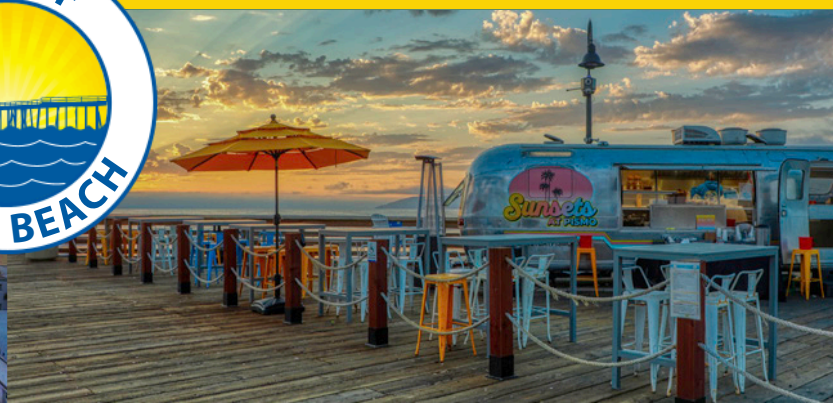
City of Pismo Beach, California





Annual Comprehensive Financial Report

For Fiscal Year Ended June 30, 2024



CITY OF PISMO BEACH, CALIFORNIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Prepared by:

Administrative Services Department

Introductory Section

This page intentionally left blank

City of Pismo Beach, California
Annual Comprehensive Financial Report
For the year ended June 30, 2024
Table of Contents

Page

INTRODUCTORY SECTION

Table of Contents i
Letter of Transmittal v
List of Principal Officials xvi
Organizational Chart xvii
Government Finance Officers Association Certificate of Achievement xviii

FINANCIAL SECTION

Independent Auditor's Report 1

Management's Discussion and Analysis 5

Basic Financial Statements:

Government-wide Financial Statements:
Statement of Net Position 23
Statement of Activities 24

Fund Financial Statements:

Governmental Fund Financial Statements:
Balance Sheet – Governmental Funds 30
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position 32
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds 34
Reconciliation of the Governmental Funds Statement of Revenue, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities 36

Proprietary Fund Financial Statements:
Statement of Net Position – Proprietary Funds 38
Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds 40
Statement of Cash Flows – Proprietary Funds 42

Fiduciary Fund Financial Statements:
Statement of Fiduciary Net Position – Fiduciary Funds 46
Statement of Changes in Fiduciary Net Position – Fiduciary Funds 47

Notes to Basic Financial Statements 51

Required Supplemental Information:

Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual:
General Fund 91
Housing In-Lieu Special Revenue Fund 92
Lodging Business Improvement Fund 93

City of Pismo Beach, California
Annual Comprehensive Financial Report
For the year ended June 30, 2024
Table of Contents

Page

FINANCIAL SECTION, Continued

Required Supplemental Information (Continued):

Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios as of the Measurement Date - CalPERS Pension Plan Last Ten Years 94
Schedule of Plan Contributions - CalPERS Pension Plan 96
Schedule of Changes in the Net OPEB Liability and Related Ratios 98
Schedule of Contributions – OPEB 100
Notes to Required Supplementary Information 102

Supplementary Information:

Combining and Individual Fund Statements and Schedules:

Combining Balance Sheet – Nonmajor Governmental Funds 106
Combining Statements of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds 110

Statements of Revenue, Expenditures, and Changes in Fund Balance – Budget and Actual:

Major Capital Projects Funds:
Capital Projects Fund 114

Nonmajor Special Revenue Funds:
State Gas Tax Fund 115
Local Transportation Streets Fund 116
Public Education Grant Fund 117
Noncapital Grants Fund 118
Chapman House Estate Fund 119
Public Facilities Fund 120
Park Development Fund 121
Circulation Improvement Fund 122
Impact Fees Fund 123
Developer Impact Fees Fund 124
Underground Utility Fund 125
City of Pismo Beach Public Financing Agency Fund 126
Indio/El Portal Assessment District Fund 127
Visalia Assessment District Fund 128
Reassessment District Fund 129

Internal Service Funds:
Combining Statement of Fund Net Position 131
Combining Statement of Revenues, Expenses, and Changes in Net Position 132
Combining Statement of Cash Flows 133

City of Pismo Beach, California
Annual Comprehensive Financial Report
For the year ended June 30, 2024
Table of Contents

Page

STATISTICAL SECTION

Financial Trends:
- Net Position by Component 138
- Changes in Net Position 140
- Fund Balances of Governmental Funds 144
- Changes in Fund Balance of Governmental Funds 146

Revenue Capacity:
- Assessed Value and Estimated Actual Value of Taxable Property 148
- Direct and Overlapping Property Tax Rates 149
- Principal Property Taxpayers 150
- Property Tax Levies and Collections 152
- Sales Tax Revenue Base Data 153
- Principal Sales Tax Generators by Industry - Revenue Base Concentration Data 154
- Principal Sales Tax Payers - Top 25 156
- Transient Occupancy Tax Revenue Base Data 158
- Transient Occupancy Tax - Principal Payers and Other Data 159
- Principal Transient Occupancy Tax Payers - Top Ten 160
- Water and Sewer Rates for Single Family Residents 161
- Principal Water and Wastewater Payers 162
- Principal Water Sales Purchasers 163

Debt Capacity:
- Ratios of Outstanding Debt by Type 164
- Ratios of General Bonded Debt Outstanding 166
- Direct and Overlapping Governmental Activities Debt 167
- Legal Debt Margin Information 168
- Pledged Revenue Coverage 169

Demographic and Economic Information:
- Demographic and Economic Statistics 171
- Principal Employers 172
- Full-time Equivalent City Government Employees by Function/Program 174

Operating Information:
- Operating Indicators by Function/Program 175
- Capital Assets Statistics by Function/Program 176

This page intentionally left blank

Administrative Services Department
760 Mattie Road, Pismo Beach, CA 93449
(805) 773-4655 | PismoBeach.org

December 20, 2024

To the Honorable Mayor,
Members of the City Council, and
Residents of the City of Pismo Beach

REPORT PURPOSE AND ORGANIZATION

It is our pleasure to present to you the Annual Comprehensive Financial Report (ACFR) of the City of Pismo Beach, California for the fiscal year ending on June 30, 2024. The City follows a policy of preparing a complete set of financial statements in conformity with U.S. generally accepted accounting principles (GAAP) after the end of each fiscal year. This report is published to fulfill that policy for the fiscal year ending on June 30, 2024 and marks the twenty-second year the City has prepared an ACFR.

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

Audited Financial Statements

The City's financial statements have been audited by Badawi and Associates, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ending on June 30, 2024 are free of material misstatements. The independent auditor concluded, based upon the audit, that there was reasonable basis for rendering an unmodified independent auditor's report that the City of Pismo Beach's financial statements for the fiscal year ending on June 30, 2024 are fairly presented in conformity with GAAP. The independent auditor's report is located at the front of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The MD&A complements this letter of transmittal and should be read in conjunction with it. The City's MD&A immediately follows the independent auditor's report.

Report Organization

This report is organized in three sections: introductory, financial, and statistical.

1. The *Introductory* section includes this transmittal memorandum and general information on the City's government structure and the services provided. It includes a list of principal officials, an organizational chart, and the Government Finance Officers Association's (GFOA) Certificate of Achievement for Excellence in Financial Reporting.

2. The *Financial* section contains the independent auditor's report on the financial statement audit, the Management Discussion & Analysis (MD&A), basic financial statements, Required Supplementary Information; and combining and individual fund presentations and supplementary information.

3. The *Statistical* section includes selected financial and demographic information.

PROFILE OF THE CITY OF PISMO BEACH

The City of Pismo Beach was incorporated in 1946. The City is located on the Central Coast of California about 200 miles north of Los Angeles. The City is visited annually by a substantial number of tourists seeking to enjoy the area's moderate climate, ocean views and sunsets, fine restaurants, and the relaxing atmosphere unique to coastal communities. The City's downtown core area and hotel areas are anchored by the City-owned Pier extending into the Pacific Ocean. The City is home to about 7,846 individuals, and most of the City is residential with a continuing trend of new homes being built with spectacular ocean views.

Form of Government

The City operates under a council-manager form of government. Policy making and legislative authority are vested in the City Council consisting of the elected Mayor and four other elected Council members. The Council is responsible, among other matters, for passing ordinances, adopting the City budget, appointing committees, and hiring the City Manager. The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the daily operations of the City, and for appointing other employees and otherwise managing daily operations of the City. The Mayor is elected for two-year terms, and the Council is elected for four-year staggered terms, with two members elected every two years.

City Services

The City provides a full range of municipal services including fire and police protection, construction and maintenance of City streets, storm drains, bridges, and similar infrastructure-type assets, park maintenance, community recreation activities, and public facilities. In terms of business-type activities, the City provides water, wastewater, parking, pier, and transit services through the operation of its enterprises.

Budget Process and Budgetary Control

The City's biennial budget serves as the foundation for the City of Pismo Beach's financial planning and control system. All departments of the City submit requests for appropriations to the City Manager. The City Manager uses these requests as a starting point for developing a proposed budget. The City Manager presents a proposed budget to the City Council every two years. The Council holds public meetings on the proposed budget and then ultimately adopts a formal budget. The budget is adopted by fund, department, and object. The Council periodically reviews the City's actual financial activity in relationship to the original budget, and as necessary, amends the original budget to reflect changing conditions during the fiscal year.

ECONOMIC CONDITION

Long-Term Financial Planning

The City incorporates long-term financial planning into its budget process in several ways:

- First, the City has established a set of financial policies that were reviewed and affirmed by the City Council and Department Head Team on April 25, 2023 during the development of the budget. These policies establish goals for the allocation of public resources in the manner best suited to the efficient provision of services to citizens and visitors present within the City. Some of these policies call for maintaining adequate cash reserves and providing ongoing maintenance of infrastructure and buildings, which are vital to sound fiscal management.

- Second, the Council undertakes a strategic planning process to establish goals and priorities for the organization that takes into account a long-term vision of the City and incorporates public input. The Council reviews and may modify its long-term vision statement for the City every two years. Additionally, the Council seeks public input in developing the City's goals to meet this vision. This public input process, branded Pismo Voice, includes a tri-fold flyer in all utility bills that directly asks for ideas about priorities, with prepaid postage for return mail to the City. In addition, the City received feedback about priorities from social media and other online notifications such as Facebook, Next Door, Notify Me; online survey/Pismo Voice platform, and feedback through the City's website. The resulting City goals are long-term goals that typically cannot be accomplished in one or two years. As such, City staff develop work plans to implement various stages of those goals and those items are incorporated into the budget.

- Third, the City maintains a five-year operating projection for the General Fund and the Water and Wastewater Enterprise Funds. The General Fund projection is updated quarterly and shared with Council periodically. In FY 2023 and the beginning of FY 2024, the City prepared a five-year financial plan for the Water and Wastewater Enterprise Funds as part of the water and wastewater rate development process. These projections allow management to see what the future could look like given a set of assumptions and are evaluated in the context of whether decisions are sustainable over the long term.

- Fourth, the City maintains a 10-year long-range capital planning process that helps drive annual capital funding decisions as well as periodic bond issues for larger investments. The Capital Improvement Plan is approved biennially along with the two-year Adopted Budget.

- Finally, all Governmental Accounting Standards Board (GASB) pronouncements are monitored and implemented into the City's financial statements.

The general fund's budget to actual comparison, a major governmental type fund under the reporting standards, is presented as required supplementary information in a separate section of this report immediately following the notes to the financial statements. For the City's other governmental-type funds, a budget to actual comparison schedule is presented as optional information in the section of this report containing combining financial statements and individual fund schedules.

Economic Condition and Outlook

U.S. Economy

The U.S. economic outlook for FY 2025 reflects a cautiously optimistic trajectory, as indicated by key economic metrics.

Reviewing the period encompassing the remainder of 2024 and the calendar years 2025 and 2026, the Federal Open Market Committee (FOMC) unveiled its September 18, 2024 economic projections. These projections, barring unforeseen economic disruptions, anticipate a real Gross Domestic Product (GDP) growth rate of 2.0% in 2024, followed by 2.0% in 2025 and 2.0% in 2026. The FOMC considers a GDP growth range of 2.0% to 3.0% per year to be optimal. GDP represents the total value of goods and services produced within a nation's borders during one year. The GDP growth rate measures the economy's expansion relative to the previous year.

Additionally, the Committee foresees minimal fluctuations in the national unemployment rate, currently at 4.4% in 2024, and projecting no change at 4.4% in 2025, followed by a slight downtick to 4.3% in 2026. The standard range for the unemployment rate is influenced by workforce composition and labor supply and demand, with the FOMC estimating the normal unemployment rate to fall between 3.6% and 4.5%. Lastly, the FOMC projects that personal consumption expenditures (PCE) inflation will stand at 2.3% in 2024, decline to 2.1% in 2025, and further reduce to 2.0% in 2026. PCE inflation serves as the principal gauge of inflation for the FOMC, encompassing the costs incurred by individuals for goods and services, including healthcare expenses. The FOMC steers monetary policy by monitoring inflation rates, aiming to maintain long-term inflation at a rate of 2.0%.

Based on the September 18, 2024 FOMC economic outlook, the Committee anticipates decreases in the federal funds rate, currently 4.58% in 2024, potentially followed by a reduction to 3.3% in 2025 and a further decrease to 3.0% in 2026.

In summary, the U.S. economic outlook for FY 2025 suggests steady growth, stable unemployment, and a gradual return to the FOMC's inflation target of 2.0%. The anticipated reductions in the federal funds rate indicate a shift toward a more accommodative monetary policy, aiming to support economic expansion.

State of California Economy

Based on economic projections from the California Department of Finance in April 2024, the California consumer price index for urban consumers (CPI-U) is set to rise by 2.9% in FY 2025 compared to FY 2024, followed by a 2.5% growth in FY 2026 compared to FY 2025. These figures indicate a continued deceleration from the 3.5% growth observed in FY 2024, suggesting a trend toward more stable inflation rates. California's fiscal outlook for FY 2026 is approximately balanced, with a minor $2 billion deficit, largely due to higher-than-expected income tax revenues offsetting increased spending. However, operating deficits of $20–$30 billion annually are projected for subsequent years, driven by spending growth outpacing revenue increases. Employment is projected to grow modestly, with a 0.5% increase in FY 2025 and a 0.6% increase in FY 2026, correlating with a projected unemployment rate of 5.2% and 5.0% for FY 2025 and FY 2026, respectively, slightly above the anticipated national average. Personal income is also on an upward trajectory, with an expected 4.6% growth in 2025 compared to 2024, followed by a 4.8% increase in 2026 compared to 2025, building upon the projected 4.1% uptick in 2024 compared to 2023 personal income. These figures reflect sustained economic expansion and increased earnings for residents.

California Tourism Dynamics:

The City of Pismo Beach relies significantly on tourism, constituting a substantial portion of its revenue. The City's General Fund, its largest discretionary fund, draws 42% of its revenues from Transient Occupancy Tax (TOT), an 11% tax on short-term lodging rentals. Additionally, a portion of the City's sales and use tax revenues is derived from visitor spending on shopping, dining, fuel purchases, and general consumer goods within Pismo Beach.

The broader California travel and tourism sector continues to exhibit robust growth. According to Visit California's October 2024 forecast, total visitors to California are expected to increase by approximately 2% in 2024 compared to 2023, with a further 3.0% rise in 2025 compared to 2024. Estimated total expenditures by these visitors in California are projected to increase by 3% in 2024 and 6% in 2025. This growth is driven by a modest 1% increase in domestic visits and robust international spending, particularly from markets such as India and Canada.

California's economy is poised for moderate growth in FY 2025, characterized by stabilizing inflation, modest employment gains, and increasing personal incomes. The tourism sector continues to be a significant contributor, with projections indicating sustained growth in visitor spending and numbers. For Pismo Beach, maintaining its appeal to tourists will be crucial in capitalizing on these positive trends.

City of Pismo Beach Economy

The City of Pismo Beach is intricately linked to the broader economic dynamics of both the United States and the State of California. However, it stands out as a city with a heightened reliance on tourism compared to the average municipality. The City's primary influx of visitors hails from the San Joaquin Valley, seeking respite from the valley's hot summer temperatures. This annual visitor base provides a stable foundation for the City's tourism sector.

Notably, the impact of the COVID-19 global pandemic brought about a unique situation. Reduced international and air travel prompted a swift rebound for Pismo Beach, as new visitors sought a safe haven for travel, drawn by the city's abundance of outdoor activities, including its sandy beach, year-round temperate climate, the allure of the Pismo Preserve, and the upgraded Pier Plaza. In fact, Pismo Beach has consistently led the way in San Luis Obispo County's tourism and hospitality sector.

While FY 2023 and FY 2024 experienced above-average rainfall, which dampened visitor activity, FY 2025 is projected to see more stable conditions. Staff expects slower growth in visitor activity, impacting both Transient Occupancy Tax (TOT) and sales tax revenues. Looking ahead to FY 2025 and FY 2026, the City foresees continued growth, albeit at a notably more level pace—approximately a 1.0% decline in FY 2025 and less than 1% growth in FY 2026. This projection aligns with the overall economic landscape, which is still expanding, albeit at a more restrained rate.

City's Response to Economic Issues

In response to these economic challenges, the City's Adopted Budget demonstrates financial prudence through several strategic measures. It incorporates conservative revenue projections, maintains fully funded reserves, establishes a Budget Stabilization Reserve to fortify against revenue declines during economic downturns, and continues to make one-time prepayments to reduce the CalPERS unfunded pension liability. Additionally, the budget allocates resources for essential infrastructure enhancements and community investments, reinforcing the City's strong fiscal foundation. These measures underscore the City's commitment to financial stability and preparedness for potential economic uncertainties.

Furthermore, the City's Lodging Business Improvement District (LBID) plays a pivotal role in supporting the local lodging industry. By collecting 1% of gross lodging revenues, the LBID fuels initiatives to expand tourism markets, ensuring optimal utilization of these funds while delivering a distinctive experience for visitors. An additional 1% levy on gross lodging revenues is allocated to enhance visitor-serving amenities, including projects such as the Addie Street restroom improvement initiative, street and plaza sweeper, beautification, new attractive Christmas décor, Butterfly Grove trail signage, design of a future Butterfly Grove parking area and crosswalk, and future endeavors. These strategies exemplify the City's commitment to sustainable growth and bolstering its tourism sector.

Policy Issues and City's Response

City Council's Fiscal Policies and Policy Decisions – Enable Strong Financial Status, Employee Relations, Community Partnerships

The Council's fiscal policies and policy decisions have allowed the City's financial status to continue the healthy financial position forecasted during the last two-year budget cycle. In addition to the City's strong financial status, our employee culture is positive and collaborative, and employee relations are excellent. The City also appreciates

its beneficial working relationships with the private sector and our community partners. Staff continues to work closely and hold meetings with the Pismo Beach Chamber of Commerce and the South County Chamber of Commerce to address outstanding issues such as parking, homeless issues, and other current topics.

Relevant Financial Policies

The City of Pismo Beach has adopted a comprehensive set of financial policies to provide guidance for all fiscal activities and resource allocation decisions as defined in the Adopted Budget and Purchasing Policy & Procedures Manual. In addition, the City Council approved or adopted several other fiscal policies including:

- City's Purchasing Policy & Procedures Manual in March 2024 to update purchasing amount limits
- City's Investment Policy, adopted most recently in January 2024
- Debt Management Policy, adopted in March 2017
- Ordinance to amend the City's Municipal Code to add details on committed fund balances, including the General Fund Reserve, the General Fund City Facility Reserve, and the Risk Management Reserve policies in April 2015
- Capital Assets Policies and Procedures, effective on July 1, 2014 as part of the City's Purchasing Policy

The following policies are particularly relevant to the City's financial performance in FY 2024.

General Fund Reserve: Establish and maintain a General Fund reserve of 25% of budgeted expenditures in the General Fund. The City maintained a General Fund reserve of 25% of budgeted operating expenditures and did not use any of these reserves.

Risk Management Reserve: Establish and maintain a Risk Management Reserve to be used for unanticipated risk management costs, funded with $50 thousand per year, up to $250,000. The City maintained a reserve of $250 thousand in FY 2024 and did not use any of these reserves.

Cost Recovery: Establish the level of cost recovery desired from various fees for services. The City Council approved an updated cost allocation model and implemented a phase-in approach of the cost allocation starting in FY 2024 and increasing the recovery each fiscal year.

Establish New Fees: Review fees annually, establish actual costs and adjust and establish new fees as needed. The City Council approved updated Development Impact Fees effective April 20, 2019 as part of a comprehensive update to the fees established in 2004. All other City Fees are updated by an inflation factor or updated based on federal and state requirements. During FY 2024, various service fees were updated or established to help offset the City's costs. The City is currently in the process of updating City user fees and development impact fees, anticipating adoption of updated fees in FY 2025.

Infrastructure: Contribute from the General Fund annually for the improvement of infrastructure. The City contributed to various infrastructure improvements in FY 2024, including: community-wide security cameras; City Hall exterior repairs; Ocean Boulevard Improvements; the 2022 Paving project; Chumash and Palisades Parks improvements; Chapman Estate improvements; James Way Beautification project; and the design and initial construction of the Public Safety Facility.

Public Safety: Provide funding to maintain adequate levels of safety for citizens and visitors of Pismo Beach. The City supported: the Police Department Parking Division Annex construction; design and construction of the Public Safety Facility for the Police Department; the Police Department's new Computer Aided Dispatch/Records Management System (CAD/RMS) project; replacement of Police body cameras; and new License Plate Reader (LPR) technology; continued support of the Police Department's personnel, equipment, and vehicles for Police officers and support staff; and the expansion of the community camera program to other City facilities. The City also invests in fire prevention efforts to protect the community through its contract with CalFIRE with investments in the Public Safety Facility for the Fire Department, Fire vehicles and equipment, prescribed burns, weed abatement, inspections of buildings, and protecting the public at the beach with the City's lifeguards.

Water and Wastewater Funds: Maintain adequate reserve funds for the construction and replacement of major capital facilities of the Water and Wastewater Funds by setting rates at levels sufficient to provide the necessary funding. In FY 2023, Water and Wastewater fees were updated to reflect the final year of rate changes from the prior approved 5-year rate change for Water and Wastewater Fees. On October 17, 2023, after a comprehensive analysis, public outreach, multiple workshops, and a public hearing, the Council adopted a new 5-year rate schedule for Water and Wastewater Fees effective January 1, 2024 and every January 1st thereafter through January 1, 2028.

Operational Efficiencies: Provide City services in the most cost-effective manner, including utilizing consultants and temporary help for special projects or peak workload periods. The City has hired consultants to work on the General Plan Local Coastal Plan update, the Central Coast Blue project, and the Public Safety Facility project, all special projects, to allow City staff to continue to respond promptly to service requests from the public and focus on managing the various City projects.

Employee Development: Attract and retain competent employees for the City workforce by compensating employees fairly, providing adequate training opportunities, ensuring safe working conditions, and maintaining a professional work environment. The City staff produced two training academies in-house to get its employees up to speed on how the City government works, including the Management Academy and Line-Level Academy. Staff also annually trains its employees on cybersecurity and invests in external training for professional development at conferences, trainings, webinars, trade, financial, fraud, public safety, etc.

Economic Development: Achieve organized, sustainable community development for the citizens of Pismo Beach by providing a diverse economic base while preserving our scenic beauty, small town charm, and historical assets. The City contributed various funds in FY 2024 for the Ocean Boulevard Improvements project that has visitor amenities; James Way Beautification project for quality of life for residents; and continues to invest in maintenance of the City's infrastructure including purchasing an enterprise street and sidewalk sweeper to ensure the cleanliness and beautification of the City's Downtown and beach areas.

Projects Accomplished in FY 2024

Pismo Beach is an active and vibrant community, with a municipal government that is proactive and prepared to respond to changing community needs. Even with a small staff, the City has accomplished many projects in FY 2024. The following list highlights some of the most significant accomplishments in FY 2024.

Infrastructure Maintenance and Beautification

- ✓ Completion of the North Shell Beach Road Storm Drain Repair
- ✓ Completion of the Ocean Boulevard Improvements Project
- ✓ Completion of the Chapman Estate ADA Restroom Remodel and Addition Project
- ✓ Completion of the City Hall Exterior Improvements Project
- ✓ Construction of the Police and Parking Annex
- ✓ Construction of the James Way Beautification Project
- ✓ Construction of playground improvements at Palisades Park and Chumash Park
- ✓ Recoating of the Toucan Terrace sewer trestle
- ✓ Window replacement at the Pismo Beach Veterans Hall
- ✓ Completion of Palisades and Chumash Park playgrounds
- ✓ Designed and installed new park signs throughout the City, including the Dinosaur Caves Park kiosk
- ✓ Completion of the Spyglass sidewalk improvements
- ✓ Replaced the beach swings at Main Street and Wadsworth
- ✓ Public Art projects completed for James Way's painted benches and utility boxes throughout the City

Housing, Health, and Safety

- ✓ Continued Community Camera Program expansion

- ✓ Community Service Technician Program funded in FY 2024 to add a new full-time Community Service Technician
- ✓ New License Plate Readers (LPRs) were purchased and are being installed in designated areas throughout the City to assist with investigations and criminal activity involving vehicles.
- ✓ Purchased and Implemented Computer Aided Dispatch (CAD) and Report Management Software (RMS)
- ✓ Completed splitting off Grover Beach Police Department (GBPD) dispatching to the County and GBPD's Records Management Software (RMS) to their own server
- ✓ Relocated Police and Dispatch during the construction of new public safety center
- ✓ Migrated Police to the City's Microsoft Teams phone system
- ✓ Completed move of dispatch center from 1000 Bello to City Hall Suite A1
- ✓ Completed move of Police operations from 1000 Bello to 320/330 Main Street
- ✓ Completed move of Fire operations to Bello Veteran's Hall
- ✓ Upgraded in-car and body camera video to use cloud storage, allowing for secure sharing of video with other agencies and the district attorney's office
- ✓ Identified high-risk areas within the City requiring fuel reduction to reduce impact from a damaging wildfire
- ✓ Implemented Vegetation Management Projects at Bluffs/Cave, Chumash Park, Ontario, Pismo Preserve, Squire/Shell Beach tie-in, Lighthouse, Gragg Canyon
- ✓ Updated training and improved management of Junior Lifeguard and Lifeguard Programs
- ✓ Implemented the City's Short-Term Rental (STR) and Vacation Rental (VR) ordinances and staff is in process of licensing and inspecting all STR's and VR's
- ✓ Developed online portal for building and planning permit submittals
- ✓ Completed annual Community Development Block Grant funding processes
- ✓ Held several meetings with Coastal Commission staff to develop plan for moving General Plan/Local Coastal Program Land Use Plan forward for adoption while extracting the Safety Element
- ✓ Held several meetings with Coastal Commission staff to develop plan for moving the Zoning Code/Coastal Implementation Plan forward for adoption while extracting Construction completed and occupancy issued for a 50-unit affordable housing project on 4th Street (People's Self-Help Housing)
- ✓ Maintained the City's excellent rating with Insurance Services Officers (ISO) through the Building Code Effectiveness Grading Schedule Program

Preservation of essential services and fiscal health

- ✓ Fully funded the General Fund Reserve at 25% of General Fund budgeted operating expenditures
- ✓ Maintained the Risk Management Reserve for a total balance of $250 thousand to fund unanticipated general liability and workers' compensation costs
- ✓ Maintained the $500 thousand General Fund City Facility Reserve
- ✓ Maintained a $2.0 million Budget Stabilization set-aside of General Fund dollars
- ✓ Contributed $1.0 million towards the City's CalPERS unfunded liability

Economic Development

- ✓ Continued the process of updating the General Plan/Local Coastal Plan and Zoning Code that will provide the roadmap for future development for the City
- ✓ Conducted outreach to all property owners on Shell Beach Road where properties are either vacant or buildings are vacant to assist with redevelopment opportunities
- ✓ Provided high quality recreation programs throughout the community that are fun, educational, accessible, and safe for people of all ages and abilities
- ✓ Conference and Visitors Bureau along with the Special Event Committee administered permits for 75 Special Events in the City of Pismo Beach including the WSL SLO CAL Open at Pismo Beach which saw over 207k unique views online and had 93 press mentions and the Pismo Classic Car Show that had almost 1,000 classic car entries.

Community Awareness and Communication

- ✓ Continue to provide a high quality of life for residents and visitors such as Pumpkins in the Park, Easter Eggstravaganza, Pacific Breeze Concert Series, Stride with the Tide, Movies in the Park, Holiday Harmony, Father-Daughter Dance, and special neighborhood events
- ✓ Recreation continues to provide numerous classes for all interests including fitness and youth camps such as art, volleyball, surf, ocean adventure, ocean explorer, baseball, tennis, pickleball, and ceramics.
- ✓ Managed and successfully executed City events including the 4th of July, Clam Festival, and Band Review
- ✓ Continued success of the Public Works My Maintenance program where the City is broken into 6 maintenance zones. A member of the City's maintenance crew drives each neighborhood once a month to take care of miscellaneous items, such as pulling weeds in the right-of-way, removing graffiti, and fixing broken signs. Larger tasks that cannot be completed on your routine maintenance day will be added to the work log for future completion.
- ✓ The Conference and Visitors Bureau in partnership with TJA Productions launched the Pismo Beach Stewardship Program at the 2022 Clam Festival, where over 2,000 kids learned how to be good stewards of our natural coastal and woodland environments with arts and project-based experiences. Over 5,000 Pismo Beach Stewardship workbooks have been shared with local and visiting children, and also incorporated into the curriculum at local schools. This program has also hosted several outreach programs featuring educators and influencers to help raise awareness of preservation and conservation of the Pismo Beach Community.

FY 2025 Major Initiatives

The FY 2024 & FY 2025 City Goals build upon the success of the FY 2022 & FY 2023 City goals from the last two-year budget. Similar to the last two-year budget, the Council continues to focus on providing resources toward enhancing quality of life for residents; ensuring the safety of the community; providing a sustainable water supply; addressing traffic, circulation, and parking, and supporting regional efforts for housing and homelessness. The majority of these goals are continued from the last two-year budget, with the addition of the term "beautification" to the Community Character and Quality of Life for Residents goal, and a new goal for FY 2024 and FY 2025: Housing and Homelessness. This new goal supports regional efforts to address housing needs and homelessness.

- The Community Character, Beautification and Quality of Life for Residents City Goal includes investing in neighborhoods, including road, sidewalk, beautification, and park improvements and providing exceptional services to the public. This goal also includes completing updates to the Local Coastal Plan/General Plan/Zoning code. New to this goal is the addition of beautification improvements.

- The Maintain a Focus on Public Safety City Goal is another continued and important goal. This includes building the new Public Safety Facility and enhancing Police presence in the downtown area, as well as prioritizing recruitment and retention of Police personnel and supporting technology investments that enhance public safety.

- The Council continues to prioritize Water Supply, Conservation, and Central Coast Blue. This long-term goal and the Council's commitment to achieving a more sustainable water supply, including conservation and focusing on implementing Central Coast Blue, continues to be a top priority. This year, the Central Coast Blue project is now 100% supported by the City of Pismo Beach. The project is being redesigned for a smaller scale project to fit the community needs, while being conscious of rising costs.

- Another continued goal is Traffic, Circulation, and Parking, which includes improving traffic flow and parking assets to meet the needs of current and future residents and visitors.

- Finally, the new City goal that was added in FY 2024 is Housing and Homelessness, which supports regional efforts to address housing needs and homelessness.

These goals reflect our dedication to the well-being and prosperity of our community, building upon past successes and embracing new challenges for the benefit of all residents.

The FY 2024 and FY 2025 Adopted Budgets allocate resources to specific projects aligned with these five City Goals. These projects are designed with a keen understanding of our community's needs, built upon strong partnerships, financially supported by the City's stable position, and ultimately aimed at ENHANCING THE QUALITY OF LIFE for our residents. As we move forward, the future looks promising for Pismo Beach, its residents, and visitors, thanks to our strategic investments that will have lasting positive impacts.

AWARD AND ACKNOWLEDGMENTS

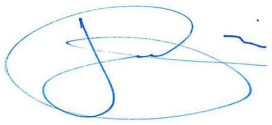
Award for Excellence in Financial Reporting

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Pismo Beach for its annual comprehensive financial report (ACFR) for the fiscal year ending on June 30, 2023. In order to receive this award, the City published an easily readable and efficiently organized ACFR. This report satisfies both U.S. generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a one-year period only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Administrative Services Department. We would like to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Credit must also be given to the Mayor and the Members of the City Council, and the Executive Management Team for their continued support for maintaining the highest standards of professionalism in the management of the City of Pismo Beach's financial affairs.

Respectfully submitted,



Jorge E. Garcia
City Manager



Nadia Feeser
Administrative Services Director

City Council

Mayor	Edward Waage
Mayor Pro Tempore	Mary Ann Reiss
Council Member	Marcia Guthrie
Council Member	Stacy Inman
Council Member	Scott Newton

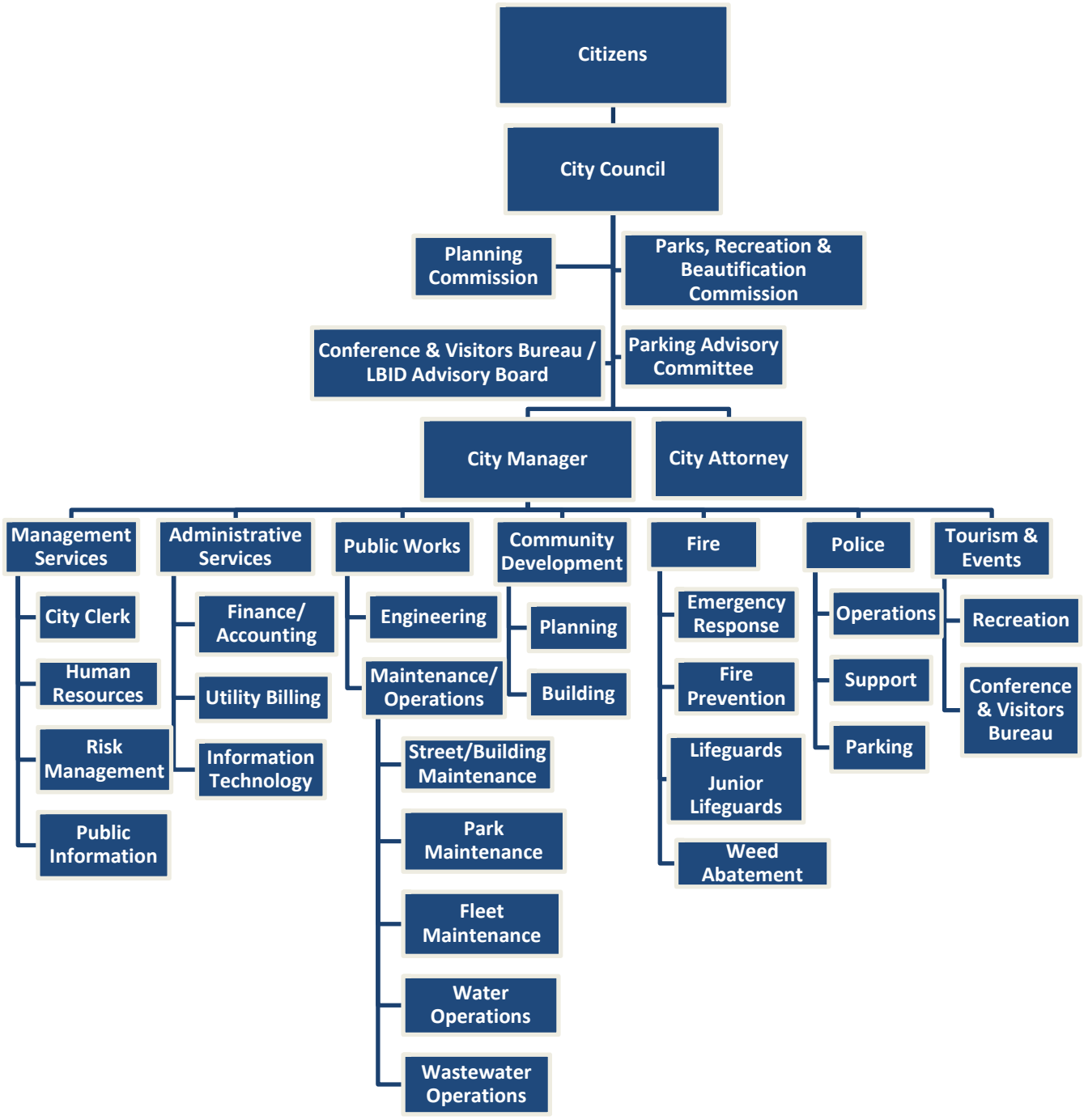
Executive Management Team

City Manager	Jorge E. Garcia
Assistant City Manager	Mike James
Administrative Services Director	Nadia Feeser
Community Development Director	Scot Graham
Fire Battalion Chief	Paul Lee
Police Chief	Jeff Smith
Tourism & Events Director	Gordon Jackson

Year End Audit / Financial Statement Team

Administrative Services Director	Nadia Feeser
Finance Manager	Vanessa Garris
Senior Management Analyst	Marc Arroyo
Accountant	Carson Caulk
Accountant	Heather Johnson
Accounting Technician	Emily France
Accounting Technician	Julia Goodman
Accounting Clerk	Brenda Alvarado
Accounting Clerk	Jessica Benzon
Office Assistant	Patty Geiselhart

City of Pismo Beach
Organizational Chart



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Pismo Beach
California

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morrill

Executive Director/CEO

Financial Section

This page intentionally left blank

BADAWI & ASSOCIATES
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Council
of the City of Pismo Beach
Pismo Beach, 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 Pismo Beach (City), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise City's basic financial statements as listed in the table of contents.

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules for the General Fund and major special revenue funds, and the required pension and OPEB schedules on pages 5-18 and 91–102 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund statements and the budgetary comparison schedules for the Capital Projects Fund and nonmajor governmental funds are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the information included in the annual comprehensive financial report but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2024 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial

reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.

Badawi & Associates

Badawi & Associates, CPAs
Berkeley, California
December 20, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the City of Pismo Beach's Annual Comprehensive Financial Report presents a narrative overview and analysis of the City's financial activities during the fiscal year that ended on June 30, 2024. Please read it in conjunction with the City's transmittal letter (in the Introductory Section) and the audited financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

The following outlines financial highlights for the year:

- The City's total net position increased by about $8.43 million over the course of this year's operations after conducting all City operations and programs. The assets of the City exceeded its liabilities and deferred inflows/outflows of resources by about $205.45 million at the end of the 2024 fiscal year. Of that amount, $55.51 million (the unrestricted net position) may be used to meet the City's ongoing obligations and operating expenses for the next fiscal year.

- Overall City-wide revenues from all governmental and business-type activities increased by about $1.04 million compared to the 2023 fiscal year. The increase in revenues was largely in: other revenues of $3.21 million and capital grants and contributions of $2.05 million greater than fiscal year 2023, offset by operating grants and contributions of $2.42 million and charges for services of $1.57 million less than the prior fiscal year.

- Transient Occupancy Tax Revenues decreased by $0.40 million, or 2.6%, in the 2024 fiscal year to $15.08 million. The decrease was due to a decrease in tourist and visitors to the City due to a significant amount of rainy weather and adverse weather conditions, and lower room rates with level occupancy compared to the previous fiscal year.

- The City's total expense of all programs in the 2024 fiscal year increased by about $0.95 million, or 3.51% compared to the 2023 fiscal year. This increase is largely attributable to increased spending of $4.33 million across the general government, public safety, community services, and public works, which is offset by a $4.05 million decrease in streets compared to the previous fiscal year to reflect the ramping down of a large street paving project underway by the City.

- The General Fund reported a fund balance of $36.54 million at the end of the 2024 fiscal year; a 0.9 percent increase from the end of the 2023 fiscal year. This is a combination of a slight increase in revenues and covering a slightly decreased expenditures, contributing $0.33 million from the fund balance. The General Fund total fund balance at the end of fiscal year 2023 was $36.20 million.

- The City also ended the 2024 fiscal year with $25.11 million reported in the proprietary enterprise funds (the amount of the net position available for use both restricted and unrestricted but excluding the net investment in capital assets).

- The City's other governmental funds ended the 2024 fiscal year with about $5.26 million available for special purposes.

OVERVIEW OF THE FINANCIAL STATEMENTS

The basic financial statements are comprised of three components: Government-wide Financial Statements, Fund Financial Statements, and Notes to the Financial Statements. This report also contains required supplementary information and a section containing combining statements and schedules for non-major governmental funds and proprietary funds.

Government-wide Financial Statements provide both long-term and short-term information about the City's overall financial status.

Fund Financial Statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.

- The *governmental funds* statements tell how *general government* services like public safety, general government, community services, public works, and streets were financed in the *short-term* as well as what remains for future spending.
- *Proprietary fund* statements offer *short* and *long-term* financial information about the activities the government operates *like businesses*, such as the City's water, wastewater, parking, pier and transit systems.

Notes to the Financial Statements explain some of the information in the financial statements and provide more detailed data.

Figure A-1 summarizes the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Figure A-1
Major Features of City of Pismo Beach's Government-Wide and Fund Financial Statements

		Fund Statements	
	Government-Wide Statements	Governmental Funds	Proprietary Funds
Scope	Entire City government	The activities of the City that are not proprietary or fiduciary, such as police, fire, streets, general government, and community services	Activities the City operates similar to private businesses: the water, wastewater, parking, pier and transit systems
Required financial statements	Statement of net position Statement of activities	Balance sheet Statement of revenues, expenditures, and changes in fund balance	Statement of net position Statement of revenues expenses, and changes in net position Statement of cash flows
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies.

The two government-wide statements report the City's net position and how it has changed.

The **Statement of Net Position** presents information on all the City's assets and liabilities. The Net Position – the difference between the City's assets, deferred outflows, liabilities, and deferred inflows – is one way to measure the City's financial health, or position. Over time, increases or decreases in the City's net position are an indicator of whether its financial health is improving or deteriorating, respectively.

The **Statement of Activities** includes all of the current year's revenues and expenses regardless of when cash is received or paid. This shows how the government's net position changed during the most recent fiscal year.

Both government-wide financial statements of the City are reported in two categories:

- *Governmental activities* – All of the City's basic services are included here, such as general government, police, fire, streets, public works, and community services. property taxes, sales taxes, transient occupancy taxes, special and other taxes, user charges and fees and state, local and federal grants help to finance these activities.

- *Business-Type activities* - The City charges fees to customers to help cover the costs of certain services. The City's water, wastewater, parking, pier and transit enterprises are reported here.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the City's most significant funds – not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law such as the State Gas Tax Fund and Transportation Development Act / Local Transportation and Transit Funds.

- The City Council establishes other funds to control and manage money for particular purposes such as the Capital Project Fund.

- Some funds are maintained to demonstrate that the City is properly using certain specific fees for their intended purpose such as the Impact Fee Funds.

- Other funds are maintained for similar purposes but in addition demonstrate the City's ability to repay its long-term debt obligations such as the revenue bonds.

The City has two kinds of funds:

- *Governmental funds* – The City's basic services are included in governmental funds, which focus on (1) how cash and other financial *assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term view* that helps you in determining whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information on the subsequent page that explains the relationship (or differences) between them.

- *Proprietary funds* - The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions reported as business-type activities in the government-wide financial statements; the City's water, wastewater, parking, pier and transit operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet of vehicles and its information technology systems. Because these services predominately benefit governmental rather than business-type functions, they have been included within the governmental activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide statements, only in more detail. The proprietary fund statements provide separate information for the City's water, wastewater, and pier operations, all of which are considered to be major funds of the City. The vehicle internal service fund and information technology internal service fund are presented in a separate column alongside the totals for the City's proprietary enterprise funds.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Net Position. The City's *combined* net position increased about $8.43 million between fiscal years 2023 and 2024.

Table A-1

City of Pismo Beach's Net Position

(in millions of dollars)	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	2024	2023	2024	2023	2024	2023	2023-2024
Current and other assets	$54.86	$55.06	$29.44	$32.22	$84.30	$87.28	-3.41%
Capital assets	103.44	96.31	48.19	48.54	151.63	144.86	4.68%
Other noncurrent assets	6.61	3.78	0.16	0.06	6.77	3.84	76.33%
Total assets	**$164.92**	**$155.15**	**$77.79**	**$80.83**	**$242.70**	**$235.98**	**2.85%**
Deferred Outflows	8.74	8.58	1.39	1.55	10.13	10.13	-0.04%
Long-term debt outstanding	29.71	28.95	5.92	9.63	35.63	38.58	-7.65%
Other liabilities	7.15	7.10	2.64	1.10	9.78	8.21	19.21%
Total liabilities	**$36.86**	**$36.06**	**8.56**	**10.73**	**$45.41**	**$46.79**	**-2.94%**
Deferred Inflows	1.64	1.94	0.35	0.36	1.98	2.30	-13.78%
Net position							
Investment in capital assets	93.36	86.03	45.18	41.74	138.54	127.78	8.42%
Restricted	10.21	8.81	1.19	1.26	11.40	10.08	13.10%
Unrestricted	31.59	30.89	23.92	28.28	55.51	59.17	-6.18%
Total net position	**135.16**	**125.73**	**$70.29**	**$71.29**	**$205.45**	**$197.02**	**4.28%**

Net position of the City's governmental and business-type activities increased 4.28 percent to $205.45 million. About 67.4 percent of the net position of the City are represented by the City's net investment in its capital assets such as buildings, land, equipment, street systems, and facilities less related debt. The remaining 32.6 percent is essentially represented by cash, investments, and receivables. About 78.5 percent of the City's total liabilities are represented by long-term obligations including revenue bonds, state revolving fund loans in the Wastewater Fund, employee compensated absences, and self-insured portions of claims.

Changes in Net Position

Revenues: The City's fiscal year 2024 total revenues of about $62.06 million were about $1.04 million greater than revenues in fiscal year 2023, a 1.70 percent increase. (See Table A-2.) About 50.2 percent of the City's revenue comes from some type of tax revenue including property, sales, transient occupancy taxes (the hotel tax) and other taxes. The rest comes from fees charged for services, state, local and federal aid, and contributions.

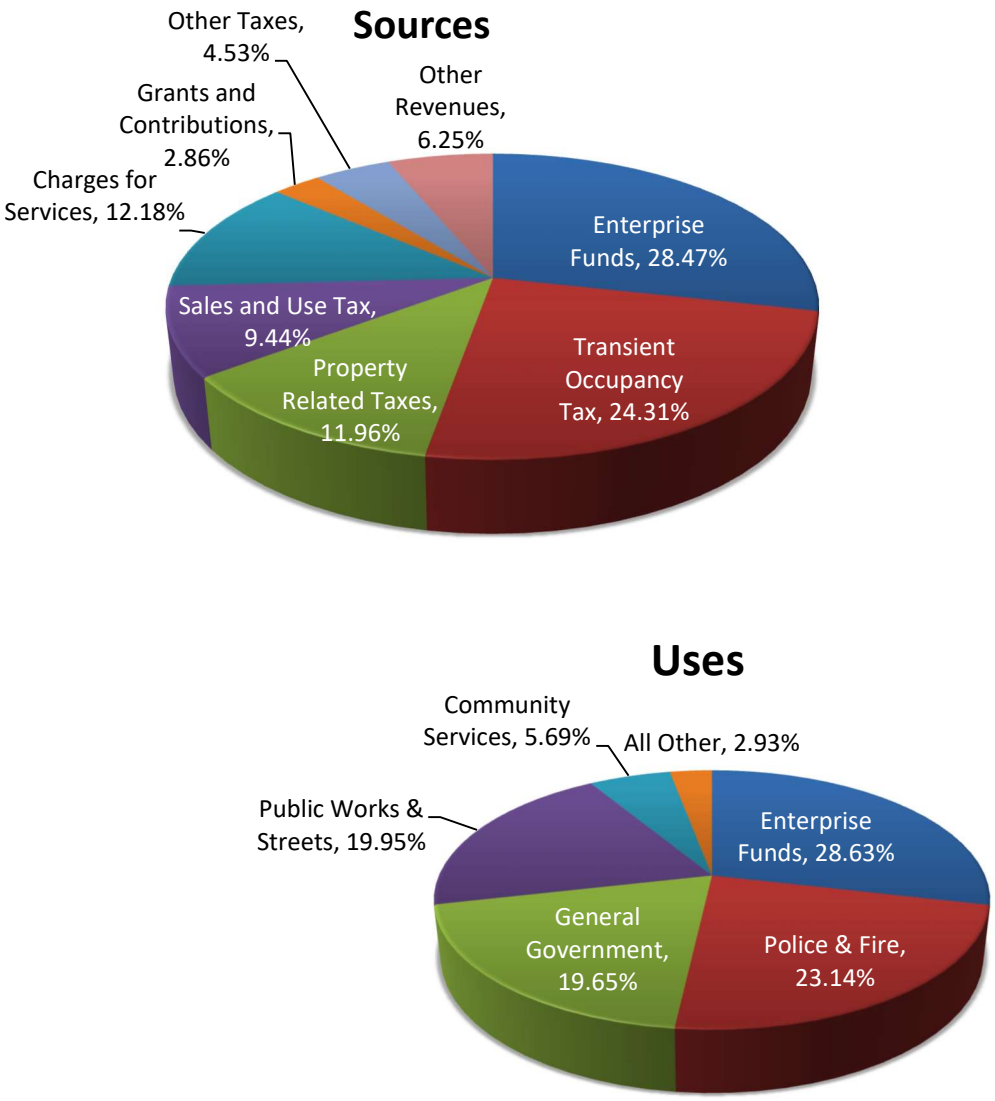
Expenses: The total cost of all programs and services in fiscal year 2024 was about $53.64 million and included a wide range of services such as police and fire protection, streets, public works, general government, community services, water, wastewater, parking, pier, and other services.

Table A-2
Changes in the City of Pismo Beach's Net Position

(in millions of dollars)	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	2024	2023	2024	2023	2024	2023	2023-2024
Revenues							
Program revenues							
Charges for services	$7.56	$7.01	$16.08	$18.20	$23.64	$25.21	-6.22%
Operating grants and contributions	1.22	3.64	-	-	1.22	3.64	-66.46%
Capital grants and contributions	0.56	-	1.59	0.10	2.15	0.10	1967.31%
General revenues							
Transient occupancy taxes	15.08	15.48	-	-	15.08	15.48	-2.59%
Property, sales and other taxes	14.54	14.42	1.55	1.50	16.09	15.93	1.04%
Other	2.47	0.73	1.41	(0.07)	3.88	0.67	481.71%
Total revenues	**$41.43**	**$41.28**	**$20.63**	**$19.74**	**$62.06**	**$61.02**	**1.70%**
Expenses							
General government	10.54	8.89	-	-	10.54	8.89	18.56%
Public safety	12.41	11.92	-	-	12.41	11.92	4.09%
Streets	6.36	10.41	-	-	6.36	10.41	-38.90%
Community services	3.05	2.73	-	-	3.05	2.73	11.80%
Public works	4.34	3.96	-	-	4.34	3.96	9.49%
Water	-	-	6.65	7.82	6.65	7.82	-14.98%
Wastewater	-	-	8.71	7.22	8.71	7.22	20.67%
Other	0.46	0.60	1.12	1.04	1.58	1.63	-3.25%
Total expenses	**$37.16**	**$38.51**	**$16.48**	**$16.08**	**$53.64**	**$54.59**	**-1.73%**
Excess (deficiency) before transfers/other	4.27	2.77	4.15	3.66	8.42	6.43	30.87%
Transfers	5.13	0.50	(5.13)	(0.50)	-	-	0.00%
Prior year restatement	0.03		(0.03)	1.95	-	1.95	100.00%
Increase (decrease) in net position	**9.43**	**3.27**	**($1.01)**	**$5.12**	**$8.42**	**$8.39**	**0.41%**
Net position, beginning of year	**$125.73**	**$122.46**	**$71.29**	**$66.18**	**$197.02**	**$188.64**	**4.44%**
Net position, end of year	**$135.16**	**$125.73**	**$70.28**	**$71.29**	**$205.44**	**$197.02**	**4.27%**

The sources of the City's major types of revenue and the areas where such resources are used is shown below in summary graphic form (governmental and business type activities):

Figure A-2
City's Major Revenue Sources and Uses



Governmental Activities

Revenues from all governmental activities in the 2024 fiscal year increased by about $0.15 million compared to the 2023 fiscal year. This increase is attributable to a $1.74 million increase in other program revenues, followed by an increase of $0.56 million in capital grants and contributions, an increase of $0.55 million in charges for services, and an increase of $0.12 million in property, sales, and other taxes compared to fiscal year 2023. Offsetting these revenue increases are decreases in operating grants and contributions by $2.42 million, and transient occupancy taxes by $0.40 million compared to fiscal year 2023.

The City's primary source of revenue comes from some kind of tax. About 71.5 percent of all City revenues in Governmental Activities come from taxes such as property, sales, transient occupancy, and other taxes.

Because the City of Pismo Beach is a tourist community, about 36.4 percent of all governmental activities revenues come from transient occupancy tax revenues (the local hotel tax). Local hotel tax revenues came in lower than fiscal year 2023 by 2.6 percent, or $0.40 million. The City's transient occupancy tax revenues decrease can be attributed to a significant amount of rainy weather and adverse weather conditions, as well as lower room rates with level occupancy compared to the previous fiscal year Additionally, the abundance of snow in the mountains served as an attractive alternative to visiting the beach. Sales tax revenues, including the Half-Cent Transactions and Use Tax revenues, came in $217,375, or 3.58 percent, lower than fiscal year 2023. Sales and use tax revenues excluding the Half-Cent Sales Tax revenues, came in $179,998, or 4.45 percent, lower than fiscal year 2023. Half-Cent Sales Tax revenues came in 1.84 percent lower by $37,376 compared to fiscal year 2023. Sales and use tax revenues decreased in 2024 compared to 2023 in the following industries: autos & transportation, fuel & service stations, and food & drugs. These declines are offset by growth in sales and use tax receipts from restaurants & hotels and general consumer goods compared to the previous fiscal year.

The majority of the City's governmental-activities operating expenses are incurred to provide police protection and fire protection services with these two departments accounting for about 33.4 percent of the City's total fiscal year 2024 governmental operating expenses. Public works costs including maintenance of buildings, parks, and other City facilities account for about 11.7 percent of the City's total fiscal year 2024 governmental operating expenses. This is followed by 17.1 percent of the City's total fiscal year 2024 governmental operating expenses for streets, reflecting the City's large street paving project. Another 11.8 percent of the City's fiscal year 2024 governmental activities operating expenses were incurred to provide community services in Pismo Beach. The remaining 29.6 percent was spent on general administration and other expenses.

When all operations were concluded, the governmental activities function generalate a $9.43 million increase in net position for fiscal year 2024 compared to a $3.27 million increase in fiscal year 2023.

Table A-3 represents the cost of each of the City's governmental activities largest programs –public safety, general government, streets, public works, and community services.

Table A-3
Cost of City of Pismo Beach's Programs

(in millions of dollars)	Total Cost of Services		Percentage Change
	2024	2023	2023-2024
Public Safety	$12.41	$11.92	4.09%
General Government	10.54	8.89	18.56%
Streets	6.36	10.41	-38.90%
Public Works	4.34	3.96	9.49%
Community Services	3.05	2.73	11.80%
All Other	0.46	0.60	-22.95%
Total	**$37.16**	**$38.51**	**-3.51%**

The cost of *all programs* this year was $37.16 million, compared to $38.51 million in fiscal year 2023.

While users and contributors funded about $9.34 million of the costs of the City's governmental activity programs through related program revenues, the City still had to make up the short fall from general revenues such as taxes and this short fall was about $27.82 million. Major sources of program revenues were:

- Other governments and organizations that subsidized certain programs with grants and contributions (about $1.78 million), or
- Those who directly benefited from or used the programs amounted to $7.56 million.

The City paid for the $27.82 million "public benefit" portion out of the $32.09 million in general revenues such as property taxes, transient occupancy taxes, sales taxes, and with other tax revenues and investment earnings.

Overall, fiscal year 2024 total cost of services shows a decrease of 3.51 percent compared to fiscal year 2023. Expenses decreased in Streets due to a large street paving project that, although is continuing through fiscal year 2024 and is expected to end in fiscal year 2025, incurred the majority of cost during fiscal year 2023 and other areas, while expenses increased in the categories for General Government, Public Safety, Community Services, Public Works.

Business-Type Activities

The City's business-type activities (primarily water, wastewater, parking, and pier) were responsible for about a $1.01 million decrease in net position for fiscal year ending 2024. Revenues in total increased in the fiscal year 2024 by $0.89 million. Revenues for basic water services charges increased by $0.45 million, reflecting a 8.65 percent increase, in fiscal year 2024 compared to fiscal year 2023. Revenues for basic wastewater services charges increased by 5.01 percent, or $0.27 million, in fiscal year 2024 compared to fiscal year 2023. Water and wastewater service charges revenues reflect rate changes in year 1 of a 5-year rate increase plan. Parking kiosk and meter revenues increased by 40.68 percent, or $0.75 million, in fiscal year 2024 compared to the previous fiscal year.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As the City completed the year, its governmental funds reported a combined fund balance of $46.55 million, about $1.47 million greater than the previous fiscal year. Revenues increased in investment earnings by $1.28 million based on the performance of the market and the City's holdings, miscellaneous revenues by $0.62 million, and property taxes by $0.38 million. Revenues decreased by $1.44 million, including a decrease in subventions by $3.03 million, transient occupancy taxes by $0.40 million, sales taxes by $0.22 million, special assessments by $.07 million, and rental income by $0.02 million. Expenditures increased by $1.59 million, or 3.8 percent from the previous year, including increases in public safety by $0.93 million, general government by $0.76 million, community services by $0.30 million, and public works by $0.23 million, compared to fiscal year 2023.

The City's General Fund operations generated about $9.34 million more in revenues than was spent on governmental activities. From this excess and using a portion of the fund balance, the City transferred a total of $9.27 million out of the General Fund and into other funds. From the $9.27 million in transfers, $0.43 million was transferred to the Public Financing Agency Fund (PFA) for debt service, about $7.58

million was transferred out to capital projects, $0.65 million was transferred to the Motor Vehicle Replacement Internal Service Fund and Information Technology Internal Service Fund, $0.04 million was transferred to the Wastewater Enterprise Fund for the IRS subsidy for the Series 2017B Clean Renewable Energy Bonds, and the remaining transfers went to the Pier Operations Fund and other funds. At year end, the City's General Fund had a fund balance of about $36.54 million, an increase of $0.33 million from the prior year of $36.20 million. Of the $36.54 million, about $12.38 million is unassigned, $15.65 million is designated for capital projects, and $8.15 million was designated for unanticipated emergencies.

Included in the City's major governmental funds, the Housing in Lieu Fee Fund surplus fund balance is $5.22 million, which can be used for affordable housing projects. The fund balance increased $0.09 million from the prior fiscal year, which reflects receiving $.09 million more in investment earnings than housing expenses. The Lodging Business Improvement District (LBID) Fund surplus fund balance is $2.62 million, which reflects the accumulation of funds for visitor-serving improvement projects planned, but not yet spent.

The Capital Project Fund types have a combined net fund balance of $(0.20) million, an decrease of $0.25 million over fiscal year 2023, consisting primarily of the Capital Projects Fund, where the City tracks all revenues and expenditures for Governmental Fund capital projects, the Park Development Fund, the Public Facilities Fund, the Circulation Improvement Fund, the Impact Fees Fund, Developer Impact Fees Fund, and Underground Utilities Fund. Expenditures decreased by $1.34 million in the Capital Projects Funds due to several large capital projects either ramping down from the prior fiscal year, or decreasing expenditures in fiscal year 2024 compared to fiscal year 2023, including the Paving project and the Ocean Boulevard Improvements project, offset by increased project spending for the Public Safety Facility, Chumash and Palisades Parks Improvements project, the Police Department Parking Annex building project, and the James Way beautification project.

In addition, the City's non-major governmental funds ended the 2024 fiscal year with a combined fund balance of $2.37 million. Of this amount, $0.84 million is for non-major Special Revenue Funds which consist of the State Gas Tax Fund, the Local Transportation Street Fund, the Public Education Government (PEG) Fund, the Noncapital Grant Fund, and the Chapman Estate Fund. The non-major Debt Service Funds have a combined fund balance of $0.12 million, consisting of Pismo Beach Public Financing Agency and Authority and Completed Assessment District Funds.

General Fund Budgetary Highlights

Over the course of the year, the City Council revised the City's budget several times. These budget amendments fall into three categories: changes made during the year for unanticipated revenues and costs; increases in appropriations to prevent budget overruns; and carry over budgets for capital projects. Even with these adjustments, actual General Fund expenditures were $4.43 million less than final budget amounts. Budget amendments that occurred in revenues during the year included an increase of $0.97 million in General Fund revenues of various categories. Budgeted amendments that occurred in expenditures during the year include an increase of $2.04 million, which included ongoing cost increases to reflect inflationary pressure on costs and for one-time projects.

The largest components of General Fund revenues that came in higher than original estimates include Interest Earnings by $1.03 million, Miscellaneous revenues by $0.47 million, Property Taxes by $0.42 million, and Subventions and Grants by $0.28 million.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2024, the City had invested $151.63 million in a broad range of capital assets, including land, vehicles, equipment, the City Pier, water and wastewater system, streets, and other capital assets. (See Table A-4.) This amount represents a net change (including additions and deductions) of about $6.77 million, or a 4.67 percent increase from the previous year.

Table A-4
Pismo Beach's Capital Assets

(net of depreciation, in millions of dollars)	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	2024	2023	2024	2023	2024	2023	2023-2024
Land and right of ways	$23.76	$23.76	$3.93	$3.08	$27.68	$26.84	3.15%
Construction in progress	10.21	8.74	3.08	3.01	13.29	11.75	13.10%
Buildings & Improvements	24.19	23.08	2.49	1.80	26.68	24.88	7.25%
Machinery and equipment	12.91	11.84	8.41	8.14	21.32	19.98	6.70%
Water Infrastructure	-	-	17.69	17.69	17.69	17.69	0.00%
Wastewater Infrastructure	-	-	35.77	35.73	35.77	35.73	0.11%
Pier	-	-	8.45	8.45	8.45	8.45	0.00%
Infrastructure-streets	97.16	89.99	-	-	97.16	89.99	7.96%
Accumulated depreciation	(64.79)	(61.11)	(31.63)	(29.35)	(96.42)	(90.46)	6.59%
Total	**$103.44**	**$96.31**	**$48.19**	**$48.54**	**$151.63**	**$144.86**	**4.67%**

This year's major capital asset changes included:

- *Completion of the Ocean Boulevard Improvements project - $6,792,692*
- *Completion of Dolphin Bay Storm Drain - $374,192*
- *Completion of Chapman ADA Improvements - $960,565*
- *Completion of implementing the Police RMS / CAD Software System - $252,702*
- *Acquired 330 Main Land and Building - $1,301,365*
- *Purchase of IPS Parking Meters - $260,407*
- *Purchase of a Compact Track Loader - $161,086*

Additional information on capital assets of the City can be found in Note 5 to the financial statements.

Long - Term Debt

At the end of fiscal year 2024, the City has the following long-term debt:

- $3.19 million in lease revenue bonds that were issued in 2017 by the City of Pismo Beach's Public Financing Agency for the New Clean Renewable Energy Bonds (CREBs). The obligation bears interest at a net effective rate of 1.73% and is payable in semi-annual installments each June and December through 2037. These bonds were privately placed taxable bonds, where the debt service payments are offset by an Internal Revenue Service Subsidy, resulting in a net effective rate of 1.73% for the CREBs.
- $6.54 million in lease revenue bonds that were issued in 2017 by the Public Financing Agency for the General Fund supported Pier rehabilitation project. The obligation bears interest at rates of 2 to 5 percent and is payable in semi-annual installments each June and December through 2047. The 2017A revenue bonds are being retired from the General Fund.
- The City redeemed $3.32 million in lease revenue bonds on November 1, 2023. These bonds were issued in 2012 by the Public Financing Authority to advance refund the 2004 revenue bonds, Series A.
- The State Revolving Loans had outstanding balances of $2.84 million, which included $1.19 million for the Wastewater Treatment Loan, $.01 million for the Park/Cypress Interceptor Loan, $0.20 million for the Pismo Oaks Lift Station Loan, and $1.44 million for the Five Cities Lift Station Loan, after the loan forgiveness of $1.05 million. The loans are being retired from Wastewater Fund revenues. Additional information on the City's long-term debt can be found in Note 6 to the financial statements.

Under previous arrangements, the City was self-insured for the first $200,000 for each worker's compensation claim and $100,000 for each general liability claim, the statement of net position also shows a (asset) or liability of about $0.08 million for estimated claim obligations. The City's General Fund as well as Water and Wastewater Enterprise Funds, pays all insurance related costs.

Deferred Outflows/Inflows of Resources

A deferred outflow of resources "represent a consumption of net assets that applies to future periods" and a deferred inflow of resources is "represents an acquisition of net assets that applies to future period." It amends the financial statement element classifications of certain items previously reported as assets or liabilities and reclassifies them as deferred outflows and/or inflows of resources.

The City's Deferred Outflows of resources in the Governmental Activities and Business-Type Activities totaled $10.13 million in fiscal year 2024, with $9.50 million being pension related and $0.63 million OPEB related.

The City's Deferred Inflows of resources in the Governmental Activities and Business-Type Activities totaled $1.98 million, with $0.89 million pension related, and $0.66 million OPEB related, and $0.43 million leases related.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

For the 2025 fiscal year, the following list of items will affect the General Fund:

- The City Council's goals call for several large capital projects that will draw down the General Fund unrestricted fund balance in fiscal year (FY) 2025. These projects could include the completion of the Paving project, the Public Safety Facility (pay-as-you-go portion only), James Way Beautification, Ventana Sports Courts, Addie Street Parking and Access Improvements, and the Police Department Parking Division Annex.

- Update the City's Service Fees based on a comprehensive fee study, public hearing, and Council approval.

- Update the City's Development Impact Fees based on a comprehensive fee study, public hearing, and Council approval.

- Maintain the General Fund Reserve, which is currently funded at 25% of operating budget expenditures.

- Maintain the Risk Management Reserve at $250,000 from the General Fund.

- Maintain $500,000 of reserves for a Facility Reserve from the General Fund.

- The City's CalPERS Retiree Benefit Trust is super funded and the City plans to withdraw surplus balances in the CalPERS Retiree Benefit Trust and is estimated to withdraw about $180,000 during fiscal year 2025.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Administrative Services Department, City of Pismo Beach, 760 Mattie Road, Pismo Beach, California, 93449, 805.773.4655.

BASIC
FINANCIAL STATEMENTS

This page intentionally left blank

GOVERNMENT-WIDE FINANCIAL STATEMENTS

This page intentionally left blank

City of Pismo Beach

Statement of Net Position

June 30, 2024

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and investments	$ 49,911,497	$ 25,135,502	$ 75,046,999
Restricted cash and investments	584	-	584
Taxes receivable	3,331,068	-	3,331,068
Accounts receivable, net	809,234	4,255,462	5,064,696
Due from other governments	568,515	-	568,515
Accrued interest receivable	96,449	26,085	122,534
Leases receivable	91,064	20,725	111,789
Prepayments	54,234	1,397	55,631
Total current assets	54,862,645	29,439,171	84,301,816
Noncurrent assets:			
Claims asset	78,977	-	78,977
Leases receivable	289,228	43,052	332,280
Notes and interest receivable	5,903,481	-	5,903,481
Net OPEB asset	341,510	114,934	456,444
Capital assets:			
Nondepreciable	33,964,869	7,009,419	40,974,288
Depreciable	134,268,390	72,811,892	207,080,282
Less accumulated depreciation	(64,792,200)	(31,628,055)	(96,420,255)
Total capital assets	103,441,059	48,193,256	151,634,315
Total noncurrent assets	110,054,255	48,351,242	158,405,497
Total assets	164,916,900	77,790,413	242,707,313
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows - pension	8,266,533	1,235,229	9,501,762
Deferred outflows - OPEB	469,392	157,969	627,361
Total deferred outflows of resources	8,735,925	1,393,198	10,129,123
LIABILITIES			
Current liabilities:			
Accounts payable	4,097,321	872,952	4,970,273
Accrued liabilities	1,967,171	1,584,395	3,551,566
Deposits	1,081,296	169,925	1,251,221
Accrued interest payable	-	9,012	9,012
Leases - current	98,318	79,628	177,946
Compensated absences - current	189,395	20,127	209,522
Bonds and loans - current portion	340,047	685,177	1,025,224
Total current liabilities	7,773,548	3,421,216	11,194,764
Noncurrent liabilities:			
Lease payable	109,113	95,435	204,548
Compensated absences	568,185	60,382	628,567
Net pension liability	18,875,751	2,820,515	21,696,266
Bonds and loans	9,531,831	2,157,479	11,689,310
Total noncurrent liabilities	29,084,880	5,133,811	34,218,691
Total liabilities	36,858,428	8,555,027	45,413,455
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources - pension	776,546	116,035	892,581
Deferred inflows of resources - OPEB	495,583	166,785	662,368
Deferred inflows of resources - leases	365,314	62,359	427,673
Total deferred inflows of resources	1,637,443	345,179	1,982,622
NET POSITION			
Net investment in capital assets	93,361,750	45,175,537	138,537,287
Restricted for:			
Debt service	121,173	-	121,173
Capital projects	837,598	1,190,282	2,027,880
Affordable housing	5,224,622	-	5,224,622
Community development	2,872,280	-	2,872,280
Streets	1,149,857	-	1,149,857
Total restricted	10,205,530	1,190,282	11,395,812
Unrestricted	31,589,674	23,917,586	55,507,260
Total net position	$ 135,156,954	$ 70,283,405	$ 205,440,359

See accompanying Notes to Basic Financial Statements.

City of Pismo Beach
Statement of Activities
For the year ended June 30, 2024

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Program Revenues: Total
Governmental activities:					
General government	$ 10,541,125	$ 4,900,523	$ 174,701	$ -	$ 5,075,224
Public safety:					
Police protection	8,930,314	781,890	221,991	-	1,003,881
Fire protection	3,484,034	53,899	-	-	53,899
Streets	6,363,987	-	656,300	555,802	1,212,102
Community services	3,052,097	420,092	166,089	-	586,181
Public works	4,336,307	1,319,301	-	-	1,319,301
Redevelopment and housing	75,809	83,685	-	-	83,685
Interest on long-term debt	376,620	-	-	-	-
Total governmental activities	37,160,293	7,559,390	1,219,081	555,802	9,334,273
Business-type Activities:					
Water	6,653,158	6,216,560	-	525,471	6,742,031
Wastewater	8,705,988	6,455,986	-	1,066,116	7,522,102
Pier	311,840	77,348	-	-	77,348
Parking	807,765	3,325,494	-	-	3,325,494
Total business-type activities	16,478,751	16,075,388	-	1,591,587	17,666,975
Total primary government	$ 53,639,044	$ 23,634,778	$ 1,219,081	$ 2,147,389	$ 27,001,248
		General Revenues:			
		Property taxes			
		Sales taxes			
		Special water taxes			
		Transient occupancy taxes			
		Other taxes			
		Franchise taxes			
		Unrestricted investment earnings			
		Other revenue			
		Total general revenues			
		Transfers			
		Total general revenues and transfers			
		Change in net position			
		Net position - beginning of year			
		Restatements			
		Beginning of year, as restated			
		Net position - end of year			

See accompanying Notes to Basic Financial Statements

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
$ (5,465,901)	$ -	$ (5,465,901)
(7,926,433)	-	(7,926,433)
(3,430,135)	-	(3,430,135)
(5,151,885)	-	(5,151,885)
(2,465,916)	-	(2,465,916)
(3,017,006)	-	(3,017,006)
7,876	-	7,876
(376,620)	-	(376,620)
(27,826,020)	-	(27,826,020)
-	88,873	88,873
-	(1,183,886)	(1,183,886)
-	(234,492)	(234,492)
-	2,517,729	2,517,729
-	1,188,224	1,188,224
(27,826,020)	1,188,224	(26,637,796)
7,424,287	-	7,424,287
5,857,109	-	5,857,109
-	1,548,362	1,548,362
15,083,303	-	15,083,303
412,711	-	412,711
849,847	-	849,847
2,163,356	1,413,274	3,576,630
304,372	-	304,372
32,094,985	2,961,636	35,056,621
5,129,149	(5,129,149)	-
37,224,134	(2,167,513)	35,056,621
9,398,114	(979,289)	8,418,825
125,731,682	71,289,852	197,021,534
27,158	(27,158)	-
125,758,840	71,262,694	197,021,534
$ 135,156,954	$ 70,283,405	$ 205,440,359

See accompanying Notes to Basic Financial Statements.

This page intentionally left blank

FUND FINANCIAL STATEMENTS

Governmental Fund Financial Statements

Proprietary Fund Financial Statements

Fiduciary Fund Financial Statements

This page intentionally left blank

MAJOR GOVERNMENTAL FUNDS

General Fund - The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government not accounted and reported in another fund.

Housing In-Lieu - This fund is a special revenue fund used to account for affordable housing. The main revenue source is an in-lieu fee paid by developers at 5% of assessed valuation of building permits.

Lodging Business Improvement - This fund is used to account for monies raised to promote City lodging businesses.

Capital Projects - This fund is used to accumulate resources for use in financing major capital improvement projects.

City of Pismo Beach

Balance Sheet

Governmental Funds

June 30, 2024

	General Fund	Special Revenue Funds: Housing In-Lieu	Special Revenue Funds: Lodging Business Improvement	Capital Projects
ASSETS				
Cash and investments	$ 36,519,523	$ 640,609	$ 2,502,254	$ 2,642,639
Cash and investments with fiscal agent	-	-	-	-
Taxes receivable	3,014,514	-	316,554	-
Accounts receivable	638,911	-	-	-
Due from other governments	-	-	-	417,794
Accrued interest receivable	20,905	59,954	4,937	-
Prepayments	54,234	-	-	-
Leases receivable	380,292	-	-	-
Notes and accrued interest receivable	-	5,903,481	-	-
Total assets	$ 40,628,379	$ 6,604,044	$ 2,823,745	$ 3,060,433
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	776,194	3,045	207,643	2,838,283
Accrued liabilities	1,952,717	-	-	-
Deposits	969,315	-	-	-
Total liabilities	3,698,226	3,045	207,643	2,838,283
Deferred Inflows of Resources				
Deferred inflows - leases	365,314	-	-	-
Unavailable revenue	29,212	1,376,377	-	417,794
Total deferred inflows of resources	394,526	1,376,377	-	417,794
Fund Balances:				
Nonspendable	343,462	-	-	-
Restricted for:				
Affordable Housing	-	5,224,622	-	-
Capital Projects	-	-	-	-
Community Business Promotion	-	-	2,616,102	-
Community Development	-	-	-	-
Debt Service	-	-	-	-
Park Development	-	-	-	-
Streets and Highways	-	-	-	-
Committed for:				
Capital Projects	15,278,485	-	-	-
City Facility Reserve	500,000	-	-	-
Risk Management Reserve	250,000	-	-	-
Assigned for:				
Capital Projects	375,968	-	-	-
General Fund Reserve	2,000,000	-	-	-
Unassigned:				
General Fund Reserve	5,403,703	-	-	-
Other	12,384,009	-	-	(195,644)
Total fund balances	36,535,627	5,224,622	2,616,102	(195,644)
Total liabilities, deferred inflows of resources and fund balances	$ 40,628,379	$ 6,604,044	$ 2,823,745	$ 3,060,433

See accompanying Notes to Basic Financial Statements.

Nonmajor Governmental Funds	Total Governmental Funds
$ 2,466,170	$ 44,771,195
584	584
-	3,331,068
9,237	648,148
150,721	568,515
4,264	90,060
-	54,234
-	380,292
-	5,903,481
$ 2,630,976	$ 55,747,577
58,629	3,883,794
-	1,952,717
111,981	1,081,296
170,610	6,917,807
-	365,314
94,663	1,918,046
94,663	2,283,360
-	343,462
-	5,224,622
466,285	466,285
	2,616,102
256,178	256,178
121,173	121,173
371,313	371,313
1,149,857	1,149,857
-	15,278,485
-	500,000
-	250,000
897	376,865
-	2,000,000
-	5,403,703
-	12,188,365
2,365,703	46,546,410
$ 2,630,976	$ 55,747,577

See accompanying Notes to Basic Financial Statements.

City of Pismo Beach

Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position

June 30, 2024

Total Fund Balances - Total Governmental Funds		$ 46,546,410

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

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

	Government-Wide Statement of Net Position	Internal Service Funds	Total
Nondepreciable	$ 33,964,869	$ -	$ 33,964,869
Depreciable, net	69,476,190	(2,606,171)	66,870,019
Total capital assets	$ 103,441,059	$ (2,606,171)	100,834,888

Internal service funds were used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the Internal service funds were included in governmental activities in the Government-Wide Statement of Net Position. 7,679,039

Unavailable revenues recorded in the fund financial statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements. 1,918,046

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

	Government-Wide Statement of Net Position	Internal Service Funds	Total
Deferred outflows of resources related to pension	8,266,533	-	8,266,533
Deferred outflows of resources related to OPEB	469,392	-	469,392
Deferred inflows of resources related to pension	(776,546)	-	(776,546)
Deferred inflows of resources related to OPEB	(495,583)	-	(495,583)

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

	Government-Wide Statement of Net Position	Internal Service Funds	Total
Compensated absences - due within one year	$ (189,395)	$ 1,732	$ (187,663)
Long-term debt - due within one year	(438,365)	-	(438,365)
Compensated absences - due in more than one year	(568,185)	5,196	(562,989)
Claims (liability) asset, net	78,977	-	78,977
Long-term debt - due in more than one year	(9,640,944)	-	(9,640,944)
Net pension liability	(18,875,751)	-	(18,875,751)
Net OPEB asset (liability)	341,510	-	341,510
Total long-term liabilities	$ (29,292,153)	$ 6,928	(29,285,225)

Net Position of Governmental Activities	$ 135,156,954

See accompanying Notes to Basic Financial Statements.

This page intentionally left blank

City of Pismo Beach

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the year ended June 30, 2024

	General Fund	Special Revenue Funds: Housing In-Lieu	Special Revenue Funds: Lodging Business Improvement	Capital Projects
REVENUES:				
Property taxes	$ 7,424,287	$ -	$ -	$ -
Sales taxes	5,857,109	-	-	-
Transient occupancy taxes	15,083,303	-	-	-
Other taxes	1,225,071	-	-	-
Licenses and permits	1,361,571	-	-	-
Fines and forfeits	75,955	-	-	-
Subventions and grants	392,291	-	-	254,379
Investment earnings	1,500,498	111,835	117,127	-
Rental income	186,487	-	-	-
Charges for services	959,105	-	-	-
Special assessments	-	-	2,740,782	-
Miscellaneous	2,136,181	-	-	-
Total revenues	36,201,858	111,835	2,857,909	254,379
EXPENDITURES:				
Current:				
General government	8,052,839	-	1,441,385	-
Public safety	11,869,221	-	-	-
Highways and streets	978,677	-	-	7,640
Community services	2,604,544	-	-	-
Public works	3,004,763	-	-	-
Housing	-	21,190	-	-
Capital outlay	348,634	-	7,999	13,730,796
Debt service:				
Principal	-	-	-	24,241
Interest and fiscal charges	-	-	-	1,376
Total expenditures	26,858,678	21,190	1,449,384	13,764,053
REVENUES OVER (UNDER) EXPENDITURES	9,343,180	90,645	1,408,525	(13,509,674)
OTHER FINANCING SOURCES (USES):				
Transfers in	217,046	-	-	13,109,263
Transfers out	(9,268,476)	-	(7,084)	-
Issuance of debt	39,784	-	-	148,398
Total other financing sources (uses)	(9,011,646)	-	(7,084)	13,257,661
Net change in fund balances	331,534	90,645	1,401,441	(252,013)
FUND BALANCES:				
Beginning of year	36,204,093	5,133,977	1,214,661	56,369
Restatement	-	-	-	-
Beginning of year, as restated	36,204,093	5,133,977	1,214,661	56,369
End of year	$ 36,535,627	$ 5,224,622	$ 2,616,102	$ (195,644)

See accompanying Notes to Basic Financial Statements.

Nonmajor Governmental Funds	Total Governmental Funds
$ -	$ 7,424,287
-	5,857,109
-	15,083,303
455,082	1,680,153
-	1,361,571
-	75,955
369,612	1,016,282
147,583	1,877,043
-	186,487
211,892	1,170,997
-	2,740,782
80,456	2,216,637
1,264,625	40,690,606
32,952	9,527,176
876	11,870,097
7,709	994,026
6,312	2,610,856
-	3,004,763
54,619	75,809
877,262	14,964,691
322,927	347,168
381,603	382,979
1,684,260	43,777,565
(419,635)	(3,086,959)
1,604,418	14,930,727
(1,312,734)	(10,588,294)
-	188,182
291,684	4,530,615
(127,951)	1,443,656
2,466,496	45,075,596
27,158	27,158
2,493,654	45,102,754
$ 2,365,703	$ 46,546,410

See accompanying Notes to Basic Financial Statements.

City of Pismo Beach

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-Wide Statement of Activities

For the year ended June 30, 2024

Net Change in Fund Balances - Total Governmental Funds	$	1,443,656
Amounts reported for governmental activities in the Government-Wide Statement of Activities were different because:		
Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets was allocated over their estimated lives as depreciation expense. This was the amount of capital assets recorded in the current period, net of the amount related to internal service funds of $950,563.		10,652,135
Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities, but did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in the governmental funds, net of the amount related to internal service funds of $399,524.		(3,778,061)
Losses on disposals of capital assets are not recorded in the governmental funds, but reduce net position on the Government-Wide Statements		(3,886)
Accrued compensated leave payments were reported as expenditures in the governmental funds, however expense is recognized in the Government-Wide Statement of Activities based on earned leave accruals.		(38,566)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Position. Repayment of debt was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.		
Long-term debt repayments		382,611
Issuance of long-term debt		(188,182)
Amortization of bonds premium (discount), net		6,359
Changes in actuarially determined claim liabilities for uninsured claims do not provide current financial resources and are not reported in the governmental funds.		19,923
Current year employer pension contributions are recorded as expenditures in the governmental funds, however, these amounts are reported as a deferred outflow of resources in the Government-Wide Statement of Net Position.		3,029,834
Pension expense is reported in the Government-Wide Statement of Activities does not require the use of current financial resources, and therefore is not reported as expenditures in governmental funds.		(3,387,260)
Current year employer OPEB contributions are recorded as expenditures in the governmental funds, however, these amounts are reported as a deferred outflow of resources in the Government-Wide Statement of Net Position.		207,726
OPEB expense is reported in the Government-Wide Statement of Activities does not require the use of current financial resources, and therefore is not reported as expenditures in governmental funds.		(95,245)
Unavailable revenues recorded in the fund financial statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements.		350,950
Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds was reported with governmental activities.		796,120
Change in Net Position of Governmental Activities	$	9,398,114

See accompanying Notes to Basic Financial Statements.

PROPRIETARY FUND FINANCIAL STATEMENTS

Water Fund – This fund accounts for the operations of the City's water treatment and distribution system.

Wastewater Fund – This fund accounts for the operation of the City's wastewater treatment plant and collection facilities.

Pier Fund - This fund is used to account for operations refurbishment and maintenance of the City's pier located on the ocean front in downtown Pismo Beach.

Parking Fund - This fund is used to account for parking revenues, downtown parking pay stations and metering equipment, and related maintenance and operations.

City of Pismo Beach
Statement of Net Position
Proprietary Funds
June 30, 2024

	Business-Type Activities			
	Water	Wastewater	Pier	Parking
ASSETS				
Current Assets:				
Cash and investments	$ 12,548,453	$ 9,147,007	$ 3,089	$ 3,436,953
Accounts receivable	1,831,051	2,243,052	1,277	180,082
Accrued interest receivable	14,974	9,458	-	1,653
Lease receivable	-	-	20,725	-
Prepayments	949	448	-	-
Total current assets	14,395,427	11,399,965	25,091	3,618,688
Noncurrent:				
Lease receivable	-	-	43,052	-
Net OPEB asset	44,320	60,206	-	10,408
Capital assets:				
Land	1,930,563	214,759	33,425	1,746,536
Construction in progress	160,311	2,886,413	-	37,412
Improvements and buildings	460,697	19,534,151	400,236	2,092,157
Vehicles	-	-	-	-
Infrastructure	17,227,517	16,236,673	-	-
Equipment	4,002,423	3,956,868	-	454,432
Pier	-	-	8,446,738	-
Less accumulated depreciation	(10,326,001)	(19,773,259)	(1,012,322)	(516,473)
Net capital assets	13,455,510	23,055,605	7,868,077	3,814,064
Total noncurrent assets	13,499,830	23,115,811	7,911,129	3,824,472
Total assets	27,895,257	34,515,776	7,936,220	7,443,160
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows - pension	475,088	646,120	-	114,021
Deferred outflows - OPEB	60,917	82,749	-	14,303
Total deferred outflows of resources	536,005	728,869	-	128,324
LIABILITIES				
Current liabilities:				
Accounts payable	43,745	701,934	10,215	117,058
Accrued liabilities	32,881	1,540,540	-	10,974
Deposits	160,325	-	9,600	-
Accrued interest payable	-	9,012	-	-
Leases	-	-	-	79,628
Compensated absences - current	8,542	9,889	-	1,696
Long-term debt - current portion	-	685,177	-	-
Total current liabilities	245,493	2,946,552	19,815	209,356
Noncurrent liabilities:				
Lease payable	-	-	-	95,435
Compensated absences	25,625	29,668	-	5,089
Net pension liability	1,084,813	1,475,347	-	260,355
Bonds and loans	-	2,157,479	-	-
Total noncurrent liabilities	1,110,438	3,662,494	-	360,879
Total liabilities	1,355,931	6,609,046	19,815	570,235
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows - pension	44,629	60,695	-	10,711
Deferred inflows - OPEB	64,316	87,367	-	15,102
Leases	-	-	62,359	-
Total deferred inflows of resources	108,945	148,062	62,359	25,813
NET POSITION				
Net investment in capital assets	13,455,510	20,212,949	7,868,077	3,639,001
Restricted for capital projects	393,921	796,361	-	-
Unrestricted	13,116,955	7,478,227	(14,031)	3,336,435
Total net position	$ 26,966,386	$ 28,487,537	$ 7,854,046	$ 6,975,436

See accompanying Notes to Basic Financial Statements.

Nonmajor Enterprise Funds	Totals	Governmental Activities - Internal Service Funds
$ -	$ 25,135,502	$ 5,140,302
-	4,255,462	161,086
-	26,085	6,389
-	20,725	-
-	1,397	-
-	29,439,171	5,307,777
-	43,052	-
-	114,934	-
-	3,925,283	-
-	3,084,136	-
-	22,487,241	-
-	-	5,634,608
-	33,464,190	-
-	8,413,723	1,316,824
-	8,446,738	-
-	(31,628,055)	(4,345,261)
-	48,193,256	2,606,171
-	48,351,242	2,606,171
-	77,790,413	7,913,948
-	1,235,229	-
-	157,969	-
-	1,393,198	-
-	872,952	213,527
-	1,584,395	14,454
-	169,925	-
-	9,012	-
-	79,628	-
-	20,127	1,732
-	685,177	-
-	3,421,216	229,713
-	95,435	-
-	60,382	5,196
-	2,820,515	-
-	2,157,479	-
-	5,133,811	5,196
-	8,555,027	234,909
-	116,035	-
-	166,785	-
-	62,359	-
-	345,179	-
-	45,175,537	2,606,171
-	1,190,282	-
-	23,917,586	5,072,868
$ -	$ 70,283,405	$ 7,679,039

See accompanying Notes to Basic Financial Statements.

City of Pismo Beach

Statement of Revenues, Expenses and Changes in Net Position

Proprietary Funds

For the year ended June 30, 2024

	Business-Type Activities			
	Water	Wastewater	Pier	Parking
OPERATING REVENUES:				
Sales of water	$ 5,690,269	$ -	$ -	$ -
Service fees	236,501	5,884,768	77,348	3,350,288
Other agencies	284,948	563,718	-	-
Miscellaneous	4,842	7,500	-	(24,794)
Total operating revenues	6,216,560	6,455,986	77,348	3,325,494
OPERATING EXPENSES:				
Salaries and benefits	866,306	1,048,122	-	249,194
Purchased power	175,369	189,908	16,878	454
Services and supplies	1,633,240	5,809,934	110,015	384,753
Customer accounting	52,960	52,959	-	-
Joint operating expenses	3,493,730	85,370	-	-
Depreciation and amortization	431,603	1,494,030	184,947	168,464
Total operating expenses	6,653,208	8,680,323	311,840	802,865
Operating income (loss)	(436,648)	(2,224,337)	(234,492)	2,522,629
NONOPERATING REVENUES (EXPENSES):				
Property and special taxes	1,548,362	-	-	-
Grant revenues	525,471	1,066,116	-	-
Gain (loss) on disposal of capital assets	50	20	-	-
Investment earnings	465,600	571,793	278	375,603
Interest expense	-	(25,685)	-	(4,900)
Total nonoperating revenues (expenses)	2,539,483	1,612,244	278	370,703
Income before contributions and transfers	2,102,835	(612,093)	(234,214)	2,893,332
CONTRIBUTIONS AND TRANSFERS:				
Transfers in	-	105,608	30,000	-
Transfers out	(51,529)	(353,655)	-	(4,859,573)
Capital contributions	-	-	-	-
Total contributions and transfers	(51,529)	(248,047)	30,000	(4,859,573)
Change in net position	2,051,306	(860,140)	(204,214)	(1,966,241)
NET POSITION:				
Beginning of year	24,915,080	29,347,677	8,058,260	8,941,677
Restatements	-	-	-	-
Beginning of year, as restated	24,915,080	29,347,677	8,058,260	8,941,677
End of year	$ 26,966,386	$ 28,487,537	$ 7,854,046	$ 6,975,436

See accompanying Notes to Basic Financial Statements.

Nonmajor Enterprise Funds	Totals	Governmental Activities - Internal Service Funds
$ -	$ 5,690,269	$ -
-	9,548,905	2,002,476
-	848,666	-
-	(12,452)	12,118
-	16,075,388	2,014,594
-	2,163,622	409,829
-	382,609	-
-	7,937,942	1,587,425
-	105,919	-
-	3,579,100	-
-	2,279,044	399,524
-	16,448,236	2,396,778
-	(372,848)	(382,184)
-	1,548,362	-
-	1,591,587	161,086
-	70	(51,751)
-	1,413,274	282,253
-	(30,585)	-
-	4,522,708	391,588
-	4,149,860	9,404
-	135,608	786,716
-	(5,264,757)	-
-	-	-
-	(5,129,149)	786,716
-	(979,289)	796,120
27,158	71,289,852	6,882,919
(27,158)	(27,158)	-
-	71,262,694	6,882,919
$ -	$ 70,283,405	$ 7,679,039

See accompanying Notes to Basic Financial Statements.

City of Pismo Beach

Combining Statement of Cash Flows

Proprietary Funds

For the year ended June 30, 2024

	Business-Type Activities			
	Water	Wastewater	Pier	Parking
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers	$ 7,440,041	$ 5,911,787	$ 77,758	$ 3,268,719
Receipts from other funds for services	-	-	-	-
Payments to suppliers for goods and services	(4,928,408)	(4,453,803)	(119,363)	(301,875)
Payments to employees for wages and benefits	(860,735)	(1,040,402)	-	(252,405)
Net cash provided by (used in) operating activities	1,650,898	417,582	(41,605)	2,714,439
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Property and special taxes	1,548,362	-	-	-
Grants from other agencies	525,471	1,066,116	-	-
Transfers from other funds	-	105,608	30,000	-
Transfers to other funds	(51,529)	(353,655)	-	(4,859,573)
Net cash provided by (used in) noncapital financing activities	2,022,304	818,069	30,000	(4,859,573)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Payments on long-term debt principal	-	(3,820,967)	-	(64,935)
Interest paid on long-term debt	-	(39,260)	-	(4,900)
Receipts from sales of capital assets	-	-	-	-
Purchase of capital assets	(82,438)	(16,174)	-	(1,589,313)
Net cash provided by (used in) capital and related financing activities	(82,438)	(3,876,401)	-	(1,659,148)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest on investments	440,552	545,042	278	208,194
Gain (loss) on investments	29,224	46,826	-	179,367
Net cash provided by (used in) investing activities	469,776	591,868	278	387,561
Net cash flows	4,060,540	(2,048,882)	(11,327)	(3,416,721)
CASH AND INVESTMENTS - Beginning of year	8,487,913	11,195,889	14,416	6,853,674
CASH AND INVESTMENTS - End of year	$ 12,548,453	$ 9,147,007	$ 3,089	$ 3,436,953
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	$ (436,648)	$ (2,224,337)	$ (234,492)	$ 2,522,629
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation and amortization	431,603	1,494,030	184,947	168,464
Accounts receivable	1,215,852	(544,199)	(743)	(56,775)
Leases receivable	-	-	45,006	-
Prepayments	663,792	(448)	-	-
Deferred outflows of resources - pensions	(23,538)	(32,012)	-	(5,649)
Deferred outflows of resources - OPEB	32,360	43,958	-	7,599
Accounts payable	(239,606)	178,859	7,530	83,377
Accrued liabilities	2,705	1,505,957	-	(45)
Deposits	7,629	-	-	-
Compensated absences	(373)	(387)	-	(4,713)
Net pension liability	71,176	96,800	-	17,082
Net OPEB liability	(84,708)	(115,068)	-	(19,891)
Deferred inflows of resources - pension	(27,096)	(36,851)	-	(6,503)
Deferred inflows of resources - OPEB	37,750	51,280	-	8,864
Deferred inflows of resources - leases	-	-	(43,853)	-
Net cash provided by (used in) operating activities	$ 1,650,898	$ 417,582	$ (41,605)	$ 2,714,439

See accompanying Notes to Basic Financial Statements.

Nonmajor Enterprise Funds	Totals	Governmental Activities - Internal Service Funds
$ -	$ 16,698,305	$ -
-	-	1,853,508
-	(9,803,449)	(1,684,146)
-	(2,153,542)	(416,385)
-	4,741,314	(247,023)
-	1,548,362	-
-	1,591,587	161,086
-	135,608	786,716
-	(5,264,757)	-
-	(1,989,200)	947,802
-	(3,885,902)	-
-	(44,160)	-
-	-	240,810
-	(1,687,925)	(950,563)
-	(5,617,987)	(709,753)
-	1,194,066	193,932
-	255,417	94,556
-	1,449,483	288,488
-	(1,416,390)	279,514
-	26,551,892	4,860,788
$ -	$ 25,135,502	$ 5,140,302
$ -	$ (372,848)	$ (382,184)
-	2,279,044	399,524
-	614,135	(161,086)
-	45,006	-
-	663,344	-
-	(61,199)	-
-	83,917	-
-	30,160	(96,721)
-	1,508,617	(828)
-	7,629	-
-	(5,473)	(5,728)
-	185,058	-
-	(219,667)	-
-	(70,450)	-
-	97,894	-
-	(43,853)	-
$ -	$ 4,741,314	$ (247,023)

See accompanying Notes to Basic Financial Statements.

This page intentionally left blank

FIDUCIARY FUND FINANCIAL STATEMENTS

Custodial Fund – This fund accounts for collections for the San Luis Obispo County tourism tax of which 98% is remitted to the County and 2% remains with the City and is transferred to the general fund after collection.

City of Pismo Beach
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2024

	Custodial Fund San Luis Obispo County Tourism Fund
ASSETS	
Cash and investments	$ 166,561
Accounts receivable	237,415
Total assets	403,976
LIABILITIES	
Due to other governmental agencies	403,976
Total liabilities	403,976
NET POSITION	
Restricted for:	
Individuals, organizations, and other governments	-
Total Net Position	$ -

See accompanying Notes to Basic Financial Statements.

City of Pismo Beach

Statement of Changes in Fiduciary Net Position

Fiduciary Funds

For the year ended June 30, 2024

	Custodial Fund San Luis Obispo County Tourism Fund
ADDITIONS:	
Assessments collections for other governments	$ 2,055,660
Total additions	2,055,660
DEDUCTIONS:	
Payments of assessments to other governments	2,055,660
Total deductions	2,055,660
Change in net position	-
NET POSITION:	
Beginning of year	-
End of year	$ -

See accompanying Notes to Basic Financial Statements.

This page intentionally left blank

NOTES TO BASIC FINANCIAL STATEMENTS

This page intentionally left blank.

1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Pismo Beach (the "City") is a general law city, governed by a City Council/City Manager form of government. The City Council is an elected five-member body comprising four City Council Members, who serve 4-year terms and a Mayor, who serves a 2-year term. Following an election, the Council votes to appoint one of its members to serve as Mayor Pro Tempore for two years. The accompanying financial statements present the City (the Primary government) and its component units, entities for which the government is considered financially accountable.

The City of Pismo Beach Public Financing Authority (the "Authority") and the Pismo Beach Public Financing Agency (the "Agency") are legally separate corporate entities for which the City is financially accountable and they are governed by the elected City Council. The Agency was created by a joint exercise of powers agreement between the City and the Pismo Beach Industrial Development Authority. The Authority and the Agency were formed to provide a method of financing public improvements. The City has identified the Authority and the Agency as blended component units in accordance with standards set by the Governmental Accounting Standards Board (GASB) and they have been included in the accompanying financial statements. The Authority and the Agency do not separately issue financial statements.

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 City and its component units. 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 are 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, services, 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.

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.

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 proprietary funds are reported as separate columns in the fund financial statements.

1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary 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 year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

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

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 judgements, are recorded only when payment is due.

Property taxes, sales taxes, transient occupancy 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. All other revenue items are considered to be measurable and available only when cash is received by the government.

Proprietary funds 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 the proprietary fund's principal ongoing operations. The principal operating revenues of the City's proprietary and internal service funds are charges to customers for sales and services. Operating expenses for the proprietary and internal service funds include the costs of sales and services, administration costs and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

GASB defines major funds and requires that the City's major governmental and proprietary funds be identified and presented separately in the fund financial statements. All other funds, called nonmajor funds, are combined and reported in a single column, regardless of their fund type.

Major funds are defined as funds that have assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenditures/expenses equal to ten percent of their fund-type total and at least five percent of the grand total. The General Fund is always a major fund. The City also selects other funds it believes should be presented as major funds.

1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

The City reports the following major governmental funds:

General Fund - the government's primary operating fund. It accounts for all financial resources of the general government not accounted and reported in another fund.

Housing In-Lieu Fee Fund - special revenue fund used to account for affordable housing. The main revenue source is an in-lieu fee paid by developers at 5% of assessed valuation of building permits.

Lodging Business Improvement Fund - used to account for monies raised to promote City lodging businesses.

Capital Projects Fund - used to accumulate resources for use in financing major capital improvement projects.

The City reports the following major proprietary funds:

Water Fund - accounts for the operations of the City's water treatment and distribution system.

Wastewater Fund - accounts for the operation of the City's wastewater treatment plant and collection facilities.

Pier Fund - used to account for operations refurbishment and maintenance of the City's pier located on the oceanfront in downtown Pismo Beach.

Parking Fund - used to account for parking revenues, downtown parking pay stations and metering equipment, and related maintenance and operations.

Additionally, the City has established internal service funds which are used to account for the City's vehicle fleet and technology equipment and services provided to other City departments on a cost reimbursement basis.

The City has established a fiduciary fund to collect and record the San Luis Obispo County tourism tax of which 98% is remitted to the County and 2% remains with the City and is transferred to the general fund after collection.

D. Assets, Liabilities, Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position or Fund Balance

Cash and Investments

The City is authorized by its most recent investment policy to invest in the State of California Local Agency Investment Fund, U.S. Treasury bonds, bills, and notes, obligations issued by the US Government agencies, corporate bonds, negotiable certificates of deposit, commercial paper, time deposits and savings and demand agencies.

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.

1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Liabilities, Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position or Fund Balance, Continued

Investments for the City are reported at fair value. 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.

Fair Value Measurement

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement data. The City uses the fair value hierarchy established by generally accepted accounting principles, using valuation techniques that are appropriate under the circumstances and for which sufficient data are available to measure fair value.

The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - Observable inputs, other than Level 1 prices, for the asset or liability, either directly or indirectly;

Level 3 - Unobservable inputs for the asset or liability.

For fiscal year ended June 30, 2024, the application of valuation techniques applied to the City's financial statements have been consistent.

Interfund Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as with "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e. the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable government funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Inventories and Prepayments

The City has no significant inventories. All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when used or consumed.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepayments in the governmental funds are accounted for using the consumption method.

1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Liabilities, Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position or Fund Balance, Continued

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 column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 ($50,000 for infrastructure type assets and software subscriptions) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement would be reported at acquisition value rather than fair value.

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 capital outlay for capital assets and improvements are capitalized as projects are constructed. Property, plant, and equipment of the City are depreciated using the straight-line method over the following estimated useful lives:

Type	Useful Life (years)
Building and Improvements	10 - 50 years
Public Domain Infrastructure	50 years
System Infrastructure	15 - 60 years
Vehicles and Equipment	5 - 10 years

Deferred Outflows of Resources

In addition to assets, the statement of financial position can report a separate section for deferred outflows of resources. This represents a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has deferred outflows of resources related to unamortized loss on refunding, pension and OPEB related items.

Compensated Absences

It is the government's policy to permit employees to accumulate earned but unused vacation benefits. There is a liability for unpaid accumulated vacation since the City does have a policy to pay employees for unused vacation when they separate from service with the City. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured and have not been paid when due, for example, as a result of employee resignations and retirements.

Long-Term Liabilities

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

1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Liabilities, Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position or Fund Balance, Continued

Pensions

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

Other Post-Employment Benefits - OPEB

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the 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 recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

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

Deferred Inflows of Resources

In addition to liabilities, the statement of financial position may report a separate section for deferred inflows of resources which represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue/contra expense) until that time.

The City has deferred inflows of resources in the governmental funds balance sheet that were not collected during the availability period. The City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Fund Balances - Governmental Funds

Fund balance for governmental funds are reported in classifications based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. These classifications include (1) non-spendable, (2) restricted, (3) committed, (4) assigned and (5) unassigned amounts.

1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Liabilities, Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position or Fund Balance, Continued

Fund Balances - Governmental Funds, Continued

Nonspendable Fund Balance - Includes amounts that cannot be spent because they are either (a) not spendable in form such as inventories, prepaid items, and certain long-term receivables or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance - Includes amounts where constraints placed on the use of resources are externally imposed by grantors, contributors, other governments or by laws and regulations.

Committed Fund Balance - Includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City's highest level of decision-making authority which includes City Resolution or legislation. It also includes contractual obligations for which existing amounts cannot be used for any other purpose unless the City removes or changes the specified use by taking the same action it employed previously to commit those amounts.

Assigned - Amounts are fund balance amounts constrained by the City management's intent to be used for a specific purpose. Per City policy, intent is expressed by the City Manager or Director of Administrative Services to assign amounts to be used.

Unassigned - These are residual amounts reported in the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other government funds it is not appropriate to report a positive unassigned fund balance amount. However, in the government funds other than the general fund, if expenditures incurred for a specific purpose exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

When expenditures are incurred for which both restricted and unrestricted (committed, assigned or unassigned) amounts are available, the City considered restricted amounts to have been spent first. When expenditures are incurred for which any class of unrestricted fund balance could be used, the City considers committed amounts to be reduced first, followed by assigned, and then unassigned amounts.

The City maintains three reserves as part of their committed fund balance. The General Fund Reserve (GFR), City Facility Reserve (CFR) and Risk Management Reserve (RMR) are established by the City as stabilization arrangements. The GFR policy requires that a minimum balance of 25% of the general fund operating expenditure budget be maintained in any given year and is to be used for emergencies, economic downturns, decreased revenues, capital acquisitions, cash flow needs and emergency opportunities as defined by the policy. As of June 30, 2024 the balance in the GFR was $7,403,702. The CFR policy requires that $500,000 be set aside for improvements to city buildings and facilities particularly if funds are not available in a given fiscal year due to emergencies, economic downturn, decreased revenues or cash flow needs as defined by the policy. As of June 30, 2024, the balance in the CFR was $500,000. The RMR policy requires that $50,000 be set aside each year up to $250,000 to fund general liability and worker's compensation costs over 10% of the adopted budget for risk management costs, legal costs, judgments, or to avoid judgments. As of June 30, 2024, the balance in the RMR was $250,000.

1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Liabilities, Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position or Fund Balance, Continued

Reconciliation of Government-Wide and Fund Financial Statements

A reconciliation between total fund balance of the governmental funds and total net position of the governmental activities as reported in the government-wide statement of net position is presented as part of the financial statements.

A reconciliation between total net change in fund balance of the governmental funds and total change in net position of governmental activities as reported in the government-wide statement of activities is presented as part of the financial statements.

There are no differences between total net position of the proprietary funds and total net position of the business-type activities as reported in the government-wide statement of net position.

E. Property Taxes

Property taxes are levied as of March 1 on property values assessed as of the same date. State statutes provide that the property tax rate be limited generally to 1% of market value, be levied by only the County, and be shared by applicable jurisdictions. The County of San Luis Obispo collects the taxes and distributes them to taxing jurisdictions on the basis of assessed valuations subject to voter-approved debt. Property taxes are due on November 1, and March 1, and become delinquent on December 10 and April 10. The City receives property taxes pursuant to an arrangement with the County known as the "Teeter Plan". Under the Teeter Plan the County assumes responsibility for the collection of delinquent taxes and pays the full allocation to the City. The City recognizes property tax revenues in the fiscal year in which they are due to the City.

F. New Pronouncements

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

- GASB Statement No. 100, *Accounting Changes and Error Corrections* – The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The City recorded a prior period adjustment for a transfer of operations between funds as a result of implementing this statement in the fiscal year ended June 30, 2024.

2. CASH AND INVESTMENTS

At June 30, 2024, cash and investments consisted of the following:

Statement of Net Position:		
Cash and Investments	$	75,046,999
Restricted Cash and Investments		584
Statement of Fiduciary Net Position:		
Cash and Cash Equivalents		166,561
Total Cash and Investments	$	75,214,144

Cash	$	28,635,397
Cash Held by Fiscal Agents		584
Investments		46,578,163
Total Cash and Investments	$	75,214,144

A. Custodial Credit Risk - Deposits

Custodial credit risk - deposits is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. Deposits with financial institutions, including negotiable CDs, totaled $45,076,297 at June 30, 2024 and were insured or collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.

For custodial credit risk associated with deposits, the City's policy is to follow the California Government Code which requires California financial institutions to secure the City's deposit by pledging government securities as collateral. The fair value of the pledged securities must equal 110% of the City's deposits. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes equal to 150% of the City's deposits.

B. Investment Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Investments classified in Level 2 of the fair value hierarchy are valued using matrix pricing techniques. Matrix pricing is used to value securities based on the securities relationship to benchmark quoted prices.

2. CASH AND INVESTMENTS, Continued

B. Investment Fair Value Measurements, Continued

The following is a summary of the fair value measurements as of June 30, 2024:

	Fair Value	Quoted Prices In Active Market For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by Fair Value Hierarchy:				
Negotiable Certificates of Deposit	$ 16,472,700	$ -	$ 16,472,700	$ -
US Government Agency Obligations	12,930,450	-	12,930,450	-
Municipal Bonds	1,867,126	-	1,867,126	-
Money Market	8,112,916	-	8,112,916	-
Corporate Bonds	1,950,800	-	1,950,800	-
Total Investments by Fair Value Hierarchy	41,333,992	$ -	$ 41,333,992	$ -
Investment Not Subject to Fair Value Hierarchy:				
Local Agency Investment Fund	5,244,171			
Total Investments Not Subject to Fair Value	5,244,171			
Total Investments Measured at Fair Value	$ 46,578,163			

C. Local Agency Investment Fund

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

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

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

As of June 30, 2024, the City had $5,244,171 invested in LAIF, which had invested 3.00% of the pool investment funds in Structured Notes and Asset-Backed Securities as compared to 2.78% in the previous year. The LAIF fair value factor of 0.996316042 was used to calculate the fair value of the investments in LAIF.

2. CASH AND INVESTMENTS, Continued

D. Custodial Credit Risk - Investments

Custodial credit risk - investments is the risk that in the event of the failure of a counterparty, the City will not be able to recover the value of its investments that are in the possession of an outside party. All of the City's investments in securities are insured or registered and held by a counterparty in the City's name in accordance with the City's policies. The City's investment policy specifies that securities are to be held by a third party, other than the counterparty, in the City's name, whenever possible.

E. Interest Rate Risk

Interest rate risk is the risk that the fair value of securities in the portfolio will fall due to changes in general interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits the City's investment portfolio to securities having a maturity date of five years or less at the date of purchase.

At June 30, 2024 maturities were as follows for the City's investments:

Liquidity	Amount
0 to 30 days	$ 5,244,171
FY 2025	16,715,947
FY 2026	7,709,960
FY 2027	8,607,364
FY 2028	6,325,318
FY 2029	1,975,403
Total Investments	$ 46,578,163

F. Concentration of Credit Risk

The City's policies in the Investment Management Plan provide guidelines (by type of investment vehicle that limits either the dollar amount, the percent of the portfolio or the maturity term) for diversifying the investment portfolio so that potential losses on individual securities will be minimized. Investment in U.S. Government Agency Obligation represents 28% of the City's investments at June 30, 2024. These U.S. government-sponsored enterprise agency securities are not explicitly guaranteed by the U.S. Government.

G. Credit Risk

Credit risk is the risk of loss due to the failure of the security issuer or backer. The City's policy is to mitigate this risk by investing in investment grade securities and by diversifying the investment portfolio so that the failure of any one issuer does not unduly harm the investment portfolio.

2. CASH AND INVESTMENTS, Continued

G. Credit Risk, Continued

At June 30, 2024, credit risk ratings were as follows for the City's investments:

	Rating (S&P)	Fair Value
State Local Agency Investment Fund	Unrated	$ 5,244,171
Negotiable Certificates of Deposit	Unrated	16,472,700
Money Market Funds	Unrated	-
U.S Treasury Note	Unrated	8,112,916
U.S. Government Agency Obligations	AA+	12,930,450
Municipal Obligations	AA	801,925
Municipal Obligations	AA-	501,975
Municipal Obligations	Unrated*	563,226
U.S. Corporate Bonds	AA+	983,020
U.S. Corporate Bonds	A+	490,470
U.S. Corporate Bonds	A-	477,310
Total Investment		$ 46,578,163

* Rated Aa1 by Moody's

3. NOTE RECEIVABLE

In 2012, the City entered into a note receivable agreement for a loan in the amount of $1,657,235 for the development of affordable housing. The loan bears interest at 3% per annum. Principal and interest are due and payable in full in 2066. The loan is secured by a deed of trust and a regulatory agreement. At June 30, 2024, the current principal balance and accrued interest on the note receivable were $1,086,826 and $453,638, respectively.

In 2021, the City entered into a note receivable agreement with Peoples' Self-Help Housing (a non-profit organization) for a loan in the amount of $2,500,000 for the development of affordable housing. The loan bears no interest. Principal is due and payable in full in 2076. Further, the City entered into an agreement to where the Development Impact Fees in the amount of $419,341 would be deferred and become payable in full in 2076. The loans are secured by a deed of trust and a regulatory agreement. At June 30, 2024, the current principal balance on the note receivable was $2,500,000 and $419,341 for deferred fees.

In 2021, the City entered into a note receivable agreement with Housing Authority of SLO (a non-profit organization) for a loan in the amount of $1,000,000 for the development of affordable housing. The loan bears no interest. Principal is due and payable in full in 2076. Further, the City entered into an agreement to where the Development Impact Fees would be deferred and become payable in full in 2076. The loans are secured by a deed of trust and a regulatory agreement. At June 30, 2024, the current principal balance on the note receivable was $1,000,000 and $443,676 for deferred fees.

4. LEASE RECEIVABLE

In implementing GASB Statement 87, the City recognized a lease receivable and deferred inflows of resources for the leasing of various City-owned structures and land. The City recognized revenues of $203,144 from these leases, associated interest, and variable payments.

The following tables are a summary of the various leases that make up the balance of lease receivables:

Governmental Activities:

Description	Payment Terms	Lease End	Interest Rate	Receivable as of June 30, 2024
Charter	$3,262 monthly, increasing 3% every January	11/30/2026	0.19%	$ 119,404
Edward Jones	$1,861 monthly, increasing annually to $2,095 by 2025	10/31/2030	0.46%	153,496
Vertical Bridge	$2,654 monthly in 2023, increasing by 3% every February	8/23/2027	0.19%	107,392
Total				$ 380,292

Business-Type Activities:

Description	Payment Terms	Lease End	Interest Rate	Receivable as of June 30, 2024
Airstreams	$3,884 monthly increasing to $4,049 in November 2023. Additionally, 2% of gross receipts exceeding monthly base fee.	10/31/2025	0.22%	$ 63,777
Total				$ 63,777

The Pier Fund's primary purpose is to rent out the Pismo Beach Pier to other entities. In the fiscal year ended June 30, 2024, the City recognized $18,073 in additional payments over the base lease payments in the Pier Fund. The following is the payment schedule for the leases of the City's two Airstreams:

Year Ending June 30,	Principal	Interest	Total
2025	20,725	136	20,861
2026	43,052	11	43,063
Total	$ 63,777	$ 147	$ 63,924

5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 was as follows:

	Balance June 30, 2023	Additions	Transfers/ Deletions	Balance June 30, 2024
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	$ 18,688,795	$ -	$ -	$ 18,688,795
Right-of-Way - Street System	5,068,528	-	-	5,068,528
Construction in Progress	8,743,922	8,736,632	(7,273,008)	10,207,546
Total Capital Assets, Not Being Depreciated	32,501,245	8,736,632	(7,273,008)	33,964,869
Capital Assets, Being Depreciated				
Buildings & Improvements	23,082,828	1,003,564	106,124	24,192,516
Vehicles & Equipment	11,705,950	1,674,322	(788,728)	12,591,544
Right-to-use asset - Equipment	136,482	188,182	-	324,664
Infrastructure	89,992,782	-	7,166,884	97,159,666
Total Capital Assets, Being Depreciated	124,918,042	2,866,068	6,484,280	134,268,390
Accumulated Depreciation and Amortization:				
Buildings & Improvements	(11,450,299)	(889,475)	-	(12,339,774)
Vehicles & Equipment	(7,324,003)	(796,062)	492,279	(7,627,786)
Right-to-use asset - Equipment	(58,052)	(63,850)	-	(121,902)
Infrastructure	(42,274,540)	(2,428,198)	-	(44,702,738)
Total Accumulated Depreciation and Amortization	(61,106,894)	(4,177,585)	492,279	(64,792,200)
Total Capital Assets, Being Depreciated, Net	63,811,148	(1,311,517)	6,976,559	69,476,190
Net Capital Assets, Governmental Activities	$ 96,312,393	$ 7,425,115	$ (296,449)	$ 103,441,059

5. CAPITAL ASSETS, Continued

	Balance June 30, 2023	Additions	Transfers/ Deletions	Balance June 30, 2024
Business-type Activities:				
Capital Assets, Not Being Depreciated:				
Land	$ 3,079,393	$ 845,890	$ -	$ 3,925,283
Construction in Progress	3,010,458	112,983	(39,305)	3,084,136
Total Capital, Assets, Not Being Depreciated	6,089,851	958,873	(39,305)	7,009,419
Capital Assets, Being Depreciated:				
Buildings & Improvements	21,750,733	455,475	39,305	22,245,513
Right-to-use - Improvements	-	241,728	-	241,728
Vehicles & Equipment	8,141,806	271,917	-	8,413,723
Infrastructure	33,464,190	-	-	33,464,190
Pier	8,446,738	-	-	8,446,738
Total Capital Assets, Being Depreciated	71,803,467	969,120	39,305	72,811,892
Accumulated Depreciation				
Buildings & Improvements	(8,588,743)	(1,227,829)	-	(9,816,572)
Right-to-use - Improvements	-	(73,861)	-	(73,861)
Vehicles & Equipment	(4,564,687)	(193,515)	-	(4,758,202)
Infrastructure	(15,410,140)	(614,902)	-	(16,025,042)
Pier	(785,441)	(168,937)	-	(954,378)
Total Accumulated Depreciation	(29,349,011)	(2,279,044)	-	(31,628,055)
Total Capital Assets, Being Depreciated, Net	42,454,456	(1,309,924)	39,305	41,183,837
Net Capital Assets, Business-type Activities	$ 48,544,307	$ (351,051)	$ -	$ 48,193,256

Depreciation expense was charged to functions/programs as follows:

Governmental Activities:	
General Government	$ 636,009
Public Safety	610,142
Streets	1,059,718
Community Services	431,389
Public Works	1,440,327
Total Depreciation - Governmental Activities	$ 4,177,585

5. CAPITAL ASSETS, Continued

Business-Type Activities:	
Water	$ 431,603
Wastewater	1,494,030
Pier	184,947
Parking	168,464
Total Depreciation - Business-type Activities	$ 2,279,044

6. LONG-TERM DEBT

The City's internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities of the internal service funds are included in governmental activities in the statement of net position. At June 30, 2024, compensated absences of the internal service funds were $6,928.

For the governmental activities, claims and judgments and compensated absences are generally liquidated by the General Fund. See Note 11 for further discussion on claims liability.

Long-term activity for the year ended June 30, 2024 was as follows:

	Balance June 30, 2023	Additions	Deductions	Balance June 30, 2024	Due Within One Year
Governmental Activities:					
Compensated Absences	$ 724,742	$ 97,955	$ (65,117)	$ 757,580	$ 189,395
Leases	78,933	188,182	(59,684)	207,431	98,318
Lease Revenue Bonds	10,048,554	-	(322,927)	9,725,627	340,047
Unamortized Bond Premiums	152,610	-	(6,359)	146,251	-
Total Long-term Debt Governmental Activities	$ 11,004,839	$ 286,137	$ (454,087)	$ 10,836,889	$ 627,760
Business-Type Activities:					
Compensated Absences	$ 85,982	$ -	$ (5,473)	$ 80,509	$ 20,127
Leases	-	271,917	(96,854)	175,063	79,628
Revenue Refunding Bonds	3,320,000	-	(3,320,000)	-	-
Unamortized Bond Premium	202,589	-	(202,589)	-	-
State Revolving Loans from Direct Borrowings	3,278,773	239,514	(675,631)	2,842,656	685,177
Total Long-term Debt Business-type Activities	$ 6,887,344	$ 511,431	$ (4,300,547)	$ 3,098,228	$ 784,932

6. LONG-TERM DEBT, Continued

A. 2017 Lease Revenue Bonds

In June 2017, the Agency issued lease revenue bonds (2017 bonds) in the amount of $7,685,000 to fund the rehabilitation of the Pismo Beach pier. The debt is reported within the governmental activities and the related debt service payments are reported within the General Fund. The Base Rental Payments from a lease between the City and the Agency have been pledged by the Agency as security for the payment of principal and interest on the 2017 bonds. The City agreed to take such action as is necessary to budget for and to appropriate such amounts. The bonds maturing on or after December 1, 2027 are subject to redemption prior to maturity as specified in the bond resolution. The 2017 bonds bear interest at rates from 2% to 5%. Principal and interest are payable in semi-annual installments each June 1 and December 1 through 2047.

In the Statement of Net Position, the 2017 bonds include the related unamortized premium which is being amortized and charged to expense over the term of the 2017 bonds. At June 30, 2024, the unamortized premium was $146,251.

At June 30, 2024, future minimum principal and interest payments on the 2017 bonds were as follows:

Year Ending June 30,	Principal	Interest	Total
2025	$ 170,000	$ 230,362	$ 400,362
2026	180,000	221,613	401,613
2027	190,000	213,312	403,312
2028	195,000	205,612	400,612
2029	205,000	197,613	402,613
2030-2034	1,150,000	857,812	2,007,812
2035-2039	1,355,000	646,719	2,001,719
2040-2044	1,600,000	401,037	2,001,037
2045-2048	1,490,000	106,400	1,596,400
Total	$ 6,535,000	$ 3,080,480	$ 9,615,480

B. 2017B Lease Revenue Bonds

In December 2017, the Agency issued lease revenue bonds (2017B Federally taxable New Clean Renewable Energy Bonds) in the amount of $4,061,917 to fund the construction and installation of a fully-integrated solar photovoltaic generation and storage facility at the City's Wastewater Treatment Plant and an integrated solar photovoltaic generation facility at the Police Department. The debt is reported within the governmental activities and the related debt service payments are reported within the Public Financing Agency fund. The Base Rental Payments from a lease between the City and the Agency have been pledged by the Agency as security for the payment of principal and interest on the 2017B bonds. The City agreed to take such action as is necessary to budget for and to appropriate such amounts. The 2017B bonds bear interest at 4.370%. Principal and interest are payable in semi-annual installments each June 1 and December 1 through 2037.

6. LONG-TERM DEBT, Continued

B. 2017B Lease Revenue Bonds, Continued

At June 30, 2024, future minimum principal and interest payments on the 2017B bonds were as follows:

Year Ending June 30,	Principal	Interest	Total
2025	$ 170,047	$ 135,715	$ 305,762
2026	177,478	128,122	305,600
2027	185,234	120,196	305,430
2028	193,329	111,925	305,254
2029	201,777	103,291	305,068
2030-2034	1,149,116	373,165	1,522,281
2035-2038	1,113,646	99,933	1,213,579
Total	$ 3,190,627	$ 1,072,347	$ 4,262,974

C. Wastewater Refunding Revenue Bonds, Series 2012

In 2012, the Authority issued revenue refunding bonds (2012 bonds) in the amount of $5,710,000 to advance refund the 2004 revenue bonds, Series A. The Authority entered into a lease agreement with the City wherein the City is obligated to make all debt service payments on the 2012 bonds. The transactions between the Authority and the City have been eliminated from these financial statements and the debt and related debt service payments are reported within the Wastewater fund. The 2012 bonds bear interest at rates of 2% to 5%. Principal and interest were payable in semi-annual installments each June 30 and December 30 through 2032.

In November 2023, the City redeemed the bonds and paid them off in their entirety.

D. State Revolving Fund Loans from Direct Borrowings

The City entered into an agreement with the State Water Resources Control Board for a $10,154,284 loan with an effective interest rate of approximately 1.8% for the purpose of financing wastewater system improvements. At June 30, 2024, future minimum principal and imputed interest payments on this loan payable were as follows:

Year Ending June 30,	Principal	Interest	Total
2025	$ 587,870	$ 21,390	$ 609,260
2026	598,469	10,790	609,259
Total	$ 1,186,339	$ 32,180	$ 1,218,519

The City entered into a second agreement with the State Water Resources Control Board for $231,904 loan with an effective interest rate of approximately 1.8% for the purpose of financing the park cypress interceptor.

6. LONG-TERM DEBT, Continued

D. State Revolving Fund Loans from Direct Borrowings, Continued

At June 30, 2024, future minimum principal and imputed interest payments on this loan payable were as follows:

Year Ending June 30,	Principal	Interest	Total
2025	$ 14,375	$ 272	$ 14,647
Total	$ 14,375	$ 272	$ 14,647

The City also entered into a third agreement with the State Water Resources Control Board for an additional $838,134 loan with an effective interest rate of approximately 1.8% for the purpose of financing the Pismo Oaks Lift Station.

At June 30, 2024, future minimum principal and imputed interest payments on this loan payable were as follows:

Year Ending June 30,	Principal	Interest	Total
2025	$ 38,325	$ 3,582	$ 41,907
2026	39,016	2,891	41,907
2027	39,719	2,187	41,906
2028	40,436	1,471	41,907
2029	41,164	742	41,906
Total	$ 198,660	$ 10,873	$ 209,533

The City entered into a fourth agreement with the State Water Resources Control Board for a $2,927,304 loan with an effective interest rate of approximately 1.7% for the purpose of financing the Five Cities Lift Station. As of June 30, 2024, $2,631,833 had been drawn down. In 2020, $1,050,000 was forgiven.

At June 30, 2024, future minimum principal and interest payments on this loan payable were as follows:

Year Ending June 30,	Principal	Interest	Total
2025	$ 44,607	$ 24,534	$ 69,141
2026	45,365	23,777	69,142
2027	46,136	23,006	69,142
2028	46,921	22,222	69,143
2029	47,718	21,424	69,142
2030-2034	251,039	94,674	345,713
2035-2039	273,115	72,598	345,713
2040-2044	297,132	48,580	345,712
2045-2049	323,262	22,451	345,713
2050	67,987	1,156	69,143
Total	$ 1,443,282	$ 354,422	$ 1,797,704

6. LONG-TERM DEBT, Continued

E. Direct Borrowings

All of the City's State Revolving Loans are from direct borrowings. There are no provisions for the outstanding loans in the event of default and no assets were held as collateral.

The City has pledged future wastewater system revenues, net of specified operating expenses, to repay the State Revolving Fund Loans. Proceeds from the loans were used to complete a major upgrade to the City's wastewater treatment plant and related facilities. The loans are payable solely from wastewater customer net revenues and are payable through 2050. For the year ended June 30, 2024, principal and interest payments made on the loans, and total system net revenues (losses) were $723,938 and $(730,307), respectively. The remaining principal and interest to be paid on the loans is $3,240,403.

F. Leases

At June 30, 2024, the City had long-term leases of office equipment and office space used in the General Fund.

Office Equipment

The City lease of copiers runs through May 2026 at a 0.5773% interest rate. Payments are $1,112 monthly for the life of the lease. At June 30, 2024, the lease liability on the copiers was $27,464. The following is the schedule of annual principal and interest payments on this lease as of June 30, 2024:

Year Ending June 30,	Principal	Interest	Total
2025	$ 14,291	$ 121	$ 14,412
2026	13,173	38	13,211
Total	$ 27,464	$ 159	$ 27,623

The City also leases a postage meter that goes through March 2027 at a 0.7030% interest rate. Quarterly payments are $468 for the life of the lease. At June 30, 2024, the lease liability on the postage meter was $5,098. The following is the schedule of annual principal and interest payments on this lease as of June 30, 2024:

Year Ending June 30,	Principal	Interest	Total
2025	$ 1,842	$ 31	$ 1,873
2026	1,856	18	1,874
2027	1,400	5	1,405
Total	$ 5,098	$ 54	$ 5,152

6. LONG-TERM DEBT, Continued

F. Leases, Continued

Office Space

In August 2022, the City began a 24-month lease of temporary living quarters for the Fire Department while the City's new Public Safety Facility is constructed. The interest rate on the lease is 2.02%. In February 2024, the City amended the lease to extend the term to December 2025. Payments were monthly in the amount of $2,600, increasing to $2,800 in January 2024. The lease increases January 2025 to $2,900. At June 30, 2024, the lease liability on the office space was $50,712. The following is the schedule of annual principal and interest payments on this lease as of June 30, 2024:

Year Ending June 30,	Principal	Interest	Total
2025	$ 33,422	$ 778	$ 34,200
2026	17,290	110	17,400
Total	$ 50,712	$ 888	$ 51,600

Modular Trailers

In October 2023, the City entered into a $148,398 3-year lease for 3 trailers at 330 Main Street for temporary office space for the Police Department while the City's new Public Safety Facility is constructed. Interest on the lease is 2.43%. Monthly payments are fixed at $4,270 and started January 2024, and end in December 2026. At June 30, 2024, the lease liability on the trailers was $124,157. The following is the schedule of annual principal and interest payments on this lease as of June 30, 2024:

Year Ending June 30,	Principal	Interest	Total
2025	$ 48,762	$ 2,472	$ 51,234
2026	49,958	1,276	51,234
2027	25,437	180	25,617
Total	$ 124,157	$ 3,928	$ 128,085

Parking Lot

In August 2023, the City entered into a $271,917 3-year lease for a parking lot. Payments are monthly until July 2026 in an amount of $6,500, increasing $500 annually every August and are paid for by the Parking Fund. The interest rate on the lease is 2.79%. At June 30, 2024, the lease liability on the parking lot was $175,063. The following is the schedule of annual principal and interest payments on this lease as of June 30, 2024:

Year Ending June 30,	Principal	Interest	Total
2025	$ 79,628	$ 2,472	$ 82,100
2026	87,952	1,276	89,228
2027	7,483	180	7,663
Total	$ 175,063	$ 3,928	$ 178,991

7. PUBLIC EMPLOYEES RETIREMENT PLAN

A. General Information

Plan Description - All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (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 other). Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous risk pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The City sponsors eight rate plans (three miscellaneous and five 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.

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

While the City's Safety and Miscellaneous plans are not closed to new entrants, the component option of Safety Fire Tier 1, Safety Police Tier 1, and Miscellaneous Tier 1 are closed to new entrants. Classic members, as defined by CalPERS, entering the City's plans would enter the Tier 2 plans, and New Members, as defined by CalPERS, would enter the PEPRA plans.

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

	Safety - Fire	
	Tier 1	**PEPRA**
Hire Date	Prior to January 1, 2013	On or After January 1, 2013
Benefit Formulas	2.0% at 50	2.7% at 57
Benefit Vesting Schedule	5 years Service	5 Years Service
Benefit Payments	Monthly for Life	Monthly for Life
Retirement Age	50 - 55+	50 - 55+
Monthly Benefits, as a % of Eligible Compensation	2.0%	2.0% to 2.7%
Required Employee Contribution Rates	0%	0%
Required Employer Contribution Rates	0.00%	0.00%
Final Average Compensation Period	3-Year Average	3-Year Average
Required Unfunded Accrued Liability Payment (UAL)	$133,531	$0

7. PUBLIC EMPLOYEES RETIREMENT PLAN, Continued

A. General Information, Continued

	Safety - Police		
	Tier 1	**Tier 2**	**PEPRA**
Hire Date	Prior to January 1, 2013	On or After December 17, 2012	On or After January 1, 2013
Benefit Formulas	3% at 50	3.0% at 55	2.7% at 57
Benefit Vesting Schedule	5 Years Service	5 Years Service	5 Years Service
Benefit Payments	Monthly for Life	Monthly for Life	Monthly for Life
Retirement Age	50 - 55+	50 - 55+	50 - 55+
Monthly Benefits, as a % of Eligible Compensation	3.0%	3.0%	2.0% - 2.7%
Required Employee Contribution Rates	9%	9%	13.0%
Required Employer Contribution Rates	27.11%	22.83%	13.54%
Employer Share Paid by Employee	-3.0%	-3.0%	-0.5%
Final Average Compensation Period	Single Highest Year	3-Year Average	3-Year Average
Required Unfunded Accrued Liability Payment (UAL)	$568,768	$0	$0

	Miscellaneous		
	Tier 1	**Tier 2**	**PEPRA**
Hire Date	Prior to January 1, 2013	On or After December 17, 2012	On or After January 1, 2013
Benefit Formulas	2.5% at 55	2.0% at 60	2.0% at 62
Benefit Vesting Schedule	5 Years Service	5 Years Service	5 Years Service
Benefit Payments	Monthly for Life	Monthly for Life	Monthly for Life
Retirement Age	50 - 55+	50 - 63+	52 - 67+
Monthly Benefits, as a % of Eligible Compensation	2.0% - 2.7%	1.0% - 2.0%	1.0% - 2.5%
Required Employee Contribution Rates	8%	7%	6.75%
Required Employer Contribution Rates	14.06%	10.10%	7.68%
Excludes Employer Share Paid by Employee	0.00%	-1.00%	-1.75%
Final Average Compensation Period	Single Highest Year	3-Year Average	3-Year Average
Required Unfunded Accrued Liability Payment (UAL)	$727,450	$0	$0

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

The City's contributions to the Plan for the measurement period ended June 30, 2023 were as follows:

	Miscellaneous	Safety	Total
Contributions - Employer	$ 1,307,761	$ 1,210,647	$ 2,518,408

7. PUBLIC EMPLOYEES RETIREMENT PLAN, Continued

B. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

As of June 30, 2024, the City reported net pension liabilities for its proportionate share of the net pension liability of the Plan as follows:

	Miscellaneous	Safety	Total
Plan's Proportionate Share of the Net Pension Liability	$ 11,159,335	$ 10,536,931	$ 21,696,266

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

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

	Miscellaneous	Safety	Total
Proportion - June 30, 2022	0.22372%	0.14268%	0.17551%
Proportion - June 30, 2023	0.22317%	0.14096%	0.17391%
Change - Increase/(Decrease)	-0.00055%	-0.00172%	-0.00160%

For the year ended June 30, 2024, the City recognized pension expense of $3,893,402. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Miscellaneous	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Made Subsequent to Measurement Date	$ 1,794,979	$ -
Changes in Assumptions	673,739	-
Differences Between Expected and Actual Experience	570,079	(88,433)
Differences Between Projected and Actual Investment Earnings	1,806,797	-
Difference Between Employer's Contributions and Proportionate Share of Contributions	-	(150,836)
Change in Employer's Proportion	23,877	(279,046)
Total	$ 4,869,471	$ (518,315)

7. PUBLIC EMPLOYEES RETIREMENT PLAN, Continued

B. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions, Continued

	Safety	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Made Subsequent to Measurement Date	$ 1,687,589	$ -
Changes in Assumptions	614,949	-
Differences Between Expected and Actual Experience	773,605	(66,229)
Differences Between Projected and Actual Investment Earnings	1,441,976	-
Difference Between Employer's Contributions and Proportionate Share of Contributions	-	(487,477)
Change in Employer's Proportion	364,221	(70,609)
Total	$ 4,882,340	$ (624,315)

	Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Made Subsequent to Measurement Date	$ 3,482,568	$ -
Changes in Assumptions	1,288,688	-
Differences Between Expected and Actual Experience	1,343,684	(154,662)
Differences Between Projected and Actual Investment Earnings	3,248,773	-
Difference Between Employer's Contributions and Proportionate Share of Contributions	-	(638,313)
Change in Employer's Proportion *	138,049	(99,606)
Total	$ 9,501,762	$ (892,581)

* Totals do not match individual pools due to the netting of pool deferrals each measurement period.

$3,482,568 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2025	$ 1,539,163
2026	1,038,460
2027	2,456,898
2028	92,092

7. PUBLIC EMPLOYEES RETIREMENT PLAN, Continued

B. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions, Continued

Actuarial Assumptions - The total pension liabilities in the June 30, 2024 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry-age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increase	Varies by Entry Age and Service
Post Retirement Benefit Increase(1)	See note
Mortality Rate Table(2)	Derived using CalPERS' membership data for all funds

(1) Contract COLA up to 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power applies

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

Discount Rate - The discount rate used to measure the total pension liability as of the measurement date of June 30, 2023 for the Plan 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. A detailed report testing these projections can be obtained from the CalPERS website.

Long-term Expected Rate of Return - In determining the long-term expected rate of return, CalPERS took into account both long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, 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.

7. PUBLIC EMPLOYEES RETIREMENT PLAN, Continued

B. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions, Continued

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

Asset Class	Assumed Asset Allocation	Real Return(1,2)
Global Equity - cap-weighted	30.0%	4.54%
Global Equity - non-cap-weighted	12.0%	3.84%
Private Equity	13.0%	7.28%
Treasury	5.0%	0.27%
Mortgage-backed Securities	5.0%	0.50%
Investment Grade Corporates	10.0%	1.56%
High Yield	5.0%	2.27%
Emerging Market Debt	5.0%	2.48%
Private Debt	5.0%	3.57%
Real Assets	15.0%	3.21%
Leverage	-5.0%	-0.59%
Total	100%	

(1) An expected inflation of 2.3% used for this period.
(2) Figures are based on the 2021-22 Asset Liability Management study.

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

	Miscellaneous	Safety	Total
1% Decrease	5.90%	5.90%	5.90%
Net Pension Liability	$ 17,319,168	$ 16,491,502	$ 33,810,670
Current Discount Rate	6.90%	6.90%	6.90%
Net Pension Liability	$ 11,159,335	$ 10,536,931	$ 21,696,266
1% Increase	7.90%	7.90%	7.90%
Net Pension Liability	$ 6,089,265	$ 5,668,646	$ 11,757,911

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

C. Payable to the Pension Plan

At June 30, 2024, the City reported a payable of $0, for the outstanding amount of contributions to the pension plan for the year ended June 30, 2024.

7. PUBLIC EMPLOYEES RETIREMENT PLAN, Continued

D. Defined Contribution Pension Plan

The City contributes to one of two different defined contribution pension plans for its full-time employees in the various bargaining units. Employees may elect to enroll in either Mission Square or CalPERS 457 Deferred Compensation Plan ("457 Plan"). Both plans are administered by the respective contracting plan agencies. Benefit terms, including contribution requirements, for the 457 Plan are established and may be amended by the City Council. The City is required to contribute a flat amount, to individual employee accounts for each participating employee. Contribution levels are as follows by employee bargaining unit:

Bargaining Unit	City Annual Contribution
SEIU	$1,500
POA	$1,500
Supervisory/Technical and Mid-Management	$7,000
Management Employees	$14,000
City Manager	IRS maximum ($20,000) up to $27,500
Council Members	$12

Employees are permitted to make contributions up to applicable Internal Revenue Code limits. For the year ended June 30, 2024, employee contributions totaled $284,942, and the City recognized pension expense of $318,593.

Employees are immediately vested in their own, and City, contributions and earnings on those contributions.

The City had no liability to the 457 Plan as of June 30, 2024.

8. OTHER POST EMPLOYMENT BENEFITS (OPEB)

A. Plan Description

The City administers the City's Retired Employees Healthcare Plan (the Plan), a single employer defined benefit healthcare plan. The Plan provides medical insurance benefits to eligible retirees and their spouses. City resolutions and agreements assign the authority to establish and amend benefit provisions to the City. The City entered into an agreement with the CalPERS California Employers' Retiree Benefit Trust (CERBT), an agent-multiple defined Healthcare Plan, to pre-fund the City's OPEB liability. CERBT issues a publicly available financial report in aggregate with other CERBT participating employers. That report may be obtained by contacting PERS, 400 P Street, Sacramento, California 95814.

B. Funding Policy

The contribution requirements of plan members and the City are established by and may be amended by the City. Plan members receiving benefits contributed to amounts of the total premiums.

8. OTHER POST EMPLOYMENT BENEFITS (OPEB), Continued

C. Employees Covered

As of the June 30, 2023 measurement date, the following current and former employees were covered by the benefit terms under the Plan:

Active employees	106
Inactive employees entitled to, but not yet receiving benefits	36
Inactive employees or beneficiaries currently receiving benefits	43
Total	185

D. Contributions

The annual contribution is based on the actuarially determined contribution. For the measurement period ended June 30, 2023, the City made contributions of $180,000 to the trust, $96,049 cash benefit payments outside the trust, $81,000 in implicit subsidy benefit payments and $1,585 in administrative expenses.

E. Net OPEB Liability/(Asset)

The City's net OPEB liability was measured as of June 30, 2023 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2023 based on the following actuarial methods and assumptions:

Actuarial Assumptions	
Discount Rate	6.25%
Inflation	2.50%
Salary Increases	2.75%
Investment Rate of Return	6.25%
Mortality Improvement	Mortality projected fully generational with Scale MP-2021
Mortality, Retirement, Disability, Termination	CalPERS 2000-2019 Experience Study
Healthcare Trend Rate	Non-Medicare: 8.5% for 2025, decreasing to 3.45% in 2076 Medicare: 6.25-7.5% depending on supplemental plan for 2025, decreasing to 3.45% in 2076 PEMHCA: 3.5% annually

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

8. OTHER POST EMPLOYMENT BENEFITS (OPEB), Continued

E. Net OPEB Liability/(Asset), Continued

Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global Equity	49.0%	4.56%
Fixed Income	23.0%	1.56%
TIPS	5.0%	-0.08%
REITS	20.0%	4.06%
Commodities	3.0%	1.22%
Total	100.0%	

F. Discount Rate

The discount rate used to measure the total OPEB liability was 6.25 percent. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projects benefit payments to determine the total OPEB liability.

The changes in the Net OPEB Liability/(Asset) for the Plan are as follows:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (c) = (a) - (b)
Balance at June 30, 2023 (Measurement Date June 30, 2022)	$ 4,730,327	$ 4,314,389	$ 415,938
Changes Recognized for the Measurement Period:			
Service Cost	156,658	-	156,658
Interest	296,248	-	296,248
Actual vs. Expected Experience	(466,353)	-	(466,353)
Changes in Assumptions	(50,117)	-	(50,117)
Contributions - Employer	-	529,521	(529,521)
Net Investment Income	-	282,056	(282,056)
Benefit Payments	(294,031)	(294,031)	-
Administration Expense	-	(2,759)	2,759
Net Changes	(357,595)	514,787	(872,382)
Balance at June 30, 2024 (Measurement Date June 30, 2023)	$ 4,372,732	$ 4,829,176	$ (456,444)

8. OTHER POST EMPLOYMENT BENEFITS (OPEB), Continued

G. Sensitivity of the Net OPEB Liability/(Asset) to Changes in the Discount Rate

The following presents the net OPEB Liability/(Asset) of the City if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2023:

	1% Decrease (5.25%)	Current Discount Rate (6.25%)	1% Increase (7.25%)
Net OPEB Liablity/(Asset)	$ 27,774	$ (456,444)	$ (864,973)

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

The following presents the net OPEB Liability/(Asset) of the City if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2023:

	1% Decrease	Current Trend	1% Increase
Net OPEB Liability/(Asset)	$ (707,366)	$ (456,444)	$ (105,695)

I. OPEB Plan Fiduciary Net Position

CERBT issues a publicly available financial report that may be obtained from the California Public Employees Retirement System Executive Office, 400 P Street, Sacramento, California 95814.

J. 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 recognition period differs depending on the source of the gain or loss:

Net difference between projected and actual earnings on OPEB plan investments	5 years
All other amounts	Expected average remaining service lifetime (EARSL) (EARSL of 8.7 years used for the measurement date June 30, 2023)

8. OTHER POST EMPLOYMENT BENEFITS (OPEB), Continued

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

For the fiscal year ended June 30, 2024, the City recognized OPEB expense of $127,299. As of the fiscal year ended June 30, 2024, the City reported deferred outflows and inflows of resources related to OPEB from the following services:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ (612,183)
Changes in assumptions	64,826	(50,185)
Net differences between projected and actual earnings on OPEB plan investments	284,901	-
OPEB Contributions subsequent to measurement date	277,634	-
Total	$ 627,361	$ (662,368)

The $277,634 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2023 measurement date will be recognized as a reduction in the Net OPEB liability in the year ending June 30, 2025. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized as expense (income) as follows:

Year Ended June 30,	Deferred Outflow/(Inflows) of Resources
2025	(57,126)
2026	(78,537)
2027	82,512
2028	(51,889)
2029	(50,100)
Thereafter	(157,501)

9. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund transfers for the year ended June 30, 2024 were as follows:

	Transfers In						
Transfers Out	**General Fund**	**Capital Projects**	**Non-Major Governmental Funds**	**Wastewater**	**Pier**	**Internal Service Funds**	**Total**
Major Funds:							
General Fund	$ -	$ 7,147,435	$ 1,330,019	$ 105,608	$ 30,000	$ 655,414	$ 9,268,476
Lodging Business Improvement		7,084			-		7,084
Non-Major Governmental Funds	217,046	1,095,688			-		1,312,734
Major Enterprise Funds:							
Water	-				-	51,529	51,529
Wastewater	-		274,399		-	79,256	353,655
Parking	-	4,859,056			-	517	4,859,573
Total	$ 217,046	$ 13,109,263	$ 1,604,418	$ 105,608	$ 30,000	$ 786,716	$ 15,853,051

9. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS, Continued

The primary purpose of interfund transfers is to move fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations and restrictions, including capital outlay expenditures. Interfund transfers were made from the General and Wastewater funds to the City of Pismo Beach Public Financing Agency Fund as debt service principal and interest payments become due. Interfund transfers were made from various funds to the Internal Service Fund for vehicle replacement contributions.

10. JOINTLY GOVERNED ORGANIZATIONS AND OPERATING AGREEMENTS

Jointly governed organizations are legal entities or other organizations that result from a contractual arrangement and that are owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control in which the participants retain an ongoing financial interest or ongoing financial responsibility.

The City is a participant in the following organizations:

A. South County Area Transit and San Luis Obispo Regional Transit Authority

The City is a member of South County Area Transit and San Luis Obispo Regional Transit Authority, which were formed to provide fixed route and regional transit services within the member cities and the County. The City's obligation to these entities is limited to the assignment of a portion of its Local Transportation Fund allocations to the joint power agencies.

B. San Luis Obispo Council of Governments

The San Luis Obispo Council of Governments (SLOCOG) was formed in 1968 through a joint power agreement among the incorporated cities and the County of San Luis Obispo. It acts as the regional transportation planning agency for the county and is the metropolitan planning organization and the congestion management agency for the region. The City's obligation to this entity is limited to the assignment of a portion of its Local Transportation Fund allocations to the agency. In the fiscal year ended June 30, 2024, SLOCOG provided the City with $183,453 in transportation-related funding.

C. Water Treatment and Facilities Agreement

The City has an agreement with the San Luis Obispo County Flood Control and Water Conservation District (the "District") wherein the District and the Central Coast Water Authority (the "Water Authority") constructed and operate a joint water treatment facility and water conveyance system. The Water Authority financed the facility and system by selling revenue bonds, and in 1997, issued $198 million in refunding revenue bonds. In 2006, the Water Authority issued refunding bonds to take advantage of lower market interest rates. The agreement is a take-or-pay obligation, and the City is obligated to pay amounts specified in the agreement whether or not water is treated or delivered. The amounts paid by the City are pledged by the Water Authority for repayment of the Water Authority's debt obligations. The City recorded this payment as operating expenses of $257,894 and $1,639,962 to the District and Water Authority, respectively, in its Water Fund for the fiscal year ended June 30, 2024.

10. JOINTLY GOVERNED ORGANIZATIONS AND OPERATING AGREEMENTS, Continued

D. Water Supply Agreement

The City has entered into a water supply agreement with the District for the purpose of obtaining additional water for municipal purposes. The City is obligated to make payments even if the City fails or refuses to accept water deliveries. The District's source for such additional water supplies is the California State Water Project (SWP). The SWP has constructed facilities to extend the California Aqueduct to the Central Coast and to the facilities owned by the Water Authority. The City has recorded as long-term prepayments in its Water Fund payments made under this agreement while the SWP expansion was under construction and prior to its ability to convey water under the arrangement. These prepayments are being amortized to expense as operating expenses over the term of the agreement.

E. Lopez Dam Agreement

The City has entered into a Lopez Dam agreement with the District related to the Lopez Dam storage reservoir, water treatment plant, main conduits, and related facilities built for the primary purpose of providing a municipal water supply to cities in the County. This agreement is also a take-or-pay arrangement and the City is obligated to make payments regardless of water deliveries. In 2000, voters in Zone 3 of the District authorized the District to issue $13.2 million in general obligation bonds to provide funds to construct seismic improvements to the Lopez Dam and facilities. The District is to receive such tax revenues under the voter approved arrangement and is to also receive payments from the City and other participating governments in amounts sufficient to pay debt service on the bonds and related operating and capital costs. The City recorded payments of $1,559,790 as expenses in its Water Fund in the fiscal year ended June 30, 2024.

F. Central Coast Blue Regional Recycled Water Authority

In October 2022, the City formed the Central Coast Blue Regional Recycled Water Authority (Central Coast Blue), a joint powers agency, with the cities of Arroyo Grande and Grover Beach. The purpose of Central Coast Blue is to share in the construction and maintenance of a regional recycled water project that will enhance water supply reliability by injecting advanced purified water into the Northern Cities Management Area of the Santa Maria Groundwater Basin (Project). The Project will reduce vulnerability to drought and seawater intrusion by creating a seawater intrusion barrier and supplementing the naturally occurring groundwater. Phase 1 of the Project includes construction of an advanced treatment facility, treatment of secondary treated flows from Pismo Beach's Wastewater Treatment Plant (WWTP), construction of approximately five injection wells and associated transmission lines, and injection of flows from the WWTP. The City is the lead agency of Central Coast Blue and is in charge of the planning, design, and construction oversight and shares the costs of the project with Arroyo Grande and Grover Beach per the cost sharing agreement created in March 2022. In the fiscal year ended June 30, 2024, Arroyo Grande and Grover Beach reimbursed the City $848,666 in costs associated with the project.

11. RISK MANAGEMENT

A. Self-Insurance

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the City carries insurance. The City, due to the costs of available coverage, participated as a member in the Central Coast Cities Self-Insurance Fund (CCCSIF) through June 30, 2003 for general liability insurance and through June 30, 2004 for workers' compensation insurance. Thereafter, the City joined the California Joint Powers Insurance Authority (California JPIA). The California JPIA provides general liability insurance to the City with a $50 million per occurrence and $50 million per year aggregate limit and workers compensation insurance with statutory benefits and $10 million employer's liability coverage. The risk of loss is transferred to the California JPIA. The City is subject to retrospective premium adjustments under the arrangement. Claims liabilities in the governmental funds are generally liquidated by the General Fund.

The City is responsible for payment of its respective claims that were outstanding with the CCCSIF at the time the City elected to insure with the California JPIA. The uninsured risk for these claims, referred to as tail-end claims, retained by the City was $200,000 per incident for workers' compensation claims, $100,000 per incident for general liability claims, and $10,000 per property damage claim. The CCCSIF periodically obtains actuarial studies and valuations of the tail-end claim liabilities, and the City reports such estimated amounts payable as claim liabilities in the statement of net position.

Liabilities of the City are reported in the statement of net position for the governmental activities when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlements trends (including frequency and amount of pay-outs), and other economic and social factors.

The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. Settlements have not exceeded coverage for each of the past three fiscal years.

Self-insurance activity as of and for the year ended June 30, 2024 is summarized as follows:

Estimated liability for reported claims and settlement expenses	$ (10,885)
Assets on Deposit	89,862
Claims Asset (Liability) at June 30, 2024	$ 78,977

11. RISK MANAGEMENT, Continued

A. Self-Insurance, Continued

Changes in the balances of claims assets (liabilities) during the past two fiscal years were as follows:

Claims Asset (Liability) at June 30, 2022	$ 74,590
Claim payments and related expenditures	(1,635)
Change in estimated claims liability for year ended June 30, 2023	(16,240)
Interest Earnings and change in fair market value	2,339
Claims Asset (Liability) at June 30, 2023	59,054
Claim payments and related expenditures	(16,023)
Change in estimated claims liability for year ended June 30, 2024	30,684
Interest Earnings and change in fair market value	5,262
Claims Asset (Liability) at June 30, 2024	$ 78,977

12. COMMITMENTS AND CONTINGENCIES

A. Litigation

The City is involved in litigation incurred in the normal course of conducting City business. For one such litigation, the City has recognized a contingent liability of $1,500,000 at June 30, 2024. This litigation was settled in July 2024 for the amount of the liability. Although the outcome of the remainder of the lawsuits is not presently determinable, in the opinion of the City's counsel the resolution of these remaining matters will not have a material adverse effect on the financial condition of the City.

B. Grants and Allocations

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal and state government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

C. Construction and Other Significant Commitments

Construction and other significant commitments as of June 30, 2024, including encumbrances outstanding at year-end, were as follows:

General Fund	$ 1,035,584
Special Revenue Fund	17,437
Capital Project Fund	43,529,615
Enterprise Funds	1,714,853
Internal Service Fund	1,313,319
Total	$ 47,610,808

Long-term construction contracts are billed and paid on a percentage of completion, basis by construction phase.

13. CHANGE IN REPORTING ENTITY

In the fiscal year ended June 30, 2024, at the approval of SLOCOG, the City moved the Transit Fund's remaining net position to the Local Transportation Fund to continue to pay for street-related expenditures.

	Fund Financials		Government-Wide Financials	
	Nonmajor Enterprise	Nonmajor Governmental	Business-Type	Governmental
June 30, 2023, as previously reported	$ 27,158	$ 2,466,496	$ 71,289,852	$125,731,682
Combination of enterprise fund with governmental fund	(27,158)	27,158	(27,158)	27,158
June 30, 2023, as restated	$ -	$ 2,493,654	$ 71,262,694	$125,758,840

14. SUBSEQUENT EVENTS

A. Central Coast Blue Recycled Water Authority

The Joint Exercise of Powers Agreement creating the Central Coast Blue Regional Recycled Water Authority (Central Coast Blue) was amended to reflect the withdrawal of Arroyo Grande and Grover Beach effective June 30, 2024. The Central Coast Blue project is on hold as the City of Pismo Beach identifies ways to reduce the scope and cost of the project, as well as identify other sources of funding.

B. New Lease Revenue Bonds

On July 23, 2024, the Pismo Beach Public Financing Agency issued $39,475,000 Series 2024A Lease Revenue Bonds for a new Public Safety Facility project. Principal and interest payments are due semi-annually on June 1 and December 1, beginning December 1, 2024 for interest and December 1, 2025 for principal. Payments will be approximately $2.39M per year for 30 years.

This page intentionally left blank

Required Supplementary Information Section

This page intentionally left blank

City of Pismo Beach

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

General Fund

For the year ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Property Taxes	$ 7,009,000	$ 7,272,920	$ 7,424,287	$ 151,367
Sales Taxes	5,788,000	5,788,000	5,857,109	69,109
Transient Occupancy Taxes	15,505,000	14,715,000	15,083,303	368,303
Other Taxes	1,080,560	1,080,560	1,225,071	144,511
Licenses and Permits	1,241,331	1,241,331	1,361,571	120,240
Fines and Forfeits	46,400	46,400	75,955	29,555
Subventions and Grants	107,316	491,034	392,291	(98,743)
Investment Earnings	473,006	1,023,363	1,500,498	477,135
Rental Income	158,371	158,371	186,487	28,116
Charges for Services	899,300	838,556	959,105	120,549
Miscellaneous	1,668,669	2,291,669	2,136,181	(155,488)
Total revenues	33,976,953	34,947,204	36,201,858	1,254,654
EXPENDITURES:				
Current:				
General government:				
City Council	255,717	212,344	200,214	12,130
Administration	509,096	572,576	422,689	149,887
City Clerk	436,413	454,788	403,024	51,764
Human Resources	665,528	744,421	616,680	127,741
Legal	475,000	795,000	681,556	113,444
Conference and visitors bureau	888,316	932,978	889,219	43,759
Finance	1,350,731	1,473,593	1,259,379	214,214
Nondepartmental - other	3,053,355	2,736,390	2,412,356	324,034
Nondepartmental - retiree medical	430,970	430,970	181,549	249,421
Facilities maintenance	1,048,935	1,144,635	986,173	158,462
Public safety:				
Police	8,859,961	9,006,765	8,006,303	1,000,462
Fire	3,507,113	3,528,344	3,468,514	59,830
Weed abatement	31,500	31,500	15,520	15,980
Lifeguards	358,875	366,501	378,884	(12,383)
Public Works:				
Park Maintenance	891,841	952,872	892,564	60,308
Engineering	1,140,216	1,284,337	984,518	299,819
Planning	1,121,925	1,866,639	1,127,681	738,958
Community services:				
Buildings	1,723,175	1,819,308	1,700,695	118,613
Recreation	1,069,602	1,214,692	903,849	310,843
Highways and Streets:				
Maintenance and Construction	1,230,543	1,388,626	978,677	409,949
Capital Outlay	201,210	333,080	348,634	(15,554)
Total expenditures	29,250,022	31,290,359	26,858,678	4,431,681
REVENUES OVER (UNDER) EXPENDITURES	4,726,931	3,656,845	9,343,180	5,686,335
OTHER FINANCING SOURCES (USES):				
Transfers in	290,000	290,000	217,046	(72,954)
Transfers out	(6,983,760)	(22,807,341)	(9,268,476)	13,538,865
Proceeds from long-term debt	-	-	39,784	39,784
Total other financing sources (uses)	(6,693,760)	(22,517,341)	(9,011,646)	13,505,695
Net change in fund balances	$ (1,966,829)	$ (18,860,496)	331,534	$ 19,192,030
FUND BALANCES:				
Beginning of year			36,204,093	
End of year			$ 36,535,627	

City of Pismo Beach

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

Housing In-Lieu

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ 41,162	$ 41,162	$ 111,835	$ 70,673
Charges for services	50,000	50,000	-	(50,000)
Total revenues	2,910,362	91,162	111,835	20,673
EXPENDITURES:				
Current:				
Housing	17,015	2,653,130	21,190	2,631,940
Total expenditures	17,015	2,653,130	21,190	2,631,940
REVENUES OVER (UNDER) EXPENDITURES	2,893,347	(2,561,968)	90,645	2,652,613
Net change in fund balances	$ 2,893,347	$ (2,561,968)	90,645	$ 2,652,613
FUND BALANCES:				
Beginning of year			5,133,977	
End of year			$ 5,224,622	

City of Pismo Beach

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

Lodging Business Improvement

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ 16,991	$ 16,991	$ 117,127	$ 100,136
Special assessments	2,819,200	2,281,200	2,740,782	459,582
Total revenues	2,836,191	2,298,191	2,857,909	559,718
EXPENDITURES:				
Current:				
General government	1,718,188	1,764,188	1,441,385	322,803
Capital outlay	15,000	7,999	7,999	-
Total expenditures	1,733,188	1,772,187	1,449,384	322,803
REVENUES OVER (UNDER) EXPENDITURES	1,103,003	526,004	1,408,525	882,521
OTHER FINANCING SOURCES (USES):				
Transfers out	(1,200,000)	(1,207,084)	(7,084)	1,200,000
Total other financing sources (uses)	(1,200,000)	(1,207,084)	(7,084)	1,200,000
Net change in fund balances	$ (96,997)	$ (681,080)	1,401,441	$ 2,082,521
FUND BALANCES:				
Beginning of year			1,214,661	
End of year			$ 2,616,102	

City of Pismo Beach
Required Supplementary Information
For the year ended June 30, 2024

Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios as of the Measurement Date CalPERS Pension Plan Last Ten Years

Miscellaneous

Fiscal Year	Measurement Date	Proportion of the Net Pension Liability	Proportionate Share of the Net Pension Liability	Covered Payroll	Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2024	6/30/2023	0.223%	$ 11,159,335	$ 6,152,736	181.37%	77.97%
2023	6/30/2022	0.224%	$ 10,468,516	$ 6,174,597	169.54%	78.19%
2022	6/30/2021	0.260%	$ 4,937,155	$ 5,236,312	94.29%	90.49%
2021	6/30/2020	0.218%	$ 9,216,340	$ 4,950,991	186.15%	76.30%
2020	6/30/2019	0.211%	$ 8,455,726	$ 4,810,354	175.78%	77.34%
2019	6/30/2018	0.210%	$ 7,895,686	$ 4,745,829	166.37%	77.50%
2018	6/30/2017	0.236%	$ 9,318,824	$ 4,527,631	205.82%	71.82%
2017	6/30/2016	0.237%	$ 8,245,195	$ 4,440,847	185.67%	75.87%
2016	6/30/2015	0.097%	$ 6,684,633	$ 4,536,614	147.35%	79.89%
2015	6/30/2014	10.000%	$ 6,236,321	$ 4,300,887	145.00%	81.15%

Safety

Fiscal Year	Measurement Date	Proportion of the Net Pension Liability	Proportionate Share of the Net Pension Liability	Covered Payroll	Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2024	6/30/2023	0.141%	$ 10,536,931	$ 2,780,076	379.02%	74.87%
2023	6/30/2022	0.143%	$ 9,804,230	$ 2,801,236	350.00%	75.53%
2022	6/30/2021	0.126%	$ 4,419,313	$ 2,203,446	200.56%	86.61%
2021	6/30/2020	0.129%	$ 8,639,190	$ 2,045,603	422.33%	76.89%
2020	6/30/2019	0.133%	$ 8,301,603	$ 2,216,283	374.57%	77.24%
2019	6/30/2018	0.136%	$ 7,991,824	$ 2,183,418	366.02%	76.76%
2018	6/30/2017	0.158%	$ 9,431,482	$ 1,950,209	483.61%	70.85%
2017	6/30/2016	0.167%	$ 8,633,480	$ 1,994,072	432.96%	72.69%
2016	6/30/2015	0.107%	$ 7,337,921	$ 2,137,977	343.22%	77.27%
2015	6/30/2014	0.112%	$ 6,971,092	$ 2,181,088	319.62%	78.83%

City of Pismo Beach
Required Supplementary Information
For the year ended June 30, 2024

Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios as of the Measurement Date CalPERS Pension Plan Last Ten Years (continued)

		Total Plan				
Fiscal Year	Measurement Date	Proportion of the Net Pension Liability	Proportionate Share of the Net Pension Liability	Covered Payroll	Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2024	6/30/2023	0.174%	$ 21,696,266	$ 8,932,812	242.88%	76.21%
2023	6/30/2022	0.176%	$ 20,272,746	$ 8,975,833	225.86%	76.68%
2022	6/30/2021	0.173%	$ 9,356,468	$ 7,439,758	125.76%	88.29%
2021	6/30/2020	0.164%	$ 17,855,530	$ 6,996,594	255.20%	75.10%
2020	6/30/2019	0.164%	$ 16,757,329	$ 7,026,637	238.48%	75.26%
2019	6/30/2018	0.165%	$ 15,887,510	$ 6,929,247	229.28%	75.26%
2018	6/30/2017	0.189%	$ 18,750,306	$ 6,477,840	289.45%	73.31%
2017	6/30/2016	0.195%	$ 16,878,675	$ 6,434,919	262.30%	74.06%
2016	6/30/2015	0.204%	$ 14,022,554	$ 6,674,591	210.09%	78.40%
2015	6/30/2014	0.212%	$ 13,207,413	$ 6,481,975	203.76%	79.82%

City of Pismo Beach
Required Supplementary Information
For the year ended June 30, 2024

Schedule of Plan Contributions CalPERS Pension Plan Last Ten Years

Miscellaneous

Fiscal Year	Contractually Required Contributions	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2024	$ 1,294,979	$ (1,794,979)	$ (500,000)	$ 6,616,799	27.13%
2023	$ 1,307,761	$ (1,307,761)	$ -	$ 6,152,736	21.25%
2022	$ 1,213,157	$ (1,713,157)	$ (500,000)	$ 6,174,597	27.75%
2021	$ 1,123,204	$ (1,123,204)	$ -	$ 5,236,312	21.45%
2020	$ 978,405	$ (978,405)	$ -	$ 4,950,991	19.76%
2019	$ 840,508	$ (840,508)	$ -	$ 4,810,354	17.47%
2018	$ 973,474	$ (1,973,474)	$ (1,000,000)	$ 4,745,829	41.58%
2017	$ 898,126	$ (898,126)	$ -	$ 4,527,631	19.84%
2016	$ 811,650	$ (811,650)	$ -	$ 4,440,847	18.28%
2015	$ 715,407	$ (1,715,407)	$ (1,000,000)	$ 4,536,614	37.81%
2014	$ 830,445	$ (830,445)	$ -	$ 4,300,887	19.31%

Safety

Fiscal Year	Contractually Required Contributions	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2024	$ 1,187,589	$ (1,687,589)	$ (500,000)	$ 2,790,348	60.48%
2023	$ 1,210,647	$ (1,210,647)	$ -	$ 2,780,076	43.55%
2022	$ 1,106,985	$ (1,606,985)	$ (500,000)	$ 2,801,236	57.37%
2021	$ 983,542	$ (983,542)	$ -	$ 2,203,446	44.64%
2020	$ 835,728	$ (835,728)	$ -	$ 2,045,603	40.85%
2019	$ 1,246,304	$ (1,246,304)	$ -	$ 2,216,283	56.23%
2018	$ 1,193,008	$ (2,193,008)	$ (1,000,000)	$ 2,183,418	100.44%
2017	$ 1,070,233	$ (1,070,233)	$ -	$ 1,950,209	54.88%
2016	$ 976,050	$ (976,050)	$ -	$ 1,994,072	48.95%
2015	$ 687,175	$ (687,175)	$ -	$ 2,137,977	32.14%
2014	$ 733,719	$ (733,719)	$ -	$ 2,181,088	33.64%

City of Pismo Beach
Required Supplementary Information
For the year ended June 30, 2024

Schedule of Plan Contributions CalPERS Pension Plan Last Ten Years (continued)

	Total Plan				
Fiscal Year	Contractually Required Contributions	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2024	$ 2,482,568	$ (3,482,568)	$ (1,000,000)	$ 9,407,147	37.02%
2023	$ 2,518,408	$ (2,518,408)	$ -	$ 8,932,812	28.19%
2022	$ 2,320,142	$ (3,320,142)	$ (1,000,000)	$ 8,975,833	36.99%
2021	$ 2,106,746	$ (2,106,746)	$ -	$ 7,439,758	28.32%
2020	$ 1,814,133	$ (1,814,133)	$ -	$ 6,996,594	25.93%
2019	$ 2,086,812	$ (2,086,812)	$ -	$ 7,026,637	29.70%
2018	$ 2,166,482	$ (4,166,482)	$ (2,000,000)	$ 6,929,247	60.13%
2017	$ 1,968,359	$ (1,968,359)	$ -	$ 6,477,840	30.39%
2016	$ 1,787,700	$ (1,787,700)	$ -	$ 6,434,919	27.78%
2015	$ 1,402,582	$ (2,402,582)	$ (1,000,000)	$ 6,674,591	36.00%
2014	$ 1,564,164	$ (1,564,164)	$ -	$ 6,481,975	24.13%

City of Pismo Beach
Required Supplementary Information
For the year ended June 30, 2024

*Schedule of Changes in OPEB Liability and Related Ratios - Last 10 Years**

Measurement Period	2023	2022	2021	2020	2019
Total OPEB Liability					
Service cost	$ 156,658	$ 153,244	$ 136,768	$ 133,409	$ 161,389
Interest on the total OPEB liability	296,248	286,743	293,572	283,458	306,101
Changes in assumptions	(50,117)	-	101,519	-	(15,884)
Actual and expected experience difference	(466,353)	-	(24,620)	-	(500,462)
Benefit payments	(294,031)	(288,606)	(281,480)	(259,311)	(257,880)
Net change in the total OPEB liability	(357,595)	151,381	225,759	157,556	(306,736)
Total OPEB liability - beginning	4,730,327	4,578,946	4,353,187	4,195,631	4,502,367
Total OPEB liabilty - ending (a)	4,372,732	4,730,327	4,578,946	4,353,187	4,195,631
Plan Fiduciary Net Position					
Contribution - employer	529,521	523,761	282,491	586,236	565,740
Net investment income	282,056	(665,758)	1,023,906	115,313	181,663
Benefit payments	(294,031)	(288,606)	(281,480)	(259,311)	(257,880)
Administrative expense	(2,759)	(2,371)	(2,420)	(2,535)	(1,467)
Net change in plan fiduciary net position	514,787	(432,974)	1,022,497	439,703	488,056
Plan fiduciary net position - beginning	4,314,389	4,747,363	3,724,866	3,285,163	2,797,107
Plan fiduciary net position - ending (b)	4,829,176	4,314,389	4,747,363	3,724,866	3,285,163
Net OPEB Liability(Asset) - ending (a) - (b)	$ (456,444)	$ 415,938	$ (168,417)	$ 628,321	$ 910,468
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	110.44%	91.21%	103.68%	85.57%	78.30%
Covered-employee payroll	$ 9,487,449	$ 8,975,833	$ 8,235,721	$ 7,380,250	$ 7,274,214
Net OPEB liability(asset) as a percentage of covered-employee payroll	(4.81%)	4.63%	(2.04%)	8.51%	12.52%

Notes to Schedule:

* Historical information is required only for measurement periods for which GASB 68 is applicable. Future years' information will be displayed up to 10 years as information becomes available.

2018	2017
$ 157,747	$ 153,152
292,369	279,739
-	-
-	-
(242,785)	(257,965)
207,331	174,926
4,295,036	4,120,110
4,502,367	4,295,036
534,785	537,965
183,879	200,453
(242,785)	(257,965)
(4,328)	(1,012)
471,551	479,441
2,325,556	1,846,115
2,797,107	2,325,556
$ 1,705,260	$ 1,969,480
62.13%	54.15%
$ 7,181,151	$ 6,688,838
23.75%	29.44%

City of Pismo Beach
Required Supplementary Information
For the year ended June 30, 2024

*Schedule of OPEB Contributions - Last 10 Years**

	2024	2023	2022	2021	2020
Actuarially determined contribution	$ 178,000	$ 184,000	$ 227,000	$ 222,000	$ 216,000
Contribution in relation to the actuarially determined contribution	(277,634)	(529,521)	(523,761)	(282,491)	(586,236)
Contribution deficiency (excess)	(99,634)	(345,521)	(296,761)	(60,491)	(370,236)
Covered-employee payroll	$ 10,281,101	$ 9,487,449	$ 8,975,833	$ 8,235,721	$ 7,380,250
Contributions as a percentage of covered-employee payroll	2.70%	5.58%	5.84%	3.43%	7.94%

* Fiscal year 2018 was the 1st year of implementation.

Notes to Schedule:
Actuarial methods and assumptions used to set the actuarially determined contribution for fiscal year 2024 were from the June 30, 2021 actuarial valuation.

Methods and assumptions used to determine contributions:

Actuarial cost method	Entry Age Normal
Amortization valuation method/period	Level percent of payroll; 15-year fixed period
Inflation	2.5% per annum
Discount rate	6.25%
Medical trend	Non-Medicare - 6.75% for 2022, decreasing to an ultimate rate of 3.75% in 2076
	Medicare (Non-Kaiser) - 5.85% for 2022, decreasing to an ultimate rate of 3.75% in 2076
	Medicare (Kaiser) - 4.75% for 2022, decreasing to an ultimate rate of 3.75% in 2076
Mortality	CalPERS 1997-2015 Experience Study
Mortality improvement	Post-retirement mortality projected fully generational with Scale MP-2021

2019	2018
$ 307,000	$ 290,000
(565,740)	(534,785)
(258,740)	(244,785)
$ 7,274,214	$ 7,181,151
7.78%	7.45%

City of Pismo Beach
Required Supplementary Information
For the year ended June 30, 2024

NOTE 1: BUDGETARY ACCOUNTING

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. Appropriations lapse at fiscal year-end. The appropriated budget is prepared by fund, function and department. The City Manager may make transfers of appropriations within a department. Transfers between departments and other changes require City Council approval. The legal level of control is the department level. The Council made supplemental appropriations during the fiscal year. Encumbrance accounting is employed in governmental funds. Budgets can be found on the City's website.

NOTE 2: EXCESS OF EXPENDITURES OVER APPROPRIATIONS

Expenditures did not exceed appropriations in the General Fund, Housing in Lieu Fund and Lodging Business Improvement Fund.

NOTE 3: NET PENSION LIABILITY

Change in Benefit Terms. There were no changes to benefit terms.

Change in Assumptions. For fiscal year 2015, the discount rate changed from 7.5% (net of administrative expense) to 7.65% and for fiscal year 2017, the discount rate was changed from 7.65% (net of administrative expense) to 7.15%. In fiscal year 2023, the discount range decreased to 6.9%.

Supplementary Information Section

This page intentionally left blank

NONMAJOR GOVERNMENTAL FUNDS

The City maintains the following nonmajor governmental funds:

Special Revenue Funds:

State Gas Tax Fund is used to account for revenues allocated by the State of California and restricted as to use for only street and highway purposes.

Local Transportation Streets Fund is used to account for revenues allocated under the Transportation Development Act and restricted in use for street related purposes.

Public Education Grant (PEG) Fund is used to account for fees collected from cable television operators in the City limits that are set aside for Government cable access.

Noncapital Grants Fund is used to account for specific grant revenues allocated to the City for operational programs and activities.

Chapman House Estate Fund is used to account for the fees collected and maintenance costs for the Chapman Estate.

Capital Project Funds:

Public Facilities Fund is used to account for resources restricted for the financing of improvements to public facilities.

Park Development Fund is used to account for the financing of major improvements to City parks and related facilities.

Circulation Improvement Fund is used to account for impact fees to be used for major improvements to the City's street and highway infrastructures.

Impact Fees Fund is used to account for impact fees restricted for use in making major capital improvements to different types of City facilities.

Developer Impact Fees Fund is used to account for impact fees to be used for specific development related capital projects.

Underground Utilities Fund is used to account for fees collected from developers for the purpose of converting overhead utilities to underground utilities.

Debt Service Funds:

City of Pismo Beach Public Financing Agency is used to account for the accumulation of monies for payment of principal and interest on the 2017 Lease Revenue Bonds.

Indio/El Portal Assessment District, Visalia Assessment District, and Reassessment Districts Funds are used to account for special assessments levied and collected for payment of principal and interest on assessment bonds.

City of Pismo Beach
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

	Special Revenue Funds			
	State Gas Tax	Local Transportation Streets	Public Education Grant	Noncapital Grants
ASSETS				
Cash and investments	$ 180,105	$ 346,511	$ 103,220	$ 106,736
Cash and investments with fiscal agent	-	-	-	-
Accounts receivable	-	-	9,237	-
Due from other governments	56,058	-	-	94,663
Accrued interest receivable	468	659	200	242
Total assets	$ 236,631	$ 347,170	$ 112,657	$ 201,641
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	-	-	-	-
Deposits	-	-	-	-
Total liabilities	-	-	-	-
Deferred Inflows of Resources				
Unavailable revenue	-	-	-	94,663
Total deferred inflows of resources	-	-	-	94,663
Fund Balances:				
Restricted	236,631	347,170	112,657	106,978
Assigned	-	-	-	-
Total fund balances	236,631	347,170	112,657	106,978
Total liabilities, deferred inflows of resources and fund balances	$ 236,631	$ 347,170	$ 112,657	$ 201,641

Special Revenue Funds	Capital Project Funds				
Chapman House Estate	Public Facilities	Park Development	Circulation Improvement	Impact Fees	Developer Impact Fees
$ 95,027	$ 895	$ 370,599	$ 564,938	$ 390,461	$ 170,294
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
145	2	714	1,118	302	339
$ 95,172	$ 897	$ 371,313	$ 566,056	$ 390,763	$ 170,633
58,629	-	-	-	-	-
-	-	-	-	-	111,981
58,629	-	-	-	-	111,981
-	-	-	-	-	-
-	-	-	-	-	-
36,543	-	371,313	566,056	390,763	58,652
-	897	-	-	-	-
36,543	897	371,313	566,056	390,763	58,652
$ 95,172	$ 897	$ 371,313	$ 566,056	$ 390,763	$ 170,633

City of Pismo Beach

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2024

	Capital Project Funds	Debt Service Funds		
	Underground Utilities	City of Pismo Beach Public Financing Agency	Indio / El Portal Assessment District	Visalia Assessment District
ASSETS				
Cash and investments	$ 16,836	$ -	$ 753	$ 106,048
Cash and investments with fiscal agent	-	584	-	-
Accounts receivable	-	-	-	-
Due from other governments	-	-	-	-
Accrued interest receivable	34	-	2	12
Total assets	$ 16,870	$ 584	$ 755	$ 106,060
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	-	-	-	-
Deposits	-	-	-	-
Total liabilities	-	-	-	-
Deferred Inflows of Resources				
Unavailable revenue	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund Balances:				
Restricted	16,870	584	755	106,060
Assigned	-	-	-	-
Total fund balances	16,870	584	755	106,060
Total liabilities, deferred inflows of resources and fund balances	$ 16,870	$ 584	$ 755	$ 106,060

Debt Service Funds	
Reassessment District	Total Nonmajor Governmental Funds
$ 13,747	$ 2,466,170
-	584
-	9,237
-	150,721
27	4,264
$ 13,774	$ 2,630,976
-	58,629
-	111,981
-	170,610
-	94,663
-	94,663
13,774	2,364,806
-	897
13,774	2,365,703
$ 13,774	$ 2,630,976

City of Pismo Beach

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

For the year ended June 30, 2024

	Special Revenue Funds			
	State Gas Tax	Local Transportation Streets	Public Education Grant	Noncapital Grants
REVENUES:				
Other taxes	$ 417,595	$ -	$ 37,487	$ -
Subventions and grants	-	183,453	-	186,159
Investment earnings	13,635	23,765	5,022	9,044
Charges for services	-	-	-	-
Miscellaneous	-	2,500	-	-
Total revenues	431,230	209,718	42,509	195,203
EXPENDITURES:				
Current:				
General government	-	-	3,852	-
Public safety	-	-	-	876
Highways and streets	2,197	5,476	-	-
Community services	-	-	-	-
Housing	-	-	-	-
Capital outlay	-	-	42	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	2,197	5,476	3,894	876
REVENUES OVER (UNDER) EXPENDITURES	429,033	204,242	38,615	194,327
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	-
Transfers out	(458,536)	(300,000)	-	(150,269)
Total other financing sources (uses)	(458,536)	(300,000)	-	(150,269)
Net change in fund balances	(29,503)	(95,758)	38,615	44,058
FUND BALANCES:				
Beginning of year	266,134	415,770	74,042	62,920
Restatement	-	27,158	-	-
Beginning of year, as restated	266,134	442,928	74,042	62,920
End of year	$ 236,631	$ 347,170	$ 112,657	$ 106,978

Special Revenue Funds	Capital Project Funds				
Chapman House Estate	Public Facilities	Park Development	Circulation Improvement	Impact Fees	Developer Impact Fees
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
3,926	53	19,601	20,659	38,756	2,300
-	-	99,971	-	111,921	-
14,778	-	-	63,178	-	-
18,704	53	119,572	83,837	150,677	2,300
29,100	-	-	-	-	-
-	-	-	-	-	-
-	-	-	36	-	-
-	-	5,436	-	876	-
54,619	-	-	-	-	-
877,220	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
960,939	-	5,436	36	876	-
(942,235)	53	114,136	83,801	149,801	2,300
901,895	-	-	-	-	-
-	-	(80,000)	(73,929)	(250,000)	-
901,895	-	(80,000)	(73,929)	(250,000)	-
(40,340)	53	34,136	9,872	(100,199)	2,300
76,883	844	337,177	556,184	490,962	56,352
-	-	-	-	-	-
76,883	844	337,177	556,184	490,962	56,352
$ 36,543	$ 897	$ 371,313	$ 566,056	$ 390,763	$ 58,652

City of Pismo Beach

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

For the year ended June 30, 2024

	Capital Project Funds	Debt Service Funds		
	Underground Utilities	City of Pismo Beach Public Financing Agency	Indio / El Portal Assessment District	Visalia Assessment District
REVENUES:				
Other taxes	$ -	$ -	$ -	$ -
Subventions and grants	-	-	-	-
Investment earnings	981	1,702	44	7,296
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	981	1,702	44	7,296
EXPENDITURES:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Community services	-	-	-	-
Housing	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	322,927	-	-
Interest and fiscal charges	-	381,603	-	-
Total expenditures	-	704,530	-	-
REVENUES OVER (UNDER) EXPENDITURES	981	(702,828)	44	7,296
OTHER FINANCING SOURCES (USES):				
Transfers in	-	702,523	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	702,523	-	-
Net change in fund balances	981	(305)	44	7,296
FUND BALANCES:				
Beginning of year	15,889	889	711	98,764
Restatement	-	-	-	-
Beginning of year, as restated	15,889	889	711	98,764
End of year	$ 16,870	$ 584	$ 755	$ 106,060

Debt Service Funds	
Reasssessment District	Total Nonmajor Governmental Funds
$ -	$ 455,082
-	369,612
799	147,583
-	211,892
-	80,456
799	1,264,625
-	32,952
-	876
-	7,709
-	6,312
-	54,619
-	877,262
-	322,927
-	381,603
-	1,684,260
799	(419,635)
-	1,604,418
-	(1,312,734)
-	291,684
799	(127,951)
12,975	2,466,496
-	27,158
12,975	2,493,654
$ 13,774	$ 2,365,703

City of Pismo Beach

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

Capital Projects

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Subventions and grants	$ -	$ 1,576,237	$ 254,379	$ (1,321,858)
Total revenues	-	1,576,237	254,379	(1,321,858)
EXPENDITURES:				
Current:				
Highways and streets	-	64,109	7,640	56,469
Capital outlay	8,000,000	70,102,129	13,730,796	56,371,333
Debt service:				
Principal	-	-	24,241	(24,241)
Interest and fiscal charges	-	-	1,376	(1,376)
Total expenditures	8,000,000	70,166,238	13,764,053	56,402,185
REVENUES OVER (UNDER) EXPENDITURES	(8,000,000)	(68,590,001)	(13,509,674)	55,080,327
OTHER FINANCING SOURCES (USES):				
Transfers in	8,000,000	27,887,375	13,109,263	(14,778,112)
Proceeds from long-term debt	-	41,117,775	148,398	(40,969,377)
Total other financing sources (uses)	8,000,000	69,005,150	13,257,661	(55,747,489)
Net change in fund balances	$ -	$ 415,149	(252,013)	$ (667,162)
FUND BALANCES:				
Beginning of year			56,369	
End of year			$ (195,644)	

City of Pismo Beach

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

State Gas Tax

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Other taxes	$ 438,558	$ 438,558	$ 417,595	$ (20,963)
Investment earnings	1,271	1,271	13,635	12,364
Total revenues	439,829	439,829	431,230	(8,599)
EXPENDITURES:				
Current:				
Highways and streets	2,201	2,201	2,197	4
Total expenditures	2,201	2,201	2,197	4
REVENUES OVER (UNDER) EXPENDITURES	437,628	437,628	429,033	(8,595)
OTHER FINANCING SOURCES (USES):				
Transfers out	(440,000)	(458,536)	(458,536)	-
Total other financing sources (uses)	(440,000)	(458,536)	(458,536)	-
Net change in fund balances	$ (2,372)	$ (20,908)	(29,503)	$ (8,595)
FUND BALANCES:				
Beginning of year			266,134	
End of year			$ 236,631	

City of Pismo Beach

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

Local Transportation Streets

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Subventions and grants	$ 273,181	$ 183,453	$ 183,453	$ -
Investment earnings	2,559	2,559	23,765	21,206
Miscellaneous	2,500	2,500	2,500	-
Total revenues	278,240	188,512	209,718	21,206
EXPENDITURES:				
Current:				
Highways and streets	5,535	5,535	5,476	59
Total expenditures	5,535	5,535	5,476	59
REVENUES OVER (UNDER) EXPENDITURES	272,705	182,977	204,242	21,265
OTHER FINANCING SOURCES (USES):				
Transfers out	-	(300,000)	(300,000)	-
Total other financing sources (uses)	-	(300,000)	(300,000)	-
Net change in fund balances	$ 272,705	$ (117,023)	(95,758)	$ 21,265
FUND BALANCES:				
Beginning of year			415,770	
Restatement			27,158	
Beginning of year, as restated			442,928	
End of year			$ 347,170	

City of Pismo Beach

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

Public Education Grant

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Other taxes	$ 39,000	$ 39,000	$ 37,487	$ (1,513)
Investment earnings	1,187	1,187	5,022	3,835
Total revenues	40,187	40,187	42,509	2,322
EXPENDITURES:				
Current:				
General government	13,849	13,849	3,852	9,997
Capital outlay	-	27,887	42	27,845
Total expenditures	13,849	41,736	3,894	37,842
REVENUES OVER (UNDER) EXPENDITURES	26,338	(1,549)	38,615	40,164
Net change in fund balances	$ 26,338	$ (1,549)	38,615	$ 40,164
FUND BALANCES:				
Beginning of year			74,042	
End of year			$ 112,657	

City of Pismo Beach

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

Noncapital Grants

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Subventions and grants	$ 150,000	$ (150,000)	$ 186,159	$ 336,159
Investment earnings	1,911	1,911	9,044	7,133
Total revenues	151,911	(148,089)	195,203	343,292
EXPENDITURES:				
Current:				
Public safety	881	881	876	5
Total expenditures	881	881	876	5
REVENUES OVER (UNDER) EXPENDITURES	151,030	(148,970)	194,327	343,297
OTHER FINANCING SOURCES (USES):				
Transfers out	(150,000)	(237,888)	(150,269)	87,619
Total other financing sources (uses)	(150,000)	(237,888)	(150,269)	87,619
Net change in fund balances	$ 1,030	$ (386,858)	44,058	$ 430,916
FUND BALANCES:				
Beginning of year			62,920	
End of year			$ 106,978	

City of Pismo Beach

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

Chapman House Estate

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ 139	$ (139)	$ 3,926	$ 4,065
Miscellaneous	16,425	(23,575)	14,778	38,353
Total revenues	16,564	(23,714)	18,704	42,418
EXPENDITURES:				
Current:				
General government	2,000	44,500	29,100	15,400
Housing	130,264	200,365	54,619	145,746
Capital outlay	-	814,170	877,220	(63,050)
Total expenditures	132,264	1,059,035	960,939	98,096
REVENUES OVER (UNDER) EXPENDITURES	(115,700)	(1,082,749)	(942,235)	140,514
OTHER FINANCING SOURCES (USES):				
Transfers in	100,000	781,661	901,895	120,234
Total other financing sources (uses)	100,000	781,661	901,895	120,234
Net change in fund balances	$ (15,700)	$ (301,088)	(40,340)	$ 260,748
FUND BALANCES:				
Beginning of year			76,883	
End of year			$ 36,543	

City of Pismo Beach

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

Public Facilities

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ -	$ -	$ 53	$ 53
Total revenues	-	-	53	53
Net change in fund balances	$ -	$ -	53	$ 53
FUND BALANCES:				
Beginning of year			844	
End of year			$ 897	

City of Pismo Beach

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

Park Development

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ 2,270	$ 2,270	$ 19,601	$ 17,331
Charges for services	30,000	30,000	99,971	69,971
Total revenues	32,270	32,270	119,572	87,302
EXPENDITURES:				
Current:				
Community services	5,437	5,437	5,436	1
Capital outlay	-	145,029	-	145,029
Total expenditures	5,437	150,466	5,436	145,030
REVENUES OVER (UNDER) EXPENDITURES	26,833	(118,196)	114,136	232,332
OTHER FINANCING SOURCES (USES):				
Transfers out	(80,000)	(80,000)	(80,000)	-
Total other financing sources (uses)	(80,000)	(80,000)	(80,000)	-
Net change in fund balances	$ (53,167)	$ (198,196)	34,136	$ 232,332
FUND BALANCES:				
Beginning of year			337,177	
End of year			$ 371,313	

City of Pismo Beach

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

Circulation Improvement

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ 4,440	$ 4,440	$ 20,659	$ 16,219
Miscellaneous	-	-	63,178	63,178
Total revenues	4,440	4,440	83,837	79,397
EXPENDITURES:				
Current:				
Highways and streets	39	39	36	3
Total expenditures	39	39	36	3
REVENUES OVER (UNDER) EXPENDITURES	4,401	4,401	83,801	79,400
OTHER FINANCING SOURCES (USES):				
Transfers out	-	(89,960)	(73,929)	(16,031)
Total other financing sources (uses)	-	(89,960)	(73,929)	(16,031)
Net change in fund balances	$ 4,401	$ (85,559)	9,872	$ 63,369
FUND BALANCES:				
Beginning of year			556,184	
End of year			$ 566,056	

City of Pismo Beach

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

Impact Fees

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ 12,345	$ 12,345	$ 38,756	$ 26,411
Charges for services	-	-	111,921	111,921
Total revenues	12,345	12,345	150,677	138,332
EXPENDITURES:				
Current:				
Community services	879	879	876	3
Total expenditures	879	879	876	3
REVENUES OVER (UNDER) EXPENDITURES	11,466	11,466	149,801	138,335
OTHER FINANCING SOURCES (USES):				
Transfers out	-	(250,000)	(250,000)	-
Total other financing sources (uses)	-	(250,000)	(250,000)	-
Net change in fund balances	$ 11,466	$ (238,534)	(100,199)	$ 138,335
FUND BALANCES:				
Beginning of year			490,962	
End of year			$ 390,763	

City of Pismo Beach

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

Developer Impact Fees

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ -	$ -	$ 2,300	$ 2,300
Total revenues	-	-	2,300	2,300
Net change in fund balances	$ -	$ -	2,300	$ 2,300
FUND BALANCES:				
Beginning of year			56,352	
End of year			$ 58,652	

City of Pismo Beach

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

Underground Utilities

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ -	$ -	$ 981	$ 981
Total revenues	-	-	981	981
Net change in fund balances	$ -	$ -	981	$ 981
FUND BALANCES:				
Beginning of year			15,889	
End of year			$ 16,870	

City of Pismo Beach

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

City of Pismo Beach Public Financing Agency

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ -	$ -	$ 1,702	$ 1,702
Total revenues	-	-	1,702	1,702
EXPENDITURES:				
Current:				
Debt service:				
Principal	322,927	3,642,927	322,927	3,320,000
Interest and fiscal charges	381,603	381,603	381,603	-
Total expenditures	704,530	4,024,530	704,530	3,320,000
REVENUES OVER (UNDER) EXPENDITURES	(704,530)	(4,024,530)	(702,828)	3,321,702
OTHER FINANCING SOURCES (USES):				
Transfers in	704,531	4,072,911	702,523	(3,370,388)
Total other financing sources (uses)	704,531	4,072,911	702,523	(3,370,388)
Net change in fund balances	$ 1	$ 48,381	(305)	$ (48,686)
FUND BALANCES:				
Beginning of year			889	
End of year			$ 584	

City of Pismo Beach

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

Indio / El Portal Assessment District

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ -	$ -	$ 44	$ 44
Total revenues	-	-	44	44
Net change in fund balances	$ -	$ -	44	$ 44
FUND BALANCES:				
Beginning of year			711	
End of year			$ 755	

City of Pismo Beach

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

Visalia Assessment District

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ -	$ -	$ 7,296	$ 7,296
Total revenues	-	-	7,296	7,296
OTHER FINANCING SOURCES (USES):				
Transfers out	-	(85,000)	-	85,000
Total other financing sources (uses)	-	(85,000)	-	85,000
Net change in fund balances	$ -	$ (85,000)	7,296	$ 92,296
FUND BALANCES:				
Beginning of year			98,764	
End of year			$ 106,060	

City of Pismo Beach

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

Reasssessment District

For the year ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES:				
Investment earnings	$ -	$ -	$ 799	$ 799
Total revenues	-	-	799	799
Net change in fund balances	$ -	$ -	799	$ 799
FUND BALANCES:				
Beginning of year			12,975	
End of year			$ 13,774	

INTERNAL SERVICE FUNDS

The City maintains the following Internal Service Funds:

Technology Service Fund accounts for the City's information technology including hardware, software and related infrastructure within the City.

Motor Vehicle Fund accounts for the maintenance of the vehicular fleet and equipment utilized by all departments within the City.

City of Pismo Beach
Combining Statement of Net Position
Internal Service Funds
June 30, 2024

	Technology Service Fund	Motor Vehicle Fund	Totals
ASSETS			
Current Assets:			
Cash and investments	$ 120,792	$ 5,019,510	$ 5,140,302
Accounts receivable	-	161,086	161,086
Accrued interest receivable	286	6,103	6,389
Total current assets	121,078	5,186,699	5,307,777
Noncurrent:			
Vehicles	-	5,634,608	5,634,608
Equipment	244,860	1,071,964	1,316,824
Less accumulated depreciation	(200,624)	(4,144,637)	(4,345,261)
Net capital assets	44,236	2,561,935	2,606,171
Total noncurrent assets	44,236	2,561,935	2,606,171
Total assets	165,314	7,748,634	7,913,948
LIABILITIES			
Current liabilities:			
Accounts payable	83,046	130,481	213,527
Accrued liabilities	10,474	3,980	14,454
Compensated absences - current	1,323	409	1,732
Total current liabilities	94,843	134,870	229,713
Noncurrent liabilities:			
Compensated absences	3,970	1,226	5,196
Total noncurrent liabilities	3,970	1,226	5,196
Total liabilities	98,813	136,096	234,909
NET POSITION			
Net investment in capital assets	44,236	2,561,935	2,606,171
Unrestricted	22,265	5,050,603	5,072,868
Total net position	$ 66,501	$ 7,612,538	$ 7,679,039

City of Pismo Beach

Combining Statement of Revenues, Expenses and Changes in Net Position

Internal Service Funds

For the year ended June 30, 2024

	Technology Service Fund	Motor Vehicle Fund	Totals
OPERATING REVENUES:			
Service fees	$ 1,388,124	$ 614,352	$ 2,002,476
Miscellaneous	-	12,118	12,118
Total operating revenues	1,388,124	626,470	2,014,594
OPERATING EXPENSES:			
Salaries and benefits	271,585	138,244	409,829
Services and supplies	1,090,946	496,479	1,587,425
Depreciation and amortization	13,674	385,850	399,524
Total operating expenses	1,376,205	1,020,573	2,396,778
Operating income (loss)	11,919	(394,103)	(382,184)
NONOPERATING REVENUES (EXPENSES):			
Grant revenues	-	161,086	161,086
Gain (loss) on disposal of capital assets	-	(51,751)	(51,751)
Investment earnings	2,224	280,029	282,253
Total nonoperating revenues (expenses)	2,224	389,364	391,588
Income before contributions and transfers	14,143	(4,739)	9,404
CONTRIBUTIONS AND TRANSFERS:			
Transfers in	56,960	729,756	786,716
Total contributions and transfers	56,960	729,756	786,716
Change in net position	71,103	725,017	796,120
NET POSITION:			
Beginning of year	(4,602)	6,887,521	6,882,919
End of year	$ 66,501	$ 7,612,538	$ 7,679,039

City of Pismo Beach

Combining Statement of Cash Flows

Internal Service Funds

For the year ended June 30, 2024

	Technology Service Fund	Motor Vehicle Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from other funds for services	$ 1,388,124	$ 465,384	1,853,508
Payments to suppliers for goods and services	(1,032,961)	(651,185)	(1,684,146)
Payments to employees for wages and benefits	(269,290)	(147,095)	(416,385)
Net cash provided by (used in) operating activities	85,873	(332,896)	(247,023)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Receipts from grantors	-	161,086	161,086
Transfers from other funds	56,960	729,756	786,716
Net cash provided by (used in) noncapital financing activities	56,960	890,842	947,802
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Receipts from sales of capital assets	-	240,810	240,810
Purchase of capital assets	(39,275)	(911,288)	(950,563)
Net cash provided by (used in) capital and related financing activities	(39,275)	(670,478)	(709,753)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest on investments	3,891	190,041	193,932
Gain (loss) on investments	(1,918)	96,474	94,556
Net cash provided by (used in) investing activities	1,973	286,515	288,488
Net cash flows	105,531	173,983	279,514
CASH AND INVESTMENTS - Beginning of year	15,261	4,845,527	4,860,788
CASH AND INVESTMENTS - End of year	$ 120,792	$ 5,019,510	$ 5,140,302
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:			
Operating income (loss)	$ 11,919	$ (394,103)	$ (382,184)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation and amortization	13,674	385,850	399,524
Accounts receivable	-	(161,086)	(161,086)
Accounts payable	57,985	(154,706)	(96,721)
Accrued liabilities	492	(1,320)	(828)
Compensated absences	1,803	(7,531)	(5,728)
Net cash provided by (used in) operating activities	$ 85,873	$ (332,896)	$ (247,023)

This page intentionally left blank

Statistical Section



This page intentionally left blank

This page intentionally left blank

Schedule 1
City of Pismo Beach
Net Position by Component
Last Ten Fiscal Years
(Accrual Basis of Accounting)
For Fiscal Ended June 30

	2015	2016	2017	2018
Governmental activities:				
Net investment in capital assets	$ 39,251,227	$ 40,900,410	$ 42,378,253	$ 37,034,179
Restricted	4,184,820	6,702,558	8,284,649	7,953,098
Unrestricted	10,069,411	14,455,616	10,904,295	19,502,567
Total governmental activities net position	$ 53,505,458	$ 62,058,584	$ 61,567,197	$ 64,489,844
Business-type activities:				
Net investment in capital assets	$ 20,129,677	$ 20,011,697	$ 22,281,718	$ 29,967,919
Restricted	1,501,066	1,989,793	763,188	7,396,315
Unrestricted	12,561,208	14,105,083	23,790,177	12,917,394
Total business-type activities net position	$ 34,191,951	$ 36,106,573	$ 46,835,083	$ 50,281,628
Primary government (City wide totals):				
Net investment in capital assets	$ 59,380,904	$ 60,912,107	$ 64,659,971	$ 67,002,098
Restricted	5,685,886	8,692,351	9,047,837	15,349,413
Unrestricted	22,630,619	28,560,699	34,694,472	32,419,961
Total primary government net position	$ 87,697,409	$ 98,165,157	$ 108,402,280	$ 114,771,472

Note:
FY 2015 balances were adjusted for a prior year restatement recorded in FY 2016.

2019	2020	2021	2022	2023	2024
$ 43,356,000	$ 68,744,732	$ 72,426,707	$ 81,863,421	$ 86,032,296	$ 93,361,750
5,980,066	5,367,307	6,338,982	7,633,122	8,814,290	10,205,530
20,263,916	12,400,117	22,029,274	32,965,542	30,885,096	31,589,674
$ 69,599,982	$ 86,512,156	$ 100,794,963	$ 122,462,085	$ 125,731,682	$ 135,156,954
$ 35,565,718	$ 41,209,062	$ 41,630,914	$ 42,633,527	$ 41,742,945	$ 45,175,537
3,485,309	2,291,691	2,291,691	28,188	809,559	1,190,282
16,783,439	15,707,406	19,162,503	23,513,905	28,737,348	23,917,586
$ 55,834,466	$ 59,208,159	$ 63,085,108	$ 66,175,620	$ 71,289,852	$ 70,283,405
$ 78,921,718	$ 109,953,794	$ 114,057,621	$ 124,496,948	$ 127,775,241	$ 138,537,287
9,465,375	7,658,998	8,630,673	7,661,310	9,623,849	11,395,812
37,047,355	28,107,523	41,191,777	56,479,447	59,622,444	55,507,260
$ 125,434,448	$ 145,720,315	$ 163,880,071	$ 188,637,705	$ 197,021,534	$ 205,440,359

Schedule 2
City of Pismo Beach
Changes in Net Position, Last Ten Fiscal Years
(Accrual Basis of Accounting)
For Fiscal Year Ended June 30

	2015	2016	2017	2018
Expenses:				
Governmental activities:				
General government	$ 8,310,400	$ 6,478,517	$ 6,138,982	$ 8,682,523
Police	3,556,827	4,415,960	5,057,206	5,524,313
Fire	2,094,768	2,300,397	2,404,407	2,273,823
Public works	1,752,177	2,191,332	2,165,762	3,538,379
Streets	3,254,806	1,894,967	2,807,486	758,733
Community Services	1,848,006	1,730,536	1,575,249	2,184,612
Redevelopment and Housing	4,700	5,172	9,779	141,952
Interest on long-term debt	140,806	129,590	149,699	424,283
Total governmental activities expenses	20,962,490	19,146,471	20,308,570	23,528,618
Business-type activities:				
Water	4,790,817	5,411,932	5,130,481	5,627,557
Wastewater	2,892,629	3,218,792	3,543,794	2,988,446
Pier	206,484	74,525	106,954	94,835
Parking	370,458	584,809	412,831	522,958
Transit	8,615	8,915	10,321	7,740
Total business-type activities expenses	8,269,003	9,298,973	9,204,381	9,241,536
Total City government expenses	$ 29,231,493	$ 28,445,444	$ 29,512,951	$ 32,770,154
Program Revenues:				
Governmental activities:				
Charges for services:				
General government	$ 1,951,778	$ 1,996,898	$ 2,082,125	$ 2,141,024
Police protection	114,191	99,422	123,365	147,488
Fire protection	137,922	110,111	73,061	42,794
Public works	1,598,614	1,924,604	2,397,389	851,257
Streets	182,728	232,322	163,015	7,663
Community Services	747,979	808,849	438,089	309,107
Redevelopment and Housing	711,956	1,366,649	543,889	92,635
Operating grants and contributions	1,014,648	720,505	494,291	436,647
Capital grants and contributions	231,893	179,020	803,852	4,079,117
Total governmental activities program revenues	6,691,709	7,438,380	7,119,076	8,107,732

2019	2020	2021	2022	2023	2024
$ 7,386,249	$ 8,839,242	$ 7,758,082	$ 7,281,988	$ 8,890,073	$ 10,541,125
6,886,401	7,320,891	6,996,279	6,125,852	8,771,472	8,930,314
2,464,794	2,904,909	2,473,929	2,685,033	3,151,328	3,484,034
4,139,918	4,975,583	4,428,749	4,905,144	3,963,536	4,336,307
766,752	1,039,932	1,045,069	1,031,050	10,410,327	6,363,987
1,750,512	2,204,009	2,271,402	2,646,685	2,728,428	3,052,097
148,525	66,287	63,831	75,418	201,207	75,809
437,597	427,879	416,148	410,003	396,449	376,620
23,980,748	27,778,732	25,453,489	25,161,173	38,512,820	37,160,293
5,612,129	6,184,516	5,550,098	5,818,024	7,821,865	6,653,158
3,490,726	3,673,374	4,282,686	4,439,748	7,217,969	8,705,988
178,397	307,658	238,868	252,623	270,979	311,840
682,449	509,680	712,764	703,778	765,387	807,765
2,460	1,714	1,871	857	900	-
9,966,161	10,676,942	10,786,287	11,215,030	16,077,100	16,478,751
$ 33,946,909	$ 38,455,674	$ 36,239,776	$ 36,376,203	$ 54,589,920	$ 53,639,044
$ 2,537,482	$ 3,180,616	$ 4,140,043	$ 4,652,534	$ 4,193,603	$ 4,900,523
222,270	134,092	237,362	453,558	678,792	781,890
97,210	40,223	80,291	112,328	113,223	53,899
1,008,830	831,871	1,134,589	1,303,349	1,308,992	1,319,301
57,936	13,254	2,500	-		-
446,437	382,976	439,627	841,044	455,925	420,092
60,724	277,095	270,998	519,708	261,478	83,685
2,005,434	2,628,176	1,997,917	2,306,843	1,127,490	1,219,081
2,514,943	15,278,174	3,594,786	4,711,140	2,509,781	555,802
8,951,266	22,766,477	11,898,113	14,900,504	10,649,284	9,334,273

Schedule 2
City of Pismo Beach
Changes in Net Position, Last Ten Fiscal Years - Continued
(Accrual Basis of Accounting)
For Fiscal Year Ended June 30

	2015	2016	2017	2018
Business-type activities:				
Charges for services:				
Water	$ 3,817,994	$ 4,709,473	$ 5,448,798	$ 4,849,034
Wastewater	5,065,797	4,633,274	4,765,561	5,047,984
Pier	14,925	15,904	37,071	24,045
Parking	566,370	644,922	816,689	763,416
Transit	18,016	10,539	15,002	10,000
Operating grants and contributions	-	-	-	-
Capital grants and contributions	-	31,850	-	-
Total business-type activities programs revenues	9,483,102	10,045,962	11,083,121	10,694,479
Total City government program revenues	$ 16,174,811	$ 17,484,342	$ 18,202,197	$ 18,802,211
Net Revenues (Expenses):				
Governmental activities	$ (14,270,781)	$ (11,708,091)	$ (13,189,494)	$ (15,420,886)
Business-type activities	1,214,099	746,989	1,878,740	1,452,943
Total City government	$ (13,056,682)	$ (10,961,102)	$ (11,310,754)	$ (13,967,943)
General Revenues and Other Changes in Net Position:				
Governmental activities:				
Taxes:				
Property taxes	$ 4,392,370	$ 4,662,304	$ 5,054,866	$ 5,334,500
Incremental property taxes	-	-	-	
Sales taxes	4,497,958	4,485,779	4,433,756	4,689,005
Transient occupancy taxes	8,682,119	9,199,947	9,330,651	10,039,921
Other taxes	890,811	915,610	1,045,733	976,359
Investment earnings	205,281	397,199	168,833	306,056
Miscellaneous	64,428	74,243	227,618	37,638
Transfers	(696,140)	(71,219)	(7,563,349)	(601,476)
Extraordinary item - RDA	-	-	-	-
Total governmental activities	18,036,827	19,663,863	12,698,108	20,782,003
Business-type activities				
Special Water Taxes	2,672,840	1,266,322	1,286,422	1,320,604
Investment Earnings	-	-	-	(26,137)
Gain (Loss) on Sale of Asset	-	-	-	240,120
Other Revenue	-	-	-	46,948
Transfers	696,140	71,219	7,563,349	601,476
Total business-type activities	3,368,980	1,337,541	8,849,771	2,183,011
Total City government	$ 21,405,807	$ 21,001,404	$ 21,547,879	$ 22,965,014
Change in net position:				
Governmental activities	$ 3,766,046	$ 7,955,772	$ (491,386)	$ 5,361,117
Business-type activities	4,583,079	2,084,530	10,728,511	3,635,954
Total City government	$ 8,349,125	$ 10,040,302	$ 10,237,125	$ 8,997,071

Note:
FY 2015 balances were adjusted for a prior year restatement recorded in FY 2016.

2019	2020	2021	2022	2023	2024
$ 4,382,106	$ 4,729,724	$ 5,360,590	$ 5,962,637	$ 6,960,891	$ 6,216,560
5,121,062	5,020,653	5,478,360	6,070,939	8,640,226	6,455,986
12,938	3,300	44,469	82,842	76,983	77,348
1,142,142	968,246	2,655,833	2,804,978	2,516,492	3,325,494
-	-	10,000	-		-
-	-		-		-
432,811	-		49,058	104,152	1,591,587
11,091,059	10,721,923	13,549,252	14,970,454	18,298,744	17,666,975
$ 20,042,325	$ 33,488,400	$ 25,447,365	$ 29,870,958	$ 28,948,028	$ 27,001,248
$ (15,029,482)	$ (5,012,255)	$ (13,555,376)	$ (10,260,669)	$ (27,863,536)	$ (27,826,020)
1,124,898	44,981	2,762,965	3,755,424	2,221,644	1,188,224
$ (13,904,584)	$ (4,967,274)	$ (10,792,411)	$ (6,505,245)	$ (25,641,892)	$ (26,637,796)
$ 5,619,427	$ 5,935,388	$ 6,220,595	$ 6,479,633	$ 7,046,442	$ 7,424,287
	-				
4,815,640	4,537,068	5,408,109	6,127,110	6,074,484	5,857,109
10,498,160	9,395,523	14,209,579	17,010,748	15,481,136	15,083,303
1,000,717	1,041,314	1,157,391	1,187,324	1,300,907	1,262,558
994,991	1,091,391	242,216	(728,740)	564,058	2,163,356
113,048	50,731	373,222	582,137	169,082	304,372
(2,902,363)	(126,986)	227,071	1,269,579	497,024	5,129,149
-	-	-	-	-	-
20,139,620	21,924,429	27,838,183	31,927,791	31,133,133	37,224,134
1,362,579	1,398,622	1,425,781	1,482,864	1,503,806	1,548,362
815,787	753,104	(84,726)	(878,197)	(66,209)	1,413,274
(652,789)					
	1,050,000				
2,902,363	126,986	(227,071)	(1,269,579)	(497,024)	(5,129,149)
4,427,940	3,328,712	1,113,984	(664,912)	940,573	(2,167,513)
$ 24,567,560	$ 25,253,141	$ 28,952,167	$ 31,262,879	$ 32,073,706	$ 35,056,621
$ 5,110,138	$ 16,912,174	$ 14,282,807	$ 21,667,122	$ 3,269,597	$ 9,398,114
5,552,838	3,373,693	3,876,949	3,090,512	3,162,217	(979,289)
$ 10,662,976	$ 20,285,867	$ 18,159,756	$ 24,757,634	$ 6,431,814	$ 8,418,825

Schedule 3
City of Pismo Beach
Fund Balances, Governmental Funds
Last Ten Fiscal Years

	2015	2016	2017	2018
General fund:				
Reserved	$ -	$ -	$ -	$ -
Unreserved	-	-	-	-
Nonspendable	37,096	37,292	43,026	41,262
Restricted	-	-	-	-
Committed	8,258,692	13,676,510	13,651,916	14,835,873
Assigned	-	-		403,227
Unassigned	7,346,781	5,398,701	7,787,769	7,170,465
Total general fund	15,642,569	19,112,503	21,482,711	22,450,827
All other governmental funds:				
Reserved	-	-	-	-
Unreserved reported in:				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Debt service funds	-	-	-	-
Nonspendable	1,086,826	1,086,826	-	-
Restricted	4,184,820	6,702,558	5,766,454	7,953,098
Committed	895,777	41,923	2,344,205	2,065,945
Assigned	-	622,145	255,176	1,435,396
Unassigned	-	-	-	-
Total all other governmental funds	6,167,423	8,453,452	8,365,835	11,454,439
Total all governmental funds	$ 21,809,992	$ 27,565,955	$ 29,848,546	$ 33,905,266

Notes:

FY 2012-2014 were adjusted in FY 2015 for an error in reporting nonspendable fund balance.

2019	2020	2021	2022	2023	2024
$ -	$ -				
-	-				
1,155,945	11,021	44,906	50,324	68,932	343,462
-				-	
14,332,834	6,816,529	6,684,881	20,470,928	957,733	16,028,485
1,114,527	6,209,614	6,687,765	7,834,385	9,462,980	2,375,968
7,763,396	8,405,679	17,110,145	9,256,820	25,714,448	18,076,940
24,366,702	21,442,843	30,527,697	37,612,457	36,204,093	36,824,855
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
-	-	-	-	-	
5,980,066	5,367,307	6,338,982	7,518,863	8,814,290	10,205,530
1,059,306	1,233,770	809,178	609,328	-	-
1,235,290	1,044,500	947,438	849	57,213	897
-	(2,935,590)	(1,349,310)	(462,718)		(195,644)
8,274,662	4,709,987	6,746,288	7,666,322	8,871,503	10,010,783
$ 32,641,364	$ 26,152,830	$ 37,273,985	$ 45,278,779	$ 45,075,596	$ 46,835,638

Schedule 4
City of Pismo Beach
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(In Rounded Thousands of Dollars)
(Modified accrual basis of accounting)
For Fiscal Year Ended June 30

	2015	2016	2017	2018
Revenues:				
Taxes	$ 18,463	$ 19,261	$ 19,763	$ 21,016
Licenses and permits	1,594	1,918	2,423	895
Fines and forfeits	68	56	43	55
Charges for services	1,887	2,588	1,318	435
Special assessments	868	920	933	1,002
Intergovernmental	1,188	940	1,402	787
Investment earnings & rent	393	420	333	474
Other revenues	894	959	1,101	1,102
Total revenues	25,355	27,062	27,316	25,766
Expenditures:				
General government	7,795	6,197	6,026	8,445
Public safety	6,693	7,278	7,942	8,564
Planning and Public Works	5,824	4,468	4,746	4,812
Recreation				
Capital outlay	1,370	2,320	2,570	2,013
Debt service:				
Costs of issuance	-	-		86
Principal	300	310	3,040	270
Interest	142	131	160	344
Total expenditures	22,124	20,704	24,484	24,534
Excess of revenues over (under) expenditures	3,231	6,358	2,832	1,232
Other Financing Sources (Uses)				
Proceeds from borrowing	-	-	7,876	4,062
Payments to escrow agent	-	-	-	-
Proceeds from Sale of Assets	-	-	-	-
Transfers in	3,430	2,240	5,498	2,984
Transfers out	(4,544)	(2,842)	(13,923)	(4,222)
Total other financing sources (uses)	(1,114)	(602)	(549)	2,824
Extraordinary item:				
Dissolution of RDA	-	-	-	-
Net change in fund balance	$ 2,117	$ 5,756	$ 2,283	$ 4,056
Debt service as a percentage of noncapital expenditures	2.13%	2.40%	14.60%	2.74%

2019	2020	2021	2022	2023	2024
$ 21,897	$ 20,871	$ 26,958	$ 31,171	$ 30,318	$ 30,045
1,042	839	1,137	1,356	1,336	1,362
68	49	47	49	41	76
638	630	969	1,083	1,177	1,171
1,516	1,878	2,704	3,091	2,814	2,741
2,470	3,448	5,063	5,254	4,044	1,016
1,151	1,244	373	(491)	804	2,064
1,671	2,911	1,839	2,338	1,597	2,217
30,453	31,870	39,090	43,851	42,131	40,692
6,912	7,490	6,445	8,604	8,765	9,527
9,038	8,972	8,734	9,901	10,936	11,870
4,691	5,294	5,236	6,134	6,341	6,685
6,997	15,027	6,174	12,113	15,442	14,965
	-				
257	272	288	300	311	347
444	434	422	410	396	383
28,339	37,489	27,299	37,462	42,190	43,777
2,114	(5,619)	11,791	6,389	(59)	(3,085)
	-				
	-				
3	-				
5,659	12,215	3,801	8,034	13,450	14,931
(9,040)	(13,084)	(4,471)	(7,505)	(13,593)	(10,400)
(3,378)	(869)	(670)	529	(144)	4,531
-	-	-	-	-	-
$ (1,264)	$ (6,488)	$ 11,121	$ 6,918	$ (203)	$ 1,446
3.28%	3.14%	3.36%	2.80%	2.65%	2.53%

Schedule 5
City of Pismo Beach
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(In thousands of dollars)

Fiscal Year	Assessed Taxable Values			Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Real Property	Personal Property	Totals			
2014-2015	2,561,760	38,802	2,600,562	1.00%	6,459,831	40.26%
2015-2016	2,729,930	38,748	2,768,678	1.00%	6,880,179	40.24%
2016-2017	2,938,649	39,575	2,978,224	1.00%	7,403,158	40.23%
2017-2018	3,127,849	43,541	3,171,390	1.00%	7,881,824	40.24%
2018-2019	3,304,131	43,860	3,347,991	1.00%	8,322,985	40.23%
2019-2020	3,521,604	48,633	3,570,237	1.00%	8,873,486	40.23%
2020-2021	3,721,349	51,815	3,773,164	1.00%	9,377,394	40.24%
2021-2022	3,849,959	49,279	3,899,238	1.00%	9,695,296	40.22%
2022-2023	4,157,554	56,228	4,213,782	1.00%	10,474,211	40.23%
2023-2024	4,395,605	60,936	4,456,541	1.00%	11,076,064	40.24%

Schedule 6
City of Pismo Beach
Direct and Overlapping Property Tax Rates
For The Last Ten Fiscal Years
(Rates per $100 of assessed value)

	Direct Rate			Overlapping Rates		
Fiscal Year	Basic Rate	General Obligation Debt Rate	Total	School Districts	Special Districts	Total
2014-2015	1.00%	0.00%	1.00%	0.0409%	0.0139%	1.0548%
2015-2016	1.00%	0.00%	1.00%	0.1092%	0.0136%	1.1228%
2016-2017	1.00%	0.00%	1.00%	0.1082%	0.0128%	1.1210%
2017-2018	1.00%	0.00%	1.00%	0.1502%	0.0113%	1.1615%
2018-2019	1.00%	0.00%	1.00%	0.1492%	0.0089%	1.1581%
2019-2020	1.00%	0.00%	1.00%	0.1406%	0.0089%	1.1495%
2020-2021	1.00%	0.00%	1.00%	0.1157%	0.0100%	1.1257%
2021-2022	1.00%	0.00%	1.00%	0.1170%	0.0100%	1.1270%
2022-2023	1.00%	0.00%	1.00%	0.0938%	0.0100%	1.1038%
2023-2024	1.00%	0.00%	1.00%	0.1383%	0.0096%	1.1479%

Note:
The direct property tax rates can only be changed with specific voter approval.

Source: HDL Reports.

Schedule 7
City of Pismo Beach
Principal Property Tax Payers - Top Ten Payers
Last Ten Fiscal Years
(Dollar Amounts in Thousands)

2024				2023			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Vespera Pismo Beach Holdings	$ 81,449	1	1.85%	Vespera Pismo Beach Holdings	$ 79,960	1	1.92%
Pismo Beach Mobile Park	55,156	2	1.25%	Pismo Beach Mobile Park	50,455	2	1.21%
Core Pismo LLC	45,982	3	1.05%	Prime Outlets	33,488	3	0.81%
Prime Outlets	34,155	4	0.78%	Pismo Creek RV Resort Inc	28,693	4	0.69%
WM Pismo Beach Holdings LLC	29,263	5	0.67%	Core Pismo LLC	27,412	5	0.66%
Studio Inn and Suites LLC	27,500	6	0.63%	SCM Pismo Beach Hotel LLC	25,505	6	0.61%
SCM Pismo Beach Hotel LLC	26,015	7	0.59%	Studio Inn and Suites LLC	21,788	7	0.52%
Spalding G Wathen Inc	19,236	8	0.44%	Spalding G Wathen Inc	18,859	8	0.45%
Pismo Coast Plaza LLC	17,590	9	0.40%	Core Cove LLC	17,701	9	0.43%
Cliffs Resort LLC	17,509	10	0.40%	Pismo Coast Plaza LLC	17,245	10	0.41%
Total	$ 353,855		8.05%	Total	$ 321,106		7.72%

2022				2021			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Pismo Beach Mobile Home Park	$ 47,622	1	1.26%	Vespera Pismo Beach Holdings LLC	$ 45,522	1	1.21%
Vespera Pismo Beach Holdings LLC	46,603	2	1.24%	Core Pismo, LLC	43,252	2	1.15%
Core Pismo, LLC	44,341	3	1.18%	Pismo Beach Mobile Home Park	42,154	3	1.12%
Prime Outlets at Pismo Beach	32,844	4	0.87%	Susan Darosa	38,704	4	1.03%
WM Pismo Beach Holdings LLC	28,142	5	0.75%	Prime Outlets at Pismo Beach	32,515	5	0.86%
SCM Pismo Beach Hotel LLC	26,005	6	0.69%	SCM Pismo Beach Hotel LLC	25,749	6	0.68%
Studio Inn and Suites	21,379	7	0.57%	Spalding G Wathen Inc	21,862	7	0.58%
Spalding G Wathen Inc	20,005	8	0.53%	Castleback Pismo Beach Owner LLC	21,169	8	0.56%
Pismo Coast Plaza LLC	16,907	9	0.45%	Pismo Coast Plaza LLC	16,734	9	0.44%
Cliffs Resort LLC	16,868	10	0.45%	Cliffs Resort LLC	16,705	10	0.44%
Total	$ 300,716		7.97%	Total	$ 304,366		8.07%

2020				2019			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Pismo Beach Mobile Home Park	$ 38,221	1	1.07%	Katelynn Nicole Sawyer	$ 34,822	1	1.04%
WM Pismo Beach Holdings LLC	37,917	2	1.06%	Prime Outlets of Pismo Beach	31,236	2	0.93%
Core Pismo, LLC	36,293	3	1.02%	Core Pismo, LLC	25,627	3	0.77%
Prime Outlets at Pismo Beach	31,882	4	0.89%	Spalding G. Wathen, Inc.	21,013	4	0.63%
SCM Pismo Beach Hotel LLC	25,264	5	0.71%	Castleback Pismo Beach	17,589	5	0.53%
Pismo Beach Hotel Investments LLC	22,995	6	0.64%	Cliffs Resort, LLC	16,095	6	0.48%
Spalding G Wathen Inc	21,433	7	0.60%	Pismo Coast Plaza, LLC	16,084	7	0.48%
Castleback Pismo Beach Owner LLC	17,923	8	0.50%	Pismo Shore Cliff, Inc.	15,691	8	0.47%
Cliffs Resort LLC	16,919	9	0.47%	Heron Crest Development	15,601	9	0.47%
Pismo Coast Plaza LLC	16,405	10	0.46%	Henry F. Myers Trust	14,230	10	0.43%
Total	$ 265,252		7.43%	Total	$ 207,988		6.21%

2018				2017			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Pismo Beach Mobile Home Park	$ 33,168	1	1.05%	Pismo Beach Mobile Home Park	$ 30,394	1	1.02%
Prime Outlets of Pismo Beach	30,624	2	0.97%	Prime Outlets of Pismo Beach	30,032	2	1.01%
Core Pismo, LLC	25,142	3	0.79%	Core Pismo, LLC	24,667	3	0.83%
Spalding G. Wathen, Inc.	20,601	4	0.65%	Spalding G. Wathen, Inc.	20,197	4	0.68%
Castleback Pismo Beach	17,262	5	0.54%	Castleback Pismo Beach	16,941	5	0.57%
Cliffs Resort, LLC	16,321	6	0.51%	Heron Crest Development	16,278	6	0.55%
Heron Crest Development	15,950	7	0.50%	Cliffs Resort, LLC	16,031	7	0.54%
Pismo Coast Plaza, LLC	15,769	8	0.50%	Pismo Coast Plaza, LLC	15,459	8	0.52%
Pismo Shore Cliff, Inc.	15,393	9	0.49%	Pismo Shore Cliff, Inc.	15,101	9	0.51%
Henry F. Myers Trust	13,951	10	0.44%	Henry F. Myers Trust	13,678	10	0.46%
Total	$ 204,181		6.44%	Total	$ 198,778		6.67%

2016				2015			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Martin Resorts, Inc.	$ 34,772	1	1.26%	Martin Resorts, Inc.	$ 34,109	1	1.31%
Prime Outlets of Pismo Beach	29,576	2	1.07%	Prime Outlets of Pismo Beach	29,050	2	1.12%
Pismo Beach Mobilehome Park	27,500	3	0.99%	Pismo Beach Mobilehome Park	25,854	3	0.99%
Core Pismo, LLC	24,238	4	0.88%	Core Pismo, LLC	23,723	4	0.91%
Spalding G. Wathen, Inc.	19,893	5	0.72%	Spalding G. Wathen, Inc.	20,329	5	0.78%
Castleblack Pismo Beach	17,300	6	0.62%	Heron Crest Development	15,719	6	0.60%
Heron Crest Development	16,033	7	0.58%	Cliffs Resort, LLC	15,011	7	0.58%
Cliffs Resort, LLC	15,291	8	0.55%	Pismo Coast Plaza, LLC	14,929	8	0.57%
Pismo Coast Plaza, LLC	15,227	9	0.55%	Henry F. Myers Trust	13,197	9	0.51%
Henry F. Myers Trust	13,679	10	0.49%	Castleblack Pismo Beach	11,819	10	0.45%
Total	$ 213,509		7.71%	Total	$ 203,740		7.83%

Schedule 8
City of Pismo Beach
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Taxes Levied For The Fiscal Year	Collected Within The Fiscal Year of The Levy	
		Amount	Percentage of Levy
2014-2015	4,392,370	4,392,370	100.00%
2015-2016	4,662,304	4,662,304	100.00%
2016-2017	5,054,866	5,054,866	100.00%
2017-2018	5,334,500	5,334,500	100.00%
2018-2019	5,619,427	5,619,427	100.00%
2019-2020	5,935,388	5,935,388	100.00%
2020-2021	6,220,595	6,220,595	100.00%
2021-2022	6,391,011	6,391,011	100.00%
2022-2023	6,932,999	6,932,999	100.00%
2023-2024	7,272,460	7,272,460	100.00%

Note:
Property taxes are levied and collected pursuant to an arrangement commonly referred to as the Teeter Plan. Under the Teeter Plan, the County allocates and remits to the City the full amount of each years tax levy, and the County then retains any delinquencies as collected by the County.

Source: City of Pismo Beach Tax Collection records and San Luis Obispo County Assessor records.

Schedule 8 - A
City of Pismo Beach
Sales Tax Revenue Base Data
Last Ten Fiscal Years

Fiscal Year	Revenue Base City-Wide Retail Sales Subject to Tax	Total Retail Sales Tax Rate	City Direct Tax Rate	City Transaction Tax Rate	Revenue Recognized By the City
2014-2015	275,456,400	8.00%	1.00%	0.50%	4,497,958
2015-2016	284,997,500	8.00%	1.00%	0.50%	4,485,779
2016-2017	288,353,100	7.75%	1.00%	0.50%	4,433,756
2017-2018	286,522,200	7.75%	1.00%	0.50%	4,689,005
2018-2019	319,725,600	7.75%	1.00%	0.50%	4,815,640
2019-2020	269,174,200	7.75%	1.00%	0.50%	4,537,068
2020-2021	358,766,100	7.75%	1.00%	0.50%	5,408,109
2021-2022	399,349,300	7.75%	1.00%	0.50%	6,127,110
2022-2023	394,220,500	7.75%	1.00%	0.50%	6,074,484
2023-2024	376,633,300	7.75%	1.00%	0.50%	5,857,109

Note:
The City's direct retail sales tax rate is established pursuant to the City's Municipal Code. Any increase in the City's direct tax rate requires voter approval. Transaction Tax approved by voters in June 2008, effective October 1, 2008.

Source: Revenue Base Information provided by HDL Sales Tax Allocation Summary report. Revenue information provided by City of Pismo Beach records. Total rate updated back to 2009 in fiscal year 2016-17.

Schedule 8 - B
City of Pismo Beach
Principal Sales Tax Generators By Industry - Revenue Base Concentration Data
Last Ten Calendar Years
(Dollar Amounts in Thousands)

2023

Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Restaurants	$ 116,659	1	30.58%
All Other Outlets	93,977	2	24.63%
Other Retail Stores	73,216	3	19.19%
Apparel Stores	69,398	4	18.19%
Service Stations	28,288	5	7.41%
Total	$ 381,538		100.00%

2022

Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Restaurants	$ 118,387	1	29.60%
All Other Outlets	90,547	2	22.64%
Other Retail Stores	86,189	3	21.55%
Apparel Stores	70,076	4	17.52%
Service Stations	34,731	5	8.68%
Total	$ 399,930		100.00%

2021

Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Restaurants	$ 109,474	1	33.42%
Other Retail Stores	91,274	2	27.86%
Apparel Stores	72,478	3	22.12%
Service Stations	29,401	4	8.97%
All Other Outlets	24,981	5	7.63%
Total	$ 327,608		100.00%

2020

Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Restaurants	$ 76,392	1	33.32%
Other Retail Stores	67,395	2	29.40%
Apparel Stores	51,817	3	22.60%
Service Stations	21,141	4	9.22%
All Other Outlets	12,502	5	5.45%
Total	$ 229,247		100.00%

2019

Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Restaurants	$ 92,751	1	35.38%
Apparel Stores	69,334	2	26.45%
Other Retail Stores	54,509	3	20.79%
Service Stations	27,966	4	10.67%
All Other Outlets	17,600	5	6.71%
Total	$ 262,160		100.00%

2018

Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Restaurants	$ 89,597	1	33.17%
Apparel Stores	69,444	2	25.71%
Other Retail Stores	61,919	3	22.93%
Service Stations	28,478	4	10.54%
All Other Outlets	20,642	5	7.64%
Total	$ 270,080		100.00%

2017

Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Restaurants	$ 80,674	1	31.74%
Apparel Stores	70,017	2	27.55%
Other Retail Stores	61,610	3	24.24%
Service Stations	27,015	4	10.63%
All Other Outlets	14,871	5	5.85%
Total	$ 254,187		100.00%

2016

Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Restaurants	$ 78,894	1	30.82%
Apparel Stores	73,107	2	28.56%
Other Retail Stores	63,081	3	24.64%
Service Stations	26,149	4	10.22%
All Other Outlets	14,734	5	5.76%
Total	$ 255,965		100.00%

2015

Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Restaurants	$ 76,693	1	30.34%
Apparel Stores	72,000	2	28.49%
Other Retail Stores	59,456	3	23.52%
Service Stations	30,285	4	11.98%
All Other Outlets	14,320	5	5.67%
Total	$ 252,754		100.00%

2014

Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Restaurants	$ 73,252	1	30.04%
Apparel Stores	70,183	2	28.78%
Other Retail Stores	52,795	3	21.65%
Service Stations	33,230	4	13.63%
All Other Outlets	14,401	5	5.91%
Total	$ 243,861		100.00%

Source: HDL Reports.

Figures are based on Calendar year.

Changed Industry reporting categories in FY2016 to reflect fewer differentiated categories; Food Stores grouped into Other Retail Stores.

Schedule 8 B-1
City of Pismo Beach
Principal Sales Tax Payers - Top 25
Last Ten Fiscal Years
(In Alphabetical Order)

Fiscal Year Ended June 30			
2024	**2023**	**2022**	**2021**
Arco AM PM	7 Eleven	7 Eleven	Arco
Brads Restaurant	Arco	Arco	Brads Restaurant
California Fresh Market	Brads Restaurant	Brads Restaurant	California Fresh
Chevron	California Fresh	California Fresh	Calvin Klein
Cliffs at Shell Beach	Chevron	Chevron	Carters
Coach	Cliffs at Shell Beach	Cliffs at Shell Beach	Chevron
Cool Cat Café	Coach	Coach	Cliffs at Shell Beach
CVS Pharmacy	Cool Cat Café	Cool Cat Café	Coach
Giuseppes Cucina	Cracked Crab	Cracked Crab	Cool Cat Café
Levis Outlet	CVS Pharmacy	CVS Pharmacy	Cracked Crab
Lido at Dolphin Bay	Dolphin Bay Lido Restaurant	Dolphin Bay Lido Restaurant	CVS
Me N Eds Pizzeria and Craft Hou	Giuseppes Cucina	Giuseppes Cucina	Giuseppes Cucina
Nike	Levis Outlet	Levis Outlet	Hoagies
Pismo 76	McDonalds	McDonalds	McDonalds
Pismo Supply Co	Me N Eds Pizzeria and Craft Hou	Millers 76	Millers 76
REC Solar	Nike	Nike	Nike
Ross	Panchos Surf Shop	Panchos Surf Shop	Panchos Surf Shop
Sky River RV	REC Solar	REC Solar	Ross
Splash Café	Ross	Ross	Sky River RV
Spyglass Shell	Sky River RV	Sky River RV	Splash Café
Teenie Wahine	Splash Café	Splash Café	Spyglass Shell
Vans	Spyglass Shell	Spyglass Shell	Teenie Wahine
Ventana Grill	Ventana Grill	Vans	Vans
Vista Steak & Seafood	Vista Steak & Seafood	Ventana Grill	Ventana Grill
Wooly's Oyster Loft	Wooly's Oyster Loft	Wooly's Oyster Loft	Wooly's Oyster Loft

Fiscal Year Ended June 30			
2020	**2019**	**2018**	**2017**
Arco	7 Eleven	Arco	Arco
Brads Restaurant	Arco	Brads Restaurant	Brads Restaurant
California Fresh	California Fresh	California Fresh	California Fresh
Calvin Klein	Calvin Klein	Calvin Klein	Calvin Klein
Carters	Chevron	Chevron	Chevron
Chevron	Cliffs at Shell Beach	Cliffs at Shell Beach	Cliffs at Shell Beach
Cliffs at Shell Beach	Coach	Coach	Coach
Coach	Cracked Crab	Cracked Crab	Cracked Crab
CVS Pharmacy	Dolphin Bay Lido Restaurant	CVS Pharmacy	CVS Pharmacy
Giuseppes Cucina	F Mclintocks Saloon	F Mclintocks Saloon	Dolphin Bay Lido Restaurant
Levis Outlet	General Electric	Levis Outlet	F Mclintocks Saloon
McDonalds	Giuseppes Cucina	Miller 76	Levis Outlet
Miller 76	Miller 76	Nike	Miller 76
Nike	Nike	Orchard Supply Hardware	Nike
Panchos Surf Shop	Norman Wright Duckworth	Oshkosh B Gosh	Orchard Supply Hardware
Ralph Lauren	Orchard Supply Hardware	Panchos Surf Shop	Oshkosh B Gosh
Rite Aid	Pacific Coast RV	Ralph Lauren	Ralph Lauren
Ross	Panchos Surf Shop	Ross	Rite Aid
Sky River RV	Ross	Sea Venture Resort	Rosas Ristorante Italiano
Sky River RV	Shell	Sky River RV	Ross
Splash Café	Sky River RV	Splash Café	Sky River RV
Spyglass Shell	Splash Café	Spyglass Shell	Splash Café
Vans	Spyglass Shell	Vans	Spyglass Shell
Ventana Grill	Ventana Grill	Ventana Grill	Ventana Grill
Wooly's Oyster Loft	Wooly's Oyster Loft	Wooly's Oyster Loft	Wooly's Oyster Loft

Fiscal Year Ended June 30	
2016	**2015**
Arco	Arco
Brads Restaurant	Brads Restaurant
California Fresh	California Fresh
Calvin Klein	Calvin Klein
Cliffs at Shell Beach	Cliffs at Shell Beach
Coach	Coach
Cool Cat Café	Cool Cat Café
Cracked Crab	Cracked Crab
CVS Pharmacy	CVS Pharmacy
Dolphin Bay Hotel & Lido Rest.	Dolphin Bay Hotel & Lido Rest.
F Mclintocks Saloon	F Mclintocks Saloon
Five Cities Chevron	Five Cities Chevron
Giuseppes Cucina	Giuseppes Cucina
Miller 76	Miller 76
Nike Retail	Nike Retail
Orchard Supply Hardware	Orchard Supply Hardware
Oshkosh B Gosh	Oshkosh B Gosh
Ralph Lauren	Ralph Lauren
Rite Aid	Rite Aid
Ross	Ross
Shell	Shell
Sky River RV	Sky River RV
Splash Café	Splash Café
Spyglass Shell	Spyglass Shell
Ventana Grill	Ventana Grill

Note: Principal Sales Tax payers provided by HDL.

Schedule 8 - C
City of Pismo Beach
Transient Occupancy Tax Revenue Base Data
Last Ten Fiscal Years

Fiscal Year	Revenue Base Room Revenues Subject to Tax	City Direct Tax Rate	Revenue Recognized By the City
2014-2015	86,821,190	10.00%	8,682,119
2015-2016	91,999,470	10.00%	9,199,947
2016-2017	93,306,470	10.00%	9,330,647
2017-2018	100,399,210	10.00%	10,039,921
2018-2019	104,981,600	10.00%	10,498,160
2019-2020	93,955,230	10.00%	9,395,523
7/2020-12/2020	66,970,700	10.00%	6,697,070
1/2021-6/2021	68,295,532	11.00%	7,512,509
2020-2021	135,266,232	Total	14,209,579
2021-2022	154,643,162	11.00%	17,010,748
2022-2023	140,737,598	11.00%	15,481,136
2023-2024	137,120,936	11.00%	15,083,303

Note:
The transient occupancy tax can only be changed by approval of the voters, and the rate was increased in 1992.
TOT was increased to 11% effective 1/1/2021
Source: Revenue information provided by City of Pismo Beach records.

Schedule 8 - D
City of Pismo Beach
Transient Occupancy Tax - Principal Payers and Other Data
Last Ten Fiscal Years

Fiscal Year	Transient Occupancy Tax Revenues In Dollars Concentration By Hotel Size Based on Number of Rooms Number Hotels 50 or More Rooms		Number Hotels Under 50 Rooms	
2014-2015	$	7,260,482	$	558,564
		17		14
2015-2016	$	7,711,023	$	591,172
		17		13
2016-2017	$	7,742,190	$	683,153
		17		15
2017-2018	$	8,376,655	$	662,911
		18		14
2018-2019	$	8,756,469	$	662,357
		18		14
2019-2020	$	7,864,308	$	566,758
		19		14
2020-2021	$	11,511,733	$	935,793
		19		14
2021-2022	$	14,036,040	$	923,088
		20		14
2022-2023	$	11,854,164	$	1,751,482
		19		18
2023-2024	$	11,394,274	$	1,858,508
		19		16

	Transient Occupancy Tax Revenues In Dollars Concentration By Size RV Park/Vacation Rentals Based on Number of Units Number Units 50 or More		Number Units Under 50	
2014-2015	$	759,673	$	103,400
		7		14
2015-2016	$	511,432	$	386,320
		4		22
2016-2017	$	626,374	$	278,934
		4		25
2017-2018	$	797,455	$	202,901
		5		32
2018-2019	$	810,687	$	268,647
		5		53
2019-2020	$	671,690	$	269,855
		5		69
2020-2021	$	1,171,851	$	557,280
		5		74
2021-2022	$	1,360,976	$	690,644
		5		80
2022-2023	$	1,152,246	$	723,747
		5		132
2023-2024	$	964,987	$	866,072
		4		153

Note:
Data prior to FY 2015 not available for City-Wide Occupancy Rate and Average Daily Room Rates.
Occupancy Rate and Average Daily Room Rates are combined for hotels, RV Park, and Vacation Rentals.
Occupancy Data updated in FY 2017.

Schedule 8 D-1
City of Pismo Beach
Principal Transient Occupancy Tax Payers - Top Ten
Last Ten Fiscal Years
(In Alphabetical Order)

Fiscal Year Ended June 30			
2024	**2023**	**2022**	**2021**
Cliffs of Shell Beach	Cliffs of Shell Beach	Cliffs of Shell Beach	Cliffs of Shell Beach
Dolphin Bay	Dolphin Bay	Dolphin Bay	Cottage Inn
Inn at the Pier	Inn at the Pier	Inn at the Pier	Dolphin Bay
Kon Tiki Motel	Kon Tiki Motel	Pismo Coast Village	Inn at the Pier
Pismo Coast Village	Oxford Suites	Pismo Lighthouse Suites	Pismo Coast Village
Pismo Lighthouse Suites	Pismo Coast Village	Pismo Shore Cliff	Pismo Lighthouse Suites
Sandcastle Inn	Pismo Shore Cliff	Sandcastle Inn	Pismo Shore Cliff
Seacrest Oceanfront Hotel	Sandcastle Inn	Seacrest Oceanfront Hotel	Sandcastle Inn
Shore Cliff Hotel	Seacrest Oceanfront Hotel	Spyglass Inn	Seacrest Oceanfront Hotel
Vespera on Ocean	Vespera on Ocean	Vespera on Ocean	Vespera on Ocean

Fiscal Year Ended June 30			
2020	**2019**	**2018**	**2017**
Cliffs of Shell Beach	Cliffs of Shell Beach	Cliffs of Shell Beach	Cliffs of Shell Beach
Cottage Inn	Cottage Inn	Cottage Inn	Cottage Inn
Dolphin Bay Hotel	Dolphin Bay Hotel	Dolphin Bay Hotel	Dolphin Bay Hotel
Inn at the Pier	Inn at the Pier	Island Hospitality	Island Hospitality
Island Hospitality	Island Hospitality	Kon Tiki Motel	Kon Tiki Motel
Pismo Coast Village	Oxford Suites	Oxford Suites	Oxford Suites
Pismo Lighthouse Suites	Pismo Coast Village	Pismo Coast Village	Pismo Coast Village
Pismo Shore Cliff	Pismo Lighthouse Suites	Pismo Lighthouse Suites	Pismo Lighthouse Suites
Sandcastle Inn	Pismo Shore Cliff	Seacrest Motel	Seacrest Motel
Seacrest Oceanfront Hotel	Seacrest Oceanfront Hotel	Shorecliff Inn	Shorecliff Inn

Fiscal Year Ended June 30	
2016	**2015**
Cliffs of Shell Beach	Cliffs of Shell Beach
Cottage Inn	Dolphin Bay Hotel
Dolphin Bay Hotel	Island Hospitality
Island Hospitality	Kon Tiki Motel
Kon Tiki Motel	Oxford Suites
Pismo Coast Village	Pismo Coast Village
Pismo Lighthouse Suites	Pismo Lighthouse Suites
Sandcastle Inn	Sandcastle Inn
Seacrest Motel	Seacrest Motel
Shorecliff Inn	Shorecliff Inn

Source: Principal Transient Occupancy Tax Payers provided by City of Pismo Beach records

Schedule 8 - E
City of Pismo Beach
Water and Sewer Rates for Single Family Residents
Last Ten Fiscal Years

Fiscal Year	Water		Sewer	
	Monthly Base Rate	Rate Per 100 Cubic Feet	Monthly Base Rate	Rate Per 100 Cubic Feet*
2014-2015	12.72	2.60	38.92	-
2015-2016	13.29	2.72	41.07	-
2016-2017	14.51	2.97	45.72	-
2017-2018	14.51	2.97	45.72	-
2018-2019	14.51	2.97	45.72	-
2019-2020	13.64	3.97	47.88	-
2020-2021	15.27	4.45	49.41	-
2021-2022	17.09	4.98	50.99	-
2022-2023	19.12	5.58	52.62	-
2023-2024	19.69	6.02	54.78	-

Source: City of Pismo Beach Financial System Rate Records
*Sewer rate is based on Fixed Rate only.

Schedule 8 - F
City of Pismo Beach
Principal Water and Wastewater Payers - Revenue Base Concentration Data
Last Ten Fiscal Years

Water Revenue Concentration Data

Fiscal Year	Class of Customer: Single Family	Non-Residential	Construction	City	Irrigation	Totals
	Revenue in Dollars and Number of Customers					
2014-2015	$ 1,090,870	$ 914,283	$ 14,231	$ 106,819	$ 283,457	$ 2,409,660
	3,772	641	91	82	132	4,718
2015-2016	$ 938,624	$ 864,692	$ 19,798	$ 81,589	$ 212,697	$ 2,117,400
	3,900	640	35	80	132	4,787
2016-2017*	$ 978,318	$ 903,725	$ 7,170	$ 92,226	$ 251,496	$ 2,232,935
	3,742	601	16	53	109	4,521
2017-2018	$ 1,163,469	$ 947,496	$ 20,164	$ 121,983	$ 310,987	$ 2,564,099
	3,767	604	27	60	117	4,575
2018-2019	$ 1,061,675	$ 969,313	$ 10,658	$ 105,528	$ 255,409	$ 2,402,583
	3,749	608	16	57	115	4,545
2019-2020	$ 2,163,575	$ 1,320,589	$ 59,370	$ 37,138	$ 121,051	$ 3,701,724
	4,441	699	44	40	48	5,272
2020-2021	$ 2,559,068	$ 1,735,895	$ 74,170	$ 55,222	$ 150,437	$ 4,574,792
	4,519	700	52	42	52	5,365
2021-2022	$ 2,717,342	$ 1,958,544	$ 95,484	$ 56,364	$ 178,524	$ 5,006,258
	4,430	709	110	39	56	5,344
2022-2023	$ 2,615,213	$ 1,957,295	$ 120,199	$ 61,253	$ 146,378	$ 4,900,338
	4,407	697	91	39	55	5,289
2023-2024	$ 2,862,541	$ 2,110,742	$ 148,384	$ 63,918	$ 569,283	$ 5,754,868
	4,471	713	119	38	188	5,529

Wastewater Revenue Concentration Data

Fiscal Year	Class of Customer: Residential	Other Residential	Hotel/Motel	Commercial	Other	Totals
	Revenue in Dollars and Number of Customers					
2014-2015	$ 1,230,586	$ 295,567	$ 534,754	$ 619,649	$ 183,333	$ 2,863,889
	3,767	325	37	270	48	4,447
2015-2016	$ 1,327,511	$ 311,572	$ 524,691	$ 596,869	$ 184,362	$ 2,945,005
	3,895	324	37	270	36	4,562
2016-2017*	$ 1,400,310	$ 328,951	$ 586,847	$ 616,278	$ 145,341	$ 3,077,727
	3,903	323	38	241	31	4,536
2017-2018	$ 1,498,537	$ 331,540	$ 595,020	$ 683,766	$ 171,631	$ 3,280,494
	3,918	322	37	248	34	4,559
2018-2019	$ 1,512,645	$ 345,066	$ 662,422	$ 678,071	$ 196,601	$ 3,394,805
	3,954	323	37	244	34	4,592
2019-2020	$ 2,491,246	$ 429,295	$ 741,467	$ 772,205	$ 250,591	$ 4,684,804
	4,378	361	42	278	64	5,123
2020-2021	$ 2,591,860	$ 442,983	$ 853,209	$ 765,588	$ 293,554	$ 4,947,194
	4,458	360	39	285	73	5,215
2021-2022	$ 2,616,646	$ 445,355	$ 863,280	$ 873,839	$ 297,279	$ 5,096,399
	4,388	364	44	282	109	5,187
2022-2023	$ 2,758,361	$ 467,049	$ 788,430	$ 871,219	$ 335,919	$ 5,220,978
	4,335	360	40	281	103	5,119
2023-2024	$ 2,872,956	$ 484,760	$ 872,136	$ 943,371	$ 369,273	$ 5,542,496
	4,414	370	40	290	118	5,232

*Amount updated in FY 2017-18 to correct Water and Wastewater SFR amounts for FY 16-17.

Schedule 8 F-1
City of Pismo Beach
Principal Water Sale Purchasers - Top Ten
Last Ten Fiscal Years
(In Alphabetical Order)

Fiscal Years Ended June 30			
2024	**2023**	**2022**	**2021**
Cliffs Shell Beach	Cliffs Shell Beach	Cliffs Shell Beach	Cliffs Shell Beach
Dolphin Bay Hotel Inc	Dolphin Bay Hotel Inc	Dolphin Bay Hotel Inc	Dolphin Bay Hotel Inc
Pismo Beach Mobile Park Inc	Oxford Suites Resort	Inn at the Pier	Oxford Suites Resort
Pismo Coast Village Inc	Pismo Beach Mobile Park Inc	Oxford Suites Resort	Pismo Beach Mobile Park Inc
Pismo Dunes Resort Mtr #1	Pismo Coast Village Inc	Pismo Beach Mobile Park Inc	Pismo Coast Village Inc
Pismo Dunes Resort Mtr #2	Pismo Lighthouse Suites	Pismo Coast Village Inc	Pismo Dunes Resort Mtr #1
Pismo Lighthouse Suites	SCM Pismo Pier Partners, LLC	Pismo Dunes Resort Mtr #1	Pismo Dunes Resort Mtr #2
SCM Pismo Pier Partners, LLC	Seacrest Resort	Pismo Lighthouse Suites	Pismo Lighthouse Suites
Seacrest Resort	Shorecliff Lodge	Seacrest Resort	Seacrest Resort
VPB Operating CO., LLC	VPB Operating CO., LLC	Vespera Resort	Shorecliff Lodge

Fiscal Years Ended June 30			
2020	**2019**	**2018**	**2017**
Cliffs Shell Beach	Cliffs Shell Beach	Cliffs Shell Beach	Cliffs Shell Beach
Dolphin Bay Hotel Inc	Dolphin Bay Hotel Inc	Dolphin Bay Hotel Inc	Dolphin Bay Hotel Inc
Oxford Suites Resort	Motel 6	Kon Tiki	Kon Tiki
Pismo Beach Mobile Park Inc	Oxford Suites Resort	Motel 6	Oxford Suites Resort
Pismo Coast Village Inc	Pismo Beach Mobile Park Inc	Oxford Suites Resort	Pismo Beach Mobile Park Inc
Pismo Dunes Resort Mtr #1	Pismo Coast Village Inc	Pismo Beach Mobile Park Inc	Pismo Coast Village Inc
Pismo Dunes Resort Mtr #2	Pismo Dunes Resort Mtr #1	Pismo Coast Village Inc	Pismo Dunes Travel
Pismo Lighthouse Suites	Pismo Dunes Resort Mtr #2	Pismo Lighthouse Suites	Pismo Lighthouse Suites
SCM Pismo Pier Partners, LLC.	Pismo Lighthouse Suites	Seacrest Resort	Seacrest Resort
Shorecliff Lodge	Seacrest Resort	Shorecliff Lodge	Shorecliff Lodge

Fiscal Years Ended June 30	
2016	**2015**
Cliffs Shell Beach	Cliffs Shell Beach
Dolphin Bay Hotel, Inc.	Dolphin Bay Hotel, Inc.
Motel 6 Inc.	Kon Tiki
Oxford Suites Resort	Motel 6 Inc.
Pismo Coast Village, Inc.	Oxford Suites Resort
Pismo Lighthouse Suites	Pismo Coast Village, Inc.
Pismo Mobile Hm Pk	Pismo Lighthouse Suites
Quality Inn	Pismo Mobile Hm Pk
Seacrest Resort	Seacrest Resort
Shorecliff Lodge	Shorecliff Lodge

Schedule 9
City of Pismo Beach
Ratios of Outstanding Debt By Type
Last Ten Fiscal Years
(Dollars in Thousands except for Per Capita)

	Governmental Activities			Business-Type Activities			
Fiscal Year	Lease Revenue Bonds	Lease Liability	Unamortized Bond Premium	Lease Liability	Lease Revenue Bonds	Unamortized Bond Premium	State of California and Other Loans
2014-2015	3,350	-	-	-	5,155	365	6,677
2015-2016	3,040	-	-	-	4,960	344	6,132
2016-2017	7,685	-	191	-	4,755	324	5,576
2017-2018	11,477	-	185	-	4,540	304	5,011
2018-2019	11,220	-	178	-	4,320	284	5,420
2019-2020	10,947	-	172	-	4,085	263	5,410
2020-2021	10,659	-	166	-	3,845	243	4,351
2021-2022	10,360	60,430	159	64,935	3,590	223	3,933
2022-2023	10,049	78,933	153	-	3,320	203	3,278
2023-2024	9,726	207,431	146	175,063	-	183	2,843

Note: Total City Debt as Percentage of Personal Income for FY 16-17, and FY 17-18 updated in FY 18.19

Total City Debt	Total City Debt as Percentage of Personal Income	Total City Debt Per Capita	From Financial Statements	
			Population	Per Capita Personal Income
15,547	5.10%	2,022	7,688	39,672
14,476	4.94%	1,769	8,181	35,852
18,531	5.59%	2,247	8,247	40,204
21,517	5.70%	2,614	8,233	45,820
21,422	5.24%	2,600	8,239	49,658
20,877	4.28%	2,565	8,139	59,977
19,265	3.87%	2,376	8,108	61,452
143,630	28.96%	17,996	7,981	62,144
95,935	17.33%	12,198	7,865	70,377
395,392	68.45%	50,394	7,846	73,617

Schedule 10
City of Pismo Beach
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Bonded Debt Outstanding				Less: Amount Available in Debt Service Funds	Net General Bonded Debt	Ratio of Net General Bonded Debt to Assessed Value	Per Capita
	General Obligation Bonds	Lease Revenue Bonds	Unamortized Bond Premium	Total General Bonded Debt				
2014-2015	-	3,350,000	-	3,350,000	198,426	3,151,574	0.12%	435.74
2015-2016	-	3,040,000	-	3,040,000	199,571	2,840,429	0.10%	371.59
2016-2017	-	7,685,000	190,763	7,875,763	107,797	7,767,966	0.26%	954.99
2017-2018	-	11,475,917	184,609	11,660,526	3,311,265	8,349,261	0.26%	1,416.32
2018-2019	-	11,219,843	178,455	11,398,298	496,569	10,901,729	0.33%	1,383.46
2019-2020	-	10,947,536	172,301	11,119,837	116,047	11,003,790	0.31%	1,366.24
2020-2021	-	10,659,229	166,147	10,825,377	114,906	10,710,471	0.28%	1,335.15
2021-2022	-	10,359,660	158,969	10,518,629	225,765	10,292,864	0.26%	1,317.96
2022-2023	-	10,048,554	152,610	10,201,164	113,339	10,087,825	0.24%	1,297.03
2023-2024	-	9,725,627	146,251	9,871,878	121,173	9,750,705	0.22%	1,258.21

Note:
Debt service on the lease revenue bonds and tax allocation bonds is financed by the use of general governmental financial resources available in the general fund and special revenue funds of the City.
Assessed Taxable Value of Real Property provided by Cal Muni and HDL.

Schedule 11
City of Pismo Beach
Direct and Overlapping Governmental Activities Debt
As of June 30, 2024

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable		Estimated Share of Overlapping Debt
OVERLAPPING DEBT REPAID WITH PROPERTY TAXES:				
San Luis Obispo County General Fund Obligations	$ 81,021,650	6.261%		$ 5,072,766
San Luis Obispo County Pension Obligations	22,760,324	6.261%		1,425,024
Lucia Mar Unified School District Certificates of Participation	14,015,000	18.826%		2,638,464
TOTAL OVERLAPPING DEBT REPAID WITH PROPERTY TAXES				$ 9,136,254
OVERLAPPING TAX AND ASSESSMENT DEBT:				
San Luis Obispo County Flood Control and Water Conservation District, Zone No. 3	4,925,000	33.627%		1,656,130
San Luis Obispo Community College District	205,380,000	6.236%		12,807,497
San Luis Coastal Unified School District	146,249,802	18.826%		27,532,988
Lucia Mar Unified School District	234,401,000	3.566%		8,358,740
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT				$ 50,355,355
CITY DIRECT DEBT - GOVERNMENTAL ONLY:				
City of Pismo Beach General Fund Obligations	9,936,227	97.96%	(2)	$ 9,936,227
Leases	207,431	2.04%		$ 207,431
TOTAL DIRECT DEBT				**$ 10,143,658**
TOTAL OVERLAPPING DEBT				**$ 59,491,609**
TOTAL DIRECT AND OVERLAPPING DEBT			(3)	**$ 69,635,267**

Ratios to Adjusted Assessed Valuation:

Total Overlapping Tax and Assessment Debt	1.13%
Total Direct Debt (City of Pismo Beach)	**0.23%**
Combined Total Debt	1.56%

Note:

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

(2) Includes share of San Luis Obispo County Financing Authority lease revenue bonds ($210,600).

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

Source: California Municipal Statistics, Inc.

Schedule 12
City of Pismo Beach
Legal Debt Margin Information
Last Ten Fiscal Years

Fiscal Year	Debt Limit	Total Debt Applicable To Limit	Total Debt Applicable To Limit as Percentage of Debt Limit
2014-2015	97,520,366	-	0%
2015-2016	103,825,445	-	0%
2016-2017	111,682,818	-	0%
2017-2018	118,925,270	-	0%
2018-2019	125,549,073	-	0%
2019-2020	133,883,312	-	0%
2020-2021	141,493,057	-	0%
2021-2022	146,220,824	-	0%
2022-2023	158,024,686	-	0%
2023-2024	167,129,972	-	0%

Legal Debt Margin Calculation for Fiscal Year 2024		
Assessed value	$	4,456,799,247
Conversion Percentage (25%)		25%
Adjusted Assessed Valuation		1,114,199,812
Debt Limit Percentage (15%)		15%
Debt Limit		167,129,972
Less debt applicable to limit:		
General obligation bonds		-
Total debt applicable to limit		-
Legal debt margin	$	167,129,972
Total debt applicable to the limit as a percentage of debt limit		0%

Note:

The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 15% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel.) The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the State. Debt Limit Calculation determined by Property Assessed Value multiplied by 25%, which is the conversion percentage dating back to the time that the legal debt margin was enacted by the State of California. The adjusted value is then multiplied by 15% which is the Legal Debt Limit of Gross Valuation provided by the State of California.

Source: California Municipal Statistics

Schedule 13
City of Pismo Beach
Pledged Revenue Coverage
Last Ten Fiscal Years

State of California Wastewater Construction Loan-WWTP

	Wastewater Service Revenues	Capital Impact Fees	Less Operating Expenses	Net Available Revenue	Debt Service		
					Principal	Interest	Coverage
2014-2015	5,039,175	-	1,895,224	3,143,951	491,672	117,588	5.16
2015-2016	4,591,505	-	2,255,771	2,335,734	500,537	108,723	3.83
2016-2017	4,671,934	-	2,630,203	2,041,731	509,561	99,698	3.35
2017-2018	5,047,984	-	2,158,108	2,889,876	518,749	90,511	4.74
2018-2019	5,121,062	-	3,229,206	1,891,856	528,102	81,158	3.11
2019-2020	5,020,653	-	3,414,907	1,605,746	537,623	71,636	2.64
2020-2021	5,478,360	-	4,044,704	1,433,656	547,317	61,943	2.35
2021-2022	6,070,939	-	4,235,201	1,835,738	557,185	52,075	3.01
2022-2023	8,640,226	-	7,217,969	1,422,257	567,231	42,029	2.33
2023-2024	6,455,986	-	8,705,988	(2,250,002)	577,458	31,801	(3.69)

State of California Wastewater Construction Loan-Park/Cypress Project

	Wastewater Service Revenues	Capital Impact Fees	Less Operating Expenses	Net Available Revenue	Debt Service		
					Principal	Interest	Coverage
2014-2015	5,039,175	-	1,895,224	3,143,951	11,916	2,731	214.65
2015-2016	4,591,505	-	2,255,771	2,335,734	12,141	2,505	159.48
2016-2017	4,671,934	-	2,630,203	2,041,731	12,371	2,275	139.40
2017-2018	5,047,984	-	2,158,108	2,889,876	12,605	2,041	197.32
2018-2019	5,121,062	-	3,229,206	1,891,856	12,844	1,802	129.17
2019-2020	5,020,653	-	3,414,907	1,605,746	13,087	1,559	109.64
2020-2021	5,478,360	-	4,044,704	1,433,656	13,335	1,311	97.88
2021-2022	6,070,939	-	4,235,201	1,835,738	13,588	1,059	125.34
2022-2023	8,640,226	-	7,217,969	1,422,257	13,845	802	97.10
2023-2024	6,455,986	-	8,705,988	(2,250,002)	14,107	539	(153.62)

State of California Wastewater Construction Loan-Pismo Oaks Lift Station Project

	Wastewater Service Revenues	Capital Impact Fees	Less Operating Expenses	Net Available Revenue	Debt Service		
					Principal	Interest	Coverage
2014-2015	5,039,175	-	1,895,224	3,143,951	32,054	9,853	75.02
2015-2016	4,591,505	-	2,255,771	2,335,734	32,631	9,275	55.74
2016-2017	4,671,934	-	2,630,203	2,041,731	33,220	8,687	48.72
2017-2018	5,047,984	-	2,158,108	2,889,876	33,819	8,088	68.96
2018-2019	5,121,062	-	3,229,206	1,891,856	34,428	7,478	45.15
2019-2020	5,020,653	-	3,414,907	1,605,746	35,049	6,857	38.32
2020-2021	5,478,360	-	4,044,704	1,433,656	35,681	6,226	34.21
2021-2022	6,070,939	-	4,235,201	1,835,738	36,324	5,582	43.81
2022-2023	8,640,226	-	7,217,969	1,422,257	36,979	4,927	33.94
2023-2024	6,455,986	-	8,705,988	(2,250,002)	37,646	4,261	(53.69)

Note:
For all State of CA SRF Loans, Wastewater revenues include service fees only.
Operating expenses exclude depreciation and amortization.

State of California Wastewater Construction Loan-Five Cities Lift Station Project

	Wastewater Service Revenues	Capital Impact Fees	Less Operating Expenses	Net Available Revenue	Debt Service		
					Principal	Interest	Coverage
2020-2021	5,478,360	-	4,044,704	1,433,656	29,302	18,949	29.71
2021-2022	6,070,939	-	4,235,201	1,835,738	37,299	20,826	31.58
2022-2023	8,640,226	-	7,217,969	1,422,257	36,256	21,870	24.47
2023-2024	6,455,986	-	8,705,988	(2,250,002)	46,419	22,724	(32.54)

2012 Revenue Bonds

	Wastewater Service Revenues	Capital Impact Fees	Less Operating Expenses	Net Available Revenue	Debt Service		
					Principal	Interest	Coverage
2014-2015	5,039,175	-	1,895,224	3,143,951	190,000	198,063	8.10
2015-2016	4,591,505	-	2,255,771	2,335,734	195,000	192,288	6.03
2016-2017	4,671,934	-	2,630,203	2,041,731	205,000	185,263	5.23
2017-2018	5,047,984	-	2,158,108	2,889,876	215,000	176,843	7.38
2018-2019	5,121,062	-	3,229,206	1,891,856	220,000	168,163	4.87
2019-2020	5,020,653	-	3,414,907	1,605,746	235,000	159,065	4.07
2020-2021	5,478,360	-	4,044,704	1,433,656	240,000	148,363	3.69
2021-2022	6,070,939	-	4,235,201	1,835,738	255,000	135,988	4.70
2022-2023	8,640,226	-	7,217,969	1,422,257	270,000	122,863	3.62
2023-2024	6,455,986	-	8,705,988	(2,250,002)	-	48,380	(46.51)

Note:
Wastewater revenues include service fees only.
Operating expenses exclude depreciation and amortization.

Schedule 14
City of Pismo Beach
Demographic and Economic Statistics
For the Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2014-2015	7,688	304,998,336	39,672	4.50%
2015-2016	8,181	293,305,212	35,852	3.70%
2016-2017	8,247	331,562,388	40,204	3.40%
2017-2018	8,233	377,236,060	45,820	2.90%
2018-2019	8,239	409,132,262	49,658	2.40%
2019-2020	8,139	488,152,803	59,977	1.60%
2020-2021	8,108	498,252,816	61,452	5.20%
2021-2022	7,981	495,971,264	62,144	3.10%
2022-2023	7,865	553,515,105	70,377	1.40%
2023-2024	7,846	577,598,982	73,617	1.60%

Source:
California Labor Market Info. Data Library as of November of each year.
Per Capita Personal Income based on Census Data.

Note:
HDL providing the information effective 2014. Personal Income reported in thousands.

Source: HDL Reports - California Labor Market and US Census Bureau.

Schedule 15
City of Pismo Beach
Principal Employers (Ten Largest)
Last Ten Years

Fiscal Year Ended June 30, 2024				Fiscal Year Ended June 30, 2023			
Employer	Number Employees	Rank	Percentage of Total City Employment	Employer	Number Employees	Rank	Percentage of Total City Employment
Martin Resorts	163	1	4.29%	Keller-Williams	107	1	2.82%
The Cliff's of Shell Beach	128	2	3.37%	City of Pismo Beach	105	2	2.76%
Keller-Williams	107	3	2.82%	California Fresh Market	100	3	2.63%
City of Pismo Beach	102	4	2.68%	Dolphin Bay Resort	100	4	2.63%
Dolphin Bay Resort	100	5	2.63%	US Postal Service	91	5	2.39%
Brad's Restaurant	90	6	2.37%	Brad's Restaurant	90	6	2.37%
US Postal Service	89	7	2.34%	Sea Venture	80	7	2.11%
Pacifica Hotels	85	8	2.24%	Pelican Point Bar & Restaurai	75	8	1.97%
Sea Venture	80	9	2.11%	Pismo Coast Village	71	9	1.87%
California Fresh Market	70	10	1.84%	New Life Church	67	10	1.76%
Total	1014		26.68%	Total	886		23.32%

Fiscal Year Ended June 30, 2022				Fiscal Year Ended June 30, 2021			
Employer	Number Employees	Rank	Percentage of Total City Employment	Employer	Number Employees	Rank	Percentage of Total City Employment
The Cliff's of Shell Beach	267	1	7.03%	The Cliff's of Shell Beach	240	1	6.32%
Keller-Williams	231	2	6.08%	Pacifica Hotels	235	2	6.18%
Custom House Restaurant G	195	3	5.13%	Keller-Williams	194	3	5.11%
Dolphin Bay Resort	165	4	4.34%	Custom House Restaurant Gr	155	4	4.08%
California Fresh Market	130	5	3.42%	Dolphin Bay Resort	150	5	3.95%
City of Pismo Beach	126	6	3.32%	California Fresh Market	130	6	3.42%
Sea Venture	121	7	3.18%	City of Pismo Beach	113	7	2.97%
Central Coast California Hosp	100	8	2.63%	Central Coast California Hosp	90	8	2.37%
US Postal Service	90	9	2.37%	Vespera	90	9	2.37%
Martin Resorts	82	10	2.16%	US Postal Service	85	10	2.24%
Total	1,507		39.66%	Total	1,482		39.00%

Fiscal Year Ended June 30, 2020				Fiscal Year Ended June 30, 2019			
Employer	Number Employees	Rank	Percentage of Total City Employment	Employer	Number Employees	Rank	Percentage of Total City Employment
The Cliff's of Shell Beach	230	1	5.48%	The Cliff's of Shell Beach	220	1	5.12%
Keller-Williams	179	2	4.26%	Dolphin Bay Resort	161	2	3.74%
Dolphin Bay Resort	124	3	2.95%	Keller-Williams	147	3	3.42%
City of Pismo Beach	120	4	2.86%	City of Pismo Beach	125	4	2.91%
Martin Resorts	100	5	2.38%	Martin Resorts	97	5	2.26%
U.S. Postal Service	85	6	2.02%	U.S. Postal Service	81	6	1.88%
Sea Venture	74	7	1.76%	Sea Venture	80	7	1.86%
Pismo Coast Village	65	8	1.55%	Brad's Restaurant	75	8	1.74%
Seacrest	65	9	1.55%	Seacrest	68	9	1.58%
Brad's Restaurant	60	10	1.43%	Pismo Coast Village	65	10	1.51%
Total	1,102		26.24%	Total	1,119		26.02%

Fiscal Year Ended June 30, 2018				Fiscal Year Ended June 30, 2017			
Employer	Number Employees	Rank	Percentage of Total City Employment	Employer	Number Employees	Rank	Percentage of Total City Employment
The Cliff's of Shell Beach	227	1	5.54%	The Cliff's of Shell Beach	220	1	5.50%
Dolphin Bay Resort	190	2	4.63%	Dolphin Bay Resort	169	2	4.23%
City of Pismo Beach	135	3	3.29%	City of Pismo Beach	129	3	3.23%
Keller-Williams	135	4	3.29%	Martin Resorts	125	4	3.13%
Martin Resorts	125	5	3.05%	Keller-Williams	106	5	2.65%
Sea Venture	85	6	2.07%	Sea Venture	81	6	2.03%
U.S. Postal Service	69	7	1.68%	Brad's Restaurant	67	7	1.68%
Seacrest	67	8	1.63%	Seacrest	63	8	1.58%
Brad's Restaurant	63	9	1.54%	Pismo Coast Village	62	9	1.55%
Pismo Coast Village	60	10	1.46%	U.S. Postal Service	61	10	1.53%
Total	1,156		28.20%	Total	1,083		27.08%

Fiscal Year Ended June 30, 2016				Fiscal Year Ended June 30, 2015			
Employer	Number Employees	Rank	Percentage of Total City Employment	Employer	Number Employees	Rank	Percentage of Total City Employment
The Cliff's of Shell Beach	235	1	5.88%	Martin Resorts	260	1	6.50%
Dolphin Bay Resort	178	2	4.45%	The Cliff's of Shell Beach	243	2	6.08%
Martin Resorts	135	3	3.38%	Dolphin Bay Resort	191	3	4.78%
Keller-Williams	110	4	2.75%	Keller-Williams	106	4	2.65%
City of Pismo Beach	89	5	2.23%	City of Pismo Beach	89	5	2.23%
Sea Venture	85	6	2.13%	Sea Venture	85	6	2.13%
U.S. Postal Service	82	7	2.05%	Brad's Restaurant	79	7	1.98%
Brad's Restaurant	70	8	1.75%	U.S. Postal Service	75	8	1.88%
McClintock's	65	9	1.63%	McClintock's	71	9	1.78%
Pismo Coast Village	65	10	1.63%	Steamer's	62	10	1.55%
Total	1,114		27.85%	Total	1,261		31.53%

Note:
Source: 2023 figures came from Reachcentralcoast.org Business search
Pismo Beach Employment numbers are based on the full-time equivalent data found on schedule 16
Prior to 2023 information was from a mix of state reports and City Employee by Telephone Polls to businesses

Schedule 16
City of Pismo Beach
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General government:										
Administration	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Human Resources	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
City Council	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
City Attorney - Contract	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
CVB	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.70	1.70	1.70
Administrative Services	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90
Information Technology	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00
Public safety:										
Police	34.00	33.85	33.85	33.70	33.70	33.70	33.70	36.70	38.00	35.00
Parking	-	0.15	0.15	1.30	1.30	1.30	1.30	1.30	2.00	2.00
Community Development:										
Planning	4.60	4.60	4.60	4.55	4.55	4.55	4.55	3.70	4.70	4.70
Building	4.10	4.15	4.15	3.15	3.15	3.15	3.15	3.25	4.25	4.25
Recreation	1.20	1.20	1.20	1.15	1.15	1.15	1.15	1.30	2.30	2.30
Parking	1.10	1.05	1.05	0.15	0.15	0.15	0.15	0.05	0.05	0.05
Public Works/Engineering:										
Engineering	3.60	3.60	3.60	3.60	3.60	3.60	3.60	3.60	3.60	3.60
Streets and Govt Bldgs	3.03	2.83	2.83	3.78	3.78	3.03	3.03	3.03	3.03	3.03
Park Maintenance/Fac.	7.32	7.17	7.17	7.27	7.27	8.02	9.02	11.02	11.02	11.02
Water:										
Treatment and distribution	5.00	6.70	6.70	5.65	5.65	5.65	5.65	5.65	5.65	5.65
Billing	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Wastewater:										
Collection and treatment	8.10	7.80	7.80	7.80	7.80	7.80	7.80	7.80	7.80	7.80
Billing	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Motor Vehicle Operations:										
Motor Vehicle Operations	1.05	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Totals	94.00	95.00	95.00	94.00	94.00	94.00	95.00	99.00	105.00	102.00

Source: City of Pismo Beach payroll records.

Schedule 17
City of Pismo Beach
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program:	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Police:										
Physical arrest	1,116	1,072	1,194	1,235	1,220	1,233	1,742	1,585	1,248	1,093
Traffic violations	1,737	938	996	1,887	2,069	1,609	2,862	1,645	1,675	2,258
Fire:										
Emergency responses	1,265	1,528	1,349	1,355	1,340	1,383	1,460	1,503	1,384	1,692
Fires extinguished	21	26	22	23	21	24	22	21	19	13
Building:										
Building permits issued	290	205	220	185	185	152	385	451	154	155
Other permits issued	956	551	640	533	472	422	179	384	682	508
Public works:										
Miles streets resurfaced	-	-	2.50	0.50	0.25	0.75	-	-	6.14	6.26
Parks and Recreation:										
Number of facility rentals	240	258	258	301	352	277	72	205	201	208
Number of class admissions	3,000	3,500	3,500	3,500	2,956	2,800	2,000	2,300	2,530	2,558
Water:										
Number new connections	20	221	67	12	105	120	30	40	21	43
Daily average water production in MGD	1.64	1.47	1.43	1.59	1.46	1.50	1.60	1.54	1.32	1.36
Daily average water consumption in MGD	1.52	1.27	1.25	1.48	1.34	1.70	1.93	1.43	1.21	1.24
Wastewater:										
Number new connections	53	109	62	23	6	120	39	7	20	13
Daily average treatment in millions gallons(MGD)	1.01	0.95	0.99	0.98	0.98	0.99	0.95	0.96	0.93	1.07

Note:
Police information updated for all years in FY 2019.
Source: City of Pismo Beach Departments
Police Traffic Citation information for all years by Police staff in FY 2020.
Park and Recreation information for FY 2017, 2018, 2019 updated in FY 2021

Schedule 18
City of Pismo Beach
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program:	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	6	6	6	6	6	6	6	6	6	6
Fire:										
Stations	2	2	2	2	2	2	2	2	2	2
Engines	3	3	3	3	3	3	3	3	3	3
Public works:										
Miles of streets	46	46	46	46	46	46	46	46	46	38
Streetlights	828	842	842	844	844	909	909	909	909	133
Traffic signals	3	3	3	3	3	3	3	3	3	3
Parks and recreation:										
Community centers	2	2	2	2	2	2	2	2	2	2
Parks	18	18	18	18	18	18	18	18	18	18
Park acreage	205	205	205	205	205	205	205	205	205	205
Water:										
Miles of mains	56	56	56	56	56	56	56	56	56	56
Number connections	4,718	4,787	4,521	4,575	4,680	4,680	4,882	5,011	5,032	5,335
Maximum plant capacity in millions gallons	2.16	2.16	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40
Wastewater:										
Miles of sewers	40	40	40	40	40	40	40	40	54	54
Number connections	4,447	4,562	4,536	4,559	4,565	4,685	4,724	4,731	4,738	4,751
Maximum plant capacity in millions gallons	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90

Note:
Source: City of Pismo Beach Departments.
Updated the number of Water and Sewer connections in FY 17.18.