET**

The City's Budget and Fiscal Policy requires the City to maintain a balanced General Fund budget over the annual period of the financial plan. This means that each fiscal year, current revenues must meet or exceed operating expenditures, including debt service. Use of fund balance commitments to offset non-operating expenditures may allow for current expenditures to exceed current revenues in the fiscal year. City staff presents General Fund budgets for City Council consideration that maintain an unassigned fund balance between 10-50% of the annual operating appropriations and transfers. Lathrop maintains adequate fund balances for emergencies in a majority of its governmental operations funds and proprietary funds.

The adopted budget serves as the foundation for the City of Lathrop's financial planning and control system. All departments of the City submit requests for appropriations to the City Manager. The City Manager uses these requests as a starting point for developing a proposed budget. The Council holds public hearings on the proposed budget and then ultimately adopts a formal budget. The budget is adopted by fund, department, program, and line-item.

The Council periodically reviews the City's actual financial activity in relation to the original budget, and as necessary, adjustments are made to ensure that expenditures are not outpacing anticipated revenues. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is at the fund and department level with more stringent control over capital assets and fund balance categories, which are maintained at the line item level. The City Council must approve amendments or transfers of appropriations between funds or departments as well as items related to capital assets or fund balances. The City Council has delegated authority to the City Manager to approve transfers of appropriations between programs and divisions

within a City department and between appropriation units (e.g., salaries and benefits, services and supplies, and capital outlay) within programs, excluding special designation or project appropriations.

### **LONG-TERM FINANCIAL PLANNING**

The City incorporates long-term financial planning into its budget process in several ways. During the biennial budget process the City Council receives an updated General Fund Ten-Year Forecast and CIP Five-Year Forecast that includes all special revenue funds associated with each project. The long-term financial model used for the General Fund and CIP looks forward ten years, because of the volatile nature of tax revenues in a commercial growth-based economy, and various one-time special revenue funds associated with development activity making it difficult to predict revenues with any certainty beyond the immediate term. The forecast is used as a tool and maintained by Finance staff.

These projections allow management to see what the future could look like given a set of assumptions and is evaluated in the context of whether decisions are sustainable over the long term. The ten-year financial forecast is a tool for strategic decision making and presents further context for balancing short-term and long-term goals and provides an “order of magnitude” feel for the General Fund’s ability to continue services and preserve fiscal sustainability. Management encourages its departments to project their resource needs for a period longer than the traditional biennial budget period. In addition, the City faces increasing expenses in several areas of operations, including the creation of the Police Department. The City has elected to proactively address its unfunded OPEB obligation by establishing an irrevocable trust and significantly increasing its contributions. At the same time, rising pension contribution requirements, while helping to reduce the unfunded pension liability, result in a decrease of financial resources available for other uses. The City will need to continue to explore options to increase its revenue base, while keeping expenses manageable.

As the economy readjusts post-pandemic, inflation continues to be a key issue in 2024. Despite higher prices and concerns over a potential recession, consumer demand has remained consistent. Property tax revenue has not been affected yet as the assessed values do not show the impact of economic volatility in a short period. Moreover, affordability and a short supply of homes available for sale has kept the local real estate market steady. Vulnerable to an economic downturn are sales tax, TOT and development-related revenues. Economic development continues to thrive as new businesses are motivated to locate in Lathrop due to its location, amenities, economic vibrancy, and high quality of life for residents.

Lastly, on November 6, 2012, the Citizens of Lathrop approved Measure C by 77%. Measure C is a general purpose 1% additional sales tax Measure to be used for the purpose of maintaining and enhancing essential City services, such as police and fire protection and youth and senior services within the City. Measure C supports personnel and operating expenditures to manage the Lathrop Generations Center, a multipurpose facility aimed to promote healthy recreational opportunities for our youth. Furthermore, Measure C partially funded the startup of Lathrop’s own Police Department, as well as additional Lathrop Police personnel to strengthen prevention and intervention services around the community.

### **CERTIFICATE OF ACHIEVEMENT**

The Government Finance Officers Association of the United States and Canada (GFOA) has awarded the Certificate of Achievement for Excellence in Financial Reporting to City of Lathrop for its annual comprehensive financial report (ACFR) for the fiscal year ended June 30, 2023. The ACFR has been judged by an impartial panel to meet the uppermost standards of the program, which includes demonstrating a constructive "spirit of full disclosure" to clearly communicate its financial story and motivate potential users and user groups to read the ACFR. The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment by a government and its management. This was the 27<sup>th</sup> consecutive year that the City of Lathrop has received this prestigious award.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program’s requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGEMENTS

The preparation of the Annual Comprehensive Financial Report was made possible by the special efforts of the entire staff of the Finance Department, working in conjunction with the City's independent auditors and departmental staff. We would like to express our appreciation to the Mayor and City Councilmembers for their continued efforts in stewarding the financial operations of the City in a responsible and enterprising manner.

Respectfully submitted,



Stephen J. Salvatore  
City Manager



Cari James  
Director of Finance





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Lathrop  
California**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

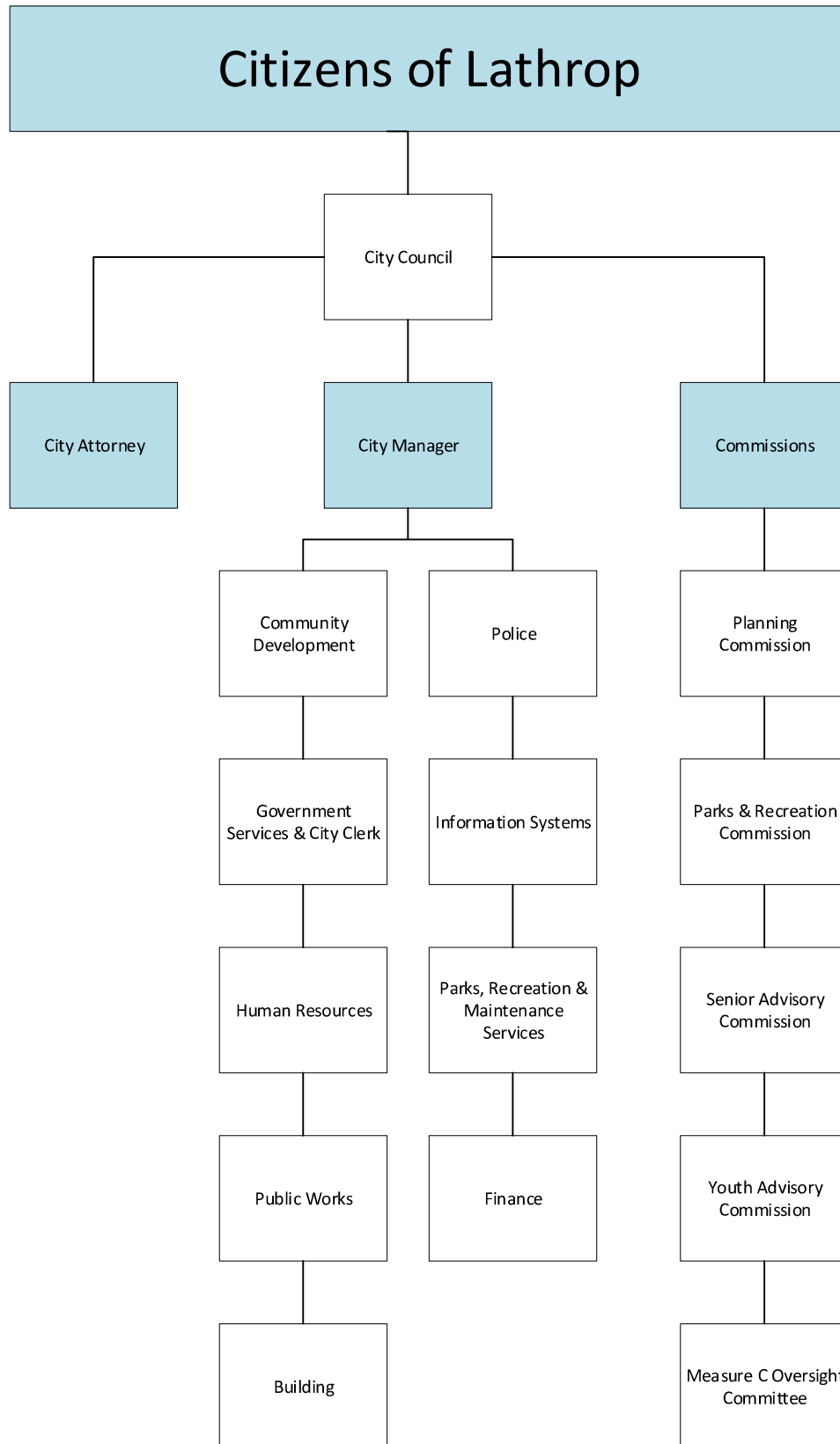
June 30, 2023

*Christopher P. Morill*

Executive Director/CEO

# CITY OF LATHROP ORGANIZATIONAL CHART

## Fiscal Year 2023/24 and 2024/25



## **DIRECTORY OF OFFICIALS AND ADVISORY BODIES**

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### **CITY COUNCIL**

Sonny Dhaliwal, Mayor  
Minnie Diallo, Vice Mayor  
Paul Akinjo, Council Member  
Diane Lazard, Council Member  
Jennifer Torres-O'Callaghan, Council Member

### **ADVISORY BODIES**

Lathrop/Manteca Fire District  
Measure C Oversight Committee  
Parks and Recreation Commission  
Planning Commission  
Senior Advisory Commission  
Youth Advisory Commission

### **APPOINTED OFFICIALS AND DEPARTMENT HEADS**

City Manager/ Treasurer  
City Attorney  
Assistant City Manager  
Deputy City Manager  
Director of Government Services/ City Clerk  
City Engineer  
Director of Information Systems  
Director of Finance  
Director of Human Resources  
Director of Community Development  
Director of Parks and Recreation  
Chief of Police  
Chief Building Official

Stephen J. Salvatore  
Salvador Navarrete  
Michael King  
Thomas Hedegard  
Teresa Vargas  
Brad Taylor  
Tony Fernandes  
Cari James  
Juliana Burns  
Rick Caguiat  
Todd Sebastian  
Stephen Sealy  
Ed Short

## INDEPENDENT AUDITOR'S REPORT

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

### **Report on the Audit of the Financial Statements**

#### *Opinions*

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

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

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

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

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

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

***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS, 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 for the General Fund and major special revenue funds, and the required pension and OPEB schedules on pages 5-18 and 88-99 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the



United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining General Fund schedules and budgetary comparison schedules, combining and individual nonmajor fund statements, and the budgetary comparison schedules for the major capital projects funds and nonmajor governmental funds are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The General Fund schedules and budgetary comparison schedules, combining and individual nonmajor fund statements, and the budgetary comparison schedules for the major capital projects funds and nonmajor governmental funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the General Fund schedules and budgetary comparison schedules, combining and individual nonmajor fund statements, and the budgetary comparison schedules for the major capital projects funds and nonmajor governmental funds are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

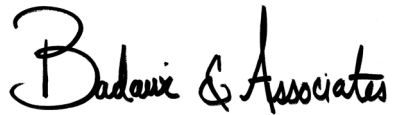
Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the information included in the annual comprehensive financial report but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2024 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

To the Honorable Mayor and Members of the City Council  
of the City of Lathrop  
Lathrop, California  
Page 4

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 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 "Badawi & Associates". The signature is written in a cursive, flowing style.

Badawi & Associates, CPAs  
Berkeley, California  
December 19, 2024



## City of Lathrop

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December 19, 2024

## ***MANAGEMENT'S DISCUSSION AND ANALYSIS***

The Management's Discussion and Analysis ("MD&A") provides an overview of the City of Lathrop's ("City") activities and financial performance for the year ended June 30, 2024. Readers are encouraged to read the MD&A in conjunction with the basic financial statements that immediately follow, along with the letter of transmittal at the beginning of the Introductory Section and other portions of the Annual Comprehensive Financial Report ("ACFR").

### ***FINANCIAL HIGHLIGHTS***

- The government-wide statement of net position for the City's governmental and business-type activities indicates that as of June 30, 2024, total assets and deferred outflows of resources exceed total liabilities and deferred inflows of resources by \$890.4 million. Of this amount, governmental activities accounts for \$584.6 million and business-type activities accounts for \$305.8 million. In addition, the City's restricted net position totals \$144.3 million (\$142.9 million for governmental activities and \$1.4 million for business-type activities) based on restrictions imposed by the enabling legislations or debt covenants. Lastly, net position of \$582.4 million is the City's net investment in capital assets, which includes \$356.8 million from governmental activities and \$225.6 million from business type activities.
- The net position increased by \$102.4 million or 14 percent during FY 2024 to \$890.4 million from \$785.4 million. Governmental activities accounted for \$73.6 million increase and business-type activities accounted for \$28.9 million increase. The largest contributing factor of both increases is due to the acceptance of completed development infrastructure.
- Governmental funds reported a combined ending fund balance of \$229.3 million at June 30, 2024, which is \$35.0 million or 18.0 percent higher than the restated June 30, 2023 balance. The change is attributable to an increase in the General Fund of \$5.6 million, the Capital Facility Fees Fund of \$4.0 million, the General CIP Projects Fund of \$1.1 million, the Nonmajor Governmental Funds of \$24.3 million.
- Unassigned fund balance of governmental funds is \$15.3 million, which is 6.7 percent of the combined governmental fund balances as of June 30, 2024.
- Total long-term liabilities decreased by \$0.8 million to \$27.7 million, which represents a decrease of 2.8 percent compared to \$28.5 million at June 30, 2023. The primary factors leading to the increase in long-term liabilities for governmental activities of \$0.6 million was due to the increases in compensated absences of \$0.4 million, and net pension liability of \$0.9 million, offset by decreases in long term debt payable of \$0.3 million and leases payable of \$0.4 million. The primary factor leading to the decrease in long-term liabilities for business-type activities of \$1.5 million was a result of an increase of net pension liability of \$0.1 million, offset by a decrease in long-term obligation of \$1.6 million.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis introduce the City's basic financial statements, which are comprised of four components:

- Government-wide Financial Statements
- Fund Financial Statements
- Notes to Basic Financial Statements

In addition, this report contains required and other supplementary information.

## **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

Government-wide Financial Statements provide readers with a broad overview of the City's finances that include two different views of the City's financial position. The government-wide financial statements provide both long-term and short-term information about the City's overall financial status.

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

The **statement of activities** presents information showing how the net positions changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods. Examples include revenues pertaining to uncollected taxes and expenses pertaining to earned but unused vacation and other leaves.

Both government-wide financial statements address functions principally supported by taxes and intergovernmental revenues ("governmental activities") and other functions that intend to recover all or in part a portion of their costs through user fees and charges ("business-type activities"). The governmental activities of the City include general government, public safety, capital facilities, building safety and inspection, general capital projects and street capital projects. The City's business-type activities include water system and wastewater system.

## **FUND FINANCIAL STATEMENTS**

Fund financial statements report information about groupings of related accounts used to maintain control over resources segregated for specific activities or objectives. As do other state and local governments, the City uses fund accounting to ensure and demonstrate finance-related legal compliance. Each City fund falls into one of three categories: governmental funds, proprietary funds, or fiduciary funds.

**Governmental funds** account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the City's capacity to finance its programs in the near future.

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

The governmental funds balance sheet and statement of revenues, expenditures and changes in fund balances present information separately for the General Fund, Capital Facilities Fee Fund, Building Safety and Inspection Fund, Streets and Roads Fund, and General CIP Projects Fund which are all classified as major funds. These statements also report several individual governmental funds classified as nonmajor funds such as special revenue funds and capital project funds, which are aggregated into a single presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this ACFR.

**Proprietary funds** generally account for services charged to external or internal customers through fees. Proprietary funds provide the same type of information as shown in the government-wide financial statements for business-type activities, only in more detail. The City accounts for its water system and wastewater system in proprietary funds.

**Fiduciary funds** account for resources held for the benefit of parties outside of the governments in a similar manner as that of proprietary funds. The government-wide financial statements do not include fiduciary funds as their resources are not available to support City programs.

The financial statements also include notes that explain the information in the financial statements and provide more detailed data. In addition to the required elements, combining statements are presented that provide details about the City's non-major governmental funds and agency funds, each of which are presented in consolidated columns in the basic financial statements.

**Notes to Basic Financial Statements** provide additional information that is essential to a full understanding of the data provided in the government-wide fund financial statements.

**Required Supplementary Information** includes the budgetary schedules for the General Fund, Capital Facility Fees Fund, and Building Safety and Inspection Fund. In addition, pension and other postemployment healthcare schedules present the City's progress toward funding its obligations to provide future pension and other postemployment healthcare benefits for its active and retired employees.

**Combining and individual fund statements and schedules** provide information for nonmajor governmental funds, internal service funds, and fiduciary funds and are presented immediately following the required supplementary information.



# GOVERNMENT-WIDE FINANCIAL ANALYSIS

## Analysis of Net Position

As noted earlier, net position may serve as a useful indicator of a government's financial position. As of June 30, 2024, the City's total assets and deferred out flows of resources exceed total liabilities and deferred inflows of resources by \$890.4 million. The following table is a condensed summary of the City's net position for governmental and business type activities:

**City of Lathrop Summary of Net Position**  
**For the Fiscal Years Ended June 30, 2023 and 2024**  
*(in Thousands)*

	Governmental		Business-Type		Total Primary		Total Percent Change
	Activities		Activities		Government		
	2023	2024	2023	2024	2023	2024	
<b>Assets:</b>							
Capital assets	\$ 324,000	\$ 359,764	\$ 221,456	\$ 239,161	\$ 545,456	\$ 598,925	9.80%
Other assets	212,777	250,183	79,363	89,363	292,140	339,546	16.23%
<b>Total Assets</b>	<b>536,777</b>	<b>609,947</b>	<b>300,819</b>	<b>328,524</b>	<b>837,596</b>	<b>938,471</b>	<b>12.04%</b>
<b>Deferred Outflows</b>							
Pension	4,371	5,086	636	749	5,007	5,835	16.54%
OPEB	1,011	1,062	160	168	1,171	1,230	5.04%
<b>Total Deferred Outflows</b>	<b>5,382</b>	<b>6,148</b>	<b>796</b>	<b>917</b>	<b>6,178</b>	<b>7,065</b>	<b>14.36%</b>
<b>Liabilities:</b>							
Current liabilities	22,587	16,651	6,581	10,178	29,168	26,829	-8.02%
Long-term liabilities	5,487	5,123	13,634	11,971	19,121	17,094	-10.60%
Net Pension liability	6,972	7,918	994	1,143	7,966	9,061	13.75%
Net OPEB liability	1,243	1,315	196	207	1,439	1,522	5.77%
<b>Total Liabilities</b>	<b>36,289</b>	<b>31,007</b>	<b>21,405</b>	<b>23,499</b>	<b>57,694</b>	<b>54,506</b>	<b>-5.53%</b>
<b>Deferred Inflows</b>							
Pensions	335	187	53	29	388	216	-44.33%
OPEB	233	328	37	52	270	380	40.74%
<b>Total Deferred Inflows</b>	<b>568</b>	<b>515</b>	<b>90</b>	<b>81</b>	<b>658</b>	<b>596</b>	<b>-9.42%</b>
<b>Net Position:</b>							
Net Investment in Capital Assets	320,475	356,772	206,299	225,626	526,774	582,398	10.56%
Restricted	125,033	142,915	1,409	1,431	126,442	144,346	14.16%
Unrestricted	59,793	84,886	72,412	78,802	132,205	163,688	23.81%
<b>Total Net Position</b>	<b>\$ 505,301</b>	<b>\$ 584,573</b>	<b>\$ 280,120</b>	<b>\$ 305,859</b>	<b>\$ 785,421</b>	<b>\$ 890,432</b>	<b>13.37%</b>

At June 30, 2024, the City reported positive balances in net position on a total basis. Net investment in capital assets (infrastructure, land, buildings, other improvements, vehicles, equipment, lease assets and SBITA less outstanding debt used to acquire assets and deferred inflows and outflows related to debt) of \$582.4 million comprises 65.4 percent of the City's total net position. These capital assets facilitate providing services to the Lathrop community, but are not liquid, and therefore are not available for future spending. During FY 2024 net investment in capital assets increased \$55.6 million primarily due to an increase of \$36.3 million from governmental activities and an increase of \$19.3 million from business-type activities. A portion of the City's net position, \$144.3 million or 16.2 percent, is subject to legal restriction for their use, including \$142.9 million in governmental activities

and \$1.4 million in business-type activities. Of the total net position at June 30, 2024, a balance of \$163.7 million or 18.4 percent represents unrestricted net position, which comprises a balance of \$84.9 million for governmental activities and a balance of \$78.8 million for business-type activities.

During FY 2024, the City's total net position increased by \$102.4 million. Notable changes in the statement of net position between June 30, 2024, and June 30, 2023 include:

### **Assets**

- Capital assets increased by \$53.5 million compared to the prior fiscal year. Governmental capital assets increased by \$35.8 million and business-type capital assets increased by \$17.7 million. The increase is result of the addition of major infrastructure in both Governmental and Business-type funds. Governmental capital assets recorded additions of \$49.4 million, which included \$2.2 million in capital projects, \$0.6 million in property acquisitions, \$1.3 million in vehicles and equipment, \$1.4 million in buildings, \$16.1 million in improvements other than building, and \$27.8 million in donated developer infrastructure. Business-type capital assets recorded additions of \$24.4 million, which included \$9.4 million in water system improvements, \$0.7 million in water capital projects, \$0.2 million in property acquisitions, \$11.8 million in sewer system improvements, \$1.8 million in sewer capital projects and \$0.5 million in vehicles and equipment, offset by depreciation of \$6.7 million.
- Current and other assets increased by \$47.4 million or 16.2 percent due to an increase of \$37.4 million in governmental activities and an increase of \$10.0 million in business-type activities. The increase in governmental activities is mainly due to an increase in cash and investments held with fiscal agents from higher sales and property tax revenues. The increase in current assets for business-type activities is mainly due to higher cash and investments resulting from more revenue received through charges for services.

### **Liabilities**

- Total long-term liabilities decreased by \$0.8 million to \$27.7 million at June 30, 2024, which represents an decrease of 3.0 percent compared to \$28.5 million at June 30, 2023. The primary factors leading to the increase in long-term liabilities for governmental activities of \$0.7 million was due to the increases in net pension liability by \$0.9 million, net OPEB liability of \$0.1 million, compensated absences \$0.4 million offset by a decrease in other long-term liabilities of \$0.7 million. The primary factor leading to the decrease in business-type activities of \$1.5 million is a result of increases in net pension liability of \$0.1 million, offset by a decrease in other long-term liabilities of \$1.6 million attributed to a reduction in long term debt.
- Net pension liability increased \$1.1 million since the prior measurement date, primarily due to the City's covered payroll increasing \$4.2 million year over year from 2022 to 2023. The covered payroll increase is due to the establishment of the new City of Lathrop Police Department.
- Current and other liabilities decreased \$2.3 million or 8.0 percent due to a decrease of \$5.9 million in governmental activities, offset by an increase of \$3.6 million in business-type activities. Governmental activities recorded increases of \$1.2 million in accounts payable and \$1.0 million in other current assets, offset by decreases of \$5.0 million in unearned revenue, and \$3.1 million in deposits payable. The primary factor leading to an increase in business-type activities is an increase in accounts payable.

### **Deferred Outflows/Inflows**

- Deferred outflows of resources increased \$0.9 million to \$7.1 million at June 30, 2024, which represents an increase of 1.5 percent compared to \$6.2 million at June 30, 2023. The primary factor leading to the increase in deferred outflows is an increase of \$0.8 million in pension and \$0.1 million in OPEB. The increases are a direct result of adding additional employees and increases in salaries.
- Deferred inflows decreased by \$0.1 million to \$0.6 million at June 30, 2024, which represents a decrease of 14.3 percent compared to \$0.7 million at June 30, 2023. The decrease of deferred inflows was primarily due to the decrease in deferred inflows related to pensions of \$0.2 million, offset by an increase in OPEB of \$0.1 million.

### **Net Position**

- Unrestricted net position for governmental activities increased by \$25.1 million or 42.0 percent with an ending balance of \$84.9 million at June 30, 2024. For business-type activities, unrestricted net position increased by \$6.4 million or 8.8 percent with a balance of \$78.8 million at June 30, 2024.

## Analysis of Activities

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

**City of Lathrop Changes in Net Position**  
**For the Fiscal Years Ended June 30, 2023 and 2024**  
*(in Thousands)*

	Governmental		Business-Type		Total Primary		Total Percent Change
	Activities		Activities		Government		
	2023	2024	2023	2024	2023	2024	
<b>Revenues:</b>							
<i>Program revenues:</i>							
Charges for services	\$ 18,476	\$ 20,165	\$ 21,194	\$ 22,649	\$ 39,670	\$ 42,814	7.93%
Operating grants and contributions	7,477	5,756	-	-	7,477	\$ 5,756	-23.02%
Capital grants and contributions	66,235	58,107	29,098	24,530	95,333	\$ 82,637	-13.32%
<i>General revenues:</i>							
Sales and use taxes	21,285	21,039	-	-	21,285	\$ 21,039	-1.16%
Property taxes	10,510	12,178	-	-	10,510	\$ 12,178	15.87%
Franchise taxes	2,285	2,773	-	-	2,285	\$ 2,773	21.36%
Transient occupancy taxes	1,027	1,097	-	-	1,027	\$ 1,097	6.82%
Other taxes	18,229	2,656	5,839	-	24,068	\$ 2,656	-88.96%
Other miscellaneous	381	1,026	687	620	1,068	\$ 1,646	54.12%
Unrestricted investment earnings	3,901	10,282	953	3,603	4,854	\$ 13,885	186.05%
<b>Total Revenues</b>	<b>149,806</b>	<b>135,079</b>	<b>57,771</b>	<b>51,402</b>	<b>207,577</b>	<b>186,481</b>	<b>-10.16%</b>
<b>Expenses:</b>							
<i>Governmental activities:</i>							
General government	9,351	11,905	-	-	9,351	11,905	27.31%
Community development	1,537	1,240	-	-	1,537	1,240	-19.32%
Public safety	15,351	19,911	-	-	15,351	19,911	29.70%
Public works	36,027	25,161	-	-	36,027	25,161	-30.16%
Culture and leisure	3,999	4,895	-	-	3,999	4,895	22.41%
Interest on long-term debt	226	218	-	-	226	218	-3.54%
<i>Business-type activities:</i>							
Water enterprise	-	-	9,130	8,809	9,130	8,809	-3.52%
Sewer enterprise	-	-	9,457	11,907	9,457	11,907	25.91%
<b>Total expenses</b>	<b>66,491</b>	<b>63,330</b>	<b>18,587</b>	<b>20,716</b>	<b>85,078</b>	<b>84,046</b>	<b>-1.21%</b>
<b>Excess before transfers</b>	<b>83,315</b>	<b>71,749</b>	<b>39,184</b>	<b>30,686</b>	<b>122,499</b>	<b>102,435</b>	<b>-16.38%</b>
Transfers	3,144	1,808	(3,144)	(1,808)	-	-	0.00%
<b>Change in Net Position</b>	<b>86,459</b>	<b>73,557</b>	<b>36,040</b>	<b>28,878</b>	<b>122,499</b>	<b>102,435</b>	<b>-16.38%</b>
Net Position - Beginning	421,251	505,301	246,497	280,120	667,748	785,421	17.62%
Restatements	(2,410)	5,714	(2,417)	(3,139)	(4,827)	2,575	0.00%
Net Position, Beginning, Restated	418,841	511,015	244,080	276,981	662,921	787,996	18.87%
<b>Net Position - Ending</b>	<b>\$ 505,301</b>	<b>\$584,573</b>	<b>\$ 280,120</b>	<b>\$305,859</b>	<b>\$ 785,420</b>	<b>\$890,431</b>	<b>13.37%</b>

## Governmental Activities

The change in net position for governmental activities decreased by \$12.9 million during FY 2024 from \$86.5 million to \$73.6 million. Total expenses decreased by \$3.2 million and revenues including transfers decreased by \$16.1 million. The major factors contribution to the increase in net position in FY 2024 compared to FY 2023 are as follows:

## **Revenues**

- Fees, fines and charges for service increased by \$1.7 million or 9.2 percent, mainly due to developer paid plan check and inspection fees.
- Operating grants and contributions decreased by \$1.7 million or 22.7 percent mainly due to a decrease in Coronavirus revenue received in the prior fiscal year.
- Capital grants and contributions decreased by \$8.1 million or 12.2 percent mainly due to the decrease in donation of infrastructure from developers.
- General revenue decreased \$6.5 million or 11.3 percent. The decrease is due decreases of \$15.6 million in other taxes, offset by increases of \$1.7 million in property tax, \$0.5 million in other revenue and \$0.5 million in franchise fees all related to increases in homes sold in the fiscal year. In addition, investment earnings increased \$6.4 million, driven by higher interest income received.

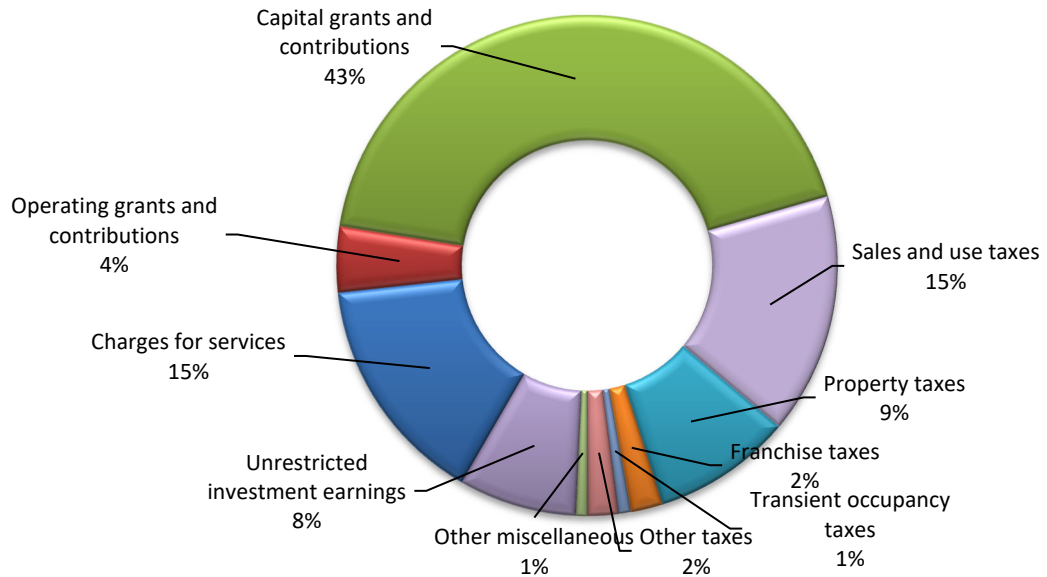
## **Expenses**

- General government expenses increased \$2.6 million or 27.7 percent during FY 2024. This increase is due to annual cost of living adjustments for all employees, and an increase in general liability insurance.
- Public safety expenses increased \$4.6 million or 29.9 percent primarily due to the additions of 4 officers to support the police department and the opening and staffing of the City's new Animal Center.
- Community development expenses decreased by \$0.3 million or 20.0 percent mainly due to the unfunding of the Deputy Community Development Director position, after the employee was promoted to Community Development Director upon the retirement of the former director.
- Public Works expenses decreased \$10.9 million or 30.3 percent primarily due to developer reimbursement decreasing in fiscal year 2024.
- Culture and leisure expenses increased by \$0.9 million or 22.5 percent primarily due to the reorganization of the department and the addition of staff to in accommodate the increased demand for programs post covid.



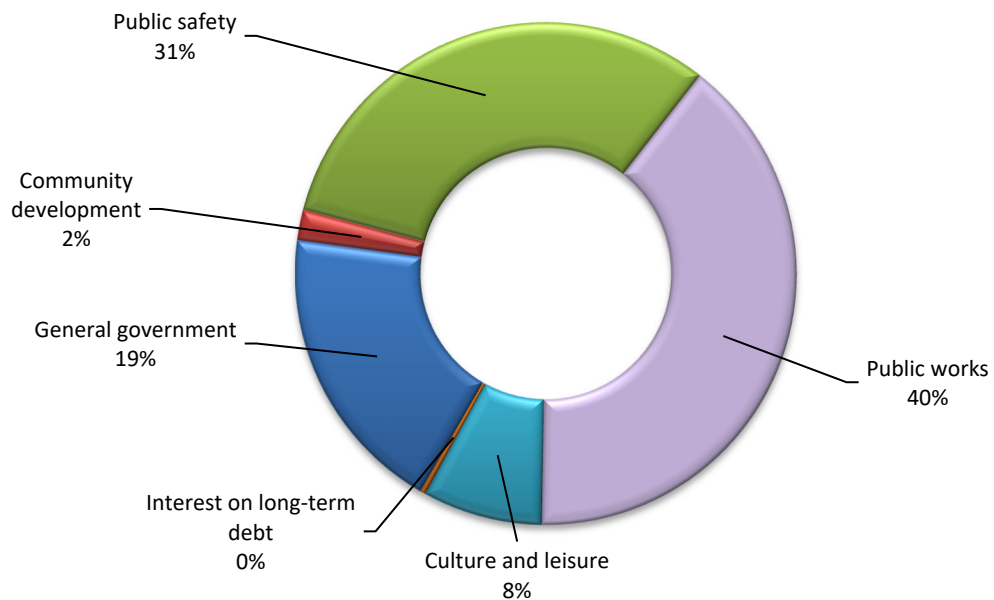
The chart below shows the primary components of governmental activities revenue sources for FY 2024. Of the \$135.1 million in total revenues (not including transfers) generated by governmental activities, 82 percent is attributable to four categories: capital grants and contributions (43 percent), sales and use tax (15 percent), charges for service (15 percent) and property taxes (9 percent).

**GOVERNMENTAL ACTIVITIES  
FY 2024 Revenues by Source**



The chart below shows the major categories of the FY 2024 expenses for governmental activities. Of the \$63.3 million in total expenses incurred by governmental activities, 98.0 percent is attributable to four categories: public works (40 percent), public safety (31 percent), general government (19 percent) and culture and leisure (8 percent).

**GOVERNMENTAL ACTIVITIES  
FY 2024 Expense by Source**



## **Business-type Activities**

The change in net position for business-type activities decreased by \$7.3 million or 20.3 percent to \$28.9 million in FY 2024.

The notable components of the changes in net position for business-type activities in FY 2024 are:

### **Water**

Water net position increased by \$14.4 million or 11.2 percent from \$100.1 million to \$111.3 million. The increase is primarily due to capital infrastructure contributions of \$8.0 million. The largest portion of net position, \$69.6 million or 62.5 percent, is net investment in capital assets (e.g. land, buildings, and infrastructure). Approximately \$40.2 million or 36.1 percent of the total net position, constitutes unrestricted net position, which may be used to finance day-to-day operations without constraints.

Operating revenues increased by \$0.4 million primarily due to an increase in the customer base due to new construction. Operating expenses of \$8.5 million decreased by \$0.2 million or 2.3 percent largely due to a decrease in operation and maintenance costs.

### **Sewer**

Sewer net position increased by \$14.5 million or 8.1 percent from \$180.1 million to \$194.6 million. The increase is primarily attributed to capital infrastructure contributions of \$11.8 million. The largest portion of net position, \$156.0 million or 80.2 percent, is net investment in capital assets (e.g. land, buildings, and infrastructure). Approximately \$38.6 million or 19.8 percent of the total net position, constitutes unrestricted net position, which may be used to finance day-to-day operations without constraints.

## ***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.

As of June 30, 2024, the City's governmental funds reported combined fund balances of \$229.3 million compared to \$188.5 million in FY 2023. The governmental fund balances are categorized as nonspendable, restricted, committed, assigned, or unassigned.

- \$8.9 million consist of nonspendable fund balance related to advances and deposits long-term in nature that are not intended to convert into cash and do not represent currently available resources.
- \$142.9 million is reported as restricted fund balance that includes restrictions imposed by external parties or enabling legislation. This amount includes unspent grant revenues and restricted tax revenues.
- \$62.3 million is reported as committed fund balance that has been limited by formal Council action for a specific purpose.
- \$15.3 million is reported as unassigned fund balance that represents the residual classification for the City's General Fund and includes all spendable amounts not contained in other classifications.

## **General Fund**

The General Fund is the chief operating fund of the City. At June 30, 2024 the General Fund unassigned fund balance is \$15.3 million or 24.7 percent of the \$62.0 million total General Fund balance. Comparing unassigned fund balance and total fund balance to total fund expenditures may be useful as a measure of the General Fund's capacity to meet future obligations. At June 30, 2024 unassigned fund balance represented 48.0 percent of total General Fund expenditures of \$31.9 million, while total fund balance represents 194.4 percent of total General Fund expenditures. At June 30, 2023, the same measures were 21.5 percent and 199.3 percent, respectively.

The General Fund ending fund balance increased by \$5.6 million from \$56.4 million to \$62.0 million at June 30, 2024.

In FY 2024, the General Fund revenues of \$42.6 million were \$2.1 million or 4.7 percent lower than FY 2023 revenues of \$44.7 million. Use of money and property revenue increased \$0.8 million attributed to increases investment earnings, driven by higher interest income received as a result of higher interest rates. In addition, property taxes increased by \$1.7 million. Revenue increases were offset by a decrease in intergovernmental revenue of \$5.0 million as a result of receiving one time coronavirus relief money in fiscal year 2023.

FY 2024 General Fund expenditures of \$31.9 million were \$3.6 million or 12.7 percent higher than FY 2023 expenditures of \$28.3 million. The increase was primarily due to an increase of \$1.8 million in general government and \$2.6 million in public safety, which was a direct result of hiring additional staff and purchasing public safety equipment for the police department.

## **Capital Facility Fees Fund**

The Capital Facilities Fees Fund accounts for fees collected for traffic mitigation (including regional traffic), Storm Drain, culture and leisure, city services and administration. At June 30, 2024, the fund had an ending fund balance of \$48.5 million, which is \$4.0 million or 9.0 percent higher than FY 2023. The monies in this fund are collected from developers of specific projects.

## **General CIP Projects Fund**

The General CIP Projects Fund accounts for capital projects funded by the General Fund occurring over more than one fiscal year. The fund balance of the General CIP project fund at June 30, 2024 is \$19.6 million, which is \$1.1 million or 2.5 percent higher than FY 2023.

## **Proprietary Funds**

The City's proprietary funds provide similar information to that which is found in the government-wide financial statements, but in more detail. Each fund's financial transactions, both near-term and historic, are provided in the statement of net position and the statement of revenues, expenses, and changes in net position. In addition, these proprietary funds also present a statement of cash flows.

In FY 2024, the water utility enterprise fund increased its net position from \$100.1 million to \$111.3 million. Unrestricted net assets at the end of the fiscal year amounted to \$40.2 million, and are available for future capital water system improvements. \$69.6 million of the Water Fund's net position are net investment in capital assets and are not available for liquidation to support operations. The remaining \$1.4 million is restricted to satisfy debt service obligations and covenants.

In FY 2024, the sewer utility fund increased its net position from \$180.1 million to \$194.6 million. Unrestricted net position at the end of the fiscal year amounted to \$38.6 million and is available for future capital sewer system improvements. \$156.0 million of the Sewer Fund's net position is net investment in capital asset and are not available for liquidation to support operations.

Other factors concerning the finances of these funds have already been reviewed in the discussion of the City's business-type activities. The capital assets section on the following pages will provide additional discussion and analysis of the business-type financial activities.

## ***GENERAL FUND BUDGETARY HIGHLIGHTS***

Staff submits a balanced operating and capital budget biennially to the City Council for approval. The Biennial FY 2023/2024 and FY 2024/2025 was presented to Council in June of 2023.

Over the course of the year, the City Council revised the City budget with adjustments that are comprised within the following two categories:

- Changes made in the mid-year report to adjust revenues, augment current year expenditure appropriations, and establish or increase designation of fund balance.
- Other revenue adjustments and expenditure appropriations approved after the original budget is adopted, and before or after the mid-year report is approved.

During the year ended June 30, 2024, there was a \$0.6 million increase in budgeted revenues between the original and final amended operating budget for the General Fund. The increase in budgeted revenues was primarily due to an increase in property tax revenues of \$0.4 million.

Actual budgetary expenditures of \$31.0 million were \$7.7 million less than the amended budget as of June 30, 2024 and \$0.3 million more than the original budget.

## ***CAPITAL ASSET AND DEBT ADMINISTRATION***

### **Capital Assets**

The City's capital assets net of accumulated depreciation, for its governmental and business-type activities together amounted to \$598.9 million at June 30, 2024. This investment includes land, infrastructure, improvements, vehicles, equipment, and construction in progress. For the year ended June 30, 2024, net capital assets increased \$53.5 million (\$35.8 million in governmental activities and \$17.7 million in business-type activities) compared to net capital assets at June 30, 2023. The increase in both governmental activities and business-type activities is primarily due to the acceptance of infrastructure and improvements from development.

Total construction in progress decreased by \$8.7 million from \$43.5 million at June 30, 2023 to \$34.8 million at June 30, 2024. Construction in progress for governmental activities increased by \$2.2 million primarily due \$17.8 million of additions in general CIP and streets projects, offset by \$15.6 million of projects being transferred into service. Business-type activities contributed a decrease of \$10.8 million to the total CIP as additions to the Water and Sewer Systems totaling \$3.0 million were offset by \$13.8 million in projects that were completed and placed into service. The completed Water System projects include well improvements. The Sewer System completed the surface water discharge project in FY 23/24.

The City records infrastructure assets at historical costs in the government-wide financial statement and depreciates assets from acquisition date to the end of the current fiscal year as required by GASB Statement No. 34. For governmental fund financial statements recording purposes, capital asset purchases are recorded as expenditures, rather than capitalizing and recording related depreciation.

Capital assets, net of depreciation for governmental and business-type activities in the government-wide financial statements are presented below to illustrate changes between FY 2022 and FY 2023 (in thousands):

**For the Fiscal Years Ended June 30, 2023 and 2024**  
**(in Thousands)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2023	2024	2023	2024	2023	2024
Land	\$ 12,887	\$ 13,472	\$ 3,565	\$ 3,739	\$ 16,452	\$ 17,211
Construction in Progress	28,784	30,952	14,679	3,895	43,463	34,847
Buildings	20,122	20,816	0	0	20,122	20,816
Improvements other than buil	60,971	71,691	202,513	230,430	263,484	302,121
Infrastructure	196,968	218,332	0	0	196,968	218,332
Equipment and vehicles	3,172	3,619	699	1,097	3,871	4,716
Right to use Assets	1,095	882	0	0	1,095	882
<b>Total Capital Assets</b>	<b>323,999</b>	<b>359,764</b>	<b>221,456</b>	<b>239,161</b>	<b>545,455</b>	<b>598,925</b>

Additional information about the City's capital assets can be found in the Notes to Basic Financial Statements, Note 4.

**Debt Administration**

The City's long-term debt service obligation include revenue bonds, lease revenue bonds and private placement debt. During the current fiscal year, the City's outstanding long-term debt decreased by \$1.9 million to \$15.6 million, comprising \$0.3 million in governmental activities and \$1.6 million in business-type activities. The decrease of in both governmental and business-type activities is a result of debt service payments and no new bond issuances.

**For the Fiscal Years Ended June 30, 2023 and 2024**  
**(in Thousands)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2023	2024	2023	2023	2023	2024
2017 Bank Loan	\$ -	\$ -	\$ 7,462	\$ 6,724	\$ 7,462	\$ 6,724
State Revolving Fund Loan	-	-	5,071	4,588	5,071	4,588
Compass Bank Loan	-	-	2,623	2,222	2,623	2,222
Financed Purchases	3,525	2,992	-	-	3,525	2,992
<b>Total Long Term Debt</b>	<b>3,525</b>	<b>2,992</b>	<b>15,156</b>	<b>13,534</b>	<b>18,681</b>	<b>16,526</b>

Additional information about the City's long-term outstanding debt can be found in the notes to the Basic Financial Statements, Note 6.

## ***ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES***

The City Council considered many factors when setting the Fiscal Year 2024/25 budget. The City primarily relies on property tax and sales tax revenues to provide services and amenities to the community. Lathrop's population has experienced significant growth over the last several years. In 2023 and 2024 the city experienced an 11.1 percent and 5.4 percent, respectively, increase in its population making it the fastest growing city with a population over 30,000 in California, for two years in a row. While higher population is an exciting sign of growth, the City also recognizes some of the challenges such growth brings in the planning and management of serving our new residents. With City Council's guidance, the City has built strong financial reserves to draw from in unknown times, we have been able to maintain our sound financial position.

In March of 2021, the City Council approved moving forward to establish a new City of Lathrop Police Department. This important decision has not been made quickly; in fact, years of financial analysis have indicated the City can save money and provide more staff in police services tailored to meet the needs of the community. The City Council's decision reflects a commitment to take action when it is in the long-term interest of our citizens.

Over the past decade, the City Council and City staff have focused on ensuring a sustainable economic future for the City of Lathrop supporting steady growth projections for the future. The City has a goal to provide an environment for strong industrial, commercial and residential growth that has resulted in a solid financial foundation. The California State Auditor Office, in its most recent report, has ranked Lathrop in the top 3% of fiscally sound cities, out of 471 cities throughout California. This has been possible because of stability in City Hall staffing, with a skilled and committed City staff team. These factors have positioned the City to be able to stand up a new Police Department to provide services that continue to meet the needs of residents, businesses, schools, community groups and visitors in Lathrop in a cost-effective manner.

Building permit issuance by the City for new residential and commercial development is the key driver used to estimate various revenue streams. These revenues are deposited into various funds. Examples of these revenues include: sales and use taxes on construction materials and equipment; capital facility fees charged to mitigate the impact of new development-driving a need for more parks and street capital investments; system development charges (investment/tap fees) assessed to finance future capital investment for water, sewer, and storm drainage systems.

As mentioned above, the level of single-family dwelling unit building permits issued, measured at 694 in FY 2024, this level exceeds the 334 issued years earlier in Fiscal Year 2006/07 during the height of the previous housing boom.

These major economic indicators were all considered when adopting the General Fund budget for FY 2024/25 budget.

## ***CONTACTING THE CITY FINANCIAL MANAGEMENT***

This financial report is designed to provide our residents, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability and transparency for the money it receives. If you have questions about this report or need additional financial information, contact the City of Lathrop - Finance Department, 390 Towne Centre Drive, Lathrop, California 95330, (209) 941-7320.

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# BASIC FINANCIAL STATEMENTS

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# GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

	Primary Government		Total
	Governmental Activities	Business-type Activities	
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 239,710,610	\$ 85,256,676	\$ 324,967,286
Receivables:			
Accounts (net of allowance for uncollectibles)	8,483,734	3,790,353	12,274,087
Notes and loans	20,350	-	20,350
Accrued interest	605,744	224,847	830,591
Internal balances	1,340,746	(1,340,746)	-
Restricted assets:			
Cash with fiscal agent	-	1,431,530	1,431,530
Prepays	21,912	-	21,912
Total current assets	250,183,096	89,362,660	339,545,756
Noncurrent assets:			
Capital assets:			
Nondepreciable	44,423,620	7,634,302	52,057,922
Depreciable	448,754,506	304,840,151	753,594,657
Less accumulated depreciation	(133,413,950)	(73,313,489)	(206,727,439)
Total noncurrent assets	359,764,176	239,160,964	598,925,140
<b>Total assets</b>	609,947,272	328,523,624	938,470,896
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred pension related items	5,086,090	749,258	5,835,348
Deferred OPEB related items	1,061,773	167,586	1,229,359
<b>Total deferred outflows of resources</b>	6,147,863	916,844	7,064,707
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	12,001,667	7,109,568	19,111,235
Accrued liabilities	692,724	41,344	734,068
Accrued interest	-	21,562	21,562
Unearned revenue	243,306	-	243,306
Deposits payable	2,613,371	1,024,573	3,637,944
Due to other governments	-	298,787	298,787
Compensated absences	435,650	14,029	449,679
Long-term debt & loans payable	330,000	1,667,903	1,997,903
Leases payable	333,986	-	333,986
Total current liabilities	16,650,704	10,177,766	26,828,470
Noncurrent liabilities:			
Compensated absences	2,794,650	104,327	2,898,977
Long-term debt & loans payable	1,780,000	11,867,182	13,647,182
Leases payable	548,235	-	548,235
Net pension liability	7,918,366	1,142,953	9,061,319
Net OPEB liability	1,314,713	207,117	1,521,830
Total noncurrent liabilities	14,355,964	13,321,579	27,677,543
<b>Total liabilities</b>	31,006,668	23,499,345	54,506,013
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred pension related items	187,208	29,467	216,675
Deferred OPEB related items	328,131	52,309	380,440
<b>Total deferred inflows of resources</b>	515,339	81,776	597,115
<b>NET POSITION</b>			
Net investment in capital assets	356,771,955	225,625,879	582,397,834
Restricted for:			
Community development	1,971,299	-	1,971,299
Public safety	17,770,702	-	17,770,702
Culture and leisure	3,127,221	-	3,127,221
Public works	41,726,546	-	41,726,546
Capital projects	78,452,405	-	78,452,405
Debt service	-	1,431,530	1,431,530
Unrestricted	84,753,000	78,801,938	163,554,938
<b>Total net position</b>	\$ 584,573,128	\$ 305,859,347	\$ 890,432,475

See accompanying Notes to Basic Financial Statements.

**City of Lathrop**  
**Statement of Activities**  
**For the year ended June 30, 2024**

Functions/Programs	Expenses	Program Revenues			Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Governmental activities:</b>					
General government	\$ 11,905,173	\$ 9,244,857	\$ 170,302	\$ 4,789,408	\$ 14,204,567
Public safety	19,911,396	390,330	1,601,637	-	1,991,967
Community development	1,240,390	5,455,638	194,122	2,264,853	7,914,613
Culture and leisure	4,895,105	401,615	-	8,773,748	9,175,363
Public works	25,161,304	4,672,841	3,790,512	42,279,411	50,742,764
Interest on long-term debt	217,739	-	-	-	-
Total governmental activities	63,331,107	20,165,281	5,756,573	58,107,420	84,029,274
<b>Business-type Activities:</b>					
Water	8,809,160	11,263,135	-	10,713,883	21,977,018
Sewer	11,907,501	11,386,277	-	13,816,009	25,202,286
Total business-type activities	20,716,661	22,649,412	-	24,529,892	47,179,304
<b>Total primary government</b>	<b>\$ 84,047,768</b>	<b>\$ 42,814,693</b>	<b>\$ 5,756,573</b>	<b>\$ 82,637,312</b>	<b>\$ 131,208,578</b>

**General Revenues:**

Taxes:

Property taxes, levied for general purpose

Transient occupancy taxes

Sales taxes

Franchise taxes

Other taxes & assessments

Use of money and property

Other

**Transfers**

**Total general revenues and transfers**

**Change in net position**

**Net position - beginning of year**

**Restatements**

**Net position - beginning of year, as restated**

**Net position - end of year**

Net (Expense) Revenue  
and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ 2,299,394	\$ -	\$ 2,299,394
(17,919,429)	-	(17,919,429)
6,674,223	-	6,674,223
4,280,258	-	4,280,258
25,581,460	-	25,581,460
(217,739)	-	(217,739)
20,698,167	-	20,698,167
-	13,167,858	13,167,858
-	13,294,785	13,294,785
-	26,462,643	26,462,643
20,698,167	26,462,643	47,160,810
12,178,582	-	12,178,582
1,096,762	-	1,096,762
21,039,383	-	21,039,383
2,772,994	-	2,772,994
2,655,777	-	2,655,777
10,282,117	3,603,153	13,885,270
1,026,228	620,278	1,646,506
1,808,102	(1,808,102)	-
52,859,945	2,415,329	55,275,274
73,558,112	28,877,972	102,436,084
505,301,432	280,120,322	785,421,754
5,713,584	(3,138,947)	2,574,637
511,015,016	276,981,375	787,996,391
\$ 584,573,128	\$ 305,859,347	\$ 890,432,475

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# FUND FINANCIAL STATEMENTS

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*Governmental Fund Financial Statements*

*Proprietary Fund Financial Statements*

*Fiduciary Fund Financial Statements*

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**City of Lathrop**  
**Major Governmental Funds**  
**Year Ended June 30, 2024**

The funds described below were determined to be Major Funds by the City in fiscal year 2024. Individual non-major funds may be found in the Supplementary Information section

**GENERAL FUND**

This fund accounts for all financial resources except those accounted for in another fund. It is the general operating fund of the City.

**CAPITAL FACILITY FEE SPECIAL REVENUE FUND**

To account for the financial resources associated with the capital facility fees for Traffic Mitigation (includes Regional Traffic), Storm Drain, Culture and Leisure, City Service, and Administration

**GENERAL CIP PROJECTS CAPITAL PROJECTS FUND**

To account for the expenditure of funds for projects funded from the General Fund

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

	Special Revenue Funds			Capital Project
	General Fund	Capital Facility Fees	Building Safety &	Funds
			Inspection	Streets and Roads
<b>ASSETS</b>				
Cash and investments	\$ 51,300,109	\$ 59,257,682	\$ -	\$ -
Receivables:				
Accounts (net of allowance for uncollectibles)	4,430,994	3,194	-	-
Notes and loans	-	-	-	-
Accrued interest	132,579	164,706	-	-
Due from other funds	47,759	-	-	-
Prepays	21,912	-	-	-
Advances to other funds	8,838,746	-	-	-
<b>Total assets</b>	<b>\$ 64,772,099</b>	<b>\$ 59,425,582</b>	<b>\$ -</b>	<b>\$ -</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 1,321,367	\$ 3,411,423	\$ -	\$ -
Accrued liabilities	692,724	-	-	-
Unearned revenue	243,306	-	-	-
Deposits payable	469,685	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	-	7,498,000	-	-
<b>Total liabilities</b>	<b>2,727,082</b>	<b>10,909,423</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	8,860,658	-	-	-
Restricted	-	48,516,159	-	-
Committed	37,882,299	-	-	-
Unassigned	15,302,060	-	-	-
<b>Total fund balances</b>	<b>62,045,017</b>	<b>48,516,159</b>	<b>-</b>	<b>-</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 64,772,099</b>	<b>\$ 59,425,582</b>	<b>\$ -</b>	<b>\$ -</b>

Capital Project		
Funds		
General CIP Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ 22,620,116	\$ 103,652,069	\$ 236,829,976
5,550	4,043,996	8,483,734
-	20,350	20,350
43,593	264,866	605,744
-	-	47,759
-	-	21,912
-	-	8,838,746
<u>\$ 22,669,259</u>	<u>\$ 107,981,281</u>	<u>\$ 254,848,221</u>
\$ 3,021,029	\$ 4,247,848	\$ 12,001,667
-	-	692,724
-	-	243,306
-	2,143,686	2,613,371
-	47,759	47,759
-	-	7,498,000
<u>3,021,029</u>	<u>6,439,293</u>	<u>23,096,827</u>
-	-	8,860,658
-	94,532,014	143,048,173
19,648,230	4,593,267	62,123,796
-	(5,330)	15,296,730
<u>19,648,230</u>	<u>99,119,951</u>	<u>229,329,357</u>
<u>\$ 22,669,259</u>	<u>\$ 107,981,281</u>	<u>\$ 254,848,221</u>

# City of Lathrop

## Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position

### June 30, 2024

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**Total Fund Balances - Total Governmental Funds** \$ 229,329,357

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. Except for the internal service funds reported below, the capital assets were adjusted as follows:

Nondepreciable	44,423,620
Depreciable, net	315,340,556
Total capital assets	<u>359,764,176</u>

Unavailable revenues recorded in the 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. 2,422,037

In the Government-Wide Financial Statements, deferred employer contributions for pension and OPEB, certain differences between actuarial estimates and actual results, and other adjustments resulting from changes in assumptions and benefits are deferred in the current year.

Deferred outflows of resources related to pension	5,086,090
Deferred outflows of resources related to OPEB	1,061,773
Deferred inflows of resources related to pension	(187,208)
Deferred inflows of resources related to OPEB	(328,131)

Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet.

Compensated absences - due within one year	(435,650)
Long-term debt - due within one year	(330,000)
Leases payable - due within one year	(333,986)
Compensated absences - due in more than one year	85,984
Long-term debt - due in more than one year	(1,780,000)
Leases payable - due in more than one year	(548,235)
Net pension liability	(7,918,366)
Net OPEB liability	(1,314,713)
Total long-term liabilities	<u>(12,574,966)</u>

**Net Position of Governmental Activities** \$ 584,573,128

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**City of Lathrop**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the year ended June 30, 2024**

	Special Revenue Funds		Capital Project Funds	
	General Fund	Capital Facility Fees	Building Safety & Inspection	Streets and Roads
<b>REVENUES:</b>				
Taxes and assessments	\$ 33,537,674	\$ 17,889,715	\$ -	\$ -
Licenses and permits	340,938	-	-	-
Intergovernmental	4,412,587	-	-	-
Charges for services	761,489	-	-	-
Use of money and property	3,058,960	2,621,500	-	-
Fines and forfeitures	102,903	-	-	-
Developer participation	-	89	-	-
Miscellaneous	414,129	-	-	-
<b>Total revenues</b>	<b>42,628,680</b>	<b>20,511,304</b>	<b>-</b>	<b>-</b>
<b>EXPENDITURES:</b>				
Current:				
General government	11,145,202	-	-	-
Public safety	13,203,791	-	-	-
Community development	1,235,318	-	-	-
Culture and leisure	3,298,858	-	-	-
Public works	1,065,599	2,749,219	-	-
Capital outlay	1,200,475	-	-	-
Debt service:				
Principal retirement	320,000	-	-	-
Lease principal retirement	357,610	-	-	-
Interest and fiscal charges	57,885	-	-	-
<b>Total expenditures</b>	<b>31,884,738</b>	<b>2,749,219</b>	<b>-</b>	<b>-</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>10,743,942</b>	<b>17,762,085</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	8,666,210	-	-	-
Transfers out	(13,869,501)	(13,771,306)	-	-
Lease and software subscription proceeds	145,040	-	-	-
<b>Total other financing sources (uses)</b>	<b>(5,058,251)</b>	<b>(13,771,306)</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>5,685,691</b>	<b>3,990,779</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES:</b>				
Beginning of year	56,359,326	44,525,380	11,969,931	11,288,788
Restatement	-	-	(11,969,931)	(11,288,788)
Beginning of year, as restated	56,359,326	44,525,380	-	-
End of year	\$ 62,045,017	\$ 48,516,159	\$ -	\$ -

See accompanying Notes to Basic Financial Statements.

Capital Project Funds		
General CIP Projects	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 13,998,234	\$ 65,425,623
-	41,650	382,588
-	7,633,179	12,045,766
-	9,010,273	9,771,762
778,380	3,833,289	10,292,129
-	1,577,103	1,680,006
-	4,198,195	4,198,284
-	600,389	1,014,518
778,380	40,892,312	104,810,676
-	-	11,145,202
-	4,298,722	17,502,513
-	95	1,235,413
-	257,112	3,555,970
4,990	11,762,750	15,582,558
13,608,772	6,960,890	21,770,137
-	-	320,000
-	-	357,610
-	159,854	217,739
13,613,762	23,439,423	71,687,142
(12,835,382)	17,452,889	33,123,534
13,999,456	22,749,846	45,415,512
-	(15,966,603)	(43,607,410)
-	-	145,040
13,999,456	6,783,243	1,953,142
1,164,074	24,236,132	35,076,676
18,484,156	45,911,516	188,539,097
-	28,972,303	5,713,584
18,484,156	74,883,819	194,252,681
\$ 19,648,230	\$ 99,119,951	\$ 229,329,357

See accompanying Notes to Basic Financial Statements.

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

<b>Net Change in Fund Balances - Total Governmental Funds</b>	\$ 35,076,676
Amounts reported for governmental activities in the Government-Wide Statement of Activities 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 lives as depreciation expense. This was the amount of capital assets recorded in the current period.	21,559,146
Donated capital assets are not recorded in the governmental funds, but are recognized as revenue at the acquisition value of the assets.	27,848,404
Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities, but did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in the governmental funds.	(13,643,373)
Compensated leave payments were reported as expenditures in the governmental funds, however expense is recognized in the Government-Wide Statement of Activities based on earned leave accruals.	(38,309)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Position. Repayment of debt was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.	
Long-term debt repayments	320,000
Lease and subscription payments	357,610
Acquisition of new leases and subscriptions	(145,040)
Current year employer pension contributions are recorded as expenditures in the governmental funds, however, these amounts are reported as a deferred outflow of resources in the Government-Wide Statement of Net Position.	1,982,914
Pension expense is reported in the Government-Wide Statement of Activities does not require the use of current financial resources, and therefore is not reported as expenditures in governmental funds.	(2,066,210)
OPEB expense is reported in the Government-Wide Statement of Activities does not require the use of current financial resources, and therefore is not reported as expenditures in governmental funds.	(115,743)
Unavailable revenues recorded in the 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.	2,422,037
<b>Change in Net Position of Governmental Activities</b>	<u>\$ 73,558,112</u>



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

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Totals	Compensated Absences Internal Service Fund
<b>ASSETS</b>				
Current Assets:				
Cash and investments	\$ 45,469,111	\$ 39,787,565	\$ 85,256,676	\$ 2,880,634
Receivables:				
Accounts (net of allowance for uncollectibles)	2,336,704	1,453,649	3,790,353	-
Accrued interest	118,731	106,116	224,847	-
Restricted:				
Cash and with fiscal agent	1,431,530	-	1,431,530	-
Total current assets	49,356,076	41,347,330	90,703,406	2,880,634
Noncurrent:				
Capital assets:				
Nondepreciable capital assets	2,869,781	4,764,521	7,634,302	-
Depreciable capital assets	116,518,006	188,322,145	304,840,151	-
Accumulated depreciation	(36,210,218)	(37,103,271)	(73,313,489)	-
Net capital assets	83,177,569	155,983,395	239,160,964	-
Total noncurrent assets	83,177,569	155,983,395	239,160,964	-
<b>Total assets</b>	132,533,645	197,330,725	329,864,370	2,880,634
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred pension related items	458,985	290,273	749,258	-
Deferred OPEB related items	102,341	65,245	167,586	-
<b>Total deferred outflows of resources</b>	561,326	355,518	916,844	-
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	6,012,522	1,097,046	7,109,568	-
Accrued liabilities	-	41,344	41,344	-
Accrued interest	21,562	-	21,562	-
Deposits payable	993,285	31,288	1,024,573	-
Due to other governments	298,787	-	298,787	-
Accrued compensated absences	10,304	3,725	14,029	-
Loans payable	1,667,903	-	1,667,903	-
Total current liabilities	9,004,363	1,173,403	10,177,766	-
Noncurrent liabilities:				
Advances from other funds	-	1,340,746	1,340,746	-
Accrued compensated absences	72,053	32,274	104,327	2,880,634
Net pension liability	694,182	448,771	1,142,953	-
Net OPEB liability	126,426	80,691	207,117	-
Loans payable	11,867,182	-	11,867,182	-
Total noncurrent liabilities	12,759,843	1,902,482	14,662,325	2,880,634
<b>Total liabilities</b>	21,764,206	3,075,885	24,840,091	2,880,634
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred pension related items	17,984	11,483	29,467	-
Deferred OPEB related items	32,019	20,290	52,309	-
<b>Total deferred inflows of resources</b>	50,003	31,773	81,776	-
<b>NET POSITION</b>				
Net investment in capital assets	69,642,484	155,983,395	225,625,879	-
Restricted for debt service	1,431,530	-	1,431,530	-
Unrestricted	40,206,748	38,595,190	78,801,938	-
<b>Total net position</b>	\$ 111,280,762	\$ 194,578,585	\$ 305,859,347	\$ -

See accompanying Notes to Basic Financial Statements.

**City of Lathrop**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Funds**  
**For the year ended June 30, 2024**

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Totals	Compensated Absences Internal Service Fund
<b>OPERATING REVENUES:</b>				
Sales and service charges	\$ 11,263,135	\$ 11,386,277	\$ 22,649,412	\$ 753,783
Other income	252,555	367,723	620,278	-
<b>Total operating revenues</b>	<b>11,515,690</b>	<b>11,754,000</b>	<b>23,269,690</b>	<b>753,783</b>
<b>OPERATING EXPENSES:</b>				
General and administrative	1,435,889	985,957	2,421,846	753,783
Maintenance and operations	4,561,096	6,688,196	11,249,292	-
Depreciation expense	2,473,513	4,233,348	6,706,861	-
<b>Total operating expenses</b>	<b>8,470,498</b>	<b>11,907,501</b>	<b>20,377,999</b>	<b>753,783</b>
<b>Operating income (loss)</b>	<b>3,045,192</b>	<b>(153,501)</b>	<b>2,891,691</b>	<b>-</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Taxes and assessments	982,572	2,041,867	3,024,439	-
Investment earnings	1,958,912	1,644,241	3,603,153	-
Interest expense	(338,662)	-	(338,662)	-
<b>Total nonoperating revenues (expenses)</b>	<b>2,602,822</b>	<b>3,686,108</b>	<b>6,288,930</b>	<b>-</b>
<b>Income before contributions and transfers</b>	<b>5,648,014</b>	<b>3,532,607</b>	<b>9,180,621</b>	<b>-</b>
<b>CONTRIBUTIONS AND TRANSFERS:</b>				
Contributions	9,731,311	11,774,142	21,505,453	-
Transfers in	527,985	1,126,260	1,654,245	-
Transfers out	(1,537,920)	(1,924,427)	(3,462,347)	-
<b>Total contributions and transfers</b>	<b>8,721,376</b>	<b>10,975,975</b>	<b>19,697,351</b>	<b>-</b>
<b>Change in net position</b>	<b>14,369,390</b>	<b>14,508,582</b>	<b>28,877,972</b>	<b>-</b>
<b>NET POSITION:</b>				
Beginning of year	100,050,319	180,070,003	280,120,322	-
Restatements	(3,138,947)	-	(3,138,947)	-
Beginning of year, as restated	96,911,372	180,070,003	276,981,375	-
End of year	\$ 111,280,762	\$ 194,578,585	\$ 305,859,347	\$ -

See accompanying Notes to Basic Financial Statements.

**City of Lathrop**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the year ended June 30, 2024**

	Business-Type Activities			Governmental
	Water	Sewer	Totals	Absences Internal Service Fund
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash received from customers and users	\$ 10,920,275	\$ 11,351,615	\$ 22,271,890	\$ -
Cash paid to suppliers for goods and services	(3,539,274)	(7,067,990)	(10,607,264)	-
Cash paid to employees for services	(1,398,034)	(966,974)	(2,365,008)	-
Cash received from (payments to) others	252,555	367,723	620,278	1,055,695
<b>Net cash provided (used) by operating activities</b>	<b>6,235,522</b>	<b>3,684,374</b>	<b>9,919,896</b>	<b>1,055,695</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Cash transfers in	527,985	1,126,260	1,654,245	-
Cash transfers out	(1,537,920)	(1,924,427)	(3,462,347)	-
Repayment made to other funds	-	(532,559)	(532,559)	-
Taxes and assessments	982,572	2,041,867	3,024,439	-
<b>Net cash provided (used) by non-capital financing activities</b>	<b>(27,363)</b>	<b>711,141</b>	<b>683,778</b>	<b>-</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Acquisition and construction of capital assets	(721,684)	(2,184,964)	(2,906,648)	-
Principal paid on capital debt	(1,621,144)	-	(1,621,144)	-
Interest paid on capital debt	(455,273)	(28,426)	(483,699)	-
<b>Net cash provided (used) by capital and related financing activities:</b>	<b>(2,798,101)</b>	<b>(2,213,390)</b>	<b>(5,011,491)</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest received	1,958,912	1,644,241	3,603,153	-
<b>Net cash provided (used) by investing activities</b>	<b>1,958,912</b>	<b>1,644,241</b>	<b>3,603,153</b>	<b>-</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>5,368,970</b>	<b>3,826,366</b>	<b>9,195,336</b>	<b>1,055,695</b>
Cash and cash equivalents at beginning of year	41,531,671	35,961,199	77,492,870	1,824,939
<b>Cash and cash equivalents at end of year</b>	<b>\$ 46,900,641</b>	<b>\$ 39,787,565</b>	<b>\$ 86,688,206</b>	<b>\$ 2,880,634</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ 3,045,192	\$ (153,501)	\$ 2,891,691	\$ -
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:</b>				
Depreciation	2,473,513	4,233,348	6,706,861	-
(Increase) decrease in accounts receivable	(130,599)	(76,006)	(206,605)	-
Increase (decrease) in accounts payable	1,021,822	(379,794)	642,028	-
Increase (decrease) in accrued liabilities	-	41,344	41,344	-
Increase (decrease) in unearned revenue	(198,000)	-	(198,000)	-
Increase (decrease) in deposits payable	(14,261)	-	(14,261)	-
Increase (decrease) in compensated absences	18,735	6,773	25,508	1,055,695
Increase (decrease) in pension and OPEB	19,120	12,210	31,330	-
<b>Total Adjustments</b>	<b>3,190,330</b>	<b>3,837,875</b>	<b>7,028,205</b>	<b>1,055,695</b>
<b>Net cash provided (Used) by operating activities</b>	<b>\$ 6,235,522</b>	<b>\$ 3,684,374</b>	<b>\$ 9,919,896</b>	<b>\$ 1,055,695</b>
<b>Non-Cash Investing, Capital, and Financing Activities:</b>				
Donated assets	\$ 9,731,311	\$ 11,774,142	21,505,453	\$ -

See accompanying Notes to Basic Financial Statements.

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

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	Custodial Funds
<b>ASSETS</b>	
Cash and investments	\$ 6,390,069
Receivables:	
Accrued interest	14,503
Restricted assets:	
Cash and with fiscal agent	4,174,626
<b>Total assets</b>	<b>10,579,198</b>
<b>LIABILITIES</b>	
Accounts payable	358,765
Deposits payable	30,747
<b>Total liabilities</b>	<b>389,512</b>
<b>NET POSITION</b>	
Restricted for:	
Individuals, organizations, and other governments	10,189,744
<b>Total Net Position</b>	<b>\$ 10,189,744</b>

**City of Lathrop**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the year ended June 30, 2024**

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	Custodial Funds
<b>ADDITIONS:</b>	
Collections for assessment districts	\$ 6,294,731
Receipts from others	2,241
Investment earnings	675,157
<b>Total additions</b>	<b>6,972,129</b>
<b>DEDUCTIONS:</b>	
Administrative expenses	83,751
Contractual services	125,343
Debt service	18,144,157
<b>Total deductions</b>	<b>18,353,251</b>
<b>Change in net position</b>	<b>(11,381,122)</b>
<b>NET POSITION:</b>	
Beginning of year	21,570,866
End of year	<b>\$ 10,189,744</b>

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# NOTES TO BASIC FINANCIAL STATEMENTS

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The City of Lathrop, California, (the City) was incorporated July 1, 1989, under the general laws of the State of California. The City operates under a Council-Manager form of government and provides the following services: general government, public safety, public ways and facilities/transportation, culture and leisure, and public utilities.

The financial statements of the primary government of the City of Lathrop include the activities of the City as well as the Lathrop Public Facilities Financing Corporation, which is controlled by and dependent on the City. While it is a separate legal entity, its financial activities are integral to those of the City. Its financial activities have been aggregated and merged (termed “blending”) with those of the primary government of the City in the accompanying financial statements.

On April 11, 2000, the City Council formed the Lathrop Public Facilities Financing Corporation (Corporation), a non-profit public benefit corporation. The Corporation was formed to assist the City in financing the acquisition, construction, and improvement of municipal facilities. The Corporation is also empowered to acquire property. The Corporation is governed by a Board of Directors consisting of the City Council members.

**B. Basis of Presentation**

The City’s Basic Financial Statements are prepared in conformity with accounting principles generally accepted in the United States of America. The Government Accounting Standards Board is the acknowledged standard setting body for establishing accounting and financial reporting standards followed by governmental entities in the U.S.A.

These Standards require that the financial statements described below be presented.

**Government-wide Statements:** The Statement of Net Position and the Statement of Activities display information about the primary government (the City and its component unit). These statements include the financial activities of the overall City government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. However, the interfund services provided and used are not eliminated in the process of consolidation. These statements distinguish between the *governmental* and *business-type* activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

***B. Basis of Presentation, Continued***

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs, (b) grants and contributions that are restricted to meeting the operational needs of a particular program and (c) fees, grants and contributions that are restricted to financing the acquisition or construction of capital assets. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

***Fund Financial Statements*** - The fund financial statements provide information about the City's funds, including fiduciary funds and blended component units. Separate statements for each fund category - *governmental, proprietary, and fiduciary* - are presented. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each of which is displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Proprietary fund *operating* revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. *Nonoperating* revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

***C. Major Funds***

Major funds are defined as funds that have either assets, liabilities, revenues or expenditures/expenses equal to ten percent of their fund-type total and five percent of the grand total. Major governmental and business-type funds are identified and presented separately in the fund financial statements. All other funds, called non-major funds, are combined and reported in a single column, regardless of their fund-type. The General Fund is always a major fund. The City may also select other funds it believes should be presented as major funds.

The City reported the following major governmental funds in the accompanying financial statements:

**General Fund**

This fund accounts for all financial resources except those accounted for in another fund. It is the general operating fund of the City.

**Capital Facility Fees Special Revenue Fund**

To account for the financial resources associated with the capital facility fees for Traffic Mitigation (includes Regional Traffic), Storm Drain, Culture and Leisure, City Service, and Administration.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

**C. Major Funds, Continued**

**General CIP Projects Fund**

To account for capital project expenditures related to streets and roads occurring over more than one fiscal year.

The City reported both of its enterprise funds as major funds in the accompanying financial statements:

**Water Fund**

This fund accounts for the revenues and expenses of the City's water operations.

**Sewer Fund**

This fund accounts for the revenues and expenses of the City's sewer operations.

The City also reports the following fund types:

**Internal Service Fund**

The fund accounts for compensated absences activities, which are provided to other departments on a cost-reimbursement basis.

**Fiduciary Funds**

Custodial funds are used to account for assets held by the City as a custodian for certain special assessment districts. The financial activities of these funds are excluded from the entity-wide financial statement but are presented in separate Fiduciary Fund financial statements.

**D. Basis of Accounting**

The government-wide, proprietary, and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *full accrual basis* of accounting. Revenues are recorded when *earned* and expenses are recorded at the time liabilities are *incurred*, regardless of when the related cash flows take place.

Governmental funds are reported using the *current financial resources* measurement focus and the *modified accrual* basis of accounting. Under this method, revenues are recognized when *measurable* and *available*.

The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. Governmental capital asset acquisitions are reported as *expenditures* in governmental funds. Proceeds of governmental long-term debt and acquisitions under leases, software subscriptions, and financed purchases are reported as *other financing sources*.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

***D. Basis of Accounting, Continued***

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water fund, sewer fund, and internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Non-exchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include taxes, grants, entitlements, and donations. On the accrual basis, revenue from taxes is recognized in the fiscal year for which the taxes are levied or assessed. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The City may fund programs with a combination of cost-reimbursement grants, categorical block grants, and general revenues. Thus, both restricted and unrestricted Net Position may be available to finance program expenditures. The City's policy is to first apply restricted grant resources to such programs, followed by general revenues if necessary.

Certain indirect costs are included in program expenses reported for individual functions and activities.

Those revenues susceptible to accrual are use of money and property revenue, charges for services and fines and penalties. Sales taxes collected and held by the State at year-end on behalf of the City also are recognized as revenue.

***E. Property Tax***

The City's property taxes are levied each July 1, on the assessed values as of the prior January 1 for all real and personal property located in the City. Property sold after the assessment date (January 1) is reassessed and the amount of property tax levied is prorated.

The City has elected to receive property taxes from the County of San Joaquin (County) under the Teeter Plan. Under this program, the City receives 100% of the levied property taxes in periodic payments with the County assuming responsibility for delinquencies. Secured property taxes are due in two equal installments; the first is due November 1 and delinquent with penalties after December 10; the second is due February 1 and delinquent with penalties after April 10. Unsecured personal property taxes do not constitute a lien against real property unless the taxes become delinquent. Payment must be made in one installment, which is delinquent if not paid by August 31. The City accrues only taxes which are received from the County within 60 days after fiscal year end.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

**F. Use of Estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**G. Cash and Cash Equivalents**

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

**H. Accounts Receivable**

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Receivables are recorded in the financial statements net of any allowance for doubtful accounts if applicable, and estimated refunds due. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, grants, police fines and other fees. Federal and state grants are considered receivable and accrue as revenue when reimbursable costs are incurred. Business-type activities report utilities and interest earnings as their major receivables.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as sales tax, franchise tax, and grants and other similar intergovernmental revenues since they are usually both measurable and available.

**I. Prepaid Expenses**

Prepaid items are also recognized under the consumption method. Payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements.

**J. Capital Assets**

The accounting treatment over property, plant and equipment depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at the estimated acquisition value on the date contributed. All other capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. The City's policy is to capitalize all capital assets with costs exceeding certain minimum thresholds.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

**J. Capital Assets, Continued**

The City has recorded all its public domain (infrastructure) capital assets placed in service, which include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems.

The purpose of depreciation is to spread the cost of capital assets equitably among all users over the life of these assets. The amount charged to depreciation expense each year represents that year's pro rata share of the cost of capital assets. Generally accepted accounting principles require that all capital assets with limited useful lives be depreciated over their estimated useful lives. Depreciation is provided using the straight line method which means the cost of the capital asset is divided by its expected useful life in years and the result is charged to expense each year until the capital asset is fully depreciated. The City has assigned the useful lives listed below to capital assets.

Buildings	10 - 30 years
Improvements	5 - 50 years
Equipment and Vehicles	5 - 30 years
Infrastructure	5 - 40 years

The City capitalizes all capital assets with a useful life of more than one year. Prior to July 1, 2019, the City capitalized all capital assets with a cost greater than \$3,000. Subsequent to that date, the City capitalizes all land purchases and all other capital assets as follows:

Land	\$	-
Land Improvements		50,000
Buildings and Building Improvements		50,000
Infrastructure		50,000
Equipment, Furniture and Vehicles		10,000
Leases and Subscriptions (GASBS 87 and 96)		100,000
Leasehold Improvements		50,000
Construction in Progress for Year End Reporting		50,000 will exceed amount at completion

**K. Compensated Absences**

City employees accumulate earned but unused vacation which can be converted to cash at termination of employment. For governmental funds, a liability for these amounts is recorded only if they have matured, for example, as a result of employee resignations and retirements. The remaining amounts are reported as a liability in the Statement of Net Position. Proprietary funds' liability for compensated absences is recorded in each proprietary fund. The liability for compensated absences is determined annually.



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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

**L. Long Term Liabilities**

In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term liabilities, and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received are reported as other financing sources, while discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**M. Net Pension Liability**

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/ deductions from the fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained from CalPERS' website under Forms and Publications.

**N. Other Post-Employment 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 have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms.

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

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Measurement Period	June 30, 2022 to June 30, 2023

**O. Deferred Outflows/Inflows of Resources**

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

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

***O. Deferred Outflows/Inflows of Resources, Continued***

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

***P. Interfund Transactions***

Interfund transactions are reflected as either loans, services provided, reimbursements, or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances”. Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

***Q. Net Position and Fund Balance***

**Net Position**

Net position is the excess of all the City’s assets all deferred outflows over all its liabilities and deferred inflows, regardless of fund. Net position is divided into three captions on the Statement of Net Position. These captions apply only to net position, which is determined only at the Government-wide level, and business-type activities and are described below:

*Net Investment in Capital Assets* describes the portion of Net Position which is represented by the current net book value of the City’s capital assets, less the outstanding balance of any debt issued to finance these assets and related deferred inflow of resources.

*Restricted* describes the portion of Net Position which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the City cannot unilaterally alter.

*Unrestricted* describes the portion of Net Position which is not restricted to use.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

*Q. Net Position and Fund Balance, Continued*

**Fund Balance**

Governmental fund balances represent the net current assets of each fund. Net current assets generally represent a fund's cash and receivables, less its liabilities.

The City's fund balances are classified based on spending constraints imposed on the use of resources. For programs with multiple funding sources, the City prioritizes and expends funds in the following order: Restricted, Committed, Assigned, and Unassigned. Each category in the following hierarchy is ranked according to the degree of spending constraint:

*Nonspendables* represents balances set aside to indicate items do not represent available, spendable resources even though they are a component of assets. Fund balances required to be maintained intact, such as Permanent Funds, and assets not expected to be converted to cash, such as prepaids, notes receivable, and land held for redevelopment are included. However, if proceeds realized from the sale or collection of nonspendable assets are restricted, committed or assigned, then nonspendable amounts are required to be presented as a component of the applicable category.

*Restricted* fund balances have external restrictions imposed by creditors, grantors, contributors, laws, regulations, or enabling legislation which requires the resources to be used only for a specific purpose. Nonspendable amounts subject to restrictions are included along with spendable resources.

*Committed* fund balances include amounts that can be used only for the specific purposes determined by a formal action of the City Council's highest level of decision-making authority. The City Council can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

*Assigned* fund balances are amounts constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. The Authority for assigning fund balance is expressed by the City Council or its designee (i.e., City Manager), as established in the City's Reserve Policy. This category includes nonspendables, when it is the City's intent to use proceeds or collections for a specific purpose, and residual fund balances, if any, of Special Revenue, Capital Projects and Debt Service Funds which have not been restricted or committed.

*Unassigned* fund balance represents residual amounts that have not been restricted, committed, or assigned. This includes the residual general fund balance and residual fund deficits, if any, of other governmental funds.

Further detail about the City's fund balance classification is described in Note 9.

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

*S. New Accounting Pronouncement*

*GASB Statement No. 100, Accounting Changes and Error Corrections* – The main purpose of this Statement is to strengthen accounting and financial reporting standards with respect to accounting changes and corrections of errors. The City has implemented this statement by disclosing the nature and reasons for changes in the reporting entity as well as required disclosures for prior period adjustments.

**2. CASH AND INVESTMENTS**

*A. Policies*

The City invests in individual investments and in investment pools. Individual investments are evidenced by specific identifiable pieces of paper called securities instruments, or by an electronic entry registering the owner in the records of the institution issuing the security, called the book entry system.

California Law requires banks and savings and loan institutions to pledge government securities with a fair value of 110% of the City's cash on deposit or first trust deed mortgage notes with a value of 150% of the City's cash on deposit as collateral for these deposits. Under California Law this collateral is held in an investment pool by an independent financial institution in the City's name and places the City ahead of general creditors of the institution pledging the collateral. As of June 30, 2024, none of the cash with financial institutions was collateralized.

The City's investments are carried at fair value, as required by generally accepted accounting principles. The City adjusts the carrying value of its investments to reflect their fair value at each fiscal year end, and it includes the effects of these adjustments in income for that fiscal year.

Investment income is allocated among funds on the basis of average monthly cash and investment balances in these funds. Interest income on certain investments is allocated based on the source of the investment and legal requirements which apply.

Cash and investments with an original maturity of three months or less are used in preparing proprietary fund statements of cash flows because these assets are highly liquid and are expended to liquidate liabilities arising during the year.

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

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**2. CASH AND INVESTMENTS, Continued**

***B. Classification***

Cash and investments are classified in the financial statements as shown below, based on whether or not their use is restricted under the terms of City debt instruments. Cash and investments as of June 30, 2024, are as follows:

City cash and investments in primary government:	
Cash and investments	\$ 324,967,286
Cash and investments, restricted, with fiscal agents	1,431,530
Total primary government cash and investments	<u>326,398,816</u>
Cash and investments in Fiduciary Funds (separate statement):	
Cash and investments	6,390,069
Cash and investments, restricted, with fiscal agents	4,174,626
Total Fiduciary Funds cash and investments	<u>10,564,695</u>
Total cash and investments	<u><u>\$ 336,963,511</u></u>

Cash and Investments as of June 30, 2024, consist of the following:

Cash on hand	\$ 3,260
Cash with financial institutions	67,147,598
Investments	269,812,653
Total Cash and Investments	<u><u>\$ 336,963,511</u></u>

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

The City's Investment Policy and the California Government Code allow the City to invest in the following, provided the credit ratings of the issuers are acceptable to the City and approved percentages and maturities are not exceeded. The table below also identifies certain provisions of the California Government Code or the City's Investment Policy where it is more restrictive that addresses interest rate risk, credit 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 Lathrop**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2024**

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**2. CASH AND INVESTMENTS, Continued**

*C. Investments Authorized by the California Government Code and the City's Investment Policy, Continued*

The City's investment policy states that all investments and deposits shall be made in accordance with the California Government Code Sections 16429.1, 53600-53609 and 53630-53686, except for the reserve funds from proceeds of debt issues may be invested in permitted investments specified in the indenture of the debt issue. The City has further restricted authorized investments to the following:

Authorized Investment Type	Maximum Maturity	Maximum Percentage/ Amount of Portfolio	Maximum Investment in One Issuer	Minimum Credit Ratings
Local Government Bonds	5 years	30%	None	A
State Bonds	5 years	30%	None	A
US Treasury Obligations	5 years	None	None	N/A
US Government Agency Issues	5 years	None	None	N/A
Banker's Acceptance	180 days	40%	30%	A
Commercial Paper, Prime Quality	270 days	25%	10%	A
Negotiable Certificates of Deposit	5 years	30%	None	N/A
Repurchase and Reverse Repurchase Agreements	30 days	None	None	A
Medium - Term Notes	5 years	30%	10%	A
Money Market Funds	N/A	20%	None	AAAm
Mutual Funds	5 years	20%	10%	AAAm
Local Agency Investment Fund ("LAIF")	N/A	None	None	N/A
Joint Power Authority Pool	N/A	None	None	N/A
Supranational Obligations	5 years	30%	None	AA

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

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**2. CASH AND INVESTMENTS, Continued**

***D. Investments Authorized by Debt Agreements***

The City must maintain required amounts of cash and investments with trustees or fiscal agents under the terms of certain debt issues. These funds are unexpended bond proceeds or are pledged reserves to be used if the City fails to meet its obligations under these debt issues. The California Government Code requires these funds to be invested in accordance with City resolutions, bond indentures or State statutes. The table below identifies the investment types that are authorized for investments held by fiscal agents. The bond indentures contain no limitations for the maximum investment in any one issuer or the maximum percentage of the portfolio that may be invested in any one investment type. The table also identifies certain provisions of these debt agreements:

Authorized Investment Type	Maximum Maturity	Maximum Percentage/ Amount of Portfolio	Maximum Investment in One Issuer
US Treasury Obligations	None	None	None
US Agency Securities	None	None	None
Mortgage-backed Securities	3 years	None	None
Banker's Acceptance (must be dollar denominated)	360 days	None	None
Certificates of Deposit	None	None	None
Commercial Paper	180 days	None	None
Money Market Funds	N/A	None	None
Local Government Bonds	None	None	None
County Pool	N/A	None	None
Local Agency Investment Fund ("LAIF")	N/A	None	None

***E. Interest Rate Risk***

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

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

**2. CASH AND INVESTMENTS, Continued**

*E. Interest Rate Risk, Continued*

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

Investment Type	Maturities			Total
	12 Months or Less	13 to 24 Months	25 to 60 Months	
U.S. Treasury Obligations	\$ -	\$ -	\$ 111,082,971	\$ 111,082,971
U.S. Government Agencies Issues	-	1,627,448	7,790,977	9,418,425
Supranational Obligations	-	-	3,687,735	3,687,735
Local Agency Investment Fund	74,595,180	-	-	74,595,180
California Asset Management Program	67,386,624	-	-	67,386,624
Money Market Mutual Funds	3,641,718	-	-	3,641,718
<b>Total Investments</b>	<b>\$ 145,623,522</b>	<b>\$ 1,627,448</b>	<b>\$ 122,561,683</b>	<b>269,812,653</b>
Cash in Banks and On Hand				67,150,858
<b>Total City Cash and Investments</b>				<b>\$ 336,963,511</b>

The City is a participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The City reports its investment in LAIF at the fair value amount provided by LAIF. For the year ended June 30, 2024, the fair value factor for the City's investments in LAIF was 0.996316042. The balance is available for withdrawal on demand and is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. Each regular LAIF account is permitted to have up to 15 transactions per month, with a minimum transaction amount of \$5,000, a maximum transaction amount of \$75 million and at least 24 hours advance notice for withdrawals of \$10 million or more.

Included in LAIF's investment portfolio are collateralized mortgage obligations, mortgage-backed securities, other asset-backed securities, loans to certain state funds, United States Treasury Notes and Bills and floating rate securities issued by federal agencies, government-sponsored enterprises, and corporations. At June 30, 2024, LAIF had 3.00% of its portfolio invested in structured notes and asset-backed securities as compared to 2.78% in the prior year.

At June 30, 2024, the City's investment position in the California Asset Management Program (CAMP) was \$67,386,624. The CAMP Pool is a short-term cash reserve portfolio and cash management vehicle. The Pool is managed to maintain a dollar-weighted average portfolio maturity of 60 days or less and seeks to maintain a constant net asset value (NAV) per share of \$1.00. CAMP is rated AAA by Standard & Poor's. The total net asset value per share is \$0.9997 and the total net assets (in millions) is \$18,145. Weighted average maturity is 45 days and a 7-day yield is 5.48%.



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

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**2. CASH AND INVESTMENTS, Continued**

*E. Interest Rate Risk, Continued*

Bond proceeds accounts are subject to a one-time deposit with no cap and are set up with a monthly draw down schedule.

*F. Fair Value Hierarchy*

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The following is a summary of the fair value hierarchy of the fair value of investments of the City as of June 30, 2024:

<i>Investments by Fair Value Level:</i>	Level 1	Level 2	Total
U.S. Treasury Obligations	\$ -	\$ 111,082,971	\$ 111,082,971
U.S. Government Agencies Issues	-	9,418,425	9,418,425
Supranational Obligations	-	3,687,735	3,687,735
Total Investments by Fair Value Level	<u>\$ -</u>	<u>\$ 124,189,131</u>	124,189,131
 <i>Investments Measured at Amortized Cost:</i>			
Local Agency Investment Fund			74,595,180
California Asset Management Program			67,386,624
Money Market Mutual Funds			3,641,718
<i>Cash in Banks and On Hand</i>			<u>67,150,858</u>
Total Cash and Investments			<u>\$ 336,963,511</u>

For investments classified within Level 2 of the fair value hierarchy, the City's custodians generally use a multi-dimensional relational model. Inputs to their pricing models are based on observable market inputs in active markets. The inputs to the pricing models are typically benchmark yields, reported trades, broker dealer quotes, issuer spreads and benchmark securities, among others. Fair value is defined as the quoted market value on the last trading day of the period. These prices are obtained from various pricing sources by the custodian bank.

*G. Credit Risk*

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The actual ratings as of June 30, 2024, as provided by Standard and Poor's, are as follows:

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

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**2. CASH AND INVESTMENTS, Continued**

*G. Credit Risk, Continued*

Investment Type	AAAm	AAA	Total
Supranational Obligations	\$ -	\$ 3,687,735	\$ 3,687,735
U.S. Government Agencies Issues	-	9,418,425	9,418,425
US Treasury Obligations	-	111,082,971	111,082,971
Money Market Mutual Funds	3,641,718	-	3,641,718
Totals	\$ 3,641,718	\$ 124,189,131	127,830,849
Not Rated:			
Local Agency Investment Fund			74,595,180
California Asset Management Program			67,386,624
Total Investments			\$ 269,812,653

*H. Concentration of Credit Risk*

There were no Investments in any one issuer, other than U.S. Treasury securities, money market mutual funds, and California Local Agency Investment Funds that represent 5% or more of total City-wide investments at June 30, 2024.

**3. INTERFUND TRANSACTIONS**

*A. Long-Term Advances*

As of June 30, 2024, the Sewer Enterprise Fund had a remaining balance of \$1,340,716 owed to the General Fund, which was used to cover capital construction and other related costs. The advances are repaid with future operating revenues over several years.

In the fiscal year ended June 30, 2023, the City loaned the Capital Facility Fees Fund \$7,498,000 for the purpose of funding an animal shelter. The loan will be repaid through fee revenues. The remaining balance was \$7,498,000 as of June 30, 2024.

*B. Short-Term Activities*

As of June 30, 2024, the General Fund loaned the State Grants Special Revenue Fund (non-major governmental fund) \$47,759 to cover a temporary cash shortfall.

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

**3. INTERFUND TRANSACTIONS**

*C. Transfers Between Funds*

With Council approval, resources may be transferred from one City fund to another. Transfers between funds during the fiscal year ended June 30, 2024, were as follows:

Transfers Out	Transfers In					Total
	General Fund	General CIP Projects	Non-Major Governmental Funds	Water	Sewer	
Major Funds:						
General Fund	\$ -	\$ 4,781,654	\$ 9,087,847	\$ -	\$ -	\$ 13,869,501
Capital Facilities Fee Special Revenue Fund	477,900	8,690,000	4,603,406	-	-	13,771,306
Non-Major Governmental Funds	4,880,740	373,025	9,058,593	527,985	1,126,260	15,966,603
Major Enterprise Funds:						
Water	1,512,920	25,000	-	-	-	1,537,920
Sewer	1,794,650	129,777	-	-	-	1,924,427
Total	\$ 8,666,210	\$ 13,999,456	\$ 22,749,846	\$ 527,985	\$ 1,126,260	\$ 47,069,757

The purpose of the General Fund transfers out were to fund various capital projects and, to a lesser extent, to subsidize special revenue funds' operations. Transfers from the Capital Facilities Fee Special Revenue Fund were to fund operations and contribute to capital projects. Transfers from the Water and Sewer Enterprise Funds to the General Fund were to help pay for overhead costs. Transfers from Non-Major Governmental Funds to the General Fund to pay for overhead costs and projects.

*D. Internal Balances*

Internal balances are presented in the entity-wide financial statements only. They represent the net interfund receivables and payables remaining after the elimination of all such balances within governmental and business-type activities.

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

**4. CAPITAL ASSETS**

**A. Capital Asset Additions and Retirements**

Capital assets activity for the year ended June 30, 2024, is as follows:

Governmental Activities	Balance July 1, 2023	Additions	Retirements	Transfers	Balance June 30, 2024
Capital assets not being depreciated:					
Land	\$ 12,887,450	\$ 584,590	\$ -	\$ -	\$ 13,472,040
Construction in Progress	28,783,692	17,791,694	-	(15,623,806)	30,951,580
Total capital assets not being depreciated	<u>41,671,142</u>	<u>18,376,284</u>	<u>-</u>	<u>(15,623,806)</u>	<u>44,423,620</u>
Capital assets being depreciated/amortized:					
Buildings	25,109,553	171,862	-	1,244,365	26,525,780
Improvements	93,177,538	1,693,209	-	14,379,441	109,250,188
Equipment and Vehicles	6,913,318	1,301,754	(14,553)	-	8,200,519
Infrastructure	275,269,939	27,848,404	-	-	303,118,343
Equipment and Vehicles - Right-to-use Assets	1,643,639	16,037	-	-	1,659,676
Total capital assets being depreciated/amortized	<u>402,113,987</u>	<u>31,031,266</u>	<u>(14,553)</u>	<u>15,623,806</u>	<u>448,754,506</u>
Less accumulated depreciation/amortization:					
Buildings	(4,987,298)	(722,448)	-	-	(5,709,746)
Improvements	(32,206,372)	(5,352,794)	-	-	(37,559,166)
Equipment and Vehicles	(3,740,454)	(855,742)	14,553	-	(4,581,643)
Infrastructure	(78,302,157)	(6,483,783)	-	-	(84,785,940)
Equipment and Vehicles - Right-to-use Assets	(548,849)	(228,606)	-	-	(777,455)
Total accumulated depreciation/amortization	<u>(119,785,130)</u>	<u>(13,643,373)</u>	<u>14,553</u>	<u>-</u>	<u>(133,413,950)</u>
Net capital assets being depreciated/amortization	<u>282,328,857</u>	<u>17,387,893</u>	<u>-</u>	<u>15,623,806</u>	<u>315,340,556</u>
<b>Governmental Activities Capital Assets, Net</b>	<u>\$323,999,999</u>	<u>\$35,764,177</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$359,764,176</u>

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

**4. CAPITAL ASSETS, Continued**

**A. Capital Asset Additions and Retirements, Continued**

Business-type Activities	Balance July 1, 2023	Additions	Retirements	Transfers	Balance June 30, 2024
Capital assets not being depreciated:					
Land	\$ 3,565,179	\$ 174,048	\$ -	\$ -	\$ 3,739,227
Construction in Progress	14,679,654	3,012,151	-	(13,796,730)	3,895,075
Total capital assets not being depreciated	<u>18,244,833</u>	<u>3,186,199</u>	<u>-</u>	<u>(13,796,730)</u>	<u>7,634,302</u>
Capital assets being depreciated:					
Buildings	3,072	-	-	-	3,072
Improvements	267,920,838	20,678,027	-	13,796,730	302,395,595
Equipment and Vehicles	1,905,515	547,875	(11,906)	-	2,441,484
Net capital assets being depreciated	<u>269,829,425</u>	<u>21,225,902</u>	<u>(11,906)</u>	<u>13,796,730</u>	<u>304,840,151</u>
Less accumulated depreciation:					
Buildings	(3,057)	(15)	-	-	(3,072)
Improvements	(65,407,776)	(6,558,262)	-	-	(71,966,038)
Equipment and Vehicles	(1,207,701)	(148,584)	11,906	-	(1,344,379)
Total accumulated depreciation	<u>(66,618,534)</u>	<u>(6,706,861)</u>	<u>11,906</u>	<u>-</u>	<u>(73,313,489)</u>
Net capital assets being depreciated	<u>203,210,891</u>	<u>14,519,041</u>	<u>-</u>	<u>13,796,730</u>	<u>231,526,662</u>
Business-type Activities Capital Assets, Net	<u>\$ 221,455,724</u>	<u>\$ 17,705,240</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 239,160,964</u>

**B. Capital Asset Contributions**

Some capital assets may be acquired using federal and State grant funds, or they may be contributed by developers or other governments. These contributions are required to be accounted for as revenues at the time the capital assets are contributed.

**C. Depreciation Allocation**

Depreciation expense is charged to functions and programs based on their usage of the related assets. The amounts allocated to each function or program are as follows:

Governmental Activities:	
General government	\$ 685,385
Public safety	2,120,728
Public works	9,521,934
Culture and leisure	1,315,326
<b>Total Governmental Activities</b>	<u>\$ 13,643,373</u>

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

**4. CAPITAL ASSETS, Continued**

**C. Depreciation Allocation, Continued**

Business-Type Activities:	
Water	\$ 2,473,513
Sewer	4,233,348
<b>Total Business-Type Activities</b>	<b>\$ 6,706,861</b>

**5. COMPENSATED ABSENCES**

The following is a summary of changes in the City's compensated absences for the fiscal year ended June 30, 2024:

	Balance June 30, 2023	Additions	Retirements	Balance June 30, 2024	Due within one year
Governmental activities	\$ 2,438,209	\$ 798,601	\$ (6,510)	\$ 3,230,300	\$ 435,650
Business-type activities	92,848	28,174	(2,666)	118,356	14,029
<b>Total</b>	<b>\$ 2,531,057</b>	<b>\$ 826,775</b>	<b>\$ (9,176)</b>	<b>\$ 3,348,656</b>	<b>\$ 449,679</b>

**6. LOANS PAYABLE & OTHER LONG-TERM DEBT**

**A. The City's Loans Payable & Other Long-Term Debt**

The City's long-term debt activities for the year ended June 30, 2024, is as follows:

Governmental Activities Long-Term Debt	Balance June 30, 2023	Additions	Retirements	Balance June 30, 2024	Current Portion
Financing Agreement Obligation					
2016 Financing Agreement					
2.55%, due 07/15/2029	\$ 2,430,000	\$ -	\$ (320,000)	\$ 2,110,000	\$ 330,000
Leases and SBITAS (See Note 8)	1,094,791	145,040	(357,610)	882,221	333,986
<b>Total Governmental Activities</b>	<b>\$ 3,524,791</b>	<b>\$ 145,040</b>	<b>\$ (677,610)</b>	<b>\$ 2,992,221</b>	<b>\$ 663,986</b>

Business-type Activities Long-Term Debt	Balance June 30, 2023	Retirements	Balance June 30, 2024	Current Portion
Capital Loan Obligation				
2017 Bank Loan				
2.89%, due 06/01/2032	\$ 7,461,642	\$ 737,145	\$ 6,724,497	\$ 758,604
State Revolving Fund Loan				
2.3086%, due 07/01/2032	5,071,412	483,268	4,588,144	494,489
Compass Bank Loan				
3.50%, due 06/01/2029	2,623,175	400,731	2,222,444	414,810
<b>Total Business-type Activities</b>	<b>\$ 15,156,229</b>	<b>\$ 1,621,144</b>	<b>\$ 13,535,085</b>	<b>\$ 1,667,903</b>

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

**6. LOANS PAYABLE & OTHER LONG-TERM DEBT, Continued**

**B. Debt Service Requirements**

Future principal and interest payments on all governmental and business-type long-term debt are as follows at June 30, 2024:

For the Year Ending June 30	Governmental Activities:	
	Direct Borrowings	
	2016 Financing Agreement	
	Principal	Interest
2025	330,000	49,598
2026	340,000	41,055
2027	345,000	32,321
2028	360,000	23,333
2029	360,000	14,153
2030	375,000	4,781
Total	\$ 2,110,000	\$ 165,241

For the Year Ending June 30	Business-Type Activities:					
	Direct Borrowings					
	2017 Bank Loan		State Revolving Fund Loan		Compass Bank Loan	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	758,604	188,857	494,489	108,727	414,810	74,190
2026	780,687	166,774	505,970	97,376	429,456	59,544
2027	803,412	144,048	517,719	85,762	444,618	44,382
2028	826,800	120,660	529,740	73,878	460,316	28,684
2029	850,869	96,592	542,040	55,533	473,244	12,432
2030-2033	2,704,125	138,256	1,998,186	93,319	-	-
Total	\$ 6,724,497	\$ 855,187	\$ 4,588,144	\$ 514,595	\$ 2,222,444	\$ 219,232

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

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**6. LOANS PAYABLE & OTHER LONG-TERM DEBT, Continued**

*C. Description of the City's Loans Payable & Other Long-Term Debt Issues*

**City Hall Loan** - On June 1, 2016, the City entered into a financed purchase with the Lathrop Financing Authority (Authority) for the existing City Hall building, in the amount of \$4,190,000 with a 2.55% annual interest rate. On the same date, the Authority assigned its rights under the purchase agreement to Capital One Public Funding, LLC. The proceeds of the financed purchase obligation, together with available funds from the City, were used to advance refund the outstanding 2004 Obligation amounting to \$6,640,000. A total of \$6,787,680 was deposited into an irrevocable trust with an escrow agent to provide funds for the future debt service payment on the refunded 2004 Obligation. As a result, the 2004 Obligation was considered defeased and the liability for the 2004 Obligation has been removed from the Statement of Net Position as of June 30, 2016. On July 15, 2016, the 2004 Obligation was prepaid fully. This advance refunding reduced the City's total debt service payments over 15 years by \$2,901,765 and obtained an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$950,783. Due to the timing of debt service payments on July 15th of each year, the City prepays the principal and interest.

The 2016 City Hall Financing Obligation is secured by the City Hall building at 390 Towne Centre Drive, Lathrop, California. The outstanding amount contains a provision that in an event of default, Lathrop Financing Authority may terminate the agreement, rent out all or any portion of the property, or hold the City liable for the payment of all base rental obligations and be reimbursed for any deficiency arising out of re-renting the property.

**2017 Bank Loan** - On May 18, 2017, the City entered into a loan agreement with Opus Bank, in the amount of \$11,455,000 with a 2.89% annual interest rate. The purpose of the loan proceeds was to refinance the 2003 Revenue Bonds. A total of \$11,328,241 was deposited into an irrevocable trust with an escrow agent to provide funds for the future debt service payment on the refunded 2003 Bonds. As a result, the 2003 Bonds were considered defeased and the liability for the 2003 Bonds had been removed from the Statement of Net Position as of June 30, 2017. On June 1, 2017, the 2003 Bonds were repaid fully. This refunding reduced the City's total debt service payments over 15 years by \$6,829,468 and obtained an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$3,857,309. The interest and principal payments are due June 1 and December 1.

**State Revolving Fund Loan** - The City entered into an agreement with the California Department of Public Health in the amount of \$10,929,000. Funds are for the Water Supply Arsenic Reduction Project. Repayment of this loan started on January 1, 2013. Terms of the note include a twenty-year repayment period and a 2.3% interest rate. Principal and interest payments are paid semiannually. The City's net water system revenues have been pledged for the repayment of debt service on loan.

The State Revolving Fund Loan is secured by a promissory note. The outstanding loan amount contains a provision that in an event of default, the State can declare the City's obligation immediately due and payable.



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

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**6. LOANS PAYABLE & OTHER LONG-TERM DEBT, Continued**

*C. Description of the City's Loans Payable & Other Long-Term Debt Issues, Continued*

**Compass Bank Loan** - During fiscal year 2011-12, the City entered into a loan agreement with Compass Bank in the amount of \$6,203,000. The proceeds from the loan were used to refund the 2000A Certificates of Participation (2000A COPs). Interest on the Compass Loan is payable semi-annually on December 1 and June 1 of each year through the year 2029. Repayment of this loan started on December 1, 2012.

The 2017 Bank Loan and Compass Bank Loan are secured by a pledge of and lien on the net revenues of the Water System. The outstanding loan amount contains a provision that in an event of default, the loans will bear interest at the default rate, a rate of interest equal to the interest rate plus 3 percent and 5 percent, respectively, or the outstanding loan amount may become immediately due and payable.

For the fiscal year June 30, 2024, net revenues of the Water Enterprise Fund amounted to \$3,513,163 which represented coverage of 3.09 times the \$1,137,876 debt service on the 2017 Bank Loan and Compass Bank Loan.

**7. SPECIAL ASSESSMENT/COMMUNITY FACILITY DISTRICT DEBT WITHOUT CITY COMMITMENT**

Special Assessment Districts in various parts of the City have issued debt to finance infrastructure improvements and facilities within their boundaries. The City is the collecting and paying agent for the debt issued by these Districts but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included as long-term debt of the City. The outstanding balance of each of these issues as of June 30, 2024 is as follows:

Mossdale Assessment District Refunding 2015	\$ 4,250,000
Mossdale Village Refundings 2023 Series A	9,260,000
Crossroad Assessment District Series 2015	8,340,000
Joint Wastewater Project CFD 2003-2	4,055,000
Lathrop Sanitary Sewer Assessment District No. 1	130,000
Community Facilities District No. 2018-1	45,330,000

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

**8. LEASES AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS**

The City records several leases payable for tangible assets, as well as on software subscriptions (SBITAs).

Lease and SBITA agreements are summarized as follows:

Description	Date	Payment Terms	Payment Amount	Interest Rate	Balance June 30, 2024
Rubrik data backup	7/26/2022	3 years	3,547	0.00%	42,033
Police cameras and tasers	3/15/2023	4-5 years	93,187	0.00%	263,113
Camera software	3/15/2023	4-5 years	88,766	0.00%	247,075
Integrated police software	3/13/2023	5 years	110,000	0.00%	330,000
Total Leases and SBITAs					<u>\$ 882,221</u>

**Integrated police software** - original subscription amount: \$550,000 - The software provided by Peregrine Technologies Inc. provides a real time data analysis and visualization systems that integrates data from a broad range of law enforcement software, including Computer Aided Dispatch (CAD) provided by RIMS, Records Management System (RMS) provided by RIMS, License Plate Readers (LPR) provided by Vigilant insight, and Flock Fleet 3, Video Management System (VMS) provided by Avigilon and Digital Evidence Management System (DEMS) provided by Evidence.com.

**Police cameras and tasers, and related camera software** - original lease amount: \$438,076, original subscription amount: \$412,521 - Axon Enterprises, Inc. provides body cameras, tasers and in car video equipment to the City’s police force. The Axon system unifies the operation of body cameras, tasers and in car video and provides storage for all the data gathered from them. The system allows retrieval and use that complies with all legal requirements and is easily retrievable by all authorized personnel. The equipment will be maintained by Axon and will be replaced when necessary, avoiding the need for highly technical staff support and assuring the equipment remains functional and evidence produced will be legally viable. Axon also provides training and support for all their products leased by the City.

**Storage server** - original lease amount \$115,348 - Hewlett Packard Financial Services leases a storage server to the City which is ultimately used by all departments.

**Rubrik data backup** - original lease amount \$127,695 - Hewlett Packard Financial Services leases a Rubrik backup server which is indirectly used by all departments.

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

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**8. LEASES AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS, Continued**

Annual requirements to amortize long-term obligations and related interest are as follows:

Year Ending June 30	Principal	Interest
2025	333,986	-
2026	293,462	-
2027	254,773	-
	<u>\$ 882,221</u>	<u>\$ -</u>

**9. FUND BALANCE**

**A. Minimum Fund Balance Policies**

The City Council has established a fund balance reserve policy with the adoption of resolution 10-3102 that deemed it desirable for the City to retain a contingency reserve level of 50% of the adjusted appropriation for any given year. The reserve balance shall not be reduced below 10% of the General Fund’s adjusted appropriations. The contingency reserve is allocated to two categories: Economic Uncertainty Reserve, and Exposure and Emergency Reserves.

The Economic Uncertainty Reserve consists of 75% of the Contingency Reserve Balance. It is maintained to minimize the effects of major economic uncertainties, including local disasters, State budget deficits and other severe financial hardships or unforeseen changes in revenues and/or expenditures and is available for budget stabilization. At June 30, 2024, the Economic Uncertainty Reserve amounted to \$5,284,153.

The Exposure and Emergency Reserves consist of 25% of the Contingency Reserve Balance. Exposure Reserves are maintained to minimize the immediate financial impact of potential costs not covered by the City's insurance program, such as claim costs within the City's deductibles, major costs associate with disasters and other events which will not be reimbursable by insurance, or Federal or State Government. Emergency Reserve is maintained to minimize all unforeseen events not covered in the Economic Uncertainty Reserve and Exposure Reserves. At June 30, 2024, the Exposure and Emergency Reserves amounted to \$1,761,384.

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

**9. FUND BALANCE, Continued**

**B. Fund Balances**

Detailed classifications of the City's fund balances, as of June 30, 2024, are below:

	General Fund	Capital Facilities Fee	General CIP Projects	Other Governmental Funds	Total
<b>Nonspendables:</b>					
Items not in spendable form:					
Advances to other funds	\$ 8,838,746	\$ -	\$ -	\$ -	\$ 8,838,746
Prepays	21,912	-	-	-	21,912
<b>Total Nonspendable</b>	<b>8,860,658</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,860,658</b>
<b>Restricted for:</b>					
Recycling projects	-	-	-	1,862,241	1,862,241
Capital Projects	-	10,559,143	-	29,415,396	39,974,539
Public safety	-	-	-	17,770,702	17,770,702
Traffic and transportation	-	17,429,521	-	155,056	17,584,577
Parks and recreation	-	20,527,495	-	3,127,221	23,654,716
Streets and roads contracts	-	-	-	41,571,490	41,571,490
Measure K	-	-	-	520,850	520,850
Community improvements	-	-	-	109,058	109,058
<b>Total Restricted</b>	<b>-</b>	<b>48,516,159</b>	<b>-</b>	<b>94,532,014</b>	<b>143,048,173</b>
<b>Committed to:</b>					
Capital projects	-	-	3,399,079	-	3,399,079
Street reserves	11,193,395	-	-	-	11,193,395
Landscape reserves	3,000,000	-	-	-	3,000,000
Public safety	-	-	8,472,598	-	8,472,598
Traffic and transportation	-	-	-	4,593,267	4,593,267
Parks and recreation	-	-	7,776,553	-	7,776,553
Retirement stability	5,300,000	-	-	-	5,300,000
Water & sewer rate stabilization	4,747,725	-	-	-	4,747,725
Capital equipment	3,337,190	-	-	-	3,337,190
Corporation yard reserves	4,000,000	-	-	-	4,000,000
Measure C essential city services	5,838,572	-	-	-	5,838,572
Economic development	465,417	-	-	-	465,417
<b>Total Committed</b>	<b>37,882,299</b>	<b>-</b>	<b>19,648,230</b>	<b>4,593,267</b>	<b>62,123,796</b>
<b>Unassigned:</b>					
Contingency/emergency	7,045,537	-	-	-	7,045,537
Fiscal stabilization	1,850,000	-	-	-	1,850,000
Fund deficits	-	-	-	(5,330)	(5,330)
Residual fund balance	6,406,523	-	-	-	6,406,523
<b>Total Unassigned</b>	<b>15,302,060</b>	<b>-</b>	<b>-</b>	<b>(5,330)</b>	<b>15,296,730</b>
<b>Total Fund Balances</b>	<b>\$ 62,045,017</b>	<b>\$ 48,516,159</b>	<b>\$ 19,648,230</b>	<b>\$ 99,119,951</b>	<b>\$ 229,329,357</b>

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

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**9. FUND BALANCE, Continued**

**C. Encumbrances**

The City utilized an encumbrance system during fiscal year 2024 to assist in controlling expenditures. Under this system, governmental funds are encumbered when purchase orders, contracts, or other commitments are signed or approved. The following are encumbrances at June 30, 2024, that will be carried over to the following fiscal year:

General Fund	\$	5,704,940
General CIP Projects		15,964,748
Non-Major Funds		31,225,267

**10. PENSION PLAN**

**A. General Information about the Pension Plan**

**Plan Description** - All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension 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 risk 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 City sponsors 4 rate plans (3 miscellaneous and 1 safety). Benefit provisions under the Plan are established by State statute and City 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.

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

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

**10. PENSION PLAN, Continued**

**A. General Information about the Pension Plan, Continued**

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

	Miscellaneous		
	Classic	Tier 2	PEPRA
	Prior to January 1, 2013	July 1, 2010 to December 31, 2012	After December 31, 2012
Hire Date			
Benefit formula	2% 55	2% @ 60	2% @ 62
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payment	Monthly for life	Monthly for life	Monthly for life
Retirement age	55	60	62
Monthly benefits, as a % of annual salary	2.00%	2.00%	2.00%
Required employee contribution rates	6.93%	6.93%	7.75%
Required employer contribution rates	11.84%	10.10%	7.68%
Required UAL payment	\$498,721	\$0	\$0
		Safety - PEPRA	
		On or after	
	Hire Date	January 1, 2013	
	Benefit formula	2% @57	
	Benefit vesting schedule	5 years service	
	Benefit payment	Monthly for life	
	Retirement age	57	
	Monthly benefits, as a % of annual salary	2.70%	
	Required employee contribution rates	14.50%	
	Required employer contribution rates	14.72%	
	Required UAL payment	\$0	

**Contributions** - Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the Plan are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the measurement period ended June 30, 2023, the City's total contributions to the Plan were \$2,013,295.

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

As of June 30, 2024, the City reported a net pension liability for its proportionate share of the net pension liability (asset) of the Plan of \$ 9,061,319.

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

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**10. PENSION PLAN, Continued**

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

The City’s net pension liability for the Plan is measured as the proportionate share of the, and the total pension liability for the Plan used to calculate the net pension liability was determined by actuarial valuations as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures. The City’s proportionate share of the net pension liability was based on the Agency’s plan liability and asset-related information where available, and proportional allocations of individual plan amounts as of the valuation date where not available.

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

Proportion - June 30, 2022	0.06897%
Proportion - June 30, 2023	0.07263%
Change - Increase (Decrease)	0.00367%

For the year ended June 30, 2024, the City recognized pension expense of \$2,391,446. At June 30, 2024 the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 2,295,039	\$ -
Changes in assumptions	546,992	-
Differences between actual and expected experience	463,791	71,741
Changes in employer's proportion	542,970	-
Difference in proportionate share of contributions	520,444	144,934
Net difference projected and actual investment earnings	1,466,112	
Total	<u>\$ 5,835,348</u>	<u>\$ 216,675</u>

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

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**10. PENSION PLAN, Continued**

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

\$2,295,039 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ending June 30	Annual Amortization
2025	\$ 1,129,762
2026	819,296
2027	1,332,510
2028	42,066

***Actuarial Assumptions*** - For the measurement period ended June 30, 2023, the total pension liability was determined using the following assumptions:

Valuation date	June 30, 2022
Measurement date	June 30, 2023
Actuarial cost method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount rate	6.90%
Inflation	2.30%
Projected salary increase	Varies by Entry Age and Service
Mortality rate table (1)	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.

(1) The mortality table used was developed based on CalPERS' specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvements using 80% of Scale MP 2020 published by Society of Actuaries. For more details on this table, please refer to the December 2021 experience study report that can be found on the CalPERS website.



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

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**10. PENSION PLAN, Continued**

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

*Discount Rate* - The discount rate used to measure the total pension liability as of the measurement date of June 30, 2023 for the Plan was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability. A detailed report testing these projections can be obtained from the CalPERS website.

In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return.

The expected real rate of return by asset class are as follows:

Asset Class	Current Target Allocation	Real Return (a, b)
Global Equity - cap-weighted	30.00%	4.54%
Global Equity - non-cap-weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%
Total	100%	

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

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

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

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**10. PENSION PLAN, Continued**

*B. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions, 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 Plan, calculated using the discount rate for the Plan, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (5.90%) or 1-percentage point higher (7.90%) than the current rate:

1% Decrease	5.90%
Net Pension Liability	\$ 14,540,810
Current Discount Rate	6.90%
Net Pension Liability	\$ 9,061,319
1% Increase	7.90%
Net Pension Liability	\$ 4,551,448

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

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

**11. OTHER POST - EMPLOYMENT BENEFITS**

*A. General Information about the City's Other Post - Employment Benefit (OPEB) Plan*

*Plan Description* - The City's Post - Employment Benefit Plan is an agent multiple-employer defined benefit OPEB plan.

By resolution and through agreements with its labor units, the City provides certain health care benefits for retired employees. The City in the CalPERS health care plan, which is governed under the California Public Employees Health and Medical Care Act (PEMCHA). The City also participates in the California Employers Retirees Benefit Trust (CERBT), an irrevocable trust established to fund OPEB. CERBT is an agent multiple-employer defined benefit other postemployment benefits plan administrated by CalPERS, and is managed by an appointed board not under the control of the City Council. CERBT consists of participating employers of the State of California and public agencies. Individual employers may establish more than one plan.

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

**11. OTHER POST - EMPLOYMENT BENEFITS, Continued**

**A. General Information about the City's Other Post - Employment Benefit (OPEB) Plan, Continued**

The CERBT was established by Chapter 331 of the 1988 California Statutes, and employers elect to participate in the CERBT to pre-fund health, dental, and other non-pension postemployment benefits for their retirees and survivors. The CERBT has pooled administrative and investment functions, while separate employer accounts are maintained to prefund and pay for health care or other postemployment benefits in accordance with the terms of the participating employers' plans. There are three CalPERS Board approved investment strategies for employers to choose from depending on their expected levels of return and volatility. Benefit provisions are established by participating employers.

The CERBT Trust is not considered a component unit by the City and has been excluded from these financial statements. Separately issued financial statements for CERBT may be obtained from CALPERS at P.O. Box 942709, Sacramento, California 94229-2709.

**Benefits Provided** - The following is a summary of Plan benefits by employee group as of June 30, 2024:

Tier	Hire Date	Retirement Date	Eligibility	Benefit Prior to Retiree's (or Surviving Spouse's) Eligibility for Medicare	Benefit After Retiree's (or Surviving Spouse's) Eligibility for Medicare
1	Before 7/1/2014	On or before 12/31/2014	Age 50 within 5 years of PERS service	Benefit according to previous Unequal PEMHCA Resolution (i.e., no change for this group). 100% of premium for the retiree and any eligible covered dependents, up to \$1,536 per month in 2018, increasing by \$100 each calendar year until such time as it is equal to active employee per month in each City contribution.	
2	Before 7/1/2014	After 12/31/2014	Age 50 within 5 years of PERS service	PEMHCA Minimum Employer Contribution (MEC)	PEMHCA Minimum Employer Contribution (MEC)
			Age 55 within 5 years of PERS service	100% of the premium for retiree plus one up to the monthly cap for active employees*	
2	After 7/1/2014	Any	Age 50 within 5 years of PERS service	PEMHCA Minimum Employer Contribution (MEC)	PEMHCA Minimum Employer Contribution (MEC)
			Age 55 within 5 years of PERS service	100% of the premium for retiree and dependants, up to the following percentages of the monthly cap for active employees* 5 years of service: 25% 10 years of service: 50% 15 years of service: 100%	

\* In 2024, the City contributed a maximum of \$1,991 per month toward medical coverage for active employees and their dependents. This amount will increase annually by 50% of premium increase for the median cost medical plan, not to exceed 5.5% per year.

For the measurement period ended June 30, 2023, the City's contributions to the Plan were \$342,016, which were comprised of contributions to the trust of \$220,192 and implicit subsidy payments of \$121,824.

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

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**11. OTHER POST - EMPLOYMENT BENEFITS, Continued**

**A. General Information about the City's Other Post - Employment Benefit (OPEB) Plan, Continued**

*Employees Covered by Benefit Terms* - Membership in the plan consisted of the following at the measurement date of June 30, 2023:

Active Employees	141
Inactive employees or beneficiaries currently receiving benefits	26
Inactive employees entitled to but not yet receiving benefits	11
Total	<u>178</u>

**B. Net OPEB Liability**

*Actuarial Methods and Assumptions* - The City's net OPEB liability was measured as of June 30, 2023, and the total OPEB liability was determined by an actuarial valuation dated June 30, 2023. These are the following actuarial methods and assumptions:

	Actuarial Assumptions
Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry-Age Normal Cost, level percent of pay
Actuarial Assumptions:	
Discount Rate	6.15%
Inflation	2.50%
Payroll Growth	3.00%
Investment Rate of Return	6.15%
Mortality Improvement	MacLeod Watts Scale 2022 applied generationally from 2017
Healthcare Trend Rate	Actual in 2024, 9.0% in 2025, then 6.0% decreasing to 3.9% in 2075 and later

Demographic actuarial assumptions used in this valuation are based on the 2021 experience study of the California Public Employees Retirement System using data from 1997 to 2019, except for a different basis used to project future mortality improvements.

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

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**11. OTHER POST - EMPLOYMENT BENEFITS, Continued**

**B. Net OPEB Liability, Continued**

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

Asset Class	Target Allocation
Global Equity	49.00%
Fixed Income	23.00%
Real Estate Investment Trusts	20.00%
Treasury Inflation Protection Securities	5.00%
Commodities	3.00%
Total	100%

**Change of Assumptions** - For the measurement date of June 30, 2023, the discount rate increased to 6.15% from 6.10%, demographic assumptions were updated from the CalPERS 2017 experience study, and the healthcare trend rate was updated to the Getzen Model 2023, from the 2022\_b version.

**Discount Rate** - The discount rate used to measure the total OPEB liability was 6.15%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

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

**11. OTHER POST - EMPLOYMENT BENEFITS, Continued**

**C. Changes in Net OPEB Liability**

The changes in the total OPEB liability follows:

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (c) = (a) - (b)
Balance at Measurement Date 6/30/2022	\$ 6,340,534	\$ 4,901,368	\$ 1,439,166
Changes Recognized for the Measurement Period:			
Service Cost	310,717	-	310,717
Interest on the total OPEB liability	395,339	-	395,339
Investment income	-	309,532	(309,532)
Contributions from the employer	-	342,016	(342,016)
Changes in benefit terms	-	-	-
Administrative expenses	-	-	-
Other Expenses (one time)	-	-	-
Benefit payments	(340,552)	(340,552)	-
Changes of assumptions	231,797	-	231,797
Plan experience	(203,641)	-	(203,641)
Net changes	393,660	310,996	82,664
Balance at Measurement Date 6/30/2023	\$ 6,734,194	\$ 5,212,364	\$ 1,521,830

**D. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare 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 a discount rate that is 1-percentage-point lower (5.15%) or 1-percentage-point higher (7.15%) than the current discount rate:

Net OPEB Liability/(Asset)		
Discount Rate	Discount Rate	Discount Rate
-1% (5.15%)	(6.15%)	+1% (7.15%)
\$ 2,226,064	\$ 1,521,830	\$ 918,140

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

**11. OTHER POST - EMPLOYMENT BENEFITS, Continued**

*D. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates, Continued*

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

Net OPEB Liability/(Asset)		
Healthcare Cost Trend Rates		
1% Decrease	Current Rate	1% Increase
\$ 803,234	\$ 1,521,830	\$ 2,390,267

*E. OPEB Expenses and Deferred Outflows/Inflows of Resources Related to 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 City's OPEB Plan and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

For the year ended June 30, 2024, the City recognized OPEB expense of \$489,222. At June 30, 2024, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Employer contributions subsequent to measurement date	\$ 418,251	\$ -
Differences between actual and expected experience	-	353,039
Changes in assumptions	314,447	27,401
Net difference projected and actual earnings on plan investments	496,661	-
Total	\$ 1,229,359	\$ 380,440

\$418,251 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended June 30, 2025.

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

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**11. OTHER POST - EMPLOYMENT BENEFITS, Continued**

*E. OPEB Expenses and Deferred Outflows/Inflows of Resources Related to OPEB, Continued*

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

Year Ending June 30	Annual Amortization
2025	71,109
2026	64,491
2027	265,534
2028	(9,977)
2029	12,561
Thereafter	26,950

**12. 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; injuries to employees; and natural disasters. The City participates in the Central San Joaquin Valley Risk Management Authority (CSJVRMA), a public entity risk pool currently operating as a common risk management and insurance program for 55 cities. The purpose of CSJVRMA is to spread the adverse effect of losses among the members and to purchase excess insurance as a group, thereby reducing its expense.

The City's deductibles and maximum coverage follows:

Coverage	Deductible	CSJVRMA	Excess Liability	ERMA
Workers compensation	\$ 25,000	\$ 500,000	Statutory Limits	\$ -
General and automobile liability	25,000	1,000,000	54,000,000	-
Property damage	5,000 to 10,000	25,000	1,000,000,000	-
High value auto program	2,000	10,000 or 50,000	1,000,000,000	-
Boiler and machinery	Various	1,000,000,000	-	-
Employment practices liability	25,000	-	2,000,000	1,000,000

The City contributes its pro rata share of anticipated losses to a pool administered by CSJVRMA. Should actual losses among participants be greater than the anticipated losses, the City will be assessed its pro rata share of that deficiency. Conversely, if the actual losses are less than anticipated, the City will be refunded its pro rata share of the excess. The City paid CSJVRMA premiums and ERMA premiums totaling \$2,614,209 during the fiscal year ended June 30, 2024. Settled claims have not exceeded commercial excess liability coverage in any of the past three fiscal years.

The City is also a member of Employment Risk Management Authority (ERMA), which covers wrongful employment practices.

The City did not record a liability for outstanding claims at fiscal year-end, as the claims were minimal.



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

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**13. COMMITMENTS AND CONTINGENCIES**

The City participates in several Federal and State grant programs. These programs are subject to audits by the City's independent accountants in accordance with the provisions of the Federal Single Audit Act as amended and applicable State requirements. No cost disallowances have been proposed as a result of these audits. However, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

The City is subject to litigation arising in the normal course of business. These matters do not have a determined effect on the financial statements at this time.

**14. PRIOR PERIOD ADJUSTMENTS**

**Correction of an Error in Previously Issued Financial Statements (Column A on the table):**

During fiscal year 2024, the City determined errors had occurred in prior year financial statements and made the following corrections:

- **Nonmajor governmental funds (total correction of \$5,713,584)**
  - To recognize revenue for old plan check and inspection fees that had been completed in prior years - This change corrected an overstatement of \$4,473,657 in unearned revenue in the prior year from collections dating back to 2022.
  - To reclassify deposits payable as fund balance - Deposits payable was overstated by \$1,239,927 for the year ended June 30, 2023, due to incorrect grouping of accounts in the general ledger.
- **Enterprise funds**
  - To correct a prior period overcharge in the Water Fund - the City had previously recognized revenue for surface water charges for developments, however, the developments used prior credits to pay for these liabilities as well as paying in cash, essentially paying twice for the same charge. This corrects the overstatement of taxes and assessments from 2021 through 2023 totaling \$3,138,947.

The following page displays the prior fund balances and net positions at June 30, 2023, and the changes made as a result of error corrections and changes in reporting unit for funds moving from major to nonmajor.

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

**14. PRIOR PERIOD ADJUSTMENTS, Continued**

	June 30, 2023, as previously reported	Change from major to nonmajor fund	Error correction (A)	June 30, 2023, as restated
Governmental Funds:				
Major Governmental Funds				
General Fund	\$ 56,359,326	\$ -	\$ -	\$ 56,359,326
Capital Facility Fees	44,525,380	-	-	44,525,380
Building Safety & Inspection	11,969,931	(11,969,931)	-	-
Streets and Roads Capital Projects Fund	11,288,788	(11,288,788)	-	-
General CIP Projects	18,484,156	-	-	18,484,156
Nonmajor Governmental Funds	45,911,516	23,258,719	5,713,584	74,883,819
Total Governmental Funds	<u>\$ 188,539,097</u>	<u>\$ -</u>	<u>\$ 5,713,584</u>	<u>\$ 194,252,681</u>
Proprietary Funds:				
Major Enterprise Funds				
Water Fund	\$ 100,050,319	\$ -	\$ (3,138,947)	\$ 96,911,372
Sewer Fund	180,070,003	-	-	180,070,003
Total Enterprise Funds	<u>\$ 280,120,322</u>	<u>\$ -</u>	<u>\$ (3,138,947)</u>	<u>\$ 276,981,375</u>
Government-Wide:				
Governmental Activities	\$ 505,301,432	\$ -	\$ 5,713,584	\$ 511,015,016
Business-Type Activities	280,120,322	-	(3,138,947)	276,981,375
Total Primary Government	<u>\$ 785,421,754</u>	<u>\$ -</u>	<u>\$ 2,574,637</u>	<u>\$ 787,996,391</u>

**15. SUBSEQUENT EVENT**

On August 12, 2024, the City awarded a \$42.3 million construction contract for the capacity expansion of the City's wastewater treatment facility. Funding is to be split 80%/20% between a local development project developer and the City, respectively. The project is expected to be completed in the fiscal year ending June 30, 2026.

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**REQUIRED  
SUPPLEMENTARY INFORMATION**

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**City of Lathrop**  
**Required Supplementary Information**  
**For the year ended June 30, 2024**

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*Cost-Sharing Multiple Employer Plan*

*Schedule of Proportionate Share of the Net Pension Liability - Last 10 Fiscal Years*

	6/30/2016		6/30/2017		6/30/2018
Proportion of the net pension liability	0.04556%		0.04980%		0.05243%
Proportionate share of the net pension liability	\$ 3,127,249	\$	4,309,662	\$	5,199,968
Covered payroll	\$ 4,364,310	\$	5,148,017	\$	5,568,372
Proportionate share of the net pension liability as percentage of covered payroll	71.66%		83.71%		93.38%
Plan's (PERF-C) fiduciary net position as a percentage of the total pension liability	78.40%		74.06%		73.31%

**Notes to the schedule:**

The CalPERS discount rate was increased from 7.5% to 7.65% in fiscal year 2016, decreased from 7.65% to 7.15% in fiscal year 2018, and then decreased from 7.15% to 6.9% in fiscal year 2023.

The CalPERS mortality assumptions were adjusted in fiscal year 2019.

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	6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023	6/30/2024
	0.05269%	0.05586%	0.05897%	0.05487%	0.06897%	0.07263%
\$	5,077,307	\$ 5,723,799	\$ 6,416,539	\$ 2,967,660	\$ 7,966,383	\$ 9,061,319
\$	6,004,176	\$ 6,384,728	\$ 6,808,162	\$ 7,021,189	\$ 8,113,507	\$ 12,345,922
	84.56%	89.65%	94.25%	42.27%	98.19%	73.40%
	75.26%	75.26%	75.10%	88.29%	76.68%	76.21%

**City of Lathrop**  
**Required Supplementary Information**  
**For the year ended June 30, 2024**

*Cost Sharing Multiple Employer Plan*  
*Schedule Of Plan Contributions - Last 10 Fiscal Years*

<u>Miscellaneous Rate Plan</u>	2015	2016	2017	2018
Actuarially determined contribution	\$ 523,329	\$ 369,225	\$ 434,033	\$ 465,746
Contributions in relation to actuarially deemed contributions	(523,329)	(369,225)	(434,033)	(465,746)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 4,364,310	\$ 5,148,017	\$ 5,568,372	\$ 6,004,176
Contributions as a percentage of covered payroll	11.99%	7.17%	7.79%	7.76%

**Note to Schedule:**

**Methods and assumptions used to determine contribution rates:**

Valuation date (for contractually required contribution):	6/30/2012	6/30/2013	6/30/2014	6/30/2015
Actuarial cost method:	Entry Age	Entry Age	Entry Age	Entry Age
Amortization method:	(1)	(1)	(1)	(1)
Assets valuation method	15 Year Smoothed Market Method	Market Value	Market Value	Market Value
Inflation	2.75%	2.75%	2.75%	2.75%
Salary Increases	(2)	(2)	(2)	(2)
Investment rate of return	7.50%	7.50%	7.50%	7.50%
Retirement age	(3)	(3)	(3)	(3)
Mortality	(4)	(4)	(4)	(4)

- (1) Level percentage of payroll, closed
- (2) Depending on age, service, and type of employment
- (3) 50 for all plans, with the exception of 52 for Miscellaneous PEPRA 2%@62
- (4) Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

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2019	2020	2021	2022	2023	2024
\$ 766,989	\$ 917,576	\$ 1,062,215	\$ 1,200,271	\$ 2,013,295	\$ 2,295,039
(766,989)	(917,576)	(1,062,215)	(1,200,271)	(2,013,295)	(2,295,039)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 6,384,728	\$ 6,808,162	\$ 7,021,189	\$ 8,113,507	\$ 12,345,922	\$ 16,478,751
12.01%	13.48%	15.13%	14.79%	16.31%	13.93%

6/30/2016	6/30/2017	6/30/2018	6/30/2019	6/30/2020	6/30/2021
Entry Age (1)	Entry Age (1)	Entry Age (1)	Entry Age (1)	Entry Age (1)	Entry Age (1)
Market Value	Market Value	Market Value	Market Value	Market Value	Market Value
2.75%	2.63%	2.50%	2.50%	2.50%	2.50%
(2)	(2)	(2)	(2)	(2)	(2)
7.375%	7.25%	7.00%	7.00%	7.00%	6.80%
(3)	(3)	(3)	(3)	(3)	(3)
(4)	(4)	(4)	(4)	(4)	(4)

**City of Lathrop**  
**Required Supplementary Information**  
**For the year ended June 30, 2024**

*Schedule of Changes in the Net OPEB Liability and Related Ratios - Last 10 Fiscal Years\**

Fiscal year End	6/30/2018	6/30/2019	6/30/2020	6/30/2021
<b>Total OPEB Liability</b>				
Service cost	\$ 228,075	\$ 231,377	\$ 238,897	\$ 247,448
Interest on the total OPEB liability	366,257	359,416	378,925	372,499
Differences between expected and actual experience	(430,189)	-	(134,660)	-
Changes of assumptions	42,010	-	(62,441)	-
Benefit payments	(299,940)	(314,423)	(324,785)	(404,342)
<b>Net change in the total OPEB liability</b>	<b>(93,787)</b>	<b>276,370</b>	<b>95,936</b>	<b>215,605</b>
<b>Total OPEB liability - beginning</b>	<b>5,154,131</b>	<b>5,060,344</b>	<b>5,336,714</b>	<b>5,432,650</b>
<b>Total OPEB liability - ending (a)</b>	<b>\$ 5,060,344</b>	<b>\$ 5,336,714</b>	<b>\$ 5,432,650</b>	<b>\$ 5,648,255</b>
<b>Plan Fiduciary Net Position</b>				
Contribution - employer	\$ 471,077	\$ 495,719	\$ 459,510	\$ 486,383
Net investment income	307,578	276,193	230,777	151,173
Benefit payments	(299,940)	(314,423)	(324,785)	(404,342)
Other expense	-	(4,582)	-	-
Administrative expense	(1,576)	(1,813)	(825)	(2,094)
<b>Net change in plan fiduciary net position</b>	<b>477,139</b>	<b>451,094</b>	<b>364,677</b>	<b>231,120</b>
<b>Plan fiduciary net position - beginning</b>	<b>2,984,872</b>	<b>3,462,011</b>	<b>3,913,105</b>	<b>4,277,782</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 3,462,011</b>	<b>\$ 3,913,105</b>	<b>\$ 4,277,782</b>	<b>\$ 4,508,902</b>
<b>Net OPEB Liability - ending (a) - (b)</b>	<b>\$ 1,598,333</b>	<b>\$ 1,423,609</b>	<b>\$ 1,154,868</b>	<b>\$ 1,139,353</b>
<b>Plan fiduciary net position as a percentage of the total OPEB liability</b>	<b>68.41%</b>	<b>73.32%</b>	<b>78.74%</b>	<b>79.83%</b>
Covered-employee payroll	\$ 5,982,337	\$ 6,377,387	\$ 6,358,722	\$ 6,549,484
<b>Net OPEB liability as a percentage of covered-employee payroll</b>	<b>26.72%</b>	<b>22.32%</b>	<b>18.16%</b>	<b>17.40%</b>
<b>Assumptions used to develop the results are shown below:</b>				
Measurement Date	6/30/2017	6/30/2018	6/30/2019	6/30/2020
Discount Rate	7.00%	7.00%	6.80%	6.80%
Valuation Date	6/30/2017		6/30/2019	
Actuarial Cost method	Entry Age Normal		Entry Age Normal	
Amortization method:	Closed 30 years		Closed 30 years	
Assets valuation method	Market Value		Market Value	
Inflation	2.75%		2.50%	
Healthcare cost trend rates	7.5% in Jan 2019, step down .5% per year to 5.0% by 2024		5.4% in Jan 2021, Fluctuates down to 4.0% by 2076	
Salary Increases	3.25%		3%	
Discount Rate	7.00%		6.80%	
Retirement age	From 50 to 75		From 50 to 75	
Mortality	2014 CalPERS Experience		2017 CalPERS Experience	
Mortality Improvement	MacLeod Watts Scale 2017		MacLeod Watts Scale 2018	

\* Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information becomes available.





6/30/2022	6/30/2023	6/30/2024
\$ 254,871	\$ 301,667	\$ 310,717
388,811	374,645	395,339
94,590	-	(203,641)
-	-	231,797
(370,644)	(351,661)	(340,552)
367,628	324,651	393,660
5,648,255	6,015,883	6,340,534
<b>\$ 6,015,883</b>	<b>\$ 6,340,534</b>	<b>\$ 6,734,194</b>

\$ 435,828	\$ 517,163	\$ 342,016
308,766	(1,030,633)	311,004
(370,644)	(351,661)	(340,552)
886,742	-	-
(1,642)	(1,453)	(1,472)
1,259,050	(866,584)	310,996
4,508,902	5,767,952	4,901,368
<b>\$ 5,767,952</b>	<b>\$ 4,901,368</b>	<b>\$ 5,212,364</b>
<b>\$ 247,931</b>	<b>\$ 1,439,166</b>	<b>\$ 1,521,830</b>

95.88%      77.30%      77.40%

\$ 7,838,544    \$ 9,931,244    \$ 15,989,632  
 3.16%      14.49%      9.52%

**6/30/2021**      **6/30/2022**      **6/30/2023**  
 6.10%      6.10%      6.15%

6/30/2021	6/30/2023
Entry Age Normal	Entry Age Normal
Closed 30 years	Closed 30 years
Market Value	Market Value
2.50%	2.50%
5.8% in Jan 2023, decreasing to 3.9% by 2076	9.0% in 2025, decreasing to 3.9% by 2075
3%	3%
6.10%	6.10%
From 50 to 75	From 50 to 75
CalPERS 2021 Experience	CalPERS 2021 Experience
MacLeod Watts Scale 2022	MacLeod Watts Scale 2022

**City of Lathrop**  
**Required Supplementary Information**  
**For the year ended June 30, 2024**

*Schedule of OPEB Contributions - Last 10 Fiscal Years\**

<b>Fiscal Year Ended</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
Actuarially determined contribution	\$ 389,509	\$ 359,460	\$ 369,969	\$ 361,138	\$ 368,885
Contributions in relation to actuarially determined contributions	(495,719)	\$ (459,510)	\$ (396,085)	\$ (435,828)	\$ (517,163)
Contribution deficiency (excess)	<u>\$ (106,210)</u>	<u>\$ (100,050)</u>	<u>\$ (26,116)</u>	<u>\$ (74,690)</u>	<u>\$ (148,278)</u>
Covered employee payroll	\$ 6,377,387	\$ 6,358,722	\$ 6,549,484	\$ 7,838,544	\$ 9,931,244
Contributions as a percentage of covered employee payroll	6.11%	5.65%	5.65%	4.61%	3.71%

\* Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2018 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

**Notes to Schedule - assumptions used to develop Actuarially determined contribution**

Valuation Data	7/1/2015	6/30/2017	6/30/2019
Actuarial Cost method	Entry Age Normal Level % of pay	Entry Age Normal Level % of pay	Entry Age Normal Level % of pay
Amortization method:	Closed 30 Years	Closed 30 Years	Closed 30 Years
Amortization Period:	23 Yrs remain	22 Yrs remain   21 Yrs remain	20 Yrs remain   19 Yrs remain
Assets valuation method	Market Value	Market Value	Market Value
Inflation	2.75%	2.75%	2.50%
Healthcare cost trend rates	7.5% in Jan 2017, step down to .5% per year to 4.5% by 2023	7.5% in Jan 2019, step down to .5% per year to 5.0% by 2024	5.4% in Jan 2021, fluctuates down to 4.0% by 2076
Salary Increases	3.25%	3.25%	3.00%
Investment rate of return	7.00%	7.00%	6.70%
Retirement age	From 50 to 75	From 50 to 75	From 50 to 75
Mortality	2014 CalPERS Experience Study	2014 CalPERS Experience Study	2017 CalPERS Experience Study
Mortality Improvement	MacLeod Watts Scale 2014	MacLeod Watts Scale 2017	MacLeod Watts Scale 2018

2023	2024
\$ 405,006	\$ 418,251
\$ (405,006)	\$ (418,251)
\$ -	\$ -
\$ 15,989,632	\$ 18,558,796
2.53%	2.25%

6/30/2021
Entry Age Normal Level % of pay
Closed 30 Years
18 Yrs remain    17 Yrs remain
Market Value
2.50%
5.8% in 2023 decreasing to 3.9% by 2076
3.00%
6.10%
From 50 to 75
2017 CalPERS Experience Study
MacLeod Watts Scale 2022

# City of Lathrop

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

### General Fund

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 26,390,000	\$ 26,849,006	\$ 33,537,674	\$ 6,688,668
Licenses and permits	292,306	292,306	340,938	48,632
Intergovernmental	3,560,000	3,560,000	4,412,587	852,587
Charges for services	523,694	557,860	761,489	203,629
Use of money and property	304,964	675,229	3,058,960	2,383,731
Fines and forfeitures	100,400	100,400	102,903	2,503
Miscellaneous	411,800	411,800	414,129	2,329
<b>Total revenues</b>	<b>31,583,164</b>	<b>32,446,601</b>	<b>42,628,680</b>	<b>10,182,079</b>
<b>EXPENDITURES:</b>				
Current:				
General government				
City council	80,160	192,135	168,325	23,810
City manager	1,032,986	1,572,440	1,455,172	117,268
City clerk	362,760	396,760	382,661	14,099
City attorney	830,487	887,328	791,038	96,290
Personnel	772,352	812,852	576,876	235,976
Central services	1,836,490	1,993,990	1,666,896	327,094
Finance	1,942,736	2,128,108	1,830,379	297,729
Information technology	3,518,373	3,701,462	3,534,881	166,581
Measure C	821,506	923,957	738,974	184,983
<b>Total general government</b>	<b>11,197,850</b>	<b>12,609,032</b>	<b>11,145,202</b>	<b>1,463,830</b>
Public safety				
Administration	3,341,492	3,035,072	2,484,014	551,058
Community services	1,470,517	1,536,232	1,509,948	26,284
Operations	6,955,713	7,128,375	6,938,303	190,072
Support	2,154,521	2,322,623	2,271,526	51,097
<b>Total public safety</b>	<b>13,922,243</b>	<b>14,022,302</b>	<b>13,203,791</b>	<b>818,511</b>
Community development				
Planning	989,061	2,471,489	1,235,318	1,236,171
<b>Total community development</b>	<b>989,061</b>	<b>2,471,489</b>	<b>1,235,318</b>	<b>1,236,171</b>

# City of Lathrop

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

### General Fund, continued

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
Culture and leisure				
Administration	482,559	487,002	397,820	89,182
Senior center	159,097	161,647	157,765	3,882
Recreation programs	96,774	136,774	130,451	6,323
Special events	237,948	271,048	211,902	59,146
Youth development	370,457	444,607	283,599	161,008
Sports	341,601	337,893	281,598	56,295
Facilitates and library	212,135	270,035	184,114	85,921
City hall	541,490	605,133	486,062	119,071
Building maintenance	403,420	508,609	271,704	236,905
Park and landscape maintenance	1,269,723	1,682,729	893,843	788,886
Total culture and leisure	4,115,204	4,905,477	3,298,858	1,606,619
Public works				
Administration	771,632	1,071,149	826,960	244,189
Utility engineering	255,494	272,549	238,639	33,910
Total public works	1,027,126	1,343,698	1,065,599	278,099
Capital outlay	498,200	4,075,355	1,200,475	2,874,880
Debt service:				
Principal retirement	320,000	320,000	320,000	-
Lease principal retirement	-	-	357,610	(357,610)
Interest and fiscal charges	57,900	57,900	57,885	15
Total expenditures	32,127,584	39,805,253	31,884,738	7,920,515
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	(544,420)	(7,358,652)	10,743,942	18,102,594
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	10,429,160	11,492,811	8,666,210	(2,826,601)
Transfers out	(9,421,420)	(15,818,116)	(13,869,501)	1,948,615
Lease proceeds	-	-	145,040	145,040
Total other financing sources (uses)	1,007,740	(4,325,305)	(5,058,251)	(877,986)
<b>Net change in fund balances</b>	<b>\$ 463,320</b>	<b>\$ (11,683,957)</b>	<b>5,685,691</b>	<b>\$ 17,369,648</b>
<b>FUND BALANCES:</b>				
Beginning of year			56,359,326	
End of year			<u>\$ 62,045,017</u>	

# City of Lathrop

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

### Capital Facility Fees

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 20,226,137	\$ 23,215,769	\$ 17,889,715	\$ (5,326,054)
Use of money and property	-	-	2,621,500	2,621,500
Developer participation	403,168	403,168	89	(403,079)
<b>Total revenues</b>	<b>20,629,305</b>	<b>23,618,937</b>	<b>20,511,304</b>	<b>(3,107,633)</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	243,763	2,646,453	2,749,219	(102,766)
<b>Total expenditures</b>	<b>243,763</b>	<b>2,646,453</b>	<b>2,749,219</b>	<b>(102,766)</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>20,385,542</b>	<b>20,972,484</b>	<b>17,762,085</b>	<b>(3,210,399)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(11,451,306)	(13,771,306)	(13,771,306)	-
<b>Total other financing sources (uses)</b>	<b>(11,451,306)</b>	<b>(13,771,306)</b>	<b>(13,771,306)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 8,934,236</b>	<b>\$ 7,201,178</b>	<b>3,990,779</b>	<b>\$ (3,210,399)</b>
<b>FUND BALANCES:</b>				
Beginning of year			44,525,380	
End of year			<b>\$ 48,516,159</b>	

**City of Lathrop**  
**Notes to Required Supplementary Information**  
**For the Year Ended June 30, 2024**

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**BUDGETS AND BUDGETARY ACCOUNTING**

The City establishes annual budgets for the General and certain special revenue funds, which are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The budgets for the General and certain special revenue funds are the only legally adopted budgets. Budgets for the capital project funds are used for management and control purposes only all appropriations remaining at fiscal year-end lapse. Budgeted amounts are reflected after all applicable amendments and revisions.

The legal level of control (level at which expenditures may not legally exceed budget appropriations) is at the department level. If the expenditures exceed the appropriations, the City Manager is authorized to transfer budgeted amounts between the line items within any department or between divisions within the department.

During the fiscal year, the City made a number of supplemental budget amendments totaling \$28,621,159 in revenues and \$51,040,035 in expenditures.

**ADOPTED BUDGETS**

For the fiscal year ending June 30, 2024, the Historic Lathrop Loan Program (HLLP), the Lathrop Land Acquisitions, the DWR Grant - ULOP Project, the Stewart Economic Dev Fee 80%, and the TOT Trust Special Revenue Funds did not adopt an annual budget.

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# SUPPLEMENTARY INFORMATION

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**City of Lathrop**  
**General Fund**  
**Year Ended June 30, 2024**

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

**GENERAL PURPOSE FUND**

This fund accounts for all financial resources except those to be accounted for in another fund. It is the general operating fund of the City.

**ECONOMIC DEVELOPMENT FUND**

To account for small business assistance grants approved by Council. The fund was reactivated in fiscal year 2020 due to the impacts of COVID-19.

**MEASURE C ESSENTIAL CITY SERVICES FUND**

To account for revenue and expenditures for the city's Measure C Essential City Services portion.

**City of Lathrop**  
**Combining Balance Sheet**  
**General Funds**  
**June 30, 2024**

	General Purpose Fund	Economic Development	Measure C	Total General Funds
<b>ASSETS</b>				
Cash and investments	\$ 46,777,322	\$ 464,185	\$ 4,058,602	\$ 51,300,109
Receivables:				
Accounts (net of allowance for uncollectibles)	2,627,204	1,232	1,802,558	4,430,994
Accrued interest	108,996	-	23,583	132,579
Prepays	21,912	-	-	21,912
Advances to other funds	8,838,746	-	-	8,838,746
<b>Total assets</b>	<b>\$ 58,421,939</b>	<b>\$ 465,417</b>	<b>\$ 5,884,743</b>	<b>\$ 64,772,099</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 1,275,196	\$ -	\$ 46,171	\$ 1,321,367
Accrued liabilities	692,724	-	-	692,724
Unearned revenue	243,306	-	-	243,306
Deposits payable	469,685	-	-	469,685
<b>Total liabilities</b>	<b>2,680,911</b>	<b>-</b>	<b>46,171</b>	<b>2,727,082</b>
<b>Fund Balances:</b>				
Nonspendable	8,860,658	-	-	8,860,658
Committed	31,578,310	465,417	5,838,572	37,882,299
Unassigned	15,302,060	-	-	15,302,060
<b>Total fund balances</b>	<b>55,741,028</b>	<b>465,417</b>	<b>5,838,572</b>	<b>62,045,017</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 58,421,939</b>	<b>\$ 465,417</b>	<b>\$ 5,884,743</b>	<b>\$ 64,772,099</b>

# City of Lathrop

## Combining Schedule of Revenues, Expenditures and Changes in Fund Balances

### General Funds

For the year ended June 30, 2024

	General Purpose Fund	Economic Development	Measure C	Intrafund Transactions Elimination
<b>REVENUES:</b>				
Taxes and assessments	\$ 23,478,668	\$ -	\$ 10,059,006	\$ -
Licenses and permits	340,938	-	-	-
Intergovernmental	4,412,587	-	-	-
Charges for services	761,489	-	-	-
Use of money and property	2,713,991	20,745	324,224	-
Fines and forfeitures	102,903	-	-	-
Miscellaneous	414,129	-	-	-
<b>Total revenues</b>	<b>32,224,705</b>	<b>20,745</b>	<b>10,383,230</b>	<b>-</b>
<b>EXPENDITURES:</b>				
Current:				
General government	10,406,227	-	738,975	-
Public safety	13,203,791	-	-	-
Community development	1,235,318	-	-	-
Culture and leisure	3,298,858	-	-	-
Public works	1,065,599	-	-	-
Capital outlay	1,077,116	-	123,359	-
Debt service:				
Principal retirement	320,000	-	-	-
Lease principal retirement	357,610	-	-	-
Interest and fiscal charges	57,885	-	-	-
<b>Total expenditures</b>	<b>31,022,404</b>	<b>-</b>	<b>862,334</b>	<b>-</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,202,301</b>	<b>20,745</b>	<b>9,520,896</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	10,282,590	-	-	(1,616,380)
Transfers out	(5,745,508)	-	(9,740,373)	1,616,380
Lease and software subscription proceeds	145,040	-	-	-
<b>Total other financing sources (uses)</b>	<b>4,682,122</b>	<b>-</b>	<b>(9,740,373)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>5,884,423</b>	<b>20,745</b>	<b>(219,477)</b>	<b>-</b>
<b>FUND BALANCES:</b>				
Beginning of year	49,856,605	444,672	6,058,049	-
End of year	\$ 55,741,028	\$ 465,417	\$ 5,838,572	\$ -

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Total  
General  
Funds

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\$ 33,537,674  
340,938  
4,412,587  
761,489  
3,058,960  
102,903  
414,129

---

42,628,680

---

11,145,202  
13,203,791  
1,235,318  
3,298,858  
1,065,599  
1,200,475

320,000  
357,610  
57,885

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31,884,738

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10,743,942

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8,666,210  
(13,869,501)  
145,040

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(5,058,251)

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5,685,691

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56,359,326

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\$ 62,045,017

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# City of Lathrop

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

### General Purpose Fund

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>REVENUES:</b>				
Taxes and assessments	\$ 16,390,000	\$ 16,790,000	\$ 23,478,668	\$ 6,688,668
Licenses and permits	292,306	292,306	340,938	48,632
Intergovernmental	3,560,000	3,560,000	4,412,587	852,587
Charges for services	523,694	557,860	761,489	203,629
Use of money and property	254,964	354,964	2,713,991	2,359,027
Fines and forfeitures	100,400	100,400	102,903	2,503
Miscellaneous	411,800	411,800	414,129	2,329
<b>Total revenues</b>	<b>21,533,164</b>	<b>22,067,330</b>	<b>32,224,705</b>	<b>10,157,375</b>
<b>EXPENDITURES:</b>				
Current:				
General government				
City council	80,160	192,135	168,324	23,811
City manager	1,032,986	1,572,440	1,455,172	117,268
City clerk	362,760	396,760	382,661	14,099
City attorney	830,487	887,328	791,038	96,290
Personnel	772,352	812,852	576,876	235,976
Central services	1,836,490	1,993,990	1,666,896	327,094
Finance	1,942,736	2,128,108	1,830,379	297,729
Information technology	3,518,373	3,701,462	3,534,881	166,581
Total general government	10,376,344	11,685,075	10,406,227	1,278,848
Public safety				
Administration	3,341,492	2,678,126	2,484,014	194,112
Community services	1,470,517	1,536,232	1,509,948	26,284
Operations	6,955,713	7,128,375	6,938,303	190,072
Support	2,154,521	2,322,623	2,271,526	51,097
Total public safety	13,922,243	13,665,356	13,203,791	461,565
Community development				
Planning	989,061	2,471,489	1,235,318	1,236,171
Total community development	989,061	2,471,489	1,235,318	1,236,171

# City of Lathrop

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

### General Purpose Fund

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
Culture and leisure				
Administration	482,559	487,002	397,820	89,182
Senior center	159,097	161,647	157,765	3,882
Recreation programs	96,774	136,774	130,451	6,323
Special events	237,948	271,048	211,902	59,146
Youth development	370,457	444,607	283,599	161,008
Sports	341,601	337,893	281,598	56,295
Facilitates and library	212,135	270,035	184,114	85,921
City hall	541,490	605,133	486,062	119,071
Building maintenance	403,420	508,609	271,704	236,905
Park and landscape maintenance	1,269,723	1,682,729	893,843	788,886
Total culture and leisure	4,115,204	4,905,477	3,298,858	1,606,619
Public works				
Administration	771,632	1,071,149	826,960	244,189
Utility engineering	255,494	272,549	238,639	33,910
Total public works	1,027,126	1,343,698	1,065,599	278,099
Capital outlay	498,200	3,895,355	1,077,116	2,818,239
Debt service:				
Principal retirement	320,000	320,000	320,000	-
Lease principal retirement	-	356,946	357,610	(664)
Interest and fiscal charges	57,900	57,900	57,885	15
Total expenditures	31,306,078	38,701,296	31,022,404	7,678,892
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	(9,772,914)	(16,633,966)	1,202,301	17,836,267
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	10,429,160	11,492,811	10,282,590	(1,210,221)
Transfers out	(485,040)	(6,077,743)	(5,745,508)	332,235
Lease proceeds	-	-	145,040	145,040
Total other financing sources (uses)	9,944,120	5,415,068	4,682,122	(877,986)
<b>Net change in fund balances</b>	<b>\$ 171,206</b>	<b>\$ (11,218,898)</b>	<b>5,884,423</b>	<b>\$ 17,103,321</b>
<b>FUND BALANCES:</b>				
Beginning of year			49,856,605	
End of year			<u>\$ 55,741,028</u>	

# City of Lathrop

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

### Economic Development

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 20,745	\$ 20,745
<b>Total revenues</b>	-	-	20,745	20,745
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	-	-	20,745	20,745
<b>Net change in fund balances</b>	\$ -	\$ -	20,745	\$ 20,745
<b>FUND BALANCES:</b>				
Beginning of year			444,672	
End of year			\$ 465,417	



# City of Lathrop

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

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 10,000,000	\$ 10,059,006	\$ 10,059,006	\$ -
Use of money and property	50,000	320,265	324,224	3,959
<b>Total revenues</b>	<b>10,050,000</b>	<b>10,379,271</b>	<b>10,383,230</b>	<b>3,959</b>
<b>EXPENDITURES:</b>				
Current:				
General government Measure C	821,506	923,957	738,974	184,983
Total general government	821,506	923,957	738,975	184,982
Capital outlay	-	180,000	123,359	56,641
<b>Total expenditures</b>	<b>821,506</b>	<b>1,103,957</b>	<b>862,334</b>	<b>426,605</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>9,228,494</b>	<b>9,275,314</b>	<b>9,520,896</b>	<b>245,582</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(8,936,380)	(9,740,373)	(9,740,373)	-
<b>Total other financing sources (uses)</b>	<b>(8,936,380)</b>	<b>(9,740,373)</b>	<b>(9,740,373)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 292,114</b>	<b>\$ (465,059)</b>	<b>(219,477)</b>	<b>\$ 245,582</b>
<b>FUND BALANCES:</b>				
Beginning of year			6,058,049	
End of year			\$ 5,838,572	

**City of Lathrop**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**General CIP Projects**  
**For the year ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 778,380	\$ 778,380
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>778,380</b>	<b>778,380</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	-	4,990	4,990	-
Capital outlay	29,430,504	34,907,921	13,608,772	21,299,149
<b>Total expenditures</b>	<b>29,430,504</b>	<b>34,912,911</b>	<b>13,613,762</b>	<b>21,299,149</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>(29,430,504)</b>	<b>(34,912,911)</b>	<b>(12,835,382)</b>	<b>22,077,529</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	11,079,880	15,983,699	13,999,456	(1,984,243)
<b>Total other financing sources (uses)</b>	<b>11,079,880</b>	<b>15,983,699</b>	<b>13,999,456</b>	<b>(1,984,243)</b>
<b>Net change in fund balances</b>	<b>\$ (18,350,624)</b>	<b>\$ (18,929,212)</b>	<b>1,164,074</b>	<b>\$ 20,093,286</b>
<b>FUND BALANCES:</b>				
Beginning of year			18,484,156	
End of year			<b>\$ 19,648,230</b>	

**City of Lathrop**  
**Non-Major Governmental Funds**  
**Year Ended June 30, 2024**

**SPECIAL REVENUE FUNDS**

These funds account for the proceeds derived from specific revenue sources that are legally restricted to expenditures for specified purposes.

**DEVELOPER PROJECTS SPECIAL REVENUE FUND**

This fund accounts for revenues received and expenditures spent associated with various developer projects

**BUILDING SAFETY & INSPECTION SPECIAL REVENUE FUND**

This fund accounts for building safety and inspection permit fee revenue and activity.

**DEVELOPMENT ENGINEERING SPECIAL REVENUE FUND**

This fund accounts for the development engineering fee revenue and activity.

**DEVELOPER DEPOSITS SPECIAL REVENUE FUND**

This fund accounts for the activity relating to developer deposits for development projects ongoing within the City.

**LANDSCAPE MAINTENANCE FUND**

To account for revenues received and expenditures spent associated with specific park maintenance and operations of the Woodfield Landscape, Stonebridge Landscape and Mossdale Landscape Districts.

**GAS TAX FUND**

To account for revenues and expenditures apportioned to the City under the Streets and Highway Code, Sections 2105, 2106, 2107, and 2107.5 of the State of California. Expenditures for administration, maintenance, and construction must be street related.

**TRAFFIC SAFETY FUND**

To account for the fines and forfeitures received under Section 1463 of the Penal Code. These funds are restricted for the use of official traffic control devices and for some street construction purposes.

**LOCAL STREET FUND**

To account for revenues and expenditures for the City's street division.

**PUBLIC NUISANCE FUND**

To account for revenues and expenditures for code enforcement activities.

**MEASURE K FUND**

To account for revenues generated from a 2-cent sales tax for local street repairs. These funds are restricted for maintenance and construction on street-related projects.

**TRANSIT LTF FUND**

To account for local transportation funds received for transit purposes from the San Joaquin County Council of Governments.

**STREETS AND ROADS FUND**

To account for local transportation funds received for street and road purposes from the San Joaquin County Council of Governments.

**FEDERAL GRANT FUND**

To account for federal grant expenditures and activity.

**HISTORIC LATHROP LOAN PROGRAM (HLLP) FUND**

To account for building permit loans granted to Historic Lathrop residences.

**STORM DRAIN FUND**

To account for revenues and expenditures related to the maintenance and operations of storm drains and improvements within the created district.

**STREET LIGHT FUND**

To account for revenues and expenditures associated with the maintenance and operations of the street lighting within the area known as City Zone 2, which is in the City Wide Landscaping and Lighting Assessment District.

**AB939 RECYCLING FUND**

To account for the financial resources associated with the preparation, implementation, and administration of the City's Integrated Solid Waste Management Plan in accordance with AB939.

**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) FUND**

To account for the annual federal grant that provides for development of viable urban communities.

**SCHOLARSHIP FUND**

To account for the revenues provided by businesses/organizations to provide assistance with tuition of qualified parks and recreation participants.

**COPS FUND**

To account for local law enforcement grants funded by the office of Community Oriented Policing Services (COPS).

**RTIF SAN JOAQUIN COUNTY FUND**

To account for San Joaquin County's 10% share of Regional Traffic Impact Fees collected from builders.

**RTIF LATHROP LOCAL WEST FUND**

To account for the City's 75% share of Regional Traffic Impact Fees collected from builders on the West side.

**RTIF SJCOG FUND**

To account for San Joaquin Council of Government's 15% share of Regional Traffic Impact Fees collected from builders.

**RTIF LATHROP LOCAL EAST FUND**

To account for the City's 75% share of Regional Traffic Impact Fees collected from builders on the East side

**LATHROP MANTECA FIRE DISTRICT MEASURE C FUND**

To account for revenues and expenditures associated with the sales tax collections specific from Measure C.

**STATE GRANTS FUND**

To account for revenues and expenditures associated with state grants.

**NORTH LATHROP TRANSPORTATION CFF FUND**

To account for capital facility fees collected for North Lathrop area.

**CITYWIDE ECONOMIC DEVELOPMENT 20% CFF FUND**

To account for capital facility fees, collected to support development both on and off the Stewart Tract, that will provide to the City and its citizens.

**RIVER ISLANDS CFD 2013-1 FUND**

To account for revenue and expenditures related to the maintenance of the River Island community.

**LATHROP LAND ACQUISITIONS FUND**

To account for revenues and expenditures associated with the CLSP Community Facilities District 2006-1.

**URBAN LEVEL OF FLOOD PROTECTION RECLAMATION DISTRICT (ULOP RD-17) LEVEE IMPACT FUND**

To account for capital facility fees collected for the Urban Level of Flood Protection plan in the Reclamation District (RD) 17.

**DEPARTMENT OF WATER RESOURCES (DWR) GRANT - URBAN LEVEL OF FLOOD PROTECTION (ULOP) PROJECT FUND**

To account for revenues and expenditures associated with the Urban Level of Flood Protection plan.

**CLSP OFF-SITE ROADWAY IMPROVEMENTS FUND**

To account for improvements in the Central Lathrop Development.

**SOUTH LATHROP CFD 2019-1 FUND**

To account for revenue and expenditures related to the maintenance of South Lathrop.

**CENTRAL LATHROP CFD 2019-2 FUND**

To account for revenue and expenditures related to the maintenance of Central Lathrop.

**STEWART ECONOMIC DEVELOPMENT 80% CFF FUND**

To account for capital facility fees, collected to support development both on and off the Stewart Tract, that will provide to the City and its citizens.

**TOT TRUST FUND**

To account for 1% of the 9% TOT from the City as a whole, to help finance regional infrastructure.

**GATEWAY BUSINESS PARK**

To account for the maintenance costs for the Lathrop Gateway Business Park and resulting Community Facilities District

**CAPITAL PROJECTS FUNDS**

Capital Projects Funds are utilized to account for resources used for the acquisition and construction of capital facilities by the City, with the exception of those assets financed by proprietary funds.

**STREETS AND ROADS CAPITAL PROJECTS FUND**

To account for capital project expenditures related to streets and roads occurring over more than one fiscal year

**STORM DRAIN FUND**

To account for expenditures for storm drain capital projects.

**PARK IN-LIEU FUND**

To account for revenues and expenditures which can legally be made under the Quimby Act. The revenue is collected from residential developers to offset the impact on parks and can only be used for new park development.

**City of Lathrop**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2024**

	Special Revenue Funds			
	Developer Projects	Building Safety & Inspection	Developer Engineering	Developer Deposits
<b>ASSETS</b>				
Cash and investments	\$ 1,526,493	\$ 17,574,400	\$ 15,300,118	\$ 1,223,947
Receivables:				
Accounts (net of allowance for uncollectibles)	29,207	-	-	844,119
Notes and loans	-	-	-	-
Accrued interest	10,230	46,763	38,616	3,885
<b>Total assets</b>	<b>\$ 1,565,930</b>	<b>\$ 17,621,163</b>	<b>\$ 15,338,734</b>	<b>\$ 2,071,951</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 222,300	\$ 39,043	\$ 190,358
Deposits payable	935,235	7,727	-	1,084,724
Due to other funds	-	-	-	-
<b>Total liabilities</b>	<b>935,235</b>	<b>230,027</b>	<b>39,043</b>	<b>1,275,082</b>
<b>Fund Balances:</b>				
Restricted	630,695	17,391,136	15,299,691	796,869
Committed	-	-	-	-
Unassigned	-	-	-	-
<b>Total fund balances</b>	<b>630,695</b>	<b>17,391,136</b>	<b>15,299,691</b>	<b>796,869</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 1,565,930</b>	<b>\$ 17,621,163</b>	<b>\$ 15,338,734</b>	<b>\$ 2,071,951</b>

Special Revenue Funds

Landscape Maintenance	Gas Tax	Traffic Safety	Local Street	Public Nuisance	Measure K
\$ 2,394,399	\$ 474,921	\$ 151,686	\$ 1,121,409	\$ 10,899	\$ 227,190
4	156,442	2,978	-	-	290,802
-	-	-	-	-	-
9,273	5,025	392	3,301	29	2,858
<u>\$ 2,403,676</u>	<u>\$ 636,388</u>	<u>\$ 155,056</u>	<u>\$ 1,124,710</u>	<u>\$ 10,928</u>	<u>\$ 520,850</u>
\$ 180,524	\$ -	\$ -	\$ 111,370	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
<u>180,524</u>	<u>-</u>	<u>-</u>	<u>111,370</u>	<u>-</u>	<u>-</u>
2,223,152	636,388	155,056	1,013,340	10,928	520,850
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,223,152</u>	<u>636,388</u>	<u>155,056</u>	<u>1,013,340</u>	<u>10,928</u>	<u>520,850</u>
<u>\$ 2,403,676</u>	<u>\$ 636,388</u>	<u>\$ 155,056</u>	<u>\$ 1,124,710</u>	<u>\$ 10,928</u>	<u>\$ 520,850</u>

**City of Lathrop**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2024**

	Special Revenue Funds			
	Transit LTF	Streets and Roads	Federal Grant	Historic Lathrop Loan Program (HLLP)
<b>ASSETS</b>				
Cash and investments	\$ 2,318,356	\$ 466,816	\$ 53	\$ 245,566
Receivables:				
Accounts (net of allowance for uncollectibles)	-	1,069,533	710,736	-
Notes and loans	-	-	-	20,350
Accrued interest	2,711	2,578	-	652
<b>Total assets</b>	<b>\$ 2,321,067</b>	<b>\$ 1,538,927</b>	<b>\$ 710,789</b>	<b>\$ 266,568</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Restricted	2,321,067	469,394	53	266,568
Committed	-	-	-	-
Unassigned	-	-	-	-
<b>Total fund balances</b>	<b>2,321,067</b>	<b>469,394</b>	<b>53</b>	<b>266,568</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 2,321,067</b>	<b>\$ 1,538,927</b>	<b>\$ 710,789</b>	<b>\$ 266,568</b>



Special Revenue Funds

Storm Drain	Street Light	AB939 Recycling	Community Development Block Grant	Scholarship Fund	COPS
\$ 402,699	\$ 1,486,485	\$ 1,824,063	\$ 3,235	\$ 24,853	\$ 378,206
-	-	36,178	105,758	-	-
-	-	-	-	-	-
811	4,131	4,628	65	75	1,360
<u>\$ 403,510</u>	<u>\$ 1,490,616</u>	<u>\$ 1,864,869</u>	<u>\$ 109,058</u>	<u>\$ 24,928</u>	<u>\$ 379,566</u>
\$ 34,126	\$ 86,438	\$ 2,628	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
<u>34,126</u>	<u>86,438</u>	<u>2,628</u>	<u>-</u>	<u>-</u>	<u>-</u>
369,384	1,404,178	1,862,241	109,058	24,928	379,566
-	-	-	-	-	-
-	-	-	-	-	-
<u>369,384</u>	<u>1,404,178</u>	<u>1,862,241</u>	<u>109,058</u>	<u>24,928</u>	<u>379,566</u>
<u>\$ 403,510</u>	<u>\$ 1,490,616</u>	<u>\$ 1,864,869</u>	<u>\$ 109,058</u>	<u>\$ 24,928</u>	<u>\$ 379,566</u>

**City of Lathrop**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2024**

	Special Revenue Funds			
	RTIF San Joaquin County	RTIF Lathrop Local West	RTIF SJCOG	RTIF Lathrop Local East
<b>ASSETS</b>				
Cash and investments	\$ 214,946	\$ 14,607,946	\$ 322,419	\$ 2,837,589
Receivables:				
Accounts (net of allowance for uncollectibles)	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	435	37,791	653	7,543
<b>Total assets</b>	<b>\$ 215,381</b>	<b>\$ 14,645,737</b>	<b>\$ 323,072</b>	<b>\$ 2,845,132</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 216,307	\$ -	\$ 324,461	\$ -
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
<b>Total liabilities</b>	<b>216,307</b>	<b>-</b>	<b>324,461</b>	<b>-</b>
<b>Fund Balances:</b>				
Restricted	-	14,645,737	-	2,845,132
Committed	-	-	-	-
Unassigned	(926)	-	(1,389)	-
<b>Total fund balances</b>	<b>(926)</b>	<b>14,645,737</b>	<b>(1,389)</b>	<b>2,845,132</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 215,381</b>	<b>\$ 14,645,737</b>	<b>\$ 323,072</b>	<b>\$ 2,845,132</b>

Special Revenue Funds

LMFD Measure C	State Grants	North Lathrop Transportation	Citywide Economic Dev Fee 20%	River Islands CFD 2013-1	Lathrop Land Acquisitions
\$ 1,027,338	\$ 47,834	\$ 638	\$ 3,888,305	\$ 143,827	\$ 1,872
-	58,724	-	-	641,768	-
-	-	-	-	-	-
289	-	12	10,204	3,302	-
<u>\$ 1,027,627</u>	<u>\$ 106,558</u>	<u>\$ 650</u>	<u>\$ 3,898,509</u>	<u>\$ 788,897</u>	<u>\$ 1,872</u>
\$ 120	-	-	-	1,185	(19)
-	-	-	-	-	-
-	47,759	-	-	-	-
<u>120</u>	<u>47,759</u>	<u>-</u>	<u>-</u>	<u>1,185</u>	<u>(19)</u>
1,027,507	58,799	650	3,898,509	145,944	1,891
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,027,507</u>	<u>58,799</u>	<u>650</u>	<u>3,898,509</u>	<u>145,944</u>	<u>1,891</u>
<u>\$ 1,027,627</u>	<u>\$ 106,558</u>	<u>\$ 650</u>	<u>\$ 3,898,509</u>	<u>\$ 788,897</u>	<u>\$ 1,872</u>

**City of Lathrop**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2024**

	Special Revenue Funds			
	ULOP RD-17 Levee Impact	DWR Grant - ULOP Project	CLSP Off-Site Roadway Improvement	South Lathrop CFD 2019-1
<b>ASSETS</b>				
Cash and investments	\$ 478,563	\$ (47,831)	\$ 248,867	\$ 1,718,601
Receivables:				
Accounts (net of allowance for uncollectibles)	-	86,458	-	-
Notes and loans	-	-	-	-
Accrued interest	1,418	-	629	4,423
<b>Total assets</b>	<b>\$ 479,981</b>	<b>\$ 38,627</b>	<b>\$ 249,496</b>	<b>\$ 1,723,024</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 482,996	\$ -	\$ -	\$ 14,328
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
<b>Total liabilities</b>	<b>482,996</b>	<b>-</b>	<b>-</b>	<b>14,328</b>
<b>Fund Balances:</b>				
Restricted	-	38,627	249,496	1,708,696
Committed	-	-	-	-
Unassigned	(3,015)	-	-	-
<b>Total fund balances</b>	<b>(3,015)</b>	<b>38,627</b>	<b>249,496</b>	<b>1,708,696</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 479,981</b>	<b>\$ 38,627</b>	<b>\$ 249,496</b>	<b>\$ 1,723,024</b>

Special Revenue Funds				Capital Project Funds	
Central Lathrop CFD 2019-2	Stewart Economic Dev Fee 80%	TOT Trust	Gateway Business Park	Streets and Roads	Storm Drain
\$ 997,713	\$ 130,431	\$ 1,352,108	\$ 316,979	\$ 24,076,166	\$ 1,012,509
-	-	-	-	75	-
-	-	-	-	-	-
2,690	363	3,590	797	43,074	2,502
<u>\$ 1,000,403</u>	<u>\$ 130,794</u>	<u>\$ 1,355,698</u>	<u>\$ 317,776</u>	<u>\$ 24,119,315</u>	<u>\$ 1,015,011</u>
\$ 52,425	\$ -	\$ -	\$ 1,553	\$ 2,287,705	\$ -
-	116,000	-	-	-	-
-	-	-	-	-	-
<u>52,425</u>	<u>116,000</u>	<u>-</u>	<u>1,553</u>	<u>2,287,705</u>	<u>-</u>
947,978	14,794	1,355,698	316,223	17,238,343	1,015,011
-	-	-	-	4,593,267	-
-	-	-	-	-	-
<u>947,978</u>	<u>14,794</u>	<u>1,355,698</u>	<u>316,223</u>	<u>21,831,610</u>	<u>1,015,011</u>
<u>\$ 1,000,403</u>	<u>\$ 130,794</u>	<u>\$ 1,355,698</u>	<u>\$ 317,776</u>	<u>\$ 24,119,315</u>	<u>\$ 1,015,011</u>

**City of Lathrop**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2024**

	Capital Project Funds	Total Nonmajor Governmental Funds
	Park in Lieu	
<b>ASSETS</b>		
Cash and investments	\$ 3,119,453	\$ 103,652,069
Receivables:		
Accounts (net of allowance for uncollectibles)	-	4,043,996
Notes and loans	-	20,350
Accrued interest	7,768	264,866
<b>Total assets</b>	<b>\$ 3,127,221</b>	<b>\$ 107,981,281</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>		
<b>Liabilities:</b>		
Accounts payable	\$ -	\$ 4,247,848
Deposits payable	-	2,143,686
Due to other funds	-	47,759
<b>Total liabilities</b>	<b>-</b>	<b>6,439,293</b>
<b>Fund Balances:</b>		
Restricted	3,127,221	94,532,014
Committed	-	4,593,267
Unassigned	-	(5,330)
<b>Total fund balances</b>	<b>3,127,221</b>	<b>99,119,951</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 3,127,221</b>	<b>\$ 107,981,281</b>

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**City of Lathrop**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the year ended June 30, 2024**

	Special Revenue Funds			
	Developer Projects	Building Safety & Inspection	Developer Engineering	Developer Deposits
<b>REVENUES:</b>				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	4,895,955	4,114,275	(60)
Use of money and property	172,879	727,786	616,145	59,704
Fines and forfeitures	-	-	-	-
Developer participation	3,879,100	-	-	319,095
Miscellaneous	-	5,303	125,551	-
<b>Total revenues</b>	<b>4,051,979</b>	<b>5,629,044</b>	<b>4,855,971</b>	<b>378,739</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	-	-	-	-
Community development	-	-	95	-
Culture and leisure	-	-	-	-
Public works	-	2,266,250	2,094,932	257,122
Capital outlay	-	42	-	-
Debt service:				
Interest and fiscal charges	-	-	-	159,854
<b>Total expenditures</b>	<b>-</b>	<b>2,266,292</b>	<b>2,095,027</b>	<b>416,976</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>4,051,979</b>	<b>3,362,752</b>	<b>2,760,944</b>	<b>(38,237)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	-	-
Transfers out	(3,883,930)	(633,230)	-	-
<b>Total other financing sources (uses)</b>	<b>(3,883,930)</b>	<b>(633,230)</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>168,049</b>	<b>2,729,522</b>	<b>2,760,944</b>	<b>(38,237)</b>
<b>FUND BALANCES:</b>				
Beginning of year	462,646	-	10,756,773	(404,821)
Restatement	-	14,661,614	1,781,974	1,239,927
Beginning of year, as restated	462,646	14,661,614	12,538,747	835,106
End of year	\$ 630,695	\$ 17,391,136	\$ 15,299,691	\$ 796,869



Special Revenue Funds

Landscape Maintenance	Gas Tax	Traffic Safety	Local Street	Public Nuisance	Measure K
\$ 3,324,096	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	1,839,941	-	-	-	1,926,755
-	-	-	-	-	-
104,635	71,393	6,110	46,447	487	26,768
-	-	29,322	-	-	-
-	-	-	-	-	-
393	-	-	54,436	-	-
<u>3,429,124</u>	<u>1,911,334</u>	<u>35,432</u>	<u>100,883</u>	<u>487</u>	<u>1,953,523</u>
-	-	4,675	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,087,076	-	-	1,084,062	2,019	-
-	-	-	434,412	-	-
-	-	-	-	-	-
<u>1,087,076</u>	<u>-</u>	<u>4,675</u>	<u>1,518,474</u>	<u>2,019</u>	<u>-</u>
<u>2,342,048</u>	<u>1,911,334</u>	<u>30,757</u>	<u>(1,417,591)</u>	<u>(1,532)</u>	<u>1,953,523</u>
46,800	-	-	1,850,000	-	-
(1,675,500)	(2,604,608)	(2,460)	(245,800)	-	(2,099,510)
<u>(1,628,700)</u>	<u>(2,604,608)</u>	<u>(2,460)</u>	<u>1,604,200</u>	<u>-</u>	<u>(2,099,510)</u>
713,348	(693,274)	28,297	186,609	(1,532)	(145,987)
1,509,804	1,329,662	126,759	826,731	12,460	666,837
-	-	-	-	-	-
<u>1,509,804</u>	<u>1,329,662</u>	<u>126,759</u>	<u>826,731</u>	<u>12,460</u>	<u>666,837</u>
<u>\$ 2,223,152</u>	<u>\$ 636,388</u>	<u>\$ 155,056</u>	<u>\$ 1,013,340</u>	<u>\$ 10,928</u>	<u>\$ 520,850</u>

**City of Lathrop**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the year ended June 30, 2024**

	Special Revenue Funds			
	Transit LTF	Streets and Roads	Federal Grant	Historic Lathrop Loan Program (HLLP)
<b>REVENUES:</b>				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	1,617,867	877,707	179,285	-
Charges for services	-	-	-	-
Use of money and property	28,583	32,297	-	10,976
Fines and forfeitures	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>1,646,450</b>	<b>910,004</b>	<b>179,285</b>	<b>10,976</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	-	-	-	-
Community development	-	-	-	-
Culture and leisure	-	-	162,464	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>162,464</b>	<b>-</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>1,646,450</b>	<b>910,004</b>	<b>16,821</b>	<b>10,976</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	-	-
Transfers out	-	(1,208,138)	(16,821)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(1,208,138)</b>	<b>(16,821)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>1,646,450</b>	<b>(298,134)</b>	<b>-</b>	<b>10,976</b>
<b>FUND BALANCES:</b>				
Beginning of year	674,617	767,528	53	255,592
Restatement	-	-	-	-
Beginning of year, as restated	674,617	767,528	53	255,592
End of year	\$ 2,321,067	\$ 469,394	\$ 53	\$ 266,568

Special Revenue Funds

Storm Drain	Street Light	AB939 Recycling	Community Development Block Grant	Scholarship Fund	COPS
\$ -	\$ -	\$ 390,966	\$ -	\$ -	\$ -
-	-	41,650	-	-	-
-	-	98,934	170,302	1,830	186,159
-	103	-	-	-	-
13,839	62,891	69,288	1,091	1,177	19,333
352,702	1,195,079	-	-	-	-
-	-	-	-	-	-
-	2,821	-	-	2,111	-
<u>366,541</u>	<u>1,260,894</u>	<u>600,838</u>	<u>171,393</u>	<u>5,118</u>	<u>205,492</u>
-	252,074	-	-	-	10,444
-	-	-	-	-	-
-	-	94,648	-	-	-
401,688	862,987	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>401,688</u>	<u>1,115,061</u>	<u>94,648</u>	<u>-</u>	<u>-</u>	<u>10,444</u>
<u>(35,147)</u>	<u>145,833</u>	<u>506,190</u>	<u>171,393</u>	<u>5,118</u>	<u>195,048</u>
147,700	33,800	-	-	-	-
(80,480)	(183,210)	(30,680)	(135,457)	(4,373)	(150,000)
<u>67,220</u>	<u>(149,410)</u>	<u>(30,680)</u>	<u>(135,457)</u>	<u>(4,373)</u>	<u>(150,000)</u>
32,073	(3,577)	475,510	35,936	745	45,048
337,311	1,407,755	1,386,731	73,122	24,183	334,518
-	-	-	-	-	-
<u>337,311</u>	<u>1,407,755</u>	<u>1,386,731</u>	<u>73,122</u>	<u>24,183</u>	<u>334,518</u>
<u>\$ 369,384</u>	<u>\$ 1,404,178</u>	<u>\$ 1,862,241</u>	<u>\$ 109,058</u>	<u>\$ 24,928</u>	<u>\$ 379,566</u>

**City of Lathrop**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the year ended June 30, 2024**

	Special Revenue Funds			
	RTIF San Joaquin County	RTIF Lathrop Local West	RTIF SJCOG	RTIF Lathrop Local East
<b>REVENUES:</b>				
Taxes and assessments	\$ 314,014	\$ 2,268,642	\$ 471,021	\$ 39,357
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	4,162	603,593	6,242	126,140
Fines and forfeitures	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>318,176</b>	<b>2,872,235</b>	<b>477,263</b>	<b>165,497</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	-	-	-	-
Community development	-	-	-	-
Culture and leisure	-	-	-	-
Public works	318,368	7,467	477,551	2,106
Capital outlay	-	-	-	-
Debt service:				
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>318,368</b>	<b>7,467</b>	<b>477,551</b>	<b>2,106</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>(192)</b>	<b>2,864,768</b>	<b>(288)</b>	<b>163,391</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	-	-
Transfers out	-	(503,406)	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(503,406)</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(192)</b>	<b>2,361,362</b>	<b>(288)</b>	<b>163,391</b>
<b>FUND BALANCES:</b>				
Beginning of year	(734)	12,284,375	(1,101)	2,681,741
Restatement	-	-	-	-
Beginning of year, as restated	(734)	12,284,375	(1,101)	2,681,741
End of year	\$ (926)	\$ 14,645,737	\$ (1,389)	\$ 2,845,132

Special Revenue Funds

LMFD Measure C	State Grants	North Lathrop Transportation	Citywide Economic Dev Fee 20%	River Islands CFD 2013-1	Lathrop Land Acquisitions
\$ -	\$ -	\$ -	\$ 441,000	\$ 1,203,965	\$ -
-	-	-	-	-	-
-	142,378	-	-	-	-
-	-	-	-	-	-
11,133	-	500	160,402	26,692	634
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	395,072	-
11,133	142,378	500	601,402	1,625,729	634
4,027,342	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	31,476	-
-	-	-	-	-	-
-	-	-	-	-	-
4,027,342	-	-	-	31,476	-
(4,016,209)	142,378	500	601,402	1,594,253	634
4,023,602	-	-	-	-	-
-	(151,814)	(11,437)	-	(1,567,633)	-
4,023,602	(151,814)	(11,437)	-	(1,567,633)	-
7,393	(9,436)	(10,937)	601,402	26,620	634
1,020,114	68,235	11,587	3,297,107	119,324	1,257
-	-	-	-	-	-
1,020,114	68,235	11,587	3,297,107	119,324	1,257
\$ 1,027,507	\$ 58,799	\$ 650	\$ 3,898,509	\$ 145,944	\$ 1,891

**City of Lathrop**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the year ended June 30, 2024**

	Special Revenue Funds			
	ULOP RD-17 Levee Impact	DWR Grant - ULOP Project	CLSP Off-Site Roadway Improvement	South Lathrop CFD 2019-1
<b>REVENUES:</b>				
Taxes and assessments	\$ 1,715,074	\$ -	\$ 77,265	\$ 564,338
Licenses and permits	-	-	-	-
Intergovernmental	-	566,609	-	-
Charges for services	-	-	-	-
Use of money and property	(63)	-	8,376	64,490
Fines and forfeitures	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>1,715,011</b>	<b>566,609</b>	<b>85,641</b>	<b>628,828</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	-	-	-	-
Community development	-	-	-	-
Culture and leisure	-	-	-	-
Public works	1,715,074	-	-	158,205
Capital outlay	-	-	-	-
Debt service:				
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>1,715,074</b>	<b>-</b>	<b>-</b>	<b>158,205</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(63)</b>	<b>566,609</b>	<b>85,641</b>	<b>470,623</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	-	-
Transfers out	-	(527,985)	-	(64,230)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(527,985)</b>	<b>-</b>	<b>(64,230)</b>
<b>Net change in fund balances</b>	<b>(63)</b>	<b>38,624</b>	<b>85,641</b>	<b>406,393</b>
<b>FUND BALANCES:</b>				
Beginning of year	(2,952)	3	163,855	1,302,303
Restatement	-	-	-	-
Beginning of year, as restated	(2,952)	3	163,855	1,302,303
End of year	\$ (3,015)	\$ 38,627	\$ 249,496	\$ 1,708,696

Special Revenue Funds				Capital Project Funds		
Central Lathrop CFD 2019-2	Stewart Economic Dev Fee 80%	TOT Trust	Gateway Business Park	Streets and Roads	Storm Drain	
\$ 1,746,783	\$ -	\$ -	\$ 141,655	\$ -	\$ -	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
19,430	6,401	60,429	9,817	517,885	42,124	
-	-	-	-	-	-	
-	-	-	-	-	-	
14,702	-	-	-	-	-	
1,780,915	6,401	60,429	151,472	517,885	42,124	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
947,729	-	-	22,067	26,571	-	
-	-	-	-	6,526,436	-	
-	-	-	-	-	-	
947,729	-	-	22,067	6,553,007	-	
833,186	6,401	60,429	129,405	(6,035,122)	42,124	
-	-	-	-	16,577,944	70,000	
(175,380)	-	-	(510)	-	-	
(175,380)	-	-	(510)	16,577,944	70,000	
657,806	6,401	60,429	128,895	10,542,822	112,124	
290,172	8,393	1,295,269	187,328	-	902,887	
-	-	-	-	11,288,788	-	
290,172	8,393	1,295,269	187,328	11,288,788	902,887	
\$ 947,978	\$ 14,794	\$ 1,355,698	\$ 316,223	\$ 21,831,610	\$ 1,015,011	

**City of Lathrop**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the year ended June 30, 2024**

	Capital Project Funds	Total Nonmajor Governmental Funds
	Park in Lieu	
<b>REVENUES:</b>		
Taxes and assessments	\$ 1,300,058	\$ 13,998,234
Licenses and permits	-	41,650
Intergovernmental	-	7,633,179
Charges for services	-	9,010,273
Use of money and property	93,071	3,833,289
Fines and forfeitures	-	1,577,103
Developer participation	-	4,198,195
Miscellaneous	-	600,389
<b>Total revenues</b>	<b>1,393,129</b>	<b>40,892,312</b>
<b>EXPENDITURES:</b>		
Current:		
Public safety	-	4,298,722
Community development	-	95
Culture and leisure	-	257,112
Public works	-	11,762,750
Capital outlay	-	6,960,890
Debt service:		
Interest and fiscal charges	-	159,854
<b>Total expenditures</b>	<b>-</b>	<b>23,439,423</b>
<b>REVENUES OVER (UNDER)</b>		
<b>EXPENDITURES</b>	<b>1,393,129</b>	<b>17,452,889</b>
<b>OTHER FINANCING SOURCES (USES):</b>		
Transfers in	-	22,749,846
Transfers out	-	(15,966,603)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>6,783,243</b>
<b>Net change in fund balances</b>	<b>1,393,129</b>	<b>24,236,132</b>
<b>FUND BALANCES:</b>		
Beginning of year	1,734,092	45,911,516
Restatement	-	28,972,303
Beginning of year, as restated	1,734,092	74,883,819
End of year	<b>\$ 3,127,221</b>	<b>\$ 99,119,951</b>



**City of Lathrop**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
**Developer Projects**  
**For the year ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 172,879	\$ 172,879
Developer participation	23,190,000	26,689,325	3,879,100	(22,810,225)
<b>Total revenues</b>	<b>23,190,000</b>	<b>26,689,325</b>	<b>4,051,979</b>	<b>(22,637,346)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(23,194,830)	(26,694,155)	(3,883,930)	22,810,225
<b>Total other financing sources (uses)</b>	<b>(23,194,830)</b>	<b>(26,694,155)</b>	<b>(3,883,930)</b>	<b>22,810,225</b>
<b>Net change in fund balances</b>	<b>\$ (4,830)</b>	<b>\$ (4,830)</b>	<b>168,049</b>	<b>\$ 172,879</b>
<b>FUND BALANCES:</b>				
Beginning of year			462,646	
End of year			<u>\$ 630,695</u>	

# City of Lathrop

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

### Building Safety & Inspection

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 1,938,730	\$ 1,938,730	\$ -	\$ (1,938,730)
Charges for services	1,685,701	1,685,701	4,895,955	3,210,254
Use of money and property	-	-	727,786	727,786
Miscellaneous	60,000	60,000	5,303	(54,697)
<b>Total revenues</b>	<b>3,684,431</b>	<b>3,684,431</b>	<b>5,629,044</b>	<b>1,944,613</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	2,911,733	3,170,386	2,266,250	904,136
Capital outlay	60,000	64,883	42	64,841
<b>Total expenditures</b>	<b>2,971,733</b>	<b>3,235,269</b>	<b>2,266,292</b>	<b>968,977</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>712,698</b>	<b>449,162</b>	<b>3,362,752</b>	<b>2,913,590</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	40,000	-	(40,000)
Transfers out	(633,230)	(633,230)	(633,230)	-
<b>Total other financing sources (uses)</b>	<b>(633,230)</b>	<b>(593,230)</b>	<b>(633,230)</b>	<b>(40,000)</b>
<b>Net change in fund balances</b>	<b>\$ 79,468</b>	<b>\$ (144,068)</b>	<b>2,729,522</b>	<b>\$ 2,873,590</b>
<b>FUND BALANCES:</b>				
Beginning of year			-	
Restatement			14,661,614	
Beginning of year, as restated			14,661,614	
End of year			<u>\$ 17,391,136</u>	

# City of Lathrop

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

### Developer Engineering

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Charges for services	\$ 2,067,120	\$ 2,067,120	\$ 4,114,275	\$ 2,047,155
Use of money and property	-	-	616,145	616,145
Miscellaneous	-	-	125,551	125,551
<b>Total revenues</b>	<b>2,067,120</b>	<b>2,067,120</b>	<b>4,855,971</b>	<b>2,788,851</b>
<b>EXPENDITURES:</b>				
Current:				
Community development	3,000	2,200	95	2,105
Public works	2,498,968	2,792,782	2,094,932	697,850
Capital outlay	60,000	60,000	-	60,000
<b>Total expenditures</b>	<b>2,561,968</b>	<b>2,854,982</b>	<b>2,095,027</b>	<b>759,955</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(494,848)</b>	<b>(787,862)</b>	<b>2,760,944</b>	<b>3,548,806</b>
<b>Net change in fund balances</b>	<b>\$ (494,848)</b>	<b>\$ (787,862)</b>	<b>2,760,944</b>	<b>\$ 3,548,806</b>
<b>FUND BALANCES:</b>				
Beginning of year			10,756,773	
End of year			<b>\$ 15,299,691</b>	

# City of Lathrop

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

### Developer Deposits

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Charges for services	\$ -	\$ -	\$ (60)	\$ (60)
Use of money and property	19,100	19,100	59,704	40,604
Developer participation	1,161,900	1,425,451	319,095	(1,106,356)
<b>Total revenues</b>	<b>1,181,000</b>	<b>1,444,551</b>	<b>378,739</b>	<b>(1,065,812)</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	186,900	453,940	257,122	196,818
Capital outlay	834,100	834,100	-	834,100
Debt service:				
Interest and fiscal charges	160,000	160,000	159,854	146
<b>Total expenditures</b>	<b>1,181,000</b>	<b>1,448,040</b>	<b>416,976</b>	<b>1,030,918</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>(3,489)</b>	<b>(38,237)</b>	<b>(34,748)</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ (3,489)</b>	<b>(38,237)</b>	<b>\$ (34,748)</b>
<b>FUND BALANCES:</b>				
Beginning of year			(404,821)	
End of year			<u>\$ 796,869</u>	

# City of Lathrop

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

### Landscape Maintenance

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 3,381,539	\$ 3,381,539	\$ 3,324,096	\$ (57,443)
Use of money and property	6,500	6,500	104,635	98,135
Miscellaneous	-	-	393	393
<b>Total revenues</b>	<b>3,388,039</b>	<b>3,388,039</b>	<b>3,429,124</b>	<b>41,085</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	1,306,102	1,502,304	1,087,076	415,228
Capital outlay	32,000	32,000	-	32,000
<b>Total expenditures</b>	<b>1,338,102</b>	<b>1,534,304</b>	<b>1,087,076</b>	<b>447,228</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>2,049,937</b>	<b>1,853,735</b>	<b>2,342,048</b>	<b>488,313</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	46,800	46,800	46,800	-
Transfers out	(1,675,500)	(1,675,500)	(1,675,500)	-
<b>Total other financing sources (uses)</b>	<b>(1,628,700)</b>	<b>(1,628,700)</b>	<b>(1,628,700)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 421,237</b>	<b>\$ 225,035</b>	<b>713,348</b>	<b>\$ 488,313</b>
<b>FUND BALANCES:</b>				
Beginning of year			1,509,804	
End of year			<u>\$ 2,223,152</u>	

# City of Lathrop

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

### Gas Tax

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 1,667,644	\$ 1,667,644	\$ 1,839,941	\$ 172,297
Use of money and property	-	-	71,393	71,393
<b>Total revenues</b>	<b>1,667,644</b>	<b>1,667,644</b>	<b>1,911,334</b>	<b>243,690</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(2,762,600)	(2,762,600)	(2,604,608)	157,992
<b>Total other financing sources (uses)</b>	<b>(2,762,600)</b>	<b>(2,762,600)</b>	<b>(2,604,608)</b>	<b>157,992</b>
<b>Net change in fund balances</b>	<b>\$ (1,094,956)</b>	<b>\$ (1,094,956)</b>	<b>(693,274)</b>	<b>\$ 401,682</b>
<b>FUND BALANCES:</b>				
Beginning of year			1,329,662	
End of year			\$ 636,388	

# City of Lathrop

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

### Traffic Safety

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 6,110	\$ 6,110
Fines and forfeitures	30,000	30,000	29,322	(678)
<b>Total revenues</b>	<b>30,000</b>	<b>30,000</b>	<b>35,432</b>	<b>5,432</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	29,850	29,850	4,675	25,175
Capital outlay	30,000	30,000	-	30,000
<b>Total expenditures</b>	<b>59,850</b>	<b>59,850</b>	<b>4,675</b>	<b>55,175</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(29,850)</b>	<b>(29,850)</b>	<b>30,757</b>	<b>60,607</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(2,460)	(2,460)	(2,460)	-
<b>Total other financing sources (uses)</b>	<b>(2,460)</b>	<b>(2,460)</b>	<b>(2,460)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (32,310)</b>	<b>\$ (32,310)</b>	<b>28,297</b>	<b>\$ 60,607</b>
<b>FUND BALANCES:</b>				
Beginning of year			126,759	
End of year			<u>\$ 155,056</u>	

# City of Lathrop

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

### Local Street

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 46,447	\$ 46,447
Miscellaneous	-	12,000	54,436	42,436
<b>Total revenues</b>	-	12,000	100,883	88,883
<b>EXPENDITURES:</b>				
Current:				
Public works	1,408,832	1,654,751	1,084,062	570,689
Capital outlay	421,500	458,214	434,412	23,802
<b>Total expenditures</b>	1,830,332	2,112,965	1,518,474	594,491
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	(1,830,332)	(2,100,965)	(1,417,591)	683,374
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	1,850,000	1,850,000	1,850,000	-
Transfers out	(245,800)	(245,800)	(245,800)	-
<b>Total other financing sources (uses)</b>	1,604,200	1,604,200	1,604,200	-
<b>Net change in fund balances</b>	\$ (226,132)	\$ (496,765)	186,609	\$ 683,374
<b>FUND BALANCES:</b>				
Beginning of year			826,731	
End of year			\$ 1,013,340	



# City of Lathrop

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

### Public Nuisance

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 487	\$ 487
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>487</b>	<b>487</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	-	1,927	2,019	(92)
<b>Total expenditures</b>	<b>-</b>	<b>1,927</b>	<b>2,019</b>	<b>(92)</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>-</b>	<b>(1,927)</b>	<b>(1,532)</b>	<b>395</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ (1,927)</b>	<b>(1,532)</b>	<b>\$ 395</b>
<b>FUND BALANCES:</b>				
Beginning of year			12,460	
End of year			<u>\$ 10,928</u>	

# City of Lathrop

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

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 2,062,310	\$ 2,062,310	\$ 1,926,755	\$ (135,555)
Use of money and property	-	-	26,768	26,768
<b>Total revenues</b>	<b>2,062,310</b>	<b>2,062,310</b>	<b>1,953,523</b>	<b>(108,787)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(2,224,833)	(2,258,497)	(2,099,510)	158,987
<b>Total other financing sources (uses)</b>	<b>(2,224,833)</b>	<b>(2,258,497)</b>	<b>(2,099,510)</b>	<b>158,987</b>
<b>Net change in fund balances</b>	<b>\$ (162,523)</b>	<b>\$ (196,187)</b>	<b>(145,987)</b>	<b>\$ 50,200</b>
<b>FUND BALANCES:</b>				
Beginning of year			666,837	
End of year			\$ 520,850	

# City of Lathrop

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

### Transit LTF

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 1,632,812	\$ 1,632,812	1,617,867	\$ (14,945)
Use of money and property	-	-	28,583	28,583
<b>Total revenues</b>	<b>1,632,812</b>	<b>1,632,812</b>	<b>1,646,450</b>	<b>13,638</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(500,000)	(500,000)	-	500,000
<b>Total other financing sources (uses)</b>	<b>(500,000)</b>	<b>(500,000)</b>	<b>-</b>	<b>500,000</b>
<b>Net change in fund balances</b>	<b>\$ 1,132,812</b>	<b>\$ 1,132,812</b>	<b>1,646,450</b>	<b>\$ 513,638</b>
<b>FUND BALANCES:</b>				
Beginning of year			674,617	
End of year			<u>\$ 2,321,067</u>	

# City of Lathrop

## Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Streets and Roads For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 2,203,106	\$ 2,203,106	\$ 877,707	\$ (1,325,399)
Use of money and property	-	-	32,297	32,297
<b>Total revenues</b>	<b>2,203,106</b>	<b>2,203,106</b>	<b>910,004</b>	<b>(1,293,102)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(2,283,471)	(2,683,768)	(1,208,138)	1,475,630
<b>Total other financing sources (uses)</b>	<b>(2,283,471)</b>	<b>(2,683,768)</b>	<b>(1,208,138)</b>	<b>1,475,630</b>
<b>Net change in fund balances</b>	<b>\$ (80,365)</b>	<b>\$ (480,662)</b>	<b>(298,134)</b>	<b>\$ 182,528</b>
<b>FUND BALANCES:</b>				
Beginning of year			767,528	
End of year			<u>\$ 469,394</u>	

# City of Lathrop

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

### Federal Grant

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 3,164,693	\$ 4,512,608	\$ 179,285	\$ (4,333,323)
<b>Total revenues</b>	<b>3,164,693</b>	<b>4,512,608</b>	<b>179,285</b>	<b>(4,333,323)</b>
<b>EXPENDITURES:</b>				
Current:				
Culture and leisure	-	-	162,464	(162,464)
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>162,464</b>	<b>(162,464)</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>				
	3,164,693	4,512,608	16,821	(4,495,787)
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(3,164,693)	(4,349,335)	(16,821)	4,332,514
<b>Total other financing sources (uses)</b>	<b>(3,164,693)</b>	<b>(4,349,335)</b>	<b>(16,821)</b>	<b>4,332,514</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ 163,273</b>	<b>-</b>	<b>\$ (163,273)</b>
<b>FUND BALANCES:</b>				
Beginning of year			53	
End of year			<u>\$ 53</u>	

# City of Lathrop

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

### Historic Lathrop Loan Program (HLLP)

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 10,976	\$ 10,976
<b>Total revenues</b>	-	-	10,976	10,976
<b>Net change in fund balances</b>	\$ -	\$ -	10,976	\$ 10,976
<b>FUND BALANCES:</b>				
Beginning of year			255,592	
End of year			\$ 266,568	

# City of Lathrop

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

### Storm Drain

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 13,839	\$ 13,839
Fines and forfeitures	352,503	352,503	352,702	199
<b>Total revenues</b>	<b>352,503</b>	<b>352,503</b>	<b>366,541</b>	<b>14,038</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	488,246	525,500	401,688	123,812
<b>Total expenditures</b>	<b>488,246</b>	<b>525,500</b>	<b>401,688</b>	<b>123,812</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(135,743)</b>	<b>(172,997)</b>	<b>(35,147)</b>	<b>137,850</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	147,700	147,700	147,700	-
Transfers out	(80,480)	(80,480)	(80,480)	-
<b>Total other financing sources (uses)</b>	<b>67,220</b>	<b>67,220</b>	<b>67,220</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (68,523)</b>	<b>\$ (105,777)</b>	<b>32,073</b>	<b>\$ 137,850</b>
<b>FUND BALANCES:</b>				
Beginning of year			337,311	
End of year			<u>\$ 369,384</u>	

# City of Lathrop

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

### Street Light

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Charges for services	\$ -	\$ -	\$ 103	\$ 103
Use of money and property	-	-	62,891	62,891
Fines and forfeitures	1,194,922	1,194,922	1,195,079	157
Miscellaneous	-	-	2,821	2,821
<b>Total revenues</b>	<b>1,194,922</b>	<b>1,194,922</b>	<b>1,260,894</b>	<b>65,972</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	198,592	315,562	252,074	63,488
Public works	937,282	1,049,598	862,987	186,611
<b>Total expenditures</b>	<b>1,135,874</b>	<b>1,365,160</b>	<b>1,115,061</b>	<b>250,099</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>59,048</b>	<b>(170,238)</b>	<b>145,833</b>	<b>316,071</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	33,800	33,800	33,800	-
Transfers out	(183,210)	(183,210)	(183,210)	-
<b>Total other financing sources (uses)</b>	<b>(149,410)</b>	<b>(149,410)</b>	<b>(149,410)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (90,362)</b>	<b>\$ (319,648)</b>	<b>(3,577)</b>	<b>\$ 316,071</b>
<b>FUND BALANCES:</b>				
Beginning of year			1,407,755	
End of year			<u>\$ 1,404,178</u>	



# City of Lathrop

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

### AB939 Recycling

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 170,000	\$ 170,000	\$ 390,966	\$ 220,966
Licenses and permits	-	-	41,650	41,650
Intergovernmental	-	-	98,934	98,934
Use of money and property	-	-	69,288	69,288
<b>Total revenues</b>	<b>170,000</b>	<b>170,000</b>	<b>600,838</b>	<b>430,838</b>
<b>EXPENDITURES:</b>				
Current:				
Culture and leisure	105,220	129,620	94,648	34,972
<b>Total expenditures</b>	<b>105,220</b>	<b>129,620</b>	<b>94,648</b>	<b>34,972</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>64,780</b>	<b>40,380</b>	<b>506,190</b>	<b>465,810</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(30,680)	(30,680)	(30,680)	-
<b>Total other financing sources (uses)</b>	<b>(30,680)</b>	<b>(30,680)</b>	<b>(30,680)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 34,100</b>	<b>\$ 9,700</b>	<b>475,510</b>	<b>\$ 465,810</b>
<b>FUND BALANCES:</b>				
Beginning of year			1,386,731	
End of year			<b>\$ 1,862,241</b>	

# City of Lathrop

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

### Community Development Block Grant

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 217,450	\$ 239,579	\$ 170,302	\$ (69,277)
Use of money and property	-	-	1,091	1,091
<b>Total revenues</b>	<b>217,450</b>	<b>239,579</b>	<b>171,393</b>	<b>(68,186)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(217,447)	(239,576)	(135,457)	104,119
<b>Total other financing sources (uses)</b>	<b>(217,447)</b>	<b>(239,576)</b>	<b>(135,457)</b>	<b>104,119</b>
<b>Net change in fund balances</b>	<b>\$ 3</b>	<b>\$ 3</b>	<b>35,936</b>	<b>\$ 35,933</b>
<b>FUND BALANCES:</b>				
Beginning of year			73,122	
End of year			<u>\$ 109,058</u>	

# City of Lathrop

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

### Scholarship Fund

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 9,450	\$ 9,450	\$ 1,830	\$ (7,620)
Use of money and property	-	-	1,177	1,177
Miscellaneous	-	-	2,111	2,111
<b>Total revenues</b>	<b>9,450</b>	<b>9,450</b>	<b>5,118</b>	<b>(4,332)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(9,450)	(9,450)	(4,373)	5,077
<b>Total other financing sources (uses)</b>	<b>(9,450)</b>	<b>(9,450)</b>	<b>(4,373)</b>	<b>5,077</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>745</b>	<b>\$ 745</b>
<b>FUND BALANCES:</b>				
Beginning of year			24,183	
End of year			<u>\$ 24,928</u>	

# City of Lathrop

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

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 150,000	\$ 150,000	\$ 186,159	\$ 36,159
Use of money and property	-	-	19,333	19,333
<b>Total revenues</b>	<b>150,000</b>	<b>150,000</b>	<b>205,492</b>	<b>55,492</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	100,000	110,445	10,444	100,001
<b>Total expenditures</b>	<b>100,000</b>	<b>110,445</b>	<b>10,444</b>	<b>100,001</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>50,000</b>	<b>39,555</b>	<b>195,048</b>	<b>155,493</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(100,000)	(150,000)	(150,000)	-
<b>Total other financing sources (uses)</b>	<b>(100,000)</b>	<b>(150,000)</b>	<b>(150,000)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (50,000)</b>	<b>\$ (110,445)</b>	<b>45,048</b>	<b>\$ 155,493</b>
<b>FUND BALANCES:</b>				
Beginning of year			334,518	
End of year			<b>\$ 379,566</b>	

# City of Lathrop

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

### RTIF San Joaquin County

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 354,171	\$ 354,171	\$ 314,014	\$ (40,157)
Use of money and property	-	-	4,162	4,162
<b>Total revenues</b>	<b>354,171</b>	<b>354,171</b>	<b>318,176</b>	<b>(35,995)</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	354,171	354,171	318,368	35,803
<b>Total expenditures</b>	<b>354,171</b>	<b>354,171</b>	<b>318,368</b>	<b>35,803</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>(192)</b>	<b>(192)</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(192)</b>	<b>\$ (192)</b>
<b>FUND BALANCES:</b>				
Beginning of year			(734)	
End of year			<u>\$ (926)</u>	

# City of Lathrop

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

### RTIF Lathrop Local West

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 2,324,411	\$ 2,324,411	\$ 2,268,642	\$ (55,769)
Use of money and property	-	-	603,593	603,593
<b>Total revenues</b>	<b>2,324,411</b>	<b>2,324,411</b>	<b>2,872,235</b>	<b>547,824</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	6,000	6,000	7,467	(1,467)
<b>Total expenditures</b>	<b>6,000</b>	<b>6,000</b>	<b>7,467</b>	<b>(1,467)</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>2,318,411</b>	<b>2,318,411</b>	<b>2,864,768</b>	<b>546,357</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(503,406)	(503,406)	(503,406)	-
<b>Total other financing sources (uses)</b>	<b>(503,406)</b>	<b>(503,406)</b>	<b>(503,406)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 1,815,005</b>	<b>\$ 1,815,005</b>	<b>2,361,362</b>	<b>\$ 546,357</b>
<b>FUND BALANCES:</b>				
Beginning of year			12,284,375	
End of year			<b>\$ 14,645,737</b>	

# City of Lathrop

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

### RTIF SJCOG

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 531,257	\$ 531,257	\$ 471,021	\$ (60,236)
Use of money and property	-	-	6,242	6,242
<b>Total revenues</b>	<b>531,257</b>	<b>531,257</b>	<b>477,263</b>	<b>(53,994)</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	531,257	531,257	477,551	53,706
<b>Total expenditures</b>	<b>531,257</b>	<b>531,257</b>	<b>477,551</b>	<b>53,706</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>(288)</b>	<b>(288)</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(288)</b>	<b>\$ (288)</b>
<b>FUND BALANCES:</b>				
Beginning of year			(1,101)	
End of year			<u>\$ (1,389)</u>	

# City of Lathrop

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

### RTIF Lathrop Local East

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 278,745	\$ 278,745	\$ 39,357	\$ (239,388)
Use of money and property	-	-	126,140	126,140
<b>Total revenues</b>	<b>278,745</b>	<b>278,745</b>	<b>165,497</b>	<b>(113,248)</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	5,000	5,000	2,106	2,894
<b>Total expenditures</b>	<b>5,000</b>	<b>5,000</b>	<b>2,106</b>	<b>2,894</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>273,745</b>	<b>273,745</b>	<b>163,391</b>	<b>(110,354)</b>
<b>Net change in fund balances</b>	<b>\$ 273,745</b>	<b>\$ 273,745</b>	<b>163,391</b>	<b>\$ (110,354)</b>
<b>FUND BALANCES:</b>				
Beginning of year			2,681,741	
End of year			<u>\$ 2,845,132</u>	



# City of Lathrop

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

### LMFD Measure C

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 11,133	\$ 11,133
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>11,133</b>	<b>11,133</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	4,000,000	4,030,850	4,027,342	3,508
<b>Total expenditures</b>	<b>4,000,000</b>	<b>4,030,850</b>	<b>4,027,342</b>	<b>3,508</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(4,000,000)</b>	<b>(4,030,850)</b>	<b>(4,016,209)</b>	<b>14,641</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	4,000,000	4,023,602	4,023,602	-
<b>Total other financing sources (uses)</b>	<b>4,000,000</b>	<b>4,023,602</b>	<b>4,023,602</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ (7,248)</b>	<b>7,393</b>	<b>\$ 14,641</b>
<b>FUND BALANCES:</b>				
Beginning of year			1,020,114	
End of year			<u>\$ 1,027,507</u>	

# City of Lathrop

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

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 1,500,000	\$ 968,811	\$ 142,378	\$ (826,433)
<b>Total revenues</b>	<b>1,500,000</b>	<b>968,811</b>	<b>142,378</b>	<b>(826,433)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(1,500,000)	(968,811)	(151,814)	816,997
<b>Total other financing sources (uses)</b>	<b>(1,500,000)</b>	<b>(968,811)</b>	<b>(151,814)</b>	<b>816,997</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(9,436)</b>	<b>\$ (9,436)</b>
<b>FUND BALANCES:</b>				
Beginning of year			68,235	
End of year			\$ 58,799	

# City of Lathrop

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

### North Lathrop Transportation

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 500	\$ 500
Developer participation	1,227,361	1,227,361	-	(1,227,361)
<b>Total revenues</b>	<b>1,227,361</b>	<b>1,227,361</b>	<b>500</b>	<b>(1,226,861)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(11,437)	(11,437)	(11,437)	-
<b>Total other financing sources (uses)</b>	<b>(11,437)</b>	<b>(11,437)</b>	<b>(11,437)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 1,215,924</b>	<b>\$ 1,215,924</b>	<b>(10,937)</b>	<b>\$ (1,226,861)</b>
<b>FUND BALANCES:</b>				
Beginning of year			11,587	
End of year			\$ 650	

# City of Lathrop

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

### Citywide Economic Dev Fee 20%

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 453,000	\$ 453,000	\$ 441,000	\$ (12,000)
Use of money and property	-	-	160,402	160,402
<b>Total revenues</b>	<b>453,000</b>	<b>453,000</b>	<b>601,402</b>	<b>148,402</b>
<b>Net change in fund balances</b>	<b>\$ 453,000</b>	<b>\$ 453,000</b>	<b>601,402</b>	<b>\$ 148,402</b>
<b>FUND BALANCES:</b>				
Beginning of year			3,297,107	
End of year			<u>\$ 3,898,509</u>	

# City of Lathrop

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

### River Islands CFD 2013-1

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 1,148,350	\$ 1,203,965	\$ 1,203,965	\$ -
Use of money and property	-	24,678	26,692	2,014
Miscellaneous	120,000	1,036,810	395,072	(641,738)
<b>Total revenues</b>	<b>1,268,350</b>	<b>2,265,453</b>	<b>1,625,729</b>	<b>(639,724)</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	19,800	32,389	31,476	913
<b>Total expenditures</b>	<b>19,800</b>	<b>32,389</b>	<b>31,476</b>	<b>913</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,248,550</b>	<b>2,233,064</b>	<b>1,594,253</b>	<b>(638,811)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(1,250,890)	(1,567,633)	(1,567,633)	-
<b>Total other financing sources (uses)</b>	<b>(1,250,890)</b>	<b>(1,567,633)</b>	<b>(1,567,633)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (2,340)</b>	<b>\$ 665,431</b>	<b>26,620</b>	<b>\$ (638,811)</b>
<b>FUND BALANCES:</b>				
Beginning of year			119,324	
End of year			<b>\$ 145,944</b>	

# City of Lathrop

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

### Lathrop Land Acquisitions

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 634	\$ 634
<b>Total revenues</b>	-	-	634	634
<b>Net change in fund balances</b>	\$ -	\$ -	634	\$ 634
<b>FUND BALANCES:</b>				
Beginning of year			1,257	
End of year			\$ 1,891	

# City of Lathrop

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

### ULOP RD-17 Levee Impact

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 2,548,406	\$ 2,548,406	\$ 1,715,074	\$ (833,332)
Use of money and property	-	-	(63)	(63)
<b>Total revenues</b>	<b>2,548,406</b>	<b>2,548,406</b>	<b>1,715,011</b>	<b>(833,395)</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	-	-	1,715,074	(1,715,074)
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>1,715,074</b>	<b>(1,715,074)</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>2,548,406</b>	<b>2,548,406</b>	<b>(63)</b>	<b>(2,548,469)</b>
<b>Net change in fund balances</b>	<b>\$ 2,548,406</b>	<b>\$ 2,548,406</b>	<b>(63)</b>	<b>\$ (2,548,469)</b>
<b>FUND BALANCES:</b>				
Beginning of year			(2,952)	
End of year			<u>\$ (3,015)</u>	

# City of Lathrop

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

### DWR Grant - ULOP Project

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ 1,500,000	\$ 566,609	\$ (933,391)
<b>Total revenues</b>	-	1,500,000	566,609	(933,391)
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	(1,500,000)	(527,985)	972,015
<b>Total other financing sources (uses)</b>	-	(1,500,000)	(527,985)	972,015
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>38,624</b>	<b>\$ 38,624</b>
<b>FUND BALANCES:</b>				
Beginning of year			3	
Restatement			-	
Beginning of year, as restated			3	
End of year			<u>\$ 38,627</u>	



# City of Lathrop

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

### CLSP Off-Site Roadway Improvement

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 43,634	\$ 43,634	\$ 77,265	\$ 33,631
Use of money and property	-	-	8,376	8,376
<b>Total revenues</b>	<b>43,634</b>	<b>43,634</b>	<b>85,641</b>	<b>42,007</b>
<b>Net change in fund balances</b>	<b>\$ 43,634</b>	<b>\$ 43,634</b>	<b>85,641</b>	<b>\$ 42,007</b>
<b>FUND BALANCES:</b>				
Beginning of year			163,855	
End of year			<u>\$ 249,496</u>	

# City of Lathrop

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

### South Lathrop CFD 2019-1

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 564,350	\$ 564,350	\$ 564,338	\$ (12)
Use of money and property	-	-	64,490	64,490
<b>Total revenues</b>	<b>564,350</b>	<b>564,350</b>	<b>628,828</b>	<b>64,478</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	362,817	371,448	158,205	213,243
Capital outlay	50,000	50,000	-	50,000
<b>Total expenditures</b>	<b>412,817</b>	<b>421,448</b>	<b>158,205</b>	<b>263,243</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>151,533</b>	<b>142,902</b>	<b>470,623</b>	<b>327,721</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(64,230)	(64,230)	(64,230)	-
<b>Total other financing sources (uses)</b>	<b>(64,230)</b>	<b>(64,230)</b>	<b>(64,230)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 87,303</b>	<b>\$ 78,672</b>	<b>406,393</b>	<b>\$ 327,721</b>
<b>FUND BALANCES:</b>				
Beginning of year			1,302,303	
End of year			<u>\$ 1,708,696</u>	

# City of Lathrop

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

### Central Lathrop CFD 2019-2

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 2,415,900	\$ 1,746,783	\$ 1,746,783	\$ -
Use of money and property	-	-	19,430	19,430
Miscellaneous	-	-	14,702	14,702
<b>Total revenues</b>	<b>2,415,900</b>	<b>1,746,783</b>	<b>1,780,915</b>	<b>34,132</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	1,222,771	1,295,822	947,729	348,093
<b>Total expenditures</b>	<b>1,222,771</b>	<b>1,295,822</b>	<b>947,729</b>	<b>348,093</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,193,129</b>	<b>450,961</b>	<b>833,186</b>	<b>382,225</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(175,380)	(175,380)	(175,380)	-
<b>Total other financing sources (uses)</b>	<b>(175,380)</b>	<b>(175,380)</b>	<b>(175,380)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 1,017,749</b>	<b>\$ 275,581</b>	<b>657,806</b>	<b>\$ 382,225</b>
<b>FUND BALANCES:</b>				
Beginning of year			290,172	
End of year			<b>\$ 947,978</b>	

# City of Lathrop

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

Stewart Economic Dev Fee 80%

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 6,401	\$ 6,401
<b>Total revenues</b>	-	-	6,401	6,401
<b>Net change in fund balances</b>	\$ -	\$ -	6,401	\$ 6,401
<b>FUND BALANCES:</b>				
Beginning of year			8,393	
End of year			\$ 14,794	

# City of Lathrop

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

### TOT Trust

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	-	-	60,429	60,429
<b>Total revenues</b>	-	-	60,429	60,429
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	60,429	<b>\$ 60,429</b>
<b>FUND BALANCES:</b>				
Beginning of year			1,295,269	
End of year			<b>\$ 1,355,698</b>	

# City of Lathrop

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

### Gateway Business Park

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ 156,300	\$ 156,300	\$ 141,655	\$ (14,645)
Use of money and property	-	-	9,817	9,817
<b>Total revenues</b>	<b>156,300</b>	<b>156,300</b>	<b>151,472</b>	<b>(4,828)</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	88,092	88,443	22,067	66,376
<b>Total expenditures</b>	<b>88,092</b>	<b>88,443</b>	<b>22,067</b>	<b>66,376</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>68,208</b>	<b>67,857</b>	<b>129,405</b>	<b>61,548</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(510)	(510)	(510)	-
<b>Total other financing sources (uses)</b>	<b>(510)</b>	<b>(510)</b>	<b>(510)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 67,698</b>	<b>\$ 67,347</b>	<b>128,895</b>	<b>\$ 61,548</b>
<b>FUND BALANCES:</b>				
Beginning of year			187,328	
End of year			<b>\$ 316,223</b>	

# City of Lathrop

## Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Streets and Roads For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 517,885	\$ 517,885
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>517,885</b>	<b>517,885</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	-	26,571	26,571	-
Capital outlay	24,752,109	33,140,736	6,526,436	26,614,300
<b>Total expenditures</b>	<b>24,752,109</b>	<b>33,167,307</b>	<b>6,553,007</b>	<b>26,614,300</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(24,752,109)</b>	<b>(33,167,307)</b>	<b>(6,035,122)</b>	<b>27,132,185</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	14,007,553	22,153,425	16,577,944	(5,575,481)
<b>Total other financing sources (uses)</b>	<b>14,007,553</b>	<b>22,153,425</b>	<b>16,577,944</b>	<b>(5,575,481)</b>
<b>Net change in fund balances</b>	<b>\$ (10,744,556)</b>	<b>\$ (11,013,882)</b>	<b>10,542,822</b>	<b>\$ 21,556,704</b>
<b>FUND BALANCES:</b>				
Beginning of year			-	
Restatement			11,288,788	
Beginning of year, as restated			11,288,788	
End of year			<u>\$ 21,831,610</u>	

# City of Lathrop

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

### Storm Drain

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 42,124	\$ 42,124
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>42,124</b>	<b>42,124</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	545,000	545,000	-	545,000
Capital outlay	307,000	307,000	-	307,000
<b>Total expenditures</b>	<b>852,000</b>	<b>852,000</b>	<b>-</b>	<b>852,000</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(852,000)</b>	<b>(852,000)</b>	<b>42,124</b>	<b>894,124</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	70,000	70,000	70,000	-
<b>Total other financing sources (uses)</b>	<b>70,000</b>	<b>70,000</b>	<b>70,000</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (782,000)</b>	<b>\$ (782,000)</b>	<b>112,124</b>	<b>\$ 894,124</b>
<b>FUND BALANCES:</b>				
Beginning of year			902,887	
End of year			<u>\$ 1,015,011</u>	



# City of Lathrop

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

### Park in Lieu

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes and assessments	\$ -	\$ -	\$ 1,300,058	\$ 1,300,058
Use of money and property	-	-	93,071	93,071
<b>Total revenues</b>	-	-	1,393,129	1,393,129
<b>Net change in fund balances</b>	\$ -	\$ -	1,393,129	\$ 1,393,129
<b>FUND BALANCES:</b>				
Beginning of year			1,734,092	
End of year			\$ 3,127,221	

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**City of Lathrop  
Custodial Funds  
Year Ended June 30, 2024**

Custodial Funds account for assets held by the City as agent for individuals governmental entities and non-public organizations. These funds include the following:

**MOSSDALE VILLAGE ASSESSMENT DISTRICT FUND**

To account for the special assessments associated with the payment of the limited-obligation improvement bonds for the Mossdale Village Assessment District.

**CROSSROADS ASSESSMENTS FUND**

To account for the special assessments associated with the payment of the limited-obligation improvement bonds for the Crossroads Assessment District.

**JOINT WASTEWATER COMMUNITY FACILITIES DISTRICT FUND**

To account for the special assessments associated with the payment of the limited-obligation improvement bonds for the Joint Wastewater Community Facilities District.

**NORTH HARLAN WATER IMPROVEMENT FUND**

To account for special assessments associated with the payment of limited obligation improvement bonds for the North Harlan Water Improvement District.

**COMMUNITY FACILITIES DISTRICT CLSP INFRASTRUCTURE FUND**

To account for special assessments associated with the infrastructure in the Central Lathrop Specific Plan area.

**SEWER ASSESSMENT DISTRICT NO.1 FUND**

To account for the special assessments associated with the payments of the limited-obligation improvement bonds for the Lathrop Sanitary Sewer Assessment District No.1.

**MOSSDALE VILLAGE REASSESSMENT 2015 - 1 FUND**

To account for the special assessments associated with the payment of bonds for the Mossdale Village District.

**MOSSDALE VILLAGE COMMUNITY FACILITIES DISTRICT 2003 - 1 FUND**

To account for the special assessments associated with the payment of bonds for the Mossdale Village District.

**City of Lathrop**  
**Combining Statement of Fiduciary Net Position**  
**Custodial Funds**  
**For the year ended June 30, 2024**

	Mossdale Village Assessment District	Crossroads Assessments	Joint Wastewater Community Facilities District	North Harlan Water Improvement
<b>ASSETS</b>				
Cash and investments	\$ 576,776	\$ 601,307	\$ 477,118	\$ 378
Receivables:				
Accrued interest	1,222	1,290	1,029	1
Restricted assets:				
Cash and investments with fiscal agents	610,880	807,194	716,600	-
<b>Total assets</b>	<b>1,188,878</b>	<b>1,409,791</b>	<b>1,194,747</b>	<b>379</b>
<b>LIABILITIES</b>				
Accounts payable	315	-	-	-
Deposits payable	-	-	-	-
<b>Total liabilities</b>	<b>315</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET POSITION</b>				
Restricted for:				
Individuals, organizations, and other governments	1,188,562	1,409,792	1,194,748	438
<b>Total Net Position</b>	<b>\$ 1,188,562</b>	<b>\$ 1,409,792</b>	<b>\$ 1,194,748</b>	<b>\$ 438</b>

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Community Facilities District CLSP Infrastructure	Sewer Assessment District #1	Mossdale Village Reassessment 2015- 1	Mossdale Village CFD 2003-1	Total Custodial Funds
\$ 2,398,207	\$ 20	\$ 670,397	\$ 1,665,866	\$ 6,390,069
5,063	21	1,594	4,283	14,503
1,356,466	221,844	249,905	211,737	4,174,626
3,759,736	221,885	921,896	1,881,886	10,579,198
135	-	306	358,009	358,765
30,747	-	-	-	30,747
30,882	-	306	358,009	389,512
3,728,853	221,885	921,590	1,523,876	10,189,744
\$ 3,728,853	\$ 221,885	\$ 921,590	\$ 1,523,876	\$ 10,189,744

**City of Lathrop**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Custodial Funds**  
**For the year ended June 30, 2024**

	Mossdale Village Assessment District	Crossroads Assessments	Joint Wastewater Community Facilities District	North Harlan Water Improvement
<b>ADDITIONS:</b>				
Collections for assessment districts	\$ 801,971	\$ 760,020	\$ 619,885	\$ -
Receipts from others	-	-	-	-
Investment earnings	127,591	55,943	166,544	438
<b>Total additions</b>	<b>929,562</b>	<b>815,963</b>	<b>786,429</b>	<b>438</b>
<b>DEDUCTIONS:</b>				
Administrative expenses	13,169	9,809	13,266	-
Contractual services	18,342	10,325	11,915	-
Debt service	8,006,207	730,571	973,799	-
<b>Total deductions</b>	<b>8,037,718</b>	<b>750,705</b>	<b>998,980</b>	<b>-</b>
<b>Change in net position</b>	<b>(7,108,156)</b>	<b>65,258</b>	<b>(212,551)</b>	<b>438</b>
<b>NET POSITION:</b>				
Beginning of year	8,296,718	1,344,534	1,407,299	-
End of year	<b>\$ 1,188,562</b>	<b>\$ 1,409,792</b>	<b>\$ 1,194,748</b>	<b>\$ 438</b>

Community Facilities District CLSP Infrastructure	Sewer Assessment District #1	Mossdale Village Reassessment 2015- 1	Mossdale Village CFD 2003-1	Total Custodial Funds
\$ 3,055,632	\$ 130,389	\$ 503,779	\$ 423,055	\$ 6,294,731
-	2,241	-	-	2,241
157,517	5,840	24,873	136,411	675,157
3,213,149	138,470	528,652	559,466	6,972,129
9,874	7,682	13,169	16,782	83,751
53,410	-	16,147	15,204	125,343
2,865,532	49,498	518,462	5,000,088	18,144,157
2,928,816	57,180	547,778	5,032,074	18,353,251
284,333	81,290	(19,126)	(4,472,608)	(11,381,122)
3,444,520	140,595	940,716	5,996,484	21,570,866
\$ 3,728,853	\$ 221,885	\$ 921,590	\$ 1,523,876	\$ 10,189,744

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## STATISTICAL SECTION

This part of the City'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. In contrast to the financial section, the statistical section information is not subject to independent audit.

### **Financial Trends**

These schedules contain trend information to help the reader understand how the City's financial performance and well being have changed over time:

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

### **Revenue Capacity**

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax:

1. Property Tax Levies and Collections
2. Assessed Value and Estimated Actual Value of Taxable Property
3. Principal Property Taxpayers

### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future:

1. Direct and Overlapping Property Tax Rates
2. Direct and Overlapping Governments Sales Tax Rates
3. Legal Debt Margin Information
4. Outstanding Debt
5. Computation of Direct and Overlapping Debt
6. Pledged-Revenue Coverage

### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place:

1. Demographic and Economic Statistics
2. Principal Employers

### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs:

1. Full-time and Part-time City Employees by Function
2. Operating Indicators by Function
3. Capital Asset Statistics by Function
4. Water Sold by Type of Customer
5. Water Rates
6. Ten Largest Water Customers
7. Top 25 Sales Tax Producers

### **Sources**

Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports for the relevant year.

**CITY OF LATHROP**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
(accrual basis of accounting)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
<b>Governmental activities:</b>				
Net investments in capital assets	\$ 145,671,748	\$ 148,474,931	\$ 155,971,046	\$ 159,727,304
Restricted	7,733,824	10,223,760	11,858,920	10,376,172
Unrestricted	<u>35,612,693</u>	<u>38,941,548</u>	<u>47,769,952</u>	<u>52,396,920</u>
<b>Total governmental activities net position</b>	<u>\$ 189,018,265</u>	<u>\$ 197,640,239</u>	<u>\$ 215,599,918</u>	<u>\$ 222,500,396</u>
<b>Business-type activities:</b>				
Net investments in capital assets	\$ 92,350,319	\$ 93,906,914	\$ 103,695,833	\$ 120,279,431
Restricted	2,995,846	2,698,250	1,706,637	1,650,031
Unrestricted	<u>23,944,509</u>	<u>26,437,255</u>	<u>37,146,214</u>	<u>30,919,752</u>
<b>Total business-type activities net position</b>	<u>\$ 119,290,674</u>	<u>\$ 123,042,419</u>	<u>\$ 142,548,684</u>	<u>\$ 152,849,214</u>
<b>Primary government:</b>				
Net investments in capital assets	\$ 238,022,067	\$ 242,381,845	\$ 259,666,879	\$ 280,006,735
Restricted	10,729,670	12,922,010	13,565,557	12,026,203
Unrestricted	<u>59,557,202</u>	<u>65,378,803</u>	<u>84,916,166</u>	<u>83,316,672</u>
<b>Total Primary government net position</b>	<u>\$ 308,308,939</u>	<u>\$ 320,682,658</u>	<u>\$ 358,148,602</u>	<u>\$ 375,349,610</u>

Source: City of Lathrop, California Annual Comprehensive Financial Reports.

**CITY OF LATHROP**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
(accrual basis of accounting)

<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 179,501,255	\$ 206,211,349	\$ 218,894,403	\$ 250,605,011	\$ 320,475,208	\$ 356,771,955
13,552,647	16,013,046	103,964,923	122,949,990	125,033,370	142,915,495
<u>72,645,973</u>	<u>87,005,385</u>	<u>33,463,086</u>	<u>47,696,013</u>	<u>59,792,854</u>	<u>84,885,678</u>
<u>\$ 265,699,875</u>	<u>\$ 309,229,780</u>	<u>\$ 356,322,412</u>	<u>\$ 421,251,014</u>	<u>\$ 505,301,432</u>	<u>\$ 584,573,128</u>
\$ 150,452,677	\$ 160,481,074	\$ 156,963,462	\$ 174,059,421	\$ 206,299,495	\$ 225,625,879
1,652,234	1,651,396	1,650,648	1,652,915	1,408,865	1,431,530
<u>34,710,083</u>	<u>43,373,359</u>	<u>62,502,764</u>	<u>70,785,536</u>	<u>72,411,962</u>	<u>78,801,938</u>
<u>\$ 186,814,994</u>	<u>\$ 205,505,829</u>	<u>\$ 221,116,874</u>	<u>\$ 246,497,872</u>	<u>\$ 280,120,322</u>	<u>\$ 305,859,347</u>
\$ 329,953,932	\$ 366,692,423	\$ 375,857,865	\$ 424,664,432	\$ 526,774,703	\$ 582,397,834
15,204,881	17,664,442	105,615,571	124,602,905	126,442,235	144,347,025
<u>107,356,056</u>	<u>130,378,744</u>	<u>95,965,850</u>	<u>118,481,549</u>	<u>132,204,816</u>	<u>163,687,616</u>
<u>\$ 452,514,869</u>	<u>\$ 514,735,609</u>	<u>\$ 577,439,286</u>	<u>\$ 667,748,886</u>	<u>\$ 785,421,754</u>	<u>\$ 890,432,475</u>

**CITY OF LATHROP**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
(accrual basis of accounting)

	2014	2015	2016	2017	2018
<b>Expenses:</b>					
<b>Governmental activities:</b>					
General government	\$ 4,680,110	\$ 7,449,500	\$ 5,614,173	\$ 4,580,381	\$ 4,917,617
Public safety	5,940,125	6,962,351	8,048,625	9,683,636	10,965,814
Public works	13,888,678	10,864,104	7,864,470	13,125,373	13,066,756
Culture and leisure	1,111,917	779,976	1,395,287	1,300,832	1,331,811
Community development	1,573,972	602,719	1,712,156	993,885	1,256,506
Interest on long-term debt	924,941	340,120	880,036	319,164	100,088
<b>Total governmental activities expense</b>	<u>28,119,743</u>	<u>26,998,770</u>	<u>25,514,747</u>	<u>30,003,271</u>	<u>31,638,592</u>
<b>Business-type activities:</b>					
Water	7,376,261	5,108,071	4,941,845	5,828,411	4,969,618
Wastewater	6,289,560	4,433,501	3,587,602	5,393,728	1,204,762
<b>Total business-type activities expenses</b>	<u>13,665,821</u>	<u>9,541,572</u>	<u>8,529,447</u>	<u>11,222,139</u>	<u>6,174,380</u>
<b>Total primary government expenses</b>	<u>\$ 41,785,564</u>	<u>\$ 36,540,342</u>	<u>\$ 34,044,194</u>	<u>\$ 41,225,410</u>	<u>\$ 37,812,972</u>
<b>Program revenues:</b>					
<b>Governmental activities:</b>					
Charges for services:					
General Government	397,607	491,076	551,613	462,696	438,974
Public Safety	716,360	356,989	365,009	231,164	424,909
Public Works	202,488	248,089	258,005	1,697,831	1,184,297
Culture and leisure	242,500	220,963	205,376	283,662	279,505
Community development	2,189,603	2,551,889	3,947,881	3,131,768	2,916,089
Operating grants and contributions	4,947,223	4,969,720	5,016,283	4,841,037	5,459,511
Capital grants and contributions	23,115,518	22,155,191	9,759,080	30,838,179	10,069,773
<b>Total governmental activities program revenues</b>	<u>31,811,299</u>	<u>30,993,917</u>	<u>20,103,247</u>	<u>41,486,337</u>	<u>20,773,058</u>
<b>Business-type activities:</b>					
Charges for services:					
Water	6,551,486	6,042,517	5,849,963	6,856,028	8,331,835
Wastewater	5,827,902	5,730,148	5,233,840	5,791,155	6,533,098
Operating grants and contributions	12,002,670	-	-	-	-
Capital grants and contributions	159,854	159,854	159,854	159,854	159,854
<b>Total business-type activities program revenues</b>	<u>24,541,912</u>	<u>11,932,519</u>	<u>11,243,657</u>	<u>12,807,037</u>	<u>15,024,787</u>
<b>Total primary government program revenues</b>	<u>\$ 56,353,211</u>	<u>\$ 42,926,436</u>	<u>\$ 31,346,904</u>	<u>\$ 54,293,374</u>	<u>\$ 35,797,845</u>
<b>Net revenues (expenses):</b>					
<b>Governmental activities</b>	3,691,556	3,995,147	(5,411,500)	11,483,066	(10,865,534)
<b>Business-type activities</b>	10,876,091	2,390,947	2,714,210	1,584,898	8,850,407
<b>Total net revenues (expenses)</b>	<u>\$ 14,567,647</u>	<u>\$ 6,386,094</u>	<u>\$ (2,697,290)</u>	<u>\$ 13,067,964</u>	<u>\$ (2,015,127)</u>
<b>General revenues and other changes in net position:</b>					
<b>Governmental activities:</b>					
Taxes:					
Property tax	2,946,083	3,273,006	3,566,656	3,980,606	4,285,832
Sales and use taxes	6,676,994	5,947,812	6,209,105	6,337,138	9,211,228
Franchise taxes	705,405	685,140	518,183	771,288	877,633
Other taxes	419,267	449,950	743,896	565,715	634,335
Motor vehicle in lieu, unrestricted	1,118,489	1,237,606	1,324,094	1,555,026	1,794,526
Investment income	67,431	80,844	346,915	19,282	979,493
Other general revenues	395,810	301,192	1,745,978	10,090,096	379,591
Transfers	(5,626,465)	(84,391)	(421,353)	(16,842,538)	(137,582)
<b>Total governmental activities</b>	<u>6,703,014</u>	<u>11,891,159</u>	<u>14,033,474</u>	<u>6,476,613</u>	<u>18,025,056</u>
<b>Business-type activities:</b>					
Investment income	49,915	63,492	200,063	214,510	405,014
Miscellaneous	1,392,651	675,204	416,119	864,319	907,527
Transfers	5,626,465	84,391	421,353	16,842,538	137,582
<b>Total business-type activities</b>	<u>7,069,031</u>	<u>823,087</u>	<u>1,037,535</u>	<u>17,921,367</u>	<u>1,450,123</u>
<b>Total primary government</b>	<u>\$ 13,772,045</u>	<u>\$ 12,714,246</u>	<u>\$ 15,071,009</u>	<u>\$ 24,397,980</u>	<u>\$ 19,475,179</u>
<b>Changes in net position</b>					
Governmental activities	10,394,570	15,886,306	8,621,974	17,959,679	7,159,522
Business-type activities	17,945,122	3,214,034	3,751,745	19,506,265	10,300,530
<b>Total primary government</b>	<u>\$ 28,339,692</u>	<u>\$ 19,100,340</u>	<u>\$ 12,373,719</u>	<u>\$ 37,465,944</u>	<u>\$ 17,460,052</u>

**CITY OF LATHROP**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
(accrual basis of accounting)

2019	2020	2021	2022	2023	2024
\$ 5,307,052	\$ 5,944,111	\$ 6,544,720	\$ 6,994,053	\$ 9,350,898	\$ 11,905,173
11,284,963	12,121,072	11,729,668	11,628,050	15,350,996	19,911,396
16,835,406	19,195,792	19,892,748	14,711,011	36,027,481	25,161,304
1,442,202	1,468,471	1,466,177	11,559,470	3,999,365	4,895,105
977,552	1,317,693	8,227,717	1,805,271	1,537,163	1,240,390
46,410	89,123	241,454	233,740	225,835	217,739
<u>35,893,585</u>	<u>40,136,262</u>	<u>48,102,484</u>	<u>46,931,595</u>	<u>66,491,738</u>	<u>63,331,107</u>
6,303,489	6,906,021	6,767,503	7,099,213	9,130,486	8,809,160
9,206,503	7,476,439	7,926,063	7,853,576	9,457,406	11,907,501
15,509,992	14,382,460	14,693,566	14,952,789	18,587,892	20,716,661
<u>\$ 51,403,577</u>	<u>\$ 54,518,722</u>	<u>\$ 62,796,050</u>	<u>\$ 61,884,384</u>	<u>\$ 85,079,630</u>	<u>\$ 84,047,768</u>
528,673	465,303	6,961,502	9,212,336	8,753,003	9,244,857
775,581	504,277	243,035	139,111	51,938	390,330
1,874,445	473,036	3,581,829	2,816,090	3,250,469	4,672,841
341,016	285,143	124,652	363,671	379,681	401,615
3,880,593	6,507,913	3,880,053	8,161,272	6,041,251	5,455,638
5,674,834	6,105,531	2,709,984	5,236,622	7,477,256	5,756,573
40,920,445	43,291,735	16,740,299	25,390,248	66,235,438	58,107,420
<u>53,995,587</u>	<u>57,632,938</u>	<u>34,241,354</u>	<u>51,319,350</u>	<u>92,189,036</u>	<u>84,029,274</u>
9,052,906	10,352,614	10,239,976	10,758,681	10,765,615	11,263,135
7,923,942	8,633,545	8,776,287	9,141,235	10,428,292	11,386,277
-	-	-	-	-	-
32,556,339	11,691,580	6,862,837	-	29,098,366	24,529,892
<u>49,533,187</u>	<u>30,677,739</u>	<u>25,879,100</u>	<u>19,899,916</u>	<u>50,292,273</u>	<u>47,179,304</u>
<u>\$ 103,528,774</u>	<u>\$ 88,310,677</u>	<u>\$ 60,120,454</u>	<u>\$ 71,219,266</u>	<u>\$ 142,481,309</u>	<u>\$ 131,208,578</u>
18,102,002	17,496,676	(13,861,130)	4,387,755	25,697,298	20,698,167
34,023,195	16,295,279	11,185,534	4,947,127	31,704,381	26,462,643
<u>\$ 52,125,197</u>	<u>\$ 33,791,955</u>	<u>\$ (2,675,596)</u>	<u>\$ 9,334,882</u>	<u>\$ 57,401,679</u>	<u>\$ 47,160,810</u>
4,710,374	5,333,918	8,613,482	8,613,482	10,509,687	12,178,582
12,001,476	10,501,615	18,190,475	18,190,475	21,285,429	21,039,383
1,204,106	1,241,635	1,530,878	1,530,878	2,285,062	2,772,994
666,791	582,552	30,620,998	30,620,998	15,842,524	3,752,539
1,898,011	2,193,976	738,708	738,708	3,413,255	4,330,413
1,996,503	2,786,291	701,941	701,941	3,901,381	5,951,704
149,364	184,705	945,547	945,547	381,860	1,026,228
2,439,302	3,255,411	1,777,930	1,777,930	3,143,911	1,808,102
<u>25,065,927</u>	<u>26,080,103</u>	<u>63,119,959</u>	<u>63,119,959</u>	<u>60,763,109</u>	<u>52,859,945</u>
782,839	741,372	364,403	364,403	952,746	3,603,153
1,599,048	4,909,595	5,692,221	5,692,221	6,526,718	620,278
(2,439,302)	(3,255,411)	(1,777,930)	(1,777,930)	(3,143,911)	(1,808,102)
(57,415)	2,395,556	4,278,694	4,278,694	4,335,553	2,415,329
<u>\$ 25,008,512</u>	<u>\$ 28,475,659</u>	<u>\$ 67,398,653</u>	<u>\$ 67,398,653</u>	<u>\$ 65,098,662</u>	<u>\$ 55,275,274</u>
43,167,929	43,576,779	49,258,829	67,507,714	86,460,407	73,558,112
33,965,780	18,690,835	15,464,228	9,225,821	36,039,934	28,877,972
<u>\$ 77,133,709</u>	<u>\$ 62,267,614</u>	<u>\$ 64,723,057</u>	<u>\$ 76,733,535</u>	<u>\$ 122,500,341</u>	<u>\$ 102,436,084</u>

**CITY OF LATHROP**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
(modified accrual basis of accounting)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
<b>General fund:</b>				
Nonspendable	\$ 6,852,691	\$ 6,665,677	\$ 6,180,434	\$ 5,650,104
Restricted		-	-	-
Committed		2,233,234	-	-
Assigned		-	-	-
Unassigned	11,091,860	12,861,107	16,496,212	21,538,365
<b>Total general fund</b>	<u>\$ 17,944,551</u>	<u>\$ 21,760,018</u>	<u>\$ 22,676,646</u>	<u>\$ 27,188,469</u>
<b>All other governmental funds:</b>				
Restricted	\$ 6,823,678	\$ 4,513,322	\$ 4,701,300	\$ 3,797,087
Committed	22,534,880	25,829,474	35,779,675	36,015,106
Assigned	880,383	975,042	784,139	663,674
Unassigned	(364)	(233)	(120)	-
<b>Total all other governmental funds</b>	<u>\$ 30,238,577</u>	<u>\$ 31,317,605</u>	<u>\$ 41,264,994</u>	<u>\$ 40,475,867</u>

\* FY2021 reflects the implementation of GASB 84.

Source: City of Lathrop, California

**CITY OF LATHROP**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
(modified accrual basis of accounting)

<u>2019</u>	<u>2020</u>	<u>2021*</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 5,225,742	\$ 3,470,982	\$ 3,282,311	\$ 2,405,864	\$ 9,766,137	\$ 8,860,658
-	-	-	-	-	-
-	29,678,802	29,664,824	44,763,906	40,447,513	37,882,299
-	2,616,835	-	-	-	-
<u>31,169,562</u>	<u>4,289,278</u>	<u>6,679,913</u>	<u>5,704,542</u>	<u>6,145,676</u>	<u>15,302,060</u>
<u>\$ 36,395,304</u>	<u>\$ 40,055,897</u>	<u>\$ 39,627,048</u>	<u>\$ 52,874,312</u>	<u>\$ 56,359,326</u>	<u>\$ 62,045,017</u>
\$ 4,701,645	\$ 9,116,860	\$ 41,955,830	\$ 41,419,819	\$125,033,370	\$143,048,173
49,619,728	58,214,668	-	-	7,556,009	24,241,497
549,720	572,817	-	-	-	-
<u>(163,756)</u>	<u>(2,500)</u>	<u>(169,617)</u>	<u>(521,256)</u>	<u>(409,608)</u>	<u>(5,330)</u>
<u>\$ 54,707,337</u>	<u>\$ 67,901,845</u>	<u>\$ 41,786,213</u>	<u>\$ 40,898,563</u>	<u>\$132,179,771</u>	<u>\$167,284,340</u>

**CITY OF LATHROP**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
(modified accrual basis of accounting)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
<b>Revenues:</b>				
Taxes and assessments	\$ 21,268,849	\$ 18,494,460	\$ 22,885,183	\$ 22,571,206
Licenses and permits	1,373,909	1,283,193	1,808,623	1,266,197
Fines, forfeitures, and penalties	1,486,888	1,658,639	1,949,910	2,237,680
Intergovernmental	11,177,149	5,489,546	3,134,272	4,420,261
Use of Money & Property	159,262	382,724	392,493	1,366,160
Charges for current services	2,207,080	3,725,964	3,605,846	3,508,608
Contributions (Developer)	1,094,140	-	19,675,946	2,751,850
Other	4,202,190	3,523,548	1,353,215	813,734
<b>Total revenues</b>	<u>\$ 42,969,467</u>	<u>\$ 34,558,074</u>	<u>\$ 54,805,488</u>	<u>\$ 38,935,696</u>
<b>Expenditures</b>				
Current:				
General government	8,063,724	4,675,898	4,406,106	4,770,853
Community development	1,254,836	1,657,178	784,763	1,109,714
Public safety	7,030,624	7,297,872	9,560,119	10,724,423
Public works	15,482,137	6,687,275	7,616,246	7,048,016
Culture and leisure	1,048,531	1,296,370	1,226,638	1,275,334
Capital Outlay	1,604,530	4,361,924	2,920,897	9,761,990
Debt service:				
Principal retirement	289,709	1,683,347	265,000	285,000
Lease principal retirement	-	-	-	-
Interest and fiscal charges	340,120	390,710	319,164	100,088
<b>Total expenditures</b>	<u>\$ 35,114,211</u>	<u>\$ 28,050,574</u>	<u>\$ 27,098,933</u>	<u>\$ 35,075,418</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ 7,855,256</b>	<b>\$ 6,507,500</b>	<b>\$ 27,706,555</b>	<b>\$ 3,860,278</b>
<b>Other financing sources (uses):</b>				
Proceeds from issuance of long-term deb	-	(1,191,652)	-	-
Transfers in	17,566,636	12,971,420	10,394,523	12,389,403
Transfers out	(17,651,027)	(13,392,773)	(27,237,061)	(12,526,985)
Lease and Software Subscriptions				
<b>Total other financing sources (uses)</b>	<u>\$ (84,391)</u>	<u>\$ (1,613,005)</u>	<u>\$ (16,842,538)</u>	<u>\$ (137,582)</u>
<b>Net change in fund balances</b>	<u>\$ 7,770,865</u>	<u>\$ 4,894,495</u>	<u>\$ 10,864,017</u>	<u>\$ 3,722,696</u>
<b>Debt service as a percentage of noncapital expenditures</b>	1.9%	9.6%	2.5%	1.5%

\* FY2021 reflects the implementation of GASB 84.

Source: City of Lathrop, California



**CITY OF LATHROP**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
(modified accrual basis of accounting)

<u>2019</u>	<u>2020</u>	<u>2021*</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 35,307,490	\$ 32,969,640	\$ 59,694,541	\$ 67,116,103	\$ 53,295,237	\$ 65,425,623
1,823,951	2,930,344	3,191,727	386,466	2,205,203	382,588
2,542,551	1,973,138	1,628,103	1,588,616	1,529,724	1,680,006
4,373,978	5,281,487	7,045,036	10,094,787	18,140,197	12,045,766
2,433,126	3,299,084	701,941	(2,101,280)	4,030,511	10,292,129
4,656,065	4,523,327	6,208,805	13,859,233	8,654,509	9,771,762
536,277	357,105	7,595,547	10,621,451	2,017,292	4,198,284
550,982	657,995	945,547	1,344,184	374,377	1,014,518
<u>\$ 52,224,420</u>	<u>\$ 51,992,120</u>	<u>\$ 87,011,247</u>	<u>\$ 102,909,560</u>	<u>\$ 90,247,050</u>	<u>\$ 104,810,676</u>
5,137,588	5,748,979	6,241,381	7,124,908	9,372,651	11,145,202
838,993	1,153,119	1,220,515	1,722,885	1,282,370	1,235,413
11,222,012	12,001,225	11,507,852	11,552,853	14,956,148	17,502,513
9,984,165	10,701,329	19,627,773	16,617,416	25,566,909	15,582,558
1,384,798	1,411,336	1,323,042	3,405,473	3,921,574	3,555,970
2,643,451	6,950,445	11,300,021	24,267,638	22,666,952	21,770,137
-	290,000	300,000	352,316	315,000	320,000
-	-	-	-	367,507	357,610
46,410	89,123	241,454	233,740	225,835	217,739
<u>\$ 31,257,417</u>	<u>\$ 38,345,556</u>	<u>\$ 51,762,038</u>	<u>\$ 65,277,229</u>	<u>\$ 78,674,946</u>	<u>\$ 71,687,142</u>
\$ 20,967,003	\$ 13,646,564	\$ 35,249,209	\$ 37,632,331	\$ 11,572,104	\$ 33,123,534
-	-	-	-	-	-
14,380,867	24,940,959	35,131,963	26,553,563	43,691,356	45,415,512
(11,941,565)	(21,685,548)	(33,354,033)	(32,233,805)	(40,547,445)	(43,607,410)
				1,462,298	145,040
<u>\$ 2,439,302</u>	<u>\$ 3,255,411</u>	<u>\$ 1,777,930</u>	<u>\$ (5,680,242)</u>	<u>\$ 4,606,209</u>	<u>\$ 1,953,142</u>
<u>\$ 23,406,305</u>	<u>\$ 16,901,975</u>	<u>\$ 37,027,139</u>	<u>\$ 31,952,089</u>	<u>\$ 16,178,313</u>	<u>\$ 35,076,676</u>
0.2%	1.2%	1.4%	1.4%	1.6%	1.8%

**CITY OF LATHROP**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Collected within the Fiscal Year of Levy</u>		<u>Collection in Subsequent Years</u>	<u>Total Collection to Date</u>	
		<u>Amount</u>	<u>Percent of Levy</u>		<u>Amount</u>	<u>Percent of Levy</u>
2015	3,098,364	3,098,364	100.00%	-	3,098,364	100.00%
2016	3,353,607	3,353,607	100.00%	-	3,353,607	100.00%
2017	3,727,479	3,727,479	100.00%	-	3,727,479	100.00%
2018	4,125,753	4,125,753	100.00%	-	4,125,753	100.00%
2019	4,309,587	4,309,587	100.00%		4,309,587	100.00%
2020	4,812,631	4,812,631	100.00%		4,812,631	100.00%
2021	5,326,609	5,326,609	100.00%		5,326,609	100.00%
2022	5,853,282	5,853,282	100.00%		5,853,282	100.00%
2023	6,697,606	6,697,606	100.00%		6,697,606	100.00%
2024	7,330,491	7,330,491	100.00%		7,330,491	100.00%

Source: County of San Joaquin, California, Office of the Controller.

**CITY OF LATHROP**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**  
(in thousands)

Fiscal Year	City					
	Gross Taxable Assessed Value			Less: Exemptions	Net Taxable Assessed Value	Total Direct Tax Rate
	Secured	Unsecured	SBE Nonunitary			
2015	2,028,168,720	148,658,207	5,070,340	(19,297,974)	2,162,599,293	0.143%
2016	2,188,540,780	198,130,929	5,070,340	(18,624,442)	2,373,117,607	0.141%
2017	2,559,643,198	163,451,777	6,170,020	(18,624,442)	2,710,640,553	0.138%
2018	2,941,872,358	174,127,391	6,170,020	(18,831,913)	3,103,337,856	0.133%
2019	3,117,977,243	190,538,705	6,170,020	-	3,314,685,968	0.130%
2020	3,554,886,516	282,202,562	6,170,020	-	3,843,259,098	0.125%
2021	4,139,024,746	280,821,500	15,952,158	-	4,435,798,404	0.120%
2022	4,787,945,754	304,082,430	15,952,158	-	5,107,980,342	0.115%
2023	5,732,986,696	363,749,894	15,952,158	-	6,112,688,748	0.110%
2024	7,186,176,227	553,069,576	15,952,158	-	7,755,197,961	0.095%

**NOTE:**

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

Source: County of San Joaquin, California, Office of the County Assessor.

**CITY OF LATHROP**  
**Principal Property Taxpayers**  
**Current Year and Nine Years Ago**

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	Percent of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percent of Total City Taxable Assessed Value
TESLA MOTORS INC	\$ 339,952,368	1	4.38%	\$ 27,114,299	8	1.25%
LIT INDUSTRIAL LP	239,481,860	2	3.09%	-		
TRIPOINT LOGISTICS CENTER ILP LLC	135,602,030	3	1.75%			
EXETER 5150 GLACIER LP	123,987,895	4	1.60%	-		
YOSEMITE LATHROP 2 LLC	115,310,752	5	1.49%			
CALIFIA LLC	106,644,569	6	1.38%	49,770,563	2	2.30%
LATHROP GATEWAY 1 LLC	104,101,177	7	1.34%	-		
UNITED OARCEL SERVICE	89,147,240	8	1.15%			
PROLOGIS	87,816,007	9	1.13%	-		
J R SIMPLOT COMPANY CORPORATION	87,130,861	10	1.12%	53,404,304	1	2.47%
CENTERPOINT PROPERTIES TRUST	-			47,132,980	3	2.18%
SUPER STORES INDUSTRIES	-			40,281,617	4	1.86%
CALIFORNIA NATURAL PRODUCTS	-			40,151,678	5	1.86%
700 D'ARCY PARKWAY INVESTORS LLC	-			29,000,000	6	1.34%
LCP REMAINDER TRUST ETAL	-			28,994,698	7	1.34%
ASP AND RWM PROPERTIES ETAL	-			25,491,869	9	1.18%
PANCAL LOGISTICS	-			23,967,737	10	1.11%
Total	<u>\$ 1,429,174,759</u>		<u>18.43%</u>	<u>\$ 365,309,745</u>		<u>16.89%</u>

Source: County of San Joaquin, California, Office of the County Assessor.

**CITY OF LATHROP**  
**Property Tax Rates**  
**Direct and Overlapping Governments**  
**Last Ten Fiscal Years**  
(rate per \$100 of assessed value)

<b>Fiscal Year</b>	<b>Basic County-wide Levy <sup>(1)</sup></b>	<b>School <sup>(2)</sup></b>	<b>All Other</b>	<b>Total Rate</b>
2015	1.00000%	0.09230%	0.00000%	1.09230%
2016	1.00000%	0.14200%	0.00000%	1.14200%
2017	1.00000%	0.12820%	0.00000%	1.12820%
2018	1.00000%	0.13030%	0.00000%	1.13030%
2019	1.00000%	0.12280%	0.00000%	1.12280%
2020	1.00000%	0.11400%	0.00000%	1.11400%
2021	1.00000%	0.10490%	0.00000%	1.10490%
2022	1.00000%	0.13820%	0.00000%	1.13820%
2023	1.00000%	0.13660%	0.00000%	1.13660%
2024	1.00000%	0.12940%	0.00000%	1.12940%

NOTE:

(1) In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies, including the City of Lathrop, for which the subject property resides within. The City of Lathrop's portion varies by several Tax Rate Areas (TRAs) within the City.

Source: San Joaquin County Assessor 2011/12 - 2020/21 Tax Rate Table

**CITY OF LATHROP  
Sales Tax Rates  
Direct and Overlapping Governments  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>City Direct Rate</b>	<b>Measure K Rate</b>	<b>Measure C General Purpose</b>	<b>Transportation Development Act Rate</b>	<b>San Joaquin County Rate</b>	<b>State of California Rate</b>	<b>Total</b>
2015	1.00%	0.50%	1.00% **	0.25%	1.00%	5.25%	9.00%
2016	1.00%	0.50%	1.00% **	0.25%	1.00%	5.25%	9.00%
2017	1.00%	0.50%	1.00% **	0.25%	1.00%	5.00%	8.75%
2018	1.00%	0.50%	1.00% **	0.25%	1.00%	5.00%	8.75%
2019	1.00%	0.50%	1.00% **	0.25%	1.00%	5.00%	8.75%
2020	1.00%	0.50%	1.00% **	0.25%	1.00%	5.00%	8.75%
2021	1.00%	0.50%	1.00% **	0.25%	1.00%	5.00%	8.75%
2022	1.00%	0.50%	1.00% **	0.25%	1.00%	5.00%	8.75%
2023	1.00%	0.50%	1.00% **	0.25%	1.00%	5.00%	8.75%
2024	1.00%	0.50%	1.00% **	0.25%	1.00%	5.00%	8.75%

**NOTE:**

\* A 1.00% increase in Sales and Use Tax became effective as of April 1, 2009 to augment the State of California's budget. On May 19, 2009, the voters did not approve the proposed "Budget Stabilization" constitutional amendment and the expiration date of this 1.00% increase was on July 1, 2011.

\*\* On November 6, 2012 the voters of Lathrop approved Measure C. Measure C is an additional 1% sales tax to be used for Public Safety and essential City services.

*Source: City of Lathrop, California Finance Department  
County of San Joaquin, California, Office of the Auditor-Controller*

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**CITY OF LATHROP**  
**Taxable Sales by Category**  
**Last Ten Calendar Years**  
**(in thousands of dollars)**  
**Adjusted for Economic Data**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Apparel Stores	\$ 158	\$ 139	\$ 158	\$ 170	\$ 168
Eating and Drinking Places	17,386	20,908	23,903	28,457	30,705
Building Materials	13,012	18,952	24,498	24,208	52,600
Auto Dealers and Supplies	18,327	20,853	23,241	50,570	64,383
Service Stations	69,597	58,064	51,774	65,073	104,988
Other Retail Stores	52,185	54,594	56,292	55,085	56,151
All Other Outlets	53,816	86,860	73,171	95,495	162,171
Total Positions	<u>\$ 224,481</u>	<u>\$ 260,370</u>	<u>\$ 253,037</u>	<u>\$ 319,058</u>	<u>\$ 471,166</u>

*Source: State Board of Equalization, California Department of Taxes and Fees Administration, State Controller's Office, & The HdL Companies*

Note: Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the the City's revenue.



**CITY OF LATHROP**  
**Taxable Sales by Category**  
**Last Ten Calendar Years**  
**(in thousands of dollars)**  
**Adjusted for Economic Data**

<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 144	\$ 78	\$ 70	\$ 117	\$ 106
34,609	40,337	53,796	59,154	63,985
34,920	29,890	33,764	38,075	35,477
71,514	55,105	51,310	53,718	72,457
109,926	91,861	130,148	172,622	148,138
60,348	70,847	78,761	81,979	82,164
144,818	346,766	640,965	776,782	754,910
<u>\$ 456,279</u>	<u>\$ 634,884</u>	<u>\$ 988,814</u>	<u>\$ 1,182,447</u>	<u>\$ 1,157,237</u>

**CITY OF LATHROP**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
Gross Assessed Valuation	\$ 2,162,599,293	\$ 2,373,117,607	\$ 2,710,640,553	\$ 3,103,337,856
Debt Margin Ratio (1)	3.75%	3.75%	3.75%	3.75%
Debt Margin (Limit)	\$ 81,097,473	\$ 88,991,910	\$ 101,649,021	\$ 116,375,170
Less: total net debt applicable to limit: General obligation bonds	\$ -	\$ -	\$ -	\$ -
Net Legal Debt Margin	\$ 81,097,473	\$ 88,991,910	\$ 101,649,021	\$ 116,375,170
Total debt applicable to the the limit as a percentage of debt limit	0%	0%	0%	0%

Notes

(1) The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel.) The computation shown above reflects a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state. The limit shown is 3.75% (one-fourth of the previous limit of 15%).

Source: City of Lathrop, California Finance Department and the County of San Joaquin, California, Office of the Controller

**CITY OF LATHROP**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**

<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
\$ 3,314,685,968	\$ 3,843,259,098	\$ 4,435,798,404	\$ 5,107,980,342	\$ 6,112,688,748	\$ 7,755,197,961
3.75%	3.75%	3.75%	3.75%	3.75%	3.75%
\$ 124,300,724	\$ 144,122,216	\$ 166,342,440	\$ 191,549,263	\$ 229,225,828	\$ 290,819,924
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>\$ 124,300,724</u>	<u>\$ 144,122,216</u>	<u>\$ 166,342,440</u>	<u>\$ 191,549,263</u>	<u>\$ 229,225,828</u>	<u>\$ 290,819,924</u>
0%	0%	0%	0%	0%	0%

**CITY OF LATHROP  
Outstanding Debt  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Governmental Activities</b>		<b>Business-type Activities</b>		
	<b>Financed Purchases (1)</b>	<b>Total Governmental Activities</b>	<b>Water Revenue Bonds</b>	<b>Notes</b>	<b>PNC Bank Loan</b>
2015	6,599,319	6,599,319	12,635,000		5,373,806
2016	4,190,000	4,190,000	12,635,000		5,070,256
2017	3,925,000	3,925,000	11,455,000	(3)	4,755,863
2018	3,640,000	3,640,000	10,846,145		4,430,488
2019	3,640,000	3,640,000	10,207,524		4,093,638
2020	3,350,000	3,350,000	9,550,312		3,744,895
2021	3,050,000	3,050,000	8,873,969		3,383,839
2022	2,874,135	2,874,135	8,177,936		3,010,037
2023	4,089,676	4,089,676	7,461,642		2,623,175
2024	2,992,221	2,992,221	6,724,497		2,222,444

(1) Includes leases and SBITAS

(3) These ratios are calculated using personal income and population for the prior calendar year.

(3) On May 2017, the City refunded the Water Revenue Bonds.

Source: City of Lathrop, California Finance Department

**CITY OF LATHROP  
Outstanding Debt  
Last Ten Fiscal Years**

**Business-type Activities**

<b><u>State Revolving Fund Loan</u></b>	<b><u>Total Business- type Activities</u></b>	<b><u>Total Primary Government</u></b>	<b><u>Percentage of Personal Income</u></b>	<b><u>Debt Per Capita (2)</u></b>
8,562,968	26,571,774	33,171,094	93.63%	1,500
8,160,773	25,866,029	30,056,029	82.47%	1,301
7,749,237	23,960,100	27,885,100	69.04%	1,149
7,328,146	22,604,779	26,244,779	57.43%	1,081
6,897,278	21,198,440	24,838,440	47.89%	996
6,456,406	19,751,613	23,101,613	44.54%	861
6,005,297	18,263,105	21,313,105	37.65%	748
5,554,128	16,742,101	19,616,236	31.08%	626
5,071,412	15,156,229	19,245,905	23.22%	549
4,588,144	13,535,085	16,527,306	16.41%	446

**CITY OF LATHROP**  
**Computation of Direct and Overlapping Debt**  
**June 30, 2024**

FY 2023/24 City Assessed Valuation	\$ 7,755,197,961
Redevelopment Agency Incremental Valuation	\$ -
Adjusted Assessed Valuation	\$ 7,755,197,961

Overlapping Tax and Assessment Debt	Total Debt 6/30/24	Percentage Applicable to City of Lathrop (1)	City's Share of Debt 6/30/2024
San Joaquin Delta Community College District	\$ 162,660,000	6.612%	\$ 10,755,079
Manteca Unified School District	262,234,978	23.924%	62,737,096
Tracy Unified School District	26,050,000	0.001%	261
Banta School District	265,000	78.293%	207,476
Manteca Unified School District Community Facility District No. 1989-2	15,735,000	20.749%	3,264,855
Manteca Unified School District Community Facility District No. 2005-4	4,555,000	100.000%	4,555,000
Banta School District Community Facilities District No. 2011-1	2,630,000	100.000%	2,630,000
River Islands Public Financing Authority Community Facilities District No. 2003-1, I.A. No. 1	315,960,000	100.000%	315,960,000
River Islands Public Financing Authority Community Facilities District No. 2003-1, I.A. No. 2	27,430,000	100.000%	27,430,000
River Islands Public Financing Authority Community Facilities District No. 2015-1	185,110,000	100.000%	185,110,000
River Islands Public Financing Authority Community Facilities District No. 2016-1	57,075,000	100.000%	57,075,000
River Islands Public Financing Authority Community Facilities District No. 2019-1	62,715,000	100.000%	62,715,000
River Islands Public Financing Authority Community Facilities District No. 2020-1	28,455,000	100.000%	28,455,000
River Islands Public Financing Authority Community Facilities District No. 2021-1	35,390,000	100.000%	35,390,000
River Islands Public Financing Authority Community Facilities District No. 2023-1, I.A. No. 1	28,230,000	100.000%	28,230,000
City of Lathrop Community Facilities District No 2003-1	3,465,000	100.000%	3,465,000
City of Lathrop Community Facilities District No 2003-2	4,055,000	100.000%	4,055,000
City of Lathrop Community Facilities District No 2018-1, I.A.s 1-5	45,330,000	100.000%	45,330,000
City of Lathrop 1915 Act Bonds	18,515,000	100.000%	18,515,000
Reclamation District No. 17 Assessment District	19,926,427	59.301%	11,816,570
California Statewide Community Development Authority 1915 Act Bonds	1,828,000	100.000%	1,828,000
<b>Total Overlapping Tax and Assessment Debt</b>	<b>\$ 1,307,614,405</b>		<b>\$ 909,524,338</b>
<b>Ratios to FY 2023/24 Assessed Valuation:</b>			
<b>Total Overlapping Tax and Assessment Debt</b>	<b>11.73%</b>		
<b>Direct and Overlapping General Fund Obligation Debt</b>			
San Joaquin County Certificates of Participation	49,210,000	7.150%	3,518,515
Manteca Unified School District General Fund Obligations	11,982,000	23.924%	2,866,574
City of Lathrop General Fund Obligations	2,110,000	100.000%	2,110,000
Lathrop-Manteca Rural Fire Protection District Certificates of Participation	3,330,000	81.165%	2,702,795
<b>Total Direct and Overlapping General Fund Debt</b>			<b>\$ 11,197,883</b>
<b>Total Direct Debt</b>			<b>\$ 2,992,221</b>
<b>Total Overlapping Debt</b>			<b>\$ 918,612,221</b>
<b>Combined Total Debt</b>			<b>\$ 921,604,442</b> (2)

(1) For all outside agency debt referenced on this statement, the city's overlapping debt obligation is based upon the proration of the aggregate issuance as directed by each issue's underlying funding agreement. The proration is generally based on the percentage of the 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 financed purchased obligations.

Ratios to Adjusted Assessed Valuation	
<b>Total Direct Debt</b>	<b>0.04%</b>
<b>Combined Total Debt</b>	<b>11.88%</b>

Source: California Municipal Statistics, Inc.

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**CITY OF LATHROP**  
**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years**

Fiscal Year	Water Revenue (3)	Less Operating Expenses (4)	Net Available Revenue	2000 Certificates of Participation/ PNC Bank Loan (1)		Coverage
				Debt Service		
				Principal	Interest	
2015	6,642,758	3,484,902	3,157,856	293,198	195,802	6.46
2016	6,385,191	3,479,010	2,906,181	303,550	185,450	5.94
2017	7,834,887	4,366,161	3,468,726	314,393	174,733	7.09
2018	8,491,689	4,969,618	3,522,071	325,363	163,637	7.20
2019	9,212,760	6,303,489	2,909,271	336,850	152,150	5.95
2020	10,949,739	5,539,228	5,410,511	348,743	140,257	11.06
2021	10,241,182	6,216,829	4,024,353	361,056	127,944	8.23
2022	10,763,857	6,591,591	4,172,266	373,803	115,197	8.53
2023	11,085,970	8,667,182	2,418,788	386,862	101,900	4.95
2024	13,474,602	8,470,498	5,004,104	400,664	88,336	10.23

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.  
 Operating expenses do not include interest or depreciation expenses.

- (1) The 2000 COP's were refunded by the PNC Bank Loan on May 4, 2012.  
 The Required Debt coverage ratio for the PNC Bank Loan is 1.10%.
- (2) The Required Debt coverage ratio for 2003 COP's/ Pacific Premier Bank Loan & SRF Loan is 1.00%.
- (3) Gross revenues include interest earnings and connection fees.
- (4) Operating expenses from Statement of Revenues, Expenses and Changes.
- (5) Source: Debt Service Schedule. The Water Revenue Certificates of Deposit Series 1993A were funded on May 24, 2000. On May 24, 2000 the City issued the Installment Purchase Certificates of Participation, 2000 Series A. On July 16, 2003 the City issued Revenue Bonds (Water Supply Project), Series 2003. On May 4, 2012 the Compass Bank Loan refunded the 2000 COPs (Compass Bank Loan Cash Flow and Yield Verification Report)
- (6) Expenses include 2000 Certificates of Participation Debt Service Requirements.
- (7) Debt Service Requirements of 2003 Certificates of Participation & SRF Loan is net of capitalized interest.

\*Fund: 5620-50-50-480-01-00  
 \*Fund: 5650-50-50-480-01-00  
 Source: City of Lathrop, California Finance Department



**CITY OF LATHROP**  
**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years**

**2003 COP's/ Pacific Premier Bank Loan & SRF Loan (2)**

**Debt Service**

<b>Net Available Revenue (5)</b>	<b>Principal</b>	<b>Interest</b>	<b>Coverage</b>
2,668,856	728,070	954,719	1.59
2,417,181	402,196	945,592	1.79
2,979,600	411,536	936,254	2.21
3,033,071	421,091	926,699	2.25
2,420,271	1,069,489	475,545	1.57
4,921,511	1,093,053	451,981	3.19
3,535,353	1,122,305	422,729	2.29
3,683,266	1,152,348	392,686	2.38
1,930,026	1,193,631	361,403	1.24
4,515,104	1,220,413	324,621	2.92

**CITY OF LATHROP**  
**Demographic and Economic Statistics**  
**Last Ten Calendar Years**

<b>Calendar Year</b>	<b>Population (1)</b>	<b>Personal Income (in thousands) (2)</b>	<b>Per Capita Personal Income (2)</b>	<b>Unemployment Rate (2)</b>
2014	19,786	327,775	16,566	10.3%
2015	22,112	354,280	16,022	8.5%
2016	23,110	364,434	15,769	7.8%
2017	24,268	403,896	16,643	6.3%
2018	24,936	457,006	18,327	5.2%
2019	26,833	518,675	19,329	4.3%
2020	28,503	566,062	19,859	9.6%
2021	31,331	631,164	20,145	8.4%
2022	35,080	828,800	23,625	5.1%
2023	37,033	1,006,915	27,189	7.0%

Sources: (1) *California State Department of Finance*  
(2) *2010 and later - Income, Age and Education Data - US Census Bureau, most recent American Community Survey*

**CITY OF LATHROP**  
**Principal Employers**  
**Current Year and Nine Years Ago**

Employer	2024			2015		
	Number of Employees	Rank	Percent of Total Employment	Number of Employees	Rank	Percent of Total Employment
Tesla	3,085	1	21.02%			
United Parcel Service (UPS)	1,500	2	10.22%			
Super Store Industries (SSI)	390	3	2.66%	400	2	6.06%
Simwon America	388	4	2.64%			
California Natural Products (CNP)	384	5	2.62%	250	3	3.79%
Manteca Unified SD (Lathrop Schools)	354	6	2.41%			
Army Air Force Exchange Service	354	6	2.41%			
In-N-Out Burger	333	7	2.27%			
Banta Unified SD (Lathrop Schools)	288	8	1.96%			
Wayfair	238	9	1.62%			
CBC Steel Buildings	208	10	1.42%	100	7	1.52%
Ashley Furniture	175	11	1.19%			
City of Lathrop	174	12	1.19%			
Target	172	13	1.17%	150	6	2.27%
Diamond Pet Foods	163	14	1.11%			
Pfug Packaging	150	15	1.02%	200	4	3.03%
Medline	133	16	0.91%			
Pratt Industries	120	17	0.82%			
Swiss American Sausage	115	18	0.78%	175	5	2.65%
Home Depot	112	19	0.76%	150	6	2.27%
Dragon Products	111	20	0.76%			
Crosslink Professional Tax Solutions	110	21	0.75%			
Smart Refridgerated Transport	100	22	0.68%	100	7	1.52%
JC Penney Distribution Center				750	1	11.36%
JR Simplot Company				200	4	3.03%
Cen Cal Plastering				200	4	3.03%
Pilkington North America Inc				100	7	1.52%
Food 4 Less				100	7	1.52%
Carpenter Company				100	7	1.52%

"Total Employment" as used above represents the Estimated total employment of all employers located within City limits.

Source: California Labor Market Information, California EDD Website ([www.ca.gov](http://www.ca.gov))  
City of Lathrop Community Development Department

**CITY OF LATHROP**  
**Full-Time and Part-Time City Employees by Function**  
**Last Ten Fiscal Years**

<b>Function</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
General Government	23.60	24.60	23.60	23.60
Public Safety (1)	36.98	36.98	37.98	35.98
Public Works	22.83	29.50	30.80	33.80
Community Development	6.67	4.00	3.10	4.10
Culture & Leisure	20.76	21.00	20.56	21.01
Total Positions	<u>110.84</u>	<u>116.08</u>	<u>116.04</u>	<u>118.49</u>

(1) In June of 2022 the City launched its own police department. San Joaquin County Sheriff provided police protection prior to June 2022

Fire Service is provided by Lathrop Manteca Fire District.

*Source: City of Lathrop, California Annual Adopted Budgets.*

**CITY OF LATHROP**  
**Full-Time and Part-Time City Employees by Function**  
**Last Ten Fiscal Years**

<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
24.60	26.60	28.63	30.63	35.25
36.98	36.98	36.98	53.68	57.00
40.47	40.47	42.47	45.47	44.65
4.43	4.43	4.40	5.40	4.10
21.01	21.01	28.60	30.60	36.45
<b>127.49</b>	<b>129.49</b>	<b>141.08</b>	<b>165.78</b>	<b>177.45</b>

**CITY OF LATHROP**  
**Operating Indicators by Function**  
**Last Ten Fiscal Years**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Police:								
Arrests	708	572	705	550	558	554	624	*
Parking Citations Issued	444	696	1,385	1,084	1,389	1,237	1,489	*
Code Enforcement								
Housing Cases	35	29	28	54	74	64	55	62
Public Nuisance Cases	206	287	345	204	126	165	210	176
Vehicle Cases	11	67	193	140	118	129	145	133
Weed Abatement Cases	-	2	108	122	126	124	120	123
Building Permits								
Single Family Dwellings	350	220	291	392	381	649	879	924
Parks and recreation:								
Number of recreation classes	34	56	67	116	126	95	72	176
Number of facility rentals	542	450	390	1,598	1,388	1,041	617	206
Water:								
New connections	266	179	163	392	381	649	879	924
Average daily consumption (thousands of gallons)	3,508	3,052	3,274	4,200	4,128	4,128	4,742	4,812
Sewer:								
New connections	266	179	163	392	381	649	879	924

\* Transition to City of Lathrop, Police Department

Source: City of Lathrop, California departmental sources.

**CITY OF LATHROP**  
**Capital Assets Statistics by Function**  
**Last Ten Fiscal Years**

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
Police:							
Stations	1	1	1	1	1	1	1
Fire:							
Fire Stations (1)	-	-	-	-	-	-	-
Public works:							
Streets (miles)	84.20	84.20	84.20	92.90	92.90	97.90	109.70
Streetlights	1,448	1,472	1,472	1,835	1,835	1,835	2,135
Parks and recreation:							
Parks (2)	16	16	16	18	20	22	25
Community centers	2	2	2	2	2	2	2
Senior centers	1	1	1	1	1	1	1
Water:							
Water mains (miles)	101.80	101.80	101.80	101.80	142.00	147.00	159.00
Maximum daily capacity (thousands of gallons)	15,250	15,250	15,250	15,250	16,500	16,500	16,500
Wastewater:							
Sanitary sewer (miles)	71.00	71.00	71.00	71.00	91.80	96.80	108.80
Miles of Reclaimed Water Lines	21.80	21.80	21.80	21.80	21.80	25.80	27.80
Maximum daily treatment capac (thousands of gallons)	2,200	2,200	1,450	1,450	3,140	3,140	3,140

**NOTE:**

(1) The City of Lathrop's fire protection is provided by the Lathrop-Manteca Fire District.

(2) Source: City of Lathrop, Parks and Recreation Guide

Source: City of Lathrop, California departmental sources.

**CITY OF LATHROP**  
**Water Sold by Type of Customer**  
**Last Ten Fiscal Years**  
(in thousands of gallons)

<b>Type of Customer:</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
Residential	671,095	628,208	625,187	745,359	738,530	794,181	907,150	939,163	950,154	1,009,692
Industrial	343,231	283,410	278,985	395,110	415,471	406,181	435,637	433,258	530,793	439,478
Commercial	91,599	71,396	101,549	139,290	135,130	145,195	152,476	157,053	150,318	169,354
Governmental	172,972	177,791	139,511	149,952	126,761	144,421	199,298	187,615	154,425	137,806
Construction	1,615	-	49,923	103,309	91,038	85,601	36,154	39,357	17,122	23,082
<b>Total</b>	<b>1,280,512</b>	<b>1,160,805</b>	<b>1,195,155</b>	<b>1,533,020</b>	<b>1,506,930</b>	<b>1,575,579</b>	<b>1,730,715</b>	<b>1,756,446</b>	<b>1,802,812</b>	<b>1,779,412</b>
Total direct rate per 1,000 gallons	\$ 2.63	\$ 3.04	\$ 3.49	\$ 3.99	\$ 3.99	\$ 3.99	\$ 3.99	\$ 3.99	\$ 3.99	\$ 3.99

Source: City of Lathrop, California Public Works Department



**CITY OF LATHROP  
Water Rates  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Monthly Base Rate</b>	<b>Rate per 1,000 Gallons</b>	<b>CSCDA Loan (1)</b>	<b>SCSWSP Facility Charge (2)</b>
2015	11.50	2.63	-	9.10
2016	12.80	3.04	-	9.10
2017	14.40	3.49	-	9.10
2018	16.30	3.99	-	9.10
2019	16.30	3.99	-	9.10
2020	16.30	3.99	-	9.10
2021	16.30	3.99	-	9.10
2022	16.30	3.99	-	9.10
2023	16.30	3.99	-	9.10
2024	16.30	3.99	-	9.10

**NOTE:**

Rates are based on 5/8" meter, which is the standard household meter size.

- (1) State of California Loan under the Safe Drinking Water Bond Law of 1976 was paid off on March 1, 2001.
- (2) On July 16, 2003, The City of Lathrop issued \$32,530,000 in Revenue Bonds to finance the acquisition and construction of water system improvements and related facilities, including water treatment facilities and distribution pipelines and to pay cost of issuance. The bonds have an ascending interest rate ranging from 3% to 6% and a final maturity date of June 1, 2035.

*Source: City of Lathrop, California Finance Department*

**CITY OF LATHROP**  
**Ten Largest Water Customers**  
**Current Year and Ten Years Ago**

<b>Water Customer</b>	<b>2024</b>			<b>2015</b>		
	<b>Water Charges</b>	<b>Rank</b>	<b>Percent of Total Water Revenues</b>	<b>Water Charges</b>	<b>Rank</b>	<b>Percent of Total Water Revenue</b>
California Natural Products	\$ 929,169	1	8.83%	\$ 508,142	1	4.50%
City of Lathrop	417,849	2	3.97%	361,340	2	6.77%
Manteca Unified School District	225,556	3	2.14%	168,450	3	3.15%
Super Store Industries	141,155	4	1.34%	105,027	4	1.97%
Tesla Motors Inc	68,190	5	0.65%			
Sansome Skyline Lathrop, LP	64,021	6	0.61%			
River Islands Public Finance Authority	63,427	7	0.60%			
Granite Construction	56,917	8	0.54%			
IN-N-OUT Burger #804	56,008	9	0.53%	38,669	8	0.72%
Tesla, Inc	48,111	10	0.46%			
Banta Elementary School District				82,652	5	1.55%
Crossroads Commerce Ctr Assoc				72,508	6	1.36%
Camino Real Mobile Estates				42,990	7	0.81%
Swiss American Sausage				36,143	9	0.68%
DSRG				33,641	10	0.63%

*Source: City of Lathrop, California Finance Department*

**CITY OF LATHROP**  
**Top 25 Sales Tax Producers**  
**Current Year and Nine Years Ago**

2023		2014	
Business Name	Business Category	Business Name	Business Category
Percent of Fiscal Year Total Paid By Top 25 Accounts = 82.88%		Percent of Fiscal Year Total Paid By Top 25 Accounts = 82.42%	
Apex Storage	Transportation/ Rental	Antonini Brothers	Petroleum Prod/Equip
Arco AM PM	Service Stations	Arco AM PM	Service Stations
Ashley Furniture Distribution	Fulfillment Centers	Carpenter Co	Textile/Furnishings
CBS Steel	Contractors	CBC Steel Buidlings	Contractors
Chevron	Service Stations	Chevron	Service Stations
Chevron Power Mart	Service Stations	Dragon Products	Petroleum Prod/Equip
CHI Overhead Doors	Contractors	Eagles Nest Harley Davidson	Boats/Motorcycles
Eagles Nest Harley Davidson	Boats/Mortorcycles	Fast Lane	Service Stations
Fast Lane	Service Stations	FleetPride	Tralers/Auto Parts
Flying J Travel Plaza	Service Stations	Interior Specialists	Home Furnishings
In N Out Burger	Quick-Service Restaruant	Joes Travel Plaza	Service Stations
Joes Travel Plaza	Service Stations	McDonalds	Quick Service Restaurants
John Manville	Contractors	Medcal Sales	Medical/Biotech
Pape Kenworth	New Motor Vehicle Dealers	Mikasa Japanese Bistro	Casual Dining
Raymond Handling Concepts	Warehouse/Farm/Const Equip	Save Mart	Grocery Stores Liquor
Simwon American Corp	Trailers/Auto Parts	Shell	Service Stations
Target	Discount Department Store	Target	Discount Dept Stores
TEC Equipment	Trailers/Auto Parts	Top Gun Drywall Supply	Building Materials
Tesla	Trailers/Auto Parts	Totten Tubes	Heavy Industrial
Top Gun Drywall Supply	Building Materials	Tower Mart	Service Stations
Totten Tubes	Contractors	Two Guys Food & Fuel Inc	Service Stations
Tri West	Trailers/RVs	USA Motors	Used Automotive Dealers
Wayfair	Fulfillment Centers	Utility Trailer Sales	Trailer/RVs
Western Pacific Crane & Equip	Heavy Industrial	Walgreens	Drug Store

\* Firms Listed Alphabetically

Source: State Board of Equalization, California Department of Taxes and Fees Administration, State Controller's Office.