

City of San Bruno, California

# Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2024

(with comparative totals for the fiscal year ended June 30, 2023)



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

**Prepared by:**  
**Finance Department**

**City of San Bruno**  
**Annual Comprehensive Financial Report**  
**For the year ended June 30, 2024**

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## **Introductory Section**



February 5, 2025

Honorable Mayor and Members of the City Council  
City of San Bruno  
San Bruno, CA 94066

Dear Mayor, Members of the City Council, and Residents of the City of San Bruno, California:

The Annual Comprehensive Financial Report (ACFR) of the City of San Bruno (City) for the fiscal year ended June 30, 2024, is herewith submitted. The City compiles and assists in the preparation of the ACFR covering the financial condition and results of operations for the City. Responsibility for the accuracy of the presented data, and the completeness and fairness of the presentation, including all footnotes and disclosures, rests with the management of the City. To the best of my knowledge and belief, the enclosed financial statements and schedules are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and component units of the City.

## **FINANCIAL STATEMENT PRESENTATION**

This report has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) in the United States of America for state and local governments as promulgated by the Government Accounting Standards Board (GASB) and includes all disclosures necessary for readers to gain an understanding of the financial activities of the City.

The ability to produce a timely and accurate ACFR depends upon the adequacy of the internal controls of the City. To provide a reasonable basis for making these representations, management of the City made a commitment to establish a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Management is responsible for establishing and maintaining adequate internal controls in the City. As such, management made a commitment to establish a framework designed to provide reasonable rather than absolute assurance regarding the achievement of objectives in the following categories: (a) efficiency and effectiveness of operations; (b) reliability of financial reporting, and (c) compliance with applicable laws and regulations. Reasonable assurance is defined as a high, but not absolute, level of assurance about whether the representations are free of material misstatement. Internal controls cannot provide absolute level of assurance due to certain inherent limitations, such as errors in judgment, collusion, or management override of controls.

The City's financial statements for the fiscal year ending June 30, 2024 have been audited by Badawi and Associates, a public accounting firm licensed and qualified to perform audits of local governments within the State of California. The audit was conducted 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.

The independent audit of the financial statements of the City was part of a broader, federally mandated “Single Audit” designed to meet the special needs of Federal grantor agencies, including compliance with the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards issued by the United States Office of Management and Budget (OMB). The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis related to and involving the administration of Federal Awards. These reports are available in the City’s separately issued Single Audit Report (issued in January 2025).

This letter of transmittal is designed to complement the Management’s Discussion and Analysis (MD&A), and therefore, does not discuss the financial operations and results of the City, which are fully discussed in the MD&A. For that reason, this letter should be read in conjunction with the MD&A in order to gain better understanding of the financial conditions of the City.

This ACFR is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the City’s organizational chart, and a list of principal officials. The financial section includes the basic financial statements and the combined financial statements and schedules, the independent auditor’s report on these financial statements and schedules, and management’s discussion and analysis (MD&A). The statistical section includes selected financial and demographic information, generally presented on a multiyear basis.

The independent auditor’s report is presented as the first component of the financial section of the ACFR, followed by the MD&A, which provides a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City’s MD&A can be found immediately following the Independent Auditor’s Report.

## **CITY PROFILE & SERVICES**

With a population currently estimated at 42,152, San Bruno is 202<sup>nd</sup> largest city in California and the fifth largest city in San Mateo County. San Bruno is located on the San Francisco Peninsula, approximately 12 miles south of Downtown San Francisco. The city covers a total land area of 5.5 square miles, located between South San Francisco and Millbrae, and immediately adjacent to the San Francisco International Airport and Golden Gate National Cemetery. San Bruno serves as a major transportation center, with immediate access to major interstate freeways, including 101, 280 and 380; and commuter rail lines, such as Caltrain and Bay Area Rapid Transit (BART). San Bruno is adjacent to San Francisco International Airport, which can be accessed using BART or US 101. However, the other major San Francisco Bay Area airports (Oakland and San Jose) are accessible from San Bruno via BART, for the former, and Caltrain plus VTA services, for the latter. The community has more than 12,000 homes and residences of all types; and vast opportunities for commercial and industrial development. Major commercial facilities include Google, Amazon, Walmart, and Tanforan Crossing.

### **City Structure**

San Bruno is a general law city incorporated in 1914 that operates under the council-manager form of government. Policy-making and legislative authorities are vested in the City Council consisting of the mayor and four other members. City Council members are elected at large for staggered four-year terms, and the Mayor is elected for a two-year term. The Mayor and City Council serve as the legislative and policy-making body of the City government and are responsible for passing ordinances, adopting the budget, appointing committees, and appointing the City Manager and City Attorney. The City Council adopts financial policies that provide guidance to critical areas such as budget administration and long-term planning, debt and cash management, fund balance/reserve levels, and risk management. The City Manager is responsible for the daily administration of the policies and ordinances of the City Council, providing overall direction to all City Departments, and appointing department directors.

## **City Services**

The City provides a wide range of services to its residents including public safety protection through Police and Fire; the construction and maintenance of streets and infrastructure including water, wastewater, and stormwater services; community development through planning, building inspection, code enforcement, and redevelopment of key city areas; parks maintenance and full recreation services; library services; cable television and broadband internet services; and financial management and administration of the overall organization. Other entities within the city-incorporated area provide service to the City's population even though the City may not exercise oversight responsibility or fiscal control over such entities; these entities include school districts and other special districts. The City employs 282 full-time equivalent positions.

## **Financial Reporting Entity**

For financial reporting purposes, the reporting entity of the City consists of: (1) the primary government; (2) one discretely presented component unit: San Bruno Public Financing Authority; and (3) two blended component units: Successor Agency to the San Bruno Redevelopment Agency Trust Fund, and the Recology San Bruno Custodial Fund, for which the City Council is financially accountable; therefore, these component unit activities are included in the accompanying basic financial statements. The San Bruno Community Foundation is considered a related organization because the City is not financially accountable for its operations. Furthermore, the City has an equity interest via participation in a number of joint ventures, which exist due to joint exercise of power agreements. The complete financial activities have not been included for these entities as the City Council is not financially accountable for them. The funds and accounts for all agencies, boards, and authorities that have been identified as part of the primary government or the component units have been included in the reporting entity. Further information on the reporting entity can be found in Note 1, on page 55 of the Notes to the Basic Financial Statements.

## **Budgetary Information**

Public meetings are conducted to obtain public comments. The City Council annually adopts the budget for the ensuing fiscal year prior to July 1<sup>st</sup>. Budgeted appropriations for the various governmental funds become effective each July 1. The City Council may amend the budget during the fiscal year. Under Article XIII B of the California Constitution (the GANN Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations from the proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller, returned to the taxpayers through revised tax rates or revised fees schedules, or an excess in one year may be offset against a deficit in the following year.

## **Budgetary Controls**

The City utilizes budgetary controls designed to monitor compliance with expenditure limitations and legal provisions embodied in the annual operating and capital budget approved by the City Council. The annual operating and capital budget serves as the foundation for the City's financial planning and control. All departments and divisions are required to submit requests for appropriations to the City Manager. These requests are used as the starting point for developing a proposed operating and capital budget. The City Manager and Chief Financial Officer then present the proposed budget for the City Council's review. The City Council is required to hold a public hearing on the proposed budget and adopt a final budget no later than June 30, the last day of each fiscal year. Activities of all funds, except fiduciary funds, are included in the Annual Operating and Capital Budget. The City also adopts a five-year capital improvement program, appropriating the current year's expenditures in the annual budget. The level of control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. The City Manager may authorize transfers of appropriations in the adopted budget within funds; however, any revisions which alter the total expenditures of any fund must be approved by the City Council. Quarterly financial reports are presented to the City Council to assess and evaluate budget variances during the year. Budget amendments requiring a change in appropriations require approval by the City Council and are submitted as needed during the course of the fiscal year. Budgets for the General, Major Special Revenue, and Capital Project Funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). The annual budget is assigned specific accounting attributes and is uploaded into the accounting system, thereby establishing the budget authority. The

budget authority established in the accounting system of record is then reconciled to the levels of funding authorized by the Adopted Budget.

In addition, the City used encumbrance accounting as a means of strengthening budgetary controls and financial reporting. Under this method of accounting, purchase orders, contracts, and other commitments for the expenditure of funds are recorded in the accounting system for the City in order to reserve the portion of the related appropriation that will be needed for the expenditure to ensure that expenditures are within the budgeted amounts. Generally, encumbered amounts lapse at year-end in the General Fund but not in the Capital Project Funds or the Special Revenue Funds.

### **General Fund Reserves**

The City shall establish reserve funds in accordance with the objectives listed above as outlined below. The funding levels outlined in this policy are goals and it is the City's intent to maintain its reserves at the prescribed levels; compliance with this policy will be evaluated annually upon final closing of the City's financial books for the fiscal year.

A. Contingency Reserve – The Contingency Reserve shall be established with a goal of maintaining a target fund balance of 10% of the budgeted General Fund expenditures and is intended to be used for non-fiscal emergencies and disasters. The Contingency Reserve can only be utilized through resolution of the City Council. While intended for non-financial emergencies or disasters, the Contingency Reserve can be utilized for other purposes at Council discretion.

B. Budget Stabilization Reserve – The Budget Stabilization Reserve is established to shield the General Fund from adverse economic fluctuations, ensuring minimal immediate impacts on service levels. This reserve aims to maintain a target balance of at least 20% of budgeted expenditures at the start of each fiscal year.

a. Use - Utilization of the Budget Stabilization Reserve will occur in response to budgeted revenue shortfalls stemming from economic volatility or unforeseen financial events. Reports on its use will be presented to the City Council through the mid-year financial report and/or during the budget adoption process for the ensuing fiscal year.

b. Replenishment - Should the Budget Stabilization Reserve be employed, causing it to dip below the 20% target, a strategic plan will be devised to restore the balance to the desired level. Depending on the situation, this restoration plan may span multiple fiscal years, aligning with the fund's role in a broader multi-year forecasting strategy. This strategy aims to fortify fiscal sustainability and uphold consistent service levels.

C. One-Time Revenue Reserve – The One-Time Revenue Reserve shall be established to set aside one-time revenues until the point at which point they can be appropriated by City Council for one-time uses. One-time revenues that have a legal restriction for their use or are otherwise dedicated for a particular purpose will be held in a separate special revenue fund. One-time revenues will be approved by Council, either through the budget adoption process or by a separate resolution, for inclusion into the One-Time Revenue Reserve. As a part of the annual budget process, this reserve will be reviewed along with existing unfunded capital projects for consideration of an appropriation from this reserve in the forthcoming budget. In general, the purpose of this reserve is for it to be used for projects and initiatives throughout the City that have no other identifiable funding source.

**Budget Stabilization Reserve** – The Budget Stabilization Reserve has a 06/30/24 fund balance of \$13,531,363.

**One Time Revenue Reserve** – The One Time Revenue Reserve has a 06/30/24 fund balance of \$16,523,056.

**Contingency Reserve** – The Contingency Reserve has a 06/30/24 fund balance of \$10,892,936.

### **City Accounting and Financial System**

The accounting system of the City is organized and maintained on a fund basis. A fund is a separate, distinct accounting entity that has its own assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance/net position, revenues, and expenditures/expenses. The City uses GAAP when determining the types

of funds to establish and sound financial management practices when determining the number of funds within each fund type.

### **Measurement Focus and Basis of Accounting**

The financial statements for the City are prepared in accordance with GAAP. Accordingly, the measurement focus and basis of accounting applied in the preparation of the government-wide financial statements and fund financial statements are as follows:

- The government-wide financial statements focus on all of the economic resources of the City and are prepared using the full accrual basis of accounting. The governmental fund financial statements focus primarily on the sources, uses, and balances of current financial resources and are prepared using the modified accrual basis of accounting.
  - Proprietary funds, pension trust funds, Other Employee Benefits Trust Funds, and other fiduciary funds are accounted for in the same manner as business enterprises, which use the full accrual basis of accounting.
- Transparency in Government Operations and Financial Reporting

### **ECONOMIC CONDITION AND OUTLOOK**

The information presented in the financial statements is best understood when it is considered within the broader perspective of the specific environment in the City of San Bruno.

#### **Local Economy**

The City's geographic location is in close proximity to Silicon Valley which significantly elevates its economic position and makes San Bruno a highly desirable location for businesses and residents. The City is located at the intersection of three major interstate freeways (Highway 101, Interstate 380, and Interstate 280), making the City easily accessible from San Francisco to the north and from Silicon Valley to the south. The City also has Bay Area Rapid Transit (BART) and Caltrain stations located within its limits, making it readily accessible via public transportation. In addition, the San Francisco International Airport is immediately adjacent to the City making it a popular destination for business travelers and tourists.

The City has continued the positive momentum of a healthy recovery from the effects of COVID pandemic emergency during the 2024 fiscal year with the ARPA funding was exhausted by June 30, 2024. As evidence of the positive momentum, San Bruno has seen a year over year increase in its assessed valuation in 2024, even as signs begin to emerge that retail spaces may be experiencing a fundamental shift.

#### **Long-term Perspective**

The City has been prudent with its financial resources and has contained costs by implementing both structural and one-time budget savings. The City worked incredibly diligently to reduce the level of reserves used during FY24 and will continue to do so moving forward. While the City has consistently worked to balance its budget, the City must continue this effort and make additional adjustments to its general fund expenditures to address and resolve an ongoing structural deficit largely driven by rising employee benefit costs.

The City employs long-term planning as the framework for its fiscal decisions and recently updated its forecasting model to provide a comprehensive and agile tool projecting the City's finances for a five-year period for the General Fund as well as other key operating funds. While the General Fund structural budget gap has been greatly reduced as compared to years past, the City continues its efforts to eliminate structural gaps and achieve a more stable fiscal outlook on a long-term basis.

While San Bruno's underlying economy is viewed as stable and positive in the long-term, today's economic challenges, notably to the City's General Fund, must be dealt with immediately to ensure long-term economic stability. The other enormous challenge is continuing to provide an ever-increasing high level of service to the

community with limited resources and rising employee benefit costs – while ensuring long-term economic stability.

**Long Range Financial Planning:** The City took proactive steps to evaluate its operations, including the establishment of special revenue funds to separate activities which are reasonably distinguishable from General Fund activities. Additionally, the City continues to refine its long-range financial planning tools as part of managing the annual budget for the General Fund, other key revenue funds such as internal service and enterprise funds, and the Capital Improvement Program. Utilizing a five-year approach has helped the City identify and plan accordingly to manage potential future structural deficits.

**Long-term Debt Ratings:** The City maintains excellent ratings on its debt issuances. In recent fiscal years, the City has received high ratings, including a AAA rating from Standard & Poor for the 2013 Taxable Pension Obligation Bonds and a AA+ rating for the 2017 Water Revenue Bonds, 2017 Wastewater Revenue Bonds, 2017 Water Revenue Bonds and 2019 Lease Revenue Bonds. A critical component of the rating agency review is the City's financial management status, i.e., appropriate reserve levels, plans to reduce liabilities, fiscal policies, etc. If the City fails to maintain these areas of fiscal control, the City could see a reduction in future ratings.

**Debt Administration:** The City has adopted a comprehensive debt management policy that guides the issuance and management of City debt. The policy includes establishing the legal debt limits (per State law this equates to 15% of assessed value of all real and personal property of the city); identifying the types of debt that can be issued and purposes for which debt proceeds can be used; establishing financial limits affecting debt issuance; and identifying guidelines regarding the structuring of debt. As of June 30, 2024, the City had total debt outstanding of \$58.6 million, which complies with, and is significantly under, the current policy limits. This is further detailed in the accompanying Management Discussion and Analysis (MD&A) section of this document.

**Long-term Planning:** One of the financial policies noted above outlines the City's goals related to long-range financial forecasting. The City annually prepares and adopts a five-year financial plan for the General Fund as part of the operating budget. In addition, the City maintains long-range forecasting models for other key operating funds, including a capital improvement program plan. Each fiscal year, the City develops a five-year Capital Improvement Program (CIP) plan that details specific budgeted capital projects. Each of the projects is consistent with the overall goals and principles of the City Council and includes planned capital projects in the areas of parks, stormwater drainage, water and wastewater infrastructure, maintenance of streets, and City's facilities improvements. All these investments in the various areas reflect the City Council's commitment to maintain or improve the City and provide the citizens with the highest possible service and level of infrastructure possible given constrained funding.

**Cash Management:** The City's investment policy is conservative and is supported by the annual adoption by the City Council of a Statement of Investment Policy that defines the objectives and priorities of the investment program, which stresses the safety and liquidity of funds as the highest priority. The final priority is to achieve the maximum yield possible within the constraints and limits stated in the policy. As of June 30, 2024, the City manages and balances the City's pooled cash portfolio of \$248.0 million market value, with the overall yield within policy guidelines.

## **MAJOR INITIATIVES & ACCOMPLISHMENTS**

The San Bruno City Council established the following seven critical priorities to move the community forward:

- (1) Assess the Fiscal Feasibility of the Transit Corridor Plan
- (2) Conduct a Comprehensive Employee Classification and Compensation Study
- (3) Finalize Downtown Park Improvement Plans: Centennial Plaza, Florida and Posy Parks
- (4) Initiate Downtown Beautification Efforts: Greening, Banners, and Marquee Sign
- (5) Stabilize CityNet's Fiscal Sustainability

The management team has aligned its service delivery objectives and program priorities through the budget planning process, and with City Council direction and the strategic Priorities. Some of the accomplishments and ongoing efforts in these Priority areas are discussed below.

## Capital Improvement Program

One way through which the City implements the Strategic Priorities is through the Capital Improvement Program (CIP). The capital budget for FY24 totaled about \$97.3 million, with approximately \$243.9 million tentatively programmed for the entire five-year period from FY24 through FY28. The City's CIP Projects predominantly support the Infrastructure Improvement Priority. Despite the global economic challenges, the City made major steps forward in all areas of the City's operation that directly address the City Council's established long-term objectives. Just a few of the many accomplishments the City has achieved in the FY24 are the following:

- **Finalizing a New Recreation and Aquatic Center:** The new facilities will replace Veterans Memorial Recreation Center and the adjacent community swimming pool that have served generations of San Bruno residents for over six decades. Generously supported by the San Bruno Community Foundation, the Recreation and Aquatic Center's completion and opening provides a world-class facility for the community.
- **Planning and Building Process Improvements:** Even amidst major activity in areas such as issuing permits and conducting inspections, the Community Development Department adopted a new coordinated plan review fee structure and completed Municipal Code Amendments to improve planning permit and hearing processes, streamlining the service to the community.
- **Downtown Parking Program:** The City adopted and began operations for a downtown parking program, including meter installation, community outreach, and selection of a vendor. The downtown parking program aims to ensure adequate parking is available to support a vibrant and thriving business center.

## Economic Development

Another application of the City's Strategic Priorities is to encourage economic development that supports the overall community and leverages the City's desirable transit access with major public transit and north-south freeway interchanges, as well as the City's proximity to San Francisco International Airport. The following notable economic development activity occurred in FY23:

- **Bayhill Specific Plan:** The Bayhill Office Park houses Walmart.com and YouTube, two of the City's largest employers, and includes office space expansion, creation of a private multi-modal transportation hub and a housing overlay. In October 2022, the City received a \$54.96 million payment of building, plumbing, plans check and other permits/fees as well as impact fees, affordable housing fees and negotiated community benefit payments for Phases 1 and 2 of the YouTube campus expansion.
- **YouTube Development:** The plan will build 440,000 square feet of new office space on an existing surface parking lots adjacent to existing buildings at 900 and 1000 Cherry Avenue.
- **Sale of the City-Owned Vacant Lot at The Crossing:** In 2020, the City was approached by Cardinale Auto Group with a proposal to develop and construct a new Hyundai and Genesis dealership on the City-owned vacant lot at The Crossing. The dealership opened in October 2022 on a limited lease duration basis at The Shops at Tanforan until the permanent location is constructed and operational. Completed in June, 2024, the sale expects to provide the City with receive significant revenue increases from sales tax generating activities and operations and increased property tax revenue based on the assessed value.
- **Reimagining Tanforan:** In early 2022, Alexandria Real Estate bought the 44-acre Tanforan shopping center site. A master plan of a modern, mixed-use development plan is under making to include offices, hotels, retail, entertainment and a minimum of 1,000 housing units. In October 2022, the City received a preliminary plan to for that matter; it is estimated to generate more property tax on new assessed value.

## Acknowledgments

The issuance of this report would not have been possible without the enthusiastic efforts of the entire Finance Department team, especially Jeff Lichtenstein, John Mercado, Yu-Chiao Chao, Kathy O'Malley, and Dana Liu; the many team members in other City departments who support fiscal operations; and the audit firm of Badawi & Associates. I also wish to recognize the commitment of the City Manager, the Mayor, and the City Council to upholding high standards and ensuring accountability as presented in this report.

Respectfully submitted,

Nick Pegueros  
Chief Financial Officer



# Elected and Appointed Officials

## As of June 30, 2024

### City Council

Rico E. Medina, Mayor  
Michael Salazar, Vice Mayor  
Sandy Alvarez, Council member, District 1  
Tom Hamilton, Council member  
Marty Medina, Council member, District 4

### City Council Appointed Officials

City Manager, Alex D. McIntyre  
City Attorney, Trisha A. Ortiz - RWG Law

### City Manager Appointed Officials

Assistant City Manager, Darcy Smith  
Chief Financial Officer, Nick Pegueros  
City Clerk, Lupita Huerta  
CityNet Services Director, Sandeep Krishnamurthy  
Community Development Director, Peter Gilli  
Community Services Director, Travis Karlen  
Fire Chief, Ari Delay  
Interim Human Resources Director, Jennifer Dianos  
Police Chief, Ryan Johansen  
Public Works Director, Matthew Lee, P.E.

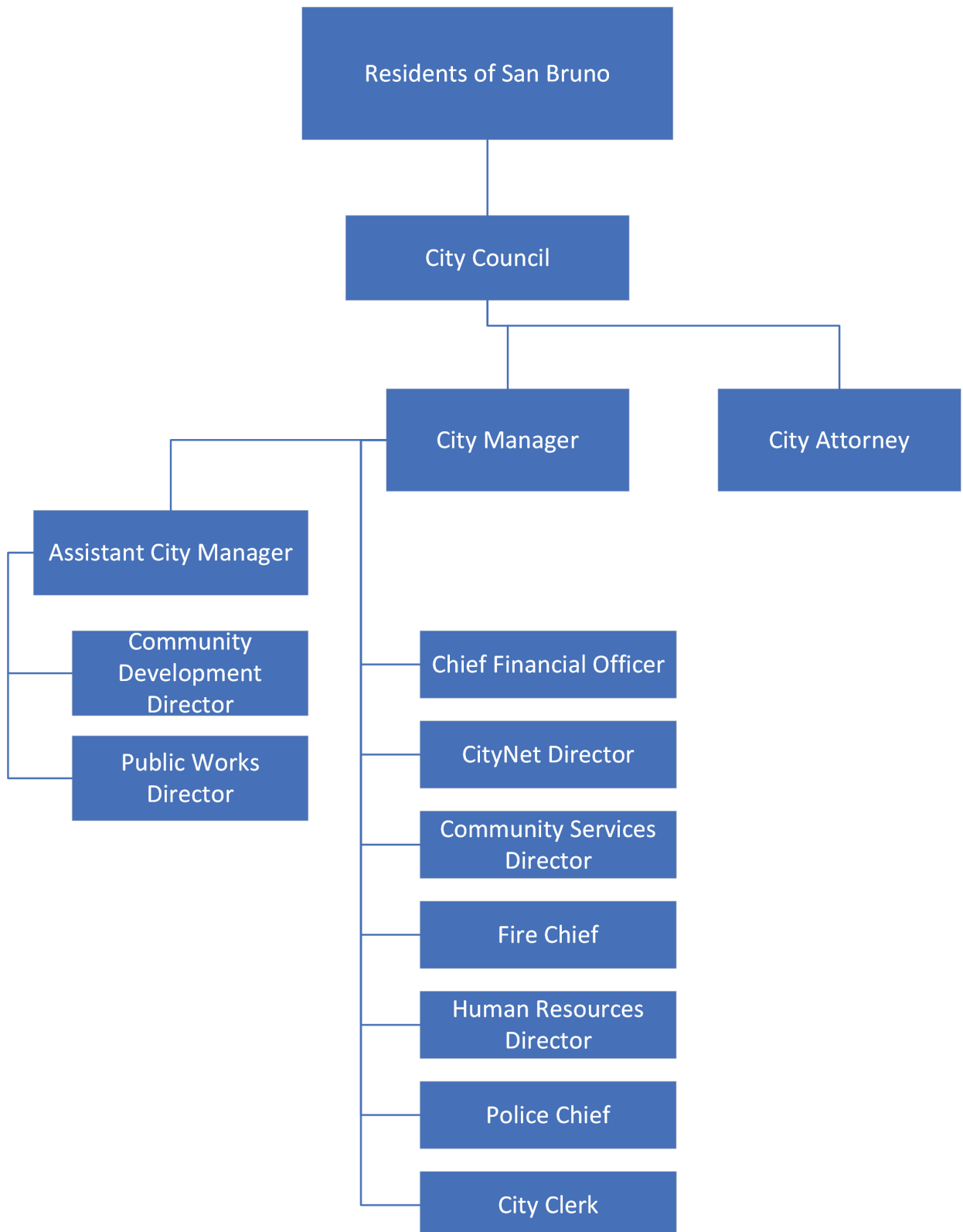
Cover photo:  
Newly opened San Bruno Recreation and Aquatic Center (RAC) outdoor pool

**City of San Bruno**  
567 El Camino Real  
San Bruno, CA 94066  
(650) 616-7080  
sanbruno.ca.gov



# Organizational Chart

As of June 30, 2024



## **Financial Section**

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## INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Council  
of the City of San Bruno  
San Bruno, California

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

#### *Opinions*

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

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

#### *Basis for Opinions*

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

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

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

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

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

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

In performing an audit in accordance with GAAS, we:

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

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

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules for the General Fund, and major special revenue fund, and the required pension schedules on pages 7-23 and 107-117 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information

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

### *Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining General Fund statements and budgetary comparison schedules, combining Developer Agreements and Impact Fees Fund statements, combining and individual nonmajor fund statements, and the budgetary comparison schedules for the Street Improvement Fund and the Parks and Facilities and Technology Capital Improvement Fund and nonmajor governmental funds are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

### *Other Information*

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the Introductory and Statistical Sections included in the annual comprehensive financial report but does not include the financial statements and our auditor's report thereon. Our opinions on the 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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.

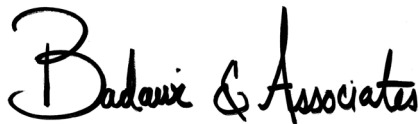
To the Honorable Mayor and Members of the City Council  
of the City of San Bruno  
San Bruno, California  
Page 4

***Report on Summarized Comparative Information***

We have previously audited the City's 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated January 25, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated February 5, 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Badawi & Associates". The signature is written in a cursive, flowing style.

Badawi & Associates, CPAs  
Berkeley, California  
February 5, 2025

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



**CITY OF SAN BRUNO, CALIFORNIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024**

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The Management's Discussion and Analysis (MD&A) provides an overview of the City of San Bruno's activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to present a full picture of the City's financial performance. Readers should review the discussion and analysis in conjunction with the basic financial statements, as well as the notes to the financial statements to enhance their overall understanding.

**Financial Highlights for Fiscal Year 2023-24 (FY24)**

Entity-wide:

- The City's assets and deferred outflow of resources exceeded its liabilities and deferred inflow of resources at June 30, 2024 by \$344.2 million (net position). The City's net position increased \$50.5 million, or 17.2%, from the previous fiscal year.
- The City's governmental activities program and general revenues (including net transfers) of \$96.3 million exceeded expenses of \$78.4 million by \$17.9 million, increasing net position to \$176.7 million.
- The City's business-type activities program revenues and general revenues from the five enterprise operations of \$47.7 million were greater than expenses of \$45.2 million by \$2.5 million while net transfers of \$25.3 million increased net position to \$167.4 million.

Fund level:

- At the close of the fiscal year, the City's governmental funds reported combined fund balances of \$131.3 million, an increase of \$0.8 million or 0.6% compared to the prior year. Of this amount, \$2.9 million is non-spendable, \$49.9 million is restricted, \$2.4 million is committed, \$37.2 million is assigned, and \$38.9 million is unassigned.
- Revenues for governmental funds exceeded expenditures by \$1.0 million. Tax revenue grew \$1.1 million, or 2.3 %, from the prior year. Expenditures for governmental funds increased \$6.2 million, or 6.9%, from the prior year mainly due to increased public safety and capital outlay spending.

Detailed analysis can be found under the Government-wide Financial Analysis Section and Financial Analysis of the City's Funds Section

**Overview of Financial Statements**

This discussion and analysis serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

**Government-wide financial statements** are designed to provide readers a broad overview of the City finances in a manner similar to a private-sector business.

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

The Statement of Activities presents information showing how the City's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for

**CITY OF SAN BRUNO, CALIFORNIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024**

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some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City consist of general government, public safety, public works, streets, parks and recreation, library and community and economic development. The business-type activities of the City include water, stormwater, wastewater, cable television, and downtown parking.

The government-wide financial statements can be found on pages 29-31 of this report.

**Fund financial statements.** A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Unlike government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

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

The City maintains nineteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Developer Agreements and Impact Fees Fund, Street Improvement Capital Improvement Fund, and Parks and Facilities and Technology Capital Improvement Fund, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds are provided in the form of combined statements in the Supplementary Information section of this report.

The City adopts an annual appropriated budget for its general fund and most governmental funds. A budgetary comparison statement has been provided for all major and non-major funds (with adopted budgets) in governmental activities to demonstrate compliance with this budget.

The governmental fund financial statements can be found on pages 44-49 of this report.

**Proprietary funds.** The City maintains two different 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 water, stormwater, wastewater, CityNet, and paid parking services. CityNet is a municipally owned and operated enterprise for cable television, internet, and other services.

**CITY OF SAN BRUNO, CALIFORNIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024**

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Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its central garage, self-insurance, technology development, and facilities maintenance activities. Because these services predominantly benefit governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, but in more detail. The proprietary fund financial statements provide separate information for all of the City's proprietary funds as they are all considered to be major funds by the City. Conversely, the internal service fund is combined into a single, aggregated presentation in the proprietary financial statements. More detailed information for the internal service funds is provided in the form of combined statements elsewhere in the report.

The proprietary fund financial statements can be found on pages 44-49 of this report.

***Fiduciary funds.*** Trust and custodial funds are fiduciary funds that account for assets held by the City in a purely custodial capacity. The reporting entity includes the Recology San Bruno Custodial Fund to account for funds billed, collected, and remitted to the company for waste management services within the City. In addition to the custodial fund, the Successor Agency to the San Bruno Redevelopment Agency Trust Fund was created as a result of the California Supreme Court decision on December 29, 2011 upholding ABx1 26, which eliminated all redevelopment agencies in California and created a process for winding down their operations. Both funds report a "balance sheet" referred to as a statement of fiduciary net position and an "income statement" referred to as a statement of changes in fiduciary net position.

The fiduciary fund financial statements can be found on pages 52-53 of this report.

**Notes to the Basic Financial Statements.** The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found starting on page 57 of this report.

**Required and Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 107-117 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and internal service and fiduciary funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found starting on page 122 of this report.

**CITY OF SAN BRUNO, CALIFORNIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of the City's financial position. Assets and deferred outflows exceeded liabilities and deferred inflows by \$344.2 million at the close of FY24.

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current assets	\$ 151,445,181	\$ 157,989,721	\$ 113,128,715	\$ 92,198,769	\$ 264,573,896	\$ 250,188,490
Capital assets, net	124,914,273	104,369,144	126,973,051	107,742,119	251,887,324	212,111,263
Other noncurrent assets	3,628,657	3,363,030	-	-	3,628,657	3,363,030
Total assets	279,988,111	265,721,895	240,101,766	199,940,888	520,089,877	465,662,783
Deferred outflow of resources	36,675,037	38,371,977	4,613,724	5,114,187	41,288,761	43,486,164
Current Liabilities	22,103,759	30,098,870	6,287,040	10,675,087	28,390,799	40,773,957
Noncurrent liabilities	115,251,246	110,419,487	71,011,198	59,610,465	186,262,444	170,029,952
Total liabilities	137,355,005	140,518,357	77,298,238	70,285,552	214,653,243	210,803,909
Deferred inflow of resources	2,566,282	4,696,453	8,608	20,906	2,574,890	4,717,359
Net Position						
Net investment in capital assets	123,061,965	102,207,599	73,473,142	65,375,009	196,535,107	167,582,608
Restricted	49,911,286	75,224,281	1,963,235	1,936,756	51,874,521	77,161,037
Unrestricted	3,768,610	(18,552,818)	91,972,267	67,436,852	95,740,877	48,884,034
Total Net Position	\$ 176,741,861	\$ 158,879,062	\$ 167,408,644	\$ 134,748,617	\$ 344,150,505	\$ 293,627,679

By far the largest portion of the City's net position reflects its investment in capital assets (e.g. land, infrastructure, buildings, machinery, equipment, and vehicles) less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets (\$196.5 million) to provide services to its citizens. Consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets cannot be used to liquidate these liabilities.

An additional portion of the City's net position, \$51.9 million, represents resources that are subject to external restrictions on how the funds may be used, such as constructing specified capital projects, debt service, or other community programs. The remaining balance in unrestricted net position amounts to \$95.7 million. This amount may be used at the City's discretion to meet ongoing obligations to citizens and creditors.

**CITY OF SAN BRUNO, CALIFORNIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024**

The City's overall net position increased by \$50.5 million, or 17.2%, from the prior fiscal year. Key elements of these changes are as follows:

	<b>Statement of Activities</b>					
	<b>Governmental activities</b>		<b>Business-type activities</b>		<b>Totals</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Revenues:						
Program revenues:						
Charges for services	\$ 19,666,505	\$ 48,086,500	\$ 47,748,410	\$ 45,693,566	\$ 67,414,915	\$ 93,780,066
Operating grants and contributions	23,302,874	33,764,892	-	-	23,302,874	33,764,892
Capital grants and contributions	12,561,974	23,660,274	-	-	12,561,974	23,660,274
General revenues:						
Property taxes	15,417,048	14,931,681	-	-	15,417,048	14,931,681
Transient occupancy taxes	3,558,287	3,459,947	-	-	3,558,287	3,459,947
Franchise taxes	2,076,227	1,705,417	-	-	2,076,227	1,705,417
Sales taxes	20,818,065	20,928,603	-	-	20,818,065	20,928,603
Cardroom taxes	3,333,236	3,181,236	-	-	3,333,236	3,181,236
Other taxes	4,028,690	2,219,479	-	-	4,028,690	2,219,479
Intergovernmental, unrestricted	-	-	-	-	-	-
State gasoline tax	5,584,474	5,314,866	-	-	5,584,474	5,314,866
Use of money and property	11,237,201	(541,036)	2,767,893	1,154,107	14,005,094	613,071
Total revenues	<u>121,584,581</u>	<u>156,711,859</u>	<u>50,516,303</u>	<u>46,847,673</u>	<u>172,100,884</u>	<u>203,559,532</u>
Expenses						
General government	11,797,858	12,014,857	-	-	11,797,858	12,014,857
Public safety	40,661,541	28,793,275	-	-	40,661,541	28,793,275
Public works	2,586,715	2,059,383	-	-	2,586,715	2,059,383
Streets	9,943,745	7,012,289	-	-	9,943,745	7,012,289
Parks and recreation	7,262,037	6,179,928	-	-	7,262,037	6,179,928
Library	2,374,855	2,287,233	-	-	2,374,855	2,287,233
Community and economic development	3,591,682	3,249,383	-	-	3,591,682	3,249,383
Interest expense	217,131	270,665	-	-	217,131	270,665
Water	-	-	16,288,579	16,179,423	16,288,579	16,179,423
Stormwater	-	-	2,262,271	2,042,242	2,262,271	2,042,242
Wastewater	-	-	17,532,875	15,117,460	17,532,875	15,117,460
CityNet	-	-	8,717,915	9,073,317	8,717,915	9,073,317
Parking	-	-	432,177	2,490	-	-
Total expenses	<u>78,435,564</u>	<u>61,867,013</u>	<u>45,233,817</u>	<u>42,414,932</u>	<u>123,669,381</u>	<u>104,281,945</u>
Increase (decrease) in net position before transfers	43,149,017	94,844,846	5,282,486	4,432,741	48,431,503	99,277,587
Transfers	(25,286,218)	94,724	25,286,218	(94,724)	-	-
Increase (decrease) in net position	<u>17,862,799</u>	<u>94,939,570</u>	<u>30,568,704</u>	<u>4,338,017</u>	<u>48,431,503</u>	<u>99,277,587</u>
Net position - beginning of year	158,879,062	63,939,492	134,748,617	130,410,600	293,627,679	194,350,092
Restatements	-	-	2,091,323	-	2,091,323	-
Net position - beginning, as restated	158,879,062	63,939,492	136,839,940	130,410,600	295,719,002	194,350,092
Net position - ending	<u>\$ 176,741,861</u>	<u>\$ 158,879,062</u>	<u>\$ 167,408,644</u>	<u>\$ 134,748,617</u>	<u>\$ 344,150,505</u>	<u>\$ 293,627,679</u>

**CITY OF SAN BRUNO, CALIFORNIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**Governmental Activities**

Governmental activities increased the City's net position by \$17.9 million, with a total net position of \$176.7 million at the end of the fiscal year. Overall, revenues experienced a \$16.5 million increase as compared to prior year, driven largely by \$14.0 million in use of money and property, including investment income. Taxes were largely flat, increasing \$2.8 million, or 6.0% from prior year, but concentrated in one area. Business license taxes increased by \$1.8 million, 81.5%, over prior year; however, it is critical to note that this is driven by one-time settlements of outstanding licenses. The second-highest increase was in property taxes, which rose \$0.5 million over prior year. This overall modest growth is consistent with expectations as the economy extends the distance from the pandemic. The aforementioned investment income is driven by an increase in both deposited cash and still-elevated rates.

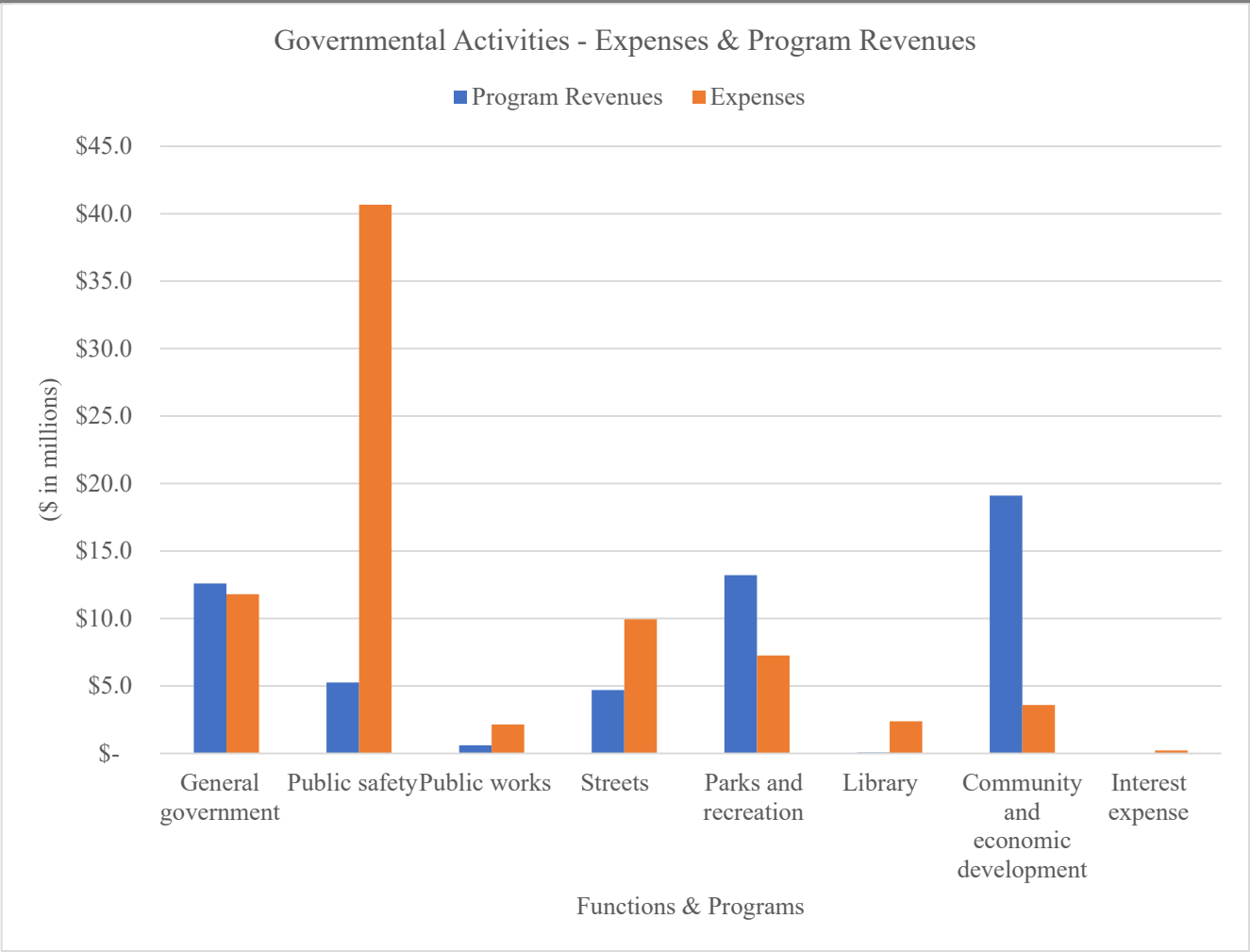
The cost of all governmental activities this year was \$78.4 million. As shown in the statement of activities, the amount that taxpayers paid for these activities with general revenues was \$55.5 million because some of the costs were paid by those specifically benefiting from the programs (\$19.7 million), and by other governments and organizations subsidizing programs with grants and contributions for operations and capital improvement (\$35.9 million). The higher expenditures in public safety activities are primarily due to actuarial adjustments within the safety risk pool pension plan.

The City's programs include general government, public safety, public works, streets, parks and recreation, library, and community and economic development. Each program's net cost (total cost less revenues generated by the activities) is presented below. The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions.

Governmental activities	Operating Revenues		Operating Expenses		Net Revenue (Expense) and Change in Net Position	
	2024	2023	2024	2023	2024	2023
General government	\$ 12,595,748	\$ 7,715,775	\$ 11,797,858	\$ 12,014,857	\$ 797,890	\$ (4,299,082)
Public safety	5,255,346	5,207,635	40,661,541	28,793,275	(35,406,195)	(23,585,640)
Public works	606,079	516,259	2,586,715	2,059,383	(1,980,636)	(1,543,124)
Streets	4,695,935	4,768,844	9,943,745	7,012,289	(5,247,810)	(2,243,445)
Parks and recreation	13,214,973	23,896,504	7,262,037	6,179,928	5,952,936	17,716,576
Library	60,343	45,785	2,374,855	2,287,233	(2,314,512)	(2,241,448)
Community and economic development	19,102,929	63,360,864	3,591,682	3,249,383	15,511,247	60,111,481
Interest expense	-	-	217,131	270,665	(217,131)	(270,665)
<b>Total governmental activities</b>	<b>\$ 55,531,353</b>	<b>\$ 105,511,666</b>	<b>\$ 78,435,564</b>	<b>\$ 61,867,013</b>	<b>\$ (22,904,211)</b>	<b>\$ 43,644,653</b>

Operating resources (program revenues) and operating expenses are depicted graphically as follows:

**CITY OF SAN BRUNO, CALIFORNIA  
 MANAGEMENT'S DISCUSSION AND ANALYSIS  
 FOR THE YEAR ENDED JUNE 30, 2024**



**CITY OF SAN BRUNO, CALIFORNIA**

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

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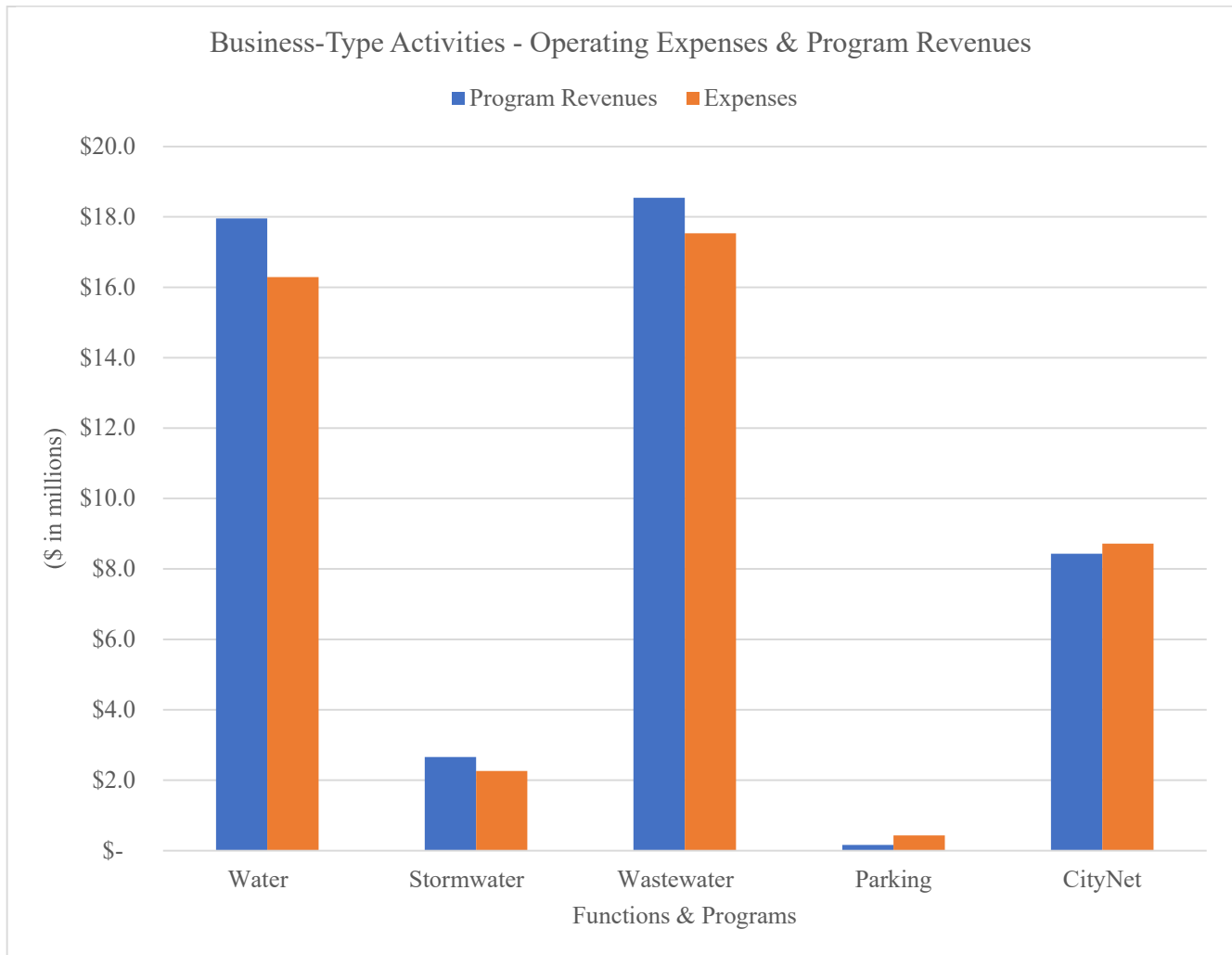
**Business-type Activities**

The City's business-type activities include water, stormwater, wastewater, parking and CityNet. While water and wastewater are true enterprise funds that pay for their services through user fees, both stormwater and CityNet require funding from the General Fund, as user fees do not cover all operating or capital costs. The parking fund, newly established in FY24, may require funding from the General Fund if future meter and fine revenues are not sufficient to cover the operating and startup costs of the enterprise. The results for the current fiscal year were positive in that overall net position increased to reach an ending balance of \$167.4 million. The total increase in net position for business-type activities was \$30.5 million. The Water and Wastewater Funds continues to directly contribute to the growth. Charges for services of \$18.0 million and \$18.5 million covered expenses of \$16.3 million and \$17.5 million, respectively. The Stormwater Fund contributed to the growth as compared to last year's operational deficit, with charges for services of \$2.7 million covering expenses of \$2.3 million. CityNet charges for services of \$8.4 million also continued to be insufficient to support expenses of \$8.7 million. Transfers of \$21.5 million and \$2.2 million were from the Governmental Funds to CityNet and Stormwater Funds respectively to remove the deficit that accumulated over multiple year of operational loss. Parking charges for service of \$0.2 million is insufficient to support expenses of \$0.4 million, though it is important to note that this does not represent a full year of operations. Total resources available during the year to finance business-type activities were \$76.5 million consisting of program revenues, investment income, and transfers in. Total business-type activities expenses during the year were \$46.0 million including operating expenses, debt service expenses, and transfers out.

**CITY OF SAN BRUNO, CALIFORNIA**

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

Operating revenues and expenses are depicted graphically as follows:



Each program’s net cost (total cost less revenues generated by the activities) is presented below. The net cost shows the financial burden placed on City’s taxpayers by each of these functions.

Business-type activities	Program Revenues		Program Expenses		Net Revenue (Expense) and Change in Net Position	
	2024	2023	2024	2023	2024	2023
Water	\$17,954,725	\$16,964,116	\$16,288,579	\$15,816,262	\$ 1,666,146	\$ 1,147,854
Stormwater	2,657,101	935,728	2,262,271	2,035,128	394,830	(1,099,400)
Wastewater	18,543,371	19,526,658	17,532,875	14,096,167	1,010,496	5,430,491
CityNet	8,432,677	8,267,064	8,717,915	9,061,916	(285,238)	(794,852)
Parking	160,536	-	432,177	2,490	(271,641)	(2,490)
<b>Total business-type activities</b>	<b>\$47,748,410</b>	<b>\$45,693,566</b>	<b>\$45,233,817</b>	<b>\$41,011,963</b>	<b>\$ 2,514,593</b>	<b>\$ 4,681,603</b>

## CITY OF SAN BRUNO, CALIFORNIA

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

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

##### Governmental Funds:

The City uses fund accounting, which focuses on current financial resources affecting near-term liquidity. It is also a management tool for segregating certain resources for specific activities or objectives in accordance with special regulations, restrictions, or limitations.

At June 30, 2024, governmental funds reported combined fund balances of \$131.3 million, an increase of \$0.8 million, 1% over the prior year. Of this amount, \$2.0 million is non-spendable due to funds being advanced to Parking Fund services as a loan. CityNet continued making improvements in FY24 to control costs and focus on higher margin business. The City continues to negotiate the sale of CityNet to Comcast in 2025 which will ensure modern & stable internet services to the community without needing a subsidy from the General Fund. The remainder of the fund balance is either restricted, committed, assigned, or unassigned to indicate that it is (1) restricted for particular purposes, \$49.9 million; or (2) committed for a particular purpose, \$2.4 million; or (3) assigned for particular purposes, \$37.2 million; or (4) unassigned and available at the City's discretion, \$38.9 million.

##### Analysis of Major Funds

The General Fund is the main operating fund of the City. For financial statement presentation purposes, the General Fund includes the operating fund, reserve funds, Measure G fund, and American Rescue Plan Act fund. Revenues totaled \$86.2 million, which is an increase of \$16.5 million, 23.6%, from the prior year. This was due to moderate growth in taxes, licenses and permits, charges for services, and changes in fair market value of investments. Expenditures totaled \$62.6 million, which increased by \$3.6 million, 6.1%, from the prior year. The increase is mainly attributed to additional funding allocated to public safety, general public works and streets maintenance efforts.

The Developer Agreement and Impact Fees Fund accounts for funds from new developments to pay for public facilities and infrastructure needed to accommodate growth in the City. Revenues decreased by \$44.4 million, a drop to more typical levels after the prior fiscal year's major development activities. Expenditures and transfers out increased \$29.1 million, with 21.5 million transferred to CityNet and the remainder used to fund various Capital Improvement Projects. Fund balance decreased by \$18.8 million, resulting in an ending fund balance of \$35.9 million. This fund balance will be used in future years to enable projects which mitigate the effects of growth on the community.

The Parks and Facilities and Technologies Capital Improvement Capital Projects Fund provides for the improvement of the City's parks and facilities, for which revenues decreased by \$10.8 million. The main reason for the decrease in revenues was due to the exhaustion of the construction grant received from the San Bruno Community Foundation for the Recreation and Aquatic Center. Expenditures decreased by \$3.4 million which can mainly be attributed to the capital outlay for the Recreation and Aquatic Center's construction. The net change in fund balance for fiscal year was a decrease of \$1.4 million, netting to an ending fund balance of \$9.2 million which is assigned for capital improvement projects.

A newly designated major fund in FY2024, the Street Improvement Capital Project Fund accounts for funds expended for transportation infrastructure such as street rehabilitation, streetlights, traffic signals and street medians. Revenue and transfers in were \$10.2 million while expenditures and transfers out were \$10.9 million resulting in a decrease in fund balance of \$0.7 million. The fund balance at the end of the fiscal year is \$13.7 million which is assigned for capital improvement projects.

**CITY OF SAN BRUNO, CALIFORNIA**

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

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Proprietary Funds:

The City’s proprietary funds provide the same type of information found in the business-type activities portion of the government-wide financial statements, but in more detail.

Water Fund’s net position rose by \$2.9 million to \$75.7 million, a significant increase from the previous year’s \$0.8 million increase due to the increase in investment income and rate adjustments for the Fund’s operations and capital improvements. Although the City adopted a five-year rate plan with annual 5% increases in 2017, the City chose not to raise water rates in the final two years of the five-year plan due to the pandemic. The City resumed its past practice of annual rate increases to ensure the enterprise's fiscal solvency by adopting a five-year water rate plan, effective January 1, 2024.

Wastewater Fund's net position increased by \$2.1 million to \$79.9 million, a smaller increase compared to previous year's \$5.6 million increase. Although the City adopted a five-year rate plan with annual 5% increases in 2017, the City chose not to raise wastewater rates in the final two years of the five-year plan due to the pandemic. The City resumed its past practice of annual rate increases to ensure the enterprises’ fiscal solvency by adopting a five-year wastewater rate plan, effective July 1, 2023.

As of June 30, 2024, the CityNet Fund had a net position of \$1.6 million, a positive position after receiving a \$21.5 million transfer from the General Fund. The Fund has been experiencing annual operating losses, including losses of \$301,598 in FY24 and \$794,852 in the prior year.

The City is in active negotiations with Comcast to sell the CityNet infrastructure and customer bases in 2025.

**General Fund Budgetary Highlights**

The budget comparison information presented on page 107, as Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual shows the initial adopted and final budgets for the General Fund. In this financial statement, the General Fund is comprised of the General Operating fund, reserve funds, Measure G fund, American Rescue Plan Act fund, and Developer Project Contributions fund.

Original Budget Compared to Final Budget:

The most significant differences between original and final revenue estimates were as follows:

<b>Revenues</b>	<b>Orig Budget</b>	<b>Final Budget</b>	<b>Variance</b>	<b>Percent Change</b>
License and permits	\$ 6,744,562	\$ 7,344,562	600,000	8.9%

Licenses and permits were increased by \$0.6 million for a one-time adjustment to business license revenue from the recently executed business license agreement with Walmart. This adjustment reflects the terms of the new agreement, which ensures accurate revenue collection. The additional funds will contribute to the City’s general fund, supporting essential services and programs that benefit the community.

**CITY OF SAN BRUNO, CALIFORNIA**

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

The most significant differences between original and final expenditure budgets were as follows:

<b>Expenditures</b>	<b>Orig Budget</b>	<b>Final Budget</b>	<b>Variance</b>	<b>Percent Change</b>
Community and economic development	\$ 4,304,068	\$ 5,509,747	1,205,679	28.0%
Capital outlay	652,000	1,861,465	1,209,465	185.5%

Under the Community and economic development category, the budget increase is primarily attributed to multi-year professional service contracts, such as on-demand contract inspectors to support routine inspection work and development projects for the Building and Planning divisions. These contracts extend beyond a single fiscal year, and the associated budget was reflected under purchase orders, which were not included in the original operating budget.

Within the Capital Outlay category, the budget increased to account for encumbrances from purchase orders submitted at the end of the prior fiscal year, which had not been included during the budget process.

**Final Budget Compared to Actual Results:**

The most significant differences between estimated and actual revenues were as follows:

<b>Revenues</b>	<b>Final Budget</b>	<b>Actual Revenues</b>	<b>Variance</b>	<b>Percent Change</b>
Taxes	\$37,831,527	\$ 45,201,975	7,370,448	19.5%
License and permits	7,344,562	9,226,757	1,882,195	25.6%
Intergovernmental	6,252,705	10,603,420	4,350,715	69.6%

The local economy keeps blooming after COVID-19, resulting in higher-than-expected tax collections. Tax revenues have experienced substantial growth in sales tax, property tax, and transient occupancy tax. The City's final budget for General Sales Tax is \$18.54 million, whereas the amount actually received is \$22.7 million. Though the City anticipated the rise in sales tax revenue and updated its year-end estimate to \$21.2 million, this update does not reflect in the final budget amount. In addition, a portion of property tax revenue was remitted to the City from the Educational Revenue Augmentation Fund (ERAF). The city received 50% of FY24 excess ERAF in January 2024 and 45% of FY24 excess ERAF and the remaining excess ERAF from FY22 in August 2024, totaling \$1.9 million. The FY24 budget did not account for the August remittance, so the ERAF revenue is \$1.1 million higher than the budget. The budget towards revenue remained conservative given the expectation that excess ERAF is not a consistent revenue source to fund ongoing operations in the long term.

The actual revenue increases of Licenses and permits were primarily due to an agreement between Walmart and the City regarding the application of the City’s business license tax to Walmart’s internet retailing business conducted within and outside the City of San Bruno in January 2024. For fiscal years 2023 and 2024, Walmart is to pay a business license tax in the amount of \$1.2 million, which was not included in the final budget. The revenue increase is also attributed to plan check fees collected for YouTube’s new office sites on Bayhill Dr. and Grundy Lane. In the Intergovernmental category, the actual revenue reflects the ARPA funds spent in FY24. Although the City received the entire amount of ARPA funding prior to FY24, the revenue was recognized when the ARPA funds were actually spent. Consequently, \$4.7 million of ARPA funds were not included in the final budget.

**CITY OF SAN BRUNO, CALIFORNIA**

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

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The most significant differences between the final budget and actual expenditures were as follows:

<b>Expenditures</b>	<b>Final Budget</b>	<b>Actual Expenditures</b>	<b>Variance</b>	<b>Percent Change</b>
General government	\$10,469,531	\$8,632,785	1,836,746	17.5%
Parks and recreation	8,670,941	6,576,173	2,094,768	24.2%
Community and economic development	5,509,747	3,364,108	2,145,639	38.9%

In the General government category, \$1.2 million was budgeted for external consultants to conduct and manage City Attorney Office operations. During the year, some legal costs were allocated to developer/ capital projects and enterprise fund, thus mitigating the burden on the General Fund, resulting in savings of \$0.62 million compared to an in-house City Attorney. In Parks and recreation, the budget was developed based on the planned opening of the Recreation and Aquatic Center, which had not been completed and staffed by the end of FY24. This resulted in lower-than-expected expenditures, including salary savings of \$0.95 million and savings on services and supplies totaling \$0.24 million. The new Recreation and Aquatic Center began operations in August 2024.

Finally, within Community and economic development, the encumbrance of multi-year on-demand service agreements was not factored into the original budget, which caused the final budget to exceed actual expenditures by \$1.1 million. The original budget was based on a percentage of plan review fee revenue and did not account for funds carried forward through purchase orders from previous years.

**Cash Management**

The City employs a pooled cash system (Reference Note 2 in the notes to the basic financial statements). To maintain flexibility in cash management under the pooled cash concept, the City invests the cash of all funds with maturities planned to coincide with cash needs. Idle cash is invested in eligible securities as defined by the California Government Code and further authorized by the City's Investment Policy. The goals of the City's Investment Policy are safety, liquidity, and yield in that order of priority.

**Capital Assets**

The capital assets of the City are those assets used in the performance of the City’s functions including infrastructure assets. At June 30, 2024, net capital assets of the governmental activities totaled \$124.9 million. Depreciation on capital assets is recognized in the government-wide financial statements. During FY24, net capital assets for governmental activities increased by \$20.5 million due to additions in excess of depreciation of existing assets. For business-type activities, capital assets increased by \$19.2 million to \$127.0 million due to significant addition to the Sewer Plant in excess of depreciation. Detailed information about capital assets can be found in Note 4 to the financial statements.

**CITY OF SAN BRUNO, CALIFORNIA**

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

	Governmental Activities		Business-Type Activities		Totals	
	2024	2023	2024	2023	2024	2023
Land	\$ 3,249,087	\$ 4,649,235	\$ 576,842	\$ 576,842	\$ 3,825,929	\$ 5,226,077
Construction in Progress	65,418,685	42,478,758	8,830,579	18,172,179	74,249,265	60,650,938
Infrastructure	44,356,477	45,146,310			44,356,477	45,146,310
Sewer Plant	-	-	27,102,678	11,830,897	27,102,678	11,830,897
Buildings & Structures	6,284,705	6,290,414	84,843,457	71,696,434	91,128,162	77,986,848
Machinery & Equipment	5,205,241	5,155,799	5,619,493	5,465,765	10,824,734	10,621,564
Right to use-Software	400,079	651,178.00	-	-	400,079	651,178
<b>Total</b>	<b>\$ 124,914,274</b>	<b>\$ 104,371,694</b>	<b>\$ 126,973,050</b>	<b>\$ 107,742,118</b>	<b>\$ 251,887,324</b>	<b>\$ 212,113,812</b>

**CITY OF SAN BRUNO, CALIFORNIA**

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

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**Debt Administration**

The City and Successor Agency to the Former Redevelopment Agency debt obligations are in the form of capital leases, pension obligation bond, loans payable to South San Francisco, and revenue bonds. A summary of the City's outstanding debt follows:

	<b>Summary of Long-Term Debt</b>	
	<b>2024</b>	<b>2023</b>
<b>Governmental Activities</b>		
2022 Financed Purchased Obligation	1,426,436	1,462,844
2013 Pension Obligation Bond	3,206,446	4,191,928
Subscription-Based Information Technology Agreement (SBITA) Liability	<u>425,872</u>	<u>698,701</u>
Subtotal Government Activities Debt	<u>5,058,754</u>	<u>6,353,473</u>
<b>Business-Type Activities</b>		
Due to South San Francisco - 2007 Loan	883,668	1,724,756
Due to South San Francisco - 2024 Loan	13,203,488	-
2013 Wastewater Revenue Refunding Bond	4,130,879	4,493,753
2017 Wastewater Revenue Bond	23,970,813	24,563,347
2017 Water Revenue Bond	<u>11,377,315</u>	<u>11,658,870</u>
Subtotal Business-Type Activities Debt	<u>53,566,163</u>	<u>42,440,726</u>
<b>Fiduciary Activities</b>		
2019 Lease Revenue Bonds	<u>3,340,954</u>	<u>3,754,661</u>
Subtotal Fiduciary Activities	<u>3,340,954</u>	<u>4,186,798</u>
<b>Total Long-Term Debt Obligations</b>	<u><u>\$ 61,965,872</u></u>	<u><u>\$ 52,980,997</u></u>

Additional information about long-term debt can be found in Note 5 to the financial statements.

**Economic Factors Impacting City's Finances**

The City Council and management considered the following economic factors in preparation of the fiscal year 2024-25 budget:

## CITY OF SAN BRUNO, CALIFORNIA

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

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#### General Fund revenues

- Total General Fund revenues of \$68.0 million projected for FY25, a modest increase as compared to the FY24 Amended Budget amounts.
- Property Taxes – San Bruno only receives about 12 ½ cents from every property tax dollar paid in San Bruno. An additional 2 cents of property tax revenue have come to the City in recent years from the Educational Revenue Augmentation Fund, or ERAF, but this is not a consistent or reliable revenue source to fund on-going operations in the long term. The remainder of property taxes paid by property owners in the City goes to San Mateo County, school districts, and special districts. The housing industry and home sales boomed when more and more people worked from home because of pandemic induced changes in work-from-home patterns. Secured property tax revenue is expected to increase by a reduced amount, 3.7%, over the prior fiscal year budget in recognition of the recent economic factors which have reduced the slope of assessed valuations.
- Sales Tax of 9.875% is assessed on every taxable sale in San Bruno. Of the 9.875%, the City receives 1.5% or approximately 15% of the total tax. For FY25 total Sales Tax revenue is anticipated to remain flat following several years of increased collections post-pandemic. The planned redevelopment of Tanforan Mall will cause reduced sales in the area beginning in FY26 or FY27 depending on redevelopment plans which include residential, retail, and life-sciences commercial uses. Of considerable concern for sales taxes is the City's exposure to California Department of Tax and Fee Administration's (CDTFA) challenge to a tax share agreement with Walmart.com. See Note 11.
- Transient Occupancy Tax (TOT) in the amount of 14% is collected on the cost of each room rental at each of the 12 lodging establishments in the City. Occupancy in hotels declined by more than 75% shortly after the coronavirus outbreak. The hospitality industry is on the mend, reaching pre-pandemic levels in FY24. Staff projects that TOT revenue has largely recovered and any future increase will be modest.
- Business license tax is an annual tax based on prior year gross receipts. The pandemic devastated many sectors of San Bruno's business community and some businesses reported lower gross receipts for multiple years following. In the recent past, businesses faced strong headwinds with escalating inflation, disrupted supply chains and tight labor markets. However, as inflation begins to ease, this category is expected to rebound and staff therefore increased business license expectations to exceed pre-pandemic levels.
- Departmental Revenue – Total departmental revenues are projected to increase by 5.0% from the FY24 final budget. While modest growth is expected in a number of categories, the creation of the Community Development and Recreation & Aquatic Center special revenue funds did move some revenues outside the General Fund.

#### General Fund expenditures

Personnel costs represent the largest share General Fund expenditures, totaling \$47.1 million or 69% of total expenditures as follows:

- Regular and Part-Time Salaries – Salaries for all full time and part time staff is the single largest category of expenditures in the operating budget at approximately 38% of total General Fund expenditures. The total budget for salaries across all General Fund departments is \$25.7 million.
- CalPERS Retirement - Employee retirement benefits total \$13.0 million, or 19% of the General Fund expenditures. The City continues to experience significant impacts from increasing costs for retirement benefits through the CalPERS system. The only revenues available to the CalPERS system to fund employee pension costs comes from three sources: PERS investment earnings, employee contributions and employer contributions. As a result, the reduction of available revenue in the investment earnings category must be made up from increases to employer contributions.

## CITY OF SAN BRUNO, CALIFORNIA

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

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- Employee Insurance Premiums - Employee insurance benefits (medical, life and long-term disability) are provided through the Teamster's Health and Welfare Trust and amount to \$5.5 Million in FY25. The Trust notifies the City of the projected premium increase at the end of each calendar year.

#### Enterprise Funds

The City completed a comprehensive review of operating and capital needs in the Water and Wastewater Enterprises and established new multi-year utility rate schedules in June 2023 (Wastewater) & September 2023 (Water). The rate analysis included careful evaluation of all operational costs and the planned schedule and costs for delivery of capital improvement projects necessary to replace and rehabilitate the City's aging water and wastewater system infrastructure. The multi-year Wastewater rate program adopted by the City Council in June 2023 provided for an annual 5.25% rate increase from FY24 (07/01/23) through FY28 (06/30/28). The multi-year Water rate program adopted by the City Council in September 2023 provided for an annual 6% rate increase from FY24 (01/01/24) through FY29 (12/31/28).

The Stormwater Enterprise is responsible for maintaining the stormwater conveyance system as well as adhering to the requirements outlined in the National Pollutant Discharge Elimination System (NPDES). Stormwater fees are collected through the County property tax, and a minimum of \$46.16 per assessor parcel number (APN) is assessed for most properties in San Bruno. These fees have been in place since 1994 and are inadequate to fund ongoing operations and necessary equipment and capital investments to meet federal requirements. The City held a mail ballot property-owner election to increase Storm Drainage and Flood Protection Fee on June 15, 2021, which was rejected by voters overwhelmingly. The City negotiated an agreement with the solid waste franchise to contribute \$798,993 annually for street sweeping to protect the stormwater infrastructure and discharge from debris. The City continues to explore opportunities in FY25 that will shore up the Stormwater Fund in the absence of a dedicated revenue source.

CityNet Fund – CityNet has continued making improvements in FY24 to control expenses and focus on higher margin business. However, the City continues to negotiate the sale of CityNet to Comcast in 2025 which will ensure modern and stable internet services to the community without the need for subsidy from the General Fund.

#### Capital Improvement Program and Debt Service

The FY2024-29 Capital Improvement Program identifies 94 funded and partially funded projects/programs organized into 8 categories. \$255.0 million in capital investment is programmed through the 5-year CIP to assure rehabilitation, replacement, and improvement of City facilities and infrastructure. \$136.6 million of this amount is the expected cost of scheduled improvements to the City's water and sewer systems.

A total of \$5.3 million is set aside to meet debt service obligations.

#### **Contacting the City's Financial Management**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the revenues it received. Questions about this report should be directed to the Finance Department at [webfinance@sanbruno.ca.gov](mailto:webfinance@sanbruno.ca.gov) or 567 El Camino Real, San Bruno, CA 94066. This report as well as other financial reports can be viewed on the City of San Bruno's website at [www.sanbruno.ca.gov](http://www.sanbruno.ca.gov).

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# **BASIC FINANCIAL STATEMENTS**

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# GOVERNMENT-WIDE FINANCIAL STATEMENTS

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**City of San Bruno**  
**Statement of Net Position**  
**June 30, 2024 (with comparative totals for June 30, 2023)**

	Governmental Activities	Business-type Activities	Totals	
			2024	2023
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 138,144,701	\$ 107,019,693	\$ 245,164,394	\$ 231,468,901
Cash and investments with fiscal agent	144,351	1,963,235	2,107,586	2,078,584
Receivables:				
Taxes	9,227,148	74,953	9,302,101	7,141,333
Accounts	91,311	4,323,102	4,414,413	6,049,679
Interest	741,905	-	741,905	647,297
Loans	885,047	-	885,047	1,089,120
Other	1,956,554	1,896	1,958,450	1,713,576
Internal balances	254,164	(254,164)	-	-
Total current assets	151,445,181	113,128,715	264,573,896	250,188,490
Noncurrent assets:				
Other assets	3,628,657	-	3,628,657	3,363,030
Capital assets:				
Nondepreciable	68,667,772	9,407,422	78,075,194	65,874,465
Depreciable	143,012,348	206,952,769	349,965,117	314,279,364
Less accumulated depreciation	(86,765,847)	(89,387,140)	(176,152,987)	(168,042,566)
Total capital assets	124,914,273	126,973,051	251,887,324	212,111,263
Total noncurrent assets	128,542,930	126,973,051	255,515,981	215,474,293
<b>Total assets</b>	<b>279,988,111</b>	<b>240,101,766</b>	<b>520,089,877</b>	<b>465,662,783</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred charges on refunding	-	66,254	66,254	73,616
Deferred pension related items	36,675,037	4,547,470	41,222,507	43,412,548
<b>Total deferred outflows of resources</b>	<b>36,675,037</b>	<b>4,613,724</b>	<b>41,288,761</b>	<b>43,486,164</b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable and accrued liabilities	13,281,752	2,489,135	15,770,887	19,840,356
Interest payable	29,181	939,450	968,631	871,203
Deposits payable	4,130,195	-	4,130,195	4,558,979
Unearned revenue	98,133	631,761	729,894	9,293,220
Other liabilities	1,228,558	-	1,228,558	1,102,681
Compensated absences - current	577,914	71,933	649,847	638,811
Claims and judgements - current	1,316,000	-	1,316,000	1,118,000
Long-term debt - current portion	1,442,026	2,165,404	3,607,430	3,350,707
Total current liabilities	22,103,759	6,297,683	28,401,442	40,773,957
Noncurrent liabilities:				
Compensated absences	2,531,044	562,993	3,094,037	2,794,286
Claims and judgements	4,284,000	-	4,284,000	3,905,000
Net pension liability	104,819,474	19,036,803	123,856,277	117,887,174
Long-term debt	3,616,728	51,400,759	55,017,487	45,443,492
Total noncurrent liabilities	115,251,246	71,000,555	186,251,801	170,029,952
<b>Total liabilities</b>	<b>137,355,005</b>	<b>77,298,238</b>	<b>214,653,243</b>	<b>210,803,909</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows of resources - pension	2,566,282	8,608	2,574,890	4,717,359
<b>Total deferred inflows of resources</b>	<b>2,566,282</b>	<b>8,608</b>	<b>2,574,890</b>	<b>4,717,359</b>
<b>NET POSITION</b>				
Net investment in capital assets	123,061,965	73,473,142	196,535,107	167,582,608
Restricted for:				
Capital projects	14,336,828	1,963,235	16,300,063	35,796,524
Measure A	1,107,775	-	1,107,775	1,813,989
Community services	34,466,683	-	34,466,683	39,550,524
Total restricted	49,911,286	1,963,235	51,874,521	77,161,037
Unrestricted	3,768,610	91,972,267	95,740,877	48,884,034
<b>Total net position</b>	<b>\$ 176,741,861</b>	<b>\$ 167,408,644</b>	<b>\$ 344,150,505</b>	<b>\$ 293,627,679</b>

See accompanying Notes to Basic Financial Statements.

# City of San Bruno

## Statement of Activities

For the year ended June 30, 2024 (with comparative totals for June 30, 2023)

Functions/Programs	Expenses	Program Revenues			Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Governmental activities:</b>					
General government	\$ 11,797,858	\$ 7,523,530	\$ 5,028,489	\$ 43,729	\$ 12,595,748
Public safety	40,661,541	4,287,281	968,065	-	5,255,346
Public works	2,586,715	323,780	282,299	-	606,079
Streets	9,943,745	18,700	4,262,237	414,998	4,695,935
Parks and recreation	7,262,037	419,003	692,723	12,103,247	13,214,973
Library	2,374,855	12,734	47,609	-	60,343
Community and economic development	3,591,682	7,081,477	12,021,452	-	19,102,929
Interest expense	217,131	-	-	-	-
Total governmental activities	78,435,564	19,666,505	23,302,874	12,561,974	55,531,353
<b>Business-type Activities:</b>					
Water	16,288,579	17,954,725	-	-	17,954,725
Stormwater	2,262,271	2,657,101	-	-	2,657,101
Wastewater	17,532,875	18,543,371	-	-	18,543,371
Cable television	8,717,915	8,432,677	-	-	8,432,677
Parking	432,177	160,536	-	-	160,536
Total business-type activities	45,233,817	47,748,410	-	-	47,748,410
<b>Total primary government</b>	<b>\$ 123,669,381</b>	<b>\$ 67,414,915</b>	<b>\$ 23,302,874</b>	<b>\$ 12,561,974</b>	<b>\$ 103,279,763</b>

### General Revenues:

#### Taxes:

Property taxes, levied for general purpose

Transient occupancy tax

Franchise tax

Sales tax, including subvention

Cardroom taxes

Other taxes

#### Total taxes

Intergovernmental, unrestricted

State motor vehicle in-lieu tax, including subvention

Use of money and property

Transfers

#### Total general revenues and transfers

#### Change in net position

Net position - beginning of year

#### Restatements

Net position - beginning of year, as restated

Net position - end of year

Net (Expense) Revenue and Changes in Net Position		Totals	
Governmental Activities	Business-Type Activities	2024	2023
\$ 797,890	\$ -	\$ 797,890	\$ (4,299,082)
(35,406,195)	-	(35,406,195)	(23,585,640)
(1,980,636)	-	(1,980,636)	(1,543,124)
(5,247,810)	-	(5,247,810)	(2,243,445)
5,952,936	-	5,952,936	17,716,576
(2,314,512)	-	(2,314,512)	(2,241,448)
15,511,247	-	15,511,247	60,111,481
(217,131)	-	(217,131)	(270,665)
(22,904,211)	-	(22,904,211)	43,644,653
-	1,666,146	1,666,146	784,693
-	394,830	394,830	(1,106,514)
-	1,010,496	1,010,496	4,409,198
-	(285,238)	(285,238)	(806,253)
-	(271,641)	(271,641)	(2,490)
-	2,514,593	2,514,593	3,278,634
(22,904,211)	2,514,593	(20,389,618)	46,923,287
15,417,048	-	15,417,048	14,931,681
3,558,287	-	3,558,287	3,459,947
2,076,227	-	2,076,227	1,705,417
20,818,065	-	20,818,065	20,928,603
3,333,236	-	3,333,236	3,181,236
4,028,690	-	4,028,690	2,219,479
49,231,553	-	49,231,553	46,426,363
5,584,474	-	5,584,474	5,314,866
11,237,201	2,767,893	14,005,094	613,071
(25,286,218)	25,286,218	-	-
40,767,010	28,054,111	68,821,121	52,354,300
17,862,799	30,568,704	48,431,503	99,277,587
158,879,062	134,748,617	293,627,679	194,350,092
-	2,091,323	2,091,323	-
158,879,062	136,839,940	295,719,002	194,350,092
\$ 176,741,861	\$ 167,408,644	\$ 344,150,505	\$ 293,627,679

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# FUND FINANCIAL STATEMENTS

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*Governmental Fund Financial Statements*

*Proprietary Fund Financial Statements*

*Fiduciary Fund Financial Statements*

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## **MAJOR GOVERNMENTAL FUNDS**

### **General Fund**

The General Fund is the primary operating fund of the City, accounting for all activities except those legally or administratively required to be accounted for in other funds. The General Fund includes activities such as public safety, parks and recreation services, community and economic development, public works and streets maintenance, legal and administrative services. The General Fund also accounts for reserves, Measure G funds, American Rescue Plan Act funds, and developer contributions.

### **Developer Agreements and Impact Fees Fund**

Accounts for funds from new developments to pay for public facilities and infrastructure needed to accommodate growth in the City.

### **Street Improvement Capital Improvement Fund**

The Street Improvement Capital Project Fund accounts for funds expended for transportation infrastructure such as street rehabilitation, streetlights, traffic signals and street medians.

### **Parks and Facilities and Technology Capital Improvement Fund**

Accounts for funds expended on the improvement and development of the City's facilities, infrastructure, major equipment and technological upgrades used to deliver services to the community. Funding comes from the General Fund, grants, and other sources.

# City of San Bruno

## Balance Sheet

### Governmental Funds

June 30, 2024 (with comparative totals for June 30, 2023)

	Capital Projects Funds			
	General Fund	Developer Agreements and Impact Fees	Street Improvement	Parks and Facilities and Technology Capital Improvement
<b>ASSETS</b>				
Cash and investments	\$ 54,052,858	\$ 37,856,269	\$ 17,048,787	\$ 13,425,206
Cash and investments with fiscal agent	53,082	-	-	-
Receivables:				
Taxes	8,796,961	-	-	-
Accounts	91,112	-	-	-
Interest	723,898	-	-	-
Loans	885,047	-	-	-
Other	1,552,472	-	7,388	253,523
Due from other funds	1,671,225	-	-	-
Advances to other funds	2,000,000	-	-	-
Other assets	-	-	-	-
<b>Total assets</b>	<b>\$ 69,826,655</b>	<b>\$ 37,856,269</b>	<b>\$ 17,056,175</b>	<b>\$ 13,678,729</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	5,512,618	4,289	3,336,227	3,890,103
Due to other funds	-	-	-	569,420
Interest payable	-	-	-	-
Deposits payable	2,150,139	1,980,056	-	-
Unearned revenue	98,133	-	-	-
Other liabilities	1,228,558	-	-	-
<b>Total liabilities</b>	<b>8,989,448</b>	<b>1,984,345</b>	<b>3,336,227</b>	<b>4,459,523</b>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	2,885,047	-	-	-
Restricted	-	25,520,967	9,214,766	5,051,748
Committed	-	-	-	-
Assigned	18,161,142	10,350,957	4,505,182	4,167,458
Unassigned	39,791,018	-	-	-
<b>Total fund balances</b>	<b>60,837,207</b>	<b>35,871,924</b>	<b>13,719,948</b>	<b>9,219,206</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 69,826,655</b>	<b>\$ 37,856,269</b>	<b>\$ 17,056,175</b>	<b>\$ 13,678,729</b>

Nonmajor Governmental Funds	Totals	
	2024	2023
\$ 11,991,782	\$ 134,374,902	\$ 129,458,177
150	53,232	50,709
430,187	9,227,148	7,141,333
-	91,112	69,757
18,007	741,905	647,297
-	885,047	1,089,120
143,171	1,956,554	1,713,576
-	1,671,225	1,450,548
-	2,000,000	16,679,225
3,628,657	3,628,657	3,363,030
<u>\$ 16,211,954</u>	<u>\$ 154,629,782</u>	<u>\$ 161,662,772</u>
291,194	13,034,431	12,238,947
1,101,805	1,671,225	1,450,548
13,855	13,855	17,416
-	4,130,195	4,558,979
-	98,133	8,652,144
-	1,228,558	1,102,681
<u>1,406,854</u>	<u>20,176,397</u>	<u>28,020,715</u>
3,147,900	3,147,900	3,177,900
<u>3,147,900</u>	<u>3,147,900</u>	<u>3,177,900</u>
-	2,885,047	16,679,225
10,123,805	49,911,286	75,224,281
2,404,964	2,404,964	-
-	37,184,739	40,624,476
(871,569)	38,919,449	(2,063,825)
<u>11,657,200</u>	<u>131,305,485</u>	<u>130,464,157</u>
<u>\$ 16,211,954</u>	<u>\$ 154,629,782</u>	<u>\$ 161,662,772</u>

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

**Total Fund Balances - Total Governmental Funds** \$ 131,305,485

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

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

	Government-Wide Statement of Net Position	Internal Service Funds	Total
Nondepreciable	\$ 68,667,772	\$ -	68,667,772
Depreciable, net	56,246,501	(112,359)	56,134,142
<b>Total capital assets</b>	<b>\$ 124,914,273</b>	<b>\$ (112,359)</b>	<b>124,801,914</b>

Internal service funds were used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the Internal service funds were included in governmental activities in the Government-Wide Statement of Net Position.

(2,150,440)

Net amount of internal service funds allocated to business-type activities

(1,745,836)

Unavailable revenues recorded in the fund financial statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements.

3,147,900

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

	Government-Wide Statement of Net Position	Internal Service Funds	Total
Deferred outflows of resources related to pension	36,675,037	-	36,675,037
Deferred inflows of resources related to pension	(2,566,282)	-	(2,566,282)

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

	Government-Wide Statement of Net Position	Internal Service Funds	Total
Compensated absences - due within one year	\$ (577,914)	\$ 26,079	\$ (551,835)
Additional interest payable	(15,326)	-	(15,326)
Long-term debt - due within one year, not already included in accounts payable	(1,347,217)	-	(1,347,217)
Claims and judgements - due within one year	(1,316,000)	1,316,000	-
Compensated absences - due in more than one year	(2,531,044)	155,707	(2,375,337)
Long-term debt - due in more than one year	(3,616,728)	-	(3,616,728)
Claims and judgements - due in more than one year	(4,284,000)	4,284,000	-
Net pension liability	(104,819,474)	-	(104,819,474)
<b>Total long-term liabilities</b>	<b>\$ (118,507,703)</b>	<b>\$ 5,781,786</b>	<b>(112,725,917)</b>

**Net Position of Governmental Activities**

**\$ 176,741,861**

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**City of San Bruno**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the year ended June 30, 2024 (with comparative totals for June 30, 2023)**

	Capital Projects Funds			
	General Fund	Developer Agreements and Impact Fees	Street Improvement	Parks and Facilities and Technology Capital Improvement
<b>REVENUES:</b>				
Taxes	\$ 45,201,975	\$ -	\$ -	\$ -
Licenses and permits	9,226,757	11,064,354	-	-
Intergovernmental and grants	10,603,420	-	438,408	12,103,247
Charges for services	4,288,484	-	-	-
Fines and forfeitures	973,565	-	-	-
Use of money and property	7,802,726	1,242,046	-	-
Other revenues	8,062,262	-	(23,410)	-
<b>Total revenues</b>	<b>86,159,189</b>	<b>12,306,400</b>	<b>414,998</b>	<b>12,103,247</b>
<b>EXPENDITURES:</b>				
Current:				
General government	8,632,785	22,449	-	-
Public safety	36,271,472	-	-	-
Public works	2,143,316	-	-	-
Streets	2,423,858	-	870	-
Parks and recreation	6,576,173	-	-	-
Library	2,303,670	-	-	-
Community and economic development	3,364,108	-	-	-
Capital outlay	881,804	-	10,117,501	20,645,920
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>62,597,186</b>	<b>22,449</b>	<b>10,118,371</b>	<b>20,645,920</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>23,562,003</b>	<b>12,283,951</b>	<b>(9,703,373)</b>	<b>(8,542,673)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	4,204,266	125,000	9,748,027	9,240,635
Transfers out	(11,661,913)	(31,230,048)	(767,117)	(2,109,889)
Proceeds from sale of property	4,705,755	-	-	-
Proceeds from long-term debt	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(2,751,892)</b>	<b>(31,105,048)</b>	<b>8,980,910</b>	<b>7,130,746</b>
<b>Net change in fund balances</b>	<b>20,810,111</b>	<b>(18,821,097)</b>	<b>(722,463)</b>	<b>(1,411,927)</b>
<b>FUND BALANCES:</b>				
Beginning of year	40,027,096	54,693,021	-	10,631,133
Restatement	-	-	14,442,411	-
Beginning of year, as restated	40,027,096	54,693,021	14,442,411	10,631,133
End of year	<b>\$ 60,837,207</b>	<b>\$ 35,871,924</b>	<b>\$ 13,719,948</b>	<b>\$ 9,219,206</b>

See accompanying Notes to Basic Financial Statements.

Nonmajor Governmental Funds	Totals	
	2024	2023
\$ 1,871,185	\$ 47,073,160	\$ 46,012,683
1,137,996	21,429,107	40,065,556
3,146,148	26,291,223	11,092,673
51,042	4,339,526	4,636,795
51,119	1,024,684	1,078,325
620,448	9,665,220	329,244
447,202	8,486,054	53,579,817
<u>7,325,140</u>	<u>118,308,974</u>	<u>156,795,093</u>
406,034	9,061,268	10,465,883
645,874	36,917,346	34,619,832
-	2,143,316	2,053,186
191,595	2,616,323	2,127,432
439,006	7,015,179	5,744,341
61,416	2,365,086	2,250,227
245,411	3,609,519	3,251,228
-	31,645,225	28,272,567
1,146,790	1,146,790	1,446,246
217,131	217,131	290,595
<u>3,353,257</u>	<u>96,737,183</u>	<u>90,521,537</u>
3,971,883	21,571,791	66,273,556
3,239,858	26,557,786	30,679,744
(6,225,037)	(51,994,004)	(30,585,020)
-	4,705,755	-
-	-	690,702
<u>(2,985,179)</u>	<u>(20,730,463)</u>	<u>785,426</u>
986,704	841,328	67,058,982
25,112,907	130,464,157	63,405,175
(14,442,411)	-	-
<u>10,670,496</u>	<u>130,464,157</u>	<u>63,405,175</u>
<u>\$ 11,657,200</u>	<u>\$ 131,305,485</u>	<u>\$ 130,464,157</u>

See accompanying Notes to Basic Financial Statements.

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

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<b>Net Change in Fund Balances - Total Governmental Funds</b>	\$	841,328
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Amounts reported for governmental activities in the Government-Wide Statement of Activities were different because:

Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets was allocated over their estimated lives as depreciation expense. This was the amount of capital assets recorded in the current period, net of the amount related to internal service funds.		25,754,730
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Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities, but did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in the governmental funds, net of the amount related to internal service funds.		(3,809,587)
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Capital assets sold in the governmental funds are recognized as revenue, but in the Government-Wide Statement of Net Position, the underlying net capital asset is removed from the accounting records at the time of the sale. This is the capital asset net of depreciation that was removed.		(1,400,148)
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Accrued compensated leave payments were reported as expenditures in the governmental funds, however expense is recognized in the Government-Wide Statement of Activities based on earned leave accruals.		(258,707)
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Debt proceeds provide current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Position. Repayment of debt was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.		
Long-term debt repayments		1,370,010
Change in interest payable		6,710
Amortization of bonds premium (discount), net		19,518

Current year employer pension contributions are recorded as expenditures in the governmental funds, however, these amounts are reported as a deferred outflow of resources in the Government-Wide Statement of Net Position.		11,609,871
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Pension expense is reported in the Government-Wide Statement of Activities does not require the use of current financial resources, and therefore is not reported as expenditures in governmental funds.		(16,652,235)
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Unavailable revenues removed in the fund financial statements resulting from activities in which revenues were earned in the governmental funds but were already recognized as revenues in the Government-Wide Financial Statements in a prior year		(30,000)
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Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue (expense) of the internal service funds was reported with governmental activities.		411,309
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<b>Change in Net Position of Governmental Activities</b>	<b>\$</b>	<b>17,862,799</b>
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## **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.

The City has identified the funds below as major proprietary funds.

### **Water Fund**

To account for water services provided to the citizens of San Bruno. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, capital improvement, and billing and collections.

### **Wastewater Fund**

To account for sanitary sewer services provided to the citizens of San Bruno. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, treatment and capital improvement.

### **CityNet Fund**

To account for operating and capital improvement costs to provide a full suite of video, data and voice services to residential and business customers.

**City of San Bruno**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2024 (with comparative totals for June 30, 2023)**

	Business Type Activities - Enterprise Funds			
	Water	Stormwater	Wastewater	CityNet
<b>ASSETS</b>				
Current Assets:				
Cash and investments	\$ 49,844,947	\$ -	\$ 47,883,757	\$ 5,719,472
Cash and investments with fiscal agent	467,027	-	1,496,208	-
Receivables:				
Taxes	-	-	-	-
Accounts	2,830,695	-	663,577	654,338
Other	-	-	-	-
Total current assets	<u>53,142,669</u>	<u>-</u>	<u>50,043,542</u>	<u>6,373,810</u>
Noncurrent:				
Capital assets:				
Nondepreciable capital assets	5,125,125	-	2,385,655	500,000
Depreciable capital assets	61,581,787	-	114,705,393	22,440,138
Accumulated depreciation	<u>(26,353,245)</u>	<u>-</u>	<u>(39,475,873)</u>	<u>(21,478,752)</u>
Net capital assets	<u>40,353,667</u>	<u>-</u>	<u>77,615,175</u>	<u>1,461,386</u>
Total noncurrent assets	<u>40,353,667</u>	<u>-</u>	<u>77,615,175</u>	<u>1,461,386</u>
<b>Total assets</b>	<u>93,496,336</u>	<u>-</u>	<u>127,658,717</u>	<u>7,835,196</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred amount on pensions	1,452,721	-	1,309,015	1,589,451
Deferred amount on refunding	-	-	66,254	-
<b>Total deferred outflows of resources</b>	<u>1,452,721</u>	<u>-</u>	<u>1,375,269</u>	<u>1,589,451</u>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable and accrued liabilities	1,430,957	-	567,648	301,805
Interest payable	215,826	-	723,624	-
Deposits payable	-	-	-	-
Unearned revenue	-	-	-	631,761
Other liabilities	-	-	-	-
Compensated absences - current	19,494	-	15,451	33,232
Claims and judgements - current	-	-	-	-
Long-term debt - current portion	250,000	-	1,915,404	-
Total current liabilities	<u>1,916,277</u>	<u>-</u>	<u>3,222,127</u>	<u>966,798</u>
Noncurrent liabilities:				
Advances from other funds	-	-	-	-
Compensated absences	161,845	-	144,391	229,031
Claims payable	-	-	-	-
Net pension liability	6,081,441	-	5,479,852	6,653,821
Long-term debt	11,127,315	-	40,273,444	-
Total noncurrent liabilities	<u>17,370,601</u>	<u>-</u>	<u>45,897,687</u>	<u>6,882,852</u>
<b>Total liabilities</b>	<u>19,286,878</u>	<u>-</u>	<u>49,119,814</u>	<u>7,849,650</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred amount on pensions	2,750	-	2,478	3,009
<b>Total deferred inflows of resources</b>	<u>2,750</u>	<u>-</u>	<u>2,478</u>	<u>3,009</u>
<b>NET POSITION</b>				
Net investment in capital assets	28,976,352	-	35,492,581	1,461,386
Restricted	467,027	-	1,496,208	-
Unrestricted	46,216,050	-	42,922,905	110,602
<b>Total net position</b>	<u>\$ 75,659,429</u>	<u>\$ -</u>	<u>\$ 79,911,694</u>	<u>\$ 1,571,988</u>
Reconciliation to the government-wide statement of net position:				
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	\$ 944,978	\$ -	\$ (45,556)	\$ 766,964
Net position of business-type activities	<u>\$ 76,604,407</u>	<u>\$ -</u>	<u>\$ 79,866,138</u>	<u>\$ 2,338,952</u>

See accompanying Notes to Basic Financial Statements.

Nonmajor Enterprise Funds	Business-Type Activities - Enterprise Funds		Governmental Activities - Internal Service Funds	
	Totals		Totals	
	2024	2023	2024	2023
\$ 3,571,517	\$ 107,019,693	\$ 99,266,462	\$ 3,769,799	2,744,262
-	1,963,235	1,936,756	91,119	91,119
	-	-	-	-
74,953	74,953	-	-	-
174,492	4,323,102	5,979,473	199	449
1,896	1,896	-	-	-
<u>3,822,858</u>	<u>113,382,879</u>	<u>107,182,691</u>	<u>3,861,117</u>	<u>2,835,830</u>
1,396,642	9,407,422	18,749,022	-	-
8,225,451	206,952,769	173,041,849	182,060	171,319
(2,079,270)	(89,387,140)	(84,048,752)	(69,701)	(59,094)
<u>7,542,823</u>	<u>126,973,051</u>	<u>107,742,119</u>	<u>112,359</u>	<u>112,225</u>
<u>7,542,823</u>	<u>126,973,051</u>	<u>107,742,119</u>	<u>112,359</u>	<u>112,225</u>
<u>11,365,681</u>	<u>240,355,930</u>	<u>214,924,810</u>	<u>3,973,476</u>	<u>2,948,055</u>
196,283	4,547,470	5,040,571	-	-
-	66,254	73,616	-	-
<u>196,283</u>	<u>4,613,724</u>	<u>5,114,187</u>	<u>-</u>	<u>-</u>
188,725	2,489,135	7,191,354	342,130	410,055
-	939,450	831,751	-	-
-	-	-	-	-
-	631,761	641,076	-	-
-	-	-	-	-
3,756	71,933	79,818	26,079	26,401
-	-	-	1,316,000	1,118,000
-	2,165,404	1,931,088	-	-
<u>192,481</u>	<u>6,297,683</u>	<u>10,675,087</u>	<u>1,684,209</u>	<u>1,554,456</u>
2,000,000	2,000,000	16,679,225	-	-
27,726	562,993	557,532	155,707	100,881
-	-	-	4,284,000	3,905,000
821,689	19,036,803	18,543,295	-	-
-	51,400,759	40,509,638	-	-
<u>2,849,415</u>	<u>73,000,555</u>	<u>76,289,690</u>	<u>4,439,707</u>	<u>4,005,881</u>
<u>3,041,896</u>	<u>79,298,238</u>	<u>86,964,777</u>	<u>6,123,916</u>	<u>5,560,337</u>
371	8,608	20,906	-	-
<u>371</u>	<u>8,608</u>	<u>20,906</u>	<u>-</u>	<u>-</u>
7,542,823	73,473,142	65,375,009	104,303	112,225
-	1,963,235	1,936,756	-	-
976,874	90,226,431	65,741,549	(2,254,743)	(2,724,507)
<u>\$ 8,519,697</u>	<u>\$ 165,662,808</u>	<u>\$ 133,053,314</u>	<u>\$ (2,150,440)</u>	<u>\$ (2,612,282)</u>
\$ 79,450	\$ 1,745,836	\$ 1,695,303		
<u>\$ 8,599,147</u>	<u>\$ 167,408,644</u>	<u>\$ 134,748,617</u>		

See accompanying Notes to Basic Financial Statements.

**City of San Bruno**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Funds**  
**For the year ended June 30, 2024 (with comparative totals for June 30, 2023)**

	Business Type Activities - Enterprise Funds			
	Water	Stormwater	Wastewater	CityNet
<b>OPERATING REVENUES:</b>				
Charges for services:				
Water sales	\$ 17,567,116	\$ -	\$ -	\$ -
Sewer service charges	-	-	18,408,221	-
Cable television charges	-	-	-	8,432,677
Other service charges	214,168	-	135,150	-
Other operating revenue	173,441	-	-	-
<b>Total operating revenues</b>	<b>17,954,725</b>	<b>-</b>	<b>18,543,371</b>	<b>8,432,677</b>
<b>OPERATING EXPENSES:</b>				
Water supply	14,092,708	-	-	-
Distribution	-	-	-	-
Treatment	-	-	13,109,786	-
Cable operations	-	-	-	8,535,691
Central garage	-	-	-	-
Insurance expenses	-	-	-	-
Technology support	-	-	-	-
Facilities maintenance	-	-	-	-
Depreciation and amortization	1,816,932	-	2,990,898	198,584
<b>Total operating expenses</b>	<b>15,909,640</b>	<b>-</b>	<b>16,100,684</b>	<b>8,734,275</b>
<b>Operating income (loss)</b>	<b>2,045,085</b>	<b>-</b>	<b>2,442,687</b>	<b>(301,598)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Investment income	1,236,265	-	1,271,300	213,616
Interest and debt service expenses	(397,194)	-	(1,448,558)	-
<b>Total nonoperating revenues (expenses)</b>	<b>839,071</b>	<b>-</b>	<b>(177,258)</b>	<b>213,616</b>
<b>Income before contributions and transfers</b>	<b>2,884,156</b>	<b>-</b>	<b>2,265,429</b>	<b>(87,982)</b>
<b>CONTRIBUTIONS AND TRANSFERS:</b>				
Transfers in	-	-	-	21,548,667
Transfers out	-	-	(120,000)	(68,078)
<b>Total contributions and transfers</b>	<b>-</b>	<b>-</b>	<b>(120,000)</b>	<b>21,480,589</b>
<b>Change in net position</b>	<b>2,884,156</b>	<b>-</b>	<b>2,145,429</b>	<b>21,392,607</b>
<b>NET POSITION:</b>				
Beginning of year	71,069,732	4,426,208	77,380,483	(19,820,619)
Restatements	1,705,541	(4,426,208)	385,782	-
Beginning of year, as restated	72,775,273	-	77,766,265	(19,820,619)
End of year	<b>\$ 75,659,429</b>	<b>\$ -</b>	<b>\$ 79,911,694</b>	<b>\$ 1,571,988</b>
Reconciliation to government-wide statement of activities:				
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	\$ 18,255	-	\$ 16,367	\$ 16,360
Change in net position of business-type activities - End of year	<b>\$ 2,902,411</b>	<b>\$ -</b>	<b>\$ 2,161,796</b>	<b>\$ 21,408,967</b>

See accompanying Notes to Basic Financial Statements.

Nonmajor Enterprise Funds	Business-Type Activities - Enterprise Funds		Governmental Activities - Internal Service Funds	
	Totals		Totals	
	2024	2023	2024	2023
\$ -	\$ 17,567,116	\$ 16,238,503	\$ -	\$ -
-	18,408,221	18,577,763	-	-
-	8,432,677	8,253,573	-	-
716,894	1,066,212	2,077,538	8,347,546	7,300,833
2,100,743	2,274,184	546,189	13,240	649
2,817,637	47,748,410	45,693,566	8,360,786	7,301,482
-	14,092,708	13,874,541	-	-
2,035,734	2,035,734	1,908,154	-	-
-	13,109,786	11,340,620	-	-
-	8,535,691	8,832,751	-	-
-	-	-	914,802	971,084
-	-	-	3,627,989	3,059,462
-	-	-	1,496,517	1,315,296
326,291	326,291	2,490	1,999,029	1,922,473
331,974	5,338,388	5,053,407	10,607	7,928
2,693,999	43,438,598	41,011,963	8,048,944	7,276,243
123,638	4,309,812	4,681,603	311,842	25,239
46,712	2,767,893	1,154,107	-	-
-	(1,845,752)	(1,486,526)	-	-
46,712	922,141	(332,419)	-	-
170,350	5,231,953	4,349,184	311,842	25,239
4,458,397	26,007,064	1,870,381	150,000	-
(532,768)	(720,846)	(1,965,105)	-	-
3,925,629	25,286,218	(94,724)	150,000	-
4,095,979	30,518,171	4,254,460	461,842	25,239
(2,490)	133,053,314	128,798,854	(2,612,282)	(2,637,521)
4,426,208	2,091,323	-	-	-
4,423,718	135,144,637	128,798,854	(2,612,282)	(2,637,521)
\$ 8,519,697	\$ 165,662,808	\$ 133,053,314	\$ (2,150,440)	\$ (2,612,282)

\$ (449)	\$ 50,533	\$ 83,557
\$ 4,095,530	\$ 30,568,704	\$ 4,338,017

See accompanying Notes to Basic Financial Statements.

# City of San Bruno

## Statement of Cash Flows

### Proprietary Funds

For the year ended June 30, 2024 (with comparative totals for June 30, 2023)

	Business Type Activities - Enterprise Funds			
	Water	Stormwater	Wastewater	CityNet
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash received from interfund services provided	\$ -	\$ -	\$ -	\$ -
Cash receipts from customers	17,986,871	-	20,285,498	8,473,352
Cash payments to suppliers for goods and services	(17,550,795)	-	(13,419,875)	(8,741,082)
Cash (payments) receipts to employees for services	313,953	-	313,799	329,796
Cash reimbursements for loss claims	-	-	-	-
<b>Net cash provided by (used in) operating activities</b>	<b>750,029</b>	<b>-</b>	<b>7,179,422</b>	<b>62,066</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Loans from other funds	-	-	-	-
Loans repayments to other funds	-	-	-	(16,036,799)
Transfers received from other funds	-	-	-	21,548,667
Transfers paid to other funds	-	-	(120,000)	(68,078)
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>-</b>	<b>-</b>	<b>(120,000)</b>	<b>5,443,790</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Proceeds from debt issuance	-	-	13,792,446	-
Acquisition and construction of capital assets	(1,370,991)	-	(19,844,688)	-
Principal payments on long-term debt	(281,555)	-	(2,385,454)	-
Interest paid on long-term debt	(401,967)	-	(1,336,086)	-
<b>Net cash provided by (used in) capital and related financing activities</b>	<b>(2,054,513)</b>	<b>-</b>	<b>(9,773,782)</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Investment income (expense)	1,236,265	-	1,271,300	213,616
<b>Net cash provided by (used in) investing activities</b>	<b>1,236,265</b>	<b>-</b>	<b>1,271,300</b>	<b>213,616</b>
<b>Net cash flows</b>	<b>(68,219)</b>	<b>-</b>	<b>(1,443,060)</b>	<b>5,719,472</b>
<b>CASH AND INVESTMENTS - Beginning of year</b>	<b>50,380,193</b>	<b>-</b>	<b>50,823,025</b>	<b>-</b>
<b>CASH AND INVESTMENTS - End of year</b>	<b>\$ 50,311,974</b>	<b>\$ -</b>	<b>\$ 49,379,965</b>	<b>\$ 5,719,472</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ 2,045,085	\$ -	\$ 2,442,687	\$ (301,598)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation and amortization	1,816,932	-	2,990,898	198,584
(Increase) decrease in current assets:				
Taxes receivable	-	-	-	-
Accounts receivable	32,146	-	1,742,127	49,990
Other receivable	-	-	-	-
Prepaid items	-	-	-	-
(Increase) decrease in deferred outflows of resources	157,525	-	149,304	172,349
Increase (decrease) in liabilities:				
Accounts payable and accrued liabilities	(3,458,087)	-	(310,089)	(205,391)
Unearned revenue	-	-	-	(9,315)
Compensated absences	2,703	-	25,976	(10,750)
Net pension liability	157,654	-	142,059	172,495
Claims liability	-	-	-	-
Increase (decrease) in deferred inflows of resources	(3,929)	-	(3,540)	(4,298)
<b>Net cash provided by (used in) operating activities</b>	<b>\$ 750,029</b>	<b>\$ -</b>	<b>\$ 7,179,422</b>	<b>\$ 62,066</b>

See accompanying Notes to Basic Financial Statements.

Nonmajor Enterprise Funds	Business-Type Activities - Enterprise Funds Totals		Governmental Activities - Internal Service Funds Totals	
	2024	2023	2024	2023
	\$ -	\$ -	\$ -	\$ 8,361,036
2,572,896	49,318,617	45,612,058	-	-
(3,090,677)	(42,802,429)	(30,743,792)	(7,474,758)	(7,219,462)
21,701	979,249	590,136	-	-
-	-	-	-	649
(496,080)	7,495,437	15,458,402	886,278	81,571
2,000,000	2,000,000	1,616,450	-	-
(642,426)	(16,679,225)	(155,671)	-	-
4,458,397	26,007,064	1,870,381	150,000	-
(532,768)	(720,846)	(1,965,105)	-	-
5,283,203	10,606,993	1,366,055	150,000	-
-	13,792,446	-	-	-
(1,262,318)	(22,477,997)	(10,205,394)	(10,741)	(118,826)
-	(2,667,009)	(1,771,576)	-	-
-	(1,738,053)	(1,485,007)	-	-
(1,262,318)	(13,090,613)	(13,461,977)	(10,741)	(118,826)
46,712	2,767,893	1,154,107	-	-
46,712	2,767,893	1,154,107	-	-
3,571,517	7,779,710	4,516,587	1,025,537	(37,255)
-	101,203,218	96,686,631	2,835,381	2,872,636
\$ 3,571,517	\$ 108,982,928	\$ 101,203,218	\$ 3,860,918	\$ 2,835,381
\$ 123,638	\$ 4,309,812	4,681,603	311,842	25,239
331,974	5,338,388	5,053,407	10,607	7,928
(74,953)	(74,953)	-	-	-
(167,892)	1,656,371	(92,577)	250	(449)
(1,896)	(1,896)	-	-	-
-	-	47,540	-	-
21,285	500,463	(3,054,242)	-	-
-	(4,702,219)	5,214,764	(67,925)	20,323
(728,652)	(9,315)	(36,471)	-	-
-	(2,424)	91,651	54,504	33,530
(20,353)	493,508	7,392,238	-	-
21,300	-	-	577,000	(5,000)
-	(12,298)	(3,839,511)	-	-
(531)				
\$ (496,080)	\$ 7,495,437	\$ 15,458,402	\$ 886,278	\$ 81,571

See accompanying Notes to Basic Financial Statements.

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## **FIDUCIARY FUNDS**

Fiduciary funds are used to report assets held for fiduciary activities, which may be carried out by primary governments or their component units. Fiduciary funds may be (1) held for legally established trust funds or similar arrangements, or (2) held outside of a trust exclusively for the benefit of individuals or organizations and used for activities that meet the criteria to be treated as fiduciary activities.

### **Redevelopment Agency Obligation Retirement Trust Fund**

To account for the assets, liabilities and activities of the former Redevelopment Agency of the City in a trustee capacity to pay for enforceable obligations of the former Redevelopment Agency. In accordance with Assembly Bill (AB) X1 26 and AB 1484, the San Bruno Redevelopment Agency was dissolved February 1, 2012.

**City of San Bruno**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2024 (with comparative totals for June 30, 2023)**

	Redevelopment Agency Obligation Retirement Trust Fund	
	2024	2023
<b>ASSETS</b>		
Cash and investments	\$ 705,298	\$ 1,323,606
Cash and investments with fiscal agent	534	263
<b>Total assets</b>	<b>705,832</b>	<b>1,323,869</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred loss on refunding	26,001	29,715
<b>Total deferred outflows of resources</b>	<b>26,001</b>	<b>29,715</b>
<b>LIABILITIES</b>		
Accounts payable	206,474	202,738
Interest payable	21,106	23,486
Long-term liabilities:		
Long-term debt - due within one year	375,000	365,000
Long-term debt - due in more than one year	2,991,954	3,419,376
<b>Total liabilities</b>	<b>3,594,534</b>	<b>4,010,600</b>
<b>NET POSITION</b>		
Restricted for:		
Net position held in trust	(2,862,701)	(2,657,016)
<b>Total Net Position</b>	<b>\$ (2,862,701)</b>	<b>\$ (2,657,016)</b>

**City of San Bruno**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the year ended June 30, 2024 (with comparative totals for June 30, 2023)**

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	Redevelopment Agency Obligation Retirement Trust Fund	
	2024	2023
<b>ADDITIONS:</b>		
Administration allowance	\$ 609	\$ 287
Taxes	107,355	206,767
Other revenues	11,085	11,085
<b>Total additions</b>	<b>119,049</b>	<b>218,139</b>
<b>DEDUCTIONS:</b>		
Community development	209,602	404,874
Interest and fiscal charges	115,132	144,131
<b>Total deductions</b>	<b>324,734</b>	<b>549,005</b>
<b>Change in net position</b>	<b>(205,685)</b>	<b>(330,866)</b>
<b>NET POSITION:</b>		
Beginning of year	(2,657,016)	(2,326,150)
End of year	<u>\$ (2,862,701)</u>	<u>\$ (2,657,016)</u>

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# NOTES TO BASIC FINANCIAL STATEMENTS

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

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Financial Reporting Entity**

The financial reporting entity consists of (a) the primary government, the City of San Bruno (City), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

**B. Related Organizations**

The San Bruno Community Foundation (Foundation) is a California nonprofit corporation which was organized in 2013 as a public benefit 501(c)(3) nonprofit corporation and has been determined to be a Type I supporting organization under Section 509(a)(3) of the Internal Revenue Code. Pursuant to the settlement agreement dated March 12, 2012, between Pacific Gas & Electric Company (PG&E) and the City of San Bruno, both parties agreed to resolve and settle all claims arising out of the September 9, 2010, pipeline incident. The terms required PG&E to contribute a total of \$70 million to the City, which comprised of 1) five vacant plots of land in the Glenview (Crestmoor) neighborhood, which had a total fair market value of \$1,250,000 and 2) \$68,750,000 in cash, to transfer to a tax-exempt, nonprofit public purpose entity. Hence, the Foundation was created from the Settlement Agreement. The Foundation engages primarily in the administration of PG&E restitution funds. The election of the Foundation's Board is controlled by the City. Separate financial statements for the Foundation may be obtained by contacting the San Bruno Community Foundation, 901 Sneath Lane, Ste. 209, San Bruno, CA 94066.

In the fiscal year ended June 30, 2024, The Foundation provided the City \$11,811,142 in grant funding for the Recreation and Aquatics Center project, and \$2,500 for the Narita Exchange Program. The City has recorded \$253,523 in receivables from the Foundation as of June 30, 2024.

**C. Basis of Presentation**

Government-Wide Financial Statements - The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements - Fund financial statements of the reporting entity are organized into funds each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, fund balance/net position, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories, each of which is displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

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

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

**C. Basis of Presentation, Continued**

The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the City Council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or where the City Council has decided that periodic determination of net income is appropriate for accountability purposes.

A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- (a) Total assets, deferred outflows of resources, liabilities, deferred inflow of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and,
- (b) Total assets, deferred outflows of resources, liabilities, deferred inflow of resources, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined. However, some funds are reported as major funds due to the significance to the users of the financial statements.

The major funds of the financial reporting entity are described below.

***Government Activities***

General Fund – The General Fund is the City’s primary operating fund. It accounts for all financial resources of the general government except those required to be accounted for in another fund.

Developer Agreements and Impact Fees Fund – Accounts for funds from new developments to pay for public facilities and infrastructure needed to accommodate growth in the City.

Street Improvement – The Street Improvement Capital Project Fund accounts for funds expended for transportation infrastructure such as street rehabilitation, streetlights, traffic signals and street medians.

Parks and Facilities and Technology Capital Improvement – Accounts for funds expended on the improvement and development of the City’s facilities, infrastructure, major equipment and technological upgrades used to deliver services to the community. Funding comes from the General Fund, grants, and other sources.

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

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

**C. Basis of Presentation, Continued**

***Business-type Activities***

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

Water Fund – Accounts for water services provided to the citizens of San Bruno. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, capital improvement, and billing and collections.

Wastewater Fund – Accounts for sanitary sewer services provided to the citizens of San Bruno. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, treatment.

CityNet Fund – Accounts for operating costs associated with administering the cable television franchise.

The City also reports the following fund types:

Internal Service Funds – The Internal Service Funds are used to account for financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The internal service funds are used to account for central garage, insurance programs, technology development, and facility maintenance. These funds are eliminated as part of the reconciliation process and treated as governmental activities, since these are the primary funds served.

Fiduciary Funds – These funds include: Redevelopment Agency Obligation Retirement Trust Fund – which accounts for the assets, liabilities and activities of the former Redevelopment Agency of the City in a trustee capacity to pay for enforceable obligations of the former Redevelopment Agency; and Recology San Bruno Custodial Fund – which accounts for funds billed, collected, and remitted to Recology San Bruno for waste management services within the City.

**D. Measurement Focus**

Measurement focus is a term used to describe how transactions are recorded within the various financial statements.

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item b below.

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

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

***D. Measurement Focus, Continued***

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- (a) All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- (b) The enterprise and internal service funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of net income, financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Enterprise and internal service fund equity is classified as net position.
- (c) Fiduciary funds are accounted for using the flow of economic resources measurement focus and the accrual basis of accounting. Fiduciary funds are excluded from the government-wide financial statements because they do not represent resources of the City.

***E. Basis of Accounting***

In the government-wide Statement of Net Position and Statement of Activities both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period, considered to be 60 days, or soon enough thereafter to pay current liabilities. Major revenue sources meeting this criterion are property taxes, sales taxes, grants and interest. Expenditures (including capital outlay) are recorded when the related fund liability is incurred.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than program revenues. Likewise, general revenues include all taxes.

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

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

*E. Basis of Accounting, Continued*

The enterprise, internal service and fiduciary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as nonoperating expenses.

*Assets, Liabilities, and Equity*

*F. Cash Deposits and Investments*

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

The City pools cash and investments from all funds for the purpose of increasing income through investment activities. Highly liquid money market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value in accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools. Market value is used as fair value for those securities for which market quotations are readily available.

The City indirectly participates in an investment pool managed by the State of California titled Local Agency Investment Fund (LAIF) which invests a portion of the pool funds in Structured Notes and Asset-Backed Securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these Structured Notes and Asset-Backed Securities are subject to market risk such as changes in interest rates.

*G. Interfund Receivables and Payables*

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds."

Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Position. See Note 3 for details of interfund transactions, including receivables and payables at year-end.

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

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

**H. Receivables**

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances of uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include property taxes, sales and use taxes, franchise taxes, intergovernmental subventions, interest earnings, paramedic service, and expense reimbursements.

Business-type activities report service charges and expense reimbursements as its major receivables. In the fund financial statements, significant receivables in governmental funds include revenue accruals such as property tax, sales tax, transient occupancy tax, franchise tax, and intergovernmental subventions since they are usually both measurable and available. Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with the modified accrual basis, but not deferred in the government-wide financial statements in accordance with the accrual basis. Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available.

Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. Customer and intergovernmental accounts receivable comprise the majority of proprietary fund receivables.

**I. Inventories**

The cost of other consumable materials and supplies on hand are immaterial to the financial statements, and the City has therefore chosen to report these items as expenditures/expenses at the time of purchase.

**J. Capital Assets**

The City's assets are capitalized at historical cost or estimated historical cost if actual is available. Policy has set the capitalization threshold for reporting capital assets at \$10,000. Contributed capital assets are valued at their estimated acquisition value on the date contributed. Donated works of art and similar items and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value. Right-to-use assets held for long-term leases and software agreements are capitalized at \$75,000. Public domain (infrastructure) capital assets include roads, bridges, curbs and gutters, streets, sidewalks, drainage systems, and lighting systems and are capitalized at \$100,000.

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

*Government-Wide Statements* - Prior to July 1, 2003, governmental funds' infrastructure assets were not capitalized. These assets (back to July 1, 1980) have been valued at estimated historical cost.

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

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

**J. Capital Assets, Continued**

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Infrastructure	25 - 40 years
Buildings and improvements	20 - 30 years
Machinery and equipment	3 - 15 years

Fund Financial Statements - In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

**K. Long-Term Debt**

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources is reported as a liability in the government-wide statements. The long-term debt consists of bonds, finance purchase agreements, leases, software subscriptions, compensated absences, and a liability for claims.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources, and payment of principal and interest reported as expenditures. The accounting for proprietary funds is the same in the fund statements as it is in the government-wide statements.

**L. Compensated Absences**

The City's policies regarding vacation time and compensatory time permit employees to accumulate earned but unused leave. The current portion of this debt is estimated based on historical trend and funded in the individual fund generating the liability with the long-term portion shown as a long-term liability.

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

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

*L. Compensated Absences, Continued*

The changes of the compensated absences were as follows:

	Governmental Activities	Business-Type Activities	Total
Balance as of June 30, 2023	\$ 2,795,747	\$ 637,350	\$ 3,433,097
Additions	783,693	77,378	861,071
Payments	(470,482)	(79,802)	(550,284)
Balance as of June 30, 2024	<u>3,108,958</u>	<u>634,926</u>	<u>3,743,884</u>
Current Portion	<u>\$ 577,914</u>	<u>\$ 71,933</u>	<u>\$ 649,847</u>

*M. 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's California Public Employees' Retirement System (CalPERS) plan (the Plan) and additions to/deductions from the Plan fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

*N. Deferred Outflows/Inflows of Resources*

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

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

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

*Revenues, Expenditures, and Expenses*

**O. Property Tax**

Under California law, property taxes are assessed and collected by the counties up to 1% of assessed value, plus other increases approved by the voters. The property taxes go into a pool and are then allocated to the cities based on complex formulas. Accordingly, the City accrues only those taxes which are receivable from the county within sixty days after year end.

Lien Date	January 1
Levy Date	July 1
Due Dates	November 1 and February 1
Delinquent Date	December 10 and April 10

Property taxes attach annually as an enforceable lien as of January 1. Taxes are levied on July 1, are payable in two installments, and are delinquent after December 10 and April 10. All general property taxes are then allocated by the San Mateo County Controller's Office to the various taxing entities in accordance with Proposition 13. Property tax revenues are recognized when levied to the extent that they are measurable and that they will be received in 60 days. Since the County utilizes the Teeter system of allocation, all property tax revenue is allocated to the City and accounted for as revenue in the fiscal year that it is levied.

**P. Expenditures/Expenses**

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

- Governmental funds - by character
- Current (further classified by function)
- Capital outlay
- Debt service

In the fund financial statements, governmental funds report expenditures of current financial resources.

**Q. Interfund Transfers**

Resources are reallocated between funds by reporting them as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated with internal balances (between governmental and business-type activities) remaining on the statement of net position.

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

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

**R. *Prior Year Comparative Financial Information***

The basic financial statements included certain prior year summarized comparative information. This information has been included for comparison purposes and does not represent a complete presentation in accordance with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the City's prior year financial statements, from which this selected data was derived. Certain minor reclassifications of prior year data may have been made in order to enhance their comparability with current year figures.

**S. *Use of Estimates***

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**T. *Budgetary Policies***

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- (a) Public meetings are conducted to obtain public comments. The City Council annually adopts the budget for the ensuing fiscal year prior to July 1st.
- (b) Legally adopted budgets and formal budgetary integration is employed as a management control device during the year for all Governmental, Proprietary and Fiduciary fund types.
- (c) Budgets for the General, Special Revenue, Capital Project, and Debt Service Funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).
- (d) Under Article XIII B of the California Constitution (the Gann Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations from the proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller, returned to the taxpayers through revised tax rates or revised fees schedules, or an excess in one year may be offset against a deficit in the following year. For the fiscal year ended June 30, 2024 based on the calculations by City Management, proceeds of taxes did not exceed the appropriations limit.
- (e) Budgeted revenue and expenditure amounts represent the original budget modified by adjustments authorized during the year.
- (f) Appropriations, except for those encumbered under purchase orders, lapse at the end of the fiscal year. Encumbered amounts are then carried over for the coming year.

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

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

**T. Budgetary Policies, Continued**

- (g) Budgeted appropriations for the various governmental funds become effective each July 1. The City Council may amend the budget during the fiscal year. The legal level of budgetary control has been established at the fund level.
- (h) Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds.

**U. Fair Value Measurements**

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 inputs are inputs – other than quoted prices included within level 1 – that are observable for an asset or liability, either directly or indirectly.

Level 3 inputs are unobservable inputs for an asset or liability.

If the fair value of an asset or liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

**V. Loans Receivable – Related Parties**

The City routinely loans funds to employees, including to the former City Manager, for the purchase of a primary residence within the City limits. Amounts range from \$95,000-\$140,000. The interest rate on these loans is set at the Local Agency Investment Fund (LAIF) interest rate. At June 30, 2024, seven such loans were outstanding for an amount totaling \$885,047 owed to the City. Loans must be paid off within 15 years, or earlier if one of the following occurs: a) Six months following termination of the employee's employment with the City, b) three months following the employee no longer living at the residence. During the fiscal year, the City made no new loans, and employees and former employees paid \$204,073 in principal.

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

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

*W. New Pronouncements*

The City adopted new accounting standards in order to conform to the following Governmental Accounting Standards Board Statements:

- GASB Statement No. 100 – *Accounting Changes and Error Corrections* – The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. As a result of this statement, the City updated the financial statements to reflect new major funds, funds that are no longer major, and a newly created fund from an existing revenue stream.

**2. CASH AND INVESTMENTS**

The City pools cash from all sources and all funds, except certain specific investments within funds and cash with fiscal agents, so that it can be invested at the maximum yield, consistent with safety and liquidity, while individual funds can make expenditures at any time.

The City and its fiscal agents invest in individual investments and in investment pools. Individual investments are evidenced by specific identifiable pieces of paper called securities instruments, or by an electronic entry registering the owner in the records of the institution issuing the security, called the book entry system. Individual investments are generally made by the City’s fiscal agents as required under its debt issues. In order to maximize security, the City employs the Trust Department of a bank as the custodian of all City managed investments, regardless of their form.

The City’s investments are carried at fair value, as required by generally accepted accounting principles. The City adjusts the carrying value of its investments to reflect their fair value at each fiscal year end.

*A. Classification*

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

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

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**2. CASH AND INVESTMENTS, Continued**

*A. Classification, Continued*

Cash and investments as of June 30, 2024, consisted of the following:

	<u>Amount</u>
<i>Statement of Net Position</i>	
Cash and investments	\$ 245,164,394
Restricted cash and investments held by fiscal agents	<u>2,107,586</u>
Total cash and investments in primary government	<u>\$ 247,271,980</u>
 <i>Statement of Fiduciary Net Position</i>	
Cash and Investments	
Private Purpose Trust Funds	705,298
Restricted cash investments held by fiscal agents	<u>534</u>
Total cash and investments in fiduciary funds	<u>705,832</u>
Total cash and investments	<u><u>\$ 247,977,812</u></u>

Cash and investments with original maturities of three months or less are treated as cash and equivalents for the purpose of preparing Proprietary Fund statements of cash flows. Also, each Proprietary Funds' portion of the City's overall cash and investment pool is treated as cash and equivalents since these amounts are in substance demand deposits.

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

Investments are reported at fair value. California statutes authorize cities to invest idle or surplus funds in a variety of credit instruments as provided for in the California Government Code, Section 53600, Chapter 4 - Financial Affairs. The table below identifies the investment types that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, and concentration of credit risk.

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

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**2. CASH AND INVESTMENTS, Continued**

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

During the year ended June 30, 2024, the City's permissible investments included the following instruments:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum Percentage of Portfolio	Investment in One Issuer
U.S. Treasury bills, bonds, notes, obligations	5 years	N/A	None	None
U.S. agency securities	5 years	N/A	75%	40%
Commercial paper	270 days	A-1	25%	5%
LAIF	N/A	None	State \$ Limit	N/A
San Mateo County pool	N/A	None	20%	N/A
Non-negotiable certificates of deposit	3 years	N/A	15%	5%
		Short term: A-1		
California municipal bonds	5 years	Long term: A	20%	5%
Money market funds	N/A	AAA	40%	15%

The City complied with the provisions of California Government Code (or the City's investment policy, where more restrictive) pertaining to the types of investments held, institutions in which deposits were made and security requirements. The City will continue to monitor compliance with applicable statutes pertaining to public deposits and investments.

***C. Interest Rate Risk***

Interest rate risk is the risk that changes in market interest rates which will adversely affect the fair value of an investment. Normally, the longer the maturity of an investment, the greater the sensitivity of its fair value is to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, one of the ways the City manages its exposure to interest rate risk is by purchasing a combination of shorter and longer term investments. This allows the City to time cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturing evenly over time as necessary to provide the cash flow and liquidity needed for operations. The City also manages its interest rate risk by holding most investments to maturity, thus reversing unrealized market gains and losses.

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

**2. CASH AND INVESTMENTS, Continued**

**C. Interest Rate Risk, Continued**

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

Cash and Investments	12 Months or less	13 to 24 Months	25 to 60 Months	Total
U.S. Treasuries & Agencies	\$ 40,079,410	\$ 28,194,945	\$ 27,127,438	\$ 95,401,793
Municipal Bonds	6,247,775	5,236,165	14,367,667	25,851,607
Local Agency Investment Fund	15,440,730	-	-	15,440,730
San Mateo County Investment Pool	25,032,427	-	-	25,032,427
Certificate of Deposit	492,708	-	-	492,708
Money Market Funds	38,435,030	-	-	38,435,030
CalTRUST Investment	25,438,068	-	-	25,438,068
Subtotal Investment	\$ 151,166,148	\$ 33,431,110	\$ 41,495,105	\$ 226,092,363
Cash in bank and on hand				21,885,449
Total Cash and Investments				\$ 247,977,812

The City's investments in U.S. Treasuries, U.S. Agencies, and municipal bonds had a weighted average maturity of 1.4 years at June 30, 2024.

The City is a participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. LAIF management calculates the fair value and cost of the entire LAIF pool. The City adjusts its cost basis invested in LAIF to fair value based upon this factor. The City's investments with LAIF at June 30, 2024, include a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments include the following:

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 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 a 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 \$15,440,730 invested in LAIF, which had invested 3.00% of the pool investment funds in Structured Notes and Asset-Backed Securities as compared to 2.78% in the previous year. The LAIF fair value factor of 0.996316042 was used to calculate the fair value of the investments in LAIF.

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

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**2. CASH AND INVESTMENTS, Continued**

*C. Interest Rate Risk, Continued*

The City invests in the San Mateo County Pooled Investment Fund (SMCPIF), an external investment pool. The pool determines fair value on its investment portfolio based on market quotations for those securities where market quotations are readily available, and valuations are based on amortized cost or best estimate for those securities where market value is not readily available. The responsibility for managing the SMCPIF resides with the County Treasurer. The County Board of Supervisors, in consultation with the Treasurer, establishes an eight-member County Treasury Oversight Committee pursuant to California Government Code Section 27130. The investment program is supervised within the guidelines set forth in the investment policy developed by the Treasurer, reviewed and approved annually by the County Treasury Oversight Committee and the County Board of Supervisors.

The SMCPIF fair value factor is determined by dividing all SMCPIF participants' total aggregate fair value by total aggregate amortized cost resulting in a factor of 0.9913. The financial statements for the San Mateo County are available in the San Mateo County website at [www.co.sanmateo.ca.us](http://www.co.sanmateo.ca.us).

*D. Fair Value Hierarchy*

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

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

<i>Investments by Fair Value Level:</i>	Level 2	Total
U.S. Treasuries & Agencies	\$ 95,401,793	\$ 95,401,793
Municipal Bonds	25,851,607	25,851,607
Certificate of Deposit	492,708	492,708
Money Market Mutual Fund	38,435,030	38,435,030
CalTRUST Investment	25,438,068	25,438,068
Totals	\$ 185,619,206	185,619,206
<i>Investments Measured Using Fair Value Factor:</i>		
Local Agency Investment Fund (LAIF)		15,440,730
San Mateo County Investment Pool		25,032,427
Totals		40,473,157
Total Investments		\$ 226,092,363

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

**2. CASH AND INVESTMENTS, Continued**

*D. Fair Value Hierarchy, Continued*

Federal Agency Securities, classified in Level 2 of the fair value hierarchy, are valued using a quoted price in a non-active market for an identical asset. Municipal Bonds, classified in Level 2 of the fair value hierarchy, are valued using yield to maturity quoted price. These prices are obtained from various pricing sources by the custodian bank. The California Local Agency Investment Fund (LAIF) and San Mateo County Investment Pool are classified as exempt in the fair value hierarchy, as they are valued at amortized cost, which is exempt from being classified under GASB 72. Fair value is defined as the quoted market value on the last trading day of the period. These prices are obtained from various pricing sources by the custodian bank.

*E. Credit Risk*

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. As disclosed in Note 2B, State law and the City's investment Policy limit the City's investments to certain minimum credit ratings. Minimal credit ratings are also established by the bond indentures in the case of cash and investments held by fiscal agents.

Presented below is the actual rating as of June 30, 2024, for each investment type as provided by Moody's investment rating system:

Investment Type	Aaa	Aa1	Aa2	Aa3	Total
U.S. Government Agencies	\$ 28,626,668	\$ -	\$ -	\$ -	\$ 28,626,668
U.S. Treasury Notes	60,965,025	-	-	-	60,965,025
Municipal Bonds	2,836,150	2,882,320	12,429,494	3,842,985	21,990,949
<b>Totals</b>	<b>92,427,843</b>	<b>2,882,320</b>	<b>12,429,494</b>	<b>3,842,985</b>	<b>111,582,642</b>
Not Rated:					
U.S. Government Agencies					1,999,560
U.S. Treasury Notes					3,810,540
Municipal Bonds <sup>1</sup>					3,860,658
Money Market Funds					38,435,030
Certificate of Deposit					492,708
Local Agency Investment Fund (LAIF)					15,440,730
San Mateo County Investment Pool					25,032,427
CalTRUST Investment					25,438,068
<b>Total Investments</b>					<b>\$ 226,092,363</b>

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

**3. TRANSFERS AMONG FUNDS**

*A. Transfers Among Funds*

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

Transfers Out	Transfers In								Total
	General Fund	Developer Agreements and Impact Fees	Street Improvement	Parks and Facilities and Technology	Non-Major Governmental Funds	Non-Major Enterprise Funds	CityNet	Internal Service Funds	
<b>Major Governmental Funds:</b>									
General Fund	\$ -	\$ 111,740	\$ 3,500,000	\$ 4,242,465	\$ 2,856,272	\$ 733,358	\$ 68,078	\$ 150,000	\$11,661,913
Developer Agreements and Impact Fees	85,000	-	1,811,250	4,128,170	-	3,725,039	21,480,589	-	31,230,048
Street Improvement	459,701	-	-	-	307,416	-	-	-	767,117
Parks and Facilities	2,108,719	-	-	-	1,170	-	-	-	2,109,889
Non-Major Governmental Funds	950,000	13,260	4,436,777	750,000	75,000	-	-	-	6,225,037
<b>Major Enterprise Funds:</b>									
Wastewater	-	-	-	120,000	-	-	-	-	120,000
CityNet	68,078	-	-	-	-	-	-	-	68,078
Non-Major Enterprise Funds	532,768	-	-	-	-	-	-	-	532,768
Total	\$ 4,204,266	\$ 125,000	\$ 9,748,027	\$ 9,240,635	\$ 3,239,858	\$ 4,458,397	\$21,548,667	\$ 150,000	\$52,714,850

**General Fund**

Transfers from the General Fund to all funds except non-major enterprise and \$1,382,118 to the non-major governmental funds were to support budgeted capital projects. The purpose of transferring \$1,382,118 from the General Fund to the Non-Major Governmental Funds was to make payments on long-term debt. The transfer from the General Fund to the non-major enterprise funds was to support the Stormwater Fund.

Transfers to the General Fund from the Street Improvement, Parks and Facilities and Technology, and non-major enterprise funds were to return unused monies previously contributed by the General Fund for capital projects. Transfers to the General Fund from non-major governmental funds to the General Fund were to augment various City services such as street maintenance and police.

**Parks and Facilities and Technology Capital Improvement Fund and Street Improvement Fund**

Transfers into the Parks and Facilities and Technology fund and Street Improvement fund were for capital projects.

**Developer Agreements and Impact Fees Fund**

Transfers from the Developer Agreements and Impact Fees fund to the non-major enterprise funds and CityNet were to support and pay for capital projects in the Stormwater Fund and to make the CityNet fund whole.

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

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**3. TRANSFERS AMONG FUNDS, Continued**

**B. Interfund Advances**

In fiscal year 2024, the General Fund loaned the Parking Fund \$2,000,000 to start the fund as it installed new parking meters.

<u>Fund Receiving Advance</u>	<u>Fund Making Advance</u>	<u>Amount of Advance</u>
Parking Fund	General Fund	\$ 2,000,000
	Total	<u>\$ 2,000,000</u>

**C. Interfund Balances**

Interfund balance arise in normal course of business. Amounts due to and due from other Funds reflect interfund balances for services rendered or short-term loan expected to be repaid in the next fiscal year. At June 30,2024, interfund balances comprised the following:

<u>Due to Other Funds</u>	<u>Due From Other Funds</u>	<u>Amount</u>
Parks and Facilities and Technology Capital Improvement	General Fund	\$ 569,420
Federal/State Grant Special Revenue Fund (nonmajor)	General Fund	1,101,805
	Total	<u>\$ 1,671,225</u>

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

**4. CAPITAL ASSETS**

*A. Capital Asset Additions and Retirements*

Governmental activities capital assets as of June 30, 2024 comprise:

	Balance July 1, 2023	Additions	Deletions	Transfers	Balance June 30, 2024
<i>Governmental Activities</i>					
Capital assets not being depreciated:					
Land	\$ 4,649,235	\$ -	\$ (1,400,148)	\$ -	\$ 3,249,087
Construction in progress	42,478,758	24,856,397	-	(1,916,470)	65,418,685
Total capital assets not being depreciated	47,127,993	24,856,397	(1,400,148)	(1,916,470)	68,667,772
Capital assets being depreciated:					
Buildings and improvements	17,036,353	-	-	553,717	17,590,070
Machinery, improvements and equipment	19,673,020	906,524	(887,236)	219,746	19,912,054
Infrastructure	103,556,938	-	-	1,143,007	104,699,945
Right to use-Software	971,204	-	(160,925)	-	810,279
Total capital assets being depreciated	141,237,515	906,524	(1,048,161)	1,916,470	143,012,348
Less accumulated depreciation for:					
Buildings and improvements	(10,745,939)	(559,426)	-	-	(11,305,365)
Machinery, improvements and equipment	(14,517,221)	(1,076,829)	887,236	-	(14,706,814)
Infrastructure	(58,410,628)	(1,932,840)	-	-	(60,343,468)
Right to use-Software	(320,026)	(251,099)	160,925	-	(410,200)
Total accumulated depreciation	(83,993,814)	(3,820,194)	1,048,161	-	(86,765,847)
Net capital assets being depreciated	57,243,701	(2,913,670)	-	1,916,470	56,246,501
Governmental Activities capital assets, net	\$ 104,371,694	\$ 21,942,727	\$ (1,400,148)	\$ -	\$124,914,273

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

**4. CAPITAL ASSETS, Continued**

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

Business-type activities capital assets as of June 30, 2024 comprise:

	Balance July 1, 2023	Additions	Deletions	Transfers	Balance June 30, 2024
<i>Business-type activities:</i>					
Capital assets not being depreciated:					
Land	\$ 576,842	\$ -	\$ -	\$ -	\$ 576,842
Construction in progress	18,172,180	7,037,029	-	(16,378,629)	8,830,580
Total capital assets not being depreciated	<u>18,749,022</u>	<u>7,037,029</u>	<u>-</u>	<u>(16,378,629)</u>	<u>9,407,422</u>
Capital assets being depreciated:					
Buildings and improvements	108,236,520	-	-	16,378,629	124,615,149
Machinery, improvements and equipment	33,757,625	1,135,327	-	-	34,892,952
Sewer plant	31,047,704	16,396,964	-	-	47,444,668
Total capital assets being depreciated	<u>173,041,849</u>	<u>17,532,291</u>	<u>-</u>	<u>16,378,629</u>	<u>206,952,769</u>
Less accumulated depreciation for:					
Buildings and improvements	(36,540,087)	(3,231,606)	-	-	(39,771,693)
Machinery, improvements and equipment	(28,291,859)	(981,600)	-	-	(29,273,459)
Sewer Plant	(19,216,806)	(1,125,182)	-	-	(20,341,988)
Total accumulated depreciation	<u>(84,048,752)</u>	<u>(5,338,388)</u>	<u>-</u>	<u>-</u>	<u>(89,387,140)</u>
Net capital assets being depreciated	<u>88,993,097</u>	<u>12,193,903</u>	<u>-</u>	<u>16,378,629</u>	<u>117,565,629</u>
Business-type activity capital assets, net	<u>\$ 107,742,119</u>	<u>\$ 19,230,932</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$126,973,051</u>

**B. Depreciation Allocation**

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

Governmental Activities	Amount
General government	\$ 556,731
Public safety	978,653
Public works	16,965
Streets	1,896,220
Parks and recreation	323,154
Library	45,207
Community and economic development	3,264
Total	<u>\$ 3,820,194</u>

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

**4. CAPITAL ASSETS, Continued**

***B. Depreciation Allocation, Continued***

Business-Type Activities	Amount
Water	1,816,932
Stormwater	226,088
Wastewater	1,865,715
SSF Sewer Plant	1,125,183
CityNet	198,584
Parking Fund	105,886
Total	<u>\$ 5,338,388</u>

**5. LONG-TERM DEBT**

The City generally incurs long-term debt to finance projects or purchase assets which will have useful lives equal to or greater than the related debt.

***A. The City's Long-Term Debt***

The following is a summary of long-term debt transactions for the year ended June 30, 2024:

	Balance July 1, 2023	Additions	Retirements	Balance June 30, 2024	Amount due within one year
<b>Governmental Activity - Bonds:</b>					
2013 Pension Obligation Bond	\$ 4,270,000	\$ -	\$(1,005,000)	\$ 3,265,000	\$ 1,045,000
Discount on Pension Obligation Bond	(78,072)	-	19,518	(58,554)	-
Total Governmental Activity - Bonds	<u>4,191,928</u>	<u>-</u>	<u>(985,482)</u>	<u>3,206,446</u>	<u>1,045,000</u>
<b>Governmental Activity - Direct Borrowings:</b>					
2022 Fire Pumper Trucks	1,462,844	33,898	(70,306)	1,426,436	251,962
SBITA Liability	698,701	-	(272,829)	425,872	145,064
Total Governmental Activity - Direct Borrowings	<u>2,161,545</u>	<u>33,898</u>	<u>(343,135)</u>	<u>1,852,308</u>	<u>397,026</u>
Total Governmental Activities	<u>\$ 6,353,473</u>	<u>\$ 33,898</u>	<u>\$(1,328,617)</u>	<u>\$ 5,058,754</u>	<u>\$ 1,442,026</u>

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

**5. LONG-TERM DEBT, Continued**

**A. The City's Long-Term Debt, Continued**

	Balance June 30, 2023	Additions	Retirements	Balance June 30, 2024	Amount due within one year
<b>Business-Type Activity - Bonds:</b>					
2017 Water Revenue Bond	\$ 10,620,000	\$ -	(240,000)	\$ 10,380,000	\$ 250,000
Premium of Revenue Bond	1,038,870	-	(41,555)	997,315	-
2017 Wastewater Revenue Bond	22,375,000	-	(505,000)	21,870,000	525,000
Premium of Revenue Bond	2,188,347	-	(87,534)	2,100,813	-
2013 Wastewater Refunding Revenue Bond	4,315,000	-	(345,000)	3,970,000	365,000
Premium of Revenue Bond	178,753	-	(17,874)	160,879	-
Total Business-Type Activity - Bonds	<u>40,715,970</u>	<u>-</u>	<u>(1,236,963)</u>	<u>39,479,007</u>	<u>1,140,000</u>
<b>Business-Type Activity - Direct Borrowings:</b>					
Due to City of South San Francisco					
2007 Loan	1,724,756	-	(841,088)	883,668	436,379
2023 Loan	-	13,792,446	(588,958)	13,203,488	589,025
Total Business-Type Activity - Direct Borrowings	<u>1,724,756</u>	<u>13,792,446</u>	<u>(1,430,046)</u>	<u>14,087,156</u>	<u>1,025,404</u>
Total Business-Type Activities	<u>\$ 42,440,726</u>	<u>\$ 13,792,446</u>	<u>\$ (2,667,009)</u>	<u>\$ 53,566,163</u>	<u>\$ 2,165,404</u>

**B. Governmental Activities**

**2013 Pension Obligation Bonds**

In January 2013, the City issued \$13,175,000 in Series 2013 Pension Obligation Bonds in order to pay off amounts owed for the City's CalPERS "side-fund." Principal payments are due annually on June 1 while interest payments are due semi-annually on June 1 and December 1. True interest cost is 4.05%.

The Pension Obligation Bond debt represents a refunding of a debt that the City owed to CalPERS. The issuance of the Pension Obligation Bonds reduced the interest rate on this debt from 7.5% to just over 4%. The debt service payments are funded through savings achieved in the City's employer contribution rate, which decreased from 36.604% to 24.706% after the payoff of the side fund. Payments are made out of the debt service fund.

The Bonds are payable from any source of legally available funds of the City. The bond covenants contain events of default that require the revenue of the City to be applied by the Trustee as specified in the terms of the agreement if any of the following conditions occur: default on debt service payments; the failure of the City to observe or perform the conditions, covenants, or agreement terms of the debt; bankruptcy filing by the City; or if any court or competent jurisdiction shall assume custody or control of the City. During fiscal year 2023-24, the City made principal and interest payments totaling \$1,005,000 and \$170,800, respectively. The bonds mature on June 1, 2027.

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

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**5. LONG-TERM DEBT, Continued**

***B. Governmental Activities, Continued***

The annual debt service requirement on the 2013 Pension Obligation Bonds is as follows:

For The Year Ending June 30	2013 Pension Obligation Bonds		
	Principal	Interest	Total
2025	\$ 1,045,000	\$ 130,600	\$ 1,175,600
2026	1,090,000	88,800	1,178,800
2027	1,130,000	45,200	1,175,200
Subtotal	3,265,000	264,600	3,529,600
Less Discount	(58,554)	-	(58,554)
Total	\$ 3,206,446	\$ 264,600	\$ 3,471,046

**Direct Borrowings**

**2022 Fire Pumper Truck**

In June 2022, the City entered into a \$1,600,000 capital lease-purchase agreement with Western Alliance Equipment Finance, Inc., to purchase two fire pumper trucks. Principal payments are due semi-annually on December 1 and June 1 with an interest rate of 3.35%. The debt payments are made by the debt service fund. The first payment on the debt was December 1, 2022, and will be paid in full on June 1, 2032. During fiscal year 2023-24, the City made principal and interest payments totaling \$70,306 and \$24,503, respectively.

The annual debt service requirement on the 2022 fire pumper trucks borrowing is as follows:

For The Year Ending June 30	2022 Fire Pumper Trucks Obligation		
	Principal	Interest	Total
2025	\$ 251,962	\$ 43,038	\$ 295,000
2026	151,531	38,086	189,617
2027	156,650	32,967	189,617
2028	161,942	27,676	189,618
2029	167,412	22,205	189,617
2030-2033	536,939	31,914	568,853
Total	\$ 1,426,436	\$ 195,886	\$1,622,322

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

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**5. LONG-TERM DEBT, Continued**

**B. Governmental Activities, Continued**

**Subscription Based Information Technology Arrangements (SBITAs)**

In fiscal year 2023, the City implemented GASB 96 by recording long-term subscription-based software contracts. Currently, the City is under contract for Microsoft Office and Axon enterprises, for government-wide applications, and police software, respectively.

City has a multiyear contract with a Microsoft vendor for Microsoft Office 365 that ends 09/2024. The City paid \$56,301 for access to the software applications in the current fiscal year.

In November 2022, City entered into multiyear agreements with Axon enterprises for police camera software, and cloud storage expiring on 10/2027. The City paid \$151,652 in fiscal year 2024 to Axon for this technology.

The future payments on the aforementioned SBITA liabilities were as follows:

For The Year Ending June 30	SBITA Liability		
	Principal	Interest	Total
2025	\$ 145,064	\$ 20,663	\$ 165,727
2026	137,685	13,966	151,651
2027	143,123	7,056	150,179
Total	<u>\$ 425,872</u>	<u>\$ 41,685</u>	<u>\$ 467,557</u>

**C. Business-Type Activities**

**2017 Water Revenue Bonds**

In December 2017, the San Bruno Public Financing Authority issued \$11.62 million of Series 2017 Water Revenue Bonds to finance the construction of certain improvements to the Water System. Principal payments commenced on July 1, 2018 and are payable annually on July 1. Interest payments are payable on July 1st and January 1st of each year.

The Bonds are payable solely from the Net Revenues of the Water System. The bond covenants contain events of default that require the revenue of the City to be applied by the Trustee as specified in the terms of the agreement if any of the following conditions occur: default on debt service payments; the failure of the City to observe or perform the conditions, covenants, or agreement terms of the debt; bankruptcy filing by the City; or if any court or competent jurisdiction shall assume custody or control of the City. During fiscal year 2023-24, the City made principal and interest payments totaling \$240,000 and \$438,850, respectively. The bonds mature on July 1, 2047.

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

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**5. LONG-TERM DEBT, Continued**

*C. Business-Type Activities, Continued*

The annual debt service requirement on the bonds is as follows:

For the Year Ending June 30	2017 Water Revenue		
	Principal	Interest	Total
2025	\$ 250,000	\$ 427,800	\$ 677,800
2026	260,000	415,050	675,050
2027	275,000	401,675	676,675
2028	290,000	387,550	677,550
2029	305,000	372,675	677,675
2030-2034	1,760,000	1,613,500	3,373,500
2035-2039	2,160,000	1,218,325	3,378,325
2040-2044	2,600,000	764,000	3,364,000
2045-2048	2,480,000	203,000	2,683,000
Subtotal	10,380,000	5,803,575	16,183,575
Plus Premium	997,315	-	997,315
Total	\$ 11,377,315	\$ 5,803,575	\$ 17,180,890

**2017 Wastewater Revenue Bonds**

In December 2017, the San Bruno Public Financing Authority issued \$24.47 million of Series 2017 Wastewater Revenue Bonds to finance the construction of certain improvements to the Wastewater System. Principal payments commenced on July 1, 2018 and are payable annually on July 1. Interest payments are payable on July 1st and January 1st.

The Bonds are payable solely from Net Revenues of the Wastewater System. The bond covenants contain events of default that require the revenue of the City to be applied by the Trustee as specified in the terms of the agreement if any of the following conditions occur: default on debt service payments; the failure of the City to observe or perform the conditions, covenants, or agreement terms of the debt; bankruptcy filing by the City; or if any court or competent jurisdiction shall assume custody or control of the City. During fiscal year 2023-24, the City made principal and interest payments totaling \$505,000 and \$924,550, respectively. The bonds mature on July 1, 2047.

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

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**5. LONG-TERM DEBT, Continued**

*C. Business-Type Activities, Continued*

The annual debt service requirement on the bonds is as follows:

For the Year Ending June 30	2017 Wastewater Revenue		
	Principal	Interest	Total
2025	\$ 525,000	\$ 901,325	\$ 1,426,325
2026	550,000	874,450	1,424,450
2027	580,000	846,200	1,426,200
2028	610,000	816,450	1,426,450
2029	640,000	785,200	1,425,200
2030-2034	3,705,000	3,400,875	7,105,875
2035-2039	4,555,000	2,568,075	7,123,075
2040-2044	5,480,000	1,610,600	7,090,600
2045-2048	5,225,000	428,300	5,653,300
Subtotal	21,870,000	12,231,475	34,101,475
Plus Premium	2,100,813	-	2,100,813
Total	\$ 23,970,813	\$ 12,231,475	\$ 36,202,288

**2013 Wastewater Revenue Refunding Bonds**

In August 2013, the City paid off the remaining balance of \$7.56 million of 2002 Certificates of Participation by placing the proceeds of new 2013 Wastewater Revenue Refunding Bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. All of the amounts held in the escrow fund were applied to pay the prepayment price of the 2002 certificates and, therefore, the 2002 Certificates of Participation were paid-off as of June 30, 2014.

The Bonds are payable solely from Net Revenues of the Wastewater System. The bond covenants contain events of default that require the revenue of the City to be applied by the Trustee as specified in the terms of the agreement if any of the following conditions occur: default on debt service payments; the failure of the City to observe or perform the conditions, covenants, or agreement terms of the debt; bankruptcy filing by the City; or if any court or competent jurisdiction shall assume custody or control of the City. During fiscal year 2023-24, the City made principal and interest payments totaling \$345,000 and \$188,100 respectively. The bonds mature on July 1, 2032.

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

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**5. LONG-TERM DEBT, Continued**

**C. Business-Type Activities, Continued**

The annual debt service requirement on the bonds is as follows:

For the Year Ending June 30	2013 Wastewater Revenue Refunding		
	Principal	Interest	Total
2025	\$ 365,000	\$ 170,350	\$ 535,350
2026	380,000	151,725	531,725
2027	405,000	132,100	537,100
2028	425,000	113,475	538,475
2029	440,000	95,900	535,900
2030-2033	1,955,000	179,763	2,134,763
Subtotal	3,970,000	843,313	4,813,313
Plus Premium	160,879	-	160,879
Total	\$ 4,130,879	\$ 843,313	\$ 4,974,192

**City of South San Francisco Sewer Plant Agreement**

The City entered into a joint-ownership agreement with the City of South San Francisco (SSF) to operate a water quality control plant and appurtenant facilities to service both communities. The agreement was entered into in January 1947 and has numerous subsequent amendments that detail various aspects in sharing the capital investment (including related debt service) and operating expenses related to the joint sewage plant. Operating costs of the enterprise are shared in accordance with a formula and division of operation and maintenance cost set forth in an agreement dated April 3, 1972. The most recent arrangement indicates that the City shares in 25.82% of the plant capacity. There are no separately issued financial statements for this agreement.

To finance the expansion of the water quality control plant, the State Water Resources Control Board issued loans directly to SSF totaling \$73,091,753, (\$21.9 million in April 2007, and \$51.2 million in October 2023). Loan proceeds were disbursed as the projects progressed and debt service payments commenced one year after project completion. As a result of the joint ownership agreement, the City is obligated to SSF for its portion of the loans annually in April and October, respectively, for the 2007 and 2023 loans. The City's portion that was financed through these agreements totaled \$20,939,623 payable over 20-year periods. During fiscal year 2023-24, the City made principal and interest payments totaling \$1,014,694, and \$270,465, respectively. The 2007 loan will be paid in full on April 30, 2026, and the 2023 loan will be paid in full on October 3, 2042.

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

**5. LONG-TERM DEBT, Continued**

**C. Business-Type Activities, Continued**

The City's annual debt service requirements on the loans are as follows:

For the Year Ending June 30	2007 Loan South San Francisco		
	Principal	Interest	Total
2025	\$ 436,379	\$ 22,092	\$ 458,471
2026	447,289	11,182	458,471
Total	<u>\$ 883,668</u>	<u>\$ 33,274</u>	<u>\$ 916,942</u>

For the Year Ending June 30	2023 Loan South San Francisco		
	Principal	Interest	Total
2025	\$ 589,025	\$ 237,663	\$ 826,688
2026	599,628	227,060	826,688
2027	610,421	216,267	826,688
2028	621,408	205,279	826,687
2029	632,594	194,094	826,688
2030-2034	3,337,923	795,515	4,133,438
2035-2039	3,649,348	484,091	4,133,439
2040-2043	3,163,141	143,611	3,306,752
Total	<u>\$ 13,203,488</u>	<u>\$ 2,503,580</u>	<u>\$15,707,068</u>

**D. Fiduciary Funds**

The following is a summary of the Redevelopment Obligation Retirement Fund's long-term debt transactions for the year ended June 30, 2024:

	Balance June 30, 2023	Retirements	Balance June 30, 2024	Amount due within one year
2019 Lease Revenue Bonds	\$ 3,365,000	\$ (365,000)	\$ 3,000,000	\$ 375,000
Premium on Refunding Bond	419,376	(52,422)	366,954	-
Total Fiduciary Activity	<u>\$ 3,784,376</u>	<u>\$ (417,422)</u>	<u>\$ 3,366,954</u>	<u>\$ 375,000</u>

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

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**5. LONG-TERM DEBT, Continued**

*D. Fiduciary Funds, Continued*

**2019 Lease Revenue Bonds**

In 2000, the Redevelopment Agency issued Certificates of Participation, Series 2000 (Police Facility Financing) in the original principal amount of \$9,600,000 to fund the construction of the Police Facility. In March 2019, the Redevelopment Agency paid off the remaining balance of \$6 million of the 2000 Certificates of Participation by placing the proceeds of the new Lease Revenue Bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. All of the amounts held in the escrow fund were applied to pay the prepayment price of the 2000 Certificates and, therefore, the 2000 Certificates of Participation were paid off as of June 30, 2019.

Principal payments are due annually on the Lease Revenue Bonds on May 1 and interest payments are due semi-annually on May 1 and November 1. Interest rates range from 4.00% to 5.00%. During fiscal year 2023-24, the Redevelopment Agency made principal and interest payments totaling \$365,000, and \$144,050, respectively.

The Bonds are payable from any source of available funds of the Redevelopment Agency. The bond covenants contain events of default that require the revenue of the Redevelopment Agency to be applied by the Trustee as specified in the terms of the agreement if any of the following conditions occur: default on debt service payments; the failure of the Redevelopment Agency to observe or perform the conditions, covenants, or agreement terms of the debt; bankruptcy filing by the Redevelopment Agency; or if any court or competent jurisdiction shall assume custody or control of the Redevelopment Agency.

For the Year Ending June 30	2019 Lease Revenue Bonds		
	Principal	Interest	Total
2025	\$ 375,000	\$ 129,450	\$ 504,450
2026	395,000	114,450	509,450
2027	410,000	98,650	508,650
2028	430,000	82,250	512,250
2029	445,000	65,050	510,050
2030-2031	945,000	71,500	1,016,500
Subtotal	3,000,000	561,350	3,561,350
Add Premium	366,954	-	366,954
Total	<u>\$ 3,366,954</u>	<u>\$ 561,350</u>	<u>\$ 3,928,304</u>

**6. NET POSITION AND FUND BALANCES**

Net Position is measured on the full accrual basis while Fund Balance is measured on the modified accrual basis.

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

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**6. NET POSITION AND FUND BALANCES, Continued**

**A. Net Position**

Net Position is the excess of all the City's assets and deferred outflows, if any, over all its liabilities and deferred inflows, if any, regardless of fund. Net Position is divided into three captions. These captions apply only to Net Position, which is determined only at the Government-wide level, 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.

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

**B. Fund Balances**

The City's fund balances are classified in accordance with Governmental Accounting Standards Board Statement Number 54 (GASB 54), Fund Balance Reporting and Governmental Fund Type Definitions, which requires the City to classify its fund balances based on spending constraints imposed on the use of resources. For programs with multiple funding sources, the City prioritizes and expends funds in the following order: Restricted, Committed, Assigned, and Unassigned. Each category in the following hierarchy is ranked according to the degree of spending constraint:

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

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

Committed fund balances have constraints imposed by resolution of the City Council which may be altered only by resolution of the City Council. Nonspendable amounts subject to council commitments are included along with spendable resources.

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

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**6. NET POSITION AND FUND BALANCES, Continued**

**B. Fund Balances, Continued**

Assigned fund balances are amounts constrained by the City’s intent to be used for a specific purpose but are neither restricted nor committed. Intent is expressed by the City Council or its designee and may be changed at the discretion of the City Council or its designee. This category includes encumbrances; Nonspendables, when it is the City’s intent to use proceeds or collections for a specific purpose, and residual fund balances, if any, of Special Revenue, Capital Projects and Debt Service Funds which have not been restricted or committed. Through a Council Resolution, the City Council has designated the City Manager to determine the amount of assigned fund balances.

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.

**C. Spending Order Policy**

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Council has provided otherwise in its commitment or assignment actions.

**D. Encumbrances**

The City uses an encumbrance system as an extension of normal budgetary accounting for governmental funds. Encumbrance accounting is utilized to the extent necessary to ensure effective budgetary control and accountability and to facilitate effective cash planning and control. Unexpended appropriations lapse at year-end and must be re-appropriated in the following year. At year end, the amount of encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

<u>Governmental Funds</u>	<u>Amount</u>
Major Funds:	
General Fund	\$ 1,638,086
Street Improvement Capital Projects	6,951,043
Parks and Facilities and Technology Capital Improvement	4,392,338
Total Major Funds	<u>12,981,467</u>
Non-Major Funds:	
Other non-major funds	498,707
Total Non-Major Funds	<u>498,707</u>
Total	<u><u>\$13,480,174</u></u>

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

**6. NET POSITION AND FUND BALANCES, Continued**

*E. Fund Balance Classifications*

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

Fund Balance Classifications	General Fund	Developer Agreements and Impact Fees	Street Improvement	Parks and Facilities and Technology Capital Improvement Fund	Other Governmental Funds	Total
<b>Nonspendables:</b>						
Advances to other funds	\$ 2,000,000	\$ -	\$ -	\$ -	\$ -	\$ 2,000,000
Loans receivable	885,047	-	-	-	-	885,047
<b>Total Nonspendable Balances</b>	<b>2,885,047</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,885,047</b>
<b>Restricted for:</b>						
Special Revenue Programs	-	25,520,967	-	-	9,423,156	34,944,123
Capital Projects	-	-	9,214,766	5,051,748	-	14,266,514
Affordable Housing Activities	-	-	-	-	700,649	700,649
<b>Total Restricted Fund Balances</b>	<b>-</b>	<b>25,520,967</b>	<b>9,214,766</b>	<b>5,051,748</b>	<b>10,123,805</b>	<b>49,911,286</b>
<b>Committed for:</b>						
Community Development	-	-	-	-	2,403,255	2,403,255
Debt Service	-	-	-	-	1,709	1,709
<b>Total Committed Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,404,964</b>	<b>2,404,964</b>
<b>Assigned to:</b>						
One-Time Revenue Reserve	16,523,056	-	-	-	-	16,523,056
Capital Projects	-	10,350,957	4,505,182	4,167,458	-	19,023,597
Encumbrances	1,638,086	-	-	-	-	1,638,086
<b>Total Assigned Fund Balances</b>	<b>18,161,142</b>	<b>10,350,957</b>	<b>4,505,182</b>	<b>4,167,458</b>	<b>-</b>	<b>37,184,739</b>
Contingency Reserve	10,892,936					10,892,936
Budget Stabilization	13,531,363					13,531,363
Unassigned	15,366,719	-	-	-	(871,569)	14,495,150
<b>Total Unassigned Fund Balances</b>	<b>39,791,018</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(871,569)</b>	<b>38,919,449</b>
<b>Total Fund Balances</b>	<b>\$ 60,837,207</b>	<b>\$ 35,871,924</b>	<b>\$ 13,719,948</b>	<b>\$ 9,219,206</b>	<b>\$ 11,657,200</b>	<b>\$ 131,305,485</b>

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

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**6. NET POSITION AND FUND BALANCES, Continued**

*E. Fund Balance Classifications, Continued*

General Fund Reserves

In October 2024, the City established reserve funds in accordance with the objectives as outlined below. The funding levels outlined in this policy are goals and it is the City's intent to maintain its reserves at the prescribed levels; compliance with this policy will be evaluated annually upon final closing of the City's financial books for the fiscal year.

Contingency Reserve - The Contingency Reserve shall be established with a goal of maintaining a target fund balance of 10% of the budgeted General Fund expenditures and is intended to be used for non-fiscal emergencies and disasters. The Contingency Reserve can only be utilized through resolution of the City Council. While intended for non-financial emergencies or disasters, the Contingency Reserve can be utilized for other purposes at Council discretion. At June 30, 2024, the Contingency Reserve was \$10,892,936.

Budget Stabilization Reserve - The Budget Stabilization Reserve is established to shield the General Fund from adverse economic fluctuations, ensuring minimal immediate impacts on service levels. This reserve aims to maintain a target balance of at least 20% of budgeted expenditures at the start of each fiscal year.

Utilization of the Budget Stabilization Reserve will occur in response to budgeted revenue shortfalls stemming from economic volatility or unforeseen financial events. Reports on its use will be presented to the City Council through the mid-year financial report and/or during the budget adoption process for the ensuing fiscal year.

Should the Budget Stabilization Reserve be employed, causing it to dip below the 20% target, a strategic plan will be devised to restore the balance to the desired level. Depending on the situation, this restoration plan may span multiple fiscal years, aligning with the fund's role in a broader multi-year forecasting strategy. This strategy aims to fortify fiscal sustainability and uphold consistent service levels.

At June 30, 2024, the Budget Stabilization Reserve was \$13,531,363.

One-Time Revenue Reserve - The One-Time Revenue Reserve shall be established to set aside one-time revenues until the point at which point they can be appropriated by City Council for one-time uses. One-time revenues that have a legal restriction for their use or are otherwise dedicated for a particular purpose will be held in a separate special revenue fund. One-time revenues will be approved by Council, either through the budget adoption process or by a separate resolution, for inclusion into the One-Time Revenue Reserve. As a part of the annual budget process, this reserve will be reviewed along with existing unfunded capital projects for consideration of an appropriation from this reserve in the forthcoming budget. In general, the purpose of this reserve is for it to be used for projects and initiatives throughout the City that have no other identifiable funding source. At June 30, 2024, the One Time Revenue Reserve was \$16,523,056.

Encumbrances represent commitments related to contracts not yet performed and purchase orders not yet filled. The total encumbrances at June 30, 2024 were \$13,480,174.

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

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**6. NET POSITION AND FUND BALANCES, Continued**

*F. Net Position and Fund Balance Deficits*

The City has a deficit net position of \$3,095,000 in the Self Insurance Internal Service Fund which will be remedied by future cost allocations from other funds.

The City has a deficit fund balance of \$608,954 in the Federal/State Grants Special Revenue Fund, \$190,466 in Agency on Aging Special Revenue Fund and \$72,149 in the Measure A Transportation Tax Fund. The intent is that these deficits will be funded by future revenues.

*G. Excess of Expenditures and Transfers Out Over Appropriations*

The following expenditures exceeded budgeted amounts for the fiscal year ended June 30, 2024:

Fund/Department	Expenditures/Transfers Out Exceeding Budget
General Fund:	
Public safety	\$ 125,466
Non-major governmental funds:	
Agency on Aging	44,065
Measure A Transportation Tax	27,211

**7. RISK MANAGEMENT**

The City participates in the PLAN JPA, a joint powers authority established to provide liability insurance coverage, claims, risk management, and legal defense to its participating members. PLAN JPA provides \$5,000,000 per occurrence of general liability and automobile coverage, \$25,000,000 excess liability coverage per occurrence, \$5,000,000 of catastrophic liability coverage, and is responsible for paying the claims in excess of the City’s \$100,000 self-insurance retention. PLAN JPA also provides for property coverage up to \$1 billion per occurrence subject to lower categorical sub-limits in excess of the City’s self-insurance retention of \$5,000 or property and vehicle loss.

The retained earnings/net position of the Self-Insurance Fund, which is categorized as part of Governmental Activities, represent amounts set aside for possible additional losses after providing for actuarially determined liabilities for claims including claims adjustment expenses.

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

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**7. RISK MANAGEMENT, Continued**

No claim settlement exceeded either this self-insured amount or the insurance coverage for any of the past three years. As of June 30, 2024, claims payable are as follows:

Claims payable June 30, 2022	\$ 5,028,000
Changes to estimated claims liability	878,317
Claims paid	<u>(883,317)</u>
Claims payable June 30, 2023	5,023,000
Changes to estimated claims liability	1,305,724
Claims paid	<u>(728,724)</u>
Claims payable June 30, 2024	<u>\$ 5,600,000</u>
Current Portion	<u>\$ 1,316,000</u>

**8. PUBLIC EMPLOYEES' RETIREMENT SYSTEM**

**A. General Information about the Pension Plans and Summary of Balances by Plan**

The City participates in the following Pension Plans (Plans) administered by the California Public Employees Retirement System (CalPERS):

Agent Multiple-Employer Defined Benefit Pension Plans (Miscellaneous Plan) for its Miscellaneous employees.

An agent multiple-employer plan is one in which the assets of the participating government employers are pooled for investment purposes, but separate accounts are maintained for each individual employer.

Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Safety Plan) for its Safety employees.

A cost-sharing multiple-employer defined benefit pension plan is a plan in which the pension obligations to the employees of more than one employer are pooled and pension plan assets can be used to pay benefits of the employees of any employer that provides pensions through the plan.

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

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**8. PUBLIC EMPLOYEES’ RETIREMENT SYSTEM, Continued**

**B. Actuarial Assumptions and Discount Rate**

Actuarial Assumptions - For the measurement period ended June 30, 2023, the total pension liabilities were determined by rolling forward the June 30, 2022 total pension liability. The June 30, 2023 total pension liabilities were based on the following actuarial methods and assumptions:

	All CalPERS Plans
Valuation Date	6/30/2022
Measurement Date	6/30/2023
Actuarial Cost Method	Entry-Age Actuarial Cost Method
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	Varies by Entry Age and Service
Morality Rate Table(1)	Derived using CalPERS' Membership Data for all Funds Lesser of Contract COLA or 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.30% thereafter
Post Retirement Benefit Increase	

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

Discount Rate - The discount rate used to measure the total pension liability for each Plan as of the measurement date of June 30, 2023 was 6.90%. The projection of cash flows used to determine the discount rate for the Plans assumed that contributions from all plan members in the Public Employees Retirement Fund (PERF) 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, each Plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members for all plans. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefits payments to determine the total pension liability for each Plan.

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 for all the funds’ asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach.

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

**8. PUBLIC EMPLOYEES' RETIREMENT SYSTEM, Continued**

**B. Actuarial Assumptions and Discount Rate, Continued**

The expected rate of return was then adjusted to account for assumed administrative expenses of 10 basis points. The expected real rates of return by asset class are as follows:

Asset Class(a)	Assumed Asset Allocation	Real Return Years 1,2
Global Equity - Cap-weighted	30.00%	4.54%
Global Equity - Non-Cap-weighted	12%	3.84
Private Equity	13%	7.28
Treasury	5%	0.27
Mortgage-backed Securities	5%	0.50
Investment Grade Corporates	10%	1.56
High Yield	5%	2.27
Emerging Market Debt	5%	2.48
Private Debt	5%	3.57
Real Assets	15%	3.21
Leverage	-5%	(0.59)
Total	100%	

(1) An expected inflation of 2.30% is used this period.

(2) Figures are based on the 2021 Asset Liability Management Study.

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 plan and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Below is a summary of the deferred outflows of resources, net pension liabilities and deferred inflows of resources, and pension expense by Plan:

	Deferred Outflows of Resources	Net Pension Liability/Proportionate		Deferred Inflows of Resources	Pension Expense
		Share of the Net Pension Liability			
Miscellaneous	\$ 13,709,830	\$ 57,392,643		\$ 25,953	\$ 9,305,474
Safety	27,512,677	66,463,634		2,548,937	10,429,900
	\$ 41,222,507	\$ 123,856,277		\$ 2,574,890	\$ 19,735,374

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

**8. PUBLIC EMPLOYEES’ RETIREMENT SYSTEM, Continued**

**B. Actuarial Assumptions and Discount Rate, Continued**

A summary of the changes in net pension liability by plan type as of June 30, 2023 and June 30, 2024 are as follows:

Net Pension Liability	Miscellaneous	Safety	Total - Both Plans
6/30/2023	\$ 55,904,828	\$ 61,982,346	\$ 117,887,174
6/30/2024	57,392,643	66,463,634	123,856,277
Change-Increase (Decrease)	\$ 1,487,815	\$ 4,481,288	\$ 5,969,103

**C. CalPERS Miscellaneous Plan**

Plan Descriptions - All qualified permanent and probationary employees are eligible to participate in the City’s Miscellaneous Plan, agent multiple-employer defined benefit pension plan administered by the California Public Employees’ Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Miscellaneous Plan are established by State statute and the City’s resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

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

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

	Miscellaneous	
	Prior to January 1, 2013	On or after January 1, 2013
Hire Date		
Benefit formula	2.7% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 67	52 - 67
Monthly benefit, as a % of eligible compensation	2.0% - 2.7%	1.0% - 2.5%
Required employee contribution rates	8%	6.25%
Required employer contribution rates	11.860%	11.860%
Required UAL payment	\$4,195,961	\$0

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

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**8. PUBLIC EMPLOYEES’ RETIREMENT SYSTEM, Continued**

**C. CalPERS Miscellaneous Plan, Continued**

Beginning in fiscal year 2016, CalPERS collects employer contributions for the miscellaneous plan as a percentage of the payroll for the normal cost portion as noted in the rates above and as a dollar amount for contributions toward the unfunded liability. The dollar amounts are billed on a monthly basis or can be prepaid in full no later than July 31. The City’s required contribution for the unfunded liability in the Miscellaneous Plan was \$4,195,961 in fiscal year 2024.

Employees Covered - At the measurement date June 30, 2023, the following employees were covered by the benefit terms of the Miscellaneous Plan:

	<u>Miscellaneous</u>
Inactive employees or beneficiaries currently receiving benefits	284
Inactive employees entitled to but not yet receiving benefits	202
Active employees	<u>145</u>
Total	<u><u>631</u></u>

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

Net Pension Liability - The City’s net pension liability for the Miscellaneous Plan is measured as the total pension liability, less the pension plan’s fiduciary net position. The net pension liability of each of the Miscellaneous Plan is measured as of June 30, 2023, using an annual actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures.

**City of San Bruno**  
**Notes to Basic Financial Statements**  
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**8. PUBLIC EMPLOYEES' RETIREMENT SYSTEM, Continued**

**C. CalPERS Miscellaneous Plan, Continued**

Changes in Net Pension Liability - The changes in Net Pension Liability for the Miscellaneous Plan are as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
<b>Balance at June 30, 2022 (Measurement Date)</b>	\$ 169,293,048	\$ 113,388,220	\$ 55,904,828
<b>Changes in the year:</b>			
Service cost	2,772,551		2,772,551
Interest on the total pension liability	11,553,741		11,553,741
Changes of benefit terms	201,350		201,350
Changes in assumptions	-		-
Differences between actual and expected experience	1,002,142		1,002,142
Net Plan to plan resource movement		-	-
Contribution - employer		5,939,643	(5,939,643)
Contribution - employee		1,143,911	(1,143,911)
Net investment income		7,041,795	(7,041,795)
Benefit payments, including refunds of employee contributions	(8,874,582)	(8,874,582)	-
Administrative expense		(83,380)	83,380
Other Miscellaneous Income/Expense		-	-
<b>Net changes</b>	<b>6,655,202</b>	<b>5,167,387</b>	<b>1,487,815</b>
<b>Balance at June 30, 2023 (Measurement Date)</b>	<b>\$ 175,948,250</b>	<b>\$ 118,555,607</b>	<b>\$ 57,392,643</b>

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

1% Decrease	5.90%
Net Pension Liability	\$ 80,847,382
Current Discount Rate	6.90%
Net Pension Liability	\$ 57,392,643
1% Increase	7.90%
Net Pension Liability	\$ 38,097,815

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

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**8. PUBLIC EMPLOYEES’ RETIREMENT SYSTEM, Continued**

**C. CalPERS Miscellaneous Plan, Continued**

Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions - For the year ended June 30, 2024, the City recognized pension expense of \$9,305,474 for the Miscellaneous Plan. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 6,373,267	\$ -
Differences between actual and expected experience	584,584	25,953
Changes in assumptions	1,428,733	-
Net difference between projected and actual earnings on plan investments	5,323,246	-
Total	<u>\$ 13,709,830</u>	<u>\$ 25,953</u>

A total of \$6,373,267 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 ending June 30, 2025. Other amounts reported as deferred inflows of resources related to pensions will be recognized as a reduction to pension expense (income) as follows:

Year Ended June 30	
2025	\$ 2,755,049
2026	688,343
2027	3,724,169
2028	143,049

**D. CalPERS Safety Plan**

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

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

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**8. PUBLIC EMPLOYEES’ RETIREMENT SYSTEM, Continued**

**D. CalPERS Safety Plan, Continued**

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

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

	Safety	
	Prior to January 1, 2013	On or after January 1, 2013
Hire Date		
Benefit formula	3% @ 50	2.7% @ 57
Benefit vesting schedule	5 service years	5 service years
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 55	50 - 57
Monthly benefit, as a % of eligible compensation	3.0%	2.0% - 2.7%
Required employee contribution rates	9.0%	13.0%
Required employer contribution rates	27.110%	13.540%
Required UAL payment	\$4,322,799	\$15,178

CalPERS collects employer contributions for the CalPERS Plan as a percentage of payroll for the normal cost portion as noted in the rates above and as a dollar amount for contributions toward the unfunded liability. The dollar amounts are billed on a monthly basis or can be prepaid in full no later than July 31. The City’s required contribution for the unfunded liability for the Safety Plan was \$4,337,977 in fiscal year 2024.

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

For the measurement period ended June 30, 2023, contributions to the Safety Plan were \$6,866,039.

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

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**8. PUBLIC EMPLOYEES’ RETIREMENT SYSTEM, Continued**

*D. CalPERS Safety Plan, Continued*

*Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to 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 Safety Plan and additions to/deductions from the Safety Plan’s fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

As of June 30, 2024, the City reported net pension liability for its proportionate share of the net pension liability of the Safety Plan of \$66,463,634.

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

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

	<u>Safety Plan</u>
Proportion - June 30, 2022	0.53661%
Proportion - June 30, 2023	<u>0.53276%</u>
Change - Increase (Decrease)	<u><u>-0.00385%</u></u>

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

**8. PUBLIC EMPLOYEES' RETIREMENT SYSTEM, Continued**

***D. CalPERS Safety Plan, Continued***

For the year ended June 30, 2024, the City recognized pension expense of \$10,429,900 for the Safety Plan. On June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 7,350,579	\$ -
Differences between actual and expected experience	4,879,655	417,750
Changes in assumptions	3,878,907	-
Net differences between projected and actual earnings on plan investments	9,095,530	-
Change in Employer's Proportion	1,484,419	136,831
Differences between actual contributions and proportional contributions	823,587	1,994,356
Total	<u>\$ 27,512,677</u>	<u>\$ 2,548,937</u>

A total of \$7,350,579 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 ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense (income) as follows:

Year Ending June 30,	
2025	\$ 5,731,614
2026	4,112,480
2027	7,515,195
2028	253,872

*Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate* – The following presents the City's proportionate share of the net pension liability, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage point lower or one-percentage point higher than the current rate:

	Safety
1% Decrease	5.90%
Net Pension Liability	\$ 95,369,683
Current Discount Rate	6.90%
Net Pension Liability	\$ 66,463,634
1% Increase	7.90%
Net Pension Liability	\$ 42,830,881

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

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**8. PUBLIC EMPLOYEES’ RETIREMENT SYSTEM, Continued**

*D. CalPERS Safety Plan, Continued*

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

**9. OTHER POST-EMPLOYMENT DEFINED BENEFIT PLAN**

Plan Description - The City of San Bruno contracts with the Teamsters Local #856 Health and Welfare Trust Fund to provide health benefits to both active and retired employees as a defined benefit plan. The City provides no direct financial contribution towards retiree health benefits; however, due to retirees and active employees being insured in the same pool, it indirectly subsidizes their premiums through payments for current employees.

Eligibility: - Employees (and their dependents) are eligible for retiree health benefits if they retire from the City on or after age 55 with at least 10 years of service (with 12 continuous months prior to date of retirement) and are eligible for a CalPERS pension. Membership of the plan consisted of the following at June 30, 2024:

Current Retirees	105
Active employees	<u>230</u>
Total	<u><u>335</u></u>

Premiums for eligible retirees vary based on years of service, plan selected, eligibility for Medicare, and the number of eligible dependents covered under the retiree medical program, with monthly premiums up to \$708 for retiree-only and up to an additional \$708 per eligible dependent.

City’s Funding Policy - The Teamsters Local #856 Health and Welfare Trust Fund determines the contribution requirements of the City. The contribution required to be made under City Council and labor agreement requirements is based on a pay-as-you-go basis (i.e., as medical insurance premiums become due). For fiscal year 2022-23 the City’s actual contribution to the Teamsters Local #856 Health and Welfare Fund was \$7,070,813, which includes the calculated benefit cost for the City’s retirees and the cost of implicit subsidies where applicable.

Annual OPEB Cost and Net OPEB Liability - The City’s annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC). The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The City does not record a net OPEB liability due to the inability to obtain information from the Teamsters Local #856 Health and Welfare Trust Fund in order to measure the liability.

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

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**10. CONTINGENCIES**

The City participates in a number of Federal, State and County programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grantor program regulations, the City may be required to reimburse the grantor government. As of June 30, 2024, some amounts of grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any individual governmental funds or the overall financial condition of the City.

**11. LITIGATION**

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

On April 17, 2023 the California Department of Tax & Fee Administration (CDTFA) issued a reallocation notice to the City and Walmart.com USA (Walmart) in the amount of approximately \$27.5 million which states that certain sales tax should be reallocated to other jurisdictions. The City and Walmart filed a Verified Petition for Writ of Mandate and Complaint for Declaratory and Injunctive Relief on October 26, 2023 to find the City's allocation of local sales taxes is proper. If the City and Walmart lose the case, the City would owe up to approximately \$20.9 million to the CDTFA to be redistributed.

**12. PRIOR PERIOD ADJUSTMENTS**

In the fiscal year ended June 30, 2024, the City's Street Improvement Capital Project Fund (previously reported with nonmajor governmental funds) met the criteria to be reported as a major fund. Conversely, the Stormwater Enterprise Fund previously reported as a major fund did not meet the criteria to for major funds and is now reported as nonmajor.

Additionally, the City made two error corrections in fiscal year 2024. The first correction was a reclassification of capital assets from the water fund to the sewer fund due to the Water Fund paying for and capitalizing Wastewater fund assets. There was no effect on fund balance for this change, but the prior year capital assets were overstated by \$744,019, and cash was understated by \$744,019 in the Water Fund. Likewise, cash was overstated by \$744,019 and capital assets were understated by \$744,019 in the Wastewater fund for the fiscal year ended June 30, 2023.

The second correction was to capitalize prior year accounts payables related to capital projects. In the fiscal year 2023, the City recognized expenses of \$1,705,541 in the Water Fund and \$385,782 in the Wastewater Fund instead of capitalizing those amounts. Therefore, expense was overstated by those amounts, and capital assets were understated by \$1,704,541 in the Water Fund and \$385,782 in the Wastewater Fund.

Please see the following page for the effect on fund balance and net position for these changes.

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

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**12. PRIOR PERIOD ADJUSTMENTS, Continued**

*Fund Statements*

	Street Improvement Capital Projects	Water	Wastwater	Stormwater	Nonmajor Governmental	Nonmajor Enterprise
June 30, 2023, as previously reported	\$ -	\$ 71,069,732	\$ 77,380,483	\$ 4,426,208	\$ 25,112,907	\$ (2,490)
Change from nonmajor to major fund	14,442,411	-	-	-	(14,442,411)	-
Change from major to nonmajor fund	-	-	-	(4,426,208)	-	4,426,208
Error correction	-	1,705,541	385,782	-	-	-
June 30, 2023, as restated	<u>\$ 14,442,411</u>	<u>\$ 72,775,273</u>	<u>\$ 77,766,265</u>	<u>\$ -</u>	<u>\$ 10,670,496</u>	<u>\$ 4,423,718</u>

*Government-wide Statements*

	Business-type Activities
June 30, 2023, as previously reported	\$ 134,748,617
Error correction	2,091,323
June 30, 2023, as restated	<u>\$ 136,839,940</u>

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**REQUIRED  
SUPPLEMENTARY INFORMATION**

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# City of San Bruno

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

### General Fund

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 37,481,527	\$ 37,831,527	\$ 45,201,975	\$ 7,370,448
Licenses and permits	6,744,562	7,344,562	9,226,757	1,882,195
Intergovernmental and grants	6,252,705	6,252,705	10,603,420	4,350,715
Charges for services	4,992,405	4,992,405	4,288,484	(703,921)
Fines and forfeitures	1,082,360	1,082,360	973,565	(108,795)
Use of money and property	3,248,161	3,293,092	7,802,726	4,509,634
Other revenues	7,379,653	7,379,653	8,062,262	682,609
<b>Total revenues</b>	<b>67,181,373</b>	<b>68,176,304</b>	<b>86,159,189</b>	<b>17,982,885</b>
<b>EXPENDITURES:</b>				
Current:				
General government	10,054,329	10,469,531	8,632,785	1,836,746
Public safety	35,900,400	36,146,006	36,271,472	(125,466)
Public works	2,850,181	3,322,959	2,143,316	1,179,643
Streets	2,578,626	2,620,378	2,423,858	196,520
Parks and recreation	8,524,248	8,670,941	6,576,173	2,094,768
Library	2,491,410	2,504,010	2,303,670	200,340
Community and economic development	4,304,068	5,509,747	3,364,108	2,145,639
Capital outlay	652,000	1,861,465	881,804	979,661
<b>Total expenditures</b>	<b>67,355,262</b>	<b>71,105,037</b>	<b>62,597,186</b>	<b>8,507,851</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(173,889)</b>	<b>(2,928,733)</b>	<b>23,562,003</b>	<b>26,490,736</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	1,022,585	29,607,301	4,204,266	(25,403,035)
Transfers out	(1,367,118)	(35,675,156)	(11,661,913)	24,013,243
Proceeds from sale of property	-	4,700,000	4,705,755	5,755
<b>Total other financing sources (uses)</b>	<b>(344,533)</b>	<b>(1,367,855)</b>	<b>(2,751,892)</b>	<b>(1,384,037)</b>
<b>Net change in fund balances</b>	<b>\$ (518,422)</b>	<b>\$ (4,296,588)</b>	<b>20,810,111</b>	<b>\$ 25,106,699</b>
<b>FUND BALANCES:</b>				
Beginning of year			40,027,096	
End of year			<u>\$ 60,837,207</u>	

# City of San Bruno

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Developer Agreements and Impact Fees Fund For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 1,435,387	\$ 1,435,387	\$ 11,064,354	\$ 9,628,967
Use of money and property	10,000	10,000	1,242,046	1,232,046
<b>Total revenues</b>	<b>1,445,387</b>	<b>1,445,387</b>	<b>12,306,400</b>	<b>10,861,013</b>
<b>EXPENDITURES:</b>				
Current:				
General government	34,225	56,674	22,449	34,225
<b>Total expenditures</b>	<b>34,225</b>	<b>56,674</b>	<b>22,449</b>	<b>34,225</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,411,162</b>	<b>1,388,713</b>	<b>12,283,951</b>	<b>10,895,238</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	125,000	125,000	-
Transfers out	-	(31,230,048)	(31,230,048)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(31,105,048)</b>	<b>(31,105,048)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 1,411,162</b>	<b>\$ (29,716,335)</b>	<b>(18,821,097)</b>	<b>\$ 10,895,238</b>
<b>FUND BALANCES:</b>				
Beginning of year			54,693,021	
End of year			<u>\$ 35,871,924</u>	

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

Miscellaneous Plan

*Schedule of Changes in the Net Pension Liability and Related Ratios - Last 10 Years*

<b>Measurement Period</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 2,202,577	\$ 2,097,851	\$ 2,139,755
Interest	7,873,939	8,305,341	8,778,896
Differences between expected and actual experience	-	505,056	934,779
Changes of benefit terms	-	-	-
Changes in assumptions	-	(2,047,078)	-
Benefit payments, including refunds of employee contributions	(4,768,345)	(5,034,556)	(5,302,771)
<b>Net change in the total pension liability</b>	<b>5,308,171</b>	<b>3,826,614</b>	<b>6,550,659</b>
<b>Total pension liability - beginning</b>	<b>106,268,748</b>	<b>111,576,919</b>	<b>115,403,533</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 111,576,919</b>	<b>\$ 115,403,533</b>	<b>\$ 121,954,192</b>
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	\$ 2,379,268	\$ 2,511,337	\$ 2,864,024
Contributions - employee	1,401,279	968,827	995,641
Net investment income	12,458,355	1,866,002	415,562
Plan to plan resource movement	-	-	-
Benefit payments, including refunds of employee contributions	(4,768,345)	(5,034,556)	(5,302,771)
Administrative expense	-	(94,139)	(50,953)
Other miscellaneous income (expense)	-	(4)	(1,791)
<b>Net change in plan fiduciary net position</b>	<b>11,470,557</b>	<b>217,467</b>	<b>(1,080,288)</b>
<b>Plan fiduciary net position - beginning</b>	<b>71,916,986</b>	<b>83,387,543</b>	<b>83,605,010</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 83,387,543</b>	<b>\$ 83,605,010</b>	<b>\$ 82,524,722</b>
Net pension liability - ending (a) - (b)	<b>\$ 28,189,376</b>	<b>\$ 31,798,523</b>	<b>\$ 39,429,470</b>
Plan fiduciary net position as a percentage of the total pension liability	74.74%	72.45%	67.67%
Covered payroll	\$ 11,454,637	\$ 11,746,858	\$ 12,768,781
Net pension liability as a percentage of covered payroll	246.10%	270.70%	308.80%

**Notes to the Schedule:**

**Benefit Changes:** The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

**Changes in Assumptions:** In 2022, CalPERS reduced the discount rate to 6.9% from 7.15%. In 2018, demographic assumptions and inflation rate were changed in accordance with the CalPERS Experience Study and Review of Assumptions December 2017. There were no changes in the discount rate. In 2017, the accounting discount rate reduced from 7.65% to 7.15%. In 2016, 2018, 2019, and 2020, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5% (net of administrative expense) to 7.65% (without a reduction for pension plan administrative expense). In 2014, amounts were based on the 7.5% discount rate.

	2017	2018	2019	2020	2021	2022	2023
\$	2,531,862	\$ 2,492,070	\$ 2,432,199	\$ 2,514,610	\$ 2,603,128	\$ 2,806,527	\$ 2,772,551
	9,108,648	9,431,890	9,905,673	10,324,053	10,739,952	11,107,354	11,553,741
	(667,604)	(431,451)	1,352,032	-	613,120	(100,106)	1,002,142
	-	-	-	-	-	-	201,350
	7,626,708	(862,136)	-	856,075	-	5,510,831	-
	(5,571,094)	(6,041,230)	(7,198,215)	(7,569,113)	(7,789,485)	(8,387,442)	(8,874,582)
	13,028,520	4,589,143	6,491,689	6,125,625	6,166,715	10,937,164	6,655,202
	121,954,192	134,982,712	139,571,855	146,063,544	152,189,169	158,355,884	169,293,048
\$	<u>134,982,712</u>	<u>\$ 139,571,855</u>	<u>\$ 146,063,544</u>	<u>\$ 152,189,169</u>	<u>\$ 158,355,884</u>	<u>\$ 169,293,048</u>	<u>\$ 175,948,250</u>
\$	3,286,539	\$ 3,493,382	\$ 4,025,948	\$ 4,630,765	\$ 5,012,295	\$ 5,379,704	\$ 5,939,643
	1,021,113	1,025,190	1,014,107	1,144,051	1,051,962	1,106,909	1,143,911
	9,203,409	7,685,495	6,290,148	5,016,150	23,324,110	(9,370,622)	7,041,795
	-	(223)	-	-	-	-	-
	(5,571,094)	(6,041,230)	(7,198,215)	(7,569,113)	(7,789,485)	(8,387,442)	(8,874,582)
	(121,842)	(140,779)	(68,577)	(141,202)	(103,132)	(77,704)	(83,380)
	-	(267,342)	223	-	-	-	-
	7,818,125	5,754,493	4,063,634	3,080,651	21,495,750	(11,349,155)	5,167,387
	82,524,722	90,342,847	96,097,340	100,160,974	103,241,625	124,737,375	113,388,220
\$	<u>90,342,847</u>	<u>\$ 96,097,340</u>	<u>\$ 100,160,974</u>	<u>\$ 103,241,625</u>	<u>\$ 124,737,375</u>	<u>\$ 113,388,220</u>	<u>\$ 118,555,607</u>
\$	<u>44,639,865</u>	<u>\$ 43,474,515</u>	<u>\$ 45,902,570</u>	<u>\$ 48,947,544</u>	<u>\$ 33,618,509</u>	<u>\$ 55,904,828</u>	<u>\$ 57,392,643</u>
	66.93%	68.85%	68.57%	67.84%	78.77%	66.98%	67.38%
\$	12,661,824	\$ 12,736,637	\$ 13,803,211	\$ 14,427,436	\$ 14,301,123	\$ 14,353,672	\$ 15,988,755
	352.55%	341.33%	332.55%	339.27%	235.08%	389.48%	358.96%

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

*Schedule of Pension Plan Contributions - Last 10 Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b><u>Miscellaneous Plan</u></b>			
Contractually required contribution	\$ 2,379,268	\$ 2,864,024	\$ 3,286,539
Contributions in relation to the contractually required contributions	<u>(2,379,268)</u>	<u>(2,864,024)</u>	<u>(3,286,539)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 11,746,858	\$ 12,768,781	\$ 12,661,824
Contributions as a percentage of covered payroll	20.25%	22.43%	25.96%

**Notes to Schedule:**

Valuation date	6/30/2012	6/30/2013	6/30/2014
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Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal Cost Method
Amortization method	Level percentage of payroll, closed
Remaining amortization period	15 years as of valuation date
Asset valuation method	5-year smoothed market
Inflation	2.75% for 2015 to 2019, 2.625% for 2020 and 2.50% for 2021 to 2022
Salary increases	Varies by entry age and service
Investment rate of return	7.50% for 2015 to 2018, 7.375% for 2019, 7.25% for 2020, and 7.00% for 2021 and 2022, net of pension plan investment expense, including inflation.
Retirement age	The probabilities of Retirement are based on the CalPERS Experience Study.
Mortality	The probabilities of mortality are based on the CalPERS Experience Study. Pre-retirement and Post-retirement mortality rate include 20 years of projected mortality improvement using Scale AA published by the Society of Actuaries for 2015 to 2018. For 2019 to 2022, pre-retirement age.

<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
\$ 3,493,382	\$ 4,025,948	\$ 4,630,765	\$ 5,012,295	\$ 5,366,996	\$ 5,944,790	\$ 6,373,267
(3,493,382)	(4,025,948)	(4,630,765)	(5,012,295)	(5,366,996)	(5,944,790)	(6,373,267)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 12,736,637	\$ 13,803,211	\$ 14,427,436	\$ 14,301,123	\$ 14,353,672	\$ 15,988,755	\$ 18,474,567
27.43%	29.17%	32.10%	35.05%	37.39%	37.18%	34.50%
6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019	6/30/2020	6/30/2021

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

*Schedule of the City's Proportionate Share of the Net Pension Liability - Last Ten Fiscal Years*

**Safety Plan**

Fiscal Year End:	6/30/2015	6/30/2016	6/30/2017
Measurement Date	6/30/2014	6/30/2015	6/30/2016
City's proportion of the net pension liability	0.00000%	0.43667%	0.44803%
City's proportionate share of the net pension liability	\$ -	\$ 29,972,706	\$ 38,768,137
City's covered payroll (plan year)	\$ 8,296,958	\$ 8,733,422	\$ 9,215,379
City's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	343.20%	420.69%
Fiduciary net position as a percentage of the total pension liability	79.82%	78.40%	74.06%

**Notes to the schedule:**

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

The CalPERS mortality assumptions were adjusted in fiscal year 2019.

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6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023	6/30/2024
6/30/2017	6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023
0.44960%	0.46924%	0.47762%	0.49200%	0.63963%	0.53661%	0.53276%
\$ 44,587,858	\$ 45,216,872	\$ 48,942,165	\$ 53,531,797	\$ 34,593,086	\$ 61,982,346	\$ 66,463,634
\$ 9,360,496	\$ 8,768,759	\$ 9,259,344	\$ 9,977,457	\$ 9,800,218	\$ 11,785,003	\$ 13,053,713
476.34%	515.66%	528.57%	536.53%	352.98%	525.94%	509.16%
73.31%	75.26%	75.26%	75.10%	88.29%	76.68%	76.21%

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

*Schedule of Pension Plan Contributions - Last 10 Years*

	2015	2016	2017
<b><u>Safety Plan</u></b>			
Contractually required contribution (actuarially determined)	\$ 2,600,052	\$ 1,681,684	\$ 3,203,722
Contributions in relation to contractually required contributions	(2,600,052)	(1,681,684)	(3,203,722)
Contribution deficiency (excess)	\$ -	\$ -	\$ -
Covered payroll	\$ 8,733,422	\$ 9,215,379	\$ 9,360,496
Contributions as a percentage of covered payroll	29.77%	18.25%	34.23%

**Notes to the Schedule:**

Methods and assumptions used to determine contribution rates:

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

- (1) Level percentage of payroll, closed
- (2) Depending on age, service, and type of employment
- (3) 50 for all plans, with the exception of 52 for Miscella:
- (4) Mortality assumptions are based on mortality rates r CalPERS Board.

2018	2019	2020	2021	2022	2023	2024
\$ 3,682,068 (3,682,068)	\$ 4,282,040 (4,282,040)	\$ 4,978,130 (4,978,130)	\$ 5,482,002 (5,482,002)	\$ 6,153,419 (6,153,419)	\$ 6,866,039 (6,866,039)	\$ 7,350,579 (7,350,579)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 8,768,759 41.99%	\$ 9,259,344 46.25%	\$ 9,977,457 49.89%	\$ 9,800,218 55.94%	\$ 11,785,003 52.21%	\$ 13,053,713 52.60%	\$ 14,830,412 49.56%

6/30/2015 Entry Age (1) Market Value	6/30/2016 Entry Age (1) Market Value	6/30/2017 Entry Age (1) Market Value	6/30/2018 Entry Age (1) Market Value	6/30/2019 Entry Age (1) Market Value	6/30/2020 Entry Age (1) Market Value	6/30/2021 Entry Age (1) Market Value
2.75% (2)	2.75% (2)	2.63% (2)	2.50% (2)	2.50% (2)	2.50% (2)	2.50% (2)
7.50% (3)	7.375% (3)	7.25% (3)	7.00% (3)	7.00% (3)	7.00% (3)	7.00% (3)
(4)	(4)	(4)	(4)	(4)	(4)	(4)

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resulting from the most recent CalPERS Experience Study adopted by the

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# SUPPLEMENTARY INFORMATION

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**City of San Bruno**  
**Combining Balance Sheet**  
**General Fund**  
**June 30, 2024**

	General Fund Operating and Reserves	Measure G	General Fund Totals
<b>ASSETS</b>			
Cash and investments	\$ 52,649,132	\$ 1,403,726	\$ 54,052,858
Cash and investments with fiscal agent	53,082	-	53,082
Receivables:			
Taxes	8,057,055	739,906	8,796,961
Accounts	91,112	-	91,112
Interest	723,898	-	723,898
Loans	885,047	-	885,047
Other	1,552,472	-	1,552,472
Due from other funds	1,671,225	-	1,671,225
Advances to other funds	2,000,000	-	2,000,000
<b>Total assets</b>	<b>\$ 67,683,023</b>	<b>\$ 2,143,632</b>	<b>\$ 69,826,655</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable and accrued liabilities	5,512,618	-	5,512,618
Unearned revenue	98,133	-	98,133
Other liabilities	1,228,558	-	1,228,558
<b>Total liabilities</b>	<b>8,989,448</b>	<b>-</b>	<b>8,989,448</b>
<b>Fund Balances:</b>			
Nonspendable	2,885,047	-	2,885,047
Assigned	18,161,142	-	18,161,142
Unassigned	37,647,386	2,143,632	39,791,018
<b>Total fund balances</b>	<b>58,693,575</b>	<b>2,143,632</b>	<b>60,837,207</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 67,683,023</b>	<b>\$ 2,143,632</b>	<b>\$ 69,826,655</b>

**City of San Bruno**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**General Fund**  
**For the year ended June 30, 2024**

	General Fund Operating and Reserves	Measure G	Intra-Fund Transactions Elimination	General Fund Totals
<b>REVENUES:</b>				
Taxes	\$ 41,266,231	\$ 3,935,744	\$ -	\$ 45,201,975
Licenses and permits	9,226,757	-	-	9,226,757
Intergovernmental and grants	10,603,420	-	-	10,603,420
Charges for services	4,288,484	-	-	4,288,484
Fines and forfeitures	973,565	-	-	973,565
Use of money and property	7,802,726	-	-	7,802,726
Other revenues	8,062,262	-	-	8,062,262
<b>Total revenues</b>	<b>82,223,445</b>	<b>3,935,744</b>	<b>-</b>	<b>86,159,189</b>
<b>EXPENDITURES:</b>				
Current:				
General government	8,632,785	-	-	8,632,785
Public safety	36,271,472	-	-	36,271,472
Public works	2,143,316	-	-	2,143,316
Streets	2,423,858	-	-	2,423,858
Parks and recreation	6,576,173	-	-	6,576,173
Library	2,303,670	-	-	2,303,670
Community and economic development	3,364,108	-	-	3,364,108
Capital outlay	881,804	-	-	881,804
<b>Total expenditures</b>	<b>62,597,186</b>	<b>-</b>	<b>-</b>	<b>62,597,186</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>19,626,259</b>	<b>3,935,744</b>	<b>-</b>	<b>23,562,003</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	29,062,700	459,701	(25,318,135)	4,204,266
Transfers out	(33,380,048)	(3,600,000)	25,318,135	(11,661,913)
Capital contributions	-	-	-	-
Proceeds from sale of property	4,705,755	-	-	4,705,755
Loss on retirement of capital assets	-	-	-	-
Proceeds from long-term debt	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>388,407</b>	<b>(3,140,299)</b>	<b>-</b>	<b>(2,751,892)</b>
<b>Net change in fund balances</b>	<b>20,014,666</b>	<b>795,445</b>	<b>-</b>	<b>20,810,111</b>
<b>FUND BALANCES:</b>				
Beginning of year	38,678,909	1,348,187	-	40,027,096
End of year	\$ 58,693,575	\$ 2,143,632	\$ -	\$ 60,837,207

**City of San Bruno**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**General Fund**  
**For the year ended June 30, 2024**

	<b>General Fund Operating and Reserves</b>			
	Original Budget	Final Budget	Actual	Variance
<b>REVENUES:</b>				
Taxes	\$ 34,200,138	\$ 34,550,138	\$ 41,266,231	\$ 6,716,093
Licenses and permits	6,744,562	7,344,562	9,226,757	1,882,195
Intergovernmental	6,252,705	6,252,705	10,603,420	4,350,715
Charges for services	4,992,405	4,992,405	4,288,484	(703,921)
Fines and forfeitures	1,082,360	1,082,360	973,565	(108,795)
Use of money and property	3,248,161	3,293,092	7,802,726	4,509,634
Other revenues	7,379,653	7,379,653	8,062,262	682,609
<b>Total revenues</b>	<b>63,899,984</b>	<b>64,894,915</b>	<b>82,223,445</b>	<b>17,328,530</b>
<b>EXPENDITURES:</b>				
Current:				
General government	10,054,329	10,469,531	8,632,785	1,836,746
Public safety	35,900,400	36,146,006	36,271,472	(125,466)
Public works	2,850,181	3,322,959	2,143,316	1,179,643
Streets	2,578,626	2,620,378	2,423,858	196,520
Parks and recreation	8,524,248	8,670,941	6,576,173	2,094,768
Library	2,491,410	2,504,010	2,303,670	200,340
Community and economic development	4,304,068	5,509,747	3,364,108	2,145,639
Capital outlay	652,000	1,861,465	881,804	979,661
<b>Total expenditures</b>	<b>67,355,262</b>	<b>71,105,037</b>	<b>62,597,186</b>	<b>8,507,851</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>(3,455,278)</b>	<b>(6,210,122)</b>	<b>19,626,259</b>	<b>25,836,381</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	1,022,585	29,147,600	29,062,700	(84,900)
Transfers out	(1,367,118)	(32,055,974)	(33,380,048)	(1,324,074)
Proceeds from sale of property	-	4,700,000	4,705,755	5,755
<b>Total other financing sources (uses)</b>	<b>(344,533)</b>	<b>1,791,626</b>	<b>388,407</b>	<b>(1,403,219)</b>
<b>Net change in fund balances</b>	<b>\$ (3,799,811)</b>	<b>\$ (4,418,496)</b>	<b>20,014,666</b>	<b>\$ 24,433,162</b>
<b>FUND BALANCES:</b>				
Beginning of year			38,678,909	
End of year			<u>\$ 58,693,575</u>	

Measure G				Intrafund Eliminations	General Fund Totals			
Original Budget	Final Budget	Actual	Variance	Actual	Original Budget	Final Budget	Actual	Variance
\$ 3,281,389	\$ 3,281,389	\$ 3,935,744	\$ 654,355	\$ -	\$ 37,481,527	\$ 37,831,527	\$ 45,201,975	\$ 7,370,448
-	-	-	-	-	6,744,562	7,344,562	9,226,757	1,882,195
-	-	-	-	-	6,252,705	6,252,705	10,603,420	4,350,715
-	-	-	-	-	4,992,405	4,992,405	4,288,484	(703,921)
-	-	-	-	-	1,082,360	1,082,360	973,565	(108,795)
-	-	-	-	-	3,248,161	3,293,092	7,802,726	4,509,634
-	-	-	-	-	7,379,653	7,379,653	8,062,262	682,609
3,281,389	3,281,389	3,935,744	654,355	-	67,181,373	68,176,304	86,159,189	17,982,885
-	-	-	-	-	10,054,329	10,469,531	8,632,785	1,836,746
-	-	-	-	-	35,900,400	36,146,006	36,271,472	(125,466)
-	-	-	-	-	2,850,181	3,322,959	2,143,316	1,179,643
-	-	-	-	-	2,578,626	2,620,378	2,423,858	196,520
-	-	-	-	-	8,524,248	8,670,941	6,576,173	2,094,768
-	-	-	-	-	2,491,410	2,504,010	2,303,670	200,340
-	-	-	-	-	4,304,068	5,509,747	3,364,108	2,145,639
-	-	-	-	-	652,000	1,861,465	881,804	979,661
-	-	-	-	-	67,355,262	71,105,037	62,597,186	8,507,851
3,281,389	3,281,389	3,935,744	654,355	-	(173,889)	(2,928,733)	23,562,003	26,490,736
-	459,701	459,701	-	(25,318,135)	1,022,585	29,607,301	4,204,266	(25,403,035)
-	(3,619,182)	(3,600,000)	19,182	25,318,135	(1,367,118)	(35,675,156)	(11,661,913)	24,013,243
-	-	-	-	-	-	4,700,000	4,705,755	5,755
-	(3,159,481)	(3,140,299)	19,182	-	(344,533)	(1,367,855)	(2,751,892)	(1,384,037)
\$ 3,281,389	\$ 121,908	795,445	\$ 673,537	-	\$ (518,422)	\$ (4,296,588)	20,810,111	\$ 25,106,699
		1,348,187		-			40,027,096	
		\$ 2,143,632		\$ -			\$ 60,837,207	

**City of San Bruno**  
**Combining Balance Sheet**  
**Developer Agreements and Impact Fees Fund**  
**June 30, 2024**

	General Impact Fees	Affordable Housing	Community Services	Public Safety
<b>ASSETS</b>				
Cash and investments	\$ 4,289	\$ 10,433,090	\$ 4,478,134	\$ 22,655
<b>Total assets</b>	<b>\$ 4,289</b>	<b>\$ 10,433,090</b>	<b>\$ 4,478,134</b>	<b>\$ 22,655</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	4,289	-	-	-
Deposits payable	-	362,746	-	-
<b>Total liabilities</b>	<b>4,289</b>	<b>362,746</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Restricted	-	10,070,344	4,478,134	22,655
Assigned	-	-	-	-
<b>Total fund balances</b>	<b>-</b>	<b>10,070,344</b>	<b>4,478,134</b>	<b>22,655</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 4,289</b>	<b>\$ 10,433,090</b>	<b>\$ 4,478,134</b>	<b>\$ 22,655</b>

General Government	Transportation	Utilities Facilities	Bayhill Specific Plan Area	Community Benefit	Developer Agreements and Impact Fees Fund Totals
\$ 376,688	\$ 6,050,849	\$ 331,358	\$ 4,894,453	\$ 11,264,753	\$ 37,856,269
\$ 376,688	\$ 6,050,849	\$ 331,358	\$ 4,894,453	\$ 11,264,753	\$ 37,856,269
-	-	-	-	-	4,289
-	-	-	703,514	913,796	1,980,056
-	-	-	703,514	913,796	1,984,345
376,688	6,050,849	331,358	4,190,939	-	25,520,967
-	-	-	-	10,350,957	10,350,957
376,688	6,050,849	331,358	4,190,939	10,350,957	35,871,924
\$ 376,688	\$ 6,050,849	\$ 331,358	\$ 4,894,453	\$ 11,264,753	\$ 37,856,269

**City of San Bruno**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Developer Agreements and Impact Fees Fund**  
**For the year ended June 30, 2024**

	General Impact Fees	Affordable Housing	Community Services	Public Safety
<b>REVENUES:</b>				
Licenses and permits	\$ -	\$ -	\$ 274,146	\$ 20,525
Use of money and property	-	262,733	159,098	10,513
<b>Total revenues</b>	-	262,733	433,244	31,038
<b>EXPENDITURES:</b>				
Current:				
General government	-	-	22,449	-
<b>Total expenditures</b>	-	-	22,449	-
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	-	262,733	410,795	31,038
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	-	125,000
Transfers out	-	-	(2,806,259)	(766,911)
<b>Total other financing sources (uses)</b>	-	-	(2,806,259)	(641,911)
<b>Net change in fund balances</b>	-	262,733	(2,395,464)	(610,873)
<b>FUND BALANCES:</b>				
Beginning of year	-	9,807,611	6,873,598	633,528
End of year	\$ -	\$ 10,070,344	\$ 4,478,134	\$ 22,655

General Government	Transportation	Utilities	Facilities	Bayhill Specific Plan Area	Community Benefit	Intra-Fund Transactions Elimination	Developer Agreements and Impact Fees Fund Totals
\$ 29,810	\$ 254,954	\$ 162,793	\$ -	\$ 10,322,126	\$ -	\$ 11,064,354	
19,247	148,904	30,356	129,084	482,111	-	1,242,046	
49,057	403,858	193,149	129,084	10,804,237	-	12,306,400	
-	-	-	-	-	-	22,449	
-	-	-	-	-	-	22,449	
49,057	403,858	193,149	129,084	10,804,237	-	12,283,951	
-	-	-	-	-	-	125,000	
(640,000)	(37,500)	(1,538,768)	(273,750)	(25,166,860)	-	(31,230,048)	
(640,000)	(37,500)	(1,538,768)	(273,750)	(25,166,860)	-	(31,105,048)	
(590,943)	366,358	(1,345,619)	(144,666)	(14,362,623)	-	(18,821,097)	
967,631	5,684,491	1,676,977	4,335,605	24,713,580	-	54,693,021	
\$ 376,688	\$ 6,050,849	\$ 331,358	\$ 4,190,939	\$ 10,350,957	\$ -	\$ 35,871,924	

# City of San Bruno

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Street Improvement Capital Projects Fund For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ 380,700	\$ 438,408	\$ 57,708
Other revenues	-	326,500	(23,410)	(349,910)
<b>Total revenues</b>	<b>-</b>	<b>707,200</b>	<b>414,998</b>	<b>(292,202)</b>
<b>EXPENDITURES:</b>				
Current:				
Streets	-	-	870	(870)
Capital outlay	-	29,351,431	10,117,501	19,233,930
<b>Total expenditures</b>	<b>-</b>	<b>29,351,431</b>	<b>10,118,371</b>	<b>19,233,060</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>-</b>	<b>(28,644,231)</b>	<b>(9,703,373)</b>	<b>18,940,858</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	10,127,893	9,748,027	(379,866)
Transfers out	-	(1,083,899)	(767,117)	316,782
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>9,043,994</b>	<b>8,980,910</b>	<b>(63,084)</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ (19,600,237)</b>	<b>(722,463)</b>	<b>\$ 18,877,774</b>
<b>FUND BALANCES:</b>				
Beginning of year			-	
Restatement			14,442,411	
Beginning of year, as restated			14,442,411	
End of year			<u>\$ 13,719,948</u>	

# City of San Bruno

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Parks and Facilities and Technology Capital Improvement For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ 500,000	\$ 12,103,247	\$ 11,603,247
Charges for services	-	196,675	-	(196,675)
<b>Total revenues</b>	<b>-</b>	<b>696,675</b>	<b>12,103,247</b>	<b>11,406,572</b>
<b>EXPENDITURES:</b>				
Current:				
Capital outlay	-	31,126,974	20,645,920	10,481,054
<b>Total expenditures</b>	<b>-</b>	<b>31,126,974</b>	<b>20,645,920</b>	<b>10,481,054</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>(30,430,299)</b>	<b>(8,542,673)</b>	<b>21,887,626</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	7,787,168	9,240,635	1,453,467
Transfers out	-	(2,279,919)	(2,109,889)	170,030
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>5,507,249</b>	<b>7,130,746</b>	<b>1,623,497</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ (24,923,050)</b>	<b>(1,411,927)</b>	<b>\$ 23,511,123</b>
<b>FUND BALANCES:</b>				
Beginning of year			10,631,133	
End of year			<u>\$ 9,219,206</u>	

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## NONMAJOR GOVERNMENTAL FUNDS

### **Nonmajor Special Revenue Funds:**

**In Lieu** - Accounts for funds received to substitute for standard fees utilized for particular purposes.

**Agency on Aging** - Accounts for funds for senior services.

**Federal/State Grants** - Accounts for activities for the City's grants.

**Gas Tax** - Accounts for funds received and expended for street maintenance purposes as defined in sections 2103, 2105, 2106, 2107.5 of the Streets and Highway Code.

**Police Asset Seizure** - Accounts for state augmentation funds to be used for safety programs.

**Police** - Accounts for Police revenues to be used on special law enforcement programs.

**SB322 Recycling/Litter Clean-up** - Accounts for SB322 funds to be used on recycling and litter clean-up programs.

**Restricted Revenues** - Accounts for donations and fees collected for specific purposes.

**Bequests** - Accounts for funds bequested to the City.

**Streets** - Accounts for funds dedicated to street improvement and mitigation.

**City of San Bruno as Successor Housing Agency** - Accounts for housing assets and functions previously performed by the former Redevelopment Agency.

**Measure A Transportation Tax** - Accounts for funds received to be used for local transportation purposes. The revenues consist primarily of revenues received from Measure A sales tax passed to the City by San Mateo County.

**Disaster Recovery** - Accounts for funds from Pacific Gas and Electric Company (PG&E) Trust to rebuild the Crestmoor/Glenview neighborhood.

**Measure W Transportation Tax** - Accounts for funds received to be used for local transportation purposes. The revenues consist primarily of revenues received from Measure W sales tax passed to the City by San Mateo County.

**Community Development** - Accounts for the activities of the Community Development Department including the City's planning and building permit operations.

### **Debt Service Fund:**

**General** - Accounts for funds related to the 2011 and 2017 fire apparatus lease purchase, 2013 Pension Obligation Bond, and 2018 router lease purchase principal and interest payments.

**City of San Bruno**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2024 (with comparative totals for June 30, 2023)**

	Special Revenue Funds			
	In-Lieu	Agency on Aging	Federal/State Grants	Gas Tax
<b>ASSETS</b>				
Cash and investments	\$ 4,122,279	\$ -	\$ 1,424	\$ -
Cash and investments with fiscal agent	-	-	-	-
Receivables:				
Taxes	-	-	-	329,826
Interest	-	-	-	-
Other	-	47,816	56,174	-
Other assets	-	-	-	-
<b>Total assets</b>	<b>\$ 4,122,279</b>	<b>\$ 47,816</b>	<b>\$ 57,598</b>	<b>\$ 329,826</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	13,167	64,644	74,454	-
Due to other funds	-	173,638	592,098	263,920
Interest payable	-	-	-	-
Deposits payable	-	-	-	-
Unearned revenue	-	-	-	-
Advances from other funds	-	-	-	-
<b>Total liabilities</b>	<b>13,167</b>	<b>238,282</b>	<b>666,552</b>	<b>263,920</b>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Restricted	4,109,112	-	-	65,906
Committed	-	-	-	-
Unassigned	-	(190,466)	(608,954)	-
<b>Total fund balances</b>	<b>4,109,112</b>	<b>(190,466)</b>	<b>(608,954)</b>	<b>65,906</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 4,122,279</b>	<b>\$ 47,816</b>	<b>\$ 57,598</b>	<b>\$ 329,826</b>

Special Revenue Funds					
Police Asset Seizure	Police	SB 322 Recycling/Litter Clean-up	Restricted Revenues	Street	
\$ 658,857	\$ 203,693	\$ 511,364	\$ 2,268,216	\$ 4,408	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	18,007	-	
-	-	14,893	24,288	-	
-	-	-	3,628,657	-	
<u>\$ 658,857</u>	<u>\$ 203,693</u>	<u>\$ 526,257</u>	<u>\$ 5,939,168</u>	<u>\$ 4,408</u>	
8,283	-	10,909	24,928	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
<u>8,283</u>	<u>-</u>	<u>10,909</u>	<u>24,928</u>	<u>-</u>	
-	-	-	3,147,900	-	
-	-	-	3,147,900	-	
650,574	203,693	515,348	2,766,340	4,408	
-	-	-	-	-	
-	-	-	-	-	
<u>650,574</u>	<u>203,693</u>	<u>515,348</u>	<u>2,766,340</u>	<u>4,408</u>	
<u>\$ 658,857</u>	<u>\$ 203,693</u>	<u>\$ 526,257</u>	<u>\$ 5,939,168</u>	<u>\$ 4,408</u>	

**City of San Bruno**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2024 (with comparative totals for June 30, 2023)**

	Special Revenue Funds			
	City as Successor Housing Agency	Measure A Transportation Tax	Disaster Recovery Fund	Measure W Transportation Tax
<b>ASSETS</b>				
Cash and investments	\$ 700,649	\$ -	\$ -	\$ 1,007,414
Cash and investments with fiscal agent	-	-	-	-
Receivables:				
Taxes	-	-	-	100,361
Interest	-	-	-	-
Other	-	-	-	-
Other assets	-	-	-	-
<b>Total assets</b>	<b>\$ 700,649</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,107,775</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	-	-	-	-
Due to other funds	-	72,149	-	-
Interest payable	-	-	-	-
Deposits payable	-	-	-	-
Unearned revenue	-	-	-	-
Advances from other funds	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>72,149</b>	<b>-</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Restricted	700,649	-	-	1,107,775
Committed	-	-	-	-
Unassigned	-	(72,149)	-	-
<b>Total fund balances</b>	<b>700,649</b>	<b>(72,149)</b>	<b>-</b>	<b>1,107,775</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 700,649</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,107,775</b>

Special Revenue Fund	Debt Service Fund	Nonmajor Funds Totals	
		2024	2023
Community Development	General		
\$ 2,403,255	\$ 110,223	\$ 11,991,782	\$ 27,047,092
-	150	150	213
-	-	430,187	396,275
-	-	18,007	-
-	-	143,171	108,313
-	-	3,628,657	3,363,030
<u>\$ 2,403,255</u>	<u>\$ 110,373</u>	<u>\$ 16,211,954</u>	<u>\$ 30,914,923</u>
-	94,809	291,194	1,156,152
-	-	1,101,805	1,450,548
-	13,855	13,855	17,416
-	-	-	-
-	-	-	-
-	-	-	-
<u>-</u>	<u>108,664</u>	<u>1,406,854</u>	<u>2,624,116</u>
-	-	3,147,900	3,177,900
-	-	3,147,900	3,177,900
-	-	10,123,805	26,598,853
2,403,255	1,709	2,404,964	-
-	-	(871,569)	(1,485,946)
<u>2,403,255</u>	<u>1,709</u>	<u>11,657,200</u>	<u>25,112,907</u>
<u>\$ 2,403,255</u>	<u>\$ 110,373</u>	<u>\$ 16,211,954</u>	<u>\$ 30,914,923</u>

**City of San Bruno**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the year ended June 30, 2024 (with comparative totals for June 30, 2023)**

	Special Revenue Funds			
	In-Lieu	Agency on Aging	Federal/State Grants	Gas Tax
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	140,157	-	-	-
Intergovernmental	-	148,851	323,569	2,344,628
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	98,924	21	6,912	20,267
Other revenues	-	65,728	40,513	-
<b>Total revenues</b>	<b>239,081</b>	<b>214,600</b>	<b>370,994</b>	<b>2,364,895</b>
<b>EXPENDITURES:</b>				
Current:				
General government	-	-	386,498	-
Public safety	-	-	383,489	-
Streets	-	-	-	3,000
Parks and recreation	-	397,933	-	-
Library	-	-	-	-
Community and economic development	112,279	-	100,000	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>112,279</b>	<b>397,933</b>	<b>869,987</b>	<b>3,000</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>126,802</b>	<b>(183,333)</b>	<b>(498,993)</b>	<b>2,361,895</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	197,055	-	1,352,099	-
Transfers out	-	-	-	(2,988,061)
Proceeds from long-term debt	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>197,055</b>	<b>-</b>	<b>1,352,099</b>	<b>(2,988,061)</b>
<b>Net change in fund balances</b>	<b>323,857</b>	<b>(183,333)</b>	<b>853,106</b>	<b>(626,166)</b>
<b>FUND BALANCES:</b>				
Beginning of year	3,785,255	(7,133)	(1,462,060)	692,072
Restatement	-	-	-	-
Beginning of year, as restated	3,785,255	(7,133)	(1,462,060)	692,072
End of year	\$ 4,109,112	\$ (190,466)	\$ (608,954)	\$ 65,906

Special Revenue Funds

Police Asset Seizure	Police	SB 322 Recycling/Litter Clean-up	Restricted Revenues	Street
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	247,216	-
-	186,159	127,858	15,083	-
-	-	-	51,042	-
51,119	-	-	-	-
17,922	5,281	11,643	350,766	110
-	-	155,248	185,713	-
69,041	191,440	294,749	849,820	110
-	-	-	19,536	-
226,809	-	-	35,576	-
-	-	188,595	-	-
-	-	-	41,073	-
-	-	-	61,416	-
-	-	-	9,069	-
-	-	-	-	-
-	-	-	-	-
226,809	-	188,595	166,670	-
(157,768)	191,440	106,154	683,150	110
1,170	-	-	-	-
-	(100,000)	(37,500)	-	(75,000)
-	-	-	-	-
1,170	(100,000)	(37,500)	-	(75,000)
(156,598)	91,440	68,654	683,150	(74,890)
807,172	112,253	446,694	3,705,799	79,298
-	-	-	(1,622,609)	-
807,172	112,253	446,694	2,083,190	79,298
\$ 650,574	\$ 203,693	\$ 515,348	\$ 2,766,340	\$ 4,408

**City of San Bruno**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the year ended June 30, 2024 (with comparative totals for June 30, 2023)**

	Special Revenue Funds			
	City as Successor Housing Agency	Measure A Transportation Tax	Disaster Recovery Fund	Measure W Transportation Tax
<b>REVENUES:</b>				
Taxes	\$ -	\$ 1,295,819	\$ -	\$ 575,366
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	-	27,614	-	26,637
Other revenues	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>1,323,433</b>	<b>-</b>	<b>602,003</b>
<b>EXPENDITURES:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Streets	-	-	-	-
Parks and recreation	-	-	-	-
Library	-	-	-	-
Community and economic development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>-</b>	<b>1,323,433</b>	<b>-</b>	<b>602,003</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	215,410	-	92,006
Transfers out	-	(2,549,615)	(13,261)	(461,600)
Proceeds from long-term debt	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(2,334,205)</b>	<b>(13,261)</b>	<b>(369,594)</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>(1,010,772)</b>	<b>(13,261)</b>	<b>232,409</b>
<b>FUND BALANCES:</b>				
Beginning of year	700,649	938,623	13,261	875,366
Restatement	-	-	-	-
Beginning of year, as restated	700,649	938,623	13,261	875,366
End of year	\$ 700,649	\$ (72,149)	\$ -	\$ 1,107,775

Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Nonmajor Funds	
Community Development	Street Improvement	General	Totals	
			2024	2023
\$ -	\$ -	\$ -	\$ 1,871,185	\$ 1,805,800
750,623	-	-	1,137,996	1,208,562
-	-	-	3,146,148	3,348,743
-	-	-	51,042	40,843
-	-	-	51,119	451,793
54,086	-	265	620,448	329,972
-	-	-	447,202	342,555
804,709	-	265	7,325,140	7,528,268
-	-	-	406,034	1,757,639
-	-	-	645,874	313,482
-	-	-	191,595	72,277
-	-	-	439,006	300,569
-	-	-	61,416	32,020
24,063	-	-	245,411	52,911
-	-	-	-	3,160,857
-	-	1,146,790	1,146,790	1,446,246
-	-	217,131	217,131	290,595
24,063	-	1,363,921	3,353,257	7,426,596
780,646	-	(1,363,656)	3,971,883	101,672
-	-	1,382,118	3,239,858	14,069,206
-	-	-	(6,225,037)	(5,881,615)
-	-	-	-	-
-	-	1,382,118	(2,985,179)	8,187,591
780,646	-	18,462	986,704	8,289,263
-	14,442,411	(16,753)	25,112,907	16,823,644
1,622,609	(14,442,411)	-	(14,442,411)	-
1,622,609	-	(16,753)	10,670,496	16,823,644
\$ 2,403,255	\$ -	\$ 1,709	\$ 11,657,200	\$ 25,112,907

# City of San Bruno

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual In-Lieu For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 350,000	\$ 350,000	\$ 140,157	\$ (209,843)
Use of money and property	26,000	26,000	98,924	72,924
<b>Total revenues</b>	<b>376,000</b>	<b>376,000</b>	<b>239,081</b>	<b>(136,919)</b>
<b>EXPENDITURES:</b>				
Current:				
Community and economic development	252,350	252,350	112,279	140,071
<b>Total expenditures</b>	<b>252,350</b>	<b>252,350</b>	<b>112,279</b>	<b>140,071</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>123,650</b>	<b>123,650</b>	<b>126,802</b>	<b>3,152</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	197,055	197,055	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>197,055</b>	<b>197,055</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 123,650</b>	<b>\$ 320,705</b>	<b>323,857</b>	<b>\$ 3,152</b>
<b>FUND BALANCES:</b>				
Beginning of year			3,785,255	
End of year			<b>\$ 4,109,112</b>	

# City of San Bruno

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

### Agency on Aging

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 170,000	\$ 170,000	\$ 148,851	\$ (21,149)
Use of money and property	-	-	21	21
Other revenues	72,000	72,000	65,728	(6,272)
<b>Total revenues</b>	<b>242,000</b>	<b>242,000</b>	<b>214,600</b>	<b>(27,400)</b>
<b>EXPENDITURES:</b>				
Current:				
Parks and recreation	253,868	353,868	397,933	(44,065)
<b>Total expenditures</b>	<b>253,868</b>	<b>353,868</b>	<b>397,933</b>	<b>(44,065)</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(11,868)</b>	<b>(111,868)</b>	<b>(183,333)</b>	<b>(71,465)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(1,500)	(1,500)	-	1,500
<b>Total other financing sources (uses)</b>	<b>(1,500)</b>	<b>(1,500)</b>	<b>-</b>	<b>1,500</b>
<b>Net change in fund balances</b>	<b>\$ (13,368)</b>	<b>\$ (113,368)</b>	<b>(183,333)</b>	<b>\$ (69,965)</b>
<b>FUND BALANCES:</b>				
Beginning of year			(7,133)	
End of year			<u>\$ (190,466)</u>	

# City of San Bruno

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Federal/State Grants For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 167,158	\$ 1,877,655	\$ 323,569	\$ (1,554,086)
Use of money and property	-	-	6,912	6,912
Other revenues	-	-	40,513	40,513
<b>Total revenues</b>	<b>167,158</b>	<b>1,877,655</b>	<b>370,994</b>	<b>(1,506,661)</b>
<b>EXPENDITURES:</b>				
Current:				
General government	-	446,500	386,498	60,002
Public safety	164,657	1,676,905	383,489	1,293,416
Community and economic development	-	-	100,000	(100,000)
<b>Total expenditures</b>	<b>164,657</b>	<b>2,123,405</b>	<b>869,987</b>	<b>1,253,418</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>2,501</b>	<b>(245,750)</b>	<b>(498,993)</b>	<b>(253,243)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	1,352,099	1,352,099	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>1,352,099</b>	<b>1,352,099</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 2,501</b>	<b>\$ 1,106,349</b>	<b>853,106</b>	<b>\$ (253,243)</b>
<b>FUND BALANCES:</b>				
Beginning of year			(1,462,060)	
End of year			<u>\$ (608,954)</u>	

# City of San Bruno

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Gas Tax For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ 2,105,667	\$ 2,344,628	\$ 238,961
Use of money and property	-	12,556	20,267	7,711
<b>Total revenues</b>	<b>-</b>	<b>2,118,223</b>	<b>2,364,895</b>	<b>246,672</b>
<b>EXPENDITURES:</b>				
Current:				
Streets	-	3,060	3,000	60
<b>Total expenditures</b>	<b>-</b>	<b>3,060</b>	<b>3,000</b>	<b>60</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>				
	<b>-</b>	<b>2,115,163</b>	<b>2,361,895</b>	<b>246,732</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	306,084	-	(306,084)
Transfers out	-	(3,055,689)	(2,988,061)	67,628
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(2,749,605)</b>	<b>(2,988,061)</b>	<b>(238,456)</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ (634,442)</b>	<b>(626,166)</b>	<b>\$ 8,276</b>
<b>FUND BALANCES:</b>				
Beginning of year			692,072	
End of year			<u>\$ 65,906</u>	

# City of San Bruno

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

### Police Asset Seizure

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Fines and forfeitures	\$ 103,000	\$ 103,000	\$ 51,119	\$ (51,881)
Use of money and property	500	500	17,922	17,422
<b>Total revenues</b>	<b>103,500</b>	<b>103,500</b>	<b>69,041</b>	<b>(34,459)</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	226,762	331,568	226,809	104,759
<b>Total expenditures</b>	<b>226,762</b>	<b>331,568</b>	<b>226,809</b>	<b>104,759</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>(123,262)</b>	<b>(228,068)</b>	<b>(157,768)</b>	<b>70,300</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	1,170	1,170	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>1,170</b>	<b>1,170</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (123,262)</b>	<b>\$ (226,898)</b>	<b>(156,598)</b>	<b>\$ 70,300</b>
<b>FUND BALANCES:</b>				
Beginning of year			807,172	
End of year			<b>\$ 650,574</b>	

# City of San Bruno

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

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 150,000	\$ 150,000	\$ 186,159	\$ 36,159
Use of money and property	1,000	1,000	5,281	4,281
<b>Total revenues</b>	<b>151,000</b>	<b>151,000</b>	<b>191,440</b>	<b>40,440</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(100,000)	(100,000)	(100,000)	-
<b>Total other financing sources (uses)</b>	<b>(100,000)</b>	<b>(100,000)</b>	<b>(100,000)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 51,000</b>	<b>\$ 51,000</b>	<b>91,440</b>	<b>\$ 40,440</b>
<b>FUND BALANCES:</b>				
Beginning of year			112,253	
End of year			<u>\$ 203,693</u>	

# City of San Bruno

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

### SB 322 Recycling/Litter Clean-up

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 10,952	\$ 10,952	\$ 127,858	\$ 116,906
Use of money and property	2,500	2,500	11,643	9,143
Other revenues	95,550	95,550	155,248	59,698
<b>Total revenues</b>	<b>109,002</b>	<b>109,002</b>	<b>294,749</b>	<b>185,747</b>
<b>EXPENDITURES:</b>				
Current:				
Streets	129,135	193,886	188,595	5,291
<b>Total expenditures</b>	<b>129,135</b>	<b>193,886</b>	<b>188,595</b>	<b>5,291</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(20,133)</b>	<b>(84,884)</b>	<b>106,154</b>	<b>191,038</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	(37,500)	(37,500)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(37,500)</b>	<b>(37,500)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (20,133)</b>	<b>\$ (122,384)</b>	<b>68,654</b>	<b>\$ 191,038</b>
<b>FUND BALANCES:</b>				
Beginning of year			446,694	
End of year			<b>\$ 515,348</b>	

# City of San Bruno

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

### Restricted Revenues

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 861,375	\$ 861,375	\$ 247,216	\$ (614,159)
Intergovernmental	-	-	15,083	15,083
Charges for services	41,000	41,000	51,042	10,042
Use of money and property	206,500	206,500	350,766	144,266
Other revenues	81,000	81,000	185,713	104,713
<b>Total revenues</b>	<b>1,189,875</b>	<b>1,189,875</b>	<b>849,820</b>	<b>(340,055)</b>
<b>EXPENDITURES:</b>				
Current:				
General government	21,200	28,800	19,536	9,264
Public safety	-	81	35,576	(35,495)
Parks and recreation	8,000	8,000	41,073	(33,073)
Library	15,100	15,100	61,416	(46,316)
Community and economic development	70,000	132,000	9,069	122,931
<b>Total expenditures</b>	<b>114,300</b>	<b>183,981</b>	<b>166,670</b>	<b>17,311</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,075,575</b>	<b>1,005,894</b>	<b>683,150</b>	<b>(322,744)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	140,469	-	(140,469)
Transfers out	-	(2,206,613)	-	2,206,613
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(2,066,144)</b>	<b>-</b>	<b>2,066,144</b>
<b>Net change in fund balances</b>	<b>\$ 1,075,575</b>	<b>\$ (1,060,250)</b>	<b>683,150</b>	<b>\$ 1,743,400</b>
<b>FUND BALANCES:</b>				
Beginning of year			3,705,799	
Restatement			(1,622,609)	
Beginning of year, as restated			2,083,190	
End of year			<u>\$ 2,766,340</u>	

# City of San Bruno

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

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ 1,377	\$ 110	\$ (1,267)
<b>Total revenues</b>	-	1,377	110	(1,267)
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	(75,000)	(75,000)	-
<b>Total other financing sources (uses)</b>	-	(75,000)	(75,000)	-
<b>Net change in fund balances</b>	\$ -	\$ (73,623)	(74,890)	\$ (1,267)
<b>FUND BALANCES:</b>				
Beginning of year			79,298	
End of year			\$ 4,408	

**City of San Bruno**

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

**City as Successor Housing Agency**

**For the year ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Net change in fund balances	\$ -	\$ -	-	\$ -
<b>FUND BALANCES:</b>				
Beginning of year			700,649	
End of year			\$ 700,649	

# City of San Bruno

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

### Measure A Transportation Tax

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ 1,235,156	\$ 1,295,819	\$ 60,663
Use of money and property	-	21,659	27,614	5,955
<b>Total revenues</b>	-	1,256,815	1,323,433	66,618
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	220,678	215,410	(5,268)
Transfers out	-	(2,527,672)	(2,549,615)	(21,943)
<b>Total other financing sources (uses)</b>	-	(2,306,994)	(2,334,205)	(27,211)
<b>Net change in fund balances</b>	\$ -	\$ (1,050,179)	(1,010,772)	\$ 39,407
<b>FUND BALANCES:</b>				
Beginning of year			938,623	
End of year			\$ (72,149)	

**City of San Bruno**

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

**Disaster Recovery Fund**

**For the year ended June 30, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	\$ -	\$ (13,260)	\$ (13,261)	\$ (1)
<b>Total other financing sources (uses)</b>	-	(13,260)	(13,261)	(1)
<b>Net change in fund balances</b>	<u>\$ -</u>	<u>\$ (13,260)</u>	<u>(13,261)</u>	<u>\$ (1)</u>
<b>FUND BALANCES:</b>				
Beginning of year			13,261	
End of year			<u>\$ -</u>	

# City of San Bruno

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Measure W Transportation Tax For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ 548,940	\$ 575,366	\$ 26,426
Use of money and property	-	9,035	26,637	17,602
<b>Total revenues</b>	-	557,975	602,003	44,028
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	92,006	92,006	-
Transfers out	-	(461,600)	(461,600)	-
<b>Total other financing sources (uses)</b>	-	(369,594)	(369,594)	-
<b>Net change in fund balances</b>	\$ -	\$ 188,381	232,409	\$ 44,028
<b>FUND BALANCES:</b>				
Beginning of year			875,366	
End of year			\$ 1,107,775	

# City of San Bruno

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

### Community Development

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	-	-	750,623	750,623
Use of money and property	-	-	54,086	54,086
<b>Total revenues</b>	-	-	804,709	804,709
<b>EXPENDITURES:</b>				
Current:				
Community and economic development	-	-	24,063	(24,063)
<b>Total expenditures</b>	-	-	24,063	(24,063)
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	-	-	780,646	780,646
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	2,086,760	-	(2,086,760)
<b>Total other financing sources (uses)</b>	-	2,086,760	-	(2,086,760)
<b>Net change in fund balances</b>	\$ -	\$ 2,086,760	780,646	\$ (1,306,114)
<b>FUND BALANCES:</b>				
Beginning of year			-	
Restatement			1,622,609	
Beginning of year, as restated			1,622,609	
End of year			\$ 2,403,255	

# City of San Bruno

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

### General Debt Service Fund

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 265	\$ 265
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>265</b>	<b>265</b>
<b>EXPENDITURES:</b>				
Current:				
Debt service:				
Principal	1,146,790	1,146,790	1,146,790	-
Interest and fiscal charges	220,328	220,328	217,131	3,197
<b>Total expenditures</b>	<b>1,367,118</b>	<b>1,367,118</b>	<b>1,363,921</b>	<b>3,197</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>(1,367,118)</b>	<b>(1,367,118)</b>	<b>(1,363,656)</b>	<b>3,462</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	15,000	1,382,118	1,367,118
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>15,000</b>	<b>1,382,118</b>	<b>1,367,118</b>
<b>Net change in fund balances</b>	<b>\$ (1,367,118)</b>	<b>\$ (1,352,118)</b>	<b>18,462</b>	<b>\$ 1,370,580</b>
<b>FUND BALANCES:</b>				
Beginning of year			(16,753)	
End of year			\$ 1,709	

## NONMAJOR ENTERPRISE FUNDS

**Stormwater** - To account for storm drain system maintenance, street sweeping and other related activities to the citizens of San Bruno. Funding comes from customers connected to the City's sewer system, due to extensive infiltration and intrusion to the City's sewer system and street sweeping charges.

**Parking** - To account for parking fees on City streets and at City parking lots.

**City of San Bruno**  
**Combining Statement of Net Position**  
**Nonmajor Enterprise Funds**  
**June 30, 2024 (with comparative totals for June 30, 2023)**

	Stormwater	Parking	Totals	
			2024	2023
<b>ASSETS</b>				
Current Assets:				
Cash and investments	\$ 2,495,637	\$ 1,075,880	\$ 3,571,517	\$ -
Receivables:				
Taxes	74,953	-	74,953	-
Accounts	174,492	-	174,492	-
Other	-	1,896	1,896	-
Total current assets	2,745,082	1,077,776	3,822,858	-
Noncurrent:				
Capital assets:				
Nondepreciable capital assets	1,396,642	-	1,396,642	-
Depreciable capital assets	7,431,305	794,146	8,225,451	-
Accumulated depreciation	(1,973,384)	(105,886)	(2,079,270)	-
Net capital assets	6,854,563	688,260	7,542,823	-
Total noncurrent assets	6,854,563	688,260	7,542,823	-
<b>Total assets</b>	<b>9,599,645</b>	<b>1,766,036</b>	<b>11,365,681</b>	<b>-</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred amount on pensions	196,283	-	196,283	-
<b>Total deferred outflows of resources</b>	<b>196,283</b>	<b>-</b>	<b>196,283</b>	<b>-</b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable and accrued liabilities	158,603	30,122	188,725	2,490
Compensated absences - current	3,756	-	3,756	-
Total current liabilities	162,359	30,122	192,481	2,490
Noncurrent liabilities:				
Advances from other funds	-	2,000,000	2,000,000	-
Compensated absences	27,726	-	27,726	-
Net pension liability	821,689	-	821,689	-
Long-term debt	-	-	-	-
Total noncurrent liabilities	849,415	2,000,000	2,849,415	-
<b>Total liabilities</b>	<b>1,011,774</b>	<b>2,030,122</b>	<b>3,041,896</b>	<b>2,490</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred amount on pensions	371	-	371	-
<b>Total deferred inflows of resources</b>	<b>371</b>	<b>-</b>	<b>371</b>	<b>-</b>
<b>NET POSITION</b>				
Net investment in capital assets	6,854,563	688,260	7,542,823	-
Unrestricted	1,929,220	(952,346)	976,874	(2,490)
<b>Total net position</b>	<b>\$ 8,783,783</b>	<b>\$ (264,086)</b>	<b>\$ 8,519,697</b>	<b>\$ (2,490)</b>

**City of San Bruno**  
**Combining Statement of Revenues, Expenses and Changes in Net Position**  
**Nonmajor Enterprise Funds**  
**For the year ended June 30, 2024 (with comparative totals for June 30, 2023)**

	Stormwater	Parking	Totals	
			2024	2023
<b>OPERATING REVENUES:</b>				
Charges for services:				
Other service charges	\$ 556,358	\$ 160,536	\$ 716,894	\$ -
Other operating revenue	2,100,743	-	2,100,743	-
<b>Total operating revenues</b>	<b>2,657,101</b>	<b>160,536</b>	<b>2,817,637</b>	<b>-</b>
<b>OPERATING EXPENSES:</b>				
Distribution	2,035,734	-	2,035,734	-
Facilities maintenance	-	326,291	326,291	2,490
Depreciation and amortization	226,088	105,886	331,974	-
<b>Total operating expenses</b>	<b>2,261,822</b>	<b>432,177</b>	<b>2,693,999</b>	<b>2,490</b>
<b>Operating income (loss)</b>	<b>395,279</b>	<b>(271,641)</b>	<b>123,638</b>	<b>(2,490)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Investment income	36,667	10,045	46,712	-
<b>Total nonoperating revenues (expenses)</b>	<b>36,667</b>	<b>10,045</b>	<b>46,712</b>	<b>-</b>
<b>Income before contributions and transfers</b>	<b>431,946</b>	<b>(261,596)</b>	<b>170,350</b>	<b>(2,490)</b>
<b>CONTRIBUTIONS AND TRANSFERS:</b>				
Transfers in	4,458,397	-	4,458,397	-
Transfers out	(532,768)	-	(532,768)	-
<b>Total contributions and transfers</b>	<b>3,925,629</b>	<b>-</b>	<b>3,925,629</b>	<b>-</b>
<b>Change in net position</b>	<b>4,357,575</b>	<b>(261,596)</b>	<b>4,095,979</b>	<b>(2,490)</b>
<b>NET POSITION:</b>				
Beginning of year	-	(2,490)	(2,490)	(2,637,521)
Restatements	4,426,208	-	4,426,208	-
Beginning of year, as restated	4,426,208	(2,490)	4,423,718	(2,637,521)
End of year	\$ 8,783,783	\$ (264,086)	\$ 8,519,697	\$ (2,640,011)

**City of San Bruno**  
**Combining Statement of Cash Flows**  
**Nonmajor Enterprise Funds**  
**For the year ended June 30, 2024 (with comparative totals for June 30, 2023)**

			Totals	
			2024	2023
	Stormwater	Parking		
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash receipts from customers	\$ 2,414,256	\$ 158,640	\$ 2,572,896	\$ -
Cash payments to suppliers for goods and services	(2,792,018)	(298,659)	(3,090,677)	-
Cash (payments) receipts to employees for services	21,701	-	21,701	-
<b>Net cash provided by (used in) operating activities</b>	<b>(356,061)</b>	<b>(140,019)</b>	<b>(496,080)</b>	<b>-</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Loans from other funds	-	2,000,000	2,000,000	-
Loan repayments to other funds	(642,426)	-	(642,426)	-
Transfers received from other funds	4,458,397	-	4,458,397	-
Transfers paid to other funds	(532,768)	-	(532,768)	-
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>3,283,203</b>	<b>2,000,000</b>	<b>5,283,203</b>	<b>-</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Acquisition and construction of capital assets	(468,172)	(794,146)	(1,262,318)	-
<b>Net cash provided by (used in) capital and related financing activities</b>	<b>(468,172)</b>	<b>(794,146)</b>	<b>(1,262,318)</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Investment income (expense)	36,667	10,045	46,712	-
<b>Net cash provided by (used in) investing activities</b>	<b>36,667</b>	<b>10,045</b>	<b>46,712</b>	<b>-</b>
<b>Net cash flows</b>	<b>2,495,637</b>	<b>1,075,880</b>	<b>3,571,517</b>	<b>-</b>
<b>CASH AND INVESTMENTS - Beginning of year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>CASH AND INVESTMENTS - End of year</b>	<b>\$ 2,495,637</b>	<b>\$ 1,075,880</b>	<b>\$ 3,571,517</b>	<b>\$ -</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ 395,279	\$ (271,641)	\$ 123,638	(2,490)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation and amortization	226,088	105,886	331,974	-
(Increase) decrease in current assets:				
Taxes receivable	(74,953)	-	(74,953)	-
Accounts receivable	(167,892)	-	(167,892)	-
Other receivable	-	(1,896)	(1,896)	-
(Increase) decrease in deferred outflows of resources	21,285	-	21,285	-
Increase (decrease) in liabilities:				
Accounts payable and accrued liabilities	(756,284)	27,632	(728,652)	2,490
Due to other funds			-	-
Unearned revenue			-	-
Compensated absences	(20,353)	-	(20,353)	-
Net pension liability	21,300	-	21,300	-
Increase (decrease) in deferred inflows of resources	(531)	-	(531)	-
<b>Net cash provided by (used in) operating activities</b>	<b>\$ (356,061)</b>	<b>\$ (140,019)</b>	<b>\$ (496,080)</b>	<b>\$ -</b>

## INTERNAL SERVICE FUNDS

**Central Garage** - To account for the cost of vehicle acquisition and disposal, preventative maintenance and repair, and support services for the City's fleet.

**Self-Insurance** - To account for the City's coverage for Workers' Compensation and General Liability insurance.

**Technology Development** - To account for the cost of maintaining the City's IT infrastructure, network and data security, business applications and management, and providing a centralized service desk.

**Facilities Management** - To account for the cost of custodial services, facility management and preventative maintenance, and repair services for the City's facilities.

**City of San Bruno**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**June 30, 2024 (with comparative totals for June 30, 2023)**

	Central Garage	Self-Insurance	Technology Development	Facilities Maintenance
<b>ASSETS</b>				
Current Assets:				
Cash and investments	\$ 54,232	\$ 2,611,400	\$ 731,403	\$ 372,764
Cash and investments with fiscal agent	-	91,119	-	-
Receivables:				
Accounts	-	199	-	-
Total current assets	54,232	2,702,718	731,403	372,764
Noncurrent:				
Capital assets:				
Depreciable capital assets	-	-	35,381	146,679
Accumulated depreciation	-	-	(27,325)	(42,376)
Net capital assets	-	-	8,056	104,303
Total noncurrent assets	-	-	8,056	104,303
<b>Total assets</b>	54,232	2,702,718	739,459	477,067
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable and accrued liabilities	27,888	197,718	39,063	77,461
Compensated absences - current	3,650	-	7,303	15,126
Claims and judgements - current	-	1,316,000	-	-
Total current liabilities	31,538	1,513,718	46,366	92,587
Noncurrent liabilities:				
Compensated absences	10,350	-	57,364	87,993
Claims payable	-	4,284,000	-	-
Total noncurrent liabilities	10,350	4,284,000	57,364	87,993
<b>Total liabilities</b>	41,888	5,797,718	103,730	180,580
<b>NET POSITION</b>				
Net investment in capital assets	-	-	-	104,303
Unrestricted	12,344	(3,095,000)	635,729	192,184
<b>Total net position</b>	\$ 12,344	\$ (3,095,000)	\$ 635,729	\$ 296,487

Totals	
2024	2023
\$ 3,769,799	\$ 2,744,262
91,119	91,119
199	449
<u>3,861,117</u>	<u>2,835,830</u>
182,060	171,319
<u>(69,701)</u>	<u>(59,094)</u>
<u>112,359</u>	<u>112,225</u>
<u>112,359</u>	<u>112,225</u>
<u>3,973,476</u>	<u>2,948,055</u>
342,130	410,055
26,079	26,401
<u>1,316,000</u>	<u>1,118,000</u>
<u>1,684,209</u>	<u>1,554,456</u>
155,707	100,881
<u>4,284,000</u>	<u>3,905,000</u>
<u>4,439,707</u>	<u>4,005,881</u>
<u>6,123,916</u>	<u>5,560,337</u>
104,303	112,225
<u>(2,254,743)</u>	<u>(2,724,507)</u>
<u>\$ (2,150,440)</u>	<u>\$ (2,612,282)</u>

**City of San Bruno**  
**Combining Statement of Revenues, Expenses and Changes in Net Position**  
**Internal Service Funds**  
**For the year ended June 30, 2024 (with comparative totals for June 30, 2023)**

	Central Garage	Self-Insurance	Technology Development	Facilities Maintenance
<b>OPERATING REVENUES:</b>				
Charges for services:				
Other service charges	\$ 888,545	\$ 3,646,532	\$ 1,668,582	\$ 2,143,887
Other operating revenue	-	-	-	13,240
<b>Total operating revenues</b>	<b>888,545</b>	<b>3,646,532</b>	<b>1,668,582</b>	<b>2,157,127</b>
<b>OPERATING EXPENSES:</b>				
Central garage	914,802	-	-	-
Insurance expenses	-	3,627,989	-	-
Technology support	-	-	1,496,517	-
Facilities maintenance	-	-	-	1,999,029
Depreciation and amortization	-	-	2,685	7,922
<b>Total operating expenses</b>	<b>914,802</b>	<b>3,627,989</b>	<b>1,499,202</b>	<b>2,006,951</b>
<b>Operating income (loss)</b>	<b>(26,257)</b>	<b>18,543</b>	<b>169,380</b>	<b>150,176</b>
<b>CONTRIBUTIONS AND TRANSFERS:</b>				
Transfers in	100,000	-	-	50,000
<b>Total contributions and transfers</b>	<b>100,000</b>	<b>-</b>	<b>-</b>	<b>50,000</b>
<b>Change in net position</b>	<b>73,743</b>	<b>18,543</b>	<b>169,380</b>	<b>200,176</b>
<b>NET POSITION:</b>				
Beginning of year	(61,399)	(3,113,543)	466,349	96,311
End of year	\$ 12,344	\$ (3,095,000)	\$ 635,729	\$ 296,487

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Totals	
2024	2023
\$ 8,347,546	\$ 7,300,833
13,240	649
<u>8,360,786</u>	<u>7,301,482</u>
914,802	971,084
3,627,989	3,059,462
1,496,517	1,315,296
1,999,029	1,922,473
10,607	7,928
<u>8,048,944</u>	<u>7,276,243</u>
<u>311,842</u>	<u>25,239</u>
150,000	-
<u>150,000</u>	<u>-</u>
461,842	25,239
<u>(2,612,282)</u>	<u>(2,637,521)</u>
<u>\$ (2,150,440)</u>	<u>\$ (2,612,282)</u>

**City of San Bruno**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the year ended June 30, 2024 (with comparative totals for June 30, 2023)**

	Central Garage	Self-Insurance	Technology Development	Facilities Maintenance
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash received from interfund services provided	\$ 888,545	\$ 3,646,782	\$ 1,668,582	\$ 2,157,127
Cash payments to suppliers for goods and services	(933,314)	(3,065,885)	(1,481,776)	(1,993,783)
Cash reimbursements for loss claims	-	-	-	-
<b>Net cash provided by (used in) operating activities</b>	<b>(44,769)</b>	<b>580,897</b>	<b>186,806</b>	<b>163,344</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Transfers received from other funds	100,000	-	-	50,000
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>100,000</b>	<b>-</b>	<b>-</b>	<b>50,000</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Acquisition and construction of capital assets	-	-	(10,741)	-
<b>Net cash provided by (used in) capital and related financing activities</b>	<b>-</b>	<b>-</b>	<b>(10,741)</b>	<b>-</b>
<b>Net cash flows</b>	<b>55,231</b>	<b>580,897</b>	<b>176,065</b>	<b>213,344</b>
<b>CASH AND INVESTMENTS - Beginning of year</b>	<b>(999)</b>	<b>2,121,622</b>	<b>555,338</b>	<b>159,420</b>
<b>CASH AND INVESTMENTS - End of year</b>	<b>\$ 54,232</b>	<b>\$ 2,702,519</b>	<b>\$ 731,403</b>	<b>\$ 372,764</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (26,257)	\$ 18,543	\$ 169,380	\$ 150,176
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation and amortization	-	-	2,685	7,922
(Increase) decrease in current assets:				
Accounts receivable	-	250	-	-
Increase (decrease) in liabilities:				
Accounts payable and accrued liabilities	(23,224)	(14,896)	(22,695)	(7,110)
Compensated absences	4,712	-	37,436	12,356
Claims liability	-	577,000	-	-
<b>Net cash provided by (used in) operating activities</b>	<b>\$ (44,769)</b>	<b>\$ 580,897</b>	<b>\$ 186,806</b>	<b>\$ 163,344</b>

Totals	
2024	2023
\$ 8,361,036	\$ 7,300,384
(7,474,758)	(7,219,462)
-	649
<u>886,278</u>	<u>81,571</u>
150,000	
<u>150,000</u>	-
(10,741)	(118,826)
(10,741)	(118,826)
1,025,537	(37,255)
<u>2,835,381</u>	<u>2,872,636</u>
<u>\$ 3,860,918</u>	<u>\$ 2,835,381</u>
\$ 311,842	25,239
10,607	7,928
250	(449)
(67,925)	20,323
54,504	33,530
<u>577,000</u>	<u>(5,000)</u>
<u>\$ 886,278</u>	<u>\$ 81,571</u>

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## **Statistical Section**

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**CITY OF SAN BRUNO**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
<b>Governmental activities</b>					
Net investments in capital assets	\$ 47,667,730	\$ 50,836,407	\$ 54,014,157	\$ 59,084,356	\$ 66,352,484
Restricted	16,592,413	12,444,902	15,727,642	18,264,533	18,534,689
Unrestricted	(35,591,299)	(34,557,594)	(42,133,843)	(41,778,351)	(47,316,623)
Total governmental activities net position	<u>\$ 28,668,844</u>	<u>\$ 28,723,715</u>	<u>\$ 27,607,956</u>	<u>\$ 35,570,538</u>	<u>\$ 37,570,550</u>
<b>Business-type activities</b>					
Net investments in capital assets	\$ 57,076,442	\$ 67,316,388	\$ 70,539,432	\$ 37,167,066	\$ 42,964,412
Restricted				\$ 40,979,572	\$ 27,693,026
Unrestricted	11,218,527	7,002,450	14,463,523	12,485,588	30,544,816
Total business-type activities net position	<u>\$ 68,294,969</u>	<u>\$ 74,318,838</u>	<u>\$ 85,002,955</u>	<u>\$ 90,632,226</u>	<u>\$ 101,202,254</u>
<b>Primary government</b>					
Net investments in capital assets	\$ 104,744,172	\$ 118,152,795	\$ 124,553,589	\$ 96,251,422	\$ 109,316,896
Restricted	16,592,413	12,444,902	15,727,642	18,264,533	46,227,715
Unrestricted	(24,372,772)	(27,555,144)	(27,670,320)	(29,292,763)	(16,771,807)
Total primary government net position	<u>\$ 96,963,813</u>	<u>\$ 103,042,553</u>	<u>\$ 112,610,911</u>	<u>\$ 85,223,192</u>	<u>\$ 138,772,804</u>
	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
<b>Governmental activities</b>					
Net investments in capital assets	\$ 69,271,484	\$68,788,202	\$ 80,545,096	\$ 102,207,599	\$ 123,061,965
Restricted	22,102,576	22,782,488	53,426,528	75,224,281	49,911,286
Unrestricted	(55,052,523)	(50,077,211)	(70,032,132)	(18,552,818)	3,768,610
Total governmental activities net position	<u>\$ 36,321,537</u>	<u>\$ 41,493,479</u>	<u>\$ 63,939,492</u>	<u>\$ 158,879,062</u>	<u>\$ 176,741,861</u>
<b>Business-type activities</b>					
Net investments in capital assets	\$ 53,787,761	\$ 58,888,940	\$ 58,458,807	\$ 65,375,009	\$ 73,473,142
Restricted	15,720,390	4,123,199	1,918,591	1,936,756	1,963,235
Unrestricted	41,095,816	57,332,179	70,033,202	67,436,852	91,972,267
Total business-type activities net position	<u>\$ 110,603,967</u>	<u>\$ 120,344,318</u>	<u>\$ 130,410,600</u>	<u>\$ 134,748,617</u>	<u>\$ 167,408,644</u>
<b>Primary government</b>					
Net investments in capital assets	\$ 123,059,245	\$ 127,677,142	\$ 139,003,903	\$ 167,582,608	\$ 196,535,107
Restricted	37,822,966	26,905,687	55,345,119	77,161,037	51,874,521
Unrestricted	(13,956,707)	7,254,968	1,070	48,884,034	95,740,877
Total primary government net position	<u>\$ 146,925,504</u>	<u>\$ 161,837,797</u>	<u>\$ 194,350,092</u>	<u>\$ 293,627,679</u>	<u>\$ 344,150,505</u>

**CITY OF SAN BRUNO**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**

	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b>Expenses</b>			
Governmental activities:			
General government	\$ 10,813,390	\$ 6,632,727	\$ 7,944,081
Public safety	21,206,573	24,334,371	25,201,102
Public works	863,706	929,223	1,032,599
Highways and streets	3,009,303	3,450,979	4,001,200
Parks and recreation	5,562,181	5,611,296	5,929,836
Library	1,731,305	1,799,797	1,937,465
Community development	2,265,895	2,526,383	2,791,309
Interest expense	416,914	403,839	387,374
Total governmental activities expenses	<u>45,869,267</u>	<u>45,688,615</u>	<u>49,224,966</u>
Business-type activities:			
Water	9,378,993	10,098,091	9,717,392
Stormwater	905,074	607,817	606,627
Wastewater	10,265,939	10,921,203	12,033,285
Cable Television	11,002,694	11,240,247	11,655,651
Parking	-	-	-
Total business-type activities expenses	<u>31,552,700</u>	<u>32,867,358</u>	<u>34,012,955</u>
Total primary government expenses	<u>\$ 77,421,967</u>	<u>\$ 78,555,973</u>	<u>\$ 83,237,921</u>
<b>Program Revenues</b>			
Governmental activities:			
Charges for services:			
General government	\$ 2,837,224	\$ 3,468,619	\$ 3,534,173
Public safety	1,637,659	1,906,214	2,019,187
Public works	86,752	165,037	475,379
Highways and streets	17,977	17,204	16,500
Parks and recreation	1,471,537	1,490,268	1,533,722
Library	96,969	86,593	92,709
Community development	1,759,620	1,547,278	1,832,185
Operating grants and contributions	11,433,248	3,053,574	7,352,434
Capital grants and contributions	391,523	227,381	133,241
Total governmental activities program revenues	<u>19,732,509</u>	<u>11,962,168</u>	<u>16,989,530</u>
Business-type activities:			
Charges for services:			
Water	12,304,017	12,688,039	14,251,650
Stormwater	839,852	652,195	1,035,641
Wastewater	15,016,113	15,879,501	15,803,116
Cable Television	9,288,345	9,253,900	9,880,781
Parking	-	-	-
Total business-type activities program revenues	<u>37,448,327</u>	<u>38,473,635</u>	<u>40,971,188</u>
Total primary government program revenues	<u>\$ 57,180,836</u>	<u>\$ 50,435,803</u>	<u>\$ 57,960,718</u>

<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
\$ 8,186,106	\$ 8,429,310	\$ 9,606,933	\$ 8,441,787	\$ 6,413,721	\$ 12,014,857	\$ 11,797,858
27,448,567	29,772,551	31,788,329	32,515,036	32,410,681	28,793,275	40,661,541
1,797,113	2,332,672	1,566,728	3,131,204	1,618,481	2,059,383	2,586,715
3,512,681	3,505,727	4,224,797	4,081,082	4,949,093	7,012,289	9,943,745
6,156,634	6,147,260	5,817,710	4,814,770	6,574,959	6,179,928	7,262,037
2,094,990	2,093,683	2,458,480	2,298,623	2,156,600	2,287,233	2,374,855
2,887,538	2,955,685	3,057,191	2,652,300	2,857,883	3,249,383	3,591,682
380,311	388,594	373,262	324,944	296,821	270,665	217,131
<u>52,463,940</u>	<u>55,625,482</u>	<u>58,893,430</u>	<u>58,259,746</u>	<u>57,278,239</u>	<u>61,867,013</u>	<u>78,435,564</u>
11,416,387	11,290,539	12,137,204	12,697,845	11,643,075	16,179,423	16,288,579
1,011,466	1,677,767	2,287,138	1,375,960	1,641,787	2,042,242	2,262,271
12,380,908	11,781,728	12,926,033	12,879,291	12,989,348	15,117,460	17,532,875
12,492,354	12,183,104	11,053,095	9,927,716	9,440,513	9,073,317	8,717,915
-	-	-	-	-	2,490	432,177
<u>37,301,115</u>	<u>36,933,138</u>	<u>38,403,470</u>	<u>36,880,812</u>	<u>35,714,723</u>	<u>42,414,932</u>	<u>45,233,817</u>
<u>\$ 89,765,055</u>	<u>\$ 92,558,620</u>	<u>\$ 97,296,900</u>	<u>\$ 95,140,558</u>	<u>\$ 92,992,962</u>	<u>\$104,281,945</u>	<u>\$123,669,381</u>
\$ 3,693,098	\$ 3,713,293	\$ 3,859,492	4,735,876	\$ 5,362,419	\$ 5,262,092	\$ 7,523,530
2,275,753	2,551,241	2,120,724	2,134,812	3,290,386	3,924,353	4,287,281
308,461	301,330	421,557	708,024	574,911	342,698	323,780
17,092	17,228	17,474	17,900	18,000	18,700	18,700
1,482,588	1,683,629	742,258	283,124	1,271,240	370,336	419,003
93,014	26,855	17,101	772	6,756	8,444	12,734
1,847,569	2,635,631	2,860,417	2,704,804	3,653,585	38,159,877	7,081,477
13,445,214	6,440,037	2,231,014	7,722,800	5,881,477	33,764,892	23,302,874
1,408,402	1,936,614	7,735,245	3,108,476	10,342,801	23,660,274	12,561,974
<u>24,571,191</u>	<u>19,305,858</u>	<u>20,005,282</u>	<u>21,416,588</u>	<u>30,401,575</u>	<u>105,511,666</u>	<u>55,531,353</u>
15,312,217	17,037,634	16,936,737	17,777,900	16,774,287	16,964,116	17,954,725
645,507	648,323	650,555	655,608	1,054,326	935,728	2,657,101
16,748,382	17,732,648	18,230,960	18,470,837	19,378,136	19,526,658	18,543,371
9,983,780	9,739,499	9,303,573	9,017,048	8,566,131	8,267,064	8,432,677
-	-	-	-	-	-	160,536
<u>42,689,886</u>	<u>45,158,104</u>	<u>45,121,825</u>	<u>45,921,393</u>	<u>45,772,880</u>	<u>45,693,566</u>	<u>47,748,410</u>
<u>\$ 67,261,077</u>	<u>\$ 64,463,962</u>	<u>\$ 65,127,107</u>	<u>\$ 67,337,981</u>	<u>\$ 76,174,455</u>	<u>\$151,205,232</u>	<u>\$103,279,763</u>

**CITY OF SAN BRUNO**  
**Changes in Net Position**  
**(continued)**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**

	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b>Net Revenues (Expenses)</b>			
Governmental activities	\$(26,136,758)	\$(33,726,447)	\$(32,235,436)
Business-type activities	5,895,627	5,606,277	6,958,233
Total net revenues (expenses)	<u>\$ (20,241,131)</u>	<u>\$ (28,120,170)</u>	<u>\$ (25,277,203)</u>
<b>General Revenues and Other Changes in Net Position</b>			
Governmental activities:			
Taxes:			
Property taxes, levied for general purposes	\$ 8,844,431	\$ 9,500,264	\$ 9,968,404
Transient occupancy tax	3,162,479	3,316,369	3,286,913
Franchise tax	2,125,938	1,960,997	1,823,810
Sales tax, including subvention	8,556,002	8,377,896	8,777,377
Cardroom taxes	1,694,580	1,735,696	1,781,208
Other taxes	2,867,616	2,514,851	2,492,886
Intergovernmental:			
State motor vehicle in-lieu tax, including subvention	3,764,990	4,016,571	4,329,287
State highway user tax	1,270,588	976,525	887,258
Use of money and property	1,596,447	1,640,673	1,248,861
Miscellaneous and extraordinary items	274,320	-	-
Transfers	<u>(1,768,413)</u>	<u>(258,524)</u>	<u>(3,476,327)</u>
Total governmental activities	<u>32,388,978</u>	<u>33,781,318</u>	<u>31,119,677</u>
Business-type activities:			
Use of money and property	174,855	159,068	249,557
Transfers	<u>1,768,413</u>	<u>258,524</u>	<u>3,476,327</u>
Total business-type activities	<u>1,943,268</u>	<u>417,592</u>	<u>3,725,884</u>
Total primary government	<u>\$ 34,332,246</u>	<u>\$ 34,198,910</u>	<u>\$ 34,845,561</u>
<b>Change in Net Position</b>			
Governmental activities	\$ 6,252,220	\$ 54,871	\$ (1,115,759)
Business-type activities	7,838,895	6,023,868	10,684,117
Restatement	-	-	-
Total primary government	<u>\$ 14,091,115</u>	<u>\$ 6,078,739</u>	<u>\$ 9,568,358</u>

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$(27,892,749)	\$(36,319,624)	\$(38,888,148)	\$(36,843,158)	\$(26,876,664)	\$ 43,644,653	\$(22,904,211)
5,388,771	8,224,966	6,718,355	9,040,581	10,058,157	3,278,634	2,514,593
<u>\$(22,503,978)</u>	<u>\$(28,094,658)</u>	<u>\$(32,169,793)</u>	<u>\$(27,802,577)</u>	<u>\$(16,818,507)</u>	<u>\$ 46,923,287</u>	<u>\$(20,389,618)</u>
\$ 10,515,309	\$ 11,846,367	\$ 12,212,891	\$ 12,618,447	\$ 14,532,727	\$ 14,931,681	\$ 15,417,048
3,424,660	3,628,979	2,617,524	1,247,467	2,408,999	3,459,947	3,558,287
1,835,943	1,839,359	1,861,256	1,798,673	1,624,176	1,705,417	2,076,227
8,332,044	8,764,449	9,281,920	17,780,042	21,549,194	20,928,603	20,818,065
1,843,532	1,904,512	1,974,980	2,035,009	2,220,592	3,181,236	3,333,236
2,607,258	2,213,593	1,972,392	2,045,462	2,277,785	2,219,479	4,028,690
4,576,283	4,909,295	5,013,326	3,180,581	7,646,019	5,314,866	5,584,474
1,243,782	1,811,108	1,844,231	1,852,026	-	-	-
1,159,121	2,121,974	2,130,318	(341,249)	(6,715,096)	(541,036)	11,237,201
-	-	-	-	-	-	-
317,399	(720,000)	(1,269,703)	(201,358)	600,381	94,724	(25,286,218)
<u>35,855,331</u>	<u>38,319,636</u>	<u>37,639,135</u>	<u>42,015,100</u>	<u>46,144,777</u>	<u>51,294,917</u>	<u>40,767,010</u>
557,899	1,625,062	1,413,655	498,412	608,506	1,154,107	2,767,893
(317,399)	720,000	1,269,703	201,358	(600,381)	(94,724)	25,286,218
<u>240,500</u>	<u>2,345,062</u>	<u>2,683,358</u>	<u>699,770</u>	<u>8,125</u>	<u>1,059,383</u>	<u>28,054,111</u>
<u>\$ 36,095,831</u>	<u>\$ 40,664,698</u>	<u>\$ 40,322,493</u>	<u>\$ 42,714,870</u>	<u>\$ 46,152,902</u>	<u>\$ 52,354,300</u>	<u>\$ 68,821,121</u>
\$ 7,962,582	\$ 2,000,012	\$ (1,249,013)	\$ 5,171,942	\$ 19,268,113	\$ 94,939,570	\$ 17,862,799
5,629,271	10,570,028	9,401,713	9,740,351	10,066,282	4,338,017	30,568,704
-	-	-	-	-	-	2,091,323
<u>\$ 13,591,853</u>	<u>\$ 12,570,040</u>	<u>\$ 8,152,700</u>	<u>\$ 14,912,293</u>	<u>\$ 29,334,395</u>	<u>\$ 99,277,587</u>	<u>\$ 50,522,826</u>

**CITY OF SAN BRUNO**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**

	Fiscal Year June 30,				
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Fund					
Nonspendable	\$ 690,344	\$ 3,529,925	\$ 2,749,851	\$ 1,657,895	\$ -
Restricted	-	-	-	-	-
Committed	-	19,639,289	15,726,434	20,306,330	21,462,554
Assigned	188,263	2,130,681	265,888	143,505	1,101,021
Unassigned	<u>11,023,626</u>	<u>3,552,485</u>	<u>5,833,164</u>	<u>6,050,669</u>	<u>6,590,744</u>
Total general fund	<u>\$11,902,233</u>	<u>\$28,852,380</u>	<u>\$24,575,337</u>	<u>\$28,158,399</u>	<u>\$29,154,319</u>
All Other Governmental Funds					
Nonspendable	\$ -	\$ 90,000	\$ 90,000	\$ -	\$ -
Restricted	14,762,188	12,444,902	15,727,642	18,264,533	18,501,668
Committed	10,240,271	3,059,683	3,082,506	3,216,534	-
Unassigned	<u>(80,929)</u>	<u>0</u>	<u>-</u>	<u>(719)</u>	<u>-</u>
Total all other governmental funds	<u>\$24,921,530</u>	<u>\$15,594,585</u>	<u>\$18,900,148</u>	<u>\$21,480,348</u>	<u>\$18,501,668</u>

	Fiscal year June 30,				
	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
General fund:					
Nonspendable	\$ -	\$14,415,651	\$15,316,895	\$16,679,225	\$ 2,885,047
Restricted	-	-	-	-	-
Committed	21,109,020	-	-	-	-
Assigned	611,383	30,408,528	26,045,126	15,910,896	18,161,142
Unassigned	<u>5,644,420</u>	<u>(9,442,918)</u>	<u>5,234,248</u>	<u>7,436,975</u>	<u>39,791,018</u>
Total general fund	<u>\$27,364,823</u>	<u>\$35,381,261</u>	<u>\$46,596,269</u>	<u>\$40,027,096</u>	<u>\$60,837,207</u>
All other governmental funds:					
Non-spendable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	22,102,576	22,782,488	53,426,528	75,224,281	49,911,286
Committed	-	-	-	-	2,404,964
Assigned	-	-	-	24,713,580	19,023,597
Unassigned	<u>-</u>	<u>(16,928)</u>	<u>(36,617,622)</u>	<u>(9,500,800)</u>	<u>(871,569)</u>
Total all other governmental funds	<u>\$22,102,576</u>	<u>\$22,765,560</u>	<u>\$16,808,906</u>	<u>\$90,437,061</u>	<u>\$70,468,278</u>

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**CITY OF SAN BRUNO**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**

	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b>Revenues</b>			
Taxes	\$ 26,085,900	\$ 26,272,319	\$ 26,952,603
Licenses and permits	3,691,818	3,451,841	3,981,683
Intergovernmental	4,574,638	4,787,432	5,061,978
Charges for services	3,134,354	3,398,555	3,405,255
Fines and Forfeitures	605,704	698,463	1,132,649
Use of money and property	1,618,634	1,674,729	1,272,582
Other revenues	10,489,406	8,467,574	10,445,009
Total revenues:	<u>50,200,454</u>	<u>48,750,913</u>	<u>52,251,759</u>
<b>Expenditures</b>			
General Government	8,091,630	5,966,987	6,256,661
Public safety	21,894,204	22,978,100	23,159,049
Public works	1,028,427	895,218	852,334
Highways and streets	1,736,206	1,537,442	1,700,057
Parks and recreation	5,493,030	5,301,162	4,967,433
Library	1,724,112	1,758,937	1,841,983
Community Development	2,268,181	2,509,152	2,690,910
Capital outlay	225,737	5,137,379	7,844,120
Debt service:			
Principal	818,289	829,272	1,939,282
Interest	399,660	386,635	368,929
Total expenditures	<u>43,679,476</u>	<u>47,300,284</u>	<u>51,620,758</u>
<b>Reconciliation of Government Revenues</b>			
<b>Less expenditures to fund equity</b>			
Revenues over (under) expenditures	6,520,978	1,450,629	631,001
Extraordinary item	-	-	-
Other financing sources (Transfer in)	7,893,696	24,558,269	6,354,831
Other financing sources (Transfer out)	(9,788,375)	(18,385,696)	(9,831,158)
Other financing sources (Capital lease)	-	-	1,873,846
Other financing sources (uses):			
Proceeds from sale of property	-	-	-
Proceeds of debt issued (refunds)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances <sup>(3)</sup>	<u>\$ 4,626,299</u>	<u>\$ 7,623,202</u>	<u>\$ (971,480)</u>
Debt service as a percentage of noncapital expenditures	2.8%	2.9%	5.3%

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
\$ 27,836,907	\$ 30,183,994	\$ 29,841,240	\$ 37,397,196	\$ 44,256,905	\$ 46,012,683	\$ 47,073,160
3,893,645	4,807,519	3,850,848	5,135,532	6,093,601	40,065,556	21,429,107
5,441,457	6,193,125	6,809,578	6,154,618	13,464,391	11,092,673	26,291,223
3,301,524	3,689,192	2,918,239	2,093,216	3,997,199	4,636,795	4,339,526
7,009,636	1,345,048	1,115,456	824,466	783,915	1,078,325	1,024,684
1,189,135	2,277,193	2,349,974	(250,036)	(6,658,443)	329,244	9,665,220
11,436,819	9,396,817	12,481,391	12,194,820	14,008,403	53,579,817	8,486,054
<u>60,109,123</u>	<u>57,892,888</u>	<u>59,366,726</u>	<u>63,549,812</u>	<u>75,945,971</u>	<u>156,795,093</u>	<u>118,308,974</u>
6,220,529	6,151,598	6,526,050	7,055,055	8,020,370	10,465,883	9,061,268
24,877,089	26,538,743	27,536,184	28,682,296	30,693,706	34,619,832	36,917,346
984,844	1,255,226	1,447,402	1,540,457	1,551,310	2,053,186	2,143,316
1,494,003	1,605,936	1,928,545	1,644,167	1,870,115	2,127,432	2,616,323
5,717,215	5,795,227	5,844,760	4,838,508	5,164,289	5,744,341	7,015,179
2,038,896	2,067,693	2,105,201	1,957,533	2,094,036	2,250,227	2,365,086
2,856,118	2,934,136	3,043,416	2,649,788	2,838,991	3,251,228	3,609,519
8,675,937	12,649,502	6,172,424	4,498,002	18,577,288	28,272,567	31,645,225
1,035,038	1,411,245	1,358,246	1,398,135	1,357,151	1,446,246	1,146,790
363,591	343,660	356,404	315,091	277,303	290,595	217,131
<u>54,263,260</u>	<u>60,752,966</u>	<u>56,318,632</u>	<u>54,579,032</u>	<u>72,444,559</u>	<u>90,521,537</u>	<u>96,737,183</u>
5,845,863	(2,860,078)	3,048,094	8,970,780	3,501,412	66,273,556	21,571,791
-	-	-	-	-	-	-
8,730,402	8,404,503	10,231,738	12,170,782	12,083,255	30,679,744	26,557,786
(8,413,003)	(9,124,503)	(11,501,441)	(12,462,140)	(11,926,313)	(30,585,020)	(51,994,004)
-	1,630,339	-	-	-	-	-
-	-	-	-	-	-	4,705,755
-	-	-	-	1,600,000	690,702	-
-	-	-	-	1,600,000	690,702	-
<u>\$ 6,163,262</u>	<u>\$ (1,949,739)</u>	<u>\$ 1,778,391</u>	<u>\$ 8,679,422</u>	<u>\$ 5,258,354</u>	<u>\$ 67,058,982</u>	<u>\$ 841,328</u>
3.1%	3.6%	3.4%	3.4%	3.0%	2.8%	1.9%

**City of San Bruno, California**  
**Assessed Value and Estimated Actual Value of Taxable Property**

For the last ten fiscal years

Fiscal Year End	Total							Total		Estimated		Total Direct Tax Rate (c)
	Residential Property (a)	Commercial Property (a)	Industrial Property (a)	Other Property (a)	Secured Property	Unsecured Property	Total Assessed (b)	Total Assessed (b)	Full Market Value (b)	Rate (c)		
2015	4,706,427,833	1,030,026,318	57,511,431	63,017,548	5,856,983,130	191,476,425	6,048,459,555	6,048,459,555	6,048,459,555	1.0000		
2016	5,014,371,175	1,104,091,897	58,749,109	63,704,550	6,240,916,731	186,926,223	6,427,842,954	6,427,842,954	6,427,842,954	1.0000		
2017	5,359,750,309	1,226,598,661	75,276,105	68,634,181	6,730,259,256	209,798,255	6,940,057,511	6,940,057,511	6,940,057,511	1.0000		
2018	5,646,827,286	1,357,155,853	77,211,922	72,559,603	7,153,754,664	212,376,474	7,366,131,138	7,366,131,138	7,366,131,138	1.0000		
2019	6,036,268,674	1,503,692,754	78,754,420	77,125,479	7,695,841,327	193,402,416	7,889,243,743	7,889,243,743	7,889,243,743	1.0000		
2020	6,402,789,888	1,635,452,776	81,593,747	93,290,564	8,213,126,975	191,580,394	8,404,707,369	8,404,707,369	8,404,707,369	1.0000		
2021	6,805,415,098	1,810,368,170	83,857,367	134,679,313	8,834,319,948	144,575,709	8,978,895,657	8,978,895,657	8,978,895,657	1.0000		
2022	7,107,728,273	1,790,875,440	144,928,994	131,588,023	9,175,120,730	130,101,776	9,305,222,506	9,305,222,506	9,305,222,506	1.0000		
2023	7,589,901,022	1,988,665,638	151,056,673	127,238,414	9,856,861,747	101,307,134	9,958,168,881	9,958,168,881	9,958,168,881	1.0000		
2024	7,983,580,801	2,408,574,971	156,279,283	78,034,047	10,626,469,102	107,490,029	10,733,959,131	10,733,959,131	10,733,959,131	0.0000		

Source: California Municipal Statistics and County Assessor Data

(a) Other property assessed value included residential, commercial and industrial property before 2008

(b) The State Constitution requires property to be assessed at one hundred percent of the most recent purchase price, plus an increment of no more than two percent annually, plus any local over-rides. These values are considered to be full market values.

(c) California cities do not set their own direct tax rate. The State Constitution establishes the rate at 1% and allocates a portion of that amount, by an annual calculation, to all the taxing entities within a tax rate area.

**City of San Bruno, California**  
**Direct and Overlapping Property Tax Rates**  
For the last ten fiscal years  
(rate per \$100 of assessed value)

Fiscal Year	Direct Rates		Overlapping Rates		Total Tax Rate
	Basic Rate	Total Direct	School Districts	Special Districts	
2015	1.0000	1.0000	0.0983	0.0000	1.0983
2016	1.0000	1.0000	0.0929	0.0000	1.0929
2017	1.0000	1.0000	0.0910	0.0000	1.0910
2018	1.0000	1.0000	0.0900	0.0000	1.0900
2019	1.0000	1.0000	0.0801	0.0000	1.0801
2020	1.0000	1.0000	0.1148	0.0000	1.1148
2021	1.0000	1.0000	0.1112	0.0000	1.1112
2022	1.0000	1.0000	0.1103	0.0000	1.1103
2023	1.0000	1.0000	0.1026	0.0000	1.1026
2024	1.0000	1.0000	0.0934	0.0000	1.0934

Source: California Municipal Statistics

**City of San Bruno, California**  
**Principal Property Taxpayers**  
Current Year and Nine Years Ago

	2023-2024					2014-2015				
	Property Owner	Primary Land Use	Assessed Valuation	Rank	Total(1) % of	Property Owner	Primary Land Use	Assessed Valuation	Rank	Total(2) % of
Google Inc.		Office Building	1,093,280,306	1	10.29%	The Gap Inc.	Office Building	160,343,499	1	2.74%
Crystal Springs Associates		Apartments	187,850,051	2	1.77%	ASN Tanforan Crossing I & II LLC	Apartments	140,111,496	2	2.39%
ASN Tanforan Crossing I & II LLC		Apartments	166,173,950	3	1.56%	Bayhill Four Associates	Office Building	134,431,311	3	2.30%
Walmart Stores Inc.		Office Building	142,569,679	4	1.34%	Tanforan Park Shopping Center LLC	Shopping Center	125,223,760	4	2.14%
ARE-San Francisco No. 96 Holding LLC		Shopping Center	137,893,165	5	1.30%	San Bruno III Financing LP	Apartments	86,390,440	5	1.47%
ARE-San Francisco No. 95 Holding LLC		Shopping Center	128,316,000	6	1.21%	Behringer Harvard Acappella LP	Industrial and Commercial	59,061,703	6	1.05%
Behringer Harvard Acappella LP		Apartments	112,645,551	7	1.06%	CREA-San Bruno LLC	Apartments	57,265,401	7	0.86%
ARE-San Francisco No. 94 Holding LLC		Shopping Center	108,930,442	8	1.03%	San Bruno Towne Center Partnership	Office Building	52,700,000	8	0.79%
San Bruno III Financing LP		Apartments	102,168,604	9	0.96%	Aimco San Bruno Apartments Partners LP	Shopping Center	42,828,910	9	0.61%
Amazon.com Services LLC		Industrial	86,301,755	10	0.81%		Apartments	36,089,849	10	0.60%
Subtotal			\$ 2,266,129,503		21.33%			\$ 894,446,369		14.95%

Total Local Secured Assessed Valuation:

(1) Fiscal Year 2023-24 10,626,469,102

(2) Fiscal Year 2014-15 5,856,983,130

Source(s): Financial Statements and California Municipal Statistics, Inc.

**City of San Bruno, California**  
**Schedule of Top 40 Business License Taxpayers**  
(Listed in Alphabetical Order)  
For the year ended June 30, 2024

Name

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ALL SHORES	135 EL CAMINO REAL
AT HOME SUPPORT SENIOR CARE LLC	1590 EL CAMINO REAL K-J
CBRE INC.	1111 BAYHILL DR 270
CENTURY THEATERS INC.#494	1188 EL CAMINO REAL
COURTYARD BY MARRIOTT SAN FRANCISCO AIRPORT	1050 BAYHILL DR
CRESTMoor AUTO CENTER	2901 SAN BRUNO AVE W
CVS/PHARMACY #9807	10 BAYHILL SHOPPING CENTER
EL CAMINO VALERO-GAS	800 EL CAMINO REAL
ENTERPRISE RENT A CAR CO. OF SAN FRANCISCO LLC	734 SAN BRUNO AVE E
GRAND ELECTRIC CONSTRUCTION CO. INC.	133 TANFORAN AVE
GRAND GAS	2101 SAN BRUNO AVE W
HYUNDAI OF SAN BRUNO / GENESIS OF SAN BRUNO	1178 EL CAMINO REAL
INTERFRESH INC.	901 SNEATH LN 215
JACK'S RESTAURANT & BAR	1050 ADMIRAL CT
JCPENNEY	1122 EL CAMINO REAL
LOWE'S HOME CENTERS LLC	1340 EL CAMINO REAL
LUCKY #748	1322 EL CAMINO REAL
LUNARDI'S MARKET	2801 SAN BRUNO AVE W
MARKEN BROKERAGE SERVICES LLC	1051 SNEATH LN
MARSHALL'S #492	1268 EL CAMINO REAL
NEXT PETROLEUM	2001 ROLLINGWOOD DR
RECOLOGY SAN BRUNO	101 TANFORAN AVE
RMC MOTORCARS	444 EL CAMINO REAL
SAN BRUNO BB MOBIL	717 SAN BRUNO AVE E
SAN BRUNO DIALYSIS	841 SAN BRUNO AVE W
SAN BRUNO GAS	401 SAN MATEO AVE
SAN BRUNO SHELL- GAS STATION	798 EL CAMINO REAL
SAN BRUNO SKILLED NURSING	890 EL CAMINO REAL
SAN BRUNO TOWNE CENTER	1 SAN BRUNO TOWNE CTR
SPECIALTY TOBACCO OUTLET	1230 EL CAMINO REAL L
STRATFORD SCHOOL	2322 CRESTMOOR DR
TARGET STORE T1054	1150 EL CAMINO REAL
THE PERMANENTE MEDICAL GROUP	901 EL CAMINO REAL
THE PERMANENTE MEDICAL GROUP TAX DEPT.	801 TRAEGER AVE
VICTORY HONDA OF SAN BRUNO	345 EL CAMINO REAL
VICTORY TOYOTA OF SAN BRUNO	222 SAN BRUNO AVE E
VINCE'S SHELL FISH CO. INC	1063 MONTGOMERY AVE
WALGREENS #2939	333 EL CAMINO REAL
WELCH FAMILY PARTNERSHIP LLC	383 SAN BRUNO AVE W
YOU TUBE INC.	901 CHERRY AVE

Source : City of San Bruno Business Tax

**City of San Bruno, California**  
**Property Tax Levies and Collections**  
For the last ten fiscal years

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Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	5,477,246	5,477,246	100%	-	5,477,246	100%
2016	5,812,961	5,812,961	100%	-	5,812,961	100%
2017	6,241,601	6,241,601	100%	-	6,241,601	100%
2018	6,783,529	6,783,529	100%	-	6,783,529	100%
2019	7,059,221	7,059,221	100%	-	7,059,221	100%
2020	7,609,212	7,609,212	100%	-	7,609,212	100%
2021	8,003,597	8,003,597	100%	-	8,003,597	100%
2022	8,596,769	8,596,769	100%	-	8,596,769	100%
2023	8,942,061	8,942,061	100%	-	8,942,061	100%
2024	9,625,893	9,625,893	100%	-	9,625,893	100%

Source: City financial records

Note: Amounts reported and collected under the Teeter Plan in which all taxes are distributed to the City in the year of the levy with County of San Mateo retaining any interest or penalties on uncollected balances.

**City of San Bruno, California**  
**Ratios of Outstanding Debt by Type**  
For the last ten fiscal years

Governmental Activities							
Fiscal Year Ended June 30,	Capital Leases	Pension Obligation Bonds	Fire Apparatus 2017 Capital Lease	Cable Router Capital Lease	2022 Fire Engines	Subscription Based IT Agreements	Subtotal
2014	176,562	11,791,267	-	-	-	-	11,967,829
2015	143,273	11,025,785	-	-	-	-	11,169,058
2016	109,001	10,250,302	-	-	-	-	10,359,303
2017	73,719	9,454,820	784,846	-	-	-	10,313,385
2018	37,395	8,644,338	616,132	-	-	-	9,297,865
2019	-	7,808,856	444,214	1,283,408	-	-	9,536,478
2020	-	6,948,374	269,031	980,344	-	-	8,197,750
2021	-	6,062,892	90,522	665,719	-	-	6,819,133
2022	-	5,142,410	-	339,090	1,600,000	280,502	7,362,002
2023	-	4,191,928	-	-	1,462,844	698,701	6,353,473
2024	-	3,206,446	-	-	1,426,436	398,540	5,031,422

Business-type Activities								Debt As Percent of Personal Income			
Fiscal Year Ended June 30,	Wastewater Certificates of Participation	Wastewater Revenue Refunding Bond	Wastewater Revenue Bonds	Water Revenue Bonds	Cable TV Capital Lease Obligation	City of South San Francisco Sewer Plant Loan	Subtotal	Total Primary Government	Population	Debt Per Capita	Percent of Personal Income
2015	-	6,986,758	-	-	-	8,571,181	15,557,939	26,726,997	44,409	601.84	2.3%
2016	-	6,708,883	-	-	-	7,741,648	14,450,531	24,809,834	45,360	546.95	1.5%
2017	-	6,426,008	-	-	-	6,890,896	13,316,904	23,630,289	45,295	521.70	1.4%
2018	-	6,128,132	27,096,017	12,861,644	-	6,018,384	52,104,177	61,402,042	46,085	1,332.37	3.3%
2019	-	5,825,258	26,763,483	12,700,089	-	5,123,552	50,412,382	59,948,860	45,257	1,324.63	3.1%
2020	-	5,512,381	26,235,949	12,448,534	-	4,205,832	48,402,697	56,600,446	45,454	1,245.22	2.8%
2021	-	5,184,506	25,693,415	12,191,980	-	3,264,637	46,334,537	53,153,670	44,936	1,182.87	2.5%
2022	-	4,846,630	25,135,881	11,930,425	-	2,299,366	44,212,302	51,574,304	42,656	1,209.08	2.2%
2023	-	4,493,753	24,563,347	11,658,870	-	1,724,756	42,440,726	48,794,199	42,054	1,160.27	1.8%
2024	-	4,130,879	23,970,813	11,377,315	-	14,087,155	53,566,162	58,597,584	42,152	1,390.15	1.9%

Fiduciary Funds		
Fiscal Year Ended June 30,	Certificates of Participation	2019 Lease Revenue Bonds
2015	6,895,000	-
2016	6,610,000	-
2017	6,310,000	-
2018	5,995,000	-
2019	-	5,299,064
2020	-	4,956,642
2021	-	4,579,220
2022	-	4,186,798
2023	-	3,784,376
2024	-	3,366,954

Source: City financial records

**City of San Bruno, California**  
**Direct and Overlapping Governmental Activities Debt**  
**June 30, 2024**

2023-2024 Assessed Valuation:	\$	10,734,126,257		
		Total Debt	City's Share of	
Overlapping Tax and Assessment Debt:		6/30/24	Debt 6/30/24	
San Mateo Community College District	\$	682,237,216	3.488%	\$ 23,796,434
South San Francisco Unified School District		303,407,351	0.973	2,952,154
San Mateo Union High School District		703,110,767	10.038	70,578,259
San Bruno Park School District		74,264,276	96.593	71,734,092
Millbrae School District		44,634,527	3.349	1,494,810
				\$ 170,555,749
Ratios to 2023-24 Assessed Valuation:				
Total Overlapping Tax and Assessment Debt				1.59%
Direct and Overlapping General Fund Debt:				
San Mateo County General Fund Obligations	\$565,146,645	3.488%		19,712,315
San Mateo County Board of Education Certificates of Participation	5,735,000	3.488		200,037
San Mateo County Flood and Sea LRR District General Fund Obligations	13,065,000	6.158		804,543
South San Francisco Unified School District General Fund Obligations	2,560,000	0.973		24,909
San Bruno Park School District General Fund Obligations	1,450,000	96.593		1,400,599
City of San Bruno Fire Engines 2022 Lease	1,321,054	100		1,321,054
City of San Bruno Pension Obligation Bonds	3,265,000	100		3,265,000
San Mateo County Mosquito and Vector Control District General Fund Obligations	3,404,654	3.488		118,754
				\$26,847,211
Overlapping Tax Increment Debt (Successor Agency)				
City of San Bruno Lease Revenue Bonds	3,000,000	100.00%		3,000,000
Total overlapping tax increment debt (Successor Agency)				\$3,000,000
Total Direct Debt				4,586,054
Total Overlapping Debt				195,816,906
				\$ 200,402,960
				(2)
Ratios to Adjusted Assessed Valuation:				
Total Direct Debt (\$4,586,054)				0.04%
Combined Total Debt				1.87%
Ratios to Redevelopment Successor Agency Incremental Valuation (\$2,228,060,893):				
Total Overlapping Tax Increment Debt				0.13%

(1) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.

(2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue, and tax allocation bonds and non-bonded capital lease obligations.

Source: California Municipal Statistics & City Financial Statement

**City of San Bruno, California**  
**Legal Debt Margin Information**  
 Last Ten Fiscal Years  
 (in thousands of dollars)

**Legal Debt Margin Calculation for Fiscal Year 2024 <sup>(1)</sup>**

Gross Assessed Valuation	#####
Bonded Debt Limit (3.75% of Assessed Value)	402,529,735
Less Amount of Debt Applicable to Limit	-
Legal Bonded Debt Margin	\$ 402,529,735

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt limit	\$ 906,586	\$ 967,607	\$ 260,349	\$ 275,518	\$ 295,778	\$ 315,178	\$ 336,709	\$ 348,946	\$ 373,438	\$ 402,530
Total net debt applicable to limit	0	0	0	0	0	0	0	0	0	0
Legal debt margin	\$ 906,586	\$ 967,607	\$ 260,349	\$ 275,518	\$ 295,778	\$ 315,178	\$ 336,709	\$ 348,946	\$ 373,438	\$ 402,530
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**Note:**

(1) California Government Code, Section 43605 sets the debt limit at 15% of gross assessed valuation. The Code section was enacted when assessed valuations were based on 25% of full market value. This has since changed to 100% of full market value. Thus, the limit shown is 3.75% (one-fourth the limit of 15%).  
 FY2016-17 and onwards, the debt limit is at 3.75%.  
 Source: California Municipal Statistics

# City of San Bruno, California

## Pledged Revenue Coverage

For the last ten fiscal years

Business-type Activities						
Fiscal Year Ended June 30,	Gross Revenues <sup>(1)</sup>	Less: Operating Expenses <sup>(2)</sup>	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2013 Wastewater Revenue Refunding Bonds						
2015	15,087,098	7,947,063	3,248,307	290,000	289,538	5.60
2016	15,954,642	8,355,894	7,598,748	260,000	281,288	14.04
2017	15,923,694	9,305,503	6,618,191	265,000	273,081	12.30
2018	17,032,182	8,431,394	8,600,788	280,000	263,875	15.81
2019	18,643,453	8,039,977	10,603,476	285,000	253,275	19.70
2020	18,947,384	8,955,800	9,991,584	295,000	241,675	18.62
2021	18,710,405	8,990,002	9,720,403	310,000	229,188	18.03
2022	19,677,857	9,111,455	10,566,402	320,000	217,200	19.67
2023	20,103,735	11,340,620	8,763,115	335,000	204,263	16.25
2024	19,814,671	13,109,785	6,704,886	345,000	188,100	12.58
2017 Wastewater Revenue Bonds						
2018	17,032,182	8,431,394	8,600,788	-	-	-
2019	18,643,453	8,039,977	10,603,476	245,000	1,073,309	8.04
2020	18,947,384	8,955,800	9,991,584	440,000	993,100	6.97
2021	18,710,405	8,990,002	9,720,403	455,000	979,675	6.78
2022	19,677,857	9,111,455	10,566,402	470,000	963,450	7.37
2023	20,103,735	11,340,620	8,763,115	485,000	944,350	6.13
2024	19,814,671	13,109,785	6,704,886	505,000	924,500	4.69
2017 Water Revenue Bonds						
2018	15,561,896	8,819,147	6,742,749	-	-	-
2019	17,721,522	9,032,331	8,689,191	120,000	509,394	13.81
2020	17,614,884	9,715,615	7,899,269	210,000	471,250	11.60
2021	18,031,439	10,443,967	7,587,472	215,000	464,875	11.16
2022	17,078,773	9,486,358	7,592,415	220,000	457,250	11.21
2023	17,540,442	13,984,614	3,555,828	230,000	448,250	5.24
2024	19,017,550	19,760,919	(743,369)	240,000	438,850	(1.10)

Note:

<sup>(1)</sup> Gross revenues include nonoperating interest income

<sup>(2)</sup> Operating expenses do not include interest, depreciation, or amortization expenses.

Source: City financial records

**City of San Bruno, California**  
**Demographic and Economic Statistics**  
 Last ten calendar years

Year	Population (1)	San Mateo County					
		Total	Per	Median	**School	County	City
		Personal	Capita			Unemployment	Unemployment
		Income (2)	Personal	Age(3)	Enrollment	Rate(4)	Rate(4)
2015	44,409	1,165,025,706	26,234	38.5	3,900	3.2%	3.1%
2016	45,360	1,609,096,610	36,458	38.7	3,833	3.4%	3.3%
2017	45,295	1,730,842,888	38,213	39.2	3,774	3.0%	2.9%
2018	46,085	1,873,078,740	40,644	39.2	3,854	2.2%	2.3%
2019	45,257	1,940,212,847	42,871	39.3	3,692	1.7%	1.8%
2020	45,454	2,026,702,952	44,588	39.6	3,679	11.1%	13.4%
2021	44,936	2,162,634,872	48,127	39.3	3,462	6.9%	8.1%
2022	42,656	2,358,010,883	55,280	38.8	3,210	1.7%	1.9%
2023	42,054	2,711,565,802	64,478	39.0	3,110	2.7%	2.6%
2024	42,152	3,040,679,201	72,136	39.0	3,058	2.9%	2.9%

Source: 2020-21 and prior, previously published ACFR Report

Source: Avenu Insights & Analytics

1) Population projections are provided by the State Department of Finance Projections.

2) Income data is provided by the U.S. Census Bureau, 2010 American Community Survey

3) Median age reflects the U.S. Census data estimation table

\*\*School enrollment reflects the total number of students enrolled in Capuchino High & San Bruno Park Elementary School District

4) Unemployment rates are provided by the EDD, Labor Market Information Division  
 San Mateo County

# City of San Bruno, California

## Principal Employers

Current Year and Nine Years Ago

Employer	2023-24			2014-15		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
You Tube, Inc	2,647	1	9.88%	1,329		5.03%
Walmart eCommerce Corporate Office	2,165	2	8.08%			
Skyline College	465	3	1.74%	243		0.92%
Artichoke Joe's Casino	425	4	1.59%	385		1.46%
City of San Bruno	271.5	5	1.01%	200		0.76%
San Bruno Park School District	201	6	0.75%	245		0.93%
Target Store	178	7	0.66%	249		0.94%
Lowe's HIW, Inc	171	8	0.64%	200		0.76%
Capuchino High School (SMUHSD)	122.89	9	0.46%			
Church of the Highlands	96	10	0.36%			
Lash Group, Inc.				300		1.14%
Sears, Roebuck & Co				229		0.87%
BJ's Restaurant and Brewhouse				160		0.61%
<b>Total Top Employers</b>	<b>6,742</b>		<b>25.16%</b>	<b>3,540</b>		<b>13.41%</b>
<b>Total City Labor (1)</b>	<b>26,800</b>			<b>26,400</b>		

Source: Avenu Insights & Analytics

Source 2014: Previously published ACFR Report

Results based on direct correspondence with city's local businesses.

\*Business has not responded to Avenu's inquires, previous year count applied.

(1) Total City Employment provided by EDD Labor Force Data.

Note: Employee count from City's Budget FY23-24. Does not include "Other" General Funds count.

**City of San Bruno, California**

**Full-time Equivalent City Employees by Function/Program**

Last Ten Fiscal Years

(Fiscal year ended June 30)

<b>Function/Program</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
<b>General Fund</b>										
City Council	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
City Clerk	1.75	1.75	1.75	1.75	2.00	2.00	2.00	2.00	2.00	2.00
City Treasurer	1.00	1.00	1.00	0.50	-	-	-	-	-	-
Legal Services	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	0.25
City Manager	3.00	3.00	3.00	3.00	4.00	4.00	4.00	3.00	3.50	4.50
Human Resources	2.25	2.25	2.25	2.25	2.25	2.25	2.25	2.25	3.25	4.25
Finance										
Administration	5.00	5.00	5.50	5.50	5.00	5.00	5.00	5.00	7.00	8.00
Revenue Services	5.00	5.00	4.50	4.50	5.00	5.00	5.00	5.00	4.00	3.50
Police	62.50	62.50	64.00	65.00	69.00	69.00	72.00	64.00	66.75	68.50
Fire	33.30	33.40	35.00	35.00	36.00	36.00	36.00	32.00	34.25	35.50
Public Works										
Admin. & Engineering	6.70	6.70	6.70	6.70	6.70	6.70	5.65	7.35	10.60	11.55
Streets Maintenance	5.70	5.80	5.80	5.80	5.70	5.70	5.65	4.70	5.25	5.90
Community Development										
Planning	4.50	4.25	5.75	5.25	6.25	5.25	5.25	5.50	6.00	6.50
Building	7.50	7.75	8.25	8.75	8.75	10.75	7.75	6.50	6.50	6.50
Parks & Recreation Services										
Recreation	4.75	4.90	4.90	4.90	4.90	4.90	4.95	3.95	5.05	11.55
Parks Maintenance	14.30	13.05	13.05	13.05	15.05	15.05	14.85	10.85	15.50	12.35
Senior Services	3.45	3.75	3.65	3.65	3.65	3.65	3.90	2.90	2.90	3.15
Library Services	7.55	7.75	7.85	7.85	7.85	7.85	7.80	7.30	7.30	7.45
Subtotal	174.50	174.10	179.20	179.70	188.35	189.35	188.30	168.55	186.10	196.45
<b>Other General Funds</b>										
American Rescue Plan Act	-	-	-	-	-	-	-	19.00	14.25	9.50
Subtotal	-	-	-	-	-	-	-	19.00	14.25	9.50
<b>Special Revenues</b>										
Solid Waste	0.35	0.45	0.45	0.45	0.45	0.45	0.45	0.45	0.45	0.45
Subtotal	0.35	0.45	0.45	0.45	0.45	0.45	0.45	0.45	0.45	0.45
<b>Internal Services</b>										
Central Garage	2.35	2.35	2.35	2.35	2.35	2.35	2.60	2.60	2.65	2.65
Buildings and Facilities	6.45	7.05	7.05	7.05	8.05	8.05	8.85	8.90	8.95	8.95
Technology Support	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.25	3.50
Self-Insurance	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.50
Subtotal	12.80	13.40	13.40	13.40	14.40	14.40	15.45	15.50	15.85	15.60
<b>Enterprise Funds</b>										
Water Enterprise	17.45	17.45	17.95	17.95	17.95	17.95	17.95	18.20	19.10	19.20
Stormwater Enterprise	4.15	3.95	3.95	3.95	6.05	6.05	6.05	6.05	6.10	6.10
Wastewater Enterprise	16.30	16.30	16.80	16.80	16.80	16.80	16.80	15.75	16.65	16.70
Cable Enterprise	20.00	20.00	20.00	20.00	20.00	20.00	20.00	19.00	17.00	17.00
Subtotal	57.90	57.70	58.70	58.70	60.80	60.80	60.80	59.00	58.85	59.00
<b>Glenview Funds</b>										
Crestmoor (Glenview) Recovery	3.70	3.70	2.00	0.50	-	-	-	-	-	-
Subtotal	3.70	3.70	2.00	0.50	-	-	-	-	-	-
<b>Total Positions (all funds)</b>	<b>249.25</b>	<b>249.35</b>	<b>253.75</b>	<b>252.75</b>	<b>264.00</b>	<b>265.00</b>	<b>265.00</b>	<b>262.50</b>	<b>275.50</b>	<b>281.00</b>

Source: Adopted City Budget

Note: The City began to report Full Time Equivalent Employees by Function in 2004

**City of San Bruno, California**  
**Operating Indicators by Function/Program**  
 Last Ten Fiscal Years  
 (Fiscal year ended June 30)

<b>Function/Program</b>	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Police</b>										
Calls for Service	32,610	36,144	31,333	42,057	47,429	44,684	41,406	42,260	44,712	40,809
Physical arrests	1,224	1,280	1,311	1,087	1,627	1,240	845	1,331	1,436	1,392
Parking violations**	8,794	11,675	15,525	14,205	18,252	9,848	13,396	9,969	12,285	18,422
Traffic collisions	464	452	384	325	338	237	233	217	189	181
Moving citations	2,144	2,221	2,225	2,424	2,447	2,199	1,953	1,363	1,387	1,492
<b>Fire</b>										
Number of stations	2	2	2	2	2	2	2	2	2	2
Number of calls answered	3,159	3,574	4,288	3,874	4,006	4,236	4,092	5,486	5,938	5,468
Number of inspection conducted**	1,375	1,420	1,360	1,307	1,415	1,621	1,444	1,110	1,026	958
<b>Public Works</b>										
Street repair (sq. ft.)	14,697	861,150	145,204	539,343	816,331	80,999	29,457	227,300	4,860	822,434
Potholes repaired	2,185	1,618	2,333	1,442	1,905	2,546	2,735	1,694	1,745	5,000
Sidewalk repair (sq. ft)	14,980	651	262	119,922	3,624	8,001	2,003	16,950	5,555	4,627
Sidewalk curb & gutter repair (ft)	1,397	109	886	26,041	700	1,269	1,234	1,650	2,050	5,363
Street light poles replaced	14	9	13	65	44	50	10	5	38	1
<b>Community Development:</b>										
Plans checks	527	553	445	549	688	622	162	846	846	1,242
Permits Issued	1,339	1,622	1,500	1,468	1,455	1,276	1,471	1,589	1,589	1,496
<b>Parks &amp; recreation:</b>										
Picnic rentals	954	859	842	888	820	532	107	771	566	733
Number of trees planted	120	75	100	100	100	71	100	83	0	62
Linear miles of medians maintained	7.35	7.35	7.35	7.35	7.35	7.35	7.35	7.35	7.35	7.35
<b>Library:</b>										
Library circulation	354,047	329,210	337,671	334,711	353,015	294,333	165,059	525,389	297,317	329,187
Library visits	219,343	182,263	179,150	190,466	205,851	161,907	10,813	120,398	129,104	127,889
<b>Water</b>										
New service connections	263	285	363	243	282	238	299	161	703	337
Gallons purchased(millions of gallons)	477	507	948	950	1,102	907	2,647	374	733	1,152
<b>Stormwater</b>										
Number of curb miles swept	5,540	5,540	5,540	5,540	5,540	5,540	5,540	5,540	5,540	5,540
Number of catch basins cleaned and inspected	1,223	1,223	1,223	1,550	2,120	2,680	2,680	2,680	2,680	2,680
<b>Cable</b>										
Number of Internet service subscribers	6,111	6,337	6,460	6,600	7,260	7,109	7,300	6,650	6,250	5,896
Number of new customer installations	1,121	1,208	1,031	1,200	1,500	1,112	1,112	1,350	1,061	295

\* Historical data is not available

\*\*Calendar year as of October 31

Source: Various City department records. Started tracking by function in 2011

**City of San Bruno, California**  
**Capital Asset Statistics by Function/Program**  
Last Nine Fiscal Years  
(Fiscal year ended June 30)

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Public Safety</b>										
Number of police stations	1	1	1	1	1	1	1	1	1	1
Number of fire stations	2	2	2	2	2	2	2	2	2	2
<b>Public Works</b>										
Miles of streets	89	89	89	89	89	89	89	89	89	89
Average Citywide Pavement Condition Index (PCI) Score	65	64	62	61	66	62	65	64	64	64
Miles of Sidewalk	178	178	178	178	178	178	178	178	178	178
Number of street lights	*	*	*	*	1,909	1,909	1,909	41	41	41
Number of traffic signals	17	17	17	17	17	17	17	17	17	17
Number of street signs	*	*	*	*	4,943	5,240	5,245	439	439	439
<b>Water</b>										
Miles of water mains	*	*	*	*	120	120	120	120	120	120
Number of fire hydrants	*	*	*	*	949	949	950	985	985	985
Number of water wells	4	4	4	4	4	4	4	5	5	5
Number of pump stations	8	8	8	8	8	8	8	8	8	8
Number of water tanks	8	8	8	8	8	8	8	8	8	8
Number of pressure regulator stations	26	26	26	26	26	26	26	13	13	13
<b>Wastewater/Sewer</b>										
Miles of sanitary sewers main	*	*	*	*	89	89	89	87	87	87
Miles of sewer lift (pump) stations	6	6	6	6	6	6	6	6	6	6
<b>Stormwater</b>										
Number of storm sewer main	36	36	36	36	36	36	36	36	36	36
Number of trash capture devices	55	55	55	55	277	284	287	293	296	296
<b>Leisure and Culture</b>										
Number of parks	18	18	18	18	18	18	19	19	19	19
Acres of maintained landscaped areas	96	96	96	96	97	97	97	97	97	97
Acres of open space	128	128	128	128	128	128	128	128	128	128
Number of trees	*	4,700	6,300	6,300	6,777	6,777	6,777	6,777	6,777	6,777
Number of libraries	1	1	1	1	1	1	1	1	1	1
Number of senior centers	1	1	1	1	1	1	1	1	1	1
Number of recreation center facilities	1	1	1	1	1	1	1	1	1	1

**Note:**  
\* Historical data is not available  
Source: City of San Bruno