

**AUBURN PUBLIC
CEMETERY DISTRICT**

ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2025

AUBURN PUBLIC CEMETERY DISTRICT
Annual Financial Report
For the Year Ended June 30, 2025

TABLE OF CONTENTS

INTRODUCTORY SECTION

District Officials.....	1
-------------------------	---

FINANCIAL SECTION

Independent Auditor's Report.....	2
Management's Discussion and Analysis.....	4

Basic Financial Statements:

Government-wide Financial Statements:

Statement of Net Position	12
Statement of Activities.....	13

Fund Financial Statements:

Balance Sheet – Governmental Funds	14
Reconciliation of the Balance Sheet – Governmental Funds to the Government-wide Statement of Net Position	15
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds to the Government-wide Statement of Activities.....	17
Statement of Fiduciary Net Position.....	18
Statement of Changes in Fiduciary Net Position	19

Notes to the Financial Statements.....	21
--	----

Required Supplementary Information:

Budgetary Comparison Schedule – General Fund.....	36
---	----

District Pension Plan:

Schedule of the District's Proportionate Share of the Net Pension Liability.....	37
Schedule of the District's Pension Contributions	38

District Other Postemployment Benefit Plan:

Schedule of Changes in the District's Net OPEB Liability and Related Ratios	39
---	----

Notes to Required Supplementary Information	40
---	----

AUBURN PUBLIC CEMETERY DISTRICT

District Officials

June 30, 2025

BOARD OF TRUSTEES

Mr. Terry Cooney President
Mr. Earl D. Wilson Jr..... Vice-President
Ms. Melinda Herzog-Landrith Trustee
Ms. Lori Tompkins Trustee
Michael Otten..... Trustee

OTHER DISTRICT OFFICIALS

Katelan Sweeney..... District Manager
Sharon Rodgers..... Bookkeeper



david farnsworth cpa
ACCOUNTING • ADVISORY • ASSURANCE

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Auburn Public Cemetery District
Auburn, California

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Auburn Public Cemetery District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Auburn Public Cemetery District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Auburn Public Cemetery District, as of June 30, 2025, and the respective changes in financial position 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. 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 Auburn Public Cemetery District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Auburn Public Cemetery District'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 generally accepted 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 generally accepted 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 Auburn Public Cemetery District'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 Auburn Public Cemetery District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4–10; budgetary comparison information, the schedule of the District's proportionate share of the net pension liability, schedule of the District's pension contributions, schedule of changes in the District total OPEB liability and related ratios, and the schedule of the District's OPEB contributions on pages 36–41 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section 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.

David Farnsworth, CPA
 Milpitas, California
 July 29, 2026

AUBURN PUBLIC CEMETERY DISTRICT
Management's Discussion & Analysis
June 30, 2025

As management of the Auburn Public Cemetery District, we offer the residents and other readers of the Auburn Public Cemetery District's financial statements this management discussion and analysis (MD&A). The MD&A provides a narrative overview and analysis of the financial statements of the Auburn Public Cemetery District for the fiscal year ended June 30, 2025, focusing on why amounts changed from the prior year.

Financial Highlights

The following summarizes the District's financial highlights for the fiscal year ended June 30, 2025.

- In total, government-wide net position was \$5,843,183
- General revenues accounted for \$1,259,781 or 76.07% of total revenues
- Program revenues accounted for \$374,066 or 22.59% of total revenues
- Contributions to permanent funds accounted for \$22,320 or 1.35% of total revenues
- Total government-wide assets were \$6,570,704
- Total government-wide deferred outflows were \$288,028
- Total government-wide liabilities were \$527,797
- Total government-wide deferred inflows were 487,752
- Total program expenses were \$935,045

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to the Auburn Public Cemetery District's basic financial statements. The Auburn Public Cemetery District's basic financial statements consist of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) the notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves. The first two statements are government-wide financial statements that provide both short-term and long-term information about the District's overall financial status.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the Auburn Public Cemetery District's finances, in a manner similar to a private-sector business.

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

The *statement of activities* presents information showing how the Auburn Public Cemetery District'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 can be found on pages 11–12 of this report.

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 Auburn Public Cemetery District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Auburn Public Cemetery District can be divided into one category: governmental funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-

AUBURN PUBLIC CEMETERY DISTRICT
Management's Discussion & Analysis
June 30, 2025

wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirements.

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

The Auburn Public Cemetery District maintains three individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the capital projects fund, and the permanent fund, which are considered to be major funds.

The Auburn Public Cemetery District adopts an annual appropriated budget for its general fund. A budgetary comparison schedule has been provided for the general fund to demonstrate compliance with this budget in the required supplementary information section.

The basic governmental fund financial statements can be found on pages 13–16 of this report. Fiduciary fund financial statements can be found on pages 17–18 of this report.

Notes to the Financial Statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 21–35 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the Auburn Public Cemetery District's budgetary comparison schedule for the general fund and the progress in funding its obligations to provide pension and OPEB benefits to its employees. Required supplementary information can be found immediately after the notes to the financial statements on pages 36–41.

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of the Auburn Public Cemetery District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$5,843,183, at the close of the most recent fiscal year.

AUBURN PUBLIC CEMETERY DISTRICT
Management's Discussion & Analysis
June 30, 2025

Condensed Statement of Net Position

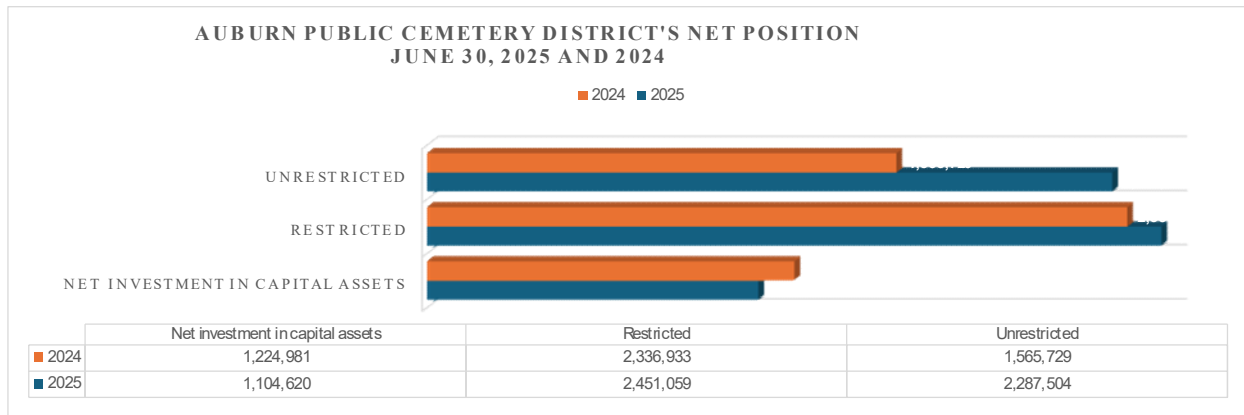
	Governmental Activities		Dollar Change	Percentage Change
	2025	2024		
Assets				
Current and other assets	\$ 5,466,084	\$ 4,636,713	\$ 829,371	17.89%
Capital assets, net	1,104,620	1,240,005	(135,385)	-10.92%
Total assets	6,570,704	5,876,718	693,986	11.81%
 Total deferred outflows of resources	 288,028	 319,679	 (31,651)	 -9.90%
Liabilities				
Current liabilities	72,780	63,046	9,734	15.44%
Long-term liabilities	455,017	622,627	(167,610)	-26.92%
Total liabilities	527,797	685,673	(157,876)	-23.02%
 Total deferred inflows of resources	 487,752	 368,057	 119,695	 32.52%
Net position				
Net investment in capital assets	1,104,620	1,240,005	(135,385)	-10.92%
Restricted	2,451,059	2,336,933	114,126	4.88%
Unrestricted	2,287,504	1,565,729	721,775	46.10%
Total net position	\$ 5,843,183	\$ 5,142,667	\$ 700,516	13.62%

Current and other assets increased in governmental activity by \$829,371 from the prior year. The increase is due to an increase of \$673,159 in cash and investments, an increase of \$3,568 in interest receivable, a decrease of \$1,789 in inventories, an increase of \$2,875 in prepaid items, an increase of \$38,278 in Net OPEB asset, and an increase of \$113,280 in restricted cash and investments. Capital assets, net of accumulated depreciation decreased by \$135,385. The decrease is due to depreciation expense of \$56,794, capital expenditures of \$23,671, and sale of land with a cost basis of \$102,262. Deferred outflows decreased by \$31,651. The decrease is due to an increase of \$13,496 in deferred outflows related to pensions and a decrease of \$45,147 in deferred outflows related to OPEB.

Current liabilities in governmental activities increased by \$9,734 from the previous year due to an increase of \$4,826 in accounts payable, an increase of \$5,608 in accrued expenses, and a decrease of \$700 in unearned revenues. Long-term liabilities in governmental activities decreased by \$167,610 due to a decrease of \$8,705 in net pension liability, a decrease of \$181,007 in net OPEB liability, and an increase of \$22,102 in compensated absences. Deferred inflows of resources increased by \$119,695. The increase is due to a decrease in deferred inflows of resources related to pensions by \$13,223 and deferred inflows of resources related to OPEB increased by \$132,918.

By far, the largest portion of the District's net position, \$2,451,059 or 41.95%, reflects restricted net position. The second largest portion of the District's net position reflects unrestricted of \$2,287,504 or 39.15%. The remainder of net position is net investment in capital assets of \$1,104,620 or 18.90% (e.g. land, buildings, machinery, and vehicles). The District uses these capital assets to provide interment services to its citizens. Accordingly, these assets are not available for future spending.

AUBURN PUBLIC CEMETERY DISTRICT
Management's Discussion & Analysis
June 30, 2025



The District's overall net position increased by \$700,516 from the prior year. The reason for this overall increase is discussed in the following section.

	Governmental Activities		Dollar Change	Percentage Change
	2025	2024		
Revenues:				
Program revenues:				
Charges for services	\$ 374,066	\$ 377,009	\$ (2,943)	-0.78%
General revenues:				
Property taxes	749,544	720,129	29,415	4.08%
Investment earnings	236,972	152,058	84,914	55.84%
Insurance recoveries	3,217	12,374	(9,157)	-74.00%
Miscellaneous	13,717	12,322	1,395	11.32%
Gain on sale of capital assets	256,331	-	256,331	
Total revenues	1,633,847	1,273,892	359,955	28.26%
Expenses:				
Interment services	935,045	874,398	60,647	6.94%
Total expenses	935,045	874,398	60,647	6.94%
Increase in net position before contributions to permanent funds	698,802	399,494	299,308	74.92%
Contributions to permanent funds	22,320	38,121	(15,801)	-41.45%
Change in net position	721,122	437,615	283,507	64.78%
Net position - beginning as restated for 2025	5,122,061	4,705,052	417,009	8.86%
Net position - ending	\$ 5,843,183	\$ 5,142,667	\$ 700,516	13.62%

Governmental Activities. During the current fiscal year, net position for governmental activities increased by \$700,516 from the prior year for an ending balance of \$5,843,183. Revenues increased \$359,955 from the prior year due to a decrease in program revenues of \$2,943 and an increase in general revenues of \$362,898.

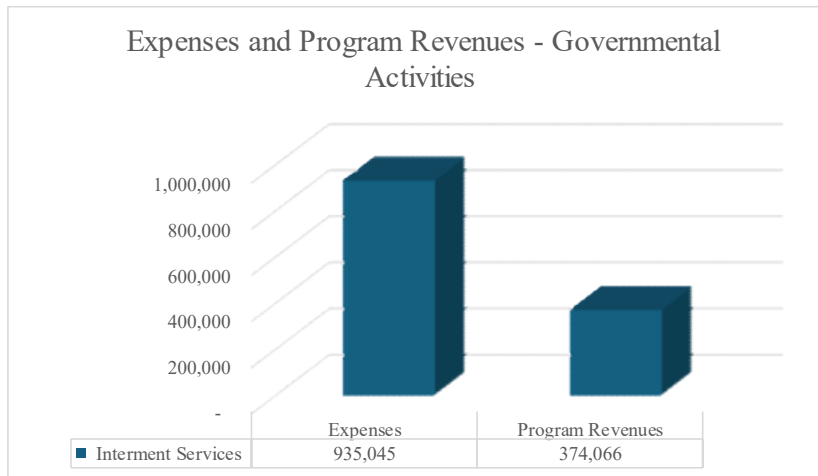
Expenses increased during the current year, increased from \$874,398 in the prior year to \$935,045 in the current year.

Contributions to permanent funds decreased by \$15,801. The decrease is due to a decrease in interment burials compared to the prior year.

As shown in the chart below, revenues generated by the Auburn Public Cemetery District's program revenues are not sufficient to cover the costs.

The Auburn Public Cemetery District relies on property taxes, investment income and other general revenues to cover the costs associated with the Auburn Public Cemetery District's program (interment services).

AUBURN PUBLIC CEMETERY DISTRICT
Management's Discussion & Analysis
June 30, 2025



Financial Analysis of Governmental Funds

As noted earlier, Auburn Public Cemetery District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

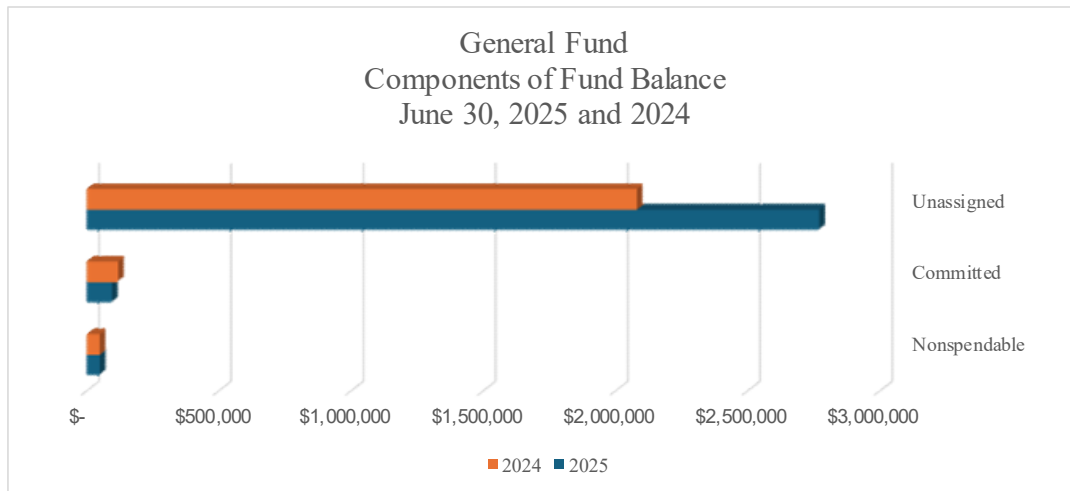
Governmental Funds. The focus of the Auburn Public Cemetery District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Auburn Public Cemetery District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the Auburn Public Cemetery District itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the Auburn Public Cemetery District's Board of Trustees.

At June 30, 2025, the Auburn Public Cemetery District's governmental funds reported combined fund balances of \$5,355,026 an increase of \$781,359 in comparison with the prior year.

Of this amount, 2,766,211 or 51.66%, constitutes unassigned fund balance, which is available for spending at the District's discretion. The remainder of the fund balance is either nonspendable, restricted, committed, or assigned to indicate that it is (1) not in spendable form for inventories and prepaid items, \$46,059, (2) not spendable because it is legally required to be maintained intact, \$1,413,808; (3) restricted for maintenance and repairs of cemetery, \$1,037,251 and (4) committed for future capital expenditures, \$91,697.

The general fund is the chief operating fund of the Auburn Public Cemetery District. At the end of the current fiscal year, unassigned fund balance of the general fund was \$2,059,038, while total fund balance increased to \$2,903,967. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents 283.11% of total general fund expenditure, while total fund balance represents 548.07% of that same amount.

AUBURN PUBLIC CEMETERY DISTRICT
Management's Discussion & Analysis
June 30, 2025



The fund balance of the Auburn Public Cemetery District's general fund increased by \$667,233 during the current fiscal year. As discussed earlier in connection with governmental activities, the increase was due to a net change in fund balances of 667,233. Revenues increased by \$18,852. The decrease of \$18,852 is due to an increase of \$23,644 in property tax revenue, a decrease of \$80,856 in charges for services, and an increase of \$31,659 in investment earnings and a decrease of \$12,322 in miscellaneous revenues. Total expenditures increased by \$117,644. The increase is due to an increase of \$15,681 in interment services-salaries and benefits, an increase of \$100,098 in interment services-services and supplies, and an increase of \$1,865 in interment services-capital outlay . Total other financing sources increased by \$349,437. The increase is due to a decrease of \$9,157 in insurance recoveries and an increase of \$358,594 in sale of capital assets.

The permanent fund, a major fund, had an increase of \$114,126 from \$2,336,933 to \$2,451,059. The increase is due to an increase in investment earnings of \$16,927 and a decrease in contributions to endowment of \$15,801.

General Fund Budgetary Highlights

Original budget compared to final budget. As finalized by the Board of Trustees, original and final budgeted revenues totaled \$1,207,815 and original and final expenditures totaled \$1,284,671. Expenditures were budgeted to exceed revenues by \$0. *Final budget compared to actual results.* The most significant differences between estimated revenues and actual revenues and estimated expenditures and actual expenditures were as follows:

AUBURN PUBLIC CEMETERY DISTRICT
Management's Discussion & Analysis
June 30, 2025

	Final Budgeted Revenues	Actual Revenues	Difference
Revenue source			
Property tax	\$ 730,299	\$ 749,544	\$ 19,245
Charges for services	180,000	374,066	194,066
Investment earnings	76,630	145,166	68,536
Miscellaneous	220,886	13,717	(207,169)
Total revenues	<u>1,207,815</u>	<u>1,282,493</u>	<u>74,678</u>
Expenditures source			
Salaries and benefits	677,612	548,412	129,200
Services and supplies	607,059	404,988	202,071
Capital outlay	-	23,671	(23,671)
Total expenditures	<u>1,284,671</u>	<u>977,071</u>	<u>307,600</u>
Other financing sources			
Insurance recoveries	-	3,217	3,217
Sale of capital assets	-	358,594	358,594
Total other financing sources	<u>\$ -</u>	<u>\$ 361,811</u>	<u>\$ 361,811</u>

Management projected the same amount of property tax, a decrease in charges for services and an increase in investment earnings. Actual revenues exceeded projected revenues. Management projected an increase in salaries and benefits, services and supplies, and capital outlay. The actual expenditures did not exceed projected expenditures.

Capital Assets and Debt Administration

Capital assets. The Auburn Public Cemetery District's investment in capital assets for its governmental activities as of June 30, 2025, amounts to \$1,104,620 (net of accumulated depreciation). This investment in capital assets includes land, buildings, machinery, equipment, and vehicles. The total decrease in capital assets for the current fiscal year was -9.83%.

	Capital Assets		Dollar Change	Percentage Change
	Governmental Activities 2025	2024		
Land and construction in progress	\$ 170,507	\$ 272,769	\$ (102,262)	-37.49%
Buildings, improvements, and infrastructure	2,029,169	2,017,495	11,674	0.58%
Machinery and equipment	326,606	314,609	11,997	3.81%
Accumulated depreciation	(1,421,662)	(1,364,868)	(56,794)	4.16%
Total capital assets, net	<u>\$ 1,104,620</u>	<u>\$ 1,240,005</u>	<u>\$ (135,385)</u>	<u>-10.92%</u>

Major capital assets events during the current fiscal year included the following:

- Equipment for the cemetery
- Sale of land

Capital assets purchased or acquired with an original cost of \$2,000 or more are reported at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are reported at fair market value as of the date contributed. Depreciation is a systematic approach to allocate the cost of capital assets over their estimated useful lives. Additional details about capital assets are shown in notes 1 and 3 in the financial statements.

AUBURN PUBLIC CEMETERY DISTRICT
Management's Discussion & Analysis
June 30, 2025

Long Term Debt. At the end of the current fiscal year, the District did not report any long-term debt or financing.

Long-term Obligations				
	Governmental Activities		Dollar Change	Percentage Change
	2025	Restatement - 2024		
Net pension liability	\$ 423,518	\$ 432,223	\$ (8,705)	-2.01%
Net OPEB liability	-	181,007	(181,007)	-100.00%
Compensated absences	31,499	30,003	1,496	4.99%
Total	<u>\$ 455,017</u>	<u>\$ 643,233</u>	<u>\$ (188,216)</u>	<u>-29.26%</u>

Economic Factors and Next Year's Budget

The following economic factors currently affect the Auburn Public Cemetery District and were considered in developing the 2025-2026 fiscal year budget.

- An increase in the rates of interment sales
- An increase in property tax revenues
- An increase in investment earnings
- On the expenditure side, increases are expected in salaries & benefits and services & supplies, and decreases are expected in capital outlay

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Auburn Public Cemetery District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the District Manager, Auburn Public Cemetery District, 1040 Collins Dr, Auburn, California 95603.

FINANCIAL STATEMENTS

AUBURN PUBLIC CEMETERY DISTRICT**Statement of Net Position****June 30, 2025**

	Governmental Activities
ASSETS	
Cash and investments	\$ 2,920,549
Interest receivable	17,286
Inventories	5,207
Prepaid items	40,852
Restricted cash and investments	2,443,912
Net OPEB asset	38,278
Capital assets:	
Nondepreciable	170,507
Depreciable, net	934,113
Total assets	<u>6,570,704</u>
DEFERRED OUTFLOW OF RESOURCES	
Pension related	232,673
OPEB related	55,355
Total Deferred Outflows of Resources	<u>288,028</u>
LIABILITIES	
Accounts payable	28,970
Accrued expenses	19,282
Unearned revenues	24,528
Noncurrent liabilities:	
Due within one year: compensated absences	6,300
Due in more than one year:	
Net pension liability	423,518
Compensated absences	25,199
Total liabilities	<u>527,797</u>
DEFERRED INFLOWS OF RESOURCES	
Pension related	32,331
OPEB related	455,421
Total Deferred Inflows of Resources	<u>487,752</u>
NET POSITION	
Net investment in capital assets	1,104,620
Restricted for:	
Expendable	1,037,251
Nonexpendable	1,413,808
Unrestricted	2,287,504
Total net position	<u>\$ 5,843,183</u>

The accompanying notes are an integral part of these financial statements.

AUBURN PUBLIC CEMETERY DISTRICT

Statement of Activities

For the Year Ended June 30, 2025

			Net (Expense) Revenues and Changes in Net Position
	Expenses	Charges for	Primary
		Services	Government
			Governmental
			Activities
Governmental Activities:			
Interment services	\$ 935,045	\$ 374,066	\$ (560,979)
Total governmental activities	<u>\$ 935,045</u>	<u>\$ 374,066</u>	<u>(560,979)</u>
General revenues:			
Property taxes			749,544
Investment earnings			236,972
Insurance recoveries			3,217
Miscellaneous			13,717
Gain on sale of capital assets			256,331
Contributions to endowment			22,320
Total general revenues and contributions			<u>1,282,101</u>
Change in net position			721,122
Net position, beginning as restated			<u>5,122,061</u>
Net position, ending			<u><u>\$ 5,843,183</u></u>

The accompanying notes are an integral part of these financial statements.

AUBURN PUBLIC CEMETERY DISTRICT**Balance Sheet
Governmental Funds
June 30, 2025**

	General Fund	Permanent Fund	Total Governmental Funds
ASSETS			
Investments	\$ 2,920,549	\$ -	\$ 2,920,549
Restricted investments	-	2,443,912	2,443,912
Interest receivable	9,460	7,826	17,286
Inventories	5,207	-	5,207
Prepaid items	40,852	-	40,852
Due from other funds	679	-	679
Total assets	<u>2,976,747</u>	<u>2,451,738</u>	<u>5,428,485</u>
LIABILITIES			
Accounts payable	28,970	-	28,970
Accrued expenses	19,282	-	19,282
Unearned revenues	24,528	-	24,528
Due to other funds	-	679	679
Total liabilities	<u>72,780</u>	<u>679</u>	<u>73,459</u>
FUND BALANCES			
Nonspendable:			
Inventories	5,207	-	5,207
Prepaid items	40,852	-	40,852
Endowment	-	1,413,808	1,413,808
Restricted:			
Maintenance and repairs of cemetery	-	1,037,251	1,037,251
Committed:			
Future capital expenditures	91,697	-	91,697
Unassigned	2,766,211	-	2,766,211
Total fund balances	<u>2,903,967</u>	<u>2,451,059</u>	<u>5,355,026</u>
Total liabilities and fund balances	<u>\$ 2,976,747</u>	<u>\$ 2,451,738</u>	<u>\$ 5,428,485</u>

The accompanying notes are an integral part of these financial statements.

AUBURN PUBLIC CEMETERY DISTRICT
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position
June 30, 2025

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

Total fund balances - governmental funds		\$ 5,355,026
Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital assets at cost		2,526,282
Accumulated depreciation		(1,421,662)
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings and contributions subsequent to the measurement date for the postretirement benefits (pension and OPEB) are recognized as deferred outflows of resources and deferred inflows of resources on the statement of net position.		
Deferred outflows - pension related	232,673	
Deferred outflows - OPEB related	55,355	
Deferred inflows - pension related	(32,331)	
Deferred inflows - OPEB related	(455,421)	
Total deferred outflows and inflows related to postemployment benefits		(199,724)
Long-term assets and liabilities that are not due and payable in the current period, and therefore, are not reported in the funds.		
Compensated absences	(31,499)	
Net OPEB asset	38,278	
Net pension liability	(423,518)	(416,739)
Net position of governmental activities		<u><u>\$ 5,843,183</u></u>

The accompanying notes are an integral part of these financial statements.

AUBURN PUBLIC CEMETERY DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025

	General Fund	Permanent Fund	Total Governmental Funds
REVENUES			
Property taxes	\$ 749,544	\$ -	\$ 749,544
Charges for services	374,066	-	374,066
Investment earnings	145,166	91,806	236,972
Miscellaneous	13,717	-	13,717
Contributions to endowment	-	22,320	22,320
Total revenues	<u>1,282,493</u>	<u>114,126</u>	<u>1,396,619</u>
EXPENDITURES			
Interment services:			
Salaries and benefits	548,412	-	548,412
Services and supplies	404,988	-	404,988
Capital outlay	23,671	-	23,671
Total expenditures	<u>977,071</u>	<u>-</u>	<u>977,071</u>
Excess of revenues over expenditures	<u>305,422</u>	<u>114,126</u>	<u>419,548</u>
OTHER FINANCING SOURCES			
Insurance recoveries	3,217	-	3,217
Sale of capital assets	358,594	-	358,594
Total other financing sources	<u>361,811</u>	<u>-</u>	<u>361,811</u>
Net change in fund balances	667,233	114,126	781,359
FUND BALANCES			
Fund balances - beginning	2,236,734	2,336,933	4,573,667
Fund balances - ending	<u><u>\$ 2,903,967</u></u>	<u><u>\$ 2,451,059</u></u>	<u><u>\$ 5,355,026</u></u>

The accompanying notes are an integral part of these financial statements.

AUBURN PUBLIC CEMETERY DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2025

Net change in fund balances - governmental funds	\$ 781,359
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period.	(135,385)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	
Changes in compensated absences	(1,444)
Changes in pension liabilities and related deferred outflows and inflows of resources	35,372
Changes in OPEB liabilities and related deferred outflows and inflows of resources	<u>41,220</u>
Change in net position of governmental activities	<u><u>\$ 721,122</u></u>

The accompanying notes are an integral part of these financial statements.

AUBURN PUBLIC CEMETERY DISTRICT
Statement of Fiduciary Net Position
June 30, 2025

	Pension (and Other Employee Benefit) Trust Funds
ASSETS	
Cash and investments	\$ 508,760
Total assets	<u>508,760</u>
NET POSITION	
Restricted:	
Postemployment benefits other than pensions	508,760
Total net position	<u>\$ 508,760</u>

The accompanying notes are an integral part of these financial statements.

AUBURN PUBLIC CEMETERY DISTRICT
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2025

	Pension (and Other Employee Benefit) Trust Funds
ADDITIONS	
Contributions	\$ -
Employer	-
Total contributions	
Investment earnings:	
Interest	43,120
Total investment income	43,120
Less: investment expense	(144)
Net investment earnings	42,976
Total additions	
DEDUCTIONS	
Administrative expenses	-
Total deductions	-
Net increase (decrease) in fiduciary net position	42,976
Net position - beginning	465,784
Net position - ending	\$ 508,760

The accompanying notes are an integral part of these financial statements.

AUBURN PUBLIC CEMETERY DISTRICT
Index to the Notes to the Financial Statements
June 30, 2025

Note 1 – Summary of Significant Accounting Policies	
A. The Reporting Entity.....	21
B. Accounting Policies.....	21
C. Basis of Presentation.....	21
D. Budget and Budgetary Data.....	22
E. Inventories	22
F. Capital Assets	22
G. Compensated Absences.....	22
H. Pensions	23
I. Other Postemployment Benefits (OPEB)	23
J. Deferred Outflows and Deferred Inflows of Resources	23
K. Net Position / Fund Balances	23
L. Property Taxes	24
M. Use of Estimates	25
Note 2 – Deposits and Investments	25
Note 3 – Capital Assets	27
Note 4 – Long-term Obligations	28
Note 5 – Interfund Receivables and Payables	28
Note 6 – Litigation.....	28
Note 7 – Pension Plan	28
Note 8 – Other Postemployment Benefits Plan.....	31
Note 9 – Risk Management	34
Note 10 – Adjustments and Restatements of Beginning Balances	34

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

Note 1 – Summary of Significant Accounting Policies

A. The Reporting Entity

Organization. Auburn Public Cemetery District (the District) is a special district within the County of Placer (County). The District was formed on September 5, 1935, to provide and maintain burial grounds for residents in the geographical area covered by the District. The basic operations of the District are supported by property taxes paid to Placer County, sales of interment services, and interment rights. The District is governed by a five-member Board of Trustees appointed by the Placer County Board of Supervisors.

The financial statements of the District have been prepared in conformity with the accounting principles generally accepted in the United States of America ("GAAP"), as specified by the Governmental Accounting Standards Board ("GASB"). The more significant of the District's accounting policies are described below.

B. Accounting Policies

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

C. Basis of Presentation

Government-wide Statements – The statement of net position and the statement of activities display information about the District as a whole. Eliminations have been made to minimize the double counting of internal activities. The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with the District. Program revenues include charges for services. Revenues that are not classified as program revenues, including all taxes and investment income, are presented as general revenues. Endowment deposits are presented as contributions to endowment. Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of when the related cash flows take place.

Fund Financial Statements – The fund financial statements provide information about the District's funds. The financial statements for governmental funds include a Balance Sheet, which generally includes only current assets and current liabilities, and a Statement of Revenues, Expenditures, and Changes in Fund Balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

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

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

The District reports on the following major governmental funds:

General Fund – The General Fund is the main operating fund of the District. It is used for all activities except those that are required to be accounted for in another fund.

Permanent Fund – The Permanent Fund is used to account for restricted receipts and the related interest earnings. Permanent funds resources are legally restricted, to the extent that only earnings, and not principal, may be used for purposes that support the District's programs.

The District reports the following fiduciary funds:

The Pension (and other employee benefit) trust fund accounts for the activities of the District Other Postemployment Benefit Trust Fund, which accumulates resources held in trust for other postemployment benefit payments to qualified beneficiaries.

D. Budget and Budgetary Data

The District adopts an annual budget on or before August 30. From the effective date of the budget, the amounts stated as proposed expenditures become appropriations. The procedures followed require a proposed budget to be presented to the Board of Trustees at the July meeting after reviewing with the County on their most current estimates of tax revenues. The budget may be amended during the year should an economic need occur.

E. Inventories

Inventory consists of uninstalled vaults, vases and liners. Inventory is stated at cost using the first-in, first-out method of accounting. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

F. Capital Assets

Capital Assets, which include land, buildings and improvements, machinery, equipment, and vehicles are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of one year. Such assets are recorded as historical cost if purchased or constructed. Donated capital assets are recorded at the estimated fair market value at the date of donation. For certain assets, estimated historical costs are used.

Depreciation is calculated by the straight-line method with half year convention, over the estimated useful lives of the respective assets as follows:

Structures and improvements	20 – 40 years
Equipment and vehicles	5 years
Office furniture and equipment	5 years

G. Compensated Absences

Accumulated unpaid employee vacation benefits are recognized as liabilities of the District on the government-wide financial statements. Compensated absences are generally liquidated by the General Fund. Regular full-time District employees accrue vacation as follows:

Years of Services	Hours (Days) Accrued per Month
Less than 1 years	40 hours (5 days)
1 year to 2 years	80 hours (10 days)
2 years or more	120 hours (15 days)

Vacation is accrued on a bi-weekly basis. An employee may not accrue more than two times his/her annual accrual of vacation hours. If an employee accrues this maximum amount of vacation, the

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

employee will not accrue any further vacation hours until he or she takes vacation and falls below the maximum accrual level. Employees have the option to cash out up to 40 hours of vacation each year, so long as the request is submitted between November 1 and December 1 of that year. Upon termination of employment employees are paid 100% of their accumulated vacation pay. The District had a total of \$31,499 in accrued compensated absences as of June 30, 2025. Accumulated sick leave benefits are not recognized as liabilities of the District. The District's policy is to record sick leave as an operating expenditure in the period taken, since such benefits do not vest nor is payment probable; however, unused sick leave is added to the creditable service period for calculation of retirement benefits when the employee retires.

H. Pensions

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

I. 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 District's (OPEB Plan) and additions to/deductions from OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms.

J. Deferred Outflows and Deferred Inflows of Resources

In addition to assets and liabilities, the financial statements report separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of resources that applies to a future period(s) and will not be recognized as an outflow of resources (expense) until then. Conversely, deferred inflows of resources represent an acquisition of resources that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time.

Contributions made to the District's pension and OPEB plan(s) after the measurement date but before the fiscal year end are recorded as a deferred outflow of resources and will reduce the net pension liability and total OPEB liability in the next fiscal year. Additional factors involved in the calculation of the District's pension and OPEB expenses and liabilities include the differences between expected and actual experience, changes in assumptions, differences between projected and actual investment earnings, changes in proportion, and differences between the District's contributions and proportionate share of contributions. These factors are recorded as deferred outflows and inflows of resources and amortized over various periods. See Notes 7 and 8 for further details related to these pensions and OPEB deferred outflows and inflows.

K. Net Position / Fund Balances

The government-wide financial statements utilize a net position presentation. Net position is categorized as invested capital assets, restricted and unrestricted.

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

- Net investment in capital assets – This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balances of debt, if any, that are attributable to the acquisition, construction, or improvement of these assets reduce the balance in this category.
- Restricted Net Position – This category presents external restrictions imposed by creditors, grantors, contributors, laws or regulations of other governments, and restrictions imposed by law through constitutional provisions or enabling legislation. Restricted net assets are presented in two types: expendable and nonexpendable. Expendable amounts represent amounts that can be spent subject to certain criteria. Nonexpendable represents amounts that are required to be retained in perpetuity.
- Unrestricted Net Position – This category represents net position of the District not restricted for any project or any other purpose.

The governmental fund statements utilize a fund balance presentation. Fund balances are categorized as nonspendable, restricted, committed, and unassigned.

- Nonspendable Fund Balance - This category presents the portion of fund balance that cannot be spent because it is either not in a spendable form or it is legally or contractually required to be maintained intact. The District has Inventory that meet the definition of nonspendable because the asset is not in a spendable form. The District also has the corpus of the Endowment fund that is legally required to remain intact and therefore meets the definition of nonspendable. The District reported \$5,207 to account for the inventory, \$40,852 to account for prepaid items and \$1,413,808 to account for the nonspendable endowment principal balance.
- Restricted Fund Balance – This category presents the portion of the fund balance that is for specific purposes stipulated by constitution, external resource providers, laws and regulations, or enabling legislation. The District has interest earned on endowment funds that meet this definition. The District reported \$1,037,251 in restricted fund balances.
- Committed Fund Balance – This category presents the portion of the fund balance that can be used only for the specific purposes determined by a formal action (Resolution) of the District's highest level of decision-making authority. For the District, this level of authority lies with the Board of Trustees. The District has committed \$91,697 for future capital assets.
- Unassigned Fund Balance – This category presents the portion of the fund balance that does not fall into nonspendable, restricted, or committed categories and is spendable.

When both restricted and unrestricted resources are available for use, it is the District's policy to first apply the expenditure toward restricted resources first, then unrestricted resources as they are needed.

L. Property Taxes

Property taxes are assessed under various legislative provisions, contained in the Government Code and the Revenue and Taxation Code, by the County Assessor and State Board of Equalization. Taxes on real property are limited to one percent of assessed valuation, plus additional taxes for repayment of any existing voted indebtedness. The County of Placer in accordance with statutory formulas collects and distributes the taxes to the District. Tax increment revenues received by redevelopment agencies in the County of Placer are passed through directly to the District by the cities receiving the taxes.

Secured property taxes are levied on or before the first business day of September of each year. They become a lien on real property on January 1 preceding the fiscal year for which taxes are levied and can be paid in two installments.

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

The first installment is due November 1 and delinquent December 10, and the second installment is due February 1 of the following year and is delinquent April 10. Unsecured personal property taxes are due January 1st and become delinquent if unpaid on August 13.

The District participates in an alternative method of distribution of property tax levies and assessments known as the "Teeter Plan."

The State Revenue and Taxation Code allows counties to distribute secured real property, assessment, and supplemental property taxes on an accrual basis resulting in full payment to taxing agencies each fiscal year. Any subsequent delinquent payments and penalties and interest during a fiscal year will revert to the County. The Teeter Plan payment, which includes 95% of the outstanding accumulated delinquency, is included in property tax revenue retained by the County under the revenue neutrality agreement.

Under the Teeter Plan Code, 5% of the delinquency must remain with the County as a reserve for Teeter plan funding. The Teeter Plan does not allow the District to earn interest in a meaningful way on its reserves, and the District has an objective to develop reserves to allow it to earn interest and go off the teeter plan.

M. 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, deferred outflows, liabilities, and deferred inflows and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results may differ from those estimates.

Note 2 – Deposits and Investments

Policies

The District's cash and investments consist of the following at June 30, 2025:

Government-wide Statement of Net Position

Governmental activities:	Unrestricted	Restricted	Total
Investments with Placer County Treasury	\$ 2,920,549	\$ 2,443,912	\$ 5,364,461
Fiduciary funds statement of net position			
Pension (and other employee benefit) trust fund	-	508,760	508,760
Total cash and investments	<u>\$ 2,920,549</u>	<u>\$ 2,952,672</u>	<u>\$ 5,873,221</u>

Investments

Investments Authorized by the California Government Code – The table below identifies the investment types that are authorized for the District by the California Government Code or the County's investment policy, whichever is more restrictive. The table also identifies certain provisions that address interest rate, credit risk, and concentration of credit risk.

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

Authorized Investment Type	Maximum Remaining Maturity	Maximum Percentage of Portfolio	Required Rating
Local Agency Bonds	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
State Obligations CA and Others	5 years	None	None
CA Local Agency Obligations	5 years	None	None
U.S. Agency Obligations	5 years	None	None
Banker's Acceptances	5 years	40%	None
Commercial Paper – Selected Agencies	270 Days	25%	Highest letter and number rating by an NRSRO
Commercial Paper – Other Agencies	270 Days	40%	Highest letter and number rating by an NRSRO
Commercial Paper - Non-Pooled Funds	270 Days	40%	Highest letter and number rating by an NRSRO
Negotiable Certificates of Deposit	5 years	30%	None
Non-negotiable Certificates of Deposit	5 years	None	None
Placement Service Deposits	5 years	50%	None
Placement Service Certificates of Deposit	5 years	50%	None
Repurchase Agreements	1 year	None	None
Reverse Repurchase Agreements and Securities Lending Agreements	92 days	20%	None
Medium-Term Notes	5 years	30%	A
Money Market Mutual Funds & Mutual Funds	N/A	20%	Multiple
Collateralized Bank Deposits	5 years	None	None
Mortgage pass-Through Securities and Asset-Backed Securities	5 years	20%	AA
County pooled Investment Funds	N/A	None	None
Joint Powers Authority Pool	N/A	None	Multiple
Local Agency Investment Fund (LAIF)	N/A	None	None
Voluntary Investment Program Fund	N/A	None	None
Supranational Obligations	5 years	None	AA
Public Bank Obligations	5 years	None	None

Interest rate risk – Interest rate risk is the risk that changes in the market interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the District manages its exposure to declines in fair values by limiting the maximum length of investments to five years. As of June 30, 2025, the District had the following investments:

		Investment Maturities (in Years)
	June 30, 2025	Less than 1 Year
District Investments		
Investments measured at amortized cost		
Placer County Investment Pool	\$ 5,364,461	\$ 5,364,461
Investments with California Employers' Retiree Benefit Trust (CERBT)	508,760	508,760
Total investments measured at amortized cost	5,873,221	5,873,221
Total investments	\$ 5,873,221	\$ 5,873,221

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. The District's investment policy does not contain specific requirements related to credit risk for external investment pools or trust arrangements. As of June 30, 2025, the District's investments in the Placer County Investment Pool and the California Employers' Retiree Benefit Trust (CERBT) trust are not rated.

Custodial Credit Risk – Investments – The custodial credit risk for investments is the risk that, in the event of 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 Code and the District's investment policy contain legal and policy requirements that would limit the exposure to custodial credit risk for investments. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools.

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

The California Government Code does not contain legal or policy requirements that would limit the exposure to custodial credit risk, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposit 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 public agencies.

Concentration of Credit Risk – The concentration of credit risk is the risk of loss that may be caused by the District’s investment in a single issuer. The District’s investment policy does not allow no more than 5% of the total portfolio be deposited with or invested in securities issued by any single issuer with the except in of U.S. Treasury, Agency and Supranational Securities.

Fair Value Measurements – The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy has three levels and is based on the valuation inputs used to measure an asset’s fair value. Deposits and withdrawals in the PCIP and California Employers’ Retiree Benefit Trust (CERBT) trust are made in the basis of \$1 and not fair value. Accordingly, the District’s proportionate share of investments in those funds at June 30, 2025, is an uncategorized input not defined as Level 1, Level 2, or Level 3 input.

Note 3 – Capital Assets

The following is a summary of changes in capital assets for the fiscal year ended June 30, 2025:

	Balance			Balance
	July 1, 2024	Increase	Decrease	June 30, 2025
Governmental Activities:				
Capital assets not subject to depreciation:				
Land	\$ 242,491	\$ -	\$ (102,262)	\$ 140,229
Construction in progress	30,278	-	-	30,278
Total capital assets not subject to depreciation	<u>272,769</u>	<u>-</u>	<u>(102,262)</u>	<u>170,507</u>
Capital assets subject to depreciation:				
Buildings	531,037	-	-	531,037
Infrastructure	1,486,458	11,674	-	1,498,132
Machinery and equipment	314,609	11,997	-	326,606
Total capital assets being depreciated	<u>2,332,104</u>	<u>23,671</u>	<u>-</u>	<u>2,355,775</u>
Less accumulated depreciation for:				
Buildings	(268,794)	(13,391)	-	(282,185)
Infrastructure	(833,954)	(8,773)	-	(842,727)
Machinery and equipment	(262,120)	(34,630)	-	(296,750)
Total accumulated depreciation	<u>(1,364,868)</u>	<u>(56,794)</u>	<u>-</u>	<u>(1,421,662)</u>
Total capital assets being depreciated, net	<u>967,236</u>	<u>(33,123)</u>	<u>-</u>	<u>934,113</u>
Total capital assets, net	<u>\$ 1,240,005</u>	<u>\$ (33,123)</u>	<u>\$ (102,262)</u>	<u>\$ 1,104,620</u>

Depreciation

Depreciation expense was charged to the District function as follows:

Interment services	\$ 56,794
Total depreciation	<u>\$ 56,794</u>

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

Note 4 – Long-term Obligations

The change in long-term obligations was as follows as of June 30, 2025:

	Balance as Restated			Balance	Due Within
	July 1, 2024	Increases	Decreases	June 30, 2025	One Year
Primary Government:					
Governmental Activities:					
Compensated absences	\$ 30,003	\$ 49,273	\$ (47,777)	\$ 31,499	\$ 6,300
Net pension liability	432,223	-	(8,705)	423,518	-
Net OPEB liability	181,007	-	(181,007)	-	-
Total	<u>\$ 643,233</u>	<u>\$ 49,273</u>	<u>\$ (237,489)</u>	<u>\$ 455,017</u>	<u>\$ 6,300</u>

For the fiscal year ended June 30, 2025, the District's OPEB plan fiduciary net position exceeded the total OPEB liability, resulting in a Net OPEB Asset of \$38,278. Because this represents an asset rather than a liability, the ending balance in the long-term liabilities schedule has been reduced to \$0. The Net OPEB Asset is reported separately within the noncurrent assets section on the Statement of Net Position. Please refer to Note 8 (Other Postemployment Benefits) for the complete schedule of changes in the Net OPEB Liability/(Asset).

The governmental funds general fund typically has been used in prior years to liquidate the liability for compensated absences. The governmental funds general fund typically has been used in prior years to liquidate pension/OPEB liabilities.

Note 5 – Interfund Receivables and Payables

The composition of interfund balances as of June 30, 2025, is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Permanent Fund	\$ 679
Total		<u>\$ 679</u>

When a customer makes a purchase for interment services, the contribution to endowment fee is charged and the whole customer deposit is reported in a general fund account first and the endowment fee is subsequently deposited into a permanent fund account from a general fund account. The outstanding balances between funds result mainly from the time lag between the dates that payments between funds are made.

Note 6 – Litigation

At June 30, 2025, there were no matters of litigation involving the District or which would materially affect the District's financial position.

Note 7 – Pension Plan

General Information about the Pension Plan

Plan Description. The District contributes to the California Public Employees' Retirement System (CalPERS), a cost sharing multiple-employer public employee retirement system. CalPERS provides retirement and disability benefits, annual cost-of living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and District resolution.

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

CalPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained from CalPERS, 400 Q Street, Sacramento, CA 95811.

Benefits Provided. CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment.

Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: The Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The District participates in the Plan's miscellaneous risk pool. The Plan's provisions and benefits in effect at June 30, 2025, are summarized as follows:

	Prior to January 1, 2013	On or After January 1, 2013
Formula	2% @ 55	2% @ 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Retirement age	50	52
Monthly benefits, as a percent of annual salary	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	6.93%	7.75%
Required employer contribution rates	11.88%	7.87%

Contributions. Section 20814(c) of the California Public Employees' Retirement Law 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. Funding contributions for the Plan is determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2025, the contributions to the Plan were \$135,626.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

As of June 30, 2025, the District reported net pension liability for its proportionate share of collective net pension liability in the amount of \$423,518.

The District's net pension liability for the Plan is measured as the proportionate share of the collective plan's net pension liability. The net pension liability of the Plan is measured as of June 30, 2024, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023 rolled forward to June 30, 2024 using standard updated procedures. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

Proportionate share of the Net Pension Liability/(Asset) for the Miscellaneous Plan as of the measurement dates June 30, 2025 and June 30, 2024:

Proportion - June 30, 2024	0.00864%
Proportion - June 30, 2025	0.00876%
Change	<u>0.00011%</u>

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

For the year ended June 30, 2025, the District recognized pension expense of \$100,204. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 135,626	\$ -
Changes of assumptions	10,885	-
Differences between expected and actual experience	36,617	(1,429)
Differences between projected and actual investment earnings	24,381	-
Differences between employer's contributions and proportionate share of contributions	23,872	(3,451)
Change in employer's proportion	1,292	(27,451)
Total	<u>\$ 232,673</u>	<u>\$ (32,331)</u>

The \$135,626 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ending June 30,	Deferred Outflows/ (Inflows) of Resources
2026	\$ 18,736
2027	51,456
2028	2,879
2029	(8,355)
2030	-
Thereafter	-
Total	<u>\$ 64,716</u>

Actuarial Assumptions

The total pension liabilities in the June 30, 2023, actuarial valuation were determined using the following actuarial assumptions for the plan:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Actuarial Cost Method	Entry-Age Normal Cost
Discount Rate	6.9%
Inflation	2.3%
Projected Salary Increases	Varies by Entry Age and Service
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds
Post-retirement benefit increase	Contract COLA up to 2.3% until Purchasing Power Protection Allowance Floor on Purchasing Power applies

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

Discount Rate. The discount rate used to measure the total pension liability was 6.90 percent for the Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for the plans, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets.

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

Therefore, the current 6.90 percent discount rate is adequate, and the use of the municipal bond rate calculation is not necessary. The long-term expected discount rate of 6.90 percent will be applied to all plans in the Public Employees' Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund.

The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

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

Asset Class	Assumed	Real Return	1, 2
	Asset Allocation	Years 1 - 10	
Global equity - cap weighted	30.00%	4.54%	
Global equity non-cap weighted	12.00%	3.84%	
Private equity	13.00%	7.28%	
Treasury	5.00%	0.27%	
Mortgage-backed securities	5.00%	0.50%	
Investment grade corporate	10.00%	1.56%	
High yield	5.00%	2.27%	
Emerging market debt	5.00%	2.48%	
Private debt	5.00%	3.57%	
Real asset	15.00%	3.21%	
Leverage	-5.00%	-0.59%	

¹ An expected inflation of 2.30% used for this period.

² Figures are based on the 2021-22 Asset Liability Management study.

The sensitivity of the district's net pension liability to changes in the discount rate is presented below. As of June 30, 2025, the District's net pension liability calculated using the discount rate of 6.90% is presented as well as the net pension liability using a discount rate that is 1.0% lower (5.90%) or 1.0% higher (7.90%) than the current rate.

Discount Rate	1% Decrease (5.9%)	Current Rate (6.90%)	1% Increase (7.90%)
District's proportionate share of the net pension liability	\$ 627,886	\$ 423,518	\$ 255,294

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

Payable to the Pension Plan – At June 30, 2025, the District reported no payables for the outstanding amount of the contribution to the pension plan.

Note 8 – Other Postemployment Benefits Plan

Plan Description— The District has established a Retiree Healthcare Plan and participates in the California Employer's Retiree Benefits Trust (CERBT), and agency multiple employer defined benefit

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

postemployment healthcare plan administered by CalPERS. CERBT is an Internal Revenue Code Section 115 trust and an investment vehicle that can be used by all California public employers to prefund future retiree healthcare and other postemployment benefit costs.

Benefits Provided— The plan provides for the District to contribute 100% of the cost of health insurance premiums for retirees and their spouses. District employees who retire at age 50 or older and qualify for a CalPERS pension and become vested are eligible for lifetime medical benefits.

Employees Covered by Benefit Terms— As of June 30, 2025, actuarial valuation, the following inactive and active employees were covered by the benefit terms under the OPEB Plan:

Inactive employees receiving benefits	3
Inactive employees entitled to but not receiving benefits	-
Participating active employees	<u>5</u>
Total	<u><u>8</u></u>

Contributions – The District’s required contribution is based on projected pay-as-you-go financing requirements.

Net OPEB Liability

The District’s net OPEB liability was measured as of June 30, 2025, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2025. Standard actuarial update procedures were used to project/discount from valuation to measurement dates.

Inflation rate	2.50%
Salary increases	2.75%, average, including inflation
Discount rate	5.75%, net of investment expense, including inflation
Healthcare cost trend rate	4.00%
Retirees' share of cost	Retirees pay excess of any premiums over Blue Shield Access+HMP premium. Spousal coverage self-paid for hires after September 1, 2011

Mortality rates were based on the RP-2014 employee and Healthy Annuitant Mortality Tables for Males or Females, as appropriate, projected using a generational projection based on 100% of scale MP-2016 for years 2014 through 2029, 50% of MP-2016 for years 2030 through 2049, and 20% of MP-2016 for 2050 and thereafter. There were no changes to the assumptions compared to the prior year.

Changes in Total OPEB Liability

	Total OPEB	Increase (Decrease)	
	Liability (a)	Plan Fiduciary	Net OPEB
		Net Position (b)	Liability (a) - (b)
Balances at June 30, 2024	\$ 646,791	\$ 465,784	\$ 181,007
Changes for the year:			
Service cost	26,078	-	26,078
Interest	37,323	43,318	(5,995)
Administrative expenses	-	(359)	359
Employer contributions	-	21,472	(21,472)
Employer contributions as benefit payments	(21,472)	(21,472)	-
Experience (gains)/losses	(201,069)	-	(201,069)
Changes in assumptions	(17,186)	-	(17,186)
Net changes	<u>(176,326)</u>	<u>42,959</u>	<u>(219,285)</u>
Balances at June 30, 2025	<u><u>\$ 470,465</u></u>	<u><u>\$ 508,743</u></u>	<u><u>\$ (38,278)</u></u>

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

The following presents the Total OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percent-point lower or 1-percentage higher than the current discount

	1% Decrease	Discount Rate	1% Increase
	(4.75%)	(5.75%)	(6.75%)
rate: Total OPEB liability (asset)	\$ 28,989	\$ (38,278)	\$ (92,911)

Sensitivity of the Net OPEB liability to changes in the healthcare cost trend rates

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage point higher than the current healthcare cost trend rates:

	1% Decrease	Trend Rate	1% Increase
	3.00%	4.00%	5.00%
Total OPEB liability (asset)	\$ (101,544)	\$ (38,278)	\$ 44,038

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

Annual OPEB Expense

The annual OPEB expense is the sum of the change in Net OPEB liability, the change in deferred outflows, and the change in deferred inflows, reduced by the employer contributions.

To be recognized fiscal year ending June 30, 2025:	Expense Component
Service cost	\$ 26,078
Interest cost	37,323
Expected return on assets	(26,772)
Administrative expenses	359
Recognition of experience (gain)/loss deferrals	(19,675)
Recognition of assumption change deferrals	(45,856)
Recognition of investment (gain)/loss deferrals	8,795
Employee contributions	-
Changes in benefit terms	-
Net OPEB expense for the fiscal year ending June 30, 2025	<u>\$ (19,748)</u>

Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the reporting year ending June 30, 2025, the District recognized deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 33,764	\$ (363,919)
Changes in assumptions	14,025	(91,502)
Differences between projected and actual return on assets	7,566	-
Contribution to OPEB plan after measurement date	-	-
Total	<u>\$ 55,355</u>	<u>\$ (455,421)</u>

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

AUBURN PUBLIC CEMETERY DISTRICT
Notes to the Financial Statements
June 30, 2025

To be recognized fiscal year ending June 30:	Deferred Outflows of Resources	Deferred Inflows of Resources
2025	\$ 31,911	\$ (67,735)
2026	38,227	(67,735)
2027	16,399	(46,440)
2028	3,743	(24,694)
2029	2,957	(23,133)
Thereafter	7,265	(92,766)
Total	<u>\$ 100,502</u>	<u>\$ (322,503)</u>

Payable to the OPEB Plan – At June 30, 2025, the District reported no amounts outstanding as required contributions to CERBT.

Note 9 – Risk Management

The Auburn Public Cemetery District is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The insurance policies are purchased for the following exposures with the deductible in parenthesis: public officials and employment practices liability, boiler and machinery, employee faithful performance, Settled claims have not exceeded any of the coverage amounts in any of the last three fiscal years and there were no reductions in the District's insurance coverage during the year ended June 30, 2025. Liabilities are recorded when they are probable that a loss has been incurred and the amount of the loss can be reasonably estimated net of the respective insurance coverage. Liabilities include an amount for claims that have been incurred but not reported (IBNR). There were no IBNR claims payables as of June 30, 2025. Contributions to Golden State Risk Management Authority were approximately \$37,977 for the year ended June 30, 2025, for coverage for statutory workers' compensation employer liability.

Note 10 – Adjustments and Restatements of Beginning Balances

During the current fiscal year, the District recorded prior period adjustments to restate beginning net position. This restatement was the result of a change in accounting principles. As detailed below:

Government-Wide Financial Statements

- Change in Accounting Principle (GASB 101): For the year ended June 30, 2025, the District implemented GASB Statement No. 101, Compensated Absences. Under this new standard, the District is now required to recognize a liability for certain types of leave that have not been used. In addition to the value of unused vacation time owed to employees upon separation, the District's compensated absences liability now includes an estimated amount of accumulated sick leave expected to be used by employees as paid time off in future years

The combined effects of the GASB 101 implementation on the beginning net position of the government-wide financial statements are summarized in the first table below.

	balance 6/30/2024 as previously reported	Restatement - GASB 101 Implementation	Net position balance 6/30/2024 as restated/adjusted
Government-wide			
Governmental activities	\$ 5,142,667	\$ (20,606)	\$ 5,122,061
Total government-wide	<u>\$ 5,142,667</u>	<u>\$ (20,606)</u>	<u>\$ 5,122,061</u>

REQUIRED SUPPLEMENTARY INFORMATION

AUBURN PUBLIC CEMETERY DISTRICT
Budgetary Comparison Schedule - General Fund
For the Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Property taxes	\$ 730,299	\$ 730,299	\$ 749,544	\$ 19,245
Charges for services	180,000	180,000	374,066	194,066
Investment earnings	76,630	76,630	145,166	68,536
Miscellaneous	220,886	220,886	13,717	(207,169)
Total revenues	<u>1,207,815</u>	<u>1,207,815</u>	<u>1,282,493</u>	<u>74,678</u>
EXPENDITURES				
Interment services:				
Salaries and benefits	677,612	677,612	548,412	129,200
Services and supplies	607,059	607,059	404,988	202,071
Capital outlay	-	-	23,671	(23,671)
Total expenditures	<u>1,284,671</u>	<u>1,284,671</u>	<u>977,071</u>	<u>307,600</u>
Excess of revenues over expenditures	(76,856)	(76,856)	305,422	382,278
OTHER FINANCING SOURCES				
Insurance recoveries	-	-	3,217	3,217
Sale of capital assets			358,594	358,594
Total other financing sources	<u>-</u>	<u>-</u>	<u>361,811</u>	<u>361,811</u>
Net change in fund balances	<u>\$ (76,856)</u>	<u>\$ (76,856)</u>	<u>\$ 667,233</u>	<u>\$ 744,089</u>

See Notes to Required Supplementary Information.

AUBURN PUBLIC CEMETERY DISTRICT
Required Supplementary Information
Schedule of District's Proportionate Share of the Net Pension Liability
Last Ten Years
June 30, 2025

Description	Measurement Dates									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.00629%	0.009020%	0.013150%	0.012860%	0.011700%	0.011540%	0.011300%	0.008480%	0.008260%	0.008300%
Proportionate share of the net pension liability	423,518	\$ 432,223	\$ 467,347	\$ 203,036	\$ 407,127	\$ 389,755	\$ 370,482	\$ 394,124	\$ 352,927	\$ 306,474
Covered payroll	336,540	\$ 334,671	\$ 351,220	\$ 373,288	\$ 378,822	\$ 363,427	\$ 353,714	\$ 309,933	\$ 259,409	\$ 284,604
Proportionate share of the net pension liability as a percentage of covered payroll	125.84%	129.15%	133.06%	54.39%	107.47%	107.24%	104.74%	127.16%	136.05%	107.68%
Plan fiduciary net position as a percentage of the total pension liability	72.04%	70.47%	75.84%	88.43%	75.88%	75.73%	75.39%	75.87%	79.89%	78.40%

See Notes to Required Supplementary Information.

AUBURN PUBLIC CEMETERY DISTRICT
Required Supplementary Information
Schedule of Pension Plan Contributions
Last Ten Years
June 30, 2025

Description	Fiscal Years Ended									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily Determined Contribution	135,626	\$ 82,256	\$ 62,219	\$ 61,270	\$ 57,874	\$ 72,028	\$ 63,458	\$ 55,404	\$ 50,113	\$ 46,739
Contributions in Relation to the Statutorily Determined Contribution	<u>(135,626)</u>	<u>(82,256)</u>	<u>(62,219)</u>	<u>(61,270)</u>	<u>(57,874)</u>	<u>(72,028)</u>	<u>(63,458)</u>	<u>(55,404)</u>	<u>(50,113)</u>	<u>(46,739)</u>
Contribution Excess (Deficiency)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	336,540	334,671	351,220	373,288	378,822	363,427	353,714	309,933	259,409	284,604
Contributions as a percentage of District's covered payroll	40.30%	24.58%	17.72%	16.41%	15.28%	19.82%	17.94%	17.88%	19.32%	16.42%

See Notes to Required Supplementary Information.

AUBURN PUBLIC CEMETERY DISTRICT
Required Supplementary Information
Schedule of Changes in the Net OPEB Liability and Related Ratios
June 30, 2025
Last Ten Years

	Measurement Date							
	2025	2024	2023	2022	2021	2020	2019	2018
TOTAL OPEB LIABILITY								
Service cost	26,078	\$ 25,380	\$ 35,190	\$ 34,248	\$ 47,839	\$ 21,158	\$ 63,732	\$ 61,876
Interest	37,323	35,001	45,588	43,562	43,018	46,446	24,081	22,457
Adjustment to beginning balance	-	-	-	-	-	55,692	-	-
Expected return on assets	-	-	-	-	-	-	-	-
Administrative expenses	-	-	-	-	-	-	-	-
Change in deferred inflows	-	-	-	-	-	-	(58,822)	-
Difference between expected and actual experience	(201,069)	-	(243,791)	-	21,627	119,457	-	-
Changes of assumptions	(17,186)	-	19,095	-	(26,510)	(264,211)	(8,262)	-
Recognition of investment (gain)/loss deferrals	-	-	-	-	-	-	-	-
Benefit payments	(21,472)	(19,239)	(51,360)	(34,728)	(42,359)	(34,517)	(39,494)	(25,478)
NET CHANGE IN TOTAL OPEB LIABILITY	(176,326)	41,142	(195,278)	43,082	43,615	(55,975)	(18,765)	58,855
 NET OPEB LIABILITY, Beginning	 <u>646,791</u>	 <u>605,649</u>	 <u>800,927</u>	 <u>757,845</u>	 <u>714,230</u>	 <u>770,205</u>	 <u>788,970</u>	 <u>730,115</u>
NET OPEB LIABILITY, Ending	<u>470,465</u>	<u>646,791</u>	<u>605,649</u>	<u>800,927</u>	<u>757,845</u>	<u>714,230</u>	<u>770,205</u>	<u>788,970</u>
 Plan Fiduciary Net Position								
Contributions	21,472	-	10,000	-	-	431,569	-	-
Expected investment income, net of investment expense	43,318	27,674	7,648	(50,594)	57,302	18,380	-	-
Benefit payments, adjusted for implicit subsidy	(21,472)	-	-	-	(378)	(34,517)	-	-
Administrative expense	(359)	(378)	(362)	(398)	-	(162)	-	-
Net change in Plan Fiduciary Net Position	42,959	27,296	17,286	(50,992)	56,924	415,270	-	-
 Plan Fiduciary Net Position - beginning	 <u>465,784</u>	 <u>438,488</u>	 <u>421,202</u>	 <u>472,194</u>	 <u>415,270</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>
Plan Fiduciary Net Position - ending	<u>508,743</u>	<u>465,784</u>	<u>438,488</u>	<u>421,202</u>	<u>472,194</u>	<u>415,270</u>	<u>-</u>	<u>-</u>
 District's Net OPEB Liability - beginning	 <u>181,007</u>	 <u>167,161</u>	 <u>379,725</u>	 <u>285,651</u>	 <u>298,960</u>	 <u>770,205</u>	 <u>788,970</u>	 <u>-</u>
District's OPEB (Asset) Liability - ending	<u><u>\$(38,278)</u></u>	<u><u>\$ 181,007</u></u>	<u><u>\$ 167,161</u></u>	<u><u>\$ 379,725</u></u>	<u><u>\$ 285,651</u></u>	<u><u>\$ 298,960</u></u>	<u><u>\$ 770,205</u></u>	<u><u>\$ 788,970</u></u>

See Notes to Required Supplementary Information.

AUBURN PUBLIC CEMETERY DISTRICT
Notes to Required Supplementary Information
June 30, 2025

Budget to Actual Comparison Schedule – General Fund

The District establishes accounting control through formal adoption of an annual operating budget for the general fund. The budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). The adopted budget is subject to amendment throughout the year to reflect changes in anticipated revenues and estimated expenditures.

The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the object level. Any revisions to the original budget requires approval by the Board of Trustees.

Defined Benefit Pension Plan (CalPERS)

1. The total pension liability in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Actuarial Cost Method	Entry-Age Normal Cost
Discount Rate	6.9%
Inflation	2.3%
Projected Salary Increases	Varies by Entry Age and Service
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds
Post-retirement benefit increase	Contract COLA up to 2.3% until Purchasing Power Protection Allowance Floor on Purchasing Power applies

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

2. There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the pension plan.
3. *Changes in Benefits Terms* – Public agencies can make changes to their plan provisions, and such changes occur on an ongoing basis. A summary of the plan provisions that were used for a specific plan can be found in the plan's annual valuation report.
4. *Changes of Assumptions and Methods* – In fiscal year 2022, the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated, combined with risk estimates, and are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. In addition, demographic assumptions and the inflation rate assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions.

In fiscal year 2021, there were no changes to actuarial assumptions or methods.

The CalPERS Board of Administration adopted a new amortization policy effective with the June 30, 2019, actuarial valuation. The new policy shortens the period over which actuarial gains and losses are amortized from 30 years to 20 years with the payments computed as a level dollar amount. In addition, the new policy does not utilize a five-year ramp-up and ramp-down on UAL bases attributable to assumption changes and non-investment gains/losses. The new policy also does not utilize a five-year ramp-down on investment gains/losses.

These changes will apply only to new UAL bases established on or after June 30, 2019. In fiscal year 2020, no changes have occurred to the actuarial assumptions in relation to financial reporting.

AUBURN PUBLIC CEMETERY DISTRICT
Notes to Required Supplementary Information
June 30, 2025

In fiscal year 2020, CalPERS implemented a new actuarial valuation software system for the June 30, 2018 valuation. This new system has refined and improved calculation methodology.

In December 2017, the CalPERS Board adopted new mortality assumptions for plans participating in the PERF. The new mortality table was developed from the December 2017 experience study and includes 15 years of projected ongoing mortality improvement using 90% of scale MP 2016 published by the Society of Actuaries. The inflation assumption is reduced from 2.75% to 2.50%.

The assumptions for individual salary increases and overall payroll growth are reduced from 3.00% to 2.75%. These changes will be implemented in two steps commencing in the June 30, 2017 funding valuation.

However, for financial reporting purposes, these assumption changes are fully reflected in the results for fiscal year 2018.

In fiscal year 2017, the financial reporting discount rate for the PERF C was lowered from 7.65% to 7.15%. In December 2016, the CalPERS Board approved lowering the funding discount rate used in the PERF C from 7.50% to 7.00%, which is to be phased in over a three-year period (7.50% to 7.375%, 7.375% to 7.25%, and 7.25% to 7.00%) beginning with the June 30, 2016, valuation reports. The funding discount rate includes a 15 basis-point reduction for administrative expenses, and the remaining decrease is consistent with the change in the financial reporting discount rate.

In fiscal year 2015, the financial reporting discount rate was increased from 7.50% to 7.65% resulting from eliminating the 15 basis-point reduction for administrative expenses. The funding discount rate remained at 7.50% during this period and remained adjusted for administrative expenses.

Other Postemployment Benefits (OPEB) Plan (CERBT)

The District's OPEB liability is administered as an agent cost-sharing multiple-employer plan, which is administered by CalPERS. The schedule of changes in Net OPEB liability shows a ten-year trend information, where available, about these amounts and they are changing from year to another.