

The image features a sunset over a beach with palm trees and buildings in the background. The sky is a mix of blue, orange, and yellow. The water in the foreground is calm, reflecting the sky and the buildings. The text 'City of OCEANSIDE CALIFORNIA' is overlaid on the top part of the image.

*City of*  
**OCEANSIDE**  
CALIFORNIA

[WWW.CI.OCEANSIDE.CA.US](http://WWW.CI.OCEANSIDE.CA.US)

**Annual Comprehensive Financial Report**  
For the year ended June 30, 2024

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

Prepared by: Finance Department

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

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**City of Oceanside**  
Financial Services Department  
300 N. Coast Hwy, Oceanside, CA 92054  
Telephone: (760) 435-3850

December 11, 2024

Honorable Mayor, Members of the City Council, and Residents of the City of Oceanside:

I am pleased to submit the Annual Comprehensive Financial Report (ACFR) of the City of Oceanside (City) for the fiscal year ended June 30, 2024.

This report consists of management's representations concerning the finances of the City of Oceanside. As such, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements.

The City's financial statements have been audited by Lance, Soll & Lunghard, LLP, a firm of certified public accountants. The independent auditor concluded, based on the audit, that there was a reasonable basis for rendering an unmodified opinion on the City's financial statements for the fiscal year ended June 30, 2024. The independent auditor's report is presented as the first component of the financial section of this report.

The City is also required to undergo an annual single audit in conformity with the provisions of the Uniform Guidance and the United States Office of Management and Budget's Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to this single audit, including a schedule of expenditures of federal awards, along with the independent auditors' reports on internal controls and compliance with applicable laws, can be found in a separately issued single audit report.

The Financial Section includes the Management's Discussion & Analysis (MD&A). GAAP requires that management provide a narrative, introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Oceanside's MD&A can be found immediately following the report of the independent auditors.

## **City of Oceanside Profile**

The City of Oceanside is a charter city that was incorporated on January 3, 1888. It is located 35 miles north of San Diego and 83 miles south of Los Angeles. The City is located on the Pacific Ocean, offering a moderate climate that ranks as one of the most desirable in the nation. Oceanside boasts 3.5 miles of coastline, a harbor with 1,000 boat slips, and one of the longest wooden piers on the West Coast, measuring 1,954 feet in length. The City occupies a land area of 42 square miles and provides a full range of services, including police, fire, library, water, sewer, street and other infrastructure construction and maintenance, parks, and recreation services. The City also maintains an airport and a small craft harbor.

Per the California Department of Finance, the population of Oceanside is 171,483, making it the third largest city in San Diego County. The median household income for the City is \$90,695 per Claritas, LLC.

The City operates under the council-manager form of government. The City Council is responsible, among other things, for setting policy, adopting the budget, appointing committees, and hiring the City Manager and City Attorney. The City Manager is responsible for carrying out the policies of the Council, overseeing the day-to-day operations of the City, and appointing Executive Management personnel who oversee the various departments.

The financial activities of the three legally separate entities for which the City serves as the governing body are also included in this report: the Oceanside Community Development Commission, the Oceanside Small Craft Harbor District, and the Oceanside Public Financing Authority. The City also serves as the Successor Agency for the former Redevelopment Agency. Additional information on these entities is contained in Note 1 and 17 to the Financial Statements.

## **Economic Outlook**

Property taxes increased compared to the prior year and are expected to continue to increase as the City continues to grow with new homes being built along with new commercial properties and hotels. While statewide home sales volume has declined for the past 12 months due to high interest rates and low inventory, assessed values have increased due to new developments and improvements throughout the City. For this fiscal year two large apartment developments were added to the property tax roll.

Sales tax remained static from the prior year. This is due in large part to a shift in consumer spending towards services, travel, leisure and entertainment, resulting in decreased allocations from electronics, appliances, specialty stores and other retailers.

General consumer goods sales tax revenue is expected to decrease as we continue to see a shifting of spending to services, travel, and entertainment.

The City also collected an additional \$18.7 million of sales tax during fiscal year 2023-24 from Measure X, a 7-year one-half percent transaction and use tax, that went into effect April 1, 2019. Revenues generated by Measure X are committed by the City Council for improved public safety services including programs to address homelessness, emergency response, and infrastructure improvements focused on roads, public safety, and beachfront improvements.

The City's transient occupancy tax (TOT) increased 9.4% in fiscal year 2023-24 compared to the prior year, mostly due to increases in the average daily rates and increased spending trends on travel.

According to the Beacon Economics Outlook, the data from 2024 indicates that the US economy has continued to strengthen, although at a slower rate, as demonstrated by solid GDP growth, increasing consumer spending, increased business investments and rising home prices. The Beacon Economics economists noted that they are expecting the GDP growth to continue in the near term. Looking specifically at California Beacon Economics economists note "California continues to see income growth, a rebounding tourism industry, and steady GDP growth, largely driven by the tech industry."

The October 2024 UCLA Anderson Forecast foresees a weak US economy in 2025 but not a recession. Similarly, they foresee the California economic outlook to be much the same with no recession in the near term. They noted that "the next two years (2025 and 2026) will be characterized by a more typical higher-than-U.S. economic growth, led by technology and aerospace." The UCLA Anderson's economists explained that this future growth will be driven by a rise in residential investments as the housing market is unlocked from its current state, wherein many homeowners have delayed moving to avoid giving up their previously acquired low, fixed-rate mortgages."

It is important to note that these forecasts are for the overall economy and may not mirror the forecast for Oceanside. Oceanside continues to grow with strong home sales and construction of new commercial properties and hotels which will result in consistent incremental increases in property tax and transient occupancy tax over the next several years.

### **Long-term Financial Planning**

Each year the City develops a Five-Year Forecast (Forecast), which is the guiding document for long-term financial planning and is used to develop the City's annual budget. The Forecast incorporates a range of information on items that influence projected revenues and expenses over the next five fiscal years. The Forecast is intended to help the City maintain financial sustainability and provide sufficient long-term information to guide financial decisions. The revenue projections in the Forecast are conservatively estimated based on the best available information at the time of preparation. The Forecast is updated as additional information is made available, so that the fiscal projections incorporate the latest information to guide financial decisions.

CalPERS retirement costs continue to play a dominant role in expense forecasting. The City's pension cost is projected to increase an average of \$2.2 million each year over the next five years in the general fund. The City has implemented a plan to help mitigate growing employee costs. Employee bargaining groups are being asked to pay a higher percentage of the total costs and the City has capped the City contribution to employee health care. The City is also paying down the pension unfunded liability with one-time funds and has directed a portion of the interest income to pay down the unfunded liability.

Additionally, \$5.1 million of the General Fund balance has been assigned to CalPERS pension costs should there be an unexpected increase in rates or a reduction in General Fund revenues. An IRS Section 115 Trust was also created to earmark funds to be used only for CalPERS expenses. The market value at June 30, 2024 of the assets held in the trust was \$17.1 million. No funds have been withdrawn from the trust.

## **Financial Policies**

*Budgeting* - The annual budget serves as the foundation for the City's financial planning and control. The City Manager presents the proposed budget to the City Council for review prior to the beginning of the fiscal year. The City Council is required to hold a public hearing on the proposed budget and to adopt a final budget no later than June 30, the close of the City's fiscal year. The budget appropriations are prepared according to fund and department (e.g., police) annually for all government funds. The City Manager is authorized to transfer funds appropriated within the same fund and department. Revisions that alter the total appropriations of any department or fund must be approved by City Council.

*Appropriations Limit* – Proposition 4, known as the Gann Initiative, was passed in 1979 to limit government spending by capping the total proceeds of taxes that may be appropriated in a fiscal year. When a city exceeds the limit, excess tax revenue must be returned to the citizens through refunds, rebates, or other means. The City is well below the established Gann limit of \$499,668,850.

*Debt Administration* – As of June 30, 2024 the City had a total of \$129,162,942 in long-term debt.

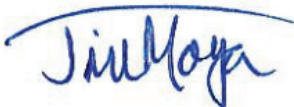
## **Awards and Acknowledgements**

The Government Finance Officers Association (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to the City for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized Annual Comprehensive Financial Report. This report satisfied both the Generally Accepted Accounting Principles (GAAP) and applicable legal requirements.

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

The preparation and publication of this report would not have been possible without the dedication and teamwork of the entire staff of the Financial Services and Treasury Divisions. The City Council has continued to extend its support to the Financial Services Department in the planning of responsible and progressive financial operations. I would like to thank the Mayor, City Council and City Manager for their continued support for maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



Jill Moya  
Financial Services Director

# PRINCIPAL OFFICIALS

JUNE 30, 2024

## CITY COUNCIL

**Esther Sanchez, Mayor**  
**Ryan Keim, Deputy Mayor**  
**Eric Joyce, Council Member**  
**Rick Robinson, Council Member**  
**Peter Weiss, Council Member**

## ADMINISTRATION AND DEPARTMENT HEADS

City Manager	Jonathan Borrego
City Attorney	John P. Mullen
City Clerk	Zeb Navarro
City Treasurer	Victor Roy
Assistant City Manager	Michael Gossman
Deputy City Manager/Human Resources Director	Robert O'Brien
Development Services Director	Darlene Nicandro
Financial Services Director	Jill Moya
Fire Chief	David Parsons
Housing and Neighborhood Services Director	Leilani Hines
Library Services Director	CJ DiMento
Parks and Recreation Director	Manuel Gonzalez
Police Chief	Kedrick Sadler
Public Works Director	Hamid Bahadori
Water Utilities Director	Lindsay Leahy



Government Finance Officers Association

Certificate of  
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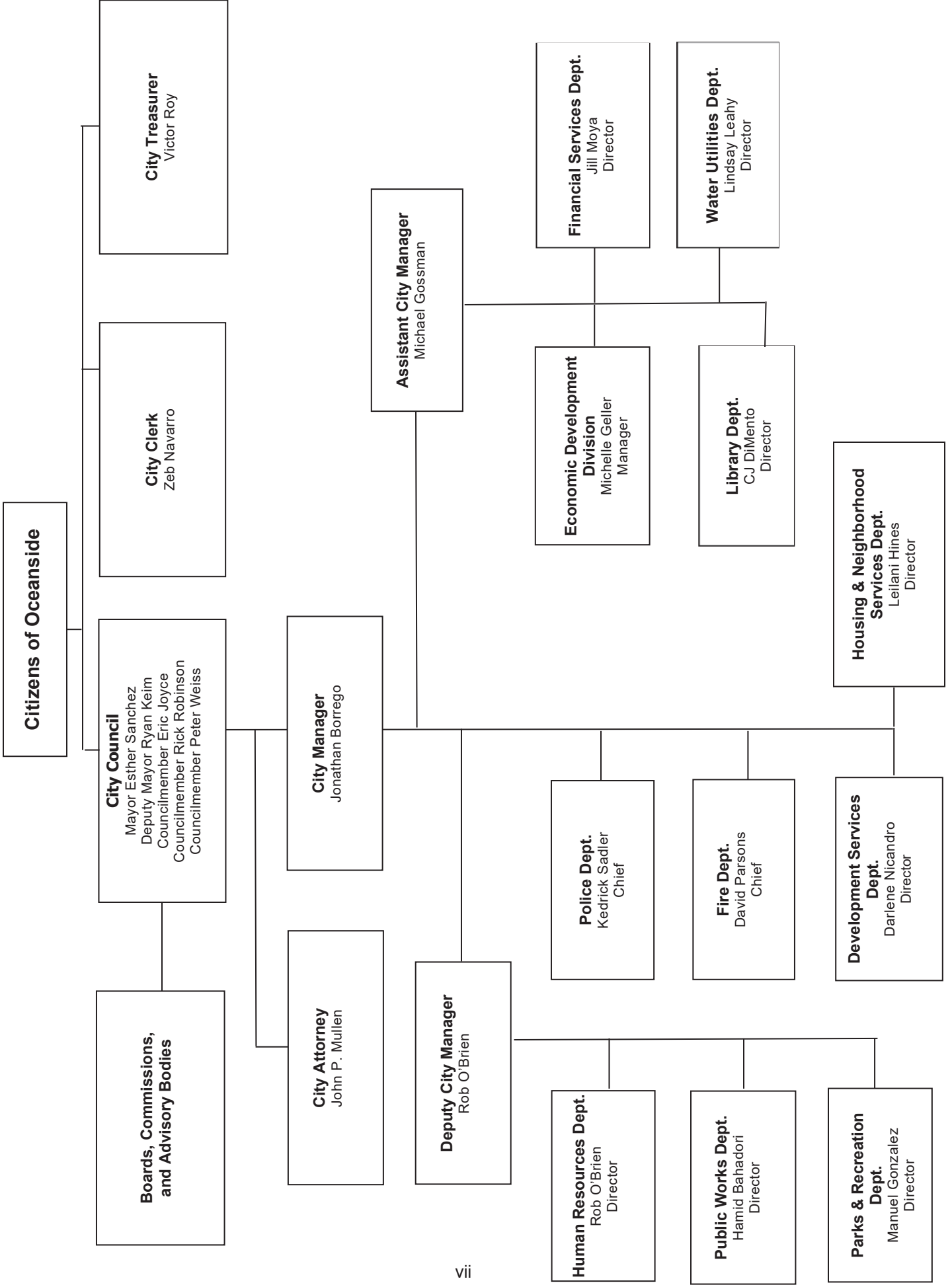
**City of Oceanside  
California**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2023

*Christopher P. Morill*

Executive Director/CEO



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## INDEPENDENT AUDITORS' REPORT

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

### **Report on the Financial Statements**

#### ***Opinions***

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

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

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

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

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

Management is responsible for the preparation and fair presentation of these 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.



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

### ***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 opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if, there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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



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

**Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules (supplementary information) are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects in relation to the basic financial statements as a whole.

**Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the Introductory and Statistical Sections of the Annual Comprehensive Financial Report but does not include the basic financial statements and our auditor's report thereon. Our opinions on the financial statements does 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.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2024, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Lance, Soll &amp; Lughard, LLP". The signature is written in a cursive, flowing style.

Irvine, California  
December 11, 2024

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

### Fiscal Year Ended June 30, 2024

This discussion and analysis of the City of Oceanside's (City) financial performance provides an overview of the fiscal year ended June 30, 2024. Please read it in conjunction with the accompanying transmittal letter, the basic financial statements and the accompanying notes to those financial statements. A glossary has been provided at the end of this analysis to assist the reader in understanding the terminology used within.

### FINANCIAL HIGHLIGHTS

The City continues to fare well through rising costs due to inflation and other economic challenges as demonstrated by:

- The City's Total Assets increased overall by \$101.4 million. This is comprised of a \$69.7 million increase in Governmental activities assets and \$31.7 million increase in Business-Type activities assets.
- The City's Total Net Position increased overall by \$99.6 million. Governmental activities net position increased \$58.9 million and Business-Type activities net position increased \$40.7 million.
- The City's total revenues increased \$30.6 million from 2023.
  - Governmental activities revenues increased \$49.9 million. Property tax revenues increased \$5.1 million, operating grants and contributions revenue increased by \$14.4 million, and use of money and property increased by \$32.6 million.
    - Property tax was up \$5.1 million from the prior year. While statewide home sales volume has declined for the past 12 months due to high interest rates and low inventory, assessed values have increased due to new developments and improvements throughout the City. For this fiscal year two large apartment developments were added to the property tax roll.
    - Operating grants and contributions was up \$14.4 million due to increased spending on grant funded programs.
    - Use of money and property increased \$32.6 million due in large part to the unrealized gain on investments. Additionally, the City is earning around 4% on its investments, which is much higher than it has earned in the past.
  - Business-Type activities revenues decreased \$19.3 million due to a decrease in charges for services revenue services of \$14.1 million due to the transition of the waste disposal billing from the City to Waste Management, and a decrease in other of \$14.4 million due to one-time revenues received last year that were not repeated this year from Waste Management for the transition of the waste disposal services and capital contribution for Water project. These losses were offset by an increase in use of property and money of \$9.2 million due in large part to the unrealized gain on investments.

- The City’s total expenses decreased \$10.5 million from 2023.
  - Governmental activities expenses increased \$7.3 million. This increase was due to an increase in General Government expenses of \$13.2 million and a decrease in Public Safety of \$6.6 million mainly due to a decrease in the PERS liability.
  - Business-Type activities expenses decreased \$17.8 million. This decrease was due to a decrease in Waste Disposal expenses of \$18.4 million offset by a slight increase in Water expenses of \$1 million. The decrease in expenses from Waste Disposal is due to the transition of the trash pickup billing from the City to Waste Management.
- General Fund had an ending surplus of \$23.9 million. Of this surplus \$2.1 million will be carried forward to the next fiscal year leaving \$21.8 million in one-time funds for the year ending June 30, 2024. The surplus has been assigned by the Financial Services Director per council policy for the following:
  - Unfunded Liability - \$10.9 million.
  - Assigned - Infrastructure - \$10.9 million.

## **THE FINANCIAL STATEMENTS**

The financial statements presented herein include all the activities of the City of Oceanside and the component units using the integrated approach as prescribed by GASB Statement No. 34.

The Government-Wide Financial Statements present the financial picture of the City from the economic resources measurement focus using the accrual basis of accounting. They present Governmental activities and Business-Type activities separately. These statements include all assets of the City (including infrastructure) as well as all liabilities (including long-term debt). Certain eliminations have occurred as prescribed by the statement in regards to interfund activity, payables and receivables.

The Fund Financial Statements include statements for each of the three categories of activities – Governmental, Business-Type (Proprietary) and Fiduciary. The Governmental activities (other than internal service activities) are prepared using the current financial resources measurement focus and modified accrual basis of accounting. The Business-Type activities are prepared using the economic resources measurement focus and the accrual basis of accounting. The Fiduciary activities include a private purpose trust and custodial funds which only report a balance sheet and do not have a measurement focus. Reconciliations of the Fund Financial Statements to the Government-Wide Financial Statements are provided to explain the differences created by the integrated approach.

### **Reporting the City as a Whole**

#### **The Statement of Net Position and the Statement of Activities**

The Statement of Net Position and the Statement of Activities report information about the City as a whole and about its activities. These statements include all assets and liabilities of the City using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year’s revenues and expenses are taken into account regardless of when cash is received or paid.

The Statement of Net Position presents information on all of the City’s assets and deferred outflows and liabilities and deferred inflows, with the difference between the four reported as Net Position, which is one way to measure the City’s financial health. Over time, increases or decreases in the City’s Net Position is one indicator of whether its financial health is improving or deteriorating.

The Statement of Activities presents information showing how the City's Net Position changed during the most recent fiscal year. All changes in Net Position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (i.e. uncollected taxes and earned but unused vacation leave).

In both the Statement of Net Position and the Statement of Activities, we separate the City activities as follows:

**Governmental activities** - Most of the City's basic services are reported in this category, including General Government, Public Safety, Public Works, Community Development and Community/Cultural Services (including Parks and Recreation and Library). Property and sales taxes, user fees, interest income, franchise fees, and state and federal grants finance these activities.

**Business-Type activities** - The City charges a fee to customers to cover all or most of the cost of certain services it provides. The City's Water, Sewer, Waste Disposal, Special Aviation and Harbor District activities are reported in this category.

### **Reporting the City's Most Significant Funds**

**Fund Financial Statements** - The fund financial statements provide detailed information about the most significant funds, not the City as a whole. Some funds are required to be established by State Law or by bond covenants. However, management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money.

**Governmental funds** - Most of the City's basic services are reported in Governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The Governmental fund statements provide a detailed short-term view of the City's general governmental operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences of results in the Governmental fund financial statements and those in the Government-Wide financial statements are explained in a reconciliation following each Governmental fund financial statement.

**Proprietary funds** - When the City charges customers for the services it provides (whether to outside customers or to other units of the City), these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Revenues, Expenses and Changes in Fund Net Position. In fact, the City's enterprise funds are the same as the Business-Type activities we report in the Government-Wide statements but provide more detail and additional information, such as cash flows. We use internal service funds (such as the City's Self-Insurance, Fleet Operations and Information Technology funds) to report activities that provide supplies and services to the City's other programs and activities. The Internal Service funds are reported with Governmental activities in the Government-Wide financial statements.

**Fiduciary funds** - The City is the trustee, or fiduciary, for certain funds held on behalf of other agencies and organizations. The City's fiduciary activities are reported in a separate Statement of Fiduciary Net Position and Liabilities. We exclude these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

**Net Position** - The City's combined Net Position (i.e. inclusive of all City funds) for the fiscal year ended June 30, 2024, is compared to results for June 30, 2023 in Table 1.

Table 1

City of Oceanside Statement of Net Position						
(in millions of dollars)						
	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Current & other assets	\$ 510.9	\$ 477.8	\$ 308.6	\$ 288.9	\$ 819.5	\$ 766.7
Capital assets	380.4	343.8	599.8	587.8	980.2	931.6
<b>Total assets</b>	<u>\$ 891.3</u>	<u>\$ 821.6</u>	<u>\$ 908.4</u>	<u>\$ 876.7</u>	<u>\$ 1,799.7</u>	<u>\$ 1,698.3</u>
<b>Deferred Outflows of Resources</b>	<u>\$ 99.5</u>	<u>\$ 95.7</u>	<u>\$ 10.2</u>	<u>\$ 8.7</u>	<u>\$ 109.7</u>	<u>\$ 104.4</u>
Long-term debt outstanding	\$ 360.3	\$ 340.8	\$ 123.4	\$ 126.5	\$ 483.7	\$ 467.3
Other liabilities	38.7	39.2	19.6	25.0	58.3	64.2
<b>Total liabilities</b>	<u>\$ 399.0</u>	<u>\$ 380.0</u>	<u>\$ 143.0</u>	<u>\$ 151.5</u>	<u>\$ 542.0</u>	<u>\$ 531.5</u>
<b>Deferred Inflows of Resources</b>	<u>\$ 53.0</u>	<u>\$ 57.5</u>	<u>\$ 19.8</u>	<u>\$ 18.7</u>	<u>\$ 72.8</u>	<u>\$ 76.2</u>
<b>Net Position</b>						
Net investment in capital assets	\$ 344.2	\$ 305.3	\$ 501.6	\$ 482.9	\$ 845.8	\$ 788.2
Restricted	199.0	122.7	-	17.0	199.0	139.7
Unrestricted	(4.4)	51.9	254.2	215.2	249.8	267.1
<b>Total Net Position</b>	<u>\$ 538.8</u>	<u>\$ 479.9</u>	<u>\$ 755.8</u>	<u>\$ 715.1</u>	<u>\$ 1,294.6</u>	<u>\$ 1,195.0</u>

- Net Position represents the simplest test of financial health for the City, indicating the excess (or deficit) of assets and deferred outflows of resources over liabilities and deferred inflows of resources. Net Position for the City as a whole increased \$99.6 million for a total of \$1,294.6 million at June 30, 2024 from \$1,195.0 million at June 30, 2023 for a 8.3 % increase of Total Net Position.
- The overall increase in total assets is \$101.4 million. The Governmental Activities total assets increased \$69.7 million due to an increase in the cash balance as well as capital assets. The Business-Type Activities total assets activities increased \$31.7 million mostly due to an increase in the cash balance.
- The overall increase in total liabilities is \$10.5 million. The Governmental Activities total liabilities increased \$19.0 million mostly due to an increase in pension liability as calculated by the current year’s actuarial report. Additionally, accounts payable increased \$7.4 million. These increases were offset by a decrease of \$5.2 million in bonds and notes payable due to paying down the principal over the year and not issuing additional debt as well as in unearned revenue of \$8.5 million. The Business-Type Activities total liabilities decreased by \$8.5 million due to a decrease of \$5.0 million in bonds and notes payable due to paying down the principal over the year and a decrease in accounts payable of \$5.6 million. These decreases are offset by a slight increase of \$1.6 million in pension liability as calculated by the current year’s actuarial report.
- Deferred outflows of resources increased by \$5.3 million. Governmental Activities increased \$3.8 million, and Business-Type Activities increased \$1.5 million due to changes in pension related items.
- Deferred inflows of resources decreased by \$3.4 million. Governmental Activities decreased \$4.5 million and Business-Type Activities increased \$1.1 million due to changes in pension related items.

As illustrated in Table 2, Total Net Position is comprised of three categories, Net Investment in Capital Assets, Restricted and Unrestricted. The City’s net investment in capital assets makes up 65.7% of the City’s Total Net Position. The City’s total Restricted Net Position increased \$59.3 million from 2023 while the Unrestricted Net Position decreased by \$22.1 million, with a \$61.3 million decrease in the Governmental Activity Unrestricted Net Position and a \$39.2 million increase in Business-Type Activity Unrestricted Net Position.

**Table 2**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Net Investment in Capital Assets	\$ 634.2	\$ 658.8	\$ 685.8	\$ 708.9	\$ 734.5	\$ 716.4	\$ 757.0	\$ 766.9	\$ 788.2	\$ 845.8
Restricted	112.9	129.4	132.9	144.6	169.2	282.7	131.3	123.0	139.7	199.0
Unrestricted	10.5	12.0	33.7	56.1	58.4	(3.9)	157.2	246.4	267.1	249.8
Total Net Position	\$ 757.6	\$ 800.2	\$ 852.4	\$ 909.6	\$ 962.1	\$ 995.2	\$1,045.5	\$1,136.3	\$1,195.0	\$1,294.6
\$ increase (decrease) from prior year	\$(172.5)	\$ 42.6	\$ 52.2	\$ 57.2	\$ 52.5	\$ 33.1	\$ 50.3	\$ 141.1	\$ 149.5	\$ 99.6
% increase (decrease) from prior year	-18.5%	5.6%	6.5%	6.7%	5.8%	3.4%	5.1%	14.2%	14.3%	8.3%

**Total City Activities** - The City’s combined Activities for the fiscal year ended June 30, 2024 is compared to results for June 30, 2023 in Table 3. The Statement of Activities reveals an increase of revenues of \$30.6 million from 2023 and expenses decreased \$10.5 million. For 2024, total revenues less expenditures increased Net Position by \$99.6 million. Governmental activities increased by \$59.0 million and Business-Type Activities increased by \$40.6 million.

**Governmental Activities** - Net Position (including transfers) increased by \$59.0 million in 2024. Program Revenues increased \$10.9 million as a result of an increase in operating grants and contributions. General Revenues increased \$39.0 million due to increases in property tax and use of money and property which is primarily attributed to increases in unrealized gains on investments. Total Government expenses increased by \$7.3 million in 2024. General Government expenses increased \$13.2 million, Public Safety decreased \$6.6 million, Public Works decreased \$0.1 million, Community Development increased \$4.9 and Community/Cultural Services decreased \$4.1 million. Interest on long-term debt stayed consistent. Net transfers decreased \$16.3 million.

Table 3

City of Oceanside Activities						
(in thousands of dollars)						
	<u>Governmental Activities</u>		<u>Business-type</u>		<u>Total</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
<b>Revenues</b>						
<i>Program Revenues</i>						
Charges for services	\$ 61,414	\$ 66,360	\$ 145,509	\$ 159,613	\$ 206,923	\$ 225,973
Operating grants and contributions	75,555	61,162	-	-	75,555	61,162
Capital grants and contributions	5,618	4,202	-	-	5,618	4,202
<i>General Revenues</i>						
Property taxes	87,423	82,330	-	-	87,423	82,330
Sales taxes	50,365	50,570	-	-	50,365	50,570
Other taxes	28,652	26,282	-	-	28,652	26,282
Use of money and property	42,865	10,310	10,592	1,382	53,457	11,692
Other	5,277	6,047	6,656	21,019	11,933	27,066
<b>Total Revenues</b>	<u>\$ 357,169</u>	<u>\$ 307,263</u>	<u>\$ 162,757</u>	<u>\$ 182,014</u>	<u>\$ 519,926</u>	<u>\$ 489,277</u>
<b>Expenses</b>						
General government	\$ 67,294	\$ 54,095	\$ -	\$ -	\$ 67,294	\$ 54,095
Public safety	119,626	126,210	-	-	119,626	126,210
Public works	30,712	30,823	-	-	30,712	30,823
Community development	57,765	52,889	-	-	57,765	52,889
Community/cultural services	19,311	23,388	-	-	19,311	23,388
Interest on long-term debt	1,476	1,524	-	-	1,476	1,524
Water	-	-	78,015	77,063	78,015	77,063
Sewer	-	-	42,064	42,045	42,064	42,045
Waste disposal	-	-	2,209	20,650	2,209	20,650
Other	-	-	1,845	2,145	1,845	2,145
<b>Total Expenses</b>	<u>\$ 296,184</u>	<u>\$ 288,929</u>	<u>\$ 124,133</u>	<u>\$ 141,903</u>	<u>\$ 420,317</u>	<u>\$ 430,832</u>
Increase (decrease) in net position before transfers and gain on sale of assets	\$ 60,985	\$ 18,334	\$ 38,624	\$ 40,111	\$ 99,609	\$ 58,445
Transfers	(1,952)	14,315	1,952	(14,315)	-	-
Gain on sale of assets	-	269	-	-	-	269
Increase in net position	<u>\$ 59,033</u>	<u>\$ 32,918</u>	<u>\$ 40,576</u>	<u>\$ 25,796</u>	<u>\$ 99,609</u>	<u>\$ 58,714</u>
Beginning net position as restated	479,756	446,838	715,238	689,442	1,194,994	1,136,280
<b>Ending net position</b>	<u>\$ 538,789</u>	<u>\$ 479,756</u>	<u>\$ 755,814</u>	<u>\$ 715,238</u>	<u>\$1,294,603</u>	<u>\$1,194,994</u>

Chart 1 depicts the financial strength of the various City programs, or the extent to which these programs generate revenue from fees and grants. The City’s programs include General Government, Public Safety (Fire and Police), Public Works, Community Development, and Community/Cultural Services (Recreation & Library). Each program’s net cost (total cost less revenues generated by the activities) is presented in the Statement of Activities.

**Chart 1**

**Expenses versus Program Revenues for Governmental Activities  
(in thousands of dollars)**

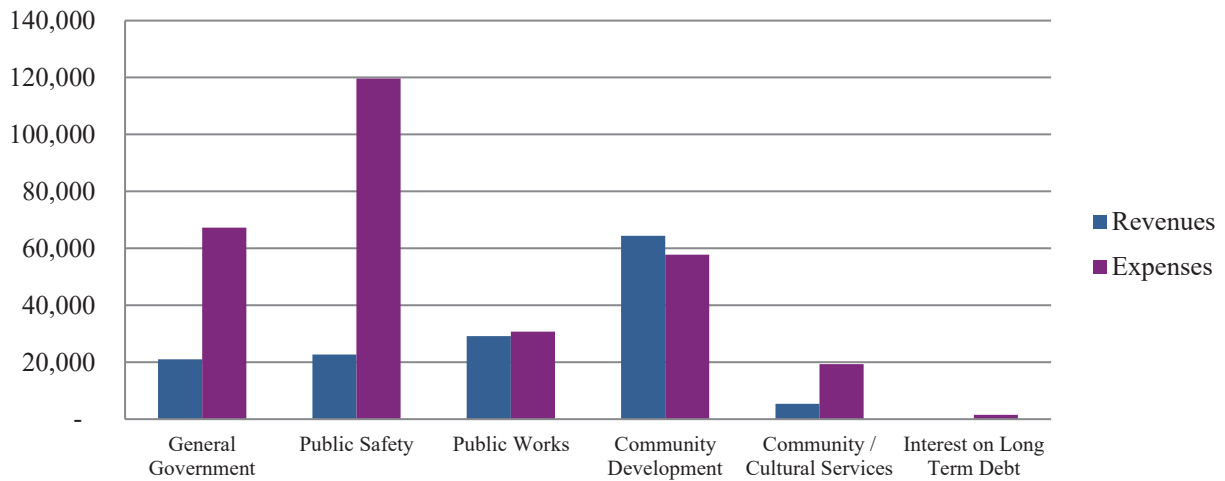
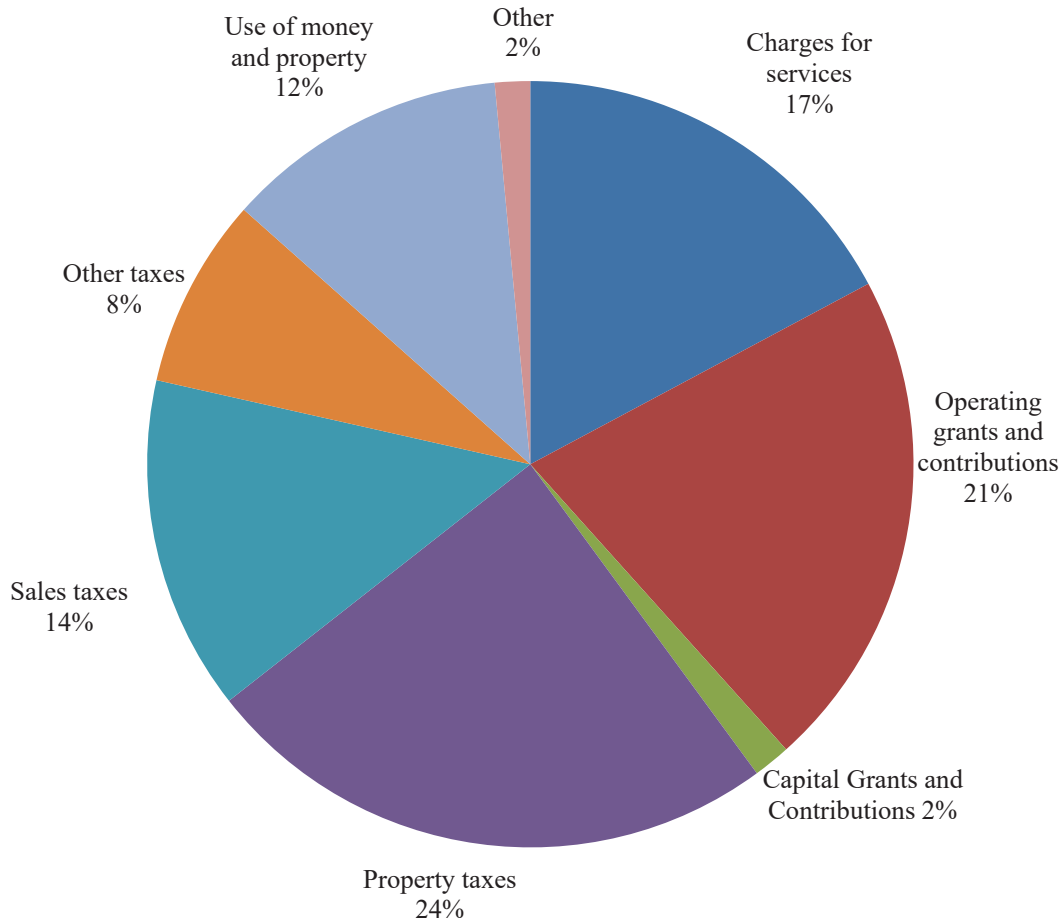


Chart 2 shows that Property Tax, Charges for Services, and Operating Grants and Contributions are the top three categories of revenue and comprise 63% of funding for Government activities. The Other Taxes category includes Transient Occupancy Taxes, Franchise Taxes, and Business License Tax. The Other category includes proceeds from the disposition of City real property, intergovernmental administrative fees, developer contributions, and miscellaneous revenues.

Chart 2

## Governmental Revenues



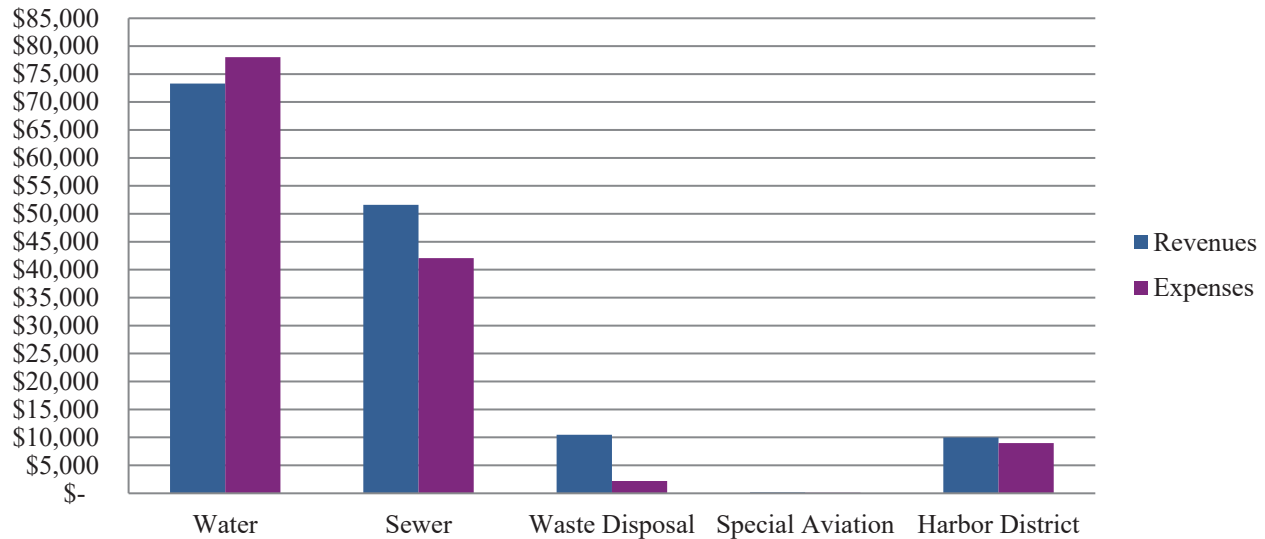
**Business-Type Activities** for the City of Oceanside include Water, Sewer, Solid Waste, Harbor, and Special Aviation. The Net Position (including transfers) increased \$40.6 million in 2024 as noted on Table 3. Revenues decreased \$19.3 million mainly due to the transition of solid waste services from the City to Waste Management. Expenses decreased \$17.8 million compared to 2023. Transfers out to other funds (net transfers) increased \$16.3 million as compared to the prior year.

The Statement of Revenues, Expenses, and Changes in Fund Net Position for proprietary funds reflect a decrease of \$24.7 million in total operating revenues from the previous year. Sewer operating revenue decreased \$6.6 million and Waste Disposal operating revenue decreased \$18.5 million. Harbor operating revenues increased \$0.5 million. Operating expenses for Water increased \$3.5 million. Expenses for Waste Disposal decreased \$18.4 million, Expenses for Aviation and Harbor had marginal decreases of \$0.1 million and \$0.2 million respectively. In Water, administrative costs had marginal increase of \$0.1 million and maintenance and operations costs increased by \$2.0 million. Sewer administrative costs increased \$0.4 million and maintenance and operations costs decreased \$1.1 million. In Waste Disposal, maintenance and operations costs decreased \$18.4 million while administrative costs remained fairly static with a marginal decrease of \$0.1 million. Harbor maintenance and operations costs had marginal decrease of \$0.2 million. The City's General Fund pays the Harbor administrative, maintenance and police functions and the City's General Fund is reimbursed by the Harbor. These costs decreased \$0.2 million from 2023.

Overall, the Business-Type activities operating revenue exceeded operating expenses (before transfers and contributions) for fiscal year 2023-24 with a total net operating income of \$27.4 million.

Chart 3 below compares program revenues from Business-Type activities to program expenses. Sewer, Waste Disposal, Aviation and Harbor operated at a profit, as referenced in the Statement of Activities.

**Chart 3**  
**Expenses versus Program Revenues for Business-type Activities**  
**(in thousands of dollars)**



### Financial Analysis of the City’s Funds

The City’s General Fund had a total fund balance of \$142.8 million at year-end, as shown on the Balance Sheet. This is an increase of \$23.9 million from 2023 and is mostly due to increases in operating grants and contributions and use of property and money. Of this total amount, \$2.2 million is nonspendable, \$89.8 million is restricted, \$26.2 million is committed, \$20.7 million is assigned, and \$3.8 million is unassigned. The unassigned fund balance is available for future expenditure allocation as defined in City Council Policy 200-13.

The Statement of Revenues, Expenditures and Changes in Fund Balances also reflects the \$23.9 million increase in the General Fund balance. General Fund revenues increased approximately \$61.6 million from 2023. General Fund expenditures increased overall \$14.4 million. Other Financing Sources includes a transfer in of \$17.9 million of which \$7.2 million came from the Harbor fund for harbor administrative, maintenance and police services, and \$7.5 million from Water and Waste Disposal funds for administrative services. Other Financing uses also includes a transfer out of \$11.7 million, the majority of which is for general improvement capital projects and grants.

The fund balance of the Grants Special Revenue Fund increased \$2.4 million. Revenues increased \$9.8 million due to increases in reimbursements for intergovernmental grants. Expenditures decreased by \$1.2 million as compared to 2023 due to decreased capital outlay expenditures.

## Debt Administration

Governmental activities debt outstanding at year-end increased \$19.4 million as noted in Table 4. The most significant increase to long-term liabilities was to the pension liability which increased \$15.9 million from prior year due to change in actuarial valuation. Additionally, the total outstanding long-term debt decreased \$5.2 million from prior year. The decrease was the result of debt service payments made on bonds and notes payable. More detail about the City's long-term liabilities, including retirement plans, is presented in Note 9, 10, 12, 13, and 14 to the financial statements.

**Table 4**

<b>City of Oceanside</b>				
<b>Governmental Debt Outstanding</b>				
	<b>Balance at June 30, 2023</b>	<b>Incurred or Issued</b>	<b>Satisfied or Matured</b>	<b>Balance at June 30, 2024</b>
<b>Governmental Activities</b>				
Notes Payable	\$ 1,533,084	\$ -	\$ (278,084)	\$ 1,255,000
Pension Obligation Bonds	9,315,000	-	(4,345,000)	4,970,000
Lease Revenue Bonds	22,745,000	-	(455,000)	22,290,000
Leases Liability	254,791	3,187,184	(135,143)	3,306,832
Subscription Liability	1,332,972	1,621,073	(1,646,628)	1,307,417
Claims Payable	28,148,814	14,932,709	(10,958,266)	32,123,257
Compensated Absences	16,301,867	690,402	(1,035,603)	15,956,666
Net Pension Liability	248,358,246	15,856,571	-	264,214,817
Total OPEB Liability	9,705,999	2,108,564	-	11,814,563
Unamortized Bond Premiums	3,144,401	-	(119,852)	3,024,549
<b>Total Governmental Activities</b>	<b>\$340,840,174</b>	<b>\$ 38,396,503</b>	<b>\$ (18,973,576)</b>	<b>\$360,263,101</b>

Business-Type debt activities decreased in the fiscal year ending 2024 by \$3.4 million. The direct borrowings decreased by \$5.1 million which is offset by actuarial changes in pension liability of \$1.6 million.

**Table 5**

<b>City of Oceanside</b>				
<b>Business-Type Activities Debt Outstanding</b>				
	<b>Balance at June 30, 2023</b>	<b>Incurred or Issued</b>	<b>Satisfied, Adjusted or Matured</b>	<b>Balance at June 30, 2024</b>
<b>Business-Type Activities</b>				
Bonds Payable	\$ 35,885,000	\$ -	(1,900,000)	\$ 33,985,000
Notes Payable	61,513,149	1,469,496	(4,156,752)	58,825,893
Subscription Liability	473,492	110,376	(307,165)	276,703
Net Pension Liability	21,102,948	1,627,740	-	22,730,688
Compensated Absences	2,683,269	115,010	(7,124)	2,791,155
Unamortized Bond Premiums	5,159,966	-	(347,466)	4,812,500
<b>Total Business-Type Activities</b>	<b>\$ 126,817,824</b>	<b>\$ 3,322,622</b>	<b>\$ (6,718,507)</b>	<b>\$ 123,421,939</b>

## Capital Assets

The capital assets of the City are those assets that are used in the performance of the City’s functions, including land, buildings and infrastructure. Table 6 identifies that at June 30, 2024, net capital assets of the Governmental activities totaled \$380.4 million and the net capital assets of the Business-Type activities totaled \$599.9 million. Depreciation on capital assets is recognized in the Government-Wide financial statements.

**Table 6**

<b>City of Oceanside</b>				
<b>Capital Assets</b>				
<b>Description</b>	<b>Governmental Activities</b>		<b>Business-Type Activities</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Land	\$ 62,946,591	\$ 62,246,590	\$ 29,613,703	\$ 29,613,703
Buildings	140,796,441	137,229,144	343,893,335	337,395,919
Improvements	88,794,169	84,220,653	569,594,236	569,594,236
Equipment	85,565,451	79,542,764	30,209,085	28,952,705
Right to Use Asset	7,284,505	3,092,743	694,995	694,995
Construction in Progress	91,662,522	62,995,683	126,889,341	103,260,202
Infrastructure	312,585,729	312,585,729	-	-
<b>Capital Assets</b>	<b>\$ 789,635,408</b>	<b>\$ 741,913,306</b>	<b>\$ 1,100,894,695</b>	<b>\$ 1,069,511,760</b>
Accumulated Dep / Ammort	(409,221,099)	(398,139,171)	(501,025,654)	(481,705,939)
<b>Total Capital Assets</b>	<b>\$ 380,414,309</b>	<b>\$ 343,774,135</b>	<b>\$ 599,869,041</b>	<b>\$ 587,805,821</b>

Additional information on Capital Assets can be found in Note 7 of this report.

## Budgets and Budgetary Accounting

The City Council sets the direction of the City, through the budget, allocating its resources and establishing its priorities. The City Council adopts an annual operating budget and capital budget. All appropriations are as originally adopted or as amended by the City Council, and budgeted amounts lapse at year-end. Budgetary control is exercised at the fund level. The City Manager is authorized to transfer monies appropriated within the same fund and same department provided the total amount within a fund has not changed. A budget adjustment to increase a fund’s total, or to transfer monies between funds, requires City Council approval. The City of Oceanside does not distinguish between Basis of Budgeting and Basis of Accounting. The principles set forth as the Basis of Accounting are strictly observed in the budgeting process.

**General Fund Budget** – Table 7 is a comparison of actual revenues/expenditures versus the amended budget. It is inclusive of Fund 101 (General Fund), Fund 102 (Investment Clearing Fund), Fund 103 (Measure X Fund), and Fund 104 (COVID Small Business Loan Program Fund). It is important to remember that the budget to actual variance of \$32.8 million shown in Table 7 does not represent available one-time funds. The actual excess of resources over charges of \$23.9 million is available as one-time funds and has been assigned by the Financial Services Director per council policy for specific uses. Revenues received were approximately \$22.4 million more than the amended budget. Charges to appropriations were approximately \$10.4 million less than the amended budget. Overall, actual revenues exceeded expenditures and transfers by approximately \$23.9 million which increased the General Fund balance. Of this amount, \$2.1 million is being carried forward to the next fiscal year leaving a surplus of one-time funds of \$21.8 million. \$9.2 million was assigned by the Financial Services Director per council policy for PERS Unfunded Liability payment and \$10.9 million was assigned for infrastructure projects.

Table 7

<b>City of Oceanside</b>			
<b>General Fund Comparison – Actual and Budget Year Ended June 30, 2024</b>			
	<b>Amended Budget</b>	<b>Actual</b>	<b>Variance Pos/(Neg)</b>
<b>Resources (inflows)</b>			
Taxes	\$ 156,305,958	\$ 166,440,011	\$ 10,134,053
Licenses and permits	4,442,539	4,994,042	551,503
Intergovernmental	9,457,735	9,457,889	154
Charges for services	29,176,032	31,142,899	1,966,867
Use of money and property	5,400,387	14,794,777	9,394,390
Fines and forfeitures	3,711,637	4,097,925	386,288
Administrative and in lieu charges	339,381	460,405	121,024
Miscellaneous	241,724	253,303	11,579
Transfers in	18,344,840	17,876,039	(468,801)
Notes and loans issued	-	-	-
Other debts issued	-	320,719	320,719
<b>Amount Available for Appropriations</b>	<b>\$ 227,420,233</b>	<b>\$ 249,838,009</b>	<b>\$ 22,417,776</b>
<b>Charges to Appropriations (outflows)</b>			
General Government	\$ 36,774,892	\$ 42,269,523	\$ (5,494,631)
Public Safety	124,465,619	115,769,616	8,696,003
Community Development	18,425,094	14,841,718	3,583,376
Parks and recreation	20,100,904	18,252,940	1,847,964
Public Works	23,760,061	21,485,645	2,274,416
Capital Outlay	909,437	931,543	(22,106)
Debt Service	91,612	676,829	(585,217)
Transfers Out	11,730,810	11,671,998	58,812
<b>Total Charges to Appropriations</b>	<b>\$ 236,258,429</b>	<b>\$ 225,899,812</b>	<b>\$ 10,358,617</b>
<b>Excess of Resources Over (Under)</b>			
Charges to Appropriations as of June 30, 2024	<b>\$ (8,838,196)</b>	<b>\$ 23,938,197</b>	<b>\$ 32,776,393</b>

Table 8 compares the General Fund (inclusive of Fund 101 General Fund, Fund 102 Investment Clearing Fund, Fund 103 Measure X, and Fund 104 COVID Small Business Loan Program Fund) original adopted budget of \$223.8 million to the final budget amount of \$236.3 million which shows an overall amended increase of \$12.5 million as delineated below. The variance between the adopted and amended budget includes increases for continuing appropriations and one-time capital expenditures approved by City Council.

Table 8

City of Oceanside			
General Fund Budget Comparison As Adopted and Amended Year Ended June 30, 2024			
	<u>Adopted</u>	<u>Amended</u>	<u>Increase/ (Decrease)</u>
General Government	33,023,713	36,774,892	3,751,179
Public Safety	121,610,646	124,465,619	2,854,973
Public Works	22,846,626	23,760,061	913,435
Community Development	15,231,154	18,425,094	3,193,940
Community and Cultural Services	19,331,968	20,100,904	768,936
Transfers/Capital Outlay/Debt	11,708,080	12,731,859	1,023,779
<b>Total Budget</b>	<b>\$ 223,752,187</b>	<b>\$ 236,258,429</b>	<b>\$ 12,506,242</b>

**GLOSSARY**

- **Business-Type Activities:** in the context of the government-wide financial statements, activities of the City that are intended to totally or partially recover costs through user charges. Examples include Water Utilities, Wastewater Utilities, Waste Disposal, Special Aviation and Small Craft Harbor District.
- **Capital Assets:** assets used in operations that are not available for spending (i.e. land, buildings, structures and improvements other than buildings, machinery and equipment, infrastructure, and construction in progress).
- **Fiduciary Funds:** funds used to account for resources held for the benefit of outside parties as an agent, and therefore not available to support the City’s own programs.
- **Fund Balance:** the difference between assets and liabilities reported in a governmental fund.
- **Governmental Activities:** in the context of the government-wide financial statements, activities of the City that are supported by taxes. Examples include General Fund, Housing Assistance Program Special Revenue Fund, Redevelopment Agency Debt Service Fund, Redevelopment Agency Capital Projects Fund, General Improvement Capital Projects Fund, and Other Governmental Funds such as additional “minor” special revenue funds and debt service funds.
- **Governmental Funds:** funds generally used to account for tax-supported activities.
- **Net Investment in Capital Assets:** the portion of net position reflecting equity in capital assets (i.e. capital assets minus related debt).
- **Net Position:** the difference between assets and liabilities in proprietary funds and government-wide financial statements.
- **Proprietary Funds:** funds used to account for Business-Type activities.
- **Restricted Net Position:** the portion of net position equal to resources whose use is legally restricted minus any non-capital-related liabilities payable from those same resources.
- **Unrestricted Net Position:** the residual balance of net position after the elimination of net investment in capital assets and restricted net position.

## **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 money it receives. If you have questions about this report, separate reports of the City's component units or need any additional financial information, contact the Office of the Director of Financial Services at 300 North Coast Highway, Oceanside, California, 92054 or phone (760) 435-3850.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

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CITY OF OCEANSIDE, CALIFORNIA  
Statement of Net Position  
June 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and investments (Note 3)	\$ 311,415,465	\$ 256,105,329	\$ 567,520,794
Receivables (net of uncollectibles):			
Accounts	14,988,143	18,889,144	33,877,287
Taxes	9,941,059	-	9,941,059
Accrued interest	3,139,807	78,103	3,217,910
Due from other governments	1,631,150	-	1,631,150
State mandated checks	2,479,709	-	2,479,709
Notes and loans (Note 5)	94,349,747	-	94,349,747
Leases (Note 8)	49,177,969	19,642,883	68,820,852
Internal balances	(6,933,524)	6,933,524	-
Restricted assets:			
Cash and investments (Note 3)	17,489,153	-	17,489,153
Cash with fiscal agent (Note 3)	11,467,853	6,928,404	18,396,257
Inventories	423,897	-	423,897
Prepaid costs	1,295,299	27,880	1,323,179
Capital assets, not being depreciated/amortized (Note 7)	154,609,113	156,503,044	311,112,157
Capital assets, net of accumulated depreciation/amortization (Note 7)	225,805,196	443,365,997	669,171,193
<b>Total assets</b>	<b>891,280,036</b>	<b>908,474,308</b>	<b>1,799,754,344</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension-related (Note 13)	94,517,214	10,211,610	104,728,824
OPEB-related (Note 14)	4,989,438	-	4,989,438
<b>Total deferred outflows of resources</b>	<b>99,506,652</b>	<b>10,211,610</b>	<b>109,718,262</b>
<b>LIABILITIES</b>			
Accounts payable	21,487,114	16,775,203	38,262,317
Due to other governments	614,520	-	614,520
Accrued liabilities	4,387,418	458,697	4,846,115
Accrued interest	469,070	370,265	839,335
Deposits payable	1,268,328	1,501,400	2,769,728
Unearned revenue	10,512,815	499,222	11,012,037
Noncurrent liabilities:			
Due within one year:			
Total OPEB liability (Note 14)	637,606	-	637,606
Leases (Note 8)	880,614	-	880,614
Subscriptions (Note 8)	569,792	122,958	692,750
Claims and judgments (Note 12)	7,279,163	-	7,279,163
Compensated absences (Note 9)	1,115,205	745,825	1,861,030
Bonds, notes, and loans (Note 10)	5,400,000	6,067,070	11,467,070
Due in more than one year:			
Net pension liability (Note 13)	264,214,817	22,730,688	286,945,505
Total OPEB liability (Note 14)	11,176,957	-	11,176,957
Leases (Note 8)	2,426,218	-	2,426,218
Subscriptions (Note 8)	737,625	153,745	891,370
Claims and judgments (Note 12)	24,844,094	-	24,844,094
Compensated absences (Note 9)	14,841,461	2,045,330	16,886,791
Bonds, notes, and loans (Note 10)	26,139,549	91,556,323	117,695,872
<b>Total liabilities</b>	<b>399,002,366</b>	<b>143,026,726</b>	<b>542,029,092</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred amount on refunding	57,237	344,882	402,119
Pension-related (Note 13)	2,854,565	269,888	3,124,453
OPEB-related (Note 14)	1,369,550	-	1,369,550
Lease-related (Note 8)	48,714,035	19,230,629	67,944,664
<b>Total deferred inflows of resources</b>	<b>52,995,387</b>	<b>19,845,399</b>	<b>72,840,786</b>
<b>NET POSITION</b>			
Net investment in capital assets	344,203,274	501,624,063	845,827,337
Restricted:			
General government	71,577,963	-	71,577,963
Public safety	951,818	-	951,818
Parks and recreation	12,883,128	-	12,883,128
Capital projects	79,883,308	-	79,883,308
Debt service	39,476	-	39,476
Street light and landscape maintenance	1,655,553	-	1,655,553
Highways	6,497,932	-	6,497,932
Housing assistance program	7,404,234	-	7,404,234
Community planning	1,000,000	-	1,000,000
Pension stabilization trust	17,073,271	-	17,073,271
Unrestricted	(4,381,022)	254,189,730	249,808,708
<b>Total net position</b>	<b>\$ 538,788,935</b>	<b>\$ 755,813,793</b>	<b>\$ 1,294,602,728</b>

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

	Program Revenues			
	Expenses	Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants
<b>Functions/Programs:</b>				
<b>Primary government:</b>				
<b>Governmental activities:</b>				
General government	\$ 67,293,583	\$ 18,942,257	\$ 2,036,094	\$ -
Public safety	119,626,400	13,173,319	9,519,483	-
Community development	57,764,497	18,699,572	45,695,831	-
Community services	19,311,035	3,991,762	1,365,637	-
Public works	30,712,164	6,607,001	16,937,387	5,618,013
Interest on long-term debt	1,475,835	-	-	-
<b>Total governmental activities</b>	<b>296,183,514</b>	<b>61,413,911</b>	<b>75,554,432</b>	<b>5,618,013</b>
<b>Business-type activities:</b>				
Water	78,014,935	73,315,653	-	-
Sewer	42,063,694	51,609,610	-	-
Waste Disposal	2,209,212	10,460,140	-	-
Special Aviation	94,688	149,508	-	-
Oceanside Small Craft Harbor District	1,750,084	9,973,931	-	-
<b>Total business-type activities</b>	<b>124,132,613</b>	<b>145,508,842</b>	<b>-</b>	<b>-</b>
<b>Total primary government</b>	<b>\$ 420,316,127</b>	<b>\$ 206,922,753</b>	<b>\$ 75,554,432</b>	<b>\$ 5,618,013</b>
			<b>General revenues and transfers:</b>	
			General revenues:	
			Property taxes	
			Sales taxes	
			Transient occupancy taxes	
			Franchise taxes	
			Business licenses taxes	
			Other taxes	
			Use of money and property	
			Other	
			Transfers	
			<b>Total general revenues and transfers</b>	
			<b>Change in net position</b>	
			Net position-beginning	
			<b>Net position-ending</b>	

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

**Primary Government**

Governmental Activities	Business-Type Activities	Total
\$ (46,315,232)	\$ -	\$ (46,315,232)
(96,933,598)	-	(96,933,598)
6,630,906	-	6,630,906
(13,953,636)	-	(13,953,636)
(1,549,763)	-	(1,549,763)
(1,475,835)	-	(1,475,835)
<b>(153,597,158)</b>	<b>-</b>	<b>(153,597,158)</b>
-	(4,699,282)	(4,699,282)
-	9,545,916	9,545,916
-	8,250,928	8,250,928
-	54,820	54,820
-	8,223,847	8,223,847
-	<b>21,376,229</b>	<b>21,376,229</b>
<b>(153,597,158)</b>	<b>21,376,229</b>	<b>(132,220,929)</b>
87,422,966	-	87,422,966
50,364,555	-	50,364,555
17,888,244	-	17,888,244
4,887,187	-	4,887,187
4,581,080	-	4,581,080
1,295,964	-	1,295,964
42,864,593	10,591,956	53,456,549
5,277,302	6,656,050	11,933,352
(1,951,946)	1,951,946	-
<b>212,629,945</b>	<b>19,199,952</b>	<b>231,829,897</b>
<b>59,032,787</b>	<b>40,576,181</b>	<b>99,608,968</b>
479,756,148	715,237,612	1,194,993,760
<b>\$ 538,788,935</b>	<b>\$ 755,813,793</b>	<b>\$ 1,294,602,728</b>

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## GOVERNMENTAL FUND FINANCIAL STATEMENTS

The City reports the following major governmental funds:

The **General Fund** is used to account for resources which are not required legally or by sound financial management to be accounted for in another fund.

The **Grants Fund** is used to account for funds received from federal, state and county governments for use on approved projects.

The **American Rescue Plan Fund** is used to account for funds received from the federal government as part of the American Rescue Plan Act authorizing the U.S. Department of the Treasury's Coronavirus State and Local Fiscal Recovery Funds (CSLFRF) program to use on local economic recovery and costs incurred due to the coronavirus pandemic.

The **Housing Assistance Program Special Revenue Fund** is used to account for the operation of the City's housing program. Financing is provided by HUD (Section 8), Community Development Block Grants, and service fees on mortgage revenue bonds.

The **General Improvement Capital Projects Fund** is used to account for general purpose capital projects funded primarily from developer impact fees and bond proceeds.

The **Nonmajor Governmental Funds** are the aggregate of all the other governmental funds.

CITY OF OCEANSIDE, CALIFORNIA  
Balance Sheet  
Governmental Funds  
June 30, 2024

	Special Revenue Funds			
	General	Grants	American Rescue Plan	Housing Assistance Program
<b>ASSETS</b>				
Cash and investments	\$ 121,972,097	\$ 17,014,647	\$ 8,859,796	\$ 7,497,140
Receivables (net of allowance for uncollectible):				
Accounts	9,943,460	4,579,912	-	222,725
Taxes	8,733,871	-	-	-
Accrued interest	3,139,807	-	-	-
State mandated checks	2,479,709	-	-	-
Due from other governments	-	1,087,115	-	226,294
Notes and loans	-	78,238,048	-	15,487,174
Leases	49,177,969	-	-	-
Due from other funds	4,294,775	-	-	-
Inventories	32,261	-	-	-
Prepaid costs	612,448	-	4,205	2,732
Restricted assets:				
Cash and investments	17,073,271	-	-	415,882
Cash and investments with fiscal agents	-	-	-	-
<b>Total assets</b>	<b>217,459,668</b>	<b>100,919,722</b>	<b>8,864,001</b>	<b>23,851,947</b>
<b>LIABILITIES</b>				
Accounts payable	13,597,966	916,615	708,344	192,334
Accrued liabilities	2,725,787	29,268	7,206	21,182
Unearned revenues	-	2,348,109	8,153,244	1,462
Deposits payable	1,094,508	-	-	126,992
Due to other governments	-	-	-	614,520
Due to other funds	-	2,024,203	-	35,903
<b>Total liabilities</b>	<b>17,418,261</b>	<b>5,318,195</b>	<b>8,868,794</b>	<b>992,393</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues	8,537,251	82,844,852	-	15,452,588
Lease-related	48,714,035	-	-	-
<b>Total deferred inflows of resources</b>	<b>57,251,286</b>	<b>82,844,852</b>	<b>-</b>	<b>15,452,588</b>
<b>FUND BALANCES (DEFICITS)</b>				
Nonspendable	2,247,657	-	4,205	2,732
Restricted	89,806,411	12,756,675	-	7,404,234
Committed	26,242,427	-	-	-
Assigned	20,684,359	-	-	-
Unassigned	3,809,267	-	(8,998)	-
<b>Total fund balances (deficits)</b>	<b>142,790,121</b>	<b>12,756,675</b>	<b>(4,793)</b>	<b>7,406,966</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 217,459,668</b>	<b>\$ 100,919,722</b>	<b>\$ 8,864,001</b>	<b>\$ 23,851,947</b>

CITY OF OCEANSIDE, CALIFORNIA  
Balance Sheet  
Governmental Funds  
June 30, 2024

	<b>Capital Projects Funds</b>		
	<b>General Improvement</b>	<b>Total Nonmajor Funds</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>			
Cash and investments	\$ 71,950,957	\$ 9,669,698	\$ 236,964,335
Receivables (net of allowance for uncollectible):			
Accounts	-	222,365	14,968,462
Taxes	-	1,207,188	9,941,059
Accrued interest	-	-	3,139,807
State mandated checks	-	-	2,479,709
Due from other governments	-	317,741	1,631,150
Notes and loans	121,595	502,930	94,349,747
Leases	-	-	49,177,969
Due from other funds	-	-	4,294,775
Inventories	-	-	32,261
Prepaid costs	-	115	619,500
Restricted assets:			
Cash and investments	-	-	17,489,153
Cash and investments with fiscal agents	11,463,010	4,843	11,467,853
<b>Total assets</b>	<b>83,535,562</b>	<b>11,924,880</b>	<b>446,555,780</b>
<b>LIABILITIES</b>			
Accounts payable	3,466,767	1,413,945	20,295,971
Accrued liabilities	7,064	25,530	2,816,037
Unearned revenues	10,000	-	10,512,815
Deposits payable	46,828	-	1,268,328
Due to other governments	-	-	614,520
Due to other funds	-	631,721	2,691,827
<b>Total liabilities</b>	<b>3,530,659</b>	<b>2,071,196</b>	<b>38,199,498</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenues	121,595	740,094	107,696,380
Lease-related	-	-	48,714,035
<b>Total deferred inflows of resources</b>	<b>121,595</b>	<b>740,094</b>	<b>156,410,415</b>
<b>FUND BALANCES (DEFICITS)</b>			
Nonspendable	-	115	2,254,709
Restricted	79,883,308	9,116,055	198,966,683
Committed	-	-	26,242,427
Assigned	-	-	20,684,359
Unassigned	-	(2,580)	3,797,689
<b>Total fund balances (deficits)</b>	<b>79,883,308</b>	<b>9,113,590</b>	<b>251,945,867</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 83,535,562</b>	<b>\$ 11,924,880</b>	<b>\$ 446,555,780</b>

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

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

Total fund balances - governmental funds		\$ 251,945,867
Capital assets, net of accumulated depreciation/amortization, used in governmental activities are not financial resources and, therefore, are not reported in the funds.		373,934,165
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings, and contributions subsequent to the measurement date for the postretirement benefits (pension and OPEB) are recognized as deferred outflows of resources and deferred inflows of resources on the Statement of Net Position.		
Deferred outflows-pension related	94,517,214	
Deferred outflows-OPEB related	4,989,438	
Deferred inflows-pension related	2,854,565	
Deferred inflows-OPEB related	<u>1,369,550</u>	
Total deferred outflows and inflows related to postemployment benefits		103,730,767
Other long-term assets that are not available to pay for current period expenditures and, therefore, are either labeled unavailable or not reported in the funds.		
Total other long-term assets		107,696,380
Internal service funds provide services to other funds on a cost-reimbursement basis. The assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the internal service funds are included in governmental activities in the Statement of Activities.		
		37,643,211
Long-term liabilities that are not due and payable in the current period, and therefore, are not reported in the funds.		
Bonds payable	(49,153,827)	
Notes payable	(1,255,000)	
Leases and subscriptions payable	271,650	
Compensated absences	(15,956,666)	
Net pension liability	(255,171,263)	
Net OPEB liability	<u>(11,814,563)</u>	
Total long-term liabilities		(333,079,669)
Governmental funds report the effect of premiums, discounts, and refundings and similar items when debt is first issued, whereas, these amounts are deferred and amortized in the Statement of Activities.		
Deferred amount on refunding	(57,237)	
Bond premiums	(3,039,688)	
Bond discounts	<u>15,139</u>	
Total premiums, discounts, and deferred items		(3,081,786)
<b>Net position of governmental activities</b>		<b><u>\$ 538,788,935</u></b>

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

	Special Revenue Funds			
	General	Grants	American Rescue Plan	Housing Assistance Program
<b>REVENUES</b>				
Taxes	\$ 166,440,011	\$ -	\$ -	\$ -
Administrative and in lieu charges	9,457,889	-	-	-
Licenses and permits	4,994,042	-	-	345,666
Intergovernmental	460,405	27,548,757	4,582,016	28,648,838
Charges for services	31,142,899	7,200	-	75,191
Use of money and property	14,794,777	1,133,384	-	1,775,060
Fines and forfeitures	4,097,925	-	-	-
Developer participation	-	645,497	-	-
Miscellaneous	253,303	105,885	-	471,777
<b>Total revenues</b>	<b>231,641,251</b>	<b>29,440,723</b>	<b>4,582,016</b>	<b>31,316,532</b>
<b>EXPENDITURES</b>				
Current:				
General government	42,269,523	-	142,138	-
Public safety	115,769,616	4,326,821	2,569,683	-
Community development	14,841,718	8,208,723	12,539	30,198,348
Parks and recreation	18,252,940	560,692	473,285	-
Public works	21,485,645	64,747	-	-
Capital outlay	931,543	5,911,540	1,389,164	-
Debt service:				
Principal	665,389	-	-	-
Interest and fiscal charges	11,440	237	-	-
<b>Total expenditures</b>	<b>214,227,814</b>	<b>19,072,760</b>	<b>4,586,809</b>	<b>30,198,348</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>17,413,437</b>	<b>10,367,963</b>	<b>(4,793)</b>	<b>1,118,184</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	17,876,039	338,689	-	-
Transfers out	(11,671,998)	(8,261,479)	-	-
Subscriptions	320,719	-	-	-
<b>Total other financing sources (uses)</b>	<b>6,524,760</b>	<b>(7,922,790)</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>23,938,197</b>	<b>2,445,173</b>	<b>(4,793)</b>	<b>1,118,184</b>
Fund balances (deficit)-beginning	118,851,924	10,311,502	-	6,288,782
<b>Fund balances (deficit)-ending</b>	<b>\$ 142,790,121</b>	<b>\$ 12,756,675</b>	<b>\$ (4,793)</b>	<b>\$ 7,406,966</b>

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

	<u>Capital Projects Funds</u>		
	<u>General Improvement</u>	<u>Total Nonmajor Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>			
Taxes	\$ -	\$ -	\$ 166,440,011
Administrative and in lieu charges	-	16,072,398	25,530,287
Licenses and permits	-	-	5,339,708
Intergovernmental	-	3,131,207	64,371,223
Charges for services	361,930	-	31,587,220
Use of money and property	2,356,852	22,801,597	42,861,670
Fines and forfeitures	-	-	4,097,925
Developer participation	6,835,230	-	7,480,727
Miscellaneous	1,962,262	5,150,952	7,944,179
<b>Total revenues</b>	<b>11,516,274</b>	<b>47,156,154</b>	<b>355,652,950</b>
<b>EXPENDITURES</b>			
Current:			
General government	422,475	346,667	43,180,803
Public safety	-	254,870	122,920,990
Community development	332,985	161,315	53,755,628
Parks and recreation	-	802,203	20,089,120
Public works	543,223	8,290,182	30,383,797
Capital outlay	30,352,026	10,209,763	48,794,036
Debt service:			
Principal	-	5,496,918	6,162,307
Interest and fiscal charges	267	1,415,276	1,427,220
<b>Total expenditures</b>	<b>31,650,976</b>	<b>26,977,194</b>	<b>326,713,901</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(20,134,702)</b>	<b>20,178,960</b>	<b>28,939,049</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	32,174,071	3,185	50,391,984
Transfers out	(8,096,279)	(24,423,057)	(52,452,813)
Subscriptions	-	-	320,719
<b>Total other financing sources (uses)</b>	<b>24,077,792</b>	<b>(24,419,872)</b>	<b>(1,740,110)</b>
<b>Net change in fund balances</b>	<b>3,943,090</b>	<b>(4,240,912)</b>	<b>27,198,939</b>
Fund balances (deficit)-beginning	75,940,218	13,354,502	224,746,928
<b>Fund balances (deficit)-ending</b>	<b>\$ 79,883,308</b>	<b>\$ 9,113,590</b>	<b>\$ 251,945,867</b>

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

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

Net change in fund balances - total governmental funds: \$ 27,198,939

Governmental funds report capital outlays are expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. This is the amount by which capital outlays exceeded depreciation/amortization expense in the current period.

Capital outlay	54,131,462	
Depreciation/amortization expense	(7,557,692)	
Total adjustment		46,573,770

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Earned but unavailable other revenues	1,229,467	
Total adjustment		1,229,467

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase/(decrease) net position.

Loss/(gain) on disposal of capital assets	10,728,766	
Total adjustment		10,728,766

Bond and other debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bond and other debt principal is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.

Leases and subscriptions issued	(10,465,257)	
Amortization of bond premiums and discounts	119,852	
Principal payments	6,166,867	
Total adjustment		(4,178,538)

Internal service funds provide services to other funds on a cost-reimbursement basis. The net revenue of certain activities of internal service funds is reported with governmental activities.

(2,452,356)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Accrued interest on long-term debt	334,041	
Compensated absences	(692,024)	
Changes in pension liabilities and related deferred outflows and inflows of resources	(19,160,841)	
Changes in OPEB liabilities and related deferred outflows and inflows of resources	(548,437)	
Total adjustment		(20,067,261)

**Change in net position of governmental activities \$ 59,032,787**

## PROPRIETARY FUND FINANCIAL STATEMENTS

The City reports the following major proprietary funds:

The **Water Fund** is used to account for the operation of the City's water utility, a self-supporting activity which provides services on a user charge basis.

The **Sewer Fund** is used to account for the operation (including wastewater treatment) of the City's sewer facility, a self-supporting activity which provides services on a user charge basis.

The **Waste Disposal Fund** is used to account for the collection and disposal of solid waste (including waste collected from street sweeping). Monthly service charges to all Oceanside property owners fund the above services.

The **Special Aviation Fund** is used to account for the operation of the Oceanside (General Aviation) Airport. Funding for operating expenses is provided by rents and leases.

The **Oceanside Small Craft Harbor District Fund** is used to account for the operation and maintenance of the Oceanside Small Craft Harbor. Funding for operating expenses is provided by user charges.

The **Internal Service Funds** account for risk management services (including workers' compensation, general liability, and property damage), fleet management, information technology, building services, and employee benefits provided to other departments of the City on a cost-reimbursement basis.

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

	Business-Type Activities			
	Water	Sewer	Waste Disposal	Special Aviation
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 97,478,343	\$ 140,399,119	\$ 10,815,462	\$ 941,601
Receivables (net of uncollectibles):				
Accounts	8,973,591	8,072,342	813,062	-
Accrued interest	-	-	-	4,787
Leases	-	-	-	36,072
Prepaid costs	10,174	14,981	2,725	-
Inventories	-	-	-	-
Cash with fiscal agent	1,172,268	3,220,240	-	-
Total current assets	<u>107,634,376</u>	<u>151,706,682</u>	<u>11,631,249</u>	<u>982,460</u>
Noncurrent:				
Leases receivable	-	-	-	3,333,068
Advances to other funds	-	-	-	-
Capital assets, net	322,789,383	260,612,079	2,208,334	4,288,223
Total noncurrent assets	<u>322,789,383</u>	<u>260,612,079</u>	<u>2,208,334</u>	<u>7,621,291</u>
<b>Total assets</b>	<b><u>430,423,759</u></b>	<b><u>412,318,761</u></b>	<b><u>13,839,583</u></b>	<b><u>8,603,751</u></b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension-related	5,728,453	4,244,586	238,571	-
<b>Total deferred outflows of resources</b>	<b><u>5,728,453</u></b>	<b><u>4,244,586</u></b>	<b><u>238,571</u></b>	<b><u>-</u></b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	9,657,650	7,106,703	6,265	-
Accrued liabilities	252,062	195,468	11,167	-
Accrued interest	306,725	63,540	-	-
Unearned revenue	-	285,368	-	-
Deposits payable	1,052,783	-	-	-
Due to other funds	-	-	-	1,602,948
Leases	-	-	-	-
Subscriptions	122,958	-	-	-
Claims and judgments	-	-	-	-
Compensated absences	376,340	366,396	3,089	-
Bonds, notes, and loans	2,578,857	3,463,652	-	-
Total current liabilities	<u>14,347,375</u>	<u>11,481,127</u>	<u>20,521</u>	<u>1,602,948</u>
Noncurrent liabilities:				
Claims and judgments	-	-	-	-
Compensated absences	1,183,197	854,925	7,208	-
Leases	-	-	-	-
Subscriptions	153,745	-	-	-
Bonds, notes, and loans	85,831,868	5,436,126	-	-
Net pension liability	11,248,521	10,844,968	637,199	-
Total noncurrent liabilities	<u>98,417,331</u>	<u>17,136,019</u>	<u>644,407</u>	<u>-</u>
<b>Total liabilities</b>	<b><u>112,764,706</u></b>	<b><u>28,617,146</u></b>	<b><u>664,928</u></b>	<b><u>1,602,948</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred amount on refunding	344,882	-	-	-
Pension-related	144,385	120,377	5,126	-
Lease-related	-	-	-	3,242,682
<b>Total deferred inflows of resources</b>	<b><u>489,267</u></b>	<b><u>120,377</u></b>	<b><u>5,126</u></b>	<b><u>3,242,682</u></b>
<b>NET POSITION</b>				
Net investment in capital assets	233,757,073	251,712,301	2,208,334	4,288,223
Unrestricted	89,141,166	136,113,523	11,199,766	(530,102)
<b>Total net position</b>	<b><u>\$ 322,898,239</u></b>	<b><u>\$ 387,825,824</u></b>	<b><u>\$ 13,408,100</u></b>	<b><u>\$ 3,758,121</u></b>

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

	Business-Type Activities		Governmental Activities
	Oceanside Small Craft Harbor District	Total Enterprise Funds	Internal Service Funds
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 6,470,804	\$ 256,105,329	\$ 74,451,130
Receivables (net of uncollectibles):			
Accounts	1,030,149	18,889,144	19,681
Accrued interest	73,316	78,103	-
Leases	813,952	850,024	-
Prepaid costs	-	27,880	675,799
Inventories	-	-	391,636
Cash with fiscal agent	2,535,896	6,928,404	-
Total current assets	10,924,117	282,878,884	75,538,246
Noncurrent:			
Leases receivable	15,459,791	18,792,859	-
Advances to other funds	-	-	312,890
Capital assets, net	9,971,022	599,869,041	15,418,642
Total noncurrent assets	25,430,813	618,661,900	15,731,532
<b>Total assets</b>	<b>36,354,930</b>	<b>901,540,784</b>	<b>91,269,778</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension-related	-	10,211,610	3,705,621
<b>Total deferred outflows of resources</b>	<b>-</b>	<b>10,211,610</b>	<b>3,705,621</b>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	4,585	16,775,203	1,191,143
Accrued liabilities	-	458,697	1,571,381
Accrued interest	-	370,265	469,070
Unearned revenue	213,854	499,222	-
Deposits payable	448,617	1,501,400	-
Due to other funds	-	1,602,948	-
Leases	-	-	344,401
Subscriptions	-	122,958	357,022
Claims and judgments	-	-	7,279,163
Compensated absences	-	745,825	65,022
Bonds, notes, and loans	24,561	6,067,070	-
Total current liabilities	691,617	28,143,588	11,277,202
Noncurrent liabilities:			
Claims and judgments	-	-	24,844,094
Compensated absences	-	2,045,330	865,334
Leases	-	-	2,411,033
Subscriptions	-	153,745	258,936
Bonds, notes, and loans	288,329	91,556,323	-
Net pension liability	-	22,730,688	9,043,514
Total noncurrent liabilities	288,329	116,486,086	37,422,911
<b>Total liabilities</b>	<b>979,946</b>	<b>144,629,674</b>	<b>48,700,113</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred amount on refunding	-	344,882	-
Pension-related	-	269,888	95,603
Lease-related	15,987,947	19,230,629	-
<b>Total deferred inflows of resources</b>	<b>15,987,947</b>	<b>19,845,399</b>	<b>95,603</b>
<b>NET POSITION</b>			
Net investment in capital assets	9,658,132	501,624,063	12,047,250
Unrestricted	9,728,905	245,653,258	34,132,433
<b>Total net position</b>	<b>\$ 19,387,037</b>	<b>747,277,321</b>	<b>\$ 46,179,683</b>
Adjustment to report the cumulative internal balance for the net effect of the activity between the internal service funds and the enterprise funds over time		8,536,472	
<b>Net position of business-type activities</b>		<b>\$ 755,813,793</b>	

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

	Business-Type Activities			
	Water	Sewer	Waste Disposal	Special Aviation
<b>OPERATING REVENUES</b>				
Charges for services	\$ 73,315,653	\$ 51,609,610	\$ 10,460,140	\$ -
Licenses and permits	607,069	255,530	-	-
Miscellaneous	203,696	805,451	-	-
Developer fees	1,465,440	1,382,943	-	-
Lease revenue	-	-	-	149,508
Parking	-	-	-	-
<b>Total operating revenues</b>	<b>75,591,858</b>	<b>54,053,534</b>	<b>10,460,140</b>	<b>149,508</b>
<b>OPERATING EXPENSES</b>				
Administration and general	12,982,022	11,246,631	499,112	-
Maintenance and operations	19,373,067	21,001,943	1,534,163	18,642
Cost of purchased water	35,653,327	-	-	-
Depreciation/amortization	9,361,346	9,164,944	175,937	76,046
<b>Total operating expenses</b>	<b>77,369,762</b>	<b>41,413,518</b>	<b>2,209,212</b>	<b>94,688</b>
<b>Operating income (loss)</b>	<b>(1,777,904)</b>	<b>12,640,016</b>	<b>8,250,928</b>	<b>54,820</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Interest revenue	4,169,522	6,106,669	-	49,030
Interest expense	(1,769,817)	(293,156)	-	-
Contributions	1,935,921	-	-	-
Gain (loss) on disposal of capital assets	-	-	-	-
<b>Total nonoperating revenues (expenses)</b>	<b>4,335,626</b>	<b>5,813,513</b>	<b>-</b>	<b>49,030</b>
<b>Income (loss) before capital contributions and transfers</b>	<b>2,557,722</b>	<b>18,453,529</b>	<b>8,250,928</b>	<b>103,850</b>
Transfers in	10,455,433	3,144,952	-	-
Transfers out	(857,949)	-	(6,628,400)	-
<b>Change in net position</b>	<b>12,155,206</b>	<b>21,598,481</b>	<b>1,622,528</b>	<b>103,850</b>
Net position-beginning	310,743,033	366,227,343	11,785,572	3,654,271
<b>Net position-ending</b>	<b>\$ 322,898,239</b>	<b>\$ 387,825,824</b>	<b>\$ 13,408,100</b>	<b>\$ 3,758,121</b>
Adjustment for the net effect of the current year activity between the internal service funds and the enterprise funds				
<b>Changes in net position of business-type activities</b>				

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

	<u>Business-Type Activities</u>		<u>Governmental Activities</u>
	<u>Oceanside Small Craft Harbor District</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Funds</u>
<b>OPERATING REVENUES</b>			
Charges for services	\$ 7,086,304	\$ 142,471,707	\$ 92,527,524
Licenses and permits	110,830	973,429	-
Miscellaneous	49,369	1,058,516	3,665,752
Developer fees	-	2,848,383	-
Lease revenue	1,534,487	1,683,995	-
Parking	1,192,941	1,192,941	-
<b>Total operating revenues</b>	<b>9,973,931</b>	<b>150,228,971</b>	<b>96,193,276</b>
<b>OPERATING EXPENSES</b>			
Administration and general	-	24,727,765	58,455,246
Maintenance and operations	1,204,881	43,132,696	28,689,779
Cost of purchased water	-	35,653,327	-
Depreciation/amortization	541,442	19,319,715	3,935,909
<b>Total operating expenses</b>	<b>1,746,323</b>	<b>122,833,503</b>	<b>91,080,934</b>
<b>Operating income (loss)</b>	<b>8,227,608</b>	<b>27,395,468</b>	<b>5,112,342</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Interest revenue	266,735	10,591,956	-
Interest expense	(3,761)	(2,066,734)	(48,852)
Contributions	-	1,935,921	-
Gain (loss) on disposal of capital assets	-	-	(21,244)
<b>Total nonoperating revenues (expenses)</b>	<b>262,974</b>	<b>10,461,143</b>	<b>(70,096)</b>
<b>Income (loss) before capital contributions and transfers</b>	<b>8,490,582</b>	<b>37,856,611</b>	<b>5,042,246</b>
Transfers in	3,078,249	16,678,634	2,135,672
Transfers out	(7,240,339)	(14,726,688)	(2,026,789)
<b>Change in net position</b>	<b>4,328,492</b>	<b>39,808,557</b>	<b>5,151,129</b>
Net position-beginning	15,058,545		41,028,554
<b>Net position-ending</b>	<b>\$ 19,387,037</b>		<b>\$ 46,179,683</b>
Adjustment for the net effect of the current year activity between the internal service funds and the enterprise funds		767,624	
<b>Changes in net position of business-type activities</b>		<b>\$ 40,576,181</b>	

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

	<b>Buisness-Type Activities</b>			
	<b>Water</b>	<b>Sewer</b>	<b>Waste Disposal</b>	<b>Special Aviation</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers	\$ 74,239,106	\$ 53,972,505	\$ 10,522,157	\$ 57,299
Receipts from interfund charges	-	-	-	-
Payments to suppliers and service providers	(72,632,934)	(32,346,592)	(2,041,727)	(18,642)
Payments to employees for salaries and benefits	(657,118)	(34,244)	(687)	-
Other receipts (payments)	-	-	-	-
<b>Net cash provided by (used for) operating activities</b>	<b>949,054</b>	<b>21,591,669</b>	<b>8,479,743</b>	<b>38,657</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers from other funds	10,455,433	3,144,952	-	-
Transfers to other funds	(857,949)	-	(6,628,400)	-
<b>Net cash provided by (used for) noncapital financing activities</b>	<b>9,597,484</b>	<b>3,144,952</b>	<b>(6,628,400)</b>	<b>-</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	1,469,493	-	-	-
Acquisition and construction of capital assets	(5,995,846)	(22,738,910)	-	-
Principal paid on capital debt	(2,696,617)	(3,580,149)	-	-
Interest paid on capital debt	(2,125,716)	(293,362)	-	-
Loss on disposal of assets	-	-	-	-
<b>Net cash provided by (used for) capital and related financing activities</b>	<b>(9,348,686)</b>	<b>(26,612,421)</b>	<b>-</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest on investments	4,169,522	6,106,669	-	116,217
<b>Net cash provided by (used for) investing activities</b>	<b>4,169,522</b>	<b>6,106,669</b>	<b>-</b>	<b>116,217</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>5,367,374</b>	<b>4,230,869</b>	<b>1,851,343</b>	<b>154,874</b>
Cash and cash equivalents-beginning	93,283,237	139,388,490	8,964,119	786,727
<b>Cash and cash equivalents-ending</b>	<b>\$ 98,650,611</b>	<b>\$ 143,619,359</b>	<b>\$ 10,815,462</b>	<b>\$ 941,601</b>

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

	<u>Business-Type Activities</u>			
	<u>Water</u>	<u>Sewer</u>	<u>Waste Disposal</u>	<u>Special Aviation</u>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION</b>				
Cash and investments	\$ 97,478,343	\$ 140,399,119	\$ 10,815,462	\$ 941,601
Cash with fiscal agent	1,172,268	3,220,240	-	-
Total cash and cash equivalents	<u>\$ 98,650,611</u>	<u>\$ 143,619,359</u>	<u>\$ 10,815,462</u>	<u>\$ 941,601</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ (1,777,904)	\$ 12,640,016	\$ 8,250,928	\$ 54,820
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation/amortization expense	9,361,346	9,164,944	175,937	76,046
(Increase) decrease in accounts receivable	(1,371,918)	(366,397)	62,017	-
(Increase) decrease in leases receivable	-	-	-	(92,209)
(Increase) decrease in inventories	-	-	-	-
(Increase) decrease in prepaid costs	(6,172)	(14,981)	(2,725)	-
Increase (decrease) in accounts payable	(5,449,294)	(83,037)	(57,076)	-
Increase (decrease) in accrued liabilities	32,626	2,538	7,779	-
Increase (decrease) in deposits payable	(20,693)	285,368	-	-
Increase (decrease) in compensated absences	105,733	(4,971)	7,124	-
Increase (decrease) in claims and judgments	-	-	-	-
Increase (decrease) in net pension liability	75,330	(31,811)	35,759	-
Total adjustments	<u>2,726,958</u>	<u>8,951,653</u>	<u>228,815</u>	<u>(16,163)</u>
<b>Net cash provided by (used for) operating activities</b>	<u>\$ 949,054</u>	<u>\$ 21,591,669</u>	<u>\$ 8,479,743</u>	<u>\$ 38,657</u>
<b>SCHEDULE OF NON-CASH NONCAPITAL, CAPITAL, AND INVESTING ACTIVITIES</b>				
Amortization on bond discount/(premium)	\$ 162,806	\$ 184,660	\$ -	\$ -

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

	<u>Business-Type Activities</u>		<u>Governmental Activities</u>
	<u>Oceanside Small Craft Harbor District</u>	<u>Totals</u>	<u>Internal Service Funds</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers	\$ 9,537,245	\$ 148,328,312	\$ -
Receipts from interfund charges	-	-	96,372,997
Payments to suppliers and service providers	(1,276,105)	(108,316,000)	(86,255,088)
Payments to employees for salaries and benefits	-	(692,049)	-
Other receipts (payments)	-	-	3,974,443
<b>Net cash provided by (used for) operating activities</b>	<b>8,261,140</b>	<b>39,320,263</b>	<b>14,092,352</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers from other funds	3,078,249	16,678,634	2,135,672
Transfers to other funds	(7,240,339)	(14,726,688)	(2,026,789)
<b>Net cash provided by (used for) noncapital financing activities</b>	<b>(4,162,090)</b>	<b>1,951,946</b>	<b>108,883</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Proceeds from capital debt	-	1,469,493	-
Acquisition and construction of capital assets	(712,256)	(29,447,012)	(6,081,034)
Principal paid on capital debt	(105,000)	(6,381,766)	-
Interest paid on capital debt	(119,347)	(2,538,425)	-
Loss on disposal of assets	-	-	(21,244)
<b>Net cash provided by (used for) capital and related financing activities</b>	<b>(936,603)</b>	<b>(36,897,710)</b>	<b>(6,102,278)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest on investments	223,737	10,616,145	-
<b>Net cash provided by (used for) investing activities</b>	<b>223,737</b>	<b>10,616,145</b>	<b>-</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>3,386,184</b>	<b>14,990,644</b>	<b>8,098,957</b>
Cash and cash equivalents-beginning	5,620,516	248,043,089	66,352,173
<b>Cash and cash equivalents-ending</b>	<b>\$ 9,006,700</b>	<b>\$ 263,033,733</b>	<b>\$ 74,451,130</b>

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

	<u>Business-Type Activities</u>		<u>Governmental Activities</u>
	<u>Oceanside Small Craft Harbor District</u>	<u>Totals</u>	<u>Internal Service Funds</u>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION</b>			
Cash and investments	\$ 6,470,804	\$ 256,105,329	\$ 74,451,130
Cash with fiscal agent	2,535,896	6,928,404	-
Total cash and cash equivalents	<u>\$ 9,006,700</u>	<u>\$ 263,033,733</u>	<u>\$ 74,451,130</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES</b>			
Operating income (loss)	\$ 8,227,608	\$ 27,395,468	\$ 5,112,342
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation/amortization expense	541,442	19,319,715	3,935,909
(Increase) decrease in accounts receivable	(439,751)	(2,116,049)	179,721
(Increase) decrease in leases receivable	-	(92,209)	-
(Increase) decrease in inventories	-	-	(5,852)
(Increase) decrease in prepaid costs	-	(23,878)	115,234
Increase (decrease) in accounts payable	(71,224)	(5,660,631)	780,555
Increase (decrease) in accrued liabilities	-	42,943	(88,586)
Increase (decrease) in deposits payable	3,065	267,740	-
Increase (decrease) in compensated absences	-	107,886	(106,869)
Increase (decrease) in claims and judgments	-	-	3,974,443
Increase (decrease) in net pension liability	-	79,278	195,455
Total adjustments	<u>33,532</u>	<u>11,924,795</u>	<u>8,980,010</u>
<b>Net cash provided by (used for) operating activities</b>	<u>\$ 8,261,140</u>	<u>\$ 39,320,263</u>	<u>\$ 14,092,352</u>
<b>SCHEDULE OF NON-CASH NONCAPITAL, CAPITAL, AND INVESTING ACTIVITIES</b>			
Amortization on bond discount/(premium)	\$ -	\$ 347,466	\$ -

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## FIDUCIARY FUND FINANCIAL STATEMENTS

Fiduciary fund types are accounted for according to the nature of the fund.

The **Successor Agency of the Former Redevelopment Activities of the CDC Private Purpose Trust Fund** is used to account for the activities related to the dissolution of the former redevelopment activities of the Oceanside Community Development Commission.

The **Custodial Funds** are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds.

CITY OF OCEANSIDE, CALIFORNIA  
Statement of Fiduciary Net Position  
Fiduciary Funds  
June 30, 2024

	<b>Private Purpose Trust Funds</b>	
	<b>Successor Agency</b>	<b>Custodial Funds</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 3,878,744	\$ 12,149,739
Investments at fair value:		
Money market mutual funds	1,318,917	8,424,682
Receivables:		
Taxes	-	15,615
Prepaid costs	26,112	-
<b>Total assets</b>	<b>5,223,773</b>	<b>20,590,036</b>
<b>LIABILITIES</b>		
Accounts payable	-	100,788
Accrued interest	91,158	-
Long-term liabilities:		
Due in one year	3,660,000	-
Due in more than one year	2,692,773	-
<b>Total liabilities</b>	<b>6,443,931</b>	<b>100,788</b>
<b>NET POSITION</b>		
Restricted for:		
Individuals, organizations, and other governments	(1,220,158)	20,489,248
<b>Total net position</b>	<b>\$ (1,220,158)</b>	<b>\$ 20,489,248</b>

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

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	<b>Private Purpose Trust Funds</b>	<b>Custodial Funds</b>
	<b>Successor Agency</b>	
<b>ADDITIONS</b>		
Investment earnings:		
Interest	\$ 377,715	\$ 196,716
Change in fair value of investments	26,689	17,661
Total investment earnings	404,404	214,377
Taxes	3,959,330	3,916,389
Miscellaneous	-	427,518
<b>Total additions</b>	<b>4,363,734</b>	<b>4,558,284</b>
<b>DEDUCTIONS</b>		
Administrative expenses	30,785	147,196
Contractual services	-	63,981
Payments to bondholders	335,999	5,270,724
<b>Total deductions</b>	<b>366,784</b>	<b>5,481,901</b>
<b>Net increase (decrease) in fiduciary net position</b>	<b>3,996,950</b>	<b>(923,617)</b>
Net position-beginning	(5,217,108)	21,412,865
<b>Net position-ending</b>	<b>\$ (1,220,158)</b>	<b>\$ 20,489,248</b>

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

The basic financial statements of the City of Oceanside, California (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The City's most significant accounting policies are described below.

**A. Financial Reporting Entity**

The City was incorporated on January 3, 1888. On July 8, 2010, the voters ratified Oceanside to become a charter city. The City operates under a Council-Manager form of government and provides basic local governmental services including public safety (police, fire, and beach lifeguard), maintenance and construction of public improvements, cultural, recreation planning, zoning, and general administration. In addition, the City operates five enterprise activities: water, sewer, waste disposal, general aviation airport and a harbor district.

As required by GAAP, these basic financial statements present the City and its component units, entities for which the City is financially accountable. The following blended component units, although legally separate entities, are, in substance, part of the City's operations and data from these units are combined with the data of the City. They are reported as blended for the following reasons: (1) the governing board is substantively the same as the primary government and there is a financial benefit or burden relationship between the primary government and the component unit; (2) the component unit provides services entirely, or almost entirely, to the primary government or otherwise exclusively, or almost exclusively, benefits the primary government even though it does not provide services directly to it; and (3) the component unit's total debt outstanding, including leases, is expected to be repaid entirely or almost entirely with the resources of the primary government. Each blended component unit has a June 30 year-end. The following entities are reported as blended component units:

Oceanside Community Development Commission - The Oceanside Community Development Commission (the Commission) was established on July 16, 1980, and includes all activities previously performed by the Oceanside Redevelopment Agency and the Oceanside Housing Authority. The Oceanside Redevelopment Agency was originally established on February 20, 1974 and dissolved January 31, 2012, due to AB 1X 26. The Oceanside Housing Authority was originally established on February 24, 1971, and dissolved April 9, 1975, due to inactivity. It was reactivated on April 9, 1980, pursuant to the State of California Health and Safety Code. This department is responsible for all assisted housing projects within the City. The operations of the Commission are reported as governmental funds of the City. The members of the governing board of the Commission are the members of the City Council and the Commission provides services exclusively for the benefit of the City.

Oceanside Small Craft Harbor District - The Oceanside Small Craft Harbor District (the Harbor District) was established on July 6, 1959, pursuant to the State of California Harbor and Navigation Code, Part 7, Section 7000 entitled "Small Craft Harbor District". Its purpose is to finance, construct, organize and operate a small craft berthing facility and leaseholds within the harbor area. The operations of the Harbor District are reported as business-type activity and are a proprietary fund of the City. The members of the governing board of the Harbor District are the members of the City Council and the Harbor operates entirely for the benefit of the City.

Oceanside Public Financing Authority - The Oceanside Public Financing Authority (the Financing Authority) was established January 23, 2002, under the Joint Exercise of Powers Law of the State of California (constituting Chapter 5 of Division 7 of Title 1 of the California Government Code) to assist in the financing of public capital improvements to be owned by any of its members (the City and the Commission). The operations of the Financing Authority are reported as governmental funds of the City.

Complete financial statements for the above entities may be obtained from the City's website.

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

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

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

**Government-Wide Financial Statements**

The City's government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of governmental and business-type activities for the City, the primary government, accompanied by a total column. All fiduciary activities are reported only in the fund financial statements.

These basic financial statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all the City's assets and liabilities, including capital assets and related infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in Net Position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

Certain types of transactions are reported as program revenues for the City in three categories:

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

Eliminations have been made as prescribed by GASB Statement No. 34 regarding interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated. However, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

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

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

**Governmental Fund Financial Statements**

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and other governmental funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net position as presented in these statements to the net position presented in the government-wide financial statements. The City has presented all major funds that met the applicable criteria. The fund financial statements provide information about the government's funds, including its fiduciary funds and blended component units. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented.

All governmental funds are accounted for on a spending, or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

Revenues are recorded when received in cash, except those revenues subject to accrual (generally 60 days after year-end) and recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, transient occupancy tax, intergovernmental revenues, and other taxes. Expenditures are generally recorded in the accounting period in which the related fund liability is incurred, except for principal and interest on long-term liabilities, and compensated absences which are recognized as expenditures only when payment is due.

Unavailable revenues arise when potential revenues do not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenues arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods when both revenue recognition criteria are met or when the government has a legal claim to the resources, the unavailable revenue is removed from the balance sheet and revenue is recognized.

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

The funds designated as major funds are determined by a mathematical calculation consistent with GASB Statement No. 34. The City reports the following major governmental funds:

The General Fund is used to account for resources which are not required legally or by sound financial management to be accounted for in another fund.

The Grants Special Revenue Fund is used to account for funds received from federal, state and county governments for use on approved projects.

The American Rescue Plan Special Revenue Fund is used to account for funds received from the federal government as part of the American Rescue Plan Act which authorized the U.S. Department of the Treasury's Coronavirus State and Local Fiscal Recovery Funds (CSLFRF) program. This program funds local economic recovery and costs incurred due to the coronavirus pandemic.

The Housing Assistance Program Special Revenue Fund is used to account for the operation of the City's housing program. Financing is provided by HUD (Section 8), Community Development Block Grants, and service fees on mortgage revenue bonds.

The General Improvement Capital Projects Fund is used to account for general purpose capital projects funded primarily from developer impact fees and bond proceeds.

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

Additionally, the government reports the following fund types:

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition and construction of capital facilities and other capital assets.

Debt service funds are used for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

**Proprietary Fund Financial Statements**

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Net Position, and a Statement of Cash Flows for all proprietary funds.

A separate column representing internal service funds is also presented in these statements. Internal service funds account for activities involved in rendering risk management, automotive equipment maintenance, City building maintenance and central technology and communication services provided to other departments of the City on a cost-reimbursement basis. Because the principal users of the internal service funds are the City's governmental entities, the assets and liabilities of the internal service funds are consolidated into the governmental activities column of the Government-wide Statement of Net Position.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which liability is incurred.

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

The City reports the following major enterprise funds:

The Water Fund is used to account for the operation of the City's water utility, a self-supporting activity which provides services on a user charge basis.

The Sewer Fund is used to account for the operation (including wastewater treatment) of the City's sewer facility, a self-supporting activity which provides services on a user charge basis.

The Waste Disposal Fund is used to account for the collection and disposal of solid waste (including waste collected from street sweeping). Monthly service charges to all Oceanside property owners fund the above services.

The Special Aviation Fund is used to account for the operation of the Oceanside (General Aviation) Airport. Funding for operating expenses is provided by rents and leases.

The Oceanside Small Craft Harbor District Fund is used to account for the operation and maintenance of the Oceanside Small Craft Harbor. Funding for operating expenses is provided by user charges.

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

Additionally, the government reports the following internal service funds:

The Loss Prevention Fund account for risk management services (including workers' compensation, general liability, and property damage) provided to other departments of the City on a cost-reimbursement basis.

The General Services Fund is used to account for fleet management, information technology, building services and employee benefits provided to other departments of the City on a cost-reimbursement basis.

**Fiduciary Fund Financial Statements**

Fiduciary fund types are accounted for according to the nature of the fund. The custodial funds and the private-purpose trust funds are reported using the economic resources measurement and the accrual basis of accounting.

The custodial funds are purely custodial in nature and are used to account for (1) the receipt of special taxes and assessments used to pay principal and interest on related bonds with no direct City liability as well as receipt and disbursement of capital project bond proceeds related to bonds for which the City has no direct liability and (2) money and property held by the City as trustee or custodian.

Private-purpose trust funds are used to account for the assets and liabilities of the former redevelopment activities of the Community Development Commission and the allocated revenue to pay estimated installment payments of enforceable obligations until the obligations of the former redevelopment activities of the Community Development Commission are paid in full.

**C. Use of Restricted and Unrestricted Net Position**

When an expense is incurred for purposes for which both restricted and unrestricted resources are available, the City's policy is to apply restricted net position first.

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

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

Investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

**E. Inventory and Prepaid Costs**

Inventory is recorded at cost, which approximates market, using the first-in, first-out (FIFO) method. Inventory in the General Fund consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual items are used. Inventories in the proprietary funds are recorded at cost, which approximates market, and include various accessories used for repair and maintenance of equipment.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. These prepaid costs are recorded as expenditures/expenses when consumed rather than when purchased.

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

**F. Capital Assets**

Capital assets are valued at historical cost or estimated historical cost if actual historical cost was not available. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value at the time of acquisition by the City. Policy has set the capitalization threshold for reporting infrastructure at \$100,000, leases and subscriptions at \$50,000, and all other capital assets are set at \$10,000. Depreciation/amortization is recorded on a straight-line basis over estimated useful lives of the assets as follows:

Buildings	20 - 60 years
Improvements other than buildings	30 - 60 years
Machinery and equipment	5 - 20 years
Infrastructure	15 - 50 years
Right-to-use leases/subscriptions	lesser of the lease/subscription term or the asset's useful life

The City defines infrastructure as the basic physical assets that allow the City to function. The assets include streets, storm drains, park lands, and buildings. Each major infrastructure system can be divided into subsystems. For example, the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, landscaping, and land. These subsystems were not delineated in the basic financial statements. The appropriate operating department maintains information regarding the subsystems.

For all infrastructure systems, the City elected to use the basic approach as defined by GASB Statement No. 34 for infrastructure reporting. The City commissioned an appraisal of City owned infrastructure and property as of June 30, 2002. As of June 30, 2009, the Water Fund and Sewer Fund had an appraisal of its infrastructure. Both appraisals have been incorporated into this report.

**G. Net Pension Liability**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City's California Employees' Retirement System (CalPERS) plans (the Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by the 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. The net pension liability is typically liquidated through the funds that the employees' benefits are charged, primarily the General, Water, Sewer, and Waste Disposal funds.

The following timeframes are used for pension reporting:

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

**H. Other Post-Employment Benefits (OPEB)**

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Oceanside Retiree Benefits Plan ("OPEB Plan") and additions/deductions from OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit term. Investments are reported at fair value, except for money market investments, which are reported at amortized cost.

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

The following timeframes are used for OPEB reporting:

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

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. The first amortized amounts are recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over five years. All other amounts are amortized straight-line over the average expected remaining service lives of all eligible and inactive employees at the beginning of the measurement period. The OPEB liability is liquidated through the City's General Fund.

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

In addition to assets, the Statement of Financial Position and the Governmental Fund Balance Sheet report 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 and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government reports deferred outflows of resources for pension contributions made after the actuarial measurement date, for the differences between expected and actual experiences in pension and OPEB liabilities, and changes in actuarial assumptions used in calculating the pension and OPEB liabilities, and the net difference between projected and actual earnings on pension plan investments. These amounts are deferred and amortized on a straight-line basis over the expected average remaining service life of plan participants. The government also reports deferred outflows of resources for charges on debt refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the Statement of Financial Position and Governmental Fund Balance Sheet report 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 and so will not be recognized as an inflow of resources (revenue) until that time. The government has one item, which arises only under the modified accrual basis of accounting that qualifies for reporting in this category. The item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from grant revenues, ambulance billings, and developer deposits. These amounts are deferred and recognized as an inflow of resources in the period when the amounts become available. In addition, the government has deferred inflows of resources relating to the net pension and total OPEB obligations reported in the government-wide statement of net position and the proprietary funds. These deferred inflows of resources are the result of actuarially determined differences between expected and actual plan experiences for pensions, and changes in actuarial assumptions related to pensions and OPEB. These amounts are deferred and amortized over the expected average remaining service life of plan participants, with the exception of the net difference between expected and actual earnings on pension plan investments which is amortized over five years.

**J. Long-Term Liabilities**

**Government-wide Financial Statements**

Long-term debt and other financed obligations are reported as liabilities in the appropriate funds. Bond premiums and discounts are amortized over the life of the bonds on a straight-line basis. Bonds payable are reported net of the applicable premium or discount.

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

**Governmental Fund Financial Statements**

The governmental fund financial statements do not present long-term debt. Therefore, it is shown in the Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position.

**K. Fund Balance and Net Position**

**Government-wide and Proprietary Financial Statements**

The net position reported on the Statement of Net Position in the government-wide financial statements and proprietary fund financial statements consist of the following three categories:

Net Investment in Capital Assets - This amount consists of capital assets, net of accumulated depreciation/amortization and reduced by outstanding debt attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Position - This amount is restricted by external creditors, grantors, contributors, or laws or regulations of other governments.

Unrestricted Net Position - This amount is all net position that do not meet the definition of “net investment in capital assets” or “restricted net position”.

**Governmental Fund Financial Statements**

The fund balances reported on the governmental fund statements consist of the following categories:

Nonspendable Fund Balance - This includes amounts that cannot be spent because they are either not in spendable form or must be maintained intact pursuant to legal or contractual requirements, such as prepaids, inventory, or endowments.

Restricted Fund Balance - This includes amounts that can be spent only for specific purposes imposed by creditors, grantors, contributors, or laws or regulations of the other governments through enabling litigations.

Committed Fund Balance - This includes amounts that can be used only for the specific purposes pursuant to constraints imposed by formal action of the government’s highest authority, City Council. The formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is Council resolution.

Assigned Fund Balance - This includes amounts that are designated by the City Council or City Manager for specific purposes and do not meet the criteria to be classified as restricted or committed. The City Manager is authorized to assign amounts to a specific purpose, which was established by the governing body by resolution.

Unassigned Fund Balance - This is the residual classification that includes all spendable amounts not contained in the other classifications. The General Fund is the only fund that reports a positive unassigned fund balance. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

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

**L. Fund Balance Flow Assumption**

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**M. Net Position Flow Assumption**

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

**N. Compensated Absences**

**1. *Government-wide Financial Statements***

For governmental and business-type activities, compensated absences are recorded as incurred and the related expenses and liabilities are reported.

**2. *Fund Financial Statements***

In governmental funds, compensated absences are recorded as expenditures in the years paid, as it is the City's policy to liquidate any unpaid compensated absences at June 30 from future resources, rather than currently available financial resources. The City Council has established a post-employment leave reserve fund in the general fund based on 8% of the prior year's compensated absences balance for governmental funds. In proprietary funds, compensated absences are expensed to the various funds in the period they are earned, and such fund's share of the unpaid liability is recorded as a long-term liability of the fund. Vested or accumulated compensated absences of proprietary funds are recorded as an expense and liability of those funds as the benefits accrue to employees. Compensated absences are liquidated by the fund that has recorded the liability, primarily the General Fund.

**O. Use of Estimates**

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

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

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

**A. Deficit Fund Balances**

The Community Development Block Grant nonmajor special revenue fund reported a deficit in fund balance in the amount of \$2,580 at June 30, 2024. This deficit is due to the timing of grant reimbursements and will be eliminated through future years' receipt of grant funding for previously incurred expenditures.

**NOTE 3: CASH AND INVESTMENTS**

The City maintains a cash and investment pool, which includes cash balances and authorized investments of all funds, which is invested to enhance interest earnings. The pooled interest earned net of expenses, is allocated to the funds based on average month-end cash and investment balances in these funds.

The following is a summary of cash and investments at June 30, 2024:

	Governmental Activities	Business-Type Activities	Fiduciary Funds	Total
Cash and investments	\$ 311,415,465	\$ 256,105,329	\$ 16,028,483	\$ 583,549,277
Restricted cash and investments	17,489,153	-	-	17,489,153
Cash and investments held with fiscal agents	11,467,853	6,928,404	9,743,599	28,139,856
	<u>\$ 340,372,471</u>	<u>\$ 263,033,733</u>	<u>\$ 25,772,082</u>	<u>\$ 629,178,286</u>

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

Demand deposits	\$ 73,325,344
Petty cash	6,770
Pension trust	17,073,271
Investments	<u>538,772,901</u>
	<u>\$ 629,178,286</u>

**Demand Deposits**

At June 30, 2024, the carrying amount of the City's deposits was \$73,325,344 and the bank balance was \$61,609,579. The difference represents outstanding checks and other reconciling items.

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

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

The California Government Code requires California banks and savings and loan associations to secure a City's deposits by pledging government securities with a value of 110% of a City's deposits. California law also allows financial institutions to secure a City's deposits by pledging first trust deed mortgage notes having a value of 150% of a City's total deposits. The City Treasurer may waive the collateral requirement for deposits that are insured up to \$250,000 by the FDIC. The collateral for deposits in federal and state-chartered banks is held in safekeeping by an authorized Agent of Depository recognized by the State of California Department of Banking. The collateral for deposits with savings and loan associations is generally held in safekeeping by the Federal Home Loan Bank in San Francisco, California as an Agent of Depository. These securities are physically held in an undivided pool for all California public agency depositors. Under Government Code Section 53655, the placement of securities by a bank or savings and loan association with an "Agent of Depository" has the effect of perfecting the security interest in the name of the local governmental agency. Accordingly, all collateral held by California Agents of Depository are considered to be held for, and in the name of, the local governmental agency.

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

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

Investment Types Authorized by State Law	Authorized by Investment Policy	Maximum Maturity *	Maximum Percentage of Portfolio *	Maximum Investment in One Issuer *
U.S. Treasury obligations	Yes	5 years	None	None
U.S. agency securities	Yes	5 years	30%	30%
Bankers acceptances	Yes	180 days	40%	5%
Commercial paper	Yes	270 days	25%	5%
Certificates of deposit (nonnegotiable)	Yes	5 years	20%	20%
Certificates of deposit (negotiable)	Yes	5 years	30%	5%
Repurchase agreements	Yes	1 year	None	None
Medium-term notes	Yes	5 years	30%	5%
Municipal investments	Yes	5 years	30%	5%
Money market mutual funds	Yes	5 years	20%	20%
Mortgage pass-through securities	Yes	5 years	20%	5%
Local Agency Investment Fund	Yes	N/A	None	\$75 million

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

**Investments Authorized by Debt Agreements**

Investments of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy.

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

**Disclosures Relating to Interest Rate Risk**

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

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

Investment Type	Total	Remaining Maturity (in Months)		
		12 Months or Less	13 to 36 Months	37 to 60 Months
U.S. Treasury obligations	\$ 166,919,659	\$ -	\$ 54,936,372	\$ 111,983,287
U.S. agency securities	89,669,897	33,525,264	44,947,142	11,197,492
Certificates of deposit (negotiable)	4,297,979	3,162,905	1,135,073	-
Medium-term notes /Corporates	119,889,844	13,028,482	44,134,247	62,727,115
Municipal investments	36,200,911	6,351,002	29,849,909	-
Money market mutual funds	216,739	216,739	-	-
Mortgage pass-through securities	60,794,670	-	9,573,731	51,220,939
Local Agency Investment Fund	1,000,000	1,000,000	-	-
Local Government Investment Pool	37,257,817	37,257,817	-	-
Supranational	22,525,385	-	4,720,793	17,804,593
<b>Total</b>	<b>\$ 538,772,901</b>	<b>\$ 94,542,209</b>	<b>\$ 189,297,266</b>	<b>\$ 254,933,426</b>

**Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations**

The City holds investments in callable federal agency securities that are highly sensitive to interest rate fluctuations. These securities are subject to early payment in a period of declining interest rates. The resultant reduction in expected total cash flows affects the fair value of these securities and makes their fair values highly sensitive to changes in interest rates. The fair value of callable investments in the City's portfolio at June 30, 2024, is \$89,669,897 or 16.64% of the City's portfolio (excluding held by fiscal agents).

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

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

**Disclosures Relating to Credit Risk**

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the City’s investment policy, or debt agreements, and the actual rating, by Standards and Poor and Moody’s, as of year-end for each investment type:

Investment Type	Total	Minimum Legal Rating	Moody's Rating as of Fiscal Year End				Exempt or Not Rated
			Aaa	Aa	A	B	
U.S. Treasury obligations	\$ 166,919,659	Exempt	\$ 166,919,659	\$ -	\$ -	\$ -	\$ -
U.S. agency securities	89,669,897	Exempt	87,797,789	-	-	-	1,872,109
Certificates of deposit (negotiable)	4,297,979	Not Rated	-	471,187	-	469,930	3,356,861
Medium-term notes/Corporates	119,889,844	A	39,568,274	26,979,089	53,342,481	-	-
Municipal investments	36,200,911	Aa	12,528,992	11,522,293	2,124,036	-	10,025,590
Money market mutual funds	216,739	Aaa	216,739	-	-	-	-
Mortgage pass-through securities	60,794,670	A	30,061,014	-	-	-	30,733,656
Local Agency Investment Fund	1,000,000	Not Rated	-	-	-	-	1,000,000
Local Government Investment Pool	37,257,817	Not Rated	-	-	-	-	37,257,817
Supranational	22,525,385	Not Rated	22,525,385	-	-	-	-
<b>Total</b>	<b>\$ 538,772,901</b>		<b>\$ 359,617,851</b>	<b>\$ 38,972,569</b>	<b>\$ 55,466,518</b>	<b>\$ 469,930</b>	<b>\$ 84,246,033</b>

**Concentration of Credit Risk**

The investment policy of the City limits the amount that can be invested in any one issuer of the United States Government Sponsored Enterprise Securities. The limit has been set at 25% of the cost value of the portfolio in any single issuer of United States Government Sponsored Enterprise Securities. All other investments contain no limitations beyond that stipulated by the California Government Code. No investments in any one issuer (other than United States Treasury Obligations, mutual funds, and external investment pools) represented 5% or more of total City’s investments (excluding held by fiscal agents) at June 30, 2024.

**Custodial Credit Risk**

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. As of June 30, 2024, none of the City’s deposits or investments were exposed to custodial credit risk.

**Investment in State Investment Pool (LAIF)**

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City’s investment in this pool is reported in the accompanying financial statements at amounts based on the City’s pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. LAIF does not impose limits or restrictions on participant withdrawals, and the entire balance of the City’s investment in the portfolio is available for withdrawal at any time. LAIF is not registered with the Securities and Exchange Commission and is not rated. Deposits and withdrawals in LAIF are made on the basis of \$1 and not fair value. Accordingly, the City’s investment in this pool is measured on uncategorized inputs not defined as Level 1, 2, or 3.

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

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

**Investment in State Investment Pool (CAMP)**

The City is a voluntary participant in the California Asset Management Program (CAMP). CAMP is a public joint powers authority which provides California Public Agencies with investment management services for surplus funds and comprehensive investment management, accounting and arbitrage rebate calculation services for proceeds of tax-exempt financings. The CAMP currently offers the Cash Reserve Portfolio, a short-term investment portfolio, as a means for Public Agencies to invest these funds. Public Agencies that invest in the Pool (Participants) purchase shares of beneficial interest. Participants may also establish individual, professionally managed investment accounts (Individual Portfolios) by separate agreement with the Investment Advisor.

Investments in the Pools and Individual Portfolios are made only in investments in which Public Agencies generally are permitted by California statute. The CAMP may reject any investment and may limit the size of a Participant's account. The Pool seeks to maintain, but does not guarantee, a constant net asset value of \$1.00 per share. A Participant may withdraw funds from its Pool accounts at any time by check or wire transfers. Requests for same-day wire transfers must be made by 11:00 a.m. that day. Fair value of the Pool is determined by the fair value per share of the Pool's underlying portfolio.

**Pension Stabilization Trust**

During the period from April 5, 2018, to May 29, 2018, the City deposited a total of \$10,000,000 into an IRS Section 115 Trust for the purpose of setting funding aside for the unfunded pension liability. In September 2020, the City deposited another \$6,000,000 into the Trust. At June 30, 2024, the market value of the assets held in trust is \$17,073,271. The assets of the trust are reported as restricted cash and investments in the City's General Fund, with a corresponding restriction in the General Fund's fund balance.

**Fair Value Measurement of Investments**

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs; Level 2 inputs utilized by the City to determine fair market value include: matrix pricing, market corroborated pricing, and other inputs such as yield curves and indices. Level 3 inputs are significant unobservable inputs.

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

Investment Type	Total	Input Category			
		Level 1	Level 2	Level 3	Uncategorized
U.S. Treasury obligations	\$ 166,919,659	\$ -	\$ 166,919,659	\$ -	\$ -
U.S. agency securities	89,669,897	-	89,669,897	-	-
Certificates of deposit (negotiable)	4,297,979	-	4,297,979	-	-
Medium-term notes	119,889,844	-	119,889,844	-	-
Municipal investments	36,200,911	-	36,200,911	-	-
Money market mutual funds	216,739	-	-	-	216,739
Mortgage pass-through securities	60,794,670	-	60,794,670	-	-
Local Agency Investment Fund	1,000,000	-	-	-	1,000,000
Local Government Investment Pool	37,257,817	-	-	-	37,257,817
Supranational	22,525,385	-	22,525,385	-	-
<b>Total</b>	<b>\$ 538,772,901</b>	<b>\$ -</b>	<b>\$ 500,298,345</b>	<b>\$ -</b>	<b>\$ 38,474,556</b>

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

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**NOTE 4: PROPERTY TAXES**

Property taxes attach a legally enforceable lien on property as of January 1. Taxes are levied on July 1 and are payable in two installments on December 10 and April 10. The County of San Diego (the County) bills and collects the property taxes and remits them to the City in installments during the year. City property tax revenues are recognized when an enforceable legal lien is attached to the property. The County is permitted by State Law (Proposition 13) to levy taxes at 1% of full market value (at time of purchase) and can increase the property assessed value not more than 2% per year.

**NOTE 5: NOTES RECEIVABLE**

At June 30, 2024, the City had notes receivable reported in the following funds:

Grants Fund	\$	78,238,048
Housing Assistance Program		15,487,174
Community Development Block Grant		502,930
General Improvement		121,595
	\$	<u>94,349,747</u>

The Grants Special Revenue Fund has made various low or noninterest bearing loans to property owners for the rehabilitation of property and first-time home buyer program within the City. The notes are payable upon the sale of the property or upon the death of the current property owner. As of June 30, 2024, the outstanding balance is \$78,238,048.

The Housing Assistance Program Special Revenue Fund has made various low or noninterest bearing loans to property owners for the rehabilitation of property and first-time home buyer program within the City. The notes are payable upon the sale of the property or upon the death of the current property owner. As of June 30, 2024, the outstanding balance is \$15,487,174.

The Community Development Block Grant Fund loaned Mental Health Systems, Inc. \$655,000 on July 1, 2012, for the acquisition and rehabilitation of an apartment complex. The balance outstanding at June 30, 2024 is \$502,930.

The General Improvement Fund provided a loan to SoCal SC, L.P. on March 5, 2014 to aid the acceleration of construction of a recreational complex. The balance outstanding, including accrued interest, at June 30, 2024 is \$121,595.

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

**NOTE 6: INTERFUND TRANSACTIONS**

**A. Interfund Receivables and Payables**

The purpose of the interfund transactions is to make short-term and long-term interfund loans from the General Fund to various funds. These interfund loans are to provide for negative cash balances at year-end and/or operating cash flow. Due to/from amounts are short-term financing, which are paid within one year, and the advances are for longer term financing.

Due to/from Other Funds		
Receivable Fund	Payable Fund	Amount
General Fund	Grants	\$ 2,024,203
General Fund	Nonmajor Governmental Funds	631,721
General Fund	Housing Assistance Program	35,903
General Fund	Special Aviation	1,602,948
	Total	<u>\$ 4,294,775</u>

The General Fund advanced funds to the Special Aviation Enterprise Fund for operational purposes. As of June 30, 2024, the outstanding balance of the loans were \$1,602,948.

**B. Transfers In/Out**

Transfers in and out for the year ended June 30, 2024, are as follows:

Transfers In	Transfers Out								Total
	General Fund	Grants	General Improvement	Other Governmental Funds	Water	Waste Disposal	Oceanside Small Craft Harbor District	Internal Service Funds	
General Fund	\$ -	\$ 18,913	\$ 141,621	\$ 2,613,441	\$ 857,949	\$6,628,400	\$ 7,240,339	\$ 375,376	\$17,876,039
Grants	338,689	-	-	-	-	-	-	-	338,689
General Improvement	11,324,049	300	-	20,849,722	-	-	-	-	32,174,071
Other Governmental Funds	3,185	-	-	-	-	-	-	-	3,185
Water	-	8,005,612	1,464,170	959,894	-	-	-	25,757	10,455,433
Sewer	-	-	3,107,227	-	-	-	-	37,725	3,144,952
Oceanside Small Craft Harbor District	-	-	3,078,249	-	-	-	-	-	3,078,249
Internal Service Funds	6,075	236,654	305,012	-	-	-	-	1,587,931	2,135,672
	<u>\$11,671,998</u>	<u>\$8,261,479</u>	<u>\$ 8,096,279</u>	<u>\$24,423,057</u>	<u>\$ 857,949</u>	<u>\$6,628,400</u>	<u>\$ 7,240,339</u>	<u>\$2,026,789</u>	<u>\$69,206,290</u>

The General Fund transferred \$338,689 to the Grants Fund to support costs associated with grants and housing assistance programs and transferred \$11,324,049 to the General Improvement Fund for maintenance and capital expenditures. The General Fund also transferred \$6,075 to the Internal Service Funds for costs related to building services.

The Grants Fund transferred \$8,005,612 to the Water Fund to reimburse previous transfers associated with grants and housing assistance programs.

The General Improvement Fund transferred \$141,621 to the General Fund, \$1,464,170 to the Water Fund, \$3,107,227 to the Sewer Fund, \$3,169,870 to the Oceanside Small Craft Harbor District, and \$305,012 to the Internal Service Funds to cover general and administrative costs.

The Other Governmental Funds transferred \$2,613,441 to the General Fund and \$20,849,722 to the General Improvement Fund to support streetlight and traffic control operating costs. The Other Governmental Funds also transferred \$959,894 to the Water Fund for general and administrative costs.

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

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

The Water Fund transferred \$857,949 to the General Fund for maintenance of the City's flood control and storm drain systems.

The Waste Disposal Fund transferred \$6,628,400 to the General Fund to support street sweeping, code enforcement, and related waste disposal costs.

The Oceanside Small Craft Harbor District transferred \$7,240,339 to the General Fund to provide for harbor administrative, maintenance, and police services.

The Internal Service Funds transferred \$375,376 to the General Fund for costs related to the City's unfunded pension liability. The Internal Service Funds also transferred \$25,757 to the Water Fund and \$37,725 to the Sewer Fund for maintenance costs and \$1,587,931 to Internal Service Funds for risk management.

**NOTE 7: CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

A summary of changes in the governmental activities capital assets at June 30, 2024, is as follows:

<u>Governmental Activities</u>	<u>Balance July 1, 2023</u>	<u>CIP Transfers</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2024</u>
Capital assets, non-depreciable:					
Land	\$ 62,246,590	\$ -	\$ 700,001	\$ -	\$ 62,946,591
Construction in progress	62,995,683	(10,395,745)	49,292,323	(10,229,739)	91,662,522
Total capital assets, non-depreciable	<u>125,242,273</u>	<u>(10,395,745)</u>	<u>49,992,324</u>	<u>(10,229,739)</u>	<u>154,609,113</u>
Capital assets, depreciable/amortizable:					
Buildings and improvements	137,229,144	3,941,194	-	(373,897)	140,796,441
Improvements other than buildings	84,220,653	4,573,516	-	-	88,794,169
Machinery and equipment	79,542,764	1,881,035	5,119,486	(977,834)	85,565,451
Lease assets	945,397	-	3,493,990	(429,017)	4,010,370
Subscription assets	2,147,346	-	1,193,747	(66,958)	3,274,135
Infrastructure	312,585,729	-	-	-	312,585,729
Total capital assets, depreciable/amortizable	<u>616,671,033</u>	<u>10,395,745</u>	<u>9,807,223</u>	<u>(1,847,706)</u>	<u>635,026,295</u>
Less accumulated depreciation/amortization:					
Buildings and improvements	63,526,236	-	2,916,778	-	66,443,014
Improvements other than buildings	42,182,885	-	3,800,678	-	45,983,563
Machinery and equipment	63,097,826	-	4,162,351	(886,183)	66,373,994
Lease assets	632,202	-	485,755	(429,017)	688,940
Subscription assets	649,668	-	1,065,045	(33,479)	1,681,234
Infrastructure	228,050,354	-	-	-	228,050,354
Total accumulated depreciation/amortization	<u>398,139,171</u>	<u>-</u>	<u>12,430,607</u>	<u>(1,348,679)</u>	<u>409,221,099</u>
Net capital assets, depreciable/amortizable	<u>218,531,862</u>	<u>10,395,745</u>	<u>(2,623,384)</u>	<u>(499,027)</u>	<u>225,805,196</u>
Capital assets - governmental	<u>\$343,774,135</u>	<u>\$ -</u>	<u>\$ 47,368,940</u>	<u>\$(10,728,766)</u>	<u>\$ 380,414,309</u>

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

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

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

General government	\$ 70,823
Public safety	2,462,095
Public works	3,069,288
Community development	68,306
Parks and recreation	2,824,186
Internal service funds	<u>3,935,909</u>

Total depreciation/amortization expenses \$ 12,430,607

**B. Business-Type Activities Capital Assets**

A summary of changes in the business-type activities capital assets at June 30, 2024, is as follows:

<u>Business-Type Activities</u>	<u>Balance</u> <u>July 1, 2023</u>	<u>Adjustments</u>	<u>CIP</u> <u>Transfers</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2024</u>
Capital assets, non-depreciable:						
Land	\$ 29,613,703	\$ -	\$ -	\$ -	\$ -	\$ 29,613,703
Construction in progress	103,260,202	-	(5,738,790)	29,367,929	-	126,889,341
Total capital assets, non-depreciable	<u>132,873,905</u>	<u>-</u>	<u>(5,738,790)</u>	<u>29,367,929</u>	<u>-</u>	<u>156,503,044</u>
Capital assets, depreciable/amortizable:						
Buildings and improvements	337,395,919	1,935,923	4,561,493	-	-	343,893,335
Improvements other than buildings	569,594,236	-	-	-	-	569,594,236
Machinery and equipment	28,952,705	-	1,177,297	79,083	-	30,209,085
Subscription assets	694,995	-	-	-	-	694,995
Total capital assets, depreciable/amortizable	<u>936,637,855</u>	<u>1,935,923</u>	<u>5,738,790</u>	<u>79,083</u>	<u>-</u>	<u>944,391,651</u>
Less accumulated depreciation/amortization:						
Buildings and improvements	92,670,868	-	-	6,616,496	-	99,287,364
Improvements other than buildings	370,257,437	-	-	10,667,926	-	380,925,363
Machinery and equipment	18,583,811	-	-	1,841,469	-	20,425,280
Subscription assets	193,823	-	-	193,824	-	387,647
Total accumulated depreciation/amortization	<u>481,705,939</u>	<u>-</u>	<u>-</u>	<u>19,319,715</u>	<u>-</u>	<u>501,025,654</u>
Net capital assets, depreciable/amortizable	<u>454,931,916</u>	<u>1,935,923</u>	<u>5,738,790</u>	<u>(19,240,632)</u>	<u>-</u>	<u>443,365,997</u>
Capital assets - business-type	<u>\$587,805,821</u>	<u>\$ 1,935,923</u>	<u>\$ -</u>	<u>\$ 10,127,297</u>	<u>\$ -</u>	<u>\$ 599,869,041</u>

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

Water	\$ 9,361,346
Sewer	9,164,944
Waste Disposal	175,937
Special Aviation	76,046
Oceanside Small Craft Harbor District	<u>541,442</u>
Total depreciation/amortization expenses	<u>\$19,319,715</u>

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

**NOTE 8: LEASES AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS**

**A. Leases**

***Leases Receivable and Deferred Inflows of Resources***

The City leases infrastructure, land and buildings to various companies. As of June 30, 2024, the City had 30 active leases. The leases have receipts that range from \$4,000 to \$888,954 and interest rates that range from 0.0274% to 1.7050%. The terms by lease type are listed in the table below. As of June 30, 2024, the total combined value of the lease receivable is \$68,820,852. The value of the deferred inflow of resources as of June 30, 2024, was \$67,944,664, and the amortization of the deferred inflow during the year totaled \$2,545,385.

	Term Range	Lease Receivable as of Commencement Date	Lease Receivable as of June 30, 2024
Land - Cell Towers	2.67 to 40.83	\$ 12,986,977	\$ 12,517,904
Buildings	2.25 to 52.50	59,032,459	56,161,780
Infrastructure	14.08	176,421	141,168
		<u>\$ 72,195,857</u>	<u>\$ 68,820,852</u>

The principal and interest payments that are expected to maturity are as follows:

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2025	\$ 1,476,947	\$ 182,981	\$ 1,659,928
2026	1,499,683	173,286	1,672,969
2027	1,506,879	163,357	1,670,236
2028	1,458,775	153,546	1,612,321
2029	1,413,382	143,831	1,557,213
2030 - 2034	6,995,311	572,283	7,567,594
2035 - 2039	5,179,641	369,092	5,548,733
2040 - 2044	4,163,591	308,430	4,472,021
2045 - 2049	4,213,537	261,235	4,474,772
2050 - 2054	4,263,750	213,271	4,477,021
2055 - 2059	4,315,480	164,291	4,479,771
2060 - 2064	4,349,221	114,800	4,464,021
2065 - 2069	4,377,885	66,887	4,444,772
2070 - 2074	3,963,887	19,194	3,983,081
Total	<u>\$ 49,177,969</u>	<u>\$ 2,906,484</u>	<u>\$ 52,084,453</u>

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

**NOTE 8: LEASES AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (CONTINUED)**

Fiscal Year	Business-Type Activities		
	Principal Payments	Interest Payments	Total Payments
2025	\$ 850,024	\$ 270,043	\$ 1,120,067
2026	813,142	259,886	1,073,028
2027	792,863	249,722	1,042,585
2028	804,363	239,424	1,043,787
2029	819,298	228,901	1,048,199
2030 - 2034	4,269,602	978,952	5,248,554
2035 - 2039	3,417,076	704,880	4,121,956
2040 - 2044	1,920,919	537,825	2,458,744
2045 - 2049	1,801,424	416,458	2,217,882
2050 - 2054	1,542,012	290,264	1,832,276
2055 - 2059	1,488,465	157,043	1,645,508
2060 - 2064	739,535	64,124	803,659
2065 - 2069	384,160	8,472	392,632
Totals	<u>\$ 19,642,883</u>	<u>\$ 4,405,994</u>	<u>\$ 24,048,877</u>

**Leases Payable and Lease Assets**

The City leases buildings, vehicles, and equipment from various entities. As of June 30, 2024, the City had 6 active leases. The leases have payments that range from \$29,462 to \$255,580 and interest rates that range from 0.0264% to 0.5770%. As of June 30, 2024, the total combined value of the lease liability is \$3,303,852. The combined value of the lease assets of \$4,010,370 with accumulated amortization of \$688,940 is included within the table found below.

	Lease Asset Value	Accumulated Amortization
Vehicles	\$ 1,773,881	\$ 255,322
Buildings	417,162	313,836
Equipment	1,819,327	119,782
	<u>\$ 4,010,370</u>	<u>\$ 688,940</u>

The principal and interest payments that are expected to maturity are as follows:

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2025	\$ 880,614	\$ 6,574	\$ 887,188
2026	793,336	4,242	797,578
2027	780,159	2,222	782,381
2028	562,907	406	563,313
2029	289,816	35	289,851
Total	<u>\$ 3,306,832</u>	<u>\$ 13,479</u>	<u>\$ 3,320,311</u>

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

**NOTE 8: LEASES AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (CONTINUED)**

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

The City of Oceanside has entered into various subscription based-information technology arrangement (SBITA) activities as the subscriber for the use of various software services needed for the function of the City's operations. The terms of these subscriptions range from one to nine years. As of June 30, 2024, the total value of the subscription liability was \$1,584,120. The combined value of the subscription asset of \$3,969,130 with accumulated amortization of \$2,068,881 is included in the table below.

Subscription Type	Subscription Assets	Accumulated Amortization
Software	\$ 3,969,130	\$ 2,068,881

The future principal and interest subscription payments as of June 30, 2024, were as follows:

Fiscal Year	Business-Type Activities		
	Principal Payments	Interest Payments	Total Payments
2025	\$ 122,958	\$ 6,132	\$ 129,090
2026	127,992	10,834	138,826
2027	25,753	609	26,362
	<u>\$ 276,703</u>	<u>\$ 17,575</u>	<u>\$ 294,278</u>

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2025	\$ 569,792	\$ 36,750	\$ 606,542
2026	460,193	12,981	473,174
2027	96,844	7,692	104,536
2028	60,389	5,177	65,566
2029	38,916	3,519	42,435
2030 - 2032	81,283	3,586	84,869
	<u>\$ 1,307,417</u>	<u>\$ 69,705</u>	<u>\$ 1,377,122</u>

**NOTE 9: COMPENSATED ABSENCES**

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

	Balance at June 30, 2023	Additions	Deletions	Balance at June 30, 2024	Due Within One Year	Due in More than One Year
Governmental Activities	\$ 16,301,867	\$ 690,402	(1,035,603)	\$ 15,956,666	\$ 1,115,205	\$ 14,841,461
Business-Type Activities	2,683,269	115,010	(7,124)	2,791,155	2,045,330	745,825
Total	<u>\$ 18,985,136</u>	<u>\$ 805,412</u>	<u>\$ (1,042,727)</u>	<u>\$ 18,747,821</u>	<u>\$ 3,160,535</u>	<u>\$ 15,587,286</u>

The City's liability for vested and unpaid compensated absences (accrued vacation and sick pay) amounts to \$18,747,821 at June 30, 2024. The liability is typically liquidated from the funds that the employees are charged to, primarily the General, Water, Sewer, and Waste Disposal funds. Compensated absences have no repayment schedule and are payable as employees utilize earned leave time.

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

**NOTE 10: LONG-TERM LIABILITIES**

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

Description	Balance at June 30, 2023	Additions	Deletions	Balance at June 30, 2024	Due Within One Year	Due in More than One Year
<b>Governmental Activities:</b>						
<b>Bonds Payable:</b>						
2015 Taxable Pension Obligation Bond	\$ 9,315,000	\$ -	\$ 4,345,000	\$ 4,970,000	\$ 4,700,000	\$ 270,000
2019 Lease Revenue Bond	22,745,000	-	455,000	22,290,000	475,000	21,815,000
Unamortized Bond Premium/(Discount)	3,144,401	-	119,852	3,024,549	-	3,024,549
<b>Direct Borrowings and Direct Placements:</b>						
2016 San Diego Gas & Electric Loan	65,084	-	65,084	-	-	-
2019 HUD Section 108 Refunding Loan	1,468,000	-	213,000	1,255,000	225,000	1,030,000
Lease liabilities	254,791	3,187,184	135,143	3,306,832	880,614	2,426,218
Subscription liabilities	1,332,972	1,193,747	1,219,302	1,307,417	569,792	737,625
Claims and judgments	28,148,814	14,932,709	10,958,266	32,123,257	7,279,163	24,844,094
Compensated absences	16,301,867	690,402	1,035,603	15,956,666	1,115,205	14,841,461
Total bonds, notes, leases, subscriptions, claims, and compensated absences	82,775,929	20,004,042	18,546,250	84,233,721	15,244,774	68,988,947
Net pension liability				264,214,817		
Total OPEB liability				11,814,563		
Subtotal - Governmental Activities				360,263,101		
<b>Business-Type Activities:</b>						
<b>Bonds Payable:</b>						
2013A Sewer Revenue Refunding Bonds	3,375,000	-	620,000	2,755,000	640,000	2,115,000
2020A Water Revenue Bonds	24,030,000	-	480,000	23,550,000	500,000	23,050,000
2021A Water Revenue Refunding Bonds	8,480,000	-	800,000	7,680,000	810,000	6,870,000
Unamortized Bond Premium/(Discount)	5,159,966	-	347,466	4,812,500	-	4,812,500
<b>Direct Borrowings and Direct Placements:</b>						
2013 Gross Revenue Refunding Bonds	105,000	-	105,000	-	-	-
State Revolving Fund Loan	8,471,856	-	2,773,644	5,698,212	2,823,652	2,874,560
Harbor District Crystalliner Loan	337,184	-	24,297	312,887	24,561	288,326
WIFIA Loan	52,599,109	1,469,496	1,253,811	52,814,794	1,268,857	51,545,937
Subscription liabilities	473,492	110,376	307,165	276,703	122,958	153,745
Compensated absences	2,683,269	115,010	7,124	2,791,155	745,825	2,045,330
Total bonds, notes, subscriptions, and compensated absences	105,714,876	1,694,882	6,718,507	100,691,251	6,935,853	93,755,398
Net pension liability				22,730,688		
Subtotal - Business-Type Activities				123,421,939		
Total Long-Term Debt	\$ 188,490,805	\$ 21,698,924	\$ 25,264,757	\$ 483,685,040	\$ 22,180,627	\$ 162,744,345

**A. Governmental Activities – Bonds Payable**

**2015 Taxable Pension Obligation Refunding Bonds - Original Issuance \$32,020,000**

On August 11, 2015, the City issued \$32,020,000 Taxable Pension Obligation Refunding Bonds, Series 2015 for the purpose of refunding the 2005 Taxable Pension Obligation Bonds. Interest rates range from 1.406% to 4.275% and are payable semiannually on February 15 and August 15. As of June 30, 2024, the outstanding balance was \$4,970,000 and unamortized bond discount was \$15,139.

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

**NOTE 10: LONG-TERM LIABILITIES (CONTINUED)**

2019 Lease Revenue Bonds - Original Issuance \$22,745,000

On November 1, 2019, the Financing Authority issued the 2019 Lease Revenue Bonds (El Corazon Aquatics Center Project) for a par amount of \$22,745,000. The net proceeds of the sale of the Series 2019 Bonds will be used to (i) finance the costs of the acquisition, construction, and installation of certain capital improvements constituting the El Corazon Aquatics Center and related improvements, facilities and equipment, and (ii) pay the costs incurred in connection with the issuance of the 2019 Bonds. The Series 2019 Bonds are equally and ratably payable from and secured by base rental payments and certain amounts on deposit in the funds and accounts established under the bond indenture. In the event of default, the bond trustee may terminate the lease agreement and recover certain damages from the City or may retain the lease agreement and hold the City liable for all base rental payments thereunder. There is no acceleration in the event of default. The bonds are payable commencing on November 1, 2023, in principal amounts ranging from \$455,000 to \$1,355,000 at interest rates ranging from 4 percent to 5 percent, and mature November 1, 2049. As of June 30, 2024, the outstanding balance was \$22,290,000 and unamortized bond premium was \$3,039,688.

**B. Governmental Activities – Direct Borrowings and Direct Placements**

2019 HUD 108 Refunding Loans – Original Issue \$2,213,000

In January 2019, the City entered into a contract with the United States Department of Housing and Urban Development for Loan Guarantee Assistance under Section 108 of the Housing and Community Development Act of 1974, as amended, 42 U.S.C. Section 5308, to refinance the 2008 HUD 108 Loans. The loans are due in annual installments ranging from \$171,000 to \$279,000. Interest is payable quarterly at a rate of 4.8 percent. The outstanding balance at June 30, 2024, was \$1,255,000. The City pledged grant allocations and program income as security for the loan.

**C. Governmental Activities – Debt Service Requirements to Maturity**

The annual debt service requirements to maturity on the governmental activities' long-term debts are as follows:

Year Ending June 30,	Governmental Activities					
	Bonds Payable		Direct Borrowings and Direct Placements		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 5,175,000	\$ 1,033,380	\$ 225,000	\$ 32,546	\$ 5,400,000	\$ 1,065,926
2026	770,000	902,771	254,656	26,299	1,024,656	929,070
2027	525,000	871,375	261,761	19,480	786,761	890,855
2028	550,000	847,250	513,583	16,281	1,063,583	863,531
2029	570,000	824,850	-	-	570,000	824,850
2030-2034	3,260,000	3,701,525	-	-	3,260,000	3,701,525
2035-2039	4,070,000	2,888,000	-	-	4,070,000	2,888,000
2040-2044	4,955,000	1,988,100	-	-	4,955,000	1,988,100
2045-2051	7,385,000	919,500	-	-	7,385,000	919,500
	<u>\$ 27,260,000</u>	<u>\$ 13,976,751</u>	<u>\$ 1,255,000</u>	<u>\$ 94,606</u>	<u>\$ 28,515,000</u>	<u>\$ 14,071,357</u>

**NOTE 10: LONG-TERM LIABILITIES (CONTINUED)**

**D. Business-Type Activities – Bonds Payable**

2013A Sewer Revenue Refunding Bonds - Original Issue \$15,135,000

The bonds were issued by the City to (a) prepay all of City of Oceanside Revenue Certificates of Participation (1993 Wastewater System Refunding Project) Series 2003 and City of Oceanside Revenue Refunding Certificates of Participation, Series 2008; (b) prepay all amounts due under the 1993 State Loan; (c) finance certain improvements to the City's Sewer System; and (d) pay the costs of issuing the 2013A Bonds. The bond principal is due in semi-annual installments ranging from \$565,000 to \$1,255,000 through May 2028. Interest rates range from 2.0% to 5.0% and are payable semiannually on May 1 and November 1. Bonds are subject to optional redemption prior to maturity. As of June 30, 2024, the outstanding balance was \$2,755,000.

If any event of default shall occur, then the Trustee may, and at the written direction of the bond owners of not less than a majority in aggregate principal amount of the Bonds at the time outstanding shall, upon notice in writing to the Issuer, declare the principal of the bonds then outstanding, and the interest accrued thereon, to be due and payable immediately.

2020A Water Revenue Bonds - Original Issue \$25,275,000

On July 9, 2020, the City issued the Water Revenue Bonds, Series 2020A in an amount of \$25,275,000. The net proceeds of the sale of the Series 2020 Bonds will be used to (i) finance a portion of the acquisition and construction of certain capital improvements to the water system of the City, and (ii) pay the costs of issuance of the 2020 Bonds. The bonds are limited obligations of the City payable solely from net revenues, which consist of revenues of the City's water system remaining after the payment of operation and maintenance costs, and from amounts on deposit in certain funds and accounts created under the bond indenture. In the event of default, the bond trustee may, at the direction of the majority of the bondholders, declare the outstanding principal and interest accrued thereon due and payable immediately. There is no acceleration in the event of default. The bonds were payable commencing on November 1, 2020, in principal amounts ranging from \$335,000 to \$1,385,000 at an interest rate of 4 percent mature May 1, 2051. As of June 30, 2024, the outstanding balance was \$23,550,000 and unamortized bond premium was \$4,812,500.

2021A Water Revenue Refunding Bonds – Original Issue \$8,950,000

On May 11, 2021, the City issued the Water Revenue Refunding Bonds, Series 2021A in an amount of \$8,950,000. The Bonds were issued to provide moneys: (i) to refund a portion of the outstanding Water Revenue Refunding Bonds, Series 2013A; and (ii) to pay costs of issuance of the Bonds. The bonds are limited obligations of the City payable solely from net revenues, which consist of revenues of the City's water system remaining after the payment of operation and maintenance costs, and from amounts on deposit in certain funds and accounts created under the bond indenture. In the event of default, the bond trustee may, at the direction of the majority of the bondholders, declare the outstanding principal and interest accrued thereon due and payable immediately. There is no acceleration in the event of default. The bonds are payable commencing on May 1, 2023, in principal amounts ranging from \$240,000 to \$915,000 and mature May 1, 2051. Interest rates range from 0.209% to 2.324% and are payable semiannually on May 1 and November 1. As of June 30, 2024, the outstanding balance was \$7,680,000.

**NOTE 10: LONG-TERM LIABILITIES (CONTINUED)**

**E. Business-Type Activities – Direct Borrowings and Direct Placements**

2013 Gross Revenue Refunding Bonds - Original Issue \$1,965,000

The bonds were issued by the City to prepay all of the Oceanside Small Craft Harbor District loans payable to the Department of Boating and Waterways. The bonds are due in annual installments ranging from \$95,000 to \$320,000 through August 2023. The interest rate is 2% and is payable semi-annually on February 1 and August 1. Bonds are not subject to optional redemption prior to maturity. As of June 30, 2024, the outstanding balance of these bonds was \$0.

Harbor District Crystalliner Loan - Original Issue \$337,184

This loan was for the purchase of a boat by the Oceanside Small Craft Harbor District. The payments are due in annual installments of \$24,561 through 2036. As of June 30, 2024, the outstanding balance of this loan was \$312,887.

State Water Resources Control Board Loan for the San Luis Rey Wastewater Treatment Plant Interim Expansion - Original Issue \$58,527,824

This loan is a State Revolving Loan Fund Program contract between the State Water Resources Control Board and the City with a maximum loan amount of \$60,000,000 to fund the San Luis Rey Wastewater Treatment Plant generally consisting of upgrades to control odors and improve process performance. The loan is due in installments of \$2,926,391 commencing in January 2007 through 2026. The interest rate is 1.803% payable annually on January 26. As of June 30, 2024, the outstanding balance of these notes was \$5,698,212.

Environmental Protection Agency Water Infrastructure Finance and Innovation Act (WIFIA) Loan for the Pure Water and Upper and Lower Recycled Water Distribution System Project - Original Issue \$69,115,487

On September 16, 2020, the City executed a Water Infrastructure Finance and Innovation Act loan (WIFIA loan) agreement with the United States Environmental Protection Agency for the Pure Water and Upper and Lower Recycled Water Distribution System Project. The City has drawn a total of \$54,553,425 from the WIFIA loan of June 30, 2024. The WIFIA loan amount up to \$69,115,487 will be drawn upon the project completion. The loan has a fixed interest rate of 1.19 percent and is payable commencing on May 1, 2023, in principal amounts ranging from \$1,692,082 to \$2,500,126. Loan maturity is scheduled to be May 1, 2056. In the event of default, the EPA may suspend or terminate all its obligations, may debar the City from further participation in any other EPA programs, and may declare the unpaid principal amount of the WIFIA note to be immediately due and payable along with all interest accrued. As of June 30, 2024, the outstanding balance of this loan was \$52,814,794.

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

**NOTE 10: LONG-TERM LIABILITIES (CONTINUED)**

**F. Business-Type Activities – Debt Service Requirements to Maturity**

The annual debt service requirements to maturity on the business-type activities' long-term debts are as follows:

Year Ending June 30,	Business-Type Activities					
	Bonds Payable		Direct Borrowings and Direct Placements		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 1,950,000	\$ 1,197,810	\$ 4,117,070	\$ 937,570	\$ 6,067,070	\$ 2,135,380
2026	2,005,000	1,138,901	4,608,790	866,265	6,613,790	2,005,166
2027	2,070,000	1,075,417	1,754,746	793,797	3,824,746	1,869,214
2028	2,130,000	1,007,215	1,775,508	772,911	3,905,508	1,780,126
2029	1,430,000	948,686	1,796,519	751,773	3,226,519	1,700,459
2030-2034	6,855,000	4,204,836	9,528,434	3,209,753	16,383,434	7,414,589
2035-2039	4,010,000	3,200,800	10,050,952	2,628,240	14,060,952	5,829,040
2040-2044	4,880,000	2,332,200	10,597,245	2,010,988	15,477,245	4,343,188
2045-2051	8,655,000	1,265,900	14,596,629	1,355,801	23,251,629	2,621,701
	<u>\$ 33,985,000</u>	<u>\$ 16,371,765</u>	<u>\$ 58,825,893</u>	<u>\$ 13,327,098</u>	<u>\$ 92,810,893</u>	<u>\$ 29,698,863</u>

**NOTE 11: DEBT WITHOUT CITY COMMITMENT**

The following bearing the City's name were issued to finance various projects; however, neither the faith and credit nor the general taxing power of the City or Commission have been pledged to the payment of the bonds. Furthermore, neither the City nor the Commission have any obligation for the payment of the bonds in the case of default.

Issuer	Date of Issue	Amount of Issue	Balance at June 30, 2024
CFD 2000-1 Ocean Ranch 2013 Refunding	June 13, 2013	\$ 11,175,000	\$ 7,120,000
CFD 2000-1 Ocean Ranch 2014 Refunding	June 4, 2014	\$ 11,755,000	\$ 8,805,000
CFD 2001-1 Morro Hills 2013 Refunding	June 13, 2013	\$ 6,710,000	\$ 3,045,000
CFD 2001-1 Morro Hills Refunding 2014A	February 14, 2014	\$ 10,885,000	\$ 5,670,000
CFD 2001-1 Morro Hills Imp Area 1 Refunding 2014A	February 14, 2014	\$ 7,025,000	\$ 3,820,000
CFD 2006-1 Pacific Coast Bus Park Refunding 2017	January 26, 2017	\$ 9,060,000	\$ 7,770,000

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

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**NOTE 12: RISK MANAGEMENT**

Since 2018, the City elected to join the PRISM pool, formerly known as CSAC - Excess Insurance Authority, as a new member and procured multiple lines of insurance coverage on behalf of the City. With the assistance of the City's broker Alliant, procured coverages include General Liability, Workers Compensation, First Party Property, Automobile, Crime, Vessel, Cyber and Excess Liability coverages. The combination of the financial strength of Public Risk Innovation, Solutions, and Management (PRISM) and the City's risk tolerance level allowed the City to shift its General Liability self-insured retention up to \$1,000,000 per claim beginning in fiscal year 2024-2025, while it's Workers Compensation self-insured retention remains \$500,000 per claim. Through the PRISM pooled layer, the City is insured up to \$25,000,000, with excess coverage purchased bringing the total limit to \$50,000,000. Settled claims have not exceeded this coverage in any of the past three fiscal years.

The workers' compensation and general/auto liability claims payable of \$27,845,000 and \$4,278,257, respectively, reported at June 30, 2024, are based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Of these amounts, workers' compensation and general/auto liability claims due within one year were \$5,190,000 and \$1,065,000, respectively, at June 30, 2024.

Changes in the claims liability amounts were as follows:

Year Ended June 30	Claims Payable July 1	Fiscal Year Claims and Changes in Estimates	Claims Payments	Claims Payable June 30	Estimated Due Within One Year
2022	\$ 20,792,985	\$ 12,120,057	\$ 10,982,571	\$ 21,930,471	\$ 7,261,101
2023	21,930,471	13,479,444	7,261,101	28,148,814	10,958,266
2024	28,148,814	14,932,709	10,958,266	32,123,257	7,279,163

PRISM was formed as a Joint Powers Authority (JPA) in 1979 and recognized as a leader in the pooling and risk management community within the state of California as well as nationwide, and headquartered in Folsom, California. The membership consists of 55 counties and 268 public entity organizations comprised of cities, school districts, special districts and other JPA's. A key component of PRISM is its membership participation. Members provide their time, expertise, and leadership serving on the Board of Directors and on one or more of the 16 committees. Presently, more than 120 individuals are participating in the governance of the organization. The Board of Directors is comprised of 62 members; 1 representative from each member county and 7 members elected by the public entity membership. The Executive Committee consists of 11 members elected by the Board of Directors. Thereafter appointments are made by the Executive Committee from members' participation in the specific coverage program or based upon background and expertise.

Annual premiums and assessments are approved by the Board of Directors and are adjusted each year based on the following criteria:

- Each city's incurred losses;
- Each city's share of such losses and other expense as a proportion of all such losses;
- Each city's contribution to reserves, including reserves for incurred-but-not- reported losses;

Liabilities are recorded when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liability include an amount for claims that have been incurred but not reported. The ultimate amount of losses incurred is dependent on future developments. The amounts reported in the accompanying financial statement have been determined based upon actuarial analysis and information from the City's legal counsel and Risk Management.

**NOTE 13: RETIREMENT PLANS**

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

Plan Descriptions

The Miscellaneous and Safety Plans are agent multiple-employer defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS). A full description of the pension plan regarding number of employees covered, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information are listed in the Plans' respective June 30, 2022, Annual Actuarial Valuation Report (funding valuation). Details of the benefits provided can be obtained in Appendix B of the actuarial valuation report. These reports and CalPERS' audited financial statements are publicly available reports that can be obtained at 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.

	Miscellaneous Plan			Safety Plan	
	Prior to January 1, 2011*	January 1, 2011 to January 1, 2013*	January 1, 2013 and Thereafter	Prior to January 1, 2013*	January 1, 2013 and Thereafter
Hire Date:					
Benefit Formula:	2.7% @ 55	2% @ 60	2% @ 62	3% @ 50	2.7% @ 57
Benefit Vesting Schedule:	5 years of service	5 years of service	5 years of service	5 years of service	5 years of service
Benefit Payments:	Monthly for life	Monthly for life	Monthly for life	Monthly for life	Monthly for life
Retirement Age:	Minimum 50 years	Minimum 50 years	Minimum 52 years	Minimum 50 years	Minimum 50 years
Monthly Benefits, as a % of Eligible Compensation:	2.0% - 2.7%, 50 - 63+ years, respectively	1.092% - 2.418%, 50 - 63+ years, respectively	1.0% - 2.5%, 52 - 67+ years, respectively	3% 50 - 55+ years	2.0% - 2.7%, 50 - 63+ years, respectively
Required Employee Contribution Rates:	8.000%	8.000%	8.250%	9.000%	15.500%
Required Employer Contribution Rates:	29.370%	29.370%	29.120%	37.530%	31.030%
Total Contribution:	37.370%	37.370%	37.370%	46.530%	46.530%

\* Closed to new entrants

At June 30, 2022 (the valuation date), the following employees were covered by the benefit terms of the plan:

Description	Number of Members	
	Miscellaneous	Safety
Active members	568	321
Transferred members	430	78
Terminated members	364	66
Retired members and beneficiaries	968	498
<b>Total</b>	<b>2,330</b>	<b>963</b>

**NOTE 13: RETIREMENT PLANS (CONTINUED)**

**B. Contribution Description**

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

For the year ended June 30, 2024, the employer contributions recognized as a reduction to the net pension liability for all the Miscellaneous Plan and Safety Plan were \$16,479,872 and \$21,287,525, respectively.

**C. Net Pension Liability**

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

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

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

The collective total pension liability for the June 30, 2023, measurement period was determined by an actuarial valuation as of June 30, 2022, with update procedures used to roll forward the total pension liability to June 30, 2023. The collective total pension liability was based on the following assumptions:

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

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

Long-term Expected Rate of Return

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

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

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**NOTE 13: RETIREMENT PLANS (CONTINUED)**

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

Asset Class	Assumed Asset Allocation	Real Return <sup>1, 2</sup>
Global equity-cap-weighted	30.00%	4.54%
Global equity-non-cap-weighted	12.00%	3.84%
Private equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed securities	5.00%	0.50%
Investment grade corporates	10.00%	1.56%
High yield	5.00%	2.27%
Emerging market debt	5.00%	2.48%
Private debt	5.00%	3.57%
Real assets	15.00%	3.21%
Leverage	-5.00%	-0.59%

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

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

Discount Rate

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

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

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**NOTE 13: RETIREMENT PLANS (CONTINUED)**

Changes in the Net Pension Liability

The following tables show the changes in net pension liability recognized over the measurement period.

Miscellaneous Plan	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (c) = (a) - (b)
Balance at June 30, 2022	\$ 506,526,900	\$ 383,650,609	\$ 122,876,291
Changes recognized for the measurement period:			
Service cost	8,606,127	-	8,606,127
Interest on total pension liability	34,681,300	-	34,681,300
Changes of benefit terms	667,400	-	667,400
Differences between expected and actual experience	4,864,145	-	4,864,145
Differences between projected and actual earnings on investments		(2,522,498)	2,522,498
Net plan to plan resource movement		7,075	(7,075)
Contributions-employer		16,479,872	(16,479,872)
Contributions-employee		3,810,973	(3,810,973)
Net investment income		26,180,081	(26,180,081)
Benefit payments, including refunds of employee contributions	(27,468,011)	(27,468,011)	-
Administrative expense		(282,119)	282,119
Net changes during 2022-23	21,350,961	16,205,373	5,145,588
Balance at June 30, 2023	\$ 527,877,861	\$ 399,855,982	\$ 128,021,879

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

**NOTE 13: RETIREMENT PLANS (CONTINUED)**

Safety Plan

Balance at June 30, 2022	\$ 632,931,326	\$ 486,346,423	\$ 146,584,903
Changes recognized for the measurement period:			
Service cost	12,431,574	-	12,431,574
Interest on total pension liability	43,758,380	-	43,758,380
Changes of benefit terms	287,007	-	287,007
Differences between expected and actual experience	11,087,020	-	11,087,020
Differences between projected and actual earnings on investments	-	(3,332,989)	3,332,989
Net plan to plan resource movement	-	(7,075)	7,075
Contributions-employer	-	21,287,525	(21,287,525)
Contributions-employee	-	4,350,405	(4,350,405)
Net investment income	-	33,285,028	(33,285,028)
Benefit payments, including refunds of employee contributions	(32,683,385)	(32,683,385)	-
Administrative expense	-	(357,636)	357,636
Net changes during 2022-23	34,880,596	22,541,873	12,338,723
Balance at June 30, 2023	\$ 667,811,922	\$ 508,888,296	\$ 158,923,626
Total Miscellaneous and Safety Plans	\$ 1,195,689,783	\$ 908,744,278	\$ 286,945,505

Sensitivity of the Net Pension Liability/(Asset) to Changes in the Discount Rate

The following presents the net pension liability/(asset) of the Plan as of the measurement date, calculated using the discount rate of 6.90 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.90 percent) or 1 percentage-point higher (7.90 percent) than the current rate:

	Discount Rate -1 Percent (5.90%)	Current Discount Rate (6.90%)	Discount Rate +1 Percent (7.90%)
Miscellaneous Plan	\$ 196,019,399	\$ 128,021,879	\$ 71,805,921
Safety Plan	250,515,983	158,923,626	84,019,623
Total	\$ 446,535,382	\$ 286,945,505	\$ 155,825,544

**D. Pension Plan Fiduciary Net Position**

The plan fiduciary net position disclosed in the GASB 68 accounting valuation report may differ from the plan assets reported in the funding actuarial valuation report due to several reasons. First, for the accounting valuations, CalPERS must keep items such as deficiency reserves, fiduciary self-insurance and OPEB expense included as assets. These amounts are excluded for rate setting purposes in the funding actuarial valuation. In addition, differences may result from early Annual Comprehensive Financial Report closing and final reconciled reserves.

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

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**NOTE 13: RETIREMENT PLANS (CONTINUED)**

**E. IRS Section 115 Pension Trust**

The City holds investments in an IRS Section 115 Trust for pension stabilization. The current market value of the trust is \$17,073,271. This trust fund is not included in the calculation of the net pension liability, as the assets are not in the custody of the plan administrator, CalPERS. Refer to Note 3 for additional information.

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

For the year ended June 30, 2024, the City recognized pension expense as follows:

Miscellaneous	Safety	Total
\$ 18,424,132	\$ 20,487,108	\$ 38,911,240

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

Miscellaneous	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to the measurement date	\$ 18,424,132	\$ -
Changes of assumptions	2,875,303	-
Differences between expected and actual experience	2,918,487	854,346
Net difference between projected and actual earnings on pension plan investments	18,177,316	-
<b>Total</b>	<b>\$ 42,395,238</b>	<b>\$ 854,346</b>
<hr/>		
Safety		
Contributions subsequent to the measurement date	\$ 20,487,108	\$ -
Changes of assumptions	10,341,535	-
Differences between expected and actual experience	8,218,285	2,270,107
Net difference between projected and actual earnings on pension plan investments	23,286,658	-
<b>Total</b>	<b>\$ 62,333,586</b>	<b>\$ 2,270,107</b>
<b>Total Miscellaneous and Safety Plans</b>	<b>\$ 104,728,824</b>	<b>\$ 3,124,453</b>

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

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**NOTE 13: RETIREMENT PLANS (CONTINUED)**

Amortization of Deferred Outflows and Deferred Inflows of Resources

Under GASB 68, gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

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

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

Net Difference between projected 5 year straight-line amortization  
and actual earnings on pension  
plan investments

All other amounts                      Straight-line amortization over the expected average remaining service  
lifetime (EARSL) of all members that are provided with benefits  
(active, inactive, and retired) as of the beginning of the measurement  
period

The EARSL for the Miscellaneous Plan for the measurement period ending June 30, 2023, is 2.5 years, which was obtained by dividing the total service years of 6,030 (the sum of remaining service lifetimes of the active employees) by 2,374 (the total number of participants: active, inactive, and retired). Inactive employees and retirees have remaining service lifetimes equal to 0. Total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

The EARSL for the Safety Plan for the measurement period ending June 30, 2023, is 3.7 years, which was obtained by dividing the total service years of 3,629 (the sum of remaining service lifetimes of the active employees) by 973 (the total number of participants: active, inactive, and retired). Inactive employees and retirees have remaining service lifetimes equal to 0. Total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

The \$38,911,240 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 fiscal year ended June 30, 2025. Other amounts reported as deferred outflows or deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ended June 30,	Deferred Outflows/(Inflows) of Resources		
	Miscellaneous	Safety	Total
2025	\$ 7,181,433	\$ 11,962,101	\$ 19,143,534
2026	2,778,872	8,692,711	11,471,583
2027	12,651,957	18,254,958	30,906,915
2028	504,498	666,601	1,171,099
	<u>\$ 23,116,760</u>	<u>\$ 39,576,371</u>	<u>\$ 62,693,131</u>

**NOTE 14: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS**

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

Plan Description

The City’s defined benefit OPEB plan, Retiree Health Plan (the Plan), provides healthcare insurance for all eligible retirees and their covered dependents, other than those retirees belonging to the Oceanside Firefighters Association (OFA), through the City’s group health insurance plans. The Plan is a single employer defined benefit OPEB plan administered by the City. The authority to establish and amend the Plan’s benefit terms and financing requirements rests with the City Council. No assets are accumulated in a trust that meets all of the criteria in GASB Statement No. 75, paragraph 4.

Benefits Provided

The City makes no direct payments towards retiree health benefits except for a small group of grandfathered retirees. All liability is generated by an implied rate subsidy created by granting pre-Medicare retirees access to the active medical plan options. The table below summarizes the benefits and terms to be eligible for benefits:

	<u>All Groups</u>
Benefit Types Provided	Medical
Duration of Benefits	One year per year of service. Lifetime if 15+ years of service.
Required Service	Retirement
Minimum Age	Retirement
Dependent Coverage	Yes
City Contribution %	0%
City Cap	All benefits are self-pay except for a limited group of grandfathered retirees (\$112 per month for this group)

Employees Covered by Benefit Terms

At June 30, 2022, the following employees were covered by benefit terms:

<u>Description</u>	<u>Number of Members</u>
Active employees eligible for future benefits	920
Retirees currently receiving benefits	83
Total	<u>1,003</u>

**CITY OF OCEANSIDE, CALIFORNIA**  
**Notes to the Financial Statements**  
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**NOTE 14: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)**

**B. Total OPEB Liability**

The City's total OPEB liability of \$11,814,563 was measured as of June 30, 2023, and was determined by an actuarial valuation as of June 30, 2023.

Actuarial Assumptions and Other Inputs

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

Inflation	2.50 percent
Salary increases	2.75 percent
Healthcare cost trend rates	4.00 percent per year

A discount rate of 3.65% was applied in the measurement of the total OPEB liability. The discount rate is based on the index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Mortality and retirement rates were based on the 2021 CalPERS Mortality and 2021 CalPERS Experience Study. All other actuarial assumptions used in the June 30, 2023, valuation were based on the results of the 2021 CalPERS Experience Study.

**C. Changes in the Total OPEB Liability**

Changes in the total OPEB liability were as follows:

	<u>Total OPEB Liability</u>
Balance at June 30, 2022 Measurement Date	\$ 9,705,999
Changes Recognized for the Measurement Period	
Service Cost	508,247
Interest on Total OPEB Liability	341,303
Benefit Payments	(637,606)
Experience (Gains)/Losses	701,899
Changes in Assumptions	1,194,721
Net Changes During 2022-23	<u>2,108,564</u>
Balance at June 30, 2023 Measurement Date	<u>\$ 11,814,563</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.54% at measurement date June 30, 2022, to 3.65% at measurement date June 30, 2023.

**CITY OF OCEANSIDE, CALIFORNIA**  
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**NOTE 14: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)**

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

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.65%) or 1-percentage-point higher (4.65%) than the current discount rate:

	Discount Rate (-1%) 2.65%	Current Discount Rate 3.65%	Discount Rate (+1%) 4.65%
Total OPEB Liability	\$ 12,699,597	\$ 11,814,563	\$ 11,002,704

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (3.00%) or 1-percentage-point higher (5.00%) than the current healthcare cost trend rates (dollar amounts in thousands):

	Trend Rate (-1%) 3.00%	Current Trend Rate 4.00%	Trend Rate (+1%) 5.00%
Total OPEB Liability	\$ 12,699,597	\$ 11,814,563	\$ 11,002,704

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

For the year ended June 30, 2024, the City recognized OPEB expense of \$(548,437). At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ 2,687,482	\$ (1,369,550)
Differences between Expected and Actual Experience	2,301,956	-
Total	<u>\$ 4,989,438</u>	<u>\$ (1,369,550)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Fiscal Year Ended June 30,	Deferred Outflows/ (Inflows) of Resources
2025	\$ 392,961
2026	392,962
2027	392,962
2028	392,962
2029	392,962
Thereafter	1,655,079
Total	<u>\$ 3,619,888</u>

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

**NOTE 15: COMMITMENTS AND CONTINGENCIES**

**Commitments**

The following material construction commitments existed at June 30, 2024:

Project Name	Contract Amount	Expenditures to Date as of June 30, 2024	Remaining Commitments
Energy Conservation	\$ 20,849,222	\$ 4,169,844	\$ 16,679,378
5 Year EMP Lease	11,000,000	70,834	10,929,166
Lift Station Technical & Project Support	6,997,070	452,093	6,544,977
Progressive Design-Build Multiple Locations & Contingency	8,648,114	7,986,390	4,980,507
Two PUC Pumpers	4,008,276	-	4,008,276
Construction Support	56,679	2,671,122	2,748,448
Fiber Mgmt, Permitting, Plan & Review	45,000	1,050,306	2,700,425
Project Mgmt/Pier View Bridge/Lifeguard Headquarters Rplcmnt	563,463	1,551,098	2,288,019
North Roundabout Traffic Control	1,164,612	-	2,256,664
Animal Control	8,516,388	6,300,576	2,215,812
Seismic Retrofit	4,222,350	2,342,489	2,211,748
College Blvd Widening	759,976	1,039,616	1,672,159
Phase 2 Sand Nourishment & Retention Pilot Project	2,591,680	1,064,875	1,526,805
Design initial phase of Coast Hwy Corridor Project	2,783,900	1,799,772	1,491,848
Lower 1 Recycled Water Conveyance System	18,883,192	21,187,951	1,445,569
Beachfront Imprvmnt Feasibility Study	294,910	1,769,746	1,247,377
Fire Station #1 Construction	14,936,900	14,685,996	1,117,868
SLRWRF Facility Digesters	1,082,200	44,500	1,037,700
Aggregate remaining balance of smaller commitments	71,938,158	84,332,248	20,433,394
	<u>\$ 179,342,090</u>	<u>\$ 152,519,456</u>	<u>\$ 87,536,140</u>

**NOTE 15: COMMITMENTS AND CONTINGENCIES (CONTINUED)**

**Contingent Liabilities**

The City is involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes, based upon consultation with the City Attorney, that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City. Additionally, City management believes that the City's insurance programs are sufficient to cover any potential losses should an unfavorable outcome be realized.

**NOTE 16: TAX ABATEMENT AGREEMENT**

On September 10, 2014, the City entered into a transient occupancy tax abatement agreement with a local developer. This agreement allows for a 100 percent transient occupancy tax abatement during the first three years after Phase I hotel is open, a 100 percent transient occupancy tax abatement during the first three years after Phase II hotel is open, and then the City and developer will share transient occupancy taxes at varying levels for a period of fifteen years on the Phase I hotel and fourteen years on the Phase II hotel. The total amount of transient occupancy tax to be abated under this agreement amounts to \$11,335,250. As part of this agreement, the City also agreed to subsidize the developer by abating off-site mitigation fees in the amount of \$609,750, and development impact fees in the amount of \$1,743,267. This agreement expires on September 10, 2029. For the fiscal year ended June 30, 2024, the amount of transient occupancy tax abated under this agreement amounts to \$2,917,036.

On November 28, 2018, the City entered into a sales tax abatement agreement with a local developer. This agreement allows for an abatement of new taxable gross retail sales tax above \$100,000, increasing by 3 percent per year, within each fiscal year up to an aggregate of \$5,000,000 or the 10-year term of the agreement, whichever comes first. New taxable gross sales tax excludes revenues generated by Measure X, the one-half percent transaction and use tax. This agreement expires November 28, 2028. For the fiscal year ended June 30, 2024, the amount of sales tax abated under this agreement amounts to \$526,393.

**NOTE 17: SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY**

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 ("the Bill") that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of Oceanside that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

The Bill provides that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the "successor agency" to hold the assets until they are distributed to other units of state and local government. On January 10, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of City resolution number 12-R0058-1.

After enactment of the law, which occurred on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a newly established oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

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

**NOTE 17: SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY**  
**(CONTINUED)**

In future fiscal years, successor agencies will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full and all assets have been liquidated.

In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012.

The Successor Agency to the former Redevelopment Agency is reported as a fiduciary fund (private purpose trust fund).

**A. Cash and investments**

Cash and investments reported in the accompanying financial statements consisted of the following:

Cash and investments pooled with the City	\$ 3,878,744
Cash and investments with fiscal agent	<u>1,318,917</u>
	<u>\$ 5,197,661</u>

**B. Long-Term Debt**

A description of long-term debt outstanding of the Successor Agency as of June 30, 2024, were as follows.

Description	Balance at June 30, 2023	Additions	Deletions	Balance at June 30, 2024	Due Within One Year	Due in More than One Year
Bonds Payable:						
2015A Tax Allocation Refunding Bonds	\$ 6,215,000	\$ -	\$ 2,435,000	\$ 3,780,000	\$ 2,590,000	\$ 1,190,000
2015B Tax Allocation Refunding Bonds	3,320,000	-	1,070,000	2,250,000	1,070,000	1,180,000
Unamortized Bond Premium/(Discount)	598,779	-	276,006	322,773	-	322,773
Total	<u>\$ 10,133,779</u>	<u>\$ -</u>	<u>\$ 3,781,006</u>	<u>\$ 6,352,773</u>	<u>\$ 3,660,000</u>	<u>\$ 2,692,773</u>

**Bonds Payable**

**2015A Tax Allocation Refunding Bonds - Original Issue \$20,370,000**

The 2015 Tax Allocation Refunding Bonds Series A were issued to refund the Commission's outstanding 2002, 2003, and 2004 Tax Allocation Series bonds. The bonds mature annually through 2025, in amounts ranging from \$1,225,000 to \$2,555,000. Interest rates vary from 2.0% to a maximum of 5.0% and are payable semiannually on March 1 and September 1, commencing September 1, 2016. As of June 30, 2024, the outstanding balance of the bonds is \$3,780,000 with an unamortized bond discount of \$11,300. If an event of default has occurred, the bond trustee may declare the principal amount of the bonds, together with the accrued interest thereon, to be due and payable immediately.

**2015B Tax Allocation Refunding Bonds - Original Issue \$10,080,000**

The 2015 Tax Allocation Refunding Bonds Series B were issued to refund the Commission's outstanding 2002, 2003, and 2004 Tax Allocation Series bonds. The bonds mature annually through 2025, in amounts ranging from \$915,000 to \$1,145,000. Interest rates vary from 1.0% to a maximum of 4.0% and are payable semiannually on March 1 and September 1, commencing September 1, 2016. As of June 30, 2024, the outstanding balance of the bonds is \$2,250,000 with an unamortized bond premium of \$334,073. If an event of default has occurred, the bond trustee may declare the principal amount of the bonds, together with the accrued interest thereon, to be due and payable immediately.

**NOTE 17: SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY  
(CONTINUED)**

Pledged Revenue

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of tax increment revenue (including Low and Moderate Income Housing set-aside and pass through allocations) that it received. The bonds issued were to provide financing for various capital projects, accomplish Low and Moderate Income Housing projects and to defease previously issued bonds. Assembly Bill 1X 26 provided that upon dissolution of the redevelopment activities of the Community Development Commission, property taxes allocated to redevelopment activities no longer are deemed tax increment but rather property tax revenues and will be allocated first to successor agencies to make payments on the indebtedness incurred by the dissolved redevelopment agency. Total principal and interest remaining on the debt as of June 30, 2024, is \$6,273,788 with annual debt service requirements as indicated above. For the current year, the total property tax revenue recognized by the Successor Agency for the payment of indebtedness incurred by the dissolved redevelopment agency was \$3,959,330 and the debt service obligation on the bonds was \$3,505,000.

Debt Service Requirements to Maturity

On the following table are the debt service requirements on the Successor Agency’s long-term debts to maturity:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 3,660,000	\$ 190,263	\$ 3,850,263
2026	2,370,000	53,525	2,423,525
	<u>\$ 6,030,000</u>	<u>\$ 243,788</u>	<u>\$ 6,273,788</u>

**C. Insurance**

The Successor Agency is covered under the City of Oceanside’s insurance policies. Therefore, the limitation and self-insured retentions applicable to the City also apply to the Successor Agency. Additional information as to coverage and self-insured retentions can be found in Note 12.

**D. Commitments and Contingencies**

As of June 30, 2024, the Successor Agency was involved as a defendant in several lawsuits arising out of the ordinary conduct of its affairs. It is the opinion of management that settlements of these lawsuits, including losses for claims that are incurred but not reported, if any, will not have a material effect on the financial position of the Successor Agency.

**NOTE 18: SUBSEQUENT EVENTS**

The City evaluated subsequent events for recognition and disclosure through December 11, 2024, the date on which these financial statements were available to be issued. Management concluded that no material subsequent events have occurred since June 30, 2024, that required recognition or disclosure in these financial statements.

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

**NOTE 19: FUND BALANCE**

At June 30, 2024, the governmental funds report the following fund balance classifications:

	General	Grants	American Rescue Plan	Housing Assistance Program	General Improvement	Total Nonmajor Funds	Total Governmental Funds
<b>Nonspendable</b>							
Inventories	\$ 32,261	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32,261
Prepaid costs	612,448	-	4,205	-	2,732	115	619,500
Advances to other funds	1,602,948	-	-	-	-	-	1,602,948
<b>Total nonspendable</b>	<b>2,247,657</b>	<b>-</b>	<b>4,205</b>	<b>-</b>	<b>2,732</b>	<b>115</b>	<b>2,254,709</b>
<b>Restricted</b>							
General government	30,055,644	12,756,675	-	-	-	-	42,812,319
Public safety	-	-	-	-	-	951,818	951,818
Capital projects	42,677,496	-	-	-	79,883,308	-	122,560,804
Debt service	-	-	-	-	-	10,752	10,752
Street light and landscape maintenance	-	-	-	-	-	1,655,553	1,655,553
Highways	-	-	-	-	-	6,497,932	6,497,932
Housing assistance program	-	-	-	7,404,234	-	-	7,404,234
Pension stabilization trust	17,073,271	-	-	-	-	-	17,073,271
<b>Total restricted</b>	<b>89,806,411</b>	<b>12,756,675</b>	<b>-</b>	<b>7,404,234</b>	<b>79,883,308</b>	<b>9,116,055</b>	<b>198,966,683</b>
<b>Committed</b>							
Healthy City	26,242,427	-	-	-	-	-	26,242,427
<b>Total committed</b>	<b>26,242,427</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,242,427</b>
<b>Assigned</b>							
Revenue stabilization	10,078,800	-	-	-	-	-	10,078,800
Payroll and retirement stabilization	6,722,536	-	-	-	-	-	6,722,536
Long-term planning	980,682	-	-	-	-	-	980,682
Other purposes	2,902,341	-	-	-	-	-	2,902,341
<b>Total assigned</b>	<b>20,684,359</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,684,359</b>
<b>Unassigned</b>	<b>3,809,267</b>	<b>-</b>	<b>(8,998)</b>	<b>-</b>	<b>-</b>	<b>(2,580)</b>	<b>3,797,689</b>
<b>Total fund balances (deficits)</b>	<b>\$ 142,790,121</b>	<b>\$ 12,756,675</b>	<b>\$ (4,793)</b>	<b>\$ 7,404,234</b>	<b>\$ 79,886,040</b>	<b>\$ 9,113,590</b>	<b>\$ 251,945,867</b>

## REQUIRED SUPPLEMENTARY INFORMATION

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**NOTE 1: BUDGETARY INFORMATION**

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

- During May of each fiscal year, the City Manager submits to the City Council a proposed annual operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted at City Council meetings to obtain taxpayer comments prior to and after May.
- Prior to July 1, the budget is legally adopted through passage of an appropriation resolution.

The City of Oceanside does not distinguish between Basis of Budgeting and Basis of Accounting. The principles set forth as the Basis of Accounting are strictly observed in the budgeting process. A fund's Basis of Budgeting and Basis of Accounting determines when a transaction or event is recognized; refer to *Note 1 Summary of Significant Accounting Policies* in the Notes to the Basic Financial Statements for more information. Only revenues and expenditures anticipated during the fiscal year are included in the budget. Unexpended operating budget funds revert to fund balance at the close of a fiscal year. Unexpended capital and grant funds are carried forward from year to year until projects are officially closed.

Budgetary control, the level at which expenditures cannot legally exceed the appropriated amount, is at the fund level. Council and Administrative policies provide guidelines on budget transfers and the authorization necessary to implement transfers. Generally, there are two types of budget transfers:

- *Budget adjustment:* This is a transfer which does not change the total appropriated amount within a fund and does not require Council action. Approval is granted at the City Manager level.
- *Budget amendment:* This is an adjustment to the total appropriated amount within a fund or business unit which was not included in the original budget. These supplemental appropriations are presented to City Council in an agenda report and require the passage of a simple majority of the City Council for approval.

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

	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Resources (Inflows)</b>				
Taxes	\$ 156,305,958	\$ 156,305,958	\$ 166,440,011	\$ 10,134,053
Licenses and permits	4,442,539	4,442,539	4,994,042	551,503
Intergovernmental	9,457,735	9,457,735	9,457,889	154
Charges for services	27,269,372	29,176,032	31,142,899	1,966,867
Use of money and property	5,353,478	5,400,387	14,794,777	9,394,390
Fines and forfeitures	3,711,637	3,711,637	4,097,925	386,288
Administrative and in lieu charges	276,189	339,381	460,405	121,024
Miscellaneous	185,224	241,724	253,303	11,579
<b>Amounts Available for Appropriations</b>	<b><u>207,002,132</u></b>	<b><u>209,075,393</u></b>	<b><u>231,641,251</u></b>	<b><u>22,565,858</u></b>
<b>Charges to Appropriations (Outflows)</b>				
Current:				
General government	33,023,713	36,774,892	42,269,523	(5,494,631)
Public safety	121,610,646	124,465,619	115,769,616	8,696,003
Community development	15,231,154	18,425,094	14,841,718	3,583,376
Parks and recreation	19,331,968	20,100,904	18,252,940	1,847,964
Public works	22,846,626	23,760,061	21,485,645	2,274,416
Capital outlay	129,375	909,437	931,543	(22,106)
Debt service:				
Principal	15,654	91,612	665,389	(573,777)
Interest and fiscal charges	-	-	11,440	(11,440)
<b>Total expenditures</b>	<b><u>212,189,136</u></b>	<b><u>224,527,620</u></b>	<b><u>214,227,814</u></b>	<b><u>10,299,806</u></b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b><u>(5,187,004)</u></b>	<b><u>(15,452,226)</u></b>	<b><u>17,413,437</u></b>	<b><u>32,865,663</u></b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	16,431,421	18,344,840	17,876,039	(468,801)
Transfers Out	(11,563,051)	(11,730,810)	(11,671,998)	58,812
Debt Issuance Proceeds	-	-	320,719	320,719
<b>Total other financing sources (uses)</b>	<b><u>4,868,370</u></b>	<b><u>6,614,030</u></b>	<b><u>6,524,760</u></b>	<b><u>(89,270)</u></b>
<b>Net change in fund balances</b>	<b><u>\$ (318,634)</u></b>	<b><u>\$ (8,838,196)</u></b>	<b><u>23,938,197</u></b>	<b><u>\$ 32,776,393</u></b>
Fund balances-beginning			118,851,924	
<b>Fund balances-ending</b>			<b><u>\$ 142,790,121</u></b>	

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

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ 8,236,828	\$ 39,411,341	\$ 27,548,757	\$ (11,862,584)
Charges for services	19,793	19,793	7,200	(12,593)
Use of money and property	71,054	71,054	1,133,384	1,062,330
Developer participation	1,809,982	1,809,982	645,497	(1,164,485)
Miscellaneous	9,500	309,500	105,885	(203,615)
<b>Total revenues</b>	<b>10,147,157</b>	<b>41,621,670</b>	<b>29,440,723</b>	<b>(12,180,947)</b>
<b>EXPENDITURES</b>				
Current:				
Public safety	690,390	10,886,835	4,326,821	6,560,014
Community development	8,475,684	14,098,757	8,208,723	5,890,034
Parks and recreation	39,500	1,789,317	560,692	1,228,625
Public works	19,095	251,611	64,747	186,864
Capital outlay	6,000	12,362,325	5,911,540	6,450,785
Debt service:				
Interest and fiscal charges	-	-	237	(237)
<b>Total expenditures</b>	<b>9,230,669</b>	<b>39,388,846</b>	<b>19,072,760</b>	<b>20,316,086</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>916,488</b>	<b>2,232,824</b>	<b>10,367,963</b>	<b>8,135,139</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	500,501	397,501	338,689	(58,812)
Transfers out	(139,654)	(139,654)	(8,261,479)	(8,121,825)
<b>Total other financing sources (uses)</b>	<b>360,847</b>	<b>257,847</b>	<b>(7,922,790)</b>	<b>(8,180,637)</b>
<b>Net change in fund balances</b>	<b>\$ 1,277,335</b>	<b>\$ 2,490,671</b>	<b>2,445,173</b>	<b>\$ (45,498)</b>
Fund balances-beginning			10,311,502	
<b>Fund balances-ending</b>			<b>\$ 12,756,675</b>	

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

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ 4,582,016	\$ 4,582,016
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>4,582,016</u>	<u>4,582,016</u>
<b>EXPENDITURES</b>				
Current:				
General government	4,371	262,966	142,138	120,828
Public safety	81,315	6,670,786	2,569,683	4,101,103
Community development	-	554,776	12,539	542,237
Parks and recreation	134,177	261,946	473,285	(211,339)
Capital outlay	-	4,974,335	1,389,164	3,585,171
<b>Total expenditures</b>	<u>219,863</u>	<u>12,724,809</u>	<u>4,586,809</u>	<u>8,138,000</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(219,863)</u>	<u>(12,724,809)</u>	<u>(4,793)</u>	<u>12,720,016</u>
<b>Net change in fund balances</b>	<u>\$ (219,863)</u>	<u>\$ (12,724,809)</u>	<u>(4,793)</u>	<u>\$ 12,720,016</u>
Fund balances-beginning			<u>-</u>	
<b>Fund deficit-ending</b>			<u>\$ (4,793)</u>	

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

	<b>Budget Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Licenses and permits	\$ 334,025	\$ 334,025	\$ 345,666	\$ 11,641
Intergovernmental	23,914,682	24,744,866	28,648,838	3,903,972
Charges for services	66,634	66,634	75,191	8,557
Use of money and property	2,018,771	456,123	1,775,060	1,318,937
Miscellaneous	556,830	556,830	471,777	(85,053)
<b>Total revenues</b>	<b>26,890,942</b>	<b>26,158,478</b>	<b>31,316,532</b>	<b>5,158,054</b>
<b>EXPENDITURES</b>				
Current:				
Community development	27,802,005	27,816,027	30,198,348	(2,382,321)
<b>Total expenditures</b>	<b>27,802,005</b>	<b>27,816,027</b>	<b>30,198,348</b>	<b>(2,382,321)</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(911,063)</b>	<b>(1,657,549)</b>	<b>1,118,184</b>	<b>2,775,733</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	30,000	-	(30,000)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>30,000</b>	<b>-</b>	<b>(30,000)</b>
<b>Net change in fund balances</b>	<b>\$ (911,063)</b>	<b>\$ (1,627,549)</b>	<b>1,118,184</b>	<b>\$ 2,745,733</b>
Fund balances (deficit)-beginning			6,288,782	
<b>Fund balances (deficit)-ending</b>			<b>\$ 7,406,966</b>	

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

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Measurement Date	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019
<b>Total Pension Liability:</b>					
Service cost	\$ 8,606,127	\$ 8,261,262	\$ 7,348,514	\$ 7,413,674	\$ 7,426,005
Interest on total pension liability	34,681,300	33,263,300	32,655,269	31,525,103	30,606,708
Changes of benefits terms	667,440	-	-	-	-
Changes in assumptions	-	14,376,515	-	-	-
Difference between expected and actual experience	4,864,145	(4,271,732)	610,655	(3,056,423)	5,627,027
Benefit payments, including refunds of employee contributions	(27,468,011)	(25,887,676)	(24,522,705)	(22,897,930)	(21,352,977)
Net change in total pension liability	21,351,001	25,741,669	16,091,733	12,984,424	22,306,763
Total pension liability - beginning	506,526,900	480,785,231	464,693,498	451,709,074	429,402,311
<b>Total pension liability - ending (a)</b>	<b>527,877,901</b>	<b>506,526,900</b>	<b>480,785,231</b>	<b>464,693,498</b>	<b>451,709,074</b>
<b>Plan Fiduciary Net Position:</b>					
Contributions - employer	16,479,872	16,091,130	14,997,947	14,923,305	13,180,051
Contributions - employee	3,810,973	3,530,615	3,208,630	3,198,437	3,308,094
Net investment income	23,657,583	(31,881,388)	78,946,437	16,878,900	21,113,253
Benefit payments, including refunds of employee contributions	(27,468,011)	(25,887,676)	(24,522,705)	(22,897,930)	(21,352,977)
Net plan to plan resource movement	7,075	-	-	-	-
Administrative expense	(282,119)	(262,919)	(349,409)	(476,714)	(229,882)
Other miscellaneous expense	-	-	-	-	747
Net change in fiduciary net position	16,205,373	(38,410,238)	72,280,900	11,625,998	16,019,286
Plan fiduciary net position - beginning	383,650,609	422,060,847	349,779,947	338,153,949	322,134,663
<b>Plan fiduciary net position - ending (b)</b>	<b>399,855,982</b>	<b>383,650,609</b>	<b>422,060,847</b>	<b>349,779,947</b>	<b>338,153,949</b>
<b>Net Pension Liability - Ending (a) - (b)</b>	<b>\$ 128,021,919</b>	<b>\$ 122,876,291</b>	<b>\$ 58,724,384</b>	<b>\$ 114,913,551</b>	<b>\$ 113,555,125</b>
Plan fiduciary net position as a percentage of the total pension liability	75.7%	75.7%	87.8%	75.3%	74.9%
Covered payroll	\$ 45,034,679	\$ 42,693,858	\$ 41,276,150	\$ 40,160,749	\$ 39,732,503
Plan net pension liability as a percentage of covered payroll	284.3%	287.8%	142.3%	286.1%	285.8%

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

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

In 2022, SB 1168 increased the standard retiree lump sum death benefit from \$500 to \$2,000 for any death occurring on or after July 1, 2023. The impact, if any, is included in the change of benefit terms.

*Changes of Assumptions:* None in 2023. Effective with the June 30, 2021 valuation date (June 30, 2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. In addition, demographic assumptions and the price inflation assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. The accounting discount rate was 7.15% for measurement dates June 30, 2017 through June 30, 2021, 7.65% for measurement dates June 30, 2015 through June 30, 2016, and 7.50% for measurement date June 30, 2014.

<b>2019</b>		<b>2018</b>		<b>2017</b>		<b>2016</b>		<b>2015</b>	
6/30/2018		6/30/2017		6/30/2016		6/30/2015		6/30/2014	
\$	7,214,699	\$	7,296,794	\$	6,246,675	\$	6,352,501	\$	6,739,488
	29,093,082		28,371,378		27,718,396		26,777,993		25,673,047
	-		-		-		-		-
	(2,660,542)		23,417,305		-		(6,534,185)		-
	(3,191,600)		(5,058,524)		(3,305,967)		(1,673,895)		-
	<b>(20,388,752)</b>		<b>(18,973,677)</b>		<b>(17,783,125)</b>		<b>(17,174,366)</b>		<b>(15,383,934)</b>
	10,066,887		35,053,276		12,875,979		7,748,048		17,028,601
	419,335,424		384,282,148		371,406,169		363,658,121		346,629,520
	<b>429,402,311</b>		<b>419,335,424</b>		<b>384,282,148</b>		<b>371,406,169</b>		<b>363,658,121</b>
	11,789,763		9,315,364		8,640,705		7,450,463		7,232,808
	3,237,718		2,974,072		2,897,160		2,960,994		3,121,902
	25,523,656		31,453,369		1,462,692		6,337,368		42,691,113
	(20,388,752)		(18,973,677)		(17,783,125)		(17,174,366)		(15,383,934)
	(747)		38,869		(1,431)		(255)		-
	(472,693)		(411,847)		(173,025)		(327,880)		-
	(897,651)		-		-		-		-
	18,791,294		24,396,150		(4,957,024)		(753,676)		37,661,889
	303,343,369		278,947,219		283,904,243		284,657,919		246,996,030
	<b>322,134,663</b>		<b>303,343,369</b>		<b>278,947,219</b>		<b>283,904,243</b>		<b>284,657,919</b>
<b>\$</b>	<b>107,267,648</b>	<b>\$</b>	<b>115,992,055</b>	<b>\$</b>	<b>105,334,929</b>	<b>\$</b>	<b>87,501,926</b>	<b>\$</b>	<b>79,000,202</b>
	75.0%		72.3%		72.6%		76.4%		78.3%
\$	38,280,356	\$	37,729,027	\$	35,805,773	\$	35,092,814	\$	35,409,488
	280.2%		307.4%		294.2%		249.3%		223.1%

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

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Measurement Date	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019
<b>Total Pension Liability:</b>					
Service cost	\$ 12,431,574	\$ 12,114,924	\$ 11,065,722	\$ 11,010,401	\$ 10,774,961
Interest on total pension liability	43,758,380	41,428,498	40,068,656	38,503,013	36,940,765
Changes of benefits terms	287,007	-	-	-	-
Changes in assumptions	-	22,508,045	-	-	-
Difference between expected and actual experience	11,087,020	(4,940,821)	195,605	332,595	6,774,359
Benefit payments, including refunds of employee contributions	<u>(32,683,385)</u>	<u>(29,935,323)</u>	<u>(28,492,575)</u>	<u>(27,186,576)</u>	<u>(25,446,261)</u>
Net change in total pension liability	34,880,596	41,175,323	22,837,408	22,659,433	29,043,824
Total pension liability - beginning	<u>632,931,326</u>	<u>591,756,003</u>	<u>568,918,595</u>	<u>546,259,162</u>	<u>517,215,338</u>
<b>Total pension liability - ending (a)</b>	<b><u>667,811,922</u></b>	<b><u>632,931,326</u></b>	<b><u>591,756,003</u></b>	<b><u>568,918,595</u></b>	<b><u>546,259,162</u></b>
<b>Plan Fiduciary Net Position:</b>					
Contributions - employer	21,287,525	26,004,164	17,528,188	19,810,064	19,254,700
Contributions - employee	4,350,405	3,926,425	3,816,016	3,795,384	3,462,100
Net investment income	29,952,039	(39,964,376)	98,224,739	20,831,413	26,072,873
Benefit payments, including refunds of employee contributions	(32,683,385)	(29,935,323)	(28,492,575)	(27,186,576)	(25,446,261)
Net plan to plan resource movement	(7,075)	-	-	-	-
Administrative expense	(357,636)	(328,068)	(435,540)	(591,172)	(282,795)
Other miscellaneous expense	-	-	-	-	922
Net change in fiduciary net position	22,541,873	(40,297,178)	90,640,828	16,659,113	23,061,539
Plan fiduciary net position - beginning	<u>486,346,423</u>	<u>526,643,601</u>	<u>436,002,773</u>	<u>419,343,660</u>	<u>396,282,121</u>
<b>Plan fiduciary net position - ending (b)</b>	<b><u>508,888,296</u></b>	<b><u>486,346,423</u></b>	<b><u>526,643,601</u></b>	<b><u>436,002,773</u></b>	<b><u>419,343,660</u></b>
<b>Plan net pension liability - ending (a) - (b)</b>	<b><u>\$ 158,923,626</u></b>	<b><u>\$ 146,584,903</u></b>	<b><u>\$ 65,112,402</u></b>	<b><u>\$ 132,915,822</u></b>	<b><u>\$ 126,915,502</u></b>
Plan fiduciary net position as a percentage of the total pension liability	76.2%	76.8%	89.0%	76.6%	76.8%
Covered payroll	\$ 36,364,515	\$ 36,468,767	\$ 36,455,146	\$ 35,551,829	\$ 34,414,901
Plan net pension liability as a percentage of covered payroll	437.0%	401.9%	178.6%	373.9%	368.8%

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

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

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

<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>6/30/2018</b>	<b>6/30/2017</b>	<b>6/30/2016</b>	<b>6/30/2015</b>	<b>6/30/2014</b>
\$ 10,500,340	\$ 10,249,556	\$ 9,035,445	\$ 9,471,721	\$ 10,028,996
34,962,160	33,447,072	32,392,557	31,362,885	30,432,000
-	-	-	-	-
(2,502,783)	28,562,622	-	(7,872,461)	-
3,117,388	(4,296,754)	(6,539,562)	(8,658,602)	-
<b>(23,956,522)</b>	<b>(22,536,630)</b>	<b>(21,347,011)</b>	<b>(19,887,274)</b>	<b>(18,990,595)</b>
22,120,583	45,425,866	13,541,429	4,416,269	21,470,401
495,094,755	449,668,889	436,127,460	431,711,191	410,240,790
<b>517,215,338</b>	<b>495,094,755</b>	<b>449,668,889</b>	<b>436,127,460</b>	<b>431,711,191</b>
20,124,316	11,829,794	11,179,323	9,726,446	9,044,122
3,546,100	3,270,225	2,987,703	2,946,540	2,972,544
31,306,694	37,865,971	1,715,660	7,570,596	51,514,504
(23,956,522)	(22,536,630)	(21,347,011)	(19,887,274)	(18,990,595)
(922)	(38,869)	1,431	255	-
(571,762)	(497,598)	(208,857)	(385,706)	-
(1,085,787)	-	-	-	-
29,362,117	29,892,893	(5,671,751)	(29,143)	44,540,575
366,920,004	337,027,111	342,698,862	342,728,005	298,187,430
<b>396,282,121</b>	<b>366,920,004</b>	<b>337,027,111</b>	<b>342,698,862</b>	<b>342,728,005</b>
<b>\$ 120,933,217</b>	<b>\$ 128,174,751</b>	<b>\$ 112,641,778</b>	<b>\$ 93,428,598</b>	<b>\$ 88,983,186</b>
76.6%	74.1%	75.0%	78.6%	79.4%
\$ 33,295,304	\$ 32,433,252	\$ 31,451,701	\$ 32,835,473	\$ 33,220,696
363.2%	395.2%	358.1%	284.5%	267.9%

**CITY OF OCEANSIDE, CALIFORNIA**  
**Miscellaneous and Safety Plans**  
**Schedule of Plan Contributions**  
**As of June 30, for the Last Ten Fiscal Years**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
<b><u>Miscellaneous Plan:</u></b>				
Actuarially Determined Contribution	\$ 14,845,506	\$ 15,061,894	\$ 14,061,545	\$ 13,499,162
Contribution in Relation to the Actuarially Determined Contribution	<u>(18,424,132)</u>	<u>(16,479,872)</u>	<u>(16,091,130)</u>	<u>(14,997,947)</u>
Contribution Deficiency (Excess)	<u>\$ (3,578,626)</u>	<u>\$ (1,417,978)</u>	<u>\$ (2,029,585)</u>	<u>\$ (1,498,785)</u>
Covered Payroll	\$ 45,118,186	\$ 45,034,679	\$ 42,693,858	\$ 41,376,768
Contributions as a Percentage of Covered Payroll	40.8%	36.6%	37.7%	36.2%
<b><u>Safety Plan:</u></b>				
Actuarially Determined Contribution	\$ 17,952,730	\$ 17,574,947	\$ 15,800,084	\$ 14,783,534
Contribution in Relation to the Actuarially Determined Contribution	<u>(20,487,108)</u>	<u>(21,287,525)</u>	<u>(17,528,188)</u>	<u>(19,810,064)</u>
Contribution Deficiency (Excess)	<u>\$ (2,534,378)</u>	<u>\$ (3,712,578)</u>	<u>\$ (1,728,104)</u>	<u>\$ (5,026,530)</u>
Covered Payroll	\$ 38,539,609	\$ 38,157,071	\$ 36,364,515	\$ 36,364,515
Contributions as a Percentage of Covered Payroll	53.2%	55.8%	48.2%	54.5%

**Notes to Schedule of Plan Contributions:**

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2022-23 were derived from the June 30, 2020 funding valuation report.

Actuarial Cost Method: Entry Age Normal

Amortization Method/Period: For details, see June 30, 2020 Funding Valuation Report

Asset Valuation Method: Fair Value of Assets. For details, see June 30, 2020 Funding Valuation Report

Inflation: 2.50%

Salary Increases: Varies by Entry Age and Service

Payroll Growth: 2.75%

Investment Rate of Return: 7.00% (net of plan investment and administrative expenses; includes inflation)

Retirement Age: The probabilities of retirement are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015.

Mortality: The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. Post-retirement mortality rates include 15 years of projected on-going mortality improvement using 90% of Scale MP 2016 published by the Society of Actuaries.

For previous years' information, refer to past Annual Comprehensive Financial Reports.

2020	2019	2018	2017	2016	2015
\$ 12,592,782	\$ 11,356,512	\$ 10,360,741	\$ 9,315,364	\$ 8,640,705	\$ 7,450,463
(14,923,305)	(13,180,051)	(11,789,763)	(9,315,364)	(8,640,705)	(7,450,463)
<u>\$ (2,330,523)</u>	<u>\$ (1,823,539)</u>	<u>\$ (1,429,022)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 40,160,749	\$ 39,732,503	\$ 38,280,356	\$ 37,729,027	\$ 35,805,773	\$ 35,092,814
37.2%	33.2%	30.8%	24.7%	24.1%	21.2%
\$ 14,783,534	\$ 13,478,019	\$ 12,911,210	\$ 11,829,794	\$ 11,179,323	\$ 9,726,446
(19,810,064)	(19,254,700)	(20,124,316)	(11,829,794)	(11,179,323)	(9,726,446)
<u>\$ (5,026,530)</u>	<u>\$ (5,776,681)</u>	<u>\$ (7,213,106)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 35,551,829	\$ 34,414,901	\$ 33,295,304	\$ 32,433,252	\$ 31,451,701	\$ 32,835,473
55.7%	55.9%	60.4%	36.5%	35.5%	29.6%

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

	<b>2024</b>	<b>2023</b>	<b>2022</b>
Measurement Date	<u>6/30/2023</u>	<u>6/30/2022</u>	<u>6/30/2021</u>
<b>Total OPEB Liability:</b>			
Service cost	\$ 508,247	\$ 625,250	\$ 536,099
Interest on the total OPEB liability	341,303	228,435	230,984
Actual and expected experience difference	701,899	-	580,073
Changes in assumptions	1,194,721	(1,086,941)	(633,972)
Benefit payments <sup>(2)</sup>	<u>(637,606)</u>	<u>(647,618)</u>	<u>(715,064)</u>
Net change in total OPEB liability	2,108,564	(880,874)	(1,880)
Total OPEB liability - beginning	<u>9,705,999</u>	<u>10,586,873</u>	<u>10,588,753</u>
<b>Total OPEB liability - ending</b>	<b><u>\$ 11,814,563</u></b>	<b><u>\$ 9,705,999</u></b>	<b><u>\$ 10,586,873</u></b>
Plan fiduciary net position as a percentage of the total OPEB liability <sup>(3)</sup>	0.0%	0.0%	0.0%
Covered payroll	\$ 99,548,358	\$ 98,650,048	\$ 90,410,467
Net OPEB liability as a percentage of covered payroll	11.9%	9.8%	11.7%

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

<sup>(1)</sup> Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2018 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

<sup>(2)</sup> Includes value of implicit subsidy

<sup>(3)</sup> The plan is not funded through a qualifying trust; therefore, there is no fiduciary net position to offset the total OPEB liability.

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<b>2021</b>		<b>2020</b>		<b>2019</b>		<b>2018</b>	
6/30/2020		6/30/2019		6/30/2018		6/30/2017	
\$	418,290	\$	384,631	\$	373,428	\$	362,551
	329,520		211,448		175,549		166,455
	-		1,983,780		-		-
	983,188		1,465,479		(244,689)		-
	(695,903)		(280,948)		(245,347)		(231,628)
	1,035,095		3,764,390		58,941		297,378
	9,553,658		5,789,268		5,730,327		5,432,949
<b>\$</b>	<b>10,588,753</b>	<b>\$</b>	<b>9,553,658</b>	<b>\$</b>	<b>5,789,268</b>	<b>\$</b>	<b>5,730,327</b>

	0.0%		0.0%		0.0%		0.0%
\$	81,603,109	\$	79,567,557	\$	76,704,358	\$	63,197,046
	13.0%		12.0%		7.5%		9.1%

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## OTHER GOVERNMENTAL FUNDS

### Special Revenue Funds

The **Asset Seizure Fund** is used to account for funds received from the federal government as a result of seizure of assets from those convicted of violations of drug laws. Funds are used to enhance law enforcement services and activities.

The **Gas Tax and Transportation Fund** is used to account for the maintenance and capital improvements associated with motor vehicle travel. Financing is provided primarily from the City's share of State gasoline taxes.

The **Community Development Block Grant Fund** is used to account for funds received from the Federal Government for use on federally approved projects.

The **Maintenance Districts Fund** is used to account for street lighting and landscape maintenance services. Financing is provided by service charges to benefiting properties.

The **State & Local Asset Seizure Fund** is used to account for funds received from state and local governments as a result of seizure of assets from those convicted of violations of drug laws. Funds are used to enhance law enforcement services and activities.

### Debt Service Funds

The **General Debt Service Fund** is used to account for payment of interest and principal on debt incurred by the City of Oceanside.

The **Oceanside Lighting District** is used to account for payment of interest and principal on capital lease debt incurred by the City of Oceanside.

Special Revenue Funds

	Asset Seizure	Gas Tax and Transportation	Community Development Block Grant	Maintenance Districts	State & Local Asset Seizure
<b>ASSETS</b>					
Cash and investments	\$ 769,794	\$ 6,639,821	\$ -	\$ 2,034,866	\$ 186,879
Receivables (net of allowance for uncollectible):					
Accounts	-	222,365	-	-	-
Taxes	-	1,187,896	-	19,292	-
Grants	-	-	317,741	-	-
Notes and loans	-	-	502,930	-	-
Prepaid costs	-	115	-	-	-
Restricted assets:					
Cash and investments with fiscal agents	-	-	-	-	-
<b>Total assets</b>	<b>769,794</b>	<b>8,050,197</b>	<b>820,671</b>	<b>2,054,158</b>	<b>186,879</b>
<b>LIABILITIES</b>					
Accounts payable	4,855	1,307,621	38,493	62,976	-
Accrued liabilities	-	22,164	3,366	-	-
Due to other funds	-	-	263,663	368,058	-
<b>Total liabilities</b>	<b>4,855</b>	<b>1,329,785</b>	<b>305,522</b>	<b>431,034</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenues	-	222,365	517,729	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>222,365</b>	<b>517,729</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES (DEFICITS)</b>					
Nonspendable	-	115	-	-	-
Restricted	764,939	6,497,932	-	1,623,124	186,879
Unassigned	-	-	(2,580)	-	-
<b>Total fund balances (deficits)</b>	<b>764,939</b>	<b>6,498,047</b>	<b>(2,580)</b>	<b>1,623,124</b>	<b>186,879</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 769,794</b>	<b>\$ 8,050,197</b>	<b>\$ 820,671</b>	<b>\$ 2,054,158</b>	<b>\$ 186,879</b>

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

	<u>Debt Service Funds</u>		
	<u>General Debt Service</u>	<u>Oceanside Lighting District</u>	<u>Total Nonmajor Funds</u>
<b>ASSETS</b>			
Cash and investments	\$ 5,909	\$ 32,429	\$ 9,669,698
Receivables (net of allowance for uncollectible):			
Accounts	-	-	222,365
Taxes	-	-	1,207,188
Grants	-	-	317,741
Notes and loans	-	-	502,930
Prepaid costs	-	-	115
Restricted assets:			
Cash and investments with fiscal agents	4,843	-	4,843
<b>Total assets</b>	<b>10,752</b>	<b>32,429</b>	<b>11,924,880</b>
<b>LIABILITIES</b>			
Accounts payable	-	-	1,413,945
Accrued liabilities	-	-	25,530
Due to other funds	-	-	631,721
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>2,071,196</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenues	-	-	740,094
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>740,094</b>
<b>FUND BALANCES (DEFICITS)</b>			
Nonspendable	-	-	115
Restricted	10,752	32,429	9,116,055
Unassigned	-	-	(2,580)
<b>Total fund balances (deficits)</b>	<b>10,752</b>	<b>32,429</b>	<b>9,113,590</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 10,752</b>	<b>\$ 32,429</b>	<b>\$ 11,924,880</b>

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

	Special Revenue Funds				
	Asset Seizure	Gas Tax and Transportation	Community Development Block Grant	Maintenance Districts	State & Local Asset Seizure
<b>REVENUES</b>					
Administrative and in lieu charges	\$ 49,981	\$ 13,860,432	\$ 2,142,238	\$ 19,747	\$ -
Intergovernmental	-	-	-	3,010,502	120,705
Use of money and property	21,112	243,758	75,903	87,410	7,115
Miscellaneous	-	20,350	-	6,738	-
<b>Total revenues</b>	<b>71,093</b>	<b>14,124,540</b>	<b>2,218,141</b>	<b>3,124,397</b>	<b>127,820</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	297,235	2,010	47,422	-
Public safety	78,511	21,390	75,174	79,795	-
Community development	-	51,112	110,203	-	-
Parks and recreation	-	1,846	800,357	-	-
Public works	-	5,650,610	-	2,639,572	-
Capital outlay	-	9,817,813	391,950	-	-
Debt service:					
Principal	-	-	213,000	37,535	-
Interest and fiscal charges	-	-	38,335	8,084	-
<b>Total expenditures</b>	<b>78,511</b>	<b>15,840,006</b>	<b>1,631,029</b>	<b>2,812,408</b>	<b>-</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(7,418)</b>	<b>(1,715,466)</b>	<b>587,112</b>	<b>311,989</b>	<b>127,820</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	3,185	-
Transfers out	-	(610,000)	-	(622,130)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(610,000)</b>	<b>-</b>	<b>(618,945)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(7,418)</b>	<b>(2,325,466)</b>	<b>587,112</b>	<b>(306,956)</b>	<b>127,820</b>
Fund balances (deficit)-beginning	772,357	8,823,513	(589,692)	1,930,080	59,059
<b>Fund balances (deficit)-ending</b>	<b>\$ 764,939</b>	<b>\$ 6,498,047</b>	<b>\$ (2,580)</b>	<b>\$ 1,623,124</b>	<b>\$ 186,879</b>

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

	<u>Debt Service Funds</u>		
	<u>General Debt Service</u>	<u>Oceanside Lighting District</u>	<u>Total Nonmajor Funds</u>
<b>REVENUES</b>			
Administrative and in lieu charges	\$ -	\$ -	\$ 16,072,398
Intergovernmental	-	-	3,131,207
Use of money and property	22,366,299	-	22,801,597
Miscellaneous	4,647,645	476,219	5,150,952
<b>Total revenues</b>	<b>27,013,944</b>	<b>476,219</b>	<b>47,156,154</b>
<b>EXPENDITURES</b>			
Current:			
General government	-	-	346,667
Public safety	-	-	254,870
Community development	-	-	161,315
Parks and recreation	-	-	802,203
Public works	-	-	8,290,182
Capital outlay	-	-	10,209,763
Debt service:			
Principal	4,800,000	446,383	5,496,918
Interest and fiscal charges	1,339,021	29,836	1,415,276
<b>Total expenditures</b>	<b>6,139,021</b>	<b>476,219</b>	<b>26,977,194</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>20,874,923</b>	<b>-</b>	<b>20,178,960</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	-	3,185
Transfers out	(23,190,927)	-	(24,423,057)
<b>Total other financing sources (uses)</b>	<b>(23,190,927)</b>	<b>-</b>	<b>(24,419,872)</b>
<b>Net change in fund balances</b>	<b>(2,316,004)</b>	<b>-</b>	<b>(4,240,912)</b>
Fund balances (deficit)-beginning	2,326,756	32,429	13,354,502
<b>Fund balances (deficit)-ending</b>	<b>\$ 10,752</b>	<b>\$ 32,429</b>	<b>\$ 9,113,590</b>

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

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	<b>Budget Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Administration and in lieu charges	\$ 12,500	\$ 12,500	\$ 49,981	\$ 37,481
Use of money and property	4,500	4,500	21,112	16,612
<b>Total revenues</b>	<b>17,000</b>	<b>17,000</b>	<b>71,093</b>	<b>54,093</b>
<b>EXPENDITURES</b>				
Current:				
Public safety	347,000	347,000	78,511	268,489
<b>Total expenditures</b>	<b>347,000</b>	<b>347,000</b>	<b>78,511</b>	<b>268,489</b>
<b>Net change in fund balances</b>	<b>\$ (330,000)</b>	<b>\$ (330,000)</b>	<b>(7,418)</b>	<b>\$ 322,582</b>
Fund balances-beginning			772,357	
<b>Fund balances-ending</b>			<b>\$ 764,939</b>	

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

	<b>Budget Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Administrative and in lieu charges	\$ 15,422,238	\$ 10,903,698	\$ 13,860,432	\$ 2,956,734
Use of money and property	22,526	22,526	243,758	221,232
Miscellaneous	-	20,250	20,350	100
<b>Total revenues</b>	<b>15,444,764</b>	<b>10,946,474</b>	<b>14,124,540</b>	<b>3,178,066</b>
<b>EXPENDITURES</b>				
Current:				
General government	93,025	50,025	297,235	(247,210)
Public safety	13	13	21,390	(21,377)
Community development	-	-	51,112	(51,112)
Parks and recreation	-	-	1,846	(1,846)
Public works	5,396,398	8,093,059	5,650,610	2,442,449
Capital outlay	7,275,119	15,814,165	9,817,813	5,996,352
<b>Total expenditures</b>	<b>12,764,555</b>	<b>23,957,263</b>	<b>15,840,006</b>	<b>8,117,257</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>2,680,209</b>	<b>(13,010,789)</b>	<b>(1,715,466)</b>	<b>11,295,323</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(610,000)	(610,000)	(610,000)	-
<b>Total other financing sources (uses)</b>	<b>(610,000)</b>	<b>(610,000)</b>	<b>(610,000)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 2,070,209</b>	<b>\$ (13,620,789)</b>	<b>(2,325,466)</b>	<b>\$ 11,295,323</b>
Fund balances-beginning			8,823,513	
<b>Fund balances-ending</b>			<b>\$ 6,498,047</b>	

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

	<b>Budget Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Administrative and in lieu charges	\$ 1,715,419	\$ 2,543,869	\$ 2,142,238	\$ (401,631)
Use of money and property	41,001	41,001	75,903	34,902
<b>Total revenues</b>	<b>1,756,420</b>	<b>2,584,870</b>	<b>2,218,141</b>	<b>(366,729)</b>
<b>EXPENDITURES</b>				
Current:				
General government	8,021	8,021	2,010	6,011
Public safety	42,870	159,245	75,174	84,071
Community development	82,418	300,945	110,203	190,742
Parks and recreation	1,371,752	1,006,869	800,357	206,512
Capital outlay	-	828,431	391,950	436,481
Debt service:				
Principal	213,000	213,000	213,000	-
Interest and fiscal charges	38,335	38,335	38,335	-
<b>Total expenditures</b>	<b>1,756,396</b>	<b>2,554,846</b>	<b>1,631,029</b>	<b>923,817</b>
<b>Net change in fund balances</b>	<b>\$ 24</b>	<b>\$ 24</b>	<b>587,112</b>	<b>\$ 587,088</b>
Fund deficit-beginning			(589,692)	
<b>Fund deficit-ending</b>			<b>\$ (2,580)</b>	

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

	<b>Budget Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Intergovernmental	\$ 2,939,358	\$ 2,945,658	\$ 3,010,502	\$ 64,844
Administrative and in lieu charges	16,816	16,816	19,747	2,931
Use of money and property	9,846	9,846	87,410	77,564
Miscellaneous	5,000	5,000	6,738	1,738
<b>Total revenues</b>	<b>2,971,020</b>	<b>2,977,320</b>	<b>3,124,397</b>	<b>147,077</b>
<b>EXPENDITURES</b>				
Current:				
General government	-	-	47,422	(47,422)
Public safety	-	32,935	79,795	(46,860)
Public works	2,546,409	3,012,444	2,639,572	372,872
Debt service:				
Principal	572	3,757	37,535	(33,778)
Interest and fiscal charges	-	-	8,084	(8,084)
<b>Total expenditures</b>	<b>2,546,981</b>	<b>3,049,136</b>	<b>2,812,408</b>	<b>236,728</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>424,039</b>	<b>(71,816)</b>	<b>311,989</b>	<b>383,805</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	3,185	3,185	-
Transfers out	(622,130)	(622,130)	(622,130)	-
<b>Total other financing sources (uses)</b>	<b>(622,130)</b>	<b>(618,945)</b>	<b>(618,945)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (198,091)</b>	<b>\$ (690,761)</b>	<b>(306,956)</b>	<b>\$ 383,805</b>
Fund balances-beginning			1,930,080	
<b>Fund balances-ending</b>			<b>\$ 1,623,124</b>	

**CITY OF OCEANSIDE, CALIFORNIA**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual**  
**State and Local Asset Seizure**  
**For the Year Ended June 30, 2024**

	<b>Budget Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Intergovernmental	\$ 6,700	\$ 6,700	\$ 120,705	\$ 114,005
Use of money and property	-	-	7,115	7,115
<b>Total revenues</b>	<b>6,700</b>	<b>6,700</b>	<b>127,820</b>	<b>121,120</b>
<b>EXPENDITURES</b>				
Current:				
Public safety	6,700	6,700	-	6,700
<b>Total expenditures</b>	<b>6,700</b>	<b>6,700</b>	<b>-</b>	<b>6,700</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>127,820</b>	<b>\$ 127,820</b>
Fund balances (deficit)-beginning			59,059	
<b>Fund balances (deficit)-ending</b>			<b>\$ 186,879</b>	

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

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Charges for services	\$ 500,000	\$ 500,000	\$ 361,930	\$ (138,070)
Use of money and property	64,000	64,000	2,356,852	2,292,852
Developer participation	9,353,888	9,353,888	6,835,230	(2,518,658)
Miscellaneous	1,046,994	1,090,044	1,962,262	872,218
<b>Total revenues</b>	<b>10,964,882</b>	<b>11,007,932</b>	<b>11,516,274</b>	<b>508,342</b>
<b>EXPENDITURES</b>				
Current:				
General government	896,994	896,994	422,475	474,519
Public safety	-	700,000	-	700,000
Community development	327,263	327,263	332,985	(5,722)
Public works	1,627,357	2,102,911	543,223	1,559,688
Capital outlay	23,373,556	89,354,779	30,352,026	59,002,753
Debt service:				
Interest and fiscal charges	-	-	267	(267)
<b>Total expenditures</b>	<b>26,225,170</b>	<b>93,381,947</b>	<b>31,650,976</b>	<b>61,730,971</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(15,260,288)</b>	<b>(82,374,015)</b>	<b>(20,134,702)</b>	<b>62,239,313</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	11,165,550	11,324,049	32,174,071	20,850,022
Transfers out	(50,000)	(8,092,067)	(8,096,279)	(4,212)
<b>Total other financing sources (uses)</b>	<b>11,115,550</b>	<b>3,231,982</b>	<b>24,077,792</b>	<b>20,845,810</b>
<b>Net change in fund balances</b>	<b>\$ (4,144,738)</b>	<b>\$ (79,142,033)</b>	<b>3,943,090</b>	<b>\$ 83,085,123</b>
Fund balances-beginning			75,940,218	
<b>Fund balances-ending</b>			<b>\$ 79,883,308</b>	

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

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Use of money and property	\$ 1,401,825	\$ 1,401,825	\$ 22,366,299	\$ 20,964,474
Miscellaneous	4,647,645	4,647,645	4,647,645	-
<b>Total revenues</b>	<b>6,049,470</b>	<b>6,049,470</b>	<b>27,013,944</b>	<b>20,964,474</b>
<b>EXPENDITURES</b>				
Debt service:				
Principal	4,800,000	4,800,000	4,800,000	-
Interest and fiscal charges	1,249,470	1,249,470	1,339,021	(89,551)
<b>Total expenditures</b>	<b>6,049,470</b>	<b>6,049,470</b>	<b>6,139,021</b>	<b>(89,551)</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>-</b>	<b>-</b>	<b>20,874,923</b>	<b>20,874,923</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	-	(2,341,205)	(23,190,927)	(20,849,722)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(2,341,205)</b>	<b>(23,190,927)</b>	<b>(20,849,722)</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ (2,341,205)</b>	<b>(2,316,004)</b>	<b>\$ 25,201</b>
Fund balances-beginning			2,326,756	
<b>Fund balances (deficit)-ending</b>			<b>\$ 10,752</b>	

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

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Miscellaneous	\$ 476,219	\$ 476,219	\$ 476,219	\$ -
<b>Total revenues</b>	<b>476,219</b>	<b>476,219</b>	<b>476,219</b>	<b>-</b>
<b>EXPENDITURES</b>				
Debt service:				
Principal	446,383	446,383	446,383	-
Interest and fiscal charges	29,836	29,836	29,836	-
<b>Total expenditures</b>	<b>476,219</b>	<b>476,219</b>	<b>476,219</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
Fund balances-beginning			32,429	
<b>Fund balances-ending</b>			<b>\$ 32,429</b>	

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## INTERNAL SERVICE FUNDS

The **Loss Prevention Fund** is used to account for the costs of the City's risk management and self-insurance programs. Funds are provided primarily from charges to programs and projects.

The **General Services Fund** is used to account for the costs of maintenance of automotive equipment, City buildings, and the costs of technology and communication operations. Funds are provided from charges to programs and projects.

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

	<b>Loss Prevention</b>	<b>General Services</b>	<b>Total Internal Service Funds</b>
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 37,629,521	\$ 36,821,609	\$ 74,451,130
Receivables (net of uncollectibles):			
Accounts	10,493	9,188	19,681
Prepaid costs	7,372	668,427	675,799
Inventories	-	391,636	391,636
Total current assets	<u>37,647,386</u>	<u>37,890,860</u>	<u>75,538,246</u>
Noncurrent:			
Due from other funds	-	312,890	312,890
Capital assets, net	-	15,418,642	15,418,642
Total noncurrent assets	<u>-</u>	<u>15,731,532</u>	<u>15,731,532</u>
<b>Total assets</b>	<b><u>37,647,386</u></b>	<b><u>53,622,392</u></b>	<b><u>91,269,778</u></b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension-related	340,914	3,364,707	3,705,621
<b>Total deferred outflows of resources</b>	<b><u>340,914</u></b>	<b><u>3,364,707</u></b>	<b><u>3,705,621</u></b>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	61,822	1,129,321	1,191,143
Accrued liabilities	17,035	1,554,346	1,571,381
Accrued interest	-	469,070	469,070
Leases	-	344,401	344,401
Subscriptions	-	357,022	357,022
Claims and judgments	7,279,163	-	7,279,163
Compensated absences	2,567	62,455	65,022
Total current liabilities	<u>7,360,587</u>	<u>3,916,615</u>	<u>11,277,202</u>
Noncurrent liabilities:			
Leases	-	2,411,033	2,411,033
Subscriptions	-	258,936	258,936
Claims and judgments	24,844,094	-	24,844,094
Compensated absences	44,805	820,529	865,334
Net pension liability	741,147	8,302,367	9,043,514
Total noncurrent liabilities	<u>25,630,046</u>	<u>11,792,865</u>	<u>37,422,911</u>
<b>Total liabilities</b>	<b><u>32,990,633</u></b>	<b><u>15,709,480</u></b>	<b><u>48,700,113</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension-related	9,313	86,290	95,603
<b>Total deferred inflows of resources</b>	<b><u>9,313</u></b>	<b><u>86,290</u></b>	<b><u>95,603</u></b>
<b>NET POSITION</b>			
Net investment in capital assets	-	12,047,250	12,047,250
Unrestricted	4,988,354	29,144,079	34,132,433
<b>Total net position</b>	<b><u>\$ 4,988,354</u></b>	<b><u>\$ 41,191,329</u></b>	<b><u>\$ 46,179,683</u></b>

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

	<b>Loss Prevention</b>	<b>General Services</b>	<b>Total Internal Service Funds</b>
<b>OPERATING REVENUES</b>			
Charges for Services	\$ 13,060,703	\$ 79,466,821	\$ 92,527,524
Miscellaneous	3,503,013	162,739	3,665,752
<b>Total operating revenues</b>	<b>16,563,716</b>	<b>79,629,560</b>	<b>96,193,276</b>
<b>OPERATING EXPENSES</b>			
Administration and general	759,672	57,695,574	58,455,246
Maintenance and operations	16,314,951	12,374,828	28,689,779
Depreciation/amortization	-	3,935,909	3,935,909
<b>Total operating expenses</b>	<b>17,074,623</b>	<b>74,006,311</b>	<b>91,080,934</b>
<b>Operating income (loss)</b>	<b>(510,907)</b>	<b>5,623,249</b>	<b>5,112,342</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Interest expense	-	(48,852)	(48,852)
Gain (loss) on disposal of assets	-	(21,244)	(21,244)
<b>Total nonoperating revenues (expenses)</b>	<b>-</b>	<b>(70,096)</b>	<b>(70,096)</b>
<b>Income (loss) before transfers</b>	<b>(510,907)</b>	<b>5,553,153</b>	<b>5,042,246</b>
Transfers in	1,212,186	923,486	2,135,672
Transfers out	(702,342)	(1,324,447)	(2,026,789)
<b>Change in net position</b>	<b>(1,063)</b>	<b>5,152,192</b>	<b>5,151,129</b>
Net position-beginning	4,989,417	36,039,137	41,028,554
<b>Net position-ending</b>	<b>\$ 4,988,354</b>	<b>\$ 41,191,329</b>	<b>\$ 46,179,683</b>

**CITY OF OCEANSIDE, CALIFORNIA**  
**Combining Statement of Cash Flows**  
**Proprietary Funds**  
**Internal Service Funds**  
**For the Year Ended June 30, 2024**

	<b>Loss Prevention</b>	<b>General Services</b>	<b>Totals</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from interfund charges	\$ 16,742,729	\$ 79,630,268	\$ 96,372,997
Payments to suppliers and service providers	(17,054,205)	(69,200,883)	(86,255,088)
Payments to employees for salaries and benefits	-	-	-
Other receipts (payments)	3,974,443	-	3,974,443
<b>Net cash provided by (used for) operating activities</b>	<b>3,662,967</b>	<b>10,429,385</b>	<b>14,092,352</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers from other funds	1,212,186	923,486	2,135,672
Transfers to other funds	(702,342)	(1,324,447)	(2,026,789)
<b>Net cash provided by (used for) noncapital financing activities</b>	<b>509,844</b>	<b>(400,961)</b>	<b>108,883</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Acquisition and construction of capital assets	-	(6,081,034)	(6,081,034)
Proceeds from sales of assets	-	(21,244)	(21,244)
<b>Net cash provided by (used for) capital and related financing activities</b>	<b>-</b>	<b>(6,102,278)</b>	<b>(6,102,278)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>4,172,811</b>	<b>3,926,146</b>	<b>8,098,957</b>
Cash and cash equivalents-beginning	33,456,710	32,895,463	66,352,173
<b>Cash and cash equivalents-ending</b>	<b>\$ 37,629,521</b>	<b>\$ 36,821,609</b>	<b>\$ 74,451,130</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES</b>			
Operating income (loss)	\$ (510,907)	\$ 5,623,249	\$ 5,112,342
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation/amortization expense	-	3,935,909	3,935,909
(Increase) decrease in accounts receivable	179,013	708	179,721
(Increase) decrease in inventories	-	(5,852)	(5,852)
(Increase) decrease in prepaid items	2,248	112,986	115,234
Increase (decrease) in accounts payable	18,170	762,385	780,555
Increase (decrease) in accrued liabilities	435	(89,021)	(88,586)
Increase (decrease) in compensated absences	(12,915)	(93,954)	(106,869)
Increase (decrease) in claims and judgments	3,974,443	-	3,974,443
Increase (decrease) in pension and related items	12,480	182,975	195,455
Total adjustments	4,173,874	4,806,136	\$ 8,980,010
<b>Net cash provided by (used for) operating activities</b>	<b>\$ 3,662,967</b>	<b>\$ 10,429,385</b>	<b>\$ 14,092,352</b>

## CUSTODIAL FUNDS

The **Special Assessment District Fund** is used to account for special assessment collections and their disbursement to bondholders.

The **Deposit Fund** is used to account for assets received and held by the City as an agent for individuals, developers, private organizations, and other governmental agencies.

**CITY OF OCEANSIDE, CALIFORNIA**  
**Combining Statement of Fiduciary Net Position**  
**Fiduciary Funds - Custodial Funds**  
**June 30, 2024**

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	<b>Special Assessment District</b>	<b>Deposit</b>	<b>Total Custodial Funds</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 11,697	\$ 12,138,042	\$ 12,149,739
Investments at fair value:			
Money market mutual funds	8,424,682	-	8,424,682
Receivables:			
Taxes	15,615	-	15,615
<b>Total assets</b>	<b>8,451,994</b>	<b>12,138,042</b>	<b>20,590,036</b>
<b>LIABILITIES</b>			
Accounts payable	-	100,788	100,788
<b>Total liabilities</b>	<b>-</b>	<b>100,788</b>	<b>100,788</b>
<b>NET POSITION</b>			
Restricted for:			
Individuals, organizations, and other governments	8,451,994	12,037,254	20,489,248
<b>Total net position</b>	<b>\$ 8,451,994</b>	<b>\$ 12,037,254</b>	<b>\$ 20,489,248</b>

**CITY OF OCEANSIDE, CALIFORNIA**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds - Custodial Funds**  
**For the Year Ended June 30, 2024**

	<b>Special Assessment District</b>	<b>Deposit</b>	<b>Total Custodial Funds</b>
<b>ADDITIONS, CALIFORNIA</b>			
Investment earnings:			
Interest	\$ 196,716	\$ -	\$ 196,716
Change in fair value of investments	17,661	-	17,661
Total investment earnings	<u>214,377</u>	<u>-</u>	<u>214,377</u>
Taxes	3,916,389	-	3,916,389
Miscellaneous	-	427,518	427,518
<b>Total additions</b>	<b><u>4,130,766</u></b>	<b><u>427,518</u></b>	<b><u>4,558,284</u></b>
<b>DEDUCTIONS</b>			
Administrative expenses	147,196	-	147,196
Contractual services	63,981	-	63,981
Payments to bondholders	5,270,724	-	5,270,724
Total deductions	<u>5,481,901</u>	<u>-</u>	<u>5,481,901</u>
<b>Net increase (decrease) in fiduciary net position</b>	<b>(1,351,135)</b>	<b>427,518</b>	<b>(923,617)</b>
Net position-beginning	9,803,129	11,609,736	21,412,865
<b>Net position-ending</b>	<b><u>\$ 8,451,994</u></b>	<b><u>\$ 12,037,254</u></b>	<b><u>\$ 20,489,248</u></b>

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## DESCRIPTION OF STATISTICAL SECTION CONTENTS

JUNE 30, 2024

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

### Contents:

Financial Trends these schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity these schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Debt Capacity these schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information these schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

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

**Sources:** Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial report for the relevant year.

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

	Fiscal Year			
	2015	2016	2017	2018
<b>Governmental Activities</b>				
Net investment in capital assets	\$ 266,146,413	\$ 271,158,974	\$ 282,775,916	\$ 284,435,863
Restricted for:				
Debt Service	2,256,538	2,595,789	2,588,474	2,602,920
Capital Projects	33,941,840	41,373,208	33,510,793	39,454,169
Specific Projects and Programs	21,814,282	21,637,543	17,373,883	26,071,742
Total Restricted	<u>58,012,660</u>	<u>65,606,540</u>	<u>53,473,150</u>	<u>68,128,831</u>
Unrestricted	<u>(82,447,190)</u>	<u>(73,967,078)</u>	<u>(50,292,346)</u>	<u>(37,820,563)</u>
Total governmental activities net position	\$ 241,711,883	\$ 262,798,436	\$ 285,956,720	\$ 314,744,131
<b>Business-type Activities</b>				
Net investment in capital assets	\$ 368,135,588	\$ 387,599,614	\$ 403,023,876	\$ 424,457,531
Restricted for:				
Capital projects	47,783,461	56,933,570	74,021,628	71,303,919
Debt service	961,741	769,774	81,447	
Rate stabilization	6,078,455	6,078,455	5,276,131	5,216,020
Unrestricted	<u>92,909,730</u>	<u>85,997,831</u>	<u>84,047,668</u>	<u>93,865,168</u>
Total business-type activities net position	\$ 515,868,975	\$ 537,379,244	\$ 566,450,750	\$ 594,842,638
<b>Primary Government</b>				
Net investment in capital assets	\$ 634,282,001	\$ 658,758,588	\$ 685,799,792	\$ 708,893,394
Restricted	109,926,675	129,388,339	132,852,356	144,648,770
Unrestricted	<u>13,372,182</u>	<u>12,030,753</u>	<u>33,755,322</u>	<u>56,044,605</u>
Total Primary Government net position	<u>\$ 757,580,858</u>	<u>\$ 800,177,680</u>	<u>\$ 852,407,470</u>	<u>\$ 909,586,769</u>

Fiscal Year					
2019	2020	2021	2022	2023	2024
\$ 292,804,444	\$ 273,355,507	\$ 292,811,112	\$ 304,897,452	\$ 305,297,063	\$ 344,203,274
2,679,104	2,312,694	2,325,792	2,252,837	2,359,185	39,476
40,657,178	71,204,587	54,690,174	66,794,232	75,937,878	79,883,308
31,716,726	35,348,199	43,567,128	40,697,730	44,335,262	119,043,899
<u>75,053,008</u>	<u>108,865,480</u>	<u>100,583,094</u>	<u>109,744,799</u>	<u>122,632,325</u>	<u>198,966,683</u>
<u>(28,675,795)</u>	<u>(28,229,714)</u>	<u>(14,242,592)</u>	<u>32,195,494</u>	<u>51,826,790</u>	<u>(4,381,022)</u>
\$ 339,181,657	\$ 353,991,273	\$ 379,151,614	\$ 446,837,745	\$ 479,756,178	\$ 538,788,935
\$ 441,719,343	\$ 443,147,841	\$ 464,187,625	\$ 461,954,191	\$ 482,907,984	\$ 501,624,063
90,962,906	169,779,265	23,607,629	4,856,154	7,695,170	
3,093,211	4,013,180	7,057,251	8,424,127	9,401,301	
<u>87,136,684</u>	<u>24,292,711</u>	<u>171,408,617</u>	<u>214,206,949</u>	<u>215,233,157</u>	<u>254,189,730</u>
\$ 622,912,144	\$ 641,232,997	\$ 666,261,122	\$ 689,441,421	\$ 715,237,612	\$ 755,813,793
\$ 734,523,787	\$ 716,503,348	\$ 756,998,737	\$ 766,851,643	\$ 788,205,047	\$ 845,827,337
169,109,125	282,657,925	131,247,974	123,025,080	139,728,796	198,966,683
58,460,889	(3,937,003)	157,166,025	246,402,443	267,059,947	249,808,708
<u>\$ 962,093,801</u>	<u>\$ 995,224,270</u>	<u>\$ 1,045,412,736</u>	<u>\$ 1,136,279,166</u>	<u>\$ 1,194,993,790</u>	<u>\$ 1,294,602,728</u>

**CITY OF OCEANSIDE, CALIFORNIA**

**Changes in Net Position**

**Last Ten Fiscal Years**

**(accrual basis of accounting)**

	Fiscal Year				
	2015	2016	2017	2018	2019
<b>Expenses</b>					
Governmental activities:					
General government	\$ 16,671,736	\$ 15,552,936	\$ 15,296,527	\$ 25,402,641	\$ 23,705,007
Public safety	80,525,772	83,064,936	84,872,862	88,194,832	95,275,203
Community development	30,564,852	32,224,969	33,709,839	30,724,146	32,323,593
Community/cultural services	12,941,427	13,545,812	14,776,797	18,330,643	16,494,113
Public works	37,084,193	30,968,801	35,778,483	45,262,298	41,646,397
Interest on long-term debt	2,078,438	1,645,159	802,656	649,868	389,984
Total governmental activities	<u>\$ 179,866,418</u>	<u>\$ 177,002,613</u>	<u>\$ 185,237,164</u>	<u>\$ 208,564,428</u>	<u>\$ 209,834,297</u>
Business-type activities:					
Water	56,314,612	55,292,508	55,915,076	61,368,335	62,055,388
Sewer	31,516,720	31,470,309	30,604,682	27,395,744	33,235,157
Waste disposal	19,323,265	19,240,727	19,684,911	20,251,509	21,150,326
Special aviation	83,305	92,086	104,671	84,677	177,315
Oceanside Small Craft Harbor District	1,366,092	1,363,913	1,210,663	1,188,233	1,799,482
Total business-type activities	<u>108,603,994</u>	<u>107,459,543</u>	<u>107,520,003</u>	<u>110,288,498</u>	<u>118,417,668</u>
Total primary government expenses	<u>\$ 288,470,412</u>	<u>\$ 284,462,156</u>	<u>\$ 292,757,167</u>	<u>\$ 318,852,926</u>	<u>\$ 328,251,965</u>
<b>Program Revenues</b>					
Governmental activities:					
Charges for services:					
General government	\$ 9,642,667	\$ 10,588,709	\$ 12,750,353	\$ 10,468,701	\$ 10,248,702
Public safety	8,867,434	7,008,828	7,661,652	8,062,777	8,147,742
Community development	8,400,755	11,865,536	17,649,387	16,112,696	16,493,180
Community/cultural services	840,123	1,912,587	2,097,115	2,192,652	2,292,387
Public works	5,359,055	5,716,976	5,368,106	5,536,544	5,755,385
Operating Grants and Contributions	31,943,724	40,680,408	29,965,637	48,126,396	30,434,781
Capital Grants and Contributions	2,328,368	10,857,618	8,319,217	10,733,561	12,978,753
Total governmental activities program revenues	<u>67,382,126</u>	<u>88,630,662</u>	<u>83,811,467</u>	<u>101,233,327</u>	<u>86,350,930</u>
Business-type activities:					
Charges for services:					
Water	59,703,297	58,870,606	65,750,944	70,911,470	65,950,368
Sewer	46,181,396	44,918,587	45,395,610	44,986,466	48,212,072
Waste disposal	24,473,562	25,093,298	25,505,957	25,901,726	27,066,874
Special aviation	96,131	123,129	113,913	74,644	-
Oceanside Small Craft Harbor District	6,267,995	6,339,274	6,627,547	6,653,343	7,155,443
Operating Grants and Contributions	118,470	-	-	-	75,000
Capital Grants and Contributions	939,000	-	-	-	-
Total business-type activities program revenues	<u>137,779,851</u>	<u>135,344,894</u>	<u>143,393,971</u>	<u>148,527,649</u>	<u>148,459,757</u>
Total primary government program revenues	<u>\$ 205,161,977</u>	<u>\$ 223,975,556</u>	<u>\$ 227,205,438</u>	<u>\$ 249,760,976</u>	<u>\$ 234,810,687</u>
<b>Net (Expense)/Revenue</b>					
Governmental activities	\$ (112,484,292)	\$ (88,371,951)	\$ (101,425,697)	\$ (107,331,101)	\$ (123,483,367)
Business-type activities	29,175,857	27,885,351	35,873,968	38,239,151	30,042,089
Total primary government net expense	<u>\$ (83,308,435)</u>	<u>\$ (60,486,600)</u>	<u>\$ (65,551,729)</u>	<u>\$ (69,091,950)</u>	<u>\$ (93,441,278)</u>

		Fiscal Year							
		2020	2021	2022	2023	2024			
\$	28,450,401	\$	26,937,456	\$	36,610,788	\$	54,095,138	\$	67,293,583
	104,131,430		111,843,498		97,185,812		126,210,197		119,626,400
	37,266,131		37,290,469		36,490,981		52,889,232		57,764,497
	18,567,090		19,154,809		17,325,112		23,388,490		19,311,035
	33,537,113		37,989,756		29,939,017		30,822,832		30,712,164
	1,075,255		869,099		694,184		1,523,768		1,475,835
	<u>\$ 223,027,420</u>		<u>\$ 234,085,087</u>		<u>\$ 218,245,894</u>		<u>\$ 288,929,657</u>		<u>\$ 296,183,514</u>
	64,549,971		68,473,713		65,951,480		77,063,454		78,014,935
	41,018,989		37,389,306		35,361,055		42,044,486		42,063,694
	23,187,100		23,575,875		24,721,163		20,650,115		2,209,212
	163,004		162,563		164,244		204,045		94,688
	1,645,462		1,299,613		1,320,804		1,940,711		1,750,084
	<u>130,564,526</u>		<u>130,901,070</u>		<u>127,518,746</u>		<u>141,902,811</u>		<u>124,132,613</u>
	<u>\$ 353,591,946</u>		<u>\$ 364,986,157</u>		<u>\$ 345,764,640</u>		<u>\$ 430,832,468</u>		<u>\$ 420,316,127</u>
\$	10,542,631	\$	13,528,004	\$	11,725,407	\$	20,589,569	\$	18,942,257
	7,686,860		9,221,437		9,835,472		11,827,483		13,173,319
	15,106,948		13,395,807		23,192,525		23,423,712		18,699,572
	2,167,597		2,222,685		3,233,794		3,728,408		3,991,762
	6,135,002		5,337,965		6,804,014		6,791,253		6,607,001
	35,845,311		45,478,142		60,791,249		61,162,120		75,554,432
	2,938,495		2,939,236		281,407		4,202,415		5,618,013
	<u>80,422,844</u>		<u>92,123,276</u>		<u>115,863,868</u>		<u>131,724,960</u>		<u>142,586,356</u>
	67,368,304		74,905,652		75,603,704		70,341,546		73,315,653
	46,188,366		49,050,370		49,220,381		50,926,217		51,609,610
	29,392,540		30,664,852		31,736,901		28,709,129		10,460,140
	-		93,553		10,307		156,339		149,508
	6,893,952		7,332,074		6,761,134		9,479,312		9,973,931
	-		-		-		-		-
	-		-		-		-		-
	<u>149,843,162</u>		<u>162,046,501</u>		<u>163,332,427</u>		<u>159,612,543</u>		<u>145,508,842</u>
	<u>\$ 230,266,006</u>		<u>\$ 254,169,777</u>		<u>\$ 279,196,295</u>		<u>\$ 291,337,503</u>		<u>\$ 288,095,198</u>
\$	(142,604,576)	\$	(141,961,811)	\$	(102,382,026)	\$	(157,204,697)	\$	(153,597,158)
	19,278,636		31,145,431		35,813,681		17,709,732		21,376,229
	<u>(123,325,940)</u>		<u>(110,816,380)</u>		<u>(66,568,345)</u>		<u>(139,494,965)</u>		<u>(132,220,929)</u>

**CITY OF OCEANSIDE, CALIFORNIA**  
**Changes in Net Position (continued)**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year				
	2015	2016	2017	2018	2019
<b>General Revenues and Other Changes in Net Assets</b>					
Governmental activities:					
Taxes					
Property taxes	\$ 51,170,308	\$ 54,205,419	\$ 57,600,747	\$ 61,606,355	\$ 64,970,213
Sales taxes	21,748,689	22,150,105	22,130,638	22,671,662	26,892,609
Other taxes	14,344,548	14,928,000	15,261,245	16,412,384	17,180,512
Total taxes	87,263,545	91,283,524	94,992,630	100,690,401	109,043,334
Intergovernmental unrestricted					
Investment Earnings	-	-	-	-	-
Developer contributions	-	-	-	-	-
Miscellaneous	14,949,969	14,856,503	16,737,491	19,955,645	25,125,242
Gain/Loss on sale of assets	130,127	-	-	-	-
Extraordinary gain(loss)	33,177,247	-	165,162	-	-
Transfers	10,910,791	12,218,129	13,403,896	17,149,010	13,752,317
Total Governmental activities	146,431,679	118,358,156	125,299,179	137,795,056	147,920,893
Business-type activities:					
Investment Earnings	1,574,239	1,914,261	934,405	1,595,238	6,508,995
Miscellaneous	2,966,379	3,928,786	5,667,029	5,706,509	5,270,739
Gain/Loss on sale of assets	-	-	-	-	-
Transfers	(10,910,791)	(12,218,129)	(13,403,896)	(17,149,010)	(13,752,317)
Total business-type activities:	(6,370,173)	(6,375,082)	(6,802,462)	(9,847,263)	(1,972,583)
Total primary government	\$ 140,061,506	\$ 111,983,074	\$ 118,496,717	\$ 127,947,793	\$ 145,948,310
<b>Change in Net Position</b>					
Governmental activities	33,947,387	29,986,205	23,873,482	30,463,955	24,437,526
Business-type activities:	22,805,684	21,510,269	29,071,506	28,391,888	28,069,506
Total primary government	\$ 56,753,071	\$ 51,496,474	\$ 52,944,988	\$ 58,855,843	\$ 52,507,032

		Fiscal Year							
		2020	2021	2022	2023	2024			
\$	68,425,495	\$	72,749,276	\$	76,746,092	\$	82,330,275	\$	87,422,966
	37,051,161		43,376,175		48,981,223		50,569,762		50,364,555
	15,730,984		17,814,915		24,100,260		26,281,387		28,652,475
	<u>121,207,640</u>		<u>133,940,366</u>		<u>149,827,575</u>		<u>159,181,424</u>		<u>166,439,996</u>
	-		-		-		-		-
	-		-		-		-		-
	23,702,739		19,979,544		6,629,526		16,356,991		48,141,895
	-		-		-		269,437		-
	-		-		-		-		-
	12,503,813		13,202,242		13,611,056		14,315,278		(1,951,946)
	<u>157,414,192</u>		<u>167,122,152</u>		<u>170,068,157</u>		<u>190,123,130</u>		<u>212,629,945</u>
	7,035,432		1,583,481		(6,929,120)		1,382,432		-
	4,510,598		5,501,455		7,906,794		21,019,305		17,248,006
	-		-		-		-		-
	(12,503,813)		(13,202,242)		(13,611,056)		(14,315,278)		1,951,946
	<u>(957,783)</u>		<u>(6,117,306)</u>		<u>(12,633,382)</u>		<u>8,086,459</u>		<u>19,199,952</u>
\$	<u>156,456,409</u>	\$	<u>161,004,846</u>	\$	<u>157,434,775</u>	\$	<u>198,209,589</u>	\$	<u>231,829,897</u>
	14,809,616		25,160,341		67,686,131		32,918,433		59,032,787
	18,320,853		25,028,125		23,180,299		25,796,191		40,576,181
\$	<u>33,130,469</u>	\$	<u>50,188,466</u>	\$	<u>90,866,430</u>	\$	<u>58,714,624</u>	\$	<u>99,608,968</u>

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

	Fiscal Year				
	2015	2016	2017	2018	2019
General Fund					
Nonspendable	\$ 11,113,123	\$ 2,317,462	\$ 2,389,107	\$ 2,657,521	\$ 2,546,455
Restricted	-	-	-	9,993,649	10,537,671
Committed	17,160,366	19,516,594	19,765,583	22,303,807	20,413,909
Assigned	18,835,653	33,527,796	42,489,683	33,134,264	44,579,611
Unassigned	11,844,123	2,129,908	2,099,212	1,107,192	1,541,510
<b>Total General Fund</b>	<b>\$ 58,953,265</b>	<b>\$ 57,491,760</b>	<b>\$ 66,743,585</b>	<b>\$ 69,196,433</b>	<b>\$ 79,619,156</b>
All Other Governmental Funds					
Nonspendable					
Special revenue funds	\$ -	\$ -	\$ 8,169	\$ 936	\$ 8,180
Debt service funds	-	-	-	-	-
Capital projects funds	-	-	585,000	-	-
Total Nomajor Funds	-	-	-	208,807	-
Restricted					
Special revenue funds	13,030,490	14,045,390	10,691,295	12,552,874	12,000,511
Debt service funds	-	2,563,360	-	-	-
Capital projects funds	-	41,373,208	33,510,793	-	-
Total Nomajor Funds	44,982,170	7,624,582	9,271,062	45,582,308	49,265,781
Committed					
Special revenue funds	-	-	-	-	-
Debt service funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Total Nomajor Funds	-	-	-	-	-
Assigned					
Special revenue funds	-	-	-	-	-
Debt service funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Total Nomajor Funds	-	-	-	-	-
Unassigned					
Special revenue funds	-	(2,718,367)	-	-	-
Debt service funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Total Nomajor Funds	(60,012)	(100,689)	(139,423)	(19,556)	(15,789)
<b>Total all other Governmental Funds</b>	<b>\$ 57,952,648</b>	<b>\$ 62,787,484</b>	<b>\$ 53,926,896</b>	<b>\$ 58,325,369</b>	<b>\$ 61,258,683</b>
<b>All Governmental Funds</b>	<b>\$ 116,905,913</b>	<b>\$ 120,279,244</b>	<b>\$ 120,670,481</b>	<b>\$ 127,521,802</b>	<b>\$ 140,877,839</b>

		Fiscal Year							
		2020	2021	2022	2023	2024			
\$	2,482,989	\$	2,601,047	\$	2,659,513	\$	2,666,555	\$	2,247,657
	11,148,456		18,614,390		15,730,926		16,154,547		89,806,411
	20,424,871		21,917,199		23,815,200		23,815,200		26,242,427
	49,106,457		47,731,933		55,893,640		61,591,367		20,684,359
	259,140		16,476,668		17,388,009		14,624,255		3,809,267
<u>\$</u>	<u>83,421,913</u>	<u>\$</u>	<u>107,341,237</u>	<u>\$</u>	<u>115,487,288</u>	<u>\$</u>	<u>118,851,924</u>	<u>\$</u>	<u>142,790,121</u>
\$	6,936	\$	2,444	\$	-	\$	4,578	\$	6,937
	-		-		-		-		-
	-		-		5,392		2,340		-
	-		-		-		12,773		115
	12,622,021		11,570,285		16,785,220		16,595,706		20,160,909
	-		-		-		-		-
	70,584,494		54,181,861		66,518,005		75,937,878		79,883,308
	10,760,835		10,356,513		10,434,421		13,944,194		9,116,055
	-		-		-		-		-
	-		-		-		-		-
	-		-		-		-		-
	-		-		-		-		-
	-		425,066		-		-		-
	-		-		-		-		-
	-		-		-		-		(8,998)
	-		-		-		-		-
	-		-		-		-		-
	(22,836)		(22,818)		(23,597)		(602,465)		(2,580)
<u>\$</u>	<u>93,951,450</u>	<u>\$</u>	<u>76,513,351</u>	<u>\$</u>	<u>93,719,441</u>	<u>\$</u>	<u>105,895,004</u>	<u>\$</u>	<u>109,155,746</u>
<u>\$</u>	<u>177,373,363</u>	<u>\$</u>	<u>183,854,588</u>	<u>\$</u>	<u>209,206,729</u>	<u>\$</u>	<u>224,746,928</u>	<u>\$</u>	<u>251,945,867</u>

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

	Fiscal Year				
	2015	2016	2017	2018	2019
<b>Revenues:</b>					
Taxes	\$ 86,981,734	\$ 92,398,458	\$ 94,992,630	\$ 100,690,401	\$ 109,043,334
Licenses and permits	2,205,931	3,002,897	4,131,518	4,191,893	4,251,308
Intergovernmental	30,517,109	38,274,496	33,782,804	38,036,075	44,027,263
Charges for services	15,745,425	16,484,313	19,128,674	16,801,185	17,382,544
Interest and rentals	8,306,216	10,153,764	11,294,813	14,021,724	17,376,726
Fines and forfeitures	3,947,380	3,636,224	3,582,534	3,880,292	3,500,764
Developer fees	2,068,849	3,278,143	8,315,056	6,402,849	6,379,267
Administrative and in lieu charges	9,273,016	9,402,106	9,329,520	9,224,128	8,922,780
Contribution from Successor Agency	-	6,000,000	-	-	-
Other	9,155,313	9,551,724	6,409,469	6,749,932	7,307,909
Total Revenues	168,200,973	192,182,125	190,967,018	199,998,479	218,191,895
<b>Expenditures:</b>					
General government	15,770,645	15,743,065	15,154,065	23,831,381	23,670,406
Public safety	82,300,876	86,435,756	86,976,976	89,713,361	94,145,443
Community development	28,324,390	32,366,663	31,859,013	28,957,273	31,646,718
Community/cultural services	12,360,663	12,500,483	14,974,123	14,447,165	14,626,737
Public works	20,150,010	21,905,999	23,753,492	28,200,906	26,736,693
Capital outlay	16,402,049	15,235,160	22,636,767	17,133,972	17,184,656
Debt service					
Principal	5,978,373	46,762,743	7,058,009	7,379,072	9,773,404
Interest	2,213,452	1,730,103	1,044,950	897,358	684,032
Lease Principal	-	-	-	-	-
Bond issuance costs	-	494,230	-	-	-
Total Expenditures	183,500,458	233,174,202	203,457,395	210,560,488	218,468,089
Excess of Revenues over (under) expenditures	(15,299,485)	(40,992,077)	(12,490,377)	(10,562,009)	(276,194)
<b>Other Financing Sources (Uses)</b>					
Issuance of refunding debt	-	40,355,000	-	-	-
Bond premium	-	606,016	-	-	-
Loan proceeds	-	-	-	155,494	2,213,000
Proceed from sale of real property	786,000	-	-	-	-
Transfers in	20,692,139	17,429,585	21,222,539	23,186,875	20,843,662
Transfers out	(5,898,152)	(5,125,541)	(7,625,727)	(5,929,039)	(5,107,346)
Leases and subscription					
Total other financing sources (uses)	15,579,987	53,265,060	13,596,812	17,413,330	17,949,316
Special Items	-	-	-	-	(4,317,085)
Net change in fund balances	\$ 280,502	\$ 12,272,983	\$ 1,106,435	\$ 6,851,321	\$ 13,356,037
Debt Service as a percentage of noncapital expenditures.	4.7%	22.1%	4.4%	4.1%	5.0%

		Fiscal Year							
		2020	2021	2022	2023	2024			
\$	121,207,640	\$	133,940,366	\$	149,827,575	\$	159,181,424	\$	166,440,011
	4,026,620		4,107,260		5,032,452		5,454,370		5,339,708
	37,530,692		45,312,258		61,495,612		62,394,356		64,371,223
	16,997,079		21,328,703		20,302,134		30,345,000		31,587,220
	17,135,129		13,524,189		36,503		9,145,161		42,861,670
	3,626,249		2,813,321		4,328,201		4,254,783		4,097,925
	5,533,286		3,415,954		13,270,985		11,431,874		7,480,727
	9,705,714		9,835,445		10,206,948		12,206,364		25,530,287
	-		-		-		-		-
	6,993,475		8,134,023		8,318,636		9,277,605		7,944,179
	<u>222,755,884</u>		<u>242,411,519</u>		<u>272,819,046</u>		<u>303,690,937</u>		<u>355,652,950</u>
	28,059,301		26,990,191		39,313,271		43,626,664		43,180,803
	96,112,996		100,966,048		112,458,154		122,380,501		122,920,990
	36,000,774		36,769,892		38,469,459		48,357,949		53,755,628
	15,837,632		16,820,359		16,261,847		18,093,795		20,089,120
	23,396,466		29,219,740		27,642,496		30,257,121		30,383,797
	17,068,010		31,724,752		19,885,294		30,734,601		48,794,036
	7,543,648		5,669,113		6,018,487		7,113,071		6,162,307
	1,155,900		1,098,774		905,674		1,578,021		1,427,220
	-		-		29,023		-		-
	-		-		-		-		-
	<u>225,174,727</u>		<u>249,258,869</u>		<u>260,983,705</u>		<u>302,141,723</u>		<u>326,713,901</u>
	(2,418,843)		(6,847,350)		11,835,341		1,549,214		28,939,049
	-		-		-		-		-
	3,599,190		-		-		-		-
	22,745,000		-		-		59,260		-
	-		-		-		-		-
	55,321,885		26,345,111		31,606,616		43,665,473		50,391,984
	(42,751,708)		(13,016,536)		(18,361,508)		(30,274,458)		(52,452,813)
	-		-		271,692		540,710		320,719
	<u>38,914,367</u>		<u>13,328,575</u>		<u>13,516,800</u>		<u>13,990,985</u>		<u>(1,740,110)</u>
	-		-		-		-		-
\$	<u>36,495,524</u>	\$	<u>6,481,225</u>	\$	<u>25,352,141</u>	\$	<u>15,540,199</u>	\$	<u>27,198,939</u>

4.2%                      3.1%                      3.0%                      3.2%                      2.8%

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**CITY OF OCEANSIDE, CALIFORNIA**  
**Tax Revenues by Source, Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

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<u>Fiscal Year</u>	<u>Property</u>	<u>Sales and Use</u>	<u>Property Transfer</u>	<u>Transient Occupancy</u>	<u>Franchises</u>	<u>Licenses</u>	<u>Total</u>
2015	49,251,587	21,452,095	892,327	5,950,709	4,470,596	2,700,272	84,717,586
2016	51,874,767	23,265,039	1,000,623	6,574,179	4,493,687	2,706,109	89,914,404
2017	55,113,613	22,130,638	1,076,478	7,066,170	4,185,453	2,812,886	92,385,238
2018	58,496,100	22,671,661	1,190,591	7,944,470	4,241,056	3,022,177	97,566,055
2019	63,883,081	24,155,296	1,087,132	8,509,768	4,271,004	3,212,961	105,119,242
2020	67,216,625	37,051,162	1,208,869	7,359,497	4,251,317	3,244,103	120,331,572
2021	71,352,379	43,376,175	1,396,897	9,282,023	4,300,716	3,432,360	133,140,550
2022	74,762,399	48,981,222	1,983,693	14,841,517	4,334,118	3,734,018	148,636,967
2023	81,201,339	50,569,762	1,128,936	16,356,383	4,541,423	4,067,143	157,864,986
2024	87,422,966	50,364,555	1,295,979	17,888,244	4,887,187	4,581,080	166,440,011
Change 2015-2024	77.5%	134.8%	45.2%	200.6%	9.3%	69.7%	96.5%

Source: Financial Services Department, Accounting Division

Note: Revenues are from the General Fund only

**CITY OF OCEANSIDE, CALIFORNIA**  
**Schedule of Assessed Valuation**  
**Last Ten Fiscal Years**

Fiscal Year	ASSESSED VALUATIONS			
	Land	Improvements	Personal Property	Total
2015	8,683,742,020	9,839,413,669	219,813,967	18,742,969,656
2016	9,287,367,799	10,202,305,174	185,365,982	19,675,038,955
2017	9,956,177,981	10,663,321,344	251,412,274	20,870,911,599
2018	10,679,348,905	11,247,074,394	307,972,603	22,234,395,902
2019	11,469,470,694	11,805,171,159	364,425,781	23,639,067,634
2020	12,204,793,720	12,478,771,806	320,497,599	25,004,063,125
2021	12,917,987,608	13,160,603,963	305,789,972	26,384,381,543
2022	13,595,409,230	13,733,436,839	296,940,229	27,625,786,298
2023	14,859,142,249	14,520,211,611	296,491,314	29,675,845,174
2024	16,136,562,439	15,272,796,632	295,402,689	31,704,761,760

Source: County of San Diego

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

\* See Note 17: Successor Agency Trust for Assets of Former Redevelopment Agency

EXEMPTIONS			Net Taxable Value	Realized Tax Rate	Property Tax Revenue
Homeowner's	Tax Increment	All Other			
201,562,704	*	364,331,723	18,177,075,229	0.271 %	49,251,587
198,243,898	*	379,259,306	19,097,535,751	0.272 %	51,874,767
196,660,960	*	405,190,781	20,269,059,858	0.272 %	55,113,613
194,632,977	*	427,420,513	21,612,342,412	0.271 %	58,496,100
194,799,231	*	467,492,508	22,976,775,895	0.278 %	63,883,081
197,019,782	*	521,482,712	24,285,560,631	0.277 %	67,216,625
194,248,295	*	549,615,176	25,640,518,072	0.278 %	71,352,379
189,354,165	*	630,378,446	26,806,053,687	0.279 %	74,762,399
190,103,513	*	634,175,536	28,851,566,125	0.281 %	81,201,339
187,870,848	*	690,314,096	30,826,576,816	0.280 %	86,267,959

**CITY OF OCEANSIDE, CALIFORNIA**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years**

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<u>Fiscal Year</u>	<u>Education</u>	<u>Special Districts Improvements</u>	<u>City of Oceanside</u>	<u>Basic County/ City Rate</u>	<u>Total Tax Rate (1)</u>
2015	0.25185%	0.03146%	0.19287%	1.00000%	1.47618%
2016	0.25120%	0.02942%	0.19282%	1.00000%	1.47344%
2017	0.24331%	0.03020%	0.18912%	1.00000%	1.46263%
2018	0.27054%	0.03104%	0.18914%	1.00000%	1.49072%
2019	0.26562%	0.03100%	0.18924%	1.00000%	1.48586%
2020	0.31539%	0.00350%	0.18924%	1.00000%	1.50813%
2021	0.31851%	0.00350%	0.18927%	1.00000%	1.51128%
2022	0.33068%	0.00350%	0.18934%	1.00000%	1.52352%
2023	0.29213%	0.00350%	0.18934%	1.00000%	1.48497%
2024	0.26384%	0.00350%	0.18942%	1.00000%	1.45676%

(1) In previous years, the report represented a typical tax rate. The report was modified to represent overlapping rates are those of local and county governments that apply to owners within the City. Not all overlapping rates apply to all city property owners.

Source: San Diego County Assessor and HdL Coren & Cone

**CITY OF OCEANSIDE, CALIFORNIA**  
**Principal Property Owners**  
**Current Year and Nine Years Ago**

Principal Tax Payers	2024			2015		
	Assessed Valuation	Rank	% of Total Assessed Valuation	Assessed Valuation	Rank	% of Total Assessed Valuation
Genentech Inc	\$ 450,515,087	1	1.42%			
Oceanside Beach Resort Owner LLC	212,894,988	2	0.67%			
Gilead Sciences Inc	209,129,431	3	0.66%			
3500 Windrift LLC	199,896,074	4	0.63%			
P K II El Camino North LP	145,383,966	5	0.46%			
G F P Oceanside	129,663,817	6	0.41%			
Meadow Woods at Alpine LLC	111,910,320	7	0.35%			
Rexford Industrial Realty LP	110,091,387	8	0.35%			
29SC Sunterra Owner	98,072,159	9	0.31%			
Guardian Piazza Doro LLC	96,132,441	10	0.30%			
Genentech Inc.				\$ 469,571,566	1	2.50%
P K II El Camino North LP				96,982,455	2	0.52%
Guardian Piazza Doro LLC				80,975,000	3	0.43%
Walmart Real Estate Business Trust				76,762,506	4	0.41%
Wyndham Vacation Resorts				65,471,317	5	0.35%
Lakeridge-Island Club Apartments Partners				64,221,430	6	0.34%
Gilead Sciences Inc				62,179,643	7	0.33%
ACP Rancho Del Oro LLC				60,000,000	8	0.32%
Cole of Oceanside California LP				55,842,377	9	0.30%
Prime Mesa LP				54,358,811	10	0.29%
	<u>\$ 1,763,689,670</u>		<u>5.55%</u>	<u>\$ 1,086,365,105</u>		<u>5.81%</u>

Source: San Diego County Assessor and HdL Coren & Cone

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**CITY OF OCEANSIDE, CALIFORNIA**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

Fiscal Year	Taxes Levied for the Fiscal Year (1)	Collected within the Fiscal Year of the Levy		Penalties Interest and Other Years Collections (2)	Total Collections		Delinquent Taxes Receivable	
		Amount (2)	% of Levy		Amount	% of Current Levy	Amount	% of Current Levy
2015	34,914,895	33,431,694	95.8%	163,579	33,595,273	96.2%	988,804	2.8%
2016	36,515,160	35,166,254	96.3%	195,113	35,361,367	96.8%	1,138,605	3.1%
2017	38,597,840	37,385,953	96.9%	162,427	37,548,380	97.3%	1,170,607	3.0%
2018	41,138,189	39,799,843	96.7%	198,037	39,997,880	97.2%	1,095,676	2.7%
2019	43,555,209	42,186,390	96.9%	94,605	42,280,995	97.1%	1,263,595	2.9%
2020	45,895,092	44,216,119	96.3%	179,484	44,395,603	96.7%	1,534,972	3.3%
2021	48,752,161	46,845,370	96.1%	360,408	47,205,778	96.8%	1,546,610	3.2%
2022	50,589,790	48,831,491	96.5%	303,529	49,135,020	97.1%	1,840,999	3.6%
2023	54,304,726	52,592,147	96.8%	20,545	52,612,692	96.9%	1,988,627	3.7%
2024	58,354,040	56,298,845	96.5%	75,423	56,374,268	96.6%	2,120,107	3.6%

Source: County of San Diego

- (1) Taxes Levied does not include Supplemental Assessments, Adjustments/Corrections or Prior Year Escapes.
- (2) Collections do not include Current or Prior Year Supplemental Assessments.

**CITY OF OCEANSIDE, CALIFORNIA**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities						Certificates of Participation
	Pension Obligation Bonds	Redevelopment Bonds	Leases	SBITA	Notes Payable	Lease Revenue Bonds	
2015	33,580,000	*	-	-	7,362,394	-	25,389,486
2016	32,020,000	*	-	-	15,089,652	-	12,770,699
2017	29,435,000	*	-	-	12,458,051	-	10,777,303
2018	26,660,000	*	-	-	9,905,059	-	8,742,118
2019	23,690,000	*	-	-	4,543,353	-	6,649,757
2020	20,440,490	*	-	-	2,159,697	26,177,965	5,061,883
2021	17,023,446	*	-	-	1,961,041	26,144,671	3,435,291
2022	13,258,120	*	390,139	-	1,752,740	26,024,699	1,747,138
2023	9,315,000	*	254,791	1,332,972	1,533,084	25,889,401	-
2024	4,954,861	*	3,303,832	1,307,417	1,255,000	25,314,549	-

<sup>2</sup> Ratios were calculated using Per Capita Personal Income as provided by HDL.

Source: San Diego Association of Governments  
State of California Department of Finance

Revenue Bonds	Business-Type Activities				Loans Payable	Total Primary Government	Percentage of Personal Income <sup>1,2</sup>	Per Capita <sup>1</sup>
	Certificates of Participation	Leases	SBITA					
34,710,680	-	-	-		29,250,858	130,293,418	2.75 %	760
31,114,970	-	-	-		26,773,016	117,768,337	2.45 %	669
28,069,259	-		-		24,248,049	104,987,662	2.14 %	595
24,918,549	-	-	-		21,675,178	91,900,904	1.79 %	518
22,307,838	-	-	-		19,083,824	76,274,772	1.38 %	428
19,602,128	-	-	-		16,501,514	89,943,677	1.54 %	507
46,356,590	-	-	-		30,430,000	125,351,039	2.05 %	709
43,433,278	-	238,559	-		58,822,019	145,666,692	2.22 %	842
41,149,966	-	-	473,492		61,070,963	141,019,669	2.07 %	824
38,797,500	-	-	276,703		58,825,893	134,035,755	1.86 %	782

**CITY OF OCEANSIDE, CALIFORNIA**  
**Ratios of General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

Fiscal Year	Governmental Activities				
	Pension Obligation Bonds	Redevelopment Bonds	Certificates of Participation	Lease Revenue Bonds	Debt Service Fund Balance
2015	33,580,000	*	24,874,361	-	-
2016	32,020,000	*	12,299,360	-	-
2017	29,435,000	*	10,457,952	-	(2,588,474)
2018	26,660,000	*	8,574,755	-	(2,602,920)
2019	23,690,000	*	6,649,757	-	(2,679,104)
2020	20,495,000	*	8,549,358	26,177,965	(2,312,694)
2021	17,050,000	*	6,808,408	26,144,671	(2,325,792)
2022	13,279,060	*	1,747,138	26,024,699	(2,252,837)
2023	9,315,000	*	-	25,889,401	(2,359,185)
2024	4,954,861	*	-	25,314,549	(39,476)

<sup>1</sup> Assessed value has been used because the actual value of taxable property is not readily available in California.

<sup>2</sup> Began breaking out fund balance for Debt Service in 2017

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Net Bonded Debt	Percent of Assessed Value <sup>1</sup>	Per Capita	Total Assessed Valuation	Population
58,454,361	0.31%	342	18,780,841,789	170,791
44,319,360	0.22%	252	19,721,367,813	175,948
37,304,478	0.18%	211	20,914,477,517	176,461
32,631,835	0.15%	184	22,324,441,314	177,362
27,660,653	0.12%	155	23,698,960,502	178,021
52,909,629	0.21%	298	25,030,808,682	177,335
47,677,287	0.18%	270	26,427,955,114	176,754
38,798,060	0.14%	224	27,515,915,555	173,048
32,845,216	0.11%	192	29,645,334,140	171,063
30,229,934	0.10%	176	31,728,131,082	171,483

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**CITY OF OCEANSIDE, CALIFORNIA**  
**Direct and Overlapping Governmental Activities Debt**  
**As of June 30, 2024**

	Total Debt		City's Share of
	6/30/2024	% Applicable (1)	6/30/2024
<b><u>DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT:</u></b>			
Metropolitan Water District	\$ 18,210,000	0.818%	\$ 148,958
Mira Costa Community College District	359,270,000	16.416%	58,977,763
Palomar Community College District	627,562,522	5.138%	32,244,162
Carlsbad Unified School District	290,282,848	1.717%	4,984,157
Oceanside Unified School District	328,021,451	99.808%	327,391,650
Vista Unified School District	216,419,882	32.073%	69,412,349
Bonsall Unified School District	9,604,086	21.492%	2,064,110
City of Oceanside Community Facilities District No. 2000-1	15,925,000	100.000%	15,925,000
City of Oceanside Community Facilities District No. 2001-1	9,495,000	100.000%	9,495,000
City of Oceanside Community Facilities District No. 2001-1, Improvement Area No. 1	3,825,000	100.000%	3,825,000
City of Oceanside Community Facilities District No. 2006-1	7,770,000	100.000%	7,770,000
<b>TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT</b>			<b>\$ 532,238,149</b>
<b><u>DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT:</u></b>			
San Diego County General Fund Obligations	\$ 374,600,000	4.513%	\$ 16,905,698
San Diego County Pension Obligation Bonds	211,225,000	4.513%	9,532,584
San Diego County Superintendent of Schools Certificates of Participation	6,050,000	4.513%	273,037
Mira Costa Community College Certificates of Participation	49,425,000	16.416%	8,113,608
Palomar Community College District Certificates of Participation	1,175,000	5.138%	60,372
Carlsbad Unified School District Certificates of Participation	55,415,000	1.717%	951,476
Vista Unified School District Certificates of Participation	35,555,000	32.073%	11,403,555
Oceanside Unified School District General Fund Obligations	38,090,000	99.808%	38,016,867
Bonsall Unified School District Certificates of Participation	6,004,800	21.492%	1,290,552
<b>City of Oceanside General Fund Obligations</b>	<b>25,314,549</b>	<b>100.000%</b>	<b>25,314,549</b>
<b>City of Oceanside Pension Obligation Bonds</b>	<b>4,954,861</b>	<b>100.000%</b>	<b>4,954,861</b>
<b>City of Oceanside Notes Obligations</b>	<b>1,255,000</b>	<b>100.000%</b>	<b>1,255,000</b>
<b>TOTAL GROSS DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT</b>			<b>\$ 118,072,159</b>
<b><u>OVERLAPPING TAX INCREMENT DEBT (Successor Agency):</u></b>	<b>6,352,773</b>	<b>100.000%</b>	<b>6,352,773</b>
<b>TOTAL DIRECT DEBT</b>			<b>31,524,410</b>
<b>TOTAL OVERLAPPING DEBT</b>			<b>\$ 625,138,671</b>
<b>GROSS COMBINED TOTAL DEBT</b>			<b>\$ 656,663,081</b>

(1) 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.

**Ratios to 2023-24 Assessed Valuation:**

Total Overlapping Tax and Assessment Debt 1.68%

**Ratios to Adjusted Assessed Valuation:**

**Combined Direct Debt (\$48,199,222)** 0.15%

Combined Total Debt 2.12%

**Ratios to Redevelopment Successor Agency Incremental Valuation (\$2,187,143,472):**

Total Overlapping Tax Increment Debt 0.46%

Source: California Municipal Statistics, Inc

**CITY OF OCEANSIDE, CALIFORNIA**  
**Legal Debt Margin Information**  
**Last Ten Years**

	Fiscal Year				
	2015	2016	2017	2018	2019
Assessed valuation	\$ 18,780,841,789	\$ 19,721,367,813	\$ 20,914,477,517	\$ 22,324,441,314	\$ 23,698,960,502
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	4,695,210,447	4,930,341,953	5,228,619,379	5,581,110,329	5,924,740,126
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	704,281,567	739,551,293	784,292,907	837,166,549	888,711,019
Total net debt applicable to limit:					
General & Pension Obligation Bonds	33,580,000	32,020,000	29,435,000	26,660,000	23,690,000
Legal debt margin	670,701,567	707,531,293	754,857,907	810,506,549	865,021,019
Total debt applicable to the limit as a percentage of the debt limit	4.8%	4.3%	3.8%	3.2%	2.7%

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

2020	2021	2022	2023	2024
\$ 25,030,808,682	\$ 26,427,955,114	\$ 27,515,915,555	\$ 29,645,334,140	\$ 31,728,131,082
25%	25%	25%	25%	25%
6,257,702,171	6,606,988,779	6,878,978,889	7,411,333,535	7,932,032,771
15%	15%	15%	15%	15%
938,655,326	991,048,317	1,031,846,833	1,111,700,030	1,189,804,916
20,495,000	17,050,000	13,330,000	9,315,000	4,970,000
918,160,326	973,998,317	1,018,516,833	1,102,385,030	1,184,834,916
2.2%	1.7%	1.3%	0.8%	0.4%

CITY OF OCEANSIDE, CALIFORNIA

Pledged-Revenue Coverage

Last Ten Years

Water Revenue Bonds							
Fiscal Year	Water Revenue	Less Operating Expenses	Net Available Revenue	Debt Service			Coverage
				Principal	Interest	Total	
**2015	61,018,738	55,069,339	5,949,399	1,350,000	860,213	2,210,213	2.69
**2016	60,589,287	54,093,986	6,495,301	1,375,000	833,213	2,208,213	2.94
**2017	69,041,943	54,741,069	14,300,874	1,425,000	778,213	2,203,213	6.49
**2018	73,622,607	60,136,522	13,486,085	1,475,000	721,213	2,196,213	6.14
**2019	68,164,609	61,017,580	7,147,029	1,120,000	662,213	1,782,213	4.01
**2020	69,352,073	63,563,497	5,788,576	1,160,000	617,413	1,777,413	3.26
**2021	78,640,881	66,289,795	12,351,086	1,550,000	1,340,129	2,890,129	4.27
**2022	80,776,285	64,180,159	16,596,126	1,965,000	1,219,163	3,184,163	5.21
**2023	73,293,738	74,508,889	(1,215,151)	1,295,000	1,146,792	2,441,792	(0.50)
**2024	75,591,858	77,369,762	(1,777,904)	1,280,000	1,097,481	2,377,481	(0.75)

Sewer Revenue Bonds							
Fiscal Year	Sewer Revenue	Less Operating Expenses	Net Available Revenue	Debt Service			Coverage
				Principal	Interest	Total	
2015	47,048,104	30,448,939	16,599,165	1,590,000	530,219	2,120,219	7.83
2016	46,371,556	30,470,684	15,900,872	1,615,000	498,419	2,113,419	7.52
2017	47,599,766	29,796,336	17,803,430	1,075,000	433,819	1,508,819	11.80
2018	47,800,364	26,629,434	21,170,930	1,120,000	390,819	1,510,819	14.01
2019	61,017,580	32,660,817	28,356,763	1,160,000	346,019	1,506,019	18.83
2020	48,428,421	40,475,718	7,952,703	1,215,000	299,619	1,514,619	5.25
2021	50,627,290	37,043,401	13,583,889	1,255,000	251,019	1,506,019	9.02
2022	51,783,716	34,967,271	16,816,445	565,000	200,819	765,819	21.96
2023	58,221,356	42,028,915	16,192,441	595,000	172,569	767,569	21.10
2024	54,053,534	41,413,518	12,640,016	620,000	148,769	768,769	16.44

\*Debt coverage improved due to increase in water revenue.

\*\* 1998 Water Bond was fully defeased with the issuance of 2013A Refunding Revenue Bond, FY 2013-14 Principal and interest information is related to the 2013A Refunding Revenue bond

^2013 Sewer Refunding Bond was issued by the City

**CITY OF OCEANSIDE, CALIFORNIA**  
**Demographic and Economic Statistics**  
**Last Ten Years**

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<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income (Millions \$)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2015	170,791	8,470	49,592	6.6%
2016	175,948	9,194	52,256	5.3%
2017	176,461	9,561	54,184	4.8%
2018	177,362	9,963	56,172	3.7%
2019	178,021	10,385	58,335	3.4%
2020	177,335	10,731	60,511	3.3%
2021	176,754	11,308	63,978	10.0%
2022	173,048	11,907	68,809	6.8%
2023	171,063	12,293	71,864	6.8%
2024	171,483	12,770	74,465	4.1%

Sources: State of California Department of Finance, California Economic Development Department and San Diego Association of Governments Service Bureau

**CITY OF OCEANSIDE, CALIFORNIA**  
**Top 25 Sales tax Producers**  
**Current Year and Nine Years Ago**

Business Name	Calendar Year 2023	Calendar Year 2014
	Business Category	Business Category
Albertsons	Grocery Stores	
Arco AM PM	Service Stations	
Best Buy	Electronics/Appliance Stores	
Carmax	Used Automotive Dealers	
Chevron	Service Stations	
Chevron	Service Stations	
Circle K	Service Stations	
Discount Tire	Automotive Supply Stores	
Express Fuel	Service Stations	
G&M	Service Stations	
Home Depot	Building Materials	
In N Out Burger	Quick-Service Restaurants	
Krannich Solar West	Energy/Utilities	
Lowe's	Building Materials	
McDonald's	Quick-Service Restaurants	
Mohsen Oil	Service Stations	
Mossy Nissan	New Motor Vehicle Dealers	
New Flyer of America	Trailers/Auto Parts	
One Source Distributors	Electrical Equipment	
Ross	Family Apparel	
Superior Ready Mix	Contractors	
Target	Discount Dept Stores	
TJ Maxx	Family Apparel	
United Oil	Service Stations	
Walmart Supercenter	Discount Dept Stores	
7 Eleven		Service Stations
Albertsons		Grocery Stores
Arco AM PM		Service Stations
Best Buy		Electronics/Appliance Stores
Chevron		Service Stations
Circle K		Service Stations
CVS Pharmacy		Drug Stores
Express Fuel		Service Stations
G&M		Service Stations
Home Depot		Building Materials
Kohls		Department Stores
Lowe's		Building Materials
McDonalds		Quick-Service Restaurants
Melrose Shell		Service Stations
Mission Gas & Mini Mart		Service Stations
Mohsen Oil		Service Stations
Mossy Nissan		New Motor Vehicle Dealers
MWI Plumbers Supply		Plumbing/Electrical Supplies
OneSource Supply Solutions		Energy/Utilities
Ralphs		Grocery Stores
Ross		Family Apparel
Stater Bros		Grocery Stores
Target		Discount Dept Stores
United Oil		Service Stations
Walmart Supercenter		Discount Dept Stores

Percent of Fiscal Year Total Paid by  
Top 25 Accounts

40%

41%

\* Firms listed alphabetically

Source: HdL Coren & Cone

**CITY OF OCEANSIDE, CALIFORNIA**  
**Full-time Equivalent City Government Employees by Function/Program**  
**Last Ten Years**

Function	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Government	117	124	118	101	102	104	104	104	154	159
Public Safety										
Police	321	322	327	325	325	327	328	326	324	303
Fire	131	130	126	126	127	142	142	146	139	152
Public Works	88	88	93	113	113	113	113	113	119	120
Development Services	54	58	60	58	58	58	59	74	78	76
Neighborhood Services	56	57	58	60	60	60	60	26	25	27
Parks and Recreation	0	0	0	0	0	0	-	21	23	24
Economic & Community Development	2	2	4	4	4	4	4	3	3	3
Library	26	27	27	27	27	26	26	27	28	31
Water Utilities	144	144	147	152	151	150	150	162	163	165
<b>Total</b>	<b>939</b>	<b>952</b>	<b>960</b>	<b>966</b>	<b>967</b>	<b>984</b>	<b>985</b>	<b>1,002</b>	<b>1,056</b>	<b>1,061</b>

Note:

Source: Financial Services Department- Authorized Positions

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**CITY OF OCEANSIDE, CALIFORNIA**  
**Operating Indicators by Function/Program**  
**Last Ten Fiscal Years**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	
Police										
Arrests	6,031	5,021	5,426	5,505	5,993	5,794	5,018	4,207	4,091	
Citations	15,910	13,654	15,462	7,098	8,368	11,469	12,577	6,856	10,255	
Fire										
Number of Emergency Calls	19,777	20,430	21,009	21,408	20,913	21,157	21,202	22,301	24,130	
Inspections	3,155	2,491	3,057	4,002	3,642	3,335	3,296	3,496	3,995	
Public Works										
Street Resurfacing (lane miles)	52	49	3	40	9	8	34	29	48	
Water										
Average Daily Consumption (million gallons)	25	19	20	22	19	18	18	18	18	
Wastewater										
Average Daily Sewage Treatment (million gallons)	11	11	12	10	10	10	10	10	11	
Recreation										
Number of Recreation Classes (quarterly)	130	145	165	170	160	100	118	130	160	
Library										
Total Volumes in Collection	259,442	200,211	197,529	196,732	194,443	192,724	166,495	169,788	172,806	
Total Volumes Loaned	491,451	453,213	398,206	405,474	412,925	256,277	305,983	411,366	439,658	

Source: Various City Departments

**CITY OF OCEANSIDE, CALIFORNIA**  
**Capital Asset Statistics by Function**  
**Last Ten Fiscal Years**

	Fiscal Year				
	2015	2016	2017	2018	2019
Police					
Number of Police Stations	1	1	1	1	1
Fire					
Number of Fire Stations	8	8	8	8	8
Number of Engine Companies	6	6	6	6	6
Number of Truck/Rescue Companies	2	2	2	2	2
Number of Ambulances	4	5	5	5	5
Public Works					
Miles of Streets:	480	480	480	480	480
Number of Street Lights (City Owned):	8,546	8,546	8,546	8,546	8,377
Utilities:					
Miles of Lines and Mains	580	593	591	591	591
Number of Wastewater Treatment Plants	2	2	2	2	2
Miles of Sewers	450	460	480	480	480
Recreation and Cultural:					
Number of Parks (Improved and Unimproved)	33	33	33	33	33
Area of Parks (In Acres)	810	810	810	810	810
Recreation & Senior Centers	6	6	6	6	6
Pools	2	2	2	2	2
Number of Libraries	2	2	2	2	2
Number of Library Outlets	3	3	3	3	3
Number of Bookmobiles	2	2	2	2	2
Computer Terminals for Internet Access (Public)	87	75	66	60	60
Number of Visitors to Library	483,521	476,019	434,489	519,859	511,244

Source: Various City Departments

Fiscal Year				
2020	2021	2022	2023	2024
1	1	1	1	1
8	8	8	8	8
8	8	8	8	8
1	1	1	1	1
5.5	6	6	7	7
480	480	480	480	480
8,400	8,400	8,400	8,400	8,399
591	656	662	660	661
2	2	2	2	2
450	510	522	508	510
33	33	33	33	33
810	812	812	812	812
6	6	6	6	6
2	3	3	3	3
2	2	2	3	4
3	3	3	4	6
2	2	2	2	2
60	20	40	47	70
321,109	88,489	293,546	352,848	395,078

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