

# **Annual Comprehensive Financial Report** **City of Sierra Madre, California**

*Village of the Foothills*

## **For the Year Ended June 30, 2025**



Prepared by the Finance Department Staff

City of Sierra Madre  
232 West Sierra Madre Boulevard  
Sierra Madre, CA 91024

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January 28, 2026

Honorable Mayor and City Council of the  
City of Sierra Madre  
Sierra Madre, California

To the Honorable Mayor, Members of the City Council, and Citizens of the City of Sierra Madre:

We are pleased to present the City of Sierra Madre’s Annual Comprehensive Financial Report (ACFR) for the fiscal year ending June 30, 2025 (FY 24-25). This report has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as set forth in the pronouncements of the Governmental Accounting Standards Board (GASB). GASB has the primary responsibility for determining accounting and financial reporting standards for state and local government entities.

This report contains management’s representations concerning the finances of the City. Management assumes full responsibility for the completeness and reliability of all information presented. To provide a reasonable basis for these representations, management has established a comprehensive internal control framework designed to protect the City’s assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City’s financial statements in conformity with GAAP. Because the cost of controls should not exceed anticipated benefits, the City’s internal control framework is designed to provide reasonable — rather than absolute — assurance that the financial statements are free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Sierra Madre’s financial statements have been audited by Rogers, Anderson, Malody & Scott, LLP, Certified Public Accountants. The objective of the independent audit was to provide reasonable assurance that the City’s financial statements for the fiscal year ended June 30, 2025, are free of material misstatement. The audit procedures included testing evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. Based on the audit, the independent auditor rendered an opinion that the City’s financial statements for FY 24-25 are fairly presented in conformity with GAAP. The independent auditor’s report appears as the first component 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). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Sierra Madre’s MD&A can be found immediately following the report of the independent auditors.

While this transmittal is traditionally addressed to the governing body, the ACFR is also intended to provide relevant financial information to the citizens of Sierra Madre, City staff, creditors, investors, and other interested readers. We encourage questions or comments and invite readers to contact the Finance Department.

## **CITY PROFILE**

The City of Sierra Madre is located in Southern California within the San Gabriel Valley in Los Angeles County. Sierra Madre lies approximately 12 miles northeast of the City of Los Angeles, nestled against the foothills with Pasadena to the west and Arcadia to the south and east. The City was incorporated in 1907 under the laws of the State of California and operates as a general law city under a Council-Manager form of government.

Under this form of government, a five-member elected at-large City Council is responsible for establishing policy, passing local ordinances, voting appropriations, and developing the City's overall vision. The Mayor serves primarily ceremonial duties and is the presiding officer of the City Council; the Mayor and Mayor Pro-Tem are selected annually by Council nomination and vote in December.

Sierra Madre is a full-service city with approximately 91 full-time equivalent employees across ten departments, including full-service Police and Fire Departments. Part-time employees and volunteers, as well as community service clubs, contribute significantly to City services. The City serves roughly 11,000 residents, encompasses about 4,400 parcels, and provides water and/or sewer services to approximately 3,800 customers.

This report includes all funds of the City of Sierra Madre, Sierra Madre Public Financing Authority, and Successor Agency to the Dissolved Sierra Madre Redevelopment Agency. The financial operations of the City, Financing Authority, and Successor Agency are closely related. The entity is legally separate; however, the City of Sierra Madre elected officials have a continuing oversight responsibility over the Authority and Agency. The Sierra Madre Financing Authority, was established in 1972 to facilitate various financing activities for the City and the Successor Agency. The State eliminated redevelopment agencies with Assembly Bill No. X1 26 in June 2011 and pursuant to Senate Bill No. 107, effective July 1, 2018, Sierra Madre's Successor Agency's matters are handled by the seven-member Consolidated Oversight Board in the Fourth Supervisorial District to wind down the affairs and liquidate the debts of the former Sierra Madre Redevelopment Agency.

## **MAJOR ACCOMPLISHMENTS**

### **Administrative Services**

- Automated payroll processing, improving efficiency and accuracy.
- Began automation of accounts payable for more efficient vendor payments.
- Secured professional legislative advocacy and grant-writing services to increase funding opportunities.
- Earned the Government Finance Officers Association (GFOA) Distinguished Budget Presentation Award for five consecutive years.
- Received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting for eight consecutive years.

### **Community Services**

- Advanced department branding efforts by aligning marketing guidelines with citywide standards across social media, web, and print communications.
- Expanded community programs by introducing new events such as Bark in the Park Festival and enhanced participation in annual events like the Mount Wilson Trail Race, 3rd and 4th of July Festivities, and Halloween Happenings.

- Expanded senior programming at the Hart Park House, adding new wellness and arts classes while maintaining Senior Lunches and Senior Tea & Talk programs.
- Increased marketing and outreach for Community Garden programs through banners, newspaper ads, and new signage.
- Successfully negotiated and developed a MOU between the City and the Young Men's Christian Association (YMCA) for leasing City facilities that was approved by the City Council.
- Completed installation of a new playground apparatus and outdoor fitness equipment at Sierra Vista Park.
- Secured Community Services Commission and City Council approval for converting Sierra Vista tennis courts into pickle ball courts using Measure A Capital Improvement Project (CIP) funding.
- Updated and submitted required Parks Inventory and Annual Status Reports to the Los Angeles County Regional Park and Open Space District (RPOSD).
- Initiated planning for the Parks and Facilities Master Plan and the Youth Master Plan.

### **Fire**

- Incorporated recommendations of analysis into budgetary planning.
- Reviewed the results of the Department's Master Plan and made recommendations to the City Manager on a strategy to achieve industry comparable salaries and benefits.
- Provided State and Federal required training for all FD employees.
- Developed and maintained a strategy to maintain an 85% Paramedic Licensure status.

### **Human Resources**

- Continued updating the City's Americans with Disabilities Act (ADA) Transition Plan.
- Implemented the Workplace Violence Prevention Program by the July 1, 2024 State mandate.
- Conducted citywide training sessions on the new Workplace Violence Prevention Program.
- Finalized the Emergency Operations Center (EOC) Emergency Operations Plans (EOP) to strengthen organizational emergency preparedness.

### **Information Technology**

- Deployed Next Generation Wireless Fidelity 6 (Wi-Fi 6) with enhanced security and performance Citywide, including expansion to conference rooms, Hart Park House, and EOC.
- Achieved full Internet Service Provider (ISP) carrier diversity with two fiber providers, including expansion of Satellite Internet.
- Implemented Enterprise Email Security and Cybersecurity User Awareness Training platform.
- Upgrade 50% of network to 10Gig speed.
- Increased runtime of critical data centers Citywide.
- Installed a second Gigabit fiber-internet access line at City Hall to ensure carrier redundancy and backup VPN tunnels for full system resilience.
- Completed the upgrade of Police Mobile Data Terminal (MDT) on all Police Vehicles.

### **Library**

- Awarded a consulting services contract for furniture, fixtures, and equipment services for the Library Meaningful Improvement Project to TSK Architects.
- Expanded Library programming at the temporary facility, increasing offsite and community-based activities.
- Facilitated a ground-breaking ceremony for the Library Meaningful Improvement Project.

- Provided limited emergency services to the Sierra Madre community during the Eaton Fire and windstorm events.

### **Planning & Community Preservation**

- Contracted a consultant and began implementing an online permitting system to comply with Assembly Bill 2234, which requires local agencies to provide clear, online processes and strict timelines for post-entitlement permits on residential projects, and Senate Bill 379, which mandates that cities and counties include climate adaptation and resiliency strategies in their general plan safety elements.
- Integrated the Solar Automated Permit Processing Platform (SolarAPP+) into city-wide online system.
- Received California Energy Commission CalAPP grant reimbursement for online solar permitting, launching Solar Automated Permit Processing Platform (SolarAPP+).
- Promoted the redevelopment of properties affected by the Eaton Fire and Winter Storms through the implementation of an urgency ordinance that suspends many of the discretionary approvals normally required
- Sierra Madre has fulfilled its state-mandated obligation to plan for enough affordable homes for low-income residents. This is part of California's Regional Housing Needs Allocation (RHNA) process, which ensures every city does its part to address the housing shortage and make communities more affordable.
- Continued processing environmental reviews for major development projects including The Meadows at Bailey Canyon and Gingko at Grandview Residential Development.
- Processed 22 Accessory Dwelling Unit (ADU) applications toward RHNA reporting.

### **Police**

- Increased patrol coverage by 10% and reduced average emergency response times to under 5 minutes through targeted recruitment and a streamlined hiring process.
- Completed full department-wide deployment of body-worn cameras and integrated digital evidence management software, resulting in an 85% digital evidence capture rate and improved public trust.
- Increased annual officer training hours from 40 to 50 by expanding enrollment in POST-certified crisis intervention, de-escalation, and leadership courses.

### **Public Works**

- Completed Downtown Sidewalk Enhancement and Sierra Keys Avenue Water Main Replacement Projects.
- Rehabilitated streets as part of the Street Improvement Program, improving Pavement Condition Index (PCI) ratings toward State standards.
- Coordinated street resurfacing efforts with Southern California Edison (SCE) infrastructure upgrades citywide.
- Continued collaborative environmental efforts with Clean Power Alliance and regional storm water quality groups.

### **Utility Services**

- Imported 1,130 acre-feet of water for groundwater recharge.
- Repaired 457 water leaks and installed over 1,600 linear foot (LF) of new mainline.
- Inspected and logged 20,000 LF of sewer lines; cleaned 65,000 LF of sewer mains.

- Inspected and cleaned all City reservoirs.
- Removed and replaced 190 of the oldest water meters with new, high-accuracy models (99% accuracy).
- Achieved 1001 user registrations on the Sensus Analytics Advanced Metering Infrastructure (AMI) Customer Portal.

### **MAJOR INITIATIVES FOR THE FUTURE**

#### **Administrative Services**

- Create a sustainable capital investment plan.
- Develop and maintain long-term financial planning.
- Expand and diversify utility bill payment methods to improve customer convenience and engagement.
- Evaluate and implement modernized payment options including digital wallets, online portals, self-service kiosks, real-time processing, and exploring cryptocurrency and buy-now-pay-later options.
- Enhance financial transparency through award-winning reporting and resident engagement initiatives.

#### **Community Services**

- Project: Expand Hart Park House facility space to enhance senior programming.  
Desired Outcome: Improve facility functionality to better support multigenerational recreation, education, and wellness programming.
- Project: Increase event sponsorship revenue by 10%.  
Desired Outcome: Strengthen financial support for community special events and recreation programs.
- Project: Finalize Parks and Facilities Master Plan and initiate the Youth Master Plan.  
Desired Outcome: Establish a roadmap for future park development, facility upgrades, and youth programming priorities.
- Project: Use Measure A funds for targeted facility improvements.  
Desired Outcome: Enhance parks infrastructure and open space amenities to better serve the community.

#### **Fire**

- Project: Expand the department's paramedic subscription program by 50%.  
Desired Outcome: Enhance community access to emergency medical services and increase department revenue to support sustainable operations.
- Project: Achieve membership and participation in California OES Regional Task Force-4 (Urban Search & Rescue CA-RTF-4) with two SMFD members.  
Desired Outcome: Enhance the department's operational readiness and capability to respond to complex rescue operations.
- Project: Expand public education outreach programs by 10%.  
Desired Outcome: Increase community awareness and preparedness for fire-related emergencies, contributing to overall public safety.
- Project: Ensure pre-fire plans are revised and maintained by year-end.  
Desired Outcome: Maintain up-to-date operational plans to enhance response efficiency and effectiveness during fire incidents.

### **Human Resources**

- Project: Develop and formalize employee recognition and retention initiatives.  
Desired Outcome: Increase employee engagement and retention across all departments.
- Project: Implement a citywide Emergency Operations Plan (EOP) training for all departments.  
Desired Outcome: Enhance operational readiness and emergency response capabilities Citywide.

### **Information Technology**

- Project: Complete the 10-Gigabit network implementation project.  
Desired Outcome: Improve network speed, capacity, and reliability for all departments, specifically public safety.
- Project: Deploy Managed Detection and Response (MDR) security platform and implement Security Information and Event Management (SIEM) system.  
Desired Outcome: Enhance cybersecurity monitoring and incident response capabilities.
- Project: Office 365 migration City Wide.  
Desired Outcome: Improve Security, resiliency, and functionality of Business Enterprise Communication Tools.
- Project: Strengthen disaster recovery systems and backup power strategies across all data centers.  
Desired Outcome: Ensure continued service delivery during emergencies and power outages.

### **Library**

- Project: Open a renovated, expanded, and safe Library Building at 440 W Sierra Madre Blvd.  
Desired Outcome: Create a welcoming and functional new Library space as part of the Library Meaningful Improvement Project.
- Project: Complete a Library Strategic Plan.  
Desired Outcome: Provide a strategic framework to guide Library programming, collections, and services over the next five years.
- Project: Ensure renovated Library building is up to State and County environmental requirements regarding sustainability and resilience.  
Desired Outcome: Integrate sustainability and resilience features into the completed Library facility.

### **Planning & Community Preservation**

- Project: Fully implement online permitting and land management system.  
Desired Outcome: Reduce permit processing times and improve customer service by enabling online application submission, review, and tracking.
- Project: Conduct a comprehensive review of the Noise Ordinance, its enforcement processes, and related concerns.  
Desired Outcomes: Enhanced community well-being and improvement to noise regulation and enforcement.
- Project: Develop Objective Design Standards and Guidelines for SB 330 Compliance.  
Desired Outcomes: Enhanced urban design, alignment with the community's need for housing, and an efficient development process.
- Project: Develop local program to require retrofit of soft-first story buildings.  
Desired Outcome: Increase community resiliency by reducing seismic risk to vulnerable residential structures.

### **Police**

- Project: Conduct a comprehensive staffing analysis evaluating call volume trends and response time data.  
Desired Outcome: Develop a data-informed staffing model to maintain and improve service levels across patrol and dispatch operations.
- Project: Formalize enhanced mutual aid agreements with neighboring jurisdictions for shared resource deployment.  
Desired Outcome: Improve regional emergency response capabilities and strengthen inter-agency partnerships.
- Project: Deploy advanced surveillance systems in high-risk areas throughout the city.  
Desired Outcome: Achieve a 15% reduction in property crime incidents by improving proactive policing measures.
- Project: Launch targeted youth engagement and education programs.  
Desired Outcome: Decrease juvenile crime by 20% and foster stronger relationships between the Police Department and community youth.

### **Public Works**

- Project: Continue the aggressive Street Rehabilitation Program.  
Desired Outcome: Improve pavement conditions and extend the lifecycle of existing roadways, achieving higher Pavement Condition Index (PCI) standards citywide.
- Project: Maintain implementation of National Pollutant Discharge Elimination System (NPDES) Permit requirements.  
Desired Outcome: Ensure continued compliance with storm water quality mandates to protect local water bodies.
- Project: Expand community education efforts around landfill diversion and recycling.  
Desired Outcome: Improve solid waste diversion rates and increase public awareness of sustainability initiatives.

### **Utility Services**

- Project: Complete Tunnel Lining and Water Treatment Enhancements.  
Desired Outcome: Improve water quality and infrastructure resiliency by enhancing tunnel water systems.
- Project: New Emergency Generator at Main Facility.  
Desired Outcome: Ensure continuous water system operations during power outages and emergencies.
- Project: Rehabilitate WELL 4.  
Desired Outcome: Modernize well infrastructure to increase reliability and reduce maintenance costs.
- Project: Clean 75% of sewer system and camera-inspect 25%.  
Desired Outcome: Maintain sewer system functionality and reduce environmental contamination risks.

**RESULTS FOR FY 24-25**

For Fiscal Year 2024-2025, the City of Sierra Madre navigated a complex but productive economic environment. While the San Gabriel Valley (SGV) continued to see steady growth, Sierra Madre’s year-end position reflects a deliberate balance between strong revenue collection and significant, one-time community investments. Despite the pressures of unforeseen emergency costs and major capital commitments, the City’s financial foundation remains stable, mirroring the fiscal resilience found in neighboring foothill communities.

Sierra Madre’s year-end position was defined by a series of extraordinary events that required the active use of its financial resources. While the City practiced conservative budgeting, the final year-end numbers reflect a General Fund deficit of approximately \$645,000. This was primarily due to the convergence of unexpected public safety emergencies and the successful realization of long-term infrastructure goals.

Total revenues remained a significant bright spot, comfortably exceeding the adopted budget across every major category. This robust performance provided the necessary liquidity to absorb unbudgeted costs while maintaining high service levels.

Revenue Category	Adopted Budget	Actual Received	Variance
Property Tax	\$8.9 Million	\$9.2 Million	+\$300,000
Utility Users Tax (UUT)	\$3.2 Million	\$3.5 Million	+\$300,000
Licenses & Permits	\$1.8 Million	\$1.9 Million	+\$100,000
Sales Tax	\$1.4 Million	\$1.5 Million	+\$100,000
Charges for Services	\$830,000	\$1.0 Million	+\$170,000

Total expenditures ended higher than initially projected due to two critical, non-recurring factors:

- The Eaton Fire (January 2025): This incident required an immediate and coordinated mobilization of City resources for such emergency response and personnel costs. While the Police and Fire departments managed the front-line, the Public Works Department provided essential support through water utility stabilization, and rapid post-fire debris clearing to secure the hillside infrastructure. The efforts, while unbudgeted, were vital to protecting the community’s safety and physical assets.
- New Library Construction: The City executed a significant one-time transfer of \$1.8 million to fund the completion of the Library project. This landmark regional investment remains on track for its highly anticipated March 2025 opening, representing a major fulfillment of the City’s strategic plan.

Despite the year-end deficit and the substantial library transfer, Sierra Madre's overall financial position is remarkably strong. The General Fund concluded FY 2024-2025 with a \$14.0 Million Fund Balance. This healthy reserve serves a dual purpose:

- Meeting Policy Targets: The balance far exceeds the City's 25% emergency reserve level, a gold-standard benchmark for municipal stability.
- Long-Term Resilience: This significant fund balance provides a vital cushion to weather potential financial challenges in the long term, ensuring the City can maintain its infrastructure and service levels regardless of regional economic fluctuations.

### **ECONOMIC OUTLOOK**

Building upon the fiscal resilience demonstrated in FY 2024-2025, Sierra Madre's financial position is moving in a stronger direction. The City's ability to absorb approximately \$2.4 million in combined emergency response and capital investment costs—while maintaining a \$14.0 million General Fund balance—demonstrates a commendable level of stability. However, as the City moves beyond the completion of the new Library, the outlook shifts toward a period of necessary fiscal discipline. While the current fund balance is a significant asset, it is a one-time resource that must be managed carefully against the reality of rising municipal costs. Throughout the San Gabriel Valley, cities are facing persistent upward pressure on expenditures, including escalating public safety costs, insurance premiums, and infrastructure maintenance. Consequently, Sierra Madre's future budgeting must focus on long-term sustainability to ensure that operational growth does not outpace revenue.

The broader San Gabriel Valley economy is currently characterized by a stabilization of traditional revenue streams. While residential property values in the region remain a significant anchor, the costs of municipal operations—including public safety, insurance, and regional labor—continue to outpace standard inflationary growth. For a residential-heavy community, this creates a structural challenge. The City's reliance on a few core revenue categories provided stability this year, but the long-term outlook highlights a need to proactively identify additional revenue sources and further diversify the tax base to protect against future regional economic shifts.

Ultimately, Sierra Madre is in a position of "prepared strength." The \$14.0 million cushion provides a significant advantage, allowing the City to meet its 25% emergency reserve level while having the flexibility to weather unexpected challenges. By pairing this strong reserve position with a more cautious, diversified approach to revenue generation, the City can ensure it remains a model of stability within the San Gabriel Valley, maintaining its high standard of service and infrastructure for the long term.

### **OTHER INFORMATION**

Internal Control. City management is responsible for establishing and maintaining an internal control structure designed to ensure that City assets are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants (AICPA). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of

controls should not exceed the benefits likely to be derived, and the valuation of costs and benefits requires estimates and judgments by management.

Budgeting Controls. The City maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of general, special revenue, debt services, and capital projects funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the department level. The City also maintains an encumbrance accounting system as a technique of accomplishing budgetary control. As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

Independent Audit. State statutes require an annual audit of the City's financial records by independent certified public accountants. As a result, the independent accounting firm of Rogers, Anderson, Malody & Scott, LLP was selected to perform the audit for the fiscal year ended June 30, 2025. The auditor's unmodified (clean) opinion on the basic financial statements and accompanying footnotes is included in the Financial Section of this report (ACFR).

Award. GFOA Certificate of Achievement Award: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Sierra Madre for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2024. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized ACFR, whose contents conform to program standards. The ACFR must satisfy both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of Sierra Madre has received a Certificate of Achievement for the last eight (8) consecutive years. We believe that our current ACFR continues to conform to the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for a Certificate of Achievement for the fiscal year ended June 30, 2025.

Acknowledgments. The preparation of the City's ACFR could not have been accomplished without the efficient and dedicated services of the entire Finance Department staff. I would like to express appreciation to all members of the department and to Rogers, Anderson, Malody & Scott, LLP, the City's independent auditor, who assisted and contributed to its preparation.

I would also like to thank the Mayor, members of the City Council, and the City Manager for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner, for the best interest of the citizens of the City of Sierra Madre.

Respectfully submitted,

Signed by:  
  
B45E227ED62A47D...  
Michael Bruckner  
City Manager/Interim Finance Director

Signed by:  
  
EB70BE232F33499...  
Satnam Rait  
Finance and Budget Manager



Government Finance Officers Association

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Achievement  
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Presented to

**City of Sierra Madre  
California**

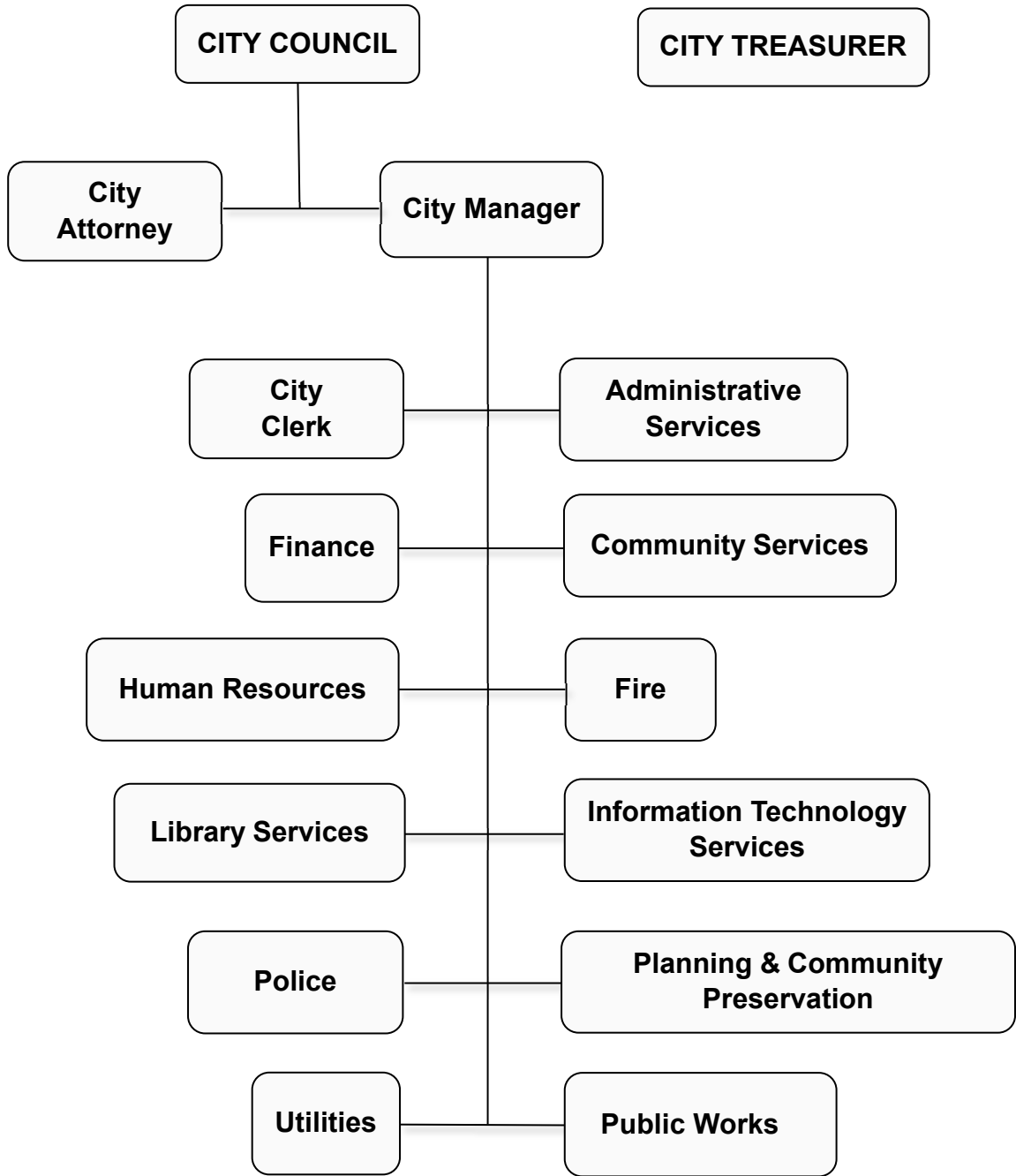
For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2024

*Christopher P. Morill*

Executive Director/CEO

CITY OF SIERRA MADRE  
Organizational Structure  
As of June 30, 2025



# City of Sierra Madre, California

*Village of the Foothills*

## Annual Comprehensive Financial Report



For the Year Ended June 30, 2025

Sierra Madre, California

### **City Council and Elected Officials**

As of June 30, 2025

Robert Parkhurst  
Kristine Lowe  
Gene Goss  
Kelly Kriebs  
Edward Garcia

Laura Aguilar  
Sue Spears

Mayor  
Mayor Pro Tempore  
Council Member  
Council Member  
Council Member

City Clerk  
City Treasurer

### **Executive Management**

Michael Bruckner  
Aleks Giragosian  
Miguel Hernandez  
Anthony Rainey  
Brent Bartlett  
Leila Regan  
Gustavo Barrientos  
Arnulfo Yanez

City Manager  
City Attorney  
Assistant City Manager  
Finance Director  
Fire Chief  
City Librarian  
Police Chief  
Director of Public Works

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*Independent Auditor's Report*

To the Honorable City Council  
City of Sierra Madre, California

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

***Opinions***

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

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

***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). 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.

***Emphasis of Matter***

As described in Note 1 to the financial statements during the year ended June 30, 2025, the City adopted new accounting guidance under Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. Our opinions are not modified with respect to this matter.

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

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

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

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

### ***Required Supplementary Information***

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

### ***Supplementary Information***

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

### ***Other Information***

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 28, 2026 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*Rogers, Anderson, Malody & Scott, LLP.*

San Bernardino, California  
January 28, 2026

# **City of Sierra Madre, California**

*Village of the Foothills*



## **Management's Discussion and Analysis For the Year Ended June 30, 2025**

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**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

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**MANAGEMENT’S DISCUSSION AND ANALYSIS**

As management of the City of Sierra Madre (“City”), we offer readers of the City’s financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-x of this report.

**FINANCIAL HIGHLIGHTS**

- At June 30, 2025, the City’s net position was \$254M, representing an increase of \$7.8M from the prior fiscal year. This increase was primarily driven by the Library Meaningful Improvement Project. Capital Assets, net increased by \$4.9 million due to construction in progress for the Library project. In addition, unearned revenues decreased by \$4.5 million as Library-related revenues were recognized during the year. These increases were partially offset by a \$2.3 million decrease in the deferred outflows of resources associated with pension-related items. The City’s net position is comprised of the following components a) Net Investment in Capital Assets at \$216.6M, b) Restricted Net Position at \$11.0M, and c) Unrestricted Net Position at \$26.4M.
- During FY 2024-2025, the General Fund’s Fund Balance decreased by \$645,000, the Targeted State Grant Library Fund increased by \$312,000, and Non-Major Governmental fund balance increased by \$1.2M. Additionally, with the ongoing commitment to financial sustainability, the City allotted \$477,803 to a Section 115 Trust for long-term pension obligations.
- The decrease in the General Fund was driven by a transfer to Targeted State Grant Library Fund for \$1.8 million, an increase in personnel costs for Public Safety and the Eaton Fire (January 2025) related costs.
- While the General Fund ended the fiscal year with a \$645,000 deficit, the underlying results reveal a strong operational performance. Revenues significantly outperformed expectations, reaching \$19.1 million against a \$17.4 million budget. Simultaneously, the City achieved a positive expenditure variance by spending \$17.7 million, finishing below the \$17.9 million adopted budget. This disciplined underspending aligns directly with the City’s adopted budget plan, demonstrating effective cost control alongside robust revenue growth.
- In the City’s proprietary funds: The Water Fund net position increased by \$2.7M and the Sewer Fund increased by \$148,000.

**OVERVIEW OF FINANCIAL STATEMENTS**

The discussion and analysis provided here are intended to serve as an introduction to the City of Sierra Madre’s basic financial statements. The City’s basic financial statements consist of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) the notes to the basic financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

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**Government-Wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the City of Sierra Madre's finances, in a manner similar to the private sector business. These statements are designed to provide information about the activities of the City as a whole and present a longer-term view of the City's finances. The statements are prepared using the accrual basis of accounting, which considers money available when earned and considers money spent when a liability is incurred. As such, this basis of accounting focuses on measuring economic resources that are available to the City regardless of the timing of the availability of those resources. The accrual basis of accounting is similar to that used by most private sector companies.

Accordingly, all of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. Additionally, these statements reflect the capitalization and depreciation of infrastructure and other capital assets (e.g., buildings, vehicles, and equipment, etc.) as well as the recognition of various long-term liabilities (e.g., bonds payable, accrued employee benefits, claims and judgments payable, etc.).

The statement of net position presents information on all the City's assets, liabilities, and deferred inflows/outflows of resources. The difference between assets plus deferred outflows of resources, and liabilities and deferred inflows of resources is reported as net position. This statement includes changes in capitalized and depreciated capital assets. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

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

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety (police and fire protection), public works, development services, and culture and recreation (community and library services). The City's business-type activities include the Municipal Utility operations and other self-supporting activities.

The government-wide financial statements include the City and its component units. As stated in Note 1A of the notes to the financial statements, the inclusion of an organization within the scope of the reporting entity of the City of Sierra Madre, as either blended or separately shown, is based on the provisions of GASB Statement No. 14 *the Financial Reporting Entity*.

The *government-wide* financial statements can be found on pages 17 through 19 of this report.

**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

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**Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The fund financial statements provide detailed information about the most significant funds and other funds – not the City as a whole. Some funds are required by state law and by bond covenants. In addition, in order to meet legal responsibilities for using certain taxes, grants, and other resources, prudent fiscal management requires the establishment of other funds to help control and manage money. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds. The basic fund financial statements can be found on pages 20 through 27 of this report.

By contrast to the government-wide financial statements, the governmental fund financial statements, a part of the Fund Financial Statements, use the modified accrual basis of accounting which considers money available when it is collectible within the current period or soon enough thereafter (60 days after the end of the current fiscal period, except for expenditure driven grants) to pay liabilities of the current period. Expenses are recorded when a liability is incurred. Debt service, claims and judgments, and accrued employee leave benefits are not recorded as liabilities, they are expensed at the time a payment is due. Note 1 of the notes to the Financial Statements more fully describes each basis of accounting.

Governmental funds: Most of the City's basic services are reported in governmental funds, which focus on how money flows in and out of those funds and the balances left at year-end that are available for spending. The governmental fund financial statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences between the results in the governmental fund financial statements and those in the government-wide financial statements are explained in a reconciliation following each governmental fund financial statement.

The City maintains 39 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund which is considered to be a major fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds are provided in the form of combining statements in the Supplementary Information.

The City adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided to demonstrate compliance with this budget. This comparison can be found on page 63 of this report.

Although legally separate, component units function for all practical purposes as departments of the City and, therefore, have been blended as part of the primary government.

***Proprietary funds:*** When the City charges customers' fees to cover the cost of the services it provides; these services are generally reported in proprietary funds. The City maintains two different types of proprietary funds: enterprise funds and internal service funds. In the fund financial statements section, proprietary funds provide similar information to that contained in the business-type activities in the government-wide financial statements, only in more detail. The basic proprietary fund financial statements can be found on pages 24 through 27 of this report.

**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

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Enterprise refers to the fund type while business-type refers to the activity type. The City uses enterprise funds to account for its Water Utility and Sewer Utility, both of which are major funds; and various smaller self-supporting community operations, which are shown in aggregate titled Non-Major Enterprise Funds. Enterprise funds are used to report the same functions presented as Business-Type activities in the government-wide financial statements.

Internal Service funds by contrast are an accounting mechanism used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for Vehicle/Equipment Replacement and Maintenance, Facilities Maintenance, City Administration, and Information Technology (IT), Personnel/Risk Management, and General Plan/Housing Update. All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

Internal Service funds are presented as proprietary funds because both enterprise and internal service funds follow the accrual basis of accounting. However, because these services predominantly involve governmental rather than business-type activities, this fund type has been included within Governmental Activities in the government-wide financial statements.

**Notes to the Financial Statements**

The notes provide additional information that is essential to obtain a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 28 of this report.

**Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's budgetary information and compliance; Schedule of the City's Proportionate Share of the Plan's Net Pension Liability and Related Ratios, Schedule of Plan Contributions, and Schedule of Changes in the Net OPEB Liability and Related Ratios, and the Schedule of OPEB Contributions. Required supplementary information can be found on pages 62 through 68 of this report.

The combining statements referred to earlier in connection with non-major governmental funds, enterprise funds, and internal service funds are presented immediately following the required supplementary information captioned supplementary schedules. Combining and individual fund statements and schedules can be found on pages 69 through 123 of this report.

**THE CITY AS A WHOLE**

**Government-Wide Financial Statements**

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

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

As noted earlier, the Statement of Net Position and the Statement of Activities report information about the City as a whole and about its activities. These statements include all assets, liabilities, and deferred outflows/inflows of resources of the City using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies.

**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

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These two statements report the City's net position and changes in them. Net position is the difference between assets, liabilities, and deferred outflows/inflows of resources, which is one way to measure the City's financial health or financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating. Other factors to consider are changes in the City's property tax base and the condition of the City's infrastructure, such as City wells and reservoirs construction/replacements, street maintenance/repairs, and building maintenance/improvements.

In the Statement of Net Position and the Statement of Activities, City activities are separated as follows:

**Governmental activities** – The majority of the City's basic services are reported in this category, including Administrative Services, Police, Fire, Public Works, Planning and Development Services, Parks and Recreation, and the Library. Revenues such as property taxes, sales taxes, utility user taxes, franchise fees, and other state and federal funds finance these activities.

**Business-type activities** – The City charges a fee to customers to cover the services it provides within this category. The City's water system, sewer system, and community operations are reported in this category.

**Government-Wide Financial Analysis**

Our analysis focuses on the City's net position (Table 1) and the changes in net position (Table 2) as a result of the City's activities. Comparative total data for the prior year have been presented. An analysis of the significant increases/decreases from the prior year is provided before each table.

**Net Position:** Net Position, the difference between a government's assets plus deferred outflows of resources and liabilities and deferred inflows of resources, may serve over time as one potential useful indicator of a government's financial position (Table 1). Net Position includes the City's capital assets, cash balances, amounts receivable from other entities, and other similar resources offset by payments due to vendors, interest payable, long-term debt, and other similar obligations. By far the largest portion of the City's net position (85%) reflects its investment in capital assets (e.g. land, buildings, utility plant, machinery, equipment, and infrastructure), net of any related outstanding debt, used to acquire those assets. The City uses these assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

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In the case of the City, total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources by \$254 million at the close of the most recent fiscal year as compared to the net position of \$246 million in fiscal year 2023-24.

Table 1  
**Condensed Statement of Net Position**  
**June 30, 2024 and 2025**  
(in thousands)

	Governmental activities		Business-type activities		Total	
	2024	2025	2024	2025	2024	2025
<b>Assets</b>						
Current and other assets	\$ 39,028	\$ 37,074	\$ 12,932	\$ 15,344	\$ 51,960	\$ 52,418
Noncurrent assets	1,500	1,500	-	-	1,500	1,500
Capital assets, net	<u>186,460</u>	<u>191,705</u>	<u>31,662</u>	<u>31,395</u>	<u>218,122</u>	<u>223,100</u>
Total assets	<u>226,988</u>	<u>230,279</u>	<u>44,594</u>	<u>46,739</u>	<u>271,582</u>	<u>277,018</u>
Deferred outflows of resources	<u>7,359</u>	<u>5,174</u>	<u>389</u>	<u>276</u>	<u>7,748</u>	<u>5,450</u>
<b>Liabilities</b>						
Current and other liabilities	12,337	9,392	1,518	1,420	13,855	10,812
Noncurrent liabilities	<u>10,202</u>	<u>9,749</u>	<u>6,819</u>	<u>6,108</u>	<u>17,021</u>	<u>15,857</u>
Total liabilities	<u>22,539</u>	<u>19,141</u>	<u>8,337</u>	<u>7,528</u>	<u>30,876</u>	<u>26,669</u>
Deferred inflows of resources	<u>2,043</u>	<u>1,625</u>	<u>115</u>	<u>121</u>	<u>2,158</u>	<u>1,746</u>
<b>Net position:</b>						
Net investment in capital assets	186,427	191,414	24,634	25,173	211,061	216,587
Restricted	9,351	10,973	53	58	9,404	11,031
Unrestricted	<u>13,987</u>	<u>12,300</u>	<u>11,844</u>	<u>14,135</u>	<u>25,831</u>	<u>26,435</u>
Total net position	<u>\$ 209,765</u>	<u>\$ 214,687</u>	<u>\$ 36,531</u>	<u>\$ 39,366</u>	<u>\$ 246,296</u>	<u>\$ 254,053</u>

**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

**Statement of Activities and Changes in Net Position:** Program expenses by function, general revenues by major source, excess and/or deficiency of revenues over expenses before transfers, changes in and total net position are presented in the Statement of Activities (Table 2). Total revenues increased by approximately \$4.3 million, and total expenses increased by \$1.7 million.

Table 2  
**Condensed Statement of Activities**  
**For the years ended June 30, 2024 and 2025**  
(in thousands)

	Governmental activities		Business-type activities		Total	
	2024	2025	2024	2025	2024	2025
<b>Revenues:</b>						
Program revenues						
Charges for services	\$ 3,258	\$ 3,172	\$ 7,951	\$ 8,582	\$ 11,209	\$ 11,754
Operating grants and contributions	3,824	7,144	-	-	3,824	7,144
General revenues						
Taxes	14,168	14,912	-	-	14,168	14,912
Investment income	1,631	1,598	411	563	2,042	2,161
Miscellaneous	503	146	74	-	577	146
Total revenues	<u>23,384</u>	<u>26,972</u>	<u>8,436</u>	<u>9,145</u>	<u>31,820</u>	<u>36,117</u>
<b>Expenses:</b>						
General government	3,689	3,913	-	-	3,689	3,913
Public safety	8,788	8,058	-	-	8,788	8,058
Public works	4,316	7,018	-	-	4,316	7,018
Development services	1,824	1,583	-	-	1,824	1,583
Culture and recreation	1,667	1,451	-	-	1,667	1,451
Interest	1	1	-	-	1	1
Water	-	-	5,116	5,123	5,116	5,123
Sewer	-	-	1,289	1,215	1,289	1,215
Total expenses	<u>20,285</u>	<u>22,024</u>	<u>6,405</u>	<u>6,338</u>	<u>26,690</u>	<u>28,362</u>
Change in net position before transfers	3,099	4,948	2,031	2,807	5,130	7,755
Transfers	(22)	(26)	22	26	-	-
Change in net position	3,077	4,922	2,053	2,833	5,130	7,755
Net position, beginning of year, as restated	<u>206,690</u>	<u>209,765</u>	<u>34,478</u>	<u>36,532</u>	<u>241,168</u>	<u>246,297</u>
Net position, end of year	<u>\$ 209,767</u>	<u>\$ 214,687</u>	<u>\$ 36,531</u>	<u>\$ 39,365</u>	<u>\$ 246,298</u>	<u>\$ 254,052</u>

**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

**Governmental Activities:** The following (Table 3) presents the cost of each of the City’s largest programs – general government, public safety, public works, community development and culture and recreation, – and in addition, each program’s net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the City’s taxpayers by each of these functions (excludes interest expense and includes the change in Net Pension Liability):

Table 3  
**Net Cost of Governmental Activities**  
**For the year ended June 30, 2025**  
(in thousands)

	Total cost of services	Total program revenues	Net cost of services
General government	\$ 3,913	\$ 2,024	\$ (1,889)
Public safety	8,058	1,294	(6,764)
Public works	7,018	3,674	(3,344)
Development services	1,583	32	(1,551)
Culture and recreation	1,451	3,294	1,843
Totals	<u>\$ 22,023</u>	<u>\$ 10,318</u>	<u>\$ (11,705)</u>

**THE CITY’S FUNDS**

**Financial Analysis of the Government’s Funds**

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. The following financial analysis is performed only for the governmental (Table 4) and proprietary funds (Table 5). The fiduciary funds are excluded from this analysis as they do not represent resources available to the City.

Table 4  
**Condensed Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the years ended June 30, 2024 and 2025**  
(in thousands)

	Revenues		Expenditures		Transfers		Net change in fund balance	
	2024	2025	2024	2025	2024	2025	2024	2025
General Fund	\$ 18,717	\$ 19,064	\$ 15,404	\$ 17,723	\$ (684)	\$ (1,986)	\$ 2,629	\$ (645)
Target State Grant Library	1,060	3,235	788	4,723	-	1,800	272	312
Other governmental funds	3,723	4,500	3,287	3,440	662	160	1,098	1,220
Totals	<u>\$ 23,500</u>	<u>\$ 26,799</u>	<u>\$ 19,479</u>	<u>\$ 25,886</u>	<u>\$ (22)</u>	<u>\$ (26)</u>	<u>\$ 3,999</u>	<u>\$ 887</u>

**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

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**Governmental Funds:** Based on the audited Statement of Revenues, Expenditures and Changes in Fund Balance, the total fund balance of the City’s General Fund balance decreased by approximately \$645,000 in FY 2024-25. In comparison with the prior fiscal year, the General Fund revenues increased by approximately \$347,000, expenditures increased by approximately \$2.3 million, and net transfers out increased by approximately \$1.3 million.

The decrease in General Fund balance during FY 24-25 was primarily due to an increase in expenditures. Key contributing factors include:

1. Transfer to Targeted State Grant Library Fund (\$1.3M) to cover additional cost for the City’s Library Meaningful Improvement Project.
2. Increase in Public Safety personnel costs – Fire by \$645,000 and Police by \$319,000.
3. Increase in Cost allocation of \$389,000 from prior year.
4. Increase in Eaton Fire non personnel costs of \$463,000 mainly in Public Works department.
5. Professional Services \$143,000 increase from Development department.

At June 30, 2025, the fund balance for the General Fund was \$14.0 million which was a decrease of approximately \$645,000. The City adopted an operating reserve as follows:

Table 4-a  
**Fund balances for the General Fund**

	Amount
General Fund - fund balance for the year ending June 30, 2024	\$ 14,647,481
Total revenues	19,064,222
Total expenditures	(17,722,773)
Subscription acquisition and transfers	(1,986,065)
General Fund - fund balance for the year ending June 30, 2025	\$ 14,002,865
 <i>Unassigned reserves</i>	
25% of operating expenditures - cash flow reserve policy	\$ 4,430,693
<i>Unassigned (less nonspendable and restricted amounts)</i>	9,085,951

The unassigned General Fund reserves were accumulated over time. The total unassigned General Fund reserves decreased at year ending June 30, 2025. The unassigned General Fund reserves are the result of:

- Fluctuations in assigned reserves (25% of annual operating expenditures per the City’s fund balance policy); and
- Year-end operating surpluses/deficits.

It is important to note the 25% is the minimum fund balance set for emergency reserves. Additional reserves are necessary above the 25% to minimize risk, for cash flow purposes, and to fund capital needs. The latest Capital Improvement Plan has \$16.2 million in unfunded projects over the next four years. Unfunded Projects will be reviewed alongside Strategic goals to determine priority and allocate limited resources.

**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

**Enterprise Funds:** As shown in the Statement of Revenues, Expenses, and Changes in Net Position, the Enterprise Funds had an increase in net position of \$2.8 million for the current year. The Water fund had an increase in net position of \$2.7 million primarily due to investment in capital assets; and the Sewer Fund had an increase in net position of \$146,000. At the close of FY 2024-2025, the total net change in net position of the City’s Internal Service Funds had an increase of \$8,000.

Table 5  
**Statement of Revenues, Expenses and Changes in Net Position**  
**For the years ended June 30, 2024 and 2025**  
(in thousands)

	Revenues		Expenses		Nonoperating revenue(expenses) and transfers		Net change in fund balance	
	2024	2025	2024	2025	2024	2025	2024	2025
	Water	\$ 6,707	\$ 7,328	\$4,929	\$ 4,951	\$ 240	\$ 311	\$ 2,018
Sewer	1,245	1,255	1,289	1,215	80	106	36	146
Totals	<u>\$ 7,952</u>	<u>\$ 8,583</u>	<u>\$6,218</u>	<u>\$ 6,166</u>	<u>\$ 320</u>	<u>\$ 417</u>	<u>\$ 2,054</u>	<u>\$ 2,834</u>
Governmental Activities -								
Internal Service Funds	<u>\$ 5,191</u>	<u>\$ 5,235</u>	<u>\$4,953</u>	<u>\$ 5,415</u>	<u>\$ 134</u>	<u>\$ 188</u>	<u>\$ 372</u>	<u>\$ 8</u>

**Capital Assets and Debt Administration**

**Capital Assets and intangible right-to-use assets**

The City’s investment in capital assets for its governmental and business-type activities as of June 30, 2025, amounts to \$223.1 million (net of accumulated depreciation and amortization). This net investment in capital assets includes land, buildings, machinery, equipment, vehicles, park facilities, roads, highways, bridges, sewer lines, and the water distribution system.

Table 6  
**Capital assets and intangible assets (net of depreciation and amortization)**  
**June 30, 2024 and 2025**  
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2024	2025	2024	2025	2024	2025
Land	\$ 162,276	\$162,276	\$ 1,483	\$1,483	\$ 163,759	\$163,759
Trees	1,206	1,206	-	-	1,206	1,206
Construction in progress	5,077	9,890	135	633	5,212	10,523
Structures and improvements	6,197	6,804	95	75	6,292	6,879
Machinery and equipment	1,710	2,519	213	405	1,923	2,924
Infrastructure	9,955	8,957	29,735	28,798	39,690	37,755
Right-to-use - leases	21	16	-	-	21	16
Right-to-use - subscription	18	36	-	-	18	36
Total	<u>\$ 186,460</u>	<u>\$191,704</u>	<u>\$ 31,661</u>	<u>\$31,394</u>	<u>\$ 218,121</u>	<u>\$223,098</u>

**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

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Additional information on the City of Sierra Madre’s capital assets can be found in Note 6 on pages 41 through 43 of this report.

**Debt Administration**

At the end of FY 2024-2025, the City had long-term debt outstanding of \$6.1 million, of which \$3.9 million is due for the 2017 Installment Agreement and \$2.2 million for the loan from the San Gabriel Valley Municipal Water District.

Additional information on the City’s long-term debt can be found in Note 6 of the Financial Statements (pages 44 through 46).

**Economic Condition and Budget Outlook**

Sierra Madre is a full-service municipality; it funds 91 full-time employees assigned to nine operating departments, which include general government activity, police and fire services, and water and sewer utilities. The City’s primary goal is to provide high quality, cost-effective services to its residents and businesses. As in all service industries, personnel expense is the primary business cost. During the budget preparation for FY2017-18, Zero-based budget techniques were inaugurated to more efficiently manage financial resources; the technique is effective and has become a permanent part of the annual budget planning process. Zero-Based budgeting ensures accountability and provides departments with a City-wide budget perspective.

Citizens of Sierra Madre approved a permanent extension of the Utility Users Tax (UUT) at 10% (the City’s second largest revenue source), and property taxes in Sierra Madre continued to increase similar to the property value increases in Los Angeles County as a whole. However, in November 2024, Measure PS – a Public Safety parcel tax was placed on the ballot but did not pass, underscoring the challenges associated with securing new revenue in a predominantly residential community. In response, the City formed a Revenue Committee tasked with reviewing all City funds and providing insight and recommendations to strengthen long-term fiscal sustainability. Moving forward, challenges to the budget will include mandatory programs from the County and State and increases in pension obligations through CalPERS and the unfunded accrued liability (UAL). The City has made additional prepayment, which has reduced our annual contributions going forward. The City also set aside funds in a Section 115 Trust fund for the purpose of paying off pension liabilities.

Strategic goals will be implemented into the budget process and as a resource to help prioritize programs and projects. The latest Capital Improvement Plan has \$16.2M in unfunded projects over the next four years. Unfunded Projects will be reviewed alongside Strategic goals to determine priority and allocate limited resources. Strategic goals will also help guide a General Fund reserve policy to set aside funding for future projects.

The broader San Gabriel Valley economy reflects stabilization in traditional revenue sources, with residential property values remaining a primary anchor. However, municipal operating costs—particularly public safety, insurance, and labor—continue to outpace inflation. For a residentially focused community like Sierra Madre, this creates a structural challenge and highlights the need to diversify revenue sources to ensure long-term fiscal stability.

Overall, Sierra Madre remains in a position of “prepared strength.” The \$14.0 million General Fund balance allows the City to meet its 25% emergency reserve target while maintaining flexibility to address future challenges. By pairing strong reserves with disciplined budgeting and diversified revenue strategies, the City can continue to provide high-quality services and maintain long-term financial stability.

**CITY OF SIERRA MADRE**  
**Management Discussion and Analysis**  
**June 30, 2025**

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**General Fund**

The City's largest fund is the General Fund with an annual operating budget of approximately \$19.1 million. It provides the resources necessary to sustain the day-to-day activities and services to the community. All ten departments receive support from the General Fund, either directly or indirectly in the form of subsidies (recorded as Transfers Out in the financial statements) or cost allocations (overhead).

The City of Sierra Madre, with a population of approximately 11,000, is primarily a residential community. Its small size and quiet neighborhoods provide a village-like atmosphere the residents are proud to maintain. Sierra Madre has a small, bustling downtown, centered around the iconic Kersting Court. The commercial activity is proportional to the small population of the City, meaning Sierra Madre receives its most significant support from property tax and utility user tax (UUT), and a smaller amount from sales tax and other commercial activities.

At fiscal year ending June 30, 2025, General Fund revenues were 48% property taxes, 29% other taxes, 10% licenses and permits, and 13% other sources.

**Water Fund**

The City Water fund utility is the City's second largest fund. As a proprietary fund, it is intended to be self-supporting, with operating and capital costs recovered through user charges for water services. The Water Fund operates in a manner similar to a stand-alone enterprise and is not supported by other City funds.

In FY 2018-2019 the City adopted the comprehensive water and wastewater cost of service and a Proposition 218 process to implement rate increases. During FY 2023–2024, the City completed an updated Water and Wastewater Cost of Service Study, and water rates were adjusted accordingly to maintain adequate cost recovery and financial sustainability. An infrastructure charge continues to be assessed to help fund ongoing water main replacement and system improvement needs.

Due to the Eaton Fire, no water capital projects were undertaken in FY 2024–2025. In the prior fiscal year, FY 2023–2024, the Water Fund invested approximately \$1.2 million in capital improvements. The City anticipates resuming capital improvement activity in the upcoming fiscal year and will continue to evaluate and prioritize water infrastructure projects to ensure system reliability and long-term service delivery.

**Sewer Fund**

The Sewer Fund is a proprietary enterprise fund similar to the Water Fund, and is intended to be self-supporting through sewer service charges. There were no sewer capital projects in FY24-25 and the City will continue to assess sewer system needs to maintain long-term financial and operational stability.

**Contacting the City's Financial Management**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City of Sierra Madre's finances and to show the City's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department at the City of Sierra Madre, 232 West Sierra Madre Boulevard, Sierra Madre, California, 91024.

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# **City of Sierra Madre, California**

*Village of the Foothills*



## **Basic Financial Statements For the Year Ended June 30, 2025**

**CITY OF SIERRA MADRE**  
**Statement of Net Position**  
**June 30, 2025**

	Governmental Activities	Business-type Activities	Total
<b>Assets:</b>			
Current assets:			
Cash and investments	\$ 34,735,934	\$ 14,245,329	\$ 48,981,263
Restricted cash and investments	477,803	58,475	536,278
Accounts	699,351	1,040,006	1,739,357
Taxes	540,708	-	540,708
Interest	443,186	-	443,186
Lease	24,255	-	24,255
Due from other governments	153,136	-	153,136
Total current assets	<u>37,074,373</u>	<u>15,343,810</u>	<u>52,418,183</u>
Noncurrent assets:			
Land held for resale	1,500,000	-	1,500,000
Capital assets:			
Non-depreciable assets	173,372,485	2,116,740	175,489,225
Depreciable assets-net	18,332,342	29,278,016	47,610,358
Total noncurrent assets	<u>193,204,827</u>	<u>31,394,756</u>	<u>224,599,583</u>
Total assets	<u>230,279,200</u>	<u>46,738,566</u>	<u>277,017,766</u>
<b>Deferred Outflows of Resources:</b>			
OPEB related	494,940	48,951	543,891
Pension related	4,679,083	226,958	4,906,041
Total deferred outflows of resources	<u>5,174,023</u>	<u>275,909</u>	<u>5,449,932</u>
<b>Liabilities:</b>			
Current liabilities:			
Accounts payable	1,935,381	361,728	2,297,109
Accrued payroll and related liabilities	885,632	61,246	946,878
Interest payable	-	26,913	26,913
Deposits	662,074	120,271	782,345
Retentions	244,043	124,147	368,190
Unearned revenue	5,423,129	-	5,423,129
Due within one year	241,784	725,630	967,414
Total current liabilities	<u>9,392,043</u>	<u>1,419,935</u>	<u>10,811,978</u>
Noncurrent liabilities:			
Due in more than one year	902,006	5,630,942	6,532,948
Net pension liability	8,643,457	456,458	9,099,915
Net OPEB liability	203,809	20,157	223,966
Total noncurrent liabilities	<u>9,749,272</u>	<u>6,107,557</u>	<u>15,856,829</u>
Total liabilities	<u>19,141,315</u>	<u>7,527,492</u>	<u>26,668,807</u>
<b>Deferred Inflows of Resources:</b>			
OPEB related	297,722	29,445	327,167
Pension related	1,307,670	91,381	1,399,051
Leases	19,634	-	19,634
Total deferred inflows of resources	<u>1,625,026</u>	<u>120,826</u>	<u>1,745,852</u>
<b>Net Position:</b>			
Net investment in capital assets	191,413,706	25,172,798	216,586,504
Restricted for:			
Culture and recreation	866,152	-	866,152
Development services	5,053,750	-	5,053,750
Public safety	335,316	-	335,316
Public works	4,239,790	-	4,239,790
Section 115 Trust	477,803	58,475	536,278
Unrestricted	12,300,365	14,134,884	26,435,249
Total net position	<u>\$ 214,686,882</u>	<u>\$ 39,366,157</u>	<u>\$ 254,053,039</u>

*See accompanying notes to the basic financial statements.*

**CITY OF SIERRA MADRE**  
**Statement of Activities**  
**For the year ended June 30, 2025**

Functions/programs	Expenses	Program Revenues			Total
		Charges for services	Operating grants and contributions	Capital grants and contributions	
<b>Primary government:</b>					
Governmental activities:					
General government	\$ 3,913,456	\$ 350,764	\$ 1,672,808	\$ -	\$ 2,023,572
Public safety	8,058,040	902,357	391,332	-	1,293,689
Public works	7,018,458	1,843,499	1,830,039	-	3,673,538
Development services	1,582,914	15,006	16,795	-	31,801
Culture and recreation	1,451,096	60,840	3,233,319	-	3,294,159
Interest on long-term liability	1,058	-	-	-	-
Total governmental activities	<u>22,025,022</u>	<u>3,172,466</u>	<u>7,144,293</u>	<u>-</u>	<u>10,316,759</u>
Business-type activities:					
Water	5,121,742	7,328,024	-	-	7,328,024
Sewer	<u>1,214,995</u>	<u>1,255,193</u>	<u>-</u>	<u>-</u>	<u>1,255,193</u>
Total business-type activities	<u>6,336,737</u>	<u>8,583,217</u>	<u>-</u>	<u>-</u>	<u>8,583,217</u>
Total primary government	<u>\$ 28,361,759</u>	<u>\$ 11,755,683</u>	<u>\$ 7,144,293</u>	<u>\$ -</u>	<u>\$ 18,899,976</u>

General revenues:  
Taxes:  
Property taxes  
Utility user taxes  
Other taxes  
Unrestricted sales taxes - shared state revenue  
Investment earnings  
Miscellaneous  
Transfers in (out)

Total general revenues and transfers

Change in net position

Net position, beginning of year

Net position, end of year

*See accompanying notes to the basic financial statements.*

Net (expense) revenue and changes in net position		
Governmental Activities	Business-type Activities	Total
\$ (1,889,884)	\$ -	\$ (1,889,884)
(6,764,351)	-	(6,764,351)
(3,344,920)	-	(3,344,920)
(1,551,113)	-	(1,551,113)
1,843,063	-	1,843,063
(1,058)	-	(1,058)
<u>(11,708,263)</u>	<u>-</u>	<u>(11,708,263)</u>
-	2,206,282	2,206,282
-	40,198	40,198
<u>-</u>	<u>2,246,480</u>	<u>2,246,480</u>
<u>(11,708,263)</u>	<u>2,246,480</u>	<u>(9,461,783)</u>
9,156,905	-	9,156,905
3,516,609	-	3,516,609
788,386	-	788,386
1,450,025	-	1,450,025
1,597,919	562,617	2,160,536
146,290	-	146,290
(26,065)	26,065	-
<u>16,630,069</u>	<u>588,682</u>	<u>17,218,751</u>
4,921,806	2,835,162	7,756,968
<u>209,765,076</u>	<u>36,530,995</u>	<u>246,296,071</u>
<u>\$ 214,686,882</u>	<u>\$ 39,366,157</u>	<u>\$ 254,053,039</u>

**CITY OF SIERRA MADRE**  
**Balance Sheet**  
**Governmental funds**  
**June 30, 2025**

	General Fund	Target State Grant Library	Non-Major Governmental Funds	Total Governmental Funds
<b>Assets:</b>				
Cash and investments	\$ 13,820,094	\$ 6,671,482	\$ 8,655,652	\$ 29,147,228
Restricted cash and investments	455,176	-	-	455,176
Receivables:				
Accounts	503,211	-	190,181	693,392
Taxes	510,668	-	30,040	540,708
Interest	443,186	-	-	443,186
Leases	24,255	-	-	24,255
Due from other agencies	-	-	153,136	153,136
Due from other funds	50,363	-	-	50,363
Land held for resale	-	-	1,500,000	1,500,000
Total assets	<u>\$ 15,806,953</u>	<u>\$ 6,671,482</u>	<u>\$ 10,529,009</u>	<u>\$ 33,007,444</u>
<b>Liabilities, deferred inflows of resources, and fund balances:</b>				
Liabilities:				
Accounts payable	\$ 674,066	\$ 611,048	\$ 272,572	\$ 1,557,686
Accrued payroll and related liabilities	503,754	-	120,656	624,410
Due to other funds	-	-	50,363	50,363
Deposits	606,634	-	55,440	662,074
Retentions	-	229,066	14,977	244,043
Unearned revenue	-	5,224,851	198,278	5,423,129
Total liabilities	<u>1,784,454</u>	<u>6,064,965</u>	<u>712,286</u>	<u>8,561,705</u>
Deferred inflows of resources:				
Leases	19,634	-	-	19,634
Total deferred inflows of resources	<u>19,634</u>	<u>-</u>	<u>-</u>	<u>19,634</u>
Fund balances:				
Restricted	486,221	606,517	9,857,446	10,950,184
Committed	-	-	13,338	13,338
Unassigned	13,516,644	-	(54,061)	13,462,583
Total fund balances	<u>14,002,865</u>	<u>606,517</u>	<u>9,816,723</u>	<u>24,426,105</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 15,806,953</u>	<u>\$ 6,671,482</u>	<u>\$ 10,529,009</u>	<u>\$ 33,007,444</u>

See accompanying notes to the basic financial statements.

**CITY OF SIERRA MADRE**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Government-wide Statement of Net Position**  
**June 30, 2025**

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**Total fund balances - total governmental funds** \$ 24,426,105

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

Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the governmental funds:

Capital assets, net of depreciation 190,616,696

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term are reported in the Statement of Net Position:

Subscription liability (4,792)  
Net pension liability (8,279,460)  
Net OPEB liability (194,850)  
Compensated absences (892,667)

Deferred outflows and inflows of resources related to pension and OPEB are not reported in the governmental funds:

Pension and OPEB related deferred outflows of resources 4,956,026  
Pension and OPEB related deferred inflows of resources (1,536,343)

Internal service funds are used by management to charge the costs of certain activities, such as facilities management, to individual funds. The assets and liabilities of the internal service funds are not included in the governmental funds balance sheet, however, these are included in governmental activities in the Statement of Net Position.

5,596,167

**Net position of governmental activities** \$ 214,686,882

**CITY OF SIERRA MADRE**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the year ended June 30, 2025**

	General Fund	Target State Grant Library	American Rescue Plan Act (formerly major)	Non-Major Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Property taxes	\$ 9,156,905	\$ -		\$ 114,577	\$ 9,271,482
Other taxes	5,582,335	-		-	5,582,335
Charges for services	1,058,775	-		832	1,059,607
Intergovernmental	275,040	2,922,812		3,667,705	6,865,557
Licenses and permits	1,859,594	-		172,684	2,032,278
Fines and forfeitures	106,922	-		-	106,922
Investment income	936,709	312,380		358,097	1,607,186
Miscellaneous	87,942	-		186,191	274,133
Total revenues	<u>19,064,222</u>	<u>3,235,192</u>		<u>4,500,086</u>	<u>26,799,500</u>
<b>Expenditures:</b>					
Current:					
General government	4,545,502	-		-	4,545,502
Public safety	9,302,410	-		367,127	9,669,537
Public works	971,946	4,722,812		2,903,165	8,597,923
Development	1,712,667	-		16,795	1,729,462
Culture and recreation	1,182,399	-		152,488	1,334,887
Debt Service:					
Principal	7,561	-		-	7,561
Interest	288	-		-	288
Total expenditures	<u>17,722,773</u>	<u>4,722,812</u>		<u>3,439,575</u>	<u>25,885,160</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,341,449</u>	<u>(1,487,620)</u>		<u>1,060,511</u>	<u>914,340</u>
<b>Other financing sources (uses):</b>					
Transfers in	-	1,800,000		185,000	1,985,000
Transfers out	<u>(1,986,065)</u>	-		<u>(25,000)</u>	<u>(2,011,065)</u>
Total other financing sources (uses)	<u>(1,986,065)</u>	<u>1,800,000</u>		<u>160,000</u>	<u>(26,065)</u>
Net change in fund balances	(644,616)	312,380		1,220,511	888,275
Fund balances (deficit), beginning of year, previously reported	14,647,481	294,137	120,028	8,476,184	23,537,830
Change within financial reporting entity (major to nonmajor)	-	-	(120,028)	120,028	-
Fund balances (deficit), beginning of year, as restated	<u>14,647,481</u>	<u>294,137</u>	<u>-</u>	<u>8,596,212</u>	<u>23,537,830</u>
Fund balances, end of year	<u>\$ 14,002,865</u>	<u>\$ 606,517</u>	<u>\$ -</u>	<u>\$ 9,816,723</u>	<u>\$ 24,426,105</u>

See accompanying notes to the basic financial statements.

**CITY OF SIERRA MADRE**  
**Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances to the Government-Wide Statement of Activities**  
**For the year ended June 30, 2025**

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**Net change in fund balances - total governmental funds** \$ 888,275

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities and Changes in Net Position, the costs of those assets meeting the City's capitalization policy threshold are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period:

Depreciation and amortization expense	(1,504,760)
Capital outlay	6,832,727

The issuance of long-term debt provides current financial resources to governmental funds while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities and Changes in Net Position. These differences are as follows:

Principal payments	7,561
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Internal service funds are used by management to charge the costs of self-insurance and capital replacements to individual funds. The net revenue of internal service funds is reported with governmental activities.

	6,884
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Some expenses reported on the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:

Net change in compensated absences	41,869
Net change in net OPEB liability related deferred outflows and inflows of resources	11,077
Net change in net pension liability related deferred outflows and inflows of resources	<u>(1,346,827)</u>

**Change in net position of governmental activities** \$ 4,921,806

*See accompanying notes to the basic financial statements.*

**CITY OF SIERRA MADRE**  
**Statement of Fund Net Position**  
**Proprietary Funds**  
**June 30, 2025**

	Business-type Activities				Governmental Activities Internal Service Funds
	Enterprise Funds			Total Enterprise Funds	
	Major Funds		Non-Major Fund		
	Water	Sewer	Special Strike Team Services		
<b>Assets:</b>					
Current assets:					
Cash and investments	\$ 11,495,002	\$ 2,668,453	\$ 81,874	\$ 14,245,329	\$ 5,588,706
Restricted cash and investments	32,441	26,034	-	58,475	22,627
Receivables:					
Accounts	888,877	151,129	-	1,040,006	5,959
Total current assets	<u>12,416,320</u>	<u>2,845,616</u>	<u>81,874</u>	<u>15,343,810</u>	<u>5,617,292</u>
Noncurrent assets:					
Capital assets:					
Non-depreciable assets	2,116,740	-	-	2,116,740	1,980
Depreciable assets, net	<u>26,810,236</u>	<u>2,467,780</u>	<u>-</u>	<u>29,278,016</u>	<u>1,086,151</u>
Total noncurrent assets	<u>28,926,976</u>	<u>2,467,780</u>	<u>-</u>	<u>31,394,756</u>	<u>1,088,131</u>
Total assets	<u>41,343,296</u>	<u>5,313,396</u>	<u>81,874</u>	<u>46,738,566</u>	<u>6,705,423</u>
<b>Deferred Outflows of Resources:</b>					
OPEB related	27,195	21,756	-	48,951	21,756
Pension related	<u>126,088</u>	<u>100,870</u>	<u>-</u>	<u>226,958</u>	<u>196,241</u>
Total deferred outflows of resources	<u>153,283</u>	<u>122,626</u>	<u>-</u>	<u>275,909</u>	<u>217,997</u>
<b>Liabilities:</b>					
Current liabilities:					
Accounts payable	174,528	187,200	-	361,728	377,695
Accrued payroll and related liabilities	40,863	20,383	-	61,246	261,222
Interest payable	26,913	-	-	26,913	-
Deposits	120,271	-	-	120,271	-
Retentions	124,147	-	-	124,147	-
Compensated absences - current	33,470	18,282	-	51,752	40,808
Lease liability - current	-	-	-	-	4,775
Subscription liability - current	-	-	-	-	12,876
Loan payable - current	270,000	-	-	270,000	-
Installment agreement payable - current	<u>403,878</u>	<u>-</u>	<u>-</u>	<u>403,878</u>	<u>-</u>
Total current liabilities	<u>1,194,070</u>	<u>225,865</u>	<u>-</u>	<u>1,419,935</u>	<u>697,376</u>
Noncurrent liabilities:					
Compensated absences	133,880	73,129	-	207,009	163,237
Net pension liability	253,588	202,870	-	456,458	363,997
Net OPEB liability	11,198	8,959	-	20,157	8,959
Lease liability	-	-	-	-	11,363
Subscription liability	-	-	-	-	13,272
Installment agreement/loan payable	<u>5,423,933</u>	<u>-</u>	<u>-</u>	<u>5,423,933</u>	<u>-</u>
Total noncurrent liabilities	<u>5,822,599</u>	<u>284,958</u>	<u>-</u>	<u>6,107,557</u>	<u>560,828</u>
Total liabilities	<u>7,016,669</u>	<u>510,823</u>	<u>-</u>	<u>7,527,492</u>	<u>1,258,204</u>
<b>Deferred Inflows of Resources:</b>					
OPEB related	16,358	13,087	-	29,445	13,087
Pension related	<u>50,767</u>	<u>40,614</u>	<u>-</u>	<u>91,381</u>	<u>55,962</u>
Total deferred inflows of resources	<u>67,125</u>	<u>53,701</u>	<u>-</u>	<u>120,826</u>	<u>69,049</u>
<b>Net Position:</b>					
Net investment in capital assets	22,705,018	2,467,780	-	25,172,798	1,045,845
Restricted - Section 115 Trust	32,441	26,034	-	58,475	22,627
Unrestricted	<u>11,675,326</u>	<u>2,377,684</u>	<u>81,874</u>	<u>14,134,884</u>	<u>4,527,695</u>
Total net position	<u>\$ 34,412,785</u>	<u>\$ 4,871,498</u>	<u>\$ 81,874</u>	<u>\$ 39,366,157</u>	<u>\$ 5,596,167</u>

See accompanying notes to the basic financial statements.

**CITY OF SIERRA MADRE**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the year ended June 30, 2025**

	Business-type Activities				Governmental Activities Internal Service Funds
	Enterprise Funds				
	Major Funds		Non-Major Fund		
	Water	Sewer	Special Strike Team Services	Total Enterprise Funds	
<b>Operating revenues:</b>					
Charges for services	\$ 7,328,024	\$ 1,254,175	\$ -	\$ 8,582,199	\$ 5,174,067
Licenses and permits	-	1,018	-	1,018	25,124
Miscellaneous	-	-	-	-	35,362
Total operating revenues	<u>7,328,024</u>	<u>1,255,193</u>	<u>-</u>	<u>8,583,217</u>	<u>5,234,553</u>
<b>Operating expenses:</b>					
Personnel services	837,838	638,064	-	1,475,902	1,759,004
Contractual services	335,176	54,483	-	389,659	765,183
Materials and supplies	877,221	15,971	-	893,192	373,686
Utilities	827,415	-	-	827,415	712,476
Maintenance and operation	133,028	7,002	-	140,030	134,905
Administrative charges	1,121,478	327,683	-	1,449,161	1,501,797
Depreciation	818,909	171,792	-	990,701	148,411
Amortization	-	-	-	-	19,830
Total operating expenses	<u>4,951,065</u>	<u>1,214,995</u>	<u>-</u>	<u>6,166,060</u>	<u>5,415,292</u>
Operating income (loss)	<u>2,376,959</u>	<u>40,198</u>	<u>-</u>	<u>2,417,157</u>	<u>(180,739)</u>
<b>Nonoperating revenues (expenses):</b>					
Investment income	455,213	107,404	-	562,617	175,743
Gain (loss) on disposal of property	-	-	-	-	12,650
Interest expense	(170,677)	-	-	(170,677)	(770)
Total nonoperating revenues (expenses)	<u>284,536</u>	<u>107,404</u>	<u>-</u>	<u>391,940</u>	<u>187,623</u>
Income before transfers	<u>2,661,495</u>	<u>147,602</u>	<u>-</u>	<u>2,809,097</u>	<u>6,884</u>
<b>Transfers:</b>					
Transfers in	26,065	-	-	26,065	-
Total transfers	<u>26,065</u>	<u>-</u>	<u>-</u>	<u>26,065</u>	<u>-</u>
Change in net position	2,687,560	147,602	-	2,835,162	6,884
Net position, beginning of year	<u>31,725,225</u>	<u>4,723,896</u>	<u>81,874</u>	<u>36,530,995</u>	<u>5,589,283</u>
Net position, end of year	<u>\$ 34,412,785</u>	<u>\$ 4,871,498</u>	<u>\$ 81,874</u>	<u>\$ 39,366,157</u>	<u>\$ 5,596,167</u>

See accompanying notes to the basic financial statements.

**CITY OF SIERRA MADRE**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the year ended June 30, 2025**

	Business-type Activities			Total Enterprise Funds	Governmental Activities Internal Service Funds
	Enterprise Funds				
	Major Funds	Non-Major Fund			
Water	Sewer	Special Strike Team Services			
<b>Cash flows from operating activities:</b>					
Receipts from customers and users	\$ 7,182,355	\$ 1,239,318	\$ -	\$ 8,421,673	\$ -
Receipts from interfund services provided	-	-	-	-	5,235,556
Payments to suppliers	(3,300,396)	(225,146)	-	(3,525,542)	(3,307,392)
Payments to employees	(804,865)	(603,112)	-	(1,407,977)	(1,617,795)
Net cash provided (used) by operating activities	<u>3,077,094</u>	<u>411,060</u>	<u>-</u>	<u>3,488,154</u>	<u>310,369</u>
<b>Cash flows from non-capital financing activities:</b>					
Transfers from other funds	<u>26,065</u>	<u>-</u>	<u>-</u>	<u>26,065</u>	<u>-</u>
Net cash provided (used) by non-capital financing activities	<u>26,065</u>	<u>-</u>	<u>-</u>	<u>26,065</u>	<u>-</u>
<b>Cash flows from capital and related financing activities:</b>					
Proceeds from sales of capital assets	-	-	-	-	12,650
Acquisition and construction of capital assets	(498,267)	(225,667)	-	(723,934)	(44,378)
Principal paid	(929,722)	-	-	(929,722)	(18,660)
Interest paid	(173,340)	-	-	(173,340)	(770)
Net cash provided (used) by capital and related financing activities	<u>(1,601,329)</u>	<u>(225,667)</u>	<u>-</u>	<u>(1,826,996)</u>	<u>(51,158)</u>
<b>Cash flows from investing activities:</b>					
Investment income	<u>455,213</u>	<u>107,404</u>	<u>-</u>	<u>562,617</u>	<u>175,743</u>
Net cash provided (used) by investing activities	<u>455,213</u>	<u>107,404</u>	<u>-</u>	<u>562,617</u>	<u>175,743</u>
Net increase (decrease) in cash and cash equivalents	1,957,043	292,797	-	2,249,840	434,954
<b>Cash and investments:</b>					
Beginning of year	<u>9,570,400</u>	<u>2,401,690</u>	<u>81,874</u>	<u>12,053,964</u>	<u>5,176,379</u>
End of year	<u>\$ 11,527,443</u>	<u>\$ 2,694,487</u>	<u>\$ 81,874</u>	<u>\$ 14,303,804</u>	<u>\$ 5,611,333</u>
<b>Reconciliation to the Statement of Net Position:</b>					
Cash and investments	\$ 11,495,002	\$ 2,668,453	\$ 81,874	\$ 14,245,329	\$ 5,588,706
Restricted cash and investments	<u>32,441</u>	<u>26,034</u>	<u>-</u>	<u>58,475</u>	<u>22,627</u>
Total	<u>\$ 11,527,443</u>	<u>\$ 2,694,487</u>	<u>\$ 81,874</u>	<u>\$ 14,303,804</u>	<u>\$ 5,611,333</u>

See accompanying notes to the basic financial statements.

**CITY OF SIERRA MADRE**  
**Statement of Cash Flows (Continued)**  
**Proprietary Funds**  
**For the year ended June 30, 2025**

	Business-type Activities				Governmental Activities Internal Service Funds
	Enterprise Funds			Total Enterprise Funds	
	Major Funds		Non-Major Fund		
Water	Sewer	Non-Major Enterprise Funds			
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>					
Operating income (loss)	\$ 2,376,959	\$ 40,198	\$ -	\$ 2,417,157	\$ (180,739)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	818,909	171,792	-	990,701	148,411
Amortization	-	-	-	-	19,830
Changes in assets, liabilities and deferred amounts:					
(Increase) decrease in accounts receivable	(145,669)	(15,875)	-	(161,544)	1,003
(Increase) decrease in deferred outflows	62,908	50,326	-	113,234	91,918
Increase (decrease) in accounts payable	(46,244)	179,993	-	133,749	180,655
Increase (decrease) in accrued liabilities	(4,777)	(3,780)	-	(8,557)	112,687
Increase (decrease) in deposits payable	10,485	-	-	10,485	-
Increase (decrease) in retentions payable	29,681	-	-	29,681	-
Increase (decrease) in compensated absences	(17,896)	(5,785)	-	(23,681)	(31,307)
Increase (decrease) in deferred inflows	2,909	2,328	-	5,237	(15,431)
Increase (decrease) in net OPEB liability	(1,002)	(801)	-	(1,803)	(801)
Increase (decrease) in net pension liability	(9,169)	(7,336)	-	(16,505)	(15,857)
Total adjustments	700,135	370,862	-	1,070,997	491,108
Net cash provided (used) by operating activities	\$ 3,077,094	\$ 411,060	\$ -	\$ 3,488,154	\$ 310,369
<b>Noncash investing, capital and financing activities:</b>					
Lease liabilities	\$ -	\$ -	\$ -	\$ -	\$ 40,194
Lease acquisition	-	-	-	-	(40,194)

See accompanying notes to the basic financial statements.

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# **City of Sierra Madre, California**

*Village of the Foothills*



## **Notes to Basic Financial Statements For the Year Ended June 30, 2025**

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**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**A. Financial Reporting Entity**

The City was incorporated on February 2, 1907, under the general laws of the State of California. The City operates under a Council-Manager form of government and provides the following services: police protection, fire suppression and prevention, emergency medical response, recreation programs, senior services, local transportation, planning and permit processing, water utility, public library, streets, parks, sewer and storm drain utility, and general government and administrative services.

As required by GAAP, these basic financial statements present the City (the primary government) and its component unit for which the City is considered to be financially accountable. The component unit discussed below is included in the City's reporting entity because of the significance of its operational or financial relationship with the City. The entity is legally separate; however, the City of Sierra Madre elected officials have a continuing oversight responsibility over the Authority.

An organization is fiscally dependent on the primary government if it is unable to adopt its budget, levy taxes or set rates or charges, or issue bonded debt without approval by the primary government. In a blended presentation, a component unit's balances and transactions are reported in a manner similar to the balances and transactions of the City. Component units are presented on a blended basis when the component unit's governing body is substantially the same as the City's or the component unit provides services almost entirely to the City.

*Blended Component Units*

**The Sierra Madre Public Financing Authority (Authority):**

The Authority is a joint powers authority organized pursuant to Government Code Section 6500 of the State of California. The Authority exists pursuant to a Joint Exercise of Powers Agreement dated November 1972, between the City and the Authority. Its purpose is facilitating the issuance of debt instruments, loans, and other financing to the City or Authority for the construction of public improvements. It has no separate existence and has acted as a conduit between the issuer (the Authority and/or the City) and the underwriters. It was established as a vehicle to reduce local borrowing costs and promote greater use of existing and new financial instruments and mechanisms. City Council members, in concurrent sessions, serve as the governing board of the Authority. Financial activity of the Authority has been blended into the City's Annual Comprehensive Financial Report (ACFR) into various governmental and business-type activities and funds of the City as applicable.

Separate financial statements are not prepared for the Sierra Madre Public Financing Authority.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**A. Financial Reporting Entity, (continued)**

*Organizations Other Than Component Units*

Other governmental agencies, such as the County of Los Angeles, the Pasadena Unified School District, etc., provide services within the City. However, each of these agencies is governed by an independently elected governing board. Accordingly, their financial information is not included within the scope of this financial report, because the City Council does not have a continuing oversight responsibility over them, nor are their financial operations closely related thereto.

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

The basic financial statements of the City are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to basic financial statements

Financial reporting is based upon all Governmental Accounting Standards Board pronouncements.

*Government-Wide Financial Statements*

The City's government-wide financial statements include a Statement of Net Position and a Statement of Activities and Changes in Net Position. These statements present summaries of governmental and business-type activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

These basic financial statements are presented on an "*economic resources*" measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets (as well as infrastructure assets) and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which liability is incurred. 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. Certain indirect costs are included in the program expenses reported for specific functions.

Certain types of transactions are reported as program revenues for the City in three categories: (1) charges for services, (2) operating grants and contributions and (3) capital grants and contributions. Program revenues are netted with program expenses in the Statement of Activities to present the net cost of each program.

Certain eliminations have been made as prescribed by generally accepted accounting principles in regard to interfund activities. All internal balances in the Statement of Net Position have been eliminated except those representing internal balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**B. Basis of Accounting and Measurement Focus, (continued)**

*Governmental Fund Financial Statements*

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures, and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. The City has presented all major funds that met the applicable criteria.

All governmental funds are accounted for on a spending or “*current financial resources*” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period, generally 60 days after year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Property taxes, sales taxes, franchise taxes, and other taxes associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 180 days of year-end). All other revenue items are considered measurable and available only when cash is received by the government.

The reconciliations of the Fund Financial Statements to the Government-Wide Financial Statements are provided to explain the differences created by the integrated approach of GASB Statement No. 34.

The City reports the following major governmental funds:

*General Fund* – Accounts for all financial resources of the general government except those required to be accounted for in another fund.

*Target State Grant Library Fund* – Accounts for a \$10,000,000 award from the California State Library and allowable expenditures.

*Proprietary Fund Financial Statements*

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses, and Changes in Net Position, and a Statement of Cash Flows for the major proprietary funds and the non-major funds aggregated. The City maintains two proprietary fund types: enterprise funds and internal service funds. Enterprise funds are used to account for services provided to businesses and individuals within the community. Internal service funds account for services provided by one City department to other departments.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**B. Basis of Accounting and Measurement Focus, (continued)**

*Proprietary Fund Financial Statements, (continued)*

Proprietary funds are accounted for using the “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period when they are earned; expenses are recognized when they are incurred. Unbilled service receivables are recorded as accounts receivable and as revenue when earned.

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

The City reports the following major enterprise funds:

*Water Fund* – Accounts for the operations of the City’s water utility operations.

*Sewer Fund* – Accounts for the operations of the City’s sewer system and storm drain operations.

Additionally, the City also reports *Internal Service Funds*. These funds account for the administrative services, insurance coverage and facilities, fleet and electronic equipment maintenance services, all which are provided to other departments on a cost-reimbursement basis. A separate column representing internal service funds is also presented in these statements. However, internal service balances and activities have been combined with the governmental activities in the government-wide financial statements.

**C. Cash, Cash Equivalents, and Investments**

The City pools its available cash for investment purposes. The City has defined cash and cash equivalents to include cash on hand, demand deposits, cash with fiscal agent, as well as short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as cash and investments. Additionally, each fund’s equity in the City’s investment pool is treated as a cash equivalent, because the funds can deposit or effectively withdraw cash at any time without prior notice or penalty.

In accordance with generally accepted accounting principles, highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotation are readily available or exceed cost. However, if the liquidity needs of the City were to require that investments be sold at a loss subsequent to year-end, the decline in value would be recorded as a loss at year-end.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**C. Cash, Cash Equivalents, and Investments, (continued)**

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

In accordance with generally accepted accounting principles, certain disclosure requirements, if applicable, are provided for deposit and investment risk in the following areas:

- Inherent Rate Risk
- Credit Risk
- Overall
- Custodial Credit Risk
- Concentration of Credit Risk
- Foreign Currency Risk

**D. Land Held for Resale**

Land Held for Resale in the Capital Projects Fund is an inventory of land owned by the City's Housing Fund for low-moderate housing needs, which will be sold or leased to developers. The land is recorded at the lower of acquisition cost or market. Fund balances are reserved in amounts equal to the carrying value of land held for resale, because such assets are not available to finance the City's current operations.

**E. Prepaid Expenses**

Certain payments to vendors such as insurance premiums, prepaid rents, and deposits for real property acquisitions reflect costs applicable to future periods and are recorded as prepaid and other assets in both government-wide and fund financial statements. These costs will be recognized in the period when services are received or when the City receives title to the real property.

**F. Property Taxes**

Property tax in California is levied in accordance with Article 13B of the State Constitution at one percent of county-wide assessed valuations. This one percent is allocated pursuant to State law to the appropriate units of local government. Property tax revenue is recognized in the fiscal year for which taxes have been levied provided that the revenues collected in the current period or will be collected within 60 days thereafter.

The following dates relate to property tax levies and collections:

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

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**G. Capital Assets**

Capital assets are valued at historical cost or estimated historical cost if actual historical cost was not available. Donated assets are valued at acquisition value on the date of acquisition. The City’s capitalization policy is \$5,000 and above for various capital assets and \$25,000 for improvements and infrastructure. Capital assets are depreciated on a straight-line basis over their estimated useful lives as follows:

Roadways pavement AC	25 years
Street appurtenances bridges	40 years
Park structures	25 years
Wastewater manholes	60 years
Pipelines	60 years
Spreading basins	60 years
Pump stations	60 years
Meters	30 years
Pipelines	50 years
Pressure reducing stations	40 years
Fire hydrants	50 years
Wells	50 years
Reservoirs	75 years
General buildings	50 years
Vehicles and equipment	10 years

Right-to-use lease & subscription assets are amortized over the life of the associated contract on a straight-line method.

**H. Claims Payable**

The City records a liability to reflect an estimate of ultimate uninsured losses for both general liability claims (including property damage claims) and workers’ compensation claims.

**I. Compensated Absences**

All vested vacation and compensatory leave time is recognized as an expense and as a liability in the proprietary type funds at the time the liability vests. Governmental fund types recognize the vested vacation and compensatory time as expenditure in the current year to the extent that it is paid during the year. Accrued vacation and compensatory time relating to governmental funds is only included as a liability in the statement of net position as those amounts are payable from future resources and within the respective balance sheets for amounts relating to proprietary fund types.

**J. Net Position and Fund Balances**

**Government-Wide Financial Statements** – In the government-wide financial statements, net position is classified in the following categories:

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

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**J. Net Position and Fund Balances, (continued)**

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

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

When both restricted and unrestricted net position is available to meet an expense, the City’s policy is to apply restricted net position first.

**Fund Financial Statements** – Generally accepted accounting principles require the City to report the governmental fund balances in the following categories:

*Nonspendable* - reflects amounts that are not in a spendable form, examples of which include inventory, prepaid items, and other items legally or contractually required to remain intact, such as the principal of a permanent endowment.

*Restricted* - includes amounts that can be spent only for the specific purposes stipulated by external resource providers or through enabling legislation.

*Committed* - includes amounts that can be used only for the specific purposes determined by a formal action of the government’s highest level of decision-making authority (City Council by ordinance). Committed fund balance may be redirected by the City to other purposes, as long as, the original constraints are removed or modified in the same manner in which they were imposed, that is, by the same formal action of the highest level of decision-making authority.

*Assigned* - comprises amounts intended to be used by the government for specific purposes. Assignments may be established either by the City Council or by a designee of the City (the City Council has delegated this authority to the City Manager), and are subject to neither the restricted nor committed levels of constraints.

*Unassigned* - is the residual classification for the general fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose.

When expenditures are incurred for purposes for which restricted, committed, assigned, or unassigned fund balances are available, the City’s policy is to apply restricted fund balance first, committed second, then assigned fund balance, and finally unassigned fund balance. Further, when components of unrestricted fund balance can be used for the same purpose, committed fund balance is used first, followed by assigned fund balance and lastly unassigned fund balance.

**K. Use of Estimates**

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

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

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

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expenses) until then. The City currently has OPEB and pension related deferred outflows of resources.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial element, deferred inflows of resources, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The City currently has OPEB, pension and lease related deferred inflows of resources.

**M. Pensions**

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

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, 2024
Measurement Period	July 1, 2023 to June 30, 2024

**N. Other Postemployment 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 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 (VD)	June 30, 2023
Measurement Date (MD)	June 30, 2024
Measurement Period (MP)	July 1, 2023 to June 30, 2024

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**2. CASH AND INVESTMENTS**

Cash and investments as of June 30, 2025 are classified in the accompanying financial statements as follows:

Statement of Net Position:	
Cash and investments	\$ 48,981,263
Restricted cash and investments	536,278
Total cash and investments	<u>\$ 49,517,541</u>

Cash and investments as of June 30, 2025 consist of the following:	
Petty cash	\$ 2,300
Deposits with financial institutions	4,547,309
Investments	44,967,932
Total cash and investments	<u>\$ 49,517,541</u>

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

The City's investment policy does not contain any specific provisions intended to limit the City's exposure to interest rate risk, credit risk, and concentration of credit risk.

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

Investment Types Authorized by State Law	Authorized by investment policy	Maximum maturity*	Maximum percentage of portfolio*	Maximum investment in one issuer*
Local Agency Bonds	Yes	5 years	10%	None
US Treasury Obligations	Yes	5 years	None	None
US Agency Securities	Yes	5 years	None	None
Bankers' acceptances	Yes	180 days	40%	30%
Commercial paper	Yes	270 days	25%	10%
Negotiable certificates of deposit	Yes	5 years	30%	None
Repurchase agreements	Yes	92 days	20%	None
Reverse repurchase agreements	No	91 days	None	None
Medium-term notes	No	91 days	None	None
Mortgage pass-through securities	No	5 years	20%	None
County pooled investment funds	No	N/A	None	None
Local Agency Investment Funds (LAIF)	Yes	N/A	None	\$ 75,000,000
JPA Pools (other investment pools)	No	N/A	None	None

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

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**2. CASH AND INVESTMENTS, (continued)**

*Investments Authorized by Debt Agreements*

Investments of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City’s investment policy. The table below identifies the investment types that are authorized for investments held by the bond trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized investment type	Maximum maturity	Maximum percentage of portfolio	Maximum investment in one issuer
US Treasury Obligations	None	None	None
US Agency Securities	None	None	None
Money market funds	None	None	None
Certificates of deposit secured by collateral	None	None	None
Interest-bearing deposit accounts	None	None	None
Investment agreements	None	None	None
Commercial paper	None	None	None
Municipal bonds or notes	None	None	None
State bonds or notes	None	None	None
Bankers' acceptances	1 year	None	None
Repurchase agreements	30 days	None	None

*Concentration of Credit*

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. As of June 30, 2025, there were no investments in any one issuer (other than US Treasury securities and external investment pools) that represents 5% or more of total City investments.

*Interest Rate Risk*

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

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**2. CASH AND INVESTMENTS, (continued)**

*Interest Rate Risk, (continued)*

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

Investment type	Total	Investment maturities (in months)		
		12 or less	13 -24	25 - 60
State investment pool	\$ 41,104,167	\$ 41,104,167	\$ -	\$ -
US Treasury Bills	1,349,465	1,349,465	-	-
US Treasury Notes	2,514,300	1,517,765	996,535	-
<b>Total</b>	<b>\$ 44,967,932</b>	<b>\$ 43,971,397</b>	<b>\$ 996,535</b>	<b>\$ -</b>

*Credit Risk*

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

Investment type	Total	Minimum legal rating	Ratings as of year-end	
			AAA	Not rated
State investment pool	\$ 41,104,167	N/A	\$ -	\$ 41,104,167
US Treasury Bills	1,349,465	N/A	1,349,465	-
US Treasury Notes	2,514,300	N/A	2,514,300	-
<b>Total</b>	<b>\$ 44,967,932</b>		<b>\$ 3,863,765</b>	<b>\$ 41,104,167</b>

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**2. CASH AND INVESTMENTS, (continued)**

*Custodial Credit Risk*

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City’s investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. As of June 30, 2025, none of the City’s deposits with financial institutions in excess of federal depository insurance limits were held in uncollateralized accounts.

*Investment in State Investment Pool*

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The fair value of the City’s investment in this pool is reported in the accompanying financial statements at amounts based upon the City’s pro rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. LAIF has a minimum \$5,000 transaction amount in increments of \$1,000 with a maximum of 15 transactions (combination of deposits and withdrawals) per month. LAIF requires a one-day prior notice for deposits and withdrawals of \$10 million or more.

*Fair Value Measurements*

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

Investment type	Total	Fair value measurement		
		Level 1	Level 2	Level 3
US Treasury Bills	\$ 1,349,465	\$ -	\$ 1,349,465	\$ -
US Treasury Notes	2,514,300	-	2,514,300	-
Sub-total	3,863,765	\$ -	\$ 3,863,765	\$ -
Investments not subject to fair value hierarchy:				
State investment pool	41,104,167			
Total	\$ 44,967,932			

Level 2 investments are valued using a *Continuous Fixed Income Evaluated Pricing* service.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**3. INTERFUND BALANCES AND TRANSFERS**

**A. Due To/Due From**

At June 30, 2025, the City had the following short-term interfund receivables and payables:

<u>Receivable</u>	<u>Payable</u>	<u>Amount</u>
General Fund	Non-Major Governmental Funds	<u>\$ 50,363</u>

The interfund amounts are for short-term loans to cover temporary cash deficits.

**B. Transfers**

At June 30, 2025, the City had the following transfers:

<u>Transfers out</u>	<u>Transfers in</u>	<u>Amount</u>
General Fund	Non-major Governmental Funds	\$ 1,960,000
General Fund	Water Fund	26,065
Non-major Governmental Funds	Non-major Governmental Funds	<u>25,000</u>
	Total	<u>\$ 2,011,065</u>

- a. \$1,960,000 from General Fund to non-major governmental funds to fund street capital expenditures as a match requirement, and to reimburse a grant fund for unallowed expenditures.
- b. \$26,065 transfer from the General Fund to the Water Fund to subsidize low-income discount.
- c. \$25,000 transfer from Robert Day Trust Fund to the Library Gift and Memorial Fund as approved by the Library Board of Trustees.

**4. FUND DEFICIT**

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

<u>Description</u>	<u>Deficit balance</u>
Non-major Governmental Funds:	
Homeland Security Fund	\$ 45,163
Community Development Block Grant	8,898

The deficits in the funds are due to expenditures being incurred before the revenue has been received.

**5. LEASES RECEIVABLE**

As of June 30, 2025, the City had various active leases. The leases have receipts of \$42,548 and an interest rate of 0.9800%. As of June 30, 2025, the total combined value of the lease receivable is \$24,255, and the value of the deferred inflow of resources is \$19,634.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**6. CAPITAL ASSETS**

**A. Governmental Activities**

A summary of changes in the governmental activities capital assets at June 30, 2025 is as follows:

<b>Governmental activities:</b>	Beginning balance	Additions	Deletions	Ending balance
Capital assets, not being depreciated:				
Land	\$ 162,275,945	\$ -	\$ -	\$ 162,275,945
Trees	1,206,214	-	-	1,206,214
Construction in progress	5,077,392	5,456,475	(643,541)	9,890,326
Total capital assets, not being depreciated	168,559,551	5,456,475	(643,541)	173,372,485
Capital assets, being depreciated and amortized				
Structures and improvements	14,123,406	870,277	(75,795)	14,917,888
Machinery and equipment	5,613,686	1,129,955	(52,831)	6,690,810
Infrastructure	29,519,524	91,182	-	29,610,706
Right-to-use lease equipment	40,692	-	(16,375)	24,317
Right-to-use subscription	76,790	40,194	(52,748)	64,236
Total capital assets, being depreciated and amortized	49,374,098	2,131,608	(197,749)	51,307,957
Less accumulated depreciation and amortization				
Structures and improvements	(7,925,991)	(236,186)	48,552	(8,113,625)
Machinery and equipment	(3,903,999)	(321,129)	52,831	(4,172,297)
Infrastructure	(19,564,925)	(1,088,736)	-	(20,653,661)
Right-to-use lease equipment	(19,486)	(4,891)	16,375	(8,002)
Right-to-use subscription	(58,719)	(22,059)	52,748	(28,030)
Total accumulated depreciation and amortization	(31,473,120)	(1,673,001)	170,506	(32,975,615)
Total capital assets being depreciated and amortized	17,900,978	458,607	(27,243)	18,332,342
Governmental activities, capital assets, net	\$ 186,460,529	\$ 5,915,082	\$ (670,784)	\$ 191,704,827

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**6. CAPITAL ASSETS, (continued)**

**A. Governmental Activities, (continued)**

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

<b>Governmental activities:</b>	
General government	\$ 78,130
Public safety	224,296
Public works	1,187,117
Culture and recreation	<u>183,458</u>
Total	<u>\$ 1,673,001</u>

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**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**6. CAPITAL ASSETS, (continued)**

**B. Business-type Activities**

A summary of changes in the business-type activities capital assets at June 30, 2025 is as follows:

<b>Business-type activities:</b>	Beginning balance	Additions	Deletions	Ending balance
Capital assets, not being depreciated:				
Land	\$ 1,483,250	\$ -	\$ -	\$ 1,483,250
Construction in progress	135,223	498,267	-	633,490
 Total capital assets, not being depreciated	 1,618,473	 498,267	 -	 2,116,740
Capital assets, being depreciated:				
Structures and improvements	821,290	-	-	821,290
Machinery and equipment	1,312,175	225,667	(12,500)	1,525,342
Infrastructure	54,854,951	-	-	54,854,951
 Total capital assets, being depreciated	 56,988,416	 225,667	 (12,500)	 57,201,583
Structures and improvements	(726,748)	(19,395)	-	(746,143)
Machinery and equipment	(1,098,828)	(34,100)	12,500	(1,120,428)
Infrastructure	(25,119,790)	(937,206)	-	(26,056,996)
 Total accumulated depreciation	 (26,945,366)	 (990,701)	 12,500	 (27,923,567)
 Total capital assets being depreciated	 30,043,050	 (765,034)	 -	 29,278,016
 Business-type activities, capital assets, net	 \$ 31,661,523	 \$ (266,767)	 \$ -	 \$ 31,394,756

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

<b>Business-type activities:</b>	
Water	\$ 818,909
Sewer	171,792
Total	<u>\$ 990,701</u>

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**7. LONG-TERM LIABILITIES**

**A. Governmental Activities**

A summary of changes in the governmental activities long-term liabilities at June 30, 2025 is as follows:

<b>Governmental activities:</b>	Beginning balance	Additions/ Adjustments	Deletions	Ending balance	Due within one year	Due more than one year
Lease liability	\$ 20,752	\$ -	\$ (4,614)	\$ 16,138	\$ 4,775	\$ 11,363
Subscription liability	12,353	40,194	(21,607)	30,940	17,667	13,273
Compensated absences	1,169,888	683,854	(757,030)	1,096,712	219,342	877,370
Total	<u>\$ 1,202,993</u>	<u>\$ 724,048</u>	<u>\$ (783,251)</u>	<u>\$ 1,143,790</u>	<u>\$ 241,784</u>	<u>\$ 902,006</u>

*Lease Liability*

As of June 30, 2025, the City had 1 active lease. The lease has payments of \$5,271 and an interest rate of 3.4510%. As of June 30, 2025, the total combined value of the lease liability is \$16,138. The combined value of the right-to-use asset, as of June 30, 2025 of \$24,317 with accumulated amortization of \$8,002 is included with the right-to-use lease equipment in the capital assets note.

Annual debt service requirements are as follows:

Year ending June 30,	Principal	Interest	Total
2026	\$ 4,775	\$ 496	\$ 5,271
2027	4,942	329	5,271
2028	5,115	156	5,271
2029	<u>1,306</u>	<u>11</u>	<u>1,317</u>
Totals	<u>\$ 16,138</u>	<u>\$ 992</u>	<u>\$ 17,130</u>

*Subscription Liabilities*

As of June 30, 2025, the City had 7 active subscriptions. The subscriptions have payments that range from \$735 to \$14,158 and interest rates that range from 1.8937% to 3.0670%. As of June 30, 2025, the total combined value of the subscription liability is \$30,940. The combined value of the right-to-use asset, as of June 30, 2025 of \$64,236 with accumulated amortization of \$28,030 is included with the right-to-use subscription in the capital assets note.

Annual debt service requirements are as follows:

Year ending June 30,	Principal	Interest	Total
2026	\$ 17,667	\$ 909	\$ 18,576
2027	<u>13,273</u>	<u>407</u>	<u>13,680</u>
Totals	<u>\$ 30,940</u>	<u>\$ 1,316</u>	<u>\$ 32,256</u>

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**7. LONG-TERM LIABILITIES, (continued)**

**B. Business-type Activities**

A summary of changes in the Business-type Activities long-term liabilities at June 30, 2025 is as follows:

<b>Business-type activities:</b>	Beginning balance	Additions	Deletions	Ending balance	Due within one year	Due more than one year
<b>Long-term debt</b>						
<i>Direct borrowings:</i>						
2017 Installment agreement	\$ 4,327,533	\$ -	\$ (389,722)	\$ 3,937,811	\$ 403,878	\$ 3,533,933
Loan payable to SGVMWD	2,700,000	-	(540,000)	2,160,000	270,000	1,890,000
Subtotal long-term debt	<u>7,027,533</u>	<u>-</u>	<u>(929,722)</u>	<u>6,097,811</u>	<u>673,878</u>	<u>5,423,933</u>
<b>Other long-term liabilities</b>						
Compensated absences	282,442	120,163	(143,844)	258,761	51,752	207,009
Subtotal other long-term liabilities	<u>282,442</u>	<u>120,163</u>	<u>(143,844)</u>	<u>258,761</u>	<u>51,752</u>	<u>207,009</u>
Total long-term liabilities	<u>\$ 7,309,975</u>	<u>\$ 120,163</u>	<u>\$ (1,073,566)</u>	<u>\$ 6,356,572</u>	<u>\$ 725,630</u>	<u>\$ 5,630,942</u>

*2017 Installment Agreement \$6,761,977 – direct borrowing*

In October 2017, the City entered into an installment agreement to issue debt totaling \$6,761,977. The purpose of the issuance was to pay off the outstanding principal of the 1998 A Series and 2003 Series bonds. The interest and principal are due semi-annually with payments due on April 30 and October 31 each year. Principal payments will be made through October 31, 2033 in amounts ranging from \$158,711 to \$266,253. Principal and interest payments range from \$272,078 to \$405,215. The interest rate of the debt is currently 4.10%.

The City has pledged all of the net water revenues (as described in the agreement) to the payment of the debt until paid in full. The current year debt service was \$389,722 and the net revenues were \$3,871,244.

In the event of default, the lender, at its option upon notice to the City, may declare the entire principal amount of the unpaid 2017 Installment Agreement and any accrued interest thereon to be accelerated and immediately due and payable, whereupon the same shall immediately become due and payable.

The outstanding balance is \$3,937,811 at June 30, 2025.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**7. LONG-TERM LIABILITIES, (continued)**

**B. Business-type Activities (continued)**

Annual debt service requirements on this debt are as follows:

Year ending June 30,	Principal	Interest	Total
2026	\$ 403,878	\$ 157,374	\$ 561,252
2027	418,549	140,666	559,215
2028	433,752	123,351	557,103
2029	449,508	105,407	554,915
2030	465,836	86,812	552,648
2031 - 2034	<u>1,766,288</u>	<u>147,424</u>	<u>1,913,712</u>
Totals	<u>\$ 3,937,811</u>	<u>\$ 761,034</u>	<u>\$ 4,698,845</u>

*Loan Payable to San Gabriel Valley Municipal Water District \$2,700,000 – direct borrowing*

The City has identified three water main infrastructure replacement projects. Therefore, the City entered into a loan agreement with the San Gabriel Valley Municipal Water District to fund a portion of the project cost in the amount up to \$2,700,000. As of June 30, 2025, the City reported a loan payable of \$2,160,000. Payments are due in ten annual installments beginning one year after the Notice of Completion is approved by City Council. The loan bears no interest unless there is an event of default in payment, at which time interest would begin to accrue at the rate of 6% per annum.

Annual debt service requirements on this debt are as follows:

Year ending June 30,	Principal
2026	\$ 270,000
2027	270,000
2028	270,000
2029	270,000
2030	270,000
2031 - 2032	<u>810,000</u>
Totals	<u>\$ 2,160,000</u>

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**8. NET POSITION AND FUND BALANCES**

**A. Fund Balance Classification**

In accordance with generally accepted accounting principles, the City's fund balances are as follows:

	General Fund	Target State Grant Library	Non-Major Governmental Funds	Total
Restricted for:				
Public works	\$ -	\$ -	\$ 2,555,119	\$ 2,555,119
Public safety	31,045	-	304,271	335,316
Community services/development	-	606,517	4,447,233	5,053,750
Streets projects	-	-	1,684,671	1,684,671
Culture and recreation	-	-	866,152	866,152
Section 115 Trust	455,176	-	-	455,176
Committed to:				
Debt service	-	-	13,338	13,338
Unassigned	<u>13,516,644</u>	<u>-</u>	<u>(54,061)</u>	<u>13,462,583</u>
 Total fund balance	 <u>\$ 14,002,865</u>	 <u>\$ 606,517</u>	 <u>\$ 9,816,723</u>	 <u>\$ 24,426,105</u>

The City Council has adopted a minimum fund balance policy for the General Fund. The intent of the policy is to maintain a minimum unassigned fund balance. The policy requires 25% of General Fund expenditures be set aside. As of June 30, 2025, the amount set aside was \$4,430,856 and is reported as unassigned fund balance.

**B. Net Position Classification**

In accordance with generally accepted accounting principles, the City's restricted net position is as follows:

Description	Governmental Activities	Business-type Activities	Total
Restricted:			
Culture and recreation	\$ 866,152	\$ -	\$ 866,152
Development services	5,053,750	-	5,053,750
Public safety	335,316	-	335,316
Public works	4,239,790	-	4,239,790
Section 115 Trust	<u>477,803</u>	<u>58,475</u>	<u>536,278</u>
 Total restricted net position	 <u>\$ 10,972,811</u>	 <u>\$ 58,475</u>	 <u>\$ 11,031,286</u>

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
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**8. NET POSITION AND FUND BALANCES, (continued)**

**C. Net Investment in Capital Assets**

Net position for governmental activities and business-type activities is classified as 1) net investment in capital assets, 2) restricted, or 3) unrestricted. Net position that was classified as net investment in capital assets as of June 30, 2025, was determined as follows:

	<u>Governmental Activities</u>
Capital assets, net of accumulated depreciation	\$ 191,704,827
Less capital related debt balance:	
Lease and subscription liabilities	(47,078)
Retention payable	<u>(244,043)</u>
Net investment in capital assets	<u>\$ 191,413,706</u>

	<u>Business-type Activities</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Total Enterprise Funds</u>
Capital assets, net of accumulated depreciation	\$ 28,926,976	\$ 2,467,780	\$ 31,394,756
Less capital related debt balance:			
Outstanding principal balance of 2017 Installment Agreement and Loan Payable to SGVMWD	(6,097,811)	-	(6,097,811)
Retention payable	<u>(124,147)</u>	<u>-</u>	<u>(124,147)</u>
Net investment in capital assets	<u>\$ 22,705,018</u>	<u>\$ 2,467,780</u>	<u>\$ 25,172,798</u>

**9. RISK MANAGEMENT**

The City of Sierra Madre 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 Member entity obtains insurance coverage.

The City of Sierra Madre is a Member of the California Intergovernmental Risk Authority (CIRA), a joint powers authority, which provides joint protection programs for public entities covering automobile, general liability, errors and omission losses, workers' compensation, and property claims. Under the General Liability program, the City has a \$25,000 retention limit similar to a deductible, with the Authority being responsible for losses above that amount up to \$1 million. The Authority has additional coverage of \$39 million in excess of its \$1 million retention limit through affiliated risk management authorities. The Authority also provides \$600 million aggregate property coverage to its members with such coverage provided by purchased insurance.

Liabilities of the member entity are reported 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 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.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
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**9. RISK MANAGEMENT, (continued)**

The Authority covers workers' compensation claims up to its self-insurance limit of \$500,000. Safety National and Gray Insurance Company provide excess coverage to statutory limits. Financial Statements of CIRA may be obtained from its administrative office located at 2330 E. Bidwell Street, Suite 150, Folsom, CA 95630; [www.cira-jpa.org](http://www.cira-jpa.org) or by calling (916) 927-7727.

*Adequacy of Protection*

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in 2024-25.

**10. DEFERRED COMPENSATION PLAN**

The City has made available to its employees a deferred compensation plan (Plan). The Plan permits employees to defer a portion of their salary until future years. All amounts of compensation deferred under the Plan, all property and rights purchased with those amounts, and all income attributable to those amounts are held in such trust accounts for the exclusive benefit of the employee participants and their beneficiaries. The accumulated assets of the Plan are not required to be reported in the accompanying financial statements.

**11. DEFINED BENEFIT PENSION PLAN**

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

*Plan Description*

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan or PERF C) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of a miscellaneous pool and a safety pool (also referred to as "risk pools"), which are comprised of individual employer miscellaneous and safety rate plans, respectively. Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under generally accepted accounting principles. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The City participates in five rate plans (two miscellaneous and three safety). Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS' website, at [www.calpers.ca.gov](http://www.calpers.ca.gov).

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
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**11. DEFINED BENEFIT PENSION PLAN, (continued)**

**A. General Information About the Pension Plan, (continued)**

*Benefits Provided*

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 5 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

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

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

	Miscellaneous	
	Prior to January 1, 2013	On or after January 1, 2013
Hire date		
Benefit formula	2.5% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 57	52 - 67
Monthly benefits, as a % of eligible compensation	2.0% to 2.5%	1.0% to 2.5%
Required employer contribution rates	14.99%	8.18%

	Safety	
	Prior to January 1, 2013	On or after January 1, 2013
Hire date		
Benefit formula	3% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 55	50 - 57
Monthly benefits, as a % of eligible compensation	2.4% to 3.0%	2.0% to 2.7%
Required employer contribution rates	26.29%	14.72%

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
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**11. DEFINED BENEFIT PENSION PLAN, (continued)**

**A. General Information About the Pension Plan, (continued)**

*Contributions*

Section 20814(c) of the California Public Employees’ Retirement Law (PERL) requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS’ annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements are classified as plan member contributions. Employer Contributions to the Plan for the fiscal year ended June 30, 2025 were \$1,768,848.

**B. Net Pension Liability**

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

*Actuarial Methods and Assumptions Used to Determine Total Pension Liability*

The collective total pension liability for the June 30, 2024 measurement period was determined by an actuarial valuation as of June 30, 2023, with update procedures used to roll forward the total pension liability to June 30, 2024. The collective total pension liability was based on the following assumptions.

Valuation date	June 30, 2023
Measurement date	June 30, 2024
Actuarial cost method	Entry Age Actuarial Cost Method
Asset valuation method	Fair Value of Assets
Actuarial assumptions:	
Discount rate	5.90%
Inflation	2.30%
Salary increases	Varies by Entry Age and Service
Mortality rate table (1)	Derived using CALPERS’ membership data for all Funds
Post retirement benefit increase	The lesser of contract COLA or 2.30% until Purchasing Power Protection Allowance floor on purchasing power applies, 2.3% thereafter.

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

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**11. DEFINED BENEFIT PENSION PLAN, (continued)**

**B. Net Pension Liability, (continued)**

*Long-term Expected Rate of Return*

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

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

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

Asset class	Assumed asset allocation	Real return <sup>1, 2</sup>
Global equity - cap-weighted	30%	4.54%
Global equity - non-cap-weighted	12%	3.84%
Private equity	13%	7.28%
Treasury	5%	0.27%
Mortgage-backed securities	5%	0.50%
Investment grade corporates	10%	1.56%
High yield	5%	2.27%
Emerging market debt	5%	2.48%
Private debt	5%	3.57%
Real assets	15%	3.21%
Leverage	(5%)	(0.59%)

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

<sup>2</sup> Figures are based on the 2021-22 Asset Liability Management study.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**11. DEFINED BENEFIT PENSION PLAN, (continued)**

**B. Net Pension Liability, (continued)**

*Discount Rate*

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

*Subsequent Events*

There were no subsequent events that would materially affect the results presented in this disclosure.

*Pension Plan Fiduciary Net Position*

Information about the pension plan’s assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position are presented in CalPERS’ audited financial statements, which are publicly available reports that can be obtained at CalPERS’ website, at [www.calpers.ca.gov](http://www.calpers.ca.gov). The plan’s fiduciary net position and additions to/deductions from the plan’s fiduciary net position have been determined on the same basis used by the pension plan, which is the economic resources measurement focus and the accrual basis of accounting. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.

**C. Proportionate Share of Net Pension Liability**

The following table shows the Plans’ proportionate share of the net pension liability over the measurement period.

	Plan Total Pension Liability (a)	Increase (decrease) Plan Fiduciary Net Position (b)	Plan Net Pension Liability / (Asset) (c) = (a) - (b)
Balance at: 6/30/2023 (VD*)	\$ 68,870,976	\$ 59,374,651	\$ 9,496,325
Balance at: 6/30/2024 (MD*)	73,393,246	64,293,331	9,099,915
Net Changes during 2023-24	4,522,270	4,918,680	(396,410)

\* Valuation Date (VD), Measurement Date (MD)

The City’s proportion of the net pension liability was determined by CalPERS using the output from the Actuarial Valuation System and the fiduciary net position, as provided in the CalPERS Public Agency Cost-Sharing Allocation Methodology Report, which is a publicly available report that can be obtained at CalPERS’ website, at [www.calpers.ca.gov](http://www.calpers.ca.gov).

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**11. DEFINED BENEFIT PENSION PLAN, (continued)**

**C. Proportionate Share of Net Pension Liability, (continued)**

The City's proportionate share of the net pension liability for the Plan as of the June 30, 2023 and 2024 measurement dates was as follows:

	<u>Misc.</u>	<u>Safety</u>	<u>Total</u>
Proportion - June 30, 2023	0.10509%	0.05674%	0.07612%
Proportion - June 30, 2024	<u>0.10486%</u>	<u>0.05525%</u>	<u>0.07504%</u>
Change - increase/(decrease)	<u>-0.00023%</u>	<u>-0.00149%</u>	<u>-0.00108%</u>

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

The following presents the City's proportionate share of the net pension liability/(asset) of the Plan as of the measurement date, calculated using the discount rate of 6.9 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.9 percent) or 1 percentage-point higher (7.9 percent) than the current rate:

	Discount rate -1%	Current discount rate	Discount rate +1%
	<u>5.90%</u>	<u>6.90%</u>	<u>7.90%</u>
Net Pension Liability / (Asset) - Misc.	\$ 10,630,935	\$ 5,071,761	\$ 495,742
Net Pension Liability / (Asset) - Safety	<u>8,426,095</u>	<u>4,028,154</u>	<u>431,257</u>
Net Pension Liability / (Asset) - Total	<u>\$ 19,057,030</u>	<u>\$ 9,099,915</u>	<u>\$ 926,999</u>

*Amortization of Deferred Outflows and Deferred Inflows of Resources*

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

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

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

Net difference between projected and actual earnings on pension plan investments	5 year straight-line amortization
All other amounts	Straight-line amortization over the expected average remaining service lives (EARSL) of all members that are provided with benefits (active, inactive and retired) as of the beginning of the measurement period

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
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**11. DEFINED BENEFIT PENSION PLAN, (continued)**

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

As of the start of the measurement period (July 1, 2023), the City's net pension liability was \$9,496,325. For the measurement period ending June 30, 2024 (the measurement date), the City incurred a pension expense of \$3,277,326.

As of June 30, 2025, the City has deferred outflows and deferred inflows of resources related to pensions as follows:

	Deferred outflows of resources	Deferred inflows of resources
Changes of assumptions	\$ 229,600	\$ -
Differences between expected and actual experience	767,234	27,799
Differences between projected and actual investment earnings	486,678	-
Differences between employer's contributions and proportionate share of contributions	-	1,371,252
Change in employer's proportion	1,653,681	-
Pension contributions made subsequent to measurement date	1,768,848	-
Totals	<u>\$ 4,906,041</u>	<u>\$ 1,399,051</u>

The amounts above are net of outflows and inflows recognized in the 2023-24 measurement period expense. Contributions subsequent to the measurement date of \$1,768,848 reported with deferred outflows of resources will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Fiscal year ending June 30:	Misc.	Safety	Total
2026	\$ 515,091	\$ 492,745	\$ 1,007,836
2027	483,313	467,411	950,724
2028	(79,627)	25,883	(53,744)
2029	(100,056)	(66,618)	(166,674)
2030	-	-	-
Thereafter	-	-	-
	<u>\$ 818,721</u>	<u>\$ 919,421</u>	<u>\$ 1,738,142</u>

**E. Payable to the Pension Plan**

At June 30, 2025, the City reported a payable of \$10,356 for the outstanding amount of contributions to the pension plan required for the year then ended.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
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**12. DEFINED CONTRIBUTION PENSION PLAN**

The City provides pension benefits for all of its part-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan is administered as part of the Accumulation Program for Part-time and Limited-service Employees (The APPLE Plan) all part-time employees are eligible to participate from the date of employment. Federal legislation requires contributions of at least 7.5% to a retirement plan; the employee pays the entire 7.5% of the contribution. The contributions for each employee (and interest earned by the accounts) are fully vested immediately. The 457(b) pension plan for part-time employees was implemented in response to the Omnibus Reconciliation Act of 1990 (OBRA 90) that required all part-time employees working for governmental agencies to include these employees in Social Security (Old Age Security and Disability Insurance - OASDI) or a qualified alternative to Social Security covered under section IRC 3121.

For the year ended June 30, 2025, the City's payroll covered by the plan was \$297,301. The employees contributed 100% of the contributions.

**13. COMMITMENTS AND CONTINGENCIES**

**A. Grant Audits**

The City participates in Federal and State grant programs. No cost disallowance is expected, as a result of these audits; however, these programs are subject to further examination by the grantors. Expenditures, if any, which may be disallowed by the granting agencies, cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

**B. Litigation**

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes, based upon consultation with the City Attorney, that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City beyond that already accrued in the basic financial statements. Additionally, City management believes that sufficient resources are available to the City to cover any potential losses, should an unfavorable outcome arise.

**C. Compliance with Laws and Regulations**

The City has complied with the California State Controller's requirements by filing its audited financial statements in a timely manner. Management is working to prepare and file the audited financial statements to fulfill such regulatory requirements.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
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**14. OTHER POST EMPLOYMENT EMPLOYEE BENEFITS**

*Plan Description*

The City administers an agent-multiple employer defined benefit plan which provides medical benefits to eligible retirees and their spouses. Medical coverage is currently provided through CalPERS as permitted under the Public Employees' Medical and Hospital Care Act (PEMHCA). This coverage requires the employee to satisfy the requirements for retirement under CalPERS: either (a) attainment of age 50 (age 52, if new to PERS on or after January 1, 2013) with 5 years of State or public City service or (b) approved disability retirement. The Plan does not issue separate financial statements.

*Benefits Provided*

The City has participated in the CalPERS medical program since 1995 for all employees other than Police Officer's Association (POA) employees, and since 1999 for POA employees. As such, the City is obligated to contribute toward the cost of retiree medical coverage for the retiree's and spouse's lifetime so long as they remain eligible for and covered by this medical program. The City provides additional benefits based on employee agreements beyond those required under PEMHCA. The following is a summary of these benefits:

- All employees who retire from the City (including disability retirement) and continue coverage in the CalPERS medical program are eligible for the benefit provided in the PEMHCA resolutions.
- Those resolutions provide for the City to contribute toward retiree premiums by multiplying together the following items: 5% times the number of prior years the City has been contracted with PEMHCA times The monthly contracted PEMCHA contribution the employer makes towards active employee health benefits, which was \$158 per month in 2025.

The City's monthly PEMCHA contribution toward health plan benefits for retirees as of the June 30, 2024 measurement date is \$158 for all retirees, since all employee groups have been contracted with CalPERS for over 20 years.

In addition to the benefits described above, the City also provides the following monthly subsidy toward retiree (single coverage) medical premiums until the retiree reaches age 65.

- For CEA (and other non-POA) employees hired before October 15, 1995 and POA employees hired on or before December 22, 2011 who meet the requirements for CalPERS retirement (including industrial disability retirement), 5% times the number of years worked for the City (up to a maximum of 100%) times the lowest premium in Region 3.
- For CEA (and other non-POA) employees hired on or after October 15, 1995 and POA employees hired after December 22, 2011 who retire (including disability retirement) at age 60 or older with at least 30 years of service with the City, 100% of the actual premium in Region 3.

The lowest cost HMO plan premium in the Region 3 available to retirees in 2025 is the Health Net Salud y Mas plan with a monthly premium of \$714.40.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
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**14. OTHER POST EMPLOYMENT EMPLOYEE BENEFITS, (continued)**

*Employee covered*

As of the June 30, 2023 valuation, the following current and former employees are covered by the benefit terms under the plan:

Active employees	94
Inactive employees entitle to but not receiving benefits	22
Inactive employees or beneficiaries currently receiving benefits	<u>22</u>
Total	<u><u>138</u></u>

*Contributions*

The contribution requirements of plan members and the City are established and may be amended by the City Council. The City makes contributions to eligible retirees for their medical plan premiums when the retiree enrolls in a City sponsored health plan. The current monthly amount paid by the City varies depending on the retiree’s bargaining unit at retirement. These amounts do not increase in future years to account for inflation. The City provided amounts are detailed in the Summary of Principal Plan Provisions. For the fiscal year ended June 30, 2025, the City’s contributions to the trust were \$30,208, cash contributions were \$70,777 in payments for premiums and \$52,424 in implicit subsidy payment. The City voluntarily prefunds its annual contribution requirement (i.e. to set aside funds in advance of when medical premiums become due).

*Net OPEB liability/(asset)*

The City’s net OPEB liability/(asset) was measured as of June 30, 2024 and the total OPEB liability used to calculate the net OPEB liability/asset was determined by an actuarial valuation dated June 30, 2023, based on the following actuarial methods and assumptions:

Discount rate	5.90%
Inflation	2.50%
Salary increases	3.00%
Mortality rate	MacLeod Watts Scale 2022 applied generationally
Healthcare trend	6.0% to 3.9% for 2025 and beyond

*Changes of Assumptions*

Trust rate of return and discount rate	For accounting purposes: Increased from 5.6% to 5.9%.
Demographic Assumptions	Updated demographic assumptions from 2019 to the 2021 CalPERS experience study.
Healthcare Trend	Updated to the Getzen model which was published by the Society of Actuaries.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
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**14. OTHER POST EMPLOYMENT EMPLOYEE BENEFITS, (continued)**

*Discount rate*

The discount rate used to measure the total OPEB liability/(asset) was 5.9% percent. The discount rate is the expected long-term return on trust assets. 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.

The following table reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation.

Asset class	Current target allocation	Expected long-term rate of return
Global equity	34.0%	7.10%
Fixed income	41.0%	5.00%
REIT's	17.0%	6.40%
Treasury inflation protected securities	5.0%	3.80%
Commodities	3.0%	4.40%
Total	100%	

*Changes in the net OPEB liability/(asset)*

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

	Total OPEB liability (a)	Plan fiduciary net position (b)	Net OPEB liability/(asset) (a)-(b)=(c)
<b>Balance at June 30, 2024</b> (measurement date June 30, 2023)	\$ 2,411,910	\$ 2,167,916	\$ 243,994
<b>Changes recognized for the measurement period:</b>			
Service cost	125,693	-	125,693
Interest cost	139,429	-	139,429
Difference between the expected and the actual experience	129,617	-	129,617
Changes of assumptions	(87,848)	-	(87,848)
Employer contributions	-	149,706	(149,706)
Net investment income	-	177,911	(177,911)
Benefit payments	(95,584)	(95,584)	-
Administrative expenses	-	(698)	698
<b>Net changes</b>	<b>211,307</b>	<b>231,335</b>	<b>(20,028)</b>
<b>Balance at June 30, 2025</b> (measurement date June 30, 2024)	<b>\$ 2,623,217</b>	<b>\$ 2,399,251</b>	<b>\$ 223,966</b>

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
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**14. OTHER POST EMPLOYMENT EMPLOYEE BENEFITS, (continued)**

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

The following presents the net OPEB liability 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, 2024:

	Discount rate		
	1% decrease	Current rate	1% increase
Net OPEB liability/(asset)	\$ 536,141	\$ 223,966	\$ (37,393)

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

The following presents the net OPEB liability 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, 2024:

	Healthcare Cost Trend Rates		
	1% decrease	Current rate	1% increase
Net OPEB liability/(asset)	\$ (82,501)	\$ 223,966	\$ 598,853

*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:

Difference between projected and actual earnings	5 year straight-line amortization
All other amounts	Straight-line recognition over the expected average remaining service lifetime (EARSL) of all members that are provided with benefits, determined as of the beginning of the Measurement Period. In determining the EARSL, all active, retired and inactive (vested) members are counted, with the latter two groups having 0 remaining service years.

**CITY OF SIERRA MADRE**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**14. OTHER POST EMPLOYMENT EMPLOYEE BENEFITS, (continued)**

*OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB*

For the fiscal year ended June 30, 2025, the City recognized OPEB expense of \$140,674. As of fiscal year ended June 30, 2025, the City reported deferred outflows of resources related to OPEB from the following sources:

	<u>Deferred outflows of resources</u>	<u>Deferred inflows of resources</u>
Changes in assumptions	\$ 154,290	\$ 160,615
Differences between expected and actual experience	124,961	166,552
Net difference between projected and actual earnings on investments	111,231	-
Contributions subsequent to the measurement date	<u>153,409</u>	<u>-</u>
Totals	<u>\$ 543,891</u>	<u>\$ 327,167</u>

The \$153,409 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2024 measurement date will be recognized as a reduction of the net OPEB liability / (asset) in the upcoming fiscal year. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

<u>For the fiscal year ending June 30,</u>	<u>Recognized net deferred outflows (inflows) of resources</u>
2026	\$ (5,920)
2027	64,715
2028	(24,738)
2029	(21,096)
2030	9,287
Thereafter	<u>41,067</u>
	<u>\$ 63,315</u>

# **City of Sierra Madre, California**

*Village of the Foothills*



## **Required Supplementary Information For the Year Ended June 30, 2025**

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**CITY OF SIERRA MADRE**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

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**BUDGETS AND BUDGETARY ACCOUNTING**

The City adopts an annual budget prepared on the modified accrual basis of accounting for governmental funds. The City Manager or a designee is authorized to transfer budgeted amounts between the accounts of any department. Revisions that alter the total appropriations of any department or fund may be approved by the City Council. Prior year appropriations lapse unless they are approved for carryover into the following fiscal year.

The City did not adopt budgets for the following funds: Homeland Security Fund, Officer Wellness and Mental Health Program, Fane/Winwood Assessment District, Development Fees Art in Public Places, DUI Enforcement, Police Department Donations, Fire Department Donations, Community Arts Commission, Recreation Department Donations, SM Community Foundation, YAC-Youth Activity Center, County Prop A Park Development, CA Beverage Container Grant, Community Development Block Grant, Local Historical Society, Cal Energy Grant, and Low & Moderate Income Housing Asset Fund.

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**CITY OF SIERRA MADRE**  
**Required Supplementary Information**  
**General Fund Budgetary Comparison Schedule**  
**For the year ended June 30, 2025**

	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Property taxes	\$ 8,982,000	\$ 8,912,000	\$ 9,156,905	\$ 244,905
Other taxes	5,162,500	5,157,500	5,582,335	424,835
Charges for services	829,600	829,600	1,058,775	229,175
Intergovernmental	180,000	180,000	275,040	95,040
Licenses and permits	1,636,000	1,754,000	1,859,594	105,594
Fines and forfeitures	90,000	90,000	106,922	16,922
Investment income	350,000	460,000	936,709	476,709
Miscellaneous	56,000	56,000	87,942	31,942
Total revenues	<u>17,286,100</u>	<u>17,439,100</u>	<u>19,064,222</u>	<u>1,625,122</u>
<b>Expenditures:</b>				
Current:				
General government:				
Administrative Services	4,119,550	4,139,550	4,004,395	135,155
Elected and Appointed	581,550	649,550	541,107	108,443
Total general government	<u>4,701,100</u>	<u>4,789,100</u>	<u>4,545,502</u>	<u>243,598</u>
Public safety:				
Police	5,225,100	5,225,100	5,221,140	3,960
Fire	3,757,051	3,986,051	4,081,270	(95,219)
Total public safety	<u>8,982,151</u>	<u>9,211,151</u>	<u>9,302,410</u>	<u>(91,259)</u>
Public works	692,450	867,450	971,946	(104,496)
Development	1,601,100	1,831,100	1,712,667	118,433
Culture and recreation:				
Community Services	438,650	438,650	394,426	44,224
Library Services	747,900	749,900	787,973	(38,073)
Total culture and recreation	<u>1,186,550</u>	<u>1,188,550</u>	<u>1,182,399</u>	<u>6,151</u>
Debt Service:				
Principal	7,561	7,561	7,561	-
Interest	288	288	288	-
Total expenditures	<u>17,171,200</u>	<u>17,895,200</u>	<u>17,722,773</u>	<u>172,427</u>
Excess (deficiency) of revenues over (under) expenditures	<u>114,900</u>	<u>(456,100)</u>	<u>1,341,449</u>	<u>1,797,549</u>
Other financing sources (uses):				
Transfers out	(186,000)	(1,986,000)	(1,986,065)	(65)
Total other financing sources (uses)	<u>(186,000)</u>	<u>(1,986,000)</u>	<u>(1,986,065)</u>	<u>(65)</u>
Net change in fund balance	(71,100)	(2,442,100)	(644,616)	1,797,484
Fund balance, beginning of year	14,647,481	14,647,481	14,647,481	-
Fund balance, end of year	<u>\$ 14,576,381</u>	<u>\$ 12,205,381</u>	<u>\$ 14,002,865</u>	<u>\$ 1,797,484</u>

**CITY OF SIERRA MADRE**  
**Required Supplementary Information**  
**Target State Grants Library Fund Budgetary Comparison Schedule**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ -	\$ 2,922,812	\$ 2,922,812
Investment income	-	225,000	312,380	87,380
Total revenues	<u>-</u>	<u>225,000</u>	<u>3,235,192</u>	<u>3,010,192</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>8,405,774</u>	<u>10,205,774</u>	<u>4,722,812</u>	<u>5,482,962</u>
Total expenditures	<u>8,405,774</u>	<u>10,205,774</u>	<u>4,722,812</u>	<u>5,482,962</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,405,774)</u>	<u>(9,980,774)</u>	<u>(1,487,620)</u>	<u>8,493,154</u>
Other financing sources (uses):				
Transfers in	-	1,800,000	1,800,000	-
Total other financing sources (uses)	<u>-</u>	<u>1,800,000</u>	<u>1,800,000</u>	<u>-</u>
Net change to fund balance	(8,405,774)	(8,180,774)	312,380	8,493,154
Fund balance, beginning of year	<u>294,137</u>	<u>294,137</u>	<u>294,137</u>	<u>-</u>
Fund balance (deficit), end of year	<u>\$ (8,111,637)</u>	<u>\$ (7,886,637)</u>	<u>\$ 606,517</u>	<u>\$ 8,493,154</u>

**CITY OF SIERRA MADRE**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

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**1. DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEE RETIREMENT SYSTEMS (PERS)**

*Schedule of Employer's Proportionate Share of the Plan's Net Pension Liability and Related Ratios as of the Measurement Date – Last 10 Years*

<u>Measurement Date</u>	<u>Employer's Proportion of the Collective Net Pension Liability / (Asset)<sup>1</sup></u>	<u>Employer's Proportionate Share of the Collective Net Pension Liability</u>	<u>Employer's Covered Payroll</u>	<u>Employer's Proportionate Share of the Collective Net Pension Liability as a percentage of the Employer's Covered Payroll</u>	<u>Pension Plan's Fiduciary Net Position as a percentage of the Total Pension Liability/Asset</u>
June 30, 2015	\$ 10,143,930	0.14779%	\$ 4,841,779	209.51%	78.40%
June 30, 2016	12,331,116	0.14251%	4,869,024	253.26%	74.06%
June 30, 2017	13,878,779	0.13995%	5,243,636	264.68%	73.31%
June 30, 2018	12,568,021	0.13042%	4,566,971	275.19%	75.26%
June 30, 2019	9,173,680	0.08953%	4,773,023	192.20%	75.26%
June 30, 2020	6,798,935	0.06249%	5,315,808	127.90%	75.10%
June 30, 2021	(2,304,014)	-0.04260%	5,789,730	-39.79%	88.29%
June 30, 2022	8,066,963	0.06984%	6,343,997	127.16%	76.68%
June 30, 2023	9,496,325	0.07612%	6,846,964	138.69%	76.21%
June 30, 2024	9,099,815	0.07504%	7,971,708	114.15%	78.08%

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

**CITY OF SIERRA MADRE**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

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**1. DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEE RETIREMENT SYSTEMS (PERS), (continued)**

***Schedule of Plan Contributions – Last 10 Years***

<u>Fiscal year</u>	<u>Actuarially Determined Contribution</u>	<u>Contributions in Relation to the Actuarially Determined Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
June 30, 2016	\$ 1,175,439	\$ (1,175,439)	\$ -	\$ 4,869,024	24.14%
June 30, 2017	1,272,198	(1,272,198)	-	5,243,636	24.26%
June 30, 2018	1,418,218	(1,418,218)	-	4,566,971	31.05%
June 30, 2019	1,585,121	(6,585,121)	(5,000,000)	4,773,023	137.97%
June 30, 2020	1,107,313	(4,107,313)	(3,000,000)	5,315,808	77.27%
June 30, 2021	1,046,555	(2,546,555)	(1,500,000)	5,789,730	43.98%
June 30, 2022	1,202,469	(1,202,469)	-	6,343,997	18.95%
June 30, 2023	1,372,415	(1,712,415)	(340,000)	6,846,964	25.01%
June 30, 2024	1,354,110	(1,544,110)	(190,000)	7,971,708	19.37%
June 30, 2025	1,618,848	(1,768,848)	(150,000)	8,363,568	21.15%

**Notes to Schedule:**

Changes in Benefit Terms: There were no changes to benefit terms that applied to all members of the Public Agency Pool. However, individual employers in the Plan may have provided a benefit improvement to their employees such as Golden Handshakes, service purchases, and other prior service costs. Employers that have done so may need to report this information as a separate liability in their financial statement as CalPERS considers such amounts to be separately financed employer-specific liabilities. These employers should consult with their auditors. Additionally, the figures above do not include any liability impact that occurred after the June 30, 2023, valuation date, unless the liability impact is deemed to be material to the Public Agency Pool.

Change in Assumptions: There were no assumption changes in 2023 or 2024. Effective with the June 30, 2021, valuation date (June 30, 2022, measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. In addition, demographic assumptions and the price inflation assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. The accounting discount rate was 7.15% for measurement dates June 30, 2017, through June 30, 2021, and 7.65% for measurement dates June 30, 2015, through June 30, 2016.

**CITY OF SIERRA MADRE**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

**2. OTHER POST EMPLOYMENT BENEFITS**

***Schedule of Change's Net OPEB Liability and Related Ratios as of the Measurement Date – Last 10 Years\****

Measurement date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
<b>Total OPEB Liability</b>							
Service cost	\$ 125,693	\$ 138,183	\$ 113,161	\$ 96,434	\$ 93,625	\$ 113,216	\$ 109,652
Interest cost	139,429	131,943	128,999	127,156	120,510	139,838	130,212
Plan experience	129,617	(14,531)	-	12,735	-	(352,670)	-
Changes in assumptions	(87,848)	6,215	182,231	(131,711)	-	47,406	-
Benefit payments	(95,584)	(93,977)	(134,288)	(113,325)	(111,228)	(105,241)	(95,572)
<b>Net change in Total OPEB Liability</b>	<b>211,307</b>	<b>167,833</b>	<b>290,103</b>	<b>(8,711)</b>	<b>102,907</b>	<b>(157,451)</b>	<b>144,292</b>
<b>Total OPEB Liability - beginning</b>	<b>2,411,910</b>	<b>2,244,077</b>	<b>1,953,974</b>	<b>1,962,685</b>	<b>1,859,778</b>	<b>2,017,229</b>	<b>1,872,937</b>
<b>Total OPEB Liability - ending (a)</b>	<b>2,623,217</b>	<b>2,411,910</b>	<b>2,244,077</b>	<b>1,953,974</b>	<b>1,962,685</b>	<b>1,859,778</b>	<b>2,017,229</b>
<b>Plan Fiduciary Net Position</b>							
Contribution - employer	149,706	93,977	134,288	113,325	150,528	163,349	95,572
Expected investment income/experience	122,899	118,291	154,513	393,718	101,166	118,856	98,236
Investment experience	55,012	(43,714)	(455,814)	-	-	-	-
Benefit payments	(95,584)	(93,977)	(134,288)	(113,325)	(111,228)	(105,241)	(95,572)
Administrative expense	(698)	(600)	(606)	(729)	(920)	(363)	(2,941)
<b>Net change in Plan Fiduciary Net Position</b>	<b>231,335</b>	<b>73,977</b>	<b>(301,907)</b>	<b>392,989</b>	<b>139,546</b>	<b>176,601</b>	<b>95,295</b>
<b>Plan Fiduciary Net Position - beginning</b>	<b>2,167,916</b>	<b>2,093,939</b>	<b>2,395,846</b>	<b>2,002,857</b>	<b>1,863,311</b>	<b>1,686,710</b>	<b>1,591,415</b>
<b>Plan Fiduciary Net Position - ending (b)</b>	<b>2,399,251</b>	<b>2,167,916</b>	<b>2,093,939</b>	<b>2,395,846</b>	<b>2,002,857</b>	<b>1,863,311</b>	<b>1,686,710</b>
<b>Net OPEB Liability (asset) - ending (a) - (b)</b>	<b>\$ 223,966</b>	<b>\$ 243,994</b>	<b>\$ 150,138</b>	<b>\$ (441,872)</b>	<b>\$ (40,172)</b>	<b>\$ (3,533)</b>	<b>\$ 330,519</b>
Plan fiduciary net position as a percentage of the total OPEB liability	91.46%	89.88%	93.31%	122.61%	102.05%	100.19%	83.62%
Covered-employee payroll	\$ 9,779,206	\$ 8,852,694	\$ 8,203,079	\$ 7,686,509	\$ 6,061,061	\$ 5,884,525	\$ 5,537,332
Net OPEB liability (asset) as a percentage of covered-employee payroll	2.29%	2.76%	1.83%	-5.75%	-0.66%	-0.06%	5.97%

**Notes to schedule:** The following assumptions were changed from the prior valuation: Discount rate: increased from 5.60% to 5.90% Demographic assumptions: Mortality the 2021 experience study. General inflation rate: same as that of prior year 2.5% Salary increase: Same as that of prior year 3.0% Medical trend: updated to use Getzen published by the Society of Actuaries

\*Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information available.

**CITY OF SIERRA MADRE**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

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**2. OTHER POST EMPLOYMENT BENEFITS, (continued)**

***Schedule of Plan Contributions – Last 10 Years\****

<u>Fiscal year</u>	<u>Actuarially Determined Contributions (ADC)</u>	<u>Contributions in relation to the ADC</u>	<u>Contribution deficiency (excess)</u>	<u>Covered- employee payroll</u>	<u>Contributions as a percentage of covered- employee payroll</u>
June 30, 2018	\$ 153,086	\$ (95,572)	\$ 57,514	\$ 5,537,332	1.73%
June 30, 2019	145,849	(163,349)	(17,500)	5,884,525	2.78%
June 30, 2020	150,528	(150,528)	-	6,061,061	2.48%
June 30, 2021	100,910	(113,325)	(12,415)	7,686,509	1.47%
June 30, 2022	103,663	(134,288)	(30,625)	8,203,079	1.64%
June 30, 2023	90,289	(93,977)	(3,688)	8,852,694	1.06%
June 30, 2024	149,706	(149,706)	-	9,779,206	1.53%
June 30, 2025	153,409	(153,409)	-	10,844,413	1.41%

**Notes to schedule:**

Valuation Date: Actuarially determined contribution rates are calculated as of June 30, one year prior to the end of the fiscal year in which contributions are reported. Benefits are not based on a measure of pay so covered-employee payroll is issued.

**Methods and assumptions used to determine contributions:**

Valuation date	June 30, 2023
Funding method	Entry age normal cost, level % of pay
Asset valuation	Fair value of assets
Discount Rate	5.90%
Inflation	2.50%
Salary Increases	3.00%
Mortality Rate	CalPERS 2021 Experience Study
Healthcare Trend Rate	6.0% in 2026 stepping down to 3.9% by 2075

\*Fiscal year 2017-18 was the first year of implementation. Additional years to be presented as information becomes available.

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# **City of Sierra Madre, California**

*Village of the Foothills*



## **Supplementary Information For the Year Ended June 30, 2025**

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**CITY OF SIERRA MADRE**  
**Combined Balance Sheet**  
**Non-Major Governmental Funds by Fund Type**  
**June 30, 2025**

	Special Revenue Funds	Capital Projects Funds	Citywide Debt Service Fund	Total Non-Major Governmental Funds
<b>Assets:</b>				
Cash and investments	\$ 7,901,280	\$ 741,034	\$ 13,338	\$ 8,655,652
Accounts	190,181	-	-	190,181
Taxes	30,040	-	-	30,040
Due from other agencies	153,136	-	-	153,136
Land held for resale	-	1,500,000	-	1,500,000
Total assets	<u>\$ 8,274,637</u>	<u>\$ 2,241,034</u>	<u>\$ 13,338</u>	<u>\$ 10,529,009</u>
<b>Liabilities and Fund Balances:</b>				
Liabilities:				
Accounts payable	\$ 179,679	\$ 92,893	\$ -	\$ 272,572
Accrued payroll and related liabilities	120,656	-	-	120,656
Due to other funds	50,363	-	-	50,363
Deposits	52,940	2,500	-	55,440
Retentions	1,809	13,168	-	14,977
Unearned revenue	198,278	-	-	198,278
Total liabilities	<u>603,725</u>	<u>108,561</u>	<u>-</u>	<u>712,286</u>
Fund balances (deficit):				
Restricted	7,724,973	2,132,473	-	9,857,446
Committed	-	-	13,338	13,338
Unassigned	(54,061)	-	-	(54,061)
Total fund balances	<u>7,670,912</u>	<u>2,132,473</u>	<u>13,338</u>	<u>9,816,723</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 8,274,637</u>	<u>\$ 2,241,034</u>	<u>\$ 13,338</u>	<u>\$ 10,529,009</u>

**CITY OF SIERRA MADRE**  
**Combined Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Non-Major Governmental Funds by Fund Type**  
**For the year ended June 30, 2025**

	Special Revenue Funds	Capital Projects Funds	City-wide Debt Service Fund	Total Non-Major Governmental Funds
<b>Revenues:</b>				
Property taxes	\$ 114,577	\$ -	\$ -	\$ 114,577
Other taxes				
Charges for services	832	-	-	832
Intergovernmental	3,667,705	-	-	3,667,705
Licenses and permits	172,684	-	-	172,684
Investment income	325,662	32,435	-	358,097
Miscellaneous	186,191	-	-	186,191
Total revenues	<u>4,467,651</u>	<u>32,435</u>	<u>-</u>	<u>4,500,086</u>
<b>Expenditures:</b>				
Current:				
Public safety	367,127	-	-	367,127
Public works	2,526,955	376,210	-	2,903,165
Development	16,795	-	-	16,795
Culture and recreation	152,488	-	-	152,488
Total expenditures	<u>3,063,365</u>	<u>376,210</u>	<u>-</u>	<u>3,439,575</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,404,286</u>	<u>(343,775)</u>	<u>-</u>	<u>1,060,511</u>
<b>Other financing sources (uses):</b>				
Transfers in	25,000	160,000	-	185,000
Transfers out	<u>(25,000)</u>	<u>-</u>	<u>-</u>	<u>(25,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>160,000</u>	<u>-</u>	<u>160,000</u>
Net change to fund balances	1,404,286	(183,775)	-	1,220,511
Fund balances (deficit), beginning of year, previously reported	6,146,598	2,316,248	13,338	8,476,184
Change within financial reporting entity (major to nonmajor)	<u>120,028</u>	<u>-</u>	<u>-</u>	<u>120,028</u>
Fund balances (deficit), beginning of year, as restated	<u>6,266,626</u>	<u>2,316,248</u>	<u>13,338</u>	<u>8,596,212</u>
Fund balances, end of year	<u>\$ 7,670,912</u>	<u>\$ 2,132,473</u>	<u>\$ 13,338</u>	<u>\$ 9,816,723</u>

**CITY OF SIERRA MADRE**  
**Combining Balance Sheet**  
**Non-Major Special Revenue Funds**  
**June 30, 2025**

	<u>Grant Funds</u>	<u>Assessment Funds</u>	<u>Other Special Revenue Funds</u>	<u>Total Special Revenue Funds</u>
<b>Assets:</b>				
Cash and investments	\$ 380,930	\$ 1,329,973	\$ 6,190,377	\$ 7,901,280
Receivables:				
Accounts	-	-	190,181	190,181
Taxes	-	818	29,222	30,040
Due from other agencies	-	-	153,136	153,136
Total assets	<u>\$ 380,930</u>	<u>\$ 1,330,791</u>	<u>\$ 6,562,916</u>	<u>\$ 8,274,637</u>
<b>Liabilities and Fund Balances:</b>				
Liabilities:				
Accounts payable	\$ 45,163	\$ 43,055	\$ 91,461	\$ 179,679
Accrued payroll and related liabilities	-	-	120,656	120,656
Due to other funds	-	-	50,363	50,363
Deposits	-	-	52,940	52,940
Retentions	-	1,809	-	1,809
Unearned revenue	198,278	-	-	198,278
Total liabilities	<u>243,441</u>	<u>44,864</u>	<u>315,420</u>	<u>603,725</u>
Fund balances (deficit):				
Restricted	182,652	1,285,927	6,256,394	7,724,973
Unassigned	<u>(45,163)</u>	<u>-</u>	<u>(8,898)</u>	<u>(54,061)</u>
Total fund balances	<u>137,489</u>	<u>1,285,927</u>	<u>6,247,496</u>	<u>7,670,912</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 380,930</u>	<u>\$ 1,330,791</u>	<u>\$ 6,562,916</u>	<u>\$ 8,274,637</u>

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**CITY OF SIERRA MADRE**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Non-Major Special Revenue Funds**  
**For the year ended June 30, 2025**

	<u>Grant Funds</u>	<u>Assessment Funds</u>	<u>Other Special Revenue Funds</u>	<u>Total Special Revenue Funds</u>
<b>Revenues:</b>				
Property taxes	\$ -	\$ 114,577	\$ -	\$ 114,577
Charges for services	-	-	832	832
Intergovernmental	1,546,824	-	2,120,881	3,667,705
Licenses and permits	-	-	172,684	172,684
Investment income	48,319	52,490	224,853	325,662
Miscellaneous	-	-	186,191	186,191
Total revenues	<u>1,595,143</u>	<u>167,067</u>	<u>2,705,441</u>	<u>4,467,651</u>
<b>Expenditures:</b>				
Current:				
Public safety	45,163	-	321,964	367,127
Public works	1,546,824	151,156	828,975	2,526,955
Development	-	-	16,795	16,795
Culture and recreation	-	-	152,488	152,488
Total expenditures	<u>1,591,987</u>	<u>151,156</u>	<u>1,320,222</u>	<u>3,063,365</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,156</u>	<u>15,911</u>	<u>1,385,219</u>	<u>1,404,286</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	-	25,000	25,000
Transfers out	-	-	(25,000)	(25,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	3,156	15,911	1,385,219	1,404,286
Fund balances (deficit), beginning of year, previously reported	14,305	1,270,016	4,862,277	6,146,598
Change within financial reporting entity (major to nonmajor)	<u>120,028</u>	<u>-</u>	<u>-</u>	<u>120,028</u>
Fund balances (deficit), beginning of year, as restated	<u>134,333</u>	<u>1,270,016</u>	<u>4,862,277</u>	<u>6,266,626</u>
Fund balances (deficit), end of year	<u>\$ 137,489</u>	<u>\$ 1,285,927</u>	<u>\$ 6,247,496</u>	<u>\$ 7,670,912</u>

**CITY OF SIERRA MADRE**  
**Combining Balance Sheet**  
**Non-Major Special Revenue Funds – Grants**  
**June 30, 2025**

	Library Grant	Homeland Security Fund	Officer Wellness and Mental Health Program	American Rescue Plan Act	Total Special Revenue-Grant Funds
<b>Assets:</b>					
Cash and investments	\$ 89,427	\$ -	\$ 16,290	\$ 275,213	\$ 380,930
Total assets	<u>\$ 89,427</u>	<u>\$ -</u>	<u>\$ 16,290</u>	<u>\$ 275,213</u>	<u>\$ 380,930</u>
<b>Liabilities and Fund Balances:</b>					
Liabilities:					
Accounts payable	\$ -	\$ 45,163	\$ -	\$ -	\$ 45,163
Unearned revenue	63,363	-	15,000	119,915	198,278
Total liabilities	<u>63,363</u>	<u>45,163</u>	<u>15,000</u>	<u>119,915</u>	<u>243,441</u>
Fund balances:					
Restricted	26,064	-	1,290	155,298	182,652
Unassigned	-	(45,163)	-	-	(45,163)
Total fund balances	<u>26,064</u>	<u>(45,163)</u>	<u>1,290</u>	<u>155,298</u>	<u>137,489</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 89,427</u>	<u>\$ -</u>	<u>\$ 16,290</u>	<u>\$ 275,213</u>	<u>\$ 380,930</u>

**CITY OF SIERRA MADRE**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Non-Major Special Revenue Funds – Grants**  
**For the year ended June 30, 2025**

	Library Grant	Homeland Security Fund	Officer Wellness and Mental Health Program	American Rescue Plan Act (formerly major)	Total Special Revenue-Grant Funds
<b>Revenues:</b>					
Intergovernmental	\$ 225,637	\$ -	\$ -	\$ 1,321,187	\$ 1,546,824
Investment income	12,403	-	646	35,270	48,319
Total revenues	<u>238,040</u>	<u>-</u>	<u>646</u>	<u>1,356,457</u>	<u>1,595,143</u>
<b>Expenditures:</b>					
Current:					
Public safety	-	45,163	-	-	45,163
Public works	225,637	-	-	1,321,187	1,546,824
Total expenditures	<u>225,637</u>	<u>45,163</u>	<u>-</u>	<u>1,321,187</u>	<u>1,591,987</u>
Excess (deficit) of revenues over (under) expenditures	<u>12,403</u>	<u>(45,163)</u>	<u>646</u>	<u>35,270</u>	<u>3,156</u>
Net change to fund balances	12,403	(45,163)	646	35,270	3,156
Fund balances (deficit), beginning of year, previously reported	13,661	-	644	-	14,305
Change within financial reporting entity (major to nonmajor)	-	-	-	120,028	120,028
Fund balances (deficit), beginning of year, as restated	<u>13,661</u>	<u>-</u>	<u>644</u>	<u>120,028</u>	<u>134,333</u>
Fund balances (deficit), end of year	<u>\$ 26,064</u>	<u>\$ (45,163)</u>	<u>\$ 1,290</u>	<u>\$ 155,298</u>	<u>\$ 137,489</u>

**CITY OF SIERRA MADRE**  
**Combining Balance Sheet**  
**Non-Major Special Revenue Funds – Assessments**  
**June 30, 2025**

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	Bonita Sewer Assessment District	Fane/Winwood Assessment District	Lighting District #1	Sewer Assessment District
<b>Assets:</b>				
Cash and investments	\$ 104,046	\$ 8,783	\$ 571,718	\$ 54,114
Taxes receivable	-	-	-	265
Total assets	<u>\$ 104,046</u>	<u>\$ 8,783</u>	<u>\$ 571,718</u>	<u>\$ 54,379</u>
<b>Liabilities and Fund Balances:</b>				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 205	\$ -
Retentions	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>205</u>	<u>-</u>
Fund balances:				
Restricted	<u>104,046</u>	<u>8,783</u>	<u>571,513</u>	<u>54,379</u>
Total fund balances	<u>104,046</u>	<u>8,783</u>	<u>571,513</u>	<u>54,379</u>
Total liabilities and fund balances	<u>\$ 104,046</u>	<u>\$ 8,783</u>	<u>\$ 571,718</u>	<u>\$ 54,379</u>

Sierra Madre CFD	Downtown Landscaping and Lighting Maintenance District	Total Special Revenue- Assessment Funds
\$ 99,908	\$ 491,404	\$ 1,329,973
<u>119</u>	<u>434</u>	<u>818</u>
<u>\$ 100,027</u>	<u>\$ 491,838</u>	<u>\$ 1,330,791</u>
\$ -	\$ 42,850	\$ 43,055
<u>-</u>	<u>1,809</u>	<u>1,809</u>
<u>-</u>	<u>44,659</u>	<u>44,864</u>
100,027	447,179	1,285,927
<u>100,027</u>	<u>447,179</u>	<u>1,285,927</u>
<u>\$ 100,027</u>	<u>\$ 491,838</u>	<u>\$ 1,330,791</u>

**CITY OF SIERRA MADRE**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Non-Major Special Revenue Funds – Assessments**  
**For the year ended June 30, 2025**

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	Bonita Sewer Assessment District	Fane/Winwood Assessment District	Lighting District #1	Sewer Assessment District
<b>Revenues:</b>				
Property taxes	\$ 9,644	\$ -	\$ -	\$ 7,007
Investment income	3,885	348	22,729	1,973
Total revenues	<u>13,529</u>	<u>348</u>	<u>22,729</u>	<u>8,980</u>
<b>Expenditures:</b>				
Current:				
Public works	-	-	2,482	-
Total expenditures	<u>-</u>	<u>-</u>	<u>2,482</u>	<u>-</u>
Net change to fund balances	13,529	348	20,247	8,980
Fund balances, beginning of year	<u>90,517</u>	<u>8,435</u>	<u>551,266</u>	<u>45,399</u>
Fund balances (deficit), end of year	<u>\$ 104,046</u>	<u>\$ 8,783</u>	<u>\$ 571,513</u>	<u>\$ 54,379</u>

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Sierra Madre CFD	Downtown Landscaping and Lighting Maintenance District	Total Special Revenue- Assessment Funds
\$ 6,607	\$ 91,319	\$ 114,577
<u>3,794</u>	<u>19,761</u>	<u>52,490</u>
<u>10,401</u>	<u>111,080</u>	<u>167,067</u>
<u>-</u>	<u>148,674</u>	<u>151,156</u>
<u>-</u>	<u>148,674</u>	<u>151,156</u>
10,401	(37,594)	15,911
<u>89,626</u>	<u>484,773</u>	<u>1,270,016</u>
<u>\$ 100,027</u>	<u>\$ 447,179</u>	<u>\$ 1,285,927</u>

**CITY OF SIERRA MADRE**  
**Combining Balance Sheet**  
**Non-Major Special Revenue Funds – Other**  
**June 30, 2025**

	Development Impact Fees	Development Fees Art in Public Places	DUI Enforcement	Police Department Donations	Public Safety Augmentation Fund
<b>Assets:</b>					
Cash and investments	\$ 1,095,348	\$ 27,998	\$ 1,294	\$ 50,658	\$ 188,505
Receivables:					
Accounts	-	-	-	-	-
Taxes	-	-	-	-	29,222
Due from other agencies	-	-	-	-	-
Total assets	<u>\$ 1,095,348</u>	<u>\$ 27,998</u>	<u>\$ 1,294</u>	<u>\$ 50,658</u>	<u>\$ 217,727</u>
<b>Liabilities and Fund Balances:</b>					
Liabilities:					
Accounts payable	\$ 16,823	\$ -	\$ -	\$ -	\$ -
Accrued payroll and related liabilities	-	-	-	-	2,954
Due to other funds	-	-	-	-	-
Deposits	50,780	-	-	-	-
Total liabilities	<u>67,603</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,954</u>
Fund balances (deficit):					
Restricted	1,027,745	27,998	1,294	50,658	214,773
Unassigned	-	-	-	-	-
Total fund balances	<u>1,027,745</u>	<u>27,998</u>	<u>1,294</u>	<u>50,658</u>	<u>214,773</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,095,348</u>	<u>\$ 27,998</u>	<u>\$ 1,294</u>	<u>\$ 50,658</u>	<u>\$ 217,727</u>

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<u>State COPS</u>	<u>Fire Department Donations</u>	<u>Community Arts Commission</u>	<u>Recreation Department Donations</u>	<u>Local Transportation Prop A</u>	<u>Open Space</u>	<u>Senior Center</u>
\$ 4,261	\$ 32,095	\$ 6,380	\$ 9,725	\$ 1,106,480	\$ 254,806	\$ 223,586
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 4,261</u>	<u>\$ 32,095</u>	<u>\$ 6,380</u>	<u>\$ 9,725</u>	<u>\$ 1,106,480</u>	<u>\$ 254,806</u>	<u>\$ 223,586</u>
\$ -	\$ 100	\$ -	\$ 1,072	\$ 35	\$ -	\$ 2,098
-	-	-	-	792	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>100</u>	<u>-</u>	<u>1,072</u>	<u>827</u>	<u>-</u>	<u>2,098</u>
4,261	31,995	6,380	8,653	1,105,653	254,806	221,488
-	-	-	-	-	-	-
<u>4,261</u>	<u>31,995</u>	<u>6,380</u>	<u>8,653</u>	<u>1,105,653</u>	<u>254,806</u>	<u>221,488</u>
<u>\$ 4,261</u>	<u>\$ 32,095</u>	<u>\$ 6,380</u>	<u>\$ 9,725</u>	<u>\$ 1,106,480</u>	<u>\$ 254,806</u>	<u>\$ 223,586</u>

(continued)

**CITY OF SIERRA MADRE**  
**Combining Balance Sheet**  
**Non-Major Special Revenue Funds – Other, Continued**  
**June 30, 2025**

	SM Community Foundation	YAC-Youth Activity Center	Local Transit Prop C	County Prop A Park Development	CA Beverage Container
<b>Assets:</b>					
Cash and investments	\$ 57,230	\$ 69,129	\$ 257,650	\$ -	\$ 8,510
Receivables:					
Accounts	-	-	-	-	-
Taxes	-	-	-	-	-
Due from other agencies	-	-	-	-	-
Total assets	<u>\$ 57,230</u>	<u>\$ 69,129</u>	<u>\$ 257,650</u>	<u>\$ -</u>	<u>\$ 8,510</u>
<b>Liabilities and Fund Balances:</b>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll and related liabilities	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deposits	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances (deficit):					
Restricted	57,230	69,129	257,650	-	8,510
Unassigned	-	-	-	-	-
Total fund balances	<u>57,230</u>	<u>69,129</u>	<u>257,650</u>	<u>-</u>	<u>8,510</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 57,230</u>	<u>\$ 69,129</u>	<u>\$ 257,650</u>	<u>\$ -</u>	<u>\$ 8,510</u>

Community Development Block Grant	Clean Air Fund (AQMD)	Environmental Fund	Gas Tax Fund	Measure R	Measure M
\$ -	\$ 41,794	\$ 345,318	\$ 286,155	\$ 196,690	\$ 508,542
39,375	3,797	45,364	26,729	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 39,375</u>	<u>\$ 45,591</u>	<u>\$ 390,682</u>	<u>\$ 312,884</u>	<u>\$ 196,690</u>	<u>\$ 508,542</u>
\$ 11,459	\$ -	\$ 48,760	\$ 3,645	\$ -	\$ -
-	-	-	7,618	-	-
36,814	-	-	-	-	-
-	-	2,160	-	-	-
<u>48,273</u>	<u>-</u>	<u>50,920</u>	<u>11,263</u>	<u>-</u>	<u>-</u>
-	45,591	339,762	301,621	196,690	508,542
(8,898)	-	-	-	-	-
<u>(8,898)</u>	<u>45,591</u>	<u>339,762</u>	<u>301,621</u>	<u>196,690</u>	<u>508,542</u>
<u>\$ 39,375</u>	<u>\$ 45,591</u>	<u>\$ 390,682</u>	<u>\$ 312,884</u>	<u>\$ 196,690</u>	<u>\$ 508,542</u>

(continued)

**CITY OF SIERRA MADRE**  
**Combining Balance Sheet**  
**Non-Major Special Revenue Funds – Other, Continued**  
**June 30, 2025**

	Road Maintenance and Rehabilitation	Library Gift and Memorial	Friends of the Library	Local Historical Society	Measure W
<b>Assets:</b>					
Cash and investments	\$ 366,424	\$ 248,138	\$ -	\$ 174	\$ 58,978
Receivables:					
Accounts	53,744	154	21,018	-	-
Taxes	-	-	-	-	-
Due from other agencies	-	-	-	-	153,136
Total assets	<u>\$ 420,168</u>	<u>\$ 248,292</u>	<u>\$ 21,018</u>	<u>\$ 174</u>	<u>\$ 212,114</u>
<b>Liabilities and Fund Balances:</b>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 7,469	\$ -	\$ -
Accrued payroll and related liabilities	-	-	-	-	109,292
Due to other funds	-	-	13,549	-	-
Deposits	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>21,018</u>	<u>-</u>	<u>109,292</u>
Fund balances (deficit):					
Restricted	420,168	248,292	-	174	102,822
Unassigned	-	-	-	-	-
Total fund balances	<u>420,168</u>	<u>248,292</u>	<u>-</u>	<u>174</u>	<u>102,822</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 420,168</u>	<u>\$ 248,292</u>	<u>\$ 21,018</u>	<u>\$ 174</u>	<u>\$ 212,114</u>

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Robert Day Trust Fund	Cal Energy Grant	Total Other Special Revenue Funds
\$ 744,509	\$ -	\$ 6,190,377
-	-	190,181
-	-	29,222
-	-	153,136
<u>\$ 744,509</u>	<u>\$ -</u>	<u>\$ 6,562,916</u>

\$ -	\$ -	\$ 91,461
-	-	120,656
-	-	50,363
-	-	52,940
<u>-</u>	<u>-</u>	<u>315,420</u>

744,509	-	6,256,394
-	-	(8,898)
<u>744,509</u>	<u>-</u>	<u>6,247,496</u>

<u>\$ 744,509</u>	<u>\$ -</u>	<u>\$ 6,562,916</u>
		(concluded)

**CITY OF SIERRA MADRE**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-Major Special Revenue Funds – Other**  
**For the year ended June 30, 2025**

	Development Impact Fees	Development Fees Art in Public Places	DUI Enforcement	Police Department Donations	Public Safety Augmentation Fund
<b>Revenues:</b>					
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	166,669
Licenses and permits	-	-	-	-	-
Investment income	44,318	1,110	51	1,863	6,306
Miscellaneous	-	-	-	13,100	-
Total revenues	<u>44,318</u>	<u>1,110</u>	<u>51</u>	<u>14,963</u>	<u>172,975</u>
<b>Expenditures:</b>					
Current:					
Public safety	-	-	-	5,489	115,024
Public works	16,823	-	-	-	-
Development	-	-	-	-	-
Culture and recreation	59,199	-	-	-	-
Total expenditures	<u>76,022</u>	<u>-</u>	<u>-</u>	<u>5,489</u>	<u>115,024</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(31,704)</u>	<u>1,110</u>	<u>51</u>	<u>9,474</u>	<u>57,951</u>
<b>Other financing sources (uses):</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change to fund balances	(31,704)	1,110	51	9,474	57,951
Fund balances (deficit), beginning of year	<u>1,059,449</u>	<u>26,888</u>	<u>1,243</u>	<u>41,184</u>	<u>156,822</u>
Fund balances (deficit), end of year	<u>\$ 1,027,745</u>	<u>\$ 27,998</u>	<u>\$ 1,294</u>	<u>\$ 50,658</u>	<u>\$ 214,773</u>

State COPS Grant	Fire Department Donations	Community Arts Commission	Recreation Department Donations	Local Transportation Prop A	Open Space	Senior Center
\$ -	\$ -	\$ -	\$ -	\$ 832	\$ -	\$ -
194,663	-	-	-	283,929	-	-
-	-	-	-	-	-	-
2,997	833	253	463	38,540	9,020	9,075
-	19,902	-	-	-	49,578	17,060
<u>197,660</u>	<u>20,735</u>	<u>253</u>	<u>463</u>	<u>323,301</u>	<u>58,598</u>	<u>26,135</u>
201,451	-	-	-	-	-	-
-	-	-	-	35,575	-	-
-	-	-	-	-	-	-
-	-	840	5,079	4,016	-	28,085
<u>201,451</u>	<u>-</u>	<u>840</u>	<u>5,079</u>	<u>39,591</u>	<u>-</u>	<u>28,085</u>
<u>(3,791)</u>	<u>20,735</u>	<u>(587)</u>	<u>(4,616)</u>	<u>283,710</u>	<u>58,598</u>	<u>(1,950)</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>(3,791)</u>	<u>20,735</u>	<u>(587)</u>	<u>(4,616)</u>	<u>283,710</u>	<u>58,598</u>	<u>(1,950)</u>
<u>8,052</u>	<u>11,260</u>	<u>6,967</u>	<u>13,269</u>	<u>821,943</u>	<u>196,208</u>	<u>223,438</u>
<u>\$ 4,261</u>	<u>\$ 31,995</u>	<u>\$ 6,380</u>	<u>\$ 8,653</u>	<u>\$ 1,105,653</u>	<u>\$ 254,806</u>	<u>\$ 221,488</u>

(continued)

**CITY OF SIERRA MADRE**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-Major Special Revenue Funds – Other, Continued**  
**For the year ended June 30, 2025**

	SM Community Foundation	YAC-Youth Activity Center	Local Transit Prop C	County Prop A Park Development	CA Beverage Container Grant
<b>Revenues:</b>					
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	235,512	-	-
Licenses and permits	-	-	-	-	-
Investment income	2,269	2,742	5,192	-	531
Miscellaneous	-	-	-	-	-
Total revenues	<u>2,269</u>	<u>2,742</u>	<u>240,704</u>	<u>-</u>	<u>531</u>
<b>Expenditures:</b>					
Current:					
Public safety	-	-	-	-	-
Public works	-	-	2,800	-	10,000
Development	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>2,800</u>	<u>-</u>	<u>10,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,269</u>	<u>2,742</u>	<u>237,904</u>	<u>-</u>	<u>(9,469)</u>
<b>Other financing sources (uses):</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change to fund balances	2,269	2,742	237,904	-	(9,469)
Fund balances (deficit), beginning of year	<u>54,961</u>	<u>66,387</u>	<u>19,746</u>	<u>-</u>	<u>17,979</u>
Fund balances (deficit), end of year	<u>\$ 57,230</u>	<u>\$ 69,129</u>	<u>\$ 257,650</u>	<u>\$ -</u>	<u>\$ 8,510</u>

Community Development Block Grant	Clean Air Fund (AQMD)	Environmental Fund	Gas Tax Fund	Measure R	Measure M
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
58,282	14,541	-	315,687	176,601	200,083
-	-	172,684	-	-	-
-	1,323	11,783	11,132	3,983	15,517
-	-	30,000	-	-	-
<u>58,282</u>	<u>15,864</u>	<u>214,467</u>	<u>326,819</u>	<u>180,584</u>	<u>215,600</u>
-	-	-	-	-	-
67,180	-	108,185	261,981	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>67,180</u>	<u>-</u>	<u>108,185</u>	<u>261,981</u>	<u>-</u>	<u>-</u>
(8,898)	15,864	106,282	64,838	180,584	215,600
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(8,898)	15,864	106,282	64,838	180,584	215,600
-	29,727	233,480	236,783	16,106	292,942
<u>\$ (8,898)</u>	<u>\$ 45,591</u>	<u>\$ 339,762</u>	<u>\$ 301,621</u>	<u>\$ 196,690</u>	<u>\$ 508,542</u>

(continued)

**CITY OF SIERRA MADRE**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-Major Special Revenue Funds – Other, Continued**  
**For the year ended June 30, 2025**

	Road Maintenance and Rehabilitation	Library Gift and Memorial	Friends of the Library	Local Historical Society	Measure W
<b>Revenues:</b>					
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	304,983	-	-	-	153,136
Licenses and permits	-	-	-	-	-
Investment income	13,631	8,782	-	-	2,620
Miscellaneous	-	9,838	46,713	-	-
Total revenues	<u>318,614</u>	<u>18,620</u>	<u>46,713</u>	<u>-</u>	<u>155,756</u>
<b>Expenditures:</b>					
Current:					
Public safety	-	-	-	-	-
Public works	172,560	-	-	-	153,871
Development	-	-	-	-	-
Culture and recreation	-	8,556	46,713	-	-
Total expenditures	<u>172,560</u>	<u>8,556</u>	<u>46,713</u>	<u>-</u>	<u>153,871</u>
Excess (deficiency) of revenues over (under) expenditures	<u>146,054</u>	<u>10,064</u>	<u>-</u>	<u>-</u>	<u>1,885</u>
<b>Other financing sources (uses):</b>					
Transfers in	-	25,000	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change to fund balances	146,054	35,064	-	-	1,885
Fund balances (deficit), beginning of year	<u>274,114</u>	<u>213,228</u>	<u>-</u>	<u>174</u>	<u>100,937</u>
Fund balances (deficit), end of year	<u>\$ 420,168</u>	<u>\$ 248,292</u>	<u>\$ -</u>	<u>\$ 174</u>	<u>\$ 102,822</u>

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Robert Day Trust Fund	Cal Energy Grant	Total Other Special Revenue Funds
\$ -	\$ -	\$ 832
-	16,795	2,120,881
-	-	172,684
30,519	-	224,853
-	-	186,191
<u>30,519</u>	<u>16,795</u>	<u>2,705,441</u>
-	-	321,964
-	-	828,975
-	16,795	16,795
-	-	152,488
<u>-</u>	<u>16,795</u>	<u>1,320,222</u>
<u>30,519</u>	<u>-</u>	<u>1,385,219</u>
-	-	25,000
<u>(25,000)</u>	<u>-</u>	<u>(25,000)</u>
<u>(25,000)</u>	<u>-</u>	<u>-</u>
5,519	-	1,385,219
<u>738,990</u>	<u>-</u>	<u>4,862,277</u>
<u>\$ 744,509</u>	<u>\$ -</u>	<u>\$ 6,247,496</u>

(concluded)

**CITY OF SIERRA MADRE**  
**Combining Balance Sheet**  
**Non-Major Capital Project Funds**  
**June 30, 2025**

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	Low & Moderate Income Housing Asset Fund	Capital Projects Fund	Total Capital Project Funds
<b>Assets:</b>			
Cash and investments	\$ 361,843	\$ 379,191	\$ 741,034
Land held for resale	1,500,000	-	1,500,000
Total assets	<u>\$ 1,861,843</u>	<u>\$ 379,191</u>	<u>\$ 2,241,034</u>
<b>Liabilities and Fund Balances:</b>			
Accounts payable	\$ -	\$ 92,893	\$ 92,893
Deposits	2,500	-	2,500
Retentions	-	13,168	13,168
Total liabilities	<u>2,500</u>	<u>106,061</u>	<u>108,561</u>
<b>Fund balances:</b>			
Restricted	<u>1,859,343</u>	<u>273,130</u>	<u>2,132,473</u>
Total fund balances	<u>1,859,343</u>	<u>273,130</u>	<u>2,132,473</u>
Total liabilities and fund balances	<u>\$ 1,861,843</u>	<u>\$ 379,191</u>	<u>\$ 2,241,034</u>

**CITY OF SIERRA MADRE**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-Major Capital Project Funds**  
**For the year ended June 30, 2025**

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	Low & Moderate Income Housing Asset Fund	Capital Projects Fund	Total Capital Project Funds
<b>Revenues:</b>			
Investment income	\$ 14,351	\$ 18,084	\$ 32,435
Total revenues	<u>14,351</u>	<u>18,084</u>	<u>32,435</u>
<b>Expenditures:</b>			
Current:			
Public works	-	376,210	376,210
Total expenditures	<u>-</u>	<u>376,210</u>	<u>376,210</u>
Excess (deficiency) of revenues over (under) expenditures	<u>14,351</u>	<u>(358,126)</u>	<u>(343,775)</u>
Other financing sources (uses):			
Transfers in	-	160,000	160,000
Total other financing sources (uses)	<u>-</u>	<u>160,000</u>	<u>160,000</u>
Net change to fund balance	14,351	(198,126)	(183,775)
Fund balances, beginning of year	<u>1,844,992</u>	<u>471,256</u>	<u>2,316,248</u>
Fund Balances, end of year	<u>\$ 1,859,343</u>	<u>\$ 273,130</u>	<u>\$ 2,132,473</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Library Grant Fund Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ -	\$ 225,637	\$ 225,637
Investment income	-	-	12,403	12,403
Total revenues	<u>-</u>	<u>-</u>	<u>238,040</u>	<u>238,040</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>334,605</u>	<u>334,605</u>	<u>225,637</u>	<u>108,968</u>
Total expenditures	<u>334,605</u>	<u>334,605</u>	<u>225,637</u>	<u>108,968</u>
Net change to fund balance	(334,605)	(334,605)	12,403	347,008
Fund balance, beginning of year	<u>13,661</u>	<u>13,661</u>	<u>13,661</u>	<u>-</u>
Fund balance (deficit), end of year	<u>\$ (320,944)</u>	<u>\$ (320,944)</u>	<u>\$ 26,064</u>	<u>\$ 347,008</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**American Rescue Plan Act Fund Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ -	\$ 1,321,187	\$ 1,321,187
Investment income	-	-	35,270	35,270
Total revenues	<u>-</u>	<u>-</u>	<u>1,356,457</u>	<u>1,356,457</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>1,297,605</u>	<u>1,297,605</u>	<u>1,321,187</u>	<u>(23,582)</u>
Total expenditures	<u>1,297,605</u>	<u>1,297,605</u>	<u>1,321,187</u>	<u>(23,582)</u>
Net change to fund balance	(1,297,605)	(1,297,605)	35,270	1,332,875
Fund balance, beginning of year	<u>120,028</u>	<u>120,028</u>	<u>120,028</u>	<u>-</u>
Fund balance, end of year	<u><u>\$ (1,177,577)</u></u>	<u><u>\$ (1,177,577)</u></u>	<u><u>\$ 155,298</u></u>	<u><u>\$ 1,332,875</u></u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Bonita Sewer Assessment District Fund Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Property taxes	\$ 11,000	\$ 11,000	\$ 9,644	\$ (1,356)
Investment income	-	-	3,885	3,885
Total revenues	<u>11,000</u>	<u>11,000</u>	<u>13,529</u>	<u>2,529</u>
<b>Expenditures:</b>				
Total expenditures	-	-	-	-
Net change to fund balance	11,000	11,000	13,529	2,529
Fund balance, beginning of year	<u>90,517</u>	<u>90,517</u>	<u>90,517</u>	<u>-</u>
Fund balance, end of year	<u>\$ 101,517</u>	<u>\$ 101,517</u>	<u>\$ 104,046</u>	<u>\$ 2,529</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Lighting District #1 Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Investment income	\$ -	\$ -	\$ 22,729	\$ 22,729
Total revenues	<u>-</u>	<u>-</u>	<u>22,729</u>	<u>22,729</u>
<b>Expenditures:</b>				
Current:				
Public works	2,000	2,000	2,482	(482)
Total expenditures	<u>2,000</u>	<u>2,000</u>	<u>2,482</u>	<u>(482)</u>
Net change to fund balance	(2,000)	(2,000)	20,247	22,247
Fund balance, beginning of year	<u>551,266</u>	<u>551,266</u>	<u>551,266</u>	<u>-</u>
Fund balance, end of year	<u>\$ 549,266</u>	<u>\$ 549,266</u>	<u>\$ 571,513</u>	<u>\$ 22,247</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Sewer Assessment District Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Property taxes	\$ 7,000	\$ 7,000	\$ 7,007	\$ 7
Investment income	-	-	1,973	1,973
Total revenues	<u>7,000</u>	<u>7,000</u>	<u>8,980</u>	<u>1,980</u>
<b>Expenditures:</b>				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change to fund balance	7,000	7,000	8,980	1,980
Fund balance, beginning of year	<u>45,399</u>	<u>45,399</u>	<u>45,399</u>	<u>-</u>
Fund balance, end of year	<u>\$ 52,399</u>	<u>\$ 52,399</u>	<u>\$ 54,379</u>	<u>\$ 1,980</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Sierra Madre CFD Special Revenue Fund**  
**For the year ended June 30, 2025**

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Revenues:</b>				
Property taxes	\$ 6,800	\$ 6,800	\$ 6,607	\$ (193)
Investment income	-	-	3,794	3,794
Total revenues	<u>6,800</u>	<u>6,800</u>	<u>10,401</u>	<u>3,601</u>
<b>Expenditures:</b>				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change to fund balance	6,800	6,800	10,401	3,601
Fund balance, beginning of year	<u>89,626</u>	<u>89,626</u>	<u>89,626</u>	<u>-</u>
Fund balance, end of year	<u>\$ 96,426</u>	<u>\$ 96,426</u>	<u>\$ 100,027</u>	<u>\$ 3,601</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Downtown Landscaping and Lighting Maintenance District**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Property taxes	\$ 95,000	\$ 95,000	\$ 91,319	\$ (3,681)
Investment income	-	-	19,761	19,761
Total revenues	<u>95,000</u>	<u>95,000</u>	<u>111,080</u>	<u>16,080</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>206,700</u>	<u>206,700</u>	<u>148,674</u>	<u>(58,026)</u>
Total expenditures	<u>206,700</u>	<u>206,700</u>	<u>148,674</u>	<u>(58,026)</u>
Net change to fund balance	(111,700)	(111,700)	(37,594)	74,106
Fund balance, beginning of year	<u>484,773</u>	<u>484,773</u>	<u>484,773</u>	-
Fund balance, end of year	<u>\$ 373,073</u>	<u>\$ 373,073</u>	<u>\$ 447,179</u>	<u>\$ 74,106</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Development Impact Fees Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Investment income	\$ -	\$ -	\$ 44,318	\$ 44,318
Total revenues	<u>-</u>	<u>-</u>	<u>44,318</u>	<u>44,318</u>
<b>Expenditures:</b>				
Current:				
Public works	511,602	511,602	16,823	494,779
Culture and recreation	<u>179,800</u>	<u>179,800</u>	<u>59,199</u>	<u>120,601</u>
Total expenditures	<u>691,402</u>	<u>691,402</u>	<u>76,022</u>	<u>615,380</u>
Net change to fund balance	(691,402)	(691,402)	(31,704)	659,698
Fund balance, beginning of year	<u>1,059,449</u>	<u>1,059,449</u>	<u>1,059,449</u>	<u>-</u>
Fund balance, end of year	<u>\$ 368,047</u>	<u>\$ 368,047</u>	<u>\$ 1,027,745</u>	<u>\$ 659,698</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Public Safety Augmentation Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ 165,000	\$ 165,000	\$ 166,669	\$ 1,669
Investment income	-	-	6,306	6,306
Total revenues	<u>165,000</u>	<u>165,000</u>	<u>172,975</u>	<u>7,975</u>
<b>Expenditures:</b>				
Current:				
Public safety	<u>153,800</u>	<u>105,900</u>	<u>115,024</u>	<u>(9,124)</u>
Total expenditures	<u>153,800</u>	<u>105,900</u>	<u>115,024</u>	<u>(9,124)</u>
Net change to fund balance	11,200	59,100	57,951	(1,149)
Fund balance, beginning of year	<u>156,822</u>	<u>156,822</u>	<u>156,822</u>	-
Fund balance, end of year	<u>\$ 168,022</u>	<u>\$ 215,922</u>	<u>\$ 214,773</u>	<u>\$ (1,149)</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**State COPS Grant Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ 170,000	\$ 170,000	\$ 194,663	\$ 24,663
Investment income	-	-	2,997	2,997
Total revenues	<u>170,000</u>	<u>170,000</u>	<u>197,660</u>	<u>27,660</u>
<b>Expenditures:</b>				
Current:				
Public safety	<u>194,900</u>	<u>242,800</u>	<u>201,451</u>	<u>41,349</u>
Total expenditures	<u>194,900</u>	<u>242,800</u>	<u>201,451</u>	<u>41,349</u>
Net change to fund balance	(24,900)	(72,800)	(3,791)	69,009
Fund balance, beginning of year	<u>8,052</u>	<u>8,052</u>	<u>8,052</u>	<u>-</u>
Fund balance, end of year	<u>\$ (16,848)</u>	<u>\$ (64,748)</u>	<u>\$ 4,261</u>	<u>\$ 69,009</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Local Transportation Prop A Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Charges for services	\$ -	\$ -	\$ 832	\$ 832
Intergovernmental	304,000	304,000	283,929	(20,071)
Investment income	-	-	38,540	38,540
Total revenues	<u>304,000</u>	<u>304,000</u>	<u>323,301</u>	<u>19,301</u>
<b>Expenditures:</b>				
Current:				
Public works	231,000	231,000	35,575	195,425
Culture and recreation	5,100	5,100	4,016	1,084
Total expenditures	<u>236,100</u>	<u>236,100</u>	<u>39,591</u>	<u>196,509</u>
Net change to fund balance	67,900	67,900	283,710	215,810
Fund balance, beginning of year	<u>821,943</u>	<u>821,943</u>	<u>821,943</u>	<u>-</u>
Fund balance, end of year	<u>\$ 889,843</u>	<u>\$ 889,843</u>	<u>\$ 1,105,653</u>	<u>\$ 215,810</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Open Space Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Investment income	\$ -	\$ -	\$ 9,020	\$ 9,020
Miscellaneous	49,550	49,550	49,578	28
Total revenues	<u>49,550</u>	<u>49,550</u>	<u>58,598</u>	<u>9,048</u>
<b>Expenditures:</b>				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change to fund balance	49,550	49,550	58,598	9,048
Fund balance, beginning of year	<u>196,208</u>	<u>196,208</u>	<u>196,208</u>	<u>-</u>
Fund balance, end of year	<u>\$ 245,758</u>	<u>\$ 245,758</u>	<u>\$ 254,806</u>	<u>\$ 9,048</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Senior Center Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Investment income	\$ -	\$ -	\$ 9,075	\$ 9,075
Miscellaneous	-	-	17,060	17,060
Total revenues	<u>-</u>	<u>-</u>	<u>26,135</u>	<u>26,135</u>
<b>Expenditures:</b>				
Current:				
Culture and recreation	21,000	21,000	28,085	(7,085)
Total expenditures	<u>21,000</u>	<u>21,000</u>	<u>28,085</u>	<u>(7,085)</u>
Net change to fund balance	(21,000)	(21,000)	(1,950)	19,050
Fund balance, beginning of year	<u>223,438</u>	<u>223,438</u>	<u>223,438</u>	<u>-</u>
Fund balance, end of year	<u>\$ 202,438</u>	<u>\$ 202,438</u>	<u>\$ 221,488</u>	<u>\$ 19,050</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Local Transit Prop C Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ 252,000	\$ 252,000	\$ 235,512	\$ (16,488)
Investment income	-	-	5,192	5,192
Total revenues	<u>252,000</u>	<u>252,000</u>	<u>240,704</u>	<u>(11,296)</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>252,000</u>	<u>252,000</u>	<u>2,800</u>	<u>249,200</u>
Total expenditures	<u>252,000</u>	<u>252,000</u>	<u>2,800</u>	<u>249,200</u>
Net change to fund balance	-	-	237,904	237,904
Fund balance, beginning of year	<u>19,746</u>	<u>19,746</u>	<u>19,746</u>	<u>-</u>
Fund balance, end of year	<u>\$ 19,746</u>	<u>\$ 19,746</u>	<u>\$ 257,650</u>	<u>\$ 237,904</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Clear Air (AQMD) Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ 14,000	\$ 14,000	\$ 14,541	\$ 541
Investment income	-	-	1,323	1,323
Total revenues	<u>14,000</u>	<u>14,000</u>	<u>15,864</u>	<u>1,864</u>
<b>Expenditures:</b>				
Total expenditures	-	-	-	-
Net change to fund balance	14,000	14,000	15,864	1,864
Fund balance, beginning of year	<u>29,727</u>	<u>29,727</u>	<u>29,727</u>	-
Fund balance, end of year	<u>\$ 43,727</u>	<u>\$ 43,727</u>	<u>\$ 45,591</u>	<u>\$ 1,864</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Environmental Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Licenses and permits	\$ 110,000	\$ 110,000	\$ 172,684	\$ 62,684
Investment income	-	-	11,783	11,783
Miscellaneous	-	-	30,000	30,000
Total revenues	<u>110,000</u>	<u>110,000</u>	<u>214,467</u>	<u>104,467</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>170,000</u>	<u>170,000</u>	<u>108,185</u>	<u>61,815</u>
Total expenditures	<u>170,000</u>	<u>170,000</u>	<u>108,185</u>	<u>61,815</u>
Net change to fund balance	(60,000)	(60,000)	106,282	166,282
Fund balance, beginning of year	<u>233,480</u>	<u>233,480</u>	<u>233,480</u>	-
Fund balance, end of year	<u>\$ 173,480</u>	<u>\$ 173,480</u>	<u>\$ 339,762</u>	<u>\$ 166,282</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Gas Tax Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ 308,000	\$ 308,000	\$ 315,687	\$ 7,687
Investment income	-	-	11,132	11,132
Total revenues	<u>308,000</u>	<u>308,000</u>	<u>326,819</u>	<u>18,819</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>326,050</u>	<u>326,050</u>	<u>261,981</u>	<u>64,069</u>
Total expenditures	<u>326,050</u>	<u>326,050</u>	<u>261,981</u>	<u>64,069</u>
Net change to fund balance	(18,050)	(18,050)	64,838	82,888
Fund balance, beginning of year	<u>236,783</u>	<u>236,783</u>	<u>236,783</u>	-
Fund balance, end of year	<u>\$ 218,733</u>	<u>\$ 218,733</u>	<u>\$ 301,621</u>	<u>\$ 82,888</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Measure R Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ 189,000	\$ 189,000	\$ 176,601	\$ (12,399)
Investment income	-	-	3,983	3,983
Total revenues	<u>189,000</u>	<u>189,000</u>	<u>180,584</u>	<u>(8,416)</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>189,000</u>	<u>189,000</u>	-	<u>189,000</u>
Total expenditures	<u>189,000</u>	<u>189,000</u>	-	<u>189,000</u>
Net change to fund balance	-	-	180,584	180,584
Fund balance, beginning of year	<u>16,106</u>	<u>16,106</u>	<u>16,106</u>	<u>-</u>
Fund balance, end of year	<u>\$ 16,106</u>	<u>\$ 16,106</u>	<u>\$ 196,690</u>	<u>\$ 180,584</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Measure M Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ 214,000	\$ 214,000	\$ 200,083	\$ (13,917)
Investment income	-	-	15,517	15,517
Total revenues	<u>214,000</u>	<u>214,000</u>	<u>215,600</u>	<u>1,600</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>214,000</u>	<u>214,000</u>	-	<u>214,000</u>
Total expenditures	<u>214,000</u>	<u>214,000</u>	-	<u>214,000</u>
Net change to fund balance	-	-	215,600	215,600
Fund balance, beginning of year	<u>292,942</u>	<u>292,942</u>	<u>292,942</u>	-
Fund balance, end of year	<u>\$ 292,942</u>	<u>\$ 292,942</u>	<u>\$ 508,542</u>	<u>\$ 215,600</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Road Maintenance and Rehabilitation Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ 286,000	\$ 286,000	\$ 304,983	\$ 18,983
Investment income	-	-	13,631	13,631
Total revenues	<u>286,000</u>	<u>286,000</u>	<u>318,614</u>	<u>32,614</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>286,000</u>	<u>286,000</u>	<u>172,560</u>	<u>113,440</u>
Total expenditures	<u>286,000</u>	<u>286,000</u>	<u>172,560</u>	<u>113,440</u>
Net change to fund balance	-	-	146,054	146,054
Fund balance, beginning of year	<u>274,114</u>	<u>274,114</u>	<u>274,114</u>	-
Fund balance, end of year	<u>\$ 274,114</u>	<u>\$ 274,114</u>	<u>\$ 420,168</u>	<u>\$ 146,054</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Library Gift and Memorial Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Investment income	\$ -	\$ -	\$ 8,782	\$ 8,782
Miscellaneous	-	-	9,838	9,838
Total revenues	<u>-</u>	<u>-</u>	<u>18,620</u>	<u>18,620</u>
<b>Expenditures:</b>				
Current:				
Culture and recreation	-	-	8,556	(8,556)
Total expenditures	<u>-</u>	<u>-</u>	<u>8,556</u>	<u>(8,556)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>10,064</u>	<u>10,064</u>
Other financing sources (uses):				
Transfers in	25,000	25,000	25,000	-
Total other financing sources (uses)	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
Net change to fund balance	25,000	25,000	35,064	10,064
Fund balance, beginning of year	<u>213,228</u>	<u>213,228</u>	<u>213,228</u>	<u>-</u>
Fund balance, end of year	<u>\$ 238,228</u>	<u>\$ 238,228</u>	<u>\$ 248,292</u>	<u>\$ 10,064</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Friends of the Library Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Miscellaneous	\$ 55,000	\$ 55,000	\$ 46,713	\$ (8,287)
Total revenues	<u>55,000</u>	<u>55,000</u>	<u>46,713</u>	<u>(8,287)</u>
<b>Expenditures:</b>				
Current:				
Culture and recreation	55,000	55,000	46,713	8,287
Total expenditures	<u>55,000</u>	<u>55,000</u>	<u>46,713</u>	<u>8,287</u>
Net change to fund balance	-	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Measure W Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Intergovernmental	\$ 150,000	\$ 150,000	\$ 153,136	\$ 3,136
Investment income	-	-	2,620	2,620
Total revenues	<u>150,000</u>	<u>150,000</u>	<u>155,756</u>	<u>5,756</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>150,000</u>	<u>150,000</u>	<u>153,871</u>	<u>(3,871)</u>
Total expenditures	<u>150,000</u>	<u>150,000</u>	<u>153,871</u>	<u>(3,871)</u>
Net change to fund balance	-	-	1,885	1,885
Fund balance (deficit), beginning of year	<u>100,937</u>	<u>100,937</u>	<u>100,937</u>	<u>-</u>
Fund balance (deficit), end of year	<u><u>\$ 100,937</u></u>	<u><u>\$ 100,937</u></u>	<u><u>\$ 102,822</u></u>	<u><u>\$ 1,885</u></u>

**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Robert Day Trust Fund Special Revenue Fund**  
**For the year ended June 30, 2025**

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	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Investment income	\$ -	\$ -	\$ 30,519	30,519
Total revenues	<u>-</u>	<u>-</u>	<u>30,519</u>	<u>30,519</u>
<b>Expenditures:</b>				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>30,519</u>	<u>30,519</u>
<b>Other financing sources (uses):</b>				
Transfers out	<u>(25,000)</u>	<u>(25,000)</u>	<u>(25,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(25,000)</u>	<u>(25,000)</u>	<u>(25,000)</u>	<u>-</u>
Net change to fund balance	(25,000)	(25,000)	5,519	30,519
Fund balance, beginning of year	<u>738,990</u>	<u>738,990</u>	<u>738,990</u>	<u>-</u>
Fund balance, end of year	<u>\$ 713,990</u>	<u>\$ 713,990</u>	<u>\$ 744,509</u>	<u>\$ 30,519</u>

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**CITY OF SIERRA MADRE**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual**  
**Capital Projects Fund**  
**For the year ended June 30, 2025**

	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues:</b>				
Investment income	\$ -	\$ -	\$ 18,084	\$ 18,084
Total revenues	<u>-</u>	<u>-</u>	<u>18,084</u>	<u>18,084</u>
<b>Expenditures:</b>				
Current:				
Public works	<u>383,200</u>	<u>383,200</u>	<u>376,210</u>	<u>6,990</u>
Total expenditures	<u>383,200</u>	<u>383,200</u>	<u>376,210</u>	<u>6,990</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(383,200)</u>	<u>(383,200)</u>	<u>(358,126)</u>	<u>25,074</u>
Other financing sources (uses):				
Transfers in	<u>160,000</u>	<u>160,000</u>	<u>160,000</u>	<u>-</u>
Total other financing sources (uses)	<u>160,000</u>	<u>160,000</u>	<u>160,000</u>	<u>-</u>
Net change to fund balance	(223,200)	(223,200)	(198,126)	25,074
Fund balance, beginning of year	<u>471,256</u>	<u>471,256</u>	<u>471,256</u>	<u>-</u>
Fund balance, end of year	<u>\$ 248,056</u>	<u>\$ 248,056</u>	<u>\$ 273,130</u>	<u>\$ 25,074</u>

**CITY OF SIERRA MADRE**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**June 30, 2025**

	Fleet	Facilities Management	Administration
<b>Assets:</b>			
Current assets:			
Cash and investments	\$ 903,507	\$ 1,131,144	\$ 945,532
Restricted cash and investments	-	-	-
Receivables:			
Accounts	-	-	-
Total current assets	<u>903,507</u>	<u>1,131,144</u>	<u>945,532</u>
Noncurrent assets:			
Capital assets:			
Non-depreciable assets	-	1,980	-
Depreciable, net	359,869	623,575	-
Total noncurrent assets	<u>359,869</u>	<u>625,555</u>	<u>-</u>
Total assets	<u>1,263,376</u>	<u>1,756,699</u>	<u>945,532</u>
<b>Deferred Outflows of Resources:</b>			
OPEB related	-	-	21,756
Pension related	-	-	196,241
Total deferred outflows of resources	<u>-</u>	<u>-</u>	<u>217,997</u>
<b>Liabilities:</b>			
Current liabilities:			
Accounts payable	16,362	121,864	11,255
Accrued payroll and related liabilities	5,308	3,228	22,364
Compensated absences - current	3,280	7,361	19,360
Lease liability - current	-	-	-
Subscription liability - current	-	-	-
Total current liabilities	<u>24,950</u>	<u>132,453</u>	<u>52,979</u>
Noncurrent liabilities:			
Compensated absences	13,120	29,445	77,442
Net pension liability	-	-	363,997
Net OPEB liability	-	-	8,959
Lease liability	-	-	-
Subscription liability	-	-	-
Total noncurrent liabilities	<u>13,120</u>	<u>29,445</u>	<u>450,398</u>
Total liabilities	<u>38,070</u>	<u>161,898</u>	<u>503,377</u>
<b>Deferred Inflows of Resources:</b>			
OPEB related	-	-	13,087
Pension related	-	-	55,962
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>69,049</u>
<b>Net Position:</b>			
Net investment in capital assets	359,869	625,555	-
Restricted - Section 115 Trust	-	-	-
Unrestricted	865,437	969,246	591,103
Total net position	<u>\$ 1,225,306</u>	<u>\$ 1,594,801</u>	<u>\$ 591,103</u>

<u>Technology</u>	<u>Personnel and Risk Management</u>	<u>General Plan and Housing Update</u>	<u>Total Internal Service Funds</u>
\$ 861,102	\$ 1,561,314	\$ 186,107	\$ 5,588,706
-	22,627	-	22,627
5,959	-	-	5,959
<u>867,061</u>	<u>1,583,941</u>	<u>186,107</u>	<u>5,617,292</u>
-	-	-	1,980
<u>102,707</u>	<u>-</u>	<u>-</u>	<u>1,086,151</u>
<u>102,707</u>	<u>-</u>	<u>-</u>	<u>1,088,131</u>
<u>969,768</u>	<u>1,583,941</u>	<u>186,107</u>	<u>6,705,423</u>
-	-	-	21,756
<u>-</u>	<u>-</u>	<u>-</u>	<u>196,241</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>217,997</u>
120,181	108,033	-	377,695
16,582	213,740	-	261,222
8,340	2,467	-	40,808
4,775	-	-	4,775
12,876	-	-	12,876
<u>162,754</u>	<u>324,240</u>	<u>-</u>	<u>697,376</u>
33,360	9,870	-	163,237
-	-	-	363,997
-	-	-	8,959
11,363	-	-	11,363
13,272	-	-	13,272
<u>57,995</u>	<u>9,870</u>	<u>-</u>	<u>560,828</u>
<u>220,749</u>	<u>334,110</u>	<u>-</u>	<u>1,258,204</u>
-	-	-	13,087
<u>-</u>	<u>-</u>	<u>-</u>	<u>55,962</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>69,049</u>
60,421	-	-	1,045,845
-	22,627	-	22,627
<u>688,598</u>	<u>1,227,204</u>	<u>186,107</u>	<u>4,527,695</u>
<u>\$ 749,019</u>	<u>\$ 1,249,831</u>	<u>\$ 186,107</u>	<u>\$ 5,596,167</u>

**CITY OF SIERRA MADRE**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Internal Service Funds**  
**For the year ended June 30, 2025**

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	Fleet	Facilities Management	Administration
<b>Operating revenues:</b>			
Charges for services	\$ 475,000	\$ 686,550	\$ 954,400
Licenses and permits	-	-	-
Miscellaneous	-	-	-
Total operating revenues	<u>475,000</u>	<u>686,550</u>	<u>954,400</u>
<b>Operating expenses:</b>			
Personnel services	144,465	78,942	811,943
Contractual services	69,263	161,199	93,890
Materials and supplies	96,133	51,410	87,156
Utilities	102,512	349,279	-
Maintenance and operation	-	47,449	9,538
Insurance, claims and charges	-	-	-
Depreciation	105,838	19,540	-
Amortization	-	-	-
Total operating expenses	<u>518,211</u>	<u>707,819</u>	<u>1,002,527</u>
Operating income (loss)	<u>(43,211)</u>	<u>(21,269)</u>	<u>(48,127)</u>
<b>Nonoperating revenues (expenses):</b>			
Investment income	32,078	39,167	33,844
Gain (Loss) on disposal of property	12,650	-	-
Interest expense	-	-	-
Total nonoperating revenues (expenses)	<u>44,728</u>	<u>39,167</u>	<u>33,844</u>
Income (loss) before transfers and capital contributions	1,517	17,898	(14,283)
Change in net position	1,517	17,898	(14,283)
Net position, beginning of year	<u>1,223,789</u>	<u>1,576,903</u>	<u>605,386</u>
Net position, end of year	<u>\$ 1,225,306</u>	<u>\$ 1,594,801</u>	<u>\$ 591,103</u>

<u>Technology</u>	<u>Personnel and Risk Management</u>	<u>General Plan and Housing Update</u>	<u>Total Internal Service Funds</u>
\$ 1,085,200	\$ 1,972,917	\$ -	\$ 5,174,067
25,124	-	-	25,124
-	362	35,000	35,362
<u>1,110,324</u>	<u>1,973,279</u>	<u>35,000</u>	<u>5,234,553</u>
417,790	305,864	-	1,759,004
324,726	116,105	-	765,183
92,925	46,062	-	373,686
260,685	-	-	712,476
77,918	-	-	134,905
-	1,501,797	-	1,501,797
23,033	-	-	148,411
19,830	-	-	19,830
<u>1,216,907</u>	<u>1,969,828</u>	<u>-</u>	<u>5,415,292</u>
<u>(106,583)</u>	<u>3,451</u>	<u>35,000</u>	<u>(180,739)</u>
27,866	36,791	5,997	175,743
-	-	-	12,650
<u>(770)</u>	<u>-</u>	<u>-</u>	<u>(770)</u>
<u>27,096</u>	<u>36,791</u>	<u>5,997</u>	<u>187,623</u>
(79,487)	40,242	40,997	6,884
(79,487)	40,242	40,997	6,884
<u>828,506</u>	<u>1,209,589</u>	<u>145,110</u>	<u>5,589,283</u>
<u>\$ 749,019</u>	<u>\$ 1,249,831</u>	<u>\$ 186,107</u>	<u>\$ 5,596,167</u>

**CITY OF SIERRA MADRE**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the year ended June 30, 2025**

	Fleet	Facilities Management	Administration
<b>Cash flows from operating activities:</b>			
Receipts from interfund services provided	\$ 475,000	\$ 686,550	\$ 954,400
Payments to suppliers	(265,839)	(535,938)	(192,628)
Payments to employees	(143,546)	(78,645)	(802,295)
Net cash provided (used) by operating activities	<u>65,615</u>	<u>71,967</u>	<u>(40,523)</u>
<b>Cash flows from capital and related financing activities:</b>			
Proceeds from sales of capital assets	12,650	-	-
Principal paid	-	-	-
Interest paid	-	-	-
Net cash provided (used) by capital and related financing activities	<u>12,650</u>	<u>-</u>	<u>-</u>
<b>Cash flows from investing activities:</b>			
Investment income	<u>32,078</u>	<u>39,167</u>	<u>33,844</u>
Net cash provided (used) by investing activities	<u>32,078</u>	<u>39,167</u>	<u>33,844</u>
Net increase (decrease) in cash and cash equivalents	110,343	111,134	(6,679)
<b>Cash and investments:</b>			
Beginning of year	793,164	1,020,010	952,211
End of year	<u>\$ 903,507</u>	<u>\$ 1,131,144</u>	<u>\$ 945,532</u>
<b>Reconciliation to the Statement of Net Position:</b>			
Cash and investments	\$ 903,507	\$ 1,131,144	\$ 945,532
Restricted cash and investments	-	-	-
Total	<u>\$ 903,507</u>	<u>\$ 1,131,144</u>	<u>\$ 945,532</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>			
Operating income (loss)	\$ (43,211)	\$ (21,269)	\$ (48,127)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	105,838	19,540	-
Amortization	-	-	-
Changes in assets, liabilities and deferred amounts:			
(Increase) decrease in accounts receivable	-	-	-
(Increase) decrease in deferred outflow of resources	-	-	91,918
Increase (decrease) in accounts payable	2,069	73,399	(2,044)
Increase (decrease) in accrued liabilities	221	621	(8,920)
Increase (decrease) in compensated absences	698	(324)	(41,261)
Increase (decrease) in deferred inflow of resources	-	-	(15,431)
Increase (decrease) in net OPEB liability	-	-	(801)
Increase (decrease) in net pension liability	-	-	(15,857)
Total adjustments	<u>108,826</u>	<u>93,236</u>	<u>7,604</u>
Net cash provided (used) by operating activities	<u>\$ 65,615</u>	<u>\$ 71,967</u>	<u>\$ (40,523)</u>
<b>Noncash investing, capital and financing activities:</b>			
Subscription liabilities	\$ -	\$ -	\$ -
Subscription acquisition	-	-	-

<u>Technology</u>	<u>Personnel and Risk Management</u>	<u>General Plan and Housing Update</u>	<u>Total Internal Service Funds</u>
\$ 1,111,026	\$ 1,973,580	\$ 35,000	\$ 5,235,556
(673,703)	(1,639,284)	-	(3,307,392)
(415,665)	(177,644)	-	(1,617,795)
<u>21,658</u>	<u>156,652</u>	<u>35,000</u>	<u>310,369</u>
-	-	-	12,650
(18,660)	-	-	(18,660)
(770)	-	-	(770)
<u>(63,808)</u>	<u>-</u>	<u>-</u>	<u>(51,158)</u>
27,866	36,791	5,997	175,743
<u>27,866</u>	<u>36,791</u>	<u>5,997</u>	<u>175,743</u>
(14,284)	193,443	40,997	434,954
875,386	1,390,498	145,110	5,176,379
<u>\$ 861,102</u>	<u>\$ 1,583,941</u>	<u>\$ 186,107</u>	<u>\$ 5,611,333</u>
\$ 861,102	\$ 1,561,314	\$ 186,107	\$ 5,588,706
-	22,627	-	22,627
<u>\$ 861,102</u>	<u>\$ 1,583,941</u>	<u>\$ 186,107</u>	<u>\$ 5,611,333</u>
\$ (106,583)	\$ 3,451	\$ 35,000	\$ (180,739)
23,033	-	-	148,411
19,830	-	-	19,830
702	301	-	1,003
-	-	-	91,918
82,551	24,680	-	180,655
3,022	117,743	-	112,687
(897)	10,477	-	(31,307)
-	-	-	(15,431)
-	-	-	(801)
-	-	-	(15,857)
<u>128,241</u>	<u>153,201</u>	<u>-</u>	<u>491,108</u>
<u>\$ 21,658</u>	<u>\$ 156,652</u>	<u>\$ 35,000</u>	<u>\$ 310,369</u>
\$ 40,194	\$ -	\$ -	\$ 40,194
(40,194)	-	-	(40,194)

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# **City of Sierra Madre, California**

*Village of the Foothills*



**Statistical Section  
For the Year Ended  
June 30, 2025**

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

***Financial trend information:***

Intended to assist users in understanding and assessing how a government's financial position has changed over time.

***Revenue capacity information:***

Intended to assist users in understanding and assessing the factors affecting a government's ability to generate its own revenue.

***Debt capacity information:***

Intended to assist users in understanding and assessing a government's debt burden and its ability to issue additional debt.

***Demographic and economic information:***

Intended to assist users in understanding the socioeconomic environment within which a government operates and to provide information that facilitates comparison of financial statement information over time and among governments.

***Operating information:***

Intended to provide information about a government's operations and resources in order to assist readers in using financial information to understand and assess a government's economic condition.

**CITY OF SIERRA MADRE**  
**Net Position by Component**  
**Last Ten Fiscal Years (accrual basis of accounting)**

<u>As of June 30,</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Governmental activities:				
Net investment in capital assets	\$ 181,328,167	\$ 180,505,323	\$ 181,067,634	\$ 180,934,074
Restricted	5,794,991	5,119,384	4,926,003	4,861,587
Unrestricted	<u>1,731,997</u>	<u>5,264,763</u>	<u>6,263,121</u>	<u>8,123,037</u>
Total governmental activities net position	<u>\$ 188,855,155</u>	<u>\$ 190,889,470</u>	<u>\$ 192,256,758</u>	<u>\$ 193,918,698</u>
Business-Type activities:				
Net investment in capital assets	\$ 16,824,482	\$ 16,892,266	\$ 17,975,946	\$ 19,580,635
Restricted	1,149,456	1,149,456	-	-
Unrestricted	<u>1,313,820</u>	<u>1,439,579</u>	<u>2,585,503</u>	<u>2,639,373</u>
Total business-type activities net position	<u>\$ 19,287,758</u>	<u>\$ 19,481,301</u>	<u>\$ 20,561,449</u>	<u>\$ 22,220,008</u>
Primary government:				
Net investment in capital assets	\$ 198,152,649	\$ 197,397,589	\$ 199,043,580	\$ 200,514,709
Restricted	6,944,447	6,268,840	4,926,003	4,861,587
Unrestricted	<u>3,045,817</u>	<u>6,704,342</u>	<u>8,848,624</u>	<u>10,762,410</u>
Total primary government net position	<u>\$ 208,142,913</u>	<u>\$ 210,370,771</u>	<u>\$ 212,818,207</u>	<u>\$ 216,138,706</u>

Source: City of Sierra Madre Finance Department

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 180,629,535	\$ 181,760,515	\$ 185,318,754	\$ 185,244,915	\$ 186,427,424	\$ 191,413,706
5,887,957	6,302,207	7,237,002	8,131,547	9,350,537	10,972,811
<u>9,714,208</u>	<u>9,522,562</u>	<u>17,409,081</u>	<u>13,313,338</u>	<u>13,987,115</u>	<u>12,300,365</u>
<u>\$ 196,231,700</u>	<u>\$ 197,585,284</u>	<u>\$ 209,964,837</u>	<u>\$ 206,689,800</u>	<u>\$ 209,765,076</u>	<u>\$ 214,686,882</u>
\$ 21,201,025	\$ 23,167,195	\$ 22,881,196	\$ 23,996,617	\$ 24,633,990	\$ 25,172,798
-	54,000	47,615	49,455	53,195	58,475
<u>5,044,835</u>	<u>7,365,272</u>	<u>10,160,260</u>	<u>10,430,773</u>	<u>11,843,810</u>	<u>14,134,884</u>
<u>\$ 26,245,860</u>	<u>\$ 30,586,467</u>	<u>\$ 33,089,071</u>	<u>\$ 34,476,845</u>	<u>\$ 36,530,995</u>	<u>\$ 39,366,157</u>
\$ 201,830,560	\$ 204,927,710	\$ 208,199,950	\$ 209,241,532	\$ 211,061,414	\$ 216,586,504
5,887,957	6,356,207	7,284,617	8,181,002	9,403,732	11,031,286
<u>14,759,043</u>	<u>16,887,834</u>	<u>27,569,341</u>	<u>23,744,111</u>	<u>25,830,925</u>	<u>26,435,249</u>
<u>\$ 222,477,560</u>	<u>\$ 228,171,751</u>	<u>\$ 243,053,908</u>	<u>\$ 241,166,645</u>	<u>\$ 246,296,071</u>	<u>\$ 254,053,039</u>

**CITY OF SIERRA MADRE**  
**Changes in Net Position**  
**Last Ten Fiscal Years (accrual basis of accounting)**

<u>Fiscal year ended June 30,</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Expenses:				
Governmental activities:				
General government	\$ 1,791,927	\$ 1,710,653	\$ 1,334,388	\$ 3,416,581
Public safety	5,754,806	5,115,933	5,394,253	5,688,672
Public works	1,401,974	1,961,343	2,196,985	1,883,420
Development	1,412,537	1,129,817	1,557,850	1,089,342
Culture and recreation	1,280,228	1,078,262	1,388,943	1,457,670
Interest on long-term debt	17,322	13,909	10,336	7,610
Total governmental activities expenses	<u>11,658,794</u>	<u>11,009,917</u>	<u>11,882,755</u>	<u>13,543,295</u>
Business-type activities:				
Water	4,388,290	4,763,179	4,432,899	4,083,465
Sewer	1,172,547	1,371,492	1,029,623	629,988
Recreation services	259,594	22,697	4,150	-
Special services	108,211	125,547	171,228	-
Film services	43,620	50,618	77,923	-
Total business-type activities expenses	<u>5,972,262</u>	<u>6,333,533</u>	<u>5,715,823</u>	<u>4,713,453</u>
Total primary government expenses	<u>\$ 17,631,056</u>	<u>\$ 17,343,450</u>	<u>\$ 17,598,578</u>	<u>\$ 18,256,748</u>
Program revenues:				
Governmental activities:				
Charges for services	\$ 2,350,878	\$ 2,377,056	\$ 2,305,382	\$ 2,602,516
Operating grants and contributions	1,022,280	1,368,859	1,426,015	1,705,187
Capital grants and contributions	-	-	-	-
Total governmental activities program revenues	<u>3,373,158</u>	<u>3,745,915</u>	<u>3,731,397</u>	<u>4,307,703</u>
Business-type activities:				
Charges for services	5,606,012	6,337,602	6,719,044	6,675,962
Capital grants and contributions	46,234	62,166	-	-
Total business-type activities program revenues	<u>5,652,246</u>	<u>6,399,768</u>	<u>6,719,044</u>	<u>6,675,962</u>
Total primary government program revenues	<u>\$ 9,025,404</u>	<u>\$ 10,145,683</u>	<u>\$ 10,450,441</u>	<u>\$ 10,983,665</u>
Net revenue/(expense):				
Governmental activities	\$ (8,285,636)	\$ (7,264,002)	\$ (8,151,358)	\$ (9,235,592)
Business-type activities	<u>(320,016)</u>	<u>66,235</u>	<u>1,003,221</u>	<u>1,962,509</u>
Total primary government net revenue/(expense)	<u>\$ (8,605,652)</u>	<u>\$ (7,197,767)</u>	<u>\$ (7,148,137)</u>	<u>\$ (7,273,083)</u>

Source: City of Sierra Madre Finance Department

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 5,111,963	\$ 4,322,627	\$ 1,464,496	\$ 5,544,945	\$ 3,689,340	\$ 3,913,456
5,473,096	6,445,253	2,377,264	8,085,479	8,788,024	8,058,040
2,260,036	2,464,339	2,131,163	3,747,946	4,316,367	7,018,458
990,443	1,025,108	517,557	2,384,299	1,824,297	1,582,914
1,065,948	1,114,768	373,800	2,985,550	1,666,617	1,451,096
3,097	-	68	431	1,304	1,058
<u>14,904,584</u>	<u>15,372,095</u>	<u>6,864,348</u>	<u>22,748,650</u>	<u>20,285,949</u>	<u>22,025,022</u>
3,670,810	4,734,967	4,275,124	5,154,213	5,115,315	5,121,742
582,658	1,110,982	945,302	1,305,431	1,289,314	1,214,995
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>4,253,468</u>	<u>5,845,949</u>	<u>5,220,426</u>	<u>6,459,644</u>	<u>6,404,629</u>	<u>6,336,737</u>
<u>\$ 19,158,052</u>	<u>\$ 21,218,044</u>	<u>\$ 12,084,774</u>	<u>\$ 29,208,294</u>	<u>\$ 26,690,578</u>	<u>\$ 28,361,759</u>
\$ 2,406,865	\$ 2,429,844	\$ 3,116,788	\$ 2,932,301	\$ 3,257,586	\$ 3,172,466
2,534,045	2,279,930	3,108,323	2,389,501	3,823,731	7,144,293
-	114,657	45,343	-	-	-
<u>4,940,910</u>	<u>4,824,431</u>	<u>6,270,454</u>	<u>5,321,802</u>	<u>7,081,317</u>	<u>10,316,759</u>
8,160,577	10,058,070	7,800,525	7,645,601	7,952,042	8,583,217
-	-	-	-	-	-
<u>8,160,577</u>	<u>10,058,070</u>	<u>7,800,525</u>	<u>7,645,601</u>	<u>7,952,042</u>	<u>8,583,217</u>
<u>\$ 13,101,487</u>	<u>\$ 14,882,501</u>	<u>\$ 14,070,979</u>	<u>\$ 12,967,403</u>	<u>\$ 15,033,359</u>	<u>\$ 18,899,976</u>
\$ (9,963,674)	\$ (10,547,664)	\$ (593,894)	\$ (17,426,848)	\$ (13,204,632)	\$ (11,708,263)
3,907,109	4,212,121	2,580,099	1,185,957	1,547,413	2,246,480
<u>\$ (6,056,565)</u>	<u>\$ (6,335,543)</u>	<u>\$ 1,986,205</u>	<u>\$ (16,240,891)</u>	<u>\$ (11,657,219)</u>	<u>\$ (9,461,783)</u>

**CITY OF SIERRA MADRE**  
**Changes in Net Position, (continued)**  
**(modified accrual basis of accounting)**

<u>Fiscal year ended June 30,</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Governmental activities:				
Taxes	\$ 8,487,077	\$ 9,332,367	\$ 9,512,791	\$ 9,981,892
Investment income (loss)	38,125	85,587	87,400	373,205
Miscellaneous	-	-	673,942	148,141
Loss on disposal of property	-	-	-	-
Transfers	(63,509)	(118,957)	(103,147)	394,294
Total governmental activities	<u>8,461,693</u>	<u>9,298,997</u>	<u>10,170,986</u>	<u>10,897,532</u>
Business-type activities:				
Investment income (loss)	11,201	7,691	32,935	90,344
Miscellaneous	-	-	-	-
Transfers	63,509	118,957	103,147	(394,294)
Total business-type activities	<u>74,710</u>	<u>126,648</u>	<u>136,082</u>	<u>(303,950)</u>
Total primary government	<u>\$ 8,536,403</u>	<u>\$ 9,425,645</u>	<u>\$ 10,307,068</u>	<u>\$ 10,593,582</u>
Change in net position:				
Governmental activities	\$ 176,057	\$ 2,034,995	\$ 2,019,628	\$ 1,661,940
Business-type activities	<u>(245,306)</u>	<u>192,883</u>	<u>1,139,303</u>	<u>1,658,559</u>
Total primary government	<u>\$ (69,249)</u>	<u>\$ 2,227,878</u>	<u>\$ 3,158,931</u>	<u>\$ 3,320,499</u>

Source: City of Sierra Madre Finance Department

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 10,635,408	\$ 11,881,819	\$ 12,880,340	\$ 13,647,431	\$ 14,168,040	\$ 14,911,925
393,927	(9,580)	(302,973)	260,977	1,631,059	1,597,919
1,258,038	29,009	93,943	259,134	502,929	146,290
-	-	-	-	-	-
<u>(10,697)</u>	<u>-</u>	<u>(20,724)</u>	<u>(22,199)</u>	<u>(22,120)</u>	<u>(26,065)</u>
<u>12,276,676</u>	<u>11,901,248</u>	<u>12,650,586</u>	<u>14,145,343</u>	<u>16,279,908</u>	<u>16,630,069</u>
108,046	48,731	(184,925)	97,792	410,946	562,617
-	79,755	86,706	81,826	73,671	-
10,697	-	20,724	22,199	22,120	26,065
<u>118,743</u>	<u>128,486</u>	<u>(77,495)</u>	<u>201,817</u>	<u>506,737</u>	<u>588,682</u>
<u>\$ 12,395,419</u>	<u>\$ 12,029,734</u>	<u>\$ 12,573,091</u>	<u>\$ 14,347,160</u>	<u>\$ 16,786,645</u>	<u>\$ 17,218,751</u>
\$ 2,313,002	\$ 1,353,584	\$ 12,056,692	\$ (3,281,505)	\$ 3,075,276	\$ 4,921,806
4,025,852	4,340,607	2,502,604	1,387,774	2,054,150	2,835,162
<u>\$ 6,338,854</u>	<u>\$ 5,694,191</u>	<u>\$ 14,559,296</u>	<u>\$ (1,893,731)</u>	<u>\$ 5,129,426</u>	<u>\$ 7,756,968</u>

**CITY OF SIERRA MADRE**  
**Fund Balances of Governmental Funds**  
**(modified accrual basis of accounting)**

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<u>As of June 30,</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General fund:				
Nonspendable	\$ -	\$ -	\$ -	\$ 2,365
Restricted	-	-	15,802	32,727
Committed	-	-	-	-
Assigned	4,720,472	-	-	-
Unassigned	<u>1,938,003</u>	<u>7,428,117</u>	<u>8,736,391</u>	<u>6,915,213</u>
Total General Fund	<u>\$ 6,658,475</u>	<u>\$ 7,428,117</u>	<u>\$ 8,752,193</u>	<u>\$ 6,950,305</u>
All other governmental funds:				
Restricted	4,406,441	5,119,384	4,856,087	4,828,860
Committed	1,457,095	1,391,394	903,576	870,091
Assigned	-	-	-	-
Unassigned	<u>(206,006)</u>	<u>(155,931)</u>	<u>(117,280)</u>	<u>(60,595)</u>
Total all other governmental funds	<u>\$ 5,657,530</u>	<u>\$ 6,354,847</u>	<u>\$ 5,642,383</u>	<u>\$ 5,638,356</u>
Total all governmental funds	<u>\$ 12,316,005</u>	<u>\$ 13,782,964</u>	<u>\$ 14,394,576</u>	<u>\$ 12,588,661</u>

Source: City of Sierra Madre Finance Department

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ -	\$ 1,565	\$ -	\$ 5,450	\$ -	\$ -
32,639	455,167	404,690	453,889	452,819	486,221
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,557,690</u>	<u>9,236,030</u>	<u>9,603,886</u>	<u>11,560,063</u>	<u>14,194,662</u>	<u>13,516,644</u>
<u>\$ 7,590,329</u>	<u>\$ 9,692,762</u>	<u>\$ 10,008,576</u>	<u>\$ 12,019,402</u>	<u>\$ 14,647,481</u>	<u>\$ 14,002,865</u>
5,855,318	5,826,040	6,813,634	7,658,311	8,877,011	10,463,963
936,179	401,910	13,338	13,338	13,338	13,338
-	-	-	-	-	-
<u>(32,283)</u>	<u>(308,679)</u>	<u>(223,946)</u>	<u>(150,487)</u>	<u>-</u>	<u>(54,061)</u>
<u>\$ 6,759,214</u>	<u>\$ 5,919,271</u>	<u>\$ 6,603,026</u>	<u>\$ 7,521,162</u>	<u>\$ 8,890,349</u>	<u>\$ 10,423,240</u>
<u>\$ 14,349,543</u>	<u>\$ 15,612,033</u>	<u>\$ 16,611,602</u>	<u>\$ 19,540,564</u>	<u>\$ 23,537,830</u>	<u>\$ 24,426,105</u>

**CITY OF SIERRA MADRE**  
**Changes in Fund Balances of Governmental Funds**  
**(modified accrual basis of accounting)**

<b>Fiscal year ended June 30,</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
<b>Revenues:</b>				
Property Taxes	\$ 5,677,308	\$ 6,075,078	\$ 6,426,261	\$ 6,830,051
Other Taxes	2,809,769	3,257,288	3,228,635	3,302,646
Charges for services	881,477	690,417	733,929	974,741
Intergovernmental	1,022,280	1,176,272	1,228,646	1,536,011
Licenses and permits	837,657	1,222,728	1,227,077	1,231,070
Fines and forfeitures	190,999	167,318	118,324	140,395
Investment Income (loss)	25,726	63,194	84,912	306,329
Miscellaneous	440,745	489,181	933,142	327,781
<b>Total revenues</b>	<b>11,885,961</b>	<b>13,141,476</b>	<b>13,980,926</b>	<b>14,649,024</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	1,970,283	2,391,482	2,609,677	3,662,657
Public safety	5,725,286	5,375,953	5,200,197	8,165,504
Public works	1,004,326	1,247,133	2,806,374	2,173,523
Development	1,485,372	1,355,877	1,437,228	1,272,696
Culture and recreation	1,228,487	1,115,425	1,141,498	1,496,982
<b>Debt service:</b>				
Principal	72,604	75,964	79,484	83,163
Interest	18,442	15,082	11,563	7,879
<b>Total expenditures</b>	<b>11,504,800</b>	<b>11,576,916</b>	<b>13,286,021</b>	<b>16,862,404</b>
Excess (deficiency) of revenues over (under) expenditures	381,161	1,564,560	694,905	(2,213,380)
<b>Other financing sources (uses):</b>				
Subscription acquisition	-	-	-	-
Transfers in	2,348,798	246,913	37,851	468,564
Transfers out	(2,386,421)	(343,835)	(121,145)	(61,099)
<b>Total other financing sources (uses)</b>	<b>(37,623)</b>	<b>(96,922)</b>	<b>(83,294)</b>	<b>407,465</b>
<b>Net change in fund balances</b>	<b>343,538</b>	<b>1,467,638</b>	<b>611,611</b>	<b>(1,805,915)</b>
<b>Fund balances, beginning of year, as restated</b>	<b>11,972,467</b>	<b>12,315,326</b>	<b>13,782,965</b>	<b>14,394,576</b>
<b>Fund balances, end of year</b>	<b>\$ 12,316,005</b>	<b>\$ 13,782,964</b>	<b>\$ 14,394,576</b>	<b>\$ 12,588,661</b>
Debt Service as a Percentage of Non-Capital Expenditures	1%	1%	1%	1%

\*\*\*Note: In FY 2014-2015 Property Tax in-lieu of VLF is reported as part of Property Taxes.

2020	2021	2022	2023	2024	2025
\$ 7,161,511	\$ 7,666,122	\$ 7,967,081	\$ 8,382,935	\$ 8,859,401	\$ 9,271,482
3,644,793	4,393,543	4,913,188	5,230,313	5,284,445	5,582,335
824,891	647,586	935,827	940,391	957,204	1,059,607
1,745,392	2,154,464	2,645,384	2,244,921	3,843,162	6,865,557
1,245,264	1,464,992	1,962,943	1,882,838	2,181,430	2,032,278
82,903	70,616	116,820	109,610	89,175	106,922
320,460	(7,938)	(208,415)	302,852	1,621,759	1,607,186
<u>2,040,124</u>	<u>358,630</u>	<u>513,708</u>	<u>375,384</u>	<u>662,241</u>	<u>274,133</u>
<u>17,065,338</u>	<u>16,748,015</u>	<u>18,846,536</u>	<u>19,469,244</u>	<u>23,498,817</u>	<u>26,799,500</u>
5,561,126	3,832,934	3,136,367	4,584,836	3,816,683	4,545,502
5,717,940	6,741,180	6,567,384	7,193,807	8,550,259	9,669,537
2,003,010	2,635,535	5,877,947	2,172,401	4,221,188	8,597,923
983,998	1,115,698	1,449,245	1,459,483	1,624,136	1,729,462
950,110	1,178,635	1,034,689	1,131,360	1,257,211	1,334,887
87,016	-	-	8,671	9,487	7,561
<u>4,026</u>	<u>-</u>	<u>-</u>	<u>215</u>	<u>467</u>	<u>288</u>
<u>15,307,226</u>	<u>15,503,982</u>	<u>18,065,632</u>	<u>16,550,773</u>	<u>19,479,431</u>	<u>25,885,160</u>
<u>1,758,112</u>	<u>1,244,033</u>	<u>780,904</u>	<u>2,918,471</u>	<u>4,019,386</u>	<u>914,340</u>
-	-	-	30,511	-	-
169,858	1,022,186	214,856	1,836,016	686,905	1,985,000
<u>(167,088)</u>	<u>(1,003,729)</u>	<u>(205,724)</u>	<u>(1,862,504)</u>	<u>(709,025)</u>	<u>(2,011,065)</u>
<u>2,770</u>	<u>18,457</u>	<u>9,132</u>	<u>4,023</u>	<u>(22,120)</u>	<u>(26,065)</u>
1,760,882	1,262,490	790,036	2,922,494	3,997,266	888,275
<u>12,588,661</u>	<u>14,349,543</u>	<u>15,821,566</u>	<u>16,618,070</u>	<u>19,540,564</u>	<u>23,537,830</u>
<u>\$ 14,349,543</u>	<u>\$ 15,612,033</u>	<u>\$ 16,611,602</u>	<u>\$ 19,540,564</u>	<u>\$ 23,537,830</u>	<u>\$ 24,426,105</u>
1%	0%	0%	0%	0%	0%

**CITY OF SIERRA MADRE**  
**Assessed Value of Taxable Property**  
**Last Ten Fiscal Years**

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Category	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Residential	\$ 1,849,086,339	\$ 1,958,752,239	\$ 2,064,755,283	\$ 2,175,830,705
Commercial	57,179,257	60,520,506	62,360,811	66,807,200
Industrial	11,350,279	11,523,349	11,904,983	11,759,635
Govt. Owned	167,478	170,032	173,432	599,145
Institutional	6,423,627	17,021,358	18,196,153	17,707,802
Recreational	1,722,001	1,748,259	1,783,221	1,818,882
Vacant	44,273,558	46,173,712	42,633,298	30,933,973
Cross Reference	1,968,133	1,998,146	2,038,108	1,851,661
Unsecured	<u>7,011,648</u>	<u>6,843,871</u>	<u>6,959,470</u>	<u>7,981,925</u>
Total assessed value	<u>\$ 1,979,182,320</u>	<u>\$ 2,104,751,472</u>	<u>\$ 2,210,804,759</u>	<u>\$ 2,315,290,928</u>
Tax-Exempt Property	<u>(3,605,138)</u>	<u>(3,605,138)</u>	<u>(3,569,824)</u>	<u>(3,569,824)</u>
Total taxable assessed value	<u>\$ 1,975,577,182</u>	<u>\$ 2,101,146,334</u>	<u>\$ 2,207,234,935</u>	<u>\$ 2,311,721,104</u>
Total direct rate	0.2234	0.2243	0.2237	0.2236

Data Source: HDL Coren & Cone

<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
\$ 2,301,373,113	\$ 2,416,520,193	\$ 2,507,761,801	\$ 2,700,903,329	\$ 2,855,020,187	\$ 3,021,282,459
70,441,465	73,200,604	77,989,769	81,836,857	86,728,755	88,109,059
11,994,809	12,234,680	10,113,154	11,032,028	10,521,685	10,732,097
202,511	-	443,851	452,727	-	-
23,338,541	18,446,279	18,651,347	21,993,571	29,508,683	24,794,662
1,855,256	1,892,357	1,911,959	1,950,195	1,989,196	2,028,977
33,461,991	33,273,291	32,959,817	35,801,559	37,313,050	36,423,532
1,888,694	2,204,912	3,468,476	3,740,845	3,760,601	3,832,772
7,608,348	7,433,068	11,647,489	13,096,720	12,229,521	10,755,929
<u>\$ 2,452,164,728</u>	<u>\$ 2,565,205,384</u>	<u>\$ 2,664,947,663</u>	<u>\$ 2,870,807,831</u>	<u>\$ 3,037,071,678</u>	<u>\$ 3,197,959,487</u>
(3,569,824)	(3,569,824)	(3,569,824)	(3,569,824)	(3,569,824)	(4,953,065)
<u>\$ 2,448,594,904</u>	<u>\$ 2,561,635,560</u>	<u>\$ 2,661,377,839</u>	<u>\$ 2,867,238,007</u>	<u>\$ 3,033,501,854</u>	<u>\$ 3,193,006,422</u>
0.2236	0.2043	0.2228	0.2220	0.2218	0.2217

**CITY OF SIERRA MADRE**  
**Property Tax Rates**  
**Direct and Overlapping Governments**  
**(Rate per \$100 of Taxable Value)**  
**Last Ten Fiscal Years**

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Agency	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Basic Levy	1.00000	1.00000	1.00000	1.00000
Arcadia Unified	0.07507	0.07788	0.07551	0.05365
Metropolitan Water District	0.01800	0.02300	0.03000	0.03000
Pasadena Community College Dist	0.00872	0.00885	0.00819	0.00767
Pasadena Unified School Dist	0.11168	0.10673	0.10547	0.09491
Sierra Madre Lighting	<u>0.30902</u>	<u>0.30902</u>	<u>0.30902</u>	<u>0.30902</u>
Total Direct & Overlapping Tax Rates	<u>1.52249</u>	<u>1.52548</u>	<u>1.52819</u>	<u>1.49526</u>
City's Share of 1% Levy Per Prop 13	0.21911	0.21911	0.21911	0.21911
Total Direct Rate	0.22338	0.22428	0.22367	0.22363

Data Source: HDL Coren & Cone

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<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
0.05433	0.04784	0.04774	0.04704	0.04579	0.04652
0.03000	0.03000	0.03000	0.03000	0.03000	0.03000
0.00721	0.00554	0.00899	0.00869	0.02510	0.02434
0.04531	0.02294	0.05361	0.07756	0.07911	0.06366
0.30902	0.30902	0.16848	0.00000	0.00000	0.00000
<b>1.44587</b>	<b>1.41534</b>	<b>1.30882</b>	<b>1.16329</b>	<b>1.18000</b>	<b>1.16452</b>
0.21911	0.21911	0.21911	0.21911	0.21911	0.21911
0.22363	0.20425	0.22284	0.22195	0.22179	0.22165

**CITY OF SIERRA MADRE**  
**Principal Property Taxpayers**  
**Current Year and Nine Years Ago**

Taxpayer	2015			2024		
	Taxable Assessed Value	% of Net Assessed Value	Rank	Taxable Assessed Value	% of Net Assessed Value	Rank
CETT Madre Limited	\$ 12,379,152	0.63%	1	\$ 12,607,783	0.40%	3
CS One Carter LLC	11,464,933	0.58%	2			
Ginkgo Stonehouse II LLC	8,897,527	0.45%	3	6,716,781	0.21%	7
MB Equity LLC	6,172,051	0.31%	4	34,955,033	1.10%	1
Barbera Family LP	5,134,204	0.26%	5			
Montecito Development Group LLC	4,175,296	0.21%	6			
Jason and Heather Young	3,850,423	0.20%	7			
William L Sullivan Family Trust	3,766,746	0.19%	8			
Kensington SM GP LLC	3,791,054	0.19%	9	16,426,279	0.52%	2
William and A Kefalas Trust	3,699,881	0.19%	10			
Adrienne Sirott Trust				10,008,538	0.31%	5
Neil A Lavick				10,545,699	0.33%	4
Michael G and Rene C Hoffman Trust				7,363,736	0.23%	6
634 W. Sierra Madre Blvd LLC				6,352,478	0.20%	8
585 W. Sierra Madre LLC				6,202,310	0.19%	9
Richard C Wolgemuth Cotrustee				5,994,214	0.19%	10
Top Ten Total	<u>63,331,267</u>	<u>3.21%</u>		<u>117,172,851</u>	<u>3.68%</u>	
City Total	<u>\$ 1,972,170,672</u>			<u>\$ 3,187,203,558</u>		

Data Source: HDL Coren & Cone

**CITY OF SIERRA MADRE**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

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Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections of Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2016	4,229,810.14	4,129,506.26	97.63%	100,303.88	4,129,506.26	97.63%
2017	4,492,592.16	4,314,137.59	96.03%	178,454.57	4,314,137.59	96.03%
2018	4,772,165.30	4,553,847.52	95.43%	218,317.78	4,553,847.52	95.43%
2019	4,977,521.00	4,854,870.94	97.54%	122,650.06	4,854,870.94	97.54%
2020	5,454,161.24	5,262,884.00	96.49%	120,330.00	5,333,831.24	97.79%
2021	5,710,131.08	5,582,408.75	97.76%	157,211.20	5,552,919.88	97.25%
2022	5,920,942.25	6,271,281.22	105.92%	344,332.71	5,576,609.54	94.18%
2023	6,371,764.66	6,850,232.71	107.51%	350,085.48	6,021,679.18	94.51%
2024	6,736,051.45	7,090,417.14	105.26%	190,647.43	6,545,404.02	97.17%
2025	7,088,387.35	7,392,155.92	104.29%	193,411.38	6,894,975.97	97.27%

Data Source: HDL Coren & Cone

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**CITY OF SIERRA MADRE**  
**Total Direct and Overlapping Debt**  
**As of June 30, 2025**

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	Total Debt June 30, 2025	% Applicable (1)	City's Share of Debt June 30, 2025
<b>OVERLAPPING TAX AND ASSESSMENT DEBT:</b>			
Pasadena Area Community College District	\$ 149,370,000	2.696	\$ 4,027,015
Arcadia Unified School District	316,175,000	0.382	1,207,789
Pasadena Unified School District	330,830,000	5.493	18,172,492
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			\$ 23,407,296
<b>DIRECT AND OVERLAPPING GENERAL FUND DEBT:</b>			
Los Angeles County General Fund Obligations	\$ 3,036,637,390	0.152	\$ 4,615,689
Los Angeles County Superintendent of Schools Certificates of Participatio	2,331,775	0.152	3,544
Pasadena Area Community College District Certificates of Participation	28,490,000	2.696	768,090
<b>City of Sierra Madre</b>	-	100	-
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$ 5,387,323
<b>TOTAL DIRECT DEBT</b>			\$ 6,144,889
TOTAL OVERLAPPING DEBT			\$ 28,794,619
<b>COMBINED TOTAL DEBT(2)</b>			\$ 34,939,508

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

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

Debt To Assessed Valuation Ratios:

Direct Debt	0.00%
Overlapping Debt	0.73%
Total Debt	0.90%

Data Source: California Municipal Statistics, Inc.

Total Direct Debt Data: City of Sierra Madre Finance Department

**CITY OF SIERRA MADRE**  
**Outstanding Debt by Type**

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Governmental Activities

Fiscal Year Ended June 30,	Master Lease	Lease liability	Subscription liability	Total
2016	\$ 375,785	\$ -	\$ -	\$ 375,785
2017	288,119	-	-	288,119
2018	196,393	-	-	196,393
2019	100,420	-	-	100,420
2020	-	-	-	-
2021	-	-	-	-
2022	-	10,439	-	10,439
2023	-	4,488	44,843	49,331
2024	-	20,752	12,353	33,105
2025	-	16,138	30,940	47,078

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

Source: City of Sierra Madre Finance Department

Population and Personal Income data: HDL Coren & Cone, California State Department of Finance

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Business-type Activities

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Master Lease	Revenue Parity Bonds	Loans	Total	Total Primary Government	Percentage of Personal Income	Per Capita
\$ 181,341	\$ 8,165,000	\$ 728,438	\$ 9,074,779	\$ 9,450,564	1.65%	858.36
139,036	7,715,000	582,751	8,436,787	8,724,906	1.52%	794.18
94,771	-	6,940,756	7,035,527	7,231,920	1.19%	649.48
48,457	-	6,372,601	6,421,058	6,521,478	1.00%	602.95
-	-	5,900,868	5,900,868	5,900,868	0.89%	553.81
-	-	5,416,637	5,416,637	5,416,637	0.81%	508.37
-	-	7,158,098	7,158,098	7,168,537	0.96%	658.82
-	-	7,403,595	7,403,595	7,452,926	0.88%	688.75
-	-	7,027,533	7,027,533	7,060,638	0.79%	647.23
-	-	6,097,811	6,097,811	6,144,889	0.67%	565.31

**CITY OF SIERRA MADRE**  
**Pledged Revenue Coverage**

Business-type Activities - Water Fund

Fiscal Year Ended June 30,	Operating Revenues	Operation and Maintenance Costs	Net Revenues	Debt Service		Coverage
				Principal	Interest	
<i>Sierra Madre Water Revenue Refunding Bonds, Series 1998A</i>						
<i>Sierra Madre Water Revenue Parity Bonds, Series 2003</i>						
2016	\$ 4,498,726	\$ 2,348,112	\$ 2,150,614	\$ 425,000	\$ 420,720	2.54
2017	5,249,123	2,567,912	2,681,211	450,000	398,845	3.16
2018	5,521,322	2,319,129	3,202,193	258,284	186,735	7.20
<i>City of Sierra Madre Installment Purchase Agreement**</i>						
2019	5,611,440	2,364,338	3,247,102	422,467	257,981	4.77
2020	6,954,132	1,905,193	5,048,939	326,046	243,699	8.86
2021	8,934,480	2,824,490	6,109,990	338,543	231,875	10.71
2022	6,655,722	4,059,012	2,596,710	350,161	216,112	4.59
2023	6,446,169	4,952,653	1,493,516	362,881	201,560	2.65
2024	6,707,324	4,928,918	1,778,406	376,062	188,964	3.15
2025	7,328,024	4,951,065	2,376,959	929,722	173,340	2.15

\*\* The City determined that paying the prior installment sales agreements for the Revenue Bonds listed above with the proceeds from the 2017 Installment Purchase Agreement, would reduce the City's interest expense payable from Water Revenues.

Funding was provided by Holman Capital Corporation and the City's Reserve Funds totaling \$6,761,976. The proceeds were sufficient to defease the Revenue Bonds on November 1, 2017, thereby satisfying and terminating the City's obligations under the prior installment sales agreements and indentures. Funding took place on October 31, 2017.

As with the original Revenue Bonds, the City irrevocably pledged all of the Net Water Revenues to the payment of the 2017 Installment Payments, and is a first priority lien on the collateral.

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

Source: City of Sierra Madre Finance Department

**CITY OF SIERRA MADRE**  
**Pledged Revenue Coverage (continued)**

Fiscal Year Ended June 30,	Governmental Activities				Coverage
	Tax Increment <sup>(1)</sup>	Debt Service			
		Principal	Interest		
2016 <sup>(2)</sup>	\$ 528,157	\$ 315,000	\$ 78,625	1.34	
2017 <sup>(2)</sup>	567,950	330,000	62,500	1.45	
2018 <sup>(2)</sup>	581,097	345,000	45,625	1.49	
2019 <sup>(2)</sup>	190,991	360,000	28,000	0.49	
2020 <sup>(2)</sup>	215,315	380,000	19,000	0.54	
2021 <sup>(2)</sup>	-	-	-	-	
2022 <sup>(2)</sup>	-	-	-	-	
2023 <sup>(2)</sup>	-	-	-	-	
2024 <sup>(2)</sup>	-	-	-	-	
2025 <sup>(2)</sup>	-	-	-	-	

<sup>(1)</sup> Tax increment figures are net of related pass-through payments, beginning in 2008-2009, the City began paying AB1389 pass through payments.

<sup>(2)</sup> Due to the dissolution of the Community Redevelopment Agency, the Tax Allocation Bonds were transferred to the Successor Agency. This funding represents the Private Purpose Trust Fund.

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

Source: City of Sierra Madre Finance Department

**CITY OF SIERRA MADRE**  
**Demographic and Economic Statistics**

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Calendar Year	Population	Personal Income (In Thousands)	Per Capita Personal Income	Unemployment Rate	Median Age	% of Pop 25+ with High School	% of Pop 25+ with Bachelor's Degree
2015	11,013	\$ 541,092	\$ 49,132	4.5%	45.8	97.5%	61.5%
2016	11,010	573,499	52,088	3.5%	46.2	98.4%	63.7%
2017	10,986	575,612	52,395	2.7%	45.0	99.2%	65.1%
2018	11,135	608,795	54,674	3.7%	46.6	99.3%	63.3%
2019	10,816	655,093	60,567	4.5%	47.6	98.7%	62.4%
2020	10,655	664,995	62,411	14.6%	49.0	98.4%	60.8%
2021	10,865	745,581	68,622	6.7%	47.5	98.5%	62.9%
2022	10,821	850,058	78,556	3.3%	48.3	98.5%	63.4%
2023	10,909	894,424	81,989	3.3%	46.6	98.1%	64.7%
2024	10,870	920,409	84,674	2.2%	46.9	98.0%	65.4%

Data Source: HDL Coren & Cone, California State Department of Finance, California EDD, Us Census

**CITY OF SIERRA MADRE**  
**Top 25 Sales Tax Producers**  
**For Fiscal Year Ended June 30, 2025**

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<b>Business Name</b>	<b>Business Category</b>
ACDC Apparel	Family Apparel
Bottle Shop	Convenience Stores/Liquor
Buccaneer Lounge	Casual Dining
Casa Del Rey	Casual Dining
Corfu Restaurant	Casual Dining
Emmis Sierra Madre	Casual Dining
Frontier Hardware Co	Building Materials
K Petrol	Service Stations
Lemon Zest	Fast-Casual Restaurants
Leonora Moss	Florist Shops
Lucky Baldwins Delirium Café	Casual Dining
Lucky Stop Liquor and Fine Wine	Convenience Stores/Liquor
Monsieur Crepe	Casual Dining
Nano Café	Casual Dining
Only Place in Town	Casual Dining
Roe Japanese Fusion	Casual Dining
Rt Rogers Brewing Co	Casual Dining
Sierra Madre Gas Station	Service Stations
Sierra Madre Pizza Co	Quick-Service Restaurants
Starbucks	Quick-Service Restaurants
Tacos Ensenada Dom	Quick-Service Restaurants
Taylor's Old Fashioned Meat Market	Food Stores Non-Grocery
Village Pizzeria	Casual Dining
Wistaria Restaurant & Bar	Casual Dining
Yui	Casual Dining

Data Source: HDL Coren & Cone

**CITY OF SIERRA MADRE**  
**Full-Time Equivalent City Government Employees by Function**

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	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
General Government	11	11	13	12	15	11	16	16	16	16
Public Safety										
Police										
Officers	17	17	17	15	11	17	16	17	18	18
Civilians	6	6	7	7	11	5	6	5	5	5
Fire	18	19	19	20	16	16	17	18	17	18
Public Works	18	19	18	16	16	18	19	19	19	19
Development	5	5	5	5	4	4	5	6	6	6
Library and Recreation	12	13	14	12	13	12	9	9	9	9
Total	<u>87</u>	<u>90</u>	<u>93</u>	<u>87</u>	<u>86</u>	<u>83</u>	<u>88</u>	<u>90</u>	<u>90</u>	<u>91</u>

*Source: City of Sierra Madre Finance Department*

# CITY OF SIERRA MADRE

## Operating Indicators by Function

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>Police</b>										
Number of:										
Physical Arrests	214	248	223	231	210	178	218	107	88	106
Parking Violations	1,797	2,596	1,705	1,127	225	1,161	1,243	820	1,642	1,284
Traffic Violations	727	837	1,210	1,216	1,051	912	824	718	984	794
<b>Fire</b>										
Number of:										
Calls Answered	1,036	1,107	1,102	1,097	1,197	1,088	1,230	1,382	1,454	1,591
Inspections	1,678	2,084	1,687	1,905	1,935	2,012	1,825	1,673	1,879	1,942
<b>Public Works</b>										
Number of:										
Water Mains Repaired	550	388	395	374	303	403	391	338	284	800
Water service leaks repaired	19	30	46	62	78	57	77	68	79	80
Street resurfacing/repair (SF)	-	142,500	454,000	705,270	180,000	136,600	130,000	70,000	77,000	48,000
Sidewalk Repairs (SF)	3,000	4,700	9,500	3,250	6,500	2,000	4,400	11,400	13,500	3,300
Trees planted	-	12	16	31	15	15	16	12	25	18
Trees pruned	24	38	43	16	42	47	55	85	50	97
Trees removed	75	75	68	44	28	28	26	19	10	14
Sewer cleaned/inspected (LF)	186,176	146,000	120,817	98,000	80,000	148,316	50,000	103,000	70,000	65,000
Sewer Manhole inspected (each)	620	433	473	380	211	380	210	259	130	130
Sewer lines inspected (LF)	1,000	2,045	-	-	-	1,000	-	30,000	18,000	20,000
Meters replaced	-	172	507	643	605	106	160	400	195	190
Valves exercised	267	3	-	60	605	600	564	350	252	250
Pot holes repaired	575	657	727	622	686	830	423	600	440	200
Water Mains Replaced (LF)	1,750	1,200	2,000	5,800	7,095	6,000	5,300	5,000	2,150	800
<b>Recreation and Community Services</b>										
Number of participants:										
Recreation classes	371	271	217	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Aquatic (1)	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Summer pool memberships	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Annual Events (2)										
Movie Series	1,500	1,700	1,850	1,900	2,200	1,000	1,500	1,550	1,650	2,013
Concert Series	4,400	4,600	4,800	5,600	5,800	n/a	6,000	4,000	4,300	5,000
Summer Fun in the Park	305	265	261	285	291	150	204	89	n/a	n/a
Huck Finn (campsites)	63	50	36	48	n/a	n/a	n/a	n/a	n/a	n/a
Mt. Wilson Trail Race	346	337	332	350	n/a	300	349	350	500	n/a
Window Painting	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Halloween Happenings	157	107	115	126	130	200	250	250	350	3,600
Family Night Camping Under the Stars	n/a	n/a	n/a	n/a	n/a	n/a	n/a	36	n/a	n/a
Bark in the Park	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	100	n/a
Excursions	511	477	464	569	262	-	25	37	106	72
Community Bike Ride	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	35
Senior Program Activities										
Senior Meals	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	1,111	3,865
Chair Yoga	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	1,611	1,763
Book Club	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	54	64
Senior Cinema	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	98	292
Hula	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	1,280	1,205
Excursions	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	106	81
Crafts	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	119	118
Bingo	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	409	320
Lunch & Learns - Real Estate, Medicare Pres	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	6	132
Blood Pressure	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	5	61
Birthday Celebration	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	201
Holiday Lunch	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	52	50
Valentine's Day	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	35	28
St. Patricks	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	19	n/a
Thanksgiving Social	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	19	50
Older American	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	38	59
Luau Social	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	50
Seniors Rock Concert	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	600
Income Tax Program	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	41

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**CITY OF SIERRA MADRE**  
**Operating Indicators by Function, (continued)**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Library										
Number of:										
Registered borrowers	11,429	11,574	11,098	14,162	10,175	8,787	8,212	8,158	7,882	7,976
Circulation	113,272	97,829	114,432	115,572	97,870	84,675	103,616	108,873	91,294	92,990
Reference	6,493	5,237	5,066	4,868	4,686	4,837	4,626	5,304	4,517	5,579
Book volumes held	47,746	41,680	39,164	40,126	39,949	41,212	43,249	44,780	45,515	47,613
Use of electronic content	17,678	16,612	14,141	17,809	13,954	11,637	32,958	65,035	12,145	18,334
Media	18,238	6,084	5,904	5,892	5,545	5,707	5,708	5,719	5,570	5,784
Periodicals	61	95	82	73	71	72	67	61	66	56
Municipal Utilities										
Number of:										
Number of Customers										
Residential	3,489	3,565	3,501	3,654	3,624	3,600	3,568	3,594	3,485	3,556
Non-Residential	195	210	193	163	248	190	215	186	206	163
Water Consumption in Units (000's)	667	925	765	741	860	1,179	847	867	1,895	1,449
Administrative Services										
Number of:										
Number of Customers										
Online Bill Pay (average)	246	288	333	421	435	965	1,371	1,424	1,511	1,569
Business Licenses Issued	1,276	1,438	1,665	1,584	2,767	1,323	1,347	1,843	1,419	
Development Services										
Number of:										
Accessory Dwelling Unit Permit	n/a	n/a	1	10	24	20	25	22	24	29
Business Licenses Issued	1,276	1,438	1,665	1,584	2,767	1,323	1,347	1,367	1,419	1,132
Conditional Use Permit	5	6	7	-	-	1	6	2	2	1
Minor Conditional Use Permit	2	5	5	4	1	2	7	4	3	2
Design Review					11	13	14	7	4	3
Variance	1	-	-	1	-	-	1	-	-	2
Minor Variance	2	2	-	3	-	-	-	-	-	2
Municipal Code Text Amendment	5	7	-	5	-	7	8	1	3	3
Building Permit	230	274	281	258	320	260	351	333	384	396
Electrical Permit	174	206	223	223	203	215	194	286	289	291
Mechanical Permit	100	128	135	140	117	109	122	133	151	162
Plumbing Permit	194	204	230	191	141	136	130	152	213	180
Sewer Permit	14	23	2	7	3	6	8	7	21	9

Data Source: Various City of Sierra Madre Departments

**CITY OF SIERRA MADRE**

**Capital Assets – Book Value (excludes construction in progress)**

		<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
Roadways					
	Pavement AC (Governmental Funds)	\$ 10,731,909	\$ 9,854,028	\$ 9,549,273	\$ 10,482,847
Street Appurtenances					
	Bridges (Governmental Funds)	29,591	21,137	12,682	4,227
Parks					
	Park Structures (Governmental Funds)	267,258	392,374	371,422	350,470
	Trees (Governmental Funds)	-	-	-	-
		1,206,214	1,206,214	1,206,214	1,206,214
Wastewater					
	Manholes (Sewer)	672,551	643,932	615,313	586,693
	Sewer Pipelines (Sewer)	2,576,706	2,469,342	2,361,979	2,254,616
Domestic Water Network					
	Spreading Basins (Water)	1,025,528	989,710	953,893	918,075
	Pump Stations (Water)	1,322,223	1,265,958	1,209,694	1,153,429
	Pipelines (Water)	4,141,639	4,143,901	4,352,079	5,620,212
	Pressure Reducing Stations (Water)	250,630	233,345	216,061	198,776
	Fire Hydrants (Water)	144,440	133,741	123,042	112,343
	Wells (Water)	580,356	537,366	494,377	451,387
	Reservoirs (Water)	13,174,440	12,967,602	12,760,764	12,553,926
Buildings					
	All				
	Buildings (Water Fund)	118,766	110,328	101,799	93,316
	Buildings (Sewer Fund)	118,813	110,284	101,840	93,353
	Buildings (Governmental Funds)	5,642,913	5,409,185	5,175,456	5,127,521
	Buildings (Governmental-ISF Facilities)	-	-	61,379	60,152
Land					
	All				
	Land (Water Fund)	1,483,250	1,483,250	1,483,250	1,483,250
	Land (Governmental Funds)	162,275,946	162,275,946	162,275,946	162,275,946
General Equipment					
	All				
	Vehicle & Equipment (Water Fund)	59,040	71,118	62,638	54,158
	Vehicle & Equipment (Sewer Fund)	230,880	169,174	107,464	45,756
	Vehicle & Equipment (Governmental Funds)	501,492	387,136	555,906	1,089,507
	Vehicle & Equipment (Governmental-ISF fleet)	654,076	821,597	745,502	-
	Software (Governmental-ISF Administration)	394,552	333,326	272,087	210,851
Right-to-use					
	All				
	Equipment (Governmental-ISF Funds)	-	-	-	-
	Subscription (Governmental Funds)	-	-	-	-
	Subscription (Governmental-ISF Funds)	-	-	-	-
<b>Total</b>		<b>\$ 207,603,213</b>	<b>\$ 206,029,994</b>	<b>\$ 205,170,057</b>	<b>\$ 206,427,024</b>

Data Source: Various City of Sierra Madre Departments

Fiscal Year Ended June 30,					
2020	2021	2022	2023	2024	2025
\$ 11,776,829	\$ 12,434,068	\$ 13,061,359	\$ 12,785,167	\$ 13,643,337	\$ 11,765,391
-	-	-	-	-	-
329,873	1,335,386	1,289,681	1,251,585	1,213,490	2,021,633
-	-	-	-	-	-
1,206,214	1,206,214	1,206,214	1,206,214	1,206,214	1,206,214
558,074	529,455	500,836	472,217	443,598	414,978
2,147,252	2,039,889	1,932,526	1,825,163	1,717,800	1,610,438
889,342	928,331	904,256	880,182	856,108	832,034
1,097,164	1,040,899	984,634	928,370	872,105	815,840
5,421,687	5,150,194	5,069,663	9,071,597	9,048,576	12,462,084
181,491	164,206	146,921	129,636	112,352	95,067
101,643	90,944	80,245	69,545	58,846	48,147
408,398	783,648	744,588	705,528	666,468	627,407
12,347,088	12,140,250	11,933,412	11,726,574	11,519,736	11,312,898
84,833	76,349	67,866	59,383	50,900	42,416
84,866	76,380	67,893	59,406	50,920	42,433
5,033,771	4,922,200	4,784,529	4,601,102	4,417,675	4,234,248
58,924	87,673	202,175	584,119	566,250	548,380
1,483,250	1,483,250	1,483,250	1,483,250	1,483,250	1,483,250
162,275,946	162,275,946	162,275,946	162,275,946	162,275,946	162,275,946
882,988	846,597	810,207	773,816	737,426	702,739
13,039	448,910	504,459	446,451	390,305	561,687
1,051,061	1,625,563	1,680,739	1,650,546	1,478,605	2,343,922
-	-	-	-	-	-
149,613	112,223	72,802	57,583	42,363	27,144
-	-	10,474	4,573	21,206	16,316
-	-	-	22,636	14,147	7,028
-	-	-	25,101	3,924	29,178
<b>\$ 207,583,346</b>	<b>\$ 209,798,576</b>	<b>\$ 209,814,675</b>	<b>\$ 213,095,690</b>	<b>\$ 212,891,547</b>	<b>\$ 215,526,818</b>

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