

# CITY OF NAPA CALIFORNIA



# ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2024

PREPARED BY THE FINANCE DEPARTMENT, CITY OF NAPA

CITY OF NAPA, CALIFORNIA  
Annual Comprehensive Financial Report  
For the Year Ended June 30, 2024

Prepared By:  
Finance Department

**THIS PAGE INTENTIONALLY LEFT BLANK**

CITY OF NAPA, CALIFORNIA  
 Annual Comprehensive Financial Report  
 For the Year Ended June 30, 2024

Table of Contents

Page

**INTRODUCTORY SECTION**

Transmittal Letter .....	i
Organizational Chart .....	v
Principal Officials.....	vi
City Map .....	vii
Certificate of Achievement for Excellence in Financial Reporting – Government Finance Officers Association .....	viii

**FINANCIAL SECTION**

INDEPENDENT AUDITORS' REPORT .....	1
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) .....	5

**Basic Financial Statements:**

**Government-Wide Financial Statements:**

Statement of Net Position.....	17
Statement of Activities and Changes in Net Position .....	18

**Fund Financial Statements:**

**Governmental Funds Financial Statements:**

Balance Sheet.....	22
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.....	25
Statement of Revenues, Expenditures and Changes in Fund Balances.....	26
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes Fund Balances to the Government-Wide Statement of Activities and Changes in Net Position.....	28

**Proprietary Funds Financial Statements:**

Statement of Net Position .....	30
Statement of Revenues, Expenses and Changes in Fund Net Position .....	31
Statement of Cash Flows.....	32

**Fiduciary Funds Financial Statements:**

Statement of Fiduciary Net Position.....	36
Statement of Changes in Fiduciary Net Position .....	37

<b>Notes to the Basic Financial Statements.....</b>	<b>43</b>
---	-----------

CITY OF NAPA, CALIFORNIA  
 Annual Comprehensive Financial Report  
 For the Year Ended June 30, 2024

Table of Contents

Page

**Required Supplementary Information (Unaudited):**

Budgetary Information.....	93
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budgetary and Actual – General Fund and Major Special Revenue Funds:	
General Fund.....	94
Development Impact Fees Special Revenue Fund.....	95
HOME Program Special Revenue Fund.....	96
Housing Special Revenue Fund.....	97
Schedule of Changes in the Net Pension Liability and Related Ratios.....	98
Schedule of Changes in Net OPEB Liability.....	102
Schedule of Contributions – Pension and OPEB.....	104

**Supplementary Information**

***Nonmajor Governmental Funds:***

Combining Balance Sheets.....	108
Combining Statements of Revenues, Expenditures, and Change in Fund Balance.....	114
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Nonmajor Special Revenue Funds:	
Assessment District Special Revenue Fund.....	120
Tourism Improvement District Special Revenue Fund.....	121
Community Development Block Grant Special Revenue Fund.....	122
Traffic Special Revenue Fund.....	123
Parking Special Revenue Fund.....	124
CalHome Grant Special Revenue Fund.....	125
Public Safety Programs Special Revenue Fund.....	126
Parks and Recreation Trust Programs Special Revenue Fund.....	127
Public Infrastructure Program.....	128
Business District Special Revenue Fund.....	129
Property and Business Improvement Special Revenue Fund.....	130
Damage Reimbursement Special Revenue Fund.....	131
Permanent Local Housing Allocation Special Revenue Fund.....	132
Road Maintenance and Rehabilitation Act Special Revenue Fund.....	133
Gas Tax Special Revenue Fund.....	134
Measure T Special Revenue Fund.....	135
Measure F Special Revenue Fund.....	136
Encampment Resolution Grant Special Revenue Fund.....	137
Golf Course Special Revenue Fund.....	138
Enhanced Infrastructure Financing District Special Revenue Fund.....	139
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Major Capital Projects Fund:	
City Capital Projects Fund.....	140

CITY OF NAPA, CALIFORNIA  
 Annual Comprehensive Financial Report  
 For the Year Ended June 30, 2024

Table of Contents

Page

**Internal Service Funds:**

Combining Statement of Net Position.....	142
Combining Statements of Revenues, Expenses, and Change in Net Position.....	144
Combining Statement of Cash Flows.....	146

**STATISTICAL SECTION (Unaudited)**

**Financial Trends:**

Description of Statistical Section Contents.....	153
Net Position by Component.....	154
Changes in Net Position.....	156
Fund Balance of Government Funds.....	162
Changes in Fund Balances of Governmental Funds.....	164

**Revenue Capacity:**

Assessed Value of Taxable Property – Last Ten Fiscal Years.....	166
Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years.....	167
Principal Property Taxpayers.....	168
Property Tax Levies and Collections.....	169

**Debt Capacity:**

Ratios of Outstanding Debt by Type.....	170
Direct and Overlapping Debt.....	173
Legal Debt Margin.....	174
Pledged Revenue Coverage.....	176

**Demographic and Economic Information:**

Demographic and Economic Statistics.....	177
Principal Employers.....	178
Full Time Equivalent City Government Employees by Function/Program.....	179

**Operating Information:**

Operating Indicators by Function/Program.....	180
Capital Assets Statistics by Function.....	182

**THIS PAGE INTENTIONALLY LEFT BLANK**



# INTRODUCTORY SECTION

---

TRANSMITTAL LETTER  
ORGANIZATIONAL CHART  
PRINCIPAL OFFICIALS  
CITY MAP  
GFOA CERTIFICATE

**THIS PAGE INTENTIONALLY LEFT BLANK**



January 30, 2025

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

California law requires that all general-purpose local governments publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited by a firm of licensed certified public accountants in accordance with auditing standards generally accepted in the United States of America. Pursuant to that requirement, we are pleased to present the Annual Comprehensive Financial Report (ACFR) of the City of Napa for the fiscal year ended June 30, 2024. The fiscal year covers financial transactions from July 1, 2023 to June 30, 2024 on a modified or full accrual basis, depending on the fund type.

City management assumes full responsibility for the completeness and reliability of all of the information presented in this report. The City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and provides sufficiently reliable information that the City of Napa's financial statements are in conformity with GAAP. The cost of internal controls should not out-weigh their benefits and the internal controls are designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. City management asserts that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Napa's financial statements have been audited by Lance, Soll & Lunghard, LLP, a licensed certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Napa, for the fiscal year ended June 30, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion ("clean" opinion) that the City of Napa's financial statements for the fiscal year ended June 30, 2024 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City is part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance involving the administration of federal awards. The Single Audit report includes the Schedule of Expenditures of Federal Awards, Findings and Recommendations, and an auditors' report on the internal control structure and compliance with applicable laws and regulations. This report is a separately issued Single Audit Report and is not included herein.

This ACFR contains financial information and data using the financial reporting format established for governments by the Governmental Accounting Standards Board (GASB). The GASB sets accounting and financial reporting standards for governments in the United States of America. The financial reporting standards require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

Immediately following the report of the independent auditors', you will find the City of Napa's MD&A.

## **Profile of the Government**

The City of Napa was founded in 1847 and incorporated in 1872. The City is located in the northern part of California, about 50 miles north of San Francisco and is the largest city in Napa County. California State Highway 29 runs through Napa, connecting it to Vallejo and the East Bay Area to the south and the Napa Wine Country to the north. California State Highway 12 runs to the south of the City, connecting it to Fairfield and Interstate 80 to the east and Sonoma and US-101 to the west. The Napa River traverses the City on its journey to the San Pablo Bay. The City of Napa currently occupies 18.1 square miles, 17.8 square miles of which is land and 0.3 square miles of which is water. The City serves a population of 77,492 residents and receives property taxes levied on real and personal property located within its boundaries.

The City of Napa operates under the Council-Manager form of government. Policy-making and legislative authority are vested in a City Council consisting of a Mayor elected at large and four Council members elected by district. All four Council members are elected to four-year overlapping terms. The Mayor, who sits on the Council, is elected directly by the residents, and serves a term of four years. The City Council is responsible for, among other duties, passing ordinances, adopting the budget, appointing committees, and hiring the City Manager, City Attorney and City Clerk. The City Manager serves as the administrative head of the City of Napa government and is responsible for carrying out the policies and ordinances of the City Council and all management functions of the City, including the budget, delivery of services, hiring all department directors and implementation of capital projects.

The City of Napa provides a wide range of municipal services including the following: police and fire protection; recreational activities; community and economic development; street improvement and maintenance services; parks maintenance; water; solid waste and recycling; general administrative and support services.

The annual budget serves as the foundation of the City of Napa's financial planning and control. All departments of the City are required to submit requests for appropriations to the City Manager by April 1. The City Manager uses these requests as the starting point for developing a proposed annual budget. The City Manager then presents the proposed budget to the City Council for review prior to June 30. The City Council is required to hold public hearings on the proposed budget and to adopt a final budget by no later than June 30, the close of the City's fiscal year. Throughout each fiscal year, the City Council reviews the budget and adjusts as needed.

The budget is prepared by fund and by program within each department. Department managers may make transfers of appropriations within a department, except for personnel-related budgets, which require City Manager approval. Budget adjustments between funds or for CIP projects require City Council approval. The level of budgetary control, the level at which expenditures cannot legally exceed the appropriated amount, is established at the fund level. The budgets are adopted on a basis substantially consistent with generally accepted accounting principles (GAAP). Expenditures above the appropriated amount require approval by the City Council.

## **Economic Conditions and Outlook**

The City of Napa benefits from a diverse revenue base shared among Property Taxes (37% of General Fund revenues in FY 2023/2024), Transient Occupancy Taxes (23% of General Fund revenues), and Sales Taxes (24% of General Fund revenues). Other revenues include permits, franchise fees, business license fees, charges for services, and various Public Safety grants (16% of General Fund revenues). The City is within a world-renowned wine region and has developed into a strong destination community.

Tourism in the Napa Valley continues to provide a strong foundation for Napa's economy. As of the end of the fiscal year, there were 27 hotels/motels, 23 bed and breakfast establishments, 49 non-hosted and 45 hosted vacation rentals generating transient occupancy tax revenue within the City.

The top three sales tax generating industries in Napa continue to be restaurant and hotel, general consumer goods, and auto and transportation. The restaurant and hotel industry and auto and transportation showed the greatest increase in fiscal year 2024. In all, General Government sales tax receipts increased by 0.9% over the prior fiscal year.

On June 4, 2024, the City Council unanimously voted to place Measure G on the November 5, 2024, general municipal election ballot. Measure G, approved by a majority of Napa voters, establishes a new local sales tax from 7.75% to 8.75% that is expected to generate an estimated \$22 million annually to fund essential services and provide resources necessary to enhance road maintenance, repair sidewalks, revitalize parks, and support public safety and other critical services. The new sales tax rate goes into effect April 1, 2025.

The City continues to maintain General Fund reserves at City Council's established fiscal policy level of 20% of the operating budget. Approximately \$1.59 million of contributions were made in fiscal year 2024 to maintain compliance with fiscal policy. The Emergency Reserve balance ended the year at \$16.63 million, the Operating Reserve at \$5.94 million, and the Contingency Reserve at \$1.19 million. Total reserves are \$23.76 million or 20.15% of General Fund actual operating expenditures. In addition, the City maintains a CIP General Reserve and a CIP Facilities Reserve, which were both fully funded to fiscal policy levels in fiscal 2024.

## **Long-Term Financial Planning**

The City updates a Long-Term Financial Forecast (LTFF) on an annual basis to provide a forward look at the City's General Fund operating revenues and expenditures. Its purpose is to identify financial trends, shortfalls, opportunities, and issues so the City can proactively address them. It does so by projecting the future fiscal results of continuing the City's current service levels and policies. The LTFF lays the foundation for the budget, aiding both the City Manager and City Council in establishing priorities and allocating resources appropriately.

## **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Napa for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023. This was the tenth consecutive year that the City achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized ACFR, whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

# ATTACHMENT 1

A Certificate of Achievement is valid for a period of one year only. We believe 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.

## Acknowledgments

The preparation of this report would not have been possible without the hard work and dedication of the entire Finance Department. In addition, thanks to all City departments for their assistance in providing the data necessary to prepare this report. We would also like to express our appreciation to the Mayor and City Council for their unfailing support for maintaining the highest standards of professionalism in the financial management of the City of Napa.

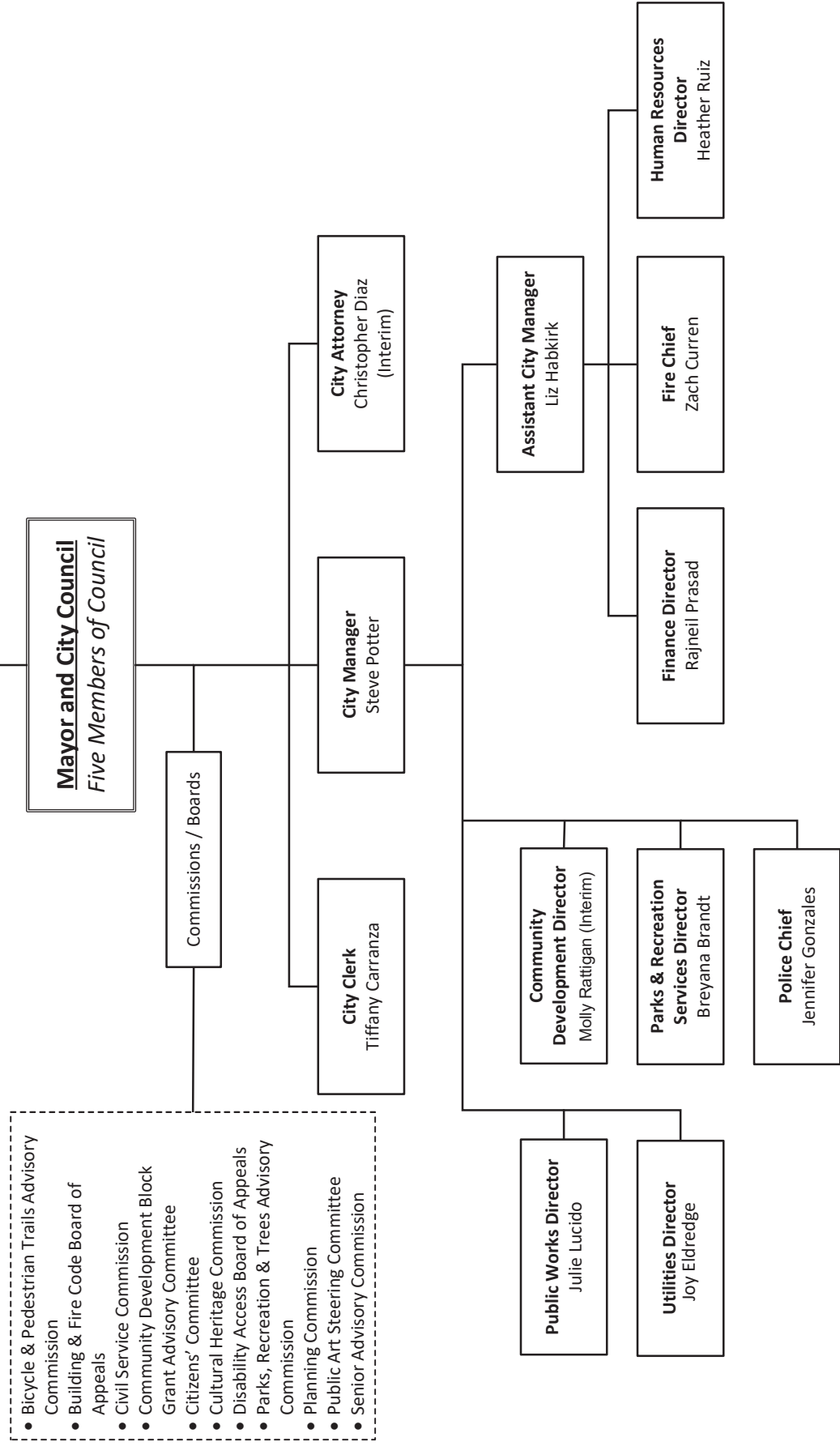


Rajneil Prasad  
Finance Director



Paul Phangureh, CPA, CIA, CGAP  
Deputy Finance Director

RESIDENTS OF NAPA, CALIFORNIA



- Bicycle & Pedestrian Trails Advisory Commission
- Building & Fire Code Board of Appeals
- Civil Service Commission
- Community Development Block Grant Advisory Committee
- Citizens' Committee
- Cultural Heritage Commission
- Disability Access Board of Appeals
- Parks, Recreation & Trees Advisory Commission
- Planning Commission
- Public Art Steering Committee
- Senior Advisory Commission



## ANNUAL COMPREHENSIVE FINANCIAL REPORT

### June 30, 2024

#### ***Mission Statement***

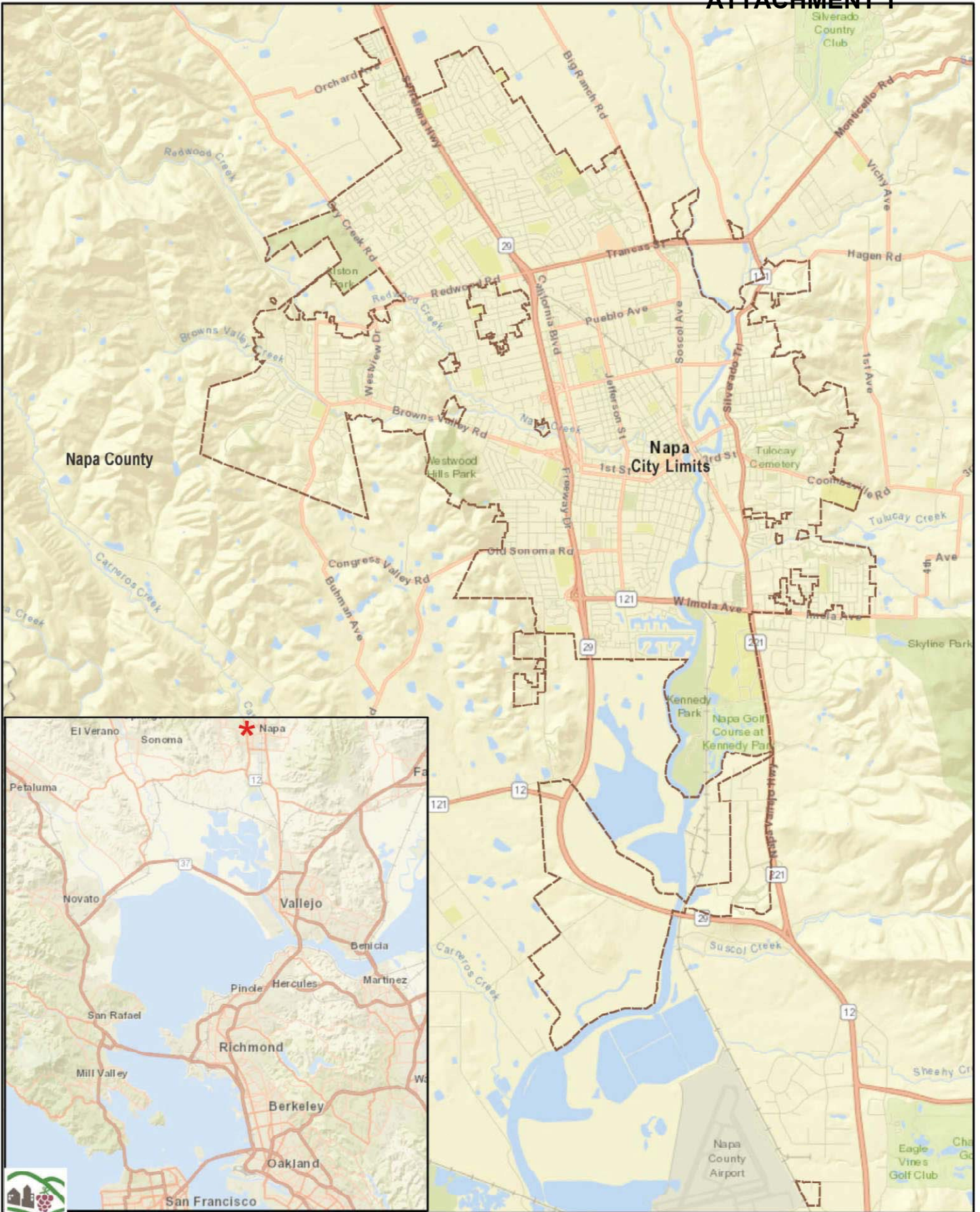
*"Rooted in public service, our mission is to grow a vibrant, sustainable community for all who live in, work in and visit the City of Napa, through thoughtful leadership and dedication to excellence."*

#### **CITY COUNCIL**

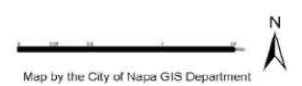
Scott Sedgley, Mayor  
Bernie Narvaez, Vice-Mayor  
Liz Alessio, Council Member  
Mary Luros, Council Member  
Beth Painter, Council Member

#### **CITY STAFF**

Steve Potter, City Manager  
Christopher J. Diaz (Interim), City Attorney  
Tiffany Carranza, City Clerk  
Liz Habkirk, Assistant City Manager  
Zach Curren, Fire Chief  
Heather Ruiz, Human Resources Director  
Joy Eldredge, Utilities Director  
Julie Lucido, Public Works Director  
Jennifer Gonzales, Police Chief  
Rajneil Prasad, Finance Director  
Molly Rattigan (Interim), Community Development Director  
Breyana Brandt, Parks and Recreation Services Director



City of Napa, CA





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Napa  
California**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2023

*Christopher P. Morill*

Executive Director/CEO



# FINANCIAL SECTION

---

**INDEPENDENT AUDITORS' REPORT  
MANAGEMENT'S DISCUSSION & ANALYSIS  
BASIC FINANCIAL STATEMENTS  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
REQUIRED SUPPLEMENTARY INFORMATION  
SUPPLEMENTARY INFORMATION**

**THIS PAGE INTENTIONALLY LEFT BLANK**

## INDEPENDENT AUDITORS' REPORT

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

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

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

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

***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 generally accepted auditing standards and *Government Auditing*



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

*Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 information, and required pension and other postemployment benefits schedules, as listed on the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining and individual fund financial statements and schedules ("supplementary information") are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements



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

themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 30, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*LSL, LLP*

Irvine, California  
January 30, 2025

**THIS PAGE INTENTIONALLY LEFT BLANK**

CITY OF NAPA, CALIFORNIA  
 Management's Discussion and Analysis (Unaudited)  
 For the Year Ended June 30, 2024

---

## INTRODUCTION

This narrative is presented to provide readers of this *Annual Comprehensive Financial Report* with an overview and analysis of the financial activities of the City of Napa (the "City") for the fiscal year ended June 30, 2024.

## OVERVIEW OF THE FINANCIAL STATEMENTS

The Financial Section of the Annual Comprehensive financial Report includes the following sections:

- 1) Independent Auditors' Report to the City Council
- 2) This introductory commentary, *Management's Discussion and Analysis*
- 3) Basic Financial Statements, including:
  - a. Government-wide financial statements
  - b. Fund financial statements
  - c. Notes to the basic financial statements
- 4) Supplemental Information
  - a. Non-major governmental funds
  - b. Internal service funds
  - c. Fiduciary funds

### **The Financial Statements**

The *Basic Financial Statements* are comprised of the *Government-wide Financial Statements* and the *Fund Financial Statements*. These two sets of financial statements provide two different perspectives of the City's financial activities and financial position. The accompanying *Notes to the Basic Financial Statements* are an integral part of these financial statements.

The ***Government-wide Financial Statements*** provide a long-term view of the City's activities as a whole. The *Statement of Net Position* provides information about financial position, including capital assets and long-term liabilities on a full accrual basis, similar to that used by commercial enterprises. The *Statement of Activities* provides information about the City's revenues and expenses, also on the full accrual basis, with the emphasis on measuring the net revenues or expenses of City programs. Information is presented both in total and separately for governmental activities, which are generally tax and grant supported and business-type activities which are typically supported by user fees.

The ***Fund Financial Statements*** report on the City's operations in more detail than the government-wide statements. The City, like other state and local governments, uses fund accounting to ensure and demonstrate finance-related legal compliance. All of the funds of the City can be divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*:

- *Governmental funds* account for most of the City's basic services and focus primarily on short-term activities by measuring current revenues and expenditures and excluding capital assets and long-term obligations. The City maintains several individual governmental funds organized according to their type (special revenue and capital projects). Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Development Fees Fund, HOME Program Fund, Housing Fund, and City Capital Projects, which are major funds. Data from the remaining non-major governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements beginning on page 108.

**CITY OF NAPA, CALIFORNIA  
Management's Discussion and Analysis (Unaudited)  
For the Year Ended June 30, 2024**

---

- *Proprietary funds* are generally used to account for services for which the City charges customers – either outside customers, or internal departments or programs of the City. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The City maintains the following two types of proprietary funds:
  - *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for the water utility and solid waste and recycling. All of the proprietary funds are major funds.
  - *Internal service funds* are used to report activities that provide supplies and services for certain City programs and activities. The City uses internal service funds to account for risk management, fleet services, information technology equipment maintenance and replacement, capital equipment maintenance and replacement, post-employment benefits for current and past employees, on a cost-reimbursement basis. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. The internal service funds are combined into a single, aggregated presentation in the proprietary funds financial statement. Individual fund data for the internal service funds is provided in the form of combining statements beginning on page 142.
- *Fiduciary funds* are used to report assets held in a trust or agency capacity for others. The City currently has only one fiduciary fund, the Gasser Community Facilities District (CFD), to account for debt-related activities. This fund cannot be used to support the City's programs and therefore is not reflected in the government-wide financial statements.

**FINANCIAL HIGHLIGHTS**

The City provides services to the citizens of Napa by leveraging property, sales, and other taxes with user fees and federal, state, and local grants to finance its operations. The City's property tax revenue increased in fiscal 2024 as the housing market continued to strengthen.

The governmental activities total assets increased by \$40.1 million (to \$683.3 million) and business-type activities total assets increased by \$7.7 million (to \$221.9 million). The increase in the governmental activity assets was primarily due to an increase of 18.5 million in receivables and other assets. The increase in deferred outflows in the governmental activities and business-type activities is the result of the June 30, 2023, measurements of the net pension liability and the net other post-employment benefits liability.

Overall, the City total liabilities increased by \$18.3 million (to \$347.3 million). This is primarily due to an increase of \$11.6 million in current and other liabilities and \$6.7 million in long-term liabilities. Deferred inflows increased by \$2.1 million (to \$8.2 million) primarily due to an increase in OPEB-related inflows of resources.

Overall, the City's net position increased by \$27.5 million (to \$612.1 million).

CITY OF NAPA, CALIFORNIA  
 Management’s Discussion and Analysis (Unaudited)  
 For the Year Ended June 30, 2024

**FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

The total net position of the City as of June 30, 2024 and 2023 are summarized in Table 1 below and are followed by a discussion of the balances by category.

Table 1  
 Summary of Net Position

	Governmental Activities		Business-type Activities		Total	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
<b>Assets:</b>						
Cash and investments	\$ 234,386,707	\$ 216,231,229	\$ 98,334,605	\$ 84,741,726	\$ 332,721,312	\$ 300,972,955
Receivables and other assets	79,168,583	60,621,067	12,461,569	18,027,383	91,630,152	78,648,450
Capital assets	369,701,518	366,323,611	111,087,618	111,449,793	480,789,136	477,773,404
<b>Total assets</b>	<b>683,256,808</b>	<b>643,175,907</b>	<b>221,883,792</b>	<b>214,218,902</b>	<b>905,140,600</b>	<b>857,394,809</b>
<b>Deferred outflows of resources:</b>						
Deferred outflows	55,682,441	55,734,627	6,775,425	6,557,627	62,457,866	62,292,254
<b>Total deferred outflows of resources</b>	<b>55,682,441</b>	<b>55,734,627</b>	<b>6,775,425</b>	<b>6,557,627</b>	<b>62,457,866</b>	<b>62,292,254</b>
<b>Liabilities:</b>						
Current and other liabilities	39,488,163	32,396,878	15,230,474	10,768,512	54,718,637	43,165,390
Long-term liabilities	230,159,566	223,660,925	62,385,716	62,188,873	292,545,282	285,849,798
<b>Total liabilities</b>	<b>269,647,729</b>	<b>256,057,803</b>	<b>77,616,190</b>	<b>72,957,385</b>	<b>347,263,919</b>	<b>329,015,188</b>
<b>Deferred inflows of resources:</b>						
Deferred inflows	6,151,099	4,768,851	2,098,715	1,358,077	8,249,814	6,126,928
<b>Total deferred inflows of resources</b>	<b>6,151,099</b>	<b>4,768,851</b>	<b>2,098,715</b>	<b>1,358,077</b>	<b>8,249,814</b>	<b>6,126,928</b>
<b>Net position:</b>						
Net investment in capital assets	359,879,963	352,518,954	70,800,085	69,242,741	430,680,048	421,761,695
Restricted	76,246,501	81,708,512	510	1,876	76,247,011	81,710,388
Unrestricted (deficit)	27,013,957	3,856,414	78,143,717	77,216,450	105,157,674	81,072,864
<b>Total net position</b>	<b>\$ 463,140,421</b>	<b>\$ 438,083,880</b>	<b>\$ 148,944,312</b>	<b>\$ 146,461,067</b>	<b>\$ 612,084,733</b>	<b>\$ 584,544,947</b>

**Cash and other assets** – The City’s cash and investment portfolio increased by \$31.7 (to \$332.7 million), primary due to an increase in property taxes and use of money and property. The City’s receivables and other assets increased by \$13.0 million (to \$91.6 million).

**Capital assets** – The City’s capital assets increased by \$3.0 million during the fiscal year (to \$480.8 million). Additional information on capital assets may be found in Note 7 to the financial statements.

**Deferred outflow of resources** – The City’s deferred outflow of resources (\$55.7 million in governmental activities and \$6.8 million in business-type activities) relate to the net pension liability and the Net OPEB liability, and the impact of refunding the 2007 Water Revenue bonds (\$0.6 million) in business-type activities.

**Current and other liabilities** – The City’s current and other liabilities increased by \$11.6 million (to \$54.7 million). This change is primarily due to a refund of \$3.8 million relating to the Napa Pipe Development project.

**Long-term liabilities** – Increase in the pension liability contributed to an overall increase of \$1.8 million in the long-term liabilities to \$292.5 million. This includes the net pension liability of \$230.6 million, the Net OPEB liability of \$1.5 million, and loans, notes, leases, SBITA claims and compensated absences of \$60.4 million.

**Deferred inflow of resources** – The City’s deferred inflow of resources (\$6.2 million in governmental activities and \$2.1 million in business-type activities) is related to changes in the net pension liability and net other post-employment benefits liability as required by GASB’s 68 and 75 and the implementation of the GASB 87 lease obligation reporting requirement (\$3.8 million).

**CITY OF NAPA, CALIFORNIA  
Management’s Discussion and Analysis (Unaudited)  
For the Year Ended June 30, 2024**

**Net position** – The governmental activities net position balance of \$463.1 million includes \$359.9 million of net investment in capital assets, \$76.2 million restricted funds available for capital projects and other programs, and a remaining balance of \$27.0 million available for future needs including capital projects. The City’s business-type activities reported a net position balance of \$148.9 million, which includes \$70.8 million of net investment in capital assets, and \$78.1 million available for future needs including capital projects.

**Government-wide Statement of Activities**

The changes in the City’s government-wide net position for the year ended June 30, 2024 result from its activities during the fiscal year. The City’s government-wide activities for fiscal years ended June 30, 2024 and 2023 are summarized in Table 2 below.

**Table 2  
Summary of Activities**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>June 30, 2024</b>	<b>June 30, 2023</b>	<b>June 30, 2024</b>	<b>June 30, 2023</b>	<b>June 30, 2024</b>	<b>June 30, 2023</b>
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 29,823,703	\$ 28,882,806	\$ 81,633,810	\$ 82,230,227	\$ 111,457,513	\$ 111,113,033
Operating grants and contribution	33,225,580	23,772,588	524,231	2,912,832	33,749,811	26,685,420
Capital grants and contributions	15,725,652	14,651,591	2,872,559	1,180,924	18,598,211	15,832,515
General revenues:						
Property taxes	50,440,872	48,641,915	-	-	50,440,872	48,641,915
Franchise taxes	2,226,860	2,222,356	-	-	2,226,860	2,222,356
Sales taxes	22,658,898	22,592,442	-	-	22,658,898	22,592,442
Transient occupancy taxes	31,905,493	34,666,165	-	-	31,905,493	34,666,165
Use of money and property	10,367,023	-	4,332,925	-	14,699,948	-
Other	500,552	4,363,820	546,141	(2,529,230)	1,046,693	1,834,590
Total revenues	<u>196,874,633</u>	<u>179,793,683</u>	<u>89,909,666</u>	<u>83,794,753</u>	<u>286,784,299</u>	<u>263,588,436</u>
<b>Expenses:</b>						
Governmental activities:						
General government	32,532,490	24,416,322	-	-	32,532,490	24,416,322
Public safety	65,895,817	62,731,657	-	-	65,895,817	62,731,657
Public works	32,374,115	31,086,199	-	-	32,374,115	31,086,199
Park and recreation	11,210,661	9,746,298	-	-	11,210,661	9,746,298
Community development	34,846,996	35,898,303	-	-	34,846,996	35,898,303
Interest on long-term debt	227,324	454,427	-	-	227,324	454,427
Business-type activities:						
Water Utility	-	-	38,639,478	33,097,257	38,639,478	33,097,257
Solid Waste Utility	-	-	43,517,633	44,355,444	43,517,633	44,355,444
Total expenses	<u>177,087,402</u>	<u>164,333,206</u>	<u>82,157,111</u>	<u>77,452,701</u>	<u>259,244,514</u>	<u>241,785,907</u>
Excess (deficiency) before transfers	<u>19,787,231</u>	<u>15,460,477</u>	<u>7,752,555</u>	<u>6,342,052</u>	<u>27,539,786</u>	<u>21,802,529</u>
Transfers	<u>5,269,310</u>	<u>3,802,700</u>	<u>(5,269,310)</u>	<u>(3,802,700)</u>	<u>-</u>	<u>-</u>
Changes in net position	<u>25,056,541</u>	<u>19,263,177</u>	<u>2,483,245</u>	<u>2,539,352</u>	<u>27,539,786</u>	<u>21,802,529</u>
<b>Net position - beginning</b>	<u>438,083,880</u>	<u>417,979,983</u>	<u>146,461,067</u>	<u>143,912,055</u>	<u>584,544,947</u>	<u>561,892,038</u>
<b>Net position - ending</b>	<u>\$ 463,140,421</u>	<u>\$ 438,083,880</u>	<u>\$ 148,944,312</u>	<u>\$ 146,461,067</u>	<u>\$ 612,084,733</u>	<u>\$ 584,544,947</u>

The governmental activities revenues in fiscal year 2023-24 increased by \$17.1 million (to \$196.9 million). This is mainly due to an increase of \$9.4 million in operating grants and contributions.

The City’s total expenses increased by \$17.5 million, with governmental activities expenses increasing by \$12.8 million. This is mainly due to an increase of \$8.1 million in general government expenses.

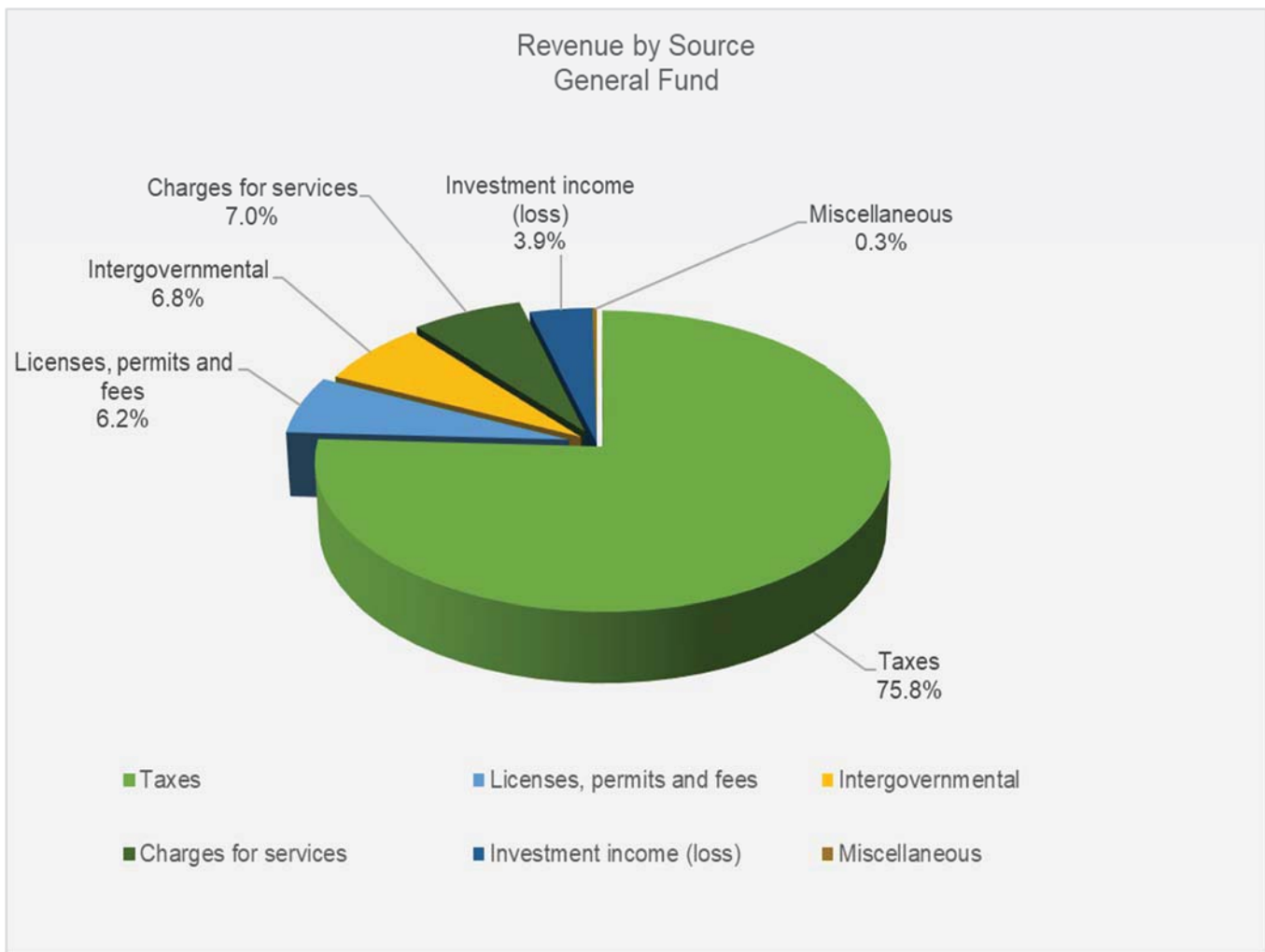
CITY OF NAPA, CALIFORNIA  
 Management’s Discussion and Analysis (Unaudited)  
 For the Year Ended June 30, 2024

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

In addition to the accrual-basis government-wide financial statements described above, the City also maintains financial records at the fund level for budgetary control. Individual funds are generally established to track the resources and operating results for the general fund and specific restricted programs. The results for governmental funds as shown below differ from the results reported above in the government-wide statements since the focus here is on current available resources. The following are financial highlights of the City’s most significant funds:

**Governmental Funds**

**General Fund** – The City’s General Fund revenue totaled \$137.0 million, which represented 98.2 percent of the \$139.5 million adopted budgeted. This is an increase of \$4.9 million (3.7 percent) from the previous fiscal year. This increase is due mainly to an increase in charges for services and intergovernmental revenue.



General Fund expenditures totaled \$123.5 million, which represented 90 percent of the \$136.5 million adopted budget. Fiscal year 2023-24 expenditures increased by \$11.8 million (10.6 percent) over the prior year.

The significant variances with budget in the General Fund are as follows:

- Intergovernmental revenues ended the year \$9.5 million below the budget.

**CITY OF NAPA, CALIFORNIA**  
**Management's Discussion and Analysis (Unaudited)**  
**For the Year Ended June 30, 2024**

---

- Charges and services ended the year at \$1.8 million over the budget.
- Investment income was budgeted at \$0.8 million but due to gain on investment the variance is significantly high.
- Departmental expenditure variances are as follows:
  - General Services under budget by \$4.6 million due to unspent professional services, legal service and vacancy savings.
  - Public Safety under budget by \$3.0 million due to vacancy savings and unspent professional services.
  - Community Development under budget by \$2.9 million due to ongoing activities have not been completed in the current fiscal year but will continue into future fiscal years.
  - Capital Outlay and Debt Services were under budget by \$3.8 million due to the recording of GASB 87 and 96 activity.

**Development Fees Fund** – The sources of revenue for this fund are the various development impact fees collected from developers which are used for the installation or expansion of related infrastructure and affordable housing. Fiscal year 2023-24 revenues were \$6.1 million, an increase of \$4.0 million from the prior year. This is mainly due to building permits, meter fees, and other charges for services.

**HOME Fund** – This fund accounts for Federal grants received under the HOME Investment Partnership Program that is administered by the State of California and program income received from the repayment of previous loans. These funds are used to provide down payment assistance to low-income first-time home buyers. The total revenue for fiscal year 2023-24 totaled \$0.3 million compared to \$0.0 million in fiscal year 2022-23. The total expenditures for the fiscal year were \$0.2 million, which is a decrease of \$0.5 million over the last fiscal year.

**Housing Fund** – The Housing Authority administers Federal funds including Section 8 Housing Vouchers, Mainstream Vouchers, Emergency Housing Vouchers and Continuum of Care funds within the City of Napa. Revenues for fiscal year 2023-24 totaled \$21.7 million, which was an increase from the \$17.8 million received in fiscal year 2022-23. The total expenditures for fiscal year 2023-24 were \$21.4 million, an increase of \$3.4 million over the prior fiscal year.

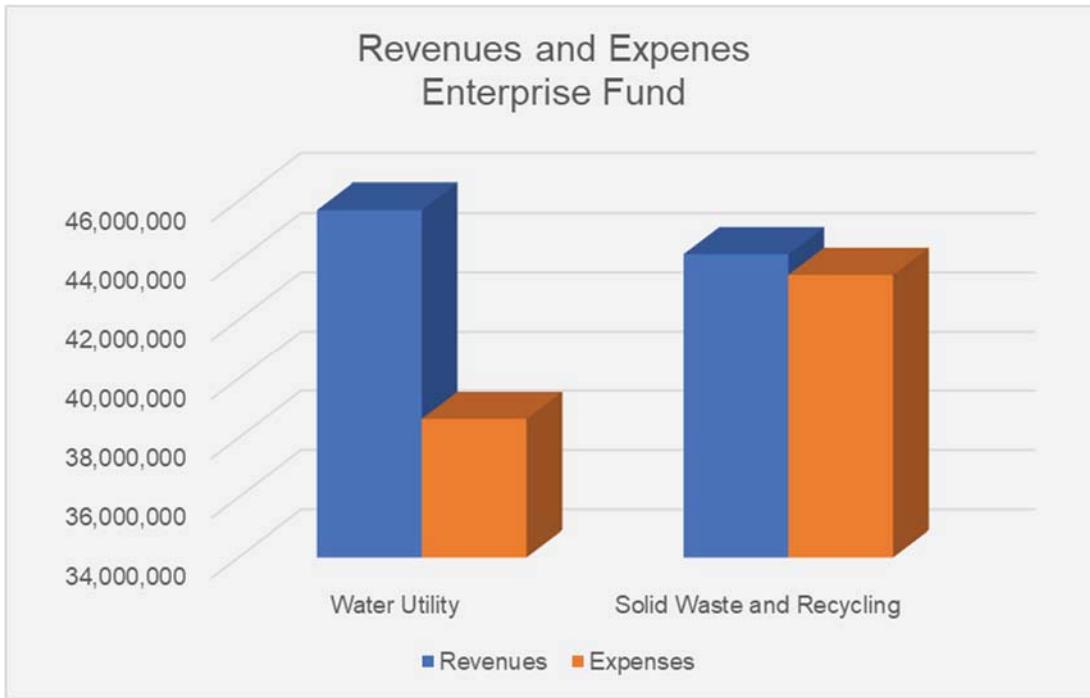
**City Capital Projects Fund** – This fund accounts for the City's current construction projects, including streets, park and recreation facilities, and other major City projects. In total, \$19.9 million in capital project costs were expended during fiscal year 2023-24. In addition to the revenues received (capital grants), transfers of \$29.3 million from the various special revenue funds and the General Fund provided funding for the City's capital activity. All resources in this fund are restricted or committed to specific capital improvement programs.

### **Enterprise Funds**

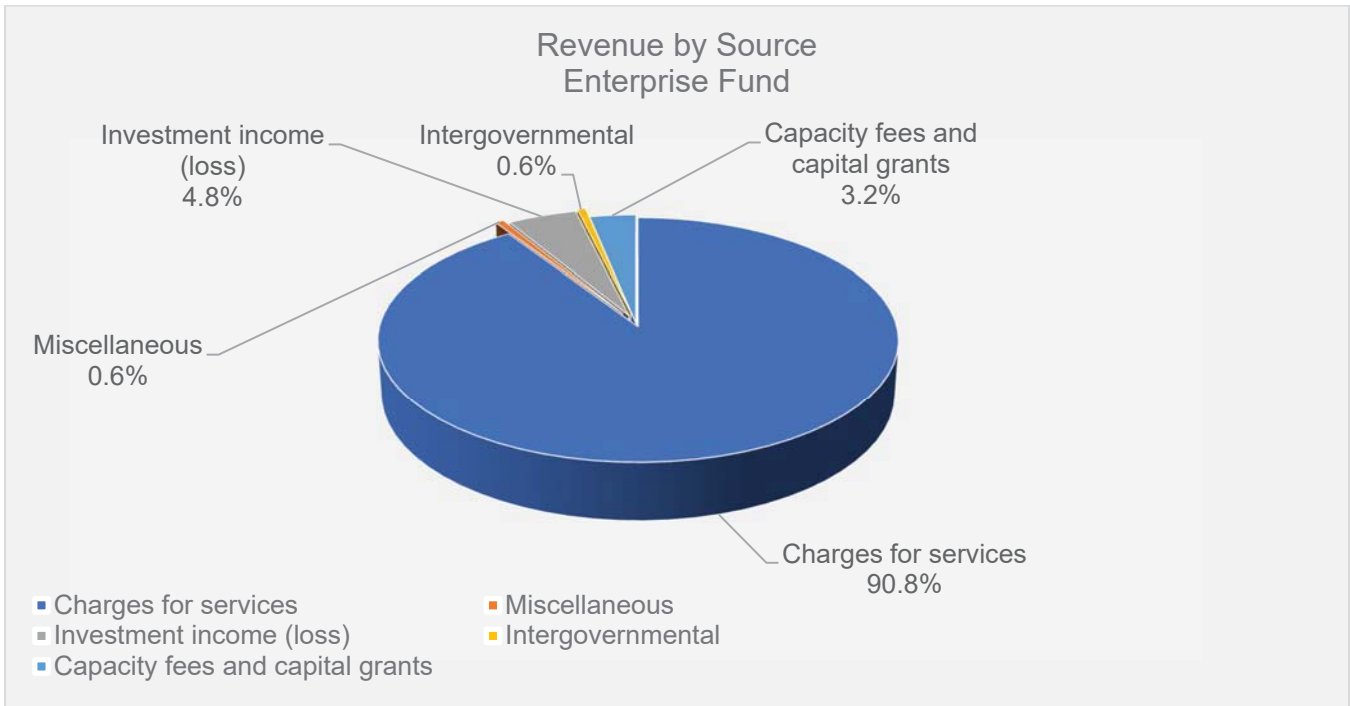
**Water Utility Fund** – The Water Fund is a fully self-supported enterprise providing water service to the City and adjacent areas. Charges for water and connection fees have consistently been set appropriately to cover both operating and planned maintenance, replacement, and expansion costs. The fund issued bonds in 2007 to expand the Jamieson Canyon Treatment Facility. Net position (unrestricted) includes reserves for rate stabilization reserve (\$3.6 million), operating reserve (\$4.3 million), emergency reserve (\$3.6 million), and a water supply reserve (\$1.5 million). For fiscal year 2023-24, revenue totaled \$45.7 million compared to \$38.6 million in expenses.

**Solid Waste and Recycling Fund** – The Solid Waste and Recycling fund is also a fully self-supported enterprise which provides for local solid waste operations and operation of the materials diversion facility. The fund issued bonds in 2017 to fund improvements to the covered compost facility. For fiscal year 2023-24, revenue totaled \$44.2 million compared to \$43.5 million in expenses.

CITY OF NAPA, CALIFORNIA  
 Management's Discussion and Analysis (Unaudited)  
 For the Year Ended June 30, 2024



The pie chart below shows Enterprise Fund revenue by source as a percentage of total revenue:



**CITY OF NAPA, CALIFORNIA  
Management’s Discussion and Analysis (Unaudited)  
For the Year Ended June 30, 2024**

**CAPITAL ASSETS**

As of June 30, 2024, the City had invested \$480.8 million in capital assets, net of accumulated depreciation and amortization. This represents a \$3.0 million increase from the prior fiscal year. Business-type activities capital assets decreased by \$0.4 million in fiscal year 2023-24. A summary of the City’s capital assets net of depreciation and amortization at June 30, 2024 and 2023 is presented in Table 3. Additional information on Capital Assets can be found in Note 7.

**Table 3  
Summary of Activities**

	Governmental Activities		Business-type Activities		Total	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Capital assets not subject to depreciation/amortization:						
Land	\$ 33,395,501	\$ 33,395,222	\$ 5,289,459	\$ 3,515,018	\$ 38,684,960	\$ 36,910,240
Construction in progress	38,856,026	27,152,954	11,904,149	8,993,486	50,760,175	36,146,440
Net Depreciable capital assets:						
Infrastructure	250,316,241	258,884,168	37,074,215	39,139,948	287,390,456	298,024,116
Building and improvements	24,464,874	25,841,350	49,852,734	53,398,764	74,317,608	79,240,114
Improvements, other than buildings	72,314	35,555	68,842	-	141,156	35,555
Machinery and equipment	12,808,579	8,532,344	2,864,692	3,342,461	15,673,271	11,874,805
Other capital assets	-	-	2,551,743	2,782,494	2,551,743	2,782,494
Net Lease assets	5,611,722	10,534,362	1,063,536	-	6,675,258	10,534,362
Net Subscription assets	4,176,261	1,947,656	418,248	277,622	4,594,509	2,225,278
Total capital assets, net	<u>\$ 369,701,518</u>	<u>\$ 366,323,611</u>	<u>\$ 111,087,618</u>	<u>\$ 111,449,793</u>	<u>\$ 480,789,136</u>	<u>\$ 477,773,404</u>

**DEBT ADMINISTRATION**

The City uses a variety of indebtedness to finance various capital acquisitions and improvements. On June 30, 2024, the City’s long-term debt outstanding was \$50.7 million. This represents a \$5.8 million decrease from the prior fiscal year.

The following table provides a schedule of the City’s long-term debt obligations on June 30, 2024, and 2023.

**Table 4  
Long-Term Debt**

	Governmental Activities		Business-type Activities		Total	
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2023
Solid waste revenue bonds	\$ -	\$ -	\$ 9,087,487	\$ 9,668,944	\$ 9,087,487	\$ 9,668,944
Water revenue bonds	-	-	30,336,411	32,752,448	30,336,411	32,752,448
Notes payable	1,005,640	1,238,371	-	-	1,005,640	1,238,371
Lease liability	5,691,759	11,266,392	1,090,477	-	6,782,236	11,266,392
Subscription liability	3,124,157	1,286,534	385,594	262,539	3,509,751	1,549,073
Total long-term debt	<u>\$ 9,821,556</u>	<u>\$ 13,791,297</u>	<u>\$ 40,899,969</u>	<u>\$ 42,683,931</u>	<u>\$ 50,721,525</u>	<u>\$ 56,475,228</u>

Additional information on Long-Term Debt can be found in Note 8.

**ECONOMIC OUTLOOK**

The City annually prepares a multi-year financial forecast, which focuses on the long-term financial viability of the City’s General Fund and provides decision makers with information to better understand the long-term fiscal impact of policy decisions. Budget development adheres to a series of policies adopted by the City Council, which guide long-term fiscal planning. The City has a strong, diverse revenue base of property taxes, sales taxes, transient occupancy taxes as well as other local, state, and federal revenue sources. Tourism in the Napa Valley is strong, which further strengthens the City’s economic base. Additional details on the economy of the City are discussed in the accompanying Transmittal Letter.

**CITY OF NAPA, CALIFORNIA  
Management's Discussion and Analysis (Unaudited)  
For the Year Ended June 30, 2024**

---

**CONTACTING THE CITY**

This financial report is designed to provide a general overview of the City's finances for all of its citizens, taxpayers, investors, and creditors. Questions concerning any information provided in this report or requests for additional information should be addressed to the Finance Department at 955 School Street, Napa, California. The mailing address is Post Office Box 660, Napa, California, 94559-0660.

**THIS PAGE INTENTIONALLY LEFT BLANK**

**BASIC FINANCIAL STATEMENTS**

**THIS PAGE INTENTIONALLY LEFT BLANK**

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Statement of Net Position**  
**June 30, 2024**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and investments	\$ 226,077,043	\$ 98,334,095	\$ 324,411,138
Receivables (net of uncollectibles):			
Accounts	29,000,257	11,328,620	40,328,877
Accrued interest	385,002	156,726	541,728
Due from other governments	4,818,799	4,981,077	9,799,876
Service concession arrangement	380,294	-	380,294
Notes and loans	34,286,320	90,625	34,376,945
Leases	273,562	1,228,978	1,502,540
Internal balances	5,407,118	(5,407,118)	-
Restricted assets:			
Cash and investments	8,309,664	-	8,309,664
Cash with fiscal agent	-	510	510
Inventories	1,230	-	1,230
Prepaid costs	4,616,001	82,661	4,698,662
Capital assets (not being depreciated)	72,251,527	17,193,608	89,445,135
Capital assets (net of accumulated depreciation/amortization)	297,449,991	93,894,010	391,344,001
<b>Total assets</b>	<b>683,256,808</b>	<b>221,883,792</b>	<b>905,140,600</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred amount on refunding	-	611,926	611,926
Pension-related	52,490,737	5,324,059	57,814,796
OPEB-related	3,191,704	839,440	4,031,144
<b>Total deferred outflows of resources</b>	<b>55,682,441</b>	<b>6,775,425</b>	<b>62,457,866</b>
<b>LIABILITIES</b>			
Accounts payable and accrued liabilities	9,880,944	9,308,822	19,189,766
Accrued interest	163,536	271,962	435,498
Deposits payable	2,161,690	2,290,229	4,451,919
Unearned revenue	20,202,565	3,130	20,205,695
Due within one year: loans, notes, leases, SBITA, claims, and compensated absences	7,079,428	3,356,331	10,435,759
Noncurrent liabilities:			
Due in more than one year:			
Net pension liability	206,960,467	23,672,799	230,633,266
Net OPEB liability	1,157,612	304,460	1,462,072
Loans, notes, leases, SBITA, claims, and compensated absences	22,041,487	38,408,457	60,449,944
<b>Total liabilities</b>	<b>269,647,729</b>	<b>77,616,190</b>	<b>347,263,919</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension-related	37,224	171,673	208,897
OPEB-related	3,020,187	794,331	3,814,518
Lease-related	2,713,394	1,132,711	3,846,105
Service concession-related	380,294	-	380,294
<b>Total deferred inflows of resources</b>	<b>6,151,099</b>	<b>2,098,715</b>	<b>8,249,814</b>
<b>NET POSITION</b>			
Net investment in capital assets	359,879,963	70,800,085	430,680,048
Restricted:			
Capital projects	40,315,180	-	40,315,180
Public safety	706,695	-	706,695
Housing	25,467,306	-	25,467,306
Community and economic development	1,447,656	-	1,447,656
Debt service	-	510	510
Other postemployment benefits	8,309,664	-	8,309,664
Unrestricted	27,013,957	78,143,717	105,157,674
<b>Total net position</b>	<b>\$ 463,140,421</b>	<b>\$ 148,944,312</b>	<b>\$ 612,084,733</b>

**CITY OF NAPA, CALIFORNIA  
Statement of Activities  
For the Year Ended June 30, 2024**

	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Contributions and Grants</u>	<u>Capital Contributions and Grants</u>
<b>Functions/Programs:</b>				
<b>Primary government:</b>				
<b>Governmental activities:</b>				
General government	\$ 32,532,490	\$ 7,357,078	\$ 1,829,659	\$ -
Public safety	65,895,817	7,500,327	-	-
Community development	34,846,996	8,564,929	31,298,603	-
Parks and recreation	11,210,661	1,667,675	97,318	-
Public works	32,374,115	4,733,694	-	15,725,652
Interest on long-term debt	227,324	-	-	-
<b>Total governmental activities</b>	<b>177,087,402</b>	<b>29,823,703</b>	<b>33,225,580</b>	<b>15,725,652</b>
<b>Business-type activities:</b>				
Water Utility	38,639,478	38,531,037	236,819	2,872,559
Solid Waste and Recycling	43,517,633	43,102,773	287,412	-
<b>Total business-type activities</b>	<b>82,157,111</b>	<b>81,633,810</b>	<b>524,231</b>	<b>2,872,559</b>
<b>Total primary government</b>	<b>\$ 259,244,513</b>	<b>\$ 111,457,513</b>	<b>\$ 33,749,811</b>	<b>\$ 18,598,211</b>
<b>General revenues and transfers:</b>				
General revenues:				
Property taxes				
Sales taxes				
Transient occupancy taxes				
Franchise taxes				
Use of money and property				
Other				
Transfers				
<b>Total general revenues and transfers</b>				
<b>Change in net position</b>				
Net position-beginning				
<b>Net position-ending</b>				

**Net (Expenses) Revenues and  
Changes in Net Position**

**Primary Government**

<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (23,345,753)	\$ -	\$ (23,345,753)
(58,395,490)	-	(58,395,490)
5,016,536	-	5,016,536
(9,445,668)	-	(9,445,668)
(11,914,769)	-	(11,914,769)
(227,324)	-	(227,324)
<b>(98,312,467)</b>	<b>-</b>	<b>(98,312,467)</b>
-	3,000,937	3,000,937
-	(127,448)	(127,448)
-	<b>2,873,489</b>	<b>2,873,489</b>
<b>(98,312,467)</b>	<b>2,873,489</b>	<b>(95,438,978)</b>
50,440,872	-	50,440,872
22,658,898	-	22,658,898
31,905,493	-	31,905,493
2,226,860	-	2,226,860
10,367,023	4,332,925	14,699,948
500,552	546,141	1,046,693
5,269,310	(5,269,310)	-
<b>123,369,008</b>	<b>(390,244)</b>	<b>122,978,764</b>
<b>25,056,541</b>	<b>2,483,245</b>	<b>27,539,786</b>
438,083,880	146,461,067	584,544,947
<b>\$ 463,140,421</b>	<b>\$ 148,944,312</b>	<b>\$ 612,084,733</b>

**THIS PAGE INTENTIONALLY LEFT BLANK**

## **FUND FINANCIAL STATEMENTS**

In the Fund Financial Statements only individual major funds are presented, while non-major funds are combined in a single column. Major funds are generally as having significant activities or balances in the current year. The funds described below were determined to be Major Funds by the City. Individual non-major funds may be found in the Other Supplementary Information section.

### **General Fund**

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those that are required to be accounted for in another fund. The General Fund is always a major fund.

### **Development Fees Fund**

The Development Fees Special Revenue Fund accounts for development fees levied by the City on new construction. State law and City ordinance restricts these revenues for use in construction, major maintenance, and debt service for park, street, drainage, and public safety facilities.

### **HOME Program Fund**

The City has been awarded grants under the State of California Federal Home Investments Partnership Program (HOME) for administration of the following activities: ownership rehabilitation, rental rehabilitation augmenting the Community Development Block Grant Rehabilitation Program, a silent second down payment assistance program; and a rental assistance program.

### **Housing Fund**

The Housing Fund accounts for activities of the Housing Authority which provides and administers affordable housing programs and services to qualified residents. The Housing Authority administers Federal funds including Section 8 Housing Vouchers county-wide; Mainstream Vouchers county-wide; Continuum of Care Funds; the Local Housing Fund; the Operating Reserve Fund and the Management of Housing Authority owned properties.

### **City Capital Projects Fund**

The City Capital Projects Fund accounts for the City's current construction projects, including streets, park and recreation facilities, and other major City projects. The primary sources of funds include City-levied development fees, the state gas tax, Measure T and federal and state grants.

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2024**

### Special Revenue Funds

	General	Development Fees	HOME Program	Housing
<b>ASSETS</b>				
Cash and investments	\$ 28,996,414	\$ 30,119,113	\$ 849,617	\$ 8,333,475
Receivables (net of uncollectibles):				
Accounts	22,815,362	570,315	-	10,271
Interest	201,977	51,428	1,293	8,809
Federal, state and other governments	2,754,777	-	25,000	140,770
Loans	308,666	8,808,944	8,721,902	10,266,573
Lease	273,562	-	-	-
Due from other funds	11,129,498	-	-	-
Inventories	1,230	-	-	-
Prepaid items	1,283,694	372	592	23,284
Advances to other funds	2,340,797	183,600	-	-
<b>Total assets</b>	<b>\$ 70,105,977</b>	<b>\$ 39,733,772</b>	<b>\$ 9,598,404</b>	<b>\$ 18,783,182</b>
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	\$ 6,049,245	\$ 511	\$ 77,258	\$ 429,984
Deposits payable	1,636,000	292,938	-	222,752
Due to other funds	-	593,000	-	2,160,410
Unearned revenue	9,914,968	-	-	-
Compensated absences	25,287	-	-	-
Advances from other funds	-	3,146,933	-	-
<b>Total liabilities</b>	<b>17,625,500</b>	<b>4,033,382</b>	<b>77,258</b>	<b>2,813,146</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue	3,745,467	9,379,259	8,721,902	10,266,573
Lease related	254,644	-	-	-
<b>Total deferred inflows of resources</b>	<b>4,000,111</b>	<b>9,379,259</b>	<b>8,721,902</b>	<b>10,266,573</b>
<b>FUND BALANCES (DEFICITS)</b>				
Nonspendable	3,625,721	183,972	592	23,284
Restricted	354,055	26,137,159	798,652	5,680,179
Committed	16,634,550	-	-	-
Assigned	2,994,840	-	-	-
Unassigned (deficit)	24,871,200	-	-	-
<b>Total fund balances (deficits)</b>	<b>48,480,366</b>	<b>26,321,131</b>	<b>799,244</b>	<b>5,703,463</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 70,105,977</b>	<b>\$ 39,733,772</b>	<b>\$ 9,598,404</b>	<b>\$ 18,783,182</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2024**

	<b>Capital Projects Fund</b>		
	<b>City Capital Projects</b>	<b>Total Nonmajor Funds</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>			
Cash and investments	\$ 79,221,334	\$ 33,761,058	\$ 181,281,011
Receivables (net of uncollectibles):			
Accounts	-	5,602,478	28,998,426
Interest	-	52,457	315,964
Federal, state and other governments	962,878	131,455	4,014,880
Loans	-	6,180,235	34,286,320
Lease	-	-	273,562
Due from other funds	-	-	11,129,498
Inventories	-	-	1,230
Prepaid items	-	3,161,805	4,469,747
Advances to other funds	1,963,986	-	4,488,383
<b>Total assets</b>	<b>\$ 82,148,198</b>	<b>\$ 48,889,488</b>	<b>\$ 269,259,021</b>
<b>LIABILITIES</b>			
Accounts payable and accrued liabilities	\$ 1,582,209	\$ 982,179	\$ 9,121,386
Deposits payable	-	10,000	2,161,690
Due to other funds	-	2,968,970	5,722,380
Unearned revenue	-	10,287,597	20,202,565
Compensated absences	-	-	25,287
Advances from other funds	-	1,341,450	4,488,383
<b>Total liabilities</b>	<b>1,582,209</b>	<b>15,590,196</b>	<b>41,721,691</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue	103,881	6,180,236	38,397,318
Lease related	-	2,458,750	2,713,394
<b>Total deferred inflows of resources</b>	<b>103,881</b>	<b>8,638,986</b>	<b>41,110,712</b>
<b>FUND BALANCES (DEFICITS)</b>			
Nonspendable	1,963,986	3,161,805	8,959,360
Restricted	-	23,867,613	56,837,658
Committed	78,498,122	-	95,132,672
Assigned	-	-	2,994,840
Unassigned (deficit)	-	(2,369,112)	22,502,088
<b>Total fund balances (deficits)</b>	<b>80,462,108</b>	<b>24,660,306</b>	<b>186,426,618</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 82,148,198</b>	<b>\$ 48,889,488</b>	<b>\$ 269,259,021</b>

**THIS PAGE INTENTIONALLY LEFT BLANK**

**CITY OF NAPA, CALIFORNIA  
 Reconciliation of the Balance Sheet of Governmental Funds  
 to the Statement of Net Position  
 June 30, 2024**

---

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

Total fund balances - governmental funds		\$ 186,426,618
Capital assets, net of accumulated depreciation/amortization, used in governmental activities are not financial resources and, therefore, are not reported in the funds.		357,379,463
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings, and contributions subsequent to the measurement date for the postretirement benefits (pension and OPEB) are recognized as deferred outflows of resources and deferred inflows of resources on the Statement of Net Position.		
Deferred outflows-pension related	\$ 51,852,696	
Deferred inflows-pension related	<u>134,357</u>	
Total deferred outflows and inflows related to postemployment benefits		51,987,053
Other long-term assets that are not available to pay for current period expenditures and, therefore, are either labeled unavailable or not reported in the funds.		
Service concession receivable	380,294	
Service concession-related deferred inflows of resources	(380,294)	
Loans and grants	<u>38,397,318</u>	
Total other long-term assets		38,397,318
Internal service funds provide services to other funds on a cost-reimbursement basis. The assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the internal service funds are included in governmental activities in the Statement of Activities.		47,398,889
Long-term liabilities that are not due and payable in the current period, and therefore, are not reported in the funds.		
Bonds payable	(626,805)	
Notes payable	(378,836)	
Leases and SBITA	(8,810,284)	
Compensated absences	(4,860,209)	
Accrued interest payable on long-term debt	(163,536)	
Net pension liability	<u>(203,609,250)</u>	
Total long-term liabilities		<u>(218,448,920)</u>
<b>Net position of governmental activities</b>		<b><u>\$ 463,140,421</u></b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2024**

	Special Revenue Funds			
	General	Development Fees	HOME Program	Housing
<b>REVENUES</b>				
Taxes	\$ 103,830,644	\$ -	\$ -	\$ -
Licenses, permits and fees	8,536,759	-	-	-
Intergovernmental	9,356,400	-	10,791	20,329,150
Charges for services	9,560,359	4,851,065	261,964	1,137,137
Investment income (loss)	5,323,672	1,283,807	34,432	225,632
Miscellaneous	373,624	-	-	-
<b>Total revenues</b>	<b>136,981,458</b>	<b>6,134,872</b>	<b>307,187</b>	<b>21,691,919</b>
<b>EXPENDITURES</b>				
Current:				
General Government				
City Council	341,908	-	-	-
City Clerk	1,162,495	-	-	-
City Manager	6,774,608	-	-	-
Finance	4,361,343	-	-	-
City Attorney	1,499,219	-	-	-
Human Resources	2,360,742	-	-	-
General Services	9,583,395	-	-	-
Public Safety				
Police	37,555,327	-	-	-
Fire	24,895,374	87	-	-
Community development	5,304,223	268,024	174,764	21,252,834
Parks and recreation	10,455,426	7,455	-	-
Public works	14,408,778	2,989	-	-
Capital outlay	3,209,505	-	-	-
Debt service:				
Principal	1,514,715	-	-	108,690
Interest and fiscal charges	66,962	48,489	-	28,988
<b>Total expenditures</b>	<b>123,494,020</b>	<b>327,044</b>	<b>174,764</b>	<b>21,390,512</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>13,487,438</b>	<b>5,807,828</b>	<b>132,423</b>	<b>301,407</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	4,900,540	-	-	-
Transfers out	(14,695,153)	(1,506,890)	-	(596,420)
Lease issuance	1,243	-	-	-
Subscription issuance	2,942,231	-	-	-
<b>Total other financing sources (uses)</b>	<b>(6,851,139)</b>	<b>(1,506,890)</b>	<b>-</b>	<b>(596,420)</b>
<b>Net change in fund balances</b>	<b>6,636,299</b>	<b>4,300,938</b>	<b>132,423</b>	<b>(295,013)</b>
Fund balances (deficit)-beginning	41,844,067	22,020,193	666,821	5,998,476
<b>Fund balances (deficit)-ending</b>	<b>\$ 48,480,366</b>	<b>\$ 26,321,131</b>	<b>\$ 799,244</b>	<b>\$ 5,703,463</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2024**

	<u>Capital Projects Fund</u>		
	<u>City Capital Projects</u>	<u>Total Nonmajor Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>			
Taxes	\$ -	\$ 2,654,528	\$ 106,485,172
Licenses, permits and fees	-	-	8,536,759
Intergovernmental	1,488,250	20,130,756	51,315,347
Charges for services	14,047	4,055,314	19,879,886
Investment income (loss)	-	1,302,870	8,170,413
Miscellaneous	-	126,928	500,552
<b>Total revenues</b>	<b><u>1,502,297</u></b>	<b><u>28,270,396</u></b>	<b><u>194,888,129</u></b>
<b>EXPENDITURES</b>			
Current:			
General Government			
City Council	-	-	341,908
City Clerk	-	-	1,162,495
City Manager	-	81,771	6,856,379
Finance	-	-	4,361,343
City Attorney	-	-	1,499,219
Human Resources	-	-	2,360,742
General Services	-	-	9,583,395
Public Safety			
Police	-	90,049	37,645,376
Fire	-	-	24,895,461
Community development	-	7,521,261	34,521,106
Parks and recreation	-	48,148	10,511,029
Public works	6,819,557	8,431	21,239,755
Capital outlay	13,031,402	6,050,936	22,291,843
Debt service:			
Principal	-	1,815,584	3,438,989
Interest and fiscal charges	-	109,416	253,855
<b>Total expenditures</b>	<b><u>19,850,959</u></b>	<b><u>15,725,596</u></b>	<b><u>180,962,895</u></b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b><u>(18,348,662)</u></b>	<b><u>12,544,800</u></b>	<b><u>13,925,234</u></b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	29,251,744	12,000	34,164,284
Transfers out	-	(16,012,511)	(32,810,974)
Lease issuance	-	5,902,675	5,903,918
Subscription issuance	-	-	2,942,231
<b>Total other financing sources (uses)</b>	<b><u>29,251,744</u></b>	<b><u>(10,097,836)</u></b>	<b><u>10,199,459</u></b>
<b>Net change in fund balances</b>	<b><u>10,903,082</u></b>	<b><u>2,446,964</u></b>	<b><u>24,124,693</u></b>
Fund balances (deficit)-beginning	69,559,026	22,213,342	162,301,925
<b>Fund balances (deficit)-ending</b>	<b><u>\$ 80,462,108</u></b>	<b><u>\$ 24,660,306</u></b>	<b><u>\$ 186,426,618</u></b>

**CITY OF NAPA, CALIFORNIA**  
**Reconciliation of the Statement of Revenues, Expenses and Changes in**  
**Fund Balances of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2024**

---

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

Net change in fund balances - total governmental funds:		\$ 24,124,693
<p>Governmental funds report capital outlays are expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. This is the amount by which capital outlays exceeded depreciation/amortization expense in the current period.</p>		
Capital outlay	\$ 23,458,660	
Depreciation/amortization expense	<u>(13,457,371)</u>	
Total adjustment		10,001,289
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Earned but unavailable loans and grant revenue		(210,106)
<p>The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase/(decrease) net position.</p>		
Loss on disposal of capital assets and other adjustments		(8,684,094)
<p>Bond and other debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bond and other debt principal is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.</p>		
Leases and SBITA issued and other adjustments	523,755	
Principal payments	<u>3,438,982</u>	
Total adjustment		3,962,737
<p>Internal service funds provide services to other funds on a cost-reimbursement basis. The net revenue of certain activities of internal service funds is reported with governmental activities.</p>		
		6,060,010
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>		
Accrued interest on long-term debt	26,584	
Compensated absences	(884,309)	
Changes in pension liabilities and related deferred outflows and inflows of resources	<u>(9,340,263)</u>	
Total adjustment		<u>(10,197,988)</u>
<b>Change in net position of governmental activities</b>		<b><u>\$ 25,056,541</u></b>

## **PROPRIETARY FUNDS**

Proprietary funds account for City operations financed and operated in a manner similar to a private business enterprise. The intent of the City is that the cost of providing goods and services be financed primarily through user charges.

### **Water Utility Fund**

The Water Utility Fund supports the operation, maintenance and improvement of the municipal water system serving the City and adjacent areas. The City provides an uninterrupted supply of high-quality and low-cost water to the community for consumption and fire protection.

### **Solid Waste and Recycling Fund**

The Solid Waste and Recycling Fund is responsible for the collection, processing, public education and long-term planning related to solid waste materials generated in the City of Napa.

# ATTACHMENT 1

CITY OF NAPA, CALIFORNIA  
Statement of Net Position  
Proprietary Funds  
June 30, 2024

	Business-Type Activities			Governmental Activities
	Water Utility	Solid Waste and Recycling	Total Enterprise Funds	Internal Service Funds
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 84,860,274	\$ 13,473,821	\$ 98,334,095	\$ 44,796,032
Receivables (net of uncollectibles):				
Accounts	8,216,749	3,111,871	11,328,620	2,326
Interest	134,514	22,212	156,726	69,038
Federal, state and other governments	4,241,870	739,207	4,981,077	803,919
Lease	102,092	51,646	153,738	-
Prepaid items	82,661	-	82,661	146,254
Restricted:				
Restricted cash and investments	373	137	510	8,309,664
Total current assets	97,638,533	17,398,894	115,037,427	54,127,233
Noncurrent:				
Leases receivable, noncurrent	613,241	461,999	1,075,240	-
Loans	90,625	-	90,625	-
Capital assets - net of accumulated depreciation/amortization	85,007,131	26,080,487	111,087,618	12,322,055
Total noncurrent assets	85,710,997	26,542,486	112,253,483	12,322,055
<b>Total assets</b>	<b>183,349,530</b>	<b>43,941,380</b>	<b>227,290,910</b>	<b>66,449,288</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred charge on refunding	611,926	-	611,926	-
Pension-related	4,666,823	657,236	5,324,059	638,041
OPEB-related	733,699	105,741	839,440	3,191,704
<b>Total deferred outflows of resources</b>	<b>6,012,448</b>	<b>762,977</b>	<b>6,775,425</b>	<b>3,829,745</b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable and accrued liabilities	8,337,563	971,259	9,308,822	760,053
Compensated absences	146,444	30,471	176,915	4,821
Accrued interest	157,967	113,995	271,962	-
Unearned revenue	3,130	-	3,130	-
Deposits payable	1,939,301	350,928	2,290,229	-
Due to other funds	4,476,091	931,027	5,407,118	-
Claims payable	-	-	-	3,659,231
Long-term debt	2,526,209	653,207	3,179,416	5,630
Total current liabilities	17,586,705	3,050,887	20,637,592	4,429,735
Noncurrent liabilities:				
Compensated absences	606,396	81,508	687,904	85,043
Claims payable	-	-	-	10,664,769
Long-term debt	28,959,130	8,761,423	37,720,553	-
Net pension liability	20,789,844	2,882,955	23,672,799	3,351,217
Net OPEB liability	266,109	38,351	304,460	1,157,612
Total noncurrent liabilities	50,621,479	11,764,237	62,385,716	15,258,641
<b>Total liabilities</b>	<b>68,208,184</b>	<b>14,815,124</b>	<b>83,023,308</b>	<b>19,688,376</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Pension-related	155,141	16,532	171,673	171,581
OPEB-related	694,272	100,059	794,331	3,020,187
Lease-related	647,219	485,492	1,132,711	-
<b>Total deferred inflows of resources</b>	<b>1,496,632</b>	<b>602,083</b>	<b>2,098,715</b>	<b>3,191,768</b>
<b>NET POSITION</b>				
Net investment in capital assets	54,134,091	16,665,994	70,800,085	12,316,425
Restricted for debt service	373	137	510	-
Restricted for OPEB	-	-	-	8,309,664
Unrestricted	65,522,698	12,621,019	78,143,717	26,772,800
<b>Total net position</b>	<b>\$ 119,657,162</b>	<b>\$ 29,287,150</b>	<b>\$ 148,944,312</b>	<b>\$ 47,398,889</b>

# ATTACHMENT 1

CITY OF NAPA, CALIFORNIA  
 Statement of Revenues, Expenses and Changes in Net Position  
 Proprietary Funds  
 For the Year Ended June 30, 2024

	Business-Type Activities			Governmental Activities
	Water Utility	Solid Waste and Recycling	Total Enterprise Funds	Internal Service Funds
<b>OPERATING REVENUES</b>				
Charges for services	\$ 38,531,037	\$ 43,102,773	\$ 81,633,810	\$ 20,509,091
Miscellaneous	373,760	171,661	545,421	2,427,604
<b>Total operating revenues</b>	<b>38,904,797</b>	<b>43,274,434</b>	<b>82,179,231</b>	<b>22,936,695</b>
<b>OPERATING EXPENSES</b>				
Employee services and benefits	12,728,157	2,011,734	14,739,891	1,678,590
Materials and services	19,844,157	39,565,166	59,409,323	7,348,349
Insurance premiums and claims	-	-	-	11,741,926
Depreciation and amortization	4,993,552	1,653,926	6,647,478	2,444,715
<b>Total operating expenses</b>	<b>37,565,866</b>	<b>43,230,826</b>	<b>80,796,692</b>	<b>23,213,580</b>
<b>Operating income (loss)</b>	<b>1,338,931</b>	<b>43,608</b>	<b>1,382,539</b>	<b>(276,885)</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Intergovernmental	236,819	287,412	524,231	-
Investment income (loss)	3,681,843	651,082	4,332,925	2,196,610
Interest expense and fiscal charges	(1,073,612)	(286,807)	(1,360,419)	(53)
Gains (losses) on sale of capital asset	-	720	720	224,338
<b>Total nonoperating revenues (expenses)</b>	<b>2,845,050</b>	<b>652,407</b>	<b>3,497,457</b>	<b>2,420,895</b>
<b>Income (loss) before capital contributions and transfers</b>	<b>4,183,981</b>	<b>696,015</b>	<b>4,879,996</b>	<b>2,144,010</b>
Capacity fees and capital grants	2,872,559	-	2,872,559	-
Transfers in	-	-	-	3,916,000
Transfers out	(3,170,380)	(2,098,930)	(5,269,310)	-
<b>Change in net position</b>	<b>3,886,160</b>	<b>(1,402,915)</b>	<b>2,483,245</b>	<b>6,060,010</b>
Net position-beginning	115,771,002	30,690,065	146,461,067	41,338,879
<b>Net position-ending</b>	<b>\$ 119,657,162</b>	<b>\$ 29,287,150</b>	<b>\$ 148,944,312</b>	<b>\$ 47,398,889</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2024**

	Business-Type Activities			Governmental Activities
	Water Utility	Solid Waste and Recycling	Totals	Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers	\$ 37,539,896	\$ 44,211,783	\$ 81,751,679	\$ 21,500,099
Payments to suppliers and service providers	(15,348,098)	(39,742,548)	(55,090,646)	(19,512,434)
Payments to employees for salaries and benefits	(10,626,738)	(1,554,244)	(12,180,982)	(1,591,525)
Other receipts (payments)	373,760	171,661	545,421	5,993,604
<b>Net cash provided by (used for) operating activities</b>	<b>11,938,820</b>	<b>3,086,652</b>	<b>15,025,472</b>	<b>6,389,744</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers from other funds	-	-	-	3,916,000
Transfers to other funds	(3,170,380)	(2,098,930)	(5,269,310)	-
Payments from other funds on interfund borrowings	4,476,091	931,027	5,407,118	-
Operating grants and contributions	477,894	140,100	617,994	(803,919)
<b>Net cash provided by (used for) noncapital financing activities</b>	<b>1,783,605</b>	<b>(1,027,803)</b>	<b>755,802</b>	<b>3,112,081</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Connection fees and capital grants	2,872,559	-	2,872,559	-
Acquisition and construction of capital assets	(2,116,072)	(2,663,443)	(4,779,515)	(4,526,462)
Principal paid on capital debt	(2,416,528)	(640,730)	(3,057,258)	(7,005)
Interest paid on capital debt	(1,265,666)	(287,650)	(1,553,316)	(53)
Proceeds from sales of assets	-	720	720	224,338
<b>Net cash provided by (used for) capital and related financing activities</b>	<b>(2,925,707)</b>	<b>(3,591,103)</b>	<b>(6,516,810)</b>	<b>(4,309,182)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest on investments	3,672,140	656,275	4,328,415	2,188,219
<b>Net cash provided by (used for) investing activities</b>	<b>3,672,140</b>	<b>656,275</b>	<b>4,328,415</b>	<b>2,188,219</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>14,468,858</b>	<b>(875,979)</b>	<b>13,592,879</b>	<b>7,380,862</b>
Cash and cash equivalents-beginning	70,391,789	14,349,937	84,741,726	45,724,834
<b>Cash and cash equivalents-ending</b>	<b>\$ 84,860,647</b>	<b>\$ 13,473,958</b>	<b>\$ 98,334,605</b>	<b>\$ 53,105,696</b>

# ATTACHMENT 1

CITY OF NAPA, CALIFORNIA  
 Statement of Cash Flows  
 Proprietary Funds  
 For the Year Ended June 30, 2024

	Business-Type Activities			Governmental Activities
	Water Utility	Solid Waste and Recycling	Totals	Internal Service Funds
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION</b>				
Cash and investments	\$ 84,860,274	\$ 13,473,821	\$ 98,334,095	\$ 44,796,032
Restricted cash and investments	373	137	510	8,309,664
Total cash and cash equivalents	\$ 84,860,647	\$ 13,473,958	\$ 98,334,605	\$ 53,105,696
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ 1,338,931	\$ 43,608	\$ 1,382,539	\$ (276,885)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation/amortization expense	4,993,552	1,653,926	6,647,478	2,444,715
(Increase) decrease in accounts receivable	(924,477)	1,366,465	441,988	991,008
(Increase) decrease in leases receivable	(66,078)	(7,597)	(73,675)	-
(Increase) decrease in prepaid items	(23,177)	11,660	(11,517)	328,415
Increase (decrease) in accounts payable and accrued liabilities	4,519,236	(189,042)	4,330,194	(750,574)
Increase (decrease) in unearned revenue	616	-	616	-
Increase (decrease) in deposits payable	(1,202)	(249,858)	(251,060)	-
Increase (decrease) in compensated absences	88,481	18,163	106,644	29,391
Increase (decrease) in claims payable	-	-	-	3,566,000
Increase (decrease) in pension and related items	2,131,763	455,891	2,587,654	556,913
Increase (decrease) in OPEB and related items	(118,825)	(16,564)	(135,389)	(499,239)
Total adjustments	10,599,889	3,043,044	13,642,933	6,666,629
<b>Net cash provided by (used for) operating activities</b>	<b>\$ 11,938,820</b>	<b>\$ 3,086,652</b>	<b>\$ 15,025,472</b>	<b>\$ 6,389,744</b>
<b>SCHEDULE OF NON-CASH NONCAPITAL, CAPITAL, AND INVESTING ACTIVITIES</b>				
Unrealized gain/(loss) on fair value of investments	\$ (755,440)	\$ (318,546)	\$ (1,073,986)	\$ (384,201)
Purchase of capital assets on account	33,318	-	33,318	-
Amortization on bond discount/(premium)	(174,845)	3,543	(171,302)	-

**THIS PAGE INTENTIONALLY LEFT BLANK**

## FIDUCIARY FUND

This fund is used to account for assets held by the City as an agent for individuals, private organizations, and other governments. The financial activities of these funds are excluded from the government-wide financial statements, but are presented in separate Fiduciary Fund financial statements.

### Gasser Community Facilities District Custodial Fund

To account for the bond activities of the Gasser Community Facilities District (CFD) established September 5, 2017 for the purpose of constructing public roads, bridges, water quality improvements, drainage improvements, and water system improvements along Soscol Canyon Road. The CFD will levy an annual special tax for repayment of the bond.

**CITY OF NAPA, CALIFORNIA  
Statement of Fiduciary Net Position  
Fiduciary Fund  
June 30, 2024**

---

	<b>Gasser CFD Custodial Fund</b>
<b>ASSETS</b>	
Cash and investments	\$ 1,023,351
Restricted cash and investments	1,207,081
Receivables:	
Accounts	32,842
Interest	1,447
<b>Total assets</b>	<b><u>2,264,721</u></b>
<b>LIABILITIES</b>	
Due to bondholders	2,264,721
<b>Total liabilities</b>	<b><u>2,264,721</u></b>
<b>NET POSITION</b>	
Restricted for:	
Individuals and other	-
<b>Total net position</b>	<b><u><u>\$ -</u></u></b>

**CITY OF NAPA, CALIFORNIA  
Statement of Changes in Fiduciary Net Position  
Fiduciary Fund  
For the Year Ended June 30, 2024**

---

	<u>Gasser CFD Custodial Fund</u>
<b>ADDITIONS</b>	
Investment earnings:	
Investment income (loss)	\$ 89,867
Total investment earnings	<u>89,867</u>
Special assessments for other governments	<u>1,171,656</u>
<b>Total additions</b>	<b><u>1,261,523</u></b>
<b>DEDUCTIONS</b>	
Administration	112,617
Payments on conduit bonds, principal	460,000
Payments on conduit bonds, interest	<u>688,906</u>
<b>Total deductions</b>	<b><u>1,261,523</u></b>
<b>Net increase (decrease) in fiduciary net position</b>	-
Net position-beginning, as restated	<u>-</u>
<b>Net position-ending</b>	<b><u>\$ -</u></b>

**THIS PAGE INTENTIONALLY LEFT BLANK**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**CITY OF NAPA, CALIFORNIA  
 Index of Notes to the Basic Financial Statements  
 For the Year Ended June 30, 2024**

<b>NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES .....</b>	<b>43</b>
A. Reporting Entity .....	43
B. Basis of Presentation .....	43
C. Major Funds .....	43
D. Basis of Accounting .....	45
E. Cash and Investments .....	46
F. Property Taxes .....	47
G. Inventories .....	47
H. Long-Term Loan Receivable .....	47
I. Prepaid Items .....	48
J. Leases .....	48
K. Subscription-Based Information Technology Arrangements (SBITAs) .....	48
L. Capital Assets .....	49
M. Compensated Absences .....	50
N. Pensions .....	50
O. Other Postemployment Benefits Other Than Pensions (OPEB) .....	51
P. Net Position .....	51
Q. Fund Balance .....	51
R. Use of Estimates .....	52
S. Deferred Outflows/Inflows of Resources .....	52
T. Implementation of New GASB Pronouncements for the Year Ended June 30, 2024 .....	52
U. Upcoming Government Accounting Standards Implementations .....	52
 <b>NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY .....</b>	 <b>53</b>
A. Violations of Legal or Contractual Provisions .....	53
B. Deficit Fund Equity .....	53
 <b>NOTE 3: CASH AND INVESTMENTS .....</b>	 <b>53</b>
A. Deposits .....	53
B. Investments Authorized by the California Government Code and the Investment Policy .....	54
C. Investments Authorized by Debt Agreements .....	55
D. Disclosures Relating to Interest Rate Risk .....	55
E. Disclosures Relating to Credit Risk .....	56
F. Investment in Local Agency Investment Funds .....	57
G. Investment Held in Public Agencies Retirement Services (PARS) Trust .....	57
H. Fair Value Hierarchy .....	57
 <b>NOTE 4: LEASE RECEIVABLE .....</b>	 <b>58</b>
A. Governmental Activities .....	58
B. Business-Type Activities .....	59
 <b>NOTE 5: LOANS RECEIVABLE .....</b>	 <b>60</b>
 <b>NOTE 6: INTERFUND TRANSACTIONS .....</b>	 <b>61</b>
A. Due To / From Other Funds .....	61
B. Long-Term Advances .....	61
C. Transfers .....	62

**CITY OF NAPA, CALIFORNIA  
 Index of Notes to the Basic Financial Statements  
 For the Year Ended June 30, 2024**

---

**NOTE 7: CAPITAL ASSETS .....63**

    A. Governmental Activities.....63

    B. Business-Type Activities.....64

**NOTE 8: LONG-TERM DEBT ..... 65**

    A. Current Year Transactions and Balances .....65

    B. California Energy Commission Loan.....65

    C. Housing Authority Notes Payable .....65

    D. Leases Liability .....66

    E. Subscription Liability .....67

    F. Water Fund Obligations.....68

    G. Solid Waste Revenue Bonds.....69

**NOTE 9: DEBT WITH NO CITY COMMITMENT .....69**

    A. Mortgage Revenue Bonds .....69

    B. Community Facilities District.....70

**NOTE 10: COMPENSATED ABSENCES.....70**

    A. Governmental Activities.....70

    B. Business-Type Activities.....70

**NOTE 11: FUND BALANCE CLASSIFICATION .....71**

**NOTE 12: EMPLOYEE RETIREMENT SYSTEM .....71**

    A. Plan Description .....71

    B. Benefits Provided .....72

    C. Employees Covered.....73

    D. Contributions .....73

    E. Pension Expense and Deferred Outflows/Inflows of Resource Related to Pensions .....76

    F. Defined Contribution Plans .....77

    G. Other Retirement Systems.....78

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB).....78**

    A. Plan Description and Eligibility.....78

    B. Eligibility.....78

    C. Contributions .....78

    D. Net OPEB Liability.....78

    E. Changes in the Net OPEB Liability .....81

    F. OPEB Expense and Deferred Inflows and Outflows of Resources Related to OPEB .....82

    G. Substantive Plan .....83

**NOTE 14: RISK MANAGEMENT .....86**

**NOTE 15: JOINT POWERS AGREEMENT ..... 87**

**CITY OF NAPA, CALIFORNIA  
Index of Notes to the Basic Financial Statements  
For the Year Ended June 30, 2024**

---

**NOTE 16: COMMITMENTS AND CONTINGENCIES .....88**

- A. Commitments .....88
- B. Claims and Litigation .....88
- C. Federal and State Grants .....88
- D. Tax Sharing Agreements .....88
- E. Construction Contracts .....88
- F. North Bay Aqueduct .....88

**NOTE 17: PUBLIC PRIVATE SERVICE CONCESSION ARRANGEMENT .....89**

**NOTE 18: PRIOR PERIOD ADJUSTMENTS .....90**

**NOTE 19: SUBSEQUENT EVENTS .....90**

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the City of Napa, California (the “City”) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City’s significant accounting policies are described below.

**A. Description of Government-wide Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

**B. Financial Reporting Entity**

The City was incorporated on March 23, 1872, under the laws of the State of California. The City’s charter was filed on October 27, 1914. The City operates under a Council-Manager form of government. As required by generally accepted accounting principles, these financial statements present the City of Napa and its component units. The following component units are included in the City’s reporting entity because of the significance of their operational or financial relationships with the City.

Blended component units, although legally separate entities are, in substance, part of the City’s operations and so data from these units are combined with that of the City.

***The Housing Authority of the City of Napa (the Housing Authority)*** was established on May 8, 1942. On July 7, 1969, the City Council declared itself to be the Board of Commissioners of the Housing Authority in accordance with Section 34920 of the Health and Safety Code of the State of California. The City of Napa has operational responsibility for the component unit.

***The Parking Authority of the City of Napa (the Parking Authority)*** was established pursuant to the Streets and Highways Code of the State of California. The City Council established the Parking Authority on April 27, 1970 and designated itself as the governing body. The primary purpose of the Authority is to acquire, maintain and operate off-street parking facilities within the City. The Parking Authority reported no financial transactions during the year ended June 30, 2023.

**C. Basis of Presentation**

**Government-wide Statements** include the *Statement of Net Position* and the *Statement of Activities*. These statements present summaries of Governmental and Business-Type Activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

These statements are presented on an 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 activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

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

The *Statement of Activities* presents a comparison between direct expenses and program revenues for each function of the City. Direct expenses are those that are specifically associated with a program or function. Certain indirect costs are included in program expenses reported for individual functions and activities. Program revenues include:

1. charges paid by the recipients of goods or services offered by the programs,
2. operating grants and contributions that are restricted to meeting the operational needs of a particular program,
3. capital fees, grants and contributions that are restricted to financing the acquisition or construction of capital assets. Revenues that are not classified as program revenues are presented as general revenues.

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

**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.

The City reported the following major governmental funds:

The **General Fund** is the general operating fund of the City. It is used to account for all financial resources except those that are required to be accounted for in another fund.

The **Development Fees Fund** accounts for development fees levied by the City on new construction. City ordinance restricts these revenues for use in construction, major maintenance, and debt service for park, street, drainage, and public safety facilities.

The **HOME Program Fund** - The City has been awarded grants under the State of California Federal Home Investment Partnerships Program (HOME) for administration of the following activities: ownership rehabilitation, rental rehabilitation augmenting the Community Development Block Grant Rehabilitation Program, a silent second down payment assistance program; and a rental assistance program.

The **Housing Fund** accounts for the activities of the Housing Authority which provides and administers affordable housing programs and services to qualified residents. The Housing Authority administers Federal funds including Section 8 Housing Vouchers county-wide; Mainstream Vouchers county-wide; Continuum of Care Funds; the Local Housing Fund; the Operating Reserve Fund and the Management of Housing Authority owned properties.

The **City Capital Projects Fund** accounts for the City's current construction projects, including streets, park and recreation facilities, and other major City projects. The primary sources of funds include City-levied development fees, the state gas tax, and federal and state grants.

The City reports the following major enterprise funds:

The **Water Utility Fund** accounts for the operations and management of the City's water system.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

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

The **Solid Waste and Recycling Fund** accounts for administration of the City's garbage franchise, including tipping fees, a rate stabilization fund, and other specialized services. The fund does not report the financial position or activities of the City's franchise operator.

Additionally, the City reports the following fund types:

**Internal Service Funds** – These funds account for post-employment benefits expense and liabilities, workers' compensation and general liability coverage, management information system maintenance and replacement, and vehicle and equipment maintenance and replacement; all of which are provided to other departments on a cost – reimbursement basis.

**Custodial Fund** – This fund accounts for the bond activities of the Gasser Community Facilities District (CFD). The CFD was established September 5, 2017 for the purpose of constructing public roads, bridge, water quality improvements, drainage improvements, and water system improvements along Soscol Canyon Road. The CFD levies an annual special tax for repayment of the bond.

**Governmental Funds** are used to report the majority of the City's programs. These funds are reported in the *Fund Financial Statements* on the modified accrual basis of accounting, with a focus on current financial resources. This basis differs from the accrual basis of accounting used to report the government-wide financial statements and the business-type fund financial statements.

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 with the exception of grant revenues and sales tax revenues. Grant revenues are considered to be available if collected within 180 days and sales tax are considered to be available if collected within 90 days of the end of the current fiscal year. Revenues susceptible to accrual include taxes, intergovernmental revenues, charges for services and interest revenue. 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. Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

**D. Basis of Accounting**

In the *Fund Financial Statements*, unearned revenues arise when resources are received by the government before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for unearned revenue is removed from the combined balance sheet and revenue is recognized.

Expenditures are recorded when the related fund liability is incurred, except for un-matured interest, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources to the extent that they are matured. Governmental capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of governmental long-term debt and acquisitions under capital leases are reported as other financing sources.

**Proprietary Funds** of the City are reported on the accrual basis of accounting in the *Fund Financial Statements*. Proprietary funds account for City operations financed and operated in a manner similar to a private business enterprise. The intent of the City is that the cost of providing goods and services be financed primarily through user charges.

**Fiduciary Funds** of the City are reported on the accrual basis of accounting in the *Fiduciary Fund Financial Statements*. Fiduciary fund financial statements fund accounts for the bond activities of the Gasser Community Facilities District (CFD).

**CITY OF NAPA, CALIFORNIA  
Notes to the Basic Financial Statements  
For the Year Ended June 30, 2024**

---

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

**E. Budgetary Information**

**1. *Budgetary Basis of Accounting***

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund, library fund, and debt service fund. The capital projects fund is appropriated on a project-length basis. Other special revenue funds and the permanent fund do not have appropriated budgets since other means control the use of these resources (e.g., grant awards and endowment requirements) and sometimes span a period of more than one fiscal year.

The appropriated budget is prepared by fund, function, and department. The City’s department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Council. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances technically lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are reappropriated and become part of the subsequent year’s budget pursuant to state regulations, and the encumbrances are automatically reestablished in the next year.

**2. *Excess of Expenditures over Appropriations***

**a. Expenditures Exceeding Appropriations**

For the year ended June 30, 2024, expenditures exceeded appropriations in the following funds by function/department:

Fund	Functional Area	Excess
General Fund	Debt Service:	
	Principal	\$ 1,390,949
	Interest and fiscal charges	61,762
	Capital outlay	2,330,653
Public Infrastructure Program Fund	Public works	135
Property and Business Improvement Measure F	Community development	1,906
Special Revenue Fund	Capital outlay	278
Encampment Resolution Grant	Capital outlay	5,791,918
	Debt Service:	
	Principal	1,815,584
	Interest and fiscal charges	109,416
Golf Special Revenue Fund	Parks and recreation	27
	Capital outlay	3,770
City Capital Projects Fund	Public works	870,242

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

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

**Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

**F. Cash and Investments**

The City maintains a cash and investment pool, which includes unrestricted cash balances and authorized investments for all funds. Highly liquid market investments with maturities of one year or less at time of purchase are carried at amortized cost. All other investments are carried at fair value. The fair value of pooled investments is determined annually and is based on current market prices. The fair value of the funds' position in the pool is the same as the value of the pool shares. The method used to determine the value of a fund's equity withdrawn is based on the book value of the fund's percentage participation at the date of such withdrawal. In the event that a certain fund overdraws its share of pooled cash, a short-term inter-fund loan transaction is recorded to offset the overdraft.

For purposes of the statement of cash flows, 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. With respect to cash and investments with fiscal agents, all investments have an original maturity of less than three months and are considered to be cash equivalents.

Cash and investments restricted by various long-term debt bond covenants are reported as restricted cash and investments in the enterprise funds. Cash and investments held in a Pension Stabilization Trust are reported as restricted cash and investments in the internal service fund.

GASB Statement No. 72, *Fair Value Measurement and Application*, provides guidance for determining a fair value measurement for reporting purposes and applying fair value to certain investments and disclosures related to all fair value measurements. The City categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

**G. Property Taxes**

The County of Napa (the "County") is permitted by State Law (Proposition 13) to levy taxes at 1% of the full market value of the property (at the time of purchase) and can increase the assessed property valuation by no more than 2% per year. The County levies property taxes limited to \$1 per \$100 of assessed valuation for county, cities, schools and special districts' operating expenditures. This property tax levy is distributed to the different governmental agencies under the State-mandated alternate method of apportioning taxes (commonly referred to as the "Teeter Plan") whereby all local agencies with historical tax delinquency rates less than 3%, including cities, receive from the County 100% of their respective shares of the amount of ad valorem taxes levied, without regard to the actual collection of taxes levied. This method was placed in effect by the City and the County in the 1993 – 1994 tax year and remains in effect until the County Board of Supervisors orders its discontinuance.

City property tax revenues are recognized when levied to the extent that the measurable and available criteria have been met. Property taxes become an enforceable lien on property as of March 1; taxes are levied on July 1; taxes are payable in two installments on November 1 and February 1; taxes become delinquent on December 10 and April 10. The County bills and collects the property taxes and remits them to the City.

**H. Inventories**

Inventory in the governmental funds are for resale and stated at the lower of its weighted average cost or market value.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

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

**I. Long – Term Loan Receivable**

Long-Term loan receivable, which consist of the principal amount of the loan plus the accrued borrower's deferred interest is reported in the Governmental Fund statements with offsetting unavailable revenue as resources are not available for expenditure. Long-term loans receivable report in the governmental activities on the Government - Wide Statement of Net Position is not offset by unavailable revenue as it is recorded on an accrual basis at its net realizable value based on an estimate of uncollectible amounts for loan losses.

The Governmental Funds report unavailable revenues from notes and loans receivable as a deferred inflow of resources. These amounts are recognized or reported as revenues in the period that the amounts become available.

**J. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond June 30, are recorded as prepaid items, and in governmental fund financial statements are offset equally by nonspendable fund balance, which indicates that they are not in spendable form. Prepaid items are reported under the consumption method, which recognizes the expenditure/expense in the period associated with the goods consumed or the services rendered.

**K. Leases**

**1. Lessee**

The City has a policy to recognize a lease liability and a right-to-use lease asset (lease asset) in the government- wide financial statements. The City recognizes lease liabilities with an initial, individual value of \$25,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made.

Lease assets are recorded at the amount of the initial measurement of the lease liabilities and modified by any lease payments made to the lessor at or before the commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease term along with any initial direct costs that are ancillary charges necessary to place the lease assets into service. Lease assets are amortized using the straight-line method over the shorter of the lease term or the useful life of the underlying asset, unless the lease contains a purchase option that the City has determined is reasonably certain of being exercised. In this case, the lease asset is amortized over the useful life of the underlying asset.

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

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

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

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

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

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

**2. Lessor**

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

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

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

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

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

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

The City has a policy to recognize a SBITA liability and a right-to-use subscription asset (SBITA asset) in the financial statements with an initial, individual value of \$25,000 or more with a subscription term greater than one year.

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

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

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

- The City uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The subscription term includes the period during which the City has a noncancelable right to use the underlying IT asset. The subscription term also includes periods covered by an option to extend if it is reasonably certain to be exercised.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

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

- Subscription payments included in the measurement of the subscription liability are composed of fixed payments and purchase option years that the City is reasonably certain to exercise. The City monitors changes in circumstances that would require a remeasurement of a subscription and will remeasure any subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

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

**M. Capital Assets**

Capital assets, which include land, buildings, improvements, equipment, and infrastructure (e.g. roads, bridges, sidewalks, and similar items), are reported on the government-wide Statement of Net Position. Capital assets used in enterprise and internal service funds are also reported on those Fund Financial Statements. Since the governmental funds report only current, available resources on their Fund Financial Statements, capital outlay in those funds is reported as an expenditure and not as an asset on the balance sheet.

Capital assets are recorded at cost. The City has set the capitalization threshold for reporting general capital assets at \$5,000 and infrastructure at \$25,000 with a useful life of more than one year. Donated assets are recorded at acquisition value at the date of donation. Capital assets acquired under capital leases are recorded at the net present value of the future minimum lease payments.

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

Depreciation and amortization on recorded capital assets is expensed on the straight-line method over the following estimated useful lives:

<u>Asset Type</u>	<u>Years</u>
Buildings and improvements	15 - 60
Vehicles and equipment	3 - 7
Roads	20 - 40
Bridges	75
Curbs/Gutters/Sidewalks	30 - 50
Traffic Signals	40
Park Improvements	20 - 30
Transmission and Distribution Systems	20 - 60
Street Lights	30 - 40
Underground Utilities	30 - 40
Stormwater	30 - 40
Lease assets	3 - 10
Subscription assets	3 - 10

**N. Compensated Absences**

City employees may accumulate earned but unused vacation (up to a certain amount) and sick pay benefits. All annual leave is accrued when incurred and reported in the government-wide and proprietary fund financial statements. A liability for compensated absences is reported in the governmental funds only if they have matured, for example, as a result of employee resignations or retirements that are currently payable. Compensated absences are liquidated by the fund that has recorded the liability. Governmental activities compensated absences are liquidated primarily by the General Fund.

CITY OF NAPA, CALIFORNIA  
 Notes to the Basic Financial Statements  
 For the Year Ended June 30, 2024

---

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

**O. Pensions**

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

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined time frames. For this request, the following time frames are used:

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Measurement Period	July 1, 2022 to June 30, 2023

**P. Other Postemployment Benefits Other Than Pensions (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 Retiree Benefits Plan (the Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. The General Fund and Internal Service Funds are typically used to liquidate the OPEB liability related to the City's governmental activities while the OPEB liability for Business-type activities is liquidated from the respective Enterprise Funds.

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

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Measurement Period	July 1, 2022 to June 30, 2023

**Q. Net Position**

Net position is the excess of the City's assets and deferred outflows over all its liabilities and deferred inflow. Net position is divided into three captions on the Statement of Net Position.

These captions apply only to net position, which is determined at the government-wide level and proprietary funds 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.

**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. These principally include bond proceeds received for use on capital projects, debt service requirements, and special revenue programs subject to limitations regulations and laws underlying such programs.

**Unrestricted** describes the portion of net position which is not restricted as to use.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

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

**R. Fund Balances**

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. The General Fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to these purposes, it may be necessary to report a negative unassigned fund balance. Each category in the following hierarchy is ranked according to the degree of spending constraint:

**Nonspendable** represents balances set aside to indicate items that do not represent available, or 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.

**Committed** fund balances have constraints imposed by formal action (i.e. resolution) of the City Council which may be altered only by the same formal action of the City Council.

**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 Finance Director is designated the authority by the Council adopted Fiscal Policy to "assign" amounts to be used for specific purposes.

**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.

**S. Use of Estimates**

The accompanying basic financial statements have been prepared in accordance with U.S. GAAP. This requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

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

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

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

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

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

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

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

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

GASB Statement No. 100

In June 2022, GASB issued Statement No. 100, *Accounting Changes and Error Corrections – an Amendment of GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. Application of this statement is effective for the City’s fiscal year ending June 30, 2024.

**NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. Violations of Legal or Contractual Provisions**

Note 1.E.2, on the Excess of expenditures over appropriations, describes a budgetary violation that occurred for the year ended June 30, 2024. It also explains the provision provided by law that was used to remedy the violation.

**B. Fund Balance/Net Position Deficits**

At June 30, 2024, the following funds had a fund balances (deficit) or unrestricted net position (deficit):

Fund	Fund Type	Deficit
Property and Business Improvement Fund	Special Revenue Fund	\$ 6,539
Permanent Local Housing Allocation Fund	Special Revenue Fund	638,438
Encampment Resolution Grant Fund	Special Revenue Fund	1,395
Golf Fund	Special Revenue Fund	1,445,881
Community Development Block Grant Fund	Special Revenue Fund	277,221

The Special Revenue Funds deficits are expected to be eliminated by future grant revenues, intergovernmental, and charges for services.

**NOTE 3: CASH AND INVESTMENTS**

The City maintains a cash and investment pool, which includes cash balances and authorized investments of all funds. This pooled cash is invested in an effort to enhance interest earnings while minimizing exposure to risk. The pooled interest earned is allocated to the funds based on cash and investment balances in these funds at the end of each monthly accounting period.

**A. Deposits**

The California Government Code requires California financial institutions to secure the City’s cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City’s name. The market value of pledged securities must equal at least 110% of the City’s cash deposits. California law also allows institutions to secure city deposits by pledging first trust deed mortgage notes having a value of 150% of the City’s total cash deposits.

The City follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under the provisions of bond indentures. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

Cash and investments as of June 30, 2024, are classified in the accompanying financial statements as follows:

Cash and investments - Governmental and Business-type activities	\$	324,408,670
Restricted cash and investments		8,309,664
Restricted cash with fiscal agents		510
Total City cash and investments		332,718,844
Cash and investments available for operations in Fiduciary Funds		1,023,351
Restricted cash and investments in Fiduciary Funds		1,207,081
Total cash and investments	\$	334,949,276

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

The table below identifies the investment types authorized under the provisions of the City's investment policy, and in accordance with the California Government Code. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of the debt agreements of the City.

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum in Portfolio	Maximum Investment In One Issuer
U.S. Treasury Bonds, Notes and Bills	5 Years	N/A	None	None
U.S. Government Agency and U.S. Government - Sponsored Enterprise Obligations	5 Years	N/A	None	None
State of California or Other Local Agency	5 Years	N/A	None	5%
Registered Treasury Notes or Bonds	5 Years	N/A	None	5%
Bankers' Acceptances	180 Days	A-1, P-1	30%	Lessor of \$2,000,000 or 5% (whichever is lower)
Certificate of Deposit (Time Deposit)	2 Years	*	None	\$250,000
Negotiable Certificates of Deposit	5 Years	A, A-1	30%	5% regardless of sector
Commercial Paper	270 Days	A	25%	5% regardless of sector
Medium-Term Notes	5 Years	A	30%	5% regardless of sector
State of California Local Agency Investment Fund (LAIF Pool)	Upon Demand	N/A	Maximum Amount permitted by LAIF Advisory Board	N/A
Repurchase Agreements	30 Days	N/A	20%	20%
Money Market Mutual Funds	N/A	**	20%	10%
California Asset Management Program	N/A	N/A	None	None
Asset Backed Securities	5 Years	AA	20%	5% regardless of sector
Supranationals	5 Years	AA	30%	5% regardless of sector

\*Collateralization must comply with statutory requirements

\*\*Higher rating provided by not less than two nationally recognized rating services

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

**C. Investments Authorized by Debt Agreements**

Investments of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investments held by the bond trustee.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Minimum Credit Rating</u>
U.S. Treasury Bonds, Notes and Bills	None	N/A
U.S. Government Agency Obligations	None	Aaa or AAA for Senior Debt obligations issued by Fannie Mae or FHLMC
Federal Securities	None	N/A
Bankers' Acceptances	no more than 360 days	A-1, P-1
Commercial Paper	no more than 1 year	N/A
Certificates of Deposit	30 days or less	A
Repurchase Agreements	N/A	Not Rated
Local Agency Investment Fund	no more than 5 years	N/A
Money Market Funds	N/A	AAAm, AAAm-G
Bonds or Notes issued by State or Municipal Governments	None	One of the two highest ratings categories by S&P
Shares in a California Common Law Trust	N/A	N/A
Prefunded Municipal Obligations	None	AAA
State Obligations	None	A
State Obligations - Direct Short-Term	None	A-1
State Obligations - Special Revenue Bonds	None	AA

**D. Disclosures Relating to Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates may 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 change in market interest rates. The City manages its exposure to interest rate risk by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments as of June 30, 2024, by maturity:

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

Investment Type	Less than One Year	One to Three Years	Three to Five Years	Total
Local Agency Investment Fund	\$ 47,963,316	\$ -	\$ -	\$ 47,963,316
Certificate of Deposit	-	6,557,723	-	6,557,723
U.S. Treasury Notes	2,801,813	42,042,108	31,160,368	76,004,289
Municipal Bond/Note	538,367	3,255,078	-	3,793,445
Corporate Notes	259,839	24,551,817	22,563,632	47,375,288
Money Market Funds (U.S. Securities)	60,427,375	-	-	60,427,375
Federal Agency Securities	-	13,383,497	19,023,822	32,407,319
Asset Backed Security	-	6,554,090	25,476,227	32,030,317
Bank Note	-	3,151,917	-	3,151,917
Total Investments	<u>\$ 111,990,710</u>	<u>\$ 99,496,230</u>	<u>\$ 98,224,049</u>	309,710,989
Cash and investment with fiscal agents*				9,974,419
Cash in banks and on hand				15,263,868
Total Cash and Investments				<u>\$ 334,949,276</u>

\*Cash and investments with fiscal agent represents Gasser CFD (\$1.2 million), PARS IRC Section 115 Trust (\$8.3 million), Proprietary Debt Service (\$510) and Housing Authority Self Sufficiency (\$457k).

**E. Disclosures Relating to Credit Risk**

Credit risk is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City's investments are rated as follows:

Investment Type	AAA	AA+/AA/AA-	A/A+/A-/BBB+	Total
<b>Held by Trustee:</b>				
Certificate of Deposit	\$ -	\$ -	\$ 6,557,723	\$ 6,557,723
Municipal Bond/Notes	338,198	2,725,040	-	3,063,238
Corporate Notes	-	8,916,064	38,459,224	47,375,288
Money Market Funds	80,300	-	-	80,300
Federal Agency Securities	-	32,407,319	-	32,407,319
Asset Backed Security	26,238,163	-	-	26,238,163
Bank Note	-	-	3,151,917	3,151,917
Total Investments	<u>\$ 26,656,661</u>	<u>\$ 44,048,423</u>	<u>\$ 48,168,864</u>	118,873,948
<b>Not Rated:</b>				
Local Agency Investment Fund				47,963,316
Asset Backed Security				5,792,154
Municipal Bond/Notes				730,207
Money Market Funds				60,347,075
<b>Exempt from credit rating disclosure:</b>				
U.S. Treasury notes				76,004,289
Cash and investment with fiscal agents*				9,974,419
Cash in banks and on hand				15,263,868
Total Cash and Investments				<u>\$ 334,949,276</u>

\*Cash and investments with fiscal agent represents Gasser CFD (\$1.2 million), PARS IRC Section 115 Trust (\$8.3 million), Proprietary Debt Service (\$510) and Housing Authority Self Sufficiency (\$457k).

CITY OF NAPA, CALIFORNIA  
Notes to the Basic Financial Statements  
For the Year Ended June 30, 2024

---

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

**F. Investments in Local Agency Investment Funds**

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

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

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

As of June 30, 2024, the City had \$47,963,316 invested in LAIF, which had invested 3.0% of the pool investment funds in Structured Notes and Asset-Back Securities. LAIF determines fair value on its investment portfolio based on market quotations for those securities where market quotations are readily available and based on amortized cost or best estimate for those securities where fair value is not readily available. The City valued its investments in LAIF as of June 30, 2024, by multiplying its account balance with LAIF times a fair value factor determined by LAIF. This fair value factor was determined by dividing all LAIF participants' total aggregate amortized cost by total aggregate fair value. The fair value of the City's position in the pool is the same as the value of the pool shares. The credit quality rating of LAIF is unrated as of June 30, 2024.

**G. Investments Held in Public Agencies Retirement Services (PARS) Trust**

During the year ended June 30, 2017, the City established an irrevocable trust with PARS for the purpose of accumulating additional resources restricted for retirement benefits. PARS is the trust administrator while the City, as the plan administrator, is responsible to provide direction on the usage and distribution of the funds held in the PARS Trust. During the year ended June 30, 2024, the City contributed \$3,000,000 to the PARS Trust. At June 30, 2024, the total amount accumulated in the PARS Trust was \$8,309,664.

**H. 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 the fair value of the asset. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

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

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

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

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

The City had the following recurring fair value measurements as of June 30, 2024:

		Level			
		1	2	3	Uncategorized
Local Agency Investment Fund	\$ 47,963,316	\$ -	\$ -	\$ -	\$ 47,963,316
Certificate of Deposit	6,557,723	-	-	6,557,723	-
U.S. Treasury Notes	76,004,289	76,004,289	-	-	-
Bank Notes	3,151,917	-	3,151,917	-	-
Municipal Bond/Notes	3,793,445	-	-	3,793,445	-
Corporate Notes	47,375,288	-	-	47,375,288	-
Money Market Funds (U.S. Securities)	60,427,375	-	-	-	60,427,375
Federal Agency Securities	32,407,319	-	-	32,407,319	-
Asset Backed Security	32,030,317	-	-	32,030,317	-
Cash and Deposits	25,238,287	-	-	-	25,238,287
	<u>\$ 334,949,276</u>	<u>\$ 76,004,289</u>	<u>\$ 3,151,917</u>	<u>\$ 122,164,092</u>	<u>\$ 133,628,978</u>

Debt and equity securities classified in Level 1 are valued using prices quoted in active markets for those securities. Debt and equity securities classified in Level 2 are valued using the following approaches:

- Certificates of Deposit: quoted market prices for identical securities in markets that are not active; and
- Federal Government Agency Securities, US. Treasury Bonds/Notes, Municipal Bonds/Notes, Corporate Notes, and Asset-Backed Securities: matrix pricing model.

**NOTE 4: LEASE RECEIVABLE**

**A. Governmental Activities**

The portion of the City's property is leased to others. Such property includes special purpose facilities, office and commercial space, and land. Lease receivable consists of agreements with other for the right-to-use of the underlying assets at various locations owned by the City. The terms of the arrangements range from 2 to 15 years. The calculated interest rates used vary depending on the length of the lease from 0.56% to 1.81%. For the fiscal year ended June 30, 2024, the City recognized \$168,666 in lease revenue and \$3,156 in interest revenue.

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

	Balance	Additions	Deletions	Balance	Due Within
	July 1, 2023			June 30, 2024	One Year
Leases Receivable	<u>\$ 303,653</u>	<u>\$ 33,497</u>	<u>\$ 63,588</u>	<u>\$ 273,562</u>	<u>\$ 53,098</u>

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

Year Ending	Principal	Interest	Total
June 30,			
2025	\$ 53,098	\$ 2,646	\$ 55,744
2026	57,398	2,145	59,543
2027	58,034	1,613	59,647
2028	49,071	1,106	50,177
2029	2,008	864	2,872
2030-2034	11,416	3,827	15,243
2035-2039	13,960	2,870	16,830
2040-2044	16,877	1,704	18,581
2045-2047	11,700	366	12,066
Total	<u>\$ 273,562</u>	<u>\$ 17,141</u>	<u>\$ 290,703</u>

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 4: LEASE RECEIVABLE (CONTINUED)**

As of June 30, 2024, the amounts reported as deferred inflows of resources will be recognized as lease revenue as follows:

Year Ending June 30,	Amortization Schedule
2025	\$ 159,361
2026	159,361
2027	157,805
2028	148,215
2029	107,697
2030-2034	538,487
2035-2039	538,487
2040-2044	538,487
2045-2048	365,494
Total	<u>\$ 2,713,394</u>

**B. Business-Type Activities**

The portion of the City's property is leased to others. Such property includes special purpose facilities, office and commercial space, and land. Lease receivable consists of agreements with other for the right-to-use of the underlying assets at various locations owned by the City. The terms of the arrangements range from 2 to 12 years. The calculated interest rates used vary depending on the length of the lease from 0.56% to 1.81%. For the fiscal year ended June 30, 2024, the City recognized \$193,737 in lease revenue and \$28,324 in interest revenue.

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

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024	Due Within One Year
Leases Receivable	\$ 867,950	\$ 567,277	\$ 206,249	\$ 1,228,978	\$ 153,738
Total	<u>\$ 867,950</u>	<u>\$ 567,277</u>	<u>\$ 206,249</u>	<u>\$ 1,228,978</u>	<u>\$ 153,738</u>

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

Year Ending June 30,	Principal	Interest	Total
2025	\$ 153,738	\$ 26,696	\$ 180,434
2026	107,625	24,736	132,361
2027	96,001	22,739	118,740
2028	101,669	20,613	122,282
2029	107,589	18,344	125,933
2030-2034	526,416	53,246	579,662
2029-2033	135,940	4,271	140,211
Total	<u>\$ 1,228,978</u>	<u>\$ 170,645</u>	<u>\$ 1,399,623</u>

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 4: LEASE RECEIVABLE (CONTINUED)**

As of June 30, 2024, the amounts reported as deferred inflows of resources will be recognized as lease revenue as follows:

Year Ending June 30,	Amortization Schedule
2025	\$ 165,397
2026	121,001
2027	105,428
2028	105,428
2029	105,428
2030-2034	441,461
2035-2036	88,568
<b>Total</b>	<b>\$ 1,132,711</b>

**NOTE 5: LOANS RECEIVABLE**

The City has extended long-term loans to support affordable housing and economic development. All loans are secured by real estate. Since some of these loans are secured by trust deeds which are subordinated to other debt on the associated projects or are only repayable from residual cash receipts on the projects, collectability of some of the outstanding balances may not be realized. As a result, a portion of the outstanding balances of the loans has been offset by a valuation allowance. These long-term loans receivable consisted of the following at June 30, 2024:

Description	Term (Years)	Rate%	Balance June 30, 2024
<b>Governmental Funds:</b>			
General Fund	15-30	0-4%	\$ 308,666
Development Fees Fund	10-55	0-3.5%	8,808,944
HOME Program	20-30	3%	8,721,902
<b>Housing Fund:</b>			
Laurel Manor	35	3.5%	410,716
Local Housing Fund	various	7%	59,399
20% Low and Moderate Incoming Housing	30-60	0-4%	9,625,755
RDA Supplemental - Bain, Thomas	-	-	170,703
<b>Other Governmental Funds:</b>			
CDBG Housing Rehabilitation Program	20	2-10%	2,168,705
CDBG Nonprofit CIP Program	55	3%	2,359,998
CalHome Grant	5	3%	1,651,532
<b>Total Governmental Funds</b>			<b>34,286,320</b>
<b>Proprietary Funds:</b>			
Water Utility Fund	9	Applicable LAIF Rate	90,625
<b>Total Proprietary Funds</b>			<b>90,625</b>
<b>Total Primary Government</b>			<b>\$ 34,376,945</b>

**CITY OF NAPA, CALIFORNIA  
Notes to the Basic Financial Statements  
For the Year Ended June 30, 2024**

---

**NOTE 6: INTERFUND TRANSACTIONS**

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

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

Receivable Fund	Payable Fund	Amount	Purpose
General Fund	Measure T Special Revenue Fund	\$ 1,746,786	Overdrawn Cash
General Fund	Golf Course Special Revenue Fund	85,036	Overdrawn Cash
General Fund	Development Fees Special Revenue Fund	593,000	Overdrawn Cash
General Fund	Public Safety Programs Special Revenue Fund	110	Overdrawn Cash
General Fund	Community Development Block Grant Special Revenue Fund	549,964	Overdrawn Cash
General Fund	Permanent Local Housing Allocation Special Revenue Fund	578,130	Overdrawn Cash
General Fund	Assessment District Special Revenue Fund	2,396	Overdrawn Cash
General Fund	Property and Business Improvement Special Revenue Fund	6,548	Overdrawn Cash
General Fund	Housing Special Revenue Fund	2,160,410	Overdrawn Cash
General Fund	Water Utility Enterprise Fund	4,476,091	Overdrawn Cash
General Fund	Solid Waste & Recycling Enterprise Fund	931,027	Overdrawn Cash
		<u>\$ 11,129,498</u>	

**B. Long-Term Advances**

At June 30, 2024 the fund below had made an advance that is not expected to be repaid within the next year. This long-term interfund advance is expected to be repaid when sufficient cash is available in the borrowing fund.

Advances To	Advances From	Amount	Purpose
General Fund	Golf Course Special Revenue Fund	\$ 482,850	Fund Golf Capital Projects
General Fund	Development Fees Special Revenue Fund	1,857,947	Fund Fire Station 5
Development Fees Special Revenue Fund	Golf Course Special Revenue Fund	183,600	Fund Golf Course Water Irrigation Surcharge
City Capital Projects Fund	Golf Course Special Revenue Fund	675,000	Fund Golf Capital Projects
City Capital Projects Fund	Development Fees Special Revenue Fund	1,288,986	Fund Fire Station 5
		<u>\$ 4,488,383</u>	

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 6: INTERFUND TRANSACTIONS (CONTINUED)**

**C. Transfers**

Transfers report the contribution of resources from one fund to another. The following is a summary of transfers for the year ended June 30, 2024:

Transfers Out	Amount	Purpose
Gas Tax Special Revenue Fund	\$ 4,110	Citywide overhead
Road Maintenance and Rehabilitation Act Special Revenue Fund	15,290	Citywide overhead
Traffic Special Revenue Fund	650	Citywide overhead
Enhanced Infrastructure Financing District Special Revenue Fund	48,240	Citywide overhead
Development Fees Special Revenue Fund	59,890	Citywide overhead
Parking Special Revenue Fund	65,740	Citywide overhead
Measure F Special Revenue Fund	24,370	Citywide overhead
Calhome Grant Special Revenue Fund	3,010	Citywide overhead
Assessment Districts Special Revenue Fund	10,510	Citywide overhead
Solid Waste and Recycling Enterprise Fund	901,930	Citywide overhead
Water Utility Enterprise Fund	3,170,380	Citywide overhead
Housing Special Revenue Fund	596,420	Citywide overhead
Subtotal	4,900,540	
General Fund	10,817,153	Capital projects
Development Fees Special Revenue Fund	1,447,000	Capital projects
Measure T Special Revenue Fund	11,866,066	Capital projects
Solid Waste and Recycling Enterprise Fund	1,197,000	Capital projects
Road Maintenance and Rehabilitation Act Special Revenue Fund	1,971,525	Capital projects
Gas Tax Special Revenue Fund	1,453,000	Capital projects
Measure F Special Revenue Fund	500,000	Capital projects
Subtotal	29,251,744	
General Fund	616,000	Fund internal service programs
Traffic Special Revenue Fund	50,000	Fund internal service programs
Subtotal	666,000	
General Fund	12,000	Citywide overhead
General Fund	150,000	Fund internal service programs
General Fund	100,000	Fund internal service programs
General Fund	3,000,000	
Subtotal	3,262,000	
Total	\$ 38,080,284	

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

**NOTE 7: CAPITAL ASSETS**

**A. Governmental Activities**

Governmental activities capital assets activity for the year ended June 30, 2024 was as follows:

	Balance July 1, 2023	Adjustments*	Transfers	Additions	Deletions	Balance June 30, 2024
Capital assets, not being depreciated/amortized:						
Land	\$ 33,395,222	\$ 279	\$ -	\$ -	\$ -	\$ 33,395,501
Construction in progress	27,152,954		(3,150,377)	14,853,449	-	38,856,026
Total capital assets, not being depreciated/amortized	<u>60,548,176</u>	<u>279</u>	<u>(3,150,377)</u>	<u>14,853,449</u>	<u>-</u>	<u>72,251,527</u>
Capital assets, being depreciated/amortized:						
Infrastructure	628,794,264	-	-	27,970	-	628,822,234
Buildings and improvements	59,038,918	-	-	-	-	59,038,918
Improvements, other than buildings	185,367	-	-	34,822	-	220,189
Machinery and equipment	36,655,955	-	3,150,377	4,149,917	1,810,241	42,146,008
Other capital assets	306,000	-	-	-	-	306,000
Lease assets	11,859,753	(9,293,957)	-	5,902,675	-	8,468,471
Subscription assets	2,496,072	-	-	3,016,289	-	5,512,361
Total capital assets, being depreciated/amortized	<u>739,336,329</u>	<u>(9,293,957)</u>	<u>3,150,377</u>	<u>13,131,673</u>	<u>1,810,241</u>	<u>744,514,181</u>
Less accumulated depreciation/amortization:						
Infrastructure	(369,910,096)	-	-	(8,595,897)	-	(378,505,993)
Buildings and improvements	(33,197,568)	(2,082)	-	(1,374,394)	-	(34,574,044)
Improvements, other than buildings	(149,812)	2,082	-	(145)	-	(147,875)
Machinery and equipment	(28,123,611)	-	-	(2,917,668)	1,703,850	(29,337,429)
Other capital assets	(306,000)	-	-	-	-	(306,000)
Lease assets	(1,325,391)	640,963	-	(2,172,321)	-	(2,856,749)
Subscription assets	(548,416)	53,977	-	(841,661)	-	(1,336,100)
Total accumulated depreciation/amortization	<u>(433,560,894)</u>	<u>694,940</u>	<u>-</u>	<u>(15,902,086)</u>	<u>1,703,850</u>	<u>(447,064,190)</u>
Net capital assets, being depreciated/amortized	<u>305,775,435</u>	<u>(8,599,017)</u>	<u>3,150,377</u>	<u>(2,770,413)</u>	<u>3,514,091</u>	<u>297,449,991</u>
Governmental activities capital assets, net	<u>\$ 366,323,611</u>	<u>\$(8,598,738)</u>	<u>\$ -</u>	<u>\$ 12,083,036</u>	<u>\$ 3,514,091</u>	<u>\$ 369,701,518</u>

\* Adjustments pertain to immaterial reclassifications from the prior year, in addition to an immaterial net correction of previously capitalized lease assets and coinciding lease liability.

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

General government	\$ 842,067
Public safety	739,797
Public works	11,572,018
Parks and recreation	25,638
Community development	277,851
Internal service funds	2,444,715
Total depreciation/amortization expense	<u>\$ 15,902,086</u>

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

**NOTE 7: CAPITAL ASSETS (CONTINUED)**

**B. Business-Type Activities**

Business-type activities capital assets activity for the year ended June 30, 2024 was as follows:

	Balance July 1, 2023	Adjustments*	Additions	Deletions	Balance June 30, 2024
Capital assets, not being depreciated/amortized:					
Land	\$ 3,515,018	\$ -	\$ 1,774,441	\$ -	\$ 5,289,459
Construction in progress	8,993,486	-	2,910,663	-	11,904,149
Total capital assets, not being depreciated/amortized	<u>12,508,504</u>	<u>-</u>	<u>4,685,104</u>	<u>-</u>	<u>17,193,608</u>
Capital assets, being depreciated/amortized:					
Infrastructure	98,791,024	-	-	-	98,791,024
Buildings and improvements	104,599,380	(50,221)	-	-	104,549,159
Improvements, other than buildings	-	50,221	22,372	-	72,593
Machinery and equipment	9,903,241	-	105,357	-	10,008,598
Other capital assets	5,992,000	-	-	-	5,992,000
Lease assets	-	-	1,276,243	-	1,276,243
Subscription assets	331,599	-	196,227	-	527,826
Total capital assets, being depreciated/amortized	<u>219,617,244</u>	<u>-</u>	<u>1,600,199</u>	<u>-</u>	<u>221,217,443</u>
Less accumulated depreciation/amortization					
Infrastructure	(59,651,076)	-	(2,065,733)	-	(61,716,809)
Buildings and improvements	(51,200,616)	279	(3,496,088)	-	(54,696,425)
Improvements, other than buildings	-	(279)	(3,472)	-	(3,751)
Machinery and equipment	(6,560,780)	-	(583,126)	-	(7,143,906)
Other capital assets	(3,209,506)	-	(230,751)	-	(3,440,257)
Lease assets	-	-	(212,707)	-	(212,707)
Subscription assets	(53,977)	-	(55,601)	-	(109,578)
Total accumulated depreciation/amortization	<u>(120,675,955)</u>	<u>-</u>	<u>(6,647,478)</u>	<u>-</u>	<u>(127,323,433)</u>
Net capital assets, being depreciated/amortized	<u>98,941,289</u>	<u>-</u>	<u>(5,047,279)</u>	<u>-</u>	<u>93,894,010</u>
Business-type activities capital assets, net	<u>\$ 111,449,793</u>	<u>\$ -</u>	<u>\$ (362,175)</u>	<u>\$ -</u>	<u>\$ 111,087,618</u>

\* Adjustments pertain to immaterial reclassifications from the prior year.

Depreciation/amortization expenses for business-type activities for the year ended June 30, 2024 are as follows:

Water Utility	\$ 4,993,552
Solid Waste and Recycling	1,653,926
Total depreciation/amortization expense	<u>\$ 6,647,478</u>

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

**NOTE 8: LONG-TERM DEBT**

**A. Current Year Transactions and Balances**

The following table summarizes the changes in the City's long-term debt and other non-current liabilities during the year ended June 30, 2024:

	Original Issue Amount	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024	Due within One Year
<b>Governmental Activities</b>						
California Energy Commission (LED) Streetlights due 6/1/2027	\$ 1,442,767	\$ 502,887	\$ -	\$ (124,051)	\$ 378,836	\$ 125,021
Seminary Street, 5.5%, due 7/31/2027	1,244,000	329,782	-	(73,980)	255,802	78,665
CDBG Laurel Manor	700,000	405,702	-	(34,700)	371,002	35,415
Lease liability	8,468,472	11,266,392	5,902,675	(11,477,308)	5,691,759	2,180,979
Subscription liability	4,464,307	1,286,534	2,942,231	(1,104,608)	3,124,157	964,378
Total Governmental Activities		<u>\$ 13,791,297</u>	<u>\$ 8,844,906</u>	<u>\$ (12,814,647)</u>	<u>\$ 9,821,556</u>	<u>\$ 3,384,458</u>
<b>Business-Type Activities</b>						
2016 Water Revenue Bonds due 5/1/2035 plus: bond premium	\$ 43,505,000	\$ 29,920,000	\$ -	\$ (2,180,000)	\$ 27,740,000	\$ 2,285,000
2016 Solid Waste Revenue Bonds due 8/1/2036 less: bond discount	12,500,000	9,715,000	-	(585,000)	9,130,000	595,000
Lease liability	1,276,243	-	1,276,243	(185,766)	1,090,477	194,024
Subscription liability	518,166	262,539	229,547	(106,492)	385,594	105,392
Total Business-Type Activities		<u>\$ 42,683,931</u>	<u>\$ 1,505,790</u>	<u>\$ (3,289,752)</u>	<u>\$ 40,899,969</u>	<u>\$ 3,179,416</u>

**B. California Energy Commission Loan**

The City received a State Loan of \$1.4 million at an annual interest rate of 1.0%, to be repaid in semi-annual payments over 12 years. The note proceeds were applied towards upgrading the street lights to energy efficient LED streetlights. The replacement of the streetlights was completed in October 2014 and disbursement was received by the City in December 2014. In the event of any default or breach, the Promissory Note states that the loan is immediately due and payable.

Principal and interest payments to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 125,021	\$ 3,477	\$ 128,498
2026	126,275	2,224	128,499
2027	127,540	958	128,498
Total	<u>\$ 378,836</u>	<u>\$ 6,659</u>	<u>\$ 385,495</u>

**C. Housing Authority Notes Payable**

**Seminary Street** – In September 1998, the City of Napa Housing Authority borrowed \$714,000 from a local bank to finance the acquisition of a commercial office building to house the Authority and another tenant. During the year ended June 30, 2003, additional bank credit was extended to finance major renovations to the building for a net increase of \$530,000. The loan was converted to permanent financing with a monthly amortization schedule through 2027 at an annual interest rate of 5.5%. In the event of default, the variable interest rate on this note will increase by 4% points, also the entire unpaid principal balance and all accrued unpaid interest is due immediately.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 8: LONG-TERM DEBT (CONTINUED)**

Year Ending June 30,	Principal	Interest	Total
2025	\$ 78,665	\$ 17,435	\$ 96,100
2026	85,118	10,982	96,100
2027	92,019	4,001	96,020
Total	<u>\$ 255,802</u>	<u>\$ 32,418</u>	<u>\$ 288,220</u>

**Laurel Manor Rehabilitation Loan** – In November 2012, the City of Napa Housing Authority borrowed \$700,000, payable over 20 years at an annual interest rate of 2.04%, from the City of Napa CDBG Housing Rehabilitation Program to help finance \$2.7 million in improvements to the Laurel Manor senior housing complex. In the event that the property rehabilitated with the assistance of this loan is sold, conveyed or alienated, the entire remaining principal and accrued interest balance is immediately due and payable.

Principal and interest payments to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 35,415	\$ 7,239	\$ 42,654
2026	36,144	6,509	42,653
2027	36,889	5,765	42,654
2028	37,648	5,005	42,653
2029	38,423	4,230	42,653
2030-2034	186,483	9,012	195,495
Total	<u>\$ 371,002</u>	<u>\$ 37,760</u>	<u>\$ 408,762</u>

**D. Lease Liability**

**Governmental Activities**

The City has entered into leases for building space and equipment use. The terms of the agreements range from 3 to 29 years. The calculated annual interest rates of 0.56% to 2.63% varied based on the length of the lease.

As of June 30, 2024, the capitalized right-to-use assets related to leases were \$8,468,472 and the total lease liability was \$5,691,759, of which \$2,180,979 is reported as a current liability representing the amount due within the next fiscal year.

Principal and interest payments to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 2,180,979	\$ 106,972	\$ 2,287,951
2026	2,218,731	51,471	2,270,202
2027	150,831	20,098	170,929
2028	153,368	18,302	171,670
2029	155,955	16,469	172,424
2030-2034	143,448	71,067	214,515
2035-2039	167,835	57,544	225,379
2040-2044	208,212	40,625	248,837
2045-2049	254,983	19,753	274,736
2050	57,417	1,055	58,472
Total	<u>\$ 5,691,759</u>	<u>\$ 403,356</u>	<u>\$ 6,095,115</u>

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 8: LONG-TERM DEBT (CONTINUED)**

**Business-Type Activities**

The City has entered into a lease for building space. The terms of the agreement is 6 years. The calculated annual interest rate is 2.63% based on the length of the lease.

As of June 30, 2024, the capitalized right-to-use assets related to leases were \$1,063,536 and the total lease liability was \$1,090,477, of which \$194,024 is reported as a current liability representing the amount due within the next fiscal year.

Principal and interest payments to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 194,024	\$ 26,352	\$ 220,376
2026	205,552	21,111	226,663
2027	217,579	15,560	233,139
2028	230,122	9,688	239,810
2029	243,200	3,479	246,679
Total	<u>\$ 1,090,477</u>	<u>\$ 76,190</u>	<u>\$ 1,166,667</u>

**E. Subscription Liability**

**Governmental Activities**

The City has entered into subscription-based information technology arrangements (SBITAs) for services related to cloud-based software applications, data storage and management services. Under the terms of these arrangements, the City does not take possession of the software at any time and the vendor provides ongoing services for the software's operation. The subscription periods vary, with initial non-cancellable terms ranging from 2 to 7 years. The calculated interest rate used was between 2.28% to 2.63%, depending on the length of the SBITA and date of the agreement.

As of June 30, 2024, the capitalized right-to-use assets related to SBITAs were \$5,512,361 and the total subscription liability was \$3,124,157, of which \$964,378 is reported as a current liability representing the amount due within the next fiscal year.

The annual debt service requirements on the subscription liability are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 964,378	\$ 76,308	\$ 1,040,686
2026	711,144	52,950	764,094
2027	546,214	34,627	580,841
2028	521,440	20,652	542,092
2029	217,677	7,337	225,014
2030	163,304	2,022	165,326
Total	<u>\$ 3,124,157</u>	<u>\$ 193,896</u>	<u>\$ 3,318,053</u>

**Business-Type Activities**

The City has entered into subscription-based information technology arrangements (SBITAs) for services related to cloud-based software applications, data storage and management services. Under the terms of these arrangements, the City does not take possession of the software at any time and the vendor provides ongoing

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 8: LONG-TERM DEBT (CONTINUED)**

services for the software's operation. The subscription periods vary, with initial non-cancellable terms ranging from 3 to 7 years. The calculated interest rate used was between 2.28% to 2.63%, depending on the length of the SBITA and date of the agreement.

As of June 30, 2024, the capitalized right-to-use assets related to SBITAs were \$527,826 and the total subscription liability was \$385,594, of which \$105,392 is reported as a current liability representing the amount due within the next fiscal year.

The annual debt service requirements on the subscription liability are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 105,392	\$ 8,963	\$ 114,355
2026	79,120	6,384	85,504
2027	51,856	4,398	56,254
2028	53,122	3,132	56,254
2029	54,419	1,834	56,253
2030	41,685	505	42,190
Total	<u>\$ 385,594</u>	<u>\$ 25,216</u>	<u>\$ 410,810</u>

**F. Water Fund Obligations**

In April 2007, the City issued Series 2007 Water Revenue Bonds for the principal amount of \$47,350,000. The proceeds of the sale of the bond were used to provide funding to finance improvements to the City's water system. In February 2016 the City refunded the Series 2007 Water Revenue Bonds, and paid off other debt obligations of the Water Enterprise, through the issue of the Series 2016 Water Revenue Bonds for the principal amount of \$43,505,000. The issuance of these refunding bonds resulted in cash flow savings over the life of the bonds of \$8,687,419 and an economic gain (difference between the present value of the old and new debt service payments) of \$6,988,512. The issuance premium is reported in long-term debt due on the balance sheet and will be amortized over 14 years (the remaining life of the bonds). As of June 30, 2024, the balance of the premium is \$2,596,411. The 2016 Bonds bear interest payable bi-annually on May 1 and November 1 of each year commencing on May 1, 2016 until maturity in May 2035. Debt service is secured by a pledge of net revenues of the City's Water System. Interest paid in the current fiscal year and the net customer revenues were \$1,056,800 and \$13,308,211, respectively. The total principal and interest remaining to be paid on the bonds is \$27,740,000 and \$5,480,850, respectively. Under the Indenture of Trust for the bonds, the remedies for an event of default include any remedy available under law or equity, including declaring the principal amount of any outstanding Series 2016 Bonds, together with accrued interest, to be immediately due and payable.

The pledge of future Water System Revenues ends upon repayment of the original issue amount of \$43.5 million which is scheduled to occur in 2035.

Principal and interest payments to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 2,285,000	\$ 947,800	\$ 3,232,800
2026	2,315,000	833,550	3,148,550
2027	2,340,000	717,800	3,057,800
2028	2,305,000	671,000	2,976,000
2029	2,395,000	578,800	2,973,800
2030-2034	13,215,000	1,645,350	14,860,350
2035	2,885,000	86,550	2,971,550
Total	<u>\$ 27,740,000</u>	<u>\$ 5,480,850</u>	<u>\$ 33,220,850</u>

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 8: LONG-TERM DEBT (CONTINUED)**

**G. Solid Waste Revenue Bonds**

Acquisition and construction of capital improvements at the City's Materials Diversion Facility. The 2016 Bonds bear interest payable bi-annually on February 1 and August 1 of each year commencing on February 1, 2017 until maturity in August 2036. Debt service is secured by a pledge of net revenues of the City's Solid Waste System. The first principal payment on the Series 2016 Solid Waste Revenue Bonds was due August 1, 2018. Interest paid in the current fiscal year and the net customer revenues were \$279,643 and \$1,868,427, respectively. The total principal and interest remaining to be paid on the bonds is \$9,130,000 and \$2,019,771, respectively. Under the Indenture of Trust for the bonds, the remedies for an event of default include any remedy available under law or equity, including declaring the principal amount of any outstanding Series 2016 Bonds, together with accrued interest, to be immediately due and payable.

In October 2016, the City issued Series 2016 Solid Waste Revenue Bonds for the principal amount of \$12,500,000. The proceeds of the sale of the bond were used to provide funding to finance the costs of the pledge of future Solid Waste System Revenues ends upon repayment of the original issue amount of \$12.5 million which is scheduled to occur in 2036.

Principal and interest payments to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 595,000	\$ 267,044	\$ 862,044
2026	610,000	253,392	863,392
2027	620,000	238,722	858,722
2028	635,000	221,982	856,982
2029	655,000	203,341	858,341
2030-2034	3,580,000	709,236	4,289,236
2035-2037	2,435,000	126,054	2,561,054
Total	<u>\$ 9,130,000</u>	<u>\$ 2,019,771</u>	<u>\$ 11,149,771</u>

**NOTE 9: DEBT WITH NO CITY COMMITMENT**

**A. Mortgage Revenue Bonds**

The Housing Authority has issued the following mortgage revenue bonds to provide funds for the construction and permanent financing of multi-family housing projects. Twenty percent of units developed will be held and made available for occupancy by persons of low income. The bonds are secured by the land and housing projects. The bonds do not constitute or create a debt or pledge of the general credit or taxing power of the City and, accordingly, they are not recorded in the accompanying financial statements. The mortgage revenue bonds outstanding as of June 30, 2024, are as follows:

Year of Issue	Project	Original Amount	Maturity Date	Principal Balance June 30, 2024
Housing authority				
1999	Silverado Creek A	\$ 3,125,000	June 1, 2031	\$ 1,275,771
2004	Magnolia Park Series 2004A	4,500,000	December 1, 2035	769,526
		<u>\$ 7,625,000</u>		<u>\$ 2,045,297</u>

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 9: DEBT WITH NO CITY COMMITMENT (CONTINUED)**

**B. Community Facilities District**

The Community Facilities District was formed and established by the City Council, as legislative body of the Community Facilities District, under the Mello-Roos Community Facilities Act of 1982, as amended, pursuant to a resolution adopted by the City Council following a public hearing, and a landowner election held on the same date at which the qualified electors of the Community Facilities District authorized the Community Facilities District to incur bonded indebtedness and approved the levy of special taxes. The bonds do not constitute or create a debt or pledge of the general credit or taxing power of the City. The Community Facilities District is located just south of the downtown area of the City, consisting of 23 parcels west of Soscol Avenue, north of Imola Avenue and south of Oil Company Road/Sousa Lane. The Community Facilities District issued debt on September 5, 2017 in the amount of \$19,950,000 for the purpose of acquisition, construction, and completion of certain facilities and improvements to be owned and operated by the City. The total principal and interest remaining to be paid on the bond is respectively \$17,785,000 and \$9,409,172.

**NOTE 10: COMPENSATED ABSENCES**

**A. Governmental Activities**

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

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024	Due within One Year
Compensated Absences	\$ 4,333,349	\$ 1,466,806	\$ (824,794)	\$ 4,975,361	\$ 30,108

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

Governmental Funds	\$ 4,885,496
Risk Management Internal Service Fund	42,190
Fleet Internal Service Fund	47,675
Total	<u>\$ 4,975,361</u>

**B. Business-Type Activities**

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

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024	Due within One Year
Compensated Absences	\$ 758,175	\$ 131,819	\$ (25,175)	\$ 864,819	\$ 176,915

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

Water Utility Fund	\$ 752,841
Solid Waste and Recycling Fund	111,978
Total	<u>\$ 864,819</u>

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

**NOTE 11: FUND BALANCE CLASSIFICATION**

Detailed classifications of the City’s Fund Balances, as of June 30, 2024, are as follows:

	General Fund	Development Fees	HOME Program	Housing	City Capital Projects	Non-major Governmental Funds	Total Governmental Funds
<b>Nonspendable</b>							
Inventories	\$ 1,230	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,230
Prepaid items	1,283,694	372	592	23,284	-	3,161,805	4,469,747
Advances to other funds	2,340,797	183,600	-	-	1,963,986	-	4,488,383
<b>Total nonspendable</b>	<b>3,625,721</b>	<b>183,972</b>	<b>592</b>	<b>23,284</b>	<b>1,963,986</b>	<b>3,161,805</b>	<b>8,959,360</b>
<b>Restricted</b>							
Senate Bill (SB) 1186 reserve	354,055	-	-	-	-	-	354,055
Designated projects and Programs (including parking)	-	26,137,159	-	-	-	13,782,424	39,919,583
Grants	-	-	798,652	-	-	252,128	1,050,780
Housing programs	-	-	-	5,680,179	-	-	5,680,179
Red light camera	-	-	-	-	-	706,695	706,695
Assessment districts	-	-	-	-	-	7,678,710	7,678,710
Tourism Improvement District (TID)	-	-	-	-	-	1,447,656	1,447,656
<b>Total restricted</b>	<b>354,055</b>	<b>26,137,159</b>	<b>798,652</b>	<b>5,680,179</b>	<b>-</b>	<b>23,867,613</b>	<b>56,837,658</b>
<b>Committed</b>							
Earthquake/flood events	16,634,550	-	-	-	-	-	16,634,550
Capital projects	-	-	-	-	78,498,122	-	78,498,122
<b>Total committed</b>	<b>16,634,550</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>78,498,122</b>	<b>-</b>	<b>95,132,672</b>
<b>Assigned</b>							
On-going projects and programs	2,994,840	-	-	-	-	-	2,994,840
<b>Total assigned</b>	<b>2,994,840</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,994,840</b>
<b>Unassigned (deficit)</b>	<b>24,871,200</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,369,112)</b>	<b>22,502,088</b>
<b>Total fund balances</b>	<b>\$ 48,480,366</b>	<b>\$ 26,321,131</b>	<b>\$ 799,244</b>	<b>\$ 5,703,463</b>	<b>\$ 80,462,108</b>	<b>\$ 24,660,306</b>	<b>\$ 186,426,618</b>

**NOTE 12: EMPLOYEE RETIREMENT SYSTEM**

**A. Plan Description**

The City’s defined benefit pension plans provide retirement and disability benefits, annual cost-of-living adjustments, and death benefits to all qualified permanent and probationary employees and their beneficiaries eligible to participate in either the Safety (Police and Fire) or Miscellaneous (all other) plan. It is part of the Public Agency portion of the California Public Employees Retirement System (CalPERS), an agent multiple-employer plan administered by CalPERS, which acts as a common investment and administrative agent for participating public employers within the State of California. A menu of benefit provisions, as well as other requirements, is established by State statutes within the Public Employee’s Retirement Law. The City of Napa selects optional benefit provisions from the benefit menu by contract with CalPERS and adopts those benefits through local resolutions. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office at 400 Q Street, Sacramento, CA 95811 or on the CalPERS website at [www.calpers.ca.gov](http://www.calpers.ca.gov).

Assembly Bill (AB) 340 pension reform created the Public Employees’ Pension Reform Act (PEPRA) that implemented new benefit formulas and final compensation period, as well as new contribution requirements for new employees hired on or after January 1, 2013 who meet the definition of new member under PEPRA.

**CITY OF NAPA, CALIFORNIA  
Notes to the Basic Financial Statements  
For the Year Ended June 30, 2024**

**NOTE 12: EMPLOYEE RETIREMENT SYSTEM (CONTINUED)**

The table below provides information on the benefit formula, final compensation period and the employer and member contribution rates effective June 30, 2024 for any safety and miscellaneous employees that meet the definition of a new member under PEPRA.

<b>Benefit Formula</b>	<b>Miscellaneous (2% at age 62)</b>	<b>Safety (2.7% at age 57)</b>
Final compensation period	3 year average	3 year average
Employer contribution rate as a percentage of payroll	34.10% of reportable compensation	52.29% of reportable compensation
Member contribution rate as a percentage of payroll	7.25% of reportable compensation	12.25% of reportable compensation

**B. Benefits Provided**

CalPERS provides service retirement and disability benefits, annual costs 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. A classic CalPERS member or Public Employees' Pension Reform Act of 2013 (PEPRA) Safety member becomes eligible for service retirement upon attainment of age 50 with at least 5 years of credited service (total service across all CalPERS employers, and with certain other Retirement Systems with which CalPERS has reciprocity agreements). PEPRA miscellaneous members become eligible for service retirement upon attainment of age 52 with at least 5 years of service. All members are eligible for non-duty disability benefits after 5 years of credited service. The death benefit is one of the following: the Basic Death Benefit, the Indexed Level of 1959 Survivor Benefits (for Miscellaneous and local Fire members only) or the Fourth Level of 1959 Survivor Benefits (for local Police members only). The standard cost of living adjustment (COLA) is 2 percent. Annual adjustments are calculated by first determining the lesser of 1) 2 percent compounded from the end of the year of retirement or 2) actual rate of inflation.

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

	Miscellaneous		
	Classic Members (Prior to December 21, 2012)	Tier 2 (Between December 21, 2012 and January 1, 2013)	PEPRA (On or after January 1, 2013)
Hire date			
Benefit formula	2.7% @ 55	2% @ 60	2% @ 62
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50 - 55	50 - 63	52 - 67
Monthly benefits, as a % of eligible compensation	2% to 2.7%	1.092% to 2.418%	1.0% to 2.5%
Required employee contribution rates	8.00%	7.00%	6.75%
Required employee cost share	4.50%	4.50%	4.50%
Required City Council cost share	3.00%	3.00%	3.00%
Required employer contribution rates	34.88%	34.88%	34.88%

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

**NOTE 12: EMPLOYEE RETIREMENT SYSTEM (CONTINUED)**

	Safety - Police		
	Classic Members (Prior to January 7, 2012)	Tier 2 (Between January 7, 2012 and January 1, 2013)	PEPRA (On or after January 1, 2013)
Hire date			
Benefit formula	3.0% @ 50	3% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50	50 - 55	50 - 57
Monthly benefits, as a % of eligible compensation	3.00%	2.4% to 3.0%	2.0% to 2.7%
Required employee contribution rates	9.00%	9.00%	11.75%
Required employee cost share NPOA	5.50%	5.50%	5.50%
Required employee cost share PMU	5.50%	4.00%	3.00%
Required employer contribution rates	55.02%	55.02%	55.02%

	Safety - Fire		
	Classic Members (Prior to August 11, 2012)	Tier 2 (Between August 11, 2012 and January 1, 2013)	PEPRA (On or after January 1, 2013)
Hire date			
Benefit formula	3.0% @ 50	3% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50	50 - 55	50 - 57
Monthly benefits, as a % of eligible compensation	3.00%	2.4% to 3.0%	2.0% to 2.7%
Required employee contribution rates	9.00%	9.00%	11.75%
Required employee cost share NCFA	3.00%	3.00%	0.00%
Required employee cost share NCFO	5.50%	5.50%	5.50%
Required employer contribution rates	55.02%	55.02%	55.02%

**C. Employees Covered**

At June 30, 2024 the following employees were covered by the benefit terms for each Plan:

	Miscellaneous Plan	Safety Plan	Total
Active employees	335	139	474
Transferred and terminated employees	353	57	410
Retired employees and beneficiaries	525	246	771
Total	1,213	442	1,655

**D. Contributions**

Active Classic members in the plans are required to contribute 8% for miscellaneous employees or 9% for public safety employees of their annual covered salary. Active Tier 2 members are required to contribute 7% for miscellaneous employees or 9% for public safety employees of their annual covered salary. Active PEPRA plan members are required to contribute 50% of the total normal cost as actuarially calculated by CalPERS. The City of Napa is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The actuarial methods and assumptions used are those adopted by the CalPERS Board of Administration. The required employer contribution rate for the year ended June 30, 2024 was 33.10% for

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 12: EMPLOYEE RETIREMENT SYSTEM (CONTINUED)**

miscellaneous employees and 52.29% for public safety employees. The contribution requirements of the plan members are established by State statute and the employer contribution rate is established and may be amended by CalPERS. For the year ended June 30, 2024, the City's current year pension contributions were \$22,377,647.

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

The June 30, 2022 valuation was rolled forward to determine the June 30, 2023 total pension liability, based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions	
Discount rate	6.90%
Inflation	2.30%
Salary increases	Varies by entry age and services
Mortality rate table	Derived using CalPERS' membership data for all funds
Post-retirement benefit increase	The lesser of contract COLA or 2.30% until purchasing power protection allowance floor on purchasing power applies, 2.30% thereafter

The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the *2021 CalPERS Experience Study and Review of Actuarial Assumptions*. Mortality rates incorporate full generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the 2021 experience study report from November 2021 that can be found on the CalPERS website.

**Long-term Expected Rate of Return**

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

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

Asset Class <sup>1</sup>	New Strategic Allocation	Real Return Years 1 - 10 <sup>2</sup>
Global Equity	30.00%	4.45%
Global Equity	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 Estate	15.00%	3.21%
Liquidity	-5.00%	-0.59%

<sup>1</sup> In the CalPERS' ACFR, Fixed Income is included in Global Debt Securities; Liquidity is included in Short-term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.

<sup>2</sup> An expected inflation of 2.30% used for this period.

**CITY OF NAPA, CALIFORNIA  
Notes to the Basic Financial Statements  
For the Year Ended June 30, 2024**

---

**NOTE 12: EMPLOYEE RETIREMENT SYSTEM (CONTINUED)**

**Discount Rate**

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

**Amortization of Deferred Outflows and Deferred Inflows of Resources**

Under GASB Statement No. 68, gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense.

The amortization period differs depending on the source of the gain or loss:

Net difference between projected and actual earnings on pension plan investments	5-year straight-line amortization
All other amounts	Straight-line amortization over the expected average remaining service lifetime (EARSL) of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period.

Changes in Net Pension Liability

The changes in the Net Pension Liability as of June 30, 2024 for each Plan follows:

	<b>Miscellaneous Plan</b>		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at June 30, 2022 (Valuation Date)	\$ 301,854,585	\$ 191,649,391	\$ 110,205,194
Changes in the year:			
Service cost	5,470,586	-	5,470,586
Interest on the total pension liabilities	20,827,852	-	20,827,852
Changes in benefit terms	330,010	-	330,010
Changes in assumptions	-	-	-
Differences between expected and actual experience	5,318,189	-	5,318,189
Benefit payments, including refunds of members contributions	(16,770,298)	(16,770,298)	-
Contributions-employer	-	9,468,142	(9,468,142)
Contributions-employee	-	3,313,794	(3,313,794)
Net investment income	-	11,922,631	(11,922,631)
Administrative expenses	-	(143,001)	143,001
Net Changes	15,176,339	7,791,268	7,385,071
Balance at June 30, 2023 (Measurement Date)	\$ 317,030,924	\$ 199,440,659	\$ 117,590,265

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

**NOTE 12: EMPLOYEE RETIREMENT SYSTEM (CONTINUED)**

	<b>Safety Plan</b>		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at June 30, 2022 (Valuation Date)	\$ 301,782,637	\$ 195,169,428	\$ 106,613,209
Changes in the year:			
Service cost	5,866,401	-	5,866,401
Interest on the total pension liabilities	20,744,894	-	20,744,894
Changes in benefit terms	118,243	-	118,243
Changes in assumptions	-	-	-
Differences between expected and actual experience	4,332,860	-	4,332,860
Benefit payments, including refunds of members contributions	(17,032,614)	(17,032,614)	-
Contributions-employer	-	10,259,867	(10,259,867)
Contributions-employee	-	2,525,085	(2,525,085)
Net investment income	-	11,991,172	(11,991,172)
Administrative expenses	-	(143,518)	143,518
Net Changes	14,029,784	7,599,992	6,429,792
Balance at June 30, 2023 (Measurement Date)	<u>\$ 315,812,421</u>	<u>\$ 202,769,420</u>	<u>\$ 113,043,001</u>

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

	Plan's Aggregate Net Pension Liability/ (Asset)		
	Discount Rate -1% 5.90%	Current Discount Rate 6.90%	Discount Rate +1% 7.90%
Miscellaneous	\$ 158,245,437	\$ 117,590,265	\$ 83,920,826
Safety	154,192,536	113,043,001	79,128,546
Total	<u>\$ 312,437,973</u>	<u>\$ 230,633,266</u>	<u>\$ 163,049,372</u>

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

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

For the year ended June 30, 2024, the City of Napa recognized pension expense of \$34,189,772. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Miscellaneous Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions made subsequent to measurement date	\$ 10,446,809	\$ -
Difference between projected and actual earnings on pension plan investments	8,960,520	-
Changes of assumptions	3,181,096	-
Differences between expected and actual experience	3,853,089	(73,322)
Total	<u>\$ 26,441,514</u>	<u>\$ (73,322)</u>

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

**NOTE 12: EMPLOYEE RETIREMENT SYSTEM (CONTINUED)**

	Safety Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions made subsequent to measurement date	\$ 11,930,838	\$ -
Difference between projected and actual earnings on pension plan investments	9,183,103	-
Changes of assumptions	5,091,568	-
Differences between expected and actual experience	5,167,773	(135,575)
<b>Total</b>	<b>\$ 31,373,282</b>	<b>\$ (135,575)</b>

	Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions made subsequent to measurement date	\$ 22,377,647	\$ -
Difference between projected and actual earnings on pension plan investments	18,143,623	-
Changes of assumptions	8,272,664	-
Differences between expected and actual experience	9,020,862	(208,897)
<b>Total</b>	<b>\$ 57,814,796</b>	<b>\$ (208,897)</b>

The amount of \$22,377,646 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. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources		
	Miscellaneous Plan	Safety Plan	Total
2025	\$ 6,221,900	\$ 6,078,291	\$ 12,300,191
2026	2,833,923	5,447,327	8,281,250
2027	6,634,682	7,516,882	14,151,564
2028	230,878	264,369	495,247
Thereafter	-	-	-
<b>Total</b>	<b>\$ 15,921,383</b>	<b>\$ 19,306,869</b>	<b>\$ 35,228,252</b>

**F. Defined Contribution Plans**

The City also provides defined contribution retirement benefits through IRS section 401(a) and 457 plans. The plans are administered by the Mission Square and Nationwide Retirement Solutions. Plan provisions and contribution requirements are established and may be amended by City Council through negotiation with employee associations. The City contributes from \$50 to \$100 per month to its non-safety and management employees, depending upon employee group. In addition, the City contributes \$322 per month for executives and an additional \$1,250 per month for City Manager. City Clerk, City Attorney and Assistant City Manager receive an additional \$1,000 per month. During the year ended June 30, 2024, the City fully funded its required contributions of \$414,988 to these plans.

**CITY OF NAPA, CALIFORNIA  
Notes to the Basic Financial Statements  
For the Year Ended June 30, 2024**

---

**NOTE 12: EMPLOYEE RETIREMENT SYSTEM (CONTINUED)**

**G. Other Retirement Systems**

The Omnibus Budget Reconciliation Act of 1990 (OBRA) mandates that public sector employees who are not members of their employer’s existing retirement system as of January 1, 1992, be covered by either Social Security or an alternative plan. The City contracts with the Public Agency Retirement Systems (PARS), to maintain a defined contribution plan that covers part-time, seasonal and temporary employees. Employer liabilities are limited to the amount of current contributions.

Under PARS, employees contribute 5.0% and the City contributes 2.5% of the employee’s salary each pay period. For the fiscal year ended June 30, 2024, total contribution of \$88,330 were based on a total amount of covered compensation of \$1,177,707.

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

**A. Plan Description and Eligibility**

The City participates in the California Employer's Retiree Benefit Fund (CERBT), an agent multiple-employer defined benefit health care plan which provides post-retirement benefits to retired employees in accordance with the various Memorandums of Understanding and their date of hire. Spouses and dependents are eligible to enroll. Benefits continue to surviving spouses for PEMHCA only.

Retirees are eligible for medical benefits if they retire at age 50+, with City service requirements that vary by hire date and bargaining group. A retiree is generally eligible for a fixed monthly payment or the number of payments is based on accrued sick-days at time of retirement.

**B. Eligibility**

As of June 30, 2024, the benefit terms covered the following employees:

Active plan members	458
Inactive employees, spouses, or beneficiaries currently receiving benefit payments	179
Total	637

**C. Contributions**

The plan and its contribution requirements are established by memorandums of understanding with the applicable employee bargaining units and may be amended by agreements between the City and the bargaining units. The annual contribution is based on the actuarially determined contribution. Employees are not required to contribute to the plan. Contributions recognized by the plan from the employer for the year ended June 30, 2024 were \$1,098,841.

**D. Net OPEB Liability**

The City's net OPEB liability for the health care plan was measured as the total OPEB liability, less the OPEB plan's fiduciary net position. The net OPEB liability of the plan was measured as of June 30, 2023, using an annual actuarial valuation as of June 30, 2023. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

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

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry age normal, level percent of pay
Amortization Method	Closed period, level percent of pay
Amortization Period	20 years
Actuarial Assumptions:	
Discount Rate	6.23% Expected long-term rate of return on City assets using strategy 1 within CERBT.
Mortality	Derived using CalPERS Membership Data for all funds
Termination	Derived using CalPERS Membership Data for all funds
Disability	Derived using CalPERS Membership Data for all funds
Retirement	Derived using CalPERS Membership Data for all funds
Premiums	Premiums used to develop aged claims

<u>Grouping</u>	<u>Employee</u>	<u>Two-Party</u>
Pre-Medicare Plans	\$ 10,027	\$ 20,054
Medicare Plans	3,826	7,652

Annual Per Capital Claims Cost      Developed using CalPERS experience to calculate age-related risk scores, but using the city's actual premiums for all other purpose. Assumed annual per capita claims costs follow:

<u>Age</u>	<u>Males</u>	<u>Females</u>
50	\$ 12,699	\$ 13,165
55	14,365	13,852
60-64	17,401	15,511

CITY OF NAPA, CALIFORNIA  
 Notes to the Basic Financial Statements  
 For the Year Ended June 30, 2024

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

Average Per Capita Cost for Implicit Subsidy Calculation	Developed based on premiums for the City's enrollment by plan, family demographics from CalPERS plans, and risk scores (both HMO and PPO) for the CalPERS population.
Aging or Morbidity Factors	Based on actual CalPERS HMO and PPO population data.
Participant Contributions	Based on service at retirement and employee group.
Salary Increases	Aggregate Payroll Growth: 2.80% Individual Salary Increases: 2021 CalPERS Merit Salary Increases 2.30%
Inflation Rate	2.30%
Marital Status	Current Retirees: Actual spouse coverage is used. Future Retirees: 70% assumed to be married.
Spouse Gender	Current & Future Retirees: Assumes spouse of opposite gender.
Spouse Age Difference	Current retirees: actual spouse age is used. Future retirees: assumes males are three years older than females.
Implicit Subsidy Participation	NPOA and PMU only. Current retirees: assume current elections continue until decrement. Future retirees: election assumptions summarized below.

Benefit Type	Service Retirement	Disability Retirement
Police Chief	100.00%	100.00%
Elected/Executive	75.00%	75.00%
Other	70.00%	70.00%

Trend Rates	Medical Long-Term Trends from Society of Actuaries "Long Term Healthcare Cost Trends Model v2023_1f" using baseline assumptions. Applied to both claims and premiums.
PEMHCA Information	The NPOA and PMU are the only groups that participate in CalPERS plans. The PEMHCA minimum is assumed to trend at 3% per year. PEMHCA administration fees not material to valuation and excluded.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

**E. Changes in the Net OPEB Liability**

	<u>Total OPEB Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net OPEB Liability</u>
Balance at June 30, 2022	\$ 14,546,379	\$ 9,315,775	\$ 5,230,604
Changes Recognized for the Measurement Period:			
Service Cost	374,843	-	374,843
Interest on the total OPEB liability	898,608	-	898,608
Difference between expected and actual experience	(2,996,807)	-	(2,996,807)
Changes in assumptions	(107,627)	-	(107,627)
Contribution from the employer - City's contribution	-	1,034,510	(1,034,510)
Contribution from the employer - implicit subsidy	-	209,218	(209,218)
Net investment income	-	696,702	(696,702)
Administrative expenses	-	(2,881)	2,881
Implicit rate subsidy fulfilled	(209,218)	(209,218)	-
Benefit payments	(831,667)	(831,667)	-
Net Changes during July 1, 2022 to June 30, 2023	<u>(2,871,868)</u>	<u>896,664</u>	<u>(3,768,532)</u>
Balance at June 30, 2023	<u>\$ 11,674,511</u>	<u>\$ 10,212,439</u>	<u>\$ 1,462,072</u>

Sensitivity of the total and net OPEB Liability to Changes in the Discount Rate The total and net OPEB liability of the City, as well as what the City's total and net OPEB liability would be if they were calculated using a discount rate that is one percentage point lower (5.23%) or one percentage point higher (7.23%) follows:

<u>Plan's Net OPEB Liability</u>		
<u>Discount Rate -1%</u>	<u>Current Discount</u>	<u>Discount Rate +1%</u>
5.23%	Rate 6.23%	7.23%
<u>\$ 2,593,673</u>	<u>\$ 1,462,072</u>	<u>\$ 490,054</u>

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates The total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower (5.23%) or one percentage point higher (7.23%) than current healthcare cost trend rates follows:

<u>Plan's Net OPEB Liability</u>		
<u>Healthcare Cost</u>		
<u>-1%</u>	<u>Trend Rate</u>	<u>1%</u>
<u>\$ 1,095,421</u>	<u>\$ 1,462,072</u>	<u>\$ 1,913,522</u>

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

**F. OPEB Expense and Deferred Inflows and Outflows of Resources Related to OPEB**

For the report year ended June 30, 2024, the City recognized an OPEB expense of \$673,430. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions made after measurement date	\$ 1,098,841	\$ -
Differences between expected and actual experience	1,301,778	(3,607,761)
Changes in assumptions	1,253,641	(206,757)
Net difference between projected and actual earnings of OPEB Plan investments	376,884	-
	\$ 4,031,144	\$ (3,814,518)

The amount of \$1,098,841 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2025. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30,	Amount
2025	\$ (128,945)
2026	(182,087)
2027	197,430
2028	(131,024)
Thereafter	(637,589)
Total	\$ (882,215)

**CITY OF NAPA, CALIFORNIA  
Notes to the Basic Financial Statements  
For the Year Ended June 30, 2024**

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

**G. Substantive Plan**

<b>Administrative, Managerial and Professional Employees</b>	
<b>All Tiers</b>	
Eligibility	On attainment of age 50, 10 years City of Napa Service time, and by either service retirement status or qualifying disability retirement status.
Duration of coverage	Retiree's lifetime.
Spouse coverage	Spouses and dependents are eligible to enroll, but the retiree pays 100% of the cost.
Medical plan choices	The retiree may choose a City plan with either Kaiser Permanente or Western Health. After Medicare age, plans are only available through Kaiser Permanente.
Core benefit	All retirees may covert their unused sick leave to CalPERS service time. If the retiree meets eligibility, they receive up to \$274 per month. If the retiree was hired before July 1, 1984, the City will also pay life insurance premiums up to \$2,500, until the retiree is age 70.
<b>Napa City Employee's Association</b>	
<b>Tier 1 - Hired before July 1, 1983</b>	
Eligibility	On attainment of age 50, 10 years City of Napa Service time, and by either service retirement status or qualifying disability retirement status.
Duration of coverage	Retiree's lifetime.
Spouse coverage	Spouses and dependents are eligible to enroll, but the retiree pays 100% of the cost.
Medical plan choices	The retiree may choose a City plan with either Kaiser Permanente or Western Health. After Medicare age, plans are only available through Kaiser Permanente.
Core benefit	All retirees may covert their unused sick leave to CalPERS service time. If the retiree meets eligibility, they receive up to \$274 per month. If the retiree was hired before July 1, 1984, the City will also pay life insurance premiums up to \$2,500, until the retiree is age 70.
<b>Tier 4 - Hired after July 1, 1983</b>	
Eligibility	On attainment of age 50, 10 years City of Napa Service time, and by either service retirement status or qualifying disability retirement status.
Duration of coverage	Retiree's lifetime.
Core benefit	All retirees may covert their unused sick leave to CalPERS service time. If the retiree meets eligibility, they receive up to \$274 per month. If the retiree was hired before July 1, 1984, the City will also pay life insurance premiums up to \$2,500, until the retiree is age 70.
<b>Executives - Department Heads</b>	
<b>Tier 4 - Hired after July 1, 1983</b>	
Eligibility	On attainment of age 50, 10 years City of Napa Service time, and by either service retirement status or qualifying disability retirement status.
Duration of coverage	Retiree's lifetime.
Spouse coverage	Spouses and dependents are eligible to enroll, but the retiree pays 100% of the cost.
Medical plan choices	The retiree may choose a City plan with either Kaiser Permanente or Western Health. After Medicare age, plans are only available through Kaiser Permanente.
Core benefit	All retirees may covert their unused sick leave to CalPERS service time. If the retiree meets eligibility, they receive up to \$347 per month.
<b>Police Chief Only</b>	
Eligibility	Hired between July 1, 1984 and July 1, 1987, PMU member before July 1, 2007 and either service retirement status or qualifying disability retirement status.
Core benefit	The City contributes the single party retiree monthly premium at the Kaiser health insurance rate.

**CITY OF NAPA, CALIFORNIA  
Notes to the Basic Financial Statements  
For the Year Ended June 30, 2024**

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

<b>Elected Officials</b>	
<b>All Tiers</b>	
Eligibility	On attainment of age 50, 8 years City of Napa Service time, and by either service retirement status or qualifying disability retirement status.
Duration of coverage	Retiree's lifetime.
Spouse coverage	Spouses and dependents are eligible to enroll, but the retiree pays 100% of the cost.
Medical plan choices	The retiree may choose a City plan with either Kaiser Permanente or Western Health. After Medicare age, plans are only available through Kaiser Permanente.
Core benefit	If the retiree meets eligibility, they receive up to \$347 per month.
<b>Napa City Firefighters Association</b>	
<b>Tier 2 - Hired after August 1, 1982</b>	
Eligibility	The retiree must opt out of HRA in order to receive this benefit and also attain either service retirement status or qualifying disability status.
Duration of coverage	Until the retiree runs out of unused sick leave converted to Retiree Single Party Health reimbursement (maximum of 180 months).
Spouse coverage	Spouses and dependents are eligible to enroll, but the retiree pays 100% of the cost.
Medical plan choices	The retiree may choose a City plan with either Kaiser Permanente or Western Health. After Medicare age, plans are only available through Kaiser Permanente.
Core benefit	The retiree may make a one time, irrevocable choice at retirement. The retiree may choose to covert their unused sick leave up to 180 months in retiree single party health reimbursement, where 8 hours is equivalent to 1 month of paid premiums. If employees is currently on a 56 hour schedule then sick leave hours are converted back to the 40 hours accrual before the using 8 hours is equivalent to 1 month. Otherwise, the retiree may choose convert their unused sick leave to CalPERS service time and opt for Tier 4 supplemental benefits.
<b>Tier 4 - Supplemental Benefit</b>	
Eligibility	On attainment of age 50 and by either service retirement status or qualifying disability retirement status.
Core benefit	50% of sick leave balance converted to HRA at 100% of the retiree's hourly pay rate. If employee is currently on a 56 hours schedule then sick leave hours are converted back to the 40 hours accrual before conversion to HRA. Remining 50% of sick leave balance converted to CalPERS service time.

**CITY OF NAPA, CALIFORNIA  
Notes to the Basic Financial Statements  
For the Year Ended June 30, 2024**

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

<b>Napa City Fire Officers</b>	
<b>All Tiers</b>	
Eligibility	On attainment of age 50, 10 years City of Napa Service time, and by either service retirement status or qualifying disability retirement status.
Duration of coverage	Retiree's lifetime if supplemental payments
Spouse coverage	Spouses and dependents are eligible to enroll, but the retiree pays 100% of the cost.
Medical plan choices	The retiree may choose a City plan with either Kaiser Permanente or Western Health. After Medicare age, plans are only available through Kaiser Permanente.
Core benefit	<p>If the retiree meets eligibility and is not eligible for HRA, they receive up to \$246 per month for retiree's lifetime. Option to convert unused sick leave to service credit.</p> <p>If the retiree meets eligibility and is not eligible for HRA, convert up to 180 days of unused sick leave into single-part health insurance at the rate of one day for one month's premium based on a 40 hour week. Otherwise, they have the option of converting unused sick leave to service credit.</p> <p>50% of sick leave balance converted to HRA at 100% of the retiree's hourly pay rate. If employee is currently on a 56 hour schedule then sick leave hours are converted back to the 40 hour accrual before conversion to HRA. Remaining 50% of sick leave balance converted to CalPERS service time.</p>
<b>Napa Police Officers Association</b>	
<b>Tier 1 - Eligible for retirement by July 1, 2012</b>	
Eligibility	On attainment of the sum of age and years of service equal to at least 61, by either service retirement status or qualifying disability retirement status.
Duration of coverage	Until the retiree runs out of unused sick leave converted to Retiree Single Party Health reimbursement (maximum of 180 months).
Spouse coverage	Spouses and dependents are eligible to enroll, but the retiree pays 100% of the cost. Surviving spouses receive PEMHCA minimum, if applicable.
Medical plan choices	Retiree may choose one of any medical plan provided through CalPERS. The retiree may make a one time, irrevocable choice at retirement.
Core benefit	<p>The retiree may choose to convert their unused sick leave into retiree health premiums, where 8 hours is equivalent to 1 month of paid premiums at the single party rate set by Kaiser Permanente, up to a maximum of 180 months.</p> <p>Otherwise, the retiree may convert their unused sick leave to CalPERS service time and opt into Tier 4 supplemental benefits.</p> <p>Regardless of choice, the retiree receives at least the PEMHCA minimum from the City, as well as a contribution from the PORAC trust. The City of Napa is not a party to the agreement between the NPOA and the PORAC trust.</p>
<b>Tier 4</b>	
Eligibility	On attainment of 50 years of age and by either service retirement status or qualifying disability retirement status.
Core benefit	All retirees may convert their unused sick leave to CalPERS service time. The retiree receives at least the PEMHCA minimum from the City.

**CITY OF NAPA, CALIFORNIA  
Notes to the Basic Financial Statements  
For the Year Ended June 30, 2024**

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

<b>Police Management Unit</b>	
<b>Tier 1 - Hired between July 1, 1984 and July 1, 1987, and in Bargaining Group by July 1, 2007</b>	
Eligibility	Attainment of either service retirement status or qualifying disability retirement.
Duration of coverage	Retiree's lifetime
Spouse coverage	Spouses and dependents are eligible to enroll, but the retiree pays 100% of the cost. Surviving spouse receives PEMHCA minimum, if applicable.
Medical plan choices	Retiree may choose one of any medical plan provided through CalPERS.
Core benefit	The City contributes the single party retiree monthly premium at the Kaiser health insurance rate.
<b>Tier 2 - Hired after July 1, 1987, and in Bargaining Group by June 30, 2011</b>	
Eligibility	Attainment of either service retirement status or by qualifying disability retirement.
Duration of coverage	Until the retiree runs out of unused sick leave converted to Retiree Single Party Health reimbursement (maximum of 180 months). The retiree receives the PEMHCA minimum for life after the sick leave runs out.
Core benefit	The retiree may make a one time, irrevocable choice at retirement. The retiree may choose to convert their unused sick leave into retiree single party health reimbursement, where 8 hours is equivalent to 1 month of paid single party rate medical premiums up to a maximum of 180 months.  Otherwise, the retiree may convert their unused sick leave to CalPERS service time and opt for a supplemental payment by the City toward the member's retiree medical coverage of \$237 per month.  The retiree receives at least the PEMHCA minimum from the City.
<b>Tier 3 - Member of Bargaining Group as of June 30, 2012, or promoted from NPOA on or after June 1, 2013</b>	
Eligibility	Attainment of either service retirement status or by qualifying disability retirement.
Core benefit	The retiree may make a one time, irrevocable choice at retirement. The retiree may choose to convert their unused sick leave into retiree single party health reimbursement, where 8 hours is equivalent to 1 month of paid single party rate medical premiums up to a maximum of 180 months.  Otherwise, the retiree may convert their unused sick leave to CalPERS service time and opt for Tier 4 supplemental benefits.  The retiree receives at least the PEMHCA minimum from the City.
<b>Tier 4</b>	
Eligibility	On attainment of 50 years of age and by either service retirement status or qualifying disability retirement status.
Duration of coverage	Retiree's Lifetime
Core benefit	All retirees may convert their unused sick leave to CalPERS service time.  If the retiree meets eligibility, they receive up to \$237 per month.

**NOTE 14: RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. The City has established a limited risk management program for these types of risks. Premiums are paid into the internal service fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program.

Under this program the City is completely self-insured for unemployment insurance and is self-insured for workers' compensation and general liability insurance claims up to \$300,000 per occurrence and \$150,000 per occurrence, respectively. Claims in excess of these amounts are insured through CSAC Excess Insurance Authority up to the statutory limit and \$25,000,000, respectively. There were no settlements that exceeded coverage for each of the past three fiscal years. In addition, the City has also put in place an insurance policy covering them from earthquakes in the amount of \$40,000,000 per occurrence, with a deductible of 7.5%.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 14: RISK MANAGEMENT (CONTINUED)**

The City is exposed to various risks of loss related to tort; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. The City has established a limited risk management program for these types of risks. Premiums are paid into the internal service fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program.

Under this program the City is completely self-insured for unemployment insurance and is self-insured for workers' compensation and general liability insurance claims up to \$300,000 per occurrence and \$150,000 per occurrence, respectively. Claims in excess of these amounts are insured through CSAC Excess Insurance Authority up to the statutory limit and \$25,000,000, respectively. There were no settlements that exceeded coverage for each of the past three fiscal years. In addition, the City has also put in place an insurance policy covering them from earthquakes in the amount of \$40,000,000 per occurrence, with a deductible of 7.5%.

The City has retained an independent agency to perform an analysis of the City's potential liability for the City's self-insured portions of the general liability and workers' compensation programs. The amount recorded as a liability represents the specific reserves for individual known claims or lawsuits not covered under the general liability or the workers' compensation insurance program and estimates for incurred but not reported claims. The actuarial analysis uses a rate of 5% for general liability and workers' compensation to discount future investment earnings. The claims liability has been recorded as expected.

Below is a reconciliation of changes in the aggregate liabilities for claims for the fiscal years beginning and ending June 30, 2024, 2023, and 2022:

Year	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year End	Due Within One Year
2024	\$ 10,758,000	\$ 7,211,963	\$ (3,645,963)	\$ 14,324,000	\$ 3,659,231
2023	13,696,000	18,333,476	(21,271,476)	10,758,000	3,801,600
2022	13,424,000	3,507,007	(3,235,007)	13,696,000	5,622,200

**NOTE 15: JOINT POWERS AGREEMENT**

On March 16, 1993, the City of Vallejo and the County of Napa formed the South Napa Waste Management Authority (the "Authority"), a separate legal entity, for the purpose of collectively managing the waste disposal needs of the communities they represent. The City of Napa resolved to join the Authority on March 18, 1993. In August, 1993, the City of Napa officially became a member of the Authority. The Authority has purchased the American Canyon Landfill site and accepted responsibility for its closure. State and federal laws and regulations require the Authority to place a final cover on this landfill site and to perform certain maintenance and monitoring functions at the site for 30 years after closure.

The City has no ongoing financial interest in the Authority. Closure and related costs will be paid through tipping fees assessed by the Authority at its Waste Transfer Facility. This Transfer Facility serves the waste disposal needs of the communities represented by the Authority. The tipping fees are paid by the citizens of these communities through rate assessments for waste pickup and disposal.

Financial information related to the Authority can be obtained from the South Napa Waste Management Authority located in Napa, California.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 16: COMMITMENTS AND CONTINGENCIES**

**A. Commitments**

The City uses an encumbrance system as an extension of normal budgetary accounting for governmental funds. Under this system, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to encumber that portion of applicable appropriations. Encumbrances outstanding at year-end are recorded as assigned fund balance in the General Fund since they do not constitute expenditures or liabilities. Resources in other governmental funds are classified as restricted and encumbrances are included in those restricted fund balances. Re-appropriations in the subsequent year provide authority to complete these transactions as expenditures. Encumbrances outstanding in governmental funds as of June 30, 2024, were as listed below:

Governmental Funds	
General Fund	\$ 2,722,146
Other Governmental Funds	12,678,959
Total	\$ 15,401,105

**B. Claims and Litigation**

The City is involved in several claims and lawsuits. In the opinion of the City's management, it is unlikely that these claims and lawsuits will have a material adverse effect on the accompanying financial statements.

**C. Federal and State Grants**

The City has received federal and state grants for specific purposes that are subject to reviews by the grantor agencies. Such reviews could lead to requests for reimbursements to the grantor agency for expenditures disallowed under the terms of the grant. The amount, if any, of expenditures that may be disallowed by the granting agencies cannot be determined at this time, although management expects such amounts, if any, to be immaterial.

**D. Tax Sharing Agreements**

The City has entered into a Sales Tax Revenue Sharing Agreement with SNC TRA, LLC. The agreement calls for the City to share Incremental Sales Tax Revenue in exchange for capital improvements to the common area. Payments will be made to Town Center Shops, LLC in an amount not to exceed the lesser of \$5,000,000 or the amount of capital expenditures made by the Developer on Common Area Improvements. Incremental Sales Tax Revenue is defined as the Sales Tax generated by the sale of taxable items within the project site that exceeds the Base Sales Tax (defined as the Sales Tax received by the City for taxable sales within the project site for the 12-month period ending June 30, 2012 and increased by 3% each year after FY12). \$32,739 payments were made on this agreement in fiscal year 2024 due to the Sales Tax Revenue not exceeding the Base Sales Tax amount.

**E. Construction Contracts**

The City has a number of material construction contracts that are in process or are in production. The total of these contracts as of June 30, 2024, is \$1,510,884.

**F. North Bay Aqueduct**

The City has a water supply contract with the Napa County Flood Control and Water Conservation District (NCFWCWD) that is linked to a master contract between the NCFWCWD and the State of California Department of Water Resources (DWR). Under these contracts, the State of California built the North Bay Aqueduct and peripheral infrastructure and allocated the costs to the benefiting municipalities. The contract calls for an annual payment that includes capital and operating components as well as a charge for water that varies widely each year based on the amount of consumption which is a function of climate, availability of other water supplies and pumping. The contract is non-cancelable and expires in the year 2035.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 16: COMMITMENTS AND CONTINGENCIES (CONTINUED)**

The components of the payments are as follows:

1. *Capital Cost Component* contains the conservation and transportation capital cost components for the use of the infrastructure and water rights and related debt obligation.
2. *Conservation and transportation minimum Operation, Maintenance, Power & Replacement (OMP&R) components.* Additionally, there is an obligation to pay an OMP&R component based on the water entitlement, which is not dependent on the quantity of water actually delivered.
3. *Transportation variable OMP&R component* is dependent upon the quantities of water actually delivered to the City.
4. *Delta Water Charge* is split into two components; (a) a capital piece for the initial conservation facilities, and (b) a minimum OMP&R component.
  - a. The capital cost component of the Delta Water Charge became applicable in 2013, and is paid in two semi-annual installments due January 1 and July 1 of each year. These payments are used to fund the initial conservation facilities and are partially offset by a rate management credit provided to agencies (including NCFWCWD) who have executed the Monterey Amendment which focuses on water shortage issues.
  - b. The minimum OMP&R component of the Delta Water Charge is paid monthly in 12 equal installments.

The total obligation of the City of Napa Water Fund for fiscal year 2024 was \$8,818,002.

The total estimated obligation of the City of Napa Water Fund over the next five years and thereafter, are presented in the table below:

Fiscal Year	Estimated Total Payment
2025	\$ 5,859,476
2026	5,829,096
2027	5,861,533
2028	5,774,422
2029	5,793,388
2030-2034	27,616,189
2035	28,077,801

**NOTE 17: PUBLIC – PRIVATE SERVICE CONCESSION ARRANGEMENT**

During the year ended June 30, 2013, the City entered into an agreement with Napa Golf Course, LLC under which the company will operate and collect user fees from the Napa Municipal Golf Course for the next ten (10) years. The company will pay the City installment payments over the course of the arrangement; the present value of these installment payments is estimated to be \$463,333. The company will also pay the City a percentage of the revenues it earns from the operation of the golf course (percentage rent based on tiers set forth in the agreement). The company is required to operate and maintain the golf course in accordance with the Agreement. The City plans to use the proceeds from the installment payments to offset the deficit net position of the golf course fund, with any additional revenues to be used to fund golf course improvements. The City reports the golf course and related equipment as a capital asset with a carrying amount of \$380,294 at June 30, 2024, and reports a receivable and deferred inflow of resources in the amount of \$380,294 at June 30, 2024, pursuant to the service concession arrangement.

**CITY OF NAPA, CALIFORNIA**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2024**

---

**NOTE 18: PRIOR PERIOD ADJUSTMENTS**

**Change in Accounting Principle**

For the fiscal year ended June 30, 2024, the City restated the beginning net position of the Gasser CFD Custodial Fund by \$2,161,151. This prior period adjustment was made to adjust the implementation of GASB Statement No. 84, done in prior years. Further clarifications received from the GASB Board subsequent to the issuance of the prior financial statements resulted in the removal of cash held for future bond repayment of conduit debt from Net Position. This amount is now reflected as a current liability, Due to Bondholders, within the Custodial Fund.

	June 30, 2023 As Previously Reported	Changes to or within the Reporting Entity	Error Correction	Changes in Accounting Principle	June 30, 2023 As Restated
Fiduciary fund					
Gasser CFD Custodial Fund	\$ 2,161,151	\$ -	\$ -	\$ (2,161,151)	\$ -

**NOTE 19: SUBSEQUENT EVENTS**

The City evaluated subsequent events for recognition and disclosure through January 30, 2025, the date on which these financial statements were available to be issued. Management concluded that no material subsequent events have occurred since June 30, 2024, that required recognition or disclosure in these financial statements.

**REQUIRED SUPPLEMENTARY INFORMATION  
(UNAUDITED)**

**THIS PAGE INTENTIONALLY LEFT BLANK**

**CITY OF NAPA, CALIFORNIA**  
**Notes to Required Supplementary Information**  
**For the Year Ended June 30, 2024**

---

**NOTE 1: BUDGETARY INFORMATION**

The City biennially adopts an annual budget. Debt service fund budgets are adopted when the authorization of the debt issuance is authorized. All annual appropriations lapse at fiscal year-end, unless special approval is granted by the Finance Director and City Manager for carryover to the subsequent year.

Budgets are also adopted and controlled for the proprietary funds. Budget comparisons for these funds are not legally mandated and thus are not presented in these financial statements. The City does not adopt a budget for the Public Infrastructure In Lieu fund and therefore this fund is not presented with the other non-major governmental fund budget to actual statements.

In approximately February of every other year, all City departments submit requests for appropriations to the City Manager so that a budget may be prepared. In May, the proposed budget is presented to the City Council for review. The Council holds public hearings and a final budget is prepared and adopted on or before June 30.

The budget is prepared at the fund, program and department levels. The City's department heads may make transfers of appropriations within a department. The City Manager is authorized to make transfers between the departments within a single fund. All other adjustments or changes require City Council approval. The legal level of budgetary control is the fund level. Budget amounts shown in these financial statements include all supplemental appropriations made during the year.

The Opioid Settlement Fund had no legally adopted budget for the fiscal year ending June 30, 2024.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental fund types. Encumbrances outstanding at year-end do not constitute expenditures or liabilities, and re-appropriations in the subsequent year provide authority to complete these transactions as expenditures.

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**General Fund**  
**For the Year Ended June 30, 2024**

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes	\$ 103,421,520	\$ 103,862,793	\$ 103,830,644	\$ (32,149)
Licenses, permits and fees	6,991,350	7,824,150	8,536,759	712,609
Intergovernmental	1,075,000	18,842,428	9,356,400	(9,486,028)
Charges for services	6,941,510	7,778,217	9,560,359	1,782,142
Investment income (loss)	224,000	800,000	5,323,672	4,523,672
Miscellaneous	6,500	374,000	373,624	(376)
<b>Total revenues</b>	<b>118,659,880</b>	<b>139,481,588</b>	<b>136,981,458</b>	<b>(2,500,130)</b>
<b>EXPENDITURES</b>				
Current:				
General Government				
City Council	351,430	351,430	341,908	9,522
City Clerk	1,326,320	1,337,554	1,162,495	175,059
City Manager	5,828,190	8,487,629	6,774,608	1,713,021
Finance	5,457,970	5,505,163	4,361,343	1,143,820
City Attorney	1,535,130	1,732,940	1,499,219	233,721
Human Resources	2,637,700	2,815,631	2,360,742	454,889
General Services	6,918,610	14,163,307	9,583,395	4,579,912
Public Safety				
Police	37,018,920	39,255,171	37,555,327	1,699,844
Fire	24,574,040	26,077,960	24,895,374	1,182,586
Community development	6,631,430	8,158,624	5,304,223	2,854,401
Parks and recreation	10,017,870	11,246,477	10,455,426	791,051
Public works	16,505,270	16,366,551	14,408,778	1,957,773
Capital outlay	88,500	878,852	3,209,505	(2,330,653)
Debt service:				
Principal	122,560	123,766	1,514,715	(1,390,949)
Interest and fiscal charges	6,000	5,200	66,962	(61,762)
<b>Total expenditures</b>	<b>119,019,940</b>	<b>136,506,255</b>	<b>123,494,020</b>	<b>13,012,235</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(360,060)</b>	<b>2,975,333</b>	<b>13,487,438</b>	<b>10,512,105</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	4,900,540	5,243,254	4,900,540	(342,714)
Transfers out	(6,550,130)	(21,014,041)	(14,695,153)	6,318,888
Lease issuance	-	-	1,243	1,243
Subscription issuance	-	-	2,942,231	2,942,231
<b>Total other financing sources (uses)</b>	<b>(1,649,590)</b>	<b>(15,770,787)</b>	<b>(6,851,139)</b>	<b>8,919,648</b>
<b>Net change in fund balances</b>	<b>\$ (2,009,650)</b>	<b>\$ (12,795,454)</b>	<b>6,636,299</b>	<b>\$ 19,431,753</b>
Fund balances (deficit)-beginning			41,844,067	
<b>Fund balances (deficit)-ending</b>			<b>\$ 48,480,366</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Development Fees**  
**For the Year Ended June 30, 2024**

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Charges for services	\$ 2,543,460	\$ 2,543,460	\$ 4,851,065	\$ 2,307,605
Investment income (loss)	517,620	517,620	1,283,807	766,187
<b>Total revenues</b>	<b><u>3,061,080</u></b>	<b><u>3,061,080</u></b>	<b><u>6,134,872</u></b>	<b><u>3,073,792</u></b>
<b>EXPENDITURES</b>				
Current:				
Public Safety				
Fire	500	500	87	413
Community development	243,080	4,643,489	268,024	4,375,465
Parks and recreation	17,120	17,120	7,455	9,665
Public works	12,120	12,120	2,989	9,131
Debt service:				
Interest and fiscal charges	57,000	57,000	48,489	8,511
<b>Total expenditures</b>	<b><u>329,820</u></b>	<b><u>4,730,229</u></b>	<b><u>327,044</u></b>	<b><u>4,403,185</u></b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b><u>2,731,260</u></b>	<b><u>(1,669,149)</u></b>	<b><u>5,807,828</u></b>	<b><u>7,476,977</u></b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(59,890)	(1,506,890)	(1,506,890)	-
<b>Total other financing sources (uses)</b>	<b><u>(59,890)</u></b>	<b><u>(1,506,890)</u></b>	<b><u>(1,506,890)</u></b>	<b><u>-</u></b>
<b>Net change in fund balances</b>	<b><u>\$ 2,671,370</u></b>	<b><u>\$ (3,176,039)</u></b>	<b><u>4,300,938</u></b>	<b><u>\$ 7,476,977</u></b>
Fund balances (deficit)-beginning			22,020,193	
<b>Fund balances (deficit)-ending</b>			<b><u>\$ 26,321,131</u></b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**HOME Program**  
**For the Year Ended June 30, 2024**

---

	<u>Original</u>	<u>Final</u>	<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
<b>REVENUES</b>				
Intergovernmental	\$ 1,000,000	\$ 1,015,000	\$ 10,791	\$ (1,004,209)
Charges for services	800,000	800,000	261,964	(538,036)
Investment income (loss)	3,500	3,500	34,432	30,932
<b>Total revenues</b>	<b><u>1,803,500</u></b>	<b><u>1,818,500</u></b>	<b><u>307,187</u></b>	<b><u>(1,511,313)</u></b>
<b>EXPENDITURES</b>				
Current:				
Community development	2,469,720	2,736,741	174,764	2,561,977
<b>Total expenditures</b>	<b><u>2,469,720</u></b>	<b><u>2,736,741</u></b>	<b><u>174,764</u></b>	<b><u>2,561,977</u></b>
<b>Net change in fund balances</b>	<b><u>\$ (666,220)</u></b>	<b><u>\$ (918,241)</u></b>	<b><u>132,423</u></b>	<b><u>\$ 1,050,664</u></b>
Fund balances (deficit)-beginning			<u>666,821</u>	
<b>Fund balances (deficit)-ending</b>			<b><u>\$ 799,244</u></b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Housing**  
**For the Year Ended June 30, 2024**

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Intergovernmental	\$ 18,677,280	\$ 20,749,395	\$ 20,329,150	\$ (420,245)
Charges for services	1,194,430	1,271,130	1,137,137	(133,993)
Investment income (loss)	69,000	69,000	225,632	156,632
<b>Total revenues</b>	<b><u>19,940,710</u></b>	<b><u>22,089,525</u></b>	<b><u>21,691,919</u></b>	<b><u>(397,606)</u></b>
<b>EXPENDITURES</b>				
Current:				
Community development	19,720,880	22,061,739	21,252,834	808,905
Debt service:				
Principal	109,000	113,000	108,690	4,310
Interest and fiscal charges	39,000	43,000	28,988	14,012
<b>Total expenditures</b>	<b><u>19,868,880</u></b>	<b><u>22,217,739</u></b>	<b><u>21,390,512</u></b>	<b><u>827,227</u></b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b><u>71,830</u></b>	<b><u>(128,214)</u></b>	<b><u>301,407</u></b>	<b><u>429,621</u></b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(596,420)	(596,420)	(596,420)	-
<b>Total other financing sources (uses)</b>	<b><u>(596,420)</u></b>	<b><u>(596,420)</u></b>	<b><u>(596,420)</u></b>	<b><u>-</u></b>
<b>Net change in fund balances</b>	<b><u>\$ (524,590)</u></b>	<b><u>\$ (724,634)</u></b>	<b><u>(295,013)</u></b>	<b><u>\$ 429,621</u></b>
Fund balances (deficit)-beginning			5,998,476	
<b>Fund balances (deficit)-ending</b>			<b><u>\$ 5,703,463</u></b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Changes in Net Pension Liability and Related Ratios**  
**Miscellaneous Plan**  
**As of June 30, for the Last Ten Fiscal Years**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Measurement Date	6/30/2023	6/30/2022	6/30/2021	6/30/2020
<b>TOTAL PENSION LIABILITY</b>				
Service cost	\$ 5,470,586	\$ 5,270,491	\$ 4,911,446	\$ 5,156,236
Interest on total pension liability	20,827,852	19,825,780	19,225,627	18,650,486
Changes of benefit terms	330,010	-	-	-
Changes of assumptions	-	8,964,908	-	-
Difference between expected and actual experience	5,318,189	554,714	(1,173,173)	2,417,623
Benefit payments, including refunds of employee contributions	(16,770,298)	(15,873,165)	(14,918,789)	(14,015,652)
<b>Net change in total pension liability</b>	<b>15,176,339</b>	<b>18,742,728</b>	<b>8,045,111</b>	<b>12,208,693</b>
Total pension liability-beginning	301,854,585	283,111,857	275,066,746	262,858,053
<b>Total pension liability-ending (a)</b>	<b>317,030,924</b>	<b>301,854,585</b>	<b>283,111,857</b>	<b>275,066,746</b>
<b>PLAN FIDUCIARY NET POSITION</b>				
Contributions-employer	9,468,142	9,384,902	8,238,930	7,711,417
Contributions-employee	3,313,794	3,967,159	3,359,408	3,511,723
Net investment income	11,922,631	(15,947,113)	39,512,419	8,464,735
Benefit payments, including refunds of employee contributions	(16,770,298)	(15,873,165)	(14,918,789)	(14,015,651)
Net plan to plan resource movement	(2,071)	-	-	-
Administrative expense	(140,930)	(130,972)	(174,046)	(237,961)
<b>Net change in fiduciary net position</b>	<b>7,791,268</b>	<b>(18,599,189)</b>	<b>36,017,922</b>	<b>5,434,263</b>
Plan fiduciary net position-beginning	191,649,391	210,248,580	174,230,658	168,796,395
<b>Plan fiduciary net position-ending (b)</b>	<b>199,440,659</b>	<b>191,649,391</b>	<b>210,248,580</b>	<b>174,230,658</b>
<b>Net pension liability/(asset) (a) - (b)</b>	<b>\$ 117,590,265</b>	<b>\$ 110,205,194</b>	<b>\$ 72,863,277</b>	<b>\$ 100,836,088</b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	<b>62.9%</b>	<b>63.5%</b>	<b>74.3%</b>	<b>63.3%</b>
Covered payroll	\$ 30,274,411	\$ 28,351,218	\$ 29,044,625	\$ 29,531,709
<b>Plan net pension liability/(asset) as a percentage of covered payroll</b>	<b>388.4%</b>	<b>388.7%</b>	<b>250.9%</b>	<b>341.5%</b>

**Notes to Schedule of Changes in the Net Pension Liability and Related Ratios:**

*Benefit Changes:* The figures above generally include any liability impact that may have resulted from voluntary benefit changes that occurred on or before the measurement date. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the valuation date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

*Changes of Assumptions:* None in 2020-2022. In 2019, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 2017. There were no changes in the discount rate. In 2018, the discount rate was reduced from 7.65% to 7.15%. In 2017, there were no changes. In 2016, amounts reported reflect an adjustment of the discount rate from 7.50% (net of administrative expense) to 7.65% (without a reduction for pension plan administrative expense). In 2015, amounts reported were based on the 7.50% discount rate.

# ATTACHMENT 1

<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014
\$ 4,975,607	\$ 4,920,518	\$ 4,826,160	\$ 4,213,795	\$ 4,112,737	\$ 4,179,121
17,819,000	16,908,565	16,196,594	15,821,321	15,200,893	14,604,950
-	-	-	-	-	-
-	(1,572,075)	12,983,137	-	(3,558,449)	-
3,663,735	2,317,801	(2,352,965)	(519,311)	(1,074,702)	-
(13,331,060)	(12,242,939)	(11,473,139)	(11,047,519)	(10,421,831)	(9,870,003)
<b>13,127,282</b>	<b>10,331,870</b>	<b>20,179,787</b>	<b>8,468,286</b>	<b>4,258,648</b>	<b>8,914,068</b>
249,730,771	239,398,901	219,219,114	210,750,828	206,492,180	197,578,112
<b>262,858,053</b>	<b>249,730,771</b>	<b>239,398,901</b>	<b>219,219,114</b>	<b>210,750,828</b>	<b>206,492,180</b>
6,757,515	5,945,310	6,213,552	6,130,369	5,512,619	5,372,508
3,302,773	3,213,934	2,799,363	1,862,326	1,795,051	1,730,126
10,605,765	12,968,924	15,559,671	756,491	3,179,657	21,295,817
(13,331,060)	(12,242,939)	(11,473,139)	(11,047,519)	(10,421,831)	(9,870,003)
-	(376)	-	162	-	-
(114,928)	(688,371)	(205,942)	(86,463)	(159,717)	-
<b>7,220,065</b>	<b>9,196,482</b>	<b>12,893,505</b>	<b>(2,384,634)</b>	<b>(94,221)</b>	<b>18,528,448</b>
161,576,330	152,379,848	139,486,343	141,870,977	141,965,198	123,436,750
<b>168,796,395</b>	<b>161,576,330</b>	<b>152,379,848</b>	<b>139,486,343</b>	<b>141,870,977</b>	<b>141,965,198</b>
<b>\$ 94,061,658</b>	<b>\$ 88,154,441</b>	<b>\$ 87,019,053</b>	<b>\$ 79,732,771</b>	<b>\$ 68,879,851</b>	<b>\$ 64,526,982</b>
<b>64.2%</b>	<b>64.7%</b>	<b>63.7%</b>	<b>63.6%</b>	<b>67.3%</b>	<b>68.8%</b>
\$ 27,545,846	\$ 26,369,336	\$ 25,097,036	\$ 23,856,617	\$ 22,861,241	\$ 21,622,110
<b>341.5%</b>	<b>334.3%</b>	<b>346.7%</b>	<b>334.2%</b>	<b>301.3%</b>	<b>298.4%</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Changes in Net Pension Liability and Related Ratios**  
**Safety Plan**  
**As of June 30, for the Last Ten Fiscal Years**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Measurement Date	6/30/2023	6/30/2022	6/30/2021	6/30/2020
<b>TOTAL PENSION LIABILITY</b>				
Service cost	\$ 5,866,401	\$ 5,777,577	\$ 5,347,720	\$ 5,333,938
Interest on total pension liability	20,744,894	19,812,748	18,892,723	18,263,895
Changes of benefit terms	118,243	-	-	-
Changes of assumptions	-	10,183,136	-	-
Difference between expected and actual experience	4,332,860	3,804,489	(474,512)	651,239
Benefit payments, including refunds of employee contributions	(17,032,614)	(16,120,374)	(14,950,834)	(13,719,993)
<b>Net change in total pension liability</b>	<b>14,029,784</b>	<b>23,457,576</b>	<b>8,815,097</b>	<b>10,529,079</b>
Total pension liability-beginning	301,782,637	278,325,061	269,509,964	258,980,885
<b>Total pension liability-ending (a)</b>	<b>315,812,421</b>	<b>301,782,637</b>	<b>278,325,061</b>	<b>269,509,964</b>
<b>PLAN FIDUCIARY NET POSITION</b>				
Contributions-employer	10,259,867	10,064,144	8,949,140	8,220,126
Contributions-employee	2,525,085	3,376,840	2,840,085	2,818,016
Net investment income	11,991,172	(16,170,119)	40,267,200	8,626,342
Benefit payments, including refunds of employee contributions	(17,032,614)	(16,120,374)	(14,950,834)	(13,719,992)
Net plan to plan resource movement	-	-	-	-
Administrative expense	(143,518)	(133,404)	(177,036)	(241,803)
<b>Net change in fiduciary net position</b>	<b>7,599,992</b>	<b>(18,982,913)</b>	<b>36,928,555</b>	<b>5,702,689</b>
Plan fiduciary net position-beginning	195,169,428	214,152,341	177,223,786	171,521,097
<b>Plan fiduciary net position-ending (b)</b>	<b>202,769,420</b>	<b>195,169,428</b>	<b>214,152,341</b>	<b>177,223,786</b>
<b>Net pension liability/(asset) (a) - (b)</b>	<b>\$ 113,043,001</b>	<b>\$ 106,613,209</b>	<b>\$ 64,172,720</b>	<b>\$ 92,286,178</b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	<b>64.2%</b>	<b>64.7%</b>	<b>76.9%</b>	<b>65.8%</b>
Covered payroll	\$ 19,666,111	\$ 19,245,761	\$ 19,264,122	\$ 18,854,501
<b>Plan net pension liability/(asset) as a percentage of covered payroll</b>	<b>574.8%</b>	<b>554.0%</b>	<b>333.1%</b>	<b>489.5%</b>

**Notes to Schedule of Changes in the Net Pension Liability and Related Ratios:**

*Benefit Changes:* The figures above generally include any liability impact that may have resulted from voluntary benefit changes that occurred on or before the measurement date. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the valuation date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

*Changes of Assumptions:* None in 2020-2022. In 2019, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 2017. There were no changes in the discount rate. In 2018, the discount rate was reduced from 7.65% to 7.15%. In 2017, there were no changes. In 2016, amounts reported reflect an adjustment of the discount rate from 7.50% (net of administrative expense) to 7.65% (without a reduction for pension plan administrative expense). In 2015, amounts reported were based on the 7.50% discount rate.

# ATTACHMENT 1

<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014
\$ 5,167,684	\$ 4,965,402	\$ 4,799,141	\$ 4,178,301	\$ 3,960,625	\$ 4,089,713
17,540,129	16,689,850	15,961,113	15,474,590	14,805,107	14,300,336
-	-	-	-	-	-
-	(950,228)	12,839,680	-	(3,500,073)	-
2,815,814	2,402,452	(427,692)	585,472	(1,927,286)	-
(12,919,138)	(12,441,282)	(11,765,683)	(11,084,633)	(10,332,611)	(9,744,388)
<b>12,604,489</b>	<b>10,666,194</b>	<b>21,406,559</b>	<b>9,153,730</b>	<b>3,005,762</b>	<b>8,645,661</b>
246,376,396	235,710,202	214,303,643	205,149,913	202,144,151	193,498,490
<b>258,980,885</b>	<b>246,376,396</b>	<b>235,710,202</b>	<b>214,303,643</b>	<b>205,149,913</b>	<b>202,144,151</b>
7,160,145	6,391,405	6,839,074	6,305,994	5,843,451	5,112,297
2,714,537	2,470,596	2,118,901	1,625,840	1,676,253	1,753,345
10,735,955	13,091,025	15,775,920	737,312	3,233,619	21,739,681
(12,919,138)	(12,441,282)	(11,765,683)	(11,084,633)	(10,332,611)	(9,744,388)
-	(382)	-	-	-	-
(116,614)	(700,820)	(210,211)	(88,298)	(163,038)	-
<b>7,574,885</b>	<b>8,810,542</b>	<b>12,758,001</b>	<b>(2,503,785)</b>	<b>257,674</b>	<b>18,860,935</b>
163,946,212	155,135,670	142,377,669	144,881,454	144,623,780	125,762,845
<b>171,521,097</b>	<b>163,946,212</b>	<b>155,135,670</b>	<b>142,377,669</b>	<b>144,881,454</b>	<b>144,623,780</b>
<b>\$ 87,459,788</b>	<b>\$ 82,430,184</b>	<b>\$ 80,574,532</b>	<b>\$ 71,925,974</b>	<b>\$ 60,268,459</b>	<b>\$ 57,520,371</b>
<b>66.2%</b>	<b>66.5%</b>	<b>65.8%</b>	<b>66.4%</b>	<b>70.6%</b>	<b>71.5%</b>
\$ 18,097,296	\$ 17,135,667	\$ 16,493,027	\$ 15,896,143	\$ 14,861,631	\$ 14,656,370
<b>483.3%</b>	<b>481.0%</b>	<b>488.5%</b>	<b>452.5%</b>	<b>405.5%</b>	<b>392.5%</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Changes in Net OPEB Liability and Related Ratios**  
**As of June 30, for the Last Ten Fiscal Years <sup>1</sup>**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Measurement Date	6/30/2023	6/30/2022	6/30/2021	6/30/2020
<b>TOTAL OPEB LIABILITY</b>				
Service cost	\$ 374,843	\$ 280,571	\$ 270,359	\$ 261,827
Interest on total pension liability	898,608	964,150	802,954	797,189
Changes of assumptions	(107,627)	1,610,933	(108,857)	10,519
Difference between expected and actual experience	(2,996,807)	(178,410)	1,966,781	21,776
Benefit payments, including refunds of employee contributions	<u>(1,040,885)</u>	<u>(1,039,638)</u>	<u>(1,031,127)</u>	<u>(1,014,004)</u>
<b>Net change in total OPEB liability</b>	<b>(2,871,868)</b>	<b>1,637,606</b>	<b>1,900,110</b>	<b>77,307</b>
Total OPEB liability-beginning	<u>14,546,379</u>	<u>12,908,773</u>	<u>11,008,663</u>	<u>10,931,356</u>
<b>Total OPEB liability-ending (a)</b>	<b><u>11,674,511</u></b>	<b><u>14,546,379</u></b>	<b><u>12,908,773</u></b>	<b><u>11,008,663</u></b>
<b>PLAN FIDUCIARY NET POSITION</b>				
Contributions-employer	1,034,510	994,117	1,297,178	1,324,459
Contributions-employee	209,218	186,838	180,676	171,156
Net investment income	696,702	(1,547,206)	2,379,405	284,673
Benefit payments, including refunds of employee contributions	(1,040,885)	(1,039,638)	(1,031,127)	(1,014,004)
Administrative expense	<u>(2,882)</u>	<u>(2,865)</u>	<u>(3,265)</u>	<u>(3,835)</u>
<b>Net change in fiduciary net position</b>	<b>896,663</b>	<b>(1,408,754)</b>	<b>2,822,867</b>	<b>762,449</b>
Plan fiduciary net position-beginning	<u>9,315,776</u>	<u>10,724,530</u>	<u>7,901,663</u>	<u>7,139,214</u>
<b>Plan fiduciary net position-ending (b)</b>	<b><u>10,212,439</u></b>	<b><u>9,315,776</u></b>	<b><u>10,724,530</u></b>	<b><u>7,901,663</u></b>
<b>Net OPEB liability/(asset) (a) - (b)</b>	<b><u>\$ 1,462,072</u></b>	<b><u>\$ 5,230,603</u></b>	<b><u>\$ 2,184,243</u></b>	<b><u>\$ 3,107,000</u></b>
<b>Plan fiduciary net position as a percentage of the total OPEB liability</b>	<b>87.5%</b>	<b>64.0%</b>	<b>83.1%</b>	<b>71.8%</b>
Covered-employee payroll	\$ 48,286,632	\$ 44,169,385	\$ 41,910,541	\$ 39,693,902
<b>Plan net OPEB liability/(asset) as a percentage of covered-employee payroll</b>	<b>3.0%</b>	<b>11.8%</b>	<b>5.2%</b>	<b>7.8%</b>

**Notes to Schedule of Changes in the Net OPEB Liability and Related Ratios:**

*Benefit Changes:* None

*Changes of Assumptions:* None

<sup>1</sup> Fiscal year 2018 was the first year of GASB Statement No. 75 implementation; therefore only six years are shown.

# ATTACHMENT 1

<b>2020</b>	<b>2019</b>	<b>2018</b>
<b>6/30/2019</b>	<b>6/30/2018</b>	<b>6/30/2017</b>
\$ 371,113	\$ 362,272	\$ 352,148
908,149	884,055	860,289
(93,590)	22,335	-
(1,892,659)	-	-
<b>(930,237)</b>	<b>(918,163)</b>	<b>(902,868)</b>
<b>(1,637,224)</b>	<b>350,499</b>	<b>309,569</b>
12,568,580	12,218,081	11,908,512
<b>10,931,356</b>	<b>12,568,580</b>	<b>12,218,081</b>
1,261,435	1,299,596	1,043,887
116,007	-	-
467,868	430,264	554,574
(930,237)	(918,163)	(902,868)
(1,484)	(3,194)	(2,680)
<b>913,589</b>	<b>808,503</b>	<b>692,913</b>
6,225,625	5,417,122	4,724,209
<b>7,139,214</b>	<b>6,225,625</b>	<b>5,417,122</b>
<b>\$ 3,792,142</b>	<b>\$ 6,342,955</b>	<b>\$ 6,800,959</b>
<b>65.3%</b>	<b>49.5%</b>	<b>44.3%</b>
\$ 37,565,896	\$ 42,081,119	\$ 40,954,860
<b>10.1%</b>	<b>15.1%</b>	<b>16.6%</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedules of Plan Contributions**  
**As of June 30, for the Last Ten Fiscal Years <sup>1</sup>**

Fiscal Year Ending June 30,	Actuarially Determined Contribution	Actual Employer Contributions	Contribution Deficiency (Excess)	Covered/ Covered- Employee Payroll	Contribution as a % of Covered/ Covered Employee Payroll
<b><u>Miscellaneous Agent, Multiple-Employer Pension Plan</u></b>					
2024	\$ 10,446,809	\$ 10,446,809	\$ -	\$ 29,961,114	34.9%
2023	9,747,685	9,747,685	-	30,274,411	32.2%
2022	9,105,370	9,105,370	-	28,351,218	32.1%
2021	5,676,210	5,676,210	-	29,044,625	19.5%
2020	5,159,972	5,159,972	-	29,531,709	17.5%
2019	4,472,807	4,472,807	-	27,545,846	16.2%
2018	3,797,781	3,797,781	-	26,369,336	14.4%
2017	3,705,781	3,705,781	-	25,097,036	14.8%
2016	3,297,550	3,297,550	-	23,856,617	13.8%
2015	2,749,274	2,749,274	-	22,861,241	12.0%
<b><u>Safety Agent, Multiple-Employer Pension Plan</u></b>					
2024	\$ 11,930,838	\$ 11,930,838	\$ -	\$ 20,338,612	58.7%
2023	10,653,029	10,653,029	-	19,666,111	54.2%
2022	9,670,982	9,670,982	-	19,245,761	50.2%
2021	8,949,140	8,949,140	-	19,264,122	46.5%
2020	8,220,126	8,220,126	-	18,854,501	43.6%
2019	7,160,145	7,160,145	-	18,097,296	39.6%
2018	8,497,880	8,497,880	-	17,135,667	49.6%
2017	6,839,074	6,839,074	-	16,493,027	41.5%
2016	6,305,994	6,305,994	-	15,896,143	39.7%
2015	5,843,451	5,843,451	-	14,861,631	39.3%
<b><u>Single Employer OPEB Plan</u></b>					
2024	\$ 448,946	\$ 1,098,841	\$ (649,895)	\$ 48,286,632	2.3%
2023	512,400	1,180,955	(668,555)	44,169,385	2.7%
2022	631,388	1,477,854	(846,466)	41,910,541	3.5%
2021	615,280	1,297,178	(681,898)	39,693,902	3.3%
2020	930,210	1,324,459	(394,249)	37,565,896	3.5%
2019	968,028	1,377,442	(409,414)	42,081,119	3.3%
2018	935,278	1,204,094	(268,816)	40,954,860	2.9%

**Notes to Schedule of Plan Contributions:**

<sup>1</sup> Historical information is required only for measurement for which GASB 68 and GASB 75 is applicable. Fiscal Year 2018 was the first year of implementation for GASB 75, therefore only seven years are shown.

The actuarial methods and assumptions used to set the actuarially determined contributions for fiscal year 2023-24 were derived from the June 30, 2021 funding valuation report, available on the CalPERS' website.

Actuarial Cost Method: Entry Age Normal

Amortization Method/Period: For details, see June 30, 2021 Funding Valuation Report

Asset Valuation Method: Fair value of assets, for details, see June 30, 2021 Funding Valuation Report

Inflation: 2.50%

Salary Increases: Varies by entry age and service

Payroll Growth: 2.75%

Investment Rate of Return: 7.00% (net of administrative expenses)

Retirement Age: For details, see June 30, 2021 Funding Valuation Report

Mortality: For details, see June 30, 2021 Funding Valuation Report

**SUPPLEMENTARY INFORMATION**

**THIS PAGE INTENTIONALLY LEFT BLANK**

## Non-Major Governmental Funds

All governmental funds not defined as major funds for the Fund Financial Statements are consolidated in one column entitled "Other Governmental Funds". These non-major funds are identified and included in this supplemental section and includes all the City's non-major Special Revenue Funds.

The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The City does not adopt a budget for the Public Infrastructure Program Special Revenue Fund.

- Assessment District Fund**
- Tourism Improvement District Fund**
- Community Development Block Grant Fund**
- Traffic Fund**
- Parking Fund**
- CalHome Grant Fund**
- Public Safety Program Fund**
- Parks and Recreation Trust Programs Fund**
- Public Infrastructure Program Fund**
- Business District Fund**
- Property and Business Improvement Fund**
- Damage Reimbursement Fund**
- Permanent Local Housing Allocation Fund**
- Road Maintenance and Rehabilitation Act Fund**
- Gas Tax Fund**
- Housing Inclusionary Fund**
- Measure T Fund**
- Measure F Fund**
- Encampment Resolution Grant**
- Golf Course Fund**
- Enhanced Infrastructure Financing District**
- Opioid Settlement**

# ATTACHMENT 1

CITY OF NAPA, CALIFORNIA  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 June 30, 2024

	Special Revenue Funds			
	Assessment District	Tourism Improvement District	Community Development Block Grant	Traffic
<b>ASSETS</b>				
Cash and investments	\$ 7,420,207	\$ 1,588,391	\$ 287,967	\$ 691,153
Receivables (net of allowance for uncollectible):				
Accounts	292,882	-	-	14,990
Interest	12,870	2,226	403	1,231
Federal, state and other governments	-	-	131,455	-
Loans	-	-	4,528,703	-
Prepaid items	-	-	1,033	10,187
<b>Total assets</b>	<b>7,725,959</b>	<b>1,590,617</b>	<b>4,949,561</b>	<b>717,561</b>
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	44,853	142,961	148,115	679
Deposits payable	-	-	-	-
Due to other funds	2,396	-	549,964	-
Unearned revenue	-	-	-	-
Advance from other funds	-	-	-	-
<b>Total liabilities</b>	<b>47,249</b>	<b>142,961</b>	<b>698,079</b>	<b>679</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue	-	-	4,528,703	-
Lease related	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>4,528,703</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>				
Nonspendable	-	-	1,033	10,187
Restricted	7,678,710	1,447,656	-	706,695
Unassigned (deficit)	-	-	(278,254)	-
<b>Total fund balances (deficits)</b>	<b>7,678,710</b>	<b>1,447,656</b>	<b>(277,221)</b>	<b>716,882</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 7,725,959</b>	<b>\$ 1,590,617</b>	<b>\$ 4,949,561</b>	<b>\$ 717,561</b>

# ATTACHMENT 1

CITY OF NAPA, CALIFORNIA  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 June 30, 2024

(Continued)

	Special Revenue Funds			
	Parking	CalHome Grant	Public Safety Programs	Parks and Recreation Trust Programs
<b>ASSETS</b>				
Cash and investments	\$ 7,387,548	\$ 252,846	\$ 44,997	\$ 174,502
Receivables (net of allowance for uncollectible):				
Accounts	15,786	-	-	-
Interest	12,802	452	77	299
Federal, state and other governments	-	-	-	-
Loans	-	1,651,532	-	-
Prepaid items	-	261	-	-
<b>Total assets</b>	<b>7,416,136</b>	<b>1,905,091</b>	<b>45,074</b>	<b>174,801</b>
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	36,658	1,169	3,110	-
Deposits payable	-	-	-	-
Due to other funds	-	-	110	-
Unearned revenue	-	-	-	-
Advance from other funds	-	-	-	-
<b>Total liabilities</b>	<b>36,658</b>	<b>1,169</b>	<b>3,220</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue	-	1,651,533	-	-
Lease related	2,458,750	-	-	-
<b>Total deferred inflows of resources</b>	<b>2,458,750</b>	<b>1,651,533</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>				
Nonspendable	-	261	-	-
Restricted	4,920,728	252,128	41,854	174,801
Unassigned (deficit)	-	-	-	-
<b>Total fund balances (deficits)</b>	<b>4,920,728</b>	<b>252,389</b>	<b>41,854</b>	<b>174,801</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 7,416,136</b>	<b>\$ 1,905,091</b>	<b>\$ 45,074</b>	<b>\$ 174,801</b>

# ATTACHMENT 1

CITY OF NAPA, CALIFORNIA  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 June 30, 2024

	Special Revenue Funds			
	Public Infrastructure Program	Business District	Property and Business Improvement	Damage Reimbursement
<b>ASSETS</b>				
Cash and investments	\$ 236,746	\$ 9,174	\$ -	\$ 142,525
Receivables (net of allowance for uncollectible):				
Accounts	-	-	144,397	(313)
Interest	408	35	9	204
Federal, state and other governments	-	-	-	-
Loans	-	-	-	-
Prepaid items	-	-	-	-
<b>Total assets</b>	<b>237,154</b>	<b>9,209</b>	<b>144,406</b>	<b>142,416</b>
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	-	5,397	144,397	-
Deposits payable	-	-	-	-
Due to other funds	-	-	6,548	-
Unearned revenue	-	-	-	-
Advance from other funds	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>5,397</b>	<b>150,945</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue	-	-	-	-
Lease related	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>				
Nonspendable	-	-	-	-
Restricted	237,154	3,812	-	142,416
Unassigned (deficit)	-	-	(6,539)	-
<b>Total fund balances (deficits)</b>	<b>237,154</b>	<b>3,812</b>	<b>(6,539)</b>	<b>142,416</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 237,154</b>	<b>\$ 9,209</b>	<b>\$ 144,406</b>	<b>\$ 142,416</b>

# ATTACHMENT 1

CITY OF NAPA, CALIFORNIA  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 June 30, 2024

(Continued)

	Special Revenue Funds			
	Permanent Local Housing Allocation	Road Maintenance and Rehabilitation Act	Gas Tax	Measure T
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 40,365	\$ 601,709	\$ -
Receivables (net of allowance for uncollectible):				
Accounts	-	349,091	177,048	4,210,093
Interest	-	850	1,891	6,452
Federal, state and other governments	-	-	-	-
Loans	-	-	-	-
Prepaid items	-	-	-	-
<b>Total assets</b>	<b>-</b>	<b>390,306</b>	<b>780,648</b>	<b>4,216,545</b>
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	60,308	-	-	-
Deposits payable	-	-	-	-
Due to other funds	578,130	-	-	1,746,786
Unearned revenue	-	-	-	-
Advance from other funds	-	-	-	-
<b>Total liabilities</b>	<b>638,438</b>	<b>-</b>	<b>-</b>	<b>1,746,786</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue	-	-	-	-
Lease related	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>				
Nonspendable	-	-	-	-
Restricted	-	390,306	780,648	2,469,759
Unassigned (deficit)	(638,438)	-	-	-
<b>Total fund balances (deficits)</b>	<b>(638,438)</b>	<b>390,306</b>	<b>780,648</b>	<b>2,469,759</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ -</b>	<b>\$ 390,306</b>	<b>\$ 780,648</b>	<b>\$ 4,216,545</b>

# ATTACHMENT 1

CITY OF NAPA, CALIFORNIA  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 June 30, 2024

	Special Revenue Funds			
	Measure F	Encampment Resolution Grant	Golf Course	Enhanced Infrastructure Financing District
<b>ASSETS</b>				
Cash and investments	\$ 7,233,647	\$ 7,380,468	\$ -	\$ 174,248
Receivables (net of allowance for uncollectible):				
Accounts	353,152	-	45,352	-
Interest	12,248	-	-	-
Federal, state and other governments	-	-	-	-
Loans	-	-	-	-
Prepaid items	324	3,150,000	-	-
<b>Total assets</b>	<b>7,599,371</b>	<b>10,530,468</b>	<b>45,352</b>	<b>174,248</b>
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	954	384,183	9,395	-
Deposits payable	-	-	10,000	-
Due to other funds	-	-	85,036	-
Unearned revenue	-	10,147,680	45,352	-
Advance from other funds	-	-	1,341,450	-
<b>Total liabilities</b>	<b>954</b>	<b>10,531,863</b>	<b>1,491,233</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue	-	-	-	-
Lease related	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>				
Nonspendable	324	3,150,000	-	-
Restricted	7,598,093	(3,151,395)	-	174,248
Unassigned (deficit)	-	-	(1,445,881)	-
<b>Total fund balances (deficits)</b>	<b>7,598,417</b>	<b>(1,395)</b>	<b>(1,445,881)</b>	<b>174,248</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 7,599,371</b>	<b>\$ 10,530,468</b>	<b>\$ 45,352</b>	<b>\$ 174,248</b>

# ATTACHMENT 1

CITY OF NAPA, CALIFORNIA  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 June 30, 2024

	Special Revenue Funds	Total Nonmajor Funds
<b>ASSETS</b>		
Cash and investments	\$ 94,565	\$ 33,761,058
Receivables (net of allowance for uncollectible):		
Accounts	-	5,602,478
Interest	-	52,457
Federal, state and other governments	-	131,455
Loans	-	6,180,235
Prepaid items	-	3,161,805
<b>Total assets</b>	<b>94,565</b>	<b>48,889,488</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	-	982,179
Deposits payable	-	10,000
Due to other funds	-	2,968,970
Unearned revenue	94,565	10,287,597
Advance from other funds	-	1,341,450
<b>Total liabilities</b>	<b>94,565</b>	<b>15,590,196</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Unavailable revenue	-	6,180,236
Lease related	-	2,458,750
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>8,638,986</b>
<b>FUND BALANCES (DEFICITS)</b>		
Nonspendable	-	3,161,805
Restricted	-	23,867,613
Unassigned (deficit)	-	(2,369,112)
<b>Total fund balances (deficits)</b>	<b>-</b>	<b>24,660,306</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 94,565</b>	<b>\$ 48,889,488</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2024**

	Special Revenue Funds			
	Assessment District	Tourism Improvement District	Community Development Block Grant	Traffic
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	756,607	-
Charges for services	817,386	1,179,838	309,178	185,283
Investment income (loss)	327,793	62,305	-	31,580
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>1,145,179</b>	<b>1,242,143</b>	<b>1,065,785</b>	<b>216,863</b>
<b>EXPENDITURES</b>				
Current:				
General Government				
City Manager	-	-	-	-
Public Safety				
Police	-	-	-	86,912
Community development	-	1,311,151	1,076,349	-
Parks and recreation	48,029	-	-	-
Public works	5,769	-	-	-
Capital outlay	-	-	-	27,970
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>53,798</b>	<b>1,311,151</b>	<b>1,076,349</b>	<b>114,882</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>1,091,381</b>	<b>(69,008)</b>	<b>(10,564)</b>	<b>101,981</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	(10,510)	-	-	(50,650)
Lease issuance	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(10,510)</b>	<b>-</b>	<b>-</b>	<b>(50,650)</b>
<b>Net change in fund balances</b>	<b>1,080,871</b>	<b>(69,008)</b>	<b>(10,564)</b>	<b>51,331</b>
Fund balances (deficit)-beginning	6,597,839	1,516,664	(266,657)	665,551
<b>Fund balances (deficit)-ending</b>	<b>\$ 7,678,710</b>	<b>\$ 1,447,656</b>	<b>\$ (277,221)</b>	<b>\$ 716,882</b>

# ATTACHMENT 1

CITY OF NAPA, CALIFORNIA  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2024

(Continued)

	Special Revenue Funds			
	Parking	CalHome Grant	Public Safety Programs	Parks and Recreation Trust Programs
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	696,422	-	-	-
Investment income (loss)	335,186	14,011	2,023	7,307
Miscellaneous	105,000	-	-	21,928
<b>Total revenues</b>	<b>1,136,608</b>	<b>14,011</b>	<b>2,023</b>	<b>29,235</b>
<b>EXPENDITURES</b>				
Current:				
General Government				
City Manager	-	-	-	-
Public Safety				
Police	-	-	3,137	-
Community development	714,251	160,732	-	-
Parks and recreation	-	-	-	92
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>714,251</b>	<b>160,732</b>	<b>3,137</b>	<b>92</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>422,357</b>	<b>(146,721)</b>	<b>(1,114)</b>	<b>29,143</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	12,000	-	-	-
Transfers out	(65,740)	(3,010)	-	-
Lease issuance	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(53,740)</b>	<b>(3,010)</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>368,617</b>	<b>(149,731)</b>	<b>(1,114)</b>	<b>29,143</b>
Fund balances (deficit)-beginning	4,552,111	402,120	42,968	145,658
<b>Fund balances (deficit)-ending</b>	<b>\$ 4,920,728</b>	<b>\$ 252,389</b>	<b>\$ 41,854</b>	<b>\$ 174,801</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2024**

	Special Revenue Funds			
	Public Infrastructure Program	Business District	Property and Business Improvement	Damage Reimbursement
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	-	266,311	526,017	12,802
Investment income (loss)	10,639	1,584	2,701	6,480
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>10,639</b>	<b>267,895</b>	<b>528,718</b>	<b>19,282</b>
<b>EXPENDITURES</b>				
Current:				
General Government				
City Manager	-	-	-	81,771
Public Safety				
Police	-	-	-	-
Community development	-	266,332	527,723	-
Parks and recreation	-	-	-	-
Public works	135	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>135</b>	<b>266,332</b>	<b>527,723</b>	<b>81,771</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>10,504</b>	<b>1,563</b>	<b>995</b>	<b>(62,489)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Lease issuance	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>10,504</b>	<b>1,563</b>	<b>995</b>	<b>(62,489)</b>
Fund balances (deficit)-beginning	226,650	2,249	(7,534)	204,905
<b>Fund balances (deficit)-ending</b>	<b>\$ 237,154</b>	<b>\$ 3,812</b>	<b>\$ (6,539)</b>	<b>\$ 142,416</b>

# ATTACHMENT 1

CITY OF NAPA, CALIFORNIA  
 Combining Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2024

(Continued)

	Special Revenue Funds			
	Permanent Local Housing Allocation	Road Maintenance and Rehabilitation Act	Gas Tax	Measure T
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	318,210	2,003,066	2,047,675	10,152,878
Charges for services	-	-	-	-
Investment income (loss)	-	19,335	38,147	146,703
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>318,210</b>	<b>2,022,401</b>	<b>2,085,822</b>	<b>10,299,581</b>
<b>EXPENDITURES</b>				
Current:				
General Government				
City Manager	-	-	-	-
Public Safety				
Police	-	-	-	-
Community development	590,371	-	-	-
Parks and recreation	-	-	-	-
Public works	-	243	453	1,831
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>590,371</b>	<b>243</b>	<b>453</b>	<b>1,831</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(272,161)</b>	<b>2,022,158</b>	<b>2,085,369</b>	<b>10,297,750</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	(1,986,815)	(1,457,110)	(11,866,066)
Lease issuance	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(1,986,815)</b>	<b>(1,457,110)</b>	<b>(11,866,066)</b>
<b>Net change in fund balances</b>	<b>(272,161)</b>	<b>35,343</b>	<b>628,259</b>	<b>(1,568,316)</b>
Fund balances (deficit)-beginning	(366,277)	354,963	152,389	4,038,075
<b>Fund balances (deficit)-ending</b>	<b>\$ (638,438)</b>	<b>\$ 390,306</b>	<b>\$ 780,648</b>	<b>\$ 2,469,759</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2024**

	Special Revenue Funds			
	Measure F	Encampment Resolution Grant	Golf Course	Enhanced Infrastructure Financing District
<b>REVENUES</b>				
Taxes	\$ 2,432,087	\$ -	\$ -	\$ 222,441
Intergovernmental	-	4,852,320	-	-
Charges for services	-	-	62,077	-
Investment income (loss)	297,026	-	-	50
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>2,729,113</b>	<b>4,852,320</b>	<b>62,077</b>	<b>222,491</b>
<b>EXPENDITURES</b>				
Current:				
General Government				
City Manager	-	-	-	-
Public Safety				
Police	-	-	-	-
Community development	36,272	2,838,077	-	3
Parks and recreation	-	-	27	-
Public works	-	-	-	-
Capital outlay	278	5,991,918	30,770	-
Debt service:				
Principal	-	1,815,584	-	-
Interest and fiscal charges	-	109,416	-	-
<b>Total expenditures</b>	<b>36,550</b>	<b>10,754,995</b>	<b>30,797</b>	<b>3</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>2,692,563</b>	<b>(5,902,675)</b>	<b>31,280</b>	<b>222,488</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	(524,370)	-	-	(48,240)
Lease issuance	-	5,902,675	-	-
<b>Total other financing sources (uses)</b>	<b>(524,370)</b>	<b>5,902,675</b>	<b>-</b>	<b>(48,240)</b>
<b>Net change in fund balances</b>	<b>2,168,193</b>	<b>-</b>	<b>31,280</b>	<b>174,248</b>
Fund balances (deficit)-beginning	5,430,224	(1,395)	(1,477,161)	-
<b>Fund balances (deficit)-ending</b>	<b>\$ 7,598,417</b>	<b>\$ (1,395)</b>	<b>\$ (1,445,881)</b>	<b>\$ 174,248</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2024**

	Special Revenue Funds	Total Nonmajor Funds
<b>REVENUES</b>		
Taxes	\$ -	\$ 2,654,528
Intergovernmental	-	20,130,756
Charges for services	-	4,055,314
Investment income (loss)	-	1,302,870
Miscellaneous	-	126,928
<b>Total revenues</b>	<b>-</b>	<b>28,270,396</b>
<b>EXPENDITURES</b>		
Current:		
General Government		
City Manager	-	81,771
Public Safety		
Police	-	90,049
Community development	-	7,521,261
Parks and recreation	-	48,148
Public works	-	8,431
Capital outlay	-	6,050,936
Debt service:		
Principal	-	1,815,584
Interest and fiscal charges	-	109,416
<b>Total expenditures</b>	<b>-</b>	<b>15,725,596</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>-</b>	<b>12,544,800</b>
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers in	-	12,000
Transfers out	-	(16,012,511)
Lease issuance	-	5,902,675
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(10,097,836)</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>2,446,964</b>
Fund balances (deficit)-beginning	-	22,213,342
<b>Fund balances (deficit)-ending</b>	<b>\$ -</b>	<b>\$ 24,660,306</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Assessment District**  
**For the Year Ended June 30, 2024**

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Charges for services	\$ 477,000	\$ 477,000	\$ 817,386	\$ 340,386
Investment income (loss)	44,240	44,240	327,793	283,553
<b>Total revenues</b>	<b><u>521,240</u></b>	<b><u>521,240</u></b>	<b><u>1,145,179</u></b>	<b><u>623,939</u></b>
<b>EXPENDITURES</b>				
Current:				
Parks and recreation	95,420	95,420	48,029	47,391
Public works	14,760	14,760	5,769	8,991
<b>Total expenditures</b>	<b><u>110,180</u></b>	<b><u>110,180</u></b>	<b><u>53,798</u></b>	<b><u>56,382</u></b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b><u>411,060</u></b>	<b><u>411,060</u></b>	<b><u>1,091,381</u></b>	<b><u>680,321</u></b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(10,510)	(10,510)	(10,510)	-
<b>Total other financing sources (uses)</b>	<b><u>(10,510)</u></b>	<b><u>(10,510)</u></b>	<b><u>(10,510)</u></b>	<b><u>-</u></b>
<b>Net change in fund balances</b>	<b><u>\$ 400,550</u></b>	<b><u>\$ 400,550</u></b>	<b><u>1,080,871</u></b>	<b><u>\$ 680,321</u></b>
Fund balances (deficit)-beginning			6,597,839	
<b>Fund balances (deficit)-ending</b>			<b><u>\$ 7,678,710</u></b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Tourism Improvement District**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ 1,300,000	\$ 1,300,000	\$ 1,179,838	\$ (120,162)
	5,100	5,100	62,305	57,205
<b>Total revenues</b>	<b>1,305,100</b>	<b>1,305,100</b>	<b>1,242,143</b>	<b>(62,957)</b>
<b>EXPENDITURES</b>				
Current:				
Community development	1,711,430	1,711,430	1,311,151	400,279
<b>Total expenditures</b>	<b>1,711,430</b>	<b>1,711,430</b>	<b>1,311,151</b>	<b>400,279</b>
<b>Net change in fund balances</b>	<b>\$ (406,330)</b>	<b>\$ (406,330)</b>	<b>(69,008)</b>	<b>\$ 337,322</b>
Fund balances (deficit)-beginning			1,516,664	
<b>Fund balances (deficit)-ending</b>			<b>\$ 1,447,656</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Community Development Block Grant**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental	\$ 608,870	\$ 2,443,345	\$ 756,607	\$ (1,686,738)
Charges for services	150,000	150,000	309,178	159,178
<b>Total revenues</b>	<b>758,870</b>	<b>2,593,345</b>	<b>1,065,785</b>	<b>(1,527,560)</b>
<b>EXPENDITURES</b>				
Current:				
Community development	784,750	2,441,156	1,076,349	1,364,807
<b>Total expenditures</b>	<b>784,750</b>	<b>2,441,156</b>	<b>1,076,349</b>	<b>1,364,807</b>
<b>Net change in fund balances</b>	<b>\$ (25,880)</b>	<b>\$ 152,189</b>	<b>(10,564)</b>	<b>\$ (162,753)</b>
Fund balances (deficit)-beginning			(266,657)	
<b>Fund balances (deficit)-ending</b>			<b>\$ (277,221)</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Traffic**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ 160,000	\$ 743,550	\$ 185,283	\$ (558,267)
Investment income (loss)	10,500	10,500	31,580	21,080
<b>Total revenues</b>	<b>170,500</b>	<b>754,050</b>	<b>216,863</b>	<b>(537,187)</b>
<b>EXPENDITURES</b>				
Current:				
Public Safety				
Police	60,700	646,385	86,912	559,473
Capital outlay	37,500	37,500	27,970	9,530
<b>Total expenditures</b>	<b>98,200</b>	<b>683,885</b>	<b>114,882</b>	<b>569,003</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>72,300</b>	<b>70,165</b>	<b>101,981</b>	<b>31,816</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(650)	(50,650)	(50,650)	-
<b>Total other financing sources (uses)</b>	<b>(650)</b>	<b>(50,650)</b>	<b>(50,650)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 71,650</b>	<b>\$ 19,515</b>	<b>51,331</b>	<b>\$ 31,816</b>
Fund balances (deficit)-beginning			665,551	
<b>Fund balances (deficit)-ending</b>			<b>\$ 716,882</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Parking**  
**For the Year Ended June 30, 2024**

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Charges for services	\$ 655,860	\$ 655,860	\$ 696,422	\$ 40,562
Investment income (loss)	48,960	48,960	335,186	286,226
Miscellaneous	-	-	105,000	105,000
<b>Total revenues</b>	<b><u>704,820</u></b>	<b><u>704,820</u></b>	<b><u>1,136,608</u></b>	<b><u>431,788</u></b>
<b>EXPENDITURES</b>				
Current:				
Community development	732,960	765,871	714,251	51,620
<b>Total expenditures</b>	<b><u>732,960</u></b>	<b><u>765,871</u></b>	<b><u>714,251</u></b>	<b><u>51,620</u></b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b><u>(28,140)</u></b>	<b><u>(61,051)</u></b>	<b><u>422,357</u></b>	<b><u>483,408</u></b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	12,000	12,000	12,000	-
Transfers out	(65,740)	(65,740)	(65,740)	-
<b>Total other financing sources (uses)</b>	<b><u>(53,740)</u></b>	<b><u>(53,740)</u></b>	<b><u>(53,740)</u></b>	<b><u>-</u></b>
<b>Net change in fund balances</b>	<b><u>\$ (81,880)</u></b>	<b><u>\$ (114,791)</u></b>	<b><u>368,617</u></b>	<b><u>\$ 483,408</u></b>
Fund balances (deficit)-beginning			4,552,111	
<b>Fund balances (deficit)-ending</b>			<b><u>\$ 4,920,728</u></b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**CalHome Grant**  
**For the Year Ended June 30, 2024**

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Charges for services	\$ 100,000	\$ 100,000	\$ -	\$ (100,000)
Investment income (loss)	5,500	5,500	14,011	8,511
<b>Total revenues</b>	<b>105,500</b>	<b>105,500</b>	<b>14,011</b>	<b>(91,489)</b>
<b>EXPENDITURES</b>				
Current:				
Community development	102,490	1,116,803	160,732	956,071
<b>Total expenditures</b>	<b>102,490</b>	<b>1,116,803</b>	<b>160,732</b>	<b>956,071</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>3,010</b>	<b>(1,011,303)</b>	<b>(146,721)</b>	<b>864,582</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(3,010)	(3,010)	(3,010)	-
<b>Total other financing sources (uses)</b>	<b>(3,010)</b>	<b>(3,010)</b>	<b>(3,010)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ (1,014,313)</b>	<b>(149,731)</b>	<b>\$ 864,582</b>
Fund balances (deficit)-beginning			402,120	
<b>Fund balances (deficit)-ending</b>			<b>\$ 252,389</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Public Safety Programs**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Investment income (loss)	\$ 1,000	\$ 1,000	\$ 2,023	\$ 1,023
<b>Total revenues</b>	<b>1,000</b>	<b>1,000</b>	<b>2,023</b>	<b>1,023</b>
<b>EXPENDITURES</b>				
Current:				
Public Safety				
Police	5,200	5,200	3,137	2,063
<b>Total expenditures</b>	<b>5,200</b>	<b>5,200</b>	<b>3,137</b>	<b>2,063</b>
<b>Net change in fund balances</b>	<b>\$ (4,200)</b>	<b>\$ (4,200)</b>	<b>(1,114)</b>	<b>\$ 3,086</b>
Fund balances (deficit)-beginning			42,968	
<b>Fund balances (deficit)-ending</b>			<b>\$ 41,854</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Parks and Recreation Trust Programs**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Investment income (loss)	\$ 3,060	\$ 3,060	\$ 7,307	\$ 4,247
Miscellaneous	22,000	22,000	21,928	(72)
<b>Total revenues</b>	<b>25,060</b>	<b>25,060</b>	<b>29,235</b>	<b>4,175</b>
<b>EXPENDITURES</b>				
Current:				
Parks and recreation	22,000	104,303	92	104,211
<b>Total expenditures</b>	<b>22,000</b>	<b>104,303</b>	<b>92</b>	<b>104,211</b>
<b>Net change in fund balances</b>	<b>\$ 3,060</b>	<b>\$ (79,243)</b>	<b>29,143</b>	<b>\$ 108,386</b>
Fund balances (deficit)-beginning			145,658	
<b>Fund balances (deficit)-ending</b>			<b>\$ 174,801</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Public Infrastructure Program**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Investment income (loss)	\$ 500	\$ 500	\$ 10,639	\$ 10,139
<b>Total revenues</b>	<b>500</b>	<b>500</b>	<b>10,639</b>	<b>10,139</b>
<b>EXPENDITURES</b>				
Current:				
Public works	-	-	135	(135)
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>135</b>	<b>(135)</b>
<b>Net change in fund balances</b>	<b>\$ 500</b>	<b>\$ 500</b>	<b>10,504</b>	<b>\$ 10,004</b>
Fund balances (deficit)-beginning			226,650	
<b>Fund balances (deficit)-ending</b>			<b>\$ 237,154</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Business District**  
**For the Year Ended June 30, 2024**

---

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Charges for services	\$ 162,180	\$ 297,750	\$ 266,311	\$ (31,439)
Investment income (loss)	100	100	1,584	1,484
<b>Total revenues</b>	<b><u>162,280</u></b>	<b><u>297,850</u></b>	<b><u>267,895</u></b>	<b><u>(29,955)</u></b>
<b>EXPENDITURES</b>				
Current:				
Community development	162,200	297,770	266,332	31,438
<b>Total expenditures</b>	<b><u>162,200</u></b>	<b><u>297,770</u></b>	<b><u>266,332</u></b>	<b><u>31,438</u></b>
<b>Net change in fund balances</b>	<b><u>\$ 80</u></b>	<b><u>\$ 80</u></b>	<b><u>1,563</u></b>	<b><u>\$ 1,483</u></b>
Fund balances (deficit)-beginning			<u>2,249</u>	
<b>Fund balances (deficit)-ending</b>			<b><u>\$ 3,812</u></b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Property and Business Improvement**  
**For the Year Ended June 30, 2024**

---

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Charges for services	\$ 496,230	\$ 524,332	\$ 526,017	\$ 1,685
Investment income (loss)	1,020	2,006	2,701	695
<b>Total revenues</b>	<b><u>497,250</u></b>	<b><u>526,338</u></b>	<b><u>528,718</u></b>	<b><u>2,380</u></b>
<b>EXPENDITURES</b>				
Current:				
Community development	496,730	525,817	527,723	(1,906)
<b>Total expenditures</b>	<b><u>496,730</u></b>	<b><u>525,817</u></b>	<b><u>527,723</u></b>	<b><u>(1,906)</u></b>
<b>Net change in fund balances</b>	<b><u>\$ 520</u></b>	<b><u>\$ 521</u></b>	<b>995</b>	<b><u>\$ 474</u></b>
Fund balances (deficit)-beginning			<u>(7,534)</u>	
<b>Fund balances (deficit)-ending</b>			<b><u>\$ (6,539)</u></b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Damage Reimbursement**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ 100,000	\$ 150,000	\$ 12,802	\$ (137,198)
Investment income (loss)	2,000	2,000	6,480	4,480
<b>Total revenues</b>	<b>102,000</b>	<b>152,000</b>	<b>19,282</b>	<b>(132,718)</b>
<b>EXPENDITURES</b>				
Current:				
General Government				
City Manager	400	154,983	81,771	73,212
<b>Total expenditures</b>	<b>400</b>	<b>154,983</b>	<b>81,771</b>	<b>73,212</b>
<b>Net change in fund balances</b>	<b>\$ 101,600</b>	<b>\$ (2,983)</b>	<b>(62,489)</b>	<b>\$ (59,506)</b>
Fund balances (deficit)-beginning			204,905	
<b>Fund balances (deficit)-ending</b>			<b>\$ 142,416</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Permanent Local Housing Allocation**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental	\$ 794,790	\$ 1,851,500	\$ 318,210	\$ (1,533,290)
<b>Total revenues</b>	<b>794,790</b>	<b>1,851,500</b>	<b>318,210</b>	<b>(1,533,290)</b>
<b>EXPENDITURES</b>				
Current:				
Community development	530,250	1,483,143	590,371	892,772
<b>Total expenditures</b>	<b>530,250</b>	<b>1,483,143</b>	<b>590,371</b>	<b>892,772</b>
<b>Net change in fund balances</b>	<b>\$ 264,540</b>	<b>\$ 368,357</b>	<b>(272,161)</b>	<b>\$ (640,518)</b>
Fund balances (deficit)-beginning			(366,277)	
<b>Fund balances (deficit)-ending</b>			<b>\$ (638,438)</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Road Maintenance and Rehabilitation Act**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental	\$ 1,918,790	\$ 1,918,790	\$ 2,003,066	\$ 84,276
Investment income (loss)	8,000	8,000	19,335	11,335
<b>Total revenues</b>	<b>1,926,790</b>	<b>1,926,790</b>	<b>2,022,401</b>	<b>95,611</b>
<b>EXPENDITURES</b>				
Current:				
Public works	2,000	2,000	243	1,757
<b>Total expenditures</b>	<b>2,000</b>	<b>2,000</b>	<b>243</b>	<b>1,757</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>1,924,790</b>	<b>1,924,790</b>	<b>2,022,158</b>	<b>97,368</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(1,715,290)	(1,986,815)	(1,986,815)	-
<b>Total other financing sources (uses)</b>	<b>(1,715,290)</b>	<b>(1,986,815)</b>	<b>(1,986,815)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 209,500</b>	<b>\$ (62,025)</b>	<b>35,343</b>	<b>\$ 97,368</b>
Fund balances (deficit)-beginning			354,963	
<b>Fund balances (deficit)-ending</b>			<b>\$ 390,306</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Gas Tax**  
**For the Year Ended June 30, 2024**

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Intergovernmental	\$ 2,137,310	\$ 2,137,310	\$ 2,047,675	\$ (89,635)
Investment income (loss)	-	-	38,147	38,147
<b>Total revenues</b>	<b><u>2,137,310</u></b>	<b><u>2,137,310</u></b>	<b><u>2,085,822</u></b>	<b><u>(51,488)</u></b>
<b>EXPENDITURES</b>				
Current:				
Public works	500	500	453	47
<b>Total expenditures</b>	<b><u>500</u></b>	<b><u>500</u></b>	<b><u>453</u></b>	<b><u>47</u></b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b><u>2,136,810</u></b>	<b><u>2,136,810</u></b>	<b><u>2,085,369</u></b>	<b><u>(51,441)</u></b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(504,110)	(1,457,110)	(1,457,110)	-
<b>Total other financing sources (uses)</b>	<b><u>(504,110)</u></b>	<b><u>(1,457,110)</u></b>	<b><u>(1,457,110)</u></b>	<b><u>-</u></b>
<b>Net change in fund balances</b>	<b><u>\$ 1,632,700</u></b>	<b><u>\$ 679,700</u></b>	<b><u>628,259</u></b>	<b><u>\$ (51,441)</u></b>
Fund balances (deficit)-beginning			152,389	
<b>Fund balances (deficit)-ending</b>			<b><u>\$ 780,648</u></b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Measure T**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental	\$ 10,477,000	\$ 10,477,000	\$ 10,152,878	\$ (324,122)
Investment income (loss)	5,000	5,000	146,703	141,703
<b>Total revenues</b>	<b>10,482,000</b>	<b>10,482,000</b>	<b>10,299,581</b>	<b>(182,419)</b>
<b>EXPENDITURES</b>				
Current:				
Public works	4,500	4,500	1,831	2,669
<b>Total expenditures</b>	<b>4,500</b>	<b>4,500</b>	<b>1,831</b>	<b>2,669</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>10,477,500</b>	<b>10,477,500</b>	<b>10,297,750</b>	<b>(179,750)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(1,000,000)	(11,899,521)	(11,866,066)	33,455
<b>Total other financing sources (uses)</b>	<b>(1,000,000)</b>	<b>(11,899,521)</b>	<b>(11,866,066)</b>	<b>33,455</b>
<b>Net change in fund balances</b>	<b>\$ 9,477,500</b>	<b>\$ (1,422,021)</b>	<b>(1,568,316)</b>	<b>\$ (146,295)</b>
Fund balances (deficit)-beginning			4,038,075	
<b>Fund balances (deficit)-ending</b>			<b>\$ 2,469,759</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Measure F**  
**For the Year Ended June 30, 2024**

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Taxes	\$ 2,681,000	\$ 2,681,000	\$ 2,432,087	\$ (248,913)
Investment income (loss)	82,500	82,500	297,026	214,526
<b>Total revenues</b>	<b><u>2,763,500</u></b>	<b><u>2,763,500</u></b>	<b><u>2,729,113</u></b>	<b><u>(34,387)</u></b>
<b>EXPENDITURES</b>				
Current:				
Community development	60,300	4,022,753	36,272	3,986,481
Capital outlay	-	-	278	(278)
<b>Total expenditures</b>	<b><u>60,300</u></b>	<b><u>4,022,753</u></b>	<b><u>36,550</u></b>	<b><u>3,986,203</u></b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b><u>2,703,200</u></b>	<b><u>(1,259,253)</u></b>	<b><u>2,692,563</u></b>	<b><u>3,951,816</u></b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(24,370)	(524,370)	(524,370)	-
<b>Total other financing sources (uses)</b>	<b><u>(24,370)</u></b>	<b><u>(524,370)</u></b>	<b><u>(524,370)</u></b>	<b><u>-</u></b>
<b>Net change in fund balances</b>	<b><u>\$ 2,678,830</u></b>	<b><u>\$ (1,783,623)</u></b>	<b><u>2,168,193</u></b>	<b><u>\$ 3,951,816</u></b>
Fund balances (deficit)-beginning			5,430,224	
<b>Fund balances (deficit)-ending</b>			<b><u>\$ 7,598,417</u></b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Encampment Resolution Grant**  
**For the Year Ended June 30, 2024**

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ 15,000,000	\$ 4,852,320	\$ (10,147,680)
<b>Total revenues</b>	<u>-</u>	<u>15,000,000</u>	<u>4,852,320</u>	<u>(10,147,680)</u>
<b>EXPENDITURES</b>				
Current:				
Community development	-	14,800,000	2,838,077	11,961,923
Capital outlay	-	200,000	5,991,918	(5,791,918)
Debt service:				
Principal	-	-	1,815,584	(1,815,584)
Interest and fiscal charges	-	-	109,416	(109,416)
<b>Total expenditures</b>	<u>-</u>	<u>15,000,000</u>	<u>10,754,995</u>	<u>4,245,005</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>(5,902,675)</u>	<u>(5,902,675)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Lease issuance	-	-	5,902,675	5,902,675
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>5,902,675</u>	<u>5,902,675</u>
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balances (deficit)-beginning			(1,395)	
<b>Fund balances (deficit)-ending</b>			<u>\$ (1,395)</u>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Golf Course**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ 41,000	\$ 41,000	\$ 62,077	\$ 21,077
<b>Total revenues</b>	<b>41,000</b>	<b>41,000</b>	<b>62,077</b>	<b>21,077</b>
<b>EXPENDITURES</b>				
Current:				
Parks and recreation	-	-	27	(27)
Capital outlay	27,000	27,000	30,770	(3,770)
<b>Total expenditures</b>	<b>27,000</b>	<b>27,000</b>	<b>30,797</b>	<b>(3,797)</b>
<b>Net change in fund balances</b>	<b>\$ 14,000</b>	<b>\$ 14,000</b>	<b>31,280</b>	<b>\$ 17,280</b>
Fund balances (deficit)-beginning			(1,477,161)	
<b>Fund balances (deficit)-ending</b>			<b>\$ (1,445,881)</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**Enhanced Infrastructure Financing District**  
**For the Year Ended June 30, 2024**

---

	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>				
Taxes	\$ 384,630	\$ 384,630	\$ 222,441	\$ (162,189)
Investment income (loss)	510	510	50	(460)
<b>Total revenues</b>	<b>385,140</b>	<b>385,140</b>	<b>222,491</b>	<b>(162,649)</b>
<b>EXPENDITURES</b>				
Current:				
Community development	25,500	25,500	3	25,497
<b>Total expenditures</b>	<b>25,500</b>	<b>25,500</b>	<b>3</b>	<b>25,497</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>359,640</b>	<b>359,640</b>	<b>222,488</b>	<b>(137,152)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(48,240)	(48,240)	(48,240)	-
<b>Total other financing sources (uses)</b>	<b>(48,240)</b>	<b>(48,240)</b>	<b>(48,240)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 311,400</b>	<b>\$ 311,400</b>	<b>174,248</b>	<b>\$ (137,152)</b>
Fund balances (deficit)-beginning			-	
<b>Fund balances (deficit)-ending</b>			<b>\$ 174,248</b>	

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**City Capital Projects**  
**For the Year Ended June 30, 2024**

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Intergovernmental	\$ 2,259,137	\$ 3,940,009	\$ 1,488,250	\$ (2,451,759)
Charges for services	210,000	210,000	14,047	(195,953)
<b>Total revenues</b>	<b><u>2,469,137</u></b>	<b><u>4,150,009</u></b>	<b><u>1,502,297</u></b>	<b><u>(2,647,712)</u></b>
<b>EXPENDITURES</b>				
Current:				
Public works	6,468,970	5,949,315	6,819,557	(870,242)
Capital outlay	81,923,587	83,671,101	13,031,402	70,639,699
<b>Total expenditures</b>	<b><u>88,392,557</u></b>	<b><u>89,620,416</u></b>	<b><u>19,850,959</u></b>	<b><u>69,769,457</u></b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b><u>(85,923,420)</u></b>	<b><u>(85,470,407)</u></b>	<b><u>(18,348,662)</u></b>	<b><u>67,121,745</u></b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	38,881,638	43,301,649	29,251,744	(14,049,905)
Transfers out	(5,787,031)	(7,151,696)	-	7,151,696
<b>Total other financing sources (uses)</b>	<b><u>33,094,607</u></b>	<b><u>36,149,953</u></b>	<b><u>29,251,744</u></b>	<b><u>(6,898,209)</u></b>
<b>Net change in fund balances</b>	<b><u>\$ (52,828,813)</u></b>	<b><u>\$ (49,320,454)</u></b>	<b><u>10,903,082</u></b>	<b><u>\$ 60,223,536</u></b>
Fund balances (deficit)-beginning			69,559,026	
<b>Fund balances (deficit)-ending</b>			<b><u>\$ 80,462,108</u></b>	

## **Internal Service Funds**

The Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the City on a cost reimbursement basis.

The concept of major funds does not extend to internal service funds. For the Statement of Activities, the net revenues and expenses of each internal service fund are eliminated by netting them against the operations of the City departments that generated them. The remaining balance sheet items are consolidated with these same funds in the Governmental Activities Statement of Net Position. However, internal service funds are still presented separately in the Fund Financial Statements.

## **Risk Management Fund**

The Risk Management Fund is an internal service fund established to account for resources and uses related to the City's self-insurance program. The City's self-insurance retention amounts are \$150,000 for general liability claims, \$300,000 for workers' compensation claims and 100% of unemployment claims. The risk management function is funded by charges to the various City departments.

## **Fleet Fund**

The Fleet Management Fund provides full-service, lifetime management of the vehicles and equipment used by all City operations. This begins with specification development and replacement scheduling, transitioning to in-service preparation, then performing regular repairs and scheduled maintenance and inspections. Also included in Fleet services are regulatory compliance, fuel data capture, decommissioning, and ultimately the disposal of said assets. The Fleet Management Division also administers the two City motor pools.

## **Information Technology Replacement Fund**

The Information Technology (IT) Replacement Fund provides for the replacement of IT and telephone infrastructure throughout General Fund departments as necessary to maintain staff productivity.

## **Post-Employment Benefit Fund**

The Postemployment Benefits Fund is established to collect contributions to cover the cost of retiree benefits for current and past employees. Expenditures from this fund includes payments for current retirees' benefits earned in prior years and contributions to an irrevocable trust to provide resources from which future retiree benefits will be paid.

## **Equipment Replacement Fund**

The Equipment Replacement Fund was established for the replacement of capital equipment as it becomes unserviceable, obsolete, or reaches a predetermined service life.

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**June 30, 2024**

	<b>Risk Management</b>	<b>Fleet</b>	<b>Information Technology Replacement</b>
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 25,110,889	\$ 13,890,340	\$ 2,396,198
Receivables (net of uncollectibles):			
Accounts	-	1,831	-
Interest	39,381	23,811	4,138
Federal, state and other governments	-	-	-
Prepaid items	6,120	-	140,134
Restricted:			
Restricted cash and investments	-	-	-
Total current assets	<u>25,156,390</u>	<u>13,915,982</u>	<u>2,540,470</u>
Noncurrent:			
Capital assets - net of accumulated depreciation/amortization	-	12,322,055	-
Total noncurrent assets	<u>-</u>	<u>12,322,055</u>	<u>-</u>
<b>Total assets</b>	<b><u>25,156,390</u></b>	<b><u>26,238,037</u></b>	<b><u>2,540,470</u></b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension-related	158,880	479,161	-
OPEB-related	26,644	63,936	-
<b>Total deferred outflows of resources</b>	<b><u>185,524</u></b>	<b><u>543,097</u></b>	<b><u>-</u></b>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable and accrued liabilities	506,050	222,226	31,777
Compensated absences	4,821	-	-
Claims payable	3,659,231	-	-
Long-term debt	-	5,630	-
Total current liabilities	<u>4,170,102</u>	<u>227,856</u>	<u>31,777</u>
Noncurrent liabilities:			
Compensated absences	37,368	47,675	-
Claims payable	10,664,769	-	-
Net pension liability	883,769	2,467,448	-
Net OPEB liability	9,664	23,189	-
Total noncurrent liabilities	<u>11,595,570</u>	<u>2,538,312</u>	<u>-</u>
<b>Total liabilities</b>	<b><u>15,765,672</u></b>	<b><u>2,766,168</u></b>	<b><u>31,777</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension-related	89,074	82,507	-
OPEB-related	25,212	60,500	-
<b>Total deferred inflows of resources</b>	<b><u>114,286</u></b>	<b><u>143,007</u></b>	<b><u>-</u></b>
<b>NET POSITION</b>			
Net investment in capital assets	-	12,316,425	-
Restricted for OPEB	-	-	-
Net position, unrestricted	9,461,956	11,555,534	2,508,693
<b>Total net position</b>	<b><u>\$ 9,461,956</u></b>	<b><u>\$ 23,871,959</u></b>	<b><u>\$ 2,508,693</u></b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**June 30, 2024**

	<b>Post Employment Benefits</b>	<b>Equipment Replacement</b>	<b>Total Internal Service Funds</b>
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 2,439,075	\$ 959,530	\$ 44,796,032
Receivables (net of uncollectibles):			
Accounts	495	-	2,326
Interest	-	1,708	69,038
Federal, state and other governments	803,919	-	803,919
Prepaid items	-	-	146,254
Restricted:			
Restricted cash and investments	8,309,664	-	8,309,664
Total current assets	<u>11,553,153</u>	<u>961,238</u>	<u>54,127,233</u>
Noncurrent:			
Capital assets - net of accumulated depreciation/amortization	-	-	12,322,055
Total noncurrent assets	<u>-</u>	<u>-</u>	<u>12,322,055</u>
<b>Total assets</b>	<b><u>11,553,153</u></b>	<b><u>961,238</u></b>	<b><u>66,449,288</u></b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension-related	-	-	638,041
OPEB-related	3,101,124	-	3,191,704
<b>Total deferred outflows of resources</b>	<b><u>3,101,124</u></b>	<b><u>-</u></b>	<b><u>3,829,745</u></b>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable and accrued liabilities	-	-	760,053
Compensated absences	-	-	4,821
Claims payable	-	-	3,659,231
Long-term debt	-	-	5,630
Total current liabilities	<u>-</u>	<u>-</u>	<u>4,429,735</u>
Noncurrent liabilities:			
Compensated absences	-	-	85,043
Claims payable	-	-	10,664,769
Net pension liability	-	-	3,351,217
Net OPEB liability	1,124,759	-	1,157,612
Total noncurrent liabilities	<u>1,124,759</u>	<u>-</u>	<u>15,258,641</u>
<b>Total liabilities</b>	<b><u>1,124,759</u></b>	<b><u>-</u></b>	<b><u>19,688,376</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension-related	-	-	171,581
OPEB-related	2,934,475	-	3,020,187
<b>Total deferred inflows of resources</b>	<b><u>2,934,475</u></b>	<b><u>-</u></b>	<b><u>3,191,768</u></b>
<b>NET POSITION</b>			
Net investment in capital assets	-	-	12,316,425
Restricted for OPEB	8,309,664	-	8,309,664
Net position, unrestricted	2,285,379	961,238	26,772,800
<b>Total net position</b>	<b><u>\$ 10,595,043</u></b>	<b><u>\$ 961,238</u></b>	<b><u>\$ 47,398,889</u></b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Revenues, Expenses and**  
**Changes in Net Position**  
**Internal Service Funds**  
**For the Year Ended June 30, 2024**

	<b>Risk Management</b>	<b>Fleet</b>	<b>Information Technology Replacement</b>
<b>OPERATING REVENUES</b>			
Charges for services	\$ 13,687,956	\$ 5,411,487	\$ 311,330
Miscellaneous	-	2,427,604	-
<b>Total operating revenues</b>	<b>13,687,956</b>	<b>7,839,091</b>	<b>311,330</b>
<b>OPERATING EXPENSES</b>			
Employee services and benefits	962,085	1,099,183	103,076
Materials and services	1,549,283	3,820,681	504,484
Insurance premiums and claims	11,741,926	-	-
Depreciation and amortization	-	2,444,715	-
<b>Total operating expenses</b>	<b>14,253,294</b>	<b>7,364,579</b>	<b>607,560</b>
<b>Operating income (loss)</b>	<b>(565,338)</b>	<b>474,512</b>	<b>(296,230)</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Investment income (loss)	915,141	676,259	64,120
Interest expense and fiscal charges	-	(53)	-
Gain (loss) on disposal of capital assets	-	224,338	-
<b>Total nonoperating revenues (expenses)</b>	<b>915,141</b>	<b>900,544</b>	<b>64,120</b>
<b>Income (loss) before transfers</b>	<b>349,803</b>	<b>1,375,056</b>	<b>(232,110)</b>
<b>Change in net position</b>	<b>349,803</b>	<b>2,041,056</b>	<b>(132,110)</b>
Net position-beginning	9,112,153	21,830,903	2,640,803
<b>Net position-ending</b>	<b>\$ 9,461,956</b>	<b>\$ 23,871,959</b>	<b>\$ 2,508,693</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Revenues, Expenses and**  
**Changes in Net Position**  
**Internal Service Funds**  
**For the Year Ended June 30, 2024**

	<b>Post Employment Benefits</b>	<b>Equipment Replacement</b>	<b>Total Internal Service Funds</b>
<b>OPERATING REVENUES</b>			
Charges for services	\$ 1,098,318	\$ -	\$ 20,509,091
Miscellaneous	-	-	2,427,604
<b>Total operating revenues</b>	<b>1,098,318</b>	<b>-</b>	<b>22,936,695</b>
<b>OPERATING EXPENSES</b>			
Employee services and benefits	(485,754)	-	1,678,590
Materials and services	1,179,332	294,569	7,348,349
Insurance premiums and claims	-	-	11,741,926
Depreciation and amortization	-	-	2,444,715
<b>Total operating expenses</b>	<b>693,578</b>	<b>294,569</b>	<b>23,213,580</b>
<b>Operating income (loss)</b>	<b>404,740</b>	<b>(294,569)</b>	<b>(276,885)</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Investment income (loss)	492,545	48,545	2,196,610
Interest expense and fiscal charges	-	-	(53)
Gain (loss) on disposal of capital assets	-	-	224,338
<b>Total nonoperating revenues (expenses)</b>	<b>492,545</b>	<b>48,545</b>	<b>2,420,895</b>
<b>Income (loss) before transfers</b>	<b>897,285</b>	<b>(246,024)</b>	<b>2,144,010</b>
<b>Change in net position</b>	<b>3,897,285</b>	<b>(96,024)</b>	<b>6,060,010</b>
Net position-beginning	6,697,758	1,057,262	41,338,879
<b>Net position-ending</b>	<b>\$ 10,595,043</b>	<b>\$ 961,238</b>	<b>\$ 47,398,889</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Cash Flows**  
**Internal Service Fund**  
**For the Year Ended June 30, 2024**

	<b>Risk Management</b>	<b>Fleet</b>	<b>Information Technology Replacement</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers	\$ 13,818,515	\$ 5,439,720	\$ 311,330
Payments to suppliers and service providers	(13,029,112)	(4,503,899)	(529,442)
Payments to employees for salaries and benefits	(547,796)	(940,653)	(103,076)
Other receipts (payments)	3,566,000	2,427,604	-
<b>Net cash provided by (used for) operating activities</b>	<b>3,807,607</b>	<b>2,422,772</b>	<b>(321,188)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers from other funds	-	666,000	100,000
Operating grants and contributions	-	-	-
<b>Net cash provided by (used for) noncapital financing activities</b>	<b>-</b>	<b>666,000</b>	<b>100,000</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Acquisition and construction of capital assets	-	(4,526,462)	-
Principal paid on capital debt	-	(7,005)	-
Interest paid on capital debt	-	(53)	-
Proceeds from sales of assets	-	224,338	-
<b>Net cash provided by (used for) capital and related financing activities</b>	<b>-</b>	<b>(4,309,182)</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest on investments	909,441	678,096	59,982
<b>Net cash provided by (used for) investing activities</b>	<b>909,441</b>	<b>678,096</b>	<b>59,982</b>
<b>Net increase (decrease) in</b>			
Cash and cash equivalents-beginning	20,393,841	14,432,654	2,557,404
<b>Cash and cash equivalents-ending</b>	<b>\$ 25,110,889</b>	<b>\$ 13,890,340</b>	<b>\$ 2,396,198</b>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION</b>			
Cash and investments	\$ 25,110,889	\$ 13,890,340	\$ 2,396,198
Restricted cash and investments	-	-	-
<b>Total cash and cash equivalents</b>	<b>\$ 25,110,889</b>	<b>\$ 13,890,340</b>	<b>\$ 2,396,198</b>

# ATTACHMENT 1

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Cash Flows**  
**Internal Service Fund**  
**For the Year Ended June 30, 2024**

	Post Employment Benefits	Equipment Replacement	Totals
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers	\$ 1,930,534	\$ -	\$ 21,500,099
Payments to suppliers and service providers	(1,155,412)	(294,569)	(19,512,434)
Payments to employees for salaries and benefits	-	-	(1,591,525)
Other receipts (payments)	-	-	5,993,604
<b>Net cash provided by (used for) operating activities</b>	<b>775,122</b>	<b>(294,569)</b>	<b>6,389,744</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers from other funds	3,000,000	150,000	3,916,000
Operating grants and contributions	(803,919)	-	(803,919)
<b>Net cash provided by (used for) noncapital financing activities</b>	<b>2,196,081</b>	<b>150,000</b>	<b>3,112,081</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Acquisition and construction of capital assets	-	-	(4,526,462)
Principal paid on capital debt	-	-	(7,005)
Interest paid on capital debt	-	-	(53)
Proceeds from sales of assets	-	-	224,338
<b>Net cash provided by (used for) capital and related financing activities</b>	<b>-</b>	<b>-</b>	<b>(4,309,182)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest on investments	492,545	48,155	2,188,219
<b>Net cash provided by (used for) investing activities</b>	<b>492,545</b>	<b>48,155</b>	<b>2,188,219</b>
<b>Net increase (decrease) in</b>			
Cash and cash equivalents-beginning	7,284,991	1,055,944	45,724,834
<b>Cash and cash equivalents-ending</b>	<b>\$ 10,748,739</b>	<b>\$ 959,530</b>	<b>\$ 53,105,696</b>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION</b>			
Cash and investments	\$ 2,439,075	\$ 959,530	\$ 44,796,032
Restricted cash and investments	8,309,664	-	8,309,664
<b>Total cash and cash equivalents</b>	<b>\$ 10,748,739</b>	<b>\$ 959,530</b>	<b>\$ 53,105,696</b>

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Cash Flows**  
**Internal Service Fund**  
**For the Year Ended June 30, 2024**

---

**RECONCILIATION OF OPERATING INCOME (LOSS)**  
**TO NET CASH PROVIDED BY (USED FOR)**  
**OPERATING ACTIVITIES**

Operating income (loss)	\$ (565,338)	\$ 474,512	\$ (296,230)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation/amortization expense	-	2,444,715	-
(Increase) decrease in accounts receivable	130,559	28,233	-
(Increase) decrease in prepaid items	202,613	-	(33,595)
Increase (decrease) in accounts payable and accrued liabilities	59,484	(683,218)	8,637
Increase (decrease) in compensated absences	29,391	-	-
Increase (decrease) in claims payable	3,566,000	-	-
Increase (decrease) in pension and related items	385,628	171,285	-
Increase (decrease) in OPEB and related items	(730)	(12,755)	-
Total adjustments	4,372,945	1,948,260	(24,958)
<b>Net cash provided by (used for) operating activities</b>	<b>\$ 3,807,607</b>	<b>\$ 2,422,772</b>	<b>\$ (321,188)</b>

**SCHEDULE OF NON-CASH NONCAPITAL, CAPITAL,**  
**AND INVESTING ACTIVITIES**

Unrealized gain/(loss) on fair value of investments	\$ (152,519)	\$ (142,290)	\$ (88,513)
---	--------------	--------------	-------------

**CITY OF NAPA, CALIFORNIA**  
**Combining Statement of Cash Flows**  
**Internal Service Fund**  
**For the Year Ended June 30, 2024**

---

**RECONCILIATION OF OPERATING INCOME (LOSS)**  
**TO NET CASH PROVIDED BY (USED FOR)**  
**OPERATING ACTIVITIES**

Operating income (loss)	\$ 404,740	\$ (294,569)	\$ (276,885)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation/amortization expense	-	-	2,444,715
(Increase) decrease in accounts receivable	832,216	-	991,008
(Increase) decrease in prepaid items	159,397	-	328,415
Increase (decrease) in accounts payable and accrued liabilities	(135,477)	-	(750,574)
Increase (decrease) in compensated absences	-	-	29,391
Increase (decrease) in claims payable	-	-	3,566,000
Increase (decrease) in pension and related items	-	-	556,913
Increase (decrease) in OPEB and related items	(485,754)	-	(499,239)
Total adjustments	370,382	-	\$ 6,666,629
<b>Net cash provided by (used for) operating activities</b>	<b>\$ 775,122</b>	<b>\$ (294,569)</b>	<b>\$ 6,389,744</b>

**SCHEDULE OF NON-CASH NONCAPITAL, CAPITAL,**  
**AND INVESTING ACTIVITIES**

Unrealized gain/(loss) on fair value of investments	\$ -	\$ (879)	\$ (384,201)
---	------	----------	--------------

**THIS PAGE INTENTIONALLY LEFT BLANK**

# STATISTICAL SECTION

---

FINANCIAL TRENDS  
REVENUE CAPACITY  
DEBT CAPACITY  
DEMOGRAPHIC & ECONOMIC  
OPERATING



**THIS PAGE INTENTIONALLY LEFT BLANK**

STATISTICAL SECTION (UNAUDITED)

<u>Contents</u>	<u>Page</u>
<b>Financial Trends Information</b>	
1. Net Position by Component.....	154
2. Changes in Net Position.....	156
3. Fund Balances of Governmental Funds.....	162
4. Changes in Fund Balances of Governmental Funds.....	164
<b>Revenue Capacity Information</b>	
5. Assessed Value of Taxable Property.....	166
6. Direct and Overlapping Property Tax Rates.....	167
7. Principal Property Taxpayers.....	168
8. Property Tax Levies and Collections.....	169
<b>Debt Capacity</b>	
9. Ratios of Outstanding Debt by Type.....	170
10. Direct and Overlapping Debt.....	173
11. Legal Debt Margin.....	174
12. Pledged Revenue Coverage.....	176
<b>Demographic and Economic Information</b>	
13. Demographic and Economic Statistics.....	177
14. Principal Employers.....	178
15. Full-Time Equivalent City Government Employees by Function/Program.....	179
<b>Operating Information</b>	
16. Operating Indicators by Function/Program.....	180
17. Capital Assets Statistics by Function.....	182

# ATTACHMENT 1

**City of Napa - Financial Trends Information**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(Accrual basis accounting, in thousands)**

	Fiscal Year				
	2024	2023	2022	2021	2020
Governmental Activities					
Net investment in capital assets	\$ 359,880	\$ 352,519	\$ 357,052	\$ 364,600	\$ 378,521
Restricted	76,246	81,709	128,514	91,843	78,781
Unrestricted (deficit)	27,014	3,856	(67,586)	(71,626)	(54,455)
Total governmental activities net position	<u>463,140</u>	<u>438,084</u>	<u>417,980</u>	<u>384,817</u>	<u>402,847</u>
Business-type Activities					
Net investment in capital assets	70,800	69,439	68,321	69,287	70,385
Restricted	-	2	-	-	-
Unrestricted	78,144	77,020	75,591	60,621	44,300
Total business-type activities net position	<u>148,944</u>	<u>146,461</u>	<u>143,912</u>	<u>129,908</u>	<u>114,685</u>
Primary Government					
Net investment in capital assets	430,680	421,762	425,373	433,887	448,906
Restricted	76,246	81,710	128,514	91,843	78,781
Unrestricted (deficit)	105,158	81,073	8,005	(11,005)	(10,155)
Total primary government activities net position	<u>\$ 612,084</u>	<u>\$ 584,545</u>	<u>\$ 561,892</u>	<u>\$ 514,725</u>	<u>\$ 517,532</u>

Source: City of Napa -Finance Department

# ATTACHMENT 1

City of Napa - Financial Trends Information  
Net Position by Component (Continued)  
Last Ten Fiscal Years  
(Accrual basis accounting, in thousands)

	Fiscal Year				
	2019	2018	2017	2016	2015
Governmental Activities					
Net investment in capital assets	\$ 358,507	\$ 369,603	\$ 351,563	\$ 351,129	\$ 357,559
Restricted	82,878	83,834	43,100	41,722	37,848
Unrestricted (deficit)	(55,165)	(57,495)	(33,037)	(41,524)	(55,768)
Total governmental activities net position	<u>386,220</u>	<u>395,942</u>	<u>361,626</u>	<u>351,327</u>	<u>339,639</u>
Business-type Activities					
Net investment in capital assets	70,082	71,873	73,653	75,328	75,160
Restricted	-	12,398	12,667	724	169
Unrestricted	<u>33,891</u>	<u>14,499</u>	<u>25,684</u>	<u>37,519</u>	<u>31,439</u>
Total business-type activities net position	<u>103,973</u>	<u>98,770</u>	<u>112,004</u>	<u>113,571</u>	<u>106,768</u>
Primary Government					
Net investment in capital assets	428,589	441,476	425,216	426,457	431,719
Restricted	82,878	96,232	55,767	42,446	38,017
Unrestricted (deficit) <sup>1</sup>	<u>(21,274)</u>	<u>(42,996)</u>	<u>(7,354)</u>	<u>(4,005)</u>	<u>(24,329)</u>
Total primary government activities net position	<u>\$ 490,193</u>	<u>\$ 494,712</u>	<u>\$ 473,629</u>	<u>\$ 464,898</u>	<u>\$ 446,407</u>

Source: City of Napa - Finance Department

Note: <sup>1</sup>The significant decrease in Unrestricted Net Position in FY2015 and FY2018 is due to the implementation GASB Statement Nos. 68 and 75 respectively.

# ATTACHMENT 1

**City of Napa - Financial Trends Information  
Changes in Net Position  
Last Ten Fiscal Years  
(Accrual basis accounting, in thousands)**

	Fiscal Year				
	2024	2023	2022	2021	2020
<b>Expenses:</b>					
Governmental activities					
General Government	\$ 32,532	\$ 24,416	\$ 15,415	\$ 16,051	\$ 19,195
Public Safety	65,896	62,732	51,549	60,348	60,967
Public Works	32,374	31,086	31,716	36,010	8,455
Parks & Recreation	11,211	9,746	8,365	6,797	8,928
Community Development	34,847	35,898	24,337	25,787	27,095
Interest on long -term debt	227	454	-	-	-
Total Governmental activities expenses	<u>177,087</u>	<u>164,332</u>	<u>131,382</u>	<u>144,993</u>	<u>124,639</u>
Business-type activities					
Water	38,640	33,097	29,899	32,044	32,327
Solid Waste and Recycling	43,518	44,355	34,503	32,941	34,339
Housing	-	-	-	-	-
Total business-type activities expenses	<u>82,158</u>	<u>77,452</u>	<u>64,402</u>	<u>64,985</u>	<u>66,666</u>
Total Primary government expenses	<u>\$ 259,245</u>	<u>\$ 241,784</u>	<u>\$ 195,784</u>	<u>\$ 209,978</u>	<u>\$ 191,305</u>

Source: City of Napa - Finance Department

# ATTACHMENT 1

**City of Napa - Financial Trends Information  
Changes in Net Position (Continued)  
Last Ten Fiscal Years  
(Accrual basis accounting, in thousands)**

	Fiscal Year				
	2024	2023	2022	2021	2020
<b>Program Revenues:</b>					
Governmental activities					
Charges for Services					
General Government	\$ 7,357	\$ 9,672	\$ 9,932	\$ 6,229	\$ 14,604
Public Safety	7,500	5,925	9,147	8,353	8,515
Public Works	4,734	2,814	2,819	1,627	3,141
Parks and Recreation	1,668	2,266	3,933	1,084	2,065
Community Development	8,565	8,205	11,048	7,230	9,092
Operating grants and contributions	33,226	23,773	18,663	20,523	15,858
Capital grants and contributions	15,726	14,652	15,734	10,631	8,583
Total governmental activities program revenues	<u>78,776</u>	<u>67,307</u>	<u>71,276</u>	<u>55,677</u>	<u>61,858</u>
Business type activities					
Charges for Services					
Water	38,531	37,753	34,909	39,512	41,559
Solid Waste and Recycling	43,103	44,477	42,836	39,219	34,472
Housing	-	-	-	-	-
Operating grants and contributions	524	2,913	2,325	2,678	1,262
Capital grants and contributions	2,873	1,181	1,504	1,274	1,375
Total business-type activities program revenues	<u>85,031</u>	<u>86,324</u>	<u>81,575</u>	<u>82,684</u>	<u>78,669</u>
Total Primary government revenues	<u>\$ 163,807</u>	<u>\$ 153,631</u>	<u>\$ 152,851</u>	<u>\$ 138,361</u>	<u>\$ 140,527</u>
<b>Net (expense)/revenue</b>					
Governmental activities	\$ (98,311)	\$ (97,026)	\$ (60,106)	\$ (89,315)	\$ (62,782)
Business-type activities	2,873	8,872	17,172	17,698	12,001
Total Primary government net expense	<u>\$ (95,438)</u>	<u>\$ (88,154)</u>	<u>\$ (42,934)</u>	<u>\$ (71,617)</u>	<u>\$ (50,781)</u>

Source: City of Napa - Finance Department

# ATTACHMENT 1

**City of Napa - Financial Trends Information  
Changes in Net Position (Continued)  
Last Ten Fiscal Years  
(Accrual basis accounting, in thousands)**

	Fiscal Year				
	2024	2023	2022	2021	2020
<b>General Revenues and other changes in net position</b>					
Governmental activities					
Taxes					
Property taxes	\$ 50,441	\$ 48,642	\$ 42,180	\$ 41,128	\$ 35,816
Franchise taxes	2,227	2,222	2,043	1,970	1,991
Sales taxes	22,659	22,593	20,360	17,557	15,751
Transient Occupancy	31,905	34,666	32,245	12,670	18,098
Investment earnings	-	4,364	(9,771)	70	2,058
Sale of Capital Assets	-	-	-	240	2,476
Use of money and property**	10,367	-	-	-	-
Other**	501	-	-	-	-
Transfers	5,269	3,803	3,623	3,013	3,222
<b>Total governmental activities</b>	<b>123,369</b>	<b>116,290</b>	<b>90,679</b>	<b>76,647</b>	<b>79,411</b>
Business -type activities					
Investment earnings		(2,529)	455	538	1,934
Sale of Capital Assets	-	-	-	-	-
Use of money and property	4,333	-	-	-	-
Other	546	-	-	-	-
Transfers	(5,269)	(3,803)	(3,623)	(3,013)	(3,222)
<b>Total business-type activities</b>	<b>(390)</b>	<b>(6,332)</b>	<b>(3,168)</b>	<b>(2,475)</b>	<b>(1,288)</b>
<b>Total primary government</b>	<b>122,979</b>	<b>109,958</b>	<b>87,511</b>	<b>75,172</b>	<b>78,123</b>
<i>Special Items (Transfer to Successor Agency Trust)</i>	-	-	-	-	-
<i>Extraordinary Items - Governmental activities</i>	-	-	-	-	-
<b>Change in Net Position</b>					
Governmental activities	25,057	19,264	30,574	(12,667)	16,629
Business-type activities	2,483	2,540	14,004	15,223	10,713
<b>Total primary government</b>	<b>\$ 27,540</b>	<b>\$ 21,804</b>	<b>\$ 44,578</b>	<b>\$ 2,556</b>	<b>\$ 27,343</b>

Source: City of Napa - Finance Department

Note: In FY2024, two additional categories were added under general revenue: use of money and property, and other.

# ATTACHMENT 1

**City of Napa - Financial Trends Information  
Changes in Net Position (Continued)  
Last Ten Fiscal Years  
(Accrual basis accounting, in thousands)**

	Fiscal Year				
	2019	2018	2017	2016	2015
<b>Expenses:</b>					
Governmental activities					
General Government	\$ 12,251	\$ 15,239	\$ 14,341	\$ 15,519	\$ 21,312
Public Safety	57,304	49,743	44,774	39,402	38,299
Public Works	32,576	30,825	23,840	19,689	17,370
Parks & Recreation	8,634	10,576	9,378	8,874	7,598
Community Development	24,738	25,322	5,809	8,538	7,970
	-	-	-	-	-
Total Governmental activities expenses	<u>135,502</u>	<u>131,705</u>	<u>98,142</u>	<u>92,022</u>	<u>92,549</u>
Business-type activities					
Water	28,060	27,174	27,553	25,133	25,699
Solid Waste and Recycling	30,475	27,328	23,373	21,425	22,563
Housing	-	-	14,846	12,623	12,571
Total business-type activities expenses	<u>58,535</u>	<u>54,502</u>	<u>65,772</u>	<u>59,181</u>	<u>61,833</u>
Total Primary government expenses	<u>\$ 194,037</u>	<u>\$ 186,207</u>	<u>\$ 163,914</u>	<u>\$ 151,203</u>	<u>\$ 153,382</u>

Source: City of Napa - Finance Department

# ATTACHMENT 1

**City of Napa - Financial Trends Information  
Changes in Net Position (Continued)  
Last Ten Fiscal Years  
(Accrual basis accounting, in thousands)**

	Fiscal Year				
	2019	2018	2017	2016	2015
<b>Program Revenues:</b>					
Governmental activities					
Charges for Services					
General Government	\$ 8,237	\$ 9,387	\$ 10,303	\$ 7,129	\$ 6,300
Public Safety	8,153	8,530	7,587	7,617	5,155
Public Works	2,059	1,840	1,407	1,378	5,042
Parks & Recreation	2,300	1,423	2,008	1,323	2,670
Community Development	7,829	14,334	8,962	5,959	5,175
Operating grants and contributions	15,822	16,222	3,264	4,652	1,948
Capital grants and contributions	14,388	28,028	3,950	5,359	2,293
Total governmental activities program revenues	<u>58,788</u>	<u>79,764</u>	<u>37,481</u>	<u>33,417</u>	<u>28,583</u>
Business type activities					
Charges for Services					
Water	33,209	30,687	26,849	26,980	24,946
Solid Waste and Recycling	28,584	28,625	26,963	26,487	24,249
Housing	-	-	1,337	1,236	1,415
Operating grants and contributions	3,200	365	12,298	11,860	11,539
Capital grants and contributions	803	2,189	1,072	3,195	2,450
Total business-type activities program revenues	<u>65,797</u>	<u>61,866</u>	<u>68,519</u>	<u>69,758</u>	<u>64,599</u>
Total Primary government revenues	<u>\$ 124,585</u>	<u>\$ 141,630</u>	<u>\$ 106,000</u>	<u>\$ 103,175</u>	<u>\$ 93,182</u>
<b>Net (expense)/revenue</b>					
Governmental activities	\$ (76,715)	\$ (51,942)	\$ (60,660)	\$ (58,606)	\$ (63,966)
Business-type activities	7,261	7,365	2,747	10,577	3,767
Total Primary government net expense	<u>\$ (69,454)</u>	<u>\$ (44,577)</u>	<u>\$ (57,913)</u>	<u>\$ (48,029)</u>	<u>\$ (60,199)</u>

Source: City of Napa - Finance Department

# ATTACHMENT 1

**City of Napa - Financial Trends Information  
Changes in Net Position (Continued)  
Last Ten Fiscal Years  
(Accrual basis accounting, in thousands)**

	Fiscal Year				
	2019	2018	2017	2016	2015
<b>General Revenues and other changes in net position</b>					
Governmental activities					
Taxes					
Property taxes	\$ 35,256	\$ 31,478	\$ 28,684	\$ 28,431	\$ 27,915
Franchise taxes	2,019	2,070	2,057	2,014	1,981
Sales taxes	18,153	16,778	16,059	15,947	16,184
Transient Occupancy	23,530	20,076	19,460	18,233	15,869
Investment earnings	2,085	(158)	99	574	686
Sale of Capital Assets	61	268	190	743	
Use of money and property	-	-	-	-	-
Other	-	-	-	-	-
Transfers	3,951	4,149	4,408	4,334	4,304
<b>Total governmental activities</b>	<b>85,056</b>	<b>74,661</b>	<b>70,957</b>	<b>70,276</b>	<b>66,939</b>
Business -type activities					
Investment earnings	1,853	318	93	544	172
Sale of Capital Assets	40	-	-	16	-
Use of money and property	-	-	-	-	-
Other	-	-	-	-	-
Transfers	(3,951)	(4,149)	(4,408)	(4,334)	(4,304)
<b>Total business-type activities</b>	<b>(2,058)</b>	<b>(3,831)</b>	<b>(4,315)</b>	<b>(3,774)</b>	<b>(4,132)</b>
<b>Total primary government</b>	<b>82,998</b>	<b>70,830</b>	<b>66,642</b>	<b>66,502</b>	<b>62,807</b>
<i>Special Items (Transfer to Successor Agency Trust)</i>	-	-	-	19	-
<i>Extraordinary Items - Governmental activities</i>	-	-	-	-	2,173
<b>Change in Net Position</b>					
Governmental activities	8,340	22,718	10,298	11,688	5,145
Business-type activities	5,203	3,534	(1,567)	6,803	(365)
<b>Total primary government</b>	<b>\$ 13,543</b>	<b>\$ 26,253</b>	<b>\$ 8,731</b>	<b>\$ 18,491</b>	<b>\$ 4,780</b>

Source: City of Napa - Finance Department

# ATTACHMENT 1

**City of Napa - Financial Trends Information  
Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Accrual basis accounting, in thousands)**

	Fiscal Year				
	2024	2023	2022	2021	2020
<b>General Fund</b>					
Nonspendable	\$ 3,626	\$ 3,773	\$ 2,691	\$ 3,148	\$ 3,466
Restricted	354	316	5,151	317	263
Committed	16,635	15,522	15,396	15,396	15,396
Assigned	2,995	1,882	8,563	6,424	4,600
Unassigned (deficit)	24,871	20,352	(7,678)	5,490	7,008
Total general fund	<u>48,481</u>	<u>41,845</u>	<u>24,123</u>	<u>30,775</u>	<u>30,733</u>
<b>All other governmental funds</b>					
Nonspendable	5,333	61	13	13	12
Restricted	56,484	52,995	85,586	69,369	63,482
Committed	78,498	69,552	29,795	22,462	22,466
Assigned	-	-	-	-	-
Unassigned (deficit)	(2,369)	(2,152)	(1,626)	(1,597)	(1,593)
Total all other governmental funds	<u>\$ 137,946</u>	<u>\$ 120,456</u>	<u>\$ 113,768</u>	<u>\$ 90,247</u>	<u>\$ 84,367</u>

Source: City of Napa - Finance Department

Note: For FY2020-2023, the amounts reported within the categories have been updated to correctly reflect what was stated on the Governmental Funds Balance Sheet statement.

# ATTACHMENT 1

**City of Napa - Financial Trends Information  
Fund Balances of Governmental Funds (Continued)  
Last Ten Fiscal Years  
(Accrual basis accounting, in thousands)**

	Fiscal Year				
	2019	2018	2017	2016	2015
<b>General Fund</b>					
Nonspendable	\$ 4,002	\$ 3,411	\$ 1,275	\$ 537	\$ 523
Restricted	195	125	73	51	28
Committed	13,554	13,004	2,422	500	500
Assigned	12,114	7,771	21,043	18,874	13,968
Unassigned (deficit)	6,116	4,107	1,724	3,051	6,224
Total general fund	<u>35,981</u>	<u>28,418</u>	<u>26,537</u>	<u>23,013</u>	<u>21,243</u>
<b>All other governmental funds</b>					
Nonspendable	11	-	675	-	859
Restricted	56,870	51,282	43,465	38,181	25,886
Committed	25,997	32,552	28,057	31,698	31,474
Assigned	-	-	208	1,589	3,313
Unassigned (deficit)	(1,611)	(1,615)	(1,609)	(1,662)	(1,721)
Total all other governmental funds	<u>\$ 81,267</u>	<u>\$ 82,219</u>	<u>\$ 70,796</u>	<u>\$ 69,806</u>	<u>\$ 59,811</u>

Source: City of Napa - Finance Department

# ATTACHMENT 1

**City of Napa - Financial Trends Information  
Changes in Fund Balances of Government Funds  
Last Ten Fiscal Years  
(Modified accrual basis accounting, in thousands)**

	Fiscal Year				
	2024	2023	2022	2021	2020
<b>Revenues</b>					
Taxes	\$ 106,485	\$ 107,354	\$ 79,477	\$ 57,006	\$ 59,358
Licenses and permits	8,537	7,744	7,310	7,881	6,667
Intergovernmental	51,315	40,557	56,412	49,564	40,542
Charges for services	19,880	14,186	18,694	11,272	13,465
Investment income (loss)	8,170	5,190	(9,155)	249	4,565
Miscellaneous	501	510	471	279	2,903
Contribution from owners (Gasser CFD)	-	-	-	-	-
<b>Total Revenues</b>	<b>194,888</b>	<b>175,541</b>	<b>153,209</b>	<b>126,251</b>	<b>127,500</b>
<b>Expenditures</b>					
General government					
City Council	341	303	313	293	375
City Clerk	1,163	1,071	1,155	1,029	950
City Manager	6,856	1,786	1,549	1,253	1,728
Finance	4,362	8,261	7,357	6,873	7,032
City Attorney	1,499	1,448	1,269	1,000	1,197
Human Resources	2,361	1,924	1,451	1,173	1,255
General Services	9,583	7,753	4,063	2,874	2,765
Public safety					
Police	37,645	35,062	33,566	31,498	32,244
Fire	24,896	23,386	23,305	21,702	19,553
Community Development	34,521	35,511	25,058	25,297	26,157
Parks & Recreation	10,511	8,987	8,625	6,416	8,495
Public Works	21,240	20,323	15,753	11,932	11,974
Capital Outlay	22,292	7,695	9,232	10,939	18,473
Debt Service					
Principal	3,439	851	407	216	211
Interest and fiscal charges	254	264	52	48	54
<b>Total Expenditures</b>	<b>180,963</b>	<b>154,625</b>	<b>133,158</b>	<b>122,546</b>	<b>132,462</b>
Excess of revenues over/(under) expenditures	13,925	20,916	20,052	3,706	(4,961)
<b>Other financing sources (uses)</b>					
Transfer in	34,164	63,961	29,958	14,981	27,211
Transfer out	(32,811)	(60,534)	(30,449)	(12,765)	(26,787)
Lease issuance	5,904	283	82	-	-
Subscription issuance	2,942	60	-	-	-
Sale of capital assets	-	-	-	-	2,392
<b>Total Other Financing Sources</b>	<b>10,199</b>	<b>3,770</b>	<b>(409)</b>	<b>2,216</b>	<b>2,816</b>
<i>Extraordinary Items (Transfer to/from Successor Agency)</i>	-	-	-	-	-
<b>Net Change in fund balances</b>	<b>\$ 24,124</b>	<b>\$ 24,686</b>	<b>\$ 19,643</b>	<b>\$ 5,922</b>	<b>\$ (2,145)</b>
Debt service as a percentage of non-capital expenditures	2%	1%	0%	0	0%

Source: City of Napa - Finance Department

# ATTACHMENT 1

**City of Napa - Financial Trends Information**  
**Changes in Fund Balances of Government Funds (Continued)**  
**Last Ten Fiscal Years**  
**(Modified accrual basis accounting, in thousands)**

	Fiscal Year				
	2019	2018	2017	2016	2015
<b>Revenues</b>					
Taxes	\$ 64,379	\$ 56,992	\$ 53,173	\$ 51,555	\$ 46,861
Licenses and permits	6,350	6,462	6,082	5,753	4,766
Intergovernmental	48,581	37,860	20,693	24,078	23,344
Charges for services	11,184	24,272	13,961	11,651	12,030
Investment income (loss)	4,317	97	173	1,238	632
Miscellaneous	554	1,094	3,196	681	504
Contribution from owners (Gasser CFD)	-	18,005	-	-	-
<b>Total Revenues</b>	<b>135,365</b>	<b>144,782</b>	<b>97,278</b>	<b>94,956</b>	<b>88,137</b>
<b>Expenditures</b>					
General government					
City Council	311	291	307	317	307
City Clerk	1,012	824	983	795	829
City Manager	1,236	1,217	1,228	1,185	1,174
Finance	6,561	6,285	6,168	5,351	5,203
City Attorney	1,037	1,100	1,038	928	867
Human Resources	1,121	1,200	1,154	1,146	1,034
General Services	2,960	3,274	1,960	1,907	6,260
Public safety					
Police	30,124	28,797	27,061	25,786	23,741
Fire	19,327	18,248	17,113	15,818	14,560
Community Development	23,790	25,123	7,536	7,203	7,976
Parks & Recreation	8,291	10,210	9,373	8,855	7,565
Public Works	11,209	12,411	9,443	10,047	7,675
Capital Outlay	18,064	32,006	13,987	10,900	9,267
Debt Service					
Principal	206	200	373	320	473
Interest and fiscal charges	59	64	13	23	3
<b>Total Expenditures</b>	<b>125,307</b>	<b>141,247</b>	<b>97,737</b>	<b>90,581</b>	<b>86,934</b>
Excess of revenues over/(under) expenditures	10,059	3,535	(459)	4,376	1,203
<b>Other financing sources (uses)</b>					
Transfer in	21,679	23,770	12,902	21,936	21,237
Transfer out	(19,354)	(19,574)	(8,010)	(17,495)	(16,163)
Lease issuance	-	-	-	-	-
Subscription issuance	-	-	-	-	-
Sale of capital assets	-	155	79	2,933	772
<b>Total Other Financing Sources</b>	<b>2,325</b>	<b>4,351</b>	<b>4,971</b>	<b>7,374</b>	<b>5,846</b>
<i>Extraordinary Items (Transfer to/from Successor Agency)</i>	-	-	19	2,173	1,220
<b>Net Change in fund balances</b>	<b>\$ 12,384</b>	<b>\$ 7,886</b>	<b>\$ 4,531</b>	<b>\$ 13,923</b>	<b>\$ 8,269</b>
Debt service as a percentage of non-capital expenditures	0%	0%	0%	0%	1%

Source: City of Napa - Finance Department

# ATTACHMENT 1

**City of Napa - Revenue Capacity Information**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**  
**(in millions)**

---

<b>Fiscal Year</b>	<b>Real Property</b>	<b>Personal Property</b>	<b>Total Taxable Assessed Value</b>	<b>Net Increase / (Decrease) Amount</b>	<b>Net Increase %</b>	<b>Direct Tax Rate</b>
2015	\$ 9,456	\$ 247	\$ 9,703	-	-	0.20484%
2016	10,056	265	10,321	618	6%	0.20484%
2017	10,696	291	10,993	672	7%	0.20636%
2018	11,403	308	11,711	718	7%	0.20786%
2019	12,044	321	12,365	654	6%	0.20757%
2020	12,964	337	13,301	936	8%	0.21005%
2021	13,582	361	13,943	642	5%	0.21091%
2022	14,171	357	14,528	585	4%	0.21075%
2023	15,245	359	15,604	1076	7%	0.19242%
2024	16,376	416	16,792	1188	8%	0.19168%

---

Source: HdL, Coren & Cone as of FY24

Note: Table has been restated from previous years to comply with GASB Statement No. 44

# ATTACHMENT 1

## City of Napa - Revenue Capacity Information Direct and Overlapping Property Tax Rates Last Ten Fiscal Years

---

<u>Fiscal Year</u>	<u>County</u>	<u>City</u>	<u>Education</u>	<u>Lake Park Maintenance District</u>	<u>River Park Maintenance District</u>	<u>Total</u>
2015	1.0000%	0.0150%	0.0954%	0.1125%	0.1688%	1.3917%
2016	1.0000%	0.0150%	0.0889%	0.1125%	0.1688%	1.3852%
2017	1.0000%	0.0150%	0.1396%	0.1125%	0.1688%	1.4359%
2018	1.0000%	0.0150%	0.1261%	0.1125%	0.1688%	1.4224%
2019	1.0000%	0.0150%	0.1217%	0.1125%	0.1688%	1.4180%
2020	1.0000%	0.0150%	0.1103%	0.1125%	0.1688%	1.4066%
2021	1.0000%	0.0150%	0.1061%	0.1125%	0.1688%	1.4024%
2022	1.0000%	0.0150%	0.1061%	0.1125%	0.1688%	1.4024%
2023	1.0000%	0.0150%	0.1007%	0.1125%	0.1688%	1.3970%
2024	1.0000%	0.0150%	0.0951%	0.1125%	0.1688%	1.3914%

Source: Napa County Auditor data, HdL, Coren & Cone as of FY2024.

# ATTACHMENT 1

## City of Napa - Revenue Capacity Information Principal Property Taxpayers Current Year and Nine Years Ago

Taxpayer	2024			2015		
	Assessed Value	Rank	Percentage of Total Assessed Valuation	Assessed Value	Rank	Percentage of Total Assessed Valuation
Meritage Resort LLC	\$ 256,343,212	1	1.53%	\$ 90,590,551	2	0.93%
Kaiser	196,645,481.00	2	1.17%	263,855,090	1	2.70%
SRGA Resort LP	192,797,507	3	1.15%			
Fairfield Napa Phase I/II LLC	103,233,003	4	0.61%			
KHP V Napa LLC	102,513,460	5	0.61%			
Mani NVR Napa (DE) LLC	94,077,890	6	0.56%			
Napa LW Hotel Associates LP	87,951,551	7	0.52%			
TC Hawthorne LLC ET AL	80,451,759	8	0.48%			
IA Lodging Napa First LLC	70,219,847	9	0.42%	72,131,316	5	0.74%
South Napa Fee LLC	66,838,849	10	0.40%			
Inland American Lodging Napa Solano LLC			0.00%	72,444,735	4	0.74%
Hawthorn Village Limited Partnership			0.00%	64,441,742	6	0.66%
Chelsea Financing Partnership LP			0.00%	50,120,087	8	0.51%
Shell Owners Association West			0.00%	44,422,922	9	0.45%
First American Title County Of Napa			0.00%	54,909,819	7	0.56%
Peter And Vernice H Gasser Foundation			0.00%	74,446,345	3	0.76%
US REIF S Saratoga Apartments			0.00%	39,798,200	10	0.41%
<b>Total</b>	<b>\$ 1,251,072,559</b>		<b>7.45%</b>	<b>827,160,807</b>		<b>8.46%</b>

Source: HdL, Coren & Cone as of FY2024

**City of Napa - Revenue Capacity Information  
Property Tax Levies and Collections  
Last Ten Fiscal Years**

---

<u>Fiscal Year ended June 30</u>	<u>Total Tax Levy for Fiscal Year<sup>1</sup></u>	<u>Collected within the Fiscal Year of the Levy</u>	
		<u>Amount</u>	<u>Percentage of Levy</u>
2015	\$ 16,558,128	\$ 16,558,128	100%
2016	17,253,718	17,253,718	100%
2017	17,959,034	17,959,034	100%
2018	19,708,417	19,708,417	100%
2019	22,306,678	22,306,678	100%
2020	22,930,519	22,930,519	100%
2021	25,138,080	25,138,080	100%
2022	30,579,862	30,579,862	100%
2023	29,556,237	29,556,237	100%
2024	32,925,230	32,925,230	100%

1 Information from Tyler Munis general ledger

Note: <sup>1</sup>Levy does not include ERAF or RDA pass through.

# ATTACHMENT 1

## City of Napa - Debt Capacity Information Ratios of Outstanding Debt by Type Last Ten Fiscal Years

Governmental Activities					
Fiscal Year Ended	Housing			Subscription	Total
June 30	Authority Debt	Capital Debt	Lease Liability <sup>1</sup>	Liability <sup>2</sup>	Governmental Activities
2015	\$ -	\$ 1,442,767	\$ -	\$ -	\$ 1,442,767
2016	-	1,335,322	-	-	1,335,322
2017	-	1,219,889	-	-	1,219,889
2018	1,225,210	1,103,299	-	-	2,328,509
2019	1,137,375	985,540	-	-	2,122,915
2020	1,045,727	866,626	-	-	1,912,353
2021	949,602	746,494	-	-	1,696,096
2022	848,972	625,159	11,236,565	-	12,710,696
2023	735,484	502,887	11,266,392	1,286,534	13,791,297
2024	626,804	378,836	5,691,759	3,124,157	9,821,556

Notes:

<sup>1</sup>Lease Liability has been added as of FY22 due to the implementation of GASB 87

<sup>2</sup>Subscription Liability has been added as of FY23 due to the implementation of GASB 96

# ATTACHMENT 1

## City of Napa - Debt Capacity Information Ratios of Outstanding Debt by Type (Continued) Last Ten Fiscal Years

Fiscal Year Ended June 30	Business Type Activities					Total Business Type Activities
	Water Revenue Bonds	Solid Waste Revenue Bonds	Lease Liability <sup>1</sup>	Subscription Liability <sup>1</sup>	Loans & Notes Payable	
2015	\$ 43,140,673	\$ -	\$ -	\$ -	\$ 5,599,244	\$ 48,739,917
2016	47,989,710	-	-	-	1,389,321	49,379,031
2017	44,060,559	12,432,687	-	-	1,309,114	57,802,360
2018	44,046,408	12,436,427	-	-	-	56,482,835
2019	41,947,257	11,895,167	-	-	-	53,842,424
2020	39,753,108	11,348,906	-	-	-	51,102,014
2021	37,458,956	10,797,646	-	-	-	48,256,602
2022	35,069,807	10,236,385	-	-	-	45,306,191
2023	32,752,448	9,668,944	-	262,539	-	42,683,930
2024	30,336,411	9,087,487	1,090,477	385,594	-	40,899,968

Notes:

<sup>1</sup>Subscription Liability has been added as of FY23 due to the implementation of GASB 96

**City of Napa - Debt Capacity Information  
Ratios of Outstanding Debt by Type (Continued)  
Last Ten Fiscal Years**

---

<b>Fiscal Year Ended June 30</b>	<b>Total Primary Government</b>	<b>Percentage of Personal Income</b>	<b>Debt Per Capita</b>
2015	\$ 50,182,684	2.11%	641
2016	50,714,353	2.07%	629
2017	59,022,249	2.29%	732
2018	58,811,344	2.17%	731
2019	55,965,339	1.92%	704
2020	53,014,367	1.73%	669
2021	49,952,698	1.56%	629
2022	58,016,887	1.77%	749
2023	56,475,227	1.59%	735
2024	50,721,524	1.32%	655

Notes:

<sup>1</sup>Subscription Liability has been added as of FY23 due to the implementation of GASB 96

# ATTACHMENT 1

## City of Napa - Debt Capacity Information Direct and Overlapping Debt As of June 30, 2024

City Assessed Valuation	<u>\$ 16,792,113,015</u>		
	Total Debt at June 30, 2024	Percentage Applicable <sup>1</sup>	Estimated Share of Overlapping Debt
<u>Direct and Overlapping Tax and Assessment Debt</u>			
Napa Joint Community College District	\$ 69,617,723	31.541%	\$ 21,958,126
Napa Valley Unified School District	443,899,855	46.930%	208,322,202
City of Napa Community Facilities District No. 2017-1	17,785,000	100.000%	17,785,000
California Statewide Development Authority 1915 Act Bonds	1,548,600	100.000%	<u>1,548,600</u>
Total Direct and Overlapping Tax and Assessment Debt			<u>249,613,928</u>
<u>Direct and Overlapping General Fund Obligation Debt</u>			
Napa County Board of Education Certificates of Participation	11,140,000	31.810%	3,543,634
Napa Valley Unified School District General Fund Obligations	1,705,000	46.930%	<u>800,157</u>
Total Overlapping General Fund Obligation Debt			<u>4,343,791</u>
<i>Total Overlapping Debt</i>			<u>253,957,719</u>
Total Direct and Overlapping Debt <sup>2</sup>			<u><u>\$ 253,957,719</u></u>

Source: California Municipal Statistics, Inc

Note:

<sup>1</sup> Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that if within the boundaries of the city divided by the district's total taxable assessed value.

<sup>2</sup> Excludes tax and revenue anticipation notes, revenue, mortgage revenue and non-bonded capital lease obligations.

**City of Napa - Debt Capacity Information  
 Legal Debt Margin  
 Last Ten Fiscal Years  
 (in millions)**

	Fiscal Year				
	2024	2023	2022	2021	2020
Assessed valuation	16,792,113.02	15,603,505.00	14,528,006.00	13,943,261.00	13,301,265.00
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	4,198,028	3,900,876	3,632,002	3,485,815	3,325,316
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	629,704	585,131	544,800	522,872	498,797
Legal debt margin	<u>\$ 629,704</u>	<u>\$ 585,131</u>	<u>\$ 544,800</u>	<u>\$ 522,872</u>	<u>\$ 498,797</u>
Total debt applicable to the limit as percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%

Source: Napa County Assessment Roll - Cities

**City of Napa - Debt Capacity Information  
 Legal Debt Margin (Continued)  
 Last Ten Fiscal Years  
 (in millions)**

	Fiscal Year				
	2019	2018	2017	2016	2015
Assessed valuation	\$ 12,450,453	\$ 11,775,669	\$ 11,078,940	\$ 10,406,262	\$ 9,787,994
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	3,112,613	2,943,917	2,769,735	2,601,566	2,446,999
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	466,892	441,588	415,460	390,235	367,050
Legal debt margin	<u>\$ 466,892</u>	<u>\$ 441,588</u>	<u>\$ 415,460</u>	<u>\$ 390,235</u>	<u>\$ 367,050</u>
Total debt applicable to the limit as percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%

Source: Napa County Assessment Roll - Cities

# ATTACHMENT 1

## City of Napa - Debt Capacity Information Pledged Revenue Coverage Last Ten Fiscal Years

Water							
Debt Service							
Fiscal Year Ended June 30	Gross Water Revenues	Less Expenses	Net Available Revenues	Principal	Interest	Notes Payable	City System Coverage
2015	24,945,963	19,254,164	5,691,799	1,245,000	2,052,894	391,537	1.54
2016	30,174,654	25,132,975	5,041,679	-	419,545	391,537	6.22
2017	28,051,071	24,095,608	3,955,463	1,680,000	1,736,050	391,537	1.04
2018	30,686,645	25,535,076	5,151,569	1,765,000	1,637,342	-	1.51
2019	37,725,405	26,718,269	11,007,136	1,850,000	1,568,380	-	3.22
2020	45,930,824	26,718,269	19,212,555	1,945,000	1,455,092	-	5.65
2021	43,920,412	34,643,772	9,276,640	2,045,000	1,357,008	-	2.73
2022	38,733,045	24,444,292	14,288,753	2,140,000	1,253,967	-	4.21
2023	37,153,597	33,936,885	3,216,712	2,160,000	1,164,800	-	0.97
2024	45,649,739	33,575,242	12,074,497	2,180,000	1,056,800	-	3.73

Solid Waste Revenue Bonds							
Debt Service							
Fiscal Year Ended June 30	Gross Solid Waste Revenues	Less Expenses	Net Available Revenues	Principal	Interest	Notes Payable	City System Coverage
2015	24,248,868	22,297,405	1,951,463	-	-	-	-
2016	26,536,033	21,425,404	5,110,629	-	-	-	-
2017	27,070,203	22,789,573	4,280,630	-	91,520	-	46.77
2018	28,624,734	26,758,912	1,865,822	-	567,544	-	3.29
2019	30,935,739	29,848,450	1,087,289	545,000	323,239	-	1.25
2020	34,669,468	35,853,679	(1,184,211)	550,000	314,169	-	(1.37)
2021	39,300,430	33,354,538	5,945,892	555,000	306,237	-	6.90
2022	43,295,704	32,749,610	10,546,094	565,000	297,124	-	12.23
2023	45,202,288	45,879,648	(677,360)	570,000	291,028	-	(0.79)
2024	44,213,648	41,863,705	2,349,943	585,000	279,643	-	2.72

# ATTACHMENT 1

## City of Napa - Demographic and Economic Information Demographic and Economic Statistics Last Ten Years

---

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (in thousands)</u>	<u>Per Capita Income</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate (4)</u>
2015	78,242	2,382,782	3,044	21,002	4.4%
2016	80,576	2,448,373	30,385	20,817	4.1%
2017	80,628	2,572,773	31,909	20,562	4.0%
2018	80,403	2,710,863	33,715	18,093	3.2%
2019	79,490	2,914,797	36,668	17,849	2.3%
2020	79,278	3,061,788	38,620	17,666	12.6%
2021	79,397	3,195,711	40,249	17,240	6.1%
2022	77,480	3,274,857	42,267	19,012	2.7%
2023	76,821	3,556,309	46,293	16,441	3.6%
2024	77,492	3,848,944	49,873	16,393	4.3%

1) Population projections are provided by United States Census Bureau

2) From FY 2015-2023, personal income is derived from HdL Coren & Con; for FY2024, the data is derived from EDD's Bureau of Labor Statistics Department.

3) School Enrollment is provided by the CA Department of Education; student enrollment reflects the total number of students enrolled in the Napa Valley Unified School District; other school district within the City are not accounted for in this statistic.

4) Unemployment Rate is provided by the EDD's Bureau of Labor Statistics Department.

# ATTACHMENT 1

## City of Napa - Demographic and Economic Information Principal Employers Current Fiscal Year and Nine Years Ago

Employer Name <sup>1</sup>	2024			2015		
	Number of Employees <sup>1</sup>	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment
County of Napa	1,441	1	3.46%	1,900	1	4.46%
Napa Valley Unified School District	1,416	2	3.40%	1,248	3	2.93%
Napa Valley College	825	3	1.98%	290	6	0.68%
City of Napa	638	4	1.53%	458	4	1.08%
Newton Vineyard LLC	200	5	0.48%			
The Meadows of Napa Valley	193	6	0.46%			
Napa Valley Wine Train	193	7	0.46%			
The Westin Verasa Napa	168	8	0.40%			
Whole Foods Market	165	9	0.40%			
Napa Valley Marriott Hotel & Spa	164	10	0.39%			
Home Depot				1,365	2	3.20%
Queen of the Valley Hospital				292	5	0.69%
Target				275	7	0.65%
Walmart Supercenter				200	8	0.47%
Kohl's Department Store				190	9	0.45%
Meritage Resort and Spa						
Kaiser Permanente				180	10	0.42%
<b>Total Top 10 Employers</b>	<b>5,403</b>		<b>12.96%</b>	<b>6,398</b>		<b>15.02%</b>
<b>Total City Labor Force<sup>2</sup></b>	<b>41,700</b>			<b>42,600</b>		

Source:

<sup>1</sup>Workforce Alliance of the North Bay

<sup>2</sup>Labor Force data is provided by the EDD's Bureau of Labor Statistics Department.

# ATTACHMENT 1

## City of Napa - Demographic and Economic Information Full-Time Equivalent City Government Employees by Function/Program Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Governmental Activities</b>										
General Government	65	63	60	62	63	59	59	57	57	54
Public Safety										
Police	131	129	129	131	132	139	138	132	132	131
Fire	74	74	74	74	74	76	74	70	69	68
Public Works	86	85	83	83	83	86	79	77	73	64
Parks and recreation	40	41	43	39	39	62	70	65	64	67
Community development and Housing	47	44	44	41	41	40	38	38	38	35
<b>Business type Activities</b>										
Water Utility	69	66	66	68	68	67	63	61	60	60
Solid Waste and Recycling	8	8	7	7	7	8	8	7	7	7
<b>TOTAL</b>	520	510	506	505	506	537	530	508	501	487

Source: City of Napa - Finance Department

# ATTACHMENT 1

## City of Napa - Operating Information Operating Indicators by Function/Program Last Ten Fiscal Years

Function/Program	Fiscal Year				
	2024	2023	2022	2021	2020
<b>Police</b>					
Physical arrests	1,867	2,087	2,009	1,724	2,305
Parking violations	7,959	6,398	5,570	4,377	4,787
Traffic violations	6,478	4,040	2,089	503	3,156
<b>Fire</b>					
Number of calls answered	11,448	11,098	10,199	9,702	10,347
Inspections	2,908	2,817	1,710	1,211	1,650
<b>Highways and streets</b>					
Street resurfacing (miles)	15	5	6	4	9
Potholes repairs	1,200	1,500	1,327	972	1,903
<b>Solid Waste and Recycling</b>					
Refuse collected (tons/day)	91	91	-	93	89
Recyclables collected (tons/day)	67	65	-	77	69
Green Waste collected (tons/day)	77	74	-	65	75
<b>Culture and recreation</b>					
Athletic field permits issued	31	12	11	11	9
<b>Water</b>					
New connections	62	36	35	23	55
Water Main breaks	61	66	53	59	51
Average daily consumption (per thousand gallons)	12	11	11	13	13

Source: City of Napa

# ATTACHMENT 1

## City of Napa - Operating Information Operating Indicators by Function/Program (Continued) Last Ten Fiscal Years

Function/Program	Fiscal Year				
	2019	2018	2017	2016	2015
<b>Police</b>					
Physical arrests	2,414	2,943	2,933	3,803	3,803
Parking violations	5,970	5,184	5,367	2,953	2,953
Traffic violations	2,933	3,095	5,152	4,835	4,835
<b>Fire</b>					
Number of calls answered	9,987	9,894	8,996	8,969	8,802
Inspections	2,045	1,275	1,689	1,598	1,401
<b>Highways and streets</b>					
Street resurfacing (miles)	4	5	10	10	6
Potholes repairs	2,348	363	467	320	383
<b>Solid Waste and Recycling</b>					
Refuse collected (tons/day)	94	93	95	93	89
Recyclables collected (tons/day)	78	71	71	76	76
Green Waste collected (tons/day)	71	72	74	75	72
<b>Culture and recreation</b>					
Athletic field permits issued	12	15	12	8	18
<b>Water</b>					
New connections	49	115	62	62	98
Water Main breaks <sup>1</sup>	51	40	57	68	272
Average daily consumption (per thousand gallons)	12	12	11	11	12

Source: City of Napa

<sup>1</sup>233 of the 272 water main breaks in 2015 were related to the August 24, 2014 South Napa Earthquake

# ATTACHMENT 1

## City of Napa - Operating Information Capital Asset Statistics by Function Last Ten Fiscal Years

Function/Program	Fiscal Year				
	2024	2023	2022	2021	2020
Police					
Police Stations	1	1	1	1	1
Police Vehicles	54	54	46	47	45
Police Motorcycles	4	4	4	4	4
Fire					
Fire stations	5	5	5	5	5
Fire Apparatus	15	11	11	11	11
Highways and Streets					
Streets (miles) <sup>1</sup>	248	222	244	243	243
Parks & Recreation					
Parks	54	54	62	55	55
Parks (acreage)	955	955	940	814	816
Tennis Courts	2	2	2	2	2
Community Centers	2	2	2	3	3
Wastewater					
Storm Drain (miles)	346	346	346	346	346
Water					
Reservoirs	2	2	2	2	2
Solid Waste and Recycling					
Facility	1	1	1	1	1
Golf Course					
Napa Golf Course	1	1	1	1	1

Source: City of Napa

Note: <sup>1</sup> Street miles within the City jurisdiction, excludes private-owned.

# ATTACHMENT 1

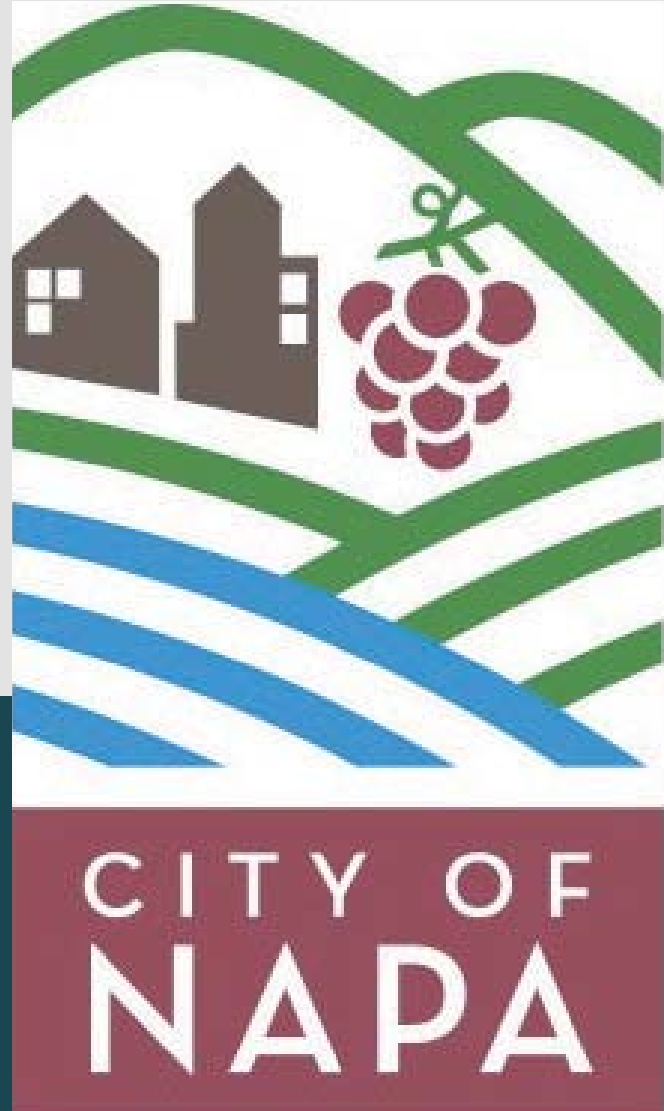
## City of Napa - Operating Information Capital Asset Statistics by Function (Continued) Last Ten Fiscal Years

Function/Program	Fiscal Year				
	2019	2018	2017	2016	2015
Police					
Police Stations	1	1	1	1	1
Police Vehicles	42	39	37	46	27
Police Motorcycles	4	4	4	4	5
Fire					
Fire stations	5	5	4	4	4
Fire Apparatus	11	11	11	9	10
Highways and Streets					
Streets (miles) <sup>1</sup>	243	240	239	237	237
Parks & Recreation					
Parks	55	55	55	54	54
Parks (acreage)	816	816	815	814	810
Tennis Courts	2	2	2	2	2
Community Centers	3	3	3	3	3
Wastewater					
Storm Drain (miles)	346	153	152	152	152
Water					
Reservoirs	2	2	2	2	2
Solid Waste and Recycling					
Facility	1	1	1	1	1
Golf Course					
Napa Golf Course	1	1	1	1	1

Source: City of Napa

Note: <sup>1</sup> Street miles within the City jurisdiction, excludes private-owned.

**Finance Department**  
**955 School Street**  
**Napa, CA 94559**  
**707-257-9510**  
**CityofNapa.org**



**Find the City of Napa**  
**on Social Media**  
**@CityofNapa**  
**Facebook**  
**Instagram**  
**Twitter “X”**