



2020

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2020



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1985 - 2020



Cosumnes Community Services District

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COSUMNES COMMUNITY SERVICES DISTRICT

STATE OF CALIFORNIA

**The Cosumnes Community Services District is the Local Government Provider of
Fire & Emergency Services and Parks & Recreation Services**

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Prepared by:

Finance Division

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Terry Parsons, Accounting Assistant

Ashika Kumar, Accounting Assistant

Cosumnes Community Services District

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December 31, 2020

Honorable Board of Directors
Cosumnes Community Services District

The Comprehensive Annual Financial Report of the Cosumnes Community Services District (District) for the fiscal year ended June 30, 2020, is hereby submitted. State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2020.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The District's accounting records for governmental funds are maintained on the modified accrual basis of accounting. This essentially involves the recording of revenues when they become measurable and available and the recording of expenditures when goods and services are received and the related liability incurred.

Badawi and Associates, Certified Public Accountants, have issued an unmodified ("clean") opinion on the Cosumnes Community Services District's financial statements for the fiscal year ended June 30, 2020. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The District is a political subdivision of the State of California. The Elk Grove Community Services District was established under Government Code Sections 56261.1 and 56439(c) on July 1, 1985, by a reorganization resulting in the dissolution of the Elk Grove Fire Protection District and the Elk Grove Recreation and Park District. In 2006, a reorganization of the Elk Grove CSD and the Galt Fire Protection District resulted in the creation of the Cosumnes Community Services District. This change expanded the delivery of CSD fire protection and emergency medical services from the Elk Grove Region to the City of Galt and additional unincorporated areas in south Sacramento County. The governing body of the District is a five-member Board of Directors elected at large to four-year staggered terms. Day-to-day operations are overseen by the District's General Manager.

The District provides fire protection services including fire suppression, fire prevention, inspection, plan checking and public education programs and provides emergency medical services, ambulance transport, advanced life support and rescue services and; in addition, provides parks, recreation facilities and programs. The District consists of approximately 157 square miles with a population of about 199,326; operates eight fire stations, one fire training facility and ninety-eight parks (two undeveloped) and employs three hundred and thirty-three full-time and over one hundred part-time staff.

The District Wide Landscape & Lighting Assessment District, which was organized under the Landscaping and Lighting Act of 1972, operates within the District to fund some capital and all maintenance and operations of parks and is governed by the same Board of Directors. All parcels of land in the District Wide Landscape & Lighting Assessment District are assessed at varying rates depending upon established benefit zones.

The Elk Grove Community Services District Foundation (the Foundation) was established on March 21, 1996 for the purpose of protecting lives through fire prevention educational programs, financially assisting residents who cannot afford to participate in recreational activities and beautifying the community of Elk Grove. On April 4, 1997, the Foundation was recognized as exempt under Section 501(c) (3) of the Internal Revenue Code. In June 2008, the Foundation was reorganized into an active community foundation. The name of the Foundation was changed to Cosumnes Legacy Foundation; the existing elected and appointed directors resigned their positions and seven (7) community members were appointed as Foundation Directors with two and three-year staggered terms. The Foundation is a legally separate component unit that is reported as a non-major governmental fund within the basic financial statements.

The Elk Grove Community Services District Public Facilities Acquisition Corporation (the Corporation) was established in March 2006 to facilitate financing the acquisition of capital assets of the District. The Corporation's Board is comprised of the members of the District's Board of Directors. The Corporation does not have any assets or liabilities. Its activities have been blended with the appropriate District funds. No separate financial statements are issued for the Corporation.

As required by the laws of the State of California, the District prepares and legally adopts a final operating budget on or before August 30 of each fiscal year. Each District department is required to submit their annual budget requests for the ensuing year. The General Manager reviews each request and a budget is presented to the Board of Directors. This budget reflects, as nearly as possible, the estimated revenues and expenditures for the upcoming year.

The budget is made available for public inspection through a public notice. On the dates stated in the notice, the Board of Directors conducts public hearings on the budget and at the conclusion of the hearings makes a final determination thereon. Annual budgets are adopted for the General Fund, Capital Projects Fund, Debt Service Fund, and Landscape and Lighting Special Revenue Fund. Until the adoption of the final budget, operations are governed by the adopted preliminary budget approved by the Board prior to June 30th. The final budget serves as an approved plan for operational control and performance evaluation.

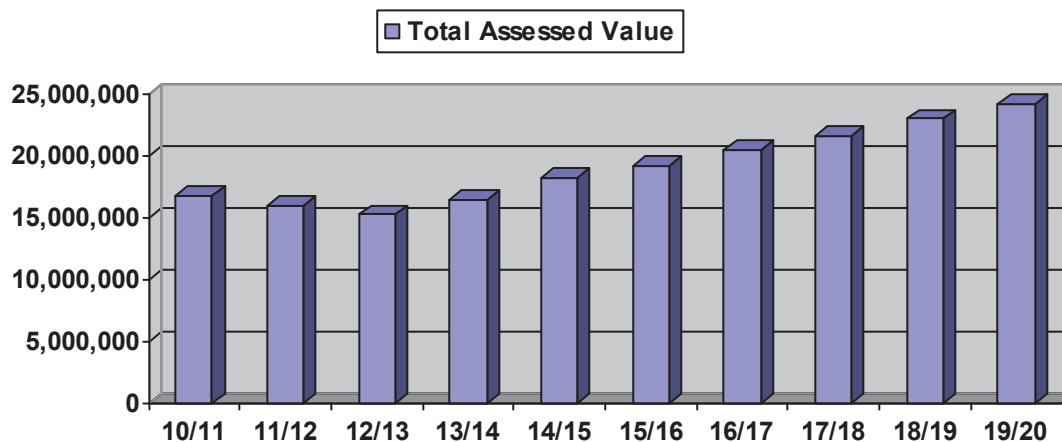
The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the object level of all budgetary units except for capital outlay, which are controlled on the sub-object level. The expenditure portion of the budget is enacted into law through the passage of an appropriation resolution. This resolution constitutes

maximum spending authorization for the fiscal year. It cannot be exceeded except by amendment of the budget by the Board of Directors. During 2019-2020, amendments were made to the final adopted budget. The budget data reflected in this comprehensive annual financial report includes the effect of all approved budget amendments. Monthly comparison of actual-to-budgeted revenues and expenditures identify significant variances that may require the District to take corrective action.

Local Economy

The Cosumnes CSD local economy continues to see growth, and as the population continues to grow and as political leaders are focused on bringing business and commerce to the region, the demand for housing occurs. The single-family housing market continued to see growth, and sale prices across the Sacramento region increased by 8% last year, which resulted in a median home price of \$415,000 in Sacramento County.

The primary funding source of District operations is property taxes. Other revenue sources include recreation fees, ambulance fees, development impact fees and various other charges for services. Property tax revenues have increased by approximately 5% from the prior year and the continued lack of supply has pushed property values up, therefore the District is projecting an average annual growth in property tax revenues of 6% for next fiscal year.



Residential real estate is experiencing a tight market pushing home prices higher in the Sacramento region with the median sales price up 8% in June of 2020 as compared to the prior year. The District is estimating that property tax revenues will increase 6% in Fiscal Year 2020-21 compared to FY 2019-20 due to projected home appreciation between 1 to 5%, modest local development, a projected increase in wage and salary jobs, and a slight decrease in unemployment.

The District Wide Landscape & Lighting Assessment fees account for approximately 17% of total revenues of the District. These fees are levied on parcels within the various benefit zones to provide funds for the maintenance, repair, replacement, services, utilities and capital improvements associated with the parks, landscape medians and corridors, parkways, Camden Lake, open space of any nature, trail systems and other recreation facilities, amenities and appurtenances within the District's parks thereto owned by the District which are designated for inclusion within the Assessment District.

Long-term financial planning

With approval of the Laguna Ridge specific plan, the Lent Ranch and South East Area specific plans, the District's largely undeveloped areas are well positioned for future growth. Commercial/industrial construction is anticipated to continue with the development of a newly approved casino. It is the challenge of this District to maintain the high level of service that our residents and business leaders have come to expect from the District. One step in meeting these challenges is the annual review and update of the District's goals and strategies and Capital Improvement Plans. These Capital Improvement Plans provide an overview of the timing of future District facilities and corresponding revenue sources for development. This document, along with the annual budget, is the foundation upon which the District will build to meet the growing needs of the community.

Relevant financial policies

The District's unrestricted cash and investments are maintained in the State of California Local Agency Investment Fund (the Fund) and a separately managed investment portfolio. The State Treasurer is responsible for managing the investment of the Fund's resources. The Fund's investment policy is to maintain a high credit quality, short duration portfolio to provide participants with safety of principal, liquidity, public trust and a market average rate of return.

The Fund's portfolio at June 30, 2020 was invested in U.S. Treasury and Government Agency investments (71%), certificate of deposit (18%), time deposits (5%), and commercial paper (6%). The average yield on investments during fiscal year 2019-2020 was 1.47%.

At June 30, 2020, the District's separate investment portfolio of approximately \$24.7 million was invested 30% in certificates of deposit and 70% in corporate notes and bonds. All investments are rated AAA/A-1+ by Standard & Poors. Maturities range from 1 month to 48 months. The average yield on investments during fiscal year 2019-2020 was 2.4%.

The District is a member of the Special District Risk Management Authority, a joint powers agency comprised of California special districts and agencies that provides general liability, automobile and property insurance coverage for the District. The limits of liability range between \$400,000 and \$350 million per occurrence annually. This policy covers real and personal property of the District.

The District participates in the Northern California Special Districts Insurance Authority (NCS DIA), a public entity risk pool of special districts within Northern California, for workers compensation. The District pays an annual premium to NCS DIA that includes its pro-rata share of excess insurance premiums, charges for the pooled risk, claims adjusting and legal costs, and administrative and other costs to operate the NCS DIA.

Major initiatives

The District is currently in the design and construction phase on two neighborhood parks totaling 25 acres combined with the design of the Morse Park Community Center and Fire Station 77. In addition, the District has completed the remodel of the Administration Building and the Morse Dog Park upgrade and renovation, and is currently in the design stages for photovoltaic and charging stations within the Administration Building parking lot.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Cosumnes Community Services District for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2019. This was the twenty-second consecutive year that the Cosumnes Community Services District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the District must publish an easily readable and efficiently organized comprehensive annual financial report that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual 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 of this Comprehensive Annual Financial Report on a timely basis could not have been accomplished without the efficient and dedicated service of the entire staff of the Administrative Services Department and the cooperation and assistance received from the staff of the Parks and Recreation and Fire Departments.

In closing, we would like to commend the Board of Directors for its interest, support and leadership in planning and conducting the financial operations of the District in a responsive and progressive manner.

Respectfully submitted,



Nitish Sharma
Chief Administrative Officer

COSUMNES COMMUNITY SERVICES DISTRICT LIST OF PRINCIPAL OFFICIALS

Board of Directors (Elected)

Orlando Fuentes	President
Jim Luttrell	Vice-President
Rod Brewer	Member
Jaclyn Moreno	Member
Gil Albiani	Member

Officials (Appointed)

Joshua Green
General Manager

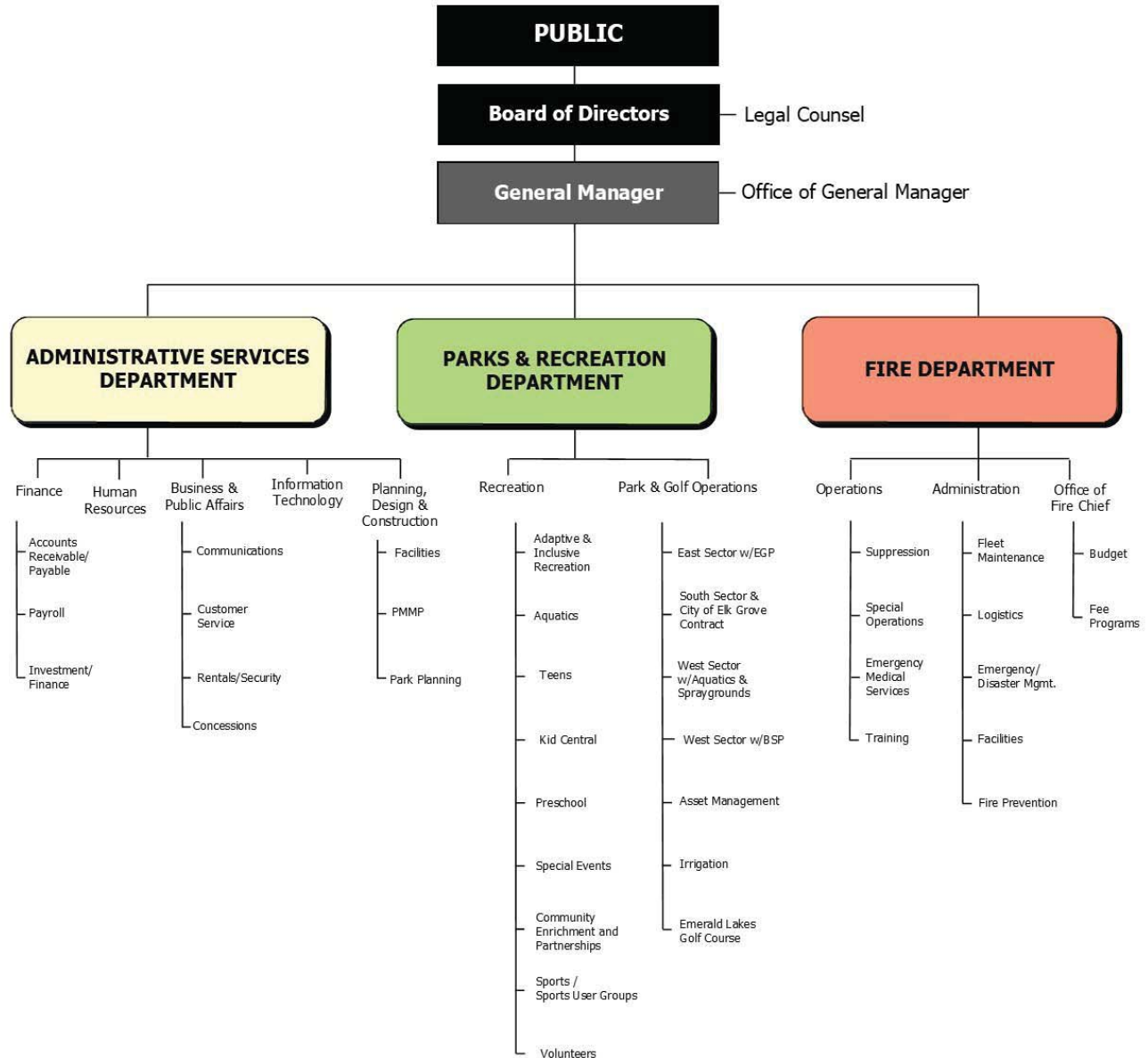
Sigrid Asmundson
District Legal

Felipe Rodriquez
Fire Chief

Phillip Lewis
Park Administrator

Nitish Sharma
Chief Administrative Officer

COSUMNES CSD ORGANIZATIONAL CHART





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Cosumnes Community Services District
California**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO



INDEPENDENT AUDITORS' REPORT

To the Board of Directors
of the Cosumnes Community Services District
Elk Grove, California

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Cosumnes Community Services District, California (District), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility 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; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2020, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, pension information, the OPEB information, and budgetary comparison information on pages 5-16 and 64-71 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, other supplementary schedules on pages 76 to 107 and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining, individual nonmajor fund financial statements, and other supplementary schedules on pages 76 to 107 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, and other supplementary schedules on pages 76 to 107 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

To the Board of Directors
of the Cosumnes Community Services District
Elk Grove, California
Page 3

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

Badawi & Associates
Certified Public Accountant
Berkeley, California
December 31, 2020

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COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

As management of the Cosumnes Community Services District (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages iii-viii of this report.

FINANCIAL HIGHLIGHTS

- ◆ The assets of the Cosumnes Community Services District exceeded its liabilities at the close of the 2019-20 and 2018-19 fiscal years by \$205,048,589 and \$191,519,006 (*net position*), as restated, respectively. Of this amount, \$70,724,935 and \$63,838,846 is restricted for specific purposes (*restricted net position*), and \$209,717,941 and \$200,173,933 is net investment in capital assets. The increase in net position is due to the increase in cash and investments, net investment in capital assets, landscape and lighting improvements, park development and fire station and equipment offset with the decrease in deferred outflows of resources, and addition of the net OPEB and pension liabilities. This increase is discussed further on pages 11 and 12 of this report.
- ◆ For FY 2019-20, total District governmental fund revenues, including program and general revenues, were \$102.4 million, an increase of \$4.1 million from the prior fiscal year and the changes are as follows. The change in revenue in the current year is due to a 5% increase in taxes (\$2.3 million), a 6% increase in charges for current services (\$2.2 million), a 7% increase in use of money and property (\$200 thousand), a 35% increase in miscellaneous revenues (\$1.5 million), offset by a 5% decrease in developer fees and contributions (\$200 thousand), and an 45% decrease in intergovernmental (\$1.9 million). Total governmental fund expenses were \$99.4 million, an increase of \$3.7 million from the prior fiscal year. The increase is related to a 5% increase in public protection (\$2.3 million), a 17% increase in capital outlay expenditures (\$2 million), which is offset by a 1% decrease in recreation and culture expenditures (\$300 thousand), and a 6% decrease in debt service (\$200 thousand).
- ◆ For FY 2018-19, total District governmental fund revenues, including program and general revenues, were \$98.3 million, an increase of \$7 million from the prior fiscal year and the changes are as follows. The change in revenue in the current year is due to a 6% increase in taxes (\$2.6 million), a 5% increase in intergovernmental (\$200 thousand), a 56% increase in use of money and property (\$1.2 million), a 400% increase in miscellaneous revenues (\$3.5 million), offset by a .01% decrease in charges for current services (\$200 thousand), and an 8% decrease in developer fees and contributions (\$400 thousand). Total governmental fund expenses were \$95.6 million, a decrease of \$1.1 million from the prior fiscal year. The decrease is related to a 6% decrease in general government (\$300 thousand), a 22% decrease in capital outlay expenditures (\$3.3 million), which is offset by a 2% increase in public protection expenditures (\$1 million), and a 5% increase in recreation and culture (\$1.3 million), and 7% increase in debt service (\$200 thousand).
- ◆ As of June 30, 2020 and 2019, total District's governmental funds reported combined fund balances of \$95,481,679 and \$90,364,858, respectively, an increase of \$5,116,821 and an increase of \$6,480,893 in comparison with the prior year. Approximately 24% and 28% of the combined fund balances, \$23,262,261 and \$25,747,350 is available for spending at the government's discretion (*assigned fund balance*).

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

- ◆ At the close of the fiscal year ended June 30, 2020 and 2019, the total fund balance restricted for park and fire station construction, capital projects, landscape and lighting district operations and foundation activities was \$70,724,935 and \$63,838,846, respectively.
- ◆ The District's total long-term obligations decreased by a net amount of \$1,073,195 during the 2019-20 fiscal year and decreased \$2,321,392 during the 2018-19 fiscal year. For FY 2019-20, the decrease resulted primarily from the \$2.8 million in debt payments, which were offset by the addition of the Fire Annex property, Ray Morgan Copiers, and Emerald Lakes Golf Course mower capital leases (\$1.7 million). For FY 2018-19, the decrease resulted primarily from the \$2.8 million in debt payments, which were offset by the addition of the \$430 thousand Braun Northwest ambulances capital lease.

OVERVIEW OF THE COMPREHENSIVE ANNUAL FINANCIAL REPORT

This Comprehensive Annual Financial Report is in three major parts:

- 1) **Introductory section**, which includes the Transmittal Letter and general information,
- 2) **Financial section**, The Management's Discussion and Analysis (this part), the Basic Financial Statements, which include the Government-wide and the Fund Financial Statements, along with the notes to these financial statements, Required Supplementary Information, and Combining and Individual Fund Financial Statements and Schedules, and
- 3) **Statistical section**.

The Basic Financial Statements

The Basic Financial Statements consist of the Government-wide Financial Statements and the Fund Financial Statements; these two sets of financial statements provide two different views of the District's financial activities and financial position.

The Government-wide Financial Statements

The Government-wide Financial Statements provide a broad overview of the District's activities as a whole, and consist of the Statement of Net Position and the Statement of Activities. The Statement of Net Position provides information about the financial position of the District as a whole, including all its capital assets and long-term liabilities on the full accrual basis, similar to that used by corporations. The Statement of Activities provides information about all the District's revenues and all its expenses, also on the full accrual basis, with the emphasis on measuring net revenues or expenses of each of the District's programs. The Statement of Activities explains in detail the change in Net Position for the year.

All of the District's activities and amounts in the Statement of Net Position and the Statement of Activities are considered Governmental Activities, as explained below.

- ◆ **Government activities** – All of the District's basic services are considered to be governmental activities, including general government, public protection, and recreation and culture. These services are supported by property taxes, and also by specific program revenues such as recreation fees, ambulance and plan check fees and developer fees.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

The District's governmental activities include the activities of two separate legal entities, the Cosumnes Legacy Foundation and the Elk Grove Community Services District Public Facilities Acquisition Corporation, because the District is financially accountable for the Foundation and Acquisition Corporation. The Foundation and Acquisition Corporation have been included as an integral part of the primary government.

Fund Financial Statements

A *fund* is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are governmental funds.

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

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

The Governmental Fund Financial Statements provide detailed information about each of the District's most significant funds, called *major funds*. The concept of *major funds*, and the determination of which are *major funds*, was established by GASB Statement 34 and replaces the concept of combining like funds and presenting them as one total. Instead, each *major fund* is presented individually, with all *non-major funds* summarized and presented only in a single column. Subordinate schedules present the detail of these *non-major funds*. *Major funds* present the major activities of the District for the year, and may change from year to year as a result of changes in the pattern of the District's activities. For the fiscal year ending June 30, 2018, the District's *major funds* are as follows:

- General Fund
- Landscape and Lighting Special Revenue Fund

For the fiscal year ended June 30, 2020, the District adopted annual appropriated budgets for all funds, except for the following:

- Foundation Special Revenue Fund

A budgetary comparison statement has been provided for the General Fund and the Landscape and Lighting Special Revenue Fund.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

The basic governmental fund financial statements can be found on pages 15 to 22 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-wide and Fund Financial Statements. The notes to the financial statements can be found on pages 23-56 of this report.

Required Supplementary Information

Supplemental information regarding the funding progress of the District's pension plan can be found on pages 58-61 of this report.

Combining and Individual Fund Financial Statements and Schedules

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 68-69 of this report.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$205,032,289 at the close of the most recent fiscal year.

COSUMNES COMMUNITY SERVICES DISTRICT

SUMMARY OF NET POSITION JUNE 30, 2020, 2019 AND 2018

		Governmental Activities	
	2020	2019	2018
Current and other assets	\$ 103,306,890	\$ 95,865,227	\$ 90,627,028
Capital assets	237,274,624	228,824,327	222,268,289
Total assets	340,581,514	324,689,554	312,895,317
Deferred Outflows of Resources	36,016,568	23,795,326	27,604,628
Total Deferred outflows	36,016,568	23,795,326	27,607,628
Long-term liabilities outstanding	155,418,610	144,514,137	142,786,832
Other liabilities	7,589,355	5,537,349	6,824,128
Total liabilities	163,007,965	150,051,486	149,610,960
Deferred Inflows of Resources	8,541,528	6,914,388	7,722,265
Total Deferred Inflows	8,541,528	6,914,388	7,722,265
Net position:			
Net Investment in capital assets	209,717,941	200,173,933	191,275,989
Restricted	70,724,935	63,838,846	57,280,447
Unrestricted	(75,394,287)	(72,493,773)	(65,389,716)
Total net position	\$ 205,048,589	\$ 191,519,006	\$ 183,166,720

The largest portion of the District's net position of \$209,717,941 (102 percent) reflects its net investment in capital assets (e.g. land, structures and improvements, equipment and construction in progress); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Another significant portion of the District's net position of \$70,724,935 (34 percent) represents resources that are subject to external restrictions on how they may be used. The remaining negative balance of *unrestricted net position* of \$75,394,287 is mainly due to the District recording of pension and retiree healthcare liabilities amongst Safety and Miscellaneous employees.

At the end of the current fiscal year, the District is able to report positive balance in two of the three categories of net position for the District as a whole, and the District is beginning to replenish reserve fund balance because of the increase in property taxes offset by the increase in deferred outflows of resources from pensions and retiree healthcare combined with net pension and OPEB liabilities.

The District's net position increased by \$8,794,778 during the 2019/20 fiscal year, which accounts for 4 percent of total net position. The District's restricted and unrestricted net position decreased approximately \$4 million. The decrease is directly related to a 4% decrease in unrestricted net position (\$2.9 million), offset by a 13% increase in park development and fire station and equipment (\$3.2 million), a 10% increase in Landscape and Lighting improvements (\$3.7 million).

The District's net position increased by \$8,352,286 during the 2018/19 fiscal year, which accounts for 4 percent of total net position. The District's restricted and unrestricted net position decreased approximately \$4.6 million. The decrease is directly related to a 6% increase in net pension liability (\$3.6 million), offset by a 4% increase in Landscape and Lighting improvements (\$1.6 million), and a 25% increase in park development and fire station and equipment (\$5 million).

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

The table below indicates the changes in net position for governmental activities:

COSUMNES COMMUNITY SERVICES DISTRICT

STATEMENT OF ACTIVITIES

FOR THE YEARS ENDED JUNE 30, 2020, 2019 AND 2018

	Governmental Activities		
	<u>2020</u>	<u>2019</u>	<u>2018</u>
REVENUES:			
Program revenues:			
Charges for services	\$ 38,608,549	\$ 39,446,647	\$ 37,035,926
Operating grants and contributions	127,851	134,483	94,093
Capital grants and contributions	6,892,130	9,029,697	9,232,552
General revenues:			
Property taxes	48,761,970	46,477,721	43,868,694
Investment earnings	2,752,241	2,258,766	1,094,388
Miscellaneous	<u>5,860,861</u>	<u>4,327,385</u>	<u>870,962</u>
TOTAL REVENUES	<u>103,003,602</u>	<u>101,674,699</u>	<u>92,196,615</u>
 EXPENSES:			
Governmental activities:			
Public protection	56,440,034	56,313,616	53,684,689
Recreation and culture	30,420,284	30,478,048	28,829,013
General government	<u>7,348,506</u>	<u>6,530,749</u>	<u>6,955,092</u>
TOTAL EXPENSES	<u>94,208,824</u>	<u>93,322,413</u>	<u>89,468,794</u>
INCREASE (DECREASE) IN NET POSITION	8,794,778	8,352,286	2,727,821
Net position at begin of year, as restated	<u>196,253,811</u>	<u>183,166,720</u>	<u>180,438,899</u>
NET POSITION AT END OF YEAR	<u>\$ 205,048,589</u>	<u>\$ 191,519,006</u>	<u>\$ 183,166,720</u>

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

Revenues

The District's total revenues per the Statement of Activities were \$103,003,602 and \$101,674,699 for the fiscal years ended June 30, 2020 and 2019, respectively. Property tax revenue of \$48,761,970 and \$46,477,721 comprised 47% and 46%, respectively of the total governmental revenues of the District. Charges for services and capital grant and contribution revenue, which is comprised primarily of parkland dedications and fees from developers that is restricted for the construction of parks and fire stations, provided 38% and 39% and 7% and 10%, respectively, of the total governmental revenue of the District for the fiscal years ended June 30, 2020 and 2019. The increase in property tax revenues reflects the increase in proposition 13 adjustments on existing homes combined with the increase of sales on existing and new home properties and local development. The decrease in capital grant and contribution revenue is directly related to the decrease in development impact fees, offset by the increase in intergovernmental revenues in the current year.

Expenses

Expenses of the District totaled \$94,208,824 and \$93,322,413 for the fiscal years ended June 30, 2020 and 2019, respectively. Public protection costs represent 60% and 60%, respectively, of total governmental activities expenses and are the largest single expenditure in the governmental activities.

The following table shows the cost of each of the District's major programs and the net cost of the programs for the fiscal year ended June 30, 2020. Net cost is the total cost less fees and other direct revenue generated by the activities. The net cost of the public protection, recreation and culture and general government services reflects the financial burden that was placed on the District's taxpayers by each of the programs.

	Total Cost <u>Of services</u>	Net Revenue <u>(Cost) of services</u>
Public protection	\$56,440,034	\$ (40,489,316)
Recreation and culture	30,420,284	(3,389,344)
General government	<u>7,348,506</u>	<u>(4,701,634)</u>
TOTAL	<u>\$94,208,824</u>	<u>\$ (48,580,294)</u>

The net cost to taxpayers for recreation and culture services, excluding developer fees, was \$626,298.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The fund financial statements focus on individual parts of the District, reporting the District's operations in more detail than the government-wide financial statements.

Governmental funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measurement of a government's net resources available for spending at the end of the fiscal year.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

At June 30, 2020 and 2019 the District's governmental funds reported combined fund balances of \$95,497,979 and \$90,364,858, an increase of \$5,133,121 and an increase of \$6,480,893, respectively, in comparison with the prior year. The major reason for the increase was the increase of park development and fire station and equipment (\$3.2 million) combined with the increase in specific purpose of the fund (\$3.7 million), and the increase in non-spendable fund balance (\$700 thousand), offset by the decrease in assigned fund balance (\$2.5 million). Approximately 24 and 28 percent of the combined fund balances, \$23,278,561 and \$25,747,350, respectively, constitutes *assigned fund balance*, which is available to meet the District's current and future needs. The remainder of fund balance is *restricted* to indicate that it is *not* available for new spending because it has been restricted: 1) to reflect amounts set aside for future construction (\$28,128,307); 2) to use for specific purpose of the fund (\$42,435,377); and 3) to reflect amounts held on behalf of the Cosumnes Legacy Foundation (\$161,251).

The General Fund is the chief operating fund of the District. At June 30, 2020 and 2019, assigned fund balance of the general fund was \$23,278,561 and \$25,747,350, respectively, while total fund balance reached \$52,901,351 and \$51,465,669. The increase in total fund balance of \$1,435,682 represents an increase in total revenues (\$3 million) and overall expenditures (\$4.5 million) offset by a decrease in other financing sources (\$2 million). As a measure of the general fund's liquidity, it may be useful to compare both assigned fund balance and total fund balance to total fund expenditures. Assigned fund balance represents 28 percent and 33 percent of total fund expenditures, while total fund balance represents 64 percent and 65 percent of that same amount.

The Landscape & Lighting Special Revenue Fund has a total fund balance of \$42,435,377 and \$38,741,949 at June 30, 2020 and 2019. These amounts are restricted for the specific purpose of the fund. Total fund balance increased by \$3,693,428 and \$1,625,558 for the fiscal year ended June 30, 2020 and 2019. The increase is mainly attributable to the revenue produced from the East Franklin zone combined with the Landscape and Lighting assessment increases which are based on the CPI index each year.

At June 30, 2020, the Non-major Governmental Funds consist of the Foundation Special Revenue Fund. Total fund balance at June 30, 2020 is \$161,251 and is restricted solely for foundation activities. The increase in fund balance of \$4,011 is related to donations and contributions within the Cosumnes Legacy Foundation.

At June 30, 2019, the Non-major Governmental Funds consist of the Foundation Special Revenue Fund. Total fund balance at June 30, 2019 is \$157,240 and is restricted solely for foundation activities. The decrease in fund balance of \$49,154 is related to expenditure reimbursement for the first phase of construction for the Veteran's Memorial in Elk Grove Regional Park within the Cosumnes Legacy Foundation.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

General Fund Budgetary Highlights

For the fiscal year ended June 30, 2020, differences between the original budget and the final amended budget reflect increased General Fund expenditures totaling \$2,848,924. The increase is due to an increase in capital outlay expenditures related to the purchase of the Fire Annexation Property combined with additional public protection expenditures for operational support. Actual General Fund revenues were \$5,267,353 greater than the final budget. This variance is mainly related to the increase in developer fees and contributions and charges for current services. Actual General Fund expenditures were \$17,233,147 lower than the final budget, of which approximately \$6.4 million represented the park development projects which were not completed and/or not started during the fiscal year in addition to lower recreation and culture expenditures.

For the fiscal year ended June 30, 2019, differences between the original budget and the final amended budget reflect increased General Fund expenditures totaling \$3,045,618. The increase is due to an increase in capital outlay expenditures related to the remodel of the Administration Building combined with additional public protection and general government expenditures for operational support. Actual General Fund revenues were \$4,376,925 greater than the final budget. This variance is mainly related to the increase in developer fees and contributions and charges for current services. Actual General Fund expenditures were \$10,763,580 lower than the final budget, of which approximately \$8.7 million represented the park development projects which were not completed and/or not started during the fiscal year in addition to lower recreation and culture expenditures.

CAPITAL ASSET AND LONG-TERM DEBT

Capital assets. As of June 30, 2020 and 2019, the Districts' investment in capital assets amounted to \$237,274,624 and \$228,824,327, respectively, net of depreciation. This investment in capital assets includes land, land improvements, structures and improvements, equipment and construction in progress costs for various parkland improvements and fire station construction.

COSUMNES COMMUNITY SERVICES DISTRICT

CAPITAL ASSETS (net of depreciation) AS OF JUNE 30, 2020, 2019 AND 2018

	2020	2019	2018
Land	\$ 95,041,844	94,384,093	94,384,093
Land improvements	68,616,303	68,184,389	67,258,932
Construction in Progress	10,601,021	14,111,639	6,494,575
Structures and improvements	57,587,786	47,777,500	47,970,155
Equipment	<u>5,427,670</u>	<u>4,366,706</u>	<u>6,160,534</u>
Total	\$ <u>237,274,624</u>	<u>228,824,327</u>	<u>222,268,289</u>

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

The following provides an explanation of significant changes in capital assets for the fiscal year ended June 30, 2020:

- ◆ Land improvements – renovation and upgrade of Morse Dog Park.
- ◆ Structures and improvements – increase is mainly due to the remodel and completion of the District's Administration Building and the purchase of the Fire Annexation Building adjacent to Fire Headquarters.
- ◆ Construction in progress – decrease is related to the completion related to remodel of the Administrative Services Building offset by the construction cost of Oasis Park.
- ◆ Equipment – increase is mainly due to the purchase of self-contained breathing apparatus, an air unit, a Braun Northwest ambulance, two remounted ambulances, and a Type-5 Engine within the Fire Department.

The following provides an explanation of significant changes in capital assets for the fiscal year ended June 30, 2019:

- ◆ Land improvements – renovation of McConnell, Batey, and Wackman Parks.
- ◆ Structures and improvements – decrease is mainly due to the depreciation of structures and improvements offset by the addition of station alerting core systems, fleet maintenance shop lighting, and a new heater at the WCAC Aquatics pool.
- ◆ Construction in progress – increase is related to the remodel of the Administrative Services Building, Bartholomew Sports Park turf, and Oasis Park.
- ◆ Equipment – decrease is mainly due to the depreciation of equipment offset by the purchase of two Braun Northwest ambulances and a copier at the City of Elk Grove Aquatics Center.

Additional information on the District's capital assets can be found in Note 3 on page 37 to 38.

The District was in contract with Kalerdobler Construction, Inc. to remodel the Albani Recreation Center and Environmental Landscape Solutions to construct Singh and Kaur Park at June 30, 2020. The total amount committed at June 30, 2020 is \$2,082,453. Additional information on the District's commitments can be found in Note 10 on page 56.

Long-term debt. At June 30, 2020, the District had long-term debt obligations totaling \$28,131,574. District debt issues include \$8,735,000 in Certificates of Participation to refinance a portion of the unfunded actuarial accrued liability with respect to the obligation of the District for CalPERS retirement, \$5,755,000 in Certificates of Participation to refinance a portion of the fleet maintenance facility, \$6,410,000 in Certificates of Participation for the Opterra Energy Services Project, a note agreement for \$28,542 for the financing of the Underwood Park Well, and \$7,203,032 in various capital lease obligations for the construction and equipping of a fire station and purchase of equipment and vehicles. The District's total debt decreased by \$1,073,195 (4%) during the current fiscal year mainly due to the \$2.8 million in principal debt payments offset by the addition of the Fire Annex property, Ray Morgan Copiers, and Emerald Lakes Golf Course mower capital leases (\$1.7 million).

Additional information on the District's long-term debt can be found in Note 5 on pages 39-42.

COSUMNES COMMUNITY SERVICES DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2020

ECONOMIC OUTLOOK

The Cosumnes CSD local economy continues to see growth, and as the population continues to grow and as political leaders are focused on bringing business and commerce to the region, the demand for housing occurs. The single-family housing market continued to see growth, and sale prices across the Sacramento region increased by 8% year-over-year, which resulted in a median home price of \$415,000 in Sacramento County.

The primary funding source of District operations is property taxes. Property tax revenues have increased by approximately 5% from the prior year and the continued lack of supply has pushed property values up, therefore the District is projecting an average annual growth in property tax revenues of 6% for next fiscal year.

Residential real estate is experiencing a tight market pushing home prices higher in the Sacramento region with the median sales price up 8% in June of 2020 as compared to the prior year. The District is estimating that property tax revenues will increase 6% in Fiscal Year 2020-21 compared to FY 2019-20 due to projected home appreciation between 1 to 5%, modest local development, a projected increase in wage and salary jobs, and a slight decrease in unemployment.

It is the challenge of this District to maintain the high level of service that our residents and business leaders have come to expect from the District. One step in meeting these challenges is the annual review and update of the District's goals and strategies and Capital Improvement Plans. These Capital Improvement Plans provide an overview of the timing of future District facilities and corresponding revenue sources for development. This document, along with the annual budget, is the foundation upon which the District will build to meet the growing needs of the community.

REQUESTS FOR INFORMATION

This Comprehensive Annual Financial Report is intended to provide citizens, taxpayers, investors, and creditors with a general overview of the District's finances. If you have questions about this report or need additional financial information, contact the Cosumnes Community Services District Administrative Services Department, 8820 Elk Grove Boulevard, Elk Grove, CA 95624, or visit the District's web page at www.yourcsd.com.

BASIC FINANCIAL STATEMENTS

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Cosumnes Community Services District
Statement of Net Position
June 30, 2020

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and investments	\$ 94,871,878
Receivables:	
Accounts	310,129
Interest	236,811
Intergovernmental	1,568,700
Ambulance	984,654
Other	1,126,350
Prepays	1,467,697
Restricted cash and investments	2,740,671
Total current assets	<u>103,306,890</u>
Noncurrent assets:	
Capital assets:	
Not being depreciated	174,259,166
Being depreciated, net	63,015,458
Total capital assets	<u>237,274,624</u>
Total noncurrent assets	<u>237,274,624</u>
Total assets	<u>340,581,514</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources - pension	22,650,335
Deferred outflows of resources - OPEB	12,588,199
Deferred loss on refunding	778,034
Total Deferred outflows of resources	<u>36,016,568</u>
LIABILITIES	
Current liabilities:	
Accounts payable and accrued liabilities	7,072,413
Accrued interest payable	196,924
Unearned revenue	320,018
Total current liabilities	<u>7,589,355</u>
Noncurrent liabilities:	
Long-term liabilities:	
Due within one year	2,712,951
Due in more than one year	152,705,659
Total noncurrent liabilities	<u>155,418,610</u>
Total liabilities	<u>163,007,965</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources - pension	3,124,257
Deferred inflows of resources - OPEB	5,417,271
Total Deferred inflows of resources	<u>8,541,528</u>
NET POSITION	
Net investment in capital assets	209,717,941
Restricted for:	
Park development	19,934,228
Fire station and equipment	8,194,079
Landscape and lighting improvements	42,435,377
Foundation activities	161,251
Unrestricted	<u>(75,394,287)</u>
Total net position	<u>\$ 205,048,589</u>

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Statement of Activities
For the year ended June 30, 2020

Functions / Programs	Expenses	Indirect Expense Allocation	Program Revenues			Net (Expense) Revenue
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
						Governmental Activities
Governmental activities:						
Public protection	\$ 56,326,241	\$ 113,793	\$ 13,583,739	\$ -	\$ 2,366,979	\$ (40,489,316)
Recreation and culture	29,742,626	677,658	22,498,466	7,323	4,525,151	(3,389,344)
General government	7,267,429	81,077	2,526,344	120,528	-	(4,701,634)
Interest on long-term debt	872,528	(872,528)	-	-	-	-
Total governmental activities	\$ 94,208,824	\$ -	\$ 38,608,549	\$ 127,851	\$ 6,892,130	(48,580,294)
General Revenues:						
Taxes:						
Property taxes						48,761,970
Investment earnings						2,752,241
Miscellaneous						5,860,861
Total general revenues						57,375,072
Change in net position						8,794,778
Net position - beginning of year, as restated						196,253,811
Net position - end of year						\$ 205,048,589

Cosumnes Community Services District
Balance Sheet
Governmental Funds
June 30, 2020

	Major Funds			
	General Fund	Landscape and Lighting Special Revenue Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS				
Cash and investments	\$ 52,058,435	\$ 42,625,602	\$ 187,841	\$ 94,871,878
Receivables:				
Accounts	295,761	14,172	196	310,129
Interest	130,648	106,163	-	236,811
Intergovernmental	1,361,944	206,756	-	1,568,700
Ambulance	984,654	-	-	984,654
Other	659,093	467,257	-	1,126,350
Advances to other funds	26,786	-	-	26,786
Prepays	1,467,697	-	-	1,467,697
Restricted cash and investments	2,740,671	-	-	2,740,671
Total assets	\$ 59,725,689	\$ 43,419,950	\$ 188,037	\$ 103,333,676
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ 6,089,841	\$ 982,572	\$ -	\$ 7,072,413
Advances from other funds	-	-	26,786	26,786
Unearned revenue	318,017	2,001	-	320,018
Total liabilities	6,407,858	984,573	26,786	7,419,217
Deferred Inflows of Resources:				
Unavailable revenues	416,480	-	-	416,480
Fund Balances:				
Nonspendable	1,494,483	-	-	1,494,483
Restricted for:				
Park development	19,934,228	-	-	19,934,228
Fire station and equipment	8,194,079	-	-	8,194,079
Specific purpose of the fund	-	42,435,377	-	42,435,377
Foundation activities of the fund	-	-	161,251	161,251
Assigned	23,278,561	-	-	23,278,561
Total fund balances	52,901,351	42,435,377	161,251	95,497,979
Total liabilities, deferred inflows of resources, and fund balances	\$ 59,725,689	\$ 43,419,950	\$ 188,037	\$ 103,333,676

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Reconciliation of the Governmental Funds Balance Sheet
to the Government-Wide Statement of Net Position
June 30, 2020

Total Fund Balances - Total Governmental Funds	\$ 95,497,979
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and are therefore not reported in the funds:

- Governmental capital assets	309,669,240	
- Less: accumulated depreciation	<u>(72,394,616)</u>	
Total capital assets		237,274,624

Certain revenues in the governmental funds are deferred because they are not collected within the prescribed time period after year-end. Those revenues are recognized on the accrual basis used in the government-wide statements. Those revenues consist of:

- Ambulance charges	<u>416,480</u>	
Total revenues		416,480

Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in Governmental Funds Balance Sheet.	(196,924)
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In the Government-Wide Financial Statements, employer contributions made subsequent to the measurement date for pension and OPEB, certain differences between actuarial assumptions and actual results for pension are deferred and applied to the net pension/OPEB liabilities or amortized over a period of time in future periods, however these items do not impact the Governmental Funds Balance Sheet:

- Deferred outflows of resources - pension	22,650,335
- Deferred outflows of resources - OPEB	12,588,199
- Deferred inflows of resources - pension	(3,124,257)
- Deferred inflows of resources - OPEB	(5,417,271)

Deferred amounts related to the refunding of long-term debt are not considered to be current financial resources. Therefore, they were not reported on the Governmental Funds Balance Sheet. This amount represents the unamortized balance as of the end of the year.	778,034
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Long-term liabilities are not due and payable in the current period and are therefore not reported in the funds. Those liabilities consist of:

- Loans Payable	(28,545)	
- 2015 Refinancing Project (Pension), Certificates of Participation	(8,508,230)	
- 2016 Refinancing Project, Certificates of Participation	(6,262,054)	
- 2016 Energy Project, Certificates of Participation, Series A, B, and C	(6,332,856)	
- Capital lease obligation	(7,203,032)	
- Compensated absences	(2,680,146)	
- Net OPEB liability	(46,320,257)	
- Net pension liability	<u>(78,083,490)</u>	
Total long-term liabilities		<u>(155,418,610)</u>

Net Position of Governmental Activities	\$ 205,048,589
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See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2020

	Major Funds			
	General	Landscape and Lighting Special Revenue	Non-Major Governmental	Total Governmental
	Fund	Fund	Funds	Funds
REVENUES:				
Taxes	\$ 48,761,970	-	\$ -	\$ 48,761,970
Charges for current services	19,495,851	17,567,409	-	37,063,260
Developer fees and contributions	4,525,151	-	-	4,525,151
Intergovernmental	2,366,979	-	-	2,366,979
Donations and contributions	120,528	1,463	5,860	127,851
Use of money and property	2,341,494	1,359,885	250	3,701,629
Miscellaneous	5,855,055	5,806	-	5,860,861
Total revenues	83,467,028	18,934,563	6,110	102,407,701
EXPENDITURES:				
Current:				
Public protection	50,707,523	-	-	50,707,523
Recreation and culture	11,584,039	14,086,638	1,443	25,672,120
General government	5,662,393	-	-	5,662,393
Capital outlay	13,357,175	270,180	-	13,627,355
Debt service:				
Principal	1,765,599	16,292	983,187	2,765,078
Interest	203,698	1,430	713,059	918,187
Total expenditures	83,280,427	14,374,540	1,697,689	99,352,656
REVENUES OVER (UNDER) EXPENDITURES	186,601	4,560,023	(1,691,579)	3,055,045
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	21,185	500	-	21,685
Issuance of long-term liabilities	1,683,594	8,289	-	1,691,883
Insurance recovery	338,725	25,783	-	364,508
Transfers in	1,733,865	3,687,138	1,699,448	7,120,451
Transfers out	(2,528,288)	(4,588,305)	(3,858)	(7,120,451)
Total other financing sources (uses)	1,249,081	(866,595)	1,695,590	2,078,076
Net change in fund balances	1,435,682	3,693,428	4,011	5,133,121
FUND BALANCES:				
Beginning of year	51,465,669	38,741,949	157,240	90,364,858
End of year	\$ 52,901,351	\$ 42,435,377	\$ 161,251	\$ 95,497,979

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes
in Fund Balances to the Government-Wide Statement of Activities
For the year ended June 30, 2020

Net Change in Fund Balances - Total Governmental Funds		\$ 5,133,121
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlay as expenditures. In the statement of activities, however, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
- Capital asset additions	13,627,355	
- Depreciation expense	(5,164,998)	
Total governmental funds		8,462,357
In the statement of activities, only the gain or (loss) on the sale of capital assets is reported, whereas in the governmental funds, proceeds from sales increase financial resources.		
- Proceeds from sale of assets not recorded on Statement of Activities		(21,685)
- Gain on sale of capital assets are not recorded on Governmental Funds		9,625
Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduced long-term liabilities in the statement of net position.		
- Proceeds from long-term liabilities	(1,691,883)	
- Amortization of original issue premium	67,886	
- Amortization of original issue discount	(18,554)	
- Amortization of deferred loss on refunding	(28,816)	
- Principal repayments on long-term liabilities	2,765,078	
Net of long-term debt proceeds, repayments, and other related		1,093,711
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Amount represent the change in the ambulance receivable.		
		231,393
OPEB expenses do not require the use of current financial resources, and therefore are not reported as expenditures in governmental funds.		
		619,732
Employer contributions for pension were recorded as expenditures in the governmental funds. However, in the Government-Wide Financial Statements, these contributions are deferred.		
		8,437,560
Pension expense is recorded as incurred in the Government-Wide Statement of Activities, however pension expense does not require the use of current financial resources, and is not recognized in the governmental funds.		
		(15,089,462)
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 governmental funds.		
- Change in accrued interest payable	25,143	
- Change in compensated absences	(106,717)	
Total non-current expenses		(81,574)
Change in Net Position of Governmental Activities		\$ 8,794,778

See accompanying Notes to Basic Financial Statements.

Cosumnes Community Services District
Notes to Basic Financial Statements
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The Elk Grove Community Services District (the District) was established under Government Code Sections 56261.1 and 56439(c) on July 1, 1985 by a reorganization resulting in the dissolution of the Elk Grove Fire Protection District and the Elk Grove Recreation and Park District. In November 2006, the District and the Galt Fire Protection District merged to become the Cosumnes Community Services District. It is governed by a five member Board of Directors elected to four year staggered terms. The District consists of approximately 157 square miles within the Cities of Elk Grove and Galt and unincorporated areas of South Sacramento County with a population of approximately 199,326 residents. The District develops, owns and maintains all park, recreation and fire facilities within its service area. In April 2016, the District and the City of Elk Grove entered into an agreement with a four year term specifying the District and City will jointly develop park and recreation facilities within Laguna Ridge and Southeast Policy Area of the City, and the District will own and maintain the facilities. The fire protection services provided by the District include fire suppression, fire prevention, inspection, plan checking, and public education programs and the District provides emergency medical services, ambulance transport, advanced life support and rescue services and recreation facilities and programs. The District operates eight fire stations, one fire training facility, one golf course, two community centers, five recreation centers, two aquatic complexes, and over 98 parks (2 undeveloped) and employs 333 full-time and over 100 part-time people. The District also leases 87 acres of land within Elk Grove Regional Park from the County of Sacramento under an agreement that expires September 14, 2053. Through the exercise of Joint Powers, the District is a member of the Sacramento Regional Fire/EMS Communications Center and the Northern California Special District Insurance Authority.

The District makes assessments and provides services under a District Wide Landscape and Lighting Assessment District, which operates under the Landscape and Lighting Act of 1972. Under the District Wide Landscape and Lighting Assessment District, areas within the original Elk Grove Community Services District boundary are divided into zones of benefit. All parcels within the original Elk Grove Community Services District boundary are assessed at varying rates depending upon the zone of benefit in which the parcel is located and the costs of installing, repairing, maintaining, and replacing landscape and lighting (including parks) within the benefit zone.

The District's reporting entity includes the following blended component units:

The Cosumnes Legacy Foundation: The Cosumnes Legacy Foundation (the Foundation) is a non-profit organization which primarily solicits contributions to provide funding for the District to provide the District's constituents charitable services through its programs. The Foundation is a legally separate component unit reported on a blended basis as part of the primary government because its activities mainly benefit the District's constituents. No separate financial statements are issued for the Foundation.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

A. Reporting Entity, Continued

Elk Grove Community Services District Public Facilities Acquisition Corporation: The Elk Grove Community Services District Public Facilities Acquisition Corporation (the Corporation) was established in March 2006 to facilitate financing of the acquisition of capital assets by the District. The Corporation's Board is comprised of the members of the District's Board of Directors. The Corporation does not have any assets or liabilities. Its activities have been blended with the appropriate District funds. No separate financial statements are issued for the Corporation.

The District has also entered into a lease financing arrangement with the California Special Districts Association Financing Corporation for the purpose of facilitating the financing of capital projects within the District. For financial reporting purposes, the District's proportionate share of debt service payments of the underlying Certificate of Participation debt is reflected in the Debt Service Fund.

B. Basis of Accounting and Measurement Focus

The accounts of the District 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. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government-Wide Financial Statements

The District's government-wide financial statements include a Statement of Net Position and a Statement of Activities and Changes in Net Position. These statements present summaries of governmental activities for the District accompanied by a total column.

These government-wide financial statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the District's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities and Changes in Net Position 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.

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

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

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Government-Wide Financial Statements, Continued

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated. However, interfund services provided and used are not eliminated in the process of consolidation. The following interfund activities have been eliminated:

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

The District applies all applicable GASB pronouncements (including all NCGA Statements and Interpretations currently in effect).

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 non-major 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 District has presented all major funds that met the applicable criteria.

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

Revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the District, are property tax and intergovernmental revenues. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Unearned revenues arise when potential revenues do not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenues also 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 unearned revenue is removed from the Governmental Funds Balance Sheet and recognized as revenue.

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.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Governmental Fund Financial Statements, Continued

The District reports the following major governmental fund types:

The General Fund is the District's primary operating fund. It is used to account for all activities of the general government, except those required to be accounted for in another fund.

The Landscape and Lighting Special Revenue Fund is used to account for the proceeds of specific landscape and lighting revenue sources that are legally restricted to expenditures for specific purposes. The transactions of the District Wide Landscape and Lighting Assessment District are recorded by the respective zones of benefit within the Special Revenue Fund. However, the zones of benefit do not represent separate special revenue funds.

Additionally the District reports the following fund types:

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, principal and interest on long-term debt.

The Foundation Special Revenue Fund is used to account for revenues of the Cosumnes Legacy Foundation (the Foundation), which are legally restricted to expenditures approved by the Foundation board.

C. Cash, Cash Equivalents and Investments

The District pools its available cash for investment purposes. The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

Highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District does not have any investments that are measured using Level 3 inputs.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Restricted Cash and Investments

Certain resources set aside for the repayment of certificates of participation are classified as restricted cash and investments on the balance sheet because their use is limited by applicable debt covenants. In addition, developer fees have been restricted by the City of Elk Grove or County of Sacramento ordinances, or the Quimby Act for park development expenditures and the construction of fire stations. Contributions to the Foundation have been restricted for Foundation activities.

E. Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements, or transfers. Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Advances between funds, reported in the fund financial statements, are classified as nonspendable in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

F. Capital Assets

Capital assets for governmental fund types are not capitalized in the funds used to acquire or construct them. Capital acquisitions are reflected as expenditures in the governmental fund, and the related assets are reported in the government-wide financial statements. Capital assets owned by the District are stated at historical cost or estimated historical cost, if actual historical cost is not available. Contributed capital assets are recorded at their acquisition value at the time received. Park improvements completed prior to the year ended June 30, 1995 were recorded at estimated historical cost developed by estimating replacement costs, which were discounted through the use of indices to acquisition dates. Land obtained from developers as donations in substitute of fees are estimated using average assessed values for similar parcels during the year these parcels are acquired. It is the District's policy to not depreciate the base of parks, which includes grading, irrigation systems and landscaping.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Structures and improvements	3 to 40 years
Equipment	5 to 15 years

It is the District's policy to capitalize all land, structures, improvements and equipment, except assets costing less than \$1,500. Costs of assets sold or retired (and related amounts of accumulated depreciation) are eliminated from the accounts in the year of sale or retirement. The proceeds from the sale of capital assets is included in the statement of revenues, expenditures and changes in fund balances of the related fund. The proceeds reported in the governmental fund are eliminated and the gain or loss on sale is reported in the government-wide presentation.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

G. *Compensated Absences*

District employees are granted annual leave in varying amounts based on classification and length of service. Maximum annual leave hours eligible for carry forward to future years is limited to 1.5 times the employee's prior year accrual rate of annual leave, which ranges from 120 hours to 432 hours.

Compensated absences are accrued in the government-wide financial statements when earned. A liability for compensated absences is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements and is currently payable. Each year's budget includes a provision for the estimated expenditure for the current year. Typically the General Fund is used to liquidate the compensated absence liability.

Sick leave is earned by regular, full-time employees. Any sick leave hours not used during the period are carried forward to future years, with no limit as to the number of hours that can be accumulated. Any sick leave hours unused at the time of an employee's retirement are added to the actual period of service when computing retirement benefits. It is the policy of the District not to buy back any accumulated sick leave. Accordingly, no provision for payment of sick leave has been included in the financial statements.

H. *Property Taxes*

The County of Sacramento is responsible for the collection and allocation of property taxes. Under California law, property taxes are assessed and collected by the County of Sacramento up to 1% of the full cash value of taxable property, plus other increases approved by the voters and distributed in accordance with statutory formulas. The District recognizes property taxes when the individual installments are due provided they are collected within 60 days after year-end.

Secured property taxes are levied on or before the first day of September of each year. They become a lien on real property on March 1 preceding the fiscal year for which taxes are levied. These taxes are paid in two equal installments; the first is due November 1 and delinquent with penalties after December 10; the second is due February 1 and delinquent with penalties after April 10. Secured property taxes, which are delinquent and unpaid as of June 30, are declared to be tax defaulted and are subject to redemption penalties, cost, and interest when paid. If the delinquent taxes are not paid at the end of five years, the property is sold at public auction and the proceeds are used to pay the delinquent amounts due. Any excess is remitted, if claimed, to the taxpayer. Additional tax liens are created when there is a change in ownership of property or upon completion of new construction. Tax bills for these new tax liens are issued throughout the fiscal year and contain various payments and delinquent dates, but are generally due within one year. If the new tax liens are lower, the taxpayer receives a tax refund rather than a tax bill. Unsecured personal property taxes are not a lien against real property. These taxes are due on March 1, and become delinquent, if unpaid on August 31.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

H. Property Taxes, Continued

The County uses the alternative method of property tax apportionment known as the “Teeter Plan.” Under this method of property tax apportionment, the County purchases the delinquent secured taxes at June 30 of each fiscal year. These taxes are accrued as intergovernmental receivables only if they are received from the County within 60 days after year-end for the governmental funds and are accrued when earned for the government-wide presentation regardless of the timing of the related cash flows.

I. Long-term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are reported as deferred charges and are amortized over the life of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, incurred during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

J. Net Position / Fund Balance

In the Government-Wide Financial Statements, net position are classified in the following categories:

Net Investment in Capital Assets – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of these assets reduce this category.

Restricted net position – This category presents external restrictions imposed by creditors, grantors, contributors or laws and regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. Additionally, this category presents restrictions placed as established by the District’s Board of Directors.

Unrestricted net position – This category represents the net position of the District, which are not restricted or invested in capital assets net of related debt for any project or other purpose.

Fund balances presented in the governmental fund financial statements represent the difference between assets and liabilities. GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental funds.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

J. Net Position / Fund Balance

The District evaluated each of its funds at June 30, 2020 and classified fund balances into the following five categories:

Non-spendable – includes fund balance amounts that cannot be spent because they are either (a) not expected to be converted or (b) legally or contractually required to be maintained intact.

Restricted – includes fund balance amounts that are subject to externally enforceable legal restrictions or constrained for a specific purpose by external parties, constitutional provisions or enabling legislation.

Committed – includes fund balance amount that can only be used for specific purposes pursuant to constraints imposed by the formal actions of the District's Board of Directors. The District's Board of Directors must take action to allow for removal or change the constraint.

Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. The Board of Director approved Board Resolution 2011-72 authorizing the General Manager to assign fund balance.

Unassigned – includes positive fund balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

The District reduces restricted amounts first when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned or unassigned) amounts are available. The District reduced committed amounts first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amount in any of those unrestricted fund balance classifications could be used. Additional information concerning the nature of The District's fund balances pursuant to GASB Statement No. 54 is provided in Note 9 Fund Balance.

K. Use of Restricted and Unrestricted Net Position

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

L. 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.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

M. Deferred Outflows/Inflows of Resources, Continued

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

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

N. Pension

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the District's California Public Employees' Retirement System (CalPERS) plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. For this report, the following timeframes are used:

Valuation Date	June 30, 2018
Measurement Date	June 30, 2019
Measurement Period	July 1, 2018 to June 30, 2019

O. Other Post Employment benefit (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 Authority's plan (OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	June 30, 2019
Measurement Date	June 30, 2019
Measurement Period	July 1, 2018 to June 30, 2019

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

P. Prepaid items

Payments made to vendors for services that will benefit periods beyond June 30, 2020 are recorded as prepaid items using the consumption method in the governmental funds and the government-wide statement of net position. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

Q. New Pronouncements

The District did not adopt any new accounting pronouncements during the year.

2. CASH AND INVESTMENTS

At June 30, 2020, the District's pooled cash and investments are classified in the accompanying financial statements as follows:

Cash and investments	\$ 94,871,878
Restricted cash and investments	2,740,671
Total cash and investments	\$ 97,612,549
Cash and investments as of June 30, 2020 consisted of the following:	
Deposits with financial institutions	\$ 4,141,655
Total cash	4,141,655
U.S. Agency securities:	
Corporate Bonds	11,594,195
Certificates of Deposit	14,000,978
Asset Backed Securities, Mortgage Backed Securities and Collateralized Mortgage Obligations	33,324
Money Market Mutual Funds	118,628
Investment Held by County	2,353
Investments in Local Agency Investment Fund (LAIF)	67,721,416
Total investments	93,470,894
Total cash and investments	\$ 97,612,549

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

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

2. CASH AND INVESTMENTS, Continued

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio*	Maximum Investment In One Issuer
Local agency bonds	5 Years	None	None
U. S. Treasury obligations	5 Years	None	None
U.S. Agency securities	5 Years	None	None
California Local Agency debt	5 Years	None	None
Bankers acceptances	180 Days	40%	30%
High grade commercial paper	270 Days	25%	10%
Negotiable certificates of deposits	5 Years	30%	None
Medium term corporate notes	5 Years	30%	None
Mutual Funds	N/A	20%	10%
Money Market Mutual Funds	N/A	20%	10%
Mortgage pass-through securities	5 Years	20%	None
Collateralized negotiable investments	5 Years	None	None
Repurchase agreements	92 Days	20%	None
LAIF	N/A	None	None
Local government investments pools	N/A	None	None

*Excluding amounts held by bond trustees that are not subject to California Government code restrictions.

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

Investments Authorized by Debt Agreements: Investment 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 District's investment policy. The table below identifies provisions of the 1998 Certificates of Participation trust agreement that address interest rate risk, credit risk and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage Of Portfolio*	Maximum Investment In One Issuer
State Agency Bonds	None	None	None
U.S. Treasury Obligations	None	None	None
Government sponsored agency obligations	None	None	None
U.S. Government agency obligations	None	None	None
Money Market Funds	None	None	None
Bankers acceptances	30 Days	None	None
Commercial Paper	270 Days	None	None
Negotiable certificates and times deposits	30 Days	None	None
Repurchase Agreements	270 Days	None	None
Money Market funds	None	None	None
LAIF	None	None	None
Investment agreements	None	None	None

*Excluding amounts held by bond trustee that are not subject to California Government code restrictions.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

2. CASH AND INVESTMENTS, Continued

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 the District 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. The District's investment policy does not contain any provisions limiting interest rate risk other than what is specified in the California Government Code.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the District's investments by maturity:

	Fair Value	Investment Maturities in Years			
		Less Than 1 Year	1-2 years	2-3 years	3 years +
Corporate Bonds	11,594,195	-	4,849,087	3,091,730	3,653,378
Certificates of Deposit	14,000,978	250,000	8,006,336	4,218,329	1,526,313
Asset Backed Securities, Mortgage Backed Securities and Collateralized Mortgage Obligations	33,324	-	-	-	33,324
Money Market Mutual Funds	118,628	118,628	-	-	-
Investment held in County Pool	2,353	2,353	-	-	-
LAIF	67,721,416	-	67,721,416	-	-
Total	\$ 93,470,894	\$ 370,981	\$ 80,576,839	\$ 7,310,059	\$ 5,213,015

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 or the District's investment policy, and the actual rating as of year-end for each investment type.

	Total	Ratings as of Year End							
		Aaa	Aa1	Aa2	Aa3	A1	A2	A3	Not Rated
Corporate Bonds	\$ 11,594,195	\$ 251,745	\$ 503,175	\$ 1,824,058	\$ 1,787,630	\$ 764,908	\$ 5,178,029	\$ 1,284,650	\$ -
Certificates of Deposit	14,000,978	-	-	-	-	-	-	-	14,000,978
Asset Backed Securities, Mortgage Backed Securities, and Collateralized Mortgage Obligations	33,324	-	-	-	-	-	-	-	33,324
Money Market Mutual Funds	118,628	118,628	-	-	-	-	-	-	-
Investment Held in County	2,353	-	-	-	-	-	-	-	2,353
LAIF	67,721,416	-	-	-	-	-	-	-	67,721,416
Total	\$ 93,470,894	\$ 370,373	\$ 503,175	\$ 1,824,058	\$ 1,787,630	\$ 764,908	\$ 5,178,029	\$ 1,284,650	\$ 81,758,071

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

2. CASH AND INVESTMENTS, Continued

Concentration of Credit Risk: The investment policy of the District contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. There were no investments in one issuer (other than mutual funds and external investment pools) that represent 5% or more of total District investments.

Custodial Credit Risk: Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure public agency deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

At June 30, 2020, the carrying amount of the District's deposits was \$4,141,655 and the balance in financial institutions was \$5,337,496. Of the balance in financial institutions, \$1,191,579 was covered by federal depository insurance and \$4,145,917 was collateralized as required by State law (Government Code Section 53630), by the pledging financial institution with assets held in a common pool for the District and other governmental agencies, but not in the name of the District. As of June 30, 2020, District investments in the following investment types were held by the same broker-dealer (counterparty) that was used by the District to buy the securities:

Type of Investment	Total
Corporate Notes and Bonds	\$ 11,594,192
U.S. Agency Securities	\$ 33,324

Investment in LAIF: The District invests in the California Local Agency Investment Fund (LAIF), a State of California external investment pool. LAIF determines fair value on its investment portfolio based on market quotations for those securities where market quotations are readily available, and on amortized cost or best estimate for those securities where market value is not readily available.

The District's investments with LAIF at June 30, 2020 included a portion of the pooled funds invested in structured notes and asset-backed securities. These investments included the following:

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

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

2. CASH AND INVESTMENTS, Continued

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

As of June 30, 2020, the District had \$67,721,416 invested in LAIF, which had invested 3.37% of the pool investment funds in Structured Notes and Asset-Backed Securities compared to 1.77% in fiscal year 2020. Fair value of LAIF was calculated by applying a factor of 1.004912795 to total investments held by LAIF.

The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute. There are no limitations or restrictions on participant withdrawals.

Investment Valuation: Investments (except for money market accounts and certificates of deposit) are measured at fair value on a recurring basis. *Recurring* fair value measurements, are those that Governmental Accounting Standards Board (GASB) Statements require or permit in the statement of net position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investment fair value measurements at June 30, 2020 are described below.

Investment Type	Total	Fair Value Measurement Using		
		Level 1	Level 2	Level 3
Corporate Bonds	\$ 11,594,195	\$ -	\$ 11,594,195	\$ -
Asset Backed Securities, Mortgage Backed Securities, and Collateralized Mortgage Obligations	33,324	-	33,324	-
Total investments subject to levelling	<u>\$ 11,627,519</u>	<u>\$ -</u>	<u>\$ 11,627,519</u>	<u>\$ -</u>
Investments not subject to levelling:				
Certificates of Deposit	14,000,978			
Money Market Mutual Funds	118,628			
Investment Held by County	2,353			
Local Agency Investment Fund	<u>67,721,416</u>			
Total Investments	<u><u>\$ 93,470,894</u></u>			

Corporate Bonds, Medium Term Notes, Asset Backed Securities, Mortgage Backed Securities, and Collateralized Mortgage Obligations categorized as Level 2 are valued based on matrix pricing which use observable market inputs such as yield curves and market indices that are derived principally from or corroborated by observable market data by correlation to other means.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

3. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2020 was as follows:

	Balance June 30, 2019	Additions	Retirements	Transfers	Balance June 30, 2020
Capital assets not being depreciated:					
Land	\$ 94,384,093	\$ 658,251	\$ (500)	\$ -	\$ 95,041,844
Land improvements	68,184,389	-	-	431,914	68,616,303
Construction in progress	14,111,639	9,838,631	-	(13,349,251)	10,601,019
Total capital assets not being depreciated	176,680,121	10,496,882	(500)	(12,917,337)	174,259,166
Capital assets being depreciated:					
Structures and improvements	86,793,506	-	-	12,917,337	99,710,843
Equipment	32,856,832	3,130,473	(288,074)		35,699,231
Total capital assets being depreciated	119,650,338	3,130,473	(288,074)	12,917,337	135,410,074
Less accumulated depreciation for:					
Structures and improvements	(39,016,006)	(3,107,047)	-	-	(42,123,053)
Equipment	(28,490,126)	(2,057,951)	276,514	-	(30,271,563)
Total accumulated depreciation	(67,506,132)	(5,164,998)	276,514	-	(72,394,616)
Total capital assets being depreciated, net	52,144,206	(2,034,525)	(11,560)	12,917,337	63,015,458
Capital assets, net	\$ 228,824,327	\$ 8,462,357	\$ (12,060)	\$ -	\$ 237,274,624

Depreciation was charged to activities as follows:

Public Protection	\$ 2,394,466
Recreation and culture	2,152,026
General government	618,506
Total depreciation expense	\$ 5,164,998

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

4. INTERFUND TRANSACTIONS

Advances from other funds	
	Non-Major Governmental Fund
Advances to other funds	
General Fund	\$ 26,786
Total	\$ 26,786

Advances from the General Fund to the Non-Major Governmental Funds are to fund operating expenditures not otherwise covered by available resources.

		Transfers In			
		Major Fund			
		General Fund	Landscape and Lighting Special Revenue Fund	Non - Major Governmental Fund	Total
Transfers Out	General Fund	\$ -	\$ 825,840	\$ 1,699,448	\$ 2,525,288
	Landscape and Lighting Special Revenue Fund	1,730,007	2,858,298	-	4,588,305
	Non - Major Governmental Fund	3,858	-	-	3,858
	Total	\$ 1,733,865	\$ 3,684,138	\$ 1,699,448	\$ 7,117,451

Transfers are used to (1) pay for overhead expenditures incurred and to assist in paying for capital improvement projects, and (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES

As of June 30, 2020 the District's legal debt limit margin is \$302,512, which is based on 5% of gross assessed valuation. The activities of the District's long-term liabilities during the year ended June 30, 2020 are as follows:

	Balance June 30, 2019	Additions	Reductions	Balance June 30, 2020	Due Within One Year
Loans Payable	\$ 41,729	\$ -	\$ (13,184)	\$ 28,545	\$ 13,896
Certificates of Participation					
- 2015 Refinancing Project	8,835,000	-	(100,000)	8,735,000	115,000
COP 2015 Refinancing Project					
- Original Issue Discount	(238,108)	-	11,338	(226,770)	-
Certificates of Participation					
- 2016 Refinancing Project	6,470,000	-	(715,000)	5,755,000	655,000
COP 2016 Refinancing Project					
- Original Issue Premium	570,155	-	(63,101)	507,054	-
Certificates of Participation					
- 2016 Energy Project:					
Series A	5,450,000	-	-	5,450,000	-
Series C	1,115,000	-	(155,000)	960,000	160,000
COP 2016 Energy Project, Series A					
- Original Issue Discount	(202,043)	-	6,967	(195,076)	-
COP 2016 Energy Project, Series C					
- Original Issue Premium	122,468	-	(4,536)	117,932	-
Capital lease obligation	7,293,043	1,691,883	(1,781,894)	7,203,032	1,591,597
Compensated absences	2,573,429	106,717	-	2,680,146	177,458
Net OPEB liability	45,061,840	5,937,428	(4,679,011)	46,320,257	-
Net pension liability	67,421,624	17,892,751	(7,230,885)	78,083,490	-
Total long-term liabilities	\$ 144,514,137	\$ 25,628,779	\$ (14,724,306)	\$ 155,418,610	\$ 2,712,951
Less: amount due					
within one year	(2,883,191)			(2,712,951)	
Amounts due in more					
than one year	\$ 141,630,946			\$ 152,705,659	

Compensated absences, Net OPEB liability, and net pension liability typically have been liquidated by the General Fund for governmental activities, except for amounts incurred by other funds.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

A. Certificates of Participation and Loans Payable

The certificates of participation and loans payable consist of the following as of June 30, 2020:

Loans Payable - Obtained May 1, 2007 in the amount of \$200,000 for the funding of the Underwood Park well. Semi-annual interest payments at 5.31% ranging from \$197 to \$4,053 and semi-annual principal payments ranging from \$3,562 to \$7,418 are due November 1 and May 1 through May 1, 2022 on the \$200,000 loan. The outstanding balance as of June 30, 2020 was \$28,545.

Maturities of long-term liabilities are summarized below.

	Loans Payable		
	Principal	Interest	Total
2021	\$ 13,896	\$ 1,333	\$ 15,229
2022	14,649	586	15,235
Total debt	\$ 28,545	\$ 1,919	\$ 30,464

Certificates of Participation - 2015 Refinancing Project - Issued July 2015 for the refinancing of a portion of the unfunded actuarial accrued liability with respect to the obligation of the District to make certain payments to the California Public Employees' Retirement System for both active and retired Safety employees and Miscellaneous employees of the District. The interest on the certificates is payable semi-annually on December 15 and June 15 of each year, with interest ranging from 3.0% to 5.0%. Principal and sinking fund payments ranging from \$45,000 to \$895,000 are due June 15. The outstanding balance as of June 30, 2020 was \$8,735,000.

Maturities of long-term liabilities are summarized below:

	Certificates of Participation - 2015 Refinancing Project		
	Principal	Interest	Total
2021	\$ 115,000	\$ 448,675	\$ 563,675
2022	140,000	444,650	584,650
2023	160,000	439,400	599,400
2024	185,000	433,000	618,000
2025	210,000	425,138	635,138
2026-2030	1,525,000	1,951,836	3,476,836
2031-2035	2,540,000	1,477,230	4,017,230
2036-2040	3,860,000	664,782	4,524,782
Total debt	\$ 8,735,000	\$ 6,284,711	\$ 15,019,711

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

A. Certificates of Participation and Loans Payable, Continued

Certificates of Participation - 2016 Refinancing Project - In July 2016, the District issued certificates of participation in a par amount of \$8,115,000 for the purpose of refunding at lower interest rates the outstanding balances of obligations under (i) a Master Land, Building and Equipment Lease Purchase Agreement, dated as of July 1, 2000, with Municipal Services Group, Inc. ("MSG"), pursuant to which MSG financed and leased a new Fire Station 76 and the site thereof, (ii) a Municipal Project Lease and Option Agreement, dated September 4, 2008, with Community Services District Building Corporation ("CSDBC"), pursuant to which CSDBC financed and leased a new fleet maintenance building and the site thereof, and (iii) a Lease Agreement, dated October 20, 2010, with Municipal Finance Corporation ("MFC"), pursuant to which MFC refinanced and leased new Fire Stations 73 and 75 and the sites thereof, (b) purchase a reserve fund municipal bond insurance policy in lieu of cash funding a reserve fund for the Certificates, and (c) pay delivery costs incurred in connection with the execution, delivery and sale of the Certificates. The bonds bear an interest rate of 2.00% annually between March 1 2017 and September 1, 2018. The bonds mature on September 1 of each year starting in 2017 and ending 2028 in amounts ranging from \$380,000 to \$885,000. Interest is paid semi-annually on March 1 and September 1 of each year.

The annual debt service requirements to maturity for the 2016 Certificates of Participation outstanding at June 30, 2020, were as follows:

Certificates of Participation - 2016 Refinancing Project			
	Principal	Interest	Total
2021	\$ 655,000	\$ 195,525	\$ 850,525
2022	600,000	175,875	775,875
2023	620,000	157,875	777,875
2024	645,000	133,075	778,075
2025	675,000	107,275	782,275
2026-2028	2,560,000	163,700	2,723,700
Total debt	\$ 5,755,000	\$ 933,325	\$ 6,688,325

Certificates of Participation - 2016 Energy Projects, Series A,B,C - In September 2016, the District issued \$5,450,000 Certificates of Participation, Series A (2016 Energy Projects—Direct Pay Subsidy New Clean Renewable Energy Bonds (CREBS)—Taxable) (the "Series A Certificates") to provide funds to (a) finance the costs of a clean renewable energy project consisting of solar photovoltaic energy systems, (b) purchase a municipal bond insurance policy for the Series A Certificates and pay a portion of the cost of purchasing a reserve fund insurance policy in lieu of cash funding a reserve fund for the Certificates (hereinafter defined), and (c) pay a portion of the delivery costs incurred in connection with the execution, delivery and sale of the Series A Certificates.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

A. Certificates of Participation and Loans Payable, Continued

The \$135,000 Certificates of Participation, Series B (2016 Energy Projects—Taxable) (the “Series B Certificates”), are issued to provide funds to (a) purchase a municipal bond insurance policy for the Series B Certificates and pay a portion of the cost of purchasing a reserve fund insurance policy in lieu of cash funding a reserve fund for the Certificates, and (b) pay a portion of the delivery costs incurred in connection with the execution, delivery and sale of the Certificates.

The \$1,260,000 Certificates of Participation, Series C (2016 Energy Projects—Tax-Exempt) (the “Series C Certificates” and, with the Series A Certificates and the Series B Certificates, the “Certificates”), are issued to provide funds to (a) finance the costs of energy efficiency projects, (b) purchase a municipal bond insurance policy for the Series C Certificates and pay a portion of the cost of purchasing a reserve fund insurance policy in lieu of cash funding a reserve fund for the Certificates, and (c) pay a portion of the delivery costs incurred in connection with the execution, delivery and sale of the Certificates.

The annual debt service requirements to maturity for the 2016 Certificates of Participation outstanding at June 30, 2020, were as follows:

	Certificates of Participation - 2016 Energy Project, Series A			Certificates of Participation - 2016 Energy Project, Series C		
	Principal	Interest	Total	Principal	Interest	Total
2021	\$ -	\$ 201,800	\$ 201,800	\$ 160,000	\$ 35,200	\$ 195,200
2022	-	201,800	201,800	160,000	30,400	190,400
2023	-	201,800	201,800	165,000	25,600	190,600
2024	-	201,800	201,800	170,000	19,000	189,000
2025	-	201,800	201,800	180,000	12,200	192,200
2026-2030	900,000	965,619	1,865,619	125,000	5,000	130,000
2031-2035	1,155,000	793,232	1,948,232	-	-	-
2036-2040	1,180,000	584,594	1,764,594	-	-	-
2041-2045	1,520,000	324,400	1,844,400	-	-	-
2046-2047	695,000	41,400	736,400	-	-	-
Total debt	\$ 5,450,000	\$ 3,718,245	\$ 9,168,245	\$ 960,000	\$ 127,400	\$ 1,087,400

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

B. Capital Lease Obligations

The District had the following capital lease obligations as of June 30, 2020:

Description	Interest Rate	Lease Term	Original Principal	Balance 6/30/2020	Asset Acquired at Cost	Accumulated Depreciation
Oshkosh (2) 2013 Pierce Arrow XT	2.70%	12/7/13- 7/7/2020	\$ 1,073,150	\$ 163,975	\$ 1,073,150	\$ 858,520
Oshkosh (2) 2015 Pierce Arrow XT	2.90%	5/22/16- 05/22/22	1,196,366	370,811	1,196,366	478,546
KSB Motorola Radios		7/15/17-06/15/2021	651,669	171,372	651,669	130,334
California State Bank & Trust (2) Pierce Pumpers	3.69%	12/1/18-06/01/2023	1,310,000	826,000	1,292,625	258,525
Opus Bank (2) Braun Northwest Ambulances	3.78%	1/1/20-07/01/2022	430,000	358,333	414,135	82,827
Capital One Public Finance Fire Annex Property	3.09%	3/1/20-09/01/2039	1,560,000	1,534,000	1,500,000	18,835
Ray Morgan Co. Canon 7565/5560	8.30%	10/20/19-09/20/2024	41,445	36,266	41,445	10,156
AIG Comm Equip Dillard Ranch Lease	1.67%	6/30/06-03/30/2026	4,300,000	1,538,404	4,381,059	818,992
AIG Comm Equip Emerald Lakes Golf Course	2.35%	10/21/06-07/21/2026	5,200,000	2,079,679	5,009,532	-
Caltronics C658 City Aquatic Ctr	6.85%	5/1/19-04/01/2024	17,658	14,060	17,658	-
Ray Morgan Co. Canon 5550 WCAC AQ	8.30%	10/20/19-09/20/2024	14,210	12,434	14,209	3,482
Ray Morgan Co. Canon 5550 WCAC	8.30%	10/20/19-09/20/2024	15,394	13,470	15,394	3,772
Ray Morgan Co. Canon 5560/5560 REC FAC	8.30%	10/20/19-09/20/2024	39,076	34,194	39,076	9,575
KSB - Lease Security Patrol Vehicle		9/9/16-08/09/2021	40,395	10,079	40,395	11,194
Toro Workman Mower GC		11/5/19-10/05/2023	13,469	11,127	13,469	2,694
Ray Morgan Co. Cannon 5535	8.30%	10/20/19-09/20/2024	8,289	7,253	8,289	1,658
KSB - Lease		1/8/17-12/18/2021	68,219	21,575	68,219	13,644
				\$ 7,203,032	\$18,937,362	\$ 3,735,583

In March 2006, the District entered into a lease agreement to acquire and improve 97 acres of land for a park site. The lease calls for 80 quarterly payments of \$70,359 through March 30, 2026. Payments include interest at 1.67%. Capital assets acquired under this lease agreement include land and improvements of \$4,381,059, with accumulated depreciation of \$818,992 at June 30, 2020.

In July 2006, the District entered into a lease agreement to fund the purchase of a golf course, which is recorded as land in the amount of \$5,009,532. The lease agreement provides for 28 quarterly payments of \$89,689 through July 2013, with the payments being reset on that date and paid through July 21, 2026. Payments include interest at 2.35%.

On March 15, 2013, the District entered into a capital lease agreement in the amount of \$1,073,150 for two 2013 Pierce XT Type 1 fire engines. The lease agreement provides for 7 annual payments for of \$168,392 from July 7, 2014.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

B. Capital Lease Obligations, Continued

On November 11, 2014, the District entered into a capital lease agreement in the amount of \$886,022 for various cardiac monitors. The lease agreement provides for 4 annual payments of \$191,967 from November 11, 2014 through March 15, 2020. Payments include interest at 4.5%.

On May 22, 2016, the District entered into a capital lease agreement in the amount of \$1,196,366 for two 2015 Pierce XT Type I fire engines. The lease agreement provides for 7 annual payments for of \$190,983 from May 22, 2015.

On Dec 8, 2016, the District entered into a capital lease agreement in the amount of \$68,219 for a Groundsmaster 4000-D T4 mower. The lease agreement provides for 60 monthly payments of \$1228 from January 18, 2017.

On Jan 27, 2017, the District entered into a capital lease agreement in the amount of \$651,669 for various radios and assorted accessories. The lease agreement provides for 48 monthly payments of \$14,503 from July 15, 2017.

On June 20, 2018, the District entered into a capital lease agreement in the amount of \$1,310,000 for two 2017 Pierce Arrow Type 1 engines. The lease agreements provides for 10 semi-annual payments. The interest is computed at the rate of 3.69% per annum.

On September 1, 2019, the District entered into a capital lease agreement in the amount of \$1,560,000 for Fire Station 72. The lease agreements provides for 40 semi-annual payments. The interest is computed at the rate of 3.09% per annum.

On June 28, 2020, the District entered into a capital lease agreement in the amount of \$430,000 with Opus Bank, for two 2018 North Star Ambulance. The lease agreements provides for 6 semi-annual payments starting from January 1, 2020. The contract annual interest rate applicable to this property is 3.78% per annum.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

5. LONG-TERM LIABILITIES, Continued

As of June 30, 2020, future minimum lease payments under capital lease obligations were as follows:

<u>Fiscal Year ending June 30,</u>	
2021	\$ 1,795,014
2022	1,425,413
2023	1,149,377
2024	779,295
2025	752,798
2026-2030	1,826,382
2031-2035	526,643
2036-2039	421,866
Total payments	8,676,788
Less amounts representing interest	1,473,756
Net present value of future minimum lease payments	\$ 7,203,032

C. Compensated Absences

Compensated absences are liquidated by the fund that has recorded the liability. The long-term portion of governmental activities compensated absences is liquidated primarily by the General Fund.

6. DEFINED BENEFIT PENSION PLAN

A. General Information about the Pension Plans

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

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

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6. DEFINED BENEFIT PENSION PLAN, Continued

A. General Information about the Pension Plans, Continued

The Plans' provisions and benefits in effect at June 30, 2020, are summarized as follows:

	Safety	Miscellaneous
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Earliest retirement age	50	50
Benefit factor for each year of service as a % of annual salary	3% at age 50	2.5% at 55
Required employee contribution rates	9%	8%
Required employer contribution rates	17.587%	9.123%
Required unfunded accrued liability payment	\$ 3,633,831	\$ 576,454

On January 1, 2013, the Public Employee Pension Reform Act (PEPRA) went into effect. This State law applies to employees hired after January 1, 2013 who are new to PERS. These employees are termed PEPRA members and employees that were enrolled in PERS (without significant separation) prior to January 1, 2013 are now referred to as classic members. PEPRA miscellaneous members will be enrolled in a 2% at 62 plan and PEPRA safety members will be enrolled in a 2.7% at 57 plan. PEPRA members will be required to pay half the normal cost of their plans.

Employees Covered – As of the measurement date, the following employees were covered by the benefit terms for each Plan:

	Miscellaneous	Safety
Inactive employees or beneficiaries currently receiving benefits	90	107
Inactive employees entitled to but not yet receiving benefits	494	66
Active employees	241	161
Total	825	334

Contributions – Section 20814(C) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the measurement period ended June 30, 2019 (the measurement date), the average active employee contribution rate is 8 percent of annual pay for the Miscellaneous Plan and 9 percent of annual pay for the Safety Plan, and employer contribution rate is 9.123 percent of annual payroll for the Miscellaneous Plan and 17.587 percent of annual payroll for the Safety Plan.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6. DEFINED BENEFIT PENSION PLAN, Continued

B. Net Pension Liability

The District's net pension liability for each Plan 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, 2019, using an annual actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown on the following page.

Actuarial Assumptions – The total pension liabilities in the June 30, 2018 actuarial valuations were determined using the following actuarial assumptions

	Miscellaneous	Safety
Valuation Date	June 30, 2018	June 30, 2018
Measurement Date	June 30, 2019	June 30, 2019
Actuarial Cost Method	Entry-Age Normal Cost Method	
Actuarial Assumptions:		
Discount Rate	7.15%	7.15%
Inflation	2.50%	2.50%
Salary Increases	Varies by Entry Age and Service	
Investment Rate of Return ⁽¹⁾	7.15%	7.15%
Mortality ⁽²⁾	Derived using CalPERS' Membership Data for all Funds	
Post Retirement Benefit Increase	Protection Allowance Floor on Purchasing Power applies, 2.50% thereafter	

(1) Net of pension plan investment and administrative expenses; includes Inflation.

(2) The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using the Society of Actuaries Scale 90% of scale MP 2016.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2018 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2015. Further details of the Experience Study can found on the CalPERS website (www.calpers.ca.gov).

Discount Rate – The discount rate used to measure the total pension liability was 7.15% for each Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.15% will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6 DEFINED BENEFIT PENSION PLAN, Continued

B. Net Pension Liability, Continued

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

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

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

Asset Class	New Strategic Allocation	Real Return Years 1 - 10 ^(a)	Real Return Years 11+ ^(b)
Global Equity	50.00%	4.80%	5.98%
Global Fixed Income	28.00%	1.00%	2.62%
Inflation Sensitive	-	0.77%	1.81%
Private Equity	8.00%	6.30%	7.23%
Real Estate	13.00%	3.75%	4.93%
Liquidity	1.00%	-	-0.92%
Total	100%		

(a) An expected inflation of 2.00% used for this period.

(b) An expected inflation of 2.92% used for this period.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6. DEFINED BENEFIT PENSION PLAN, Continued

C. Changes in the Net Pension Liability

The changes in the Net Pension Liability for each Plan follow:

Miscellaneous Plan:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2018	\$ 52,233,033	\$ 40,788,935	\$ 11,444,098
Changes in the year:			
Service cost	1,719,148	-	1,719,148
Interest on the total pension liability	3,849,015	-	3,849,015
Differences between actual and expected experience	1,692,289	-	1,692,289
Changes in assumptions	-	-	-
Net plan to plan resource movement		-	-
Contribution - employer	-	1,347,954	(1,347,954)
Contribution - employee	-	767,245	(767,245)
Investment income	-	2,667,154	(2,667,154)
Administrative expenses	-	(29,108)	29,108
Benefit payments , including refunds of employee contributions	(1,905,075)	(1,905,075)	-
Other Miscellaneous income/(Expense)	-	94	(94)
Net changes	5,355,377	2,848,264	2,507,113
Balance at June 30, 2019	\$ 57,588,410	\$ 43,637,199	\$ 13,951,211

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6. DEFINED BENEFIT PENSION PLAN, Continued

C. Changes in the Net Pension Liability, Continued

Safety Plan:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2018	\$ 187,779,418	\$ 131,801,892	\$ 55,977,526
Changes in the year:			
Service cost	5,419,538	-	5,419,538
Interest on the total pension liability	13,810,178	-	13,810,178
Differences between actual and expected experience	5,908,466	-	5,908,466
Changes in assumptions	-	-	-
Changes in benefit terms	-	-	-
Net plan to plan resource movement	-	-	-
Contribution - employer	-	5,882,931	(5,882,931)
Contribution - employee	-	2,350,496	(2,350,496)
Net investment income	-	8,843,754	(8,843,754)
Administrative expenses	-	(94,057)	94,057
Benefit payments , including refunds of employee contributions	(6,496,592)	(6,496,592)	-
Other Miscellaneous income/(Expense)	-	305	(305)
Net changes	18,641,590	10,486,837	8,154,753
Balance at June 30, 2019	\$ 206,421,008	\$ 142,288,729	\$ 64,132,279

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

	Miscellaneous	Safety	Total
1% Decrease	6.15%	6.15%	6.65%
Net Pension Liability	\$ 22,976,575	\$ 95,638,368	\$ 118,614,943
Current Discount Rate	7.15%	7.15%	7.65%
Net Pension Liability	\$ 13,951,211	\$ 64,132,279	\$ 78,083,490
1% Increase	8.15%	8.15%	8.65%
Net Pension Liability	\$ 6,648,840	\$ 38,382,037	\$ 45,030,877

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

6. DEFINED BENEFIT PENSION PLAN, Continued

C. Changes in the Net Pension Liability, Continued

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

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

For the year ended June 30, 2020, the District recognized pension expense of \$15,089,462 (\$4,410,433 for the Miscellaneous Plan and \$10,679,029 for the Safety Plan). At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Miscellaneous		Safety		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 1,597,211	\$ -	\$ 6,840,349	\$ -	\$ 8,437,560	\$ -
Differences between actual and expected experience	2,428,807	-	6,030,025	(1,107,375)	8,458,832	(1,107,375)
Changes in assumptions	-	(90,096)	5,753,943	(1,062,441)	5,753,943	(1,152,537)
Net differences between projected and actual earnings on plan investments	-	(191,245)	-	(673,100)	-	(864,345)
Total	\$ 4,026,018	\$ (281,341)	\$ 18,624,317	\$ (2,842,916)	\$ 22,650,335	\$ (3,124,257)

\$8,437,560 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ending June 30:	Miscellaneous	Safety
2021	\$ 1,266,777	\$ 2,126,612
2022	553,923	1,123,477
2023	275,917	2,279,263
2024	50,849	1,501,185
2025	-	858,323
Thereafter	-	1,052,192

E. Payable to Pension Plans

As of June 30, 2020 the District reported a payable of \$0 for the outstanding amount of contributions to the pension plans required for the year ended June 30, 2020.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

7. OTHER POSTEMPLOYEMENT BENEFITS

A. Plan Description

The District participates in the CalPERS healthcare programs Public Employees Medical and Hospital Care Act (PEHMCA), providing lifetime medical benefits to District full-time employees who retire at age 50 or older with 5 or more years of service. Benefits are also provided to spouses and surviving spouses of eligible retirees. Retirees may enroll in any available CalPERS medical plan. The District contributed 100% of the costs. The District currently participates in an OPEB. For fiscal year ended June 30, 2020, there were 133 retirees receiving these benefits. The Plan is a defined benefit agent multiple employer plan.

B. Employees Covered

Inactive employees or beneficiaries currently receiving benefits	133
Inactive employees entitled to but not yet receiving benefits	123
Active employees	257
Total	<u>513</u>

C. Contributions

Beginning in the fiscal year 2014-15, the District pre-funds the Plan through CalPERS OPEB Trust (CERBT) by contributing the District's Annual Required Contribution (ARC) every year. For the measurement period 2018-19, the District contributions equaled \$5,101,304, that including \$2,402,602 in benefit payments, a \$2,276,409 deposit to CERBT, and an adjustment for an implied subsidy from active members of \$422,293. The District's contributions for fiscal year 2019-20 was \$5,282,991.

CERBT is a tax qualified irrevocable trust, organized under Internal Revenue Code (IRC) Section 115, established to prefund OPEB. The CERBT issues a publicly available financial report that included financial statements and required supplementary information for the District, not individualizing, but in aggregate with the other CERBT participants. That report may be obtained by contacting CalPERS.

D. Net OPEB Liability

The District's net OPEB liability was measured as of June 30, 2019 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2019, based on the actuarial methods and assumptions on the following page.

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

7. OTHER POSTEMPLOYMENT BENEFITS, Continued

D. Net OPEB Liability, Continued

Valuation Date	June 30, 2019
Measurement Date	June 30, 2019
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.50%
Inflation	2.50%
Contribution Policy	Contributes full ADC
Salary Increases	Varies by Entry Age and Service
Projected Salary Increase	2.75%
Investment Rate of Return	6.50%
Mortality	CalPERS 2014 Experience Study
Post Retirement Benefit Increase	CalPERS 2014 Experience Study
Healthcare Trend	4.00% - 6.4%

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

Asset Class	Target Allocation	Expected Real Rate of Return
Equity	59.00%	4.76%
Fixed Income	25.00%	2.01%
TIPS	5.00%	1.20%
Commodities	3.00%	2.39%
REITs	8.00%	4.53%
Assumed Long-Term Rate of Inflation		2.50%
Assumed Long-Term Investment Expenses		N/A
Expected Long-Term Net Rate of Return, Rounded		6.50%
Discount Rate		6.50%

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

7. OTHER POSTEMPLOYMENT BENEFITS, Continued

E. Discount Rate

The discount rate used to measure the total OPEB liability was 6.50 percent. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

F. Changes in the Net OPEB Liability

The changes in the net OPEB liability for the OPEB Plan are as follows:

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability/(Asset)
Balance at June 30, 2018	\$ 56,380,451	\$ 11,318,611	\$ 45,061,840
Changes in the year:			
Service cost	1,604,236	-	1,604,236
Interest on the total OPEB liability	4,143,967	-	4,143,967
Differences between actual and expected experience	(2,696,103)	-	(2,696,103)
Changes in assumptions	4,519,438	-	4,519,438
Changes in benefit terms	(478,519)	-	(478,519)
Contribution - employer	-	5,101,304	(5,101,304)
Contribution - employee	-	-	-
Net investment income	-	735,777	(735,777)
Administrative expenses	-	(2,479)	2,479
Benefit payments , including refunds of employee contributions	(2,124,129)	(2,124,129)	-
Net changes	4,968,890	3,710,473	1,258,417
Balance at June 30, 2019	\$ 61,349,341	\$ 15,029,084	\$ 46,320,257

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

7. OTHER POSTEMPLOYMENT BENEFITS, Continued

G. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the District if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2019:

	1% Decrease (5.5%)	Current Discount (6.5%)	1% Increase (7.5%)
Net OPEB Liability	\$ 54,074,090	\$ 46,320,257	\$ 39,816,894

H. Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the net OPEB liability of the District if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2019:

	1% Decrease (5.4% - 3.0%)	Current Healthcare Trend Rate (6.4% - 4.0%)	1% Increase (7.4% to 5.0%)
Net OPEB Liability	\$ 39,090,883	\$ 46,320,257	\$ 55,294,313

I. Recognition of Deferred Outflow and Deferred Inflows of Resources

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first 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 recognition period differs depending on the source of the gain or loss:

Net difference between projected and actual earnings on OPEB plan investments	5 years
All other amounts	Average Future Working Lifetime averages over all actives and retirees

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

7. OTHER POSTEMPLOYMENT BENEFITS, Continued

J. OPEB Expense and Deferred Outflows/(Inflows) of Resources Related to OPEB

For the fiscal year ended June 30, 2020, the District recognized OPEB expense of \$4,663,259. For the fiscal year ended June 30, 2020, the District reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience in the measurement of the TOL	\$ 3,145,058	\$ (2,417,292)
OPEB contributions subsequent to measurement date	5,282,991	-
Changes in assumptions	4,052,071	(2,999,979)
Net differences between projected and actual earnings on plan investments	108,079	-
Total	<u>\$ 12,588,199</u>	<u>\$ (5,417,271)</u>

The \$5,282,991 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2019 measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2021. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

Fiscal Year Ending June 30:	
2021	\$ 236,220
2022	236,220
2023	244,620
2024	232,155
2025	210,284
Thereafter	728,438

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

8. RISK MANAGEMENT

The District participates in the Northern California Special Districts Insurance Authority (NCS DIA), a public entity risk pool of special districts within Northern California, for workers compensation insurance. Loss contingency reserves established by NCS DIA are funded by contributions from member agencies. The District pays an annual premium to NCS DIA that includes its pro-rata share of excess insurance premiums, charges for the pooled risk, claims adjusting and legal costs, and administrative and other costs to operate the NCS DIA. NCS DIA retains the ability to assess its members' amounts in addition to annual premiums. NCS DIA has never made an additional assessment and is currently fully funded. No provision has been made on these financial statements for liabilities related to possible additional assessments.

The District also participates in the Special District Risk Management Authority (SDRMA), a joint powers agency comprised of California special districts, for general, property, automobile, and public officials' errors and omissions. Loss contingency reserves established by the SDRMA are funded by contributions from member agencies. The District pays an annual contribution to the SDRMA that includes its pro-rata share of excess insurance premiums, charges for pooled risk, claims adjusting and legal costs, and administrative and other costs to operate the SDRMA. SDRMA provides insurance through the pool up to a certain level, beyond which group purchased commercial excess insurance is obtained.

The District's self-insured retention level and maximum coverage under the NCS DIA and SDRMA are as follows:

	Pool Coverage	Commercial Coverage	Self-Insured Retention
NCS DIA			
Workers compensation and employers liability	\$ 200,000	\$ 5,000,000	\$ -
SDRMA			
Property	-	1,000,000,000	2,000
Boiler and machinery	-	100,000,000	1,000
Personal Injury and property damage	600,000	10,000,000	500 to 1,000
Uninsured motorists bodily injury	750,000	-	-
Public officials errors and omissions liability	600,000	10,000,000	-
Employment benefits and practices liability	600,000	1,000,000	-
Employee dishonesty	-	1,000,000	-
Public officials personal liability	-	500,000	1,000
Trailer and automobile physical damage	Replacement Cost	-	-

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

9. FUND BALANCE

As of June 30, 2020, classifications of fund balance are as follows:

	Major Governmental Funds			
	General	Landscaping and Lighting Special Revenue Fund	Non Major Government Funds	Total Government
Fund Balances				
Nonspendable fund balance:				
Advances to other funds	\$ 26,786	\$ -	\$ -	\$ 26,786
Prepaid items	1,467,697	-	-	1,467,697
Subtotal	1,494,483	-	-	1,494,483
Restricted fund balance for:				
Park Development	19,934,228	-	-	19,934,228
Fire station and equipment	8,194,079	-	-	8,194,079
Specific purpose of the fund	-	42,435,377	-	42,435,377
Foundation activities of the fund	-	-	161,251	161,251
Subtotal	28,128,307	42,435,377	161,251	70,724,935
Assigned fund balance for:				
Emergency reserve	3,329,996	-	-	3,329,996
Youth facility development	98,520	-	-	98,520
Apparatus replacement	112,961	-	-	112,961
Laguna town hall capital	20,973	-	-	20,973
BMW complex capital reserve	66,550	-	-	66,550
EG recreation center capital improvement	31,000	-	-	31,000
Fox aquatic capital improvement	40,700	-	-	40,700
Fire capital facilities	7,528	-	-	7,528
Board Discretionary Reserve	17,622,182	-	-	17,622,182
Golf capital improvement	15,000	-	-	15,000
Pavillion deferred maintenance	30,000	-	-	30,000
Sport field light replacement plan	46,825	-	-	46,825
Oasis park	541,553	-	-	541,553
IGT reserve	967,716	-	-	967,716
Singh & kaur park	347,057	-	-	347,057
Subtotal	23,278,561	-	-	23,278,561
Total Fund Balances	\$ 52,901,351	\$ 42,435,377	\$ 161,251	\$ 95,497,979

Cosumnes Community Services District
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2020

10. COMMITMENT AND CONTINGENCIES

The District is in the process of performing construction services for the re-model of the administrative building as of June 30, 2020 as follows:

Project	Project Appropriation	Expenditures to June 30, 2020	Committed
Singh and Kaur Park	\$ 2,083,144	\$ 507,275	\$ 1,575,869
Albiani Recreation Center	581,900	75,316	506,584
Total	<u>\$ 2,665,044</u>	<u>\$ 582,591</u>	<u>\$ 2,082,453</u>

The District is a party to claims and lawsuits arising in the ordinary course of business. The District's management and legal counsel are of the opinion that the ultimate liability, if any, arising from these claims will not have a material adverse impact on the financial position of the District.

11. PRIOR PERIOD ADJUSTMENTS

The District recorded the following prior period adjustments to correct deferred employer contributions for pension and OPEB.

	Net Position as Previously Reported at June 30, 2019	Prior Period Adjustments		Net Position as Restated at June 30, 2019
		Deferred Employer OPEB Contributions	Deferred Employer Pension Contributions	
Government Wide Statements				
Governmental Activities	<u>\$ 191,519,006</u>	<u>\$ 2,824,895</u>	<u>\$ 1,909,910</u>	<u>\$ 196,253,811</u>

12. COVID-19 PANDEMIC

District operations were affected during fiscal year 2019-20 by the COVID-19 pandemic. The District experienced decreases in recreational revenues during the year as a result of State mandated closures.

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REQUIRED SUPPLEMENTARY INFORMATION

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

1. DEFINED BENEFIT PENSION PLANS

**A. Schedule of Changes in Net Pension Liability and Related Ratios
During the Measurement Period**

Miscellaneous Plan

Measurement Period ⁽¹⁾	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
TOTAL PENSION LIABILITY						
Service Cost	\$ 1,719,148	\$ 1,670,803	\$ 1,439,061	\$ 1,287,305	\$ 1,229,813	\$ 1,279,630
Interest	3,849,015	3,488,653	3,091,267	2,854,296	2,592,505	2,412,110
Changes of Benefit Terms	-	-	-	-	-	-
Difference Between Expected and Actual Experience	1,692,289	2,686,259	84,419	739,804	(157,288)	-
Changes of Assumptions	-	(202,718)	2,925,798	-	(730,271)	-
Benefit Payments, Including Refunds of Employee Contributions	(1,905,075)	(1,766,716)	(1,377,109)	(1,231,393)	(1,106,151)	(997,382)
Net Change in Total Pension Liability	5,355,377	5,876,281	6,163,436	3,650,012	1,828,608	2,694,358
Total Pension Liability - Beginning	52,233,033	46,356,752	40,193,316	36,543,304	34,714,696	32,020,338
Total Pension Liability - Ending (a)	\$ 57,588,410	\$ 52,233,033	\$ 46,356,752	\$ 40,193,316	\$ 36,543,304	\$ 34,714,696
PLAN FIDUCIARY NET POSITION						
Contributions - Employer	\$ 1,347,954	\$ 1,200,358	\$ 1,070,149	\$ 5,411,034	\$ 1,073,403	\$ 971,677
Contributions - Employee	767,245	736,007	672,073	587,412	591,236	569,537
Net Plan to Plan Resource Movement	-	(94)	-	-	-	-
Net Investment Income ⁽²⁾	2,638,046	3,105,264	3,772,672	182,432	613,270	4,023,996
Benefit Payments, Including Refunds of Employee Contributions	(1,905,075)	(1,766,716)	(1,377,109)	(1,231,393)	(1,106,151)	(997,382)
Other Changes in Fiduciary Net Position	94	(111,341)	(49,515)	(17,433)	(32,194)	-
Net Change in Fiduciary Net Position	2,848,264	3,163,478	4,088,270	4,932,052	1,139,564	4,567,828
Plan Fiduciary Net Position - Beginning	40,788,935	37,625,457	33,537,187	28,605,135	27,465,571	22,897,743
Plan Fiduciary Net Position - Ending (b)	\$ 43,637,199	\$ 40,788,935	\$ 37,625,457	\$ 33,537,187	\$ 28,605,135	\$ 27,465,571
Plan Net Pension Liability/(Asset) - Ending (a) - (b)	\$ 13,951,211	\$ 11,444,098	\$ 8,731,295	\$ 6,656,129	\$ 7,938,169	\$ 7,249,125
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.77%	78.09%	81.16%	83.44%	78.28%	79.12%
Covered Payroll	\$ 10,701,865	\$ 10,080,261	\$ 8,358,860	\$ 8,015,598	\$ 7,626,746	\$ 7,612,768
Plan Net Pension Liability/(Asset) as a Percentage of Covered Payroll	130.36%	113.53%	104.46%	83.04%	104.08%	95.22%

(1) - Historical information is required only for measurement periods for which GASB 68 is applicable.

(2) - Net of administrative expenses.

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

1. DEFINED BENEFIT PENSION PLANS, Continued

A. Schedule of Changes in Net Pension Liability and Related Ratios
During the Measurement Period, Continued

Safety Plan

Measurement Period ⁽¹⁾	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
TOTAL PENSION LIABILITY						
Service Cost	\$ 5,419,538	\$ 4,914,143	\$ 4,711,360	\$ 4,032,745	\$ 4,099,996	\$ 4,500,842
Interest	13,810,178	12,557,712	11,723,976	11,018,755	10,288,360	9,733,321
Changes of Benefit Terms	-	-	-	-	-	-
Difference Between Expected and Actual Experience	5,908,466	1,263,722	(1,190,653)	142,294	(2,211,211)	-
Changes of Assumptions	-	(627,414)	10,984,800	-	(2,871,202)	-
Benefit Payments, Including Refunds of Employee Contributions	(6,496,592)	(5,735,383)	(5,289,412)	(5,209,163)	(4,689,570)	(3,791,597)
Net Change in Total Pension Liability	18,641,590	12,372,780	20,940,071	9,984,631	4,616,373	10,442,566
Total Pension Liability - Beginning	187,779,418	175,406,638	154,466,567	144,481,936	139,865,563	129,422,997
Total Pension Liability - Ending (a)	\$206,421,008	\$187,779,418	\$175,406,638	\$154,466,567	\$144,481,936	\$139,865,563
PLAN FIDUCIARY NET POSITION						
Contributions - Employer	\$ 5,882,931	\$ 5,224,782	\$ 4,856,621	\$ 8,090,599	\$ 3,992,396	\$ 4,035,130
Contributions - Employee	2,350,496	2,315,906	2,121,437	2,056,274	2,051,469	2,137,329
Net Plan to Plan Resource Movement	-	(305)	-	-	-	-
Net Investment Income ⁽²⁾	8,749,697	10,069,181	11,921,091	538,773	2,223,654	14,457,536
Benefit Payments, Including Refunds of Employee Contributions	(6,496,592)	(5,735,383)	(5,289,412)	(5,209,163)	(4,689,570)	(3,791,597)
Other Changes in Fiduciary Net Position	305	(355,942)	(157,730)	(61,808)	(114,196)	-
Net Change in Fiduciary Net Position	10,486,837	11,518,239	13,452,007	5,414,675	3,463,753	16,838,398
Plan Fiduciary Net Position - Beginning	131,801,892	120,283,653	106,831,646	101,416,971	97,953,218	81,114,820
Plan Fiduciary Net Position - Ending (b)	\$142,288,729	\$131,801,892	\$120,283,653	\$106,831,646	\$101,416,971	\$ 97,953,218
Plan Net Pension Liability/(Asset) - Ending (a) - (b)	\$ 64,132,279	\$ 55,977,526	\$ 55,122,985	\$ 47,634,921	\$ 43,064,965	\$ 41,912,345
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.93%	70.19%	68.57%	69.16%	70.19%	70.03%
Covered Payroll	\$ 20,439,517	\$ 18,247,837	\$ 17,411,433	\$ 16,784,918	\$ 16,977,207	\$ 18,120,791
Plan Net Pension Liability/(Asset) as a Percentage of Covered Payroll	313.77%	306.76%	316.59%	283.80%	253.66%	231.29%

(1) - Historical information is required only for measurement periods for which GASB 68 is applicable.

(2) - Net of administrative expenses.

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

1. DEFINED BENEFIT PENSION PLANS, Continued

B. Schedule of Plan Contributions⁽¹⁾

Miscellaneous Plan

Fiscal Year	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15
Actuarially determined contribution	\$ 1,597,211	\$ 1,347,954	\$ 1,200,358	\$ 1,070,149	\$ 899,714	\$ 1,073,403
Contribution in relation to the actuarially determined contributions	(1,597,211)	(1,347,954)	(1,200,358)	(1,070,149)	(5,411,034)	(1,073,403)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ (4,511,320)	\$ -

Covered payroll	\$ 10,752,582	\$ 10,701,865	\$ 10,080,261	\$ 8,358,860	\$ 8,015,598	\$ 7,626,746
Contributions as a percentage of covered payroll	14.85%	12.60%	11.91%	12.80%	67.51%	14.07%
<u>Safety Plan</u>						

	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15
Actuarially determined contribution	\$ 5,882,931	\$ 5,882,931	\$ 5,224,782	\$ 4,856,621	\$ 4,053,231	\$ 3,992,396
Contribution in relation to the actuarially determined contributions	(5,882,931)	(5,882,931)	(5,224,782)	(4,856,621)	(8,090,599)	(3,992,396)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ (4,037,368)	\$ -
Covered payroll	\$ 19,868,764	\$ 20,439,517	\$ 18,247,837	\$ 17,411,433	\$ 16,784,918	\$ 16,977,207
Contributions as a percentage of covered payroll	29.61%	28.78%	28.63%	27.89%	48.20%	23.52%

(1) - Historical information is required only for measurement periods for which GASB 68 is applicable

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

1. DEFINED BENEFIT PENSION PLANS, Continued

B. Schedule of Plan Contributions, Continued

Note to Schedules

Methods and assumptions used to determine contribution rates:

Fiscal year:	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15
Valuation date:	6/30/2017	6/30/2016	6/30/2015	6/30/2014	6/30/2013	6/30/2012
Actuarial cost method:	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
Amortization method:	(1)	(1)	(1)	(1)	(1)	(1)
Assets valuation method:	Market Value	Market Value	Market Value	Market Value	Market Value	15 Year Smoothed Market Method
Inflation:	2.63%	2.75%	2.75%	2.75%	2.75%	2.75%
Salary increases:	(2)	(2)	(2)	(2)	(2)	(2)
Investment rate of return:	7.25%	7.375%	7.50%	7.50%	7.50%	7.50%
Retirement age:	(3)	(3)	(3)	(3)	(3)	(3)
Mortality:	(4)	(4)	(4)	(4)	(4)	(4)

(1) Level percentage of payroll, closed

(2) Depending on age, service, and type of employment

(3) 50 for all plans, with the exception of 52 for Miscellaneous PEPRA 2%@62

(4) Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

2. OPEB PLAN

A. Schedule of Changes in Net OPEB Liability and Related Ratios
During the Measurement Period

Measurement Period ⁽¹⁾	2018-19	2017-18	2016-17
TOTAL OPEB LIABILITY			
Service Cost	\$ 1,604,236	\$ 1,527,844	\$ 1,371,080
Interest	4,143,967	3,886,746	3,656,175
Changes of Benefit Terms	(478,519)	-	-
Difference Between Expected and Actual Experience	(2,696,103)	117,992	4,559,751
Changes of Assumptions	4,519,438	-	-
Benefit Payments, Including Refunds of Employee Contributions	(2,124,129)	(1,992,314)	(2,196,311)
Net Change in Total OPEB Liability	4,968,890	3,540,268	2,910,219
Total OPEB Liability - Beginning	56,380,451	52,840,183	49,929,964
Total OPEB Liability - Ending (a)	\$ 61,349,341	\$ 56,380,451	\$ 52,840,183
PLAN FIDUCIARY NET POSITION			
Contributions - Employer	\$ 4,400,538	\$ 4,925,800	\$ 4,939,329
Contributions - Employee	700,766	-	-
Net Investment Income	735,777	608,844	472,513
Benefit Payments, Including Refunds of Employee Contributions	(2,124,129)	(1,992,314)	(2,196,311)
Other Changes in Fiduciary Net Position	(2,479)	(4,254)	(2,536)
Net Change in Fiduciary Net Position	3,710,473	3,538,076	3,212,995
Plan Fiduciary Net Position - Beginning	11,318,611	7,780,535	4,567,540
Plan Fiduciary Net Position - Ending (b)	\$ 15,029,084	\$ 11,318,611	\$ 7,780,535
Plan Net OPEB Liability/(Asset) - Ending (a) - (b)	\$ 46,320,257	\$ 45,061,840	\$ 45,059,648
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	24.50%	20.08%	14.72%
Covered-Employee Payroll	\$ 27,633,257	\$ 21,221,138	\$ 25,770,293
Plan Net OPEB Liability/(Asset) as a Percentage of Covered-Employee Payroll	167.63%	212.34%	174.85%

⁽¹⁾- Historical information is required only for measurement periods for which GASB 75 is applicable

Cosumnes Community Services District
Required Supplementary Information
For the year ended June 30, 2020

2. OPEB PLAN, Continued

B. Schedule of Plan Contributions

	<u>Fiscal Year 2019-20</u>	<u>Fiscal Year 2018-19</u>	<u>Fiscal Year 2017-18 ⁽¹⁾</u>
Actuarially determined contribution	5,282,991	5,101,304	\$ 4,635,505
Contribution in relation to the actuarially determined contributions	<u>(5,282,991)</u>	<u>(5,101,304)</u>	<u>(4,635,505)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	30,621,346	27,633,257	N/A
Contributions as a percentage of covered-employee payroll	17.25%	18.46%	N/A

(1) - Historical information is required only for measurement periods for which GASB 75 is applicable

3. BUDGETARY BASIS OF ACCOUNTING

As required by the laws of the State of California, the District prepares and legally adopts a final operating budget on or before September 1 of each fiscal year. Until the adoption of this final budget, operations are governed by the adopted preliminary budget approved by the Board.

Annual budgets are adopted for the General Fund and Landscape and Lighting Special Revenue Fund. A formal budget is not developed for the Foundation Special Revenue Fund. Accordingly, comparison of actual results of operations to budgetary data for this fund is not presented. Operating budgets are prepared on the modified accrual basis of accounting. Budgetary control and the legal level of control are at the object level. In addition, legal level of budgetary control for the Landscape and Lighting Special Revenue Fund is at the benefit zone level, which is presented in the Supplementary Information section of this report. Significant amendments, appropriation transfers between objects and transfers from contingencies must be approved by the District's Board of Directors. Supplemental appropriations financed by unanticipated revenues also must be approved by the Board. No significant supplemental appropriations were required during the year ended June 30, 2020.

Cosumnes Community Services District

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

Non-GAAP Budgetary Basis

General Fund

For the year ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Taxes	\$ 49,495,825	\$ 49,532,085	\$ 48,761,970	\$ (770,115)
Charges for current services	18,525,128	20,846,800	19,495,851	(1,350,949)
Developer fees and contributions	-	-	4,525,151	4,525,151
Intergovernmental	1,302,530	1,786,402	2,366,979	580,577
Donations and contributions	83,800	85,891	120,528	34,637
Use of money and property	1,306,014	1,469,784	2,341,494	871,710
Miscellaneous	10,362,992	10,427,360	5,855,055	(4,572,305)
Total revenues	81,076,289	84,148,322	83,467,028	(681,294)
EXPENDITURES:				
Current:				
Public protection	51,258,713	52,629,169	50,707,523	1,921,646
Recreation and culture	13,596,173	13,661,362	11,584,039	2,077,323
General government	5,634,827	5,634,827	5,662,393	(27,566)
Capital outlay	18,079,772	19,468,923	13,357,175	6,111,748
Debt service:				
Principal	2,225,592	2,249,110	1,765,599	483,511
Interest	238,843	260,986	203,698	57,288
Contingencies	16,230	35,377	-	35,377
Total expenditures	91,050,150	93,939,754	83,280,427	10,659,327
REVENUES OVER (UNDER) EXPENDITURES	(9,973,861)	(9,791,432)	186,601	9,978,033
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	17,220	21,185	3,965
Issuance of long-term liabilities	3,575,468	4,329,344	1,683,594	(2,645,750)
Insurance recovery	-	-	338,725	338,725
Transfers in	3,032,506	2,956,011	1,733,865	(1,222,146)
Transfers out	(2,668,110)	(2,627,430)	(2,528,288)	99,142
Total other financing sources (uses)	3,939,864	4,675,145	1,249,081	(3,426,064)
Net change in fund balances	(6,033,997)	(5,116,287)	1,435,682	6,551,969
FUND BALANCES:				
Beginning of year	51,465,669	51,465,669	51,465,669	-
End of year	\$ 45,431,672	\$ 46,349,382	\$ 52,901,351	\$ 6,551,969

Cosumnes Community Services District

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

Non-GAAP Budgetary Basis

Landscape and Lighting District

For the year ended June 30, 2020

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Charges for current services	\$ 17,859,914	\$ 17,854,453	\$ 17,567,409	\$ (287,044)
Donations and contributions	-	-	1,463	1,463
Use of money and property	525,728	524,548	1,359,885	835,337
Miscellaneous	44,488	45,979	5,806	(40,173)
Total revenues	18,430,130	18,424,980	18,934,563	509,583
EXPENDITURES:				
Current:				
Recreation and culture	15,961,465	16,000,926	14,086,638	1,914,288
Capital outlay	304,000	279,160	270,180	8,980
Debt service:				
Principal	13,842	13,842	16,292	(2,450)
Interest	894	894	1,430	(536)
Contingencies	2,130,987	2,335,062	-	2,335,062
Total expenditures	18,411,188	18,629,884	14,374,540	4,255,344
REVENUES OVER (UNDER) EXPENDITURES	18,942	(204,904)	4,560,023	4,764,927
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	500	500	-
Issuance of long-term liabilities	-	-	8,289	8,289
Insurance recovery	-	13,951	25,783	11,832
Transfers in	4,488,888	4,300,592	3,687,138	(613,454)
Transfers out	(6,617,759)	(6,427,391)	(4,588,305)	1,839,086
Total other financing sources (uses)	(2,128,871)	(2,112,348)	(866,595)	1,245,753
Net change in fund balances	(2,109,929)	(2,317,252)	3,693,428	6,010,680
FUND BALANCES:				
Beginning of year	38,741,949	38,741,949	38,741,949	-
End of year	\$ 36,632,020	\$ 36,424,697	\$ 42,435,377	\$ 6,010,680

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SUPPLEMENTARY INFORMATION

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NON-MAJOR GOVERNMENTAL FUNDS

Cosumnes Community Services District
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2020

	Debt Service Fund	Foundation Special Revenue Fund	Total Nonmajor Governmental Funds
ASSETS			
Cash and investments	\$ -	\$ 187,841	\$ 187,841
Accounts receivable	-	196	196
Total assets	\$ -	\$ 188,037	\$ 188,037
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Advances from other Funds	\$ -	\$ 26,786	\$ 26,786
Total Liabilities	-	26,786	26,786
Fund Balances:			
Restricted for:			
Foundation activities of the fund	-	161,251	161,251
Total fund balances	-	161,251	161,251
Total liabilities, deferred inflows of resources, and fund balances	\$ -	\$ 188,037	\$ 188,037

Cosumnes Community Services District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2020

	Debt Service Fund	Foundation Special Revenue Fund	Total Nonmajor Governmental Funds
REVENUES			
Donations and contributions	\$ -	\$ 5,860	\$ 5,860
Miscellaneous	-	250	250
Total revenues	-	6,110	6,110
EXPENDITURES			
General government	-	265	265
Services and supplies:			
Membership	-	130	130
Office Supplies	-	278	278
Professional Services	-	770	770
Total Services and supplies	-	1,443	1,443
Debt service:			
Principal	983,187	-	983,187
Interest	713,059	-	713,059
Total debt service	1,696,246	-	1,696,246
Total expenditures	1,696,246	1,443	1,697,689
REVENUES OVER (UNDER) EXPENDITURES	(1,696,246)	4,667	(1,691,579)
OTHER FINANCING SOURCES (USES)			
Transfers in	1,696,246	3,202	1,699,448
Transfers out	-	(3,858)	(3,858)
Total other financing sources (uses)	1,696,246	(656)	1,695,590
Net change in fund balances	-	4,011	4,011
FUND BALANCES:			
Beginning of year	-	157,240	157,240
End of year	\$ -	\$ 161,251	\$ 161,251

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GENERAL FUND

To account for resources associated with the general governmental operations which are not required to be accounted for in another fund.

Cosumnes Community Services District
Schedule of Revenues
General Fund
For the year ended June 30, 2020

	General Operations
Taxes:	
Current secured	\$ 45,663,677
Current unsecured	1,678,477
Supplemental property taxes	1,287,573
Prior unsecured	22,316
RDA Residual Distribution	109,927
Total taxes	48,761,970
Charges for current services:	
Recreation services charges	4,931,057
Ambulance service fees	13,352,346
Service fees/charges - other	1,212,448
Total charges for current services	19,495,851
Developer fees and contributions	4,525,151
Total developer fees and contributions	4,525,151
Intergovernmental:	
Homeowner's property tax relief	429,523
In lieu taxes - other	8,791
State aid - other miscellaneous programs	952,671
Federal aid - public safety	644,209
Aid from other local governments	83,873
RDA passthrough	247,912
Total intergovernmental	2,366,979
Donations and contributions	120,528
Total donations and contributions	120,528
Use of money and property:	
Interest income	1,392,106
Building rental/lease	949,388
Total use of money and property	2,341,494
Miscellaneous:	
Other revenue	5,855,055
Total other revenue	5,855,055
Total revenues	\$ 83,467,028

Cosumnes Community Services District
Schedule of Expenditures
General Fund
For the year ended June 30, 2020

	Departments			
	Public Protection	Park (Recreation and Culture)	Administration (General Government)	Total
Current expenditures:				
Salaries and employee benefits:				
Salaries and wages	\$ 28,670,084	\$ 5,857,523	\$ 3,030,902	\$ 37,558,509
Retirement - employer costs	7,367,893	851,077	441,777	8,660,747
Group insurance - employer costs	6,828,265	1,429,037	801,175	9,058,477
Workers' compensation insurance	1,671,561	121,737	57,759	1,851,057
Other	151,330	-	-	151,330
Total salaries and employee benefits	44,689,133	8,259,374	4,331,613	57,280,120
Services and supplies:				
Automobile services and supplies	377,017	6,656	13,670	397,343
Books	13,390	322	225	13,937
Buildings and grounds maintenance	211,515	352,251	16,262	580,028
Business conferences	87,111	27,093	21,468	135,672
Chemical supplies	-	196,553	-	196,553
Clothing/personal supplies	248,020	17,167	3,869	269,056
Communication system service	921,363	-	-	921,363
Education and training	84,608	26,236	15,439	126,283
Employee transportation	7,052	475	402	7,929
Fire equipment and maintenance	177,725	1,512	-	179,237
Equipment rents and leases	66,223	201,033	27,155	294,411
Food supplies	18,945	147,279	7,995	174,219
Fuel and lubricants	255,342	25,864	23,765	304,971
Insurance - liability	340,448	121,206	50,147	511,801
Medical services and supplies	565,428	38,046	4,342	607,816
Memberships	12,311	8,197	40,915	61,423
Miscellaneous	100,512	76,354	13,425	190,291
Office supplies	28,739	27,117	8,702	64,558
Professional services	2,088,360	1,351,439	1,038,133	4,477,932
Radio/electric service and supply	2,505	-	-	2,505
Recreational supplies	-	263,954	834	264,788
Taxes and assessments	1,926	-	-	1,926
Telephone	193,195	95,920	15,834	304,949
Utilities	216,655	339,991	28,198	584,844
Total services and supplies	6,018,390	3,324,665	1,330,780	10,673,835
Total current expenditures	50,707,523	11,584,039	5,662,393	67,953,955
Capital outlay:				
Land	-	658,251	-	658,251
Structures and improvements	1,769,861	7,567,547	345,022	9,682,430
Equipment	2,783,228	122,394	110,872	3,016,494
Total capital outlay	4,553,089	8,348,192	455,894	13,357,175
Debt service:				
Principal	1,143,444	53,120	569,036	1,765,600
Interest	113,793	8,827	81,077	203,697
Total debt service	1,257,237	61,947	650,113	1,969,297
Total expenditures	\$ 56,517,849	\$ 19,994,178	\$ 6,768,400	\$ 83,280,427

Cosumnes Community Services District

Schedule of Expenditures and Other Financing Sources and Uses Compared to Budget - General Fund

For the year ended June 30, 2020

	Public Protection			Park Department		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
PUBLIC PROTECTION:						
Salaries and benefits	45,147,349	\$ 44,689,133	\$ 458,216	\$ -	\$ -	\$ -
Service and supplies	7,481,820	6,018,390	1,463,430	-	-	-
Total public protection	52,629,169	50,707,523	1,921,646	-	-	-
RECREATION AND CULTURE:						
Salaries and benefits	-	-	-	9,407,597	8,259,374	1,148,223
Costs of sales and services	-	-	-	4,253,765	3,324,665	929,100
Total recreation and culture	-	-	-	13,661,362	11,584,039	2,077,323
GENERAL GOVERNMENT:						
Salaries and benefits	-	-	-	-	-	-
Services and supplies	-	-	-	-	-	-
Total general government	-	-	-	-	-	-
CAPITAL OUTLAY:						
Equipment	3,733,827	2,783,228	950,599	108,480	122,394	(13,914)
Structures and improvements	1,706,200	1,769,861	(63,661)	13,597,835	7,567,547	6,030,288
Total capital outlay	5,440,027	4,553,089	886,938	13,706,315	8,348,192	5,358,123
LEASES/DEBT PAYMENTS:						
Debt service	1,806,967	1,257,237	549,730	49,840	61,947	(12,107)
CONTINGENCIES:	-	-	-	35,377	-	35,377
OTHER FINANCING (SOURCES) AND USES:						
Proceeds from sale of capital assets	(17,220)	(21,185)	3,965	-	-	-
Issuance of long-term liabilities	(4,329,344)	(1,642,149)	(2,687,195)	-	-	-
Insurance Proceeds	-	-	-	-	-	-
Transfers in	(23,324)	(16,636)	(6,688)	(2,318,586)	(1,108,665)	(1,209,921)
Transfers out	1,465,880	1,574,097	(108,217)	1,085,678	876,354	209,324
Total other Financing uses	(2,904,008)	(105,873)	(2,798,135)	(1,232,908)	(232,311)	(1,000,597)
Total general fund	\$ 56,972,155	\$ 56,411,976	\$ 560,179	\$ 26,219,986	\$ 19,761,867	\$ 6,458,119

Administrative Services			Total		
Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ 45,147,349	\$ 44,689,133	\$ 458,216
-	-	-	7,481,820	6,018,390	1,463,430
-	-	-	52,629,169	50,707,523	1,921,646
-	-	-	9,407,597	8,259,374	1,148,223
-	-	-	4,253,765	3,324,665	929,100
-	-	-	13,661,362	11,584,039	2,077,323
4,524,545	4,331,613	192,932	4,524,545	4,331,613	192,932
1,110,282	1,330,780	(220,498)	1,110,282	1,330,780	(220,498)
5,634,827	5,662,393	(27,566)	5,634,827	5,662,393	(27,566)
52,500	110,872	(58,372)	3,894,807	3,016,494	878,313
270,081	345,022	(74,941)	15,574,116	9,682,430	5,891,686
322,581	455,894	(133,313)	19,468,923	13,357,175	6,111,748
653,289	650,113	3,176	2,510,096	1,969,297	540,799
-	-	-	35,377	-	35,377
-	-	-	(17,220)	(21,185)	3,965
-	(41,445)	41,445	(4,329,344)	(1,683,594)	(2,645,750)
-	(338,725)	338,725	-	(338,725)	338,725
(614,101)	(608,564)	(5,537)	(2,956,011)	(1,733,865)	(1,222,146)
75,872	77,837	(1,965)	2,627,430	2,528,288	99,142
(538,229)	(910,897)	372,668	(4,675,145)	(1,249,081)	(3,426,064)
\$ 6,072,468	\$ 5,857,503	\$ 214,965	\$ 89,264,609	\$ 82,031,346	\$ 7,233,263

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LANDSCAPE AND LIGHTING SPECIAL REVENUE FUND

To account for specific revenue sources related to the District Wide Landscape and Lighting Assessment District pursuant to the Landscape and Lighting Act of 1972. The activities of the Assessment Districts are accounted for under the following zones of benefit, which do not represent separate special revenue funds:

- Zone 1 - Laguna
- Zone 2 - Camden
- Zone 3 - Elk Grove/West Vineyard
- Zone 4 - West Laguna
- Zone 5 - Lakeside
- Zone 6 - Central Elk Grove
- Zone 8 - Other Rural Areas
- Zone 9 - Waterman/Park Village
- Zone 10 - Auto Mall
- Zone 11 - East Elk Grove
- Zone 12 - Laguna Stonelake
- Zone 13 - East Franklin
- Zone 14 - Camden Park
- Zone 15 - Vista Creek
- Zone 16 - Fallbrook Park Lane
- Zone 17 - City Landscape
- Zone 18 - Hampton Village
- Zone 19 - Camden Estates/Pointe
- Zone 20 - Perry Ranch
- District Wide

Cosumnes Community Services District
Balance Sheet Schedules by Benefit Zone
Landscaping and Lighting Special Revenue Fund
June 30, 2020

	Landscape and Lighting Assessment District - Zones of Benefit					
	Zone 3					Zone 6
	Zone 1	Zone 2	Elk Grove/ West	Zone 4 West	Zone 5	Central
			Vineyard	Laguna		Elk Grove
	Laguna	Camden			Lakeside	
ASSETS						
Cash and investments	\$ 4,856,894	\$ 194,241	\$ 654,706	\$ 1,106,173	\$ 1,286,947	\$ 1,142,786
Receivables:						
Accounts	9,350	-	-	-	-	2,793
Interest	13,885	422	1,679	3,126	3,470	-
Intergovernmental	55,340	2,342	12,505	12,250	8,971	8,680
Other	-	-	-	-	-	-
Total assets	\$ 4,935,469	\$ 197,005	\$ 668,890	\$ 1,121,549	\$ 1,299,388	\$ 1,154,259
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued expenditures	\$ 211,575	\$ 7,592	\$ 52,215	\$ 19,348	\$ 16,902	\$ 17,236
Unearned revenue	2,001	-	-	-	-	-
Total liabilities	213,576	7,592	52,215	19,348	16,902	17,236
Fund Balances:						
Restricted for:						
Specific purpose of the fund	4,721,893	189,413	616,675	1,102,201	1,282,486	1,137,023
Total fund balances	4,721,893	189,413	616,675	1,102,201	1,282,486	1,137,023
Total liabilities, deferred inflows of resources, and fund balances	\$ 4,935,469	\$ 197,005	\$ 668,890	\$ 1,121,549	\$ 1,299,388	\$ 1,154,259

(Continued)

Landscape and Lighting Assessment District - Zones of Benefit

Zone 8 Other Rural Areas	Zone 9 Waterman/ Park Village	Zone 10 Auto Mall	Zone 11 East Elk Grove	Zone 12 Laguna Stonelake	Zone 13 East Franklin	Zone 14 Camden Park	Zone 15 Vista Creek	Zone 16 Fallbrook Park Lane
\$ 2,887,545	\$ 276,465	\$ 314,028	\$ 7,926,853	1,055,382	\$ 18,899,896	\$ 362,241	\$ 133,398	\$ 793,336
-	-	774	-	-	-	-	-	-
7,322	702	-	19,801	2,856	49,087	1,110	350	2,063
12,651	4,550	587	26,208	7,024	48,490	2,120	266	2,054
-	-	-	-	-	-	-	-	-
<u>\$ 2,907,518</u>	<u>\$ 281,717</u>	<u>\$ 315,389</u>	<u>\$ 7,972,862</u>	<u>\$ 1,065,262</u>	<u>\$ 18,997,473</u>	<u>\$ 365,471</u>	<u>\$ 134,014</u>	<u>\$ 797,453</u>
\$ 1,536	\$ 21,422	\$ 3,391	\$ 64,197	\$ 10,438	\$ 88,793	\$ -	\$ -	\$ (79)
-	-	-	-	-	-	-	-	-
<u>1,536</u>	<u>21,422</u>	<u>3,391</u>	<u>64,197</u>	<u>10,438</u>	<u>88,793</u>	<u>-</u>	<u>-</u>	<u>(79)</u>
2,905,982	260,295	311,998	7,908,665	1,054,824	18,908,680	365,471	134,014	797,532
2,905,982	260,295	311,998	7,908,665	1,054,824	18,908,680	365,471	134,014	797,532
<u>\$ 2,907,518</u>	<u>\$ 281,717</u>	<u>\$ 315,389</u>	<u>\$ 7,972,862</u>	<u>\$ 1,065,262</u>	<u>\$ 18,997,473</u>	<u>\$ 365,471</u>	<u>\$ 134,014</u>	<u>\$ 797,453</u>

(Continued)

Cosumnes Community Services District
Balance Sheet Schedules by Benefit Zone
Landscaping and Lighting Special Revenue Fund, Continued
June 30, 2020

	Landscape and Lighting Assessment District - Zones of Benefit					
	Zone 17 City Landscape	Zone 18 Hampton Village	Zone 19 Camden Estates/Pointe	Zone 20 Perry Ranch	District Wide	Total
ASSETS						
Cash and investments	\$ 23,493	\$ 60,367	\$ 31,953	\$ 3,779	\$ 615,119	\$ 42,625,602
Receivables:						
Accounts	-	-	146	117	992	14,172
Interest	-	290	-	-	-	106,163
Intergovernmental	-	999	1,279	440	-	206,756
Other	467,257	-	-	-	-	467,257
Total assets	\$ 490,750	\$ 61,656	\$ 33,378	\$ 4,336	\$ 616,111	\$ 43,419,950
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued expenditures	\$ 182,545	\$ -	\$ -	\$ -	\$ 285,461	\$ 982,572
Unearned revenue	-	-	-	-	-	2,001
Total liabilities	182,545	-	-	-	285,461	984,573
Fund Balances:						
Restricted for:						
End of year	308,205	61,656	33,378	4,336	330,650	42,435,377
Total fund balances	308,205	61,656	33,378	4,336	330,650	42,435,377
Total liabilities, deferred inflows of resources, and fund balances	\$ 490,750	\$ 61,656	\$ 33,378	\$ 4,336	\$ 616,111	\$ 43,419,950

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Cosumnes Community Services District
Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone
Landscaping and Lighting Special Revenue Fund
For the year ended June 30, 2020

	Landscape and Lighting Assessment District - Zones of Benefit					
	Zone 1		Zone 3		Zone 6	
	Laguna		Elk Grove/ West Vineyard		Central Elk Grove	
	Zone 2		Zone 4		Zone 5	
	Camden		West Laguna		Lakeside	
REVENUES:						
Charges for current services	\$ 4,137,196	\$ 175,101	\$ 934,860	\$ 915,829	\$ 670,655	\$ 648,960
Donations and contributions	-	-	-	-	-	-
Use of money and property	248,306	3,808	46,370	29,357	32,431	23,370
Miscellaneous	350	-	-	-	-	-
Total revenues	4,385,852	178,909	981,230	945,186	703,086	672,330
EXPENDITURES:						
Current:						
Recreation and culture	3,145,944	180,958	737,812	692,537	439,836	202,639
Capital outlay	46,819	-	17,950	10,041	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures	3,192,763	180,958	755,762	702,578	439,836	202,639
REVENUES OVER (UNDER)						
EXPENDITURES	1,193,089	(2,049)	225,468	242,608	263,250	469,691
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets	-	500	-	-	-	-
Issuance of long-term liabilities	-	-	-	-	-	-
Insurance recovery	9,350	-	13,950	-	-	-
Transfers in	3,866	92,582	112,382	8,567	800	1,633
Transfers out	(1,191,279)	(90,759)	(255,869)	(260,740)	(171,341)	(82,828)
Total other financing sources (uses)	(1,178,063)	2,323	(129,537)	(252,173)	(170,541)	(81,195)
Net change in fund balances	15,026	274	95,931	(9,565)	92,709	388,496
FUND BALANCES:						
Beginning of year	4,706,867	189,139	520,744	1,111,766	1,189,777	748,527
End of year	\$ 4,721,893	\$ 189,413	\$ 616,675	\$ 1,102,201	\$ 1,282,486	\$ 1,137,023

Landscape and Lighting Assessment District - Zones of Benefit

Zone 8 Other Rural Areas	Zone 9 Waterman/ Park Village	Zone 10 Auto Mall	Zone 11 East Elk Grove	Zone 12 Laguna Stonelake	Zone 13 East Franklin	Zone 14 Camden Park	Zone 15 Vista Creek	Zone 16 Fallbrook Park Lane
\$ 945,003	\$ 340,063	\$ 43,874	\$ 1,959,435	525,095	\$ 3,624,879	\$ 165,690	\$ 24,816	\$ 152,213
-	-	-	-	-	-	-	-	-
66,794	35,215	7,278	186,733	64,636	520,635	10,375	3,359	19,678
-	-	-	-	-	858	-	-	-
1,011,797	375,278	51,152	2,146,168	589,731	4,146,372	176,065	28,175	171,891
83,750	346,748	6,693	921,319	447,232	1,872,935	1,200	1,025	1,025
-	-	-	-	254	71	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
83,750	346,748	6,693	921,319	447,486	1,873,006	1,200	1,025	1,025
928,047	28,530	44,459	1,224,849	142,245	2,273,366	174,865	27,150	170,866
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	2,483	-	-	-	-
133	90,131	-	68,619	1,467	14,057	-	-	-
(206,117)	(124,008)	(1,065)	(287,249)	(150,448)	(1,140,553)	(112,800)	(10,821)	(56,471)
(205,984)	(33,877)	(1,065)	(218,630)	(146,498)	(1,126,496)	(112,800)	(10,821)	(56,471)
722,063	(5,347)	43,394	1,006,219	(4,253)	1,146,870	62,065	16,329	114,395
2,183,919	265,642	268,604	6,902,446	1,059,077	17,761,810	303,406	117,685	683,137
\$ 2,905,982	\$ 260,295	\$ 311,998	\$ 7,908,665	\$ 1,054,824	\$ 18,908,680	\$ 365,471	\$ 134,014	\$ 797,532

(Continued)

Cosumnes Community Services District
Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone
Landscaping and Lighting Special Revenue Fund, Continued
For the year ended June 30, 2020

	Landscape and Lighting Assessment District - Zones of Benefit					
	Zone 17 City Landscape	Zone 18 Hampton Village	Zone 19 Camden Estates/Pointe	Zone 20 Perry Ranch	District Wide	Total
REVENUES:						
Charges for current services	\$ 2,085,931	\$ 77,538	\$ 77,861	\$ 62,410	\$ -	\$ 17,567,409
Donations and contributions	-	-	-	-	1,463	1,463
Use of money and property	232	2,539	719	577	57,473	1,359,885
Miscellaneous	-	-	-	-	4,598	5,806
Total revenues	2,086,163	80,077	78,580	62,987	63,534	18,934,563
EXPENDITURES:						
Current:						
Recreation and culture	2,043,804	1,500	2,391	2,034	2,955,256	14,086,638
Capital outlay	55,066	-	-	-	139,979	270,180
Debt service:						
Principal	-	-	-	-	16,292	16,292
Interest	-	-	-	-	1,430	1,430
Total expenditures	2,098,870	1,500	2,391	2,034	3,112,957	14,374,540
REVENUES OVER (UNDER)						
EXPENDITURES	(12,707)	78,577	76,189	60,953	(3,049,423)	4,560,023
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets	-	-	-	-	-	500
Issuance of long-term liabilities	-	-	-	-	8,289	8,289
Insurance recovery	-	-	-	-	-	25,783
Transfers in	62,694	-	-	-	3,230,207	3,687,138
Transfers out	(47,611)	(71,709)	(42,811)	(56,617)	(227,209)	(4,588,305)
Total other financing sources (uses)	15,083	(71,709)	(42,811)	(56,617)	3,011,287	(866,595)
Net change in fund balances	2,376	6,868	33,378	4,336	(38,136)	3,693,428
FUND BALANCES:						
Beginning of year	305,829	54,788	-	-	368,786	38,741,949
End of year	\$ 308,205	\$ 61,656	\$ 33,378	\$ 4,336	\$ 330,650	\$ 42,435,377

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Cosumnes Community Services District
Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone -
Budget and Actual
For the year ended June 30, 2020

	Landscape and Lighting Assessment District - Zones of Benefit			
	Zone 1 - Laguna			Variance Positive (Negative)
	Original	Final Budget	Actual	
REVENUES:				
Charges for current services	\$ 4,118,767	\$ 4,118,767	\$ 4,137,196	\$ 18,429
Donations and contributions	-	-	-	-
Use of money and property	156,172	155,822	248,306	92,484
Miscellaneous	-	350	350	-
Total revenues	4,274,939	4,274,939	4,385,852	110,913
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	896,625	901,692	714,437	187,255
Services and supplies	2,440,274	2,430,487	2,431,507	(1,020)
Capital outlay				
Equipment	-	-	-	-
Structures and improvements	45,000	49,500	46,819	2,681
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Contingencies	9,000	9,000	-	9,000
Total expenditures	3,390,899	3,390,679	3,192,763	197,916
REVENUES OVER (UNDER)				
EXPENDITURES	884,040	884,260	1,193,089	308,829
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	-	-
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	9,350	9,350
Transfers in	-	-	3,866	3,866
Transfers out	(2,628,348)	(2,628,568)	(1,191,279)	1,437,289
Total other financing sources (uses)	(2,628,348)	(16,637)	(1,178,063)	1,450,505
Net change in fund balances	(1,744,308)	867,623	15,026	1,759,334
FUND BALANCES:				
Beginning of year	4,706,867	4,706,867	4,706,867	-
End of year	\$ 2,962,559	\$ 5,574,490	\$ 4,721,893	\$ 1,759,334

Landscape and Lighting Assessment District - Zones of Benefit							
Zone 2 - Camden				Zone 3 - Elk Grove/West Vineyard			
Original	Final Budget	Actual	Variance Positive (Negative)	Original	Final Budget	Actual	Variance Positive (Negative)
\$ 174,464	\$ 174,464	\$ 175,101	\$ 637	\$ 930,393	\$ 930,393	\$ 934,860	\$ 4,467
-	-	-	-	-	-	-	-
900	900	3,808	2,908	35,704	35,704	46,370	10,666
-	-	-	-	-	-	-	-
175,364	175,364	178,909	3,545	966,097	966,097	981,230	15,133
63,362	62,326	54,686	7,640	207,770	204,263	181,432	22,831
142,357	142,357	126,272	16,085	606,670	657,083	556,380	100,703
-	-	-	-	-	-	-	-
-	-	-	-	-	14,950	17,950	(3,000)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
3,000	4,523	-	4,523	2,000	1,000	-	1,000
208,719	209,206	180,958	28,248	816,440	877,296	755,762	121,534
(33,355)	(33,842)	(2,049)	31,793	149,657	88,801	225,468	136,667
-	500	500	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	13,951	13,950	(1)
138,316	138,316	92,582	(45,734)	113,551	113,551	112,382	(1,169)
(104,961)	(104,974)	(90,759)	14,215	(303,139)	(303,180)	(255,869)	47,311
33,355	33,842	2,323	(31,519)	(189,588)	(175,678)	(129,537)	46,141
-	-	274	274	(39,931)	(86,877)	95,931	182,808
189,139	189,139	189,139	-	520,744	520,744	520,744	-
\$ 189,139	\$ 189,139	\$ 189,413	\$ 274	\$ 480,813	\$ 433,867	\$ 616,675	\$ 182,808

(Continued)

Cosumnes Community Services District
Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone -
Budget and Actual, Continued
For the year ended June 30, 2020

	Landscape and Lighting Assessment District - Zones of Benefit			
	Zone 4 - West Laguna			Variance
	Original	Final Budget	Actual	Positive (Negative)
REVENUES:				
Charges for current services	\$ 910,984	\$ 910,984	\$ 915,829	\$ 4,845
Donations and contributions	-	-	-	-
Use of money and property	8,000	8,000	29,357	21,357
Miscellaneous	-	-	-	-
Total revenues	918,984	918,984	945,186	26,202
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	185,642	179,393	158,107	21,286
Services and supplies	547,804	540,497	534,430	6,067
Capital outlay				
Equipment	-	-	-	-
Structures and improvements	-	-	10,041	(10,041)
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Contingencies	8,500	22,062	-	22,062
Total expenditures	741,946	741,952	702,578	39,374
REVENUES OVER (UNDER)				
EXPENDITURES	177,038	177,032	242,608	65,576
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	-	-
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	-	-
Transfers in	7,500	7,500	8,567	1,067
Transfers out	(308,689)	(308,683)	(260,740)	47,943
Total other financing sources (uses)	(3)	(301,183)	(252,173)	49,010
Net change in fund balances	177,035	(124,151)	(9,565)	114,586
FUND BALANCES:				
Beginning of year	1,111,766	1,111,766	1,111,766	-
End of year	\$ 1,288,801	\$ 987,615	\$ 1,102,201	\$ 114,586

Landscape and Lighting Assessment District - Zones of Benefit							
Zone 5 - Lakeside				Zone 6 - Central Elk Grove			
Original	Final Budget	Actual	Variance Positive (Negative)	Original	Final Budget	Actual	Variance Positive (Negative)
\$ 667,924	\$ 667,924	\$ 670,655	\$ 2,731	\$ 647,940	\$ 647,940	\$ 648,960	\$ 1,020
-	-	-	-	-	-	-	-
8,500	8,500	32,431	23,931	2,300	2,300	23,370	21,070
-	-	-	-	-	-	-	-
676,424	676,424	703,086	26,662	650,240	650,240	672,330	22,090
123,200	119,107	104,851	14,256	66,527	65,411	56,878	8,533
340,023	339,194	334,985	4,209	149,682	159,363	145,761	13,602
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
9,998	14,924	-	14,924	338,466	329,888	-	329,888
473,221	473,225	439,836	33,389	554,675	554,662	202,639	352,023
203,203	203,199	263,250	60,051	95,565	95,578	469,691	374,113
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	800	800	1,500	1,500	1,633	133
(203,203)	(203,199)	(171,341)	31,858	(97,065)	(97,078)	(82,828)	14,250
(203,203)	(203,199)	(170,541)	32,658	(95,565)	(95,578)	(81,195)	14,383
-	-	92,709	92,709	-	-	388,496	388,496
1,189,777	1,189,777	1,189,777	-	748,527	748,527	748,527	-
\$ 1,189,777	\$ 1,189,777	\$ 1,282,486	\$ 92,709	\$ 748,527	\$ 748,527	\$ 1,137,023	\$ 388,496

(Continued)

Cosumnes Community Services District
Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone -
Budget and Actual, Continued
For the year ended June 30, 2020

	Landscape and Lighting Assessment District - Zones of Benefit			
	Zone 8 - Other Rural Areas			
	Original	Final Budget	Actual	Variance Positive (Negative)
REVENUES:				
Charges for current services	\$ 934,541	\$ 934,541	\$ 945,003	\$ 10,462
Donations and contributions	-	-	-	-
Use of money and property	8,000	8,000	66,794	58,794
Miscellaneous	-	-	-	-
Total revenues	942,541	942,541	1,011,797	69,256
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	60,160	60,576	59,707	869
Services and supplies	65,100	57,825	24,043	33,782
Capital outlay				
Equipment	-	-	-	-
Structures and improvements	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Contingencies	487,234	666,945	-	666,945
Total expenditures	612,494	785,346	83,750	701,596
REVENUES OVER (UNDER)				
EXPENDITURES	330,047	157,195	928,047	770,852
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	-	-
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	-	-
Transfers in	-	-	133	133
Transfers out	(330,047)	(157,195)	(206,117)	(48,922)
Total other financing sources (uses)	(330,047)	(157,195)	(205,984)	(48,789)
Net change in fund balances	-	-	722,063	722,063
FUND BALANCES:				
Beginning of year	2,183,919	2,183,919	2,183,919	-
End of year	\$ 2,183,919	\$ 2,183,919	\$ 2,905,982	\$ 722,063

Landscape and Lighting Assessment District - Zones of Benefit

Zone 9 - Waterman/Park Village				Zone 10 - Auto Mall			
Original	Final Budget	Actual	Variance Positive (Negative)	Original	Final Budget	Actual	Variance Positive (Negative)
\$ 338,566	\$ 338,566	\$ 340,063	\$ 1,497	\$ 43,714	\$ 43,714	\$ 43,874	\$ 160
-	-	-	-	-	-	-	-
30,760	30,760	35,215	4,455	400	400	7,278	6,878
16,000	16,000	-	(16,000)	-	-	-	-
385,326	385,326	375,278	(10,048)	44,114	44,114	51,152	7,038
103,982	102,347	90,291	12,056	660	668	439	229
279,891	280,476	256,457	24,019	7,209	7,209	6,254	955
-	-	-	-	-	-	-	-
15,500	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
5,000	5,000	-	5,000	35,002	34,994	-	34,994
404,373	387,823	346,748	41,075	42,871	42,871	6,693	36,178
(19,047)	(2,497)	28,530	31,027	1,243	1,243	44,459	43,216
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
149,291	133,791	90,131	(43,660)	-	-	-	-
(145,804)	(145,825)	(124,008)	21,817	(1,243)	(1,243)	(1,065)	178
3,487	(12,034)	(33,877)	(21,843)	(1,243)	(1,243)	(1,065)	178
(15,560)	(14,531)	(5,347)	9,184	-	-	43,394	43,394
265,642	265,642	265,642	-	268,604	268,604	268,604	-
\$ 250,082	\$ 251,111	\$ 260,295	\$ 9,184	\$ 268,604	\$ 268,604	\$ 311,998	\$ 43,394

(Continued)

Cosumnes Community Services District
Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone -
Budget and Actual, Continued
For the year ended June 30, 2020

	Landscape and Lighting Assessment District - Zones of Benefit			
	Zone 11 - East Elk Grove			Variance
	Original	Final Budget	Actual	Positive (Negative)
REVENUES:				
Charges for current services	\$ 1,949,152	\$ 1,943,691	\$ 1,959,435	\$ 15,744
Donations and contributions	-	-	-	-
Use of money and property	44,000	44,000	186,733	142,733
Miscellaneous	-	-	-	-
Total revenues	1,993,152	1,987,691	2,146,168	158,477
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	256,275	244,235	210,843	33,392
Services and supplies	715,339	757,840	710,476	47,364
Capital outlay				
Equipment	-	-	-	-
Structures and improvements	9,400	9,400	-	9,400
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Contingencies	748,716	712,777	-	712,777
Total expenditures	1,729,730	1,724,252	921,319	802,933
REVENUES OVER (UNDER)				
EXPENDITURES	263,422	263,439	1,224,849	961,410
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	-	-
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	-	-
Transfers in	67,019	67,019	68,619	1,600
Transfers out	(330,441)	(330,458)	(287,249)	43,209
Total other financing sources (uses)	(263,422)	(263,439)	(218,630)	44,809
Net change in fund balances	-	-	1,006,219	1,006,219
FUND BALANCES:				
Beginning of year	6,902,446	6,902,446	6,902,446	-
End of year	\$ 6,902,446	\$ 6,902,446	\$ 7,908,665	\$ 1,006,219

Landscape and Lighting Assessment District - Zones of Benefit							
Zone 12 - Laguna Stonelake				Zone 13 - East Franklin			
Original	Final Budget	Actual	Variance Positive (Negative)	Original	Final Budget	Actual	Variance Positive (Negative)
\$ 522,684	\$ 522,684	\$ 525,095	\$ 2,411	\$ 3,616,602	\$ 3,616,602	\$ 3,624,879	\$ 8,277
-	-	-	-	-	-	-	-
44,144	44,144	64,636	20,492	155,248	154,318	520,635	366,317
-	-	-	-	-	858	858	-
566,828	566,828	589,731	22,903	3,771,850	3,771,778	4,146,372	374,594
111,520	108,012	95,438	12,574	567,522	543,398	457,525	85,873
398,188	385,582	351,794	33,788	1,599,668	1,603,759	1,415,410	188,349
-	300	254	46	-	72	71	1
-	-	-	-	15,000	15,000	-	15,000
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
5,000	20,817	-	20,817	342,257	362,245	-	362,245
514,708	514,711	447,486	67,225	2,524,447	2,524,474	1,873,006	651,468
52,120	52,117	142,245	90,128	1,247,403	1,247,304	2,273,366	1,026,062
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	2,483	2,483	-	-	-	-
-	-	1,467	1,467	8,519	8,591	14,057	5,466
(178,583)	(178,580)	(150,448)	28,132	(1,255,922)	(1,255,895)	(1,140,553)	115,342
(178,583)	(178,580)	(146,498)	32,082	(1,247,403)	(1,247,304)	(1,126,496)	120,808
(126,463)	(126,463)	(4,253)	122,210	-	-	1,146,870	1,146,870
1,059,077	1,059,077	1,059,077	-	17,761,810	17,761,810	17,761,810	-
\$ 932,614	\$ 932,614	\$ 1,054,824	\$ 122,210	\$ 17,761,810	\$ 17,761,810	\$ 18,908,680	\$ 1,146,870

(Continued)

Cosumnes Community Services District
Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone -
Budget and Actual, Continued
For the year ended June 30, 2020

	Landscape and Lighting Assessment District - Zones of Benefit			
	Zone 14 - Camden Park			Variance
	Original	Final Budget	Actual	Positive (Negative)
REVENUES:				
Charges for current services	\$ 165,994	\$ 165,994	\$ 165,690	\$ (304)
Donations and contributions	-	-	-	-
Use of money and property	1,000	1,000	10,375	9,375
Miscellaneous	-	-	-	-
Total revenues	166,994	166,994	176,065	9,071
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	-	-	-	-
Services and supplies	2,051	2,051	1,200	851
Capital outlay				
Equipment	-	-	-	-
Structures and improvements	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Contingencies	-	-	-	-
Total expenditures	2,051	2,051	1,200	851
REVENUES OVER (UNDER)				
EXPENDITURES	164,943	164,943	174,865	9,922
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	-	-
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(168,950)	(168,950)	(112,800)	56,150
Total other financing sources (uses)	(168,950)	(168,950)	(112,800)	56,150
Net change in fund balances	(4,007)	(4,007)	62,065	66,072
FUND BALANCES:				
Beginning of year	303,406	303,406	303,406	-
End of year	\$ 299,399	\$ 299,399	\$ 365,471	\$ 66,072

Landscape and Lighting Assessment District - Zones of Benefit							
Zone 15 - Vista Creek				Zone 16 - Fallbrook Park Lane			
Original	Final Budget	Actual	Variance Positive (Negative)	Original	Final Budget	Actual	Variance Positive (Negative)
\$ 24,866	\$ 24,866	\$ 24,816	\$ (50)	\$ 152,002	\$ 152,002	\$ 152,213	\$ 211
-	-	-	-	-	-	-	-
400	400	3,359	2,959	2,000	2,000	19,678	17,678
-	-	-	-	-	-	-	-
25,266	25,266	28,175	2,909	154,002	154,002	171,891	17,889
-	-	-	-	-	-	-	-
674	674	1,025	(351)	2,194	2,194	1,025	1,169
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
13,771	13,771	-	13,771	50,945	66,445	-	66,445
14,445	14,445	1,025	13,420	53,139	68,639	1,025	67,614
10,821	10,821	27,150	16,329	100,863	85,363	170,866	85,503
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(10,821)	(10,821)	(10,821)	-	(100,863)	(85,363)	(56,471)	28,892
(10,821)	(10,821)	(10,821)	-	(100,863)	(85,363)	(56,471)	28,892
-	-	16,329	16,329	-	-	114,395	114,395
117,685	117,685	117,685	-	683,137	683,137	683,137	-
\$ 117,685	\$ 117,685	\$ 134,014	\$ 16,329	\$ 683,137	\$ 683,137	\$ 797,532	\$ 114,395

(Continued)

Cosumnes Community Services District
Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone -
Budget and Actual, Continued
For the year ended June 30, 2020

	Landscape and Lighting Assessment District - Zones of Benefit			
	Zone 17 - City Landscape			Variance
	Original	Final Budget	Actual	Positive (Negative)
REVENUES:				
Charges for current services	\$ 2,443,231	\$ 2,443,231	\$ 2,085,931	\$ (357,300)
Donations and contributions	-	-	-	-
Use of money and property	-	100	232	132
Miscellaneous	-	-	-	-
Total revenues	2,443,231	2,443,331	2,086,163	(357,168)
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	663,454	527,773	487,544	40,229
Services and supplies	1,801,759	1,804,243	1,556,260	247,983
Capital outlay				
Equipment	92,700	54,160	55,066	(906)
Structures and improvements	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Contingencies	19,400	19,400	-	19,400
Total expenditures	2,577,313	2,405,576	2,098,870	306,706
REVENUES OVER (UNDER)				
EXPENDITURES	(134,082)	37,755	(12,707)	(50,462)
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	-	-
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	-	-
Transfers in	192,968	20,100	62,694	42,594
Transfers out	(58,886)	(57,855)	(47,611)	10,244
Total other financing sources (uses)	134,082	(37,755)	15,083	52,838
Net change in fund balances	-	-	2,376	2,376
FUND BALANCES:				
Beginning of year	305,829	305,829	305,829	-
End of year	\$ 305,829	\$ 305,829	\$ 308,205	\$ 2,376

Landscape and Lighting Assessment District - Zones of Benefit							
Zone 18 - Hampton Village				Zone 19 - Camden Estates/Pointe			
Original	Final Budget	Actual	Variance Positive (Negative)	Original	Final Budget	Actual	Variance Positive (Negative)
\$ 77,631	\$ 77,631	\$ 77,538	\$ (93)	\$ 77,482	\$ 77,482	\$ 77,861	\$ 379
-	-	-	-	-	-	-	-
600	600	2,539	1,939	-	-	719	719
-	-	-	-	-	-	-	-
78,231	78,231	80,077	1,846	77,482	77,482	78,580	1,098
-	-	-	-	-	-	-	-
1,927	1,927	1,500	427	1,927	2,819	2,391	428
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	31,442	30,550	-	30,550
1,927	1,927	1,500	427	33,369	33,369	2,391	30,978
76,304	76,304	78,577	2,273	44,113	44,113	76,189	32,076
-	-	-	-	-	-	-	-
-	-	-	-	-	-	8,289	8,289
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(77,794)	(77,794)	(71,709)	6,085	(44,113)	(44,113)	(42,811)	1,302
(77,794)	(77,794)	(71,709)	6,085	(44,113)	(44,113)	(34,522)	9,591
(1,490)	(1,490)	6,868	8,358	-	-	41,667	41,667
54,788	54,788	54,788	-	-	-	-	-
\$ 53,298	\$ 53,298	\$ 61,656	\$ 8,358	\$ -	\$ -	\$ 41,667	\$ 41,667

(Continued)

Cosumnes Community Services District
Schedule of Revenues, Expenditures and Changes in Fund Balances by Benefit Zone -
Budget and Actual, Continued
For the year ended June 30, 2020

	Landscape and Lighting Assessment District - Zones of Benefit			
	Zone 20 - Perry Ranch			Variance
	Original	Final Budget	Actual	Positive (Negative)
REVENUES:				
Charges for current services	\$ 62,977	\$ 62,977	\$ 62,410	\$ (567)
Donations and contributions	-	-	-	-
Use of money and property	-	-	577	577
Miscellaneous	-	-	-	-
Total revenues	62,977	62,977	62,987	10
EXPENDITURES:				
Current:				
Recreation and culture				
Salaries and benefits	-	-	-	-
Services and supplies	1,927	2,462	2,034	428
Capital outlay				
Equipment	-	-	-	-
Structures and improvements	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Contingencies	4,433	3,898	-	3,898
Total expenditures	6,360	6,360	2,034	4,326
REVENUES OVER (UNDER)				
EXPENDITURES	56,617	56,617	60,953	4,336
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	-	-
Issuance of long-term liabilities	-	-	-	-
Insurance recovery	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(56,617)	(56,617)	(56,617)	-
Total other financing sources (uses)	(56,617)	(56,617)	(56,617)	-
Net change in fund balances	-	-	4,336	4,336
FUND BALANCES:				
Beginning of year	-	-	-	-
End of year	\$ -	\$ -	\$ 4,336	\$ 4,336

Landscape and Lighting Assessment District - Zones of Benefit							
District Wide				Totals			
Original	Final Budget	Actual	Variance Positive (Negative)	Original	Final Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ 17,859,914	\$ 17,854,453	17,567,409	\$ (287,044)
-	-	1,463	1,463	-	-	1,463	1,463
27,600	27,600	57,473	29,873	525,728	524,548	1,359,885	835,337
28,488	28,771	4,598	(24,173)	44,488	45,979	5,806	(40,173)
56,088	56,371	63,534	7,163	18,430,130	18,424,980	18,934,563	509,583
1,390,323	1,546,693	1,354,793	191,900	4,697,022	4,665,894	4,026,971	638,923
2,159,779	2,156,990	1,600,463	556,527	11,264,443	11,335,032	10,059,667	1,275,365
85,200	70,498	58,591	11,907	177,900	125,030	113,982	11,048
41,200	65,280	81,388	(16,108)	126,100	154,130	156,198	(2,068)
13,842	13,842	16,292	(2,450)	13,842	13,842	16,292	(2,450)
894	894	1,430	(536)	894	894	1,430	(536)
16,823	16,823	-	16,823	2,130,987	2,335,062	-	2,335,062
3,708,061	3,871,020	3,112,957	758,063	18,411,188	18,629,884	14,374,540	4,255,344
(3,651,973)	(3,814,649)	(3,049,423)	765,226	18,942	(204,904)	4,560,023	4,764,927
-	-	-	-	-	500	500	-
-	-	8,289	8,289	-	-	8,289	8,289
-	-	-	-	-	13,951	25,783	11,832
3,810,224	3,810,224	3,230,207	(580,017)	4,488,888	4,300,592	3,687,138	(613,454)
(212,270)	(211,000)	(227,209)	(16,209)	(6,617,759)	(6,427,391)	(4,588,305)	1,839,086
3,597,954	3,599,224	3,011,287	(587,937)	(2,128,871)	(2,112,348)	(866,595)	1,245,753
(54,019)	(215,425)	(38,136)	177,289	(2,109,929)	(2,317,252)	3,693,428	6,010,680
368,786	368,786	368,786	-	38,741,949	38,741,949	38,741,949	-
\$ 314,767	\$ 153,361	\$ 330,650	\$ 177,289	\$ 36,632,020	\$ 36,424,697	\$ 42,435,377	\$ 6,010,680

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STATISTICAL SECTION

This part of the Cosumnes Community Services District's comprehensive annual 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 District's overall financial health.

Financial Trends

These schedules contain financial trend information for assessing the District's financial performance and well-being over time.

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

Revenue Capacity

These schedules present revenue capacity information to assess the District's ability to generate revenues. Property taxes, charges for services and developer fees and contributions are the District's most significant revenue sources.

1. Direct and Overlapping Property Tax Rates
2. Principal Property Taxpayers
3. Property Tax Levies and Collections
4. Assessed Value of Taxable Property

Debt Capacity

These schedules present information to assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt.

1. Ratio of Outstanding Debt by Type
2. Computation of Direct and Overlapping Debt
3. Computation of Legal Debt Margin Information
4. Debt Pledged Revenue Coverage

Demographic and Economic Information

These schedules provide information on the demographic and economic environment in which the District conducts business.

1. Demographic and Economic Statistics
2. Principal Employers

Operating Information

These schedules provide information on the District's service infrastructure to assist the reader in understanding how the information in the District's financial report relates to the services the District provides and the activities it performs.

1. Full-Time District Employees by Function
2. Operating Indicators by Function/Program
3. Capital Asset Statistics by Function/Program

Sources

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports of the relevant years.

Cosumnes Community Services District
Net Position by Component
(accrual basis of accounting)

	Fiscal Year			
	2020	2019	2018	2017
Governmental activities				
Net investment in capital assets	\$ 209,717,941	200,173,933	191,275,989	179,250,894
Restricted	70,724,935	63,838,846	57,280,447	52,954,081
Unrestricted	(75,394,287)	(72,493,773)	(65,389,716)	(51,766,076)
Total governmental activities net position	<u>\$ 205,048,589</u>	<u>191,519,006</u>	<u>183,166,720</u>	<u>180,438,899</u>
Primary government				
Net investment in capital assets	\$ 209,717,941	200,173,933	191,275,989	179,250,894
Restricted	70,724,935	63,838,846	57,280,447	52,954,081
Unrestricted	(75,394,287)	(72,493,773)	(65,389,716)	(51,766,076)
Total primary government net position	<u>\$ 205,048,589</u>	<u>191,519,006</u>	<u>183,166,720</u>	<u>180,438,899</u>

Note: The Cosumnes Community Services District implemented GASB 34 during the year ended June 30, 2003.
Information prior to the implementation of GASB 34 is not available.

Source: Cosumnes CSD Administrative Services Department

(1) The District recorded prior period adjustments to record the beginning balance of the net pension liability, and to record employer contributions made for pension in fiscal year 2014 as a deferred outflow of resources.

Fiscal Year					
2016	2015	2014 (1)	2013	2012	2011
185,351,179	184,981,570	183,997,497	184,141,637	183,173,511	179,698,464
48,762,603	44,349,631	42,341,817	37,217,297	34,461,962	35,770,912
(50,108,183)	(54,478,223)	(62,177,389)	(8,241,726)	1,100,458	9,685,628
<u>184,005,599</u>	<u>174,852,978</u>	<u>164,161,925</u>	<u>213,117,208</u>	<u>218,735,931</u>	<u>225,155,004</u>
185,351,179	184,981,570	183,997,497	184,141,637	183,173,511	179,698,464
48,762,603	44,349,631	42,341,817	37,217,297	34,461,962	35,770,912
(50,108,183)	(54,478,223)	(62,177,389)	(8,241,726)	1,100,458	9,685,628
<u>184,005,599</u>	<u>174,852,978</u>	<u>164,161,925</u>	<u>213,117,208</u>	<u>218,735,931</u>	<u>225,155,004</u>

Cosumnes Community Services District
Changes in Net Position
(accrual basis of accounting)

	Fiscal Year			
	2020	2019	2018	2017
Expenses				
Governmental activities:				
Public protection	\$ 56,326,241	56,182,068	53,558,990	44,947,335
Recreation and culture	29,742,626	29,591,083	28,010,357	26,110,030
General Government	7,267,429	6,437,201	6,850,160	6,057,493
Interest on long-term debt	872,528	1,112,061	1,049,287	1,456,115
Total governmental activities expenses	<u>94,208,824</u>	<u>93,322,413</u>	<u>89,468,794</u>	<u>78,570,973</u>
Total primary government expenses	<u>94,208,824</u>	<u>93,322,413</u>	<u>89,468,794</u>	<u>78,570,973</u>
Program Revenues				
Governmental activities:				
Charges for services:				
Public protection	13,583,739	11,150,645	12,577,480	9,929,689
Recreation and culture	22,498,466	22,776,846	21,604,713	20,878,015
General Government	2,526,344	5,519,156	2,853,733	3,301,028
Operating grants and contributions	127,851	134,483	94,093	89,340
Capital grants and contributions	6,892,130	9,029,697	9,232,552	11,640,159
Total governmental activities program revenues	<u>45,628,530</u>	<u>48,610,827</u>	<u>46,362,571</u>	<u>45,838,231</u>
Total primary government program revenues	<u>45,628,530</u>	<u>48,610,827</u>	<u>46,362,571</u>	<u>45,838,231</u>
Net revenues (expenses):				
Governmental activities	<u>(48,580,294)</u>	<u>(44,711,586)</u>	<u>(43,106,223)</u>	<u>(32,732,742)</u>
Total net revenues (expenses)	<u>(48,580,294)</u>	<u>(44,711,586)</u>	<u>(43,106,223)</u>	<u>(32,732,742)</u>
General revenues and other changes in net position				
Governmental activities:				
Taxes				
Property Taxes	48,761,970	46,477,721	43,868,694	41,024,168
Other taxes				
Investment earnings	2,752,241	2,258,766	1,094,388	938,460
Miscellaneous	5,860,861	4,327,385	870,962	1,019,777
Total governmental activities	<u>57,375,072</u>	<u>53,063,872</u>	<u>45,834,044</u>	<u>42,982,405</u>
Total primary government	<u>57,375,072</u>	<u>53,063,872</u>	<u>45,834,044</u>	<u>42,982,405</u>
Changes in net position				
Governmental activities	<u>8,794,778</u>	<u>8,352,286</u>	<u>2,727,821</u>	<u>10,249,663</u>
Total primary government	<u>\$ 8,794,778</u>	<u>8,352,286</u>	<u>2,727,821</u>	<u>10,249,663</u>

Source: Cosumnes CSD Administrative Services Department

Fiscal Year					
2016	2015	2014	2013	2012	2011
39,709,149	30,991,966	36,958,524	39,550,114	39,708,302	39,892,892
23,461,242	24,421,081	21,697,297	22,221,093	22,920,702	23,053,144
7,844,015	4,262,813	3,424,446	3,672,163	3,680,267	4,147,243
1,436,266	773,229	820,905	1,151,692	1,339,252	3,190,945
<u>72,450,672</u>	<u>60,449,089</u>	<u>62,901,172</u>	<u>66,595,062</u>	<u>67,648,523</u>	<u>70,284,224</u>
<u>72,450,672</u>	<u>60,449,089</u>	<u>62,901,172</u>	<u>66,595,062</u>	<u>67,648,523</u>	<u>70,284,224</u>
6,916,448	8,152,295	7,181,029	5,428,004	5,612,920	3,589,834
20,585,430	20,399,714	19,711,526	19,673,718	20,049,112	6,497,058
7,799,770	1,883,787	1,677,351	1,974,385	1,523,950	14,488,849
160,132	113,666	121,646	109,774	191,286	258,509
5,075,796	3,650,142	4,239,631	3,673,497	2,078,404	2,891,068
<u>40,537,576</u>	<u>34,199,604</u>	<u>32,931,183</u>	<u>30,859,378</u>	<u>29,455,672</u>	<u>27,725,318</u>
<u>40,537,576</u>	<u>34,199,604</u>	<u>32,931,183</u>	<u>30,859,378</u>	<u>29,455,672</u>	<u>27,725,318</u>
<u>(31,913,096)</u>	<u>(26,249,485)</u>	<u>(29,969,989)</u>	<u>(35,735,684)</u>	<u>(38,192,851)</u>	<u>(42,558,906)</u>
<u>(31,913,096)</u>	<u>(26,249,485)</u>	<u>(29,969,989)</u>	<u>(35,735,684)</u>	<u>(38,192,851)</u>	<u>(42,558,906)</u>
36,173,988	32,626,823	29,456,296	31,186,985	32,253,420	33,603,024
431,763	479,497	559,940	407,021	361,833	633,265
334,787	332,351	100,725	179,772	162,470	336,775
<u>36,940,538</u>	<u>33,438,671</u>	<u>30,116,961</u>	<u>31,773,778</u>	<u>32,777,723</u>	<u>34,573,064</u>
<u>36,940,538</u>	<u>33,438,671</u>	<u>30,116,961</u>	<u>31,773,778</u>	<u>32,777,723</u>	<u>34,573,064</u>
<u>5,027,442</u>	<u>7,189,186</u>	<u>146,972</u>	<u>(3,961,906)</u>	<u>(5,415,128)</u>	<u>(7,985,842)</u>
<u>5,027,442</u>	<u>7,189,186</u>	<u>146,972</u>	<u>(3,961,906)</u>	<u>(5,415,128)</u>	<u>(7,985,842)</u>

**Cosumnes Community Services District
Fund Balances of Governmental Funds
(modified accrual basis of accounting)**

	Fiscal Year			
	2020	2019	2018	2017
General fund:				
Nonspendable	\$ 1,494,483	778,662	963,525	1,967,160
Restricted	28,128,307	24,939,657	19,957,662	17,856,548
Assigned	23,278,561	25,747,350	25,639,993	32,218,113
Total general fund	<u>\$ 52,901,351</u>	<u>51,465,669</u>	<u>46,561,180</u>	<u>52,041,821</u>
 All other governmental funds:				
Restricted	\$ 42,596,628	38,899,189	37,322,785	35,097,533
Assigned, reported in:				
Special revenue fund	0	0	0	0
Total all other governmental funds	<u>\$ 42,596,628</u>	<u>38,899,189</u>	<u>37,322,785</u>	<u>35,097,533</u>

Source: Cosumnes CSD Administrative Services Department

Fiscal Year					
2016	2015	2014	2013	2012	2011
984,526	423,969	739,238	107,338	20,770	16,207
16,792,913	16,031,122	16,145,077	14,238,705	14,720,152	17,954,979
29,194,656	26,108,555	16,466,784	15,204,930	19,487,133	23,234,797
<u>46,972,095</u>	<u>42,563,646</u>	<u>33,351,099</u>	<u>29,550,973</u>	<u>34,228,055</u>	<u>41,205,983</u>
31,969,690	28,318,509	26,196,740	22,978,592	19,741,810	17,815,933
0	0	0	0	0	0
<u>31,969,690</u>	<u>28,318,509</u>	<u>26,196,740</u>	<u>22,978,592</u>	<u>19,741,810</u>	<u>17,815,933</u>

Cosumnes Community Services District
Changes in Fund Balances of Governmental Funds
(modified accrual basis of accounting)

	Fiscal Year			
	2020	2019	2018	2017
Revenues:				
Taxes	\$ 48,761,970	46,477,721	43,868,694	41,024,168
Charges for services	37,063,260	34,831,824	35,055,970	32,494,151
Developer fees and contributions	4,525,151	4,752,534	5,141,896	2,004,448
Intergovernmental	2,366,979	4,277,163	4,090,656	2,644,117
Donations and contributions	127,851	134,483	94,093	89,340
Use of money and property	3,701,629	3,456,645	2,211,653	2,067,792
Miscellaneous	5,860,861	4,327,385	870,962	1,019,777
Total revenues	<u>102,407,701</u>	<u>98,257,755</u>	<u>91,333,924</u>	<u>81,343,793</u>
Expenditures:				
Current:				
Public protection	50,707,523	48,456,075	47,452,087	43,262,133
Recreation and culture	25,672,120	25,942,538	24,675,929	22,462,027
General government	5,662,393	5,651,139	5,987,865	6,006,798
Capital outlay	13,627,355	11,668,702	14,997,275	6,294,857
Debt service:				
Principal	2,765,078	2,769,048	2,586,599	1,883,696
Interest	918,187	1,156,192	1,093,374	970,887
Cost of Issuance				529,832
Total expenditures	<u>99,352,656</u>	<u>95,643,694</u>	<u>96,793,129</u>	<u>81,410,230</u>
Excess of revenues over expenditures	<u>3,055,045</u>	<u>2,614,061</u>	<u>(5,459,205)</u>	<u>(66,437)</u>
Other financing sources (uses):				
Proceeds from sale of capital assets	21,685	22,700	22,909	210
Issuance of long-term liabilities	1,691,883	447,658	1,310,000	15,720,282
Payment to escrow for refunding				(9,230,447)
Original issue premium				896,282
Original issue discount				(224,451)
Insurance recoveries	364,508	3,396,474	870,907	1,102,130
Transfers in	7,120,451	8,549,653	9,353,101	5,441,174
Transfers out	<u>(7,120,451)</u>	<u>(8,549,653)</u>	<u>(9,353,101)</u>	<u>(5,441,174)</u>
Total other financing sources (uses)	<u>2,078,076</u>	<u>3,866,832</u>	<u>2,203,816</u>	<u>8,264,006</u>
Net change in fund balances	<u>\$ 5,133,121</u>	<u>6,480,893</u>	<u>(3,255,389)</u>	<u>8,197,569</u>
Debt service as a percentage of noncapital expenditures	4.3%	4.7%	4.5%	3.8%

Source: Cosumnes CSD Administrative Services Department

Fiscal Year					
2016	2015	2014	2013	2012	2011
38,678,041	36,173,988	32,626,823	29,456,296	31,186,985	32,253,420
28,526,257	29,519,898	27,835,872	25,669,576	25,833,814	25,077,392
1,669,000	1,500,655	2,832,285	1,747,613	1,458,624	1,993,759
3,406,796	2,149,487	1,407,346	1,925,884	619,780	897,309
160,132	113,666	121,646	109,774	191,286	258,509
2,048,806	1,516,902	1,486,062	1,504,489	1,367,064	1,521,106
1,458,664	334,787	332,351	404,965	179,772	162,470
<u>75,947,696</u>	<u>71,309,383</u>	<u>66,642,385</u>	<u>60,818,597</u>	<u>60,837,325</u>	<u>62,163,965</u>
38,600,228	36,077,297	33,362,739	34,372,236	33,478,192	33,893,997
20,606,032	21,147,714	18,737,965	18,571,201	19,767,882	20,342,559
7,881,271	4,209,127	3,115,442	3,117,972	3,224,873	3,577,708
3,491,208	4,355,382	2,412,214	2,462,853	4,478,538	3,823,032
2,409,130	2,060,546	2,678,562	3,021,871	4,344,153	6,865,298
1,158,549	776,928	875,905	1,201,336	1,367,625	3,386,607
272,852					
<u>74,419,270</u>	<u>68,626,994</u>	<u>61,182,827</u>	<u>62,747,469</u>	<u>66,661,263</u>	<u>71,889,201</u>
<u>1,528,426</u>	<u>2,682,389</u>	<u>5,459,558</u>	<u>(1,928,872)</u>	<u>(5,823,938)</u>	<u>(9,725,236)</u>
6,150	133,147	16,311	162,586	156,250	299,216
10,420,172	1,276,969	1,436,953	325,986	122,386	388,747
(283,460)					
4,937,030	7,241,811	105,452		493,251	505,836
5,506,912	5,720,119	4,625,190	4,273,702	5,544,330	5,539,122
<u>(5,506,912)</u>	<u>(5,720,119)</u>	<u>(4,625,190)</u>	<u>(4,273,702)</u>	<u>(5,544,330)</u>	<u>(5,539,122)</u>
<u>15,079,892</u>	<u>8,651,927</u>	<u>1,558,716</u>	<u>488,572</u>	<u>771,887</u>	<u>1,193,799</u>
<u>16,608,318</u>	<u>11,334,316</u>	<u>7,018,274</u>	<u>(1,440,300)</u>	<u>(5,052,051)</u>	<u>(8,531,437)</u>
5.0%	4.4%	6.0%	7.0%	9.2%	15.1%

Cosumnes Community Services District
Direct and Overlapping Property Tax Rates
(Rate per \$100 of assessed value)
Last Ten Fiscal Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
District Rate	0.22137	0.22137	0.22137	0.22137	0.22137	0.22137	0.22137	0.22137	0.22137	0.22137
Overlapping Rates:										
County of Sacramento	0.38606	0.38606	0.38606	0.38606	0.38606	0.38606	0.38606	0.38606	0.38606	0.38606
County Library	0.02037	0.02037	0.02037	0.02037	0.02037	0.02037	0.02037	0.02037	0.02037	0.02037
Elk Grove Unified School District	0.25487	0.25487	0.25487	0.25487	0.25487	0.25487	0.25487	0.25487	0.25487	0.25487
Elk Grove-Cosumnes Cemetery District	0.00275	0.00275	0.00275	0.00275	0.00275	0.00275	0.00275	0.00275	0.00275	0.00275
City of Elk Grove	0.05738	0.05738	0.05738	0.05738	0.05738	0.05738	0.05738	0.05738	0.05738	0.05738
Los Rios Community College	0.03641	0.03641	0.03641	0.03641	0.03641	0.03641	0.03641	0.03641	0.03641	0.03641
Sacramento-Yolo Mosquito Abatement District	0.00866	0.00866	0.00866	0.00866	0.00866	0.00866	0.00866	0.00866	0.00866	0.00866
Other	0.01213	0.01213	0.01213	0.01213	0.01213	0.01213	0.01213	0.01213	0.01213	0.01213
Regional Sanitation District Bonds	0.00550	0.00550	0.00550	0.00550	0.00550	0.00550	0.00550	0.00550	0.00550	0.00550
Los Rios Community College GO Bonds	<u>0.00720</u>	<u>0.00720</u>	<u>0.00720</u>	<u>0.00720</u>	<u>0.00720</u>	<u>0.00720</u>	<u>0.00720</u>	<u>0.00720</u>	<u>0.00720</u>	<u>0.00720</u>
Total Direct Rate	1.01270	1.01270	1.01270	1.01270	1.01270	1.01270	1.01270	1.01270	1.01270	1.01270

Notes:

In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of Regional Sanitation District bonds and Los Rios Community College General Obligation bonds.

Rates are within the City of Elk Grove boundaries. No data is available for areas outside City boundaries.

Source: HdL Coren & Cone

Cosumnes Community Services District
Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2020		2011	
	Taxable Assessed Value (1)	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Percentage of Total District Taxable Assessed Value
Apple Computer, Inc	\$234,575,597	0.97%		
Pappas Laguna 2 Limited Partnership	134,577,145	0.56%		
Laguna Springs Corporation Center	97,800,715	0.40%		
Oakmont Properties II LP	74,900,743	0.31%		
DS Properties 18 LP	71,054,759	0.29%		
MG Somerfield at Lakeside Apartments	64,000,000	0.26%		
Elk Grove Owner LP (Kohls)	59,971,142	0.25%		
MG Bella Vista Apartments EKG LLC	59,000,000	0.24%		
9130 Nolan Street LLC	52,560,705	0.22%		
WSI Poppy Ridge LLC	50,839,447	0.21%		
ACI Real Properties			73,119,463	0.44%
Donahue Schriber Realty Group			64,234,383	0.38%
Williametter Industries, Inc.			29,048,912	0.17%
JVC America Inc.			26,106,618	0.16%
DS Marketplace 99 LLC			24,853,063	0.15%
Somerfield at Lakeside LLC			23,437,906	0.14%
Citrus Grove Apartments			22,770,831	0.14%
Laguna Oaks Apartments			19,788,000	0.12%
Khoury Family Investors, LLC			15,456,000	0.09%
Lennar Renaissance Inc.			14,911,834	0.09%
Total	<u>\$ 899,280,253</u>	<u>3.72%</u>	<u>313,727,010</u>	<u>1.87%</u>

Notes:

(1) Amounts represent assessed values within the City of Elk Grove boundaries.

Source: County of Sacramento Assessor's Office and HdL Coren & Cone

**Cosumnes Community Services District
Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2011	32,950,787	31,301,110	94.99%	952,310	32,253,420	97.05%
2012	31,299,748	31,053,637	99.21%	133,348	31,186,985	99.57%
2013	31,299,748	29,456,296	94.11%	476,125	29,932,421	98.41%
2014	33,605,628	32,626,823	97.09%	435,454	33,062,277	98.68%
2015	36,976,606	36,173,988	97.83%	401,309	36,575,297	98.90%
2016	39,476,493	38,678,041	97.98%	399,226	39,077,267	98.98%
2017	41,924,688	41,024,168	97.85%	450,260	41,474,428	98.91%
2018	44,766,582	43,868,694	97.99%	448,944	44,317,638	98.99%
2019	47,407,275	46,477,721	98.04%	533,871	47,011,592	98.86%
2020	49,532,085	48,377,548	97.67%	384,422	48,761,970	99.21%

Sources: Sacramento County Auditor-Controller and Cosumnes CSD Administrative Services Department

Cosumnes Community Services District
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(In Thousands)

<u>Fiscal Year Ended June 30</u>	<u>Secured</u>	<u>Unsecured</u>	<u>Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>
2011	16,410,866	340,933	16,751,799	0.22137
2012	15,691,279	326,105	16,017,384	0.22137
2013	14,907,283	324,293	15,231,576	0.22137
2014	16,202,973	299,789	16,502,762	0.22137
2015	17,922,473	311,625	18,234,098	0.22137
2016	18,888,266	310,101	19,198,367	0.22137
2017	20,141,942	301,965	20,443,907	0.22137
2018	21,347,233	306,951	21,654,184	0.22137
2019	22,625,913	322,966	22,948,879	0.22137
2020	23,825,609	375,378	24,200,987	0.22137

Notes:

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

Source: Sacramento County Auditor-Controller and Cosumnes CSD Administrative Services Department

**Cosumnes Community Services District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Governmental Activities			Total Governmental Activities	Percentage of Assessed Valuation	Debt Per Capita
	Certificates of Participation (1)	Loans	Capital Leases			
2011	\$ 1,341,000	\$3,302,285	\$ 23,564,327	\$ 28,207,612	0.17%	154.25
2012	1,191,700	2,281,623	20,512,651	23,985,974	0.15%	130.83
2013	1,022,900	1,217,925	19,049,265	21,290,090	0.14%	116.17
2014	847,200	98,219	19,103,063	20,048,482	0.12%	109.36
2015	664,100	84,606	18,512,732	19,261,438	0.11%	104.36
2016	9,221,378	73,913	17,705,066	27,000,357	0.14%	141.60
2017	23,935,000	66,111	8,801,650	32,802,761	0.16%	170.66
2018	23,156,804	54,242	8,616,918	31,827,964	0.15%	162.91
2019	21,870,000	41,728	7,293,041	29,204,769	0.13%	148.22
2020	21,103,140	28,545	7,203,032	28,334,717	0.12%	142.15

Notes:

(1) The Certificate of participation for the 2015 refinancing project is netted with the original issue discount.

Source: Cosumnes CSD Administrative Services Department

**Cosumnes Community Services District
Direct and Overlapping Debt
June 30, 2020**

District Assessed Valuation (in thousands)		\$ 24,200,987	
	Estimated Percentage Applicable ⁽¹⁾	Outstanding Debt 6/30/20	Estimated Share of Overlapping Debt
Overlapping Debt Repaid with Property Taxes and Assessments:			
Los Rios Community College District	10.398%	\$ 455,515,000	47,364,450
San Joaquin Delta Community College District	3.268%	199,370,000	6,515,412
Elk Grove Unified School District	56.285%	182,550,000	102,748,268
River Delta Joint Unified School District			
School Facilities Improvement District No. 1	0.1950%	6,669,378	13,005
Sacramento Unified School District	0.1580%	482,492,966	762,339
	61.506% &		
Galt Joint Union High School District and School District	88.272%	80,023,684	55,411,329
Elk Grove Community Facilities District	100.00%	212,690,000	212,690,000
Elk Grove Unified School District Community Facilities District No. 1	56.285%	191,731,133	107,915,868
Galt Schools Joint Powers Authority Community Facilities District No. 1	98.698%	4,320,000	4,263,754
Sacramento County Community Facilities Districts	100.00%	9,774,475	9,774,475
California Statewide Community Development Authority 915 Act Bonds	100.00%	14,885,955	14,885,955
City of Galt 1915 Act Bonds	100.00%	586,000	586,000
Total overlapping debt repaid with property taxes and assessments		1,840,608,591	562,930,855
Overlapping Other Debt:			
Sacramento County General Fund Obligations	14.227%	\$ 159,847,468	22,741,499
Sacramento County Pension Obligations	14.227%	791,614,052	112,622,931
Sacramento County Board of Education Certificates of Participation	14.227%	3,545,000	504,347
Elk Grove Unified School District Certificates of Participation	56.285%	12,195,000	6,863,956
Sacramento Unified School District Certificates of Participation	0.1580%	60,550,000	95,669
Galt Joint Union High School District and School District	61.506% & 88.272%	8,565,000	5,764,231
City of Elk Grove General Fund Obligations	100.00%	40,310,000	40,310,000
Cosumnes Community Services District	100.00%	22,434,000	22,434,000
Total overlapping other debt		1,099,060,520	211,336,633
Total overlapping debt		\$ 2,939,669,111	774,267,488
District direct debt			20,900,000
Total direct and overlapping debt			\$ 795,167,488

Notes:

- (1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the District's boundaries and dividing it by each unit's total taxable assessed value.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Cosumnes Community Services District. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident--and therefore responsible for repaying the debt--of each overlapping government.

Source: California Municipal Statistics, Inc.

**Cosumnes Community Services District
Legal Debt Margin Information
Last Ten Fiscal Years
(in thousands of dollars)**

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Assessed valuation	\$ 16,751,799	16,017,384	15,231,576	16,502,762	18,234,098	19,198,367	20,443,907	21,654,184	22,948,879	24,200,987
Conversion percentage	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>
Adjusted assessed valuation	\$ 4,187,950	4,004,346	3,807,894	4,125,691	4,558,525	4,799,592	5,110,977	5,413,546	5,737,220	6,050,247
Debt limit percentage	<u>5%</u>	<u>5%</u>	<u>5%</u>	<u>5%</u>	<u>5%</u>	<u>5%</u>	<u>5%</u>	<u>5%</u>	<u>5%</u>	<u>5%</u>
Debt limit	209,397	200,217	190,395	206,285	227,926	239,980	255,549	270,677	286,861	302,512
Total net debt applicable to limit:										
General obligation bonds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Legal debt margin	<u>\$ 209,397</u>	<u>200,217</u>	<u>190,395</u>	<u>206,285</u>	<u>227,926</u>	<u>239,980</u>	<u>255,549</u>	<u>270,677</u>	<u>286,861</u>	<u>302,512</u>
Total debt applicable to the limit as a percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

Note: The Government Code of the State of California provides for a legal debt limit of 5% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The 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 that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: Cosumnes CSD Administrative Services Department and Sacramento County Assessor's Office

**Cosumnes Community Services District
Pledged-Revenue Coverage
Last Ten Fiscal Years**

Fiscal Year	Special Assessment Debt					
	Special Assessment Collections	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2011	\$ 14,295,157	9,862,791	4,432,366	376,439	93,784	9.43
2012	13,953,831	9,847,285	4,106,546	785,729	99,627	4.64
2013	14,213,219	9,624,008	4,589,211	822,796	65,448	5.17
2014	14,415,446	9,415,366	5,000,080	852,806	29,514	5.67
2015	14,708,161	11,323,523	3,384,638	25,703	1,632	123.82
2016	14,942,112	10,644,956	4,297,156	21,304	1,401	189.26
2017	15,362,009	11,823,913	3,538,096	22,747	2,813	138.42
2018	15,752,692	13,168,453	2,584,239	15,064	2,077	150.76
2019	16,567,632	14,923,362	1,644,270	15,029	1,518	99.37
2020	17,567,409	14,356,818	3,210,591	16,292	1,430	181.16

Notes: Details regarding the District's outstanding debt can be found in the notes to the financial statements. Special assessments pledged for the loan payable are reported in the Landscape and Lighting Special Revenue Fund and related debt service expenditures are reported in the Debt Service Fund. Operating expenses do not include debt service or capital outlay expenditures.

Source: Cosumnes CSD Administrative Services Department

**Cosumnes Community Services District
Demographic and Economic Statistics
Last Ten Calendar Years**

Calendar Year	District Population (1)	Per Capita Personal Income (2)	Sacramento County Unemployment Rate (3)
2011	182,870	N/A	12.7%
2012	183,333	N/A	11.0%
2013	183,259	N/A	8.7%
2014	183,333	N/A	6.9%
2015	184,564	N/A	6.0%
2016	190,680	N/A	5.8%
2017	192,216	N/A	5.0%
2018	195,376	N/A	4.2%
2019	197,042	N/A	3.9%
2020	199,326	N/A	12.8%

N/A Information is not available.

Sources:

- 1 Cosumnes Community Services District
- 2 US Department of Commerce, Bureau of Economic Analysis (data shown is for Sacramento County)
- 3 State of California Employment Development Department (data shown is for Sacramento County)

**Cosumnes Community Services District
Principal Employers
Last Ten Calendar Years**

Employer	2020		2011	
	Employees	Percentage of Total Employment	Employees	Percentage of Total Employment
Apple Computer	5000	6.03%	500	(1)
Elk Grove Unified School District	3,884	4.69%	3,414	(1)
CA Correctional Health Care Services	1,371	1.65%		
Wal Mart	596	0.72%	227	(1)
Kaiser Permanente Med Ctr	530	0.64%		
Bel Air/Raleys Supermarkets	442	0.53%	500	(1)
City of Elk Grove	375	0.45%	274	(1)
Cosumnes Community Services District	333	0.40%	266	(1)
Alldata	300	0.36%	320	(1)
Safeway	265	0.32%		
Bimbo Bakeries			265	(1)
Home Depot			175	(1)
Decorative Specialties			105	(1)

Source: Cosumnes Community Services District and MuniServices LLC

(1) Information is not available.

**Cosumnes Community Services District
Full-time District Employees by Function
Last Ten Fiscal Years**

	Full-time District Employees as of June 30									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<u>Function</u>										
General government	23	22	21	21	21	21	24	24	27	49
Public safety	167	168	167	167	166	165	184	189	189	204
Recreation and culture	76	71	65	65	69	69	74	79	89	80
Total	266	261	253	253	256	255	282	292	305	333

Source: Cosumnes CSD Administrative Services Department

**Cosumnes Community Services District
Operating Indicators by Function/Program
Last Ten Fiscal Years**

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018 (2)	2019	2020
Function/Program										
Fire										
Emergency responses	14,011	14,374	14,679	15,170	16,613	17,189	18,592	19,775	19,790	20,791
Field Inspections	1,602	1,687	2,290	2,165	2,742	2,852	2,187	2,300	2,299	2,725
Plan checks	629	808	989	1,093	1,110	1,106	973	1,100	446	574
Resubmitted Plan Checks	(1)	(1)	(1)	222	207	190	241	200	219	296
Weed Abatement	480	584	599	488	128	114	145	194	188	156
Fire Investigations	82	69	50	41	19	21	17	40	41	43
Code Enforcement	18	32	31	11	18	29	79	90	107	57
Parks and recreation										
Number of recreation programs	579	550	548	509	487	524	629	3,311	4,560	3,570

Source: Various District departments

(1) Information is not available.

(2) New registration software (Active Net) calculates recreation programs differently.

**Cosumnes Community Services District
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years**

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Function/Program										
Fire										
Fire stations	8	8	8	8	8	8	8	8	8	8
Training facility	1	1	1	1	1	1	1	1	1	1
Fire engines	27	26	24	24	26	27	27	29	29	30
Other Fire vehicles	74	76	76	74	77	82	87	88	94	96
Parks and recreation										
Parks	90	91	92	94	94	95	96	97	98	98
Acreage	966	978	981	985	985	994	996	1,007	1,001	1,266
Playgrounds	115	116	119	120	123	127	128	130	132	134
Baseball/softball diamonds	50	50	50	50	50	50	51	49	49	49
Soccer/football fields	41	41	42	42	42	42	43	42	42	43
Community centers	2	2	2	2	2	2	2	7	7	7
Swimming pools	4	4	4	4	4	4	4	4	4	4
Tennis courts	31	33	33	33	33	35	35	33	33	35
Skate board park	1	1	1	1	1	1	2	2	2	2
Bike Park	-	-	1	1	1	1	1	1	1	1

Sources: Various District departments



Cosumnes Community Services District

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