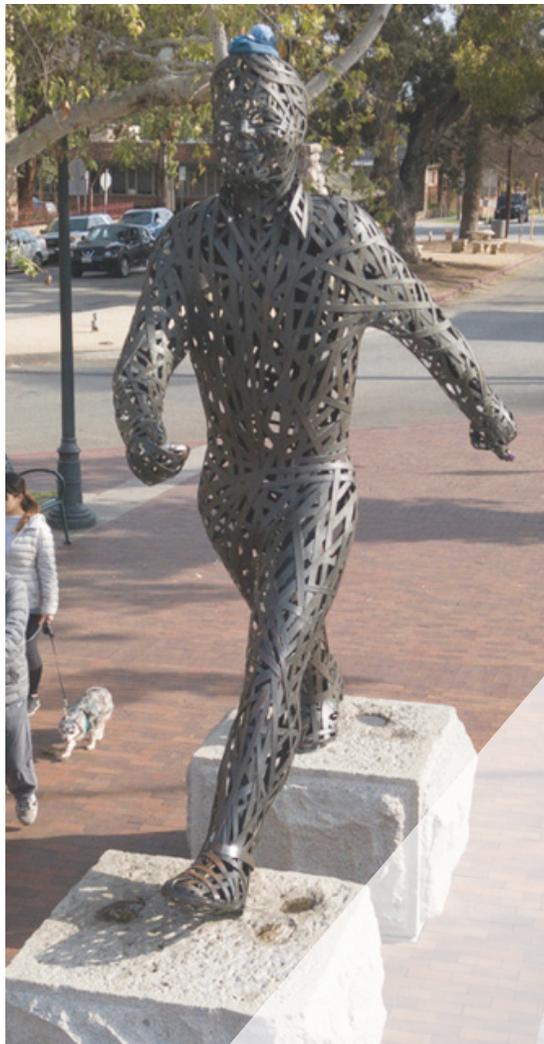
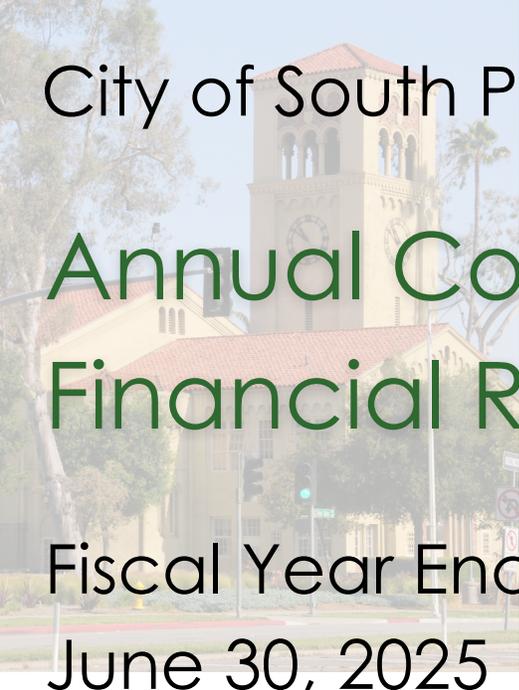


City of South Pasadena, CA

Annual Comprehensive Financial Report

Fiscal Year Ending:
June 30, 2025



CITY OF SOUTH PASADENA, CALIFORNIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED JUNE 30, 2025

**PREPARED BY THE FINANCE DEPARTMENT
OF THE CITY OF SOUTH PASADENA**

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INTRODUCTORY SECTION



CITY OF SOUTH PASADENA

FINANCE DEPARTMENT

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WWW.SOUTHPASADENACA.GOV

January 12, 2026

Honorable Mayor, Councilmembers, and the Residents of the City of South Pasadena,

The Finance Department is pleased to present to the City Council the City of South Pasadena's (City) Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2025. The ACFR is intended to provide readers with a clearly articulated, user-friendly reporting of the City's financial affairs. Within the ACFR, readers will find reporting on all funds and account groups for the City. This report consists of management's representations concerning the finances of the City. As such, management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive internal control framework it established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable assurance, rather than absolute assurance, that the financial statements are free of any material misstatements.

State Law requires the City to prepare an annual financial report. This report fulfills that obligation. CliftonLarsonAllen LLP, an independent firm of certified public accountants, has issued an unmodified opinion on the financial statements of the City for the year ended June 30, 2025. The independent auditors' report is located at the front of the financial section of this ACFR. The ACFR has been prepared in conformity with Generally Accepted Accounting Principles (GAAP) and the financial reporting requirements prescribed by the Governmental Accounting Standards Board (GASB). These reporting requirements specify that management provide a narrative introduction, overview, and analysis to accompany the financial statements in the form of a Management's Discussion and Analysis (MD&A). The MD&A, which immediately follows the independent auditors' report, complements this letter of transmittal and should be read in conjunction with it.



Profile of the City of South Pasadena

The City is located approximately six miles northeast of downtown Los Angeles, on the west side of the San Gabriel Valley between the cities of Pasadena, San Marino, Los Angeles and Alhambra and has a population of 26,943¹. Founded in 1874 by the Indiana Colony, the City was incorporated



as a General Law city of the State of California on March 2, 1888.

South Pasadena is known for its tree-lined streets, historic California Craftsman-style homes, unique small businesses and its outstanding public schools. This small-town atmosphere makes South Pasadena one of California's most desirable locations. South Pasadena has quality education, a strong religious community, an extensive network of parks and a rich architectural heritage. Dynamic civic organizations, a population of ethnic and cultural diversity, and a vital

seniors' group further enrich the small-town quality of life. Small, proud and independent, the City of South Pasadena has battled for a hundred years to preserve its status as a distinct—and distinctive—community.

South Pasadena is a full-service general law city that operates under the Council-Manager form of government. The City Council consists of five members elected to four-year staggered terms of office. The Mayor is selected from the City Council members and serves a one-year term. The City's other elected official is the City Treasurer who serves a four-year term of office.

The City provides a full range of services, including police and fire protection; the construction and maintenance of streets and other infrastructure; sewer services; water utility; public improvements; planning and zoning; recreational activities and cultural events; library operations; and general administrative and support services.

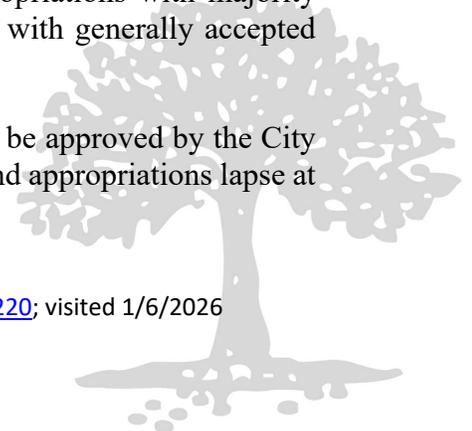
Annual Budget and Budget Control

The annual budget serves as the foundation of the City's financial planning and control. The City Council holds public hearings and adopts an annual budget resolution by July 1 of each fiscal year for all funds and account groups. The City Council may modify appropriations with majority approval. The budgets are adopted and presented on a basis consistent with generally accepted accounting principles.

Changes in budget appropriations at the fund level during the year must be approved by the City Council. The legal level of expenditures is controlled at the fund level, and appropriations lapse at

¹ Per United States Census Bureau:

https://data.census.gov/profile/South_Pasadena_city,_California?g=160XX00US0673220; visited 1/6/2026



the end of each fiscal year unless encumbered for re-appropriation by the City Council in the following fiscal year. Re-appropriation by the City Council only occurs for multi-year infrastructure and capital projects. Department heads may, without Council approval, amend individual line items within their departments, within the same fund and only within the maintenance and operations portions of the budget, without increasing total appropriations. Certain funds have no budget adopted as noted in the Supplementary Information section of the ACFR. The City Manager may, without Council approval, amend individual line items within any fund, and between divisions and programs, in the personnel costs, maintenance and operations, capital outlay and capital projects portions of the budget without increasing total appropriations for that fund.

City History

In early 1874, the area that is now South Pasadena was a part of the San Gabriel-Orange Grove Association. In 1875, the stockholders of the association voted to name their town Pasadena and just three years later, residents living in the southern portion of Pasadena considered themselves South Pasadenans.

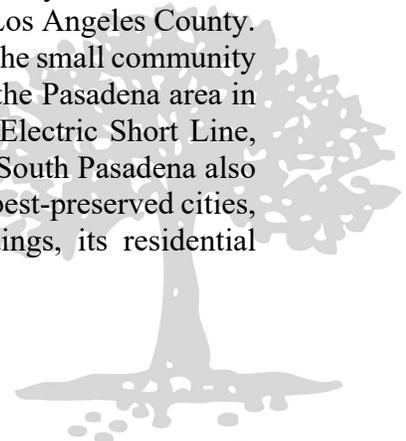
In February of 1888, in order to control their own territory, South Pasadenans voted eighty-five to twenty-five for incorporation. A board of trustees were elected, and Ammon B. Cobb was appointed as the first marshal, with Marshal B. Selmen as his deputy.

On March 2, 1888, South Pasadena officially incorporated with a population of slightly over 500. The City's boundaries established in 1889 are essentially the same today. South Pasadena consists of 3.44 square miles of prime residential property. In 1876, unimproved land with water was selling from \$75 to \$150 an acre. Today a vacant lot in South Pasadena can be sold for more than \$200,000.

Few cities in California are better recognized for the quality of its small-town atmosphere and rich legacy of intact late 19th and early 20th century neighborhoods and residences. South Pasadena also has a strong claim to having the oldest and most historic sites in the San Gabriel Valley. For many centuries, its adjacency to a natural fording place along the Arroyo Seco had served as a gateway to travel and commerce for aboriginal peoples here and along the coast. It was here that Hahamognas greeted Portola and the missionaries who later established the San Gabriel Mission a few miles to the west.

The initial buildings on the Rancho San Pascual, which subsequently gave birth to the Cities of Pasadena, South Pasadena and Altadena, were built here. The first of these adobe structures became headquarters for General Flores and his staff in 1847, where they agreed to surrender to American forces, ending Mexican Colonial rule in California.

In 1888, South Pasadena incorporated the southern portion of the Indiana Colony and land south and eastward to the Los Angeles border, becoming the sixth municipality in Los Angeles County. With the establishment of the Raymond Hotel and the Cawston Ostrich Farm, the small community was able to attract tourists and increasingly large waves of new residents to the Pasadena area in the late 19th and early 20th Centuries. With the completion of the Pacific Electric Short Line, putting the entire city within easy walking distance of the "red car" stations, South Pasadena also became one of the first suburbs of Los Angeles. It is now certainly one of the best-preserved cities, maintaining a small-town quality and humanity in the scale of its buildings, its residential streetscapes and historic commercial core.



Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the environment within which the City operates.

Local Economy²

For the fiscal year ended June 30, 2025, the City's local economy remained stable as broader economic conditions moderated following the post-pandemic recovery period. Elevated interest rates and easing inflation influenced economic activity throughout the fiscal year, contributing to slower but continued economic expansion.

The City's General Fund remained primarily supported by four major revenue sources: property taxes, utility users' taxes, sales taxes, and charges for services. Together, these revenues continued to represent the majority of General Fund resources during fiscal year 2024-25, reinforcing the City's sensitivity to broader economic conditions.

Property taxes remained the City's largest revenue source. Assessed valuation continued to increase during the fiscal year, reflecting prior-year residential sales activity and the City's strong housing market fundamentals. Although higher interest rates reduced home sales volume, assessed values remained resilient due to limited housing supply and sustained demand.

Sales tax revenues experienced modest growth during fiscal year 2024-25, supported primarily by restaurants, consumer goods, and fuel and service station activity. Statewide sales tax trends reflected a cooling consumer environment, with growth moderating compared to prior fiscal years as inflation eased and consumer spending normalized.

The City continued to utilize State and Local Fiscal Recovery Funds (SLFRF) authorized under the American Rescue Plan Act (ARPA), which were received in prior fiscal years. During fiscal year 2024-25, these one-time funds supported eligible programs and services in accordance with federal guidelines, reducing pressure on the General Fund while advancing City Council-identified priorities.

Overall, the City remained in satisfactory financial condition during the fiscal year ended June 30, 2025, supported by stable core revenues, inflation-adjusted fee schedules, and prudent fiscal management.

Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, error and omissions; injuries to employees and natural disasters. The City utilizes a

² Local economic data provided through the following sources:

Los Angeles County EDD Labor Market — LA County, <https://labormarketinfo.edd.ca.gov/geography/losangeles-county.html>;

California Dept of Tax and Fee Administration — Sales and Use Tax Research & Statistics, <https://cdtfa.ca.gov/legal/research-and-statistics/sales-and-use-tax.htm>;

Los Angeles County Assessor — Annual Assessment Roll, <https://assessor.lacounty.gov/news-information/annualroll>.



combination of self-insurance and excess insurance to address these concerns. The City's primary coverage provider is Public Risk Innovation, Solutions, and Management (PRISM). The purpose of this organization is to provide a form of liability, workers compensation and property coverage.

For general liability claims, the City has a self-insured retention of \$100,000, losses exceeding the self-insured retention limit up to \$4.9 million per claim are recovered a risk pool through PRISM. Reinsurance coverage in excess of the pool layer up to \$25 million is purchased through PRISM. PRISM retains responsibility for claims in excess of each member's self-insured retention.

For workers' compensation claims, the City has a self-insured retention of \$125,000, losses exceeding the self-insured retention limit up to \$5,000,000 is provided by PRISM. PRISM participates in an excess pool which provides coverage from \$5,000,000 to \$50,000,000 and purchases excess insurance above \$50,000,000 to the statutory limit. Additional information on the City's risk management activity can be found in the notes to the financial statements.

Pension Obligations

The City contributes to the California Public Employees Retirement System (PERS), an agent multiple-employer public employee defined benefit pension plan for its employees. Each year, an independent actuary engaged by the pension plan calculates the amount of the annual contribution that the City must make to the pension plan to ensure that the pension plan will be able to fully meet its obligations to retired employees on a timely basis.

As a matter of policy, the City fully funds each year's annual required contribution to the pension plan as determined by its funding policy. The unfunded actuarial liability associated with employee services rendered to date is being systematically funded over a set number of years for safety and miscellaneous employees as part of the annual required contribution calculated by the actuary. The City also provides postemployment health care benefits for certain retired employees. Most recently, the City updated its retiree health contribution to the Public Employees' Medical & Hospital Care Act (PEMHCA) minimum. Additional information regarding the City's pension arrangements and postemployment benefits can be found in the notes to the financial statements.

The City offers one of the lowest pension formulas (2% at 55 for Non-Safety staff and 2% at 50 for Safety staff) which has kept the City's liability low compared to Cities who pay 2.5%, 2.7% or even 3.0% at 55. Nonetheless, the City must bear the cost of increased payments to PERS over the next five years at least. Further, it remains unclear how PERS management decisions will impact the City in the future. Investment funds continue to fluctuate from projected returns and required annual contributions are based on actuarial reports with a one year lag between the valuation date and the start of the contribution fiscal year. Many cities are hiring independent actuarial consultants to better analyze future impacts and plan appropriate strategies.

Retiree Health

In FY 2021-22, the City reduced its retiree healthcare contribution for all employees hired after July 1, 2020. The future retirees will receive a medical benefit equal only to the PEMHCA minimum. By reducing the retiree health contributions for future employees from \$625/month to the PEMHCA minimum (currently \$158/month for calendar year 2025) the City will see significant long-term savings and substantially reduce the City's unfunded liabilities.

During FY 2021-22, the City established an Other Postemployment Benefits Trust Fund with monies from the sale of the City's cell tower lease contract and Designated General Fund Reserves. The investments held in the Trust Fund will pay for some of the future postemployment benefits costs.

Cash Management Policies and Practices

Cash temporarily idle during the year was invested in accordance with the City's approved Investment Policy. The policy affords a broad spectrum of investment opportunities, as long as the investment is deemed prudent and permissible under currently effective legislation of the State of California and other imposed restrictions. Criteria for selecting investments and the order of priority are: safety, liquidity and yield. The cash management system of the City is designed to accurately monitor and forecast expenditures and revenues, thus ensuring the investment of monies to the fullest extent possible. Attempts are made to obtain the highest yields available as long as investments meet the criteria required for safety and liquidity.

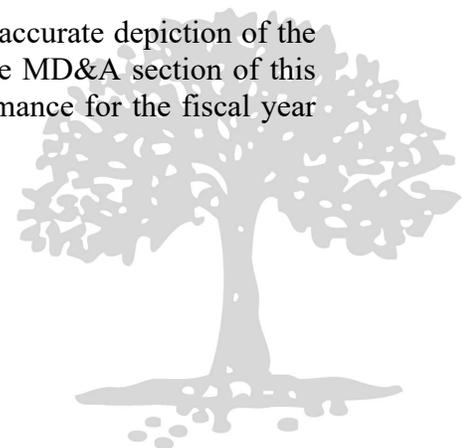
Internal Controls. The management of the City is responsible for establishing and maintaining an internal control structure to ensure that the assets of the City are protected from loss, theft or misuse, and to ensure that adequate account data is compiled for the preparation of the annual budget and annual financial statements, in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control structure should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits require estimates and sound judgments by management.

Independent Audit

For the fiscal year ended June 30, 2025, the City's financial statements were audited by the certified public accounting firm of CliftonLarsonAllen LLP to ensure that the financial statements of the City were free of material misstatement. As part of their engagement, the auditor performed the following: a) examined activities, documents, and disclosures used to create the financial statements, b) assessed the accounting principles used by management, and c) evaluated the overall financial statement presentation.

The results of the audit, as stated in the independent auditor's report, are as follows: Financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2025.

In this, it is management's goal to provide readers and citizens with an accurate depiction of the financial standing and activities regarding the City. Please reference the MD&A section of this report for a more complete and detailed accounting of financial performance for the fiscal year ended June 30, 2025.



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 City of South Pasadena for its ACFR for the fiscal year ended June 30, 2023. The Certificate of Achievement for Excellence in Financial Reporting is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting, the City published an ACFR that goes beyond the minimum requirement of GAAP and demonstrates the spirit of transparency and full disclosure that ensures users of the financial statements have the necessary information to assess the City's financial health.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. The City has received a Certificate of Achievement for Excellence in Financial Reporting for many years starting with the fiscal year ended June 30, 1987. Due to staff turnover during the 2024 calendar year, City staff was not able to complete the audit in time to apply for a Certificate of Achievement for Excellence in Financial Reporting for the year ended June 30, 2024. City staff will be submitting the ACFR to GFOA for the fiscal year ended June 30, 2025 in order to provide assurance to the residents of the City of South Pasadena that the City is committed to financial reporting excellence.

The ACFR stands as a testament to the dedication, expertise, and unwavering commitment exhibited by staff of the Finance Department. This document's completion was made possible through their diligent effort and support. We extend our heartfelt appreciation to all department members who actively participated and contributed to the preparation of the report.

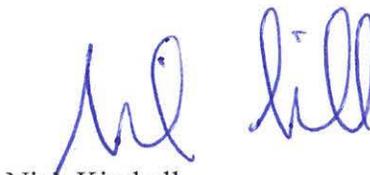
We also wish to express our gratitude to the Finance Commission, City Treasurer, the City's executive team, and the residents of South Pasadena for their steadfast support of the City's financial operations in the past fiscal year. Additionally, we acknowledge the Mayor and Councilmembers for their consistent adherence to the highest standards of professionalism in the management of the City's finances. Their collective efforts have been instrumental in ensuring the financial well-being of our city.

Finally, thanks are extended to the firm of CliftonLarsonAllen LLP, for their contributions towards improving our financial reporting and year end processes.

Respectfully submitted,

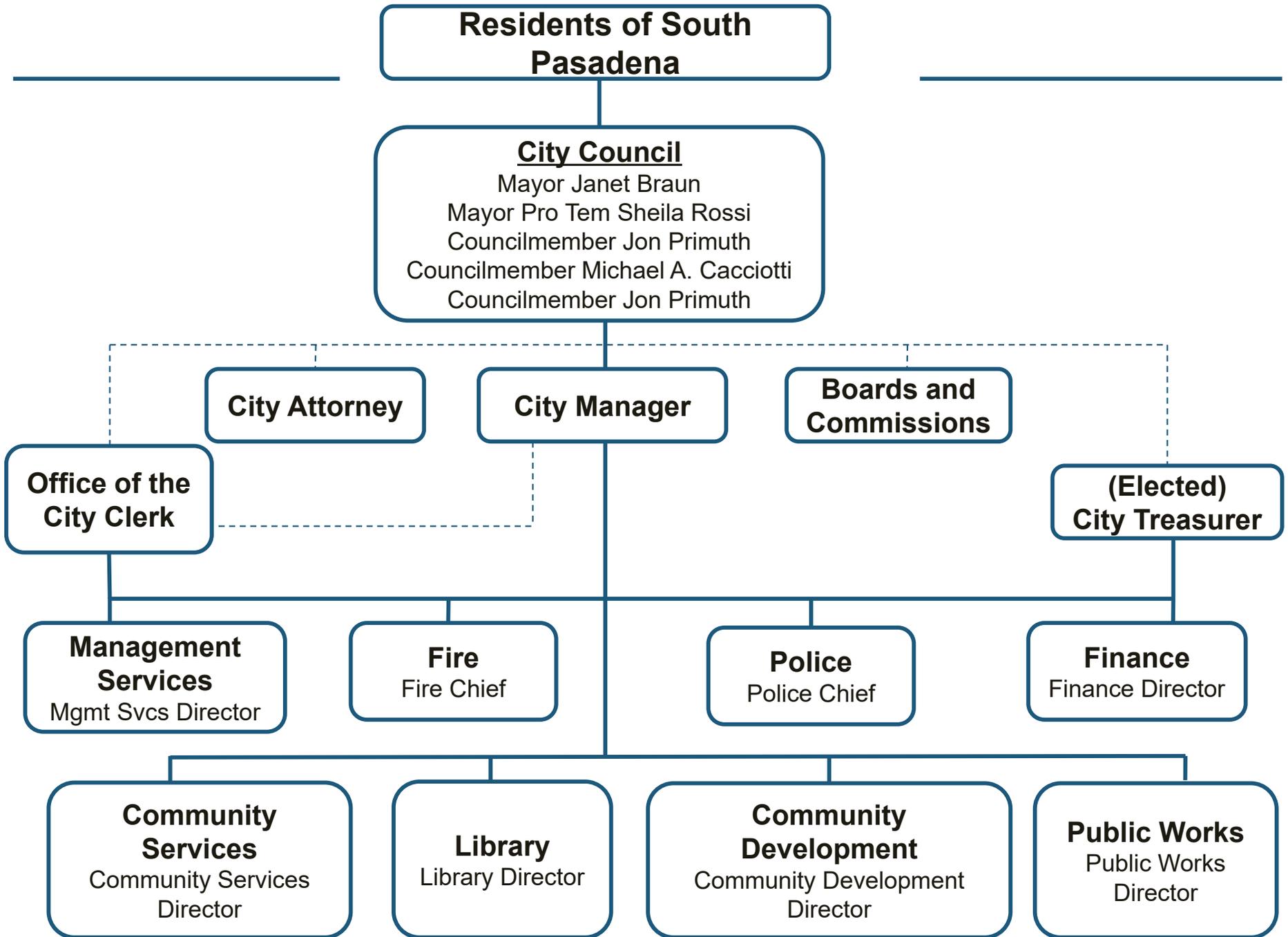


Todd Hileman
City Manager



Nick Kimball
Assistant City Manager/Chief Financial Officer





CITY OF SOUTH PASADENA, CALIFORNIA
OFFICIALS OF THE CITY OF SOUTH PASADENA

CITY COUNCIL

Janet Braun
Mayor

Sheila Rossi
Mayor Pro Tempore

Michael A. Cacciotti
Councilmember

Omari Ferguson
Councilmember

Jon Primuth
Councilmember

ADMINISTRATION AND DEPARTMENT HEADS

City Manager	Todd Hileman
Assistant City Manager/CFO	Nick Kimball
City Clerk	Vacant
City Treasurer (Elected)	Zhen Tao
City Attorney	Roxanne Diaz
Director of Library, Arts and Culture	Cathy Billings
Director of Community Development	Erika Ramirez
Director of Community Services	Lucy Hakobian
Director of Library, Arts and Culture	Cathy Billings
Director of Public Works	Vacant
Fire Chief	Greg Lloyd
Police Chief	Brian Solinsky

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

Honorable City Council
of the City of South Pasadena
South Pasadena, California

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of South Pasadena, California (the City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Honorable City Council
of the City of South Pasadena

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 12, 2026, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Irvine, California
January 12, 2026

CITY OF SOUTH PASADENA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2025

Management's Discussion and Analysis

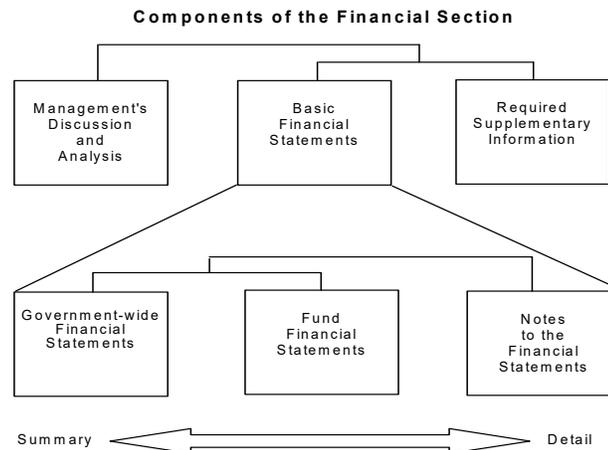
The Management Discussion and Analysis provides a narrative overview and analysis of the financial activities of the City of South Pasadena (the City) for the fiscal year ended June 30, 2025. As management of the City, we encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal and the City's financial statements.

(A) Financial Highlights

- ↑ The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$140,283,843. Unrestricted net position in an amount of \$29,668,494 is primarily due to the City recording the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, and information about the fiduciary net position of the City's CalPERS plans per GASB Statements No. 68 and 71 and 75.
- ↑ The City's total net position increased from \$128,429,327 as of June 30, 2024 to \$140,283,843 as of June 30, 2025 for a total increase of \$11,854,516
- ↑ At the close of the current fiscal year, the City's governmental funds reported combined fund balances of \$61,884,730, an increase of \$13,863,540 from the prior year. Of this amount, \$14,061,234 or approximately 23% of total fund balances are available for spending at the City's discretion (*unassigned fund balance*).
- ↑ At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$18,980,691, or 50% of the total General Fund Expenditures.
- ↑ The City's net investment in capital assets increased from \$84,343,732 as of June 30, 2024 to \$84,407,301 as of June 30, 2025 for a total increase of \$63,569 from the prior fiscal year due primarily to budgeted capital expenditures.

(B) Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial



CITY OF SOUTH PASADENA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2025

statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, with the use of the accrual basis of accounting, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned, but unused vacation leave).

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

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

The City maintains 44 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Affordable Housing Trust and Capital Improvement Programs, which are considered to be major funds for the purposes of this report. Data from the other 41 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these *non-major* governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund and each of its special revenue funds. A budgetary comparison statement has been provided for each governmental fund to demonstrate compliance with this budget. The budgetary comparison statement for the General Fund is located in the basic financial statements; the budgetary comparison statements for the non-major governmental funds are presented in the Additional Financial Information section of this report.

CITY OF SOUTH PASADENA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2025

Proprietary funds. The City maintains two types of proprietary funds: enterprise fund and internal service fund. The enterprise fund is used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for the operations for its water and sewer utilities, and the municipal golf course. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The internal service fund is used to accumulate and allocate costs internally among the City's functions for general liability and workers' compensation insurance. Because the internal service operations benefit both governmental and business-type functions, they have been proportionally allocated and included within the governmental and business-like activities in the government-wide financial statements. Individual fund data for the internal service fund is provided in the form of combining statements in this report.

Fiduciary funds. The City maintains one type of fiduciary fund, a private purpose trust fund. *Fiduciary funds* are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. The City uses one type of fiduciary fund, a private purpose trust fund, to account for the assets and liabilities of the former Community Redevelopment Agency.

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.

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

The combining statements referred to earlier in connection with non-major governmental funds together with information are presented immediately following the notes to the financial statements.

(C) Government-wide Financial Analysis.

Net position may serve as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$140,283,843 as of June 30, 2025. This represents an increase of \$11,854,516, or 9%, from the prior year, primarily due to an increase in unrestricted assets, which consists of investments.

CITY OF SOUTH PASADENA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2025

City of South Pasadena Net Position As of June 30, 2025 and 2024

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and other assets	\$ 75,483,555	\$ 63,332,376	\$ 48,038,458	\$ 46,973,827	\$ 123,522,013	\$ 110,306,203
Capital assets, net	57,065,905	55,855,277	80,204,333	82,375,337	137,270,238	138,230,614
Total assets	132,549,460	119,187,653	128,242,791	129,349,164	260,792,251	248,536,817
Deferred outflow of resources	14,725,997	19,713,736	5,375,570	5,813,594	20,101,567	25,527,330
Long-term liabilities	58,328,713	57,177,904	57,929,467	59,828,775	116,258,180	117,006,679
Other liabilities	8,814,880	11,337,508	4,924,547	4,419,359	13,739,427	15,756,867
Total liabilities	67,143,593	68,515,412	62,854,014	64,248,134	129,997,607	132,763,546
Deferred inflow of resources	9,865,011	11,931,556	747,357	939,718	10,612,368	12,871,274
Net investment in capital assets	54,706,272	54,539,590	29,701,029	29,804,142	84,407,301	84,343,732
Restricted	25,494,941	19,180,500	713,107	1,132,283	26,208,048	20,312,783
Unrestricted (deficit)	(9,934,360)	(15,265,669)	39,602,854	39,038,481	29,668,494	23,772,812
Total net position	\$ 70,266,853	\$ 58,454,421	\$ 70,016,990	\$ 69,974,906	\$ 140,283,843	\$ 128,429,327

Capital Assets are by far the largest category of the City's net position; \$84,407,301 or 60% reflects its investment in non-liquid capital assets (e.g. land, infrastructure, buildings, and equipment). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

The second category of the City net position of \$26,208,048 represents special revenue resources that are subject to external restrictions on how they may be used. Restricted assets increased by \$5,895,265, or 29% from prior year.

The unrestricted net position shows a positive balance of \$29,668,494, which is an increase of \$5,895,682, or 25%.

Governmental Activities and Business-type Activities

The City's governmental current assets are \$75,483,555, which is an increase of \$12,151,179, or 19%. Capital assets stayed relatively flat at \$57,065,905, which is an increase of \$1,210,628, or (2.1%). Current assets increased due to more cash on hand, while capital assets remained consistent over the prior year.

The City's business-type current assets increased to \$48,038,458 from \$46,973,827 in 2024, or 2.2%, primarily due to more cash on hand. The City reported a net decrease of \$2,171,004 in capital assets due to an increase in current year depreciation.

Governmental activities' net position increased by \$11,812,432 to \$70,266,853, or 20.2%, due to increases in operating grants and contributions for general government, property taxes, and decrease to general government expenditures.

The City's Business-type activities' unrestricted net position increased to \$39,602,854, or 1.5%. Total net position for these funds is \$70,016,990, an increase of \$42,084, or 0.1%, over the prior year due to increase in unrestricted assets.

CITY OF SOUTH PASADENA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2025

The table below provides the same type of information found in the Statement of Net Position, but offers more detail in the form of a Statement of Cash Flows and Change in Net Position.

City of South Pasadena Change in Net Position For the Years Ended June 30, 2025 and 2024						
	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Program revenues:						
Charges for services	\$ 6,941,514	\$ 6,345,125	\$ 16,834,354	\$ 16,469,017	\$ 23,775,868	\$ 22,814,142
Operating contributions and grants	13,251,231	12,483,951	553,176	-	13,804,407	12,483,951
Capital contributions and grants	30,754	756,584	-	-	30,754	756,584
General revenues:						
Property taxes	20,886,401	19,761,396	-	-	20,886,401	19,761,396
Other taxes	13,149,262	12,340,977	-	-	13,149,262	12,340,977
Use of money and property	3,448,370	2,722,337	2,392,609	1,793,749	5,840,979	4,516,086
Other	248,366	124,214	8,521	13,690	256,887	137,904
Total revenues	57,955,898	54,534,584	19,788,660	18,276,456	77,744,558	72,811,040
Expenses:						
General government	10,681,982	10,361,297	-	-	10,681,982	10,361,297
Public safety	23,845,216	20,412,191	-	-	23,845,216	20,412,191
Community development	3,460,064	3,120,691	-	-	3,460,064	3,120,691
Community services	4,751,454	5,060,306	-	-	4,751,454	5,060,306
Public works	7,780,239	8,057,754	-	-	7,780,239	8,057,754
Interest	9,654	20,724	-	-	9,654	20,724
Water	-	-	11,941,949	10,839,957	11,941,949	10,839,957
Sewer	-	-	1,797,229	1,614,268	1,797,229	1,614,268
Arroyo Seco Golf Course	-	-	1,622,255	1,506,219	1,622,255	1,506,219
Total expenses	50,528,609	47,032,963	15,361,433	13,960,444	65,890,042	60,993,407
Income before transfers	7,427,289	7,501,621	4,427,227	4,316,012	11,854,516	11,817,633
Transfers	4,385,143	80,944	(4,385,143)	(80,944)	-	-
Increase in net position	11,812,432	7,582,565	42,084	4,235,068	11,854,516	11,817,633
Net position, beginning	58,454,421	50,871,856	69,974,906	65,739,838	128,429,327	116,611,694
Net position, ending	\$ 70,266,853	\$ 58,454,421	\$ 70,016,990	\$ 69,974,906	\$ 140,283,843	\$ 128,429,327

(D) Financial Analysis of the City's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

CITY OF SOUTH PASADENA

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

City of South Pasadena Change in Fund Balances
As of June 30, 2025 and 2024

	2025	2024
Assets:		
Cash and Investments	69,076,185	55,530,773
Receivables	5,157,248	5,355,680
Due from Other Governments	129,629	121,269
Due from Other Funds	5,249,572	535,758
Inventories	12,691	8,729
Prepaid Items	-	60,071
Total Assets	<u><u>79,625,325</u></u>	<u><u>61,612,280</u></u>
 Liabilities, Deferred Inflows of Resources, and Fund Balances		
Liabilities:		
Accounts Payable	4,663,380	2,702,368
Accrued Liabilities	1,255,151	1,016,868
Deposits Payable	933,119	1,864,632
Due to Other Funds	4,991,157	535,758
Unearned Revenue	94,220	1,477,565
Total Liabilities	<u><u>11,937,027</u></u>	<u><u>7,597,191</u></u>
 Deferred Inflows of Resources:		
Unavailable Revenues	990,368	963,739
Future Revenues	3,959,229	4,053,275
Lease Related	853,971	976,885
Total Deferred Inflows of Resources	<u><u>5,803,568</u></u>	<u><u>5,993,899</u></u>
 Fund Balances		
Nonspendable	12,691	68,800
Restricted	25,482,892	19,075,636
Committed	22,060,790	11,531,745
Assigned	267,123	182,098
Unassigned	14,061,234	17,162,911
Total Funds Balances	<u><u>61,884,730</u></u>	<u><u>48,021,190</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>79,625,325</u></u>	<u><u>61,612,280</u></u>

As of June 30, 2025, the City's governmental funds reported combined ending fund balances of \$61,884,730, an increase of \$13,863,540, or 28.9%, from the prior fiscal year. Approximately 23% of fund balances constitute the unassigned fund balance, which is available for spending at the City's discretion. The remainder of the fund balance is either restricted for projects undertaken in the Special Revenue Funds

CITY OF SOUTH PASADENA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2025

(41%), committed by City Council action for specific purposes (36%), or represents net position that are non-spendable resources (0%).

General Fund

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$18,980,691, while the total fund balance reached \$27,245,951. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. The unassigned fund balance represents 50% of General Fund expenditures, while the total fund balance represents 71% of that same amount.

The fund balance of the City's General Fund increased by \$2,087,019, or 8%, as of June 30, 2025. This was the result of overall increase in revenues, offset by an overall greater decrease in expenditures and Transfers Out.

General Fund Budgetary Highlights

The City adopts annual appropriated operating budgets for its governmental funds (General Fund, Special Revenue and Capital Projects Funds) and reports the results of operations on a budgetary comparison basis. The City also uses annual financial plans as a management tool for its enterprise funds, although the City does not report the results of these funds on a budgetary comparison basis.

In preparing its budgets, the City attempts to estimate its revenues using realistic, but conservative, methods so as to budget its expenditure appropriations and activities in a prudent manner. As a result, the City Council adopts budget adjustments during the course of the fiscal year to reflect both changed priorities and availability of additional revenues to allow for expansion of existing programs. During the course of the year, the City Council amended the originally adopted budget for various additional programs.

CITY OF SOUTH PASADENA

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

City of South Pasadena General Fund Budget to Actual

	FY 2024/25 Budget	FY 2024/25 Actuals
Revenues and Other Financing Sources:		
Taxes	\$ 29,488,515	\$ 29,382,292
Licenses and permits	879,463	1,336,179
Intergovernmental	4,320,789	4,268,380
Charges for services	4,641,366	4,773,327
Use of money and property	1,048,715	2,255,019
Fines and forfeitures	58,000	79,703
Miscellaneous	580,812	643,240
Transfers In	150,000	79,612
Total Revenues and Other Financing Sources	<u>\$ 41,167,660</u>	<u>\$ 42,817,752</u>
Expenditures and Other Financing Uses:		
General Government	\$ 10,014,196	\$ 9,371,806
Public Safety	19,355,695	18,126,469
Community Development	3,759,204	3,031,014
Community Services	4,055,895	3,639,176
Public Works	3,791,755	3,267,011
Debt Service:		
Principal	-	136,778
Interest and Fiscal Charges	-	3,106
Capital Outlay	1,544,183	604,401
Transfers Out	2,307,578	2,550,972
Total Expenditures and Other Financing Uses	<u>\$ 44,828,506</u>	<u>\$ 40,730,733</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,660,846)	2,087,019

CITY OF SOUTH PASADENA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2025

The General Fund reflected a net total favorable budget variance of \$5,747,865 when comparing actual amounts to the final budget for the current fiscal year. This budget variance reflects a favorable variance in revenues of \$1,720,480, a favorable variance in total expenditures of \$4,341,167, and an unfavorable variance in other financing sources (uses) of (\$313,782). The favorable budget variance is due to a decrease in departmental expenditures across multiple expenditure categories such as salaries and benefits, and contractual and professional services.

Capital Asset and Debt Administration

Capital assets. The City's capital assets for its governmental activities and business-type activities as of June 30, 2025, amounts to \$57,065,905 and \$80,204,333 (net of accumulated depreciation), respectively. This investment in capital assets includes land, buildings, park improvements, roadways, vehicles, computer equipment, furniture, other equipment, and construction in progress.

Additional information on the City's capital assets can be found in Note 3 in the Notes to Financial Statements section of this report.

Long-term liabilities. As of June 30, 2025, the City of South Pasadena had total long-term liabilities outstanding related to governmental activities of \$58,328,713.

Governmental Activities Long-term Liabilities

	Governmental Activities	
	2025	2024
Employee compensated absences	\$ 1,117,039	\$ 959,517
Lease liability	95,800	190,141
Claims payable	2,448,916	-
SBITA liability	92,804	215,005
OPEB liability	11,278,551	11,380,705
Net pension liability	43,295,603	44,432,536
Total long-term liabilities	<u>\$ 58,328,713</u>	<u>\$ 57,177,904</u>

The City's governmental activities long-term liabilities increased \$1,150,809 during the current fiscal year primarily due to changes in claims payable.

Business-Type Activities Long-term Liabilities

	Business-Type Activities	
	2025	2024
Employee compensated absences	\$ 73,250	\$ 82,040
Loans payable	17,721,963	18,339,212
Bonds payable	34,472,830	36,273,081
OPEB liability	1,745,180	1,760,987
Net pension liability	3,916,244	3,373,455
Total long-term liabilities	<u>\$ 57,929,467</u>	<u>\$ 59,828,775</u>

Business-type activities long-term liabilities decreased \$1,899,308 during the current fiscal year due to principal debt service payments on the 2012 State Loan, 2013 Water Revenue Bonds, and 2016 Water

CITY OF SOUTH PASADENA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2025

Revenue Bonds. Further details on long-term debt can be found in Notes 6 through 8 in the Notes to Financial Statements section of this report.

Economic Factors and Next Year's Budget

Economic Factors.

Federal.¹ During fiscal year 2024-25, the U.S. economy continued to expand at a moderated pace following the unusually strong post-pandemic recovery. The Federal Reserve maintained a restrictive monetary policy stance throughout most of the fiscal year, holding the federal funds target range at 5.25% to 5.50% as inflation continued to ease from prior-year levels. Elevated interest rates contributed to slower growth in interest-sensitive sectors while consumer spending and employment remained comparatively resilient.

Real Gross Domestic Product (GDP) growth slowed during calendar year 2024 compared to 2023, reflecting reduced business investment and moderating consumer demand. Labor market conditions softened modestly during the fiscal year, with slower job growth and a gradual increase in unemployment, though labor market indicators remained strong by historical standards. Inflation trended downward during fiscal year 2024-25, reducing price pressures relative to prior years.

Overall, national economic conditions during the fiscal year were characterized by positive but decelerating growth, declining inflation, and continued monetary policy restraint.

State.² California's economy experienced moderate growth during fiscal year 2024-25, trailing national performance. Employment growth continued but slowed, particularly in sectors sensitive to higher borrowing costs, including construction and manufacturing. Job gains remained concentrated in healthcare, education, professional services, and technology-related industries.

Housing affordability remained a significant constraint on economic activity statewide. Elevated mortgage rates, high construction costs, insurance availability, and regulatory requirements continued to limit housing production and transaction volumes. Population out-migration trends persisted during the fiscal year, placing pressure on labor force growth and long-term economic expansion.

Despite these challenges, California maintained a large and diverse economic base, with continued investment in technology, clean energy, and advanced manufacturing supporting overall economic stability.

Local.³ During fiscal year 2024-25, South Pasadena's local economy remained stable and consistent with broader Los Angeles County trends. Higher interest rates reduced housing turnover; however, assessed valuation growth remained positive, reflecting prior-year sales activity and sustained demand for housing in established communities.

¹ Federal economic data provided through the following sources:

U.S. Bureau of Economic Analysis (BEA), *National Income and Product Accounts* (GDP growth), www.bea.gov;
U.S. Bureau of Labor Statistics (BLS), *Employment Situation Summary* (employment and unemployment), www.bls.gov;
Federal Reserve Board, *Federal Open Market Committee Statements* (monetary policy and interest rates), <https://www.federalreserve.gov/newsevents/pressreleases.htm>.

² State economic data provided through the following sources:

California Employment Development Department (EDD), *Labor Market Information*, www.labormarketinfo.edd.ca.gov/;
UCLA Anderson Forecast, *California Economic Outlook 2025*;
California Department of Finance, *Economic and Revenue Updates*.

³ Local economic data provided through the following sources:

California Dept of Tax and Fee Administration — Sales and Use Tax Research & Statistics, <https://cdtfa.ca.gov/legal/research-and-statistics/sales-and-use-tax.htm>;

Los Angeles County Assessor — Annual Assessment Roll, <https://assessor.lacounty.gov/news-information/annualroll>.

CITY OF SOUTH PASADENA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2025

The City continued to benefit from a stable General Fund revenue structure. Property tax revenues remained consistent and continued to represent the City's largest revenue source. Sales and use taxes, utility users' taxes, and charges for current services exhibited modest growth during the fiscal year, supported by steady local economic activity.

Overall, economic conditions during the fiscal year ended June 30, 2025 provided a stable foundation for municipal operations and long-term financial planning.

The local economy continues to remain strong with respect to Property taxes, Sales and Use taxes, Utility User taxes along with Current Services. General Fund revenues are estimated at \$42.1 million and expenditures are appropriated at \$42.5 million, which includes \$0.3 million of one-time expenditures.

During the 2025 fiscal year, unassigned fund balance in the General Fund remained substantial at \$19.0 million. Capital improvement projects of \$15.0 million have been programmed and are funded through restricted funds. It remains the intention of City management not to use fund balance reserves for purposes of meeting costs of operations.

In summary, South Pasadena is positioned for moderate economic growth in fiscal year ended June 30, 2026, benefiting from broader LA County expansion, sustained development of transit infrastructure, and stable employer base. Yet, affordability constraints, infrastructure demands from new housing mandates, and environmental risks (wildfire, budget volatility) remain critical concerns.

Budget Outlook. The fiscal year 2025-2026 Budget builds on the zero-based budgeting approach introduced in fiscal year 2023-2024 to promote a leaner and more efficient budget. Key strategic directives provided to department staff focus on:

- Professional Services: Evaluating and conservatively budgeting for necessary contractual services to complete outstanding projects.
- Staffing Needs: Conducting a thorough evaluation, including temporarily freezing some positions to assess workloads and capacities and restructuring some departments to address systemic issues and improve effectiveness, productivity, and accountability .
- Travel and Training: Reducing citywide travel and training accounts, maintaining funding only for essential activities.
- Technology Upgrades: Implement upgrades for a modern Enterprise Resource Planning (ERP) system.
- Financial Sustainability Reserve: Increase this reserve to provide a buffer for unanticipated expenses.

The emphasis of the FY 2025-2026 Budget is to continue the City's commitment to transparency, financial prudence, and strategic resource allocation to enhance the quality of life for residents.

Requests for Information

This financial report is designed to provide a general overview of the financial position of the City of South Pasadena for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be directed to the Finance Department, FinanceDepartment@southpasadenaca.gov, 626.403.7250, or by U.S. mail: Finance Department, 1414 Mission Street, South Pasadena, CA 91030.

BASIC FINANCIAL STATEMENTS

**CITY OF SOUTH PASADENA
STATEMENT OF NET POSITION
JUNE 30, 2025**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 69,076,185	\$ 45,119,401	\$ 114,195,586
Receivables:			
Accounts, Net	1,370,783	2,545,820	3,916,603
Taxes	2,428,780	-	2,428,780
Accrued Interest	478,184	373,851	852,035
Leases	879,522	-	879,522
Due from Other Governments	129,629	-	129,629
Internal Balances	1,107,781	(1,107,781)	-
Inventories	12,691	394,060	406,751
Restricted Assets:			
Cash and Investments	-	713,107	713,107
Capital Assets, Not Being Depreciated/Amortized	7,947,288	84,685	8,031,973
Capital Assets, Net of Accumulated Depreciation/Amortization	49,118,617	80,119,648	129,238,265
Total Assets	<u>132,549,460</u>	<u>128,242,791</u>	<u>260,792,251</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Loss on Debt Refunding	-	3,873,738	3,873,738
Pension Related	12,904,520	1,219,985	14,124,505
Other Postemployment Benefits Related	1,821,477	281,847	2,103,324
Total Deferred Outflows of Resources	<u>14,725,997</u>	<u>5,375,570</u>	<u>20,101,567</u>
LIABILITIES			
Accounts Payable	4,729,652	1,569,806	6,299,458
Accrued Liabilities	1,255,151	88,800	1,343,951
Accrued Interest	-	510,770	510,770
Deposits Payable	933,119	556,047	1,489,166
Unearned Revenue	94,220	-	94,220
Noncurrent Liabilities:			
Long-Term Liabilities, Due in One Year	1,802,738	2,199,124	4,001,862
Long-Term Liabilities, Due in More Than One Year	3,754,559	52,268,043	56,022,602
Net Pension Liability	43,295,603	3,916,244	47,211,847
Net Other Postemployment Benefits Liability	11,278,551	1,745,180	13,023,731
Total Liabilities	<u>67,143,593</u>	<u>62,854,014</u>	<u>129,997,607</u>
DEFERRED INFLOWS OF RESOURCES			
Pension Related	1,525,727	201,752	1,727,479
Other Postemployment Benefits Related	3,526,084	545,605	4,071,689
Future Revenues	3,959,229	-	3,959,229
Lease Related	853,971	-	853,971
Total Deferred Inflows of Resources	<u>9,865,011</u>	<u>747,357</u>	<u>10,612,368</u>
NET POSITION (DEFICIT)			
Net Investment in Capital Assets	54,706,272	29,701,029	84,407,301
Restricted for:			
Community Development Projects	7,083,342	-	7,083,342
Public Safety	1,031,324	-	1,031,324
Community Services	4,784,386	-	4,784,386
Public Works	12,244,815	-	12,244,815
Capital Projects	351,074	-	351,074
Debt Service	-	713,107	713,107
Unrestricted	(9,934,360)	39,602,854	29,668,494
Total Net Position	<u>\$ 70,266,853</u>	<u>\$ 70,016,990</u>	<u>\$ 140,283,843</u>

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025**

Functions/Programs	Expenses	Program Revenues			Net Revenue (Expense) and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
PRIMARY GOVERNMENT							
Governmental Activities:							
General Government	\$ 10,681,982	\$ 1,072,734	\$ 414,362	\$ -	\$ (9,194,886)	\$ -	\$ (9,194,886)
Public Safety	23,845,216	1,889,201	1,680,543	-	(20,275,472)	-	(20,275,472)
Community Development	3,460,064	327,730	6,851,760	-	3,719,426	-	3,719,426
Community Services	4,751,454	696,260	1,354,168	26,065	(2,674,961)	-	(2,674,961)
Public Works	7,780,239	2,955,589	2,950,398	4,689	(1,869,563)	-	(1,869,563)
Interest	9,654	-	-	-	(9,654)	-	(9,654)
Total Governmental Activities	<u>50,528,609</u>	<u>6,941,514</u>	<u>13,251,231</u>	<u>30,754</u>	<u>(30,305,110)</u>	<u>-</u>	<u>(30,305,110)</u>
Business-Type Activities:							
Water	11,941,949	12,562,353	553,176	-	-	1,173,580	1,173,580
Sewer	1,797,229	2,268,783	-	-	-	471,554	471,554
Arroyo Seco Golf Course Facility	1,622,255	2,003,218	-	-	-	380,963	380,963
Total Business-Type Activities	<u>15,361,433</u>	<u>16,834,354</u>	<u>553,176</u>	<u>-</u>	<u>-</u>	<u>2,026,097</u>	<u>2,026,097</u>
Total Primary Government	<u>\$ 65,890,042</u>	<u>\$ 23,775,868</u>	<u>\$ 13,804,407</u>	<u>\$ 30,754</u>	<u>(30,305,110)</u>	<u>2,026,097</u>	<u>(28,279,013)</u>
GENERAL REVENUES AND TRANSFERS							
Taxes:							
Property Taxes					20,886,401	-	20,886,401
Sales Taxes					6,263,911	-	6,263,911
Franchise Taxes					1,273,889	-	1,273,889
Business License Taxes					587,461	-	587,461
Utility Users Taxes					4,537,855	-	4,537,855
Other Taxes					486,146	-	486,146
Use of Money and Property					3,448,370	2,392,609	5,840,979
Miscellaneous					248,366	8,521	256,887
Transfers					4,385,143	(4,385,143)	-
Total General Revenue and Transfers					<u>42,117,542</u>	<u>(1,984,013)</u>	<u>40,133,529</u>
CHANGES IN NET POSITION							
					11,812,432	42,084	11,854,516
Net Position - Beginning of Year					<u>58,454,421</u>	<u>69,974,906</u>	<u>128,429,327</u>
NET POSITION - END OF YEAR					<u>\$ 70,266,853</u>	<u>\$ 70,016,990</u>	<u>\$ 140,283,843</u>

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025**

	General Fund	Special Revenue Affordable Housing Trust	Capital Project Capital Improvement Program	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Pooled Cash and Investments	\$ 27,328,734	\$ 6,560,023	\$ 14,053,092	\$ 21,134,336	\$ 69,076,185
Receivables:					
Accounts	427,029	-	-	943,733	1,370,762
Taxes	2,428,780	-	-	-	2,428,780
Accrued Interest	280,412	42,269	-	155,503	478,184
Leases	879,522	-	-	-	879,522
Due from Other Governments	-	-	-	129,629	129,629
Due from Other Funds	5,249,572	-	-	-	5,249,572
Inventories	9,786	-	-	2,905	12,691
Total Assets	\$ 36,603,835	\$ 6,602,292	\$ 14,053,092	\$ 22,366,106	\$ 79,625,325
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ 2,165,024	\$ -	\$ 1,957,719	\$ 540,637	\$ 4,663,380
Accrued Liabilities	1,198,334	-	-	56,817	1,255,151
Deposits Payable	922,978	-	-	10,141	933,119
Due to Other Funds	-	-	-	4,991,157	4,991,157
Unearned Revenue	-	-	-	94,220	94,220
Total Liabilities	4,286,336	-	1,957,719	5,692,972	11,937,027
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	258,348	-	-	732,020	990,368
Future Revenues	3,959,229	-	-	-	3,959,229
Lease Related	853,971	-	-	-	853,971
Total Deferred Inflows of Resources	5,071,548	-	-	732,020	5,803,568
FUND BALANCES					
Nonspendable:					
Inventories	9,786	-	-	2,905	12,691
Restricted for:					
Community Development Projects	-	6,602,292	-	481,050	7,083,342
Public Safety - Police	-	-	-	1,031,324	1,031,324
Community Services	-	-	-	4,784,386	4,784,386
Public Works - Streets and Road	-	-	-	12,089,957	12,089,957
Capital Projects	-	-	-	341,930	341,930
Public Works - Street Lighting	-	-	-	151,953	151,953
Committed to:					
Capital Projects	-	-	12,095,373	1,977,066	14,072,439
Arroyo Seco Golf Course Facility	600,000	-	-	-	600,000
CalTrans Vacant Lot Purchases	149,000	-	-	-	149,000
Legal Services Reserve	500,000	-	-	-	500,000
Library Expansion	200,000	-	-	-	200,000
Maintenance Yard/Community Center Reserve	267,067	-	-	-	267,067
Renewable Energy Sources	700,000	-	-	-	700,000
Stormwater Reserve	200,000	-	-	-	200,000
Vehicle Replacement Reserve	800,000	-	-	-	800,000
Special Projects Reserve	3,207,408	-	-	-	3,207,408
Financial Sustainability Reserve	1,000,000	-	-	-	1,000,000
Caltrans 626 Prospective Litigation	164,876	-	-	-	164,876
Mental Health Reserve	200,000	-	-	-	200,000
Assigned to:					
Stables CIP Reserve	267,123	-	-	-	267,123
Unassigned	18,980,691	-	-	(4,919,457)	14,061,234
Total Fund Balances	27,245,951	6,602,292	12,095,373	15,941,114	61,884,730
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 36,603,835	\$ 6,602,292	\$ 14,053,092	\$ 22,366,106	\$ 79,625,325

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2025**

RECONCILIATION TO THE STATEMENT OF NET POSITION

Total Fund Balances - Governmental Funds \$ 61,884,730

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

Capital assets net of depreciation and amortization have not been included as financial resources of the governmental funds. 57,065,905

Pension and OPEB related debt applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities. Deferred outflows of resources and deferred inflows of resources related to pensions and OPEB are only reported in the statement of net position as the changes in these amounts affect only the government-wide statements for governmental activities:

Deferred Outflows of Resources Relating to OPEB	\$ 1,821,477	
Deferred Inflows of Resources Relating to OPEB	(3,526,084)	
Net OPEB Liability	(11,278,551)	
Deferred Outflows of Resources Relating to Pensions	12,904,520	
Deferred Inflows of Resources Relating to Pension	(1,525,727)	
Net Pension Liability	<u>(43,295,603)</u>	
Total		(44,899,968)

Long-term liabilities are not due and payable in the current period and are not reported in the government funds.

Compensated Absences	(1,492,151)	
Lease Liability	(190,141)	
SBITA Liability	<u>(215,005)</u>	
Total		(1,897,297)

Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity. 990,368

Internal service funds are used to charge the cost of activities to individual funds. The assets and liabilities are included in governmental activities in the statement of net position. (2,876,885)

Net Position of Governmental Activities as Reported on the Statement of Net Position \$ 70,266,853

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025**

	General Fund	Special Revenue Affordable Housing Trust	Capital Project Capital Improvement Program	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 29,382,292	\$ -	\$ -	\$ 2,257,681	\$ 31,639,973
Assessments	-	-	-	894,466	894,466
Licenses and Permits	1,336,179	-	-	204,948	1,541,127
Intergovernmental	4,268,380	-	-	3,536,441	7,804,821
Charges for Services	4,773,327	-	-	134,947	4,908,274
Use of Money and Property	2,255,019	132,014	-	1,090,619	3,477,652
Fines and Forfeitures	79,703	-	-	-	79,703
Miscellaneous	643,240	6,828,000	-	112,013	7,583,253
Total Revenues	<u>42,738,140</u>	<u>6,960,014</u>	<u>-</u>	<u>8,231,115</u>	<u>57,929,269</u>
EXPENDITURES					
Current:					
General Government	9,371,806	-	-	107,516	9,479,322
Public Safety	18,126,469	-	-	2,643,353	20,769,822
Community Development	3,031,014	357,722	-	12,146	3,400,882
Community Services	3,639,176	-	-	630,836	4,270,012
Public Works	3,267,011	-	-	2,716,622	5,983,633
Debt Service:					
Principal	136,778	-	19,719	163,959	320,456
Interest and Fiscal Charges	3,106	-	-	6,548	9,654
Capital Outlay	604,401	-	3,544,823	67,867	4,217,091
Total Expenditures	<u>38,179,761</u>	<u>357,722</u>	<u>3,564,542</u>	<u>6,348,847</u>	<u>48,450,872</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	4,558,379	6,602,292	(3,564,542)	1,882,268	9,478,397
OTHER FINANCING SOURCES (USES)					
Transfers In	79,612	-	15,659,269	913,353	16,652,234
Transfers Out	<u>(2,550,972)</u>	<u>-</u>	<u>(2,054)</u>	<u>(9,714,065)</u>	<u>(12,267,091)</u>
Total Other Financing Sources (Uses)	<u>(2,471,360)</u>	<u>-</u>	<u>15,657,215</u>	<u>(8,800,712)</u>	<u>4,385,143</u>
NET CHANGE IN FUND BALANCES	2,087,019	6,602,292	12,092,673	(6,918,444)	13,863,540
Fund Balances - Beginning of Year, as Previously Reported					
	25,158,932	-	-	22,862,258	48,021,190
Change Within Financial Reporting Entity, (Nonmajor to Major Fund)					
	<u>-</u>	<u>-</u>	<u>2,700</u>	<u>(2,700)</u>	<u>-</u>
Fund Balances - Beginning of Year, as Adjusted	<u>25,158,932</u>	<u>-</u>	<u>2,700</u>	<u>22,859,558</u>	<u>48,021,190</u>
FUND BALANCES - END OF YEAR	<u>\$ 27,245,951</u>	<u>\$ 6,602,292</u>	<u>\$ 12,095,373</u>	<u>\$ 15,941,114</u>	<u>\$ 61,884,730</u>

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025**

RECONCILIATION TO THE STATEMENT OF ACTIVITIES

Net Change in Fund Balances - Governmental Funds \$ 13,863,540

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization expense. This is the amount by which capital outlay exceeded depreciation/amortization in the current period:

Capital Asset Expenditures, Net of Deletions of Capital Assets	\$ 4,277,886	
Depreciation/Amortization Expense, Net of Deletions of Capital Assets	<u>(3,067,258)</u>	
Total		1,210,628

Issuance of long-term debt including capital advances, compensated absences, leases, and SBITAs provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources in governmental funds. Neither transaction has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Net Change in Compensated Absences	(426,021)	
Principal Payments on Lease Liability	92,907	
Principal Payments on SBITA Liability	<u>227,549</u>	
Total		(105,565)

Certain revenues in the governmental funds are unearned because the revenues are not collected within the prescribed time period after fiscal year-end. However, the revenues are included on the accrual basis used in the government-wide statements.

26,629

In governmental funds, other postemployment benefit (OPEB) costs are recognized when the payment is made. In the statement of activities, OPEB costs are determined based on the accrual basis. This amount is the net change on net OPEB liability, deferred outflows of resources, and deferred inflows of resources under the accrual basis.

187,328

In governmental funds, pension costs are recognized when the payment is made. In the statement of activities, pension costs are determined based on the accrual basis. This amount is the net change on net pension liability, deferred outflows of resources, and deferred inflows of resources under the accrual basis.

(2,086,395)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is included in the statement of activities.

(1,283,733)

Change in Net Position of Governmental Activities as Reported on the Statement of Activities

\$ 11,812,432

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025**

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Other Enterprise				Internal Service Fund
	Fund				
	Water	Sewer	Arroyo Seco Golf Course	Total	
ASSETS					
Current Assets:					
Cash and Investments	\$ 33,943,549	\$ 9,529,937	\$ 1,645,915	\$ 45,119,401	\$ -
Receivables:					
Accounts, net	2,137,082	408,738	-	2,545,820	21
Accrued Interest	287,455	74,927	11,469	373,851	-
Inventories	371,408	1,969	20,683	394,060	-
Restricted Assets:					
Cash and Investments	532,531	-	-	532,531	-
Cash and Investments With Fiscal Agent	180,576	-	-	180,576	-
Total Assets	<u>37,452,601</u>	<u>10,015,571</u>	<u>1,678,067</u>	<u>49,146,239</u>	<u>21</u>
Noncurrent Assets:					
Capital Assets, Not Being Depreciated	84,685	-	-	84,685	-
Capital Assets, Net of Depreciation	69,218,081	10,147,146	754,421	80,119,648	-
Total Noncurrent Assets	<u>69,302,766</u>	<u>10,147,146</u>	<u>754,421</u>	<u>80,204,333</u>	<u>-</u>
Total Assets	<u>106,755,367</u>	<u>20,162,717</u>	<u>2,432,488</u>	<u>129,350,572</u>	<u>21</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Loss on Debt Refunding	3,873,738	-	-	3,873,738	-
Pension Related	961,415	258,570	-	1,219,985	-
Other Postemployment Benefits Related	234,942	46,905	-	281,847	-
Total Deferred Outflows of Resources	<u>5,070,095</u>	<u>305,475</u>	<u>-</u>	<u>5,375,570</u>	<u>-</u>
LIABILITIES					
Current Liabilities:					
Accounts Payable	1,483,111	27,231	59,464	1,569,806	66,272
Accrued Liabilities	73,088	15,712	-	88,800	-
Accrued Interest	362,456	148,314	-	510,770	-
Deposits Payable	556,047	-	-	556,047	-
Due to Other Funds	-	-	-	-	258,415
Claims and Judgments Payable	-	-	-	-	1,211,084
Compensated Absences	16,330	545	-	16,875	-
Loans Payable	353,238	264,011	-	617,249	-
Bonds Payable	1,565,000	-	-	1,565,000	-
Total Current Liabilities	<u>4,409,270</u>	<u>455,813</u>	<u>59,464</u>	<u>4,924,547</u>	<u>1,535,771</u>
Noncurrent Liabilities:					
Claims and Judgments Payable	-	-	-	-	2,448,916
Compensated Absences	57,063	16,187	-	73,250	-
Net Other Postemployment Benefits Liability	1,454,751	290,429	-	1,745,180	-
Net Pension Liability	3,086,215	830,029	-	3,916,244	-
Loans Payable	10,281,344	7,440,619	-	17,721,963	-
Bonds Payable	34,472,830	-	-	34,472,830	-
Total Noncurrent Liabilities	<u>49,352,203</u>	<u>8,577,264</u>	<u>-</u>	<u>57,929,467</u>	<u>2,448,916</u>
Total Liabilities	<u>53,761,473</u>	<u>9,033,077</u>	<u>59,464</u>	<u>62,854,014</u>	<u>3,984,687</u>
DEFERRED INFLOWS OF RESOURCES					
Pension Related	158,992	42,760	-	201,752	-
Other Postemployment Benefits Related	454,807	90,798	-	545,605	-
Total Deferred Inflows of Resources	<u>613,799</u>	<u>133,558</u>	<u>-</u>	<u>747,357</u>	<u>-</u>
FUND NET POSITION (DEFICIT)					
Net Investment in Capital Assets	26,504,092	2,442,516	754,421	29,701,029	-
Restricted for Debt Service	713,107	-	-	713,107	-
Unrestricted	30,232,991	8,859,041	1,618,603	40,710,635	(3,984,666)
Total Fund Net Position	<u>\$ 57,450,190</u>	<u>\$ 11,301,557</u>	<u>\$ 2,373,024</u>	<u>71,124,771</u>	<u>\$ (3,984,666)</u>
RECONCILIATION OF FUND NET POSITION TO THE STATEMENT OF NET POSITION					
Adjustment to Reflect the Consolidation of Internal Service Activities Related to Enterprise Funds				(1,107,781)	
Fund Net Position per Statement of Net Position				<u>\$ 70,016,990</u>	

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2025**

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Water	Sewer	Other Enterprise Fund		Internal Service Fund
			Arroyo Seco Golf Course	Total	
OPERATING REVENUES					
Sales and Service Charges	\$ 12,436,595	\$ 2,268,783	\$ 2,003,218	\$ 16,708,596	\$ 3,915,468
Miscellaneous	125,758	-	-	125,758	-
Total Operating Revenues	<u>12,562,353</u>	<u>2,268,783</u>	<u>2,003,218</u>	<u>16,834,354</u>	<u>3,915,468</u>
OPERATING EXPENSES					
Administration and General	1,949,265	702,030	1,513,616	4,164,911	-
Pumping	2,512,142	-	-	2,512,142	-
Transmission/Collection	3,444,112	-	-	3,444,112	-
Treatment	-	546,262	-	546,262	-
Insurance Costs and Claims	-	-	-	-	5,831,463
Depreciation	1,926,732	244,980	52,395	2,224,107	-
Amortization Expense	22,999	-	-	22,999	-
Total Operating Expenses	<u>9,855,250</u>	<u>1,493,272</u>	<u>1,566,011</u>	<u>12,914,533</u>	<u>5,831,463</u>
OPERATING INCOME (LOSS)	2,707,103	775,511	437,207	3,919,821	(1,915,995)
NONOPERATING REVENUES (EXPENSES)					
Grants	553,176	-	-	553,176	-
Interest Revenue	1,873,017	467,600	51,992	2,392,609	-
Interest Expense	(1,652,389)	(162,249)	-	(1,814,638)	-
Miscellaneous Revenue	8,521	-	-	8,521	-
Total Nonoperating Revenues (Expenses)	<u>782,325</u>	<u>305,351</u>	<u>51,992</u>	<u>1,139,668</u>	<u>-</u>
INCOME (LOSS) BEFORE TRANSFERS	3,489,428	1,080,862	489,199	5,059,489	(1,915,995)
TRANSFERS					
Transfers Out	<u>(3,060,000)</u>	<u>(460,000)</u>	<u>(865,143)</u>	<u>(4,385,143)</u>	<u>-</u>
CHANGES IN FUND NET POSITION	429,428	620,862	(375,944)	674,346	(1,915,995)
Fund Net Position - Beginning of Year	<u>57,020,762</u>	<u>10,680,695</u>	<u>2,748,968</u>	<u>70,450,425</u>	<u>(2,068,671)</u>
FUND NET POSITION - END OF YEAR	<u>\$ 57,450,190</u>	<u>\$ 11,301,557</u>	<u>\$ 2,373,024</u>	<u>\$ 71,124,771</u>	<u>\$ (3,984,666)</u>
RECONCILIATION OF CHANGES IN FUND NET POSITION TO THE STATEMENT OF ACTIVITIES					
Changes in Fund Net Position, per the Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds				\$ 674,346	
Adjustment to Reflect the Consolidation of Current Fiscal Year Internal Service Funds Activities Related to Enterprise Funds				<u>(632,262)</u>	
Changes in Fund Net Position of Business-Type Activities per Statement of Activities				<u>\$ 42,084</u>	

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2025**

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Water	Sewer	Other Enterprise Fund		Internal Service Fund
			Arroyo Seco Golf Course	Total	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Customer and Users	\$ 12,450,595	\$ 2,232,655	\$ 2,003,218	\$ 16,686,468	\$ 4,593,101
Cash Paid to Supplier for Goods and Services	(5,484,011)	(719,294)	(1,517,612)	(7,720,917)	(5,954,197)
Cash Received from (Paid to) Employees for Services	(1,802,456)	(439,757)	-	(2,242,213)	-
Cash Received from (Paid to) Others	8,521	-	-	8,521	-
Net Cash Provided (Used) by Operating Activities	5,172,649	1,073,604	485,606	6,731,859	(1,361,096)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Cash Paid to Other Funds	(3,060,000)	(460,000)	(865,143)	(4,385,143)	-
Cash Received from Other Funds	-	-	-	-	258,415
Cash Received from Grants	553,176	-	-	553,176	-
Net Cash Provided (Used) by Noncapital Financing Activities	(2,506,824)	(460,000)	(865,143)	(3,831,967)	258,415
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and Construction of Capital Assets	-	-	(53,103)	(53,103)	-
Principal Paid on Capital Debt	(1,832,309)	(258,581)	-	(2,090,890)	-
Interest Paid on Capital Debt	(1,669,827)	(167,227)	-	(1,837,054)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(3,502,136)	(425,808)	(53,103)	(3,981,047)	-
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest Received	1,843,845	454,937	48,523	2,347,305	7,676
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,007,534	642,733	(384,117)	1,266,150	(1,095,005)
Cash and Cash Equivalents - Beginning of Year	33,649,122	8,887,204	2,030,032	44,566,358	1,095,005
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 34,656,656</u>	<u>\$ 9,529,937</u>	<u>\$ 1,645,915</u>	<u>\$ 45,832,508</u>	<u>\$ -</u>
CASH AND CASH EQUIVALENTS					
Cash and Investments	\$ 33,943,549	\$ 9,529,937	\$ 1,645,915	45,119,401	\$ -
Restricted:					
Cash and Investments	532,531	-	-	532,531	-
Cash and Investments With Fiscal Agent	180,576	-	-	180,576	-
Total Cash and Cash Equivalents	<u>\$ 34,656,656</u>	<u>\$ 9,529,937</u>	<u>\$ 1,645,915</u>	<u>\$ 45,832,508</u>	<u>\$ -</u>

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND (CONTINUED)
YEAR ENDED JUNE 30, 2025**

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Water	Sewer	Other Enterprise Fund		Internal Service Fund
			Arroyo Seco Golf Course	Total	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating Income (Loss)	\$ 2,707,103	\$ 775,511	\$ 437,207	\$ 3,919,821	\$ (1,915,995)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation	1,926,732	244,980	52,395	2,224,107	-
Amortization	22,999	-	-	22,999	-
Miscellaneous Revenues	8,521	-	-	8,521	-
(Increase) Decrease in Operating Assets:					
Accounts Receivable	(247,167)	(36,128)	-	(283,295)	677,633
Inventories	(107,651)	(1,969)	7,476	(102,144)	-
Deferred Outflows of Resources	157,732	22,042	-	179,774	-
Increase (Decrease) in Operating Liabilities:					
Accounts Payable	333,927	(38,296)	(11,472)	284,159	(256,734)
Accrued Liabilities	9,746	(829)	-	8,917	-
Deposits Payable	135,409	-	-	135,409	-
Claims and Judgments Payable	-	-	-	-	134,000
Compensated Absences	1,402	(2,432)	-	(1,030)	-
Net Pension Liability	395,619	147,170	-	542,789	-
Net Other Postemployment Benefits Liability	(13,176)	(2,631)	-	(15,807)	-
Deferred Inflows of Resources	(158,547)	(33,814)	-	(192,361)	-
Total Adjustments	<u>2,465,546</u>	<u>298,093</u>	<u>48,399</u>	<u>2,812,038</u>	<u>554,899</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 5,172,649</u>	<u>\$ 1,073,604</u>	<u>\$ 485,606</u>	<u>\$ 6,731,859</u>	<u>\$ (1,361,096)</u>

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2025**

	<u>Private-Purpose Trust Fund</u> Successor Agency of the Former CRA
ASSETS	
Pooled Cash and Investments	\$ 307,528
Interest Receivable	1,709
Total Assets	<u>309,237</u>
 NET POSITION	
Held in Trust for Other Purposes	<u>\$ 309,237</u>

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2025**

	<u>Private-Purpose Trust Fund</u> <u>Successor Agency of the Former CRA</u>
REVENUES	
Taxes	\$ 93,680
Use of Money and Property	21,976
Total Revenues	<u>115,656</u>
EXPENSES	
Contractual Services	2,013
Interest Expense	9,250
Total Expenses	<u>11,263</u>
CHANGE IN NET POSITION	104,393
Net Position - Beginning of Year	<u>204,844</u>
NET POSITION - END OF YEAR	<u><u>\$ 309,237</u></u>

See accompanying Notes to Financial Statements.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Description of Entity

As required by accounting principles generally accepted in the United States of America, these financial statements present the City and its component units, entities for which the City is considered financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operation, so data from these units are combined herein. The criteria used in determining the scope of the reporting entity is based on the provisions of the Governmental Accounting Standards Board (GASB) were as follows:

1. The members of the City Council also act as the governing body of the City of South Pasadena Housing Authority (the Authority).
2. The Authority is managed by employees of the City.
3. The Authority is financially interdependent with the City.

The City was incorporated on March 2, 1888, under the general laws of the state of California. The City provides a full range of municipal services, including public safety (police and fire), streets, sanitation, refuse collection, sewer, water, parks and recreation, public improvements, planning and zoning, housing and community development, and general administrative and support services.

Blended Component Units

City of South Pasadena Housing Authority

The Authority was established pursuant to California Housing Authorities Law (Health and Safety Code Sections 34200 et seq.) on April 6, 2011. The purpose of the Authority is to provide safe and sanitary housing opportunities for South Pasadena residents. The primary government has operational responsibility for the Authority. Although the Authority is legally separate, it is reported as if it were part of the City because the City Council also serves as the governing board of the Authority. Separate financial statements of the Authority are not prepared. Additionally, the Authority took over the housing activities from the former Community Redevelopment Agency due to its dissolution on January 31, 2012.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. All fiduciary activities are reported only in the fiduciary fund financial statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide proprietary and private-purpose trust fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the fiscal year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)**

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. Other general revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

General Fund

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

Affordable Housing Trust Special Revenue Fund

The Affordable Housing Trust Special Revenue Fund is used to account for revenues and expenditures related to residences previously owned by Caltrans that the City purchased and sold. Proceeds from these sales will be used for affordable housing projects within the City.

Capital Improvement Program Capital Project Fund

The Capital Improvement Program Capital Project Fund is used to account for revenues and expenditures related to all capital improvement projects.

The City reports the following major proprietary funds:

Water Fund

The Water Fund is used to account for the construction, operation, and maintenance of the City-owned water system.

Sewer Fund

The Sewer Fund is used to account for the provision of sewer construction, maintenance, and operation services to residents of the City.

The City's fund structure also includes the following fund types:

Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects), that are restricted to expenditures for special purposes.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
(Continued)**

Capital Projects Funds

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major facilities other than those financed by proprietary funds.

Private-Purpose Trust Fund

The Private-Purpose Trust Fund accounts for the assets and liabilities of the former Community Redevelopment Agency and its allocated revenue to pay estimated installment payments of enforceable obligations until obligations of the former Community Redevelopment Agency are paid in full and assets have been liquidated. Please refer to Note 11 for more information.

Internal Service Fund

The Internal Service Fund is used to accumulate and allocate costs internally among the City's functions for general liability and worker's compensation insurance. Because the internal service operations benefit both governmental and business-type functions, they have been proportionally allocated and included within the governmental and business-like activities in the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's proprietary fund's function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

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

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity

Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. For financial statement presentation purposes, cash and cash equivalents are shown as both restricted and unrestricted cash and investments in the Governmental and Proprietary Funds.

Investments for the City, as well as for its component units, are reported at fair value. The City's policy is generally to hold investments until maturity or until fair values equal or exceed cost. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and Payables

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 other funds" (i.e., the current portion of interfund loans), or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables are shown net of an allowance for uncollectible amounts.

Property tax revenue is recognized in the fiscal year for which the taxes have been levied providing they become available. Available means when due, or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter (not to exceed 60 days) to be used to pay liabilities of the current period. The County of Los Angeles collects property taxes for the City. Tax liens attach annually as of 12:01 A.M. on the first day in January proceeding the fiscal year for which the taxes are levied. The tax levy covers the fiscal period July 1 to June 30. All secured personal property taxes and one-half of the taxes on real property are due November 1; the second installment is due February 1. All taxes are delinquent, if unpaid, after December 10 and April 10, respectively. Unsecured personal property taxes become due on the first of March each year and are delinquent after August 31.

Inventories

Inventory consisting primarily of materials and supplies is held by the Water Enterprise Fund. Such goods are valued using the average-cost method applied on a first-in, first-out (FIFO) basis. Inventories reported in the City's General Fund are charged to inventories when purchased and treated as an expenditure when consumed.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (Continued)

Restricted Assets

Certain proceeds of debt issues, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet and statement of net position because their use is limited by applicable bond covenants. In addition, funds have been restricted for future capital improvements by City resolution.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 for noninfrastructure assets and \$25,000 for infrastructure assets (amount not rounded). Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	50
Improvements Other Than Buildings	10 to 25
Machinery and Equipment	3 to 30
Vehicles	8
Infrastructure	Years
Sewer Collection System	60
Storm Drain System	60
Bridges	60
Hardscape	40
Parkways and Medians	40
Pavement, Curbs and Gutters, and Sidewalks	35
Streetlights	20
Electronic Traffic Control Devices	20

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity
(Continued)**

Capital Assets (Continued)

Right-to-use lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

Subscription-Based Information Technology Arrangement (SBITA) assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The category of deferred outflow of resources reported in the statement of net position is related to debt refunding, asset retirement obligations, pensions, and other postemployment benefits. The deferred charge on refunding resulted from the difference between the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Deferred outflows on pension and other postemployment benefits are more fully discussed in Notes 7 and 8.

In addition to liabilities, the statement of net position and balance sheet of governmental funds 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 assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. In the government-wide financial statements, the City's deferred inflows of resources reported on the statement of net position relate to pension and other postemployment benefits, which are more fully discussed in Notes 7 and 8. The statement of net position and the governmental funds balance sheet also report a deferred inflow of resources related to leases. The lease related deferred inflow of resources is recorded in an amount equal to the corresponding lease receivable plus any payments received at or before the start of the lease term that relates to future periods, less any lease incentives paid to, or on behalf of the lessee at or before the commencement of the lease term. The inflow of resources is recognized in a systematic and rational manner over the term of the lease.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity
(Continued)**

Deferred Outflows/Inflows of Resources (Continued)

Under a modified accrual basis of accounting, deferred inflows of resources also include revenues not collected within the availability period after the fiscal year-end. The governmental funds report deferred inflows of resources related to unavailable revenues from three sources: property taxes, special assessments, and reimbursable grants billed but not yet available. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Deferred Inflows Resulting from Sale of Future Rent Revenues

The City entered into agreements under which the City sold its rights to rental payments under certain lease agreements for certain real property. The City received a lump-sum payment totaling \$4,399,347. The total rental payments sold, based on the projected payment schedule in the Lease Agreements, adjusted for annual 3% increases are estimated to be approximately \$12,925,000. The deferred inflow of resources is recognized as revenue over the life of the agreements.

Compensated Absences

The City recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more-likely-than-not to be used as time off or settled during or upon separation from employment. Based on the criteria listed, two types of leave qualify for liability recognition for compensated absences – *vacation* and *sick leave*. The liability for compensated absences is reported as incurred in the government-wide and proprietary fund financial statements. A liability for compensated absences is recorded in the governmental funds only if the liability has matured because of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

Vacation

The City's policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment at the employee's current pay rate upon separation from employment.

Sick Leave

The City's policy permits employees to accumulate earned but unused sick leave. All sick leave lapses when employees leave the employ of the City and, upon separation from service, no monetary obligation exists. However, a liability for estimated value of sick leave that will be used by employees as time off is included in the liability for compensated absences.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity
(Continued)**

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Plan and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Postemployment Benefits (OPEB)

For purposes of measuring the totaled OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's 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 reported at fair value.

Long-Term Obligations

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

Fund Balance

In the fund financial statements, governmental funds report the following fund balance classification:

Nonspendable Fund Balance – These amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – These amounts that are constrained on the use of resources by either (a) external creditors, grantors, contributors, or laws of regulations of other governments or (b) by law through constitutional provisions or enabling legislation.

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

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity
(Continued)**

Fund Balance (Continued)

Assigned Fund Balance – These amounts that are constrained by the government’s intent to be used for specific purposes, but are neither restricted nor committed. The City Council delegates the responsibility to establish, modify, or rescind fund balance assignment to the City Manager.

Unassigned Fund Balance – These include the residual amounts that have not been restricted, committed, or assigned to specific purposes. The General Fund is the only fund that can report a positive unassigned fund balance.

An individual governmental fund could include nonspendable resources and amounts that are restricted or unrestricted (committed, assigned, or unassigned) or any combination of those classifications. Restricted amounts are to be considered spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available and committed, assigned, and then unassigned amounts are considered to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balances classifications can be used.

The City Council adopts and amends committed fund balance amounts for specific purposes through a resolution. When expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted amounts to be used first. When expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, they are considered to be spent in the order as follows: committed, assigned, and then unassigned.

Net Position

In the government-wide financial statements and proprietary fund financial statements, net position is classified as follows:

Net Investment in Capital Assets – This component of net position consists of capital assets, net of accumulated depreciation/amortization, reduced by the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted Net Position – This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

Unrestricted Net Position – This component of net position is the amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (Continued)

Net Position (Continued)

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

E. Use of Estimates

The preparation of financial statements in accordance 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, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 CASH AND INVESTMENTS

Cash and investments are classified in the accompanying financial statements as follows:

Statement of Net Position:

Cash and Investments	\$ 114,195,586
Restricted Cash and Investments	713,107

Statement of Fiduciary Net Position:

Cash and Investments	307,528
Total Cash and Cash Equivalents	\$ 115,216,221

Cash and investments at June 30, 2025, consists of the following:

Cash and Cash Equivalents:

Petty Cash	\$ 11,335
Deposits With Financial Institutions	16,249,600
Investments	98,955,286
Total Cash and Cash Equivalents	\$ 115,216,221

The City maintains a cash and investment pool that is available for use for all funds. Each fund type’s position in the pool is reported on the combining balance sheet as cash and investments. The City has adopted an investment policy which authorizes it to invest in various investments.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

A. Deposits

At June 30, 2025, the carrying amount of the City's deposits was \$16,249,600 and the bank balance was \$15,974,955. The difference between the two represents, deposits in transit, outstanding checks, and other reconciling items.

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

B. Investments

Under provision of the City's investment policy, and in accordance with Section 53601 of the California Government Code, the City may invest in the following types of investments:

Authorized Investment Type	Authorized by Investment Policy	Maximum Maturity	Maximum Percentage of Portfolio	*Maximum Investment In One Issuer	Minimum Quality Requirements
Local Agency Bonds	Yes	5 Years	30%	None	N/A
U.S. Treasury Obligations	Yes	5 Years	None	None	N/A
State Obligations - CA and Others	Yes	5 Years	30%	None	N/A
CA Local Agency Obligations	Yes	5 Years	30%	None	N/A
U.S. Agency Obligations	Yes	5 Years	30%	None	N/A
Banker's Acceptances	Yes	180 Days	30%	30%	N/A
Commercial Paper - Select Agencies	Yes	270 Days	25%	10%	A-1
Commercial Paper - Other Agencies	Yes	270 Days	30%	None	A-1
Negotiable Certificates of Deposit	Yes	5 Years	30%	None	N/A
CD Placement Service	Yes	5 Years	30%	None	N/A
Repurchase Agreements	Yes	1 Year	30%	None	N/A
Reverse Repurchase Agreements	Yes	92 Days	20%	None	N/A
Medium-Term Notes	Yes	5 Years	30%	N/A	A-1
Mutual Funds	Yes	N/A	20%	10%	N/A
Money Market Mutual Funds	Yes	N/A	20%	10%	N/A
Collateralized Bank Deposits	Yes	5 Years	None	None	N/A
Mortgage Pass-Through Securities	Yes	5 Years	20%	None	AA
Bank/Time Deposits	Yes	5 Years	30%	None	N/A
County Pooled Investment Funds	Yes	N/A	None	None	N/A
Joint Powers Authority Pool	Yes	N/A	None	None	N/A
Local Agency Investment Fund	Yes	N/A	None	None	N/A
Voluntary Investment Program Fund	Yes	N/A	None	None	N/A

*The City's investment policy further restricts investment in a single security to 5% of the City's total investment portfolio.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

B. Investments (Continued)

The City has monies held by trustees or fiscal agents pledged to the payment or security of certain bonds. The California Government Code provides that these monies, in the absence of specific statutory provisions governing the issuance of bonds, may be invested in accordance with the ordinance, resolutions, or indentures specifying the types of investments its trustees or fiscal agents may make.

C. Investments in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the state of California. LAIF is overseen by the Local Agency Investment Advisory Board, which consists of five members, in accordance with state statute. The State Treasurer's Office audits the fund annually. The fair value of the position in the investment pool is the same as the value of the pool shares.

D. 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 City's investment policy, or debt agreements, and the actual rating as of year-end for each investment type.

Investment Type	Amount	Minimum Legal Rating	Exempt from Disclosure	Rating as of Fiscal Year-End				
				AA+	AA / AA-	A+	A / A-	Not Rated
Local Agency Investment Fund	\$ 33,174,004	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,174,004
Money Market Mutual Funds	585,017	Multiple	-	-	-	-	-	585,017
U.S. Treasury Notes	42,706,679	N/A	42,706,679	-	-	-	-	-
U.S. Agency Obligations	3,378,756	N/A	-	3,378,756	-	-	-	-
Medium-Term Notes	19,110,830	A	-	-	1,746,449	3,678,181	13,686,200	-
Total	\$ 98,955,286		\$ 42,706,679	\$ 3,378,756	\$ 1,746,449	\$ 3,678,181	\$ 13,686,200	\$ 33,759,021

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

E. Custodial Credit Risk

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover 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 to a transaction, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Of the bank balances, up to \$250,000 is federally insured and the remaining balances are collateralized in accordance with the California Government Code.

F. Concentration of Credit Risk

The City's investment policy imposes restrictions on the percentage that the City can invest in a single type of investment in accordance with California Government Code. In addition, GASB 40 requires a separate disclosure if any single issuer comprises more than 5% of the total investment value. As of June 30, 2025, there were no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments.

G. Interest Rate Risk

The City's investment policy limits investment maturities, in accordance with California Government Code, as a means of managing its exposure to fair value losses arising from increasing interest rates. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk.

As of June 30, 2025, the City had the following investments and original maturities:

Investment Type	Remaining Maturity (In Months)				Total
	6 Months or Less	6 Months to 1 Year	1 to 3 Years	3 to 5 Years	
Local Agency Investment Fund	\$ 33,174,004	\$ -	\$ -	\$ -	\$ 33,174,004
Money Market Mutual Funds	585,017	-	-	-	585,017
U.S. Treasury Notes	-	5,323,225	19,175,020	18,208,434	42,706,679
U.S. Agency Obligations	-	1,489,655	1,889,101	-	3,378,756
Medium-Term Notes	1,275,031	2,580,753	5,437,820	9,817,226	19,110,830
Total	<u>\$ 35,034,052</u>	<u>\$ 9,393,633</u>	<u>\$ 26,501,941</u>	<u>\$ 28,025,660</u>	<u>\$ 98,955,286</u>

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

H. Fair Value Measurements

The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The City categorizes its fair value measurements within the fair value hierarchy established by the generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Debt securities classified in Level 2 are normally valued based on price data obtained from observed transactions and market price quotations from broker dealers and/or pricing vendors.

The following table presents the balances of the assets measured at fair value on a recurring basis as of June 30, 2025:

<u>Investment by Fair Value Level</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Debt Securities:				
Money Market Mutual Funds	\$ 585,017	\$ -	\$ 585,017	\$ -
U.S. Treasury Notes	42,706,679	-	42,706,679	-
U.S. Agency Obligations	3,378,756	-	3,378,756	-
Medium-Term Notes	19,110,830	19,110,830	-	-
Total Investments				
Measured at Fair Value	65,781,282	<u>\$ 19,110,830</u>	<u>\$ 46,670,452</u>	<u>\$ -</u>
Investments Not Subject to				
Fair Value Measurement:				
Local Agency Investment Fund	<u>33,174,004</u>			
Total Investments	<u>\$ 98,955,286</u>			

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 3 CAPITAL ASSETS

Capital asset activity was as follows for the year ended June 30, 2025:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital Assets, Not Being Depreciated/ Amortized:				
Land	\$ 2,454,245	\$ -	\$ -	\$ 2,454,245
Construction in Progress	2,157,267	3,541,751	205,975	5,493,043
Total Capital Assets, Not Being Depreciated/Amortized	4,611,512	3,541,751	205,975	7,947,288
Capital Assets, Being Depreciated/ Amortized:				
Buildings	12,001,967	-	-	12,001,967
Improvements Other Than Buildings	7,788,183	205,975	-	7,994,158
Infrastructure	96,121,191	-	-	96,121,191
Machinery, Equipment, and Vehicles	12,484,420	736,135	-	13,220,555
Right-to-Use Lease Equipment	466,287	-	-	466,287
Right-to-Use Subscription Asset	1,028,275	-	46,627	981,648
Subtotal	129,890,323	942,110	46,627	130,785,806
Less: Accumulated Depreciation/ Amortization for:				
Buildings	(9,253,938)	(240,039)	-	(9,493,977)
Improvements Other Than Buildings	(3,863,872)	(442,195)	-	(4,306,067)
Infrastructure	(54,068,750)	(1,602,020)	-	(55,670,770)
Machinery, Equipment, and Vehicles	(10,879,632)	(408,435)	-	(11,288,067)
Right-to-Use Lease Equipment	(167,874)	(93,218)	-	(261,092)
Right-to-Use Subscription Asset	(412,492)	(281,351)	(46,627)	(647,216)
Subtotal	(78,646,558)	(3,067,258)	(46,627)	(81,667,189)
Total Capital Assets, Being Depreciated/Amortized, Net	51,243,765	(2,125,148)	-	49,118,617
Governmental Activities Capital Assets, Net	\$ 55,855,277	\$ 1,416,603	\$ 205,975	\$ 57,065,905

Depreciation/amortization expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General Government	\$ 501,461
Public Safety	437,947
Community Services	433,160
Public Works	1,694,690
Total Depreciation Expense - Governmental Activities	\$ 3,067,258

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 3 CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Additions	Deletions	Ending Balance
Business-Type Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 84,685	\$ -	\$ -	\$ 84,685
Total Capital Assets, Not Being Depreciated	84,685	-	-	84,685
Capital Assets, Being Depreciated:				
Buildings	4,180,702	-	-	4,180,702
Improvements Other Than Buildings	17,356,220	24,861	-	17,381,081
Infrastructure	77,141,305	-	-	77,141,305
Machinery, Equipment, and Vehicles	2,090,085	28,242	-	2,118,327
Subtotal	100,768,312	53,103	-	100,821,415
Less: Accumulated Depreciation for:				
Buildings	(1,668,996)	(83,340)	-	(1,752,336)
Improvements Other Than Buildings	(5,569,470)	(628,216)	-	(6,197,686)
Infrastructure	(9,424,708)	(1,439,075)	-	(10,863,783)
Machinery, Equipment, and Vehicles	(1,814,486)	(73,476)	-	(1,887,962)
Subtotal	(18,477,660)	(2,224,107)	-	(20,701,767)
Total Capital Assets, Being Depreciated, Net	82,290,652	(2,171,004)	-	80,119,648
Business-Type Activities Capital Assets, Net	\$ 82,375,337	\$ (2,171,004)	\$ -	\$ 80,204,333

Depreciation expense was charged to functions/programs of the primary government as follows:

Business-Type Activities:	
Water	\$ 1,926,732
Sewer	244,980
Arroyo Seco Golf Course	52,395
Total Depreciation Expense - Business-Type Activities	\$ 2,224,107

NOTE 4 LEASES RECEIVABLE

On April 1, 2023, the City entered into a 120-month lease as Lessor for the use of South Pasadena Batting Cages, LLC. An initial lease receivable was recorded in the amount of \$440,191. As of June 30, 2025, the value of the lease receivable is \$354,821. The lessee is required to make monthly fixed payments of \$4,000. The lease has an interest rate of 1.2173%. The value of the deferred inflow of resources as of June 30, 2025, was \$341,149, and the City recognized lease revenue of \$44,019 during the fiscal year.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 4 LEASES RECEIVABLE (CONTINUED)

On July 1, 2021, the City entered into a 126-month lease as Lessor for the use of iTennis. An initial lease receivable was recorded in the amount of \$828,404. As of June 30, 2025, the value of the lease receivable is \$524,701. The lessee is required to make monthly fixed payments of \$7,000. The lease has an interest rate of 1.2173%. The value of the deferred inflow of resources as of June 30, 2025, was \$512,822, and the City recognized lease revenue of \$78,896 during the fiscal year. The lessee has one extension option(s), each for 120 months.

Total future payments on the lease receivable are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 121,972	\$ 10,028	\$ 132,000
2027	123,466	8,534	132,000
2028	124,977	7,023	132,000
2029	126,507	5,493	132,000
2030	128,055	3,945	132,000
2031-2034	254,545	3,455	258,000
Total	<u>\$ 879,522</u>	<u>\$ 38,478</u>	<u>\$ 918,000</u>

NOTE 5 INTERFUND RECEIVABLE, PAYABLE, AND TRANSFERS

A. Due To/From Other Funds

At June 30, 2025, the City had the following internal balances:

<u>Due From Other Funds</u>	<u>Due To Other Funds</u>		
	<u>Nonmajor Funds</u>	<u>Internal Service Fund</u>	<u>Total</u>
General Fund	<u>\$ 4,991,157</u>	<u>\$ 258,415</u>	<u>\$ 5,249,572</u>

The due to General Fund of \$4,991,157, and \$258,415 from various Nonmajor Governmental Funds, and the Internal Service Fund, respectively, was a result of temporary cash deficit balances in those funds.

B. Transfers

	<u>Transfers In</u>			
	<u>General Fund</u>	<u>Capital Improvement Program</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Transfers Out</u>
Transfers Out:				
General Fund	\$ -	\$ 1,783,898	\$ 767,074	\$ 2,550,972
Capital Improvement Program	-	-	2,054	2,054
Nonmajor Governmental Funds	79,612	9,490,228	144,225	9,714,065
Water Enterprise Fund	-	3,060,000	-	3,060,000
Sewer Enterprise Fund	-	460,000	-	460,000
Arroyo Seco Golf Course	-	865,143	-	865,143
Total Transfers In	<u>\$ 79,612</u>	<u>\$ 15,659,269</u>	<u>\$ 913,353</u>	<u>\$ 16,652,234</u>

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 5 INTERFUND RECEIVABLE, PAYABLE, AND TRANSFERS (CONTINUED)

B. Transfers (Continued)

All transfers were made as budgeted or as approved by Council. Transfers are used to: (1) move revenues from the fund that a statute or the budget requires for collection to the fund that a statute or the budget requires for expenditure; (2) unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations or grant matching requirements; (3) return money to the funds that originally transferred to others funds, yet not used, and (4) transfer to capital projects funds to fund capital outlays.

NOTE 6 LONG-TERM LIABILITIES

Activities relating to long-term obligations for the year are presented as follows:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year	Due in More Than One Year
Governmental Activities:						
Compensated Absences (a)	\$ 1,066,130	\$ 426,021	\$ -	\$ 1,492,151	\$ 375,112	\$ 1,117,039
Claims Payable (See Note 9)	3,526,000	3,417,424	3,283,424	3,660,000	1,211,084	2,448,916
Lease Liabilities	283,048	-	92,907	190,141	94,341	95,800
SBITA	442,554	-	227,549	215,005	122,201	92,804
Total Governmental Activities	<u>\$ 5,317,732</u>	<u>\$ 3,843,445</u>	<u>\$ 3,603,880</u>	<u>\$ 5,557,297</u>	<u>\$ 1,802,738</u>	<u>\$ 3,754,559</u>
Business-Type Activities:						
2012 State Loan Payable - Direct Borrowing	\$ 7,963,211	\$ -	\$ 258,581	\$ 7,704,630	\$ 264,011	\$ 7,440,619
SRF State Loan Payable - Direct Borrowing	10,981,891	-	347,309	10,634,582	353,238	10,281,344
2013 Water Revenue Bonds Issuance Premium	2,985,000	-	450,000	2,535,000	470,000	2,065,000
2016 Water Revenue Bonds Issuance Premium	145,493	-	27,213	118,280	-	118,280
Compensated Absences (a)	31,455,000	-	1,035,000	30,420,000	1,095,000	29,325,000
	3,172,588	-	208,038	2,964,550	-	2,964,550
Total Business-Type Activities	<u>\$ 56,794,338</u>	<u>\$ -</u>	<u>\$ 2,327,171</u>	<u>\$ 54,467,167</u>	<u>\$ 2,199,124</u>	<u>\$ 52,268,043</u>

(a) Additions/deletions to compensated absences are presented net of additions/deletions, as allowed by GASB Statement No. 101, *Compensated Absences*.

A. Leases

The City leases various equipment for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2027. The value of the right-to-use asset as of June 30, 2025 is included in the capital asset table at Note 3.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

A. Leases (Continued)

Future payments on the total lease liabilities are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 94,341	\$ 2,664	\$ 97,005
2027	95,800	1,204	97,004
Total	<u>\$ 190,141</u>	<u>\$ 3,868</u>	<u>\$ 194,009</u>

B. SBITA

The City entered into subscriptions for various software packages. The terms range from 17 to 60 months with interest rates at 2.467% to 3.378%. The City is required to make payments ranging from \$4,590 to \$100,099. The value of the right-to-use asset as of June 30, 2025, is included with the capital asset note at Note 3.

Future payments on the total SBITA liabilities are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 122,201	\$ 5,605	\$ 127,806
2027	92,804	2,435	95,239
Total	<u>\$ 215,005</u>	<u>\$ 8,040</u>	<u>\$ 223,045</u>

C. Loans

2012 State Loan Payable (Direct Borrowing)

California State Water Resources Control Board loaned the City an assessable amount of \$9,170,658 over the term agreement starting December 20, 2013 through July 31, 2047. The proceeds from the loan are to be used by the City for its rehabilitation and replacement of the City's sewer infrastructure. The loan acts as an installment sale agreement, in which, the City must expend its own funds prior to drawing on the accessible loan amount for reimbursement. Repayment of project funds, together with all interest accrued thereon, by the City shall be repaid in annual installments commencing one year after the completion of the project. In the event of default, any amounts outstanding become immediately due and the purchased assets under the loan are required to be returned.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

C. Loans (Continued)

2012 State Loan Payable (Direct Borrowing) (Continued)

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2025, including interest are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 264,011	\$ 161,797	\$ 425,808
2027	269,555	156,253	425,808
2028	275,216	150,592	425,808
2029	280,995	144,813	425,808
2030	286,896	138,912	425,808
2031-2035	1,527,424	601,617	2,129,041
2036-2040	1,694,683	434,358	2,129,041
2041-2045	1,880,257	248,784	2,129,041
2046-2047	1,225,593	51,831	1,277,424
Total	<u>\$ 7,704,630</u>	<u>\$ 2,088,957</u>	<u>\$ 9,793,587</u>

SRF State Loan Payable (Direct Borrowing)

California State Water Resources Control Board loaned the City an assessable amount of \$11,937,930 over the term agreement starting April 27, 2018 through January 1, 2050. The proceeds from the loan are to be used by the City for the Graves Reservoir Replacement Project. The loan acts as an installment sale agreement, in which, the City must expend its own funds prior to drawing on the accessible loan amount for reimbursement. Repayment of project funds, together with all interest accrued thereon, by the City shall be repaid in annual installments commencing one year after the completion of the project. In the event of default, any amounts outstanding become immediately due and the purchased assets under the loan are required to be returned.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2025, including interest are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 353,238	\$ 179,293	\$ 532,531
2027	359,269	173,262	532,531
2028	365,402	167,129	532,531
2029	371,641	160,890	532,531
2030	377,985	154,546	532,531
2031-2035	1,988,954	673,702	2,662,656
2036-2040	2,164,631	498,025	2,662,656
2041-2045	2,355,824	306,832	2,662,656
2046-2050	2,297,638	98,752	2,396,390
Total	<u>\$ 10,634,582</u>	<u>\$ 2,412,431</u>	<u>\$ 13,047,013</u>

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

D. Bonds

2013 Water Revenue Bonds

In March 2013, the South Pasadena Public Financing Authority issued \$6,995,000 Water and Wastewater Revenue Bonds, 2013 Series A. The bonds were issued to refund a portion of the outstanding California Statewide Communities Development Authority Water and Wastewater Revenue Bonds, Series 2004A that were issued on behalf of the City, to purchase a surety for a reserve fund for the Bonds, and to pay costs of issuance of the bonds. The bonds are secured by a pledge of system net revenues of the City's water system.

Bond proceeds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. In addition, funds have been restricted for future capital improvements by City resolution.

The serial bonds mature annually from October 1, 2014 to October 1, 2029, in increasing amounts from \$325,000 to \$545,000. The bonds bear interest at rates ranging from .35% to 3.4%. The term bonds mature on October 1, 2029, and carry an interest rate of 5.0%. Interest is payable semi-annually on April 1 and October 1, commencing on October 1, 2014 and October 1, 2029, respectively.

If the City defaults on its obligations to make debt service payments on the bonds, the trustee, as assignee of the City, has the right to accelerate the total unpaid principal amount of the bonds. However, in the event of a default and such acceleration, there can be no assurance that the trustee will have sufficient monies available for payment of the bonds.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2025, including interest are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 470,000	\$ 77,588	\$ 547,588
2027	490,000	58,388	548,388
2028	505,000	41,013	546,013
2029	525,000	25,234	550,234
2030	545,000	8,516	553,516
Total	<u>\$ 2,535,000</u>	<u>\$ 210,739</u>	<u>\$ 2,745,739</u>

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

D. Bonds (Continued)

2016 Water Revenue Bonds

In November 2016, the City issued \$37,845,000 Water Revenue Refunding Bonds. The bonds were issued to refund all of the outstanding 2009 Water Revenue Bonds, purchase a municipal bond insurance policy to guarantee payment of the principal of and interest on the 2016 bonds and to pay costs of issuance of the 2016 bonds.

The serial bonds mature annually from October 1, 2017 to October 1, 2036, in amounts from \$835,000 to \$2,610,000. The bonds bear interest at rates ranging from 2% to 5%. The term bonds mature on October 1, 2039 and carry an interest rate of 5.0%. Interest is payable semi-annually on April 1 and October 1, commencing and ending on April 1, 2017 and April 1, 2037, respectively.

If the City defaults on its obligations to make debt service payments on the bonds, the trustee, as assignee of the City, has the right to accelerate the total unpaid principal amount of the bonds. However, in the event of a default and such acceleration, there can be no assurance that the trustee will have sufficient moneys available for payment of the bonds.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2025, including interest are as follows:

<u>Year Ending June 30.</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 1,095,000	\$ 1,335,463	\$ 2,430,463
2027	1,145,000	1,279,463	2,424,463
2028	1,210,000	1,220,588	2,430,588
2029	1,270,000	1,158,588	2,428,588
2030	1,330,000	1,093,588	2,423,588
2031-2035	10,745,000	3,826,969	14,571,969
2036-2040	13,625,000	1,272,063	14,897,063
Total	<u>\$ 30,420,000</u>	<u>\$ 11,186,722</u>	<u>\$ 41,606,722</u>

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7 CITY EMPLOYEES DEFINED BENEFIT PENSION PLAN

A. General Information about the Pension Plans

Plan Description

All qualified permanent and probationary employees are eligible to participate in the Public Agency cost-sharing, multiemployer Defined Benefit Pension Plan (the Plan) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all others). Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The City sponsors five rate plans (two miscellaneous and three safety). Benefit provisions under the Plan are established by state statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS' website, at www.calpers.ca.gov.

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 five years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The Plan operates under the provisions of the California Public Employees' Retirement Law (PERL), the California Public Employees' Pension Reform Act of 2013 (PEPRA), and the regulations, procedures and policies adopted by the CalPERS Board of Administration. The Plan's authority to establish and amend the benefit terms are set by the PERL and PEPRA, and may be amended by the California state legislature and in some cases require approval by the CalPERS Board.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7 CITY EMPLOYEES DEFINED BENEFIT PENSION PLAN (CONTINUED)

A. General Information about the Pension Plans (Continued)

Benefits Provided (Continued)

The Plans' provisions and benefits in effect at June 30, 2025 are summarized as follows:

	Miscellaneous	
	Prior to January 1, 2013	On or After January 1, 2013
Hire Date		
Benefit Formula	2% @ 55	2% @ 62
Benefit Vesting Schedule	5 Years Service	5 Years Service
Benefit Payments	Monthly for Life	Monthly for Life
Retirement Age	50 - 67	52 - 67
Monthly Benefits, as a % of Eligible Compensation	1.426% to 2.418%	1.0% to 2.5%
Required Employee Contributions Rates	7.00%	8.25%
Required Employer Contribution Rates	13.310%	8.180%
	Safety	
	Prior to January 1, 2013	On or After January 1, 2013
Hire Date		
Benefit Formula	2% @ 50	2.7% @ 57
Benefit Vesting Schedule	5 Years Service	5 Years Service
Benefit Payments	Monthly for Life	Monthly for Life
Retirement Age	50 - 55	50 - 57
Monthly Benefits, as a % of Eligible Compensation	2.0% to 2.7%	2.0% to 2.7%
Required Employee Contributions Rates	9.00%	14.50%
Required Employer Contribution Rates	23.130%	14.720%

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. The total plan contributions are determined through CalPERS' annual actuarial valuation process. For public agency cost-sharing plans covered by either the Miscellaneous or Safety risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements are classified as plan member contributions. For the fiscal year ended June 30, 2025, the City contributed \$2,154,264 and \$3,802,182 to the miscellaneous and safety plans, respectively, which results in total contributions of \$5,956,446.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7 CITY EMPLOYEES DEFINED BENEFIT PENSION PLAN (CONTINUED)

B. Net Pension Liability

The City's net pension liability for the Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2024, using an annual actuarial valuation as of June 30, 2023 rolled forward to June 30, 2024 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is as follows:

	Miscellaneous	Safety
Valuation Date	June 30, 2023	June 30, 2023
Measurement Date	June 30, 2024	June 30, 2024
Actuarial Cost Method	Market Value of Assets	Market Value of Assets
Actuarial Assumptions:		
Discount Rate	6.90%	6.90%
Inflation	2.30%	2.30%
Salary Increases	(1)	(1)
Mortality Rate Table	(2)	(2)
Post-Retirement Benefit Increase	(3)	(3)

(1) Varies by entry age and service.

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

(3) The less of contract COLA or 2.30% until Purchasing Power Protection Allowance Floor on purchasing power applies, 2.30% thereafter.

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations. Using historical returns for all of the funds' asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach. The expected rate of return was then adjusted to account for assumed administrative expenses of 10 basis points.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7 CITY EMPLOYEES DEFINED BENEFIT PENSION PLAN (CONTINUED)

B. Net Pension Liability (Continued)

Long-Term Expected Rate of Return (Continued)

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

Asset Class	Assumed Asset Allocation	Real Return (a) (b)
Global Equity - Cap Weighted	30.00 %	4.54 %
Global Equity - Non-Cap Weighted	12.00	3.84
Private Equity	13.00	7.28
Treasury	5.00	0.27
Mortgage-Backed Securities	5.00	0.50
Investment Grade Corporation	10.00	1.56
High Yield	5.00	2.27
Emerging Market Debt	5.00	2.48
Private Debt	5.00	3.57
Real Assets	15.00	3.21
Leverage	(5.00)	(0.59)
Total	<u>100.00%</u>	

(a) An expected inflation of 2.3% used for this period

(b) Figures are based on the 2021 Assets Liability Management Study.

Discount Rate

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

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7 CITY EMPLOYEES DEFINED BENEFIT PENSION PLAN (CONTINUED)

C. Proportionate Share of Net Pension Liability

As of the fiscal year ended June 30, 2025, the City reported net pension liability for its proportionate share of the collective net pension liability of the Miscellaneous and Safety Plan as follows:

Miscellaneous Plan Net Pension Liability	\$ 16,243,237
Safety Plan Net Pension Liability	<u>30,968,610</u>
Combined Net Pension Liability	<u><u>\$ 47,211,847</u></u>
Governmental Activities Net Pension Liability	\$ 43,295,603
Business-Type Activities Net Pension Liability	<u>3,916,244</u>
Total Net Pension Liability	<u><u>\$ 47,211,847</u></u>

The City's net pension liability for the Plans were measured as the proportionate share of the net pension liability. The City's proportionate share of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The City's proportionate share of the net pension liability for each Plan as of the June 30, 2023 and 2024 measurement dates were as follows:

	Miscellaneous	Safety
Proportionate share of NPL - June 30, 2023	0.326700 %	0.421000 %
Proportionate share of NPL - June 30, 2024	<u>0.335840</u>	<u>0.424760</u>
Change - Increase	<u><u>0.009140 %</u></u>	<u><u>0.003760 %</u></u>

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

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

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
Miscellaneous Plan's Net Pension Liability	\$ 25,190,226	\$ 16,243,237	\$ 8,878,548
Safety Plan's Net Pension Liability	45,881,492	30,968,610	18,771,969

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7 CITY EMPLOYEES DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

Amortization of Deferred Outflows and Deferred Inflows of Resources

Under GASB 68, gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time. The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense.

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

Net Difference Between Projected and Actual Earnings on Pension Plan Investments	5-year straight-line amortization
All Other Amounts	Straight-line amortization over the expected average remaining service lives (EARSL) of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period

Miscellaneous Plan

For the year ended June 30, 2025, the City recognized pension expense of \$2,771,665 for the Miscellaneous Plan. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for the Miscellaneous Plan:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of Assumptions	\$ 417,485	\$ -
Differences Between Expected and Actual Experience	1,404,378	(54,798)
Differences Between Projected and Actual Investment Earnings	935,104	-
Differences Between Employer's Contributions and Proportionate Share of Contributions	963	(504,974)
Change in Employer's Proportion	147,884	(277,025)
Pension Contributions Made Subsequent to Measurement Date	2,154,264	-
Total	<u>\$ 5,060,078</u>	<u>\$ (836,797)</u>

\$2,154,264 reported with deferred outflows of resources will be recognized as a reduction of the net pension liability in the year ending June 30, 2026.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7 CITY EMPLOYEES DEFINED BENEFIT PENSION PLAN (CONTINUED)

D. Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions (Continued)

Miscellaneous Plan (Continued)

Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

<u>Year Ending June 30,</u>	<u>Expense</u>
2026	\$ 479,816
2027	1,957,452
2028	(47,804)
2029	(320,447)
Total	<u>\$ 2,069,017</u>

Safety Plan

For the year ended June 30, 2025, the City recognized pension expense of \$5,814,562 for the Safety Plan. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for the Safety Plan:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of Assumptions	\$ 763,003	\$ -
Differences Between Expected and Actual Experience	2,527,314	(82,174)
Differences Between Projected and Actual Investment Earnings	1,496,881	-
Differences Between Employer's Contributions and Proportionate Share of Contributions	-	(808,508)
Change in Employer's Proportion	475,047	-
Pension Contributions Made Subsequent to Measurement Date	3,802,182	-
Total	<u>\$ 9,064,427</u>	<u>\$ (890,682)</u>

\$3,802,182 reported with deferred outflows of resources will be recognized as a reduction of the net pension liability in the year ending June 30, 2026.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 7 CITY EMPLOYEES DEFINED BENEFIT PENSION PLAN (CONTINUED)

D. Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions (Continued)

Safety Plan (Continued)

Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

<u>Year Ending June 30,</u>	<u>Expense</u>
2026	\$ 1,604,031
2027	3,366,119
2028	(86,421)
2029	(512,166)
Total	<u>\$ 4,371,563</u>

E. Payable to the Pension Plan

At June 30, 2025, the City had no outstanding amount of contributions to the Miscellaneous or Safety Cost-Sharing pension plans required for the year ended June 30, 2025.

F. Summary of Plan Amounts for Government-Wide Financial Statements

	<u>Net Pension Liability</u>	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Miscellaneous Plan	\$ 16,243,237	\$ 5,060,078	\$ (836,797)
Safety Plan	30,968,610	9,064,427	(890,682)
Total	<u>\$ 47,211,847</u>	<u>\$ 14,124,505</u>	<u>\$ (1,727,479)</u>

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS

A. Plan Description

The City provides certain other postemployment benefits (OPEB) through an agent multiemployer defined benefit healthcare plan which provides health insurance for its retired employees according to the Personnel Rules and Regulations for each of the five employee groups. Benefit provisions are included annually in the Memorandum of Understanding between the City and each of its employee groups and ultimately passed by Council action. The City's OPEB Plan does not issue a separate stand-alone report as the plan type is an agent multiemployer plan managed by the California Employers' Retirement Benefit Trust (CERBT) Fund.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Employees Covered

As of the June 30, 2024 measurement date, the following numbers of participants were covered by the benefit terms under the Plan:

Active Employees	174
Inactive Employees or Beneficiaries Currently Receiving Benefits	94
Inactive Employees Entitled to, But Not Yet Receiving Benefits	<u>26</u>
Total	<u><u>294</u></u>

C. Funding Policy

The contribution requirements of plan members and the City are established and may be amended by the City, City Council, and/or employee associations. Currently, contributions are not required from plan members. The City pays for postemployment health insurance by prefunding with an OPEB trust. For the fiscal year ended June 30, 2025, the City's cash contributions were \$605,605, administrative expenses of \$2,356, and estimated implied subsidies of \$172,595, resulting in total payments of \$780,556.

D. Total OPEB Liability

The City's total OPEB liability was measured as of June 30, 2024, and was based on the following actuarial methods and assumptions:

<u>Actuarial Assumptions</u>	<u>June 30, 2024 Measurement Date</u>
Actuarial Valuation Date	June 30, 2023
Contribution Policy	City pre-funded on an ad hoc basis
Long-Term Expected Rate of Return on Assets	6.25% at June 30, 2024
20-Year Municipal Bond Rate	3.93% at June 30, 2024 (Bond Buyer 20-Bond Index)
	3.65% at June 30, 2023 (Bond Buyer 20-Bond Index)
Discount Rate	4.83% at June 30, 2024 4.59% at June 30, 2023
General Inflation	2.50% annually
Mortality, Retirement, Disability, and Termination	CalPERS 2000-2019 Experience Study
Mortality Improvement	Mortality projected fully generational with Scale MP-2021
Salary Increases	Aggregate - 2.75% annually Merit - Cal PERS 2000-2019 Experience Study
Medical Trend	Non-Medicare - 7.90% for 2026, decreasing to an ultimate rate of 3.45% in 2076 Medicare (Non-Kaiser) - 6.9% for 2026, decreasing to an ultimate rate of 3.45% in 2076 Medicare (Kaiser) - 5.65% for 2026, decreasing to an ultimate rate of 3.45% in 2076
Fixed Dollar Cap	None

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

E. Discount Rate

The discount rate used to measure the Plan's total OPEB liability was 4.83%. The long-term expected rate of 6.25% was blended with the index rate of 3.93% for tax exempt general obligation municipal bonds rated AA or better at June 30, 2023, to arrive at a blended discount rate of 4.83% used to determine the total OPEB liability.

F. Changes of Assumptions

Discount rate increased from 4.59% to 4.83%.

G. Changes in the Net OPEB Liability

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

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance at June 30, 2024 (June 30, 2023 Measurement Date)	\$ 14,356,184	\$ 1,214,492	\$ 13,141,692
Changes Recognized for the Measurement Period:			
Service Cost	419,206	-	419,206
Interest	662,163	-	662,163
Assumption Changes	(367,925)	-	(367,925)
Contributions - Employer	-	704,554	(704,554)
Net Investment Income	-	133,401	(133,401)
Benefit Payments	(698,400)	(698,400)	-
Administrative Expense	-	(6,550)	6,550
Net Changes	<u>15,044</u>	<u>133,005</u>	<u>(117,961)</u>
Balance at June 30, 2025 (June 30, 2024 Measurement Date)	<u>\$ 14,371,228</u>	<u>\$ 1,347,497</u>	<u>\$ 13,023,731</u>

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

The following presents the total OPEB liability of the City if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate, for measurement period ended June 30, 2024:

	1% Decrease (3.83%)	Current Discount Rate (4.83%)	1% Increase (5.83%)
Total OPEB Liability	\$ 14,663,966	\$ 13,023,731	\$ 11,641,761

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

I. Sensitivity of the Total OPEB Liability to Changes in the Health Care Trend Rates

The following presents the total OPEB liability of the City if it were calculated using health care cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current rate, for measurement period ended June 30, 2024:

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Total OPEB Liability	\$ 12,187,498	\$ 13,023,731	\$ 14,078,920

J. OPEB Plan Fiduciary Net Position

As the City is prefunding with an OPEB trust, Plan Fiduciary Net Position was \$1,347,497 at the June 30, 2024 measurement date. The City has assets accumulated in a trust that meets the criteria of GASB 75 to pay related benefits. Contributions are fixed and not based on a measure of pay.

Recognition of Deferred Outflows 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 net difference between projected and actual earnings on OPEB plan investments is amortized using the straight-line method over five years, while all other amounts are amortized over the expected average remaining service lifetime (EARSL) of plan participants.

K. OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2025, the City recognized OPEB expense of \$564,240. As of the fiscal year ended June 30, 2025, the City 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	\$ 401,393	\$ (423,155)
Changes in Assumptions	921,375	(3,595,859)
Net Difference Between Projected and Actual Earnings on Plan Investments	-	(52,675)
Contributions to OPEB Plan Subsequent to the Measurement Date	780,556	-
Total	\$ 2,103,324	\$ (4,071,689)

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 8 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

**K. OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB
(Continued)**

The \$780,556 reported as deferred outflows of resources related to contributions subsequent measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2026. Other amounts reported as deferred outflows or inflows of resources related to OPEB will be recognized as expense as follows:

<u>Year Ending June 30,</u>	<u>Expense</u>
2026	\$ (361,143)
2027	(278,766)
2028	(677,494)
2029	(678,343)
2030	(531,191)
Thereafter	(221,984)
Total	<u>\$ (2,748,921)</u>

NOTE 9 INSURANCE

The City is partially self-insured for general liability insurance. The City is responsible for claims up to \$100,000 per occurrence. Coverage in excess of the City's self-insured retention is purchased through Public Risk Innovation, Solutions, and Management (PRISM) up to the statutory limits. The City participates in a risk pool for general liability insurance through PRISM above the City's self-insured retention (SIR) of \$100,000 up to \$4,900,000 per occurrence. Reinsurance coverage in excess of the pool layer up to \$25,000,000 is purchased through PRISM. PRISM retains responsibility for claims in excess of each member's self-insured retention.

The City paid \$2,013,685 in insurance premiums for: General Liabilities of \$1,269,439, Workers' Compensation of \$513,481, Property Program of \$214,162, Cyber Liability Program of \$7,589, and Employee Assistance Program of \$9,014. There were 19 General Liability claims in total, amounting to \$2,223,959. For workers' compensation insurance, the City is covered from the first dollar. Coverage between \$1 and \$5,000,000 is provided by PRISM. PRISM participates in an excess pool which provides coverage from \$5,000,000 to \$50,000,000 and purchases excess insurance above \$50,000,000 to the statutory limit. There were 71 Workers' Compensation claims in total, amounting to \$1,339,843.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 9 INSURANCE (CONTINUED)

A reconciliation of changes in aggregates for claims filed in the current and prior fiscal years are as follows:

	Beginning of Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Year Liability	Amounts Due Within One Year	Amounts Due in More Than One Year
Workers' Compensation:						
2023-2024	\$ 1,518,000	\$ 2,209,809	\$ (1,757,809)	\$ 1,970,000	\$ 467,219	\$ 1,502,781
2024-2025	1,970,000	1,460,439	(1,269,439)	2,161,000	529,409	1,631,591
General Liability:						
2023-2024	1,205,000	1,518,694	(1,167,694)	1,556,000	669,103	886,897
2024-2025	1,556,000	1,956,985	(2,013,985)	1,499,000	681,675	817,325

NOTE 10 COMMITMENTS AND CONTINGENCIES

Due to the occurrence of several spills from the City's sanitary sewer system, the City entered into a settlement on November 16, 2011, with the Regional Water Quality Control Board (RWQCB), Los Angeles Region and the state Attorney General for violations of the state's general waste discharge requirements. The settlement required the City to cover fines and attorney fees, complete repairs to its sanitary sewer system over a 10-year period and implement specified system maintenance programs. These requirements will be monitored through an open court proceeding and, if not met, the City could be subjected to further monetary penalties. Several years ago, the City undertook a comprehensive sewer infrastructure improvement program to implement the requirements of the Consent Judgment. In 2019, a Project Completion Report was submitted to the RWQCB, however, the 2019 report did not include a list or description of all the projects listed in the Consent Judgment that have been completed. Presently, City staff are utilizing the services of a consultant to provide RWQCB additional information to resolve discrepancies between the Consent Judgment and the completed sewer rehabilitation work documented as well as clarify sections noted in the 2019 Project Completion Report. The City awarded a six-year sewer video and cleaning contract in July 2025 for \$4,600,000, of which part of the scope will include locations noted in the Consent Judgment. Through the date of this report, the City continues to work with the RWQCB to provide required analysis and updates of work identified in the Consent Judgment. No additional monetary penalties have been incurred by the City.

NOTE 11 SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER COMMUNITY REDEVELOPMENT AGENCY

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

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 11 SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER COMMUNITY REDEVELOPMENT AGENCY (CONTINUED)

The Bill provides that upon dissolution of a community redevelopment agency, a “successor agency” is to be established to hold the assets until they are distributed to other units of state and local government. On January 4, 2012, the City Council elected to become the Successor Agency for the former community redevelopment agency in accordance with the Bill as part of City resolution number 7205.

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

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

Cash and Investments

At June 30, 2025, Cash and investments reported in the accompanying financial statements consisted of the following:

Cash and Investments Pooled With the City	<u>\$ 307,528</u>
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Long-Term Debt

2000 Tax Allocation Bonds

In July 2000, the Agency issued \$2,600,000 in tax allocation bonds for the Downtown Revitalization Project No. 1, which mature annually from May 1, 2001 to May 1, 2025, in increasing amounts from \$55,000 to \$185,000, plus interest at 4.4% to 6.0%, payable semi-annually on May 1 and November 1, commencing on November 1, 2000. Bonds are subject to redemption at the option of the Agency beginning May 1, 2010, at a price ranging from 102% to 100% of principal value. Debt service on the bonds is provided by incremental property tax revenues generated within the Downtown Redevelopment Project Area. The bonds were paid off in 2025.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 11 SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER COMMUNITY REDEVELOPMENT AGENCY (CONTINUED)

Pledged Revenue

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of tax increment revenue (including Low- and Moderate-Income Housing set-aside and pass through allocations) that it receives. The bonds issued were to provide financing for various capital projects, accomplish Low- and Moderate-Income Housing projects and to defease previously issued bonds. Assembly Bill 1X 26 provided that upon dissolution of the community redevelopment agency, property taxes allocated to community redevelopment agencies no longer are deemed tax increment but rather property tax revenues and will be allocated first to successor agencies to make payments on the indebtedness incurred by the dissolved community redevelopment agency. For the current fiscal year, the total property tax revenue recognized by the City and Successor Agency for the payment of indebtedness incurred by the dissolved Community Redevelopment Agency was \$93,680 and the interest expense on the bonds was \$9,250.

Insurance

The Successor Agency is covered under the City's insurance policies. Therefore, the limitation and self-insured retentions applicable to the City also apply to the Successor Agency. Additional information as to coverage and self-insured retentions can be found in Note 9.

NOTE 12 DEFICIT FUND BALANCES

The following funds have deficits in fund balance at June 30, 2025:

Fund	Amount
Nonmajor Governmental Funds:	
Special Revenue Funds:	
Rogan HR 5294 Grant	\$ (1,152,274)
County Park Bond	(22,957)
C.D.B.G.	(477,412)
MSRC Grant	(393,614)
Measure H	(16,532)
LACMTA Measure M MAT	(912,600)
Measure M MSP	(372,624)
HSIP Grant	(227,452)
Historic Measure R MIP	(600,000)
Measure A Grant	(550,000)
Proposition 68 Grant	(193,992)
Internal Service Fund	(3,984,666)

The City intends to fund these deficits with future revenue, transfers, and reductions of expenditures in future years.

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 13 NET INVESTMENT IN CAPITAL ASSETS

The net investment in capital assets category of net position is comprised of the following:

	Water	Sewer	Arroyo Seco Golf Course	Total
Business-Type Activities:				
Capital Assets, Net of				
Accumulated Depreciation	\$ 69,302,766	\$ 10,147,146	\$ 754,421	\$ 80,204,333
2016 Water Revenue Bonds Issuance Premium	(30,420,000)	-	-	(30,420,000)
2013 Water Revenue Bonds Issuance Premium	(2,964,550)	-	-	(2,964,550)
2012 State Loan Payable	(2,535,000)	-	-	(2,535,000)
SRF State Loan Payable	(118,280)	-	-	(118,280)
Deferred Loss on Refunding	-	(7,704,630)	-	(7,704,630)
Net Investment in Capital Assets	(10,634,582)	-	-	(10,634,582)
	3,873,738	-	-	3,873,738
	<u>\$ 26,504,092</u>	<u>\$ 2,442,516</u>	<u>\$ 754,421</u>	<u>\$ 29,701,029</u>

Governmental Activities:

Capital Assets, Not Being Depreciation/Amortized	\$ 7,947,288
Capital Assets, Net of Accumulated Depreciation/Amortization	49,118,617
Retainage Payable and Construction-Related Accounts Payable	(1,954,487)
Lease Liabilities	(190,141)
SBITA Liabilities	(215,005)
Net Investment in Capital Assets	<u>\$ 54,706,272</u>

NOTE 14 ADJUSTMENT OF BEGINNING FUND BALANCE

Changes Within Financial Reporting Entity

The Capital Improvement Program Capital Projects Fund previously did not meet the criteria to be reported as a major governmental fund. However, effective July 1, 2024, the fund met the criteria to be reported as a major fund and is reported as a major governmental fund for the fiscal year ended June 30, 2025. The effect of that change to or within the financial reporting entity is shown in column A of the table below.

	June 30, 2024, As Previously Reported	Change to or Within the Financial Reporting Entity (A)	June 30, 2024, As Adjusted
Governmental Funds:			
Major Funds:			
Capital Improvement Program	\$ -	\$ 2,700	\$ 2,700
Nonmajor Funds	22,862,258	(2,700)	22,859,558
Total Governmental Funds	<u>\$ 22,862,258</u>	<u>\$ -</u>	<u>\$ 22,862,258</u>

**CITY OF SOUTH PASADENA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 15 CONSTRUCTION COMMITMENTS

The City has active construction projects as of June 30, 2025. The projects include streets and traffic improvements, construction and improvement of parks, and City owned infrastructure improvements. At year-end, the City's commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Civic Center ChargePoint	\$ 156,093	\$ 27,251
North-South Corridor ITS Deployment Project	-	717,602
Huntington Drive Regional Green Street	89,914	42,720
Public Works On-Call Professional Services	131,051	188,949
Parks Comprehensive Plan	49,405	235,800
Grevelia & Berkshire Pocket Parks Project	706,368	1,405,632
Pocket Park Project, Construction, & Inspection Mgmt.	114,470	85,211
Library/Community Center Comprehensive Site Plan	116,745	33,255
FY20-24 Sidewalk Replacement & ADA Ramps (CDBG)	449,547	75,453
Residential Slurry Seal Project No. 2020-06	365,198	249,802
Indiana Ave. & Pasadena Ave. Street Improvement Project	-	439,283

REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF SOUTH PASADENA
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 29,488,515	\$ 29,488,515	\$ 29,382,292	\$ (106,223)
Licenses and Permits	879,463	879,463	1,336,179	456,716
Intergovernmental	4,263,789	4,320,789	4,268,380	(52,409)
Charges for Services	4,639,366	4,641,366	4,773,327	131,961
Use of Money and Property	1,048,715	1,048,715	2,255,019	1,206,304
Fines and Forfeitures	58,000	58,000	79,703	21,703
Miscellaneous	572,257	580,812	643,240	62,428
Total Revenues	<u>40,950,105</u>	<u>41,017,660</u>	<u>42,738,140</u>	<u>1,720,480</u>
EXPENDITURES				
Current:				
General Government	9,337,458	10,014,196	9,371,806	642,390
Public Safety	19,327,695	19,355,695	18,126,469	1,229,226
Community Development	3,515,392	3,759,204	3,031,014	728,190
Community Services	4,038,890	4,055,895	3,639,176	416,719
Public Works	3,647,555	3,791,755	3,267,011	524,744
Debt Service:				
Principal	-	-	136,778	(136,778)
Interest and Fiscal Charges	-	-	3,106	(3,106)
Capital Outlay	-	1,544,183	604,401	939,782
Total Expenditures	<u>39,866,990</u>	<u>42,520,928</u>	<u>38,179,761</u>	<u>4,341,167</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,083,115	(1,503,268)	4,558,379	6,061,647
OTHER FINANCING SOURCES (USES)				
Transfers In	-	150,000	79,612	(70,388)
Transfers Out	(903,430)	(2,307,578)	(2,550,972)	(243,394)
Total Other Financing Sources (Uses)	<u>(903,430)</u>	<u>(2,157,578)</u>	<u>(2,471,360)</u>	<u>(313,782)</u>
NET CHANGE IN FUND BALANCES	179,685	(3,660,846)	2,087,019	5,747,865
Fund Balances - Beginning of Year	<u>25,158,932</u>	<u>25,158,932</u>	<u>25,158,932</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 25,338,617</u>	<u>\$ 21,498,086</u>	<u>\$ 27,245,951</u>	<u>\$ 5,747,865</u>

See accompanying Note to Required Supplementary Information.

**CITY OF SOUTH PASADENA
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AND RELATED RATIOS – COST-SHARING
LAST TEN YEARS**

<u>Measurement Date</u>	<u>Employer's Proportion of the Collective Net Pension Liability¹</u>	<u>Employer's Proportionate Share of the Collective Net Pension Liability</u>	<u>Employer's Covered Payroll</u>	<u>Employer's Proportionate Share of the Collective Net Pension Liability as a Percentage of the Employer's Covered Payroll</u>	<u>Pension Plan's Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
6/30/2015	0.35146 %	\$ 24,123,577	\$ 10,601,417	227.55 %	78.40 %
6/30/2016	0.36618	31,865,437	10,683,089	298.28	74.06
6/30/2017	0.36714	36,410,081	11,218,719	324.55	73.31
6/30/2018	0.37770	36,396,135	11,190,390	325.24	74.01
6/30/2019	0.38379	39,327,077	10,760,952	365.46	72.89
6/30/2020	0.39201	42,652,833	11,634,785	366.60	70.74
6/30/2021	0.49945	27,011,583	12,540,902	215.39	82.31
6/30/2022	0.39036	45,089,597	12,690,746	355.30	72.25
6/30/2023	0.38320	47,805,991	13,609,542	351.27	71.49
6/30/2024	0.38930	47,211,847	15,436,758	305.84	73.09

¹ Proportion of the net pension liability represents the plan's proportion of PERF C, which includes both the Miscellaneous and Safety Risk Pools excluding the 1959 Survivors Risk Pool.

See accompanying Note to Required Supplementary Information.

**CITY OF SOUTH PASADENA
SCHEDULE OF PLAN CONTRIBUTIONS – COST-SHARING
LAST TEN YEARS**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a Percentage of Covered Payroll
6/30/2016	\$ 2,445,893	\$ (2,445,893)	\$ -	\$ 10,683,089	22.89 %
6/30/2017	3,258,700	(3,258,700)	-	11,218,719	29.05
6/30/2018	3,082,379	(3,082,379)	-	11,190,390	27.54
6/30/2019	3,460,075	(3,460,075)	-	10,760,952	32.15
6/30/2020	4,295,978	(4,295,978)	-	11,634,785	36.92
6/30/2021	5,001,568	(5,001,568)	-	12,540,902	39.88
6/30/2022	9,206,330	(9,206,330)	-	12,690,746	72.54
6/30/2023	5,201,924	(5,201,924)	-	13,609,542	38.22
6/30/2024	4,524,232	(4,524,232)	-	15,436,758	29.31
6/30/2025	5,956,446	(5,956,446)	-	15,527,065	38.36

Notes:

Changes in Benefit Terms

There were no changes to benefit terms that applied to all members of the Public Agency Pool. Additionally, the figures above do not include any liability impact that may have resulted from Golden Handshakes that occurred after the June 30, 2021 valuation date, unless the liability impact is deemed to be material to the Public Agency Pool.

Changes in Assumptions

Effective with the June 30, 2021 valuation date (2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated, combined with risk estimates, and are used to project compound (geometric) returns over the long-term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. In addition, demographic assumptions and the inflation rate assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. There were no assumption changes for 2021. For 2020, the Plan adopted a new amortization policy effective with the 2019 actuarial valuation. The new amortization policy shortens the period over which actuarial gains and losses are amortized from 30 years to 20 years with the payments computed as a level dollar amount. In addition, the new policy does not utilize a five-year ramp-up and ramp-down on UAL bases attributable to assumption changes and non-investment gains/losses. The new policy also does not utilize a five-year ramp-down on investment gains/losses. These changes apply only to new UAL bases established on or after June 30, 2019. There were no changes in assumptions in 2019. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate in 2019. In 2017, the accounting discount rate was reduced from 7.65% to 7.15%. In 2016, there were no changes in the discount rate. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5% (net of administrative expense) to 7.65% (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5% discount rate.

See accompanying Note to Required Supplementary Information.

**CITY OF SOUTH PASADENA
SCHEDULE OF CHANGES IN THE OPEB LIABILITY AND RELATED RATIOS
LAST EIGHT FISCAL YEARS***

Fiscal Year	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025
Measurement Period	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024
Total OPEB Liability:								
Service Cost	\$ 664,681	\$ 560,960	\$ 506,445	\$ 666,996	\$ 895,656	\$ 712,718	\$ 524,292	\$ 419,206
Interest	519,308	607,364	651,066	600,512	461,163	396,046	584,931	662,163
Changes in Benefit Terms	-	-	270,482	-	(3,110,716)	391,787	-	-
Actual vs. Expected Experience	-	-	(1,405,666)	-	887,933	-	(299,013)	-
Changes in Assumptions	(1,694,570)	(606,526)	829,039	2,810,290	(874,999)	(3,495,189)	(1,002,616)	(367,925)
Benefit Payments	(645,346)	(637,788)	(660,893)	(694,791)	(498,954)	(716,472)	(721,277)	(698,400)
Net Change in Total OPEB Liability	(1,155,927)	(75,990)	190,473	3,383,007	(2,239,917)	(2,711,110)	(913,683)	15,044
Total OPEB Liability - Beginning	17,879,331	16,723,404	16,647,414	16,837,887	20,220,894	17,980,977	15,269,867	14,356,184
Total OPEB Liability - Ending (a)	16,723,404	16,647,414	16,837,887	20,220,894	17,980,977	15,269,867	14,356,184	14,371,228
Plan Fiduciary Net Position:								
Contributions - Employer	-	-	-	-	-	1,847,160	727,864	704,554
Net Investment Income	-	-	-	-	-	16,528	73,305	133,401
Benefit Payments	-	-	-	-	-	(716,472)	(721,277)	(698,400)
Administrative Expense	-	-	-	-	-	(5,697)	(6,919)	(6,550)
Net Change in Plan Fiduciary Net Position	-	-	-	-	-	1,141,519	72,973	133,005
Plan Fiduciary Net Position - Beginning	-	-	-	-	-	-	1,141,519	1,214,492
Plan Fiduciary Net Position - Ending (b)	-	-	-	-	-	1,141,519	1,214,492	1,347,497
Net OPEB Liability - Ending (a) - (b)	\$ 16,723,404	\$ 16,647,414	\$ 16,837,887	\$ 20,220,894	\$ 17,980,977	\$ 14,128,348	\$ 13,141,692	\$ 13,023,731
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.0%	0.0%	0.0%	0.0%	0.0%	7.5%	8.5%	9.4%
Covered-Employee Payroll	\$ 11,644,645	\$ 14,031,728	\$ 10,487,587	\$ 11,952,495	\$ 15,678,975	\$ 16,323,541	\$ 19,221,594	\$ 19,609,512
Net OPEB Liability as a Percentage of Covered-Employee Payroll	143.6%	118.6%	160.6%	169.2%	114.7%	86.6%	68.4%	66.4%

Notes:

Changes in assumptions: Discount rate increased from 4.59% at June 30, 2023 to 4.83% at June 30, 2024. Discount rate increased from 3.79% at June 30, 2022 to 4.59% at June 30, 2023. Discount rate increased from 2.16% at June 30, 2021 to 3.79% at June 30, 2022. Discount rate decreased from 2.21% at June 30, 2020 to 2.16% at June 30, 2021. Discount rate decreased from 3.50% at June 30, 2019 to 2.21% at June 30, 2020. Discount rate decreased from 3.87% at June 30, 2018 to 3.50% at June 30, 2019. Discount rate increased from 3.58% at June 30, 2017 to 3.87% at June 30, 2018. Discount rate increased from 2.85% at June 30, 2016 to 3.58% at June 30, 2017.

* Historical information is required only for measurement periods for which GASB 75 is applicable. Fiscal year 2017-18 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

See accompanying Note to Required Supplementary Information.

**CITY OF SOUTH PASADENA
SCHEDULE OF OPEB CONTRIBUTIONS
LAST FOUR FISCAL YEARS***

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a Percentage of Covered Payroll
6/30/2022	\$ -	\$ (1,847,160)	\$ (1,847,160)	\$ 16,323,541	11.32 %
6/30/2023	727,864	(727,864)	-	19,221,594	3.79
6/30/2024	704,554	(704,554)	-	19,609,512	3.59
6/30/2025	780,556	(780,556)	-	19,574,502	3.99

Notes:

*The City did not establish an OPEB trust until fiscal year ending June 30, 2022. Future years' information will be displayed up to 10 years as information becomes available.

See accompanying Note to Required Supplementary Information.

**CITY OF SOUTH PASADENA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025**

NOTE 1 GENERAL BUDGET POLICIES

Budgetary control is an essential element in governmental financial reporting. The City, a general law city in the state of California, does not legally require a budget. However, the City Council adopted budgets for the General, Special Revenue, and Capital Projects Funds except for the Affordable Housing Trust, OPIOID Settlement, and Public Arts Special Revenue Funds, plus the 2000 Tax Allocation Bonds and Carlyle Library Bequest Capital Project Funds.

To facilitate a greater understanding of the City's operations, budget information for the General, Special Revenue, and Capital Projects Funds is included in the accompanying financial statements. This detailed budget document is published and is a matter of public record. Each year, the City Manager submits his proposed budget to the City Council. The City Council holds public hearings and may modify the appropriations by majority approval. The legal level of expenditures is controlled at the fund level and operating appropriations lapse at the end of each fiscal year. All budgeted amounts are reported on the same basis as the fund types and adopted on a basis consistent with accounting principles generally accepted in the United States of America. Changes in appropriations at the fund level during the year must be submitted by the City's departments for City Council review and approval. The City Manager may, without Council approval, amend individual line items within any fund and between divisions and programs, in personnel costs, maintenance and operations, capital outlay, and capital projects portions of the budget without increasing total appropriations for that fund. Department heads may, without Council approval, amend individual line items within any fund in the maintenance and operation portions of the budget without increasing total appropriations for that division.

Total expenditures exceeded total appropriations for the following funds:

	<u>Appropriations</u>	<u>Expenditures</u>	<u>Difference</u>
Nonmajor Fund:			
Measure H	\$ -	\$ 66,253	\$ (66,253)

SUPPLEMENTARY INFORMATION

**CITY OF SOUTH PASADENA
NONMAJOR GOVERNMENTAL FUNDS***

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

269 - OTS Grant Fund – To account for the revenue and expenditures related to a grant from the California Office of Traffic Safety.

205 - Proposition A Local Return Fund – To account for all revenues and expenditures associated with the one-half cent sales tax approved by Proposition A in 1980. All revenues of this fund must be expended for transportation-related items as established by the Los Angeles County Transportation Commission.

207 - Proposition C Local Return Fund – To account for all revenues and expenditures associated with the one-half cent sales tax approved by Proposition C in 1990. All revenues of this fund must be expended for transportation-related items as established by the Los Angeles County Transportation Commission.

214 - Rogan HR 5294 Grant Fund – To account for the revenue and expenditures associated with the 110 FWY Hook Ramp Project funded by Rogan grant.

215 - Street Lighting and Landscaping Fund – To account for the costs associated with the City's street lighting and median landscaping programs. These costs are deemed to benefit all property owners who are assessed their proportionate share of the costs. These assessments are placed on the property tax bill and collected and remitted to the City by the County of Los Angeles.

218 - Clean Air Act Fund – To account for revenues and expenditures expended for air quality improvement projects as established by the South Coast Air Quality Management District.

220 - Parking and Business Improvement Tax (BIT) Fund – To account for business improvement tax returns collected by the City for specified purposes within the Parking and Business Improvement Area: (1) decoration of any public place, (2) promotion of public events; (3) furnishing of music; and (4) general promotion of retail trade activities.

223 - Gold Line Mitigation Fund – To account for the MTA's funding for the improvements to the Gold Line Mission Street Station.

226 - Mission Meridian Public Garage Fund – To account for the revenues and expenditures of the Mission Meridian Public Garage.

230 - State Gas Tax Fund – To account for all state gas tax related revenues and expenditures, including street repair, reconstruction, and maintenance. State law requires these gasoline taxes to be used to maintain the City's street and highway system.

232 - County Park Bond – To account for the revenues and expenditures for the County Park Bond related improvements.

**CITY OF SOUTH PASADENA
NONMAJOR GOVERNMENTAL FUNDS* (CONTINUED)**

Special Revenue Funds (Continued)

255 - Capital Growth Requirements Fund – To account for fees paid to the City for building development to be applied towards the costs of public facilities improvements.

260 - Community Development Block Grant (CDBG) Fund – To account for the revenues and expenditures for Community Development Block Grant projects.

270 - Asset Forfeiture Fund – To account for proceeds received from forfeiture in narcotics investigations allocated for law enforcement activities.

239 - Measure W Fund – To account for all revenues and expenditures associated with improving conditions of stormwater runoffs funded by parcel tax.

272 - State Police Grant Fund – To account for revenue and expenditures for frontline police services funded by COPS (AB 3229) grant.

274 - Homeland Security Grant Fund – To account for revenue and expenditures the operations of police equipment and conferences funded by Homeland Security.

275 - Park Impact Fees Fund – To account for the proceeds of a development fee used for the purpose of park facilities improvements and related expenditures.

233 - Measure R Fund – To account for all revenues and expenditures associated with the one- half cent sales tax approved by Measure R in 2009. All revenues of this fund must be expended for transportation-related items as established by the Los Angeles County Transportation Commission.

236 - Measure M Fund – To account for all revenues and expenditures associated with the one-half cent sales tax approved by Measure M in 2016. All revenues of this fund must be expended for transportation-related items as established by the Los Angeles County Transportation Commission.

208 - ISTE/Metro Grant Fund – To account for all revenues and expenditures associated with the Intermodal Surface Transportation Efficiency Act (ISTEA). All revenues of this fund must be expended for transportation-related items.

217 - Public Education Fund – To account for revenues and expenditures used for public education and government access charges that the City's cable franchise collects. Monies in this fund must be used to purchase equipment related to the production of public education and government access television.

237 - Road Maintenance and Rehab Fund – To account for all revenues and expenditures associated with State Gas Tax SB1.

238 - MSRC Grant Fund – To account for the revenues and expenditures for the Mobile Source Air Pollution Reduction Review Committee projects.

241 - Measure H Fund – To account for the revenues and expenditures for the "Los Angeles County Plan to Prevent and Combat Homelessness" for the specific purposes of funding homeless services and short-term housing.

**CITY OF SOUTH PASADENA
NONMAJOR GOVERNMENTAL FUNDS* (CONTINUED)**

Special Revenue Funds (Continued)

228 - Housing Authority Fund – To account for the revenues and expenditures for the City of South Pasadena Housing Authority.

252 - Proposition 68 Grant Fund – To account for funds from California Parks & Waters Bond Proposition 68.

234 - LACMTA Measure M MAT Fund – To account for all revenues and expenditures associated with the one-half cent sales tax approved by Measure M in 2016. All revenues of this fund must be expended for transportation-related items eligible under the Metro Active Transportation, Transit, and First/Last Mile (MAT) Program.

240 - Measure M Multi-Year Subregional Program (MSP) Fund – To account for all revenues and expenditures associated with the Multi-Year Subregional Program portion of the one-half cent sales tax approved by Measure M in 2016. All revenues of this fund must be expended for transportation-related items as established by the Los Angeles County Transportation Commission, as administered through the Arroyo Verdugo Communities Joint Powers Authority Governing Board.

277 - Highway Safety Improvement Program Grant (HSIP) Fund – To account for revenues and expenditures related to street improvements funded by the grant.

243 - Historic Measure R Mobility Improvement Projects (MIP) Fund – To account for all revenues and expenditures associated with transportation multimodal and safety enhancement projects, as approved Los Angeles County Metro, utilizing funding established for the former 710 North freeway project.

213 - SB2 Planning Grant Fund – To account for state funding to help implement plans and process improvements that streamline housing approvals and accelerate housing production.

***267 - OPIOID Settlement Fund** – To account for opioid settlements aimed to provide financial resources to local government.

251 - Measure A Grant Fund – To account for funds from the Los Angeles County Regional Park and Open Space District (RPOSD).

***296 - Public Arts Fund** – To account for funds received from development projects within the City that require public artwork or dedicate funds to support public art.

206 - State and Local Recovery Fund (SLRF) – To account for all revenues and expenditures associated with this State fund.

**CITY OF SOUTH PASADENA
NONMAJOR GOVERNMENTAL FUNDS* (CONTINUED)**

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

105 - Facilities and Equipment Replacement Fund – To account the replacement costs of City vehicles and equipment.

106 - Technology Surcharge Fund – To account for the funding collected through the City's Technology Fee Surcharge intended for acquiring and maintenance of a permitting software system.

***327 - 2000 Tax Allocation Bonds Fund** – To account for capital expenditures for improvements funded by the bonds formerly held by the Successor Agency to the Community Redevelopment Agency.

104 - Streets Improvement Program Fund – To account for capital expenditures related to street improvements projects.

***209 - Carlyle Library Bequest Fund** – To account for funding received from the Carlyle Estate intended for Library improvements.

*Note that no budget was adopted for these funds.

**CITY OF SOUTH PASADENA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2025**

	Special Revenue Funds					
	OTS Grant	Proposition A	Proposition C	Rogan HR 5294 Grant	Street Lighting and Landscaping	Clean Air Act
ASSETS						
Pooled Cash and Investments	\$ -	\$ 1,844,368	\$ 2,859,313	\$ -	\$ 287,137	\$ 261,241
Receivables:						
Accounts	13,945	-	-	68,539	14,730	9,144
Accrued Interest	-	11,579	16,921	-	-	1,646
Due from Other Governments	-	-	-	-	-	-
Inventories	-	-	-	-	1,674	-
Total Assets	\$ 13,945	\$ 1,855,947	\$ 2,876,234	\$ 68,539	\$ 303,541	\$ 272,031
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ 575	\$ 11,131	\$ -	\$ -	\$ 135,734	\$ -
Accrued Liabilities	-	18,510	-	-	6,447	-
Deposits Payable	-	-	-	-	7,733	-
Due to Other Funds	13,363	-	-	1,152,274	-	-
Unearned Revenue	-	-	-	-	-	-
Total Liabilities	13,938	29,641	-	1,152,274	149,914	-
DEFERRED INFLOW OF RESOURCES						
Unavailable Revenue	-	-	-	68,539	-	9,144
FUND BALANCES						
Nonspendable:						
Inventories	-	-	-	-	1,674	-
Restricted for:						
Community Development Projects	-	-	-	-	-	-
Public Safety - Police	7	-	-	-	-	-
Community Services	-	1,826,306	-	-	-	-
Public Works - Streets and Road	-	-	2,876,234	-	-	-
Capital Projects	-	-	-	-	-	262,887
Public Works - Street Lighting	-	-	-	-	151,953	-
Committed to:						
Capital Projects	-	-	-	-	-	-
Unassigned	-	-	-	(1,152,274)	-	-
Total Fund Balances	7	1,826,306	2,876,234	(1,152,274)	153,627	262,887
Total Liabilities and Fund Balances	\$ 13,945	\$ 1,855,947	\$ 2,876,234	\$ 68,539	\$ 303,541	\$ 272,031

**CITY OF SOUTH PASADENA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025**

	Special Revenue Funds					
	Parking and Business Improvement Tax	Gold Line Mitigation	Mission Meridian Public Garage	State Gas Tax	County Park Bond	Capital Growth Requirements
ASSETS						
Pooled Cash and Investments	\$ 8,623	\$ 66,976	\$ 7,555	\$ 414,613	\$ -	\$ 765,180
Receivables:						
Accounts	5,766	-	-	63,905	32,241	-
Accrued Interest	34	432	45	3,589	-	4,925
Due from Other Governments	-	-	-	-	-	-
Inventories	-	-	-	1,231	-	-
Total Assets	\$ 14,423	\$ 67,408	\$ 7,600	\$ 483,338	\$ 32,241	\$ 770,105
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ -	\$ 26,060	\$ 2,125	\$ -
Accrued Liabilities	-	-	-	19,015	-	-
Deposits Payable	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	53,073	-
Unearned Revenue	-	-	-	-	-	-
Total Liabilities	-	-	-	45,075	55,198	-
DEFERRED INFLOW OF RESOURCES						
Unavailable Revenue	-	-	-	-	-	-
FUND BALANCES						
Nonspendable:						
Inventories	-	-	-	1,231	-	-
Restricted for:						
Community Development Projects	-	-	-	-	-	-
Public Safety - Police	-	-	-	-	-	-
Community Services	14,423	-	-	-	-	-
Public Works - Streets and Road	-	-	-	437,032	-	770,105
Capital Projects	-	67,408	7,600	-	-	-
Public Works - Street Lighting	-	-	-	-	-	-
Committed to:						
Capital Projects	-	-	-	-	-	-
Unassigned	-	-	-	-	(22,957)	-
Total Fund Balances	14,423	67,408	7,600	438,263	(22,957)	770,105
Total Liabilities and Fund Balances	\$ 14,423	\$ 67,408	\$ 7,600	\$ 483,338	\$ 32,241	\$ 770,105

**CITY OF SOUTH PASADENA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025**

	Special Revenue Funds					
	C.D.B.G.	Asset Forfeiture	Measure W	State Police Grant	Homeland Security Grant	Park Impact Fees
ASSETS						
Pooled Cash and Investments	\$ -	\$ 544,898	\$ 81,729	\$ 746,254	\$ -	\$ 72,278
Receivables:						
Accounts	477,412	-	-	-	-	-
Accrued Interest	-	3,489	1,051	4,808	-	5,987
Due from Other Governments	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Total Assets	\$ 477,412	\$ 548,387	\$ 82,780	\$ 751,062	\$ -	\$ 78,265
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ 13,441	\$ 271,000	\$ -	\$ -
Accrued Liabilities	-	-	1,200	-	-	-
Deposits Payable	-	-	-	-	-	-
Due to Other Funds	477,412	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-
Total Liabilities	477,412	-	14,641	271,000	-	-
DEFERRED INFLOW OF RESOURCES						
Unavailable Revenue	477,412	-	-	-	-	-
FUND BALANCES						
Nonspendable:						
Inventories	-	-	-	-	-	-
Restricted for:						
Community Development Projects	-	-	-	-	-	-
Public Safety - Police	-	548,387	-	480,062	-	-
Community Services	-	-	-	-	-	78,265
Public Works - Streets and Road	-	-	68,139	-	-	-
Capital Projects	-	-	-	-	-	-
Public Works - Street Lighting	-	-	-	-	-	-
Committed to:						
Capital Projects	-	-	-	-	-	-
Unassigned	(477,412)	-	-	-	-	-
Total Fund Balances	(477,412)	548,387	68,139	480,062	-	78,265
Total Liabilities and Fund Balances	\$ 477,412	\$ 548,387	\$ 82,780	\$ 751,062	\$ -	\$ 78,265

**CITY OF SOUTH PASADENA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025**

	Special Revenue Funds					
ASSETS	Measure R	Measure M	ISTEA/Metro Grant	Public Education	Road Maintenance and Rehab	MSRC Grant
Pooled Cash and Investments	\$ 2,374,874	\$ 2,769,457	\$ 820	\$ 215,575	\$ 2,687,726	\$ -
Receivables:						
Accounts	-	-	-	-	-	204,461
Accrued Interest	14,883	17,842	5	1,382	19,438	-
Due from Other Governments	-	-	-	-	129,629	-
Inventories	-	-	-	-	-	-
Total Assets	<u>\$ 2,389,757</u>	<u>\$ 2,787,299</u>	<u>\$ 825</u>	<u>\$ 216,957</u>	<u>\$ 2,836,793</u>	<u>\$ 204,461</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ 7,117	\$ 62,879	\$ -	\$ -	\$ -	\$ -
Accrued Liabilities	2,703	2,703	-	-	-	-
Deposits Payable	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	421,150
Unearned Revenue	-	-	-	-	-	-
Total Liabilities	<u>9,820</u>	<u>65,582</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>421,150</u>
DEFERRED INFLOW OF RESOURCES						
Unavailable Revenue	-	-	-	-	-	176,925
FUND BALANCES						
Nonspendable:						
Inventories	-	-	-	-	-	-
Restricted for:						
Community Development Projects	-	-	-	216,957	-	-
Public Safety - Police	-	-	-	-	-	-
Community Services	-	-	-	-	-	-
Public Works - Streets and Road	2,379,937	2,721,717	-	-	2,836,793	-
Capital Projects	-	-	825	-	-	-
Public Works - Street Lighting	-	-	-	-	-	-
Committed to:						
Capital Projects	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(393,614)
Total Fund Balances	<u>2,379,937</u>	<u>2,721,717</u>	<u>825</u>	<u>216,957</u>	<u>2,836,793</u>	<u>(393,614)</u>
Total Liabilities and Fund Balances	<u>\$ 2,389,757</u>	<u>\$ 2,787,299</u>	<u>\$ 825</u>	<u>\$ 216,957</u>	<u>\$ 2,836,793</u>	<u>\$ 204,461</u>

**CITY OF SOUTH PASADENA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025**

	Special Revenue Funds					
	Measure H	Housing Authority	Proposition 68 Grant	LACMTA Measure M MAT	Measure M MSP	HSIP Grant
ASSETS						
Pooled Cash and Investments	\$ -	\$ 275,239	\$ -	\$ -	\$ -	\$ -
Receivables:						
Accounts	6,924	-	-	-	-	-
Accrued Interest	-	1,837	-	-	-	-
Due from Other Governments	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Total Assets	\$ 6,924	\$ 277,076	\$ -	\$ -	\$ -	\$ -
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ -	\$ 10,575	\$ -	\$ -	\$ -	\$ -
Accrued Liabilities	6,239	-	-	-	-	-
Deposits Payable	-	2,408	-	-	-	-
Due to Other Funds	17,217	-	193,992	912,600	372,624	227,452
Unearned Revenue	-	-	-	-	-	-
Total Liabilities	23,456	12,983	193,992	912,600	372,624	227,452
DEFERRED INFLOW OF RESOURCES						
Unavailable Revenue	-	-	-	-	-	-
FUND BALANCES						
Nonspendable:						
Inventories	-	-	-	-	-	-
Restricted for:						
Community Development Projects	-	264,093	-	-	-	-
Public Safety - Police	-	-	-	-	-	-
Community Services	-	-	-	-	-	-
Public Works - Streets and Road	-	-	-	-	-	-
Capital Projects	-	-	-	-	-	-
Public Works - Street Lighting	-	-	-	-	-	-
Committed to:						
Capital Projects	-	-	-	-	-	-
Unassigned	(16,532)	-	(193,992)	(912,600)	(372,624)	(227,452)
Total Fund Balances	(16,532)	264,093	(193,992)	(912,600)	(372,624)	(227,452)
Total Liabilities and Fund Balances	\$ 6,924	\$ 277,076	\$ -	\$ -	\$ -	\$ -

**CITY OF SOUTH PASADENA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025**

	Special Revenue Funds					
	Historic Measure R MIP	SB2 Planning Grant	OPIOID Settlement	Measure A Grant	Public Arts	SLRF
ASSETS						
Pooled Cash and Investments	\$ -	\$ -	\$ 96,442	\$ -	\$ 3,189	\$ -
Receivables:						
Accounts	-	-	-	-	-	-
Accrued Interest	-	-	646	-	21	-
Due from Other Governments	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 97,088</u>	<u>\$ -</u>	<u>\$ 3,210</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Liabilities	-	-	-	-	-	-
Deposits Payable	-	-	-	-	-	-
Due to Other Funds	600,000	-	-	550,000	-	-
Unearned Revenue	-	-	94,220	-	-	-
Total Liabilities	<u>600,000</u>	<u>-</u>	<u>94,220</u>	<u>550,000</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOW OF RESOURCES						
Unavailable Revenue	-	-	-	-	-	-
FUND BALANCES						
Nonspendable:						
Inventories	-	-	-	-	-	-
Restricted for:						
Community Development Projects	-	-	-	-	-	-
Public Safety - Police	-	-	2,868	-	-	-
Community Services	-	-	-	-	-	-
Public Works - Streets and Road	-	-	-	-	-	-
Capital Projects	-	-	-	-	3,210	-
Public Works - Street Lighting	-	-	-	-	-	-
Committed to:						
Capital Projects	-	-	-	-	-	-
Unassigned	(600,000)	-	-	(550,000)	-	-
Total Fund Balances	<u>(600,000)</u>	<u>-</u>	<u>2,868</u>	<u>(550,000)</u>	<u>3,210</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 97,088</u>	<u>\$ -</u>	<u>\$ 3,210</u>	<u>\$ -</u>

**CITY OF SOUTH PASADENA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025**

	Capital Projects Funds					Total Nonmajor Governmental Funds
	Facilities and Equipment Replacement	Technology Surcharge	2000 Tax Allocation Bonds	Streets Improvement Program	Carlyle Library Bequest	
ASSETS						
Pooled Cash and Investments	\$ 405,505	\$ 94,852	\$ 925,042	\$ 524,369	\$ 2,801,081	\$ 21,134,336
Receivables:						
Accounts	-	-	-	-	46,666	943,733
Accrued Interest	8,017	605	-	18,676	17,645	155,503
Due from Other Governments	-	-	-	-	-	129,629
Inventories	-	-	-	-	-	2,905
	<u>413,522</u>	<u>95,457</u>	<u>925,042</u>	<u>543,045</u>	<u>2,865,392</u>	<u>22,366,106</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 540,637
Accrued Liabilities	-	-	-	-	-	56,817
Deposits Payable	-	-	-	-	-	10,141
Due to Other Funds	-	-	-	-	-	4,991,157
Unearned Revenue	-	-	-	-	-	94,220
Total Liabilities	-	-	-	-	-	5,692,972
DEFERRED INFLOW OF RESOURCES						
Unavailable Revenue	-	-	-	-	-	732,020
FUND BALANCES						
Nonspendable:						
Inventories	-	-	-	-	-	2,905
Restricted for:						
Community Development Projects	-	-	-	-	-	481,050
Public Safety - Police	-	-	-	-	-	1,031,324
Community Services	-	-	-	-	2,865,392	4,784,386
Public Works - Streets and Road	-	-	-	-	-	12,089,957
Capital Projects	-	-	-	-	-	341,930
Public Works - Street Lighting	-	-	-	-	-	151,953
Committed to:						
Capital Projects	413,522	95,457	925,042	543,045	-	1,977,066
Unassigned	-	-	-	-	-	(4,919,457)
Total Fund Balances	<u>413,522</u>	<u>95,457</u>	<u>925,042</u>	<u>543,045</u>	<u>2,865,392</u>	<u>15,941,114</u>
Total Liabilities and Fund Balances	<u>\$ 413,522</u>	<u>\$ 95,457</u>	<u>\$ 925,042</u>	<u>\$ 543,045</u>	<u>\$ 2,865,392</u>	<u>\$ 22,366,106</u>

**CITY OF SOUTH PASADENA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025**

	Special Revenue Funds					
	OTS Grant	Proposition A	Proposition C	Rogan HR 5294 Grant	Street Lighting and Landscaping	Clean Air Act
REVENUES						
Taxes	\$ -	\$ 703,428	\$ 571,815	\$ -	\$ -	\$ -
Assessments	-	-	-	-	894,466	-
Licenses and Permits	-	-	-	-	-	-
Intergovernmental	30,179	-	-	63,559	-	34,710
Charges for Services	-	2,706	-	-	-	-
Use of Money and Property	7	75,510	158,744	-	21,876	7,380
Miscellaneous	-	2,790	-	-	-	-
Total Revenues	<u>30,186</u>	<u>784,434</u>	<u>730,559</u>	<u>63,559</u>	<u>916,342</u>	<u>42,090</u>
EXPENDITURES						
Current:						
General Government	-	22,802	-	-	-	-
Public Safety	30,179	-	-	-	-	-
Community Development	-	-	-	-	-	-
Community Services	-	614,468	-	-	-	-
Public Works	-	-	-	-	1,527,801	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	<u>30,179</u>	<u>637,270</u>	<u>-</u>	<u>-</u>	<u>1,527,801</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	7	147,164	730,559	63,559	(611,459)	42,090
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	-	765,086	-
Transfers Out	-	-	-	(1,083,735)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,083,735)</u>	<u>765,086</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	7	147,164	730,559	(1,020,176)	153,627	42,090
Fund Balances - Beginning of Year, as Previously Reported	-	1,679,142	2,145,675	(132,098)	-	220,797
Change Within Financial Reporting Entity (Nonmajor to Major Fund)	-	-	-	-	-	-
Fund Balances - Beginning of Year, as Adjusted	<u>-</u>	<u>1,679,142</u>	<u>2,145,675</u>	<u>(132,098)</u>	<u>-</u>	<u>220,797</u>
FUND BALANCES - END OF YEAR	<u>\$ 7</u>	<u>\$ 1,826,306</u>	<u>\$ 2,876,234</u>	<u>\$ (1,152,274)</u>	<u>\$ 153,627</u>	<u>\$ 262,887</u>

**CITY OF SOUTH PASADENA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025**

	Special Revenue Funds					Capital Growth Requirements
	Parking and Business Improvement Tax	Gold Line Mitigation	Mission Meridian Public Garage	State Gas Tax	County Park Bond	
REVENUES						
Taxes	\$ 67,861	\$ -	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-	-	-
Licenses and Permits	18,785	-	-	-	-	-
Intergovernmental	-	-	-	753,408	32,241	-
Charges for Services	-	-	9,165	-	-	53,018
Use of Money and Property	84	2,009	149	17,593	-	22,592
Miscellaneous	-	-	-	-	-	-
Total Revenues	<u>86,730</u>	<u>2,009</u>	<u>9,314</u>	<u>771,001</u>	<u>32,241</u>	<u>75,610</u>
EXPENDITURES						
Current:						
General Government	83,000	-	1,714	-	-	-
Public Safety	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Community Services	-	-	-	-	-	-
Public Works	-	-	-	806,540	31,666	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	<u>83,000</u>	<u>-</u>	<u>1,714</u>	<u>806,540</u>	<u>31,666</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	3,730	2,009	7,600	(35,539)	575	75,610
OTHER FINANCING SOURCES (USES)						
Transfers In	1,988	-	-	-	-	-
Transfers Out	-	-	-	(200,000)	-	(8,757)
Total Other Financing Sources (Uses)	<u>1,988</u>	<u>-</u>	<u>-</u>	<u>(200,000)</u>	<u>-</u>	<u>(8,757)</u>
NET CHANGE IN FUND BALANCE	5,718	2,009	7,600	(235,539)	575	66,853
Fund Balances - Beginning of Year, as Previously Reported	8,705	65,399	-	673,802	(23,532)	703,252
Change Within Financial Reporting Entity (Nonmajor to Major Fund)	-	-	-	-	-	-
Fund Balances - Beginning of Year, as Adjusted	<u>8,705</u>	<u>65,399</u>	<u>-</u>	<u>673,802</u>	<u>(23,532)</u>	<u>703,252</u>
FUND BALANCES - END OF YEAR	<u>\$ 14,423</u>	<u>\$ 67,408</u>	<u>\$ 7,600</u>	<u>\$ 438,263</u>	<u>\$ (22,957)</u>	<u>\$ 770,105</u>

**CITY OF SOUTH PASADENA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025**

	Special Revenue Funds					
	C.D.B.G.	Asset Forfeiture	Measure W	State Police Grant	Homeland Security Grant	Park Impact Fees
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	186,163
Intergovernmental	42,433	5,065	-	194,663	44,369	-
Charges for Services	-	-	-	-	-	-
Use of Money and Property	-	16,774	6,633	27,838	-	32,842
Miscellaneous	-	-	-	-	-	-
Total Revenues	<u>42,433</u>	<u>21,839</u>	<u>6,633</u>	<u>222,501</u>	<u>44,369</u>	<u>219,005</u>
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	736,172	-	-
Community Development	-	-	-	-	-	-
Community Services	16,368	-	-	-	-	-
Public Works	-	-	134,014	-	-	-
Debt Service:						
Principal	-	-	-	163,959	-	-
Interest and Fiscal Charges	-	-	-	6,548	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	<u>16,368</u>	<u>-</u>	<u>134,014</u>	<u>906,679</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	26,065	21,839	(127,381)	(684,178)	44,369	219,005
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	-	-	-
Transfers Out	(454,439)	-	(102,637)	-	-	(1,324,078)
Total Other Financing Sources (Uses)	<u>(454,439)</u>	<u>-</u>	<u>(102,637)</u>	<u>-</u>	<u>-</u>	<u>(1,324,078)</u>
NET CHANGE IN FUND BALANCE	(428,374)	21,839	(230,018)	(684,178)	44,369	(1,105,073)
Fund Balances - Beginning of Year, as Previously Reported	(49,038)	526,548	298,157	1,164,240	(44,369)	1,183,338
Change Within Financial Reporting Entity (Nonmajor to Major Fund)	-	-	-	-	-	-
Fund Balances - Beginning of Year, as Adjusted	<u>(49,038)</u>	<u>526,548</u>	<u>298,157</u>	<u>1,164,240</u>	<u>(44,369)</u>	<u>1,183,338</u>
FUND BALANCES - END OF YEAR	<u>\$ (477,412)</u>	<u>\$ 548,387</u>	<u>\$ 68,139</u>	<u>\$ 480,062</u>	<u>\$ -</u>	<u>\$ 78,265</u>

**CITY OF SOUTH PASADENA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025**

Special Revenue Funds						
	Measure R	Measure M	ISTEA/Metro Grant	Public Education	Road Maintenance and Rehab	MSRC Grant
REVENUES						
Taxes	\$ 428,782	\$ 485,795	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	735,604	157,536
Charges for Services	-	-	-	4,951	-	-
Use of Money and Property	132,180	161,391	825	3,398	87,307	-
Miscellaneous	-	-	-	-	-	-
Total Revenues	<u>560,962</u>	<u>647,186</u>	<u>825</u>	<u>8,349</u>	<u>822,911</u>	<u>157,536</u>
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Community Services	-	-	-	-	-	-
Public Works	54,383	162,218	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Capital Outlay	-	67,867	-	-	-	-
Total Expenditures	<u>54,383</u>	<u>230,085</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	506,579	417,101	825	8,349	822,911	157,536
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	-	-	-
Transfers Out	(183,613)	(253,251)	-	-	(585,093)	(244,225)
Total Other Financing Sources (Uses)	<u>(183,613)</u>	<u>(253,251)</u>	<u>-</u>	<u>-</u>	<u>(585,093)</u>	<u>(244,225)</u>
NET CHANGE IN FUND BALANCE	322,966	163,850	825	8,349	237,818	(86,689)
Fund Balances - Beginning of Year, as Previously Reported	2,056,971	2,557,867	-	208,608	2,598,975	(306,925)
Change Within Financial Reporting Entity (Nonmajor to Major Fund)	-	-	-	-	-	-
Fund Balances - Beginning of Year, as Adjusted	<u>2,056,971</u>	<u>2,557,867</u>	<u>-</u>	<u>208,608</u>	<u>2,598,975</u>	<u>(306,925)</u>
FUND BALANCES - END OF YEAR	<u>\$ 2,379,937</u>	<u>\$ 2,721,717</u>	<u>\$ 825</u>	<u>\$ 216,957</u>	<u>\$ 2,836,793</u>	<u>\$ (393,614)</u>

**CITY OF SOUTH PASADENA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025**

	Special Revenue Funds					
	Measure H	Housing Authority	Proposition 68 Grant	LACMTA Measure M MAT	Measure M MSP	HSIP Grant
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	810
Charges for Services	49,721	-	-	-	-	-
Use of Money and Property	-	62,822	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total Revenues	<u>49,721</u>	<u>62,822</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>810</u>
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	-
Public Safety	66,253	-	-	-	-	-
Community Development	-	12,146	-	-	-	-
Community Services	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	<u>66,253</u>	<u>12,146</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(16,532)	50,676	-	-	-	810
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	(30,000)	(193,992)	(912,600)	(372,624)	(227,452)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(30,000)</u>	<u>(193,992)</u>	<u>(912,600)</u>	<u>(372,624)</u>	<u>(227,452)</u>
NET CHANGE IN FUND BALANCE	(16,532)	20,676	(193,992)	(912,600)	(372,624)	(226,642)
Fund Balances - Beginning of Year, as Previously Reported	-	243,417	-	-	-	(810)
Change Within Financial Reporting Entity (Nonmajor to Major Fund)	-	-	-	-	-	-
Fund Balances - Beginning of Year, as Adjusted	<u>-</u>	<u>243,417</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(810)</u>
FUND BALANCES - END OF YEAR	<u>\$ (16,532)</u>	<u>\$ 264,093</u>	<u>\$ (193,992)</u>	<u>\$ (912,600)</u>	<u>\$ (372,624)</u>	<u>\$ (227,452)</u>

**CITY OF SOUTH PASADENA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025**

	Special Revenue Funds					
	Historic Measure R MIP	SB2 Planning Grant	OPIOID Settlement	Measure A Grant	Public Arts	SLRF
REVENUES						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	1,441,864
Charges for Services	-	-	-	-	-	-
Use of Money and Property	-	-	2,868	-	96	-
Miscellaneous	-	-	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>2,868</u>	<u>-</u>	<u>96</u>	<u>1,441,864</u>
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	1,441,864
Community Development	-	-	-	-	-	-
Community Services	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Debt Service:						
Principal	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,441,864</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	2,868	-	96	-
OTHER FINANCING SOURCES (USES)						
Transfers In	-	2,054	-	-	-	-
Transfers Out	(600,000)	(2,054)	-	(550,000)	-	(63,593)
Total Other Financing Sources (Uses)	<u>(600,000)</u>	<u>-</u>	<u>-</u>	<u>(550,000)</u>	<u>-</u>	<u>(63,593)</u>
NET CHANGE IN FUND BALANCE	(600,000)	-	2,868	(550,000)	96	(63,593)
Fund Balances - Beginning of Year, as Previously Reported	-	-	-	-	3,114	63,593
Change Within Financial Reporting Entity (Nonmajor to Major Fund)	-	-	-	-	-	-
Fund Balances - Beginning of Year, as Adjusted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,114</u>	<u>63,593</u>
FUND BALANCES - END OF YEAR	<u>\$ (600,000)</u>	<u>\$ -</u>	<u>\$ 2,868</u>	<u>\$ (550,000)</u>	<u>\$ 3,210</u>	<u>\$ -</u>

**CITY OF SOUTH PASADENA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025**

	Capital Projects Funds						Total Nonmajor Governmental Funds
	Facilities and Equipment Replacement	Technology Surcharge	2000 Tax Allocation Bonds	Streets Improvement Program	Carlyle Library Bequest	Formerly Nonmajor Capital Impvt Program	
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,257,681
Assessments	-	-	-	-	-	-	894,466
Licenses and Permits	-	-	-	-	-	-	204,948
Intergovernmental	-	-	-	-	-	-	3,536,441
Charges for Services	-	15,386	-	-	-	-	134,947
Use of Money and Property	46,041	2,700	175	118,652	82,133	-	1,090,619
Miscellaneous	-	-	-	-	109,223	-	112,013
Total Revenues	46,041	18,086	175	118,652	191,356	-	8,231,115
EXPENDITURES							
Current:							
General Government	-	-	-	-	-	-	107,516
Public Safety	368,885	-	-	-	-	-	2,643,353
Community Development	-	-	-	-	-	-	12,146
Community Services	-	-	-	-	-	-	630,836
Public Works	-	-	-	-	-	-	2,716,622
Debt Service:							
Principal	-	-	-	-	-	-	163,959
Interest and Fiscal Charges	-	-	-	-	-	-	6,548
Capital Outlay	-	-	-	-	-	-	67,867
Total Expenditures	368,885	-	-	-	-	-	6,348,847
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(322,844)	18,086	175	118,652	191,356	-	1,882,268
OTHER FINANCING SOURCES (USES)							
Transfers In	144,225	-	-	-	-	-	913,353
Transfers Out	(1,364,025)	-	-	(957,897)	-	-	(9,714,065)
Total Other Financing Sources (Uses)	(1,219,800)	-	-	(957,897)	-	-	(8,800,712)
NET CHANGE IN FUND BALANCE	(1,542,644)	18,086	175	(839,245)	191,356	-	(6,918,444)
Fund Balances - Beginning of Year, as Previously Reported	1,956,166	77,371	924,867	1,382,290	2,674,036	2,700	22,862,258
Change Within Financial Reporting Entity (Nonmajor to Major Fund)	-	-	-	-	-	(2,700)	(2,700)
Fund Balances - Beginning of Year, as Adjusted	1,956,166	77,371	924,867	1,382,290	2,674,036	-	22,859,558
FUND BALANCES - END OF YEAR	\$ 413,522	\$ 95,457	\$ 925,042	\$ 543,045	\$ 2,865,392	\$ -	\$ 15,941,114

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
OTS GRANT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ 55,000	\$ 30,179	\$ (24,821)
Use of Money and Property	-	-	7	7
Total Revenues	-	55,000	30,186	(24,814)
EXPENDITURES				
Current:				
Public Safety	-	55,000	30,179	24,821
NET CHANGE IN FUND BALANCE	-	-	7	7
Fund Balances - Beginning of Year	-	-	-	-
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ 7	\$ 7

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PROPOSITION A
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 750,971	\$ 750,971	\$ 703,428	\$ (47,543)
Charges for Services	4,000	4,000	2,706	(1,294)
Use of Money and Property	34,282	34,282	75,510	41,228
Miscellaneous	-	-	2,790	2,790
Total Revenues	<u>789,253</u>	<u>789,253</u>	<u>784,434</u>	<u>(4,819)</u>
EXPENDITURES				
Current:				
General Government	28,753	28,753	22,802	5,951
Community Services	1,114,259	1,114,259	614,468	499,791
Total Expenditures	<u>1,143,012</u>	<u>1,143,012</u>	<u>637,270</u>	<u>505,742</u>
NET CHANGE IN FUND BALANCE	(353,759)	(353,759)	147,164	500,923
Fund Balances - Beginning of Year	<u>1,679,142</u>	<u>1,679,142</u>	<u>1,679,142</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,325,383</u>	<u>\$ 1,325,383</u>	<u>\$ 1,826,306</u>	<u>\$ 500,923</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PROPOSITION C
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 612,957	\$ 612,957	\$ 571,815	\$ (41,142)
Charges for Services	3,000	3,000	-	(3,000)
Use of Money and Property	24,582	24,582	158,744	134,162
Total Revenues	<u>640,539</u>	<u>640,539</u>	<u>730,559</u>	<u>90,020</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(300,000)</u>	<u>(300,000)</u>	-	300,000
NET CHANGE IN FUND BALANCE	340,539	340,539	730,559	390,020
Fund Balances - Beginning of Year	<u>2,145,675</u>	<u>2,145,675</u>	<u>2,145,675</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 2,486,214</u></u>	<u><u>\$ 2,486,214</u></u>	<u><u>\$ 2,876,234</u></u>	<u><u>\$ 390,020</u></u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
ROGAN HR 5294 GRANT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 63,559	\$ 63,559
OTHER FINANCING SOURCES (USES)				
Transfers Out	(1,083,735)	(1,083,735)	(1,083,735)	-
NET CHANGE IN FUND BALANCE	(1,083,735)	(1,083,735)	(1,020,176)	63,559
Fund Balances - Beginning of Year	(132,098)	(132,098)	(132,098)	-
FUND BALANCES - END OF YEAR	<u>\$ (1,215,833)</u>	<u>\$ (1,215,833)</u>	<u>\$ (1,152,274)</u>	<u>\$ 63,559</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
STREET LIGHTING AND LANDSCAPING
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Assessments	\$ 900,000	\$ 900,000	\$ 894,466	\$ (5,534)
Use of Money and Property	10,062	10,062	21,876	11,814
Total Revenues	<u>910,062</u>	<u>910,062</u>	<u>916,342</u>	<u>6,280</u>
EXPENDITURES				
Current:				
Public Works	<u>1,703,152</u>	<u>1,777,552</u>	<u>1,527,801</u>	<u>249,751</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(793,090)	(867,490)	(611,459)	256,031
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>765,086</u>	<u>765,086</u>	<u>765,086</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(28,004)	(102,404)	153,627	256,031
Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ (28,004)</u>	<u>\$ (102,404)</u>	<u>\$ 153,627</u>	<u>\$ 256,031</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CLEAN AIR ACT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 14,000	\$ 14,000	\$ 34,710	\$ 20,710
Use of Money and Property	2,812	2,812	7,380	4,568
Total Revenues	<u>16,812</u>	<u>16,812</u>	<u>42,090</u>	<u>25,278</u>
 Fund Balances - Beginning of Year	 <u>220,797</u>	 <u>220,797</u>	 <u>220,797</u>	 <u>-</u>
 FUND BALANCES - END OF YEAR	 <u><u>\$ 237,609</u></u>	 <u><u>\$ 237,609</u></u>	 <u><u>\$ 262,887</u></u>	 <u><u>\$ 25,278</u></u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PARKING AND BUSINESS IMPROVEMENT TAX
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 60,000	\$ 60,000	\$ 67,861	\$ 7,861
Licenses and Permits	26,250	26,250	18,785	(7,465)
Use of Money and Property	-	-	84	84
Total Revenues	<u>86,250</u>	<u>86,250</u>	<u>86,730</u>	<u>480</u>
EXPENDITURES				
Current:				
General Government	<u>88,000</u>	<u>88,000</u>	<u>83,000</u>	<u>5,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,750)	(1,750)	3,730	5,480
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>1,988</u>	<u>1,988</u>	<u>1,988</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	238	238	5,718	5,480
Fund Balances - Beginning of Year	<u>8,705</u>	<u>8,705</u>	<u>8,705</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 8,943</u></u>	<u><u>\$ 8,943</u></u>	<u><u>\$ 14,423</u></u>	<u><u>\$ 5,480</u></u>

**CITY OF SOUTH PASADENA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 GOLD LINE MITIGATION
 YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ 1,139	\$ 1,139	\$ 2,009	\$ 870
Fund Balances - Beginning of Year	<u>65,399</u>	<u>65,399</u>	<u>65,399</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 66,538</u>	<u>\$ 66,538</u>	<u>\$ 67,408</u>	<u>\$ 870</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MISSION MERIDIAN PUBLIC GARAGE
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Charges for Services	\$ -	\$ -	\$ 9,165	\$ 9,165
Use of Money and Property	-	-	149	149
Total Revenues	-	-	9,314	9,314
EXPENDITURES				
Current:				
General Government	15,000	15,000	1,714	13,286
NET CHANGE IN FUND BALANCE	(15,000)	(15,000)	7,600	22,600
Fund Balances - Beginning of Year	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ (15,000)</u>	<u>\$ (15,000)</u>	<u>\$ 7,600</u>	<u>\$ 22,600</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
STATE GAS TAX
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 740,633	\$ 740,633	\$ 753,408	\$ 12,775
Use of Money and Property	16,646	16,646	17,593	947
Total Revenues	<u>757,279</u>	<u>757,279</u>	<u>771,001</u>	<u>13,722</u>
EXPENDITURES				
Current:				
Public Works	<u>1,230,905</u>	<u>1,230,905</u>	<u>806,540</u>	<u>424,365</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(473,626)	(473,626)	(35,539)	438,087
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(673,626)	(673,626)	(235,539)	438,087
Fund Balances - Beginning of Year	<u>673,802</u>	<u>673,802</u>	<u>673,802</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 176</u>	<u>\$ 176</u>	<u>\$ 438,263</u>	<u>\$ 438,087</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
COUNTY PARK BOND
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 103,500	\$ 103,500	\$ 32,241	\$ (71,259)
EXPENDITURES				
Current:				
Public Works	103,500	103,500	31,666	71,834
NET CHANGE IN FUND BALANCE	-	-	575	575
Fund Balances - Beginning of Year	(23,532)	(23,532)	(23,532)	-
FUND BALANCES - END OF YEAR	<u>\$ (23,532)</u>	<u>\$ (23,532)</u>	<u>\$ (22,957)</u>	<u>\$ 575</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL GROWTH REQUIREMENTS
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Charges for Services	\$ 51,000	\$ 51,000	\$ 53,018	\$ 2,018
Use of Money and Property	10,877	10,877	22,592	11,715
Total Revenues	<u>61,877</u>	<u>61,877</u>	<u>75,610</u>	<u>13,733</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(8,757)</u>	<u>(8,757)</u>	<u>(8,757)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	53,120	53,120	66,853	13,733
Fund Balances - Beginning of Year	<u>703,252</u>	<u>703,252</u>	<u>703,252</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 756,372</u></u>	<u><u>\$ 756,372</u></u>	<u><u>\$ 770,105</u></u>	<u><u>\$ 13,733</u></u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
C.D.B.G
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 692,028	\$ 692,028	\$ 42,433	\$ (649,595)
EXPENDITURES				
Current:				
Community Services	19,104	19,104	16,368	2,736
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	672,924	672,924	26,065	(646,859)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(513,841)	(463,019)	(454,439)	8,580
NET CHANGE IN FUND BALANCE	159,083	209,905	(428,374)	(638,279)
Fund Balances - Beginning of Year	(49,038)	(49,038)	(49,038)	-
FUND BALANCES - END OF YEAR	<u>\$ 110,045</u>	<u>\$ 160,867</u>	<u>\$ (477,412)</u>	<u>\$ (638,279)</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
ASSET FORFEITURE
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 5,065	\$ 5,065
Use of Money and Property	4,177	4,177	16,774	12,597
Total Revenues	<u>4,177</u>	<u>4,177</u>	<u>21,839</u>	<u>17,662</u>
EXPENDITURES				
Current:				
Public Safety	10,000	36,000	-	36,000
Capital Outlay	50,000	24,000	-	24,000
Total Expenditures	<u>60,000</u>	<u>60,000</u>	<u>-</u>	<u>60,000</u>
NET CHANGE IN FUND BALANCE	(55,823)	(55,823)	21,839	77,662
Fund Balances - Beginning of Year	<u>526,548</u>	<u>526,548</u>	<u>526,548</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 470,725</u></u>	<u><u>\$ 470,725</u></u>	<u><u>\$ 548,387</u></u>	<u><u>\$ 77,662</u></u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MEASURE W
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 252,000	\$ 252,000	\$ -	\$ (252,000)
Use of Money and Property	5,722	5,722	6,633	911
Total Revenues	<u>257,722</u>	<u>257,722</u>	6,633	(251,089)
EXPENDITURES				
Current:				
Public Works	<u>238,404</u>	<u>242,942</u>	<u>134,014</u>	<u>108,928</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	19,318	14,780	(127,381)	(142,161)
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(102,637)</u>	<u>(102,637)</u>	<u>(102,637)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(83,319)	(87,857)	(230,018)	(142,161)
Fund Balances - Beginning of Year	<u>298,157</u>	<u>298,157</u>	<u>298,157</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 214,838</u></u>	<u><u>\$ 210,300</u></u>	<u><u>\$ 68,139</u></u>	<u><u>\$ (142,161)</u></u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
STATE POLICE GRANT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 354,000	\$ 916,965	\$ 194,663	\$ (722,302)
Use of Money and Property	9,066	9,066	27,838	18,772
Total Revenues	<u>363,066</u>	<u>926,031</u>	<u>222,501</u>	<u>(703,530)</u>
EXPENDITURES				
Current:				
Public Safety	73,011	906,975	736,172	170,803
Debt Service:				
Principal	-	-	163,959	(163,959)
Interest and Fiscal Charges	-	-	6,548	(6,548)
Total Expenditures	<u>73,011</u>	<u>906,975</u>	<u>906,679</u>	<u>296</u>
NET CHANGE IN FUND BALANCE	290,055	19,056	(684,178)	(703,234)
Fund Balances - Beginning of Year	<u>1,164,240</u>	<u>1,164,240</u>	<u>1,164,240</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 1,454,295</u></u>	<u><u>\$ 1,183,296</u></u>	<u><u>\$ 480,062</u></u>	<u><u>\$ (703,234)</u></u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
HOMELAND SECURITY GRANT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 350,049	\$ 350,049	\$ 44,369	\$ (305,680)
EXPENDITURES				
Capital Outlay	350,049	350,049	-	350,049
NET CHANGE IN FUND BALANCE	-	-	44,369	44,369
Fund Balances - Beginning of Year	(44,369)	(44,369)	(44,369)	-
FUND BALANCES - END OF YEAR	<u>\$ (44,369)</u>	<u>\$ (44,369)</u>	<u>\$ -</u>	<u>\$ 44,369</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PARK IMPACT FEES
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Licenses and Permits	\$ 200,000	\$ 200,000	\$ 186,163	\$ (13,837)
Use of Money and Property	14,757	14,757	32,842	18,085
Total Revenues	<u>214,757</u>	<u>214,757</u>	<u>219,005</u>	<u>4,248</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(1,224,078)</u>	<u>(1,259,283)</u>	<u>(1,324,078)</u>	<u>(64,795)</u>
NET CHANGE IN FUND BALANCE	(1,034,321)	(1,069,526)	(1,105,073)	(35,547)
Fund Balances - Beginning of Year	<u>1,183,338</u>	<u>1,183,338</u>	<u>1,183,338</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 149,017</u>	<u>\$ 113,812</u>	<u>\$ 78,265</u>	<u>\$ (35,547)</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MEASURE R
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 459,718	\$ 459,718	\$ 428,782	\$ (30,936)
Use of Money and Property	28,881	28,881	132,180	103,299
Total Revenues	<u>488,599</u>	<u>488,599</u>	<u>560,962</u>	<u>72,363</u>
EXPENDITURES				
Current:				
Public Works	<u>104,342</u>	<u>104,342</u>	<u>54,383</u>	<u>49,959</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	384,257	384,257	506,579	122,322
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(445,754)</u>	<u>(560,754)</u>	<u>(183,613)</u>	<u>377,141</u>
NET CHANGE IN FUND BALANCE	(61,497)	(176,497)	322,966	499,463
Fund Balances - Beginning of Year	<u>2,056,971</u>	<u>2,056,971</u>	<u>2,056,971</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 1,995,474</u></u>	<u><u>\$ 1,880,474</u></u>	<u><u>\$ 2,379,937</u></u>	<u><u>\$ 499,463</u></u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MEASURE M
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 521,014	\$ 521,014	\$ 485,795	\$ (35,219)
Use of Money and Property	35,619	35,619	161,391	125,772
Total Revenues	<u>556,633</u>	<u>556,633</u>	<u>647,186</u>	<u>90,553</u>
EXPENDITURES				
Current:				
Public Works	204,342	269,342	162,218	107,124
Capital Outlay	67,867	67,867	67,867	-
Total Expenditures	<u>272,209</u>	<u>337,209</u>	<u>230,085</u>	<u>107,124</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	284,424	219,424	417,101	197,677
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(421,026)</u>	<u>(476,026)</u>	<u>(253,251)</u>	<u>222,775</u>
NET CHANGE IN FUND BALANCE	(136,602)	(256,602)	163,850	420,452
Fund Balances - Beginning of Year	<u>2,557,867</u>	<u>2,557,867</u>	<u>2,557,867</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 2,421,265</u>	<u>\$ 2,301,265</u>	<u>\$ 2,721,717</u>	<u>\$ 420,452</u>

**CITY OF SOUTH PASADENA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 ISTE/METRO GRANT
 YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ 2,722	\$ 2,722	\$ 825	\$ (1,897)
Fund Balances - Beginning of Year	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ 2,722</u>	<u>\$ 2,722</u>	<u>\$ 825</u>	<u>\$ (1,897)</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PUBLIC EDUCATION
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Charges for Services	\$ 8,000	\$ 8,000	\$ 4,951	\$ (3,049)
Use of Money and Property	3,433	3,433	3,398	(35)
Total Revenues	<u>11,433</u>	<u>11,433</u>	<u>8,349</u>	<u>(3,084)</u>
 Fund Balances - Beginning of Year	 <u>208,608</u>	 <u>208,608</u>	 <u>208,608</u>	 <u>-</u>
 FUND BALANCES - END OF YEAR	 <u><u>\$ 220,041</u></u>	 <u><u>\$ 220,041</u></u>	 <u><u>\$ 216,957</u></u>	 <u><u>\$ (3,084)</u></u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
ROAD MAINTENANCE AND REHAB
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 690,072	\$ 690,072	\$ 735,604	\$ 45,532
Use of Money and Property	25,012	25,012	87,307	62,295
Total Revenues	<u>715,084</u>	<u>715,084</u>	<u>822,911</u>	<u>107,827</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(585,093)</u>	<u>(585,093)</u>	<u>(585,093)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	129,991	129,991	237,818	107,827
Fund Balances - Beginning of Year	<u>2,598,975</u>	<u>2,598,975</u>	<u>2,598,975</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 2,728,966</u></u>	<u><u>\$ 2,728,966</u></u>	<u><u>\$ 2,836,793</u></u>	<u><u>\$ 107,827</u></u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MSRC GRANT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 404,225	\$ 404,225	\$ 157,536	\$ (246,689)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(244,225)	(244,225)	(244,225)	-
NET CHANGE IN FUND BALANCE	160,000	160,000	(86,689)	(246,689)
Fund Balances - Beginning of Year	(306,925)	(306,925)	(306,925)	-
FUND BALANCES - END OF YEAR	<u>\$ (146,925)</u>	<u>\$ (146,925)</u>	<u>\$ (393,614)</u>	<u>\$ (246,689)</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MEASURE H
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Charges for Services	\$ 7,000	\$ 7,000	\$ 49,721	\$ 42,721
EXPENDITURES				
Current:				
Public Safety	-	-	66,253	(66,253)
NET CHANGE IN FUND BALANCE	7,000	7,000	(16,532)	(23,532)
Fund Balances - Beginning of Year	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ 7,000</u>	<u>\$ 7,000</u>	<u>\$ (16,532)</u>	<u>\$ (23,532)</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
HOUSING AUTHORITY
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ 58,868	\$ 58,867	\$ 62,822	\$ 3,955
EXPENDITURES				
Current:				
Community Development	139,000	139,000	12,146	126,854
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(80,132)	(80,133)	50,676	130,809
OTHER FINANCING SOURCES (USES)				
Transfers Out	(30,000)	(30,000)	(30,000)	-
NET CHANGE IN FUND BALANCE	(110,132)	(110,133)	20,676	130,809
Fund Balances - Beginning of Year	243,417	243,417	243,417	-
FUND BALANCES - END OF YEAR	<u>\$ 133,285</u>	<u>\$ 133,284</u>	<u>\$ 264,093</u>	<u>\$ 130,809</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PROPOSITION 68 GRANT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 193,992	\$ 193,992	\$ -	\$ (193,992)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(193,992)	(193,992)	(193,992)	-
NET CHANGE IN FUND BALANCE	-	-	(193,992)	(193,992)
Fund Balances - Beginning of Year	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (193,992)</u>	<u>\$ (193,992)</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
LACMTA MEASURE M MAT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 912,600	\$ 912,600	\$ -	\$ (912,600)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(912,600)	(912,600)	(912,600)	-
NET CHANGE IN FUND BALANCE	-	-	(912,600)	(912,600)
Fund Balances - Beginning of Year	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (912,600)</u>	<u>\$ (912,600)</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MEASURE M MSP
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 372,624	\$ 372,624	\$ -	\$ (372,624)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(372,624)	(372,624)	(372,624)	-
NET CHANGE IN FUND BALANCE	-	-	(372,624)	(372,624)
Fund Balances - Beginning of Year	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (372,624)</u>	<u>\$ (372,624)</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
HSIP GRANT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 227,452	\$ 227,452	\$ 810	\$ (226,642)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(227,452)	(227,452)	(227,452)	-
NET CHANGE IN FUND BALANCE	-	-	(226,642)	(226,642)
Fund Balances - Beginning of Year	(810)	(810)	(810)	-
FUND BALANCES - END OF YEAR	<u>\$ (810)</u>	<u>\$ (810)</u>	<u>\$ (227,452)</u>	<u>\$ (226,642)</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
HISTORIC MEASURE R MIP
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 600,000	\$ 600,000	\$ -	\$ (600,000)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(600,000)	(600,000)	(600,000)	-
NET CHANGE IN FUND BALANCE	-	-	(600,000)	(600,000)
Fund Balances - Beginning of Year	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (600,000)</u>	<u>\$ (600,000)</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SB2 PLANNING GRANT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
OTHER FINANCING SOURCES (USES)				
Transfers In	\$ 2,054	\$ 2,054	\$ 2,054	\$ -
Transfers Out	-	-	(2,054)	(2,054)
Total Other Financing Sources (Uses)	2,054	2,054	-	(2,054)
 Fund Balances - Beginning of Year	 -	 -	 -	 -
 FUND BALANCES - END OF YEAR	 \$ 2,054	 \$ 2,054	 \$ -	 \$ (2,054)

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MEASURE A GRANT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 550,000	\$ 550,000	\$ -	\$ (550,000)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(550,000)	(550,000)	(550,000)	-
NET CHANGE IN FUND BALANCE	-	-	(550,000)	(550,000)
Fund Balances - Beginning of Year	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (550,000)</u>	<u>\$ (550,000)</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SLRF
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 1,441,864	\$ 1,441,864
EXPENDITURES				
Current:				
Public Safety	1,514,753	1,514,753	1,441,864	72,889
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,514,753)	(1,514,753)	-	1,514,753
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	-	(63,593)	(63,593)
NET CHANGE IN FUND BALANCE	(1,514,753)	(1,514,753)	(63,593)	1,451,160
Fund Balances - Beginning of Year	63,593	63,593	63,593	-
FUND BALANCES - END OF YEAR	<u>\$ (1,451,160)</u>	<u>\$ (1,451,160)</u>	<u>\$ -</u>	<u>\$ 1,451,160</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FACILITIES AND EQUIPMENT REPLACEMENT CAPITAL PROJECT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ 44,395	\$ 44,395	\$ 46,041	\$ 1,646
EXPENDITURES				
Current:				
Public Safety	540,000	540,000	368,885	171,115
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(495,605)	(495,605)	(322,844)	172,761
OTHER FINANCING SOURCES (USES)				
Transfers In	144,225	144,225	144,225	-
Transfers Out	(1,364,025)	(1,364,025)	(1,364,025)	-
Total Other Financing Sources (Uses)	(1,219,800)	(1,219,800)	(1,219,800)	-
NET CHANGE IN FUND BALANCE	(1,715,405)	(1,715,405)	(1,542,644)	172,761
Fund Balances - Beginning of Year	1,956,166	1,956,166	1,956,166	-
FUND BALANCES - END OF YEAR	<u>\$ 240,761</u>	<u>\$ 240,761</u>	<u>\$ 413,522</u>	<u>\$ 172,761</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
TECHNOLOGY SURCHARGE CAPITAL PROJECT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Charges for Services	\$ 22,000	\$ 22,000	\$ 15,386	\$ (6,614)
Use of Money and Property	-	-	2,700	2,700
Total Revenues	<u>22,000</u>	<u>22,000</u>	<u>18,086</u>	<u>(3,914)</u>
 Fund Balances - Beginning of Year	 <u>77,371</u>	 <u>77,371</u>	 <u>77,371</u>	 <u>-</u>
 FUND BALANCES - END OF YEAR	 <u><u>\$ 99,371</u></u>	 <u><u>\$ 99,371</u></u>	 <u><u>\$ 95,457</u></u>	 <u><u>\$ (3,914)</u></u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
STREETS IMPROVEMENT PROGRAM CAPITAL PROJECT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES				
Use of Money and Property	\$ -	\$ -	\$ 118,652	\$ 118,652
OTHER FINANCING SOURCES (USES)				
Transfers Out	(957,897)	(957,897)	(957,897)	-
NET CHANGE IN FUND BALANCE	(957,897)	(957,897)	(839,245)	118,652
Fund Balances - Beginning of Year	1,382,290	1,382,290	1,382,290	-
FUND BALANCES - END OF YEAR	<u>\$ 424,393</u>	<u>\$ 424,393</u>	<u>\$ 543,045</u>	<u>\$ 118,652</u>

**CITY OF SOUTH PASADENA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL IMPROVEMENT PROGRAM CAPITAL PROJECT
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
EXPENDITURES				
Debt Service:				
Principal	\$ -	\$ -	\$ 19,719	\$ (19,719)
Capital Outlay	16,332,709	17,684,475	3,544,823	14,139,652
Total Expenditures	<u>16,332,709</u>	<u>17,684,475</u>	<u>3,564,542</u>	<u>14,119,933</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	16,334,763	17,686,529	15,659,269	(2,027,260)
Transfers Out	<u>(2,054)</u>	<u>(2,054)</u>	<u>(2,054)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>16,332,709</u>	<u>17,684,475</u>	<u>15,657,215</u>	<u>(2,027,260)</u>
NET CHANGE IN FUND BALANCE	-	-	12,092,673	12,092,673
Fund Balances - Beginning of Year	<u>2,700</u>	<u>2,700</u>	<u>2,700</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 2,700</u></u>	<u><u>\$ 2,700</u></u>	<u><u>\$ 12,095,373</u></u>	<u><u>\$ 12,092,673</u></u>

STATISTICAL SECTION

**CITY OF SOUTH PASADENA
STATISTICAL SECTION**

The statistical section of the City of South Pasadena’s annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information say about the City’s overall financial health.

CONTENTS	Page
Financial Trends	129
<p>These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.</p>	
Revenue Capacity	135
<p>These schedules contain information to help the reader assess one of the City’s most significant local revenue source, the property tax.</p>	
Debt Capacity	140
<p>These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and its ability to issue additional debt in the future.</p>	
Demographic and Economic Information	145
<p>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.</p>	
Operating Information	149
<p>These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the government provides and the activities it performs.</p>	

Source: Unless otherwise noted, the information in the schedules is derived from the annual financial comprehensive reports for the relevant year.

FINANCIAL TRENDS

**CITY OF SOUTH PASADENA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental Activities:										
Net Investment in Capital Assets	\$ 57,152,793	\$ 59,774,372	\$ 62,806,755	\$ 60,351,839	\$ 59,395,318	\$ 60,662,686	\$ 60,214,729	\$ 55,139,529	\$ 54,539,590	\$ 54,706,272
Restricted	4,894,822	6,328,022	6,336,084	8,115,962	9,634,946	10,700,987	13,615,668	14,896,784	19,180,500	25,494,941
Unrestricted	(12,620,721)	(15,130,068)	(24,210,258)	(22,350,734)	(26,491,377)	(21,837,814)	(20,425,310)	(15,008,471)	(15,265,669)	(9,934,360)
Total Governmental Activities Net Position	<u>\$ 49,426,894</u>	<u>\$ 50,972,326</u>	<u>\$ 44,932,581</u>	<u>\$ 46,117,067</u>	<u>\$ 42,538,887</u>	<u>\$ 49,525,859</u>	<u>\$ 53,405,087</u>	<u>\$ 55,027,842</u>	<u>\$ 58,454,421</u>	<u>\$ 70,266,853</u>
Business-Type Activities:										
Net Investment in Capital Assets	\$ 19,878,644	\$ 22,302,873	\$ 25,526,014	\$ 23,661,335	\$ 25,255,248	\$ 32,772,024	\$ 32,481,547	\$ 29,984,714	\$ 29,804,142	\$ 29,701,029
Restricted	2,880,237	2,998,161	1,154,374	1,156,612	1,158,406	1,158,268	158,464	164,055	1,132,283	713,107
Unrestricted	4,159,721	4,178,403	6,037,490	10,548,528	13,371,764	11,179,697	25,432,678	34,302,067	39,038,481	39,602,854
Total Business-Type Activities Net Position	<u>\$ 26,918,602</u>	<u>\$ 29,479,437</u>	<u>\$ 32,717,878</u>	<u>\$ 35,366,475</u>	<u>\$ 39,785,418</u>	<u>\$ 45,109,989</u>	<u>\$ 58,072,689</u>	<u>\$ 64,450,836</u>	<u>\$ 69,974,906</u>	<u>\$ 70,016,990</u>
Primary Government:										
Net Investment in Capital Assets	\$ 77,031,437	\$ 82,077,245	\$ 88,332,769	\$ 84,013,174	\$ 84,650,566	\$ 93,434,710	\$ 92,696,276	\$ 85,124,243	\$ 84,343,732	\$ 84,407,301
Restricted	7,775,059	9,326,183	7,490,458	9,272,574	10,793,352	11,859,255	13,774,132	15,060,839	20,312,783	26,208,048
Unrestricted	(8,461,000)	(10,951,665)	(18,172,768)	(11,802,206)	(13,119,613)	(10,658,117)	5,007,368	19,293,596	23,772,812	29,668,494
Total Primary Government Net Position	<u>\$ 76,345,496</u>	<u>\$ 80,451,763</u>	<u>\$ 77,650,459</u>	<u>\$ 81,483,542</u>	<u>\$ 82,324,305</u>	<u>\$ 94,635,848</u>	<u>\$ 111,477,776</u>	<u>\$ 119,478,678</u>	<u>\$ 128,429,327</u>	<u>\$ 140,283,843</u>

**CITY OF SOUTH PASADENA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
EXPENSES										
Governmental Activities:										
General Government	\$ 3,847,476	\$ 4,324,484	\$ 5,560,722	\$ 6,014,464	\$ 10,256,658	\$ 8,193,683	\$ 10,995,232	\$ 14,558,524	\$ 10,361,297	\$10,681,982
Public Safety	13,218,063	15,596,078	14,624,313	14,261,686	16,650,223	19,452,587	16,504,092	17,246,487	20,412,191	23,845,216
Community Development	953,471	1,289,447	1,037,091	1,361,590	1,891,456	1,861,097	2,672,653	3,661,544	3,120,691	3,460,064
Community Services	3,153,329	3,566,285	3,819,654	3,984,070	3,768,976	3,477,936	4,284,119	4,682,762	5,060,306	4,751,454
Public Works	5,578,850	5,529,025	5,197,516	6,045,511	5,536,975	3,661,617	4,479,655	6,302,312	7,773,271	7,780,239
Interest on Long-Term Debt	-	-	-	-	-	-	-	-	20,724	9,654
Total Governmental Activities Expenses	26,751,189	30,305,319	30,239,296	31,667,321	38,104,288	36,646,920	38,935,751	46,451,629	46,748,480	50,528,609
Business-Type Activities:										
Water Utility	5,886,309	7,028,827	7,060,363	8,116,822	8,817,002	8,206,574	9,521,857	9,517,654	10,839,957	11,941,949
Sewer Utility	962,623	1,012,338	686,672	1,280,398	1,189,754	1,353,548	1,233,642	1,285,403	1,614,268	1,797,229
Arroyo Seco Golf Course Facility	954,898	1,032,358	1,096,327	1,158,137	1,030,565	1,131,455	1,314,725	1,389,047	1,506,219	1,622,255
Total Business-Type Activities Expenses	7,803,830	9,073,523	8,843,362	10,555,357	11,037,321	10,691,577	12,070,224	12,192,104	13,960,444	15,361,433
Total Primary Government Expenses	34,555,019	39,378,842	39,082,658	42,222,678	49,141,609	47,338,497	51,005,975	58,643,733	60,708,924	65,890,042
PROGRAM REVENUES										
Governmental Activities:										
Charges for Services:										
General Government	1,126,241	1,026,398	922,603	806,758	2,138,708	1,615,244	3,993,078	6,504,618	787,164	\$1,072,734
Public Safety	1,154,628	1,166,125	1,554,948	1,584,152	1,479,307	2,077,333	1,465,821	1,727,521	1,840,055	1,889,201
Community Development	804,309	871,571	3,160	7,647	15,812	-	16,976	4,164	3,163	327,730
Community Services	853,949	926,897	841,445	761,334	480,130	324,106	813,361	740,318	739,911	696,260
Public Works	1,172,172	1,189,342	1,449,325	1,313,942	1,385,391	1,358,505	1,825,634	2,082,322	2,974,832	2,955,589
Total Charges for Services	5,111,299	5,180,333	4,771,481	4,473,833	5,499,348	5,375,188	8,114,870	11,058,943	6,345,125	6,941,514
Operating Contribution and Grants:										
General Government	164,625	312,062	48,304	755,965	414,862	1,415,551	693,911	2,121,823	711,884	\$414,362
Public Safety	116,029	175,919	173,401	136,627	197,747	176,000	220,950	200,269	4,757,000	1,680,543
Community Development	627,488	810,749	22,189	34,967	2,876	23,916	40,093	2,950	24,022	6,851,760
Community Services	20,527	84,519	25,248	965,060	1,010,094	931,932	1,212,540	1,255,268	4,082,951	1,354,168
Public Works	399,656	87,864	702,884	2,338,935	1,802,848	1,823,284	2,095,848	2,430,259	2,908,094	2,950,398
Total Operating Contributions and Grants	1,328,325	1,471,113	972,026	4,231,554	3,428,427	4,370,683	4,263,342	6,010,569	12,483,951	13,251,231
Capital Contributions and Grants:										
Community Development	-	901,436	-	-	-	-	-	-	-	-
Community Services	-	-	143,601	115,076	-	-	-	-	-	26,065
Public Works	734,935	1,516,800	1,182,367	957,234	976,308	1,429,167	923,772	1,316,896	756,584	4,689
Total Capital Contributions and Grants	734,935	2,418,236	1,325,968	1,072,310	976,308	1,429,167	923,772	1,316,896	756,584	30,754
Total Governmental Activities Program Revenue	7,174,559	9,069,682	7,069,475	9,777,697	9,904,083	11,175,038	13,301,984	18,386,408	19,585,660	20,223,499

**CITY OF SOUTH PASADENA
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
PROGRAM REVENUES (CONTINUED)										
Business-Type Activities:										
Charges for Services:										
Water Utility	\$ 8,094,350	\$ 8,804,890	\$ 9,830,246	\$ 10,152,661	\$ 11,089,616	\$ 12,022,464	\$ 12,484,238	\$ 11,516,207	\$ 12,110,939	\$ 12,562,353
Sewer Utility	1,543,925	1,583,362	1,614,351	1,472,122	1,962,443	2,108,764	2,200,532	2,226,832	2,449,367	2,268,783
Arroyo Seco Golf Course	1,129,927	1,101,970	1,166,516	1,255,815	1,074,883	1,767,133	1,390,303	1,672,607	1,908,711	2,003,218
Total Charges for Services	10,768,202	11,490,222	12,611,113	12,880,598	14,126,942	15,898,361	16,075,073	15,415,646	16,469,017	16,834,354
Operating Contribution and Grants:										
Water Utility	-	-	200,167	-	90,833	30,604	-	-	-	553,176
Total Business-Type Activities										
Program Revenue	10,768,202	11,490,222	12,811,280	12,880,598	14,217,775	15,928,965	16,075,073	15,415,646	16,469,017	17,387,530
Total Primary Government Program Revenues	17,942,761	20,559,904	19,880,755	22,658,295	24,121,858	27,104,003	29,377,057	33,802,054	36,054,677	37,611,029
NET REVENUES (EXPENSES)										
Governmental Activities	(19,576,630)	(21,235,637)	(23,169,821)	(21,889,624)	(28,200,205)	(25,471,882)	(25,633,767)	(28,065,221)	(27,162,820)	(30,305,110)
Business-Type Activities	2,964,372	2,416,699	3,967,918	2,325,241	3,180,454	5,237,388	4,004,849	3,223,542	2,508,573	2,026,097
Total Primary Government Net Revenues (Expenses)	<u>\$ (16,612,258)</u>	<u>\$ (18,818,938)</u>	<u>\$ (19,201,903)</u>	<u>\$ (19,564,383)</u>	<u>\$ (25,019,751)</u>	<u>\$ (20,234,494)</u>	<u>\$ (21,628,918)</u>	<u>\$ (24,841,679)</u>	<u>\$ (24,654,247)</u>	<u>\$ (28,279,013)</u>
GENERAL REVENUE AND OTHER CHANGES IN NET POSITION										
Governmental Activities:										
Taxes:										
Property Taxes	\$ 12,632,984	\$ 13,236,932	\$ 14,135,844	\$ 15,368,198	\$ 15,491,557	\$ 16,772,602	\$ 17,906,070	\$ 18,728,374	\$ 19,761,396	\$20,886,401
Sales Taxes	3,786,423	3,627,051	3,965,016	2,563,117	2,864,474	5,132,645	6,096,613	6,523,428	6,040,395	6,263,911
Franchise Taxes	875,304	818,724	784,736	1,002,408	794,838	995,705	1,027,468	1,131,598	1,178,861	1,273,889
Business License Taxes	397,762	412,594	389,726	399,653	375,399	392,174	386,891	451,309	591,426	587,461
Other Taxes	3,940,883	4,057,552	3,775,843	3,228,320	3,445,454	3,738,531	3,875,268	4,431,072	4,048,651	4,537,855
Motor Vehicle in Lieu - Unrestricted	10,561	11,660	13,682	392,595	396,008	415,385	420,842	459,032	481,644	486,146
Use of Money and Property	739,761	553,165	650,749	1,308,952	1,356,990	4,859,029	(466,695)	745,160	2,722,337	3,448,370
Other	745,315	38,877	130,310	11,815	197,666	152,783	266,538	72,011	124,214	248,366
Transfers	13,919	24,514	-	80,000	(321,132)	-	-	580,037	80,944	4,385,143
Total Governmental Activities	23,142,912	22,781,069	23,845,906	24,355,058	24,601,254	32,458,854	29,512,995	33,122,021	35,029,868	42,117,542
Business-Type Activities:										
Use of Money and Property	137,524	(2,802)	92,551	392,230	265,004	62,447	(360,030)	133,523	1,793,749	2,392,609
Other	230,156	171,452	216,693	94,367	652,353	24,736	9,317,881	21,945	13,690	8,521
Transfers	(13,919)	(24,514)	-	(80,000)	321,132	-	-	(580,037)	(80,944)	(4,385,143)
Total Business-Type Activities	353,761	144,136	309,244	406,597	1,238,489	87,183	8,957,851	(424,569)	1,726,495	(1,984,013)
Total Primary Government	23,496,673	22,925,205	24,155,150	24,761,655	25,839,743	32,546,037	38,470,846	32,697,452	36,756,363	40,133,529
CHANGE IN NET POSITION										
Governmental Activities	3,566,282	1,545,432	676,085	2,465,434	(3,598,951)	6,986,972	3,879,228	5,056,800	7,867,048	11,812,432
Business-Type Activities	3,318,133	2,560,835	4,277,162	2,731,838	4,418,943	5,324,571	12,962,700	2,798,973	4,235,068	42,084
Total Primary Government	<u>\$ 6,884,415</u>	<u>\$ 4,106,267</u>	<u>\$ 4,953,247</u>	<u>\$ 5,197,272</u>	<u>\$ 819,992</u>	<u>\$ 12,311,543</u>	<u>\$ 16,841,928</u>	<u>\$ 7,855,773</u>	<u>\$ 12,102,116</u>	<u>\$ 11,854,516</u>

**CITY OF SOUTH PASADENA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund:										
Nonspendable	\$ 1,035,224	\$ 1,044,519	\$ 904,445	\$ 455,083	\$ 305,396	\$ 1,332,864	\$ 9,299	\$ 37,940	\$ 68,800	\$ 9,786
Restricted	-	-	-	-	-	-	1,141,509	-	-	-
Committed	5,635,000	5,899,130	5,803,778	5,945,656	5,547,682	5,526,943	4,526,943	4,464,943	7,188,351	7,988,351
Assigned	-	-	-	-	-	72,940	62,998	122,548	182,098	267,123
Unrestricted	12,724,205	9,681,531	11,182,760	12,017,146	12,700,662	17,422,872	18,931,422	19,050,705	17,719,683	18,980,691
Total General Fund	<u>19,394,429</u>	<u>16,625,180</u>	<u>17,890,983</u>	<u>18,417,885</u>	<u>18,553,740</u>	<u>24,355,619</u>	<u>24,672,171</u>	<u>23,676,136</u>	<u>25,158,932</u>	<u>27,245,951</u>
All Other Governmental Funds:										
Nonspendable	-	-	-	4,106	-	-	-	-	-	2,905
Restricted	4,894,822	6,328,022	6,336,084	8,115,962	9,634,946	10,700,987	12,474,159	14,896,784	19,075,636	25,482,892
Committed	696,953	2,482,803	796,721	3,635,244	4,423,938	5,009,495	4,852,340	4,746,162	4,343,394	14,072,439
Assigned	-	-	-	-	-	-	-	-	-	-
Unrestricted	(771,286)	(791,741)	(874,184)	(1,178,791)	(1,817,114)	(1,376,171)	(2,315,881)	(2,134,783)	(556,772)	(4,919,457)
Total All Other Governmental Funds	<u>4,820,489</u>	<u>8,019,084</u>	<u>6,258,621</u>	<u>10,576,521</u>	<u>12,241,770</u>	<u>14,334,311</u>	<u>15,010,618</u>	<u>17,508,163</u>	<u>22,862,258</u>	<u>34,638,779</u>
Total Governmental Funds	<u>\$ 24,214,918</u>	<u>\$ 24,644,264</u>	<u>\$ 24,149,604</u>	<u>\$ 28,994,406</u>	<u>\$ 30,795,510</u>	<u>\$ 38,689,930</u>	<u>\$ 39,682,789</u>	<u>\$ 41,184,299</u>	<u>\$ 48,021,190</u>	<u>\$ 61,884,730</u>

**CITY OF SOUTH PASADENA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
REVENUES										
Taxes	\$ 21,235,594	\$ 21,740,257	\$ 22,827,899	\$ 24,330,245	\$ 24,739,711	\$ 28,928,014	\$ 31,616,881	\$ 33,572,235	\$ 30,048,979	\$ 31,639,973
Assessments	876,972	892,361	890,227	893,205	890,461	892,903	898,450	896,896	894,657	894,466
Licenses and Permits	1,069,023	1,093,865	1,001,349	968,082	929,327	845,430	852,731	910,804	1,294,917	1,541,127
Intergovernmental	1,104,398	3,193,603	1,374,597	2,222,496	1,557,375	3,174,531	1,919,847	3,832,777	11,413,042	7,804,821
Charges for Services	3,439,167	3,529,076	3,711,816	3,567,809	3,289,275	3,509,581	4,289,345	4,714,494	4,432,721	4,908,274
Use of Money and Property	739,761	553,165	650,749	1,308,948	1,356,990	4,859,030	(466,697)	745,161	2,732,953	3,477,652
Fines and Forfeitures	444,556	397,738	388,061	339,636	264,601	143,449	52,291	65,860	89,092	79,703
Contributions	9,691	4,310	16,135	-	-	-	-	-	-	-
Miscellaneous	1,028,401	576,915	54,548	422,334	552,386	554,360	537,268	522,557	3,223,767	7,583,253
Total Revenues	<u>29,947,563</u>	<u>31,981,290</u>	<u>30,915,381</u>	<u>34,052,755</u>	<u>33,580,126</u>	<u>42,907,298</u>	<u>39,700,116</u>	<u>45,260,784</u>	<u>54,130,128</u>	<u>57,929,269</u>
EXPENDITURES										
Current:										
General Government	3,930,354	4,208,084	4,643,875	5,195,028	5,148,946	5,992,210	7,144,212	10,556,152	8,987,900	9,479,322
Public Safety	12,099,774	13,454,529	13,223,377	13,253,827	14,737,277	17,277,121	19,217,158	20,049,922	17,586,085	20,769,822
Community Development	1,003,041	1,157,431	1,037,091	1,127,178	1,891,456	1,861,097	2,672,653	3,661,544	2,968,948	3,400,882
Community Services	3,175,023	3,394,984	3,570,903	3,523,793	3,282,820	2,996,421	3,806,952	4,202,714	4,460,543	4,270,012
Public Works	3,638,844	3,602,684	3,294,839	3,657,890	3,457,068	3,577,000	4,416,045	4,699,648	6,158,303	5,983,633
Capital Outlay	3,507,229	5,687,034	5,639,956	2,260,280	2,800,323	2,081,779	1,450,237	1,259,981	2,640,006	
Debt Service:										320,456
Principal Retirement	58,450	-	-	-	-	-	-	-	389,781	9,654
Interest and Fiscal Charges	2,858	-	-	-	-	-	-	-	20,724	4,217,091
Total Expenditures	<u>27,415,573</u>	<u>31,504,746</u>	<u>31,410,041</u>	<u>29,017,996</u>	<u>31,317,890</u>	<u>33,785,628</u>	<u>38,707,257</u>	<u>44,429,961</u>	<u>43,212,290</u>	<u>48,450,872</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,531,990	476,544	(494,660)	5,034,759	2,262,236	9,121,670	992,859	830,823	10,917,838	9,478,397
OTHER FINANCING SOURCES (USES)										
Transfers In	648,622	5,424,382	-	1,671,000	1,990,597	1,294,627	130,700	383,079	4,702,256	16,652,234
Transfers Out	(681,100)	(5,481,580)	-	(1,860,956)	(2,451,729)	(2,521,877)	(130,700)	(1,292,327)	(4,621,312)	(12,267,091)
Subscription/Lease Acquisition	-	-	-	-	-	-	-	1,579,935	130,210	-
Total Other Financing Sources (Uses)	<u>(32,478)</u>	<u>(57,198)</u>	<u>-</u>	<u>(189,956)</u>	<u>(461,132)</u>	<u>(1,227,250)</u>	<u>-</u>	<u>670,687</u>	<u>211,154</u>	<u>4,385,143</u>
NET CHANGES IN FUND BALANCES	<u>\$ 2,499,512</u>	<u>\$ 419,346</u>	<u>\$ (494,660)</u>	<u>\$ 4,844,803</u>	<u>\$ 1,801,104</u>	<u>\$ 7,894,420</u>	<u>\$ 992,859</u>	<u>\$ 1,501,510</u>	<u>\$ 11,128,992</u>	<u>\$ 13,863,540</u>
Debt Service as a Percentage of Noncapital Expenditures	0.3%	0.3%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

REVENUE CAPACITY

**CITY OF SOUTH PASADENA
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

Fiscal Year Ended June 30,	Residential Property	Commercial Property	Other Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value as a
2016	\$ 3,692,063	\$ 269,163	\$ 121,018	\$ (9,974)	\$ 4,072,270	0.264 %	N/A	N/A
2017	3,879,157	277,223	130,593	(9,974)	4,276,999	0.264	N/A	N/A
2018	4,127,779	302,031	131,435	(9,974)	4,551,271	0.264	N/A	N/A
2019	4,421,323	318,282	117,481	(9,974)	4,847,112	0.264	N/A	N/A
2020	4,654,181	338,070	134,525	(9,977)	5,116,799	0.263	N/A	N/A
2021	4,901,129	369,099	137,804	(9,977)	5,398,055	0.264	N/A	N/A
2022	5,093,432	375,173	146,324	(9,953)	5,604,976	0.264	N/A	N/A
2023	5,474,970	419,682	157,171	(14,160)	6,037,663	0.264	N/A	N/A
2024	5,789,367	483,157	109,560	(11,618)	6,370,466	0.264	N/A	N/A
2025	6,193,092	440,110	179,020	(11,618)	6,800,604	0.264	N/A	N/A

Notes:

^a Estimated actual taxable is not available.

In 1978 the voters of the State of California passed Proposition 13 which limited 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 of 2%). With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or at the purchase price (market value) or economic value of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

Source: County of Los Angeles Auditor-Controller and HDL Coren and Cone

**CITY OF SOUTH PASADENA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(RATE PER \$1,000 OF ASSESSED VALUE)**

Fiscal Year Ended June 30,	City Direct Rates		Overlapping Rates				
	General Basic Tax Levy	Total Direct Rate	Los Angeles County ⁽¹⁾	Educational Revenue Augmentation Fund	Los Angeles County Fire FfW	Los Angeles County Flood Control	Community College
2016	0.2400	0.2400	0.2857	0.2551	0.0060	0.0096	0.0320
2017	0.2400	0.2400	0.2856	0.2551	0.0060	0.0096	0.0320
2018	0.2400	0.2637	0.2857	0.2551	0.0060	0.0096	0.0320
2019	0.2400	0.2634	0.2857	0.2551	0.0060	0.0096	0.0320
2020	0.2400	0.2638	0.2857	0.2551	0.0060	0.0096	0.0320
2021	0.2400	0.2640	0.2857	0.2551	0.0060	0.0096	0.0320
2022	0.2400	0.2640	0.2857	0.2551	0.0060	0.0096	0.0320
2023	0.2400	0.2642	0.2857	0.2551	0.0060	0.0096	0.0320
2024	0.2400	0.2614	0.2857	0.2551	0.0060	0.0096	0.0320
2025	0.2400	0.2640	0.2857	0.2551	0.0060	0.0096	0.0320

Fiscal Year Ended June 30,	Overlapping Rates						
	School District	Upper San Gabriel Valley Municipal Water District	Voter Approved				Total
South Pasadena Unified School District			Upper San Gabriel Valley Municipal Water District	Detention Facilities	Pasadena Community College District		
2016	0.1712	0.0005	0.0981	0.00350	-	0.0087	1.1104
2017	0.1712	0.0005	0.0993	0.00358	-	0.0089	1.1118
2018	0.1712	0.0005	0.1514	0.00350	-	0.0082	1.1632
2019	0.1712	0.0005	0.1438	0.00350	-	0.0077	1.1551
2020	0.1712	0.0005	0.1453	0.00350	-	0.0072	1.1561
2021	0.1712	0.0005	0.1712	0.00048	-	0.0320	1.2038
2022	0.1712	0.0005	0.1428	0.00350	-	0.0090	1.1554
2023	0.1712	0.0005	0.1397	0.00350	-	0.0087	1.1520
2024	0.1712	0.0005	0.1282	0.00350	-	0.0251	1.1568
2025	0.1712	0.0005	0.1278	0.00700	-	0.0243	1.1592

Source: County of Los Angeles Auditor-Controller and HDL Coren and Cone

(1) - The following were included in Los Angeles County; Childrens Institutional Tuition Fund, County Sanitation District No. 16, County School Services, Development Center, and LA County General

**CITY OF SOUTH PASADENA
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2024-2025			2015-2016		
	Taxable Assessed Value (1)	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value (1)	Rank	Percentage of Total City Taxable Assessed Value
625 Fair Oaks Investors LLC	\$ 40,482,377	1	0.59 %			
Columbia California Mission St Prop LLC	26,668,198	2	0.39			
WF Property Holdings LP	18,088,210	3	0.27			
WWNC 1653 Amberwood Dr LLC	15,506,667	4	0.23			
NC 1653 Amberwood Dr LLC	15,243,421	5	0.22			
DC El Centro Holdings	14,764,212	6	0.22			
Jerry B and Roberta L Furrey Trust	14,086,471	7	0.21			
LDW Pico Properties LLC	13,499,930	8	0.20			
Casa De General LLC	13,337,218	9	0.20			
99 Pasadena Avenue LLC	13,184,849	10	0.19			
625 Fair Oaks Investors LLC				\$ 20,000,000	1	0.49 %
Casa De General LLC				11,313,804	2	0.28
99 Pasadena Avenue LLC				11,189,891	3	0.27
820 Mission Development LLC				10,671,008	4	0.26
Golden Oaks Investment LP				9,812,701	5	0.24
NNC Apartment Ventures LLC				9,670,478	6	0.24
Cal Empire LP				9,418,038	7	0.23
Richard Wagner Trust				8,716,353	8	0.21
CCCC Growth Fund LLC				8,659,587	9	0.21
H P III Limited				8,203,397	10	0.20
Total	\$ 184,861,553		2.71 %	\$ 107,655,257		2.64 %

Source: (1) County of Los Angeles Assessor and HDL Coren and Cone

**CITY OF SOUTH PASADENA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Collected Within the Fiscal Year of the Levy</u>		<u>Collections in Subsequent Years</u>	<u>Total Collections to Date</u>	
		<u>Amount</u>	<u>Percentage of Levy</u>		<u>Amount</u>	<u>Percentage</u>
2016	\$ 9,607,577	\$ 9,281,790	96.6 %	\$ (19,676)	\$ 9,262,114	96.4 %
2017	10,163,709	9,757,452	96.0	(14,953)	9,742,499	95.9
2018	10,718,463	10,421,475	97.2	(18,677)	10,402,798	97.1
2019	11,427,260	10,832,812	94.8	(56,597)	10,776,215	94.3
2020	12,054,638	11,959,079	99.2	(35,338)	11,923,741	98.9
2021	12,740,204	12,430,784	97.6	(23,528)	12,407,256	97.4
2022	13,224,352	13,118,545	99.2	2,129	13,120,674	99.2
2023	14,229,754	13,983,720	98.3	52,221	14,035,941	98.6
2024	15,030,331	14,633,084	97.4	(54,189)	14,578,895	97.0
2025	16,071,369	15,523,082	96.6	(10,375)	15,512,707	96.5

Source: Los Angeles County Tax Collector and City of South Pasadena, Finance Division
HDL Property Tax Revenue

DEBT CAPACITY

**CITY OF SOUTH PASADENA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities		Total Primary Government	Percentage of Personal Income	Per Capita ^a
	Tax Allocation Bonds	Capital Leases	Other Liabilities	Water Revenue Bonds	State Loan			
2016	\$ 1,335,000	\$ -	\$ -	\$ 46,753,226	\$ 4,147,892	\$ 52,236,118	4.21 %	1,956
2017	1,220,000	-	-	48,533,332	6,373,623	56,126,955	4.58	2,112
2018	1,095,000	-	-	46,957,581	7,415,790	55,468,371	4.34	2,130
2019	965,000	-	-	45,526,831	9,866,459	56,358,290	4.02	2,147
2020	825,000	-	-	43,435,821	15,138,699	59,399,520	4.00	2,333
2021	680,000	-	-	42,560,331	14,740,387	57,980,718	3.72	2,259
2022	525,000	-	-	41,014,581	14,416,233	55,955,814	3.38	2,105
2023	360,000	-	1,146,621	39,413,831	19,539,843	60,460,295	3.33	2,301
2024	185,000	-	725,602	37,758,081	18,945,102	57,613,785	3.02	2,193
2025	-	-	405,146	36,037,830	18,339,212	54,782,188	2.72	2,084

Notes:

Details regarding the City's outstanding debt can be found in the notes to the financial statements.

^a See Demographic and Economic Statistics schedule for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

**CITY OF SOUTH PASADENA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2025**

	<u>Debt Outstanding</u>	<u>% Applicable (1)</u>	<u>City's Share of Debt 6/30/2024</u>
Direct Debt:			
Lease Liabilities	\$ 190,141	100.0000%	\$ 190,141
Subscription Liabilities	215,005	100.0000%	<u>215,005</u>
Total Direct Debt			405,146
Overlapping Tax and Assessment Debt:			
Metropolitan Water District	17,155,000	0.167%	28,649
Pasadena Area Community College District	149,370,000	5.743%	8,578,319
South Pasadena Unified School District	107,067,612	100.000%	<u>107,067,612</u>
Total Overlapping Tax and Assessment Debt			115,674,580
Overlapping General Fund Debt:			
Los Angeles County General Fund Obligations	3,036,637,390	0.324%	9,838,705
Los Angeles County Superintendent of Schools Certificates of Participation	2,331,775	0.324%	7,555
Pasadena Area Community College District Certificates of Participation	28,490,000	5.743%	<u>1,636,181</u>
Total Overlapping General Fund Debt			11,482,441
Overlapping Tax Increment Debt (Successor Agency)	-	100%	<u>-</u>
Total Direct Debt			405,146
Total Overlapping Debt			<u>127,157,021</u>
Combined Total Debt			<u><u>\$ 127,562,167</u></u>

Notes:

(1) Percentage of overlapping agency's assessed valuation located within boundaries of the City.

Debt to Assessed Valuation Ratios:

Direct Debt	0.006%
Overlapping Debt	1.867%
Total Debt	1.873%

Source: (1) California Municipal Statistics
City Finance Department

**CITY OF SOUTH PASADENA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(IN THOUSANDS OF DOLLARS)**

Fiscal Year Ended June 30,	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Limit	Total Net Debt Applicable to the Limit as a Percentage of Debt Limit
2016	\$ 544,458	\$ -	\$ 544,458	-
2017	641,550	-	641,550	-
2018	682,691	-	682,691	-
2019	727,067	-	727,067	-
2020	767,520	-	767,520	-
2021	809,708	-	809,708	-
2022	840,746	-	840,746	-
2023	905,650	-	905,650	-
2024	955,570	-	955,570	-
2025	1,020,091	-	1,020,091	-

Legal Debt Margin Calculation for Fiscal Year 2025:

Assessed Value	\$ 6,800,604
Debt Limit (15% of Assessed Value)	1,020,091
Debt Applicable to Limit:	
General Obligation Bonds	-
Less: Amount Set Aside for Repayment of General Obligation Debt	-
Total Net Debt Applicable to Limit	-
Total Legal Debt Margin	<u>\$ 1,020,091</u>

**CITY OF SOUTH PASADENA
 PLEDGED REVENUE COVERAGE
 LAST TEN FISCAL YEARS
 (IN THOUSANDS OF DOLLARS)**

Fiscal Year Ended June 30,	Water Revenue Bonds						Coverage
	Utility Service Charge	Less: Operating Expenses	Net Available Revenue	Debt Service			
				Principal	Interest		
2016	\$ 8,094	\$ 4,562	\$ 3,532	\$ 1,095	\$ 2,211	2.45	
2017	8,805	6,218	2,587	340	1,142	5.94	
2018	9,830	4,595	5,235	1,340	1,575	3.37	
2019	10,153	4,595	5,558	1,195	1,431	3.87	
2020	11,090	4,595	6,495	1,265	1,461	4.07	
2021	12,022	4,595	7,427	1,430	1,506	4.09	
2022	12,484	4,595	7,889	1,473	1,546	4.14	
2023	11,516	4,595	6,921	1,616	1,601	3.58	
2024	12,111	4,595	7,516	1,761	1,656	3.54	
2025	12,562	4,595	7,967	1,832	685	4.99	

Notes:

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

The Water Revenue Bonds were issued in 2013 and 2016.

DEMOGRAPHIC AND ECONOMIC INFORMATION

**CITY OF SOUTH PASADENA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**

<u>Calendar Year</u>	<u>Population</u>	<u>Personal Income (In Thousands)</u>	<u>Per Capita Personal Information</u>	<u>Unemployment Rate</u>
2015	26,028	\$ 1,208,853	\$ 46,444	4.7 %
2016	25,992	1,199,887	46,163	3.7
2017	26,047	1,276,801	49,019	3.2
2018	26,245	1,402,630	53,443	3.9
2019	25,458	1,483,267	58,263	3.7
2020	25,668	1,556,952	60,657	9.9
2021	26,580	1,655,050	62,266	6.7
2022	26,273	1,814,515	69,053	4.2
2023	26,270	1,910,383	72,721	4.8
2024	26,287	2,013,904	76,612	5.4

Source: HDL Coren and Cone

**CITY OF SOUTH PASADENA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	2024-2025			2015-2016		
	Number of Employees	Rank	Percent of Total Employment	Number of Employees	Rank	Percent of Total Employment
South Pasadena Care Center, LLC	198	1	4.15 %			
Bristol Farms	119	2	2.50			
Trader Joe's #18	119	3	2.50			
The Vons Companies - Pavilions #2228	105	4	2.20			
Trader Joe's #4	100	5	2.10			
Ralph's Grocery Co. #21	91	6	1.91			
City of Hope South Pasadena	66	7	1.38			
Gus's BBQ	65	8	1.36			
VCA TLC Pasadena Veterinary Specialty and Emergency	63	9	1.32			
Elementary Robotics, Inc.	58	10	1.22			
Ralph's Grocery Co. #21	-		-	91	1	2.41 %
The Vons Companies - Pavilions #2228	-		-	88	2	2.33
Trader Joe's #18	-		-	82	3	2.17
Bristol Farms	-		-	81	4	2.14
WNC Insurance Services, Inc.	-		-	74	5	1.96
TLC Veterinary Centers, Inc.	-		-	71	6	1.88
Stargate Films Inc.	-		-	65	7	1.72
Collin, Collins, Muir & Steward, LLP	-		-	65	8	1.72
Orchard Supply Company, LLC	-		-	63	9	1.67
The Vons Companies Inc. #3075	-		-	62	10	1.64
Total City Employment (3)	984		20.64 %	742		19.64 %

Source: South Pasadena Finance Department/Business License

**CITY OF SOUTH PASADENA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Government:										
Legislative	5	5	5	5	5	5	5	5	5	5
City Manager	12	11	12	12	11	15	11	14	14	16
Finance	9	9	9	5	6	7	7	8	9	8
Public Safety	80	80	77	75	80	82	76	78	83	81
Community Development	6	6	7	7	8	9	11	13	18	13
Public Works	21	20	21	22	23	22	29	28	17	30
Community Services	20	20	26	28	26	41	27	46	45	49
Water Utility	10	10	10	10	11	11	6	10	15	11
Total	<u>163</u>	<u>161</u>	<u>167</u>	<u>164</u>	<u>170</u>	<u>192</u>	<u>172</u>	<u>202</u>	<u>206</u>	<u>213</u>

Source: South Pasadena Finance Department/Adopted budget book

OPERATING INFORMATION

**CITY OF SOUTH PASADENA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2024
General Government:										
Number of Building Permits Issued	433	424	876	1,510	1,396	379	1,621	1,800	1,514	1,605
Number of Building Inspections Conducted	1,860	2,041	3,240	3,775	2,287	1,846	2,930	3,948	4,591	4,004
Refuse Collection:										
Refuse Collected (Tons per Day)	74	77	83	80	86	79	81	81	81	80
Recyclables Collected (Tons per Day)	29	32	30	32	31	31	30	26	24	23
Other Public Works:										
Street Resurfacing (Miles)	2	0	5	1	1	2	0	0	0	1
Potholes Repaired *	1,400	259	300	356	217	560	1,300	2,331	1,026	1,000
Water:										
New Connections	8	5	2	6	288	362	334	274	245	296
Water Main Breaks	6	5	4	7	5	8	8	7	5	16
Average Daily Consumption (Million Gallons)	3	3	3	3	3	3	3	3	3	3
Peak Daily Consumption (Million Gallons)	4	4	4	5	4	4	N/A	N/A	4	4
Fire Department:										
Number of Emergency Calls Responded to	1,880	1,483	2,584	2,276	2,445	2,180	2,572	2,585	2,660	2,694
Number of Fire Inspections	520	540	1,163	1,800	1,163	1,440	1,606	1,267	1,250	1,280
Police Department:										
Arrest Statistics	699	830	829	779	706	439	347	318	438	523
Traffic Citations	2,288	4,313	4,038	3,815	2,970	131	2,482	1,625	1,935	2,191
Parking Citations	10,811	9,136	7,803	7,071	4,517	4,906	4,450	3,633	3,926	3,583
Community Services:										
Facility Rentals	95	142	80	363	411	163	233	218	201	185
Recreation Classes	416	465	277	631	593	703	506	459	592	778

Notes*:

Based on average sized potholes and cold patch purchased

Source: Various City Departments

**CITY OF SOUTH PASADENA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Other Public Works:										
Street (Miles)	55	55	55	55	69	69	69	69	69	69
Traffic Signals	31	31	31	33	33	33	33	33	33	33
Park and Recreation:										
Parks	6	6	6	6	6	6	6	6	6	6
Acreage	89	89	89	89	89	89	89	89	89	89
Playgrounds	4	4	4	4	4	4	4	4	4	4
Baseball/Softball Diamonds	6	6	6	6	6	6	6	6	6	6
Soccer/Football Fields	4	4	4	4	4	4	4	4	4	4
Community Centers	5	5	5	5	5	5	5	5	5	5
Water:										
Water Mains (Miles)	68	68	68	68	70	70	70	83	83	83
Fire Hydrants	165	165	165	308	452	452	452	452	453	454
Storage Capacity (Million Gallons)	13	13	13	13	14	14	14	14	14	14
Sewage System:										
Sanitary Sewers (Miles)	55	55	55	55	58	58	58	58	58	58
Storm Sewers (Miles)	2	2	2	2	2	2	2	2	2	2

Notes:

No capital asset indicators available for the general government.

Source: Various City Departments