VISALIA PUBLIC
CEMETERY DISTRICT

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

Year Ended June 30, 2024

VISALIA PUBLIC CEMETERY DISTRICT

JUNE 30, 2024

BOARD OF TRUSTEES/ADMINISTRATION

Geneva Philpot	Chair
Tom Johnson	Vice-Chair
Patrick Burks	Trustee
Tom Link	Trustee
Esther Perez	Trustee
Domingo Lopez	District Manager

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M. GREEN AND COMPANY LLP

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Independent Auditors' Report

Board of Trustees
Visalia Public Cemetery District

Opinion

We have audited the financial statements of Visalia Public Cemetery District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of Visalia Public Cemetery District, as of June 30, 2024, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America as well as accounting systems prescribed by the State Controller's Office and state regulations governing special districts.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the State Controller's Minimum Audit Requirements for California Special Districts. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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 opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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 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.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. 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 auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America, 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 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 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 schedule of the District's proportionate share of the net pension liability and schedule of the District's pension contributions be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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.

Management has omitted the management's discussion and analysis section that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

M. Green and Company LLP

Tulare, California
January 30, 2025

VISALIA PUBLIC CEMETERY DISTRICT

STATEMENT OF NET POSITION
JUNE 30, 2024

VISALIA PUBLIC CEMETERY DISTRICT

STATEMENT OF NET POSITION
JUNE 30, 2024

ASSETS

CURRENT ASSETS:		
Cash and cash equivalents	$ 763,127	
Accounts receivable	70,066	
Vault inventory	51,544	
Investments	1,511,928	
Total current assets		$ 2,396,665
RESTRICTED ASSETS, cash and cash equivalents		189,319
RESTRICTED ASSETS, investments		4,421,730
CAPITAL ASSETS:		
Capital assets not being depreciated	2,300,313	
Other capital assets, net of depreciation	3,039,612	
Total capital assets		5,339,925
OTHER ASSETS:		
Investments		707,954
DEFERRED OUTFLOWS OF RESOURCES:		
Deferred outflows of resources pensions		284,315
Total assets and deferred outflows of resources		$ 13,339,908

(continued)

VISALIA PUBLIC CEMETERY DISTRICT

STATEMENT OF NET POSITION
JUNE 30, 2024

LIABILITIES AND NET POSITION

CURRENT LIABILITIES:		
Current portion, note payable	$ 54,191	
Accounts payable	43,789	
Security Deposit at Millcreek	926	
Compensated absences	45,289	
Total current liabilities		$ 144,195
LONG-TERM LIABILITIES:		
Note payable, net of current portion		790,667
Net pension liability		696,134
Other postemployment benefits		89,000
DEFERRED INFLOWS OF RESOURCES:		
Deferred inflows of resources pension		165,651
NET POSITION:		
Invested in capital assets, net of related debt	4,495,067	
Restricted for endowment care fund, expendable	508,234	
Restricted for endowment care fund, nonexpendable	4,102,815	
Unrestricted	2,348,145	
Total net position		11,454,261
Total liabilities and net position		$ 13,339,908

See notes to financial statements.

VISALIA PUBLIC CEMETERY DISTRICT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
JUNE 30, 2024

OPERATING REVENUES:		
Sale of burial rights and services	$ 1,388,230	
Sale of vaults and liners	156,968	
Miscellaneous	30,491	
Total operating revenues		$ 1,575,689
OPERATING EXPENSES:		
Salaries and employee benefits	1,015,755	
Administrative fees	13,120	
Cemetery maintenance	12,964	
Communications	27,691	
Directors' fees	6,608	
Dues and subscriptions	3,814	
Fuel	18,143	
Insurance	51,562	
Interest	26,088	
Legal and professional	33,688	
Liners and vaults	176,148	
Miscellaneous	37,682	
Office	10,154	
Rent	434	
Repairs and maintenance, equipment	17,642	
Repairs and maintenance, structures	24,185	
Security	23,083	
Small parts	11,398	
Supplies	5,398	
Training	5,798	
Travel	9,176	
Utilities	48,903	
Depreciation	185,648	
Total operating expenses		1,765,082
Operating loss		(189,393)

(continued)

VISALIA PUBLIC CEMETERY DISTRICT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION JUNE 30, 2024

Operating loss, from previous page		$ (189,393)
NONOPERATING REVENUES (EXPENSES):		
Grant income	$ 97,179	
Interest income	353,414	
Property taxes	233,874	
Rental income	196,320	
Rental expenses	(96,638)	
Change in fair value of investments	(35,611)	
Loss on sale of property	(10,065)	
Total nonoperating revenues		738,473
ADDITIONS TO PERMANENT ENDOWMENT CARE FUND		230,720
Increase in net position		779,800
Net position, July 1, 2023		10,674,461
Net position, June 30, 2024		$ 11,454,261

See notes to financial statements.

VISALIA PUBLIC CEMETERY DISTRICT

STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2024

CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from customers (families)	$ 1,511,357	
Cash payments to suppliers for goods and services	(611,894)	
Cash payments to employees for services	(1,036,477)	
Cash paid for OPEB expenses	(1,000)	
Net cash used by operating activities		$ (138,014)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from property taxes and aid from other governmental agencies	331,053	
Cash received from permanent endowment care	230,720	
Cash received from rental activities, net	99,682	
Net cash provided by noncapital financing activities		661,455
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Payments on long-term debt		(52,626)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest income	353,414	
Proceeds from sale of investments	1,992,484	
Purchase of investments	(2,128,302)	
Cash used by property and equipment acquisition	(246,861)	
Net cash used by investing activities		(29,265)
Net increase in cash and cash investments		441,550
Cash and cash equivalents, July 1, 2023		510,896
Cash and cash equivalents, June 30, 2024		$ 952,446

(continued)

VISALIA PUBLIC CEMETERY DISTRICT

STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2024

RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:			
Operating loss	$	(189,393)	
Adjustments to reconcile operating loss to net cash used by operating activities:			
Depreciation		185,648	
(Increase) decrease in:			
Accounts receivable		(64,332)	
Vault inventory		1,157	
Increase (decrease) in:			
Accounts payable		24,040	
Deferred outflows		31,243	
Net pension liability		(8,385)	
Other postemployment benefits		(1,000)	
Deferred inflows		(96,270)	
Compensated absences		(20,722)	
Net cash used for operating activities			$ (138,014)
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION			
Noncash investing transactions:			
Cost of disposed property and equipment	$	83,551	
Accumulated depreciation on disposed property and equipment		(73,486)	
Loss on disposal of property and equipment		(10,065)	
Net cash used by property and equipment disposals			$ -
Change in fair value of investments			$ 35,611

See notes to financial statements.

VISALIA PUBLIC CEMETERY DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 – Summary Of Significant Accounting Policies

Organization

The Visalia Public Cemetery District (the District) was formed, in October of 1916 under Health and Safety Code §9010, to operate and maintain three cemeteries located within the District's boundaries. The District services the cemeteries of Visalia, Elbow Creek, and Lone Oak located in Tulare County, California. It is a State of California public district.

Reporting Entity

The District's basic financial statements include the accounts of all its operations. The District evaluated whether any other entity should be included in these financial statements. The criteria for including organizations as component units within the District's reporting entity include whether:

- the organization is legally separate (can sue and be sued in its name)
- the District holds the corporate powers of the organization
- the District appoints a voting majority of the organization's board
- the District is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the District
- there is fiscal dependency by the organization on the District
- exclusion of the organization would render the financial statement incomplete or misleading

Based on these criteria, the District has no component units. Additionally, the District is not a component unit of any other reporting entity as defined by the GASB statements.

Fund Accounting

The operations of the District are accounted for in an enterprise fund. An enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises where costs (expenses, including depreciation) of providing services to the general public on a continuing basis are financed through user charges.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts of the District and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The accrual basis of accounting is required for enterprise funds and is utilized by the District. Under this method, revenues are recorded when earned and expenditures or expenses are recorded when incurred.

Operating and Nonoperating Revenues

Operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as property taxes and investment earnings, result from nonexchange transactions or ancillary activities.

NOTE 1 – Summary Of Significant Accounting Policies (continued)

Budgetary Procedures

The District operates under a budget prepared and approved annually by the Board of Trustees. The budget is prepared on a detailed line-item basis. Revenues are budgeted by source, and expenditures or expenses are budgeted by use (salaries and employee benefits, services and supplies, other charges, fixed asset acquisitions and contingencies). Once approved, the Board of Trustees may amend the adopted budget when unexpected modifications are required in estimated revenues and expenditures.

Cash and Cash Equivalents

For the purposes of these financial statements, the District considers cash and all other highly liquid investments with original maturities of three months or less at the date of purchase to be cash and cash equivalents.

Capital Assets

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

Buildings and improvements	15 – 40 years
Vehicles	7 – 10 years
Equipment	5 – 20 years

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at acquisition value. The District maintains a capitalization threshold of $5,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

Compensated Absences

Accumulated unpaid employee vacation benefits are recognized as a liability of the District. Sick leave is accumulated without limit for each employee at the rate of one day for each month worked for employees hired prior to May 1 of 2018. Employees hired May 1, 2018, and after are capped at 240 hours of accrued time. The value of accumulated sick leave is recognized as a liability of the District, and credit for unused sick leave is applicable to all employees retiring with 10 years or more continuous service with the district and having been accepted by the Public Employee's Retirement System (PERS) for service or disability retirement benefits, may be compensated for unused accrued sick leave at 50 percent of its value on his/her resignation date.

Pensions

For purposes of measuring the net pension asset/liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained at the CalPERS website under Forms and Publications.

NOTE 1 – Summary Of Significant Accounting Policies (continued)

Equity Classifications

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. The District reports three categories of net position as follows:

Net investment in capital assets, net of related debt – consists of net capital assets reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.

Restricted net position – net position is considered restricted if their use is constrained to a particular purpose. Restrictions are imposed by external organizations such as federal or state laws. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets.

Unrestricted net position – consists of all other net position that does not meet the definition of the above two components and is available for general use by the District.

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, management applies restricted net position first, unless a determination is made to use unrestricted net position. The District's policy concerning which to apply first varies with the intended use and legal requirements. Management typically makes this decision on a transactional basis at the incurrence of the expenditure.

Inventory

The inventory of vaults and liners is stated at the lower of cost or market with cost determined using the first-in, first-out (FIFO) method.

Nature and Purpose of Restricted Net Position

Restricted net position includes amounts which are legally segregated for specific usage or commitments to outside third parties. Restricted net position presented in the statement of net position are for the maintenance and care of the cemetery facilities. These amounts include specific receipts from outside parties and the interest earned thereon. Per state law, the Board may not spend the principal of these restricted funds, however, the income is available for the current maintenance and care of the cemetery facilities.

Property Taxes

Secured property taxes attach as an enforceable lien on property as of January 1. These taxes are levied from July 1 through June 30. Taxes are payable in two installments on November 1 and February 1 and are collected December 10 and April 10. Unsecured property taxes are payable in one installment on or before August 31. The County of Tulare bills and collects the taxes for the District. Property tax revenues are recognized by the District when received, except at year end, an accrual is made when property taxes are received soon enough thereafter to pay liabilities of the current period.

Income Taxes

The District is a governmental agency and is not subject to income taxes.

NOTE 1 – Summary Of Significant Accounting Policies (continued)

Deferred Outflows and Deferred Inflows of Resources

In addition to assets, the statement of net position will report a separate section for deferred outflow of resources. This separate section for deferred outflows of resources, represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expense) until then.

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

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 certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures or expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Other Related Entities

Joint Powers Authority ("JPA"). The District is associated with one JPA. This organization does not meet the criteria for inclusion as a component unit of the District. Additional information is presented in Note 7 to the financial statements. This organization is the Golden State Risk Management Authority.

NOTE 2 – Cash and Investments

Cash and investments at June 30, 2024, were as follows:

Cash held at Citizens Business Bank	$	293,760
Stifel, Nicolaus & Company, Incorporated:		
Cash		651,501
Investments		6,641,612
Cash held at Millcreek Management		7,185
Total cash and investments	$	7,594,058
Restricted and unrestricted cash and investments:		
Restricted for endowment care fund	$	4,611,049
Unrestricted investments		2,219,882
Unrestricted		763,127
Total cash and investments	$	7,594,058

The interest on the restricted cash and investments earned during the year ended June 30, 2024, was $229,792.

NOTE 2 – Cash and Investments (continued)

The Board adopted a formal investment policy, which allows the District funds to be invested in various items including bank and savings and loan associations fully insured by the Federal Depository Insurance Corporation ("FDIC") or collateralized as required by Statutes of the State.

The District's formal investment policy for the permanent endowment care fund allows the following types of investments in accordance with the California Government Code (or the District's investment policy, where more restrictive).

Authorized Investment Type	Maximum Term Allowed	Maximum Percentage of Total Investments
US T-bills, notes, bonds and government agency	30 years	100%
Corporation obligations (A) rating	5 years*	30%
City, county, municipal bonds	Unlimited	30%
State bonds	Unlimited	30%
Negotiable certificates of deposit (FDIC insured)	Unlimited	30%
Savings and Loan certificates (FDIC insured) (Maximum $100,000, per institution)		
Local agency bonds	5 years*	15%
Bank obligations (FNMA insured)	5 years*	5%
Bankers' acceptance	270 days	5%
Commercial paper	180 days	15%
Repurchase agreements	1 year	10%
Reverse repurchase agreements	92 days	20%
Corporation medium-through notes (A+)	5 years*	30%
Shares of beneficial interest	5 years*	15%
Mortgage pass-through securities (A+)	5 years*	20%
Shares of beneficial interest mutual funds (limited to 10 percent of single fund)	N/A	20%

*To meet the objectives of the investment policy, the 5-year maximum may be exceeded.

NOTE 2 – Cash and Investments (continued)

The District's formal investment policy for the surplus money (including endowment care interest, capital outlay funds, and preneed funds) allows the following types of investments in accordance with the California Government Code (or the District's investment policy, where more restrictive).

Authorized Investment Type	Maximum Term Allowed	Maximum Percentage of Total Investments
US T-bills, notes, bonds and government agency	5 years*	100%
Corporation obligations (A) rating	5 years*	30%
City, county, municipal bonds	5 years*	30%
State bonds	5 years*	30%
Shares of beneficial interest	N/A	20%
Negotiable certificates of deposit (FDIC insured)	5 years	30%
Savings and Loan certificates (FDIC insured) (Maximum $100,000, per institution)		
Local agency obligations	5 years*	15%
Bank obligations (FNMA insured)	5 years*	5%
Bankers' acceptance	270 days	5%
Commercial paper	180 days	15%

*To meet the objectives of the investment policy, the 5-year maximum may be exceeded.

As of June 30, 2024, the carrying amount of the District's bank balances (including amounts in checking accounts) was $293,760 and the bank balance was $374,991. The difference between the bank balances and the carrying amount represents outstanding checks. The entire amount of cash in bank was covered by the federal depository insurance. The carrying amount and balance of cash deposits held with Stifel, Nicolaus & Company, Incorporated was $651,501. These funds are deposited through Stifel Insured Bank Deposit Program and are fully insured by the FDIC.

As of June 30, 2024, the District had $6,641,612 in their investment portfolio held by Stifel, Nicolaus & Company, Incorporated. Of the total investment balance, $500,000 was insured through the Securities Investor Protection Corporation ("SIPC"). The remaining $6,141,612 was covered by additional securities coverage maintained by Stifel, Nicolaus & Company, Incorporated.

As of June 30,2024, the District's investments were scheduled to mature as follows:

Investment Type	Remaining Maturity in Years <1	1-5	>5
Mutual funds	$ 1,507,540	$ -	$ -
Fixed income municipal bonds	418,439	822,357	-
Fixed income other	1,340,444	1,758,160	794,672
Total investments	$ 3,266,423	$ 2,580,517	$ 794,672

NOTE 2 – Cash and Investments (continued)

Credit ratings as of June 30, 2024, were as follows:

Investment Type	S&P Rating		Moody's Ratings	
	Lowest	Highest	Lowest	Highest
Mutual funds	N/A	N/A	N/A	N/A
Fixed income municipal bonds	A	AAA	A2	Aaa
Fixed income other	A-	AA+	A3	Aaa

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3).

The three levels of the fair value hierarchy are described as follows:

Level 1 – Quoted prices in active markets for identical assets.

Level 2 – Significant other observable inputs.

Level 3 – Significant unobservable inputs.

The investments' fair value measurement level within the fair value hierarchy are based on the lowest level of any input that is significant to fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs. There have been no changes to the methodologies used at June 30, 2024.

Cash and cash equivalents, interest-bearing is carried at cost plus interest received, which approximates fair value. Mutual funds are valued at the daily closing price as reported by the fund. Mutual funds held by the District are open-end mutual funds that are registered with the SEC. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the District are deemed to be actively traded. Fixed income municipal bonds are measured using recent trading activity, market price quotations and new issuance levels. Current interest rates, credit events, and individual bond characteristics such as coupon, call features, maturity, and revenue purpose are considered in the valuation process. Fixed income other investments' values are obtained from pricing services, broker quotes, or other model-based valuation techniques with observable inputs, such as the present value of estimated cash flows,

NOTE 2 – Cash and Investments (continued)

Investments measured at fair value on a recurring basis, based on their fair value hierarchy at June 30, 2024, are as follows:

Investment Type	Fair Value Hierarchy Level 1	Level 2	Level 3	Percentage of Total Investments
Mutual funds	$ 1,507,539	$ -	$ -	23%
Fixed income municipal bonds	-	1,240,797	-	18%
Fixed income other	-	3,893,276	-	59%
Total investments measured at fair value	$ 1,507,539	$ 5,134,073	$ -	100%

NOTE 3 – Capital Assets

The following is a summary of changes in capital assets:

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024
Capital assets not being depreciated:				
Construction in progress	$ 61,169	$ 70,911	$ -	$ 132,080
Land	2,168,233	-	-	2,168,233
Total capital assets not being depreciated	2,229,402	70,911	-	2,300,313
Other capital assets:				
Buildings and improvements	5,193,205	76,729	-	5,269,934
Equipment	781,033	99,221	(83,551)	796,703
Total other capital assets at historical cost	5,974,238	175,950	(83,551)	6,066,637
Accumulated depreciation	(2,914,862)	(185,648)	73,486	(3,027,025)
Other capital assets, net	3,059,376	(9,698)	(10,065)	3,039,612
Capital assets, net	$ 5,288,778	$ 61,213	$ (10,065)	$ 5,339,925

NOTE 4 – Note Payable

Due to First Foundation Bank, payable in semi-annual payments each November and May, including interest at 2.95 percent per annum (calculated on the basis of a 360-day year of twelve 30-day months). The first payment was due November 1, 2022, and the final payment is due May 1, 2037. The funding financed the demolition and replacement of an old office building. The debt is secured by the existing buildings.

Changes in long-term debt are as follows:

	Balance July 1, 2023	Additions	Principal Payments	Balance June 30, 2024
Note payable	$ 897,484	$ -	$ 52,626	$ 844,858

Future principal and interest repayment requirements are as follows:

	Principal	Interest
2025	$ 54,191	$ 24,524
2026	55,801	22,913
2027	57,459	21,255
2028	59,167	19,547
2029	60,926	17,789
2030 - 2034	332,887	60,683
2034 - 2037	224,427	11,715
Totals	$ 844,858	$ 178,426

NOTE 5 – Pension Plan

Plan Description

Qualified employees are covered under a multiple-employer, cost-sharing defined benefit pension plan, Public Employees' Retirement Fund (PERF C), administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plan are established by State statute and Local Government resolution. The benefit terms of the CalPERS plan may be amended through legislation and Public Employers' Retirement Law. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website, http://www.calpers.ca.gov/page/forms-publications.

NOTE 5 – Pension Plan (continued)

Benefits Provided

CalPERS – PERF C provides service retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members who must be public employees and beneficiaries. To be eligible for retirement, the member must be at least age 50 and have a minimum of five years of credited service. If you become a member on or after January 1, 2013, you must be at least age 52. Monthly benefits are based on three factors: service credit, benefit factor, and final compensation. Service credit is based on years of credited service, equal to one year of full-time employment. The benefit factor, which is a percentage of pay to which the member is entitled for each year of service, is determined by their age at retirement and the retirement formula based on their membership date with each employer.

There is one miscellaneous retirement formula: 2 percent at age 60, with benefit factors ranging from 1.092 percent to 2.418 percent with retirement ages of 50 to 63. If you become a member on or after January 1, 2013, the miscellaneous retirement formula is 2 percent at age 62, with benefit factors ranging from 1.000 to 2.500 percent with retirement ages of 52 to 67. Final compensation is the highest average pay rate and special compensation during any consecutive three-year period.

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective July 1 following notice of a change in the rate. The CalPERS board retains the authority to amend contribution rates. The total plan contributions are determined through CalPERS' periodic actuarial valuation process or by State statute. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of the employees. The contribution rates are expressed as a percentage of annual payroll. For the year ended June 30, 2024, for employees hired prior to January 1, 2013, the active employee contribution rate is 7 percent of annual base pay, and the employer's contribution rate is 10.10 percent. For employees hired on or after January 1, 2013, the active employee contribution rate is 7.75 percent of annual base pay, and the employer's contribution rate is 7.68 percent. The District's contributions to CalPERS for the fiscal year ended June 30, 2024, were $112,780.

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

At June 30, 2024 the District reported a net pension liability of $696,134, for its proportionate share of the net pension liability for the Plan.

The District's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability is measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022, rolled forward to June 30, 2023, using standard update 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.

NOTE 5 – Pension Plan (continued)

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

A comparison of the District's proportionate share at measurement date of June 30, 2023, to its proportionate share at measurement date June 30, 2022, is as follows:

Proportionate share at June 30, 2023	0.012100%
Proportionate share at June 30, 2022	0.014400%
Change	-0.002300%

For the year ended June 30, 2024, the District recognized a pension expense of $34,924. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pension as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 26,114	$ -
Change of assumptions	36,530	-
Net difference between projected and actual earnings on plan investments	97,963	-
Change in proportion and differences between District contributions and proportionate share of District's contributions	10,928	(165,651)
District contributions subsequent to the measurement date	112,780	-
Totals	$ 284,315	$ (165,651)

$112,780 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as an increase to the net pension liability in the year ending June 30, 2025.

NOTE 5 – Pension Plan (continued)

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

The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense, as follows:

Measurement Period Ended June 30	Net Effect on Expense
2025	$ (43,086)
2026	(30,721)
2027	76,881
2028	2,810
Total	$ 5,884

Actuarial Methods and Assumption

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Payroll Growth	2.80%
Salary Increases	Varies by Entry Age and Service
Experience Study	7/1/2000-6/30/2019
Investment Rate of Return	6.90%
Post-Retirement Benefit Increase	Contract COLA up to 2.30% until Purchasing Power Protection Allowance Floor on purchasing power applies, 2.30% thereafter.

Mortality Assumptions

CalPERS uses mortality tables developed based on CalPERS specific data for all funds. The mortality table includes 15 years of mortality improvements using Society of Actuaries 80 percent of scale MP 2020.

NOTE 5 – Pension Plan (continued)

Long-Term Expected Rate of Return

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 and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount used to discount liabilities was informed by the long-term projected portfolio return.

The table below reflects long-term expected real rates of return by asset class, as follows:

Asset Class	Assumed Asset Allocation	Long-term Expected Real Rate of Return
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 Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%

Discount Rate

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

NOTE 5 – Pension Plan (continued)

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

The following represents the District's proportionate share of the net pension liability calculated using the discount rate as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

1.00% Decrease	5.90%
Net Pension Liability	$ 1,123,410
Current Discount Rate	6.90%
Net Pension Liability	$ 696,134
1.00% Increase	7.90%
Net Pension Liability	$ 344,449

Pension Plan Fiduciary Net Position

The plan's fiduciary net position has been determined on the same basis as that used by the plan. Detailed information about the plan's fiduciary net position is available in the separately issued CalPERS financial report on their website.

Summary of Changes of Benefits or Assumptions

There were no changes to benefit terms and plan provisions or actuarial assumptions applied to members of CalPERS.

NOTE 6 – Other Postemployment Benefits

The District grandfathered 3 full-time employees who retire from the District with CalPERS and start withdrawing their retirement and have at least 15 years of continuous service with the District will be entitled to health care premium reimbursement, not to exceed $500 per month for a period up to 5 years. Reimbursement shall be exclusively for the employee and does not cover the spouse or children. At June 30, 2024, both remaining employees met the 15 year requirement and one retiree qualified. During the fiscal year ended June 30, 2024, the District paid $1,000 for retiree insurance premiums. The District's total other postemployment benefit of $89,000 was measured as of June 30, 2024, and was measured using the maximum amount of reimbursement for qualifying employees. The District's board reserved the balance, which is included in the unrestricted net position.

NOTE 7 – Participation in a Joint Powers Authority

The District is a member of a joint powers authorities OPAs, Golden State Risk Management Authority. They provide liability and property, workers' compensation, and auto liability insurance. The relationship is such that the JPA is not a component unit of the District for financial reporting purposes. This entity has budgeting and financial reporting requirements independent of member units and their financial statements are not presented in these financial statements; however, fund transactions between the entities and the District are included in these financial statements. Audited financial statements are available from the respective entities. During the year ended June 30, 2024, the District made payments of $90,005.

NOTE 8 – Subsequent Events

Management has evaluated subsequent events through January 30, 2025, the date the financial statements were available to be issued, and has determined that no adjustments are necessary to the amounts reported in the accompanying financial statements, nor have any subsequent events occurred, the nature of which would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION

VISALIA PUBLIC CEMETERY DISTRICT

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY OF CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM – LAST TEN YEARS*

Fiscal Year End	Measurement Date	Proportion of the Net Pension Liability	Proportionate Share of the Net Pension Liability	Covered Employee Payroll	Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	Plan Fiduciary Net Position as a Percentage of Total Pension Liability
June 30, 2016	June 30, 2015	0.01%	$ 331,000	$ 274,000	121%	81%
June 30, 2017	June 30, 2016	0.01%	$ 283,000	$ 299,000	95%	80%
June 30, 2018	June 30, 2017	0.01%	$ 493,000	$ 208,000	237%	76%
June 30, 2019	June 30, 2018	0.01%	$ 468,000	$ 277,000	169%	75%
June 30, 2020	June 30, 2019	0.01%	$ 517,000	$ 273,000	189%	78%
June 30, 2021	June 30, 2020	0.01%	$ 575,000	$ 595,000	97%	78%
June 30, 2022	June 30, 2021	0.01%	$ 255,000	$ 640,000	40%	90%
June 30, 2023	June 30, 2022	0.01%	$ 704,519	$ 796,562	88%	90%
June 30, 2024	June 30, 2023	0.01%	$ 696,134	$ 704,383	99%	75%

The amounts presented for each fiscal year were determined as of June 30. This schedule is presented to illustrate the requirement to show information for ten years. Only nine years are presented because ten year data is not yet available.

Notes to the Schedule:

Change of Assumptions

Fiscal Year End	Measurement Date	Discount Rate	Inflation	Payroll Growth	Projected Salary Increase (1)	Experience Study	Investment Rate of Return
June 30, 2015	June 30, 2014	7.50%	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
June 30, 2016	June 30, 2015	7.65% (3)	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
June 30, 2017	June 30, 2016	7.65% (3)	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
June 30, 2018	June 30, 2017	7.15% (3)	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
June 30, 2019	June 30, 2018	7.15% (3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.50%
June 30, 2020	June 30, 2019	7.15% (3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.15%
June 30, 2021	June 30, 2020	7.15% (3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.15%
June 30, 2022	June 30, 2021	7.15% (3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.15%
June 30, 2023	June 30, 2022	6.90% (3)	2.30%	2.80%	Varies	7/1/2000-6/30/2019	6.90%
June 30, 2024	June 30, 2023	6.90% (3)	2.30%	2.80%	Varies	7/1/2000-6/30/2019	6.90% (2)

(1) Varies on entry age, service and type of employment.

(2) Net of pension plan investment expenses; includes inflation, but gross of administrative expenses.

(3) Excludes reduction of pension plan administrative expenses.

See independent auditors' report.

VISALIA PUBLIC CEMETERY DISTRICT

SCHEDULE OF PENSION CONTRIBUTIONS TO CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM – LAST TEN YEARS*

Fiscal Year End	Statutorily Required Contribution	Contributions in Relation to the Statutorily Required Contribution	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll	
					Miscellaneous	PEPRA
June 30, 2016	$ 17,000	$ (17,000)	$ -	$ 299,000	5.686%	**
June 30, 2017	$ 38,000	$ (38,000)	$ -	$ 208,000	7.159%	**
June 30, 2018	$ 41,000	$ (41,000)	$ -	$ 277,000	7.200%	**
June 30, 2019	$ 47,000	$ (47,000)	$ -	$ 273,000	7.634%	**
June 30, 2020	$ 67,000	$ (67,000)	$ -	$ 595,000	8.081%	6.985%
June 30, 2021	$ 76,000	$ (76,000)	$ -	$ 640,000	8.794%	7.732%
June 30, 2022	$ 102,000	$ (102,000)	$ -	$ 735,000	8.650%	7.590%
June 30, 2023	$ 118,621	$ (118,621)	$ -	$ 796,562	8.630%	7.470%
June 30, 2024	$ 112,780	$ (118,621)	$ -	$ 704,383	10.100%	7.680%

The amounts presented for each fiscal year were determined as of June 30. This schedule is presented to illustrate the requirement to show information for ten years. Only nine years are presented because ten year data is not yet available.

Notes to the Schedule:

Change of Assumptions

Fiscal Year End	Measurement Date	Discount Rate	Inflation	Payroll Growth	Projected Salary Increase (1)	Experience Study	Investment Rate of Return
June 30, 2015	June 30, 2014	7.50%	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
June 30, 2016	June 30, 2015	7.65% (3)	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
June 30, 2017	June 30, 2016	7.65% (3)	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
June 30, 2018	June 30, 2017	7.15% (3)	2.75%	3.00%	Varies	7/1/1996-6/30/2011	7.50%
June 30, 2019	June 30, 2018	7.15% (3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.50%
June 30, 2020	June 30, 2019	7.15% (3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.15%
June 30, 2021	June 30, 2020	7.15% (3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.15%
June 30, 2022	June 30, 2021	7.15% (3)	2.50%	2.75%	Varies	7/1/1996-6/30/2015	7.15%
June 30, 2023	June 30, 2022	6.90% (3)	2.30%	2.80%	Varies	7/1/2000-6/30/2019	6.90%
June 30, 2024	June 30, 2023	6.90% (3)	2.30%	2.80%	Varies	7/1/2000-6/30/2019	6.90% (2)

(1) Varies on entry age, service and type of employment.

(2) Net of pension plan investment expenses; includes inflation, but gross of administrative expenses.

(3) Excludes reduction of pension plan administrative expenses.

See independent auditors' report.