



CITY OF UKIAH, CALIFORNIA

Fiscal Year Ended June 30, 2025

ANNUAL COMPREHENSIVE FINANCIAL REPORT



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FISCAL YEAR ENDED JUNE 30, 2025

PREPARED BY
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INTRODUCTORY SECTION



LETTER OF TRANSMITTAL

December 29, 2025

Honorable Mayor and Members of the City Council,
City Manager,
Residents and Stakeholders of the City of Ukiah:

It is our pleasure to present the Annual Comprehensive Financial Report (ACFR) of the City of Ukiah for the fiscal year ended June 30, 2025. This report is published in accordance with the requirements of state law and the pronouncements of the Governmental Accounting Standards Board (GASB), and represents the City's commitment to transparent, accurate, and complete financial reporting. Responsibility for the accuracy, completeness, and fairness of the data presented in this report rests with City management. To the best of our knowledge, the information contained herein is accurate in all material respects and presented in a manner designed to fairly depict the financial position and results of operations of the City.

The ACFR is prepared in accordance with generally accepted accounting principles (GAAP) and includes all disclosures necessary to enable readers to gain an understanding of the City's financial condition. The report is organized into three major sections: the Introductory Section, the Financial Section (including the independent auditor's report, management's discussion and analysis, and the audited financial statements), and the Statistical Section. This year's ACFR reflects continued enhancements to financial transparency, including refinements to note disclosures, implementation of applicable new GASB standards, and ongoing improvements to internal controls.



Profile of the City of Ukiah

The City of Ukiah is the county seat and largest city in Mendocino County, serving as the primary economic, governmental, and commercial hub for the greater Ukiah Valley and surrounding communities. Ukiah has an estimated population of **approximately 16,700 residents**¹, while its retail trade area extends well beyond city limits, drawing an estimated **100,000 residents** from throughout inland Mendocino and portions of Lake County². Ukiah's role as the region's economic center is supported by its concentration of major employers, professional services, county and state offices, health care facilities, education providers, and a diverse retail and hospitality sector.

¹ Source: U.S. Census Bureau, 2024 Population Estimates for Ukiah City, California.

² Source: City of Ukiah Economic Development & Retail Trade Area Analysis; updated regional market assessments prepared for economic development planning.

Ukiah's strategic location along the U.S. 101 corridor positions it as a central point for commerce, transportation, tourism, and agricultural processing. The city's economy benefits from its proximity to key industries—including wine production, cannabis cultivation and compliance services, tourism, renewable energy, and professional services—supporting both local employment and regional economic activity.



Economic Condition and Outlook

Ukiah continues to demonstrate resilience and steady financial performance amid broader economic fluctuations in California and the nation. Local revenues—including sales tax, transient occupancy tax, and utility revenues—remained stable through FY 2024-25, supported by a diversified local economy, prudent fiscal stewardship, and sustained investment in infrastructure. The City continues to monitor economic indicators such as inflationary pressures, labor market conditions, and housing trends, and incorporates these factors into long-term financial planning.

Ukiah's disciplined budgeting practices, structural reforms, and ongoing modernization of utility and enterprise operations position the City for continued stability. Current financial trends support a cautiously optimistic outlook for the coming years.

Major Initiatives

During FY 2024-25, the City advanced several significant initiatives aligned with the Council's goals:

- **Water and Wastewater Integration and Planning:** The City continued work with the Ukiah Valley Water Authority (UVWA) to integrate regional water operations, advance rate-setting processes required by Proposition 218 and AB 2257, and develop long-term capital planning tools to support system reliability and sustainability.
- **Infrastructure Investment:** Progress continued on critical capital projects across water, sewer, transportation, and electric utilities. The City remains committed to proactive asset management and leveraging state and federal funding opportunities.
- **Financial Systems, Controls, and Modernization:** The Finance & IT Department expanded work on paperless workflows, strengthened internal control frameworks, enhanced customer service systems, and advanced cybersecurity and network modernization.
- **Community and Organizational Development:** The City continued to invest in workforce development, employee training, and organizational culture initiatives. These efforts improve service delivery, staff retention, and departmental resiliency.

Departmental Accomplishments

The following summarizes key accomplishments achieved across City departments during FY 2024–25, reflecting progress toward City Council priorities, operational excellence, and improved service delivery.

City Manager's Office

- ✓ **Strategic Communications:** Served as a liaison between the community and construction teams during major infrastructure projects, leading communication and mitigation efforts.
- ✓ **Facilitated Regional Collaboration:** Coordinated with Mendocino County and neighboring cities to advance master tax-sharing discussions supporting long-range regional planning.
- ✓ **Enhanced Public Transparency:** Expanded access to City records and information by adding contract documents and interagency materials to the public portal, improving community visibility into City operations.
- ✓ **Strengthened Emergency Preparedness & Continuity:** Completed the Citywide Continuity of Operations (COOP) Plan and delivered staff trainings to strengthen emergency preparedness and ensure continuity of essential functions during emergencies and disasters.

Human Resources & Risk Management

- ✓ **Enhanced Employee Development:** Expanded training opportunities and leadership development pathways, strengthening internal capacity and supporting succession planning across the organization.
- ✓ **Improved Recruitment & Retention:** Modernized hiring processes, implemented targeted outreach strategies, and streamlined onboarding to attract and retain qualified candidates.
- ✓ **Strengthened Risk Management Programs:** Advanced workplace safety initiatives, improved incident tracking and reporting, and expanded risk-mitigation efforts across City operations.

Finance & Information Technology

- ✓ **Modernized Administrative Systems:** Automated financial and administrative workflows, implemented electronic efficiencies, and expanded cloud-based file management.
- ✓ **Strengthened Fiscal Stewardship:** Supported major capital and grant-funded initiatives, including UVWA integration and utility system upgrades.
- ✓ **Enhanced Cybersecurity & Network Resilience:** Upgraded digital infrastructure, improved data security protocols, and increased system reliability.

Police Department

- ✓ **Computer-Aided Dispatch System Implementation:** The Police Department implemented a new computer-aided dispatch system that improves response times and provides enhanced tools to support more efficient and effective service to the community.
- ✓ **Police Department Web Page Redesign:** A new Police Department web page was developed to provide up-to-date information and improved online tools, increasing public access to police services and enhancing community communication.
- ✓ **Recruitment and Staffing Improvements:** Recruitment was prioritized, resulting in increased staffing levels and the successful filling of previously vacant positions, strengthening operational capacity.

Fire Authority

- ✓ **Stabilization of the 911 Emergency Medical Services System:** UVFA strengthened the regional 911 EMS system by implementing a 24-hour Interfacility Transfer (IFT) Division, reducing pressure on emergency ambulance resources and significantly limiting the need to down-staff fire engines. UVFA continues to operate a dedicated 911 ambulance while working with the County EMS Agency and regional partners to further stabilize and expand the system.

- ✓ **Development and Deployment of the Fuels Reduction Crew:** UVFA secured a \$7.2 million grant to establish a fuels reduction crew focused on reducing wildland fire risk in and around urban areas throughout the Ukiah Valley. The crew became operational in May 2025 and has been actively completing fuel reduction projects and improving trail safety, with staffing and equipment acquisition continuing to support long-term program success.
- ✓ **Development of the Strategic Master Plan:** UVFA is collaborating with the Center for Public Safety Management (CPSM) to develop a comprehensive Strategic Master Plan that provides an independent and objective assessment of the organization's future needs. While the plan is not yet complete, its development represents a significant and coordinated effort by the City and District leadership and staff, with substantial foundational work completed and finalization anticipated by the end of the fiscal year, with full plan completion expected by June 2025.

Community Services

- ✓ **Advanced Long-Range Planning:** Completed Western Hills recreation feasibility work and advanced the Parks Gap Analysis.
- ✓ **Expanded Community Programming:** Delivered major cultural and recreational events, including Día de los Muertos and expanded youth programs.
- ✓ **Improved Facilities & Access:** Upgraded technology, exhibitions, and amenities across parks, ARRC, aquatics, golf, museum, and recreation facilities.

Community Development

- ✓ **Implemented Housing Element Programs:** Completed all non-ongoing Housing Element tasks, strengthening Ukiah's long-term housing strategy.
- ✓ **Modernized Permitting & Inspection:** Streamlined processes through CitizenServe, improving transparency, consistency, and public access.
- ✓ **Secured Major Grant Funding:** Obtained over \$25 million in competitive grants supporting housing, infrastructure, and community development.

Public Works

- ✓ **Continuation of Major Infrastructure Projects:** Construction continued on Phase II of the Downtown Streetscape Project and replacement of the Orr Street Bridge.
- ✓ **Utility System Upgrades:** Completed multiple utility system upgrades.
- ✓ **Enhanced Streets & Infrastructure:** Invested in maintenance, accessibility improvements, and multimodal upgrades across the City.

Airport

- ✓ **Improved Operational Data Systems:** Implemented a real-time aircraft tracking system.
- ✓ **Advanced Runway Planning:** Completed the Runway Extension Feasibility Study.
- ✓ **Strengthened Airport Services:** Modernized payment and operational tracking systems.

Electric Utility

- ✓ **Improved System Reliability:** Undergrounded over a mile of primary wire and completed enhanced vegetation management for 9,400' of overhead power lines on the westside of Ukiah as part of the Wildfire Mitigation Project.
- ✓ **Expanded Team Skill Sets:** Trained internal crew on invasive pole testing, providing valuable skills to City staff and saving contracting costs for routine maintenance.
- ✓ **Completed Electric Service Center:** Completed remodel of the Electric Service Center combining Administration, Technical Services, and Construction divisions, improving department communications and work flow.

Water & Wastewater Utilities

- ✓ **Upgraded Treatment Systems:** Installed turbidimeters, replaced the belt filter press, and added a new screw-press system.
- ✓ **Expanded System Resilience:** Completed pipeline replacements, thickening improvements, and operational upgrades.
- ✓ **Advanced Recycled Water Program:** Initiated NPDES permit renewal and progressed Phase 4 recycled water infrastructure.

Profile of the Agency

The City of Ukiah is a full-service municipal corporation that provides a broad range of essential public services, utilities, and infrastructure to residents, businesses, and the surrounding Ukiah Valley region. Operating under the council-manager form of government, the City Council establishes policy direction and strategic priorities, while



the City Manager oversees daily operations and ensures that municipal programs align with community needs and long-term goals.

As a full-service agency, the City delivers police, fire and emergency response services, water, wastewater, and recycled water operations, a municipally owned electric utility, streets and transportation services, parks and recreation programs,

community development and housing support, and internal administrative services such as finance, information technology, and human resources. Ukiah's municipal electric utility is one of the few remaining publicly owned electric systems in California, providing the community with local control over power procurement, system reliability, and customer service.

Ukiah's organization consists of 13 departments and approximately 60 divisions, reflecting the breadth of operations required to deliver full-service municipal functions.

The City employs approximately 323 full-time equivalent (FTE) positions³ to deliver these services and manages an annual operating and capital budget designed to maintain service quality, ensure regulatory compliance, and invest in long-term infrastructure. The agency emphasizes fiscal responsibility, organizational development, and continuous improvement as core components of its operational philosophy.

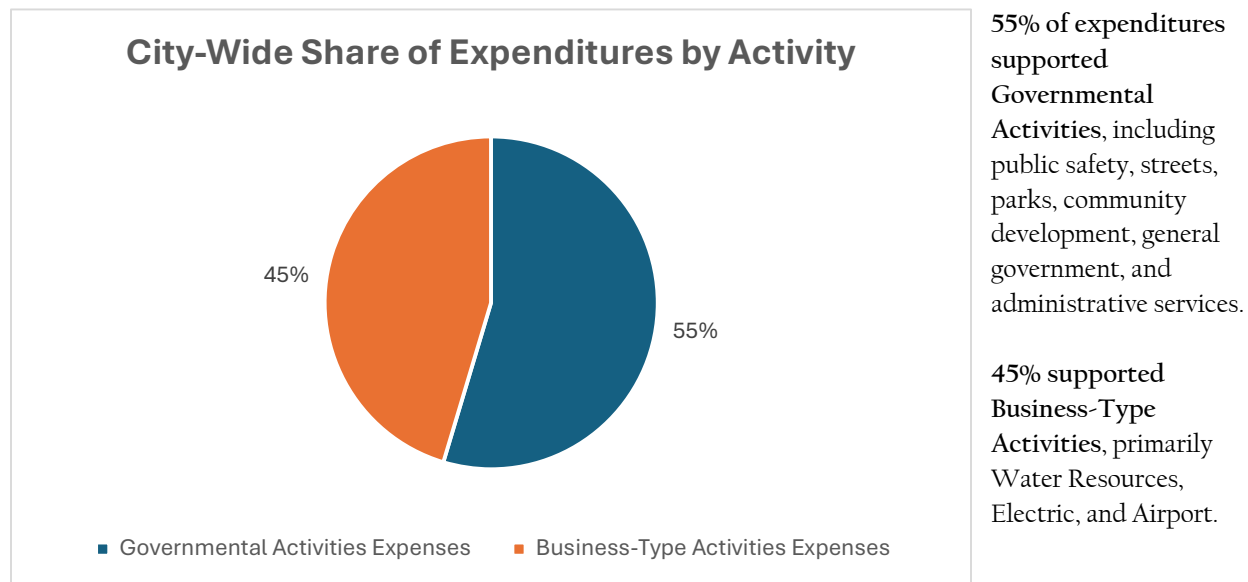
³ Source: City of Ukiah FY 2024-25 Adopted Budget, Schedule of Authorized Positions, available at <https://stories.opengov.com/ukiahca/published/hYkNNjPQV>.

Activities

City-wide expenditures during FY 2024–25 reflect the scale and diversity of services delivered across governmental and business-type operations. An analysis of expenditures by activity, by department, and by major cost category provides insight into how resources were allocated to support essential public services, utilities, infrastructure, and capital investment.

City-Wide Share of Expenditures by Activity

City operations are balanced across governmental and enterprise functions:



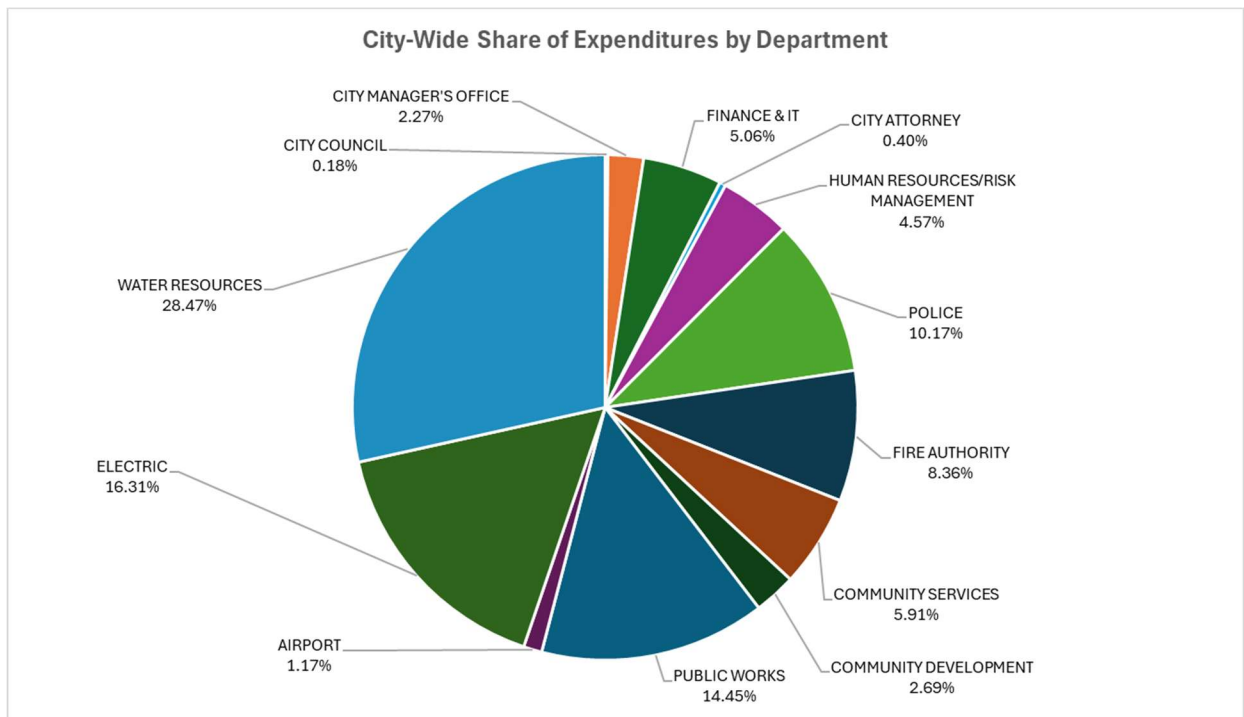
This distribution reflects Ukiah's role as a full-service city with substantial utility operations alongside traditional municipal functions.

City-Wide Share of Expenditures by Department

Spending is distributed across all 13 City departments, with several large operational and infrastructure intensive departments comprising the majority of activity:

- **Water Resources** – water, sewer, and recycled water services
- **Electric** – generation, distribution, and technical services
- **Public Works** – streets and engineering, corporation yard operations, building maintenance
- **Police** – patrol and dispatch services
- **Fire Authority** – response, prevention, mitigation, and ambulance services
- **Finance & IT** – accounting, budget, procurement, billing, and other financial services, systems and network administration, and cybersecurity administration
- **Human Resources & Risk Management** – recruitment, employee record maintenance, payroll, and other HR services, insurance premiums and claims management, and other risk management services

- **Community Services** – recreation programs, parks maintenance, Grace Hudson Museum, Conference Center management, and other related services
- **Community Development** – planning, building, housing, grant procurement, and other related services
- **City Manager’s Office** – general administration, special projects, parking district administration, and other related services
- **Airport** – facility and runway maintenance, fuel services, and other related activities
- **City Attorney** – legal advisory services to the City Council, City Manager, and departments
- **City Council** – governance and oversight

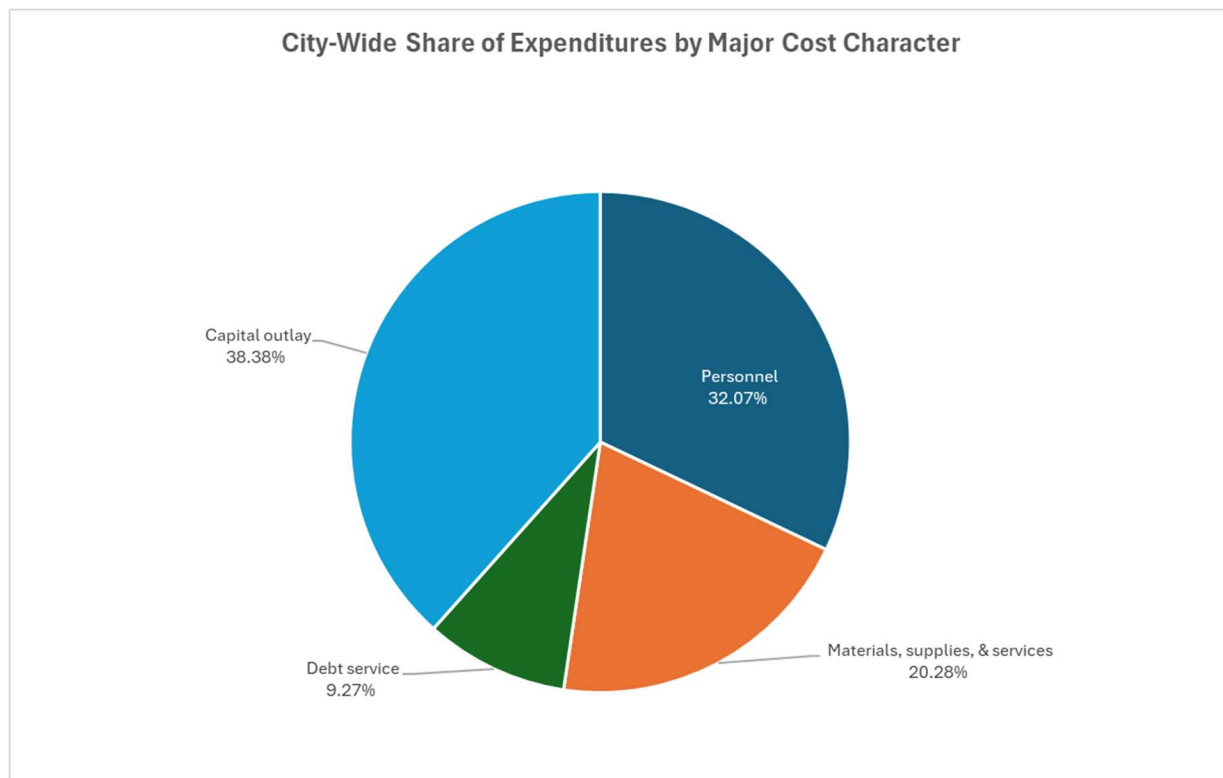


This distribution highlights the operational intensity of the City's utilities and infrastructure systems, which together represent more than half of total expenditures.

City-Wide Share of Expenditures by Cost Category

City-wide spending across major cost categories demonstrates the City's continued investment in essential personnel, operational materials, and long-term capital needs:

- **Personnel** – Salaries, retirement, health insurance, part-time, and other employment costs
- **Materials, Supplies & Services** – contractual services, supplies, utilities, learning and development, etc.
- **Debt Service** – principal and interest payments, lease payments, and other installments
- **Capital Outlay** – land, buildings and improvements, equipment, vehicles, and other capital



The significant share of **capital outlay** illustrates the City’s ongoing commitment to maintaining and upgrading vital infrastructure, including utility systems, public safety facilities, transportation assets, and technology modernization.

Together, these expenditure patterns reflect Ukiah’s operational complexity, commitment to infrastructure stewardship, and the balanced allocation of resources across governmental and enterprise functions.

Measure P

Measure P is a voter-approved ½cent general (unrestricted) transactions and use tax adopted by Ukiah voters in November 2014. It extended the earlier 2005 sales tax measure known as Measure S, which was accompanied by Advisory Measure T expressing the voters’ preference that the revenues be used to support police, fire, and emergency medical services.

Because Measure P is a general tax, its proceeds may legally be used for any municipal purpose at the discretion of the City Council; however, the City has continually prioritized these revenues through resolution for public safety. Upon adoption, the City Council also established an expenditure plan (Resolution No. 2014-28) specifying that Measure P revenues should be used first to maintain a minimum level of public safety services. This included: (1) maintaining 32 full-time sworn police officers, and (2) sustaining a defined level of fire protection and emergency medical services, including services provided through joint fire and ambulance operations.

Measure P continues to serve as a critical voter-approved public safety funding source designed to maintain and enhance police and fire services within the City of Ukiah. The following summarizes FY 2024–25 performance compared with the 2014–15 baseline, as well as trends in revenues and expenditures over the past decade.

City of Ukiah

Measure P

**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Baseline to Current Actual
For the Year Ended June 30, 2025**

		2014-15 Baseline	2024-25 Actual	Variance with Baseline
REVENUES				
	Note			
Measure P		\$ 2,465,521	\$ 3,317,353	\$ 851,832
Public safety revenues:				
Police	(1)	1,001,861	684,869	(316,992)
Fire	(4)	37,235	7,454,188	7,416,953
Prop 172		53,471	105,641	52,170
General revenues (general fund)		7,922,006	11,957,201	4,035,195
Total revenues		11,480,094	23,519,252	12,039,158
EXPENDITURES				
Current:				
Police	(2)	8,709,693	12,015,129	(3,305,436)
Fire		2,553,407	9,207,671	(6,654,264)
Total current		11,263,100	21,222,800	(9,959,700)
Capital outlay:				
Police		186,594	319,968	(133,374)
Fire		30,400	1,976,484	(1,946,084)
Total capital outlay		216,994	2,296,452	(2,079,458)
Total expenditures		11,480,094	23,519,252	(12,039,158)
Excess (deficiency) of revenues over expenditures		\$ -	\$ -	\$ -
PERSONNEL				
Police:				
Sworn		32	25	(7)
Miscellaneous	(3)	18	17	(1)
Total police		50	42	(8)
Fire:				
City		11	23	12
Ambulance/Misc		-	12	12
UVFD		6	-	(6)
Total fire		17	35	18

Notes:

(1) Excludes parking enforcement expenditures and associated revenue, dispatch services revenue, and fire prevention services revenue.

(2) Does not include Emergency Management services, which are included in Public Safety on the Statement of Revenues, Expenditures, and Changes in Fund Balance.

(3) Sworn Police personnel counts are based off actual filled, in service positions as of June 30 of the reporting year.

(4) Fire revenues include ambulance and interfacility transfer revenues.

Revenues and Expenditures: Baseline to FY 2024–25 Actuals

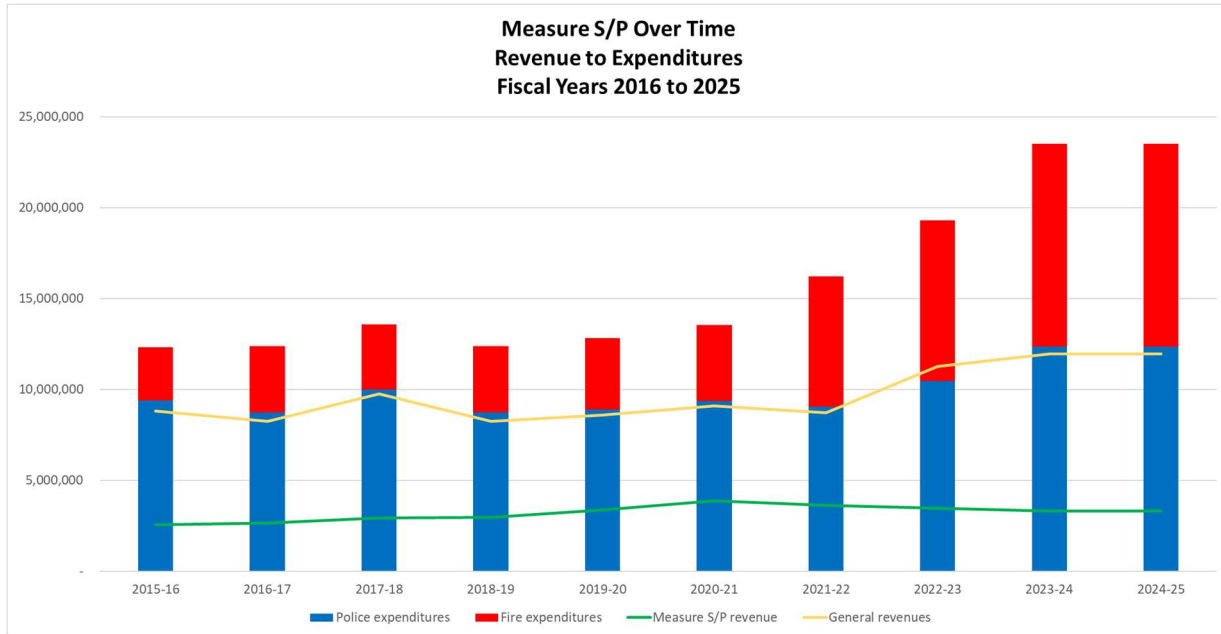
Measure P revenues increased from \$2.47 million in the 2014–15 baseline year to \$3.32 million in FY 2024–25, an increase of \$851,832. When combined with growth in general revenues and designated public safety revenues (Prop 172 and fire service charges), total public safety related revenues increased from \$11.48 million to \$23.52 million, an overall increase of \$12.04 million.

Public safety expenditures—both operational and capital—expanded proportionally to support service needs:

- Police current expenditures: increased by \$3.31 million from baseline.

- Fire current expenditures: increased by \$6.65 million from baseline.
- Combined current expenditures rose from \$11.26 million to \$21.22 million.
- Capital outlay also increased, rising from \$216,994 to \$2.30 million, reflecting significant reinvestment in stations, vehicles, equipment, and safety infrastructure.

Overall expenditures grew in alignment with the City’s need to maintain safe staffing, replace aging equipment, modernize facilities, and sustain long-term operational readiness.



Personnel Trends

Measure P has helped maintain sustainable police and fire staffing; however, general revenues have increasingly played a critical role in supporting higher expenditure levels for Police and Fire. While Measure P revenues have grown modestly, they have not kept pace with the rising costs of public safety operations, requiring greater reliance on the City’s general revenue base.

As of June 30, 2025:

Measure P has helped maintain sustainable police and fire staffing. As of June 30, 2025:

- Police personnel: decreased from 50 positions in 2014–15 to 42 in 2024–25 (primarily due to significant recruitment and retention challenges. The City continues to budget for 32 sworn officers, but persistent difficulty hiring and retaining qualified candidates resulted in lower filled staffing levels at year-end).
- Fire personnel: increased from 17 to 35, reflecting the transition to the Ukiah Valley Fire Authority (UVFA) and the consolidation of ambulance and fire operations, as well as grant-funded wildfire mitigation efforts.

These staffing levels support efficient service delivery while adapting to regional fire authority consolidation and police recruitment challenges.

Long-Term Revenue and Expenditure Trends

From FY 2015–16 through FY 2024–25:

- Police and fire expenditures have grown steadily due to service demands, inflationary pressures, and investments in equipment and facilities.
- Measure S/P revenues have grown modestly but consistently over time.
- General revenues supporting public safety have increased more significantly, reflecting the City's broader revenue growth and its prioritization of police and fire services.

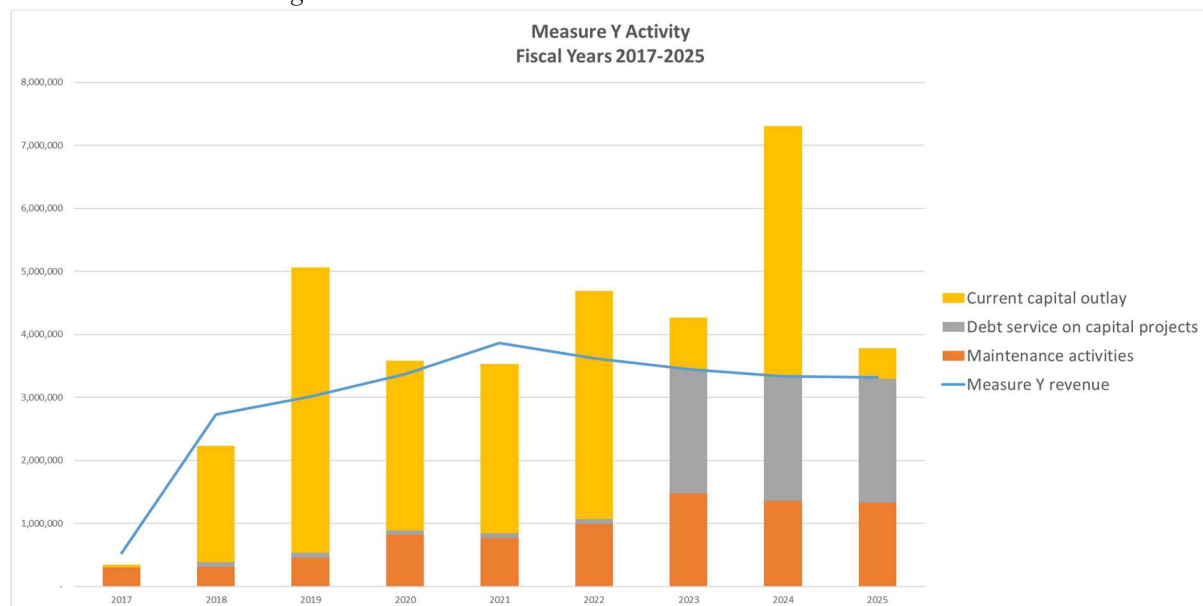
The trend chart (2016–2025) illustrates:

- Stable and gradually increasing Measure S/P revenues.
- Rising police and fire expenditures over time.
- Growing general revenues dedicated to supporting public safety.

Measure Y

Measure Y is a voter-approved ½cent general (unrestricted) transactions and use tax adopted to support the long-term maintenance, rehabilitation, and preservation of Ukiah's streets and public rights-of-way. As a general tax, Measure Y revenues may legally be used for any municipal purpose; however, the City Council has consistently prioritized and directed these resources through formal resolution to fund street improvements, roadway reconstruction, and transportation infrastructure. This policy direction ensures that Measure Y proceeds are dedicated to improving pavement conditions, extending roadway life, and enhancing safety throughout the community.

Measure Y continues to be a primary funding source for preserving Ukiah's roadway network. The following summarizes operating activity, capital investment, and financial trends through FY 2024–25. a primary funding source for preserving Ukiah's roadway network. The following summarizes operating activity, capital investment, and financial trends through FY 2024–25.



The chart illustrates the relationship between Measure Y revenues and the City's street maintenance and capital investment activity over time. While Measure Y revenues have remained relatively stable, annual spending has fluctuated significantly in response to the timing and scale of capital projects. Periods of elevated expenditure—particularly in years with major reconstruction efforts and bond-funded projects—reflect the City's strategic decision to accelerate pavement rehabilitation and infrastructure improvements.

In recent years, total Measure Y-supported expenditures have outpaced annual Measure Y revenues, primarily due to increased capital outlay and debt service associated with large, multi-year street projects. To manage these timing differences, the City has temporarily borrowed general revenues from the General Fund, with the expectation that future Measure Y revenues will replenish these balances as debt service and capital spending normalize.

Overall, the chart demonstrates that Measure Y has enabled the City to make substantial investments in its street network, while the use of interfund borrowing reflects a planned cash-flow strategy rather than a structural shortfall in the Measure Y program.

Revenues and Available Resources

Measure Y generated **\$3.32 million** in FY 2024–25, consistent with recent years and reflecting the City's stable sales tax base. Including other financing sources, total revenues for FY 2024–25 were **\$3.32 million**, supporting ongoing maintenance and major reconstruction activities across the street network.

Since inception, Measure Y has produced more than **\$20.6 million** in dedicated streets revenue, allowing the City to significantly expand the scope and frequency of roadway improvements beyond what could be supported through State or General Fund sources alone.

Operating Expenditures

Operating expenditures totaled \$854,427 in FY 2024–25 and included:

- General and administrative costs associated with program administration.
- Basic maintenance and operations totaling \$1.03 million, offset by the General Fund maintenance-of-effort requirement established by City Council Resolution 2016-34.
- Enhanced maintenance capacity of \$266,491, reflecting reinvestment in improved engineering, project management, and pavement lifecycle planning.

Debt Service and Capital Projects

Measure Y supports both pay-as-you-go projects and long-term capital investments through debt financing.

FY 2024–25 capital-related expenditures totaled \$2.45 million, including:

- I-Bank loan debt service of \$75,106.
- Series 2022 Lease Revenue Bond debt service of \$1.90 million (funding multi-year street rehabilitation packages).
- Capital project expenditures of \$480,118, directed toward major roadway reconstruction, overlays, and curb, gutter, and sidewalk improvements.

Cumulative capital outlay funded by Measure Y since 2017 now exceeds \$16.6 million, significantly improving pavement condition across City streets.

Projects in Process

As of June 30, 2025, Measure Y had \$37,537 in projects encumbered but not yet completed. These include multi-phase reconstruction projects and engineering design work for future capital cycles.

Change in Measure Y Resources

Measure Y ended FY 2024–25 with a resources balance of \$(2,237,702), reflecting the planned use of accumulated reserves to complete major multi-year capital projects financed through the 2022 bond issuance. This negative year-end balance represents timing differences between expenditures and the inflow of future revenue streams dedicated to completed and ongoing projects and debt service.

City of Ukiah
Comparative Schedule of Resources and Uses
Measure Y
For the Years Ended June 30, 2025, 2024, 2023, 2022, 2021, 2020, 2019, 2018, and 2017

		Measure Y									
	Note	2025	2024	2023	2022	2021	2020	2019	2018	2017	Total
OPERATING REVENUES											
Measure Y 1/2 % transaction and use tax		\$ 3,315,697	\$ 3,339,036	\$ 3,450,586	\$3,620,957	\$3,862,145	\$3,368,450	\$3,016,205	\$2,729,797	\$ 528,057	\$20,576,197
Other financing sources		-	1,577,801	176,917	-	-	-	-	-	-	176,917
Total revenues		<u>3,315,697</u>	<u>4,916,837</u>	<u>3,627,503</u>	<u>3,620,957</u>	<u>3,862,145</u>	<u>3,368,450</u>	<u>3,016,205</u>	<u>2,729,797</u>	<u>528,057</u>	<u>13,504,654</u>
OPERATING EXPENSES											
General and administrative		30,228	37,883	37,088	80,857	10,251	17,733	10,150	5,444	9,134	170,657
Basic maintenance and operations		1,032,658	1,059,023	969,256	757,760	598,296	644,771	387,449	306,143	294,084	3,957,758
Enhanced capacity for maintenance and operations	(3)	266,491	255,973	471,827	156,370	158,500	154,479	60,260	1,979	-	1,003,414
Less: general fund maintenance of effort	(1)	(474,950)	(448,957)	(448,957)	(406,477)	(399,840)	(385,086)	(375,597)	(373,870)	(350,000)	(2,739,827)
Total operating expenditures		<u>854,427</u>	<u>903,922</u>	<u>1,029,213</u>	<u>588,510</u>	<u>367,207</u>	<u>431,897</u>	<u>82,262</u>	<u>(60,304)</u>	<u>(46,782)</u>	<u>774,279</u>
DEBT SERVICE AND CAPITAL PROJECTS											
Debt service:											
I-Bank		75,106	75,219	75,329	75,435	75,538	75,638	75,638	75,638	-	453,216
Series 2022 Lease Revenue Bonds (Street Projects)		1,895,800	1,899,200	1,896,522	-	-	-	-	-	-	1,896,522
Projects		<u>480,118</u>	<u>3,981,158</u>	<u>815,762</u>	<u>3,616,594</u>	<u>2,688,687</u>	<u>2,689,759</u>	<u>4,526,294</u>	<u>1,841,113</u>	<u>38,460</u>	<u>16,216,669</u>
Total debt service and capital projects		<u>2,451,024</u>	<u>5,955,577</u>	<u>2,787,613</u>	<u>3,692,029</u>	<u>2,764,225</u>	<u>2,765,397</u>	<u>4,601,932</u>	<u>1,916,751</u>	<u>38,460</u>	<u>16,669,886</u>
Total expenditures, Measure Y		<u>3,305,451</u>	<u>6,859,499</u>	<u>3,816,826</u>	<u>4,280,540</u>	<u>3,131,432</u>	<u>3,197,294</u>	<u>4,684,194</u>	<u>1,856,446</u>	<u>(8,322)</u>	<u>17,444,164</u>
Change in Measure Y resources		10,246	(1,942,662)	(189,324)	(659,583)	730,714	171,156	(1,667,989)	873,351	536,379	(205,296)
Measure Y resources - beginning as restated		<u>(2,247,948)</u>	<u>(305,286)</u>	<u>(15,972)</u>	<u>643,610</u>	<u>(87,103)</u>	<u>(258,259)</u>	<u>1,409,729</u>	<u>536,379</u>	<u>-</u>	
Measure Y resources - ending		<u>\$ (2,237,702)</u>	<u>\$ (2,247,948)</u>	<u>\$ (205,296)</u>	<u>\$ (15,972)</u>	<u>\$ 643,610</u>	<u>\$ (87,103)</u>	<u>\$ (258,259)</u>	<u>\$ 1,409,729</u>	<u>\$ 536,379</u>	
PROJECTS IN PROCESS (see Note 2)											
Reconstruction	(2)	\$ 37,537	\$ 83,288	\$ 4,365,651							
Maintenance		-	173	22,369							
Total projects in process		<u>\$ 37,537</u>	<u>\$ 83,461</u>	<u>\$ 4,388,020</u>							

Notes:

(1) This is the amount established by the City Council, per Resolution 2016-34, committing a minimum of \$350,000 per year from the general fund on street maintenance and repair. That amount is to be adjusted annually by changes to the Construction Cost Index, as reported by the Engineering News-Record.

(2) Projects in process are projects and activities that are in contract (encumbered) but which have not incurred expenditures as of June 30, 2025.

(3) Measure Y resources for Public Works Engineering Services were enhanced in FY 2020 to support basic maintenance and operations due to increased focus on Measure Y activities.

Internal Controls

Management is responsible for establishing and maintaining an internal control structure designed to ensure that the City's assets are protected from loss, theft, or misuse and that financial transactions are properly recorded to allow for the preparation of financial statements in accordance with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's framework of internal controls is designed to provide reasonable, rather than absolute, assurance that the financial statements are free of material misstatement.

Independent Audit

State law requires that the City's financial statements undergo an annual audit by an independent certified public accountant. The City engaged Van Lant & Fankhanel, LLP, a licensed independent public accounting firm, to perform this year's audit. The auditor's responsibility is to express an opinion on the fairness of the financial statements based on their audit. The auditor has issued an unmodified ("clean") opinion, which is included in the Financial Section.

Certificate of Achievement for Excellence in Financial Reporting

The City of Ukiah has historically participated in the Government Finance Officers Association's (GFOA) Certificate of Achievement for Excellence in Financial Reporting program. The City received the Certificate for its FY 2023-24 ACFR, reflecting the organization's commitment to high-quality financial disclosure. This report has been prepared to meet the program's standards, and the City will submit the FY 2024-25 ACFR for consideration.

Acknowledgements

The preparation of this ACFR reflects the dedicated efforts of the Finance & IT Department, particularly the Accounting Division, and the collaboration of departments citywide. We wish to recognize the professionalism, commitment, and teamwork of the entire Finance staff. Their work ensures that the City's financial information is presented accurately, responsibly, and transparently.

We also extend our appreciation to the City's independent auditors, Van Lant & Fankhanel, LLP, for their professionalism, responsiveness, and assistance throughout the audit process. Their expertise and collaboration were instrumental in the timely completion of this report.

We further thank the Mayor and City Council for your leadership and continued support of sound financial management and long-term fiscal sustainability.

Respectfully submitted,



SAGE SANGIACOMO, ICMA-CM
City Manager



DANIEL BUFFALO, MPA, CPA, CGMA
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Ukiah
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO

LIST OF OFFICIALS

City of Ukiah, California
List of Officials
June 30, 2025

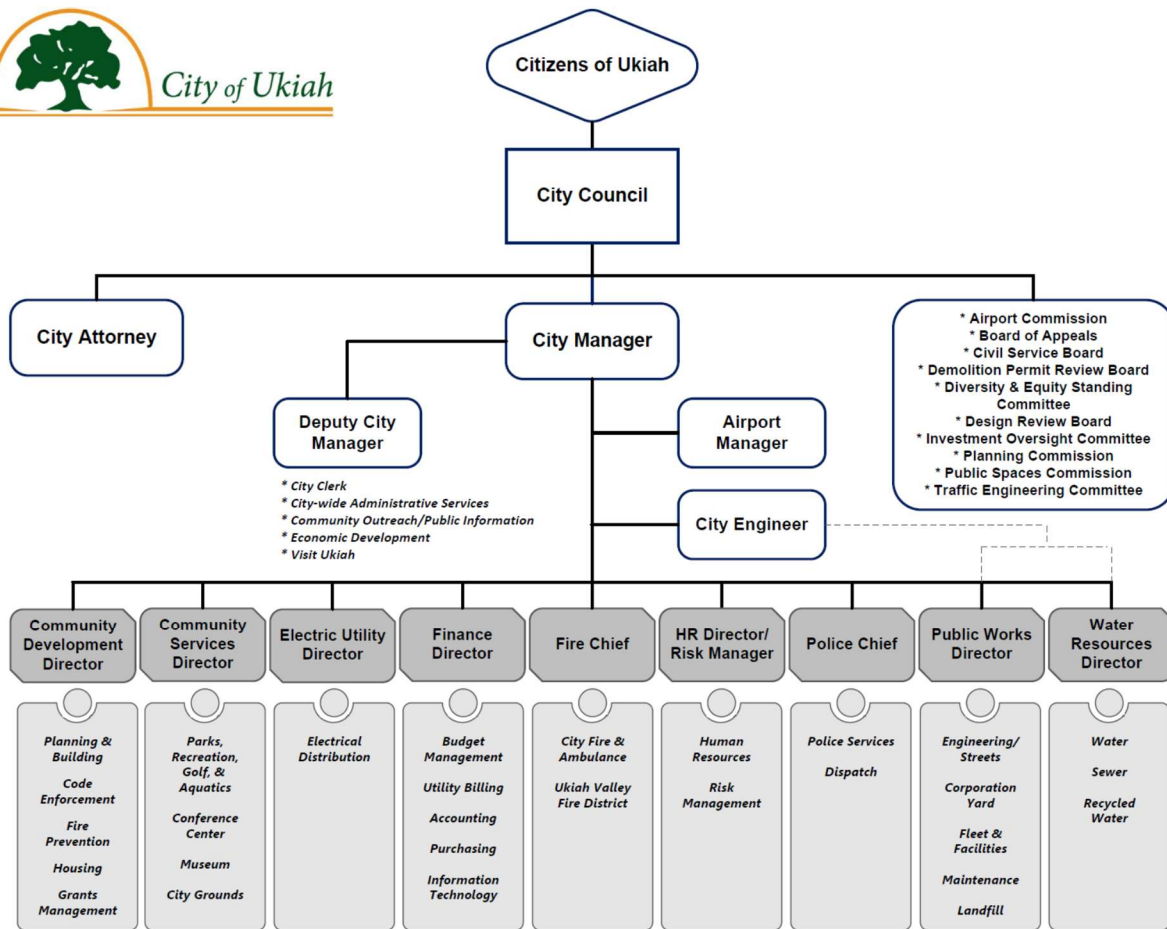
CITY COUNCIL

Doug Crane	Mayor
Susan Sher	Vice Mayor
Mari Rodin	Council Member
Juan Orozco	Council Member
Heather Criss	Council Member

EXECUTIVE MANAGEMENT TEAM

Sage Sangiacomo	City Manager
Shannon Riley	Deputy City Manager
David Rapport	City Attorney
Kristine Lawler	City Clerk
Thomas Corning	Chief of Police
Doug Hutchison	Fire Authority Chief
Daniel Buffalo	Finance Director
Sheri Mannion	Human Resources/Risk Management Director
Tim Eriksen	Public Works Director/City Engineer
Craig Schlatter	Community Development Director
Cindy Sauers	Electric Utility Director
Sean White	Water Resources Director
Neil Davis	Community Services Director

ORG CHART



FINANCIAL SECTION

Independent Auditor's Report

The Honorable City Council
City of Ukiah, California

Report on the Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of 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 error or fraud.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining statements and budget schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In

our opinion, the combining statements, as listed in the table of contents, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated December 29, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Van Lant & Fankhaed, LLP

December 29, 2025
Murrieta, CA

MANAGEMENT DISCUSSION AND ANALYSIS (MD&A)

INTRODUCTION AND PURPOSE

Management's Discussion and Analysis (MD&A) is required supplementary information that accompanies the basic financial statements of the City of Ukiah (the City) for the fiscal year ended June 30, 2025. This narrative is intended to provide readers with an objective and easily readable analysis of the City's financial activities, based on currently known facts, decisions, and conditions.

The MD&A should be read in conjunction with the City's basic financial statements and the accompanying notes, which together provide a comprehensive presentation of the City's financial position and results of operations in conformity with accounting principles generally accepted in the United States of America (GAAP) for governmental entities.

This discussion focuses on the City's overall financial position, changes in net position, significant financial trends, major fund activity, budgetary results, capital asset and long-term debt activity, and other factors that may affect the City's future financial condition. While the MD&A includes forward-looking statements based on management's current expectations, actual results may differ due to changes in economic conditions, legislative actions, and other external factors beyond the City's control.

FINANCIAL HIGHLIGHTS

The following financial highlights summarize the City's overall financial performance and position for the fiscal year ended June 30, 2025. These highlights are intended to provide a high-level overview and should be read in conjunction with the detailed analysis and financial statements that follow.

- The City's total net position increased by \$30.5 million, from \$208.8 million at June 30, 2024 to \$239.3 million at June 30, 2025, reflecting overall operating results for the year and the impact of capital investment, depreciation, and long-term obligations.
- Governmental activities reported an increase in net position of \$6.9 million during the fiscal year, primarily driven by operating surpluses supported by tax revenues and intergovernmental funding, partially offset by continued investment in public safety, public works, and debt service.
- Business-type activities reported an increase in net position of \$23.6 million, reflecting strong operating results across the City's enterprise operations, significant capital contributions and investment in utility infrastructure, and the ongoing management of debt service obligations.
- The General Fund reported an ending fund balance of \$10.7 million at June 30, 2025, reflecting a decrease of approximately \$0.9 million from the prior year. Actual results were modestly below the final amended budget, primarily due to revenue shortfalls in taxes, fees, and intergovernmental revenues, partially offset by expenditure savings in several functional areas.
- The City continued to invest significantly in capital assets during the fiscal year, with total capital assets (net of accumulated depreciation) increasing by \$36.4 million to \$333.0 million at June 30, 2025. This increase was driven primarily by continued investment in utility infrastructure, construction in progress, and infrastructure and network assets across both governmental and business-type activities.
- Known economic and operational factors expected to affect future periods include a mixed regional and statewide economic outlook. The Ukiah area and broader Mendocino County continue to experience labor market tightness in certain sectors and elevated operating costs, while economic growth remains

moderate⁴. Statewide, California is experiencing slower employment growth, persistent cost pressures related to inflation, and ongoing uncertainty surrounding state revenues and budgetary priorities. These conditions may affect consumer behavior, taxable sales, intergovernmental funding levels, and the cost of delivering municipal services, and will be monitored closely as the City develops future budgets and long-term financial plans.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

This Annual Comprehensive Financial Report (ACFR) is presented in three major sections:

1. **Introductory Section**, which includes the Letter of Transmittal and general information about the City;
2. **Financial Section**, which includes Management's Discussion and Analysis (MD&A), the Basic Financial Statements (government-wide and fund financial statements), the notes to the financial statements, and combining and individual fund financial statements and schedules; and
3. **Statistical Section**, which provides financial, demographic, and economic information about the City and surrounding community, including assessed valuation, tax rates, outstanding debt, population, and per capita income data.

Management's Discussion and Analysis is intended to serve as an introduction to the financial section. This section includes financial highlights, an overview of the government-wide and fund financial statements, a discussion of General Fund budgetary results, and an analysis of the City's financial condition and operating results.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements provide a broad overview of the City's operations and are comprised of the Statement of Net Position and the Statement of Activities. These statements are prepared using the economic resources measurement focus and the accrual basis of accounting, similar to private-sector accounting, and therefore include all assets, capital assets, liabilities, and long-term obligations.

The Statement of Net Position presents the financial position of the City as a whole, while the Statement of Activities presents the change in net position for the fiscal year. The Statement of Activities reports expenses by function or activity and demonstrates how those activities were financed through program revenues, such as charges for services and operating or capital grants, versus general revenues. This presentation allows readers to evaluate the degree to which each activity was self-supporting during the year.

City activities are reported as either **governmental activities** or **business-type activities**. Governmental activities include general government, public safety, housing and community development, public works, parks, buildings, and grounds, recreation and culture, and economic development and redevelopment. These activities are generally supported by taxes and intergovernmental revenues.

⁴ *Economic Conditions Reference*: This discussion is informed by publicly available economic data and forecasts, including regional labor market statistics published by the California Employment Development Department (EDD) for Mendocino County and statewide economic outlooks and fiscal analyses published by the California Department of Finance, the Legislative Analyst's Office (LAO), and the UCLA Anderson Forecast.

Business-type activities include airport, ambulance, conference center, electric, golf course, landfill, parking district, street lighting, wastewater, and water operations. These activities are intended to recover all or a significant portion of their costs through user charges.

The City's governmental activities also include the housing activities of the former Ukiah Redevelopment Agency. Upon dissolution of the redevelopment agency on February 1, 2012, the City elected to serve as the successor agency. The assets and liabilities of the former agency are reported in a private-purpose trust fund and are not included in the government-wide financial statements.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information than the government-wide statements and focus on the City's major funds and short-term financial activities. Governmental fund statements report the City's operations using the current financial resources measurement focus and the modified accrual basis of accounting and include the Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balances. Because governmental fund statements focus on near-term resources, reconciliations are provided to explain differences between governmental fund results and governmental activities reported in the government-wide financial statements.

Proprietary fund financial statements report business-type activities using the accrual basis of accounting and include the Statement of Net Position, Statement of Revenues, Expenses, and Changes in Net Position, and Statement of Cash Flows. The City's enterprise funds are reported as proprietary funds.

For the fiscal year ended June 30, 2025, the City's major funds were as follows:

Governmental Funds: General Fund; Streets Capital Projects Fund; General Capital Projects Fund; Pension Debt Service Fund.

Proprietary Funds: Landfill Fund (closure and post-closure); Electric Enterprise Fund; Water Enterprise Fund; Wastewater Enterprise Fund.

The City adopts an annual appropriated budget for all governmental and proprietary funds. Budgetary comparison statements for the General Fund and major governmental funds are presented as required supplementary information. Budgetary comparison statements for proprietary funds are not required and are not presented.

Fiduciary Financial Statements

The City's fiduciary activities are reported in the Statement of Fiduciary Net Position and include custodial and private-purpose trust funds. These activities are excluded from the government-wide financial statements because the resources are not available to support the City's own programs. The City has adopted the provisions of GASB Statement No. 84, Fiduciary Activities, in reporting these funds.

Notes and Other Supplementary Information

The notes to the financial statements provide information essential to understanding the government-wide and fund financial statements and follow the basic financial statements. In addition, this report includes combining and individual fund statements for non-major funds, which are presented after the notes section.

CONDENSED GOVERNMENT-WIDE FINANCIAL INFORMATION

This section presents condensed government-wide financial information for governmental activities, business-type activities, and the City as a whole for the fiscal years ended June 30, 2025 and 2024. The condensed information is intended to highlight changes in the City's overall financial position and operating results.

City of Ukiah, California Net Position June 30, 2024 and 2025

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and other assets	\$ 55,981,538	\$ 65,967,706	\$ 38,205,937	\$ 39,877,811	\$ 94,187,475	\$ 105,845,517
Capital assets(net)	88,551,759	74,825,422	244,471,674	221,779,856	333,023,433	296,605,278
Total assets	144,533,297	140,793,128	282,677,611	261,657,667	427,210,908	402,450,795
Deferred outflows of resources	9,181,813	16,395,423	2,485,192	3,081,900	11,667,005	19,477,323
Total assets and deferred outflows of resources	\$ 153,715,110	\$ 157,188,551	\$ 285,162,803	\$ 264,739,567	\$ 438,877,913	\$ 421,928,118
Current and other liabilities	\$ 4,921,205	\$ 7,482,818	\$ 6,950,056	\$ 8,432,107	\$ 11,871,261	\$ 15,914,925
Long-term liabilities	78,952,081	83,770,596	105,610,456	107,109,274	184,562,537	190,879,870
Total liabilities	83,873,286	91,253,414	112,560,512	115,541,381	196,433,798	206,794,795
Deferred inflows of resources	3,049,355	6,111,998	100,050	260,503	3,149,405	6,372,501
Total Liability and deferred inflows of resources	\$ 86,922,641	\$ 97,365,412	\$ 112,660,562	\$ 115,801,884	\$ 199,583,203	\$ 213,167,296
NET POSITION						
Net investment in capital assets	\$ 47,675,326	\$ 57,847,372	\$ 184,184,355	\$ 161,367,208	\$ 231,859,681	\$ 219,214,580
Restricted	35,319,615	42,596,682	1,103,258	876,480	36,422,873	43,473,162
Unrestricted	(16,202,472)	(40,620,915)	(12,785,372)	(13,306,005)	(28,987,844)	(53,926,920)
Total net position	\$ 66,792,469	\$ 59,823,139	\$ 172,502,241	\$ 148,937,683	\$ 239,294,710	\$ 208,760,822

During fiscal year 2025, the City's total net position increased by approximately \$30.5 million, from \$208.8 million at June 30, 2024 to \$239.3 million at June 30, 2025. This increase reflects a combination of positive operating results, significant capital grant activity, and continued investment in long-term infrastructure across both governmental and business-type activities.

Total assets increased by approximately \$24.8 million. Capital assets, net of accumulated depreciation, increased by \$36.4 million, driven primarily by substantial additions within business-type activities. Construction in progress increased significantly, reflecting active capital programs in the electric, water, wastewater, and recycled water utilities. These increases were partially offset by a \$11.7 million decrease in current and other assets, reflecting the planned use of cash and short-term investments to fund operations, capital projects, and debt service.

Deferred outflows of resources decreased by \$7.8 million, while deferred inflows of resources declined by \$3.2 million. These changes were largely attributable to pension-related actuarial experience, assumption updates, and amortization of prior-year deferrals. Total liabilities declined by approximately \$10.4 million, reflecting scheduled principal repayments on long-term debt, reductions in pension liabilities, and continued amortization of lease and bond premiums.

City of Ukiah
Comparative Changes in Net Position
June 30, 2024 and 2025

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
REVENUES						
Program revenues:						
Charges for Services	\$ 6,406,670	\$ 6,636,393	\$ 52,851,289	\$ 45,161,614	\$ 59,257,959	\$ 51,798,007
Operating Grants and Contributions	8,477,365	5,317,289	4,203,038	1,816,385	12,680,403	7,133,674
Capital Grants and Contributions	4,193,350	1,980,842	19,185,413	36,912,950	23,378,763	38,893,792
General revenues:						
Taxes	18,806,003	19,078,432	8,129	17,515	18,814,132	19,095,947
Franchise fees	2,729,411	2,307,901	-	-	2,729,411	2,307,901
Use of money and property	1,427,439	553,104	916,853	811,963	2,344,292	1,365,067
Other revenue	338,777	286,078	109,262	322,302	448,039	608,380
Total revenues	42,379,015	36,160,039	77,273,984	85,042,729	119,652,999	121,202,768
EXPENSES						
Governmental activities:						
General government	6,272,993	4,690,322	-	-	6,272,993	4,690,322
Public safety	14,609,188	13,937,325	-	-	14,609,188	13,937,325
Housing and community development	2,289,459	1,926,206	-	-	2,289,459	1,926,206
Public works	2,105,123	3,305,509	-	-	2,105,123	3,305,509
Parks, buildings, and grounds	2,125,997	2,274,407	-	-	2,125,997	2,274,407
Recreation and culture	4,818,729	5,801,543	-	-	4,818,729	5,801,543
Economic development and redevelopment	193,684	207,310	-	-	193,684	207,310
Interest on long-term debt	4,389,293	3,479,002	-	-	4,389,293	3,479,002
Business-type activities:						
Parking District	-	-	138,626	125,590	138,626	125,590
Landfill	-	-	1,268,936	1,630,530	1,268,936	1,630,530
Ambulance Services	-	-	3,185,496	1,860,404	3,185,496	1,860,404
Golf	-	-	218,229	228,916	218,229	228,916
Conference Center	-	-	589,884	557,924	589,884	557,924
Airport	-	-	1,982,932	1,926,596	1,982,932	1,926,596
Electric	-	-	24,389,929	23,062,949	24,389,929	23,062,949
Street Lighting	-	-	253,247	157,324	253,247	157,324
Water	-	-	10,025,713	8,438,575	10,025,713	8,438,575
Wastewater	-	-	10,261,653	9,471,702	10,261,653	9,471,702
Total expenses	36,804,466	35,621,624	52,314,645	47,460,510	89,119,111	83,082,134
Change in net position before special items and transf	5,574,549	538,415	24,959,339	37,582,219	30,533,888	38,120,634
Transfers	1,394,781	(836,695)	(1,394,781)	836,695	-	-
Change in net position	6,969,330	(298,280)	23,564,558	38,418,914	30,533,888	38,120,634
Net position - beginning, as previously reported	59,823,139	60,268,627	148,937,683	111,146,188	208,760,822	171,414,815
Restatement for correction of an error	-	(147,208)	-	(627,419)	-	(774,627)
Net position - beginning, as restated	59,823,139	60,121,419	148,937,683	110,518,769	208,760,822	170,640,188
Total net position - ending	\$ 66,792,469	\$ 59,823,139	\$ 172,502,241	\$ 148,937,683	\$ 239,294,710	\$ 208,760,822

Governmental activities reported an increase in net position of \$7 million during fiscal year 2025. Total governmental revenues increased by approximately \$6.2 million compared to the prior year, driven primarily by higher operating and capital grants, increased franchise fee revenues, and improved investment earnings. These gains were partially offset by modest declines in tax revenues, including sales tax and property tax, reflecting broader economic moderation. Governmental expenses increased by approximately \$1.2 million, largely attributable to higher public safety costs and increased interest expense on long-term debt. Overall, governmental activities continued to demonstrate stable operating performance supported by a diversified revenue base.

Business-type activities reported an increase in net position of \$23.6 million. Total business-type revenues declined by approximately \$7.8 million compared to the prior year, primarily due to a reduction in capital grants and contributions following exceptionally high grant activity in fiscal year 2024. Despite this decline, business-type activities continued to generate strong operating revenues from charges for services. Total expenses increased by approximately \$4.9 million, reflecting higher operating costs, depreciation, and expanded utility operations.

Significant capital contributions and ongoing rate-supported operations contributed to the overall growth in net position.

A substantial portion of the increase in business-type net position was attributable to capital investment associated with major infrastructure initiatives, including continued activity related to Phase 4 of the City's Recycled Water Project. These investments increased the City's net investment in capital assets while strengthening long-term service capacity and regulatory compliance.

Overall, the condensed government-wide financial information reflects continued strengthening of the City's financial position during fiscal year 2025, supported by sustained operating performance, disciplined financial management, and significant long-term capital investment.

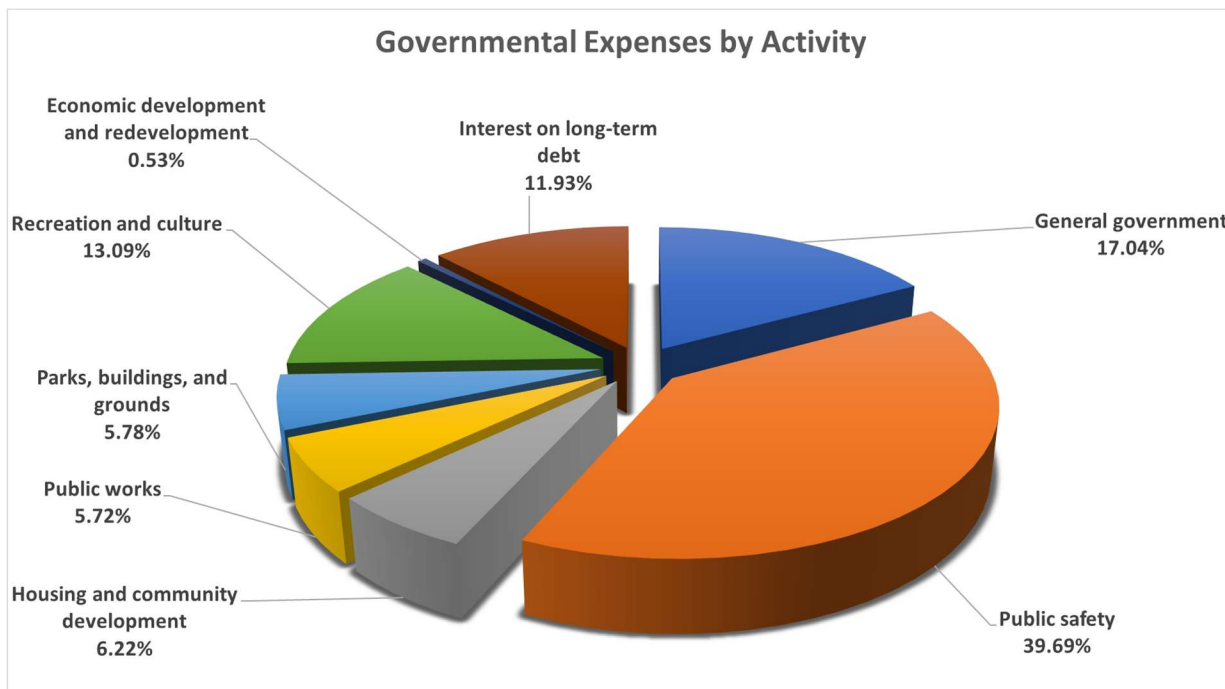
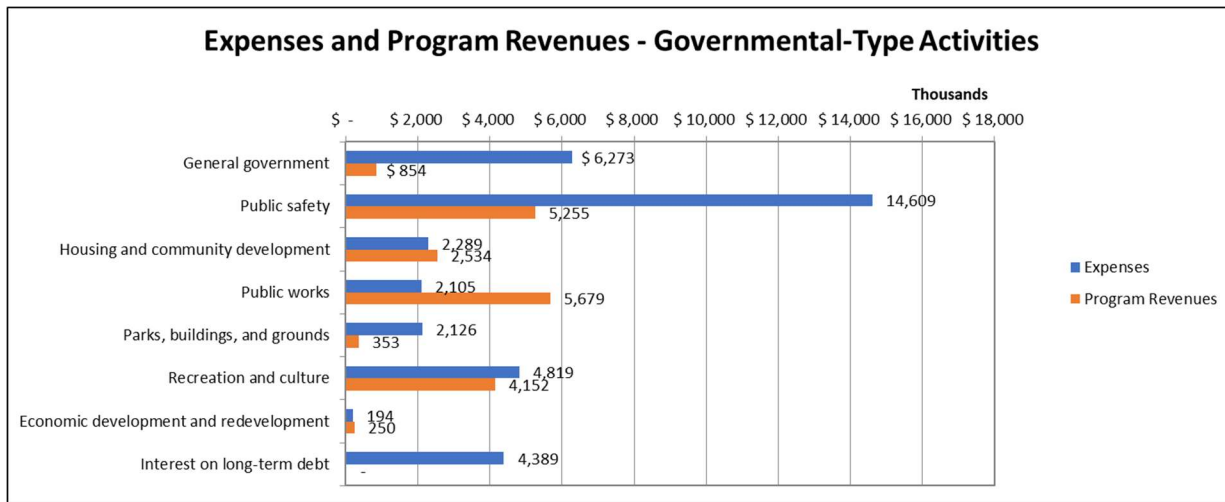
ANALYSIS OF CHANGES IN NET POSITION AND FINANCIAL RESULTS

This section provides management's analysis of changes in net position for governmental activities and business-type activities, including significant revenue and expenditure trends, major drivers of operating results, and other factors affecting the City's overall financial performance.

The City's change in net position during fiscal year 2025 reflects how resources were generated and applied across major governmental and enterprise functions, as presented in the accompanying schedules of program revenues and expenses and revenues by source.

City of Ukiah Expenses and Program Revenues Governmental Activities June 30, 2025

Functions/Programs	Expenses	% of Total	Program Revenues	% of Total	Net (Expense) Revenue
General government	\$ 6,272,993	17.04%	\$ 853,802	4.48%	\$ (5,419,191)
Public safety	14,609,188	39.69%	5,254,969	27.55%	(9,354,219)
Housing and community development	2,289,459	6.22%	2,534,424	13.28%	244,965
Public works	2,105,123	5.72%	5,679,118	29.77%	3,573,995
Parks, buildings, and grounds	2,125,997	5.78%	352,729	1.85%	(1,773,268)
Recreation and culture	4,818,729	13.09%	4,152,343	21.77%	(666,386)
Economic development and redevelopment	193,684	0.53%	250,000	1.31%	56,316
Interest on long-term debt	4,389,293	11.93%	-	0.00%	(4,389,293)
Total	<u>\$ 36,804,466</u>	<u>100.00%</u>	<u>\$ 19,077,385</u>	<u>100.01%</u>	<u>\$ (17,727,081)</u>

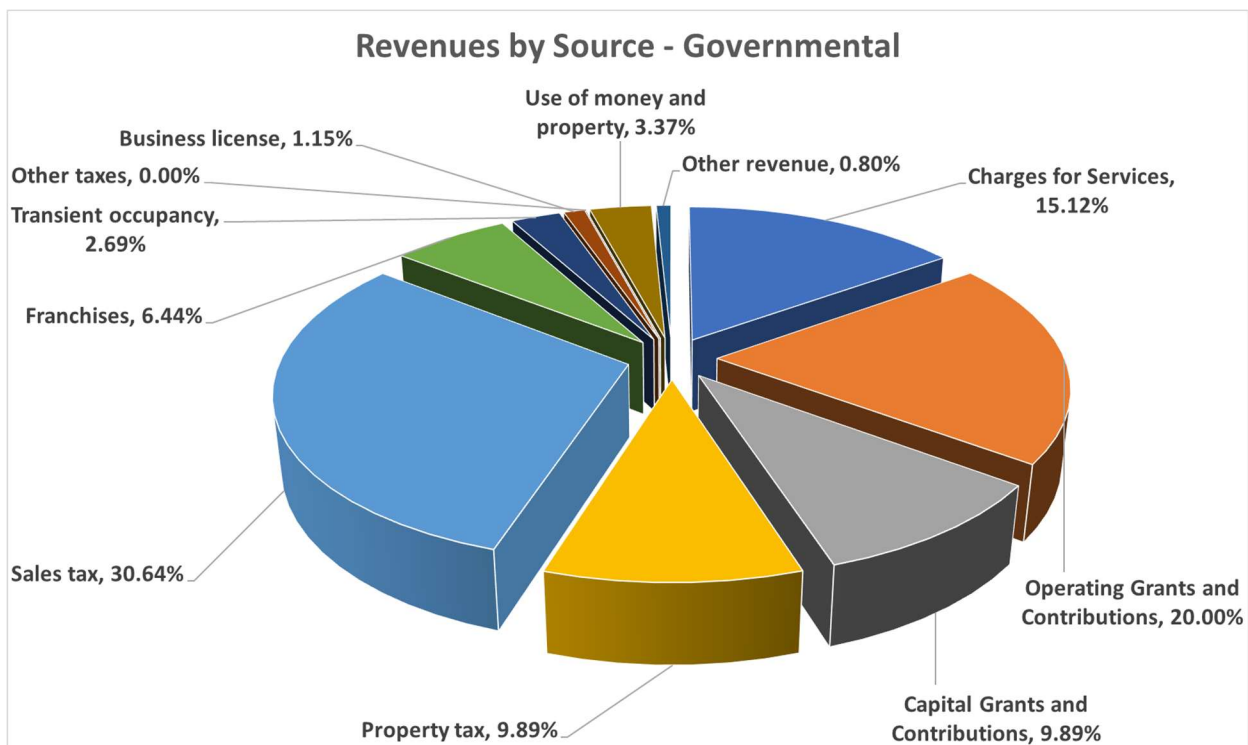


Governmental activities reported total expenses of \$36.8 million. Public safety remained the largest functional area, accounting for approximately 40 percent of total governmental expenditures, reflecting personnel-driven costs associated with police and fire services. General government activities represented approximately 17 percent of total expenses, supporting administrative, financial, and internal service functions. Recreation and culture, interest on long-term debt, and parks, buildings, and grounds also represented notable expenditure categories.

Program revenues for governmental activities totaled \$19.1 million, offsetting approximately 52 percent of total expenses. Public works and housing and community development activities generated program revenues in excess of direct expenses, primarily due to operating and capital grant funding supporting infrastructure, transportation, and housing-related programs. In contrast, public safety and general government functions relied heavily on general revenues, resulting in net program costs of approximately \$9.4 million and \$5.4 million, respectively.

**City of Ukiah
Revenues by Source
Governmental Activities
For the Year Ended June 30, 2025**

Revenues Source	Revenue	% of Total
Charges for Services	\$ 6,406,670	15.12%
Operating Grants and Contributions	8,477,365	20.00%
Capital Grants and Contributions	4,193,350	9.89%
Property tax	4,190,036	9.89%
Sales tax	12,985,608	30.64%
Franchises	2,729,411	6.44%
Transient occupancy	1,140,527	2.69%
Business license	489,157	1.15%
Other taxes	675	0.00%
Use of money and property	1,427,439	3.37%
Other revenue	338,777	0.80%
Total	<u>\$ 42,379,015</u>	<u>100.00%</u>

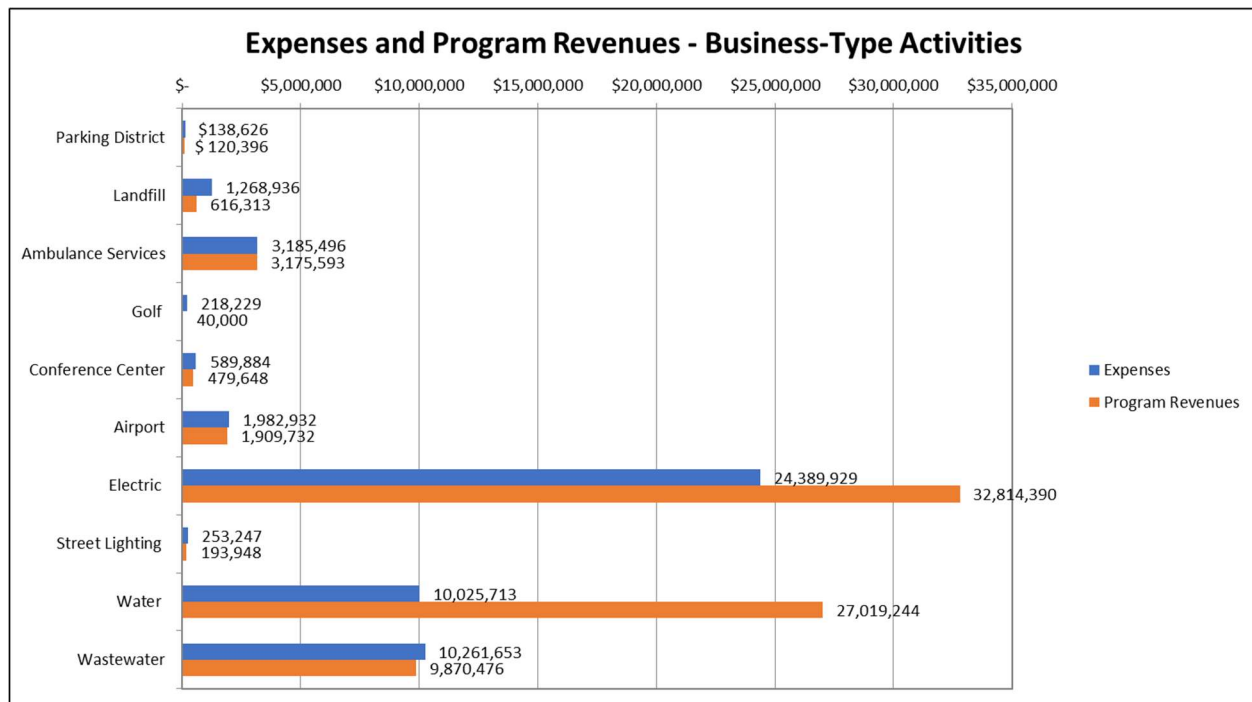


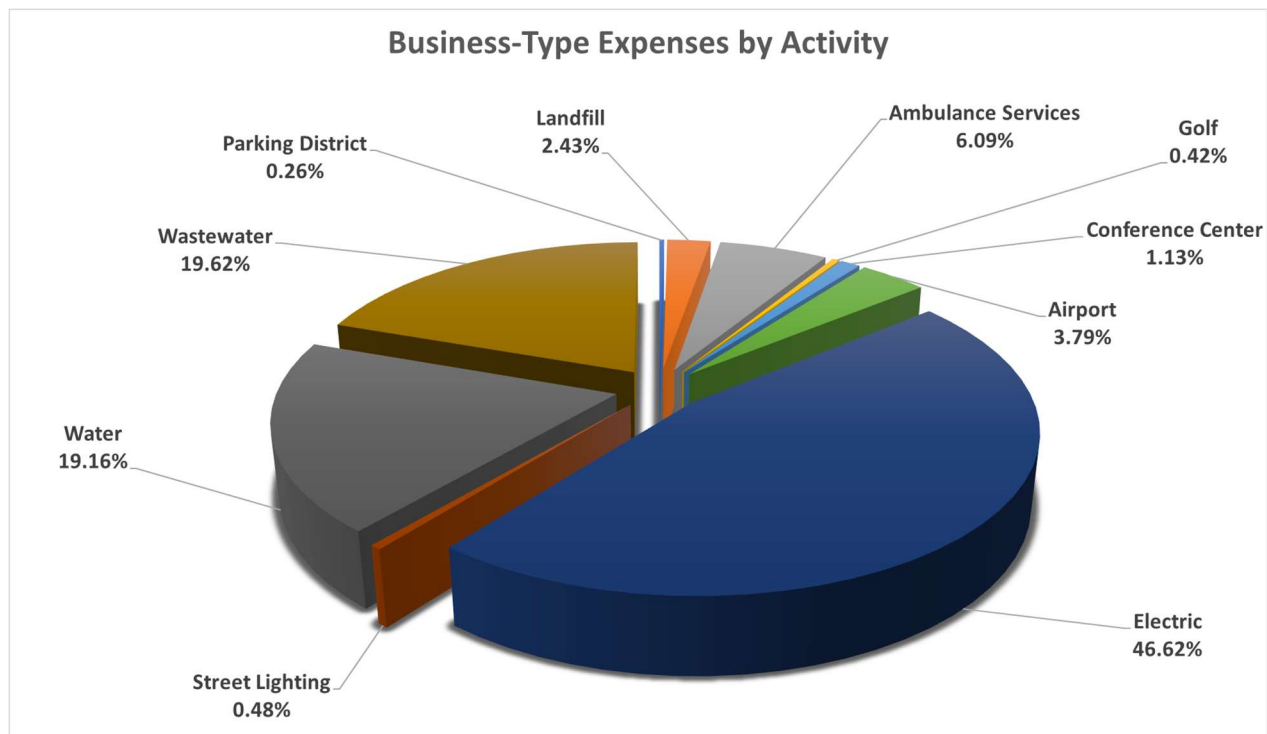
Total governmental revenues were \$42.4 million. Sales tax was the largest single revenue source, representing approximately 31 percent of total revenues, followed by operating grants and contributions at 20 percent and charges for services at 15 percent. Franchise fees, transient occupancy taxes, property taxes, and other revenues provided additional diversification within the City's general revenue structure.

Business-type activities reported total expenses of \$52.3 million and total program revenues of \$76.2 million, resulting in net program revenues of approximately \$23.9 million. Charges for services represented the primary revenue source for enterprise operations, accounting for more than 68 percent of total business-type revenues, supplemented by significant capital grants and contributions associated with major utility and infrastructure projects.

City of Ukiah
Expenses and Program Revenues
Business-Type Activities
June 30, 2025

Business-type Activities	Expenses	% of Total	Program Revenues	% of Total	Net (Expense) Revenue
Parking District	\$ 138,626	0.26%	\$ 120,396	0.16%	\$ (18,230)
Landfill	1,268,936	2.43%	616,313	0.81%	(652,623)
Ambulance Services	3,185,496	6.09%	3,175,593	4.17%	(9,903)
Golf	218,229	0.42%	40,000	0.05%	(178,229)
Conference Center	589,884	1.13%	479,648	0.63%	(110,236)
Airport	1,982,932	3.79%	1,909,732	2.50%	(73,200)
Electric	24,389,929	46.62%	32,814,390	43.04%	8,424,461
Street Lighting	253,247	0.48%	193,948	0.25%	(59,299)
Water	10,025,713	19.16%	27,019,244	35.44%	16,993,531
Wastewater	10,261,653	19.62%	9,870,476	12.95%	(391,177)
Total	\$ 52,314,645	100.00%	\$ 76,239,740	100.00%	\$ 23,925,095

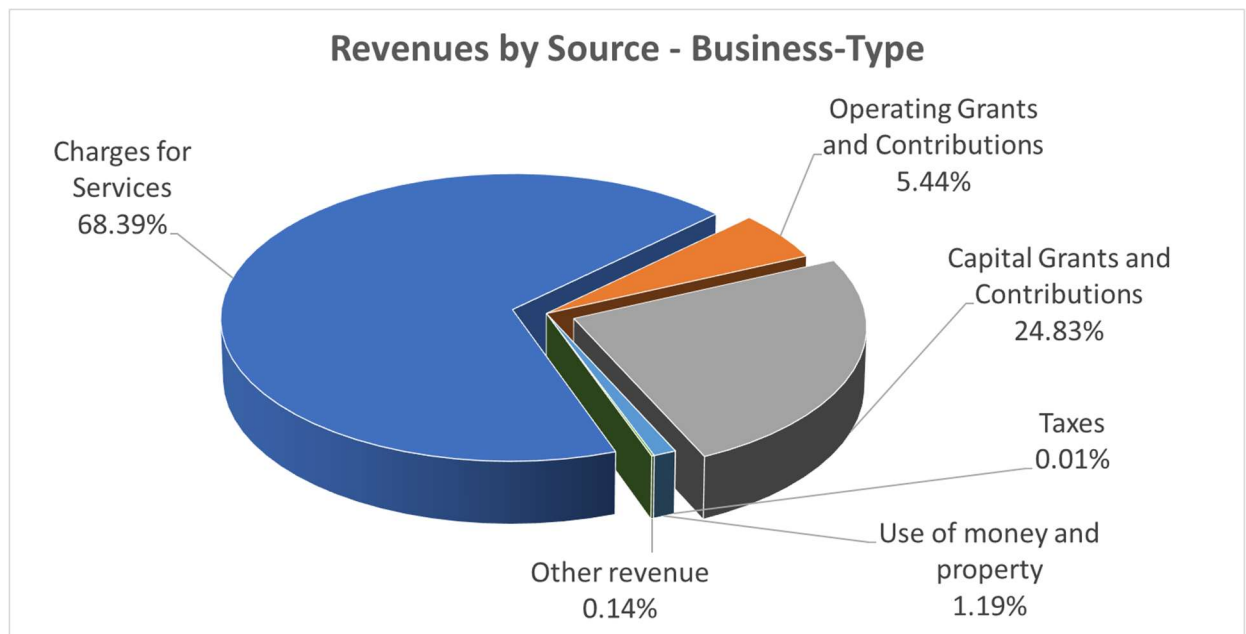




The electric utility was the City's largest enterprise activity, accounting for approximately 47 percent of total business-type expenses and generating net program revenues of approximately \$8.4 million. Water and wastewater utilities together represented approximately 39 percent of total enterprise expenses and generated combined net program revenues of approximately \$16.6 million, reflecting rate-supported operations and continued investment in utility infrastructure. Smaller enterprise activities, including airport, conference center, parking, landfill, and ambulance services, operated with modest net costs or near break-even results that are managed within the broader enterprise fund structure.

**City of Ukiah
Revenues by Source
Business-Type Activities
For the Year Ended June 30, 2025**

Revenues Source	Revenue	% of Total
Charges for Services	\$ 52,851,289	68.39%
Operating Grants and Contributions	4,203,038	5.44%
Capital Grants and Contributions	19,185,413	24.83%
Taxes	8,129	0.01%
Use of money and property	916,852	1.19%
Other revenue	109,262	0.14%
Total	<u>\$ 77,273,983</u>	<u>100.00%</u>



Overall, these results demonstrate that governmental activities continue to rely primarily on general revenues to fund core municipal services, while business-type activities are largely self-supporting through user charges and capital contributions and were a significant contributor to the City's overall increase in net position during fiscal year 2025.

ANALYSIS OF MAJOR INDIVIDUAL FUNDS

This section provides an overview and analysis of the City's major governmental and proprietary funds, focusing on significant changes in fund balances or net position and the reasons for those changes.

Major Governmental Funds

The City's major governmental funds include the General Fund, Streets Capital Projects Fund, General Capital Projects Fund, and Pension Debt Service Fund.

The **General Fund** is the City's primary operating fund and accounts for core municipal services, including public safety, general government, and community services. For the fiscal year ended June 30, 2025, the General Fund reported total revenues of approximately \$33.1 million and total expenditures of approximately \$32.3 million, resulting in an excess of revenues over expenditures of approximately \$0.8 million. After accounting for net transfers out of \$1.7 million, the General Fund reported a net decrease in fund balance of \$0.9 million and an ending fund balance of \$10.7 million. The ending fund balance included approximately \$7.2 million in unassigned fund balance, providing flexibility to address operating needs and contingencies.

The **Streets Capital Projects Fund** accounts principally for expenditures related to Measure Y, which is a voter-approved general transaction and use tax that has been prioritized by the City Council for the maintenance and improvement of streets and public rights-of-way. During fiscal year 2025, the fund reported a modest increase in fund balance - although it still reports a negative fund balance, reflecting the timing of Measure Y revenues relative to project expenditures. Fund activity was driven primarily by capital outlay for street and right-of-way improvements.

The **General Capital Projects Fund** accounts for the acquisition and construction of major governmental capital facilities and infrastructure projects. During fiscal year 2025, this fund reported an increase in fund balance of approximately \$1.5 million, reflecting grant revenues and transfers in excess of capital expenditures incurred during the year. Fund balances remained restricted for capital project purposes at year-end.

The **Pension Debt Service Fund** is used to account for the repayment of pension-related debt obligations. During fiscal year 2025, the fund reported a positive change in fund balance of approximately \$0.1 million, with revenues and transfers sufficient to cover scheduled principal and interest payments. The ending fund balance of \$4.4 million was assigned for pension debt service purposes.

Major Proprietary Funds

The City's major proprietary funds include the Landfill Fund (closure and post-closure), Electric Enterprise Fund, Water Enterprise Fund, and Wastewater Enterprise Fund.

The **Landfill Fund** accounts for closure and post-closure care activities associated with the City's landfill operations. At June 30, 2025, the Landfill Fund reported a net position deficit of \$11.0 million, reflecting the long-term nature of closure and post-closure liabilities. During the year, the fund reported an operating loss of approximately \$0.6 million; however, nonoperating revenues and transfers resulted in a modest increase in net position. Cash flows were primarily associated with regulatory compliance, monitoring activities, and payments to reduce landfill closure liabilities.

The **Electric Enterprise Fund** is the City's largest proprietary fund and accounts for the operation and maintenance of the municipal electric utility. For fiscal year 2025, the Electric Fund reported operating income of approximately \$5.0 million and total net position of \$44.7 million. Operating revenues were driven by charges for services, while nonoperating revenues, including grants and interest earnings, further strengthened financial results. The fund generated positive cash flows from operating activities of approximately \$6.3 million, supporting ongoing capital investment and debt service.

The **Water Enterprise Fund** accounts for the City's water utility operations, including treatment, distribution, and capital investment. During fiscal year 2025, the Water Fund reported near break-even operating results, followed by a significant increase in net position of approximately \$17.1 million, driven primarily by capital grants and contributions associated with major infrastructure projects. The fund's net position at year-end totaled approximately \$82.3 million. Capital investment and construction in progress remained significant during the year.

The **Wastewater Enterprise Fund** accounts for wastewater collection, treatment, and disposal services. For fiscal year 2025, the Wastewater Fund reported a decrease in net position of approximately \$1.8 million, reflecting operating and nonoperating costs partially offset by capital contributions. The fund's financial activity was influenced by continued capital investment, including significant activity related to Phase 4 of the City's Recycled Water Project, and by debt service requirements associated with prior capital improvements.

GENERAL FUND BUDGETARY HIGHLIGHTS

This section presents an analysis of the General Fund's budgetary performance for the fiscal year ended June 30, 2025, including comparisons of original and final budgets to actual results and explanations of significant variances.

City of Ukiah
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended June 30, 2025

	Budgeted Amounts			Variance with Final
	Original	Final	Actual	Budget
REVENUES				
Taxes	\$ 19,565,585	\$ 19,204,823	\$ 18,789,602	\$ (415,221)
Fees, charges, licenses, and permits	8,857,651	8,883,213	8,452,216	(430,997)
Use of money, property, interest and concessions	692,612	692,612	358,630	(333,982)
Intergovernmental	5,655,779	6,084,174	5,323,091	(761,083)
Other	73,500	73,500	167,251	93,751
Total revenues	34,845,127	34,938,322	33,090,790	(1,847,532)
EXPENDITURES				
Current:				
General government	592,904	121,272	133,456	(12,184)
Public safety	18,543,207	18,696,730	18,165,499	531,231
Housing and community development	1,493,006	1,701,249	1,743,454	(42,205)
Public works	1,203,139	1,217,865	1,236,279	(18,414)
Parks, buildings, and grounds	1,883,843	1,916,388	2,022,478	(106,090)
Recreation and culture	5,585,831	5,610,419	5,143,253	467,166
Economic development and redevelopment	156,250	156,250	168,300	(12,050)
Total current	29,458,180	29,420,173	28,612,719	807,454
Debt service	1,604,521	1,604,521	1,604,521	-
Capital outlay	701,818	2,338,436	2,073,891	264,545
Total expenditures	31,764,519	33,363,130	32,291,131	1,071,999
Excess (deficiency) of revenues over expenditures	3,080,608	1,575,192	799,659	(775,533)
OTHER FINANCING SOURCES (USES)				
Transfers	(2,282,031)	(2,282,031)	(1,660,714)	621,317
Net change in fund balances	798,577	(706,839)	(861,055)	(154,216)
Fund balances - beginning	11,517,318	11,517,318	11,517,318	-
Fund balances - ending	\$ 12,315,895	\$ 10,810,479	\$ 10,656,263	\$ (154,216)

The General Fund's final amended budget for fiscal year 2025 anticipated total revenues of \$34.9 million and total expenditures of \$33.4 million, resulting in a budgeted excess of revenues over expenditures of \$1.6 million. Actual General Fund revenues totaled \$33.1 million, which was \$1.8 million below the final amended budget, primarily due to shortfalls in taxes, fees, and intergovernmental revenues. Sales and other economically sensitive revenues were below projections, reflecting broader economic conditions during the fiscal year.

Actual General Fund expenditures totaled \$32.3 million, which was \$1.1 million below the final amended budget. Savings were realized across several functional areas, including public safety, general government, and recreation and culture, partially offset by higher-than-budgeted costs in housing and community development and parks, buildings, and grounds. Capital outlay expenditures were also below budget due to project timing.

After accounting for transfers out of \$1.7 million, the General Fund reported a net decrease in fund balance of \$0.9 million for the year, compared to a budgeted decrease of \$0.7 million. The General Fund ended the fiscal year with a fund balance of \$10.7 million, which remains sufficient to support ongoing operations, address contingencies, and provide financial flexibility as the City plans for future budgetary and operational needs.

CAPITAL ASSETS AND LONG-TERM DEBT ACTIVITY

This section summarizes the City's capital asset activity and long-term debt obligations, including significant additions, disposals, depreciation, new debt issuances, retirements, and other relevant financing activities.

City of Ukiah, California
Comparative Statement of Capital Assets
June 30, 2025 and 2024

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	\$ 5,675,250	\$ 4,596,065	\$ 8,051,152	\$ 8,051,152	\$ 13,726,402	\$ 12,647,217
Intangible assets	-	-	720,000	270,000	720,000	270,000
Construction in progress	15,999,967	7,547,345	70,523,375	51,265,537	86,523,342	58,812,882
Buildings and improvements	22,311,378	21,938,365	63,462,681	63,789,794	85,774,059	85,728,159
Technology subscriptions	1,980,270	1,382,407	-	-	1,980,270	1,382,407
Machinery equipment and vehicles	13,193,975	11,487,723	16,597,530	15,701,245	29,791,505	27,188,968
Infrastructure and network	78,999,387	74,070,077	187,899,476	179,913,589	266,898,863	253,983,666
	<u>138,160,227</u>	<u>121,021,982</u>	<u>347,254,214</u>	<u>318,991,317</u>	<u>485,414,441</u>	<u>440,013,299</u>
Less: accumulated depreciation and amortizations	(49,608,468)	(46,196,560)	(102,782,540)	(97,211,461)	(152,391,008)	(143,408,021)
Capital assets, net	<u>\$ 88,551,759</u>	<u>\$ 74,825,422</u>	<u>\$ 244,471,674</u>	<u>\$ 221,779,856</u>	<u>\$ 333,023,433</u>	<u>\$ 296,605,278</u>

During fiscal year ended June 30, 2025, the City continued to make substantial investments in capital assets, reflecting its ongoing commitment to maintaining and expanding core infrastructure and utility systems. Total capital assets, net of accumulated depreciation, increased by \$36.4 million, from \$296.6 million at June 30, 2024 to \$333.0 million at June 30, 2025. The majority of this growth occurred within business-type activities, driven by continued investment in water, wastewater, electric, and recycled water infrastructure.

Construction in progress increased significantly, reflecting active capital programs across multiple enterprise funds. Notable activity included continued progress on Phase 4 of the City's Recycled Water Project, as well as ongoing utility system upgrades and infrastructure expansion. Infrastructure and network assets also increased during the year, reflecting completed projects placed into service. Governmental activities experienced more modest growth in capital assets, primarily related to transportation infrastructure, facilities, and equipment acquisitions.

At June 30, 2025, the City reported total long-term obligations of \$184.6 million, a decrease of approximately \$6.3 million from the prior year. Business-type activities accounted for \$105.6 million of total long-term obligations, primarily related to revenue bonds, state revolving fund loans, and lease revenue bonds issued to finance utility and infrastructure projects. Governmental activities reported long-term obligations of \$79.0 million, consisting primarily of lease revenue bonds, pension-related liabilities, and equipment leases.

During the fiscal year, the City continued to reduce outstanding debt through scheduled principal repayments on bonds, loans, and leases. Reductions were also reflected in the City's total pension liability, which declined during the year as a result of actuarial experience and contributions made in excess of required amounts. Landfill closure and post-closure liabilities increased modestly, consistent with updated cost estimates and regulatory requirements.

Long-term Obligations
Two-Year Comparison

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
2017 CalTrans Aeronautics Loan - Airport		\$ -	\$ 115,503	\$ 126,920	\$ 115,503	\$ 126,920
Electric Revenue Bonds		-	-	-	-	-
2016 Water Revenue Refunding Bonds		-	6,745,000	7,205,000	6,745,000	7,205,000
2016 unamortized premium		-	1,047,453	1,142,676	1,047,453	1,142,676
2006 Wastewater Revenue Bonds		-	-	-	-	-
2006 unamortized premium		-	-	-	-	-
Lawsuit settlement liability		-	-	-	-	-
Landfill closure and post-closure		-	22,483,193	21,936,738	22,483,193	21,936,738
2017 SWRCB recycled water loan		-	16,108,633	16,648,813	16,108,633	16,648,813
Series 2020 Wastewater Refunding Bonds		-	17,663,000	19,206,000	17,663,000	19,206,000
Series 2022 Lease Revenue Bonds (Utilities Projects)		-	8,770,000	8,770,000	8,770,000	8,770,000
2022 Utilities unamortized premium - Utilities Projects		-	951,786	1,011,272	951,786	1,011,272
Series 2022 Electric Revenue Bonds		-	8,550,000	8,880,000	8,550,000	8,880,000
2022 Electric unamortized premium		-	883,209	938,409	883,209	938,409
2024 Ambulance and emergency equipment lease (direct borrowing)		-	658,888	-	658,888	-
2017 fire engine lease	308,262	426,313	-	-	308,262	426,313
2017 computer equipment lease		-	-	-	-	-
2017 I-Bank financing lease	3,380,867	3,478,158	-	-	3,380,867	3,478,158
Technology subscription liability	809,530	613,386	-	-	809,530	613,386
2020 fire brush truck equipment lease	120,598	143,035	-	-	120,598	143,035
2020 fire self-contained breathing apparatus equipment	199,190	232,675	-	-	199,190	232,675
Series 2020A Community Facilities Lease Revenue Bonds	2,010,000	2,105,000	-	-	2,010,000	2,105,000
2020A unamortized premium	280,904	298,460	-	-	280,904	298,460
Series 2020B CalPERS Taxable Lease Revenue Bonds	29,468,382	30,333,090	15,856,618	16,321,910	45,325,000	46,655,000
Series 2022 Lease Revenue Bonds (Street Projects)	11,385,000	12,770,000	-	-	11,385,000	12,770,000
2022 unamortized premium- Streets Projects	1,006,419	1,174,156	-	-	1,006,419	1,174,156
Series 2022 Lease Revenue Bonds (Corporation Yard Projects)	14,045,000	14,335,000	-	-	14,045,000	14,335,000
2022 unamortized premium-Corp Yard Projects	1,052,773	1,093,264	-	-	1,052,773	1,093,264
Claims payable		-	-	-	-	-
Total pension liability	13,434,818	15,501,374	5,021,254	4,219,844	18,456,072	19,721,218
Compensated absences	1,450,338	1,266,685	755,919	701,692	2,206,257	1,968,377
Total	\$ 78,952,081	\$ 83,770,596	\$ 105,610,456	\$ 107,109,274	\$ 184,562,537	\$ 190,879,870

Overall, the City's capital and long-term debt activity during fiscal year 2025 reflects a balanced approach to infrastructure investment and debt management, with continued reliance on grants, capital contributions, and rate-supported financing to fund major projects while maintaining a manageable long-term obligation profile.

DISCUSSION OF MATERIAL IMPACTS FROM MAJOR GASB IMPLEMENTATIONS

This section summarizes the material financial reporting impacts of recently implemented or newly effective GASB statements, including their effects on the City's financial statements and net position.

The Governmental Accounting Standards Board (GASB) periodically issues statements to enhance the financial reporting of governmental entities. The City has implemented, or is currently evaluating, the impact of the following GASB statements on its financial statements and related disclosures.

Recently Implemented Pronouncements

GASB Statement No. 101 – Compensated Absences. GASB Statement No. 101, effective for fiscal years beginning after December 15, 2023, updates the accounting and financial reporting guidance for compensated absences. The City evaluated its existing compensated absence policies, including vacation and other leave benefits, and determined that the application of GASB 101 did not result in a material change to the City's financial statements. Accordingly, implementation of this standard did not have a significant impact on the City's net position or fund balances for fiscal year 2025.

GASB Statement No. 102 – Certain Risk Disclosures. GASB Statement No. 102, effective for fiscal years beginning after June 15, 2024, requires enhanced disclosures related to concentrations and constraints that could result in vulnerability to the risk of a substantial impact. As of June 30, 2025, management evaluated the applicability of this

standard and determined that no material concentrations or constraints meeting the disclosure threshold were identified. As a result, no additional disclosures were required under GASB 102 for fiscal year 2025.

Upcoming Pronouncements

GASB Statement No. 103 – Financial Reporting Model Improvements. GASB Statement No. 103, effective for fiscal years beginning after June 15, 2025, introduces targeted improvements to the financial reporting model, including revisions to Management’s Discussion and Analysis (MD&A) and the presentation of certain financial information. The City is in the process of evaluating the impact of GASB 103 on future financial reporting, particularly with respect to the structure and content of the MD&A. While implementation is not expected to materially affect the City’s financial position, it may result in changes to the organization and presentation of future reports.

GASB Statement No. 104 – Disclosure of Certain Capital Assets. GASB Statement No. 104, effective for fiscal years beginning after June 15, 2025, requires enhanced disclosures for certain types of capital assets within the notes to the financial statements. The City is currently evaluating the applicability of this standard and does not anticipate a material impact on the reported amounts of capital assets; however, additional note disclosures may be required in future fiscal years.

The City will continue to monitor the impact of these and other GASB pronouncements and will implement applicable standards as required to ensure continued compliance with generally accepted accounting principles.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGET

The City of Ukiah continues to benefit from a diverse economic base and its role as a regional service, employment, and commercial center for Mendocino County and the surrounding area. As a result, the City’s revenue performance remains closely linked to the financial health and stability of local residents, businesses, and visitors. City management continues to apply a conservative and disciplined approach to revenue forecasting and expenditure planning, an approach that proved effective during fiscal year 2025 and remains central to the development of the fiscal year 2026 budget.

In preparing the upcoming fiscal year budget, management evaluated a number of economic and operational factors that are expected to influence the City’s financial condition:

- **Sales Tax and Transient Occupancy Tax (TOT).** Sales tax and TOT revenues are expected to experience modest growth, reflecting steady local economic activity and continued normalization of travel and tourism-related spending. While these revenues remain among the City’s most economically sensitive sources, budgeted General Fund expenditures have been structured conservatively to maintain operating flexibility and adequate reserves in the event of revenue volatility.
- **Water and Wastewater Rates.** Fiscal year 2025 represented the fifth year of the City’s established five-year rate adjustment program for water and wastewater services. These adjustments were designed to address increasing operating costs and fund planned capital improvements. The City Council approved rate adjustments effective July 1, 2025 for sewer, to ensure continued cost recovery, regulatory compliance, and long-term system sustainability. The Ukiah Valley Water Authority, to which the City Council has deferred its water rate setting authority, has approved adjustments to water rates, which are currently going through the Prop 218 protest period.
- **Electric Utility Rates.** Electric enterprise revenues are projected to increase as a result of the ongoing implementation of a multi-year rate adjustment strategy. In addition, power purchase surcharges, which are reviewed and adopted on a quarterly basis, are expected to continue. Volatility in wholesale energy

markets and upward pressure on operating costs may necessitate future rate adjustments to preserve the financial stability of the electric utility.

- **Property Tax Growth.** Property tax revenues are projected to grow by approximately 2 percent, reflecting stable assessed valuation trends and continued strength in the local real estate market.
- **Fee Schedule Adjustments.** Updates to the City's fee schedule are expected to improve cost recovery for services provided and generate incremental revenues, consistent with applicable legal requirements and City Council policy direction.
- **Personnel Costs.** Personnel-related expenditures, including wages, health insurance premiums, and pension contributions, continue to represent a significant and growing portion of the City's operating costs. Existing labor agreements are expected to result in an approximate 5 percent increase in personnel expenditures in the upcoming fiscal year.
- **Inflationary Pressures.** Although inflationary pressures have moderated relative to prior years, the City continues to monitor impacts on operating costs, construction pricing, and the affordability of services for residents and businesses.

Maintaining long-term fiscal sustainability remains a key objective of City management. While the City benefits from relatively stable core revenue sources, rising personnel costs, utility operating expenses, and capital infrastructure needs require ongoing financial discipline and strategic planning. Management remains committed to identifying efficiencies, monitoring economic trends, and diversifying revenue sources where appropriate to support continued service delivery.

The City will continue to balance the provision of high-quality municipal services with prudent financial management practices to ensure flexibility and resilience in the face of changing economic conditions.

REQUESTS FOR INFORMATION

This Annual Comprehensive Financial Report is intended to provide citizens, taxpayers, investors, and creditors with a general overview of the City's finances. Questions regarding this report, or requests for additional information, should be directed to the Finance Department, City of Ukiah, California 95482.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

City of Ukiah, California
Statement of Net Position
June 30, 2025

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 11,249,311	\$ 25,750,543	\$ 36,999,854
Restricted cash and investments	10,447,098	2,214,874	12,661,972
Receivables (net allowance for uncollectibles)	5,700,632	12,313,880	18,014,512
Grants and intergovernmental receivable	1,504,844	6,240,710	7,745,554
Notes and loans receivable	1,242,765	-	1,242,765
Lease receivable	140,616	48,852	189,468
Internal balances	10,861,477	(10,861,477)	-
Inventories and prepaids	289,067	2,498,555	2,787,622
Land held for resale	2,435,114	-	2,435,114
Total current assets	43,870,924	38,205,937	82,076,861
Noncurrent assets:			
Notes and loans receivable	12,110,614	-	12,110,614
Land	5,675,250	8,051,152	13,726,402
Capacity rights	-	720,000	720,000
Construction in progress	15,999,967	70,523,375	86,523,342
Buildings and improvements	11,542,736	23,985,115	35,527,851
Technology subscription	815,825	-	815,825
Machinery equipment and vehicles	5,242,971	6,024,289	11,267,260
Infrastructure and network	49,275,010	135,167,743	184,442,753
Total noncurrent assets	100,662,373	244,471,674	345,134,047
Total assets	144,533,297	282,677,611	427,210,908
DEFERRED OUTFLOWS OF RESOURCES			
Pension related	9,181,813	2,485,192	11,667,005
Total deferred outflows of resources	9,181,813	2,485,192	11,667,005
Total assets and deferred outflows of resources	153,715,110	285,162,803	438,877,913
LIABILITIES			
Current liabilities:			
Accounts payable	2,894,962	5,626,279	8,521,241
Accrued payroll liabilities	1,230,927	322,316	1,553,243
Interest payable	588,583	723,180	1,311,763
Unearned revenue	206,733	-	206,733
Deposits payable	-	278,281	278,281
Long-term liabilities due within one year	3,838,956	3,861,969	7,700,925
Total current liabilities	8,760,161	10,812,025	19,572,186
Noncurrent liabilities:			
Due in more than one year	75,113,125	101,748,487	176,861,612
Total noncurrent liabilities	75,113,125	101,748,487	176,861,612
Total liabilities	83,873,286	112,560,512	196,433,798
DEFERRED INFLOWS OF RESOURCES			
Lease related	140,616	48,852	189,468
Pension related	2,908,739	51,198	2,959,937
Total deferred inflows of resources	3,049,355	100,050	3,149,405
Total liabilities and deferred inflows of resources	86,922,641	112,660,562	199,583,203
NET POSITION			
Net investment in capital assets	47,675,326	184,184,355	231,859,681
Restricted for:			
Capital projects	13,071,400	-	13,071,400
Certifications and training	61,063	-	61,063
Community events	83,094	-	83,094
Debt service reserve	2,447,286	706,668	3,153,954
Governmental services	1,487,815	-	1,487,815
Housing and community development	15,548,633	-	15,548,633
NCPA Projects	-	396,590	396,590
Public health services	302,037	-	302,037
Public safety	446,676	-	446,676
Public works	1,488,832	-	1,488,832
Solid waste abatement	123,917	-	123,917
Parks and recreation:			
Expendable	12,333	-	12,333
Nonexpendable	246,529	-	246,529
Unrestricted	(16,202,472)	(12,785,372)	(28,987,844)
Total net position	\$ 66,792,469	\$ 172,502,241	\$ 239,294,710

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

City of Ukiah, California
Statement of Activities
For the Year Ended June 30, 2025

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 6,272,993	\$ 439,490	\$ 392,111	\$ 22,201	\$ (5,419,191)	\$ -	\$ (5,419,191)
Public safety	14,609,188	201,416	5,053,553	-	(9,354,219)	-	(9,354,219)
Housing and community development	2,289,459	1,048,344	1,486,080	-	244,965	-	244,965
Public works	2,105,123	323,394	1,255,080	4,100,644	3,573,995	-	3,573,995
Parks, buildings, and grounds	2,125,997	101,143	181,081	70,505	(1,773,268)	-	(1,773,268)
Recreation and culture	4,818,729	4,042,883	109,460	-	(666,386)	-	(666,386)
Economic development and redevelopment	193,684	250,000	-	-	56,316	-	56,316
Interest on long-term debt	4,389,293	-	-	-	(4,389,293)	-	(4,389,293)
Total governmental activities	36,804,466	6,406,670	8,477,365	4,193,350	(17,727,081)	-	(17,727,081)
Business-type activities:							
Parking District	138,626	120,396	-	-	-	(18,230)	(18,230)
Landfill	1,268,936	616,313	-	-	-	(652,623)	(652,623)
Ambulance Services	3,185,496	3,175,106	487	-	-	(9,903)	(9,903)
Golf	218,229	40,000	-	-	-	(178,229)	(178,229)
Conference Center	589,884	479,648	-	-	-	(110,236)	(110,236)
Airport	1,982,932	1,883,609	-	26,123	-	(73,200)	(73,200)
Electric	24,389,929	27,950,707	4,184,243	679,440	-	8,424,461	8,424,461
Street Lighting	253,247	193,948	-	-	-	(59,299)	(59,299)
Water	10,025,713	9,444,792	12,246	17,562,206	-	16,993,531	16,993,531
Wastewater	10,261,653	8,946,770	6,062	917,644	-	(391,177)	(391,177)
Total business-type activities	52,314,645	52,851,289	4,203,038	19,185,413	-	23,925,095	23,925,095
Total primary government	\$ 89,119,111	\$ 59,257,959	\$ 12,680,403	\$ 23,378,763	\$ (17,727,081)	\$ 23,925,095	\$ 6,198,014
General revenues:							
Property tax					4,190,036	8,129	4,198,165
Sales tax					12,985,608	-	12,985,608
Franchises					2,729,411	-	2,729,411
Transient occupancy					1,140,527	-	1,140,527
Business license					489,157	-	489,157
Other taxes					675	-	675
Use of money and property					1,427,439	916,853	2,344,292
Other revenue					338,777	109,262	448,039
Transfers					1,394,781	(1,394,781)	-
Total general revenues, special items, and transfers					24,696,411	(360,537)	24,335,874
Change in net position					6,969,330	23,564,558	30,533,888
Net position - beginning					59,823,139	148,937,683	208,760,822
Net position - ending					\$ 66,792,469	\$ 172,502,241	\$ 239,294,710

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

FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUNDS

Major funds are defined generally as having significant activities or balances in the current year. The funds described below were determined to be Major Governmental Funds by the City for fiscal 2025. Individual nonmajor funds may be found in the Supplemental section.

General Fund

The General Fund is used for all the general revenues of the City not specifically levied or collected for other City funds, and the related expenditures. The major revenue sources for this Fund are property taxes, sales taxes, franchise fees, business licenses, unrestricted revenues from the state, fines and forfeitures and interest income. Expenditures are made for community development, public safety, public works, and other services.

Streets Capital Improvement

This capital project fund accounts for street and right-of-way capital projects supported primarily by Measure Y resources, committed by the City Council through resolution.

General Capital Projects

This general capital projects fund was created in 2025 to account for bond proceeds and other resources for street and rights-of-way projects.

Pension Debt Service

This debt service fund was created in 2025 to account for resources accumulated, used, and reserved for the retirement of lease revenue bonds.

City of Ukiah, California
Balance Sheet
Governmental Funds
June 30, 2025

	General Fund	Streets Capital Improvements	General Capital Projects	Pension Debt Service	Total Nonmajor Funds	Total Governmental Funds
ASSETS						
Cash and investments	\$ 1,996,796	\$ 46,557	\$ 448,829	\$ 432,674	\$ 8,516,385	\$ 11,441,241
Accounts receivable	4,706,502	-	-	-	779,865	5,486,367
Lease receivable	140,616	-	-	-	-	140,616
Notes receivable	2,040,281	-	-	-	11,313,098	13,353,379
Interest receivable	15,094	-	8,260	6,891	14,971	45,216
Grants and subventions receivable	165,968	-	-	-	963,978	1,129,946
Inventories and prepaids	43,224	-	-	-	-	43,224
Due from other funds	209,820	-	2,000,000	1,000,000	1,281,906	4,491,726
Advances to other funds	3,119,946	-	2,981,372	3,000,000	-	9,101,318
Land held for resale	-	-	-	-	2,435,114	2,435,114
Capital grants, contributions, and subventions	-	-	319,788	-	-	319,788
Total assets	<u>12,438,247</u>	<u>46,557</u>	<u>5,758,249</u>	<u>4,439,565</u>	<u>25,305,317</u>	<u>47,987,935</u>
LIABILITIES						
Accounts payable	394,186	-	685,116	-	1,300,432	2,379,734
Accrued payroll liabilities	979,068	2,353	-	-	2,780	984,201
Unearned revenues	206,733	-	-	-	-	206,733
Due to other funds	-	2,281,906	-	-	34,556	2,316,462
Advance from other funds	-	-	-	-	445,106	445,106
Total liabilities	<u>1,579,987</u>	<u>2,284,259</u>	<u>685,116</u>	<u>-</u>	<u>1,782,874</u>	<u>6,332,236</u>
DEFERRED INFLOWS OF RESOURCES						
Lease related	140,616	-	-	-	-	140,616
Unavailable revenues - grants and subventions	61,381	-	70,946	-	2,390,650	2,522,977
Total deferred inflows of resources	<u>201,997</u>	<u>-</u>	<u>70,946</u>	<u>-</u>	<u>2,390,650</u>	<u>2,663,593</u>
Total liabilities and deferred inflows of resources	<u>1,781,984</u>	<u>2,284,259</u>	<u>756,062</u>	<u>-</u>	<u>4,173,524</u>	<u>8,995,829</u>
FUND BALANCES (DEFICITS)						
Nonspendable:						
Interfund loans	3,119,946	-	-	-	-	3,119,946
Inventories and prepaids	43,224	-	-	-	-	43,224
Riparian corridor management	-	-	-	-	137,576	137,576
Restricted:						
Capital projects	-	-	5,002,187	-	4,528	5,006,715
CDBG activities	-	-	-	-	997,685	997,685
Certifications and training	-	-	-	-	61,063	61,063
Clean-up and solid waste remediation	-	-	-	-	123,917	123,917
Debt service reserve	-	-	-	-	2,447,286	2,447,286
Downtown business improvements	-	-	-	-	1,579	1,579
Housing activities	-	-	-	-	14,549,369	14,549,369
Opioid settlement	-	-	-	-	302,037	302,037
Project reserve	-	-	-	-	14,803	14,803
Public safety	-	-	-	-	446,676	446,676
Riparian corridor management	-	-	-	-	12,333	12,333
Special recreation events	-	-	-	-	83,094	83,094
Streets and rights-of-way	-	-	-	-	1,488,832	1,488,832
Wildfire mitigation	246,529	-	-	-	-	246,529
Committed:						
Park development	-	-	-	-	43,849	43,849
Planning activities	-	-	-	-	363,802	363,802
Solid waste management	-	-	-	-	10,934	10,934
Assigned:						
Capital projects	-	-	-	-	70,370	70,370
Equipment reserve	-	-	-	-	389,558	389,558
Park development	-	-	-	-	24,852	24,852
Pension reserve	-	-	-	4,439,565	-	4,439,565
Special projects	-	-	-	-	459,061	459,061
Unassigned	7,246,564	(2,237,702)	-	-	(901,411)	4,107,451
Total fund balances (deficits)	<u>10,656,263</u>	<u>(2,237,702)</u>	<u>5,002,187</u>	<u>4,439,565</u>	<u>21,131,793</u>	<u>38,992,106</u>
Total liabilities and fund balances (deficits)	<u>\$ 12,438,247</u>	<u>\$ 46,557</u>	<u>\$ 5,758,249</u>	<u>\$ 4,439,565</u>	<u>\$ 25,305,317</u>	<u>\$ 47,987,935</u>

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

City of Ukiah, California
Reconciliation of Balance Sheet
To the Statement of Net Position
June 30, 2025

Fund balances of governmental funds	\$	38,992,106
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds:

Capital assets	125,623,468	
Accumulated depreciation	(48,216,039)	
		77,407,429

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:

Compensated absences	(825,859)	
Technology subscriptions	(809,530)	
2017 fire engine lease	(308,262)	
2017 I-Bank financing lease	(3,380,867)	
2020 Fire brush truck	(120,598)	
Fire apparatus	(199,190)	
2020B CalPERS Taxable Lease Revenue Bonds	(29,468,382)	
2022 Lease Revenue Bonds	(12,391,419)	
Net pension liability	(13,434,818)	
		(60,938,925)

Amounts for deferred inflows and deferred outflows related to the City's Net Pension Liability are not reported in the funds:

Deferred outflows - pension related items	9,181,813	
Deferred inflows - pension related items	(2,908,739)	
		6,273,074

Internal service funds are used by management to charge the costs of certain activities, such as insurance and vehicle maintenance, to individual funds.

The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	2,978,554	
		2,978,554

Long-term revenues and expenses:

Accrued interest on long-term debt is not due and payable in the current period and is not reported in the funds.	(442,746)	
Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the fund	2,522,977	
		2,080,231

Net position of governmental activities	\$	66,792,469
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The accompanying notes are an integral part of these financial statements.

City of Ukiah, California
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025

	General Fund	Streets Capital Improvements	General Capital Projects	Pension Debt Service	Total Nonmajor Funds	Total Governmental Funds
REVENUES						
Property tax	\$ 4,190,036	\$ -	\$ -	\$ -	\$ -	\$ 4,190,036
Sales tax	12,985,608	-	-	-	-	12,985,608
Transient occupancy	1,140,527	-	-	-	-	1,140,527
Business license tax	472,756	-	-	-	16,401	489,157
Other taxes	675	-	-	-	-	675
Franchise fees	2,729,411	-	-	-	-	2,729,411
Charges for service	5,356,185	-	-	-	351,261	5,707,446
Licenses and permits	409,518	-	-	-	-	409,518
Grants, contributions, and subventions	5,323,091	-	3,529,634	-	3,717,198	12,569,923
Use of money and property	315,733	22	104,161	69,792	888,528	1,378,236
Miscellaneous	44,568	-	-	-	31,001	75,569
Fines penalties and forfeitures	122,683	-	-	-	-	122,683
Total revenues	<u>33,090,791</u>	<u>22</u>	<u>3,633,795</u>	<u>69,792</u>	<u>5,004,389</u>	<u>41,798,789</u>
EXPENDITURES						
Current:						
General government	135,453	-	-	5,826	7,072	148,351
Public safety	18,165,499	-	-	-	134,068	18,299,567
Housing and community development	1,743,454	-	-	-	737,554	2,481,008
Public works	1,236,279	287,591	2,504,365	-	1,133,191	5,161,426
Parks, buildings, and grounds	2,022,478	-	-	-	-	2,022,478
Recreation and culture	5,143,253	-	-	-	330,991	5,474,244
Economic development and redevelopment	168,300	-	-	-	15,908	184,208
Debt service:						
Interest	825,085	558,040	-	-	5,935	1,389,060
Principal	625,733	1,422,016	-	-	33,892	2,081,641
Lease principal	140,488	-	-	-	-	140,488
Lease interest	13,215	-	-	-	-	13,215
Capital outlay:						
Public safety	1,577,381	-	-	-	-	1,577,381
Housing and community development	58,965	-	-	-	-	58,965
Public works	225,000	480,118	1,045,804	-	930,573	2,681,495
Parks, buildings, and grounds	212,545	-	-	-	-	212,545
Recreation and culture	-	-	-	-	-	-
Total expenditures	<u>32,293,128</u>	<u>2,747,765</u>	<u>3,550,169</u>	<u>5,826</u>	<u>3,329,184</u>	<u>41,926,072</u>
Excess (deficiency) of revenues over expenditures	<u>797,663</u>	<u>(2,747,743)</u>	<u>83,626</u>	<u>63,966</u>	<u>1,675,205</u>	<u>(127,283)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	1,101,769	2,757,989	1,447,211	-	6,209	5,313,178
Transfers out	(2,760,487)	-	-	-	(1,535,480)	(4,295,967)
Total other financing sources (uses)	<u>(1,658,718)</u>	<u>2,757,989</u>	<u>1,447,211</u>	<u>-</u>	<u>(1,529,271)</u>	<u>1,017,211</u>
Net change in fund balances	(861,055)	10,246	1,530,837	63,966	145,934	889,928
Fund balances - beginning	11,517,318	(2,247,948)	3,471,350	4,375,599	20,985,859	38,102,178
Fund balances - ending	<u>\$ 10,656,263</u>	<u>\$ (2,237,702)</u>	<u>\$ 5,002,187</u>	<u>\$ 4,439,565</u>	<u>\$ 21,131,793</u>	<u>\$ 38,992,106</u>

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

City of Ukiah, California
Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances to the Statement of Activities
For the Year Ended June 30, 2025

Net change in fund balances - total government funds	\$ 889,928
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Amounts reported for governmental activities in the statement of activities are different because:

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 as depreciation expense.

Capital outlay	8,624,396	
Depreciation expense	<u>(2,917,890)</u>	
		5,706,506

The amounts below included in the Statement of Activities do not provide (require) the use of current financial resources and, therefore, are not reported as revenues or expenditures in governmental funds (net change):

Change to unavailable revenues	98,336	
Change to net pension liability	2,066,554	
Compensated absence expense	<u>15,960</u>	
		2,180,850

Amounts for deferred inflows and deferred outflows related to the City's Net Pension Liability are not reported in the funds. This is the net change in deferred inflows and deferred outflows related to the net pension liability:

Changes to deferred outflows: pension-related items	(7,213,610)	
Changes to deferred inflows: pension-related items	<u>3,132,868</u>	
		(4,080,742)

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

Principal paid on loans and leases	2,922,690	
Amortization of debt premium	184,414	
Subscription liability increase	<u>(597,861)</u>	
		2,509,243

Internal service funds are used by management to charge the costs of certain activities, such as insurance and vehicle maintenance, to individual funds. The net revenue (expense) of the internal services funds is reported with governmental activities.

Net revenue(loss) of internal service funds	(236,455)
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Change in net position of governmental activities	<u>\$ 6,969,330</u>
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The accompanying notes are an integral part of these financial statements.

PROPRIETARY FUNDS

Proprietary funds account for City operations financed and operated in a manner like a private business enterprise. The intent of the City is that the cost of providing goods and services be financed primarily through user charges.

The City maintains four primary enterprise funds: electric, water, sewer, and landfill.

Landfill

This is the fund used to account for activities related to the closure, post-closure, and corrective action plan of the City of Ukiah landfill.

Electric Enterprise Fund

The Electric Utility provides electrical services to the citizens of Ukiah, including 24-hour, 365-day response to emergency service calls for customer power problems, and outages. Additionally, the enterprise is responsible for making high voltage power lines safe for Fire & Police personnel at structure fires, automobile accidents and to make other situations where electric lines are near emergency crews.

Water Enterprise Fund

Chapter 13.04 of the Ukiah Municipal Code provides the authority for City to operate water system. Revenues (fees and charges) are collected to pay for service (water) received.

Wastewater Enterprise Fund

Chapter 13.20 of the Ukiah Municipal Code provides the authority for the City to operate sewer system. Revenues (fees and charges) are collected to pay for availability of collection, transportation, treatment, and disposal system. In addition, grazing lease payments, LACOSAN payments for flows, tax revenues, FEMA storm damage reimbursement, OES storm damage reimbursement, and insurance rebates have been credited to this fund.

The City also employs the use of internal service funds.

Internal Service Funds

Established to account for the costs of activities primarily serving multiple department and funds. Such funds may also provide services to external users, such as other governmental entities.

City of Ukiah, California
Statement of Net Position
Proprietary Funds
June 30, 2025

	Business-type Activities					Governmental Activities	
	Landfill	Electric	Water	Wastewater	Total Nonmajor Funds	Total Enterprise Funds	Internal Service Funds
ASSETS							
Current assets:							
Cash and investments	\$ 11,100,607	\$ 13,044,533	\$ 770,799	\$ 601,040	\$ 240,031	\$ 25,757,010	\$ 2,205,274
Restricted cash and investments	-	2,208,407	-	-	-	2,208,407	8,049,882
Accounts receivable	45,929	5,446,799	2,203,134	2,306,721	2,266,903	12,269,486	164,187
Lease receivable	-	-	-	-	48,851	48,851	-
Interest receivable	16,531	18,826	5,025	2,963	1,050	44,395	4,867
Grants and subventions receivable	-	732,220	5,014,853	393,917	99,720	6,240,710	55,110
Prepays	-	-	-	-	-	-	245,843
Inventories and prepaids	-	2,353,889	125,792	18,874	-	2,498,555	-
Due from other funds	-	-	293,243	-	-	293,243	-
Total current assets	11,163,067	23,804,674	8,412,846	3,323,515	2,656,555	49,360,657	10,725,163
Noncurrent assets:							
Advances to other funds	-	321,621	-	-	425,707	747,328	30,000
Land	699,654	2,316,013	2,571,192	670,431	1,793,862	8,051,152	1,841,747
Intangible assets	-	-	720,000	-	-	720,000	-
Construction in progress	116,840	7,315,382	54,988,868	8,102,285	-	70,523,375	7,346,230
Buildings and improvements	26,700	26,261,659	22,248,066	10,540,745	4,385,511	63,462,681	1,606,557
Machinery equipment and vehicles	516,075	5,818,191	3,608,048	4,382,424	2,272,791	16,597,529	1,742,227
Infrastructure and network	-	32,950,910	51,536,946	93,848,054	9,563,567	187,899,477	-
Less accumulated depreciation	(472,984)	(36,813,811)	(22,418,905)	(37,279,137)	(5,797,703)	(102,782,540)	(1,392,429)
Total noncurrent assets	886,285	38,169,965	113,254,215	80,264,802	12,643,735	245,219,002	11,174,332
Total assets	12,049,352	61,974,639	121,667,061	83,588,317	15,300,290	294,579,659	21,899,495
DEFERRED OUTFLOWS OF RESOURCES							
Pension related	55,843	700,537	613,885	610,803	504,124	2,485,192	-
Total deferred outflows of resources	55,843	700,537	613,885	610,803	504,124	2,485,192	-
Total assets and deferred outflows of resources	12,105,195	62,675,176	122,280,946	84,199,120	15,804,414	297,064,851	21,899,495
LIABILITIES							
Current liabilities:							
Accounts payable	54,654	324,289	4,327,933	628,823	290,580	5,626,279	515,228
Accrued payroll liabilities	5,137	98,135	86,087	53,738	79,219	322,316	246,725
Due to other funds	-	-	1,000,000	1,293,243	175,264	2,468,507	-
Deposits payable	-	271,749	308	-	6,224	278,281	-
Interest payable	4,334	170,382	309,902	223,061	15,501	723,180	145,837
Compensated absences - current	1,577	27,275	21,358	12,120	13,259	75,589	62,445
Pension-related bonds - current	14,268	182,919	115,884	131,283	38,426	482,780	-
Capital project installment obligations - current	-	-	545,581	-	11,683	557,264	-
Capital project bonds - current	-	400,200	607,610	1,608,099	130,426	2,746,335	463,047
Total current liabilities	79,970	1,474,949	7,014,663	3,950,367	760,582	13,280,531	1,433,282
Noncurrent liabilities:							
Advance from other funds	-	-	425,707	4,681,372	4,326,461	9,433,540	-
Landfill closure/post-closure	22,483,193	-	-	-	-	22,483,193	-
Compensated absences	14,195	245,477	192,238	109,083	119,340	680,333	562,034
Net pension liability	112,828	1,415,413	1,240,335	1,234,109	1,018,567	5,021,252	-
Capital project installment obligations	-	-	15,563,052	-	103,820	15,666,872	-
Pension-related bonds	454,374	5,824,917	3,690,250	4,180,601	1,223,696	15,373,838	-
Capital project bonds	-	9,033,009	11,858,277	21,103,253	-	41,994,539	16,925,630
Capital leases	-	-	-	-	528,462	528,462	-
Total noncurrent liabilities	23,064,590	16,518,816	32,969,859	31,308,418	7,320,346	111,182,029	17,487,664
Total liabilities	23,144,560	17,993,765	39,984,522	35,258,785	8,080,928	124,462,560	18,920,946
DEFERRED INFLOWS OF RESOURCES							
Lease related	-	-	-	-	48,852	48,852	-
Pension related	1,150	14,432	12,647	12,583	10,386	51,198	-
Total deferred inflows of resources	1,150	14,432	12,647	12,583	59,238	100,050	-
Total liabilities and deferred inflows of resources	23,145,710	18,008,197	39,997,169	35,271,368	8,140,166	124,562,610	18,920,946
NET POSITION							
Net investment in capital assets	886,285	30,508,718	83,979,284	57,370,264	11,439,804	184,184,355	1,659,700
Restricted for:							
Debt service reserve	-	-	706,668	-	-	706,668	-
NCPA Projects	-	396,590	-	-	-	396,590	-
Unrestricted	(11,926,800)	13,761,671	(2,402,175)	(8,442,512)	(3,775,556)	(12,785,372)	1,318,849
Total net position	\$ (11,040,515)	\$ 44,666,979	\$ 82,283,777	\$ 48,927,752	\$ 7,664,248	172,502,241	\$ 2,978,549
Difference between business-type adjustments to assets and liabilities.						-	
Net position of business-type activities						\$ 172,502,241	

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

City of Ukiah, California
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2025

	Business-type Activities						Governmental Activities
	Landfill	Electric	Water	Wastewater	Total Nonmajor Funds	Total Enterprise Funds	Internal Service Funds
OPERATING REVENUES							
Charges for service	\$ 607,075	\$ 27,964,237	\$ 9,440,811	\$ 9,243,112	\$ 3,568,892	\$ 50,824,127	\$ 21,286,987
Cap and trade	-	866,867	-	-	-	866,867	-
Facility rental	9,238	-	-	-	968,617	977,855	-
Fuel sales	-	-	-	-	1,308,387	1,308,387	-
Miscellaneous	-	-	-	-	-	-	163,673
Fines penalties and forfeitures	-	-	-	-	46,811	46,811	-
Connection fees	-	-	-	227,385	-	227,385	-
Total operating revenues	616,313	28,831,104	9,440,811	9,470,497	5,892,707	54,251,432	21,450,660
OPERATING EXPENSES							
General and administrative	101,594	3,653,064	2,110,447	2,316,591	951,690	9,133,386	3,068,782
Maintenance and operations	1,134,519	18,684,000	5,394,792	4,901,295	4,227,514	34,342,120	17,801,784
Fuel	-	-	-	-	668,147	668,147	-
Depreciation	14,681	1,507,958	1,866,161	2,273,091	407,023	6,068,914	135,923
Total operating expenses	1,250,794	23,845,022	9,371,400	9,490,977	6,254,374	50,212,567	21,006,489
Operating income (loss)	(634,481)	4,986,082	69,411	(20,480)	(361,667)	4,038,865	444,171
NONOPERATING REVENUES (EXPENSES)							
Property tax refund	-	-	-	-	(18,682)	(18,682)	-
Property tax	-	-	-	-	8,129	8,129	-
Grants, contributions, and subventions	-	3,317,376	12,246	6,062	487	3,336,171	100,647
Interest, rent, and concessions	201,478	427,387	122,000	46,494	119,493	916,852	49,207
Miscellaneous	88,019	-	3,982	7,713	-	99,714	-
Interest and fiscal charges	(18,142)	(544,907)	(654,313)	(770,676)	(95,359)	(2,083,397)	(949,303)
Debt Issuance Costs	-	-	-	-	-	-	(25,000)
Total nonoperating revenues (expenses)	271,355	3,199,856	(516,085)	(710,407)	14,068	2,258,787	(824,449)
Income (loss) before contributions and transfers	(363,126)	8,185,938	(446,674)	(730,887)	(347,599)	6,297,652	(380,278)
Capital grants, contributions, and subventions	\$ -	\$ 679,440	\$ 17,562,206	\$ 393,917	\$ 26,123	\$ 18,661,686	\$ 22,201
Transfers in	430,000	-	300,000	-	-	730,000	-
Transfers out	-	-	(305,563)	(1,441,648)	-	(1,747,211)	-
Change in net position	66,874	8,865,378	17,109,969	(1,778,618)	(321,476)	23,942,127	(358,077)
Net position - beginning	(11,107,389)	35,801,601	65,173,808	50,706,370	7,985,724	148,560,114	3,336,626
Total net position - ending	\$ (11,040,515)	\$ 44,666,979	\$ 82,283,777	\$ 48,927,752	\$ 7,664,248	\$ 172,502,241	\$ 2,978,549
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds						(377,569)	
Changes in net position of business-type activities						\$ 23,564,558	

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

City of Ukiah, California
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2025

	Business-type Activities - Enterprise Funds					Governmental Activities	
	Landfill	Electric	Water	Wastewater	Total Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES							
Cash receipts from customers	\$ 669,787	\$ 28,725,467	\$ 8,428,543	\$ 9,847,573	\$ 4,034,617	\$ 51,705,987	\$ 332,466
Receipts from interfund services provided	-	-	649,289	-	-	649,289	21,452,032
Payments to employees	(192,377)	(3,719,663)	(2,943,481)	(2,193,549)	(2,200,320)	(11,249,390)	(9,065,180)
Payments to suppliers	(434,538)	(15,012,822)	(2,610,586)	(3,557,387)	(2,521,014)	(24,136,347)	(9,342,733)
Payments for interfund services used	(101,594)	(3,653,064)	(2,110,447)	(2,316,591)	(951,690)	(9,133,386)	(2,844,790)
Receipts (payments) to other governmental agencies	-	1,661	(115,408)	734,070	-	620,323	526,378
Other operating cash receipts (payments)	-	(32,417)	-	(36,000)	-	(68,417)	(30,000)
Net cash provided (used) by operating activities	(58,722)	6,309,162	1,297,910	2,478,116	(1,638,407)	8,388,059	1,028,173
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Principal paid on lease revenue bonds	(13,752)	(176,292)	(111,686)	(126,527)	(37,035)	(465,292)	-
Cash received (paid) to other funds	6,432,698	(32,500)	(5,084,834)	2,558,352	1,371,260	5,244,976	(90,000)
Property taxes received	-	-	-	-	8,129	8,129	-
Property taxes refunded	-	-	-	-	(18,682)	(18,682)	-
Lawsuit settlement payments	88,019	-	-	-	-	88,019	-
Interest paid	(18,142)	(232,574)	(147,342)	(166,920)	(66,632)	(631,610)	(377,924)
Grants and contributions	-	3,317,376	12,246	6,062	487	3,336,171	23,419
Net cash provided (used) by noncapital financing activities	6,488,823	2,876,010	(5,331,616)	2,270,967	1,257,527	7,561,711	(444,505)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Capital grants and contributions	-	920,128	24,061,763	393,917	261,786	25,637,594	322,640
Proceeds from capital loans	-	-	-	-	711,225	711,225	-
Interest paid	(66)	(373,703)	(647,646)	(643,604)	(26,187)	(1,691,206)	(658,063)
Principal paid on capital and related debt	-	(330,000)	(1,000,181)	(1,543,000)	(63,753)	(2,936,934)	(385,000)
Acquisition and construction of capital assets	-	(2,991,346)	(21,098,149)	(2,997,965)	(740,251)	(27,827,711)	(8,125,227)
Proceeds from sale of property	-	-	3,982	7,713	-	11,695	-
Amounts paid to reduce landfill closure liability	(116,840)	-	-	-	-	(116,840)	-
Net cash provided (used) by capital and related financing activities	(116,906)	(2,774,921)	1,319,769	(4,782,939)	142,820	(6,212,177)	(8,845,650)
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest received	209,265	430,937	127,578	50,777	29,119	847,676	48,398
Net cash provided (used) by investing activities	209,265	430,937	127,578	50,777	29,119	847,676	48,398
Net increase (decrease) in cash and cash equivalents	6,522,460	6,841,188	(2,586,359)	16,921	(208,941)	10,585,269	(8,213,584)
Balances - beginning of year	4,578,147	8,411,752	3,357,158	584,119	448,972	17,380,148	18,468,740
Balances - end of the year	\$ 11,100,607	\$ 15,252,940	\$ 770,799	\$ 601,040	\$ 240,031	\$ 27,965,417	\$ 10,255,156
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:							
Operating Income	\$ (634,481)	\$ 4,986,082	\$ 69,411	\$ (20,480)	\$ (361,667)	\$ 4,038,865	\$ 444,171
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation	14,681	1,507,958	1,866,161	2,273,091	407,023	6,068,914	135,923
Changes in assets and liabilities:							
Decrease (increase) in accounts receivable	53,474	(159,205)	(364,694)	1,123,000	(1,821,183)	(1,168,608)	100,754
Decrease (increase) in prepaids	-	50,734	(256,633)	(102,909)	-	(308,808)	(50,378)
Decrease (increase) in inventory	-	(95,346)	(3,309)	(7,599)	-	(106,254)	-
Decrease (increase) in deferred outflows	17,963	135,933	171,413	131,687	37,987	494,983	-
Increase (decrease) in accounts payable	(71,373)	(404,473)	(438,050)	(1,118,030)	(165,417)	(2,197,343)	218,446
Increase (decrease) in accrued salaries and benefits	1,252	(3,409)	33,662	6,453	159,279	197,237	70,904
Increase (decrease) in compensated absences	4,555	4,284	86,581	4,794	45,274	145,488	108,353
Increase (decrease) in deferred inflows	(3,019)	(32,815)	(31,710)	(29,356)	(14,064)	(110,964)	-
Increase (decrease) in net pension liability/(asset)	11,770	270,090	165,078	217,465	74,361	738,764	-
Increase (decrease) in landfill liability	546,456	-	-	-	-	546,456	-
Increase (decrease) in customer deposits	-	49,329	-	-	-	49,329	-
Net cash provided (used) by operating activities	\$ (58,722)	\$ 6,309,162	\$ 1,297,910	\$ 2,478,116	\$ (1,638,407)	\$ 8,388,059	\$ 1,028,173
Noncash investing, capital and financing activities							
Amortization related to long-term debt	\$ -	\$ (55,200)	\$ (127,610)	\$ (27,099)	\$ -	\$ (209,909)	\$ (58,047)
Total noncash investing, capital and financing activities	-	(55,200)	(127,610)	(27,099)	-	(209,909)	(58,047)

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

FIDUCIARY FUNDS

These funds account for assets held by the City as an agent for individuals, private organizations, and other governments. The financial activities of these funds are excluded from the Government-wide financial statements but are presented in the separate Fiduciary Fund financial statements.

Private Purpose Trust Fund

Redevelopment Non-Housing Housing Successor Private Purpose Trust Fund

Resources held for the benefit of the state from the dissolution of the Ukiah Redevelopment Agency's non-housing functions.

Custodial Funds

The City accounts for activities on behalf of external entities, including other governments.

City of Ukiah, California
Statement of Fiduciary Net Position
June 30, 2025

	Private-Purpose Trust Funds	Custodial Funds
ASSETS		
Cash and investments	\$ 6,300,093	\$ 6,977,777
Accounts receivable	-	1,752,740
Interest receivable	9,613	55,355
Inventories and prepaids	-	1,364
Land held for resale	5,443	-
Total assets	6,315,149	8,787,236
LIABILITIES		
Accounts payable	2,822	938,253
Accrued payroll liabilities	109	21,484
Deposits payable	-	846,180
Interest payable	4,527	-
Due to other agencies	-	154,790
Intergovernmental payable	-	36,158
Due to City of Ukiah	-	2,239,237
Due within one year	748,446	-
Due in more than one year	1,369,054	-
Total liabilities	2,124,958	4,236,102
NET POSITION		
Restricted for:		
Held for the benefit of the state	4,190,191	
Individuals, organizations, and other governments	-	4,551,134
Total net position	\$ 4,190,191	\$ 4,551,134

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

City of Ukiah, California
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2025

	Private-Purpose Trust Funds	Custodial Funds
ADDITIONS		
Contributions:		
Operating grants, contributions, and subventions	\$ -	\$ 111,364
Capital grants, contributions, and subventions	-	463,760
Taxes and assessments collected for other governments	1,087,124	2,210,588
Service charges collected for other governments	-	292,480
Service charges collected for other agencies	-	5,570,848
Intergovernmental	-	1,246,442
Insurance proceeds from capital asset damage	-	69,440
Miscellaneous	-	6,727
Members	-	458,993
Other Additions	-	6,142,468
Total contributions	1,087,124	16,573,110
Investment earnings:		
Use of money and property	-	6,000
Interest, rent, and concessions	113,308	248,860
Total investment earnings	113,308	254,860
Total additions	1,200,432	16,827,970
DEDUCTIONS		
General and administrative	250,000	156,479
Maintenance and operations	15,543	5,059,958
Principal on behalf of beneficiaries	-	41,056
Interest and fiscal charges on behalf of beneficiaries	71,760	30,411
Distributions to other governments	-	672,286
Payments to other agencies for service charges collected	-	789,133
Payments to City for services provided	-	5,045,970
Total deductions	337,303	11,795,293
Net increase (decrease) in fiduciary net position	863,129	5,032,677
Total net position - beginning	3,327,062	(481,543)
Total net position - ending	\$ 4,190,191	\$ 4,551,134

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

City of Ukiah, California

June 30, 2025

The notes to the financial statements include a summary of significant accounting policies and other notes considered essential to fully disclose and fairly present the transactions and financial position of the City as follows:

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NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City conform to accounting principles generally accepted in the United States of America as applied to government agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying financial statements present the City of Ukiah and its component units. Component units are legally separate entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations due the exclusive benefit to the City, and the nature of its governance.

The more significant accounting policies of the City are described below:

A. Defining the reporting entity

The City of Ukiah was incorporated March 8, 1876 under the laws of the State of California. Ukiah operates under a Council-Manager form of government. The City Manager serves as the chief executive for day-to-day operations and long-term planning, including executing the policies and directives of the City Council. Department heads report directly to the City Manager and serve at his or her pleasure.

The City provides a range of municipal services to its citizens including public safety (fire and police), public works; planning and building regulation; recreation and parks; airport, golf; and water, sewer, and electric utilities.

The Redevelopment Agency of the City of Ukiah (the Agency) was established by the City as a separate legal entity in accordance with state law. The purpose of the Agency was to encourage new investment and reinvestment within legally designated redevelopment areas in partnership with property owners. The Agency was dissolved on February 1, 2012 by the State Legislature and California Governor, Jerry Brown.

Component Units

Component units are legally separate entities for which the City is financially accountable. The blended component units presented within the City's financial statements are:

- **City of Ukiah Public Financing Authority** — a Joint Exercise of Powers Authority formed by the City and the Industrial Development Authority of the City of Ukiah. Its purpose is to issue bonds and enter into lease agreements for the benefit of the City. The City appoints the voting majority of the board and can impose its will on the Authority. No separate financial statements are issued for this entity.
- **City of Ukiah Industrial Development Authority** — a legally separate entity whose governing board is substantively the same as the City Council. The Authority exists to provide financing and development support exclusively or almost exclusively for City purposes. Because its activities are in substance part of the City's operations and its debt is expected to be repaid from City resources, it is reported as a blended component unit. No separate financial statements are issued for this entity.

B. Government-wide and Fund Financial Statement

The City's basic financial statements include both government-wide and fund financial statements.

Government-Wide Financial Statements:

- The government-wide financial statements include the Statement of Net Position and the Statement of Activities, which report information on all non-fiduciary activities of the City. These statements focus on the primary government and its blended component unit.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- The statements are presented using the economic resources measurement focus and the accrual basis of accounting, where revenues are recorded when earned, and expenses are recognized when incurred.

Fund Financial Statements:

- The fund financial statements provide detailed information about the City's funds, focusing on major funds.
- Governmental funds are presented using the current financial resources measurement focus and the modified accrual basis of accounting. Proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

C. Basis of Accounting and Measurement focus

Governmental Funds:

- Revenues are recognized when they are both measurable and available. Revenues are considered available if they are collectible within the current period or soon enough thereafter (typically 60 days) to pay liabilities. Some revenues due to the City by other governmental entities but were delayed due to administrative reasons were considered available within 90 days or longer.
- Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims, and judgments, which are recorded as expenditures when due.

Proprietary and Fiduciary Funds:

- Revenues are recognized when earned, and expenses are recognized when liabilities are incurred, regardless of the timing of cash flows.

D. Use of Estimates

Financial statement preparation, in conformity with accounting principles generally accepted in the United States of America, requires the use of estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

E. Cash and Investments

The City follows GASB Statement No. 72 for fair value measurement of investments. Cash and investments include demand deposits, certificates of deposit, and investments in government securities. The City maintains an investment policy in compliance with California Government Code requirements, emphasizing safety, liquidity, and return on investment. All investments are carried at fair value based on quoted market prices.

F. Receivable and Payables

Balances representing lending/borrowing transactions between funds outstanding at the end of the fiscal year are reported as either:

- Due to/Due from Other Funds: Amounts due within one year.
- Advances to/From Other Funds: Non-current portions of interfund lending/borrowing transactions.
- Loans to/From Other Funds: Long-term lending/borrowing transactions as evidenced by loan agreements.

Advances and loans to other funds are offset by a fund balance reserve in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property, Sales, Use, and Utility User Taxes: Taxes related to the current fiscal year are accrued as revenue and accounts receivable when measurable and available. The City considers these revenues available if received within 60 days of year-end, consistent with the modified accrual basis of accounting.

Federal and State Grants:

- Under the accrual basis of accounting (used in the government-wide financial statements), federal and state grants are considered receivable and accrued as revenue when reimbursable costs are incurred, and all eligibility criteria are met.
- Under the modified accrual basis of accounting (used in fund-level statements), grant revenues are recognized only when measurable and available. The City considers grant revenues available if received within 60 days of year-end.

Notes Receivables: Notes receivables represent individual loans secured by property liens in favor of the City and the Redevelopment Successor Agency, made through various sources, including the Community Development Block Grant (CDBG) and federal HOME housing programs. When repaid, these amounts are designated for purposes allowed under the reuse guidelines.

G. Allowance for Doubtful Accounts

Management has elected to record bad debts using the allowance method.

H. Prepaid Items and Inventory

The City utilizes the consumption method for recoding inventories and prepaid items in governmental funds. All inventories are valued at cost using the first-in/first-out (FIFO) method. An annual charge is made to various City funds to assist in the financing of warehouse operations in addition to being billed as inventory is issued. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

I. Capital Assets

Government-Wide Statements

Public domain (infrastructure) capital assets include roads, bridges, curbs and gutters, streets, sidewalks, drainage systems, and lighting systems. The accounting treatment of property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements. Prior to July 1, 2003, governmental funds' infrastructure assets were not capitalized, since then these assets have been valued at estimated historical cost.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The City capitalizes assets with an original cost greater than \$30,000 and with a useful lifespan longer than five years.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	30 – 60 years
Roadway improvements	50 years
Sidewalks, curbs and gutters	50 years
Storm drain pipes/structures	50 years
Traffic signal devices	5 – 40 years
Landscaping	30 years
Signage	25 years
Leasehold improvements	5 years
Machinery and equipment	5 – 20 years
Vehicles	5 – 10 years

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

J. Compensated Absences

Compensated absences represent the vested portion of accumulated vacation and sick leave. In governmental funds, the cost of vacation and sick leave benefits is recognized when payments are made to employees. Upon separation, all accrued vacation and accrued comp time is paid and in proprietary funds, a long-term liability for such benefits has been recorded.

K. Deferred Outflows/Inflows of Resources

Deferred outflows and inflows of resources represent the consumption or acquisition of net assets applicable to future periods. The City reports deferred outflows related to pensions, leases, and bond refunding costs under GASB Statements No. 68, 87, and 63. Deferred inflows are recorded for resources received after the eligibility requirements are met but the revenues are not received within the availability period, or are amounts arising from actuarial assumptions.

L. Net Position Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the statement of net position, a flow assumption must be made about the order in which the resources are applied.

It is the City's policy to consider restricted net position to have been depleted before unrestricted net position.

M. Long-term Liabilities

In both the governmental-wide financial statements and proprietary fund financial statements, long-term debt and other long-term liabilities are reported as liabilities in the applicable statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bond.

In the fund financial statements, governmental fund types recognized bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources.

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Equity Classification

Government-Wide Statements

Equity is classified as net position and is displayed in three components:

Net investment in capital assets – consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position – consists of net position with constraints placed on the use by external groups such as creditors, grantors, contributors, or by laws or regulations of other governments or law through constitutional provisions or enabling legislation.

Unrestricted net position – all other net position that do not meet the definition of “restricted” or “net investment in capital assets debt.”

Fund Financial Statements

Governmental fund equity is classified as fund balance. Fund balance is classified as nonspendable, restricted, committed, assigned or unassigned. Proprietary fund equity is classified the same as in the government-wide statements. The classifications for governmental funds are defined as follows for the City:

Fund balances for governmental funds are reported in categories that reflect the extent to which the City is bound to honor constraints on spending:

- Nonspendable: Includes amounts not in spendable form or legally required to be maintained intact. (e.g., inventory).
- Restricted: Amounts constrained by external parties or enabling legislation.
- Committed: Amounts designated for specific purposes by formal action (ordinance or resolution) of the City Council.
- Assigned: Amounts the City intends to use for specific purposes.
- Unassigned: Residual amounts in the General Fund not classified elsewhere.

The General Fund is the only fund that reports a positive unassigned fund balance. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

An additional safeguard to the City's fiscal sustainability lies in the General Fund's strategic reserve. The Council created this reserve in FY 2013 at 25 percent of operating expenditures for the year. The reserve is to be used to ensure adequate resources are available to manage cash flow and economic uncertainties, minimizing the impact to our employees and the Ukiah citizenry to the greatest extent possible.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Property Taxes

Property taxes in the State of California are administered for all local agencies at the county level and consist of secured, unsecured and utility tax rolls. The following is a summary of major policies and practices relating to property taxes:

Property Valuations are established by the Mendocino County Assessor for the secured and unsecured property tax rolls; the utility property tax roll is valued by the State Board of Equalization. Under the provision of Article XIII-A of the State Constitution (Proposition 13, adopted by the voters on June 6, 1978), properties are assessed at 100 percent of full value. From this base assessment, subsequent annual increases in valuation are limited to a maximum of two percent. However, an increase to full value is allowed for property improvements or upon change in ownership. Personal property is excluded from these limitations and is subject to annual reappraisal.

Tax Levies are limited to one percent of full assessed value which results in a tax rate of one percent assessed valuation under the provisions of Proposition 13. Tax rates for voter-approved indebtedness are excluded from this limitation.

Tax Levy Dates are attached annually on January 1, preceding the fiscal year for which the taxes are levied. The fiscal year begins July 1 and ends June 30 of the following year. Taxes are levied on both real and unsecured personal property as it exists at that time. Liens against real estate, as well as the tax on personal property are not relieved by subsequent renewal or change in ownership.

Tax Collections are the responsibility of the Mendocino County Treasurer-Tax Collector. Taxes and assessments on secured and utility rolls, which constitute a lien against the property, may be paid in two installments.

The First is due on November 1 of the fiscal year and is delinquent if not paid by December 10; the second is due on March 1 of the fiscal year and is delinquent if not paid by April 10.

Unsecured personal property taxes do not constitute a lien against property unless the taxes become delinquent. Payments must be made in one installment, which is delinquent if not paid by August 31 of the fiscal year. Significant penalties are imposed by the county for late payments. The City has elected to receive the City's portion of the property taxes from the county under the county Teeter Bill program. Under this program, the City receives 100 percent of the City's share of the levied property taxes in periodic payments with the county assuming the responsibility for the delinquencies.

Property Tax Administration Fees – the state of California FY 90-91 Budget Act authorized counties to collect an administrative fee for collection and distribution of property taxes.

Tax Levy Apportionments – due to the nature of the City-wide maximum levy, it is not possible to identify general-purpose tax rates for specific entities. Under State legislation adopted subsequent to the passage of Proposition 13, apportionments to local agencies are made by the county's auditor-controller based primarily on the ratio that each agency represented of the total City-wide levy for the three fiscal years prior to fiscal year 1979.

P. Interfund Transfers

Resources are reallocated between funds by reporting them as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Pensions

The City participates in the California Public Employees' Retirement System (CalPERS) and accounts for its pension obligations under GASB Statement No. 68. Pension liabilities, expenses, and deferred inflows/outflows are based on actuarial valuations. Pension contributions are recognized as expenditures when due in governmental funds and are deferred in the government-wide and proprietary funds.

R. New or Closed Funds

The City closed four funds:

- 1998 STIP Augmentation
- Museum Grant
- Trans-Traffic Congest Relief
- Skate Park

S. Leases

Lessor Accounting

The City acts as a lessor for noncancellable leases of City-owned land. In accordance with GASB Statement No. 87, the City recognizes a lease receivable and a deferred inflow of resources in both the government-wide and governmental fund financial statements at the commencement of the lease.

Initial Measurement

At the commencement of the lease, the lease receivable is measured at the present value of expected lease payments to be received during the lease term. The deferred inflow of resources is measured at the same amount as the lease receivable, adjusted for any lease payments received at or before the lease commencement date.

Subsequent Measurement

- The lease receivable is subsequently reduced by the principal portion of lease payments as they are received.
- The deferred inflow of resources is recognized as revenue over the lease term in a systematic and rational manner that aligns with the pattern of benefit provided to the lessee.

Key Estimates and Judgments

Significant estimates and judgments are required in determining key inputs for lease accounting. These include:

1. Discount Rate:
 - The City uses its incremental borrowing rate as the discount rate to calculate the present value of expected lease payments.
2. Lease Term:
 - The lease term includes the noncancellable period of the lease, along with any optional renewal periods that the lessee is reasonably certain to exercise.
3. Lease Receipts:
 - Lease receipts are composed of fixed payments specified in the lease agreement.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Monitoring and Remeasurement

The City monitors changes in circumstances that may require remeasurement of the lease receivable and deferred inflows of resources. Remeasurement is performed when changes occur that are expected to significantly affect:

- The lease term.
- The amount of expected lease receipts.

Such changes include modifications to the lease agreement or significant changes in lessee payments or conditions affecting the lessee's ability to meet payment obligations.

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NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

State and federal laws, as well as sound financial management practices, require governments to manage resources responsibly and ensure compliance with adopted budgets and other financial policies. In certain instances, fund balances or net positions may report deficits, which reflect timing differences, operational challenges, or other financial circumstances.

The following schedule provides information on major and non-major funds that reported deficit fund balances or net positions as of June 30, 2025. For each deficit, an explanation of its cause and the steps being taken to address the deficit is provided. The City is committed to resolving these deficits through various measures, including the use of specific revenue sources, operational adjustments, or financial planning strategies.

This disclosure ensures transparency and accountability while providing users of the financial statements with a clear understanding of the financial condition of these funds.

The following major and non-major funds had deficit fund balances/net positions as of June 30, 2025,

Major and Non-major Governmental Funds

Fund Name	Deficit	Discussion/Explanation
	Amount	
Streets Capital Improvement Fund	\$(2,237,702)	Deficit amount is the result of capital projects funded by a specific general revenue source (Measure Y) and will be eliminated with revenues received in 2026.
ARRC	(28,109)	Deficit amount is the result of prior capital projects and operational deficiencies. The deficit is being eliminated with future revenues generated by ARRC operations.
Winter Special Events	(210,907)	Deficit amount is the result of a capital acquisition using an interfund loan with the general fund and losses in the reporting year. The loan will be repaid with current available revenues annually, with full payoff expected in five years.
Rail Trail	(662,395)	Deficit amount is the result of capital funded by a specific revenue sources and will be eliminated when future and unavailable revenues are made available.

Major and Non-major Proprietary Funds

Fund Name	Deficit	Discussion/Explanation
	Amount	
Landfill	(11,040,515)	Total estimated costs for closure, post-closure, and corrective action plan based on most recent engineering study exceed available resources. Recently enacted surcharges collected at the Ukiah Transfer Station are expected to fund the difference. Those amounts are reported as transfers into the landfill enterprise fund.
Ambulance Services	(527,020)	Resulted from startup costs, including capital acquisitions. Paid for by an internal loan from the general fund. Will be repaid by fees collected for ambulance services.
Street Lighting	(328,691)	Resulted from past operational deficits and will be repaid by enhanced service fees.

NOTE 3 – CASH AND INVESTMENTS

The City follows the practice of pooling cash and investments of all funds except for the restricted funds required to be held by outside custodians, fiscal agents or trustees under the provisions of bond indentures. Cash and investments as of June 30, 2025 are classified in the accompanying financial statements as follows:

Cash and Investments								
								Total
<u>Cash equivalents and investments</u>								
Pooled cash and investments, at fair value								
Cash in bank								\$ 14,981,046
Cash in investment portfolio, excluding LAIF								19,995,802
Cash with LAIF								644,885
Total pooled investment balances								20,640,687
Non pooled cash and investments, at fair value								
Petty cash								12,996
Total non pooled cash, at fair value								12,996
Cash with fiscal agent								27,304,967
Total non pooled investments, at fair value								27,304,967
Total cash equivalents and investments								\$62,939,696
<u>Investment Portfolio Analysis</u>								
					Maturities (in years)			
PAR		% of Portfolio	Permitted by Policy	In compliance with investment policy	<1	1 to 2	>2	
\$ 8,545,000	US treasury obligations	41.54%	100%	Yes	\$ -	\$ 4,508,398	\$ 4,096,408	\$ 8,604,806
	Federal agency:							\$ -
250,000	Bank note	1.22%	100%	Yes	-	253,944	-	\$ 253,944
2,276,159	Commercial Mortgage-Backed Securit	11.07%	100%	Yes	95,680	435,904	1,699,308	\$ 2,230,892
85,000	Municipal obligations	0.41%	100%	Yes	-	-	85,758	\$ 85,758
4,475,000	Corporate notes	21.76%	30%	Yes	221,533	2,100,423	2,171,821	\$ 4,493,777
400,000	Certificates of deposit	1.94%	30%	Yes	-	406,124	-	\$ 406,124
3,855,154	Asset-backed securities	18.74%	20%	Yes	-	299,511	3,583,424	\$ 3,882,935
644,885	Local agency investment fund	3.14%	\$75M	Yes	644,885	-	-	\$ 644,885
37,552	Money market	0.18%	20%	Yes	37,566	-	-	\$ 37,566
\$ 20,568,750	Total pooled investments	100.00%			\$ 999,664	\$ 8,004,304	\$ 11,636,719	\$ 20,640,687
27,150,507	Money market	99.43%	20%	Yes	27,150,507	-	-	27,150,507
154,460	County of Mendocino treasury	0.57%	100%	Yes	154,460	-	-	154,460
	Total non-pooled investments	100.00%			\$ 27,304,967	\$ -	\$ -	\$ 27,304,967

Collateral and Categorization Requirements

At the fiscal year end, the City's carrying amount of demand deposits was \$14,981,046 and the bank account balance was \$23,383,329. The difference of \$8,402,283 represented outstanding checks and deposits in transit. All deposits not insured by Federal Depository Insurance Corporation (FDIC) would be covered by collateralized securities in accordance with California Government Code Section 53600-53609.

Investment Policy

The table below identifies the investment types that are authorized under provisions of the City's investment policy adopted August 16, 2005 (subsequently updated July 5, 2017), and in accordance with Section 53601 of the California Government Code. The table also identifies certain provisions of the investment policy that address interest rate risk, credit risk, and concentration of credit risk. The City's investment policy also limits the weighted average of the City's investment portfolio to 2.5 years and except for obligations of the U.S. government and its agencies, no more than 10 percent of the portfolio may be invested in the securities of any single issuer.

NOTE 3 – CASH AND INVESTMENTS (CONTINUED)

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
City of Ukiah Bonds	5 Years	None	10%
U.S. treasury obligations	5 Years	Unlimited	None
State of California obligations	5 Years	None	10%
Non-California state obligations	5 Years	None	10%
Local agency obligations	5 Years	None	10%
Federal agency or government sponsored enterprise obligations	5 Years	None	10%
Bankers' acceptances	180 Days	40%	5%
U.S. Commercial paper (highest rating)	270 Days	25%	5%
Negotiable certificates of deposit	5 Years	30%	5%
Repurchase agreements (1)	365 Days	None	10%
Reverse repurchase agreements (2)	92 Days	20%	10%
Medium-term notes-corporate or depository institutions (3)	5 Years	30%	5%
Money market funds (highest rating)	n/a	20%	10%
Local Agency Investment Fund (LAIF)	N/A	\$75m	\$75m
Time deposits	5 Years	25%	10%
Mortgage-backed and Asset-backed Securities (rated "AA" or better)	5 Years	20%	10%

- (1) Market value of collateral shall be valued at 102 percent and monitored daily.
- (2) Requires prior City Council approval.
- (3) Five years or less.

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City of Ukiah manages its exposure to interest rate risk is by investing in the State of California's Local Agency Investment Fund (LAIF), whose underlying securities have staggered maturities and are generally due on demand, which provides cash flow and liquidity needed for operations.

Disclosures Relating to 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 nationally recognized statistical rating organization. The City's investment policy limits credit risk by requiring compliance with the California Government Code for investment of public funds, as described in detail above.

Concentration of Credit Risk

NOTE 3 – CASH AND INVESTMENTS (CONTINUED)

Except for securities of the U.S. Government and its agencies, the investment policy of the City limits the amount that can be invested in any one issuer to no more than 10 percent of the total portfolio. As of June 30, 2025, holdings in any one issuer did not exceed 5 percent of the total portfolio.

Custodial Credit Risk

The credit risk for deposits is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The California government code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits:

The California government code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The fair value of the pledged securities in the collateral pool must be equal at least 110 percent of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150 percent of the secured public deposits.

On June 30, 2025, the City had \$13,731,046 in financial institutions that were not covered by the FDIC but were covered by collateralized securities of the financial institutions where the deposits were maintained.

The credit risk for investments is the risk that, in the event of the failure of counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of another party. The California government code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial 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 using mutual funds or government investment pools (such as LAIF).

Credit Risk Schedule

Investment Type	Total Investment	Minimum Legal Rating	Rating as of Fiscal Year End			
			AAA	AA+ to A-	BBB+	Unrated
US Treasury obligations	\$ 8,604,806	N/A	\$ -	\$ 8,604,806	\$ -	\$ -
Federal agency/GSE	2,230,892	N/A	-	2,230,892	-	-
Bank note	253,944	N/A	-	253,944	-	-
Municipal obligations	85,758	N/A	-	-	-	85,758
Corporate notes	4,493,777	N/A	-	4,285,867	207,910	-
Negotiable certificates of deposit	406,124	N/A	-	406,124	-	-
Asset-backed securities	3,882,935	N/A	2,856,698	-	-	1,026,237
LAIF	644,885	N/A	-	-	-	644,885
Money market	37,566	N/A	-	-	-	37,566
County of Mendocino treasury	154,460	N/A	-	-	-	154,460
Held by fiscal agent:						
Money market	27,150,507	N/A	-	-	-	27,150,507
Total	<u>\$ 47,945,654</u>		<u>\$ 2,856,698</u>	<u>\$ 15,781,633</u>	<u>\$ 207,910</u>	<u>\$ 29,099,413</u>

Fair Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are other than quoted process

NOTE 3 – CASH AND INVESTMENTS (CONTINUED)

included in Level 1 and are valued using a matrix pricing model using either directly or indirectly observable inputs; Level 3 inputs are significant unobservable inputs.

Fair Value Schedule

Investment Type	Total Investment	Investments Not Measured at Fair Value	Level	
			1	2
US Treasury obligations	\$ 8,604,806	\$ -	\$ -	\$ 8,604,806
Federal agency/GSE	2,230,892	-	-	2,230,892
Bank note	253,944	-	-	253,944
Municipal obligations	85,758	-	-	85,758
Corporate notes	4,493,777	-	-	4,493,777
Negotiable certificates of deposit	406,124	-	-	406,124
Asset-backed securities	3,882,935	-	-	3,882,935
LAIF	644,885	644,885	-	-
Money market	37,566	37,566	-	-
County of Mendocino treasury	154,460	154,460	-	-
Held by fiscal agent:				
Money market	27,150,507	27,150,507	-	-
Total	<u>\$ 47,945,654</u>	<u>\$ 27,987,418</u>	<u>\$ -</u>	<u>\$ 19,958,236</u>

Participation in an External Investment Pool

The City is a voluntary participant in the California Local Agency Investment Fund (LAIF), which is regulated by California Government Code Section under the oversight of the Local Investment Advisory Board (Board). The Board consists of five members as designated by state statute and is chaired by the State Treasurer who is responsible for the day-to-day administration of LAIF. The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis, which is different from the fair value of the City's position in the LAIF pool. The State Treasurer determines fair value on its investment portfolio based on market quotations for those securities where market quotations are readily available. As of June 30, 2025, the City's investment in LAIF was \$644,885. The total amount invested by all public agencies at that time was \$24.48 billion. LAIF is part of the California Pooled Money Investment Account (PMIA), which on June 30, 2025, has a balance of \$178.1 billion. Financial Statements of LAIF and PMIA may be obtained from the California Treasurer's web site at www.treasurer.ca.gov.

NOTE 4 – RECEIVABLES

The City's accounts receivable represent amounts due from a variety of sources as of June 30, 2025. These receivables include balances from grants and subventions, leases, loans, customer accounts, and other accounts related to the City's operations. The amounts are categorized by governmental and business-type activities and are presented net of any allowance for doubtful accounts.

The receivables reflect the City's ongoing efforts to recover amounts due for services rendered, grant-funded projects, lease agreements, and loan programs. The allowance for doubtful accounts is based on management's assessment of the collectability of certain receivables, considering historical trends, economic conditions, and the creditworthiness of the counterparties.

The following schedule summarizes receivables by activity, type, and net amounts. A breakdown of the concentration of receivables is also provided, highlighting the proportion due from other governments versus individuals and businesses.

Accounts receivable consisted of the following at June 30, 2025:

	Receivables	Allowance	Net
Governmental activities			
Interest	\$ 50,083	\$ -	\$ 50,083
Accounts receivable:			
Customers	5,650,549	-	5,650,549
Total Governmental activities	5,700,632	-	5,700,632
Business-type activities			
Interest	44,408	-	44,408
Accounts receivable:			
Customers	14,919,319	(2,649,847)	12,269,472
Total Business-type activities	14,963,727	(2,649,847)	12,313,880
Total receivables	\$ 20,664,359	\$ (2,649,847)	\$ 18,014,512

As of June 30, 2025, the City's receivables are composed of 19.7% from other governments and 80.3% from individuals and businesses. Receivables from other governments primarily include amounts due from state and federal grant reimbursements for infrastructure projects and operational programs. Receivables from individuals and businesses consist of utility charges, lease payments, and housing and economic development loans.

No single individual, business, or government entity accounts for more than 25% of the total receivables. As a result, the City does not consider its receivables to be subject to significant concentration risk.

NOTE 5 – LOANS AND NOTES RECEIVABLE

Through the City's various housing rehabilitation funds, first-time homebuyer funds, and business/economic development loan programs, the City provides loans to qualifying individuals and businesses to support affordable housing, community development, and economic growth. Interest rates vary depending on the terms of the loan, ranging from 0% to market, and interest accrues on loans that bear interest. Loans are typically secured by property liens to ensure repayment.

Loans and notes receivable for the year ended June 30, 2025, consisted of the following:

Loans and Notes Receivable				
	Beginning 7/1/2024	Additions	Deletions	Ending 6/30/2025
Major governmental funds:				
Other Agencies	1,817,466	245,000	(22,990)	2,039,476
Miscellaneous	1,818		(1,013)	805
Nonmajor governmental funds:				
Special revenue funds:				
LMIHF Housing Asset Fund	1,505,348	462,291	-	1,967,639
CDBG Program Income	353,276	131,938	(134,747)	350,467
Home Program Income	8,671,726	471,457	(148,191)	8,994,992
Total governmental funds	12,349,634	1,310,686	(306,941)	13,353,379
Total loans/notes receivable	\$ 12,349,634	\$ 1,310,686	\$ (306,941)	\$ 13,353,379

Loan Terms and Policies

Loan Terms:

- Loan terms typically range from 1 to 30 years, depending on the specific program or fund requirements.
- Fixed interest rates are applied, ranging from 0% to market, as determined by individual loan agreements.

Default and Delinquency:

- The City monitors loans for delinquency and default. Delinquent loans are subject to collection procedures as outlined in the loan agreements.
- Loans in default may be subject to foreclosure or other legal remedies based on the lien agreements.

Allowance for Doubtful Accounts:

- As of June 30, 2025, the City has determined that all loans are collectible, and no allowance for doubtful accounts has been recorded.

Notes Receivable:

- Notes receivable represent individual loans secured by property liens in favor of the City and the Redevelopment Successor Agency. These loans are funded through various programs, including Community Development Block Grants (CDBG) and federal HOME housing programs. When repaid, the funds are designated for purposes allowed under reuse guidelines.

NOTE 5 – LOANS AND NOTES RECEIVABLE (CONTINUED)

Program Descriptions

Other Agencies:

- Includes loans provided to the Ukiah Valley Fire Protection District and the Mendocino Solid Waste Management Authority (MSWMA). These loans are typically offered interest-free to honor the partnership nature of the relationship between the City and these agencies. The loans are intended to support operational needs and are structured to be repaid as quickly as possible.

LMHIF Housing Asset Fund:

- Supports low- and moderate-income housing initiatives, consistent with state and federal guidelines.

CDBG Program Income:

- Provides loans for community and economic development activities, primarily for low- and moderate-income households.

HOME Program Income:

- Funds affordable housing activities, including first-time homebuyer assistance and housing rehabilitation projects.

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NOTE 6 – CAPITAL ASSETS

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

Capital Assets - Governmental					
	Balance July 1, 2024	Additions	Deletions	Transfers	Balance June 30, 2025
Governmental activities:					
Nondepreciable assets:					
Land	\$ 4,596,065	\$ 1,079,185	-	-	\$ 5,675,250
Construction in progress	7,547,345	12,724,176	(183,323)	(4,088,231)	15,999,967
Total nondepreciable assets	12,143,410	13,803,361	(183,323)	(4,088,231)	21,675,217
Depreciable assets:					
Buildings and improvements	21,938,365	45,900	-	327,113	22,311,378
Technology subscriptions	1,382,407	597,863	-	-	1,980,270
Machinery, equipment, and vehicles	11,487,723	1,456,032	(139,740)	389,960	13,193,975
Infrastructure and network	74,070,077	846,467	-	4,082,843	78,999,387
Total depreciable assets	108,878,572	2,946,262	(139,740)	4,799,916	116,485,010
Total	121,021,982	20,837,854	(323,063)	(3,376,546)	138,160,227
Accumulated depreciation and amortization:					
Buildings and improvements	(9,826,841)	(729,178)	-	(212,623)	(10,768,642)
Technology subscriptions	(616,671)	(547,774)	-	-	(1,164,445)
Machinery, equipment, and vehicles	(7,257,399)	(548,133)	139,740	(285,212)	(7,951,004)
Infrastructure and network	(28,495,649)	(1,228,728)	-	-	(29,724,377)
Total accumulated depreciation	(46,196,560)	(3,053,813)	139,740	(497,835)	(49,608,468)
Net depreciable assets	62,682,012	(107,551)	-	4,302,081	66,876,542
Total governmental capital assets, net	74,825,422	13,695,810	(183,323)	213,850	88,551,759

Allocation of Depreciation and Amortization Expense

Governmental Activities:	
General government	\$ 834,913
Housing and community development	491
Public works	1,555,961
Public safety	185,613
Recreation and culture	193,602
Parks, buildings, and grounds	<u>\$283,233</u>
Total Depreciation Expense	\$ 3,053,813

NOTE 6 – CAPITAL ASSETS (CONTINUED)

Business-type capital asset activity for the year ended June 30, 2025, was as follows:

Capital Assets - Business-type

	Balance July 1, 2024	Additions	Deletions	Transfers	Balance June 30, 2025
Business-type activities:					
Nondepreciable assets:					
Land	\$ 8,051,152	\$ -	\$ -	\$ -	\$ 8,051,152
Capacity rights	270,000	450,000	-	-	720,000
Construction in progress	51,265,537	27,031,234	(4,615)	(7,768,781)	70,523,375
Total nondepreciable assets	59,586,689	27,481,234	(4,615)	(7,768,781)	79,294,527
Depreciable assets:					
Buildings and improvements	63,789,794	-	-	(327,113)	63,462,681
Machinery, equipment, and vehicles	15,701,245	1,137,037	-	(240,752)	16,597,530
Infrastructure and network	179,913,589	360,926	-	7,624,961	187,899,477
Total depreciable assets	259,404,628	1,497,963	-	7,057,096	267,959,688
Total	318,991,317	28,979,197	(4,615)	(711,685)	347,254,215
Accumulated depreciation:					
Buildings and improvements	(38,298,692)	(1,391,498)	-	212,624	(39,477,566)
Machinery, equipment, and vehicles	(10,084,505)	(773,948)	-	285,212	(10,573,241)
Infrastructure and network	(48,828,264)	(3,903,469)	-	-	(52,731,733)
Total accumulated depreciation	(97,211,461)	(6,068,914)	-	497,836	(102,782,540)
Net depreciable assets	162,193,167	(4,570,952)	-	7,554,932	165,177,148
Total business-type capital assets, net	\$ 221,779,856	\$ 22,910,282	\$ (4,615)	\$ (213,850)	\$ 244,471,674

Business-type Activities:

Water	\$ 1,866,161
Sewer	2,273,091
Electric	1,507,958
Landfill	14,681
Parking	1,195
Airport	234,060
Conference Center	50,979
Golf	5,706
Ambulance	115,083
Total Depreciation Expense	\$ 6,068,914

NOTE 7 – LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the year ended June 30, 2025.

Long-term Obligations						
	Beginning Balance July 1, 2024	Additions	Reductions	Transfers	Ending Balance June 30, 2025	Due within One Year
Governmental Activities						
2017 fire engine lease (direct borrowing)	\$ 426,313	\$ -	\$ 118,051	\$ -	\$ 308,262	\$ 121,016
2017 I-Bank financing lease (direct borrowing)	3,478,158	-	97,291	-	3,380,867	100,501
Technology subscription liability	613,386	597,861	401,717	-	809,531	447,131
2020 fire brush truck equipment lease (direct borrowing)	143,035	-	22,437	-	120,598	22,980
2020 fire self-contained breathing apparatus equipment lease (direct borrowing)	232,675	-	33,485	-	199,190	34,295
Series 2020A Community Facilities Lease Revenue Bonds	2,105,000	-	95,000	-	2,010,000	100,000
2020A unamortized premium	298,460	-	17,556	-	280,904	17,556
Series 2020B CalPERS Taxable Lease Revenue Bonds	30,333,090	-	864,708	-	29,468,382	897,216
Series 2022 Lease Revenue Bonds (Street Projects)	12,770,000	-	1,385,000	-	11,385,000	1,440,000
2022 unamortized premium- Streets Projects	1,174,156	-	167,737	-	1,006,419	167,737
Series 2022 Lease Revenue Bonds (Corporation Yard Projects)	14,335,000	-	290,000	-	14,045,000	305,000
2022 unamortized premium-Corp Yard Projects	1,093,264	-	40,491	-	1,052,773	40,491
Net pension liability	15,501,374	-	2,066,554	-	13,434,818	-
Compensated absences	1,266,685	73,159	-	110,494	1,450,338	145,034
Total	\$ 83,770,596	\$ 671,020	\$ 5,600,027	\$ 110,494	\$ 78,952,081	\$ 3,838,956
Business-Type Activities						
2017 CalTrans Aeronautics Loan - Airport (direct borrowing)	\$ 126,920	\$ -	\$ 11,417	\$ -	\$ 115,503	\$ 11,683
2016 Water Revenue Refunding Bonds	7,205,000	-	460,000	-	6,745,000	480,000
2016 unamortized premium	1,142,676	-	95,223	-	1,047,453	95,223
Landfill closure and post-closure	21,936,738	546,455	-	-	22,483,193	-
2017 SWRCB recycled water loan (direct borrowing)	16,648,813	-	540,179	-	16,108,633	545,581
Series 2020 Wastewater Refunding Bonds	19,206,000	-	1,543,000	-	17,663,000	1,581,000
Series 2020B CalPERS Taxable Lease Revenue Bonds	16,321,910	-	465,292	-	15,856,618	482,778
Series 2022 Lease Revenue Bonds (Utilities Projects)	8,770,000	-	-	-	8,770,000	-
2022 Utilities unamortized premium - Utilities Projects	1,011,272	-	59,486	-	951,786	59,486
Series 2022 Electric Revenue Bonds	8,880,000	-	330,000	-	8,550,000	345,000
2022 Electric unamortized premium	938,409	-	55,200	-	883,209	55,200
2024 Ambulance and emergency equipment lease (direct borrowing)	-	711,225	52,337	-	658,888	130,426
Net pension liability	4,219,844	801,410	-	-	5,021,254	-
Compensated absences	701,692	164,721	-	(110,494)	755,918	75,592
Total	\$107,109,274	\$ 2,223,810	\$ 3,612,134	\$(110,494)	\$105,610,456	\$ 3,861,969

The general fund is primarily responsible for liquidating the net pension liability and compensated absences of governmental activities.

GOVERNMENTAL ACTIVITIES

2017 Fire Engine Lease (direct borrowing)

In October 2017, the City entered into a finance purchase agreement with Umpqua Bank for the purchase of two Type-1 fire engines totaling \$1,125,731. Principal and interest payments are due semi-annually on May 1 and November 1 of each year with an interest rate of 2.45 percent. Lease payments are made by the General Fund. The total combined amount of accumulated depreciation on both fire engines is \$408,993. The agreement contains a provision that if a default occurs then the City shall pay to the lessor the entire outstanding balance of all progress payments advanced by lessor plus all interim rent due through the commitment termination date. Interest shall accrue on the total amount due hereunder at the lesser of eighteen percent (18 %) per annum or the maximum rate permitted by law from the commitment termination date to the date of actual payment.

NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)

2017 I-Bank Financing Lease (direct borrowing)

In August 2017, the City entered into an agreement for \$4,000,000 with the California Infrastructure and Economic Development Bank (I-Bank) to finance roadway and other right-of-way improvements related to the Redwood Business Park. Principal is paid annually commencing on August 1, 2018, and interest payments are made semi-annually on August 1 and February 1 at an interest rate of 3.30 percent. Lease payments are made primarily by the General Fund. The total combined amount of accumulated depreciation on the roadway improvements is \$400,000. The funds are secured with collateral of a leased asset located at 300 Seminary Avenue, Ukiah. The note contains a provision that in the event of default, and to terminate the financing lease, the City will surrender the possession of the leased asset. The City may elect not to terminate the lease, and to continue to pay each installment. There contain no acceleration clauses.

Subscription-Based Information Technology Arrangements (SBITAs)

The City has entered into three subscription-based information technology arrangements (SBITAs) subject to GASB Statement No. 96, which require the recognition of a right-to-use intangible asset and a corresponding liability for the subscription term. These arrangements support essential City operations. During the fiscal year ended June 30, 2025, the City recorded a principal reduction of \$40,250 on its SBITA liability. Payments under these agreements are budgeted annually and allocated to the respective operating funds benefiting from the arrangements. The liability reflects the present value of future payments discounted at the City's incremental borrowing rate of 3.5%.

2020 Fire Brush Truck Lease (direct borrowing)

In February 2020, the City entered into a finance purchase agreement with Umpqua Bank for the purchase of one Skeeter fire brush truck totaling \$227,606. Principal and interest payments are due semi-annually on March 1 and September 1 of each year with an interest rate of 2.8 percent. Lease payments are made by the General Fund. The total combined amount of accumulated depreciation on this truck is \$34,141. The agreement contains a provision that if a default occurs then the City shall pay to the lessor the entire outstanding balance of all progress payments advanced by lessor plus all interim rent due through the commitment termination date. Interest shall accrue on the total amount due hereunder at the lesser of eighteen percent (18%) per annum or the maximum rate permitted by law from the commitment termination date to the date of actual payment.

2020 Self-Contained Breathing Apparatus Lease (direct borrowing)

In November 2020, the City entered an equipment lease with Umpqua Bank for the purchase of one self-contained breathing apparatus system totaling \$343,762.85. Principal and interest payments are due on June 1 and December 1 of each year with an interest rate of 2.39 percent. Lease payments are made by both the General Fund and the Ukiah Valley Fire District at an even 50 percent split. The agreement contains a provision that if a default occurs then the City shall pay to the lessor the entire outstanding balance of all progress payments advanced by lessor plus all interim rent due through the commitment termination date. Interest shall accrue on the total amount due hereunder at the lesser of eighteen percent (18%) per annum or the maximum rate permitted by law from the commitment termination date to the date of actual payment.

Series 2020A Lease Revenue Bonds (Community Facilities Improvement Project)

The Series 2020A Lease Revenue Bonds (Community Facilities Improvement Project), dated December 1, 2020, were issued in the original amount of \$2,530,000 and are secured with a pledge consisting primarily of base rental payments to be made by the City as rental for certain City-owned property. The bonds were issued to reimburse the City for the purchase of the Bank of America building in 2020 and to fund renovations for the new customer service center and roof replacement at the museum. As of June 30, 2025, renovations have been delayed due to compliance with ADA and other architectural challenges, and the remaining bond proceeds continue to be reserved for these improvements. Principal payments are due annually in amounts ranging from \$150,000 to \$175,000 through 2040,

NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)

with interest payable semi-annually on April 1 and October 1, at rates ranging from 3.00 percent to 4.00 percent. In the event of default, there is no remedy of acceleration of the total base rental payments due over the term of the lease, and neither the Ukiah Public Financing Authority nor the Trustee is empowered to sell or relet the leased facilities to redeem the bonds or pay debt service.

Series 2020B Taxable Lease Revenue Bonds (CalPERS Prepayment Project)

Dated December 1, 2020, the original amount of the obligation was \$49,875,000 and is secured with a pledge consisting primarily of base rental payments to be made by the City as rental for certain City-owned property. This obligation is shared with business-type funds, with the governmental fund's share being 65 percent. The obligation principal is payable in annual installments, ranging from \$705,000 to \$3,015,000 through year 2049. Interest is payable semi-annually on April 1 and October 1 of each year, commencing October 1, 2023, with an interest rate ranging from 1.37 percent to 3.706 percent. The Series 2020B Taxable Lease Revenue Bonds were issued to refinance a portion of the UAL of the City's Miscellaneous, Safety Fire, and Safety Police pension plans with CalPERS. In the event of a default, there is no remedy of acceleration of the total base rental payments due over the term of the lease and neither the Ukiah Public Financing Authority nor the Trustee are empowered to sell or relet the leased facilities and use the proceeds of such sale or reletting to redeem the bonds or pay debt service with respect thereto.

Series 2022 Lease Revenue Bonds (Street Projects)

Dated March 9, 2022, the original amount of the obligation was \$15,350,000 and is secured with a pledge consisting primarily of base rental payments made for the use of all the city's street. The obligation principal is payable in annual installments beginning April 1, 2023, ranging from \$1,245,000 to \$1,825,000. Interest on the Bonds are payable semiannually on April 1 and October 1 of each year, commencing October 1, 2023, and bear an interest rate of 4.0 percent. The Series 2023 Lease Revenue Bonds (Street Projects) were issued to finance various street improvement projects. In the event of a default, there is no remedy of acceleration of the total base rental payments due over the term of the lease and neither the Ukiah Public Financing Authority nor the Trustee are empowered to sell or relet the leased facilities and use the proceeds of such sale or reletting to redeem the bonds or pay debt service with respect thereto.

Series 2022 Lease Revenue Bonds (Corporation Yard Projects)

Dated March 9, 2022, the original amount of the obligation was \$14,850,000 and is secured with a pledge consisting primarily of base rental payments made for the use of all the city's street. The obligation principal is payable in annual installments, ranging from \$235,000 to \$815,000. Interest on the Bonds are payable semiannually on April 1 and October 1 of each year, commencing October 1, 2023, and bear an interest rate of 4.0 percent. The Series 2023 Lease Revenue Bonds (Corporation Yard Projects) were issued to finance the renovation of the city's Corporation Yard facilities. In the event of a default, there is no remedy of acceleration of the total base rental payments due over the term of the lease and neither the Ukiah Public Financing Authority nor the Trustee are empowered to sell or relet the leased facilities and use the proceeds of such sale or reletting to redeem the bonds or pay debt service with respect thereto.

NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)

The annual debt service of these obligations to maturity are as follows:

Debt Service Schedule										
Governmental										
Year Ending June 30,	Governmental Activities									
	Capital Lease, Fire Engines (2017)		I-Bank Financing Lease (2017)		Technology Subscription Liability		Capital Lease, Fire Brush Truck (2020)		Equipment Lease, Self-Contained Breathing Apparatus (2020)	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	121,016	6,943	100,501	120,053	447,131	31,071	22,980	2,764	34,295	4,587
2027	124,055	3,904	103,817	116,381	171,234	13,978	23,536	2,208	35,125	3,757
2028	63,191	789	107,243	112,587	139,254	7,455	24,106	1,638	35,975	2,907
2029	-	-	110,782	108,667	51,911	2,025	24,689	1,055	36,846	2,036
2030	-	-	114,438	104,619	-	-	25,287	457	37,738	1,144
2031-2035	-	-	631,394	457,530	-	-	-	-	19,210	231
2036-2040	-	-	742,680	334,291	-	-	-	-	-	-
2041-2045	-	-	873,582	189,329	-	-	-	-	-	-
2046-2050	-	-	596,435	33,567	-	-	-	-	-	-
2051-2055	-	-	-	-	-	-	-	-	-	-
Total	\$ 308,262	\$ 11,636	\$ 3,380,872	\$ 1,577,024	\$ 809,529	\$ 54,529	\$ 120,598	\$ 8,122	\$ 199,189	\$ 14,662
Due within one year	\$ 121,016	\$ 6,943	\$ 100,501	\$ 120,053	\$ 447,131	\$ 31,071	\$ 22,980	\$ 2,764	\$ 34,295	\$ 4,587
Due after one year	187,246	4,693	3,280,371	1,456,971	362,399	23,458	97,618	5,358	164,894	10,075
Total	\$ 308,262	\$ 11,636	\$ 3,380,872	\$ 1,577,024	\$ 809,529	\$ 54,529	\$ 120,598	\$ 8,122	\$ 199,189	\$ 14,662

Year Ending June 30,	Series 2020A Community Facilities Lease Revenue Bonds		Series 2020B CalPERS Taxable Lease Revenue Bonds		Series 2022 Lease Revenue Bonds (Street Projects)		Series 2022 Lease Revenue Bonds (Corporation Yard Projects)		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	100,000	80,400	897,216	1,127,367	1,440,000	455,400	305,000	537,263	3,468,139	2,365,848
2027	105,000	76,400	916,722	1,105,489	1,500,000	397,800	315,000	525,063	3,294,489	2,244,980
2028	110,000	72,200	952,480	1,081,303	1,560,000	337,800	325,000	512,463	3,317,249	2,129,142
2029	115,000	67,800	991,490	1,054,172	1,620,000	275,400	340,000	499,463	3,290,718	2,010,617
2030	120,000	63,200	1,033,750	1,024,665	1,685,000	210,600	355,000	485,863	3,371,213	1,890,548
2031-2035	655,000	242,000	5,867,669	4,587,293	3,580,000	216,200	2,005,000	2,200,165	12,758,273	7,703,419
2036-2040	805,000	99,000	7,346,778	3,365,395	-	-	2,450,000	1,748,565	11,344,458	5,547,251
2041-2045	-	-	8,260,249	1,694,671	-	-	2,850,000	1,222,565	11,983,831	3,106,565
2046-2050	-	-	3,202,028	276,192	-	-	5,100,000	628,039	8,898,463	937,798
2051-2055	-	-	-	-	-	-	1,605,000	78,651	1,605,000	78,651
Total	\$ 2,010,000	\$ 701,000	\$ 29,468,382	\$ 15,316,547	\$11,385,000	\$ 1,893,200	\$ 15,650,000	\$ 8,438,100	\$ 63,331,833	\$ 28,014,820
Due within one year	\$ 100,000	\$ 80,400	\$ 897,216	\$ 1,127,367	\$ 1,440,000	\$ 455,400	\$ 305,000	\$ 537,263	\$ 3,468,139	\$ 2,365,848
Due after one year	1,910,000	620,600	28,571,166	14,189,180	9,945,000	1,437,800	15,345,000	7,900,837	59,863,694	25,648,972
Total	\$ 2,010,000	\$ 701,000	\$ 29,468,382	\$ 15,316,547	\$11,385,000	\$ 1,893,200	\$ 15,650,000	\$ 8,438,100	\$ 63,331,833	\$ 28,014,820

Business-Type Activities

2017 Caltrans Aeronautics Loan – Airport (direct borrowing)

Loan issued to the City for the design, purchase, and installation of a 12,000-gallon service aviation gas fuel tank at the Ukiah Municipal Airport. Annual principal and interest payments are made at an annual interest rate of 2.33 percent, are due February each year. Revenues generated by airport operations secure payments. In the event of default, the State may take one or more of the following actions: (i) declare the entire outstanding principal amount of the loan and all accrued interest immediately due and payable; (ii) notify the City that they may be ineligible for future financing under the program.

2016 Water Revenue Refunding Bonds

Dated March 1, 2016, the original amount of the obligation was \$11,155,000 and is secured with a pledge of net revenues from the City's Water system. The obligation principal is payable in annual installments beginning September 1, 2016, ranging from \$475,000 to \$740,000 through September 1, 2035. Interest payments commence September 1, 2016, and are payable semiannually on September 1st and March 1st and pay interest ranging from 2.00 percent to 3.125 percent. The bonds contain a provision that, in an event of default, outstanding amounts may become immediately due. The 2016 Water Revenue Refunding Bonds were issued to refund the 2005 ABAG Bonds

NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)

(Water Treatment Plant Installment Loan) and the SWRCB Water Treatment Loan. The two debt obligations were used to acquire and construct capital improvements to the City's water treatment plant.

Series 2020 Wastewater Revenue Refunding Obligations (2020 Wastewater Refunding Project)

Dated February 24, 2020, the original amount of the obligation was \$25,010,000 and is secured with a pledge of net revenues from the City's wastewater system. Proceeds were used to refund the ABAG 2006 Water & Wastewater Revenue Bonds, Series A. The obligation principal and interest payments at an annual interest rate of 2.42% are payable in annual installments, ranging from \$1,998,772 to \$1,999,719 through March 1, 2035. The bonds contain a provision that, in an event of default, outstanding amounts may become immediately due.

2017 SWRCB Recycled Water Loan (direct borrowing)

In July 2017, the City entered into an agreement with the California State Water Resource Control Board (SWRCB) to finance the development and construction of a recycled water system. Construction was completed in September 2019. Annual principal and interest payments will be made for a thirty-year term at an interest rate of 1.00 percent. The loan will be repaid with revenues from the Water Enterprise Fund. In the event of a breach of contract, the City will immediately repay any amount equal to the project funds disbursed, accrued interest, penalty assessments and additional payments.

Series 2020B Taxable Lease Revenue Bonds (CalPERS Prepayment Project)

Dated December 1, 2020, the original amount of the obligation was \$49,875,000 and is secured with a pledge consisting primarily of base rental payments to be made by the City as rental for certain City-owned property. This obligation is shared with governmental funds, with the business-type fund's share being 35 percent. The obligation principal is payable in annual installments beginning April 1, 2021, ranging from \$705,000 to \$3,015,000 through year 2049. Interest is payable semi-annually on April 1 and October 1 of each year, commencing October 1, 2021, with an interest rate ranging from 1.37 percent to 3.706 percent. The Series 2020B Taxable Lease Revenue Bonds were issued to refinance a portion of the UAL of the City's Miscellaneous, Safety Fire, and Safety Police pension plans with CalPERS. In the event of a default, there is no remedy of acceleration of the total base rental payments due over the term of the lease and neither the Ukiah Public Financing Authority nor the Trustee are empowered to sell or relet the leased facilities and use the proceeds of such sale or reletting to redeem the bonds or pay debt service with respect thereto.

Series 2022 Lease Revenue Bonds (Utilities Projects)

Dated March 9, 2022, the original amount of the obligation was \$8,770,000 and is secured with a pledge consisting primarily of base rental payments made for the use of all the city's street. The obligation principal is payable in annual installments, ranging from \$435,000 to \$760,000. Interest on the Bonds are payable semiannually on April 1 and October 1 of each year, commencing October 1, 2022, and bear an interest rate of 4.0 percent. The Series 2022 Lease Revenue Bonds (Corporation Yard Projects) were issued to finance various utility projects. In the event of a default, there is no remedy of acceleration of the total base rental payments due over the term of the lease and neither the Ukiah Public Financing Authority nor the Trustee are empowered to sell or relet the leased facilities and use the proceeds of such sale or reletting to redeem the bonds or pay debt service with respect thereto.

Series 2022 Electric Revenue Bonds

Dated March 3, 2022, the original amount of the obligation was \$9,190,000. The obligation is payable solely from the revenues and from certain other amounts of deposit in funds and accounts. The obligation principal is payable in annual installments, ranging from \$310,000 to \$680,000. Interest on the Bonds are payable in annual installments commencing on March 1, 2023, and bear interest rates of 3.0 to 5.0 percent. The Series 2023 Bonds are being issued to (i) finance improvements to the Electric System of the City, and (ii) pay certain costs incurred in connection with the issuance of the Bonds. In the event of default, the Trustee has the right to accelerate the total unpaid

NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)

principal amount of the unpaid payments under the Installment Sale Agreement, including the Installment Payments. However, due to events outside the control of the City, there is no assurance that the City would have sufficient funds to pay the accelerated payments.

2024 Ambulance & Emergency Equipment Lease (direct borrowing)

In October 2024, the City entered into a municipal lease-purchase agreement with Umpqua Bank Equipment Leasing & Finance to acquire three ambulances and emergency medical equipment totaling \$711,225. Monthly payments of \$13,524 are due from February 1, 2025, through January 1, 2030, including an administrative fee assessed with the first payment. In the event of default, the Lessor may accelerate all amounts due and recover the equipment as provided in the agreement. Title transfers to the City upon payment of all installments and the \$1 purchase option.

The annual debt service of these obligations to maturity are as follows:

Debt Service Schedule

Business-type	Business-type Activities									
	2017 CalTrans Aeronautics Loan - Airport		2016 Water Revenue Refunding Bonds		2017 SWRCB Recycled Water Loan		Series 2020 Wastewater Refunding Bonds		Series 2020B CalPERS Taxable Lease Revenue Bonds	
Year Ending June 30,	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	11,683	2,691	480,000	270,569	545,581	161,086	1,581,000	417,934	482,784	606,771
2027	11,956	2,419	505,000	245,943	551,037	155,631	1,620,000	379,444	493,278	594,996
2028	12,234	2,140	530,000	220,069	556,548	150,120	1,659,000	339,998	512,520	581,978
2029	12,519	1,855	560,000	192,819	562,113	144,555	1,700,000	299,608	533,510	567,238
2030	12,811	1,564	585,000	164,193	567,734	138,934	1,741,000	258,226	556,250	551,361
2031-2035	54,300	3,201	3,345,000	403,522	2,924,974	608,363	9,362,000	634,318	3,157,331	2,468,374
2036-2040	-	-	740,000	11,563	3,074,178	459,160	-	-	3,953,222	1,810,882
2041-2045	-	-	-	-	3,230,992	302,347	-	-	4,444,751	911,884
2046-2050	-	-	-	-	3,395,806	137,534	-	-	1,722,972	148,616
2051-2055	-	-	-	-	699,671	6,997	-	-	-	-
Total	\$ 115,503	\$ 13,870	\$ 6,745,000	\$ 1,508,678	\$ 16,108,633	\$ 2,264,726	\$ 17,663,000	\$ 2,329,528	\$ 15,856,618	\$ 8,242,100
Due within one year	\$ 11,683	\$ 2,691	\$ 480,000	\$ 270,569	\$ 545,581	\$ 161,086	\$ 1,581,000	\$ 417,934	\$ 482,784	\$ 606,771
Due after one year	103,820	11,179	6,265,000	1,238,109	15,563,052	2,103,640	16,082,000	1,911,594	15,373,834	7,635,329
Total	\$ 115,503	\$ 13,870	\$ 6,745,000	\$ 1,508,678	\$ 16,108,633	\$ 2,264,725	\$ 17,663,000	\$ 2,329,528	\$ 15,856,618	\$ 8,242,100

Year Ending June 30,	Series 2022 Lease Revenue Bonds (Utilities Projects)		Series 2022 Electric Revenue Bonds		Municipal Lease-Purchase, Ambulances and Emergency		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	-	356,300	345,000	356,350	130,426	31,860	3,576,474	417,934
2027	-	356,300	360,000	339,100	137,527	24,759	3,678,798	379,444
2028	435,000	356,300	360,000	321,100	145,014	17,272	4,210,316	339,998
2029	455,000	338,900	395,000	303,100	152,909	9,377	4,371,051	299,608
2030	470,000	320,700	415,000	283,350	93,012	1,654	4,440,807	258,226
2031-2035	2,660,000	1,300,000	2,390,000	1,111,600	-	-	23,893,605	634,318
2036-2040	3,255,000	700,000	2,945,000	549,450	-	-	-	-
2041-2045	1,495,000	90,200	1,340,000	60,600	-	-	-	-
2046-2050	-	-	-	-	-	-	-	-
2051-2055	-	-	-	-	-	-	-	-
Total	\$ 8,770,000	\$ 3,818,700	\$ 8,550,000	\$ 3,324,650	\$ 658,888	\$ 84,923	\$ 74,467,642	\$ 21,587,174
Due within one year	\$ -	\$ 356,300	\$ 345,000	\$ 356,350	\$ 130,426	\$ 31,860	\$ 3,576,474	\$ 417,934
Due after one year	8,770,000	3,462,400	8,205,000	2,968,300	528,462	53,063	70,891,168	21,169,240
Total	\$ 8,770,000	\$ 3,818,700	\$ 8,550,000	\$ 3,324,650	\$ 658,888	\$ 84,923	\$ 74,467,642	\$ 21,587,174

NOTE 8 – LANDFILL CLOSURE

State and federal laws and regulations require the City to place a final cover on its landfill upon closure and to perform maintenance and monitoring functions at the landfill site for 30 years after closure. The recognition of closure and post-closure care costs is based on the amount of landfill used during the year. As of June 30, 2025, the estimated liability for landfill closure and post-closure care costs is \$22,483,193, including \$1,183,865 for corrective action liability. This liability reflects 100.0% usage (filled) of the landfill.

The estimated total current cost of landfill closure and post-closure care is based on the most recent engineering study, which assumes all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of June 30, 2025. Actual costs may vary due to inflation, changes in technology, or revisions to state and federal regulations.

At June 30, 2025, the City has \$11,163,067 in cash and other current assets designated for landfill closure and post-closure care, \$11,100,607 of which is held within its pooled investments. This leaves a funding shortfall of \$11,320,126, which the City intends to address through future annual contributions, service charges, and other revenue sources.

The liability includes the following components:

Final cover installation: \$12,544,088
Post-closure monitoring: \$8,755,240
Corrective action liability: \$1,183,865

The City adjusts the estimated liability for inflation annually using the U.S. Department of Commerce, Bureau of Economic Analysis, Table 4.

The City is in compliance with all current state and federal laws governing landfill closure and post-closure care. Changes in regulations or environmental conditions may result in additional costs.

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NOTE 9 – INTERFUND TRANSACTIONS

Interfund transactions are an integral component of the City's financial operations, facilitating the transfer of resources between funds to support operations, capital projects, and debt service requirements. These transactions occur with City Council approval as part of the budget process and are recorded in accordance with the City's debt management policy.

INTERFUND TRANSFERS

Transfers represent the reallocation of resources between funds, primarily for the following purposes:

1. To provide subsidies from one fund to another.
2. To fund significant capital projects.
3. To accumulate resources for debt service.

The schedule below details interfund transfers for the fiscal year ended June 30, 2025:

Interfund Transfers							
Transfers In							
Transfers Out	General Fund	Streets Capital Improvement	General Capital Projects	Non-major Governmental Funds	Landfill	Water	Total
General fund	\$ -	\$ 2,757,989	\$ -	\$ 2,498	\$ -	\$ -	\$ 2,760,487
Non-major governmental funds	1,101,769	-	-	3,711	430,000	-	1,535,480
Water	-	-	305,563	-	-	-	305,563
Wastewater	-	-	1,141,648	-	-	300,000	1,441,648
Total	\$ 1,101,769	\$ 2,757,989	\$ 1,447,211	\$ 6,209	\$ 430,000	\$ 300,000	\$ 6,043,178

Significant transfers during the year included:

- \$2,757,989 transferred from the General Fund to the Streets Capital Improvement Fund, funded in part by Measure Y proceeds, to support streets and transportation-related capital improvement projects.
- \$1,101,769 transferred from non-major governmental funds to the General Fund to support general municipal operations in accordance with adopted budget allocations.
- \$430,000 transferred from the transfer station governmental funds to the Landfill Fund to support landfill closure, post-closure, and related regulatory compliance activities.
- \$305,563 transferred from the Water Fund to the General Capital Projects Fund to finance system capital improvements and related infrastructure needs.
- \$300,000 transferred from the Wastewater Fund to the Water Fund to support annual operating costs of recycled water facilities.

NOTE 9 – INTERFUND TRANSACTIONS (CONTINUED)

INTERFUND BORROWING

Pursuant to the City's debt management policy, interfund loans are recorded for the purposes of financing operations, grant activities, or capital projects on a temporary basis.

Interfund borrowing facilitates the temporary and long-term reallocation of resources to manage cash flow and finance operational and capital needs. These transactions are classified into the following categories:

Interfund Borrowing and Internal Balances

Borrowing Fund (Due To)		Lending Fund (Due From)	
Fund Name	Amount	Fund Name	Amount
City Wastewater Operations	\$ 293,243	Water	\$ 293,243
Conference Center Fund	175,264	General Fund	175,264
Winter Special Events	33,556	General Fund	33,556
Prop 172	1,000	General Fund	1,000
City Wastewater Operations	1,000,000	Pension Stabilization Fund	1,000,000
Streets Capital Improvements	1,000,000	General Capital Projects	1,000,000
Streets Capital Improvements	1,281,906	2106 Gas Tax	1,281,906
Water	1,000,000	General Capital Projects	1,000,000
Total Due To	4,784,969	Total Due From	4,784,969

Borrowing Fund (Advances From)		Lending Fund (Advances To)	
Fund Name	Amount	Fund Name	Amount
Riverside Park	12,005	General Fund	12,005
ARRC	26,601	General Fund	26,601
Winter Special Events	177,590	General Fund	177,590
Rail Trail	140,359	General Fund	140,359
Parking District #1	26,136	General Fund	26,136
Transfer Station	58,551	General Fund	58,551
Ambulance Services Fund	1,529,771	General Fund	1,529,771
Golf	830,200	General Fund	830,200
Conference Center Fund	123,546	General Fund	123,546
Airport Capital Improvement	195,187	General Fund	195,187
Playground & Park Amenities	30,000	City Administrative Services	30,000
City Sewer Capital Projects	1,681,372	General Capital Projects	1,681,372
Water	425,707	Golf	425,707
Street Lighting	321,621	Electric	321,621
Ambulance Services Fund	1,300,000	General Capital Projects	1,300,000
City Wastewater Operations	3,000,000	Pension Stabilization Fund	3,000,000
Total Advances From	9,878,646	Total Advances To	9,878,646

Total Interfund Borrowing	\$ 14,663,615		\$ 14,663,615
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Due To/From Other Funds:

- Represent temporary interfund borrowings expected to be repaid within the fiscal year.
- These balances address timing differences between cash outflows and reimbursements or revenues.

Advances To/From Other Funds:

- Represent long-term interfund borrowings with specified repayment schedules.
- These transactions are formalized through agreements, with terms and conditions approved per the City's debt management policy.

NOTE 10 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the City participates. The City is a member of the California Intergovernmental Risk Authority (CIRA), a public entity pool comprised of fifty statewide California charter and associate member cities (formerly the Redwood Empire Municipal Insurance Fund [REMIF], see Note 12 for additional information). CIRA is organized under a Joint Powers Agreement pursuant to the California Government Code. The purpose of CIRA is to arrange and administer programs of insurance for the pooling of self-insured losses and to purchase excess insurance coverage. The City pays an annual premium to CIRA for its workers' compensation, general liability and property coverage.

The City of Ukiah participates in the following three CIRA programs:

General Liability Insurance

Annual premiums are paid by the member cities and are adjusted retrospectively to cover costs. The City of Ukiah self-insures for the first \$25,000 of each loss and pays 100 percent of all losses incurred under \$25,000. The City does not share or pay for losses of other cities under \$5,000, depending on the entity's deductible amount. Participating cities then share in the next \$5,000 to \$1,000,000 per loss occurrence. Specific coverage includes comprehensive and general automotive liability, personal injury, contractual liability, professional liability, and certain other coverage. CIRA is a member of Public Risk, Innovation, Solutions, and Management (PRISM), which provides CIRA with an additional \$39,000,000 liability insurance coverage over and above CIRA retention level of \$1,000,000.

Worker's Compensation

Periodic deposits are paid by member cities and are adjusted retrospectively to cover costs. The City of Ukiah is self-insured for the first \$50,000 of each loss and pays 100 percent of all losses incurred under \$50,000. The City does not share or pay for losses of other cities under \$5,000.

Property Insurance

The City participates in CIRA's property insurance program. The annual deposits paid by participating member cities are based upon deductibility levels and are not subject to retroactive adjustments. The City of Ukiah has a deductible level of \$25,000 for high-risk flood zones and \$100,000 for all wildfire and property related claims, and a coverage limit of \$600,000,000 declared value.

Separate internal service funds are maintained by the City for the City's deductibles and allocated share of pooled costs noted above. The total cash and investments held in these funds at June 30, 2025, was \$599,311.

Changes in the Internal Service Funds claims liability amounts in fiscal year 2025 and 2024 were as follows:

	2025	2024
Balance, beginning of the fiscal year	\$ -	\$ 143,486
Claims and adjustments	-	-
Claims payments	-	(143,486)
Balance, end of the fiscal year	\$ -	\$ -

NOTE 10 – RISK MANAGEMENT (CONTINUED)

In the past four years, no claims for general liability or workers' compensation have exceeded the City's purchased insurance coverage.

In accordance with the CIRA governing documents, CIRA Board has the authority to levy a cash assessment for any pooled coverage program on the Participating member. CIRA's overall equity balance was \$30,559,260 as of June 30, 2024.

Risks Management Coverage		
Amount	Coverage Provider	Payment Source
General Liability Claims:		
\$0-25,000	Self-insured Retention	City funds
25,001-40,000,000	PRISM	Shared risk pool
Workers Compensation Claims:		
\$0-10,000	Self-insured Retention	City funds
10,001-750,000 (Non-Safety)	Commercial Re-insurance	Shared risk pool
1,000,000 (Safety)		
1,000,001-20,000,000	Commercial Reinsurance	Shared risk pool
Property Liability Claims:		
Claims other than High Risk		
Flood Claims:		
\$0-100,000	Deductible	City funds
100,001-600,000,000	PRISM	Shared risk pool
High Risk Flood Claims:		
\$0-10,000	Deductible	City funds
10,001-100,000,000	PRISM	Shared risk pool

The following is a summary of the most recent audited financial statements of REMIF as of and for the fiscal year ended June 30, 2024. As of the date of this report, 2025 information was not yet available.

REMIF Equity, June 30, 2024	
Total assets	\$ 30,471,567
Total deferred outflows of resources	-
Total liabilities	18,560,643
To deferred inflow of resources	161,033
Members' equity	<u>\$ 11,749,891</u>
Net operating revenues	\$ 19,856,923
Total operating expenses	20,453,593
Operating income (loss)	<u>\$ (596,670)</u>

The following is a summary of the most recent audited financial statements of CIRA as of and for the fiscal year ended June 30, 2024.

NOTE 10 – RISK MANAGEMENT (CONTINUED)

CIRA Equity, June 30, 2024

Total assets	\$	91,609,051
Total deferred outflows of resources		1,415,965
Total liabilities		61,999,475
Total deferred inflow of resources		466,281
Members' equity	\$	<u>30,559,260</u>
Net operating revenues	\$	54,895,825
Total operating expenses		<u>51,310,598</u>
Operating income (loss)	\$	<u>3,585,227</u>

REMIF and CIRA issues separate audited financial reports, which for June 30, 2025 were not available at the time of publication of the City's Annual Comprehensive Financial Report. Copies of those reports may be obtained from REMIF and CIRA at 2330 East Bidwell Suite 150, Folsom, CA 95630.

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NOTE II – PUBLIC EMPLOYEE RETIREMENT PLAN

PUBLIC AGENCY COST-SHARING MULTIPLE-EMPLOYER DEFINED BENEFIT PENSION PLAN (SAFETY)

Plan Description

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (the Plan), administered by the California Public Employees' Retirement System (CalPERS). The Plan's benefit provisions are established by statute. The Plan is included as a pension trust fund in the CalPERS Annual Comprehensive Financial Report, which is available online at www.calpers.ca.gov.

The Plan consists of a miscellaneous pool and a safety pool (referred to as "risk pools"), which are comprised of individual employer miscellaneous and safety rate plans, respectively, including those of the City of Ukiah. The City of Ukiah does not have any rate plans in the miscellaneous risk pool. The City of Ukiah's employer rate plans in the safety risk pool include the Safety Fire plan (Fire), the Safety Police plan (Police), the PEPRA Safety Fire plan (PEPRA Safety Fire) and the PEPRA Safety Police plan (PEPRA Police).

Benefits Provided

The Plan 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. Classic members and PEPRA Safety members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. PEPRA Miscellaneous members with five years of total service are eligible to retire at age 52 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after five years of service. The death benefit is the Basic Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law. The Plans' provisions and benefits in effect at June 30, 2025, are summarized as follows:

Employer Rate Plans in the Safety Risk Pool

Employer rate plan	Fire	Police	PEPRA Fire	PEPRA Police
	Prior to January 01, 2013	On or after January 01, 2013	On or after January 01, 2013	On or after January 01, 2013
Hire Date				
Benefit formula	3.0% @ 55	3.0% @ 50	2.7% @ 57	2.7% @ 57
Benefit vesting schedule	5 years of service	5 years of service	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life	Monthly for life	Monthly for life
Retirement age	50	50	50	50
Monthly benefits, as of % of eligible compensation	2.4% to 3.0%	3.0%	2.0% to 2.7%	2.0% to 2.7%
Required employee contribution rates	8.99%	8.99%	14.5%	14.5%
Required employer contribution rates	26.29%	29.3%	14.72%	14.72%

NOTE II – PUBLIC EMPLOYEE RETIREMENT PLAN (CONTINUED)

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 CalPERS actuary and shall be effective on the July 1 following notice of a change in the rate. Contribution rates for the employer rate plans are determined through the CalPERS' annual actuarial valuation process. Each employer rate plan's actuarially determined rate is based on the estimated amount necessary to pay the employer rate plan's allocated share of the cost of benefits earned by employees during the year, and any unfunded accrued liability. The City of Ukiah is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The City of Ukiah's contributions to the risk pools in the Plan for the year ended June 30, 2025, were as follows:

	Contributions
Miscellaneous Risk Pool	\$0
Safety Risk Pool	1,329,856
Total contributions	<u>\$1,329,856</u>

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

As of June 30, 2025, City of Ukiah reported net pension liabilities for its proportionate shares of the net pension liability of each risk pool as follows:

	Proportionate Share of Net Pension Liability
Miscellaneous Risk Pool	\$0
Safety Risk Pool	7,245,596
Total net pension liability	<u>\$7,245,596</u>

* The proportionate share of the total NPL to each of the enterprise and internal service funds is not being allocated because it is deemed to have an immaterial effect on the financial statements.

The City of Ukiah's net pension liability for each risk pool is measured as the proportionate share of each risk pool's net pension liability. GASB 68 indicates that to the extent different contribution rates are assessed based on separate relationships that constitute the collective net pension liability, the determination of the employer's proportionate share of the collective net pension liability should be made in a manner that reflects those relationships. The allocation method used by CalPERS to determine each employer's proportionate share reflects those relationships through the employer rate plans they sponsor within the respective risk pools. An actuarial measurement of the employer's rate plan liability and asset-related information are used where available, and proportional allocations of individual employer rate plan amounts as of the valuation date are used where not available.

The City of Ukiah's proportionate share of the net pension liability as of June 30, 2023, the valuation date, was calculated as follows:

NOTE II – PUBLIC EMPLOYEE RETIREMENT PLAN (CONTINUED)

In determining an employer's proportionate share, the employer rate plans included in the Plan were assigned to either the Miscellaneous or Safety risk pool. Estimates of the total pension liability and the fiduciary net position were first determined for the individual rate plans and each risk pool as of the valuation date, June 30, 2023. Each employer rate plan's fiduciary net position was subtracted from its total pension liability to obtain its net pension liability as of the valuation date. The City of Ukiah's proportionate share percentage for each risk pool at the valuation date was calculated by dividing the City of Ukiah's net pension liability for each of its employer rate plans within each risk pool by the net pension liability of the respective risk pool as of the valuation date.

The City of Ukiah's proportionate share of the net pension liability as of June 30, 2024, the measurement date, was calculated as follows:

Each risk pool's total pension liability was computed at the measurement date, June 30, 2024, by applying standard actuarial roll-forward methods to the total pension liability amounts as of the valuation date. The fiduciary net position for each risk pool at the measurement date was determined by CalPERS' Financial Office. The net pension liability for each risk pool at June 30, 2024, was computed by subtracting the respective risk pool's fiduciary net position from its total pension liability.

The individual employer risk pool's proportionate share percentage of the total pension liability and fiduciary net position as of June 30, 2024, was calculated by applying City of Ukiah's proportionate share percentage as of the valuation date (described above) to the respective risk pool's total pension liability and fiduciary net position as of June 30, 2024, to obtain the total pension liability and fiduciary net position as of June 30, 2024. The fiduciary net position was then subtracted from total pension liability to obtain the net pension liability as of the measurement date.

The City of Ukiah's proportionate share percentage of the net pension liability for each risk pool as of June 30, 2023, and June 30, 2024, was as follows:

	Safety Risk Pool
Proportion at measurement date – June 30, 2023	0.103201%
Proportion at measurement date – June 30, 2024	0.099380%
Change – increase (decrease)	(0.003821)%

NOTE II – PUBLIC EMPLOYEE RETIREMENT PLAN (CONTINUED)

For the year ended June 30, 2025, the City of Ukiah recognized pension expense of \$2,576,148. At June 30, 2025, the City of Ukiah 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
Differences between Expected and Actual Experience	\$1,603,375	(\$52,733)
Changes of Assumptions	489,638	0
Net Difference between Projected and Actual Earnings on Pension Plan Investments	1,189,142	0
Adjustment due to Differences in Proportions	1,506,542	0
Differences between Actual and Required Contributions	0	(2,792,900)
Contributions after Measurement Date	1,329,856	0
Total	\$6,118,553	(\$2,845,633)

Amounts other than contributions subsequent to the measurement date reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Measurement Date June 30:	Deferred Outflows/(Inflows) of Resources
2025	\$375,339
2026	2,205,313
2027	(250,936)
2028	(386,652)
2029	0
Thereafter	0
Total	1,943,064

NOTE II – PUBLIC EMPLOYEE RETIREMENT PLAN (CONTINUED)

Actuarial Assumptions

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

	<u>Safety</u>
Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Payroll Growth	2.80%
Projected Salary Increase ⁽¹⁾	Varies By Age & Length of Service
Investment Rate of Return ⁽²⁾	6.80%
Mortality Rate Table ⁽³⁾	Derived using CalPERS' Membership Data for all Funds

⁽¹⁾ Depending on age, service and type of employment

⁽²⁾ Net of Pension Plan Investment and Administrative Expenses; includes Inflation

⁽³⁾ 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%. To determine whether the municipal bond rate should be used in the calculation of a discount rate for the Plan, CalPERS stress tested employer rate plans within the Plan 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 employer rate plans run out of assets. Therefore, the current 6.90% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The stress test results are presented in a detailed report, GASB Statements 67 and 68 Crossover Testing Report for Measurement Date June 30, 2024 based on June 30, 2023 Valuations, that can be obtained from the CalPERS website.

According to Paragraph 30 of GASB 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. For the CalPERS Plan, the 6.80% investment return assumption used in this accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 10 basis points. An investment return excluding administrative expenses would have been 6.90%. Using this lower discount rate has resulted in a slightly higher total pension liability and net pension liability. CalPERS checked the materiality threshold for the difference in calculation and did not find it to be a material difference.

NOTE II – PUBLIC EMPLOYEE RETIREMENT PLAN (CONTINUED)

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

In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return.

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 geometric rates of return are net of administrative expenses.

Asset Class	Assumed Asset Allocation	Real Return ^{1,2}
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%)

(1) An expected price inflation of 2.3% used for this period.

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

Sensitivity of the City of Ukiah's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the City of Ukiah's proportionate share of the net pension liability of the each risk pool as of the measurement date, calculated using the discount rate, as well as what the City of Ukiah'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:

	Discount Rate -1% (5.90%)	Current Discount Rate (6.90%)	Discount Rate +1% (7.90%)
City of Ukiah's proportionate share of the Safety Risk Pool's net pension liability	\$18,727,187	\$7,245,596	(\$2,144,732)

NOTE II – PUBLIC EMPLOYEE RETIREMENT PLAN (CONTINUED)

AGENT MULTIPLE-EMPLOYER DEFINED BENEFIT PENSION PLAN (MISCELLANEOUS)

Plan Descriptions

All qualified permanent and probationary employees are eligible to participate in the City's separate Miscellaneous Plan, an agent multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Plan are established by State statute and Local Government resolution. 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.

Benefits Provided

The Plan is an agent multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). A full description of the pension plan regarding number of employees covered, benefit provisions, assumptions (for funding purposes but not accounting purposes), and membership information are listed in the plan's June 30, 2024 Annual Actuarial Valuation Report. Details of the benefits provided can be obtained in Appendix B of the actuarial valuation report. This report is a publicly available valuation report that can be obtained at CalPERS' website under Forms and Publications.

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

Employees Covered

At June 30, 2025, the following employees were covered by the benefit terms for the Plan:

Benefits Provided	Miscellaneous	
	Prior to January 31, 2013	On or after January 1, 2013
Hire Date		
Benefit formula	2.7% @ 55	2% @ 62
Benefit vesting schedule	5 years service	
Retirement age	55	62
Monthly benefits as a % of eligible compensation	Depending on years of service	
Retired employee contribution rates	8.00%	8.00%
Required employer contribution rates	12.550%	14.500%

Employees Covered by Plan

Active	183
Transferred	36
Separated	125
Retired and beneficiaries	205

Contributions

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer contribution rates may change if plan contracts are amended. It is the

NOTE II – PUBLIC EMPLOYEE RETIREMENT PLAN (CONTINUED)

responsibility of the employer to make necessary accounting adjustments to reflect the impact due to any Employer-Paid Member Contributions or situations where members are paying a portion of the employer contribution.

Net Pension Liability

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

Actuarial Assumptions

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

Actuarial Assumptions	
	Miscellaneous
Valuation date	6/30/2023
Measurement	6/30/2024
Actuarial cost method	Entry-age normal
Discount rate	6.80%
Inflation	2.30%
Projected salary increase	Varies by age and length of service
Mortality (1)	Derived from CalPERS membership data for all funds

(1) The mortality table used was developed based on CalPERS specific data. The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. Pre-retirement and post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from December 2017 that can be found on the CalPERS website.

Discount Rate

The discount rate used to measure the total pension liability is 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 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.

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

In determining the long-term expected rate of return, CalPERS considered 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 (geometric) 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

NOTE II – PUBLIC EMPLOYEE RETIREMENT PLAN (CONTINUED)

long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded 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 equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

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

Asset Class	Assumed Asset Allocation	Real Return 1,2
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%)

(1) An expected price inflation of 2.3% used for this period.

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

NOTE II – PUBLIC EMPLOYEE RETIREMENT PLAN (CONTINUED)

Changes in Net Pension Liability

The changes in the Net Pension Liability for the Miscellaneous Plan recognized over the measurement period.

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a)-(b)
Balance at June 30, 2023	\$ 115,050,773	\$ 103,043,739	\$ 12,007,034
Beginning of Year Adjustment	-	-	-
Adjusted Balance at June 30, 2023	\$ 115,050,773	\$ 103,043,739	\$ 12,007,034
Changes Recognized for the Measurement Period:			
Service Cost	2,712,920		2,712,920
Interest on Total Pension Liability	7,911,801		7,911,801
Changes of Benefit Terms	-		-
Changes of Assumptions	-		-
Differences Between Expected and Actual Experience	1,343,019		1,343,019
Net Plan to Plan Resource Movement	-	-	-
Contribution - Employer	-	1,950,462	(1,950,462)
Contribution - Employees	-	1,212,797	(1,212,797)
Net Investment Income	-	9,684,886	(9,684,886)
Benefits Payments, Including Refunds of Employee Contributions	(6,172,942)	(6,172,942)	-
Administrative Expense	-	(83,847)	83,847
Other Miscellaneous Income (Expense)	-	-	-
Net Changes During 2023-2024	5,794,798	6,591,356	(796,558)
Balance at June 30, 2024	\$ 120,845,571	\$ 109,635,095	\$ 11,210,476

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

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

	Discount Rate -1%	Discount Rate	Discount Rate +1%
	5.90%	6.90%	7.90%
Plan's Net Pension Liability/(Asset)	\$ 26,747,749	\$ 11,210,476	\$ (1,671,708)

Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2025, the City recognized pension expense for the Miscellaneous Plan of \$4,087,803. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources for the miscellaneous Plan from the following sources

NOTE II – PUBLIC EMPLOYEE RETIREMENT PLAN (CONTINUED)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 2,044,952	\$ -
Changes of assumptions	292,227	-
Difference between actual and expected experience	1,118,300	(114,304)
Net differences between projected and actual earnings on plan investments	2,092,973	-
Total	<u>\$ 5,548,452</u>	<u>\$ (114,304)</u>

\$2,044,952 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 ended 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:

Measurement Periods Ended June 30:	Deferred Outflows/(Inflows) of Resources
2025	\$ 900,790
2026	3,171,548
2027	(146,651)
2028	(536,490)
2029	-
Therafter	-

Payable to the Pension Plan

At June 30, 2025, the City reported a payable of \$ -0- for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2025.

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NOTE 12 – JOINT VENTURES

The City of Ukiah participates in several joint ventures that involve shared governance, financial responsibilities, and operational collaboration with other entities. These joint ventures provide essential services and infrastructure to the City and its residents.

Ukiah Valley Fire Authority (UVFA)

The City of Ukiah is a member of the Ukiah Valley Fire Authority (UVFA), a joint powers authority established in 2017 under the Joint Exercise of Powers Act (California Government Code Section 6500 et seq.). The UVFA was formed through an agreement between the City of Ukiah and the Ukiah Valley Fire Protection District to provide coordinated fire protection, emergency medical response, and disaster preparedness services across the Ukiah Valley region.

The UVFA is governed by a Fire Authority Board with representatives from both the City and the District. The Board is responsible for establishing policies, approving budgets, and overseeing operations. The UVFA is funded through member contributions, service fees, and other revenue sources. While the City provides staffing, facilities, and administrative support to the UVFA, the Authority operates independently. The City has no obligation to fund deficits or guarantee debts, and the UVFA's financial activities are not included in the City's financial statements.

Ukiah Valley Water Authority (UVWA)

The City of Ukiah is a member of the Ukiah Valley Water Authority (UVWA), a joint powers authority established on April 1, 2024, and amended and restated on October 1, 2024, under the Joint Exercise of Powers Act. UVWA was formed to oversee and coordinate water services in the Ukiah Valley region and includes the City of Ukiah, Millview County Water District, Redwood Valley County Water District, Calpella County Water District, and Willow County Water District as member agencies.

The UVWA is governed by a Water Executive Committee with representation from each member agency. The Committee is responsible for approving budgets, setting water rates, and establishing policies. The City provides operational and administrative services to UVWA, including water system management and customer billing. These activities are reimbursed through UVWA's budget, and UVWA operates as a financially independent entity. The City is not financially accountable for UVWA and does not include UVWA's financial activities in its financial statements.

Northern California Power Agency (NCPA)

The City of Ukiah is a member of the Northern California Power Agency (NCPA), a joint powers authority established to purchase, generate, transmit, distribute, and sell electrical energy. NCPA is governed by a Commission, with one representative from each of its 14 members. Members participate in projects on an elective basis.

The City participates in several NCPA energy projects, including hydroelectric and geothermal facilities, and contributed \$10,697,085 for power supply in the fiscal year ended June 30, 2025. The City also maintains a reserve held by NCPA, with a balance of \$8,597,012 as of June 30, 2025, of which \$396,590 is restricted for NCPA OPS/Security accounts. While the City shares financial obligations for specific projects, NCPA operates independently, and its financial activities are not included in the City's financial statements.

NOTE 12 – JOINT VENTURES (CONTINUED)

Transmission Agency of Northern California (TANC)

The City of Ukiah is a member of the Transmission Agency of Northern California (TANC), a joint powers authority established to provide electric transmission facilities for its members. TANC is governed by a Commission with one representative per member. The City has authorized participation in TANC projects up to 1% of the total cost.

Participation Agreement with Ukiah Valley Sanitation District (UVSD)

The City of Ukiah operates the combined sewer system serving the City and the Ukiah Valley Sanitation District under a Participation Agreement. The agreement allocates costs for operations, maintenance, and capital improvements based on proportional use of the system. The City collects and accounts for revenues and expenditures related to the sewer system, which are reconciled with UVSD annually. While the City and UVSD share financial and operational responsibilities, the combined sewer system operates as a distinct activity, and the City includes its portion in its enterprise fund financial statements.

Participation in the Russian River Watershed Association (RRWA)

The City of Ukiah is a member of the Russian River Watershed Association, a joint venture created under California Government Code Section 6500. The RRWA facilitates regional collaboration among local governments to promote watershed stewardship, regulatory compliance, and efficient use of resources.

The RRWA is governed by a Board of Directors, with representatives from each member agency, including the City of Ukiah. The Board approves budgets, oversees programs, and authorizes contracts. Member contributions are based on a cost-sharing formula, with the City contributing \$198,732 during the fiscal year ended June 30, 2025.

The City benefits from RRWA's efforts in securing regional funding, addressing watershed-based regulatory issues, and conducting educational outreach. The City shares liabilities with other members for administrative costs and contracts executed on behalf of the RRWA. At fiscal year-end, the City's share of RRWA's net position was \$-61,860, and no material liabilities were outstanding.

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NOTE 13 – SERVICE CONTRACTS

The City of Ukiah has entered into service contracts with external agencies to provide critical public services. These contracts reflect collaborative arrangements where the City benefits from the services provided but does not share governance or financial accountability for the service providers' broader operations.

1. Mendocino Solid Waste Management Authority (MSWMA)

The City of Ukiah is a participant in the Mendocino Solid Waste Management Authority (MSWMA), a regional agency created to site, license, develop, maintain, and operate waste disposal facilities and implement a comprehensive solid waste management plan. The MSWMA serves the County of Mendocino and three incorporated cities, including Ukiah.

The MSWMA is governed by a commission with one representative from each participating city and two representatives from the Mendocino County Board of Supervisors. Funding for the MSWMA comes primarily from operational revenue and state and federal grants. The City utilizes MSWMA's services but does not have financial accountability for its operations or liabilities beyond service usage. The City's financial activities related to MSWMA are recorded in its enterprise funds as part of solid waste management expenses.

2. Mendocino Transit Authority (MTA)

The City of Ukiah participates in the Mendocino Transit Authority (MTA), a regional public transportation provider serving Mendocino County and its incorporated cities. The MTA is governed by a board of directors, including one representative from each participating city and three members appointed by the Mendocino County Board of Supervisors.

The MTA provides public transportation services funded primarily through fare box revenue, state and federal transportation grants, and contributions from member agencies. The City's involvement is limited to supporting MTA's transit operations within the City and participating in its governance through board representation. The City does not have financial accountability for MTA's broader operations or liabilities.

3. Hopland Public Utility District

The City has entered into a Master Services Agreement (MSA) with the Hopland Public Utility District to provide operational, administrative, financial, billing, and collection services. These services include water and sewer operations, customer billing, financial reporting, clerking, and other support functions. The District remains an independent special district governed by its own board, and the City does not assume financial accountability for District operations. The City recognizes revenue for services provided under the MSA.

4. River Estates Mutual Water Company

Under a service agreement, the City provides operational, administrative, billing, and collection services to the River Estates Mutual Water Company. Services include utility operations, customer billing, financial administration, and clerking support. The Company is a separate legal entity and is not financially accountable to the City. The City records service revenue in accordance with the agreement.

5. Ukiah Valley Sanitation District

The City entered into a service agreement with the Ukiah Valley Sanitation District to provide administrative, billing, and collection services. The agreement follows the prior Master Services Agreement previously administered by Willow County Water District, now transitioned to the City under the Ukiah Valley Water Authority structure. The District remains independent, and the City does not have financial accountability for the District's operations. Service revenue is recognized under the terms of the agreement.

NOTE 14 – COMMITMENTS AND CONTINGENCIES

Grants and Allocations

The City receives funding from several federal, state and local grant programs, principally Community Development Block Grants (CDBG). These programs are subject to financial and compliance review by grantors. Expenditures, if any, which may be disallowed by the granting agencies, cannot be determined at this time. The City does not expect the undeterminable amounts of disallowed expenditures, if any, to materially affect the financial statements. Receipt of these federal, state and local grant revenues is not assured in the future.

Construction commitments. The government has active construction projects as of June 30, 2025. The projects include street reconstruction and rehabilitation, park improvements, airport, and utility infrastructure improvements. At year end the government's significant commitments with contractors were as follows:

Construction Commitments

Project	Spent to Date	Remaining Commitment
Recycled Water Project - Phase 4	\$ 45,441,835	\$ 4,090,460
Urban Core Rehabilitation and Transportation Improvements	10,970,195	4,048,444
Thickening and Dewatering Improvements	3,118,911	174,489
Rail Trail - Phase 4	613,701	2,883,605

Encumbrances and related appropriation lapse at the end of the year but are re-appropriated and become part of the subsequent year's budget because performance under the executory contract is expected in the next year.

Encumbrances. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year end the number of encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

Encumbrances Fund(s)	Encumbrances
General fund	\$ 299,801
General capital projects	3,325,611
Nonmajor governmental funds	4,273,699
Internal service funds	2,150,054
Landfill	42,441
Electric	191,607
Waster	5,746,951
Wastewater	502,915
Nonmajor enterprise funds	623,757
Total	\$ 17,156,836

NOTE 15 – NEW PRONOUNCEMENTS

The Governmental Accounting Standards Board (GASB) periodically issues statements to enhance the financial reporting of governmental entities. The City has implemented or is currently evaluating the impact of the following GASB statements:

Recently Implemented Pronouncements

GASB Statement No. 101 - Compensated Absences:

- Effective for fiscal years beginning after December 15, 2023.
- GASB 101 updates the accounting and reporting for compensated absences. The City has assessed its existing policies and determined the guidance will not have a material impact on the financial statements.

GASB Statement No. 102 - Certain Risk Disclosures:

- Effective for fiscal years beginning after June 15, 2024.
- Management evaluated the applicability of GASB Statement No. 102 as of June 30th, 2025. No concentrations or constraints resulting in vulnerability to the risk of a substantial impact were identified; therefore, no GASB 102 disclosures are required.

Upcoming Pronouncements

The following GASB statements have been issued but are not yet effective and are being evaluated by the City for potential impacts:

GASB Statement No. 103 - Financial Reporting Model Improvements:

- Effective for fiscal years beginning after June 15, 2025.
- This statement revises the information presented in the Management Discussion and Analysis (MD&A) to enhance the effectiveness of the financial reporting model. The City is in the process of evaluating the impact on the MD&A.

GASB Statement No. 104 - Disclosure of Certain Capital Assets:

- Effective for fiscal years beginning after June 15, 2025.
- This statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures. The City is in the process of evaluating its applicability.

The City will continue to monitor the impact of these and other pronouncements on its financial reporting to ensure compliance with all applicable standards.

NOTE 16 – SUCCESSOR AGENCY TRUST

On December 29, 2011, the California Supreme Court upheld Assembly Bill IX 26 (“the Bill”) that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of Ukiah that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

The Bill provides that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the “successor agency” to hold the assets until they are distributed to other units of state and local government. On January 9, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of City resolution number 2012-04.

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

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

Enforceable Obligations - Bonds

The following is a summary of changes in long-term liabilities for the year ended June 30, 2025:

Redevelopment Successor Private Purpose Trust Debt Service Activity

	Balance June 30, 2024	Additions	Reductions	Balance June 30, 2025	Due Within One Year
Trust Activities:					
Series 2019B Taxable Tax Allocation Bonds	2,834,752	-	717,252	2,117,500	748,446
Total trust fund debt	\$ 2,834,752	\$ -	\$ 717,252	\$ 2,117,500	\$ 748,446

Series 2019B Taxable Tax Allocation Bonds

On December 12, 2019, the Successor Agency issued \$4,236,617 in taxable tax allocation bonds to refund the outstanding Series 2011A and 2011B Tax Allocation Bonds. The bond series is comprised of \$4,236,617 in serial bonds maturing on December 1, 2028. The serial bonds require annual principal payments ranging from \$327,718 to \$748,446. The interest rate is 2.960%.

NOTE 16 – SUCCESSOR AGENCY TRUST (CONTINUED)

Future debt service for Fiduciary Activities at June 30, 2025, is as follows:

Year Ending June 30,	Series 2019B Taxable Tax Allocation Bonds	
	Principal	Interest
2026	748,446	51,601
2027	558,294	32,261
2028	404,048	18,018
2029	406,712	6,025
Total	<u>\$ 2,117,500</u>	<u>\$ 107,905</u>
Due within one year	\$ 748,446	\$ 51,601
Due after one year	<u>1,369,054</u>	<u>56,304</u>
Total	<u>\$ 2,117,500</u>	<u>\$ 107,905</u>

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REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULES OF CONTRIBUTIONS AND PROPORTIONATE SHARE OF TOTAL PENSION LIABILITY

Agent Multiple Employer (Miscellaneous)

Last Ten Years

Measurement Period	2024	2023	2022	2021	2020
TOTAL PENSION LIABILITY:					
Service Cost	\$2,712,920	\$2,545,784	\$2,387,254	\$2,093,144	\$1,935,834
Interest on Total Pension Liability	7,911,801	7,534,710	7,222,763	7,051,270	6,746,742
Changes of Benefit Terms	-	137,979	-	-	-
Changes of Assumptions	-	-	3,214,497	-	-
Difference Between Expected and Actual Experience	1,343,019	322,603	(1,257,342)	447,816	783,147
Benefit Payments, Including Refunds of Employee Contributions	(6,172,942)	(5,911,031)	(5,346,787)	(5,033,299)	(4,866,568)
Net Change in Total Pension Liability	\$5,794,798	\$4,630,045	\$6,220,385	\$4,558,931	\$4,599,155
Total Pension Liability – Beginning	115,050,773	110,420,728	104,200,343	99,641,412	95,042,257
Total Pension Liability – Ending (a)	\$120,845,571	\$115,050,773	\$110,420,728	\$104,200,343	\$99,641,412
PLAN FIDUCIARY NET POSITION					
Contributions – Employer	\$1,950,462	\$2,066,108	\$1,837,864	\$34,638,386	\$3,591,800
Contributions – Employee	1,212,797	1,014,518	916,632	872,626	852,263
Net Investment Income	9,684,886	6,108,310	(8,267,651)	18,014,124	2,998,613
Benefit Payments, Including Refunds of Employee Contributions	(6,172,942)	(5,911,031)	(5,346,787)	(5,033,299)	(4,866,568)
Net Plan to Plan Resource Movement	-	-	-	-	-
Administrative Expense	(83,847)	(73,417)	(69,002)	(62,272)	(84,369)
Other Miscellaneous Income/(Expense) ¹	-	-	-	-	-
Net Change in Fiduciary Net Position	\$6,591,356	\$3,204,488	\$(10,928,944)	\$48,429,565	\$2,491,739
Plan Fiduciary Net Position – Beginning ²	\$103,043,739	\$99,839,251	\$110,768,195	\$62,338,630	\$59,846,891
Plan Fiduciary Net Position – Ending (b)	109,635,095	103,043,739	99,839,251	110,768,195	62,338,630
Plan Net Pension Liability/(Asset) – (a)-(b)	\$11,210,476	\$12,007,034	\$10,581,477	\$(6,567,852)	\$37,302,782
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	90.72%	89.56%	90.42%	106.30%	62.56%
Covered Payroll ³	\$14,049,301	\$12,671,896	\$11,400,448	\$10,947,404	\$10,045,842
Plan Net Pension Liability/(Asset) as a Percentage of Covered-Employee Payroll	79.79%	94.75%	0.9282	(59.99%)	371.33%

Measurement Period	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY:					
Service Cost	\$1,842,840	\$1,808,418	\$1,823,230	\$1,572,047	\$1,612,003
Interest on Total Pension Liability	6,435,947	6,053,276	5,794,263	5,696,580	5,564,428
Changes of Benefit Terms	-	-	-	56,535	-
Changes of Assumptions	-	(544,277)	4,693,759	-	(1,318,850)
Difference Between Expected and Actual Experience	2,023,144	845,262	(1,456,928)	(1,392,062)	(1,280,133)
Benefit Payments, Including Refunds of Employee Contributions	(4,656,678)	(4,443,388)	(4,133,617)	(3,981,386)	(4,205,497)
Net Change in Total Pension Liability	\$5,645,253	\$3,719,291	\$6,720,707	\$1,951,714	\$371,951
Total Pension Liability – Beginning	89,397,004	85,677,713	78,957,006	77,005,292	76,633,341
Total Pension Liability – Ending (a)	\$95,042,257	\$89,397,004	\$85,677,713	\$78,957,006	\$77,005,292
PLAN FIDUCIARY NET POSITION					
Contributions – Employer	\$3,241,493	\$2,941,163	\$2,652,462	\$2,391,847	\$2,156,759
Contributions – Employee	774,314	727,232	659,895	648,121	634,373
Net Investment Income	3,744,146	4,534,314	5,421,492	246,475	1,106,699
Benefit Payments, Including Refunds of Employee Contributions	(4,656,678)	(4,443,388)	(4,133,617)	(3,981,386)	(4,205,497)
Net Plan to Plan Resource Movement	-	(132)	-	-	-
Administrative Expense	(40,522)	(83,002)	(71,957)	(30,145)	(55,697)
Other Miscellaneous Income/(Expense) ¹	132	(157,623)	-	-	-
Net Change in Fiduciary Net Position	\$3,062,885	\$3,518,564	\$4,528,275	\$(725,088)	\$(363,363)
Plan Fiduciary Net Position – Beginning ²	\$56,784,006	\$53,265,442	\$48,737,167	\$49,462,255	\$49,825,618
Plan Fiduciary Net Position – Ending (b)	59,846,891	56,784,006	53,265,442	48,737,167	49,462,255
Plan Net Pension Liability/(Asset) – (a)-(b)	\$35,195,366	\$32,612,998	\$32,412,271	\$30,219,839	\$27,543,037
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.97%	63.52%	62.17%	61.73%	64.23%
Covered Payroll ³	\$9,257,248	\$8,821,982	\$8,412,838	\$7,949,673	\$8,008,361
Plan Net Pension Liability/(Asset) as a Percentage of Covered-Employee Payroll	380.19%	369.68%	385.27%	380.14%	343.93%

- 1 During Fiscal Year 2017-18, as a result of Governmental Accounting Standards Board Statement (GASB) No. 75, Accounting and Financial Reporting for Postemployment Benefit Plans Other than Pensions (GASB 75), CalPERS reported its proportionate share of activity related to postemployment benefits for participation in the State of California's agent OPEB plan. Accordingly, CalPERS recorded a one-time expense as a result of the adoption of GASB 75. Additionally, CalPERS employees participate in various State of California agent pension plans and during Fiscal Year 2017-18, CalPERS

recorded a correction to previously reported financial statements to properly reflect its proportionate share of activity related to pensions in accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions (GASB 68).

- 2 Includes any beginning of year adjustment.
- 3 Includes one year's payroll growth using 2.80% payroll growth assumption for fiscal years ended in 2022 through 2024; 2.75% payroll growth assumption for fiscal years ended in 2018 through 2021; 3.00% payroll growth assumption for fiscal years ended in 2015 through 2017.

Notes to Schedule of Changes in Total Pension Liability and Related Ratios:

Changes of Benefit Terms: The figures above generally include any liability impact that may have resulted from voluntary benefit changes that occurred on or before the Measurement Date. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the Valuation Date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

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

Employer Fiscal Year End	2024	2023	2022	2021	2020
Actuarially Determined Contribution ²	\$1,950,462	\$2,066,108	\$1,837,864	\$3,816,642	\$3,591,800
Contributions in Relation to the Actuarially Determined Contribution ²	(1,950,462)	(2,066,108)	(1,837,864)	(34,638,386)	(3,591,800)
Contribution Deficiency(Excess)	\$0	\$0	\$0	(\$30,821,744)	\$0
Covered Payroll ³	\$14,049,301	\$12,671,896	\$11,400,448	\$10,947,404	\$10,045,842
Contributions as a Percentage of Covered Payroll ³	13.88%	16.30%	16.12%	316.41%	35.75%

Employer Fiscal Year End	2019	2018	2017	2016	2015
Actuarially Determined Contribution ²	\$3,241,493	\$2,941,163	\$2,652,462	\$2,391,847	\$2,156,759
Contributions in Relation to the Actuarially Determined Contribution ²	(3,241,493)	(2,941,163)	(2,652,462)	(2,391,847)	(2,156,759)
Contribution Deficiency(Excess)	\$0	\$0	\$0	\$0	\$0
Covered Payroll ³	\$9,257,248	\$8,821,982	\$8,412,838	\$7,949,673	\$8,008,361
Contributions as a Percentage of Covered Payroll ³	35.02%	33.34%	31.53%	30.09%	26.93%

1. As prescribed in GASB 68, paragraph 46, the information presented in the Schedule of Plan Contributions should also be presented as of the employer's most recent fiscal year-end. The employer is responsible for determining this information as prescribed by the standard as this data is not available to CalPERS.
2. Employers are assumed to make contributions equal to the actuarially determined contributions. However, some employers may choose to make additional contributions towards their unfunded liability. Employer contributions for such plans exceed the actuarially determined contributions.
3. Includes one year's payroll growth using 2.80% payroll growth assumption for fiscal years ended in 2022 through 2024; 2.75% payroll growth assumption for fiscal years ended in 2018 through 2021; 3.00% payroll growth assumption for fiscal years ended in 2015 through 2017..

SCHEDULES OF CONTRIBUTIONS AND PROPORTIONATE SHARE OF TOTAL PENSION LIABILITY

Cost Sharing (Safety)

Last Ten Years

Safety Plan	Measurement Date June 30, 2015	Measurement Date June 30, 2016	Measurement Date June 30, 2017	Measurement Date June 30, 2018	Measurement Date June 30, 2019	Measurement Date June 30, 2020	Measurement Date June 30, 2021	Measurement Date June 30, 2022	Measurement Date June 30, 2023	Measurement Date June 30, 2024
Plan's Proportion of the PERFC Net Pension Liability/(Asset)	0.18%	0.18%	0.17%	0.18%	0.18%	0.18%	-0.11%	0.05%	6.18%	5.97%
Plan's Proportionate Share of the Net Pension Liability/(Asset)	\$12,396,052	\$15,292,260	\$17,185,970	\$17,100,610	\$18,158,244	\$19,556,573	(\$6,129,210)	\$5,823,369	\$7,714,184	\$7,245,596
s Covered-Employee Payroll	\$3,844,242	\$3,434,144	\$4,135,089	\$4,088,030	\$3,928,981	\$4,163,203	\$4,263,870	\$4,436,794	\$4,397,440	5,344,148
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	322.46%	445.30%	415.61%	418.31%	462.16%	469.75%	-143.75%	131.25%	175.42%	135.58%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	75.31%	71.08%	70.49%	72.29%	72.67%	71.32%	108.61%	92.39%	90.39%	91.38%

Notes to Schedule:

1. Changes of benefit terms – There were no changes to benefit terms that applied to all members of the Public Agency Pool. However, individual employers in the Plan may have provided a benefit improvement to their employees by granting Two Years Additional Service Credit to members retiring during a specified time period (a.k.a. Golden Handshakes). Employers that have done so may need to report this information as a separate liability in their financial statement as CalPERS considers such amounts to be separately financed employer-specific liabilities. These employers should consult with their auditors.
2. Changes in assumptions – No changes to assumptions from year prior.
3. Fiscal Year 2015 was the first year of implementation, therefore only 8 years are shown.

Safety Plan	CalPERS Fiscal Year 2015-16	CalPERS Fiscal Year 2016-17	CalPERS Fiscal Year 2017-18	CalPERS Fiscal Year 2018-19	CalPERS Fiscal Year 2019-20	CalPERS Fiscal Year 2020-21	CalPERS Fiscal Year 2021-22	CalPERS Fiscal Year 2022-23	CalPERS Fiscal Year 2023-24	CalPERS Fiscal Year 2024-25
Actuarially Determined Contributions	\$1,520,825	\$1,575,086	\$1,763,563	\$1,950,142	\$2,177,282	\$345,379	\$1,096,762	\$1,212,500	\$1,055,926	\$1,329,856
Actual Contributions During the Measurement Period	(\$1,520,825)	(\$1,575,086)	(\$1,763,563)	(\$1,950,142)	(\$2,177,282)	(\$15,338,474)	(\$1,096,762)	(\$1,212,500)	(\$1,055,926)	(\$1,329,856)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	(\$14,993,095)	\$0	\$0	\$0	\$0
Covered-Employee Payroll	\$3,434,144	\$4,135,089	\$4,088,030	\$3,928,981	\$4,163,203	\$4,263,870	\$4,436,794	\$4,397,440	\$4,043,757	5,344,148
Contributions as a Percentage of Covered-Employee Payroll	44.29%	38.09%	43.14%	49.63%	52.30%	359.73%	24.72%	27.96%	26.11%	24.88%

Notes to Schedule:

Contribution valuation date:	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 29, 2020	June 30, 2021
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City of Ukiah, California
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended June 30, 2025

	Budgeted Amounts			Variance with Final
	Original	Final	Actual	Budget
REVENUES				
Property tax	\$ 3,888,230	\$ 3,888,230	\$ 4,190,036	\$ 301,806
Sales tax	13,629,055	13,268,293	12,985,608	(282,685)
Transient occupancy	1,562,500	1,562,500	1,140,527	(421,973)
Business license tax	485,000	485,000	472,756	(12,244)
Other taxes	800	800	675	(125)
Franchise fees	2,522,000	2,522,000	2,729,411	207,411
Charges for service	5,736,916	5,760,813	5,356,185	(404,628)
Licenses and permits	302,100	302,100	409,518	107,418
Grants, contributions, and subventions	5,952,414	6,382,474	5,323,091	(1,059,383)
Use of money and property	692,612	692,612	315,733	(376,879)
Miscellaneous	37,500	37,500	44,568	7,068
Fines penalties and forfeitures	36,000	36,000	122,683	86,683
Total revenues	34,845,127	34,938,322	33,090,791	(1,847,531)
EXPENDITURES				
Current:				
General government	592,904	121,272	135,453	(14,181)
Public safety	18,543,207	18,696,730	18,165,499	531,231
Housing and community development	1,493,006	1,701,249	1,743,454	(42,205)
Public works	1,203,139	1,217,865	1,236,279	(18,414)
Parks, buildings, and grounds	1,883,843	1,916,388	2,022,478	(106,090)
Recreation and culture	5,585,831	5,610,419	5,143,253	467,166
Economic development and redevelopment	156,250	156,250	168,300	(12,050)
Total current	29,458,180	29,420,173	28,614,716	805,457
Debt service:				
Interest	825,085	825,085	825,085	-
Principal	625,733	625,733	625,733	-
Lease principal	140,488	140,488	140,488	-
Lease interest	13,215	13,215	13,215	-
Total debt service	1,604,521	1,604,521	1,604,521	-
Capital outlay:				
Public safety	701,818	1,795,893	1,577,381	218,512
Housing and community development	-	60,965	58,965	2,000
Public works	-	250,264	225,000	25,264
Parks, buildings, and grounds	-	231,314	212,545	18,769
Total capital outlay	701,818	2,338,436	2,073,891	264,545
Total expenditures	31,764,519	33,363,130	32,293,128	1,070,002
Excess (deficiency) of revenues over expenditures	3,080,608	1,575,192	797,663	(777,529)
OTHER FINANCING SOURCES (USES)				
Transfers in	629,000	629,000	1,101,769	472,769
Transfers out	(2,911,031)	(2,911,031)	(2,760,487)	150,544
Total other financing sources (uses)	(2,282,031)	(2,282,031)	(1,658,718)	623,313
Net change in fund balances	798,577	(706,839)	(861,055)	(154,216)
Fund balances - beginning	11,517,319	11,517,319	11,517,318	-
Fund balances - ending	\$ 12,315,896	\$ 10,810,480	\$ 10,656,263	\$ (154,217)

NOTES TO REQUIRED SUPPLEMENTAL INFORMATION

Budgetary Data

General Budget Policies

The City Council approves the annual budget submitted by the City Manager prior to the beginning of the new fiscal year. Public hearings are conducted prior to its adoption by Council. Supplemental appropriations, where required during the period, are also approved by the Council. There were several supplemental appropriations required during the year. At fiscal year-end, all operating budget appropriations lapse.

Expenditures are monitored at the fund level for all funds with a legally adopted budget. These levels are considered the legal level of control.

Department heads are authorized to transfer budgeted amounts within their departments, within the same fund, with the approval of the City Manager. Transfers of appropriations between departments may be made only by authority of the City Manager. Transfers of appropriations between funds may be made only by authority of the City Council. Formal budgetary integration is employed as a management control device during the fiscal year for all governmental funds.

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds except for certain special revenue and capital projects funds, which adopt project-length budgets.

Encumbrances

Encumbrances are estimations of costs related to unperformed contracts for goods and services. These commitments are recorded for budgetary control purposes in the general, special revenue and similar governmental funds. Encumbrances outstanding at year-end are reported as a committed fund balance. They represent the estimated amount of the expenditure ultimately to result if unperformed contracts in process at year-end are completed. They do not constitute expenditures or estimated liabilities.

Non-Adopted Budgets

There are no funds for which a budget-to-actual schedule is not presented.

SUPPLEMENTARY INFORMATION

Combining and Individual Fund Financial Statements and Schedules

MAJOR FUND BUDGET SCHEDULES

City of Ukiah, California
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Streets Capital Improvements
For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of money and property	\$ -	\$ -	\$ 22	\$ 22
Total revenues	-	-	22	22
EXPENDITURES				
Current:				
Public works	1,718,316	629,370	287,591	341,779
Total current	1,718,316	629,370	287,591	341,779
Debt service:				
Interest	558,040	558,040	558,040	-
Principal	1,422,016	1,422,016	1,422,016	-
Total debt service	1,980,056	1,980,056	1,980,056	-
Capital outlay:				
Public works	-	2,160,941	480,118	1,680,823
Total capital outlay	-	2,160,941	480,118	1,680,823
Total expenditures	3,698,372	4,770,367	2,747,765	2,022,602
Excess (deficiency) of revenues over expenditures	(3,698,372)	(4,770,367)	(2,747,743)	2,022,624
OTHER FINANCING SOURCES (USES)				
Transfers in	2,803,786	2,803,786	2,757,989	(45,797)
Transfers out	(740)	(740)	-	740
Total other financing sources (uses)	2,803,046	2,803,046	2,757,989	(45,057)
Net change in fund balances	(895,326)	(1,967,321)	10,246	1,977,567
Fund balances - beginning	(2,247,948)	(2,247,948)	(2,247,948)	-
Fund balances - ending	<u>\$ (3,143,274)</u>	<u>\$ (4,215,269)</u>	<u>\$ (2,237,702)</u>	<u>\$ 1,977,567</u>

City of Ukiah, California
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Capital Projects
For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Grants, contributions, and subventions	\$ 4,809,748	\$ 4,809,748	\$ 3,529,634	\$ (1,280,114)
Use of money and property	107,979	107,979	104,161	(3,818)
Total revenues	<u>4,917,727</u>	<u>4,917,727</u>	<u>3,633,795</u>	<u>(1,283,932)</u>
EXPENDITURES				
Current:				
Public works	6,684,909	6,270,964	2,504,365	3,766,599
Total current	<u>6,684,909</u>	<u>6,270,964</u>	<u>2,504,365</u>	<u>3,766,599</u>
Capital outlay:				
Public works	-	1,425,766	1,045,804	379,962
Total capital outlay	<u>-</u>	<u>1,425,766</u>	<u>1,045,804</u>	<u>379,962</u>
Total expenditures	<u>6,684,909</u>	<u>7,696,730</u>	<u>3,550,169</u>	<u>4,146,561</u>
Excess (deficiency) of revenues over expenditures	<u>(1,767,182)</u>	<u>(2,779,003)</u>	<u>83,626</u>	<u>2,862,629</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	1,447,211	1,447,211
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>1,447,211</u>	<u>1,447,211</u>
Net change in fund balances	(1,767,182)	(2,779,003)	1,530,837	4,309,840
Fund balances - beginning	3,471,350	3,471,350	3,471,350	-
Fund balances - ending	<u>\$ 1,704,168</u>	<u>\$ 692,347</u>	<u>\$ 5,002,187</u>	<u>\$ 4,309,840</u>

City of Ukiah, California
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Pension Debt Service
For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of money and property	\$ 64,500	\$ 64,500	\$ 69,792	\$ 5,292
Total revenues	64,500	64,500	69,792	5,292
EXPENDITURES				
Current:				
General government	5,033	5,033	5,826	(793)
Total current	5,033	5,033	5,826	(793)
Debt service:				
Total expenditures	5,033	5,033	5,826	(793)
Excess (deficiency) of revenues over expenditures	59,467	59,467	63,966	4,499
OTHER FINANCING SOURCES (USES)				
Transfers in	106,364	106,364	-	(106,364)
Total other financing sources (uses)	106,364	106,364	-	(106,364)
Net change in fund balances	165,831	165,831	63,966	(101,865)
Fund balances - beginning	4,375,599	4,375,599	4,375,599	-
Fund balances - ending	\$ 4,541,430	\$ 4,541,430	\$ 4,439,565	\$ (101,865)

COMBINING FUND FINANCIAL STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Fund	The Special Revenue Fund is used to account for reserve amounts being accumulated for special programs, projects and activities.
City Prop 172	Used to account for revenues received from allocation of Prop 172 monies for public safety.
Opioid Settlement Fund	To account for the sources, uses, and balances of proceeds from opioid settlement.
ARRC General Operating Fund	The ARRC General Operating Fund is used to account for resources and operating expenditures in support of the Alex Rorabaugh Center.
Downtown Business Improvement	The Downtown Business Improvement Fund is used to account for resources accumulated for improvements to the downtown business district, funded by business license fees and transferred to the Ukiah Main Street Program as the administrative agency.
LMIHF Housing Asset Fund	The Low- and Moderate-Income Housing Asset Fund is used to account for resources associated with program income received from low- and moderate-income housing assets. It contains restricted monies that are the proceeds of properties purchased by the Ukiah Redevelopment Agency (Agency) with affordable housing set-aside funds and were transferred to the City of Ukiah, as the Housing Successor to the former Agency, pursuant to Health and Safety Code Section 34176(a).
Winter Special Events	The Winter Special Events Fund is used to account for resources and expenditures associated with winter events, such as the ice rink.
Advanced Planning	Fund to account for special or highly technical planning activities, such as updates or revisions to the general plan or any of its elements.
Special Recreation Events	This fund accounts for resources that collected and used for specific recreational and community entertainment events, functions, and activities.
Gas Tax Fund	The Gas Tax (HUTA) Fund is used to account for resources received from highway user taxes (HUTA) and special street funding from the state.
Special Recreation Events	This fund accounts for resources that collected and used for specific recreational and community entertainment events, functions, and activities.

Gas Tax Fund	The Gas Tax (HUTA) Fund is used to account for resources received from highway user taxes (HUTA) and special street funding from the state.
Signalization Fund	The Signalization Fund is used to account for resources and activities associated with traffic signalization in the City of Ukiah pursuant to Government Code Section 66000 et. seq.
SB 325 Reimbursement Fund	The SB 325 Reimbursement Fund is used to account for resources accumulated for improvements to streets and rights-of-way.
S.T.P.	The Surface Transportation Program Fund is used to account for resources accumulated for street and traffic safety improvements, funded by the Mendocino Council of Governments.
CDBG Program Income	The Community Development Block Grant (CDBG) Fund is used to account for resources accumulated and held resulting from current and prior Community Development Block Grant activities.
HOME Program Income	The HOME Program Income Fund is a special revenue fund used to account for resources accumulated and held resulting from current and prior HOME program Grant activities.
CASP Certification and Training	This fund is to account for resources accumulated and used to train City team members on CASP requirements.
Asset Seizure Fund	The Asset Seizure fund is used to account for resources accumulated from adjudicated asset seizures in which the City participated.
Sup. Law Enforce. Svc. Fd. (SLESF)	The Supplemental Law Enforcement Services Fund (SLESF) Fund is used to account for special resources for police, provided by funding through a State of California COPS Grant program.
Asset Forfeiture 11470.2 H&S	The Asset Forfeiture 11470.2 H&S Fund is used to account for resources accumulated from adjudicated asset seizures in which the City participated.
Special Revenue Police	The AB 109 Special Revenue Police Fund is used to account for resources available for police activities derived from state subventions.
Transfer Station Fund	The Transfer Station Fund is used to account for resources accumulated from the activities of the City's solid waste transfer station.

Solid Waste Mitigation Fund

This fund is used to account for resources collected and used for cleanup and abatement of public rights-of-way, City facilities, and other facilities in the city resulting from improper solid waste disposal, abandonment, or other deleterious activities.

CAPITAL PROJECT FUNDS

Equipment Reserve Fund

The Equipment Reserve Fund is used to account for resources accumulated for significant governmental capital acquisitions related to vehicles and equipment.

Special Projects Reserve

The Special Projects Reserve Fund is used to account for resources accumulated for governmental special projects.

General Capital Projects

Used to account for bond proceeds and other resources for street and rights-of-way projects.

Park Development Fees Fund

The Park Development Fees Fund is used to account for resources being collected for the development or enhancement of parklands in the City of Ukiah.

Anton Stadium Fund

The Anton Stadium Fund is used to account for resources accumulated for improvements to the stadium.

Observatory Park Fund

The Observatory Park Fund is used to account for resources accumulated for improvements to the park.

Playground & Park Amenities

The Playground & Park Amenities Fund is used to account for resources accumulated for improvements to City playgrounds and other similar park amenities.

Swimming Pool Fund

The Swimming Pool Fund is used to account for resources accumulated for improvements to the City-owned pool.

Riverside Park Fund

The Riverside Park Fund is used to account for resources accumulated for improvements to the park.

Skate Park

The Skate Park Fund is used to account for resources accumulated for improvements to the park.

Softball Complex Fund

The Softball Complex Fund is used to account for resources accumulated for improvements to the complex.

Rail Trail Fund

To account for activities related to and resources supporting the City's Rail Trail project.

DEBT SERVICE FUNDS

Debt Service Reserve LBR 2022

This fund is used to account for resources accumulated for debt service of the lease revenue bonds issued in 2023.

PERMANENT FUNDS

Riparian Corridor Enhancement

Permanent funds are those in which the principal resources accounted for in the fund cannot be spent; rather, the proceeds of earnings on those principal amounts may be used to support activities and programs of the City. This fund accounts for resources and activities related to mitigating development impacts to riparian areas near the Redwood Business Park.

City of Ukiah, California
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Special Revenue							
	Special Revenue	Prop 172	Opioid Settlement Fund	Museum Grant	ARRC	Downtown Business Improvement	LMIHF Housing Asset	Winter Special Events
ASSETS								
Cash and investments	\$ 14,780	\$ 1,000	\$ 301,527	\$ -	\$ 4,618	\$ 2,724	\$ 2,196,839	\$ 456
Accounts receivable	-	15,808	-	-	280	-	455,000	-
Notes receivable	-	-	-	-	-	-	1,967,639	-
Interest receivable	23	355	510	-	17	5	3,420	-
Grants and subventions receivable	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	2,435,114	-
Total assets	<u>\$ 14,803</u>	<u>\$ 17,163</u>	<u>\$ 302,037</u>	<u>\$ -</u>	<u>\$ 4,915</u>	<u>\$ 2,729</u>	<u>\$ 7,058,012</u>	<u>\$ 456</u>
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 6,101	\$ 1,150	\$ -	\$ 217
Accrued payroll liabilities	-	-	-	-	322	-	-	-
Due to other funds	-	1,000	-	-	-	-	-	33,556
Advance from other funds	-	-	-	-	26,601	-	-	177,590
Total liabilities	<u>-</u>	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>33,024</u>	<u>1,150</u>	<u>-</u>	<u>211,363</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenues - grants and subventions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 112,578	\$ -
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>112,578</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>33,024</u>	<u>1,150</u>	<u>112,578</u>	<u>211,363</u>
FUND BALANCES (DEFICITS)								
Nonspendable								
Riparian corridor management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted								
Capital projects	-	-	-	-	-	-	-	-
CDBG activities	-	-	-	-	-	-	-	-
Certifications and training	-	-	-	-	-	-	-	-
Clean-up and solid waste remediation	-	-	-	-	-	-	-	-
Debt service reserve	-	-	-	-	-	-	-	-
Downtown business improvements	-	-	-	-	-	1,579	-	-
Housing activities	-	-	-	-	-	-	6,945,434	-
Opioid settlement	-	-	302,037	-	-	-	-	-
Project reserve	14,803	-	-	-	-	-	-	-
Public safety	-	16,163	-	-	-	-	-	-
Riparian corridor management	-	-	-	-	-	-	-	-
Special recreation events	-	-	-	-	-	-	-	-
Streets and rights-of-way	-	-	-	-	-	-	-	-
Committed								
Park development	-	-	-	-	-	-	-	-
Planning activities	-	-	-	-	-	-	-	-
Solid waste management	-	-	-	-	-	-	-	-
Assigned								
Capital projects	-	-	-	-	-	-	-	-
Equipment reserve	-	-	-	-	-	-	-	-
Park development	-	-	-	-	-	-	-	-
Special projects	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	(28,109)	-	-	(210,907)
Total fund balances (deficits)	<u>14,803</u>	<u>16,163</u>	<u>302,037</u>	<u>-</u>	<u>(28,109)</u>	<u>1,579</u>	<u>6,945,434</u>	<u>(210,907)</u>
Total liabilities and fund balances (deficits)	<u>\$ 14,803</u>	<u>\$ 17,163</u>	<u>\$ 302,037</u>	<u>\$ -</u>	<u>\$ 4,915</u>	<u>\$ 2,729</u>	<u>\$ 7,058,012</u>	<u>\$ 456</u>

City of Ukiah, California
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Special Revenue							
	Advanced Planning	Special Recreation Events	Highway User Tax (Gas Tax)	Signalization	1998 STIP Augmentation	SB325 Reimbursement	S.T.P.	Trans-Traffic Congest Relief
ASSETS								
Cash and investments	\$ 363,252	\$ 82,956	\$ 161,411	\$ 389,721	\$ -	\$ 48,443	\$ 154,901	\$ -
Accounts receivable	-	-	120,045	-	-	38,880	-	-
Notes receivable	-	-	-	-	-	-	-	-
Interest receivable	573	138	2,131	606	-	75	240	-
Grants and subventions receivable	-	-	100,803	-	-	-	-	-
Due from other funds	-	-	1,281,906	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-	-
Total assets	<u>\$ 363,825</u>	<u>\$ 83,094</u>	<u>\$ 1,666,296</u>	<u>\$ 390,327</u>	<u>\$ -</u>	<u>\$ 87,398</u>	<u>\$ 155,141</u>	<u>\$ -</u>
LIABILITIES								
Accounts payable	\$ 23	\$ -	\$ 697,842	\$ -	\$ -	\$ 10,793	\$ 892	\$ -
Accrued payroll liabilities	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	-	-
Total liabilities	<u>23</u>	<u>-</u>	<u>697,842</u>	<u>-</u>	<u>-</u>	<u>10,793</u>	<u>892</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenues - grants and subventions	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 100,803</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>100,803</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>23</u>	<u>-</u>	<u>798,645</u>	<u>-</u>	<u>-</u>	<u>10,793</u>	<u>892</u>	<u>-</u>
FUND BALANCES (DEFICITS)								
Nonspendable								
Riparian corridor management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted								
Capital projects	-	-	-	-	-	-	-	-
CDBG activities	-	-	-	-	-	-	-	-
Certifications and training	-	-	-	-	-	-	-	-
Clean-up and solid waste remediation	-	-	-	-	-	-	-	-
Debt service reserve	-	-	-	-	-	-	-	-
Downtown business improvements	-	-	-	-	-	-	-	-
Housing activities	-	-	-	-	-	-	-	-
Opioid settlement	-	-	-	-	-	-	-	-
Project reserve	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Riparian corridor management	-	-	-	-	-	-	-	-
Special recreation events	-	83,094	-	-	-	-	-	-
Streets and rights-of-way	-	-	867,651	390,327	-	76,605	154,249	-
Committed								
Park development	-	-	-	-	-	-	-	-
Planning activities	363,802	-	-	-	-	-	-	-
Solid waste management	-	-	-	-	-	-	-	-
Assigned								
Capital projects	-	-	-	-	-	-	-	-
Equipment reserve	-	-	-	-	-	-	-	-
Park development	-	-	-	-	-	-	-	-
Special projects	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>363,802</u>	<u>83,094</u>	<u>867,651</u>	<u>390,327</u>	<u>-</u>	<u>76,605</u>	<u>154,249</u>	<u>-</u>
Total liabilities and fund balances (deficits)	<u>\$ 363,825</u>	<u>\$ 83,094</u>	<u>\$ 1,666,296</u>	<u>\$ 390,327</u>	<u>\$ -</u>	<u>\$ 87,398</u>	<u>\$ 155,141</u>	<u>\$ -</u>

City of Ukiah, California
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Special Revenue							
	CDBG Program Income	Home Program Income	CASP Certification and Training	Asset Seizure	Supplemental Law Enforcement	Asset Forfeiture 11470.2 H&S F	Special Revenue - Police	Transfer Station
ASSETS								
Cash and investments	\$ 160,944	\$ 482,948	\$ 60,968	\$ 106,641	\$ 191,839	\$ 55,567	\$ 11,967	\$ -
Accounts receivable	1,949	-	-	-	43,799	-	31,250	68,758
Notes receivable	644,341	8,701,118	-	-	-	-	-	-
Interest receivable	1,749	767	95	160	679	82	213	727
Grants and subventions receivable	188,702	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-	-
Total assets	<u>\$ 997,685</u>	<u>\$ 9,184,833</u>	<u>\$ 61,063</u>	<u>\$ 106,801</u>	<u>\$ 236,317</u>	<u>\$ 55,649</u>	<u>\$ 43,430</u>	<u>\$ 69,485</u>
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ -	\$ 6,677	\$ -	\$ 2,994	\$ -	\$ -
Accrued payroll liabilities	-	-	-	-	2,013	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	-	58,551
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,677</u>	<u>2,013</u>	<u>2,994</u>	<u>-</u>	<u>58,551</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenues - grants and subventions	<u>\$ -</u>	<u>\$ 1,580,898</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total deferred inflows of resources	<u>-</u>	<u>1,580,898</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>1,580,898</u>	<u>-</u>	<u>6,677</u>	<u>2,013</u>	<u>2,994</u>	<u>-</u>	<u>58,551</u>
FUND BALANCES (DEFICITS)								
Nonspendable								
Riparian corridor management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted								
Capital projects	-	-	-	-	-	-	-	-
CDBG activities	997,685	-	-	-	-	-	-	-
Certifications and training	-	-	61,063	-	-	-	-	-
Clean-up and solid waste remediation	-	-	-	-	-	-	-	-
Debt service reserve	-	-	-	-	-	-	-	-
Downtown business improvements	-	-	-	-	-	-	-	-
Housing activities	-	7,603,935	-	-	-	-	-	-
Opioid settlement	-	-	-	-	-	-	-	-
Project reserve	-	-	-	-	-	-	-	-
Public safety	-	-	-	100,124	234,304	52,655	43,430	-
Riparian corridor management	-	-	-	-	-	-	-	-
Special recreation events	-	-	-	-	-	-	-	-
Streets and rights-of-way	-	-	-	-	-	-	-	-
Committed								
Park development	-	-	-	-	-	-	-	-
Planning activities	-	-	-	-	-	-	-	-
Solid waste management	-	-	-	-	-	-	-	10,934
Assigned								
Capital projects	-	-	-	-	-	-	-	-
Equipment reserve	-	-	-	-	-	-	-	-
Park development	-	-	-	-	-	-	-	-
Special projects	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>997,685</u>	<u>7,603,935</u>	<u>61,063</u>	<u>100,124</u>	<u>234,304</u>	<u>52,655</u>	<u>43,430</u>	<u>10,934</u>
Total liabilities and fund balances (deficits)	<u>\$ 997,685</u>	<u>\$ 9,184,833</u>	<u>\$ 61,063</u>	<u>\$ 106,801</u>	<u>\$ 236,317</u>	<u>\$ 55,649</u>	<u>\$ 43,430</u>	<u>\$ 69,485</u>

City of Ukiah, California
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Capital Projects							
	Solid Waste Mitigation Fund	Equipment Reserve	Special Projects Reserve	Park Development Fees	Anton Stadium	Observatory Park	Playground & Park Amenities	Swimming Pool
ASSETS								
Cash and investments	\$ 124,252	\$ 388,953	\$ 458,348	\$ 43,775	\$ 11,796	\$ 50,665	\$ 30,504	\$ 4,521
Accounts receivable	-	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-	-
Interest receivable	198	605	713	74	18	73	281	7
Grants and subventions receivable	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-	-
Total assets	<u>\$ 124,450</u>	<u>\$ 389,558</u>	<u>\$ 459,061</u>	<u>\$ 43,849</u>	<u>\$ 11,814</u>	<u>\$ 50,738</u>	<u>\$ 30,785</u>	<u>\$ 4,528</u>
LIABILITIES								
Accounts payable	\$ 88	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll liabilities	445	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	30,000	-
Total liabilities	<u>533</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenues - grants and subventions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>533</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>-</u>
FUND BALANCES (DEFICITS)								
Nonspendable								
Riparian corridor management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted								
Capital projects	-	-	-	-	-	-	-	4,528
CDBG activities	-	-	-	-	-	-	-	-
Certifications and training	-	-	-	-	-	-	-	-
Clean-up and solid waste remediation	123,917	-	-	-	-	-	-	-
Debt service reserve	-	-	-	-	-	-	-	-
Downtown business improvements	-	-	-	-	-	-	-	-
Housing activities	-	-	-	-	-	-	-	-
Opioid settlement	-	-	-	-	-	-	-	-
Project reserve	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Riparian corridor management	-	-	-	-	-	-	-	-
Special recreation events	-	-	-	-	-	-	-	-
Streets and rights-of-way	-	-	-	-	-	-	-	-
Committed								
Park development	-	-	-	43,849	-	-	-	-
Planning activities	-	-	-	-	-	-	-	-
Solid waste management	-	-	-	-	-	-	-	-
Assigned								
Capital projects	-	-	-	-	11,814	50,738	785	-
Equipment reserve	-	389,558	-	-	-	-	-	-
Park development	-	-	-	-	-	-	-	-
Special projects	-	-	459,061	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>123,917</u>	<u>389,558</u>	<u>459,061</u>	<u>43,849</u>	<u>11,814</u>	<u>50,738</u>	<u>785</u>	<u>4,528</u>
Total liabilities and fund balances (deficits)	<u>\$ 124,450</u>	<u>\$ 389,558</u>	<u>\$ 459,061</u>	<u>\$ 43,849</u>	<u>\$ 11,814</u>	<u>\$ 50,738</u>	<u>\$ 30,785</u>	<u>\$ 4,528</u>

City of Ukiah, California
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Capital Projects				Debt Service	Permanent	Total Nonmajor
	Riverside Park	Skate Park	Softball Complex	Rail Trail	Debt Service Reserve 2022 LRB	Riparian Corridor Enhancement	Governmental Funds
ASSETS							
Cash and investments	\$ 3,140	\$ -	\$ 7,022	\$ 3,023	\$ 2,447,208	\$ 149,676	\$ 8,516,385
Accounts receivable	4,096	-	-	-	-	-	779,865
Notes receivable	-	-	-	-	-	-	11,313,098
Interest receivable	75	-	11	40	78	233	14,971
Grants and subventions receivable	29,546	-	-	644,927	-	-	963,978
Due from other funds	-	-	-	-	-	-	1,281,906
Land held for resale	-	-	-	-	-	-	2,435,114
Total assets	<u>\$ 36,857</u>	<u>\$ -</u>	<u>\$ 7,033</u>	<u>\$ 647,990</u>	<u>\$ 2,447,286</u>	<u>\$ 149,909</u>	<u>\$ 25,305,317</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ 573,655	\$ -	\$ -	\$ 1,300,432
Accrued payroll liabilities	-	-	-	-	-	-	2,780
Due to other funds	-	-	-	-	-	-	34,556
Advance from other funds	12,005	-	-	140,359	-	-	445,106
Total liabilities	<u>12,005</u>	<u>-</u>	<u>-</u>	<u>714,014</u>	<u>-</u>	<u>-</u>	<u>1,782,874</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenues - grants and subventions	\$ -	\$ -	\$ -	\$ 596,371	\$ -	\$ -	\$ 2,390,650
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>596,371</u>	<u>-</u>	<u>-</u>	<u>2,390,650</u>
Total liabilities and deferred inflows of resources	<u>12,005</u>	<u>-</u>	<u>-</u>	<u>1,310,385</u>	<u>-</u>	<u>-</u>	<u>4,173,524</u>
FUND BALANCES (DEFICITS)							
Nonspendable							
Riparian corridor management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 137,576	\$ 137,576
Restricted							
Capital projects	-	-	-	-	-	-	4,528
CDBG activities	-	-	-	-	-	-	997,685
Certifications and training	-	-	-	-	-	-	61,063
Clean-up and solid waste remediation	-	-	-	-	-	-	123,917
Debt service reserve	-	-	-	-	2,447,286	-	2,447,286
Downtown business improvements	-	-	-	-	-	-	1,579
Housing activities	-	-	-	-	-	-	14,549,369
Opioid settlement	-	-	-	-	-	-	302,037
Project reserve	-	-	-	-	-	-	14,803
Public safety	-	-	-	-	-	-	446,676
Riparian corridor management	-	-	-	-	-	12,333	12,333
Special recreation events	-	-	-	-	-	-	83,094
Streets and rights-of-way	-	-	-	-	-	-	1,488,832
Committed							
Park development	-	-	-	-	-	-	43,849
Planning activities	-	-	-	-	-	-	363,802
Solid waste management	-	-	-	-	-	-	10,934
Assigned							
Capital projects	-	-	7,033	-	-	-	70,370
Equipment reserve	-	-	-	-	-	-	389,558
Park development	24,852	-	-	-	-	-	24,852
Special projects	-	-	-	-	-	-	459,061
Unassigned	-	-	-	(662,395)	-	-	(901,411)
Total fund balances (deficits)	<u>24,852</u>	<u>-</u>	<u>7,033</u>	<u>(662,395)</u>	<u>2,447,286</u>	<u>149,909</u>	<u>21,131,793</u>
Total liabilities and fund balances (deficits)	<u>\$ 36,857</u>	<u>\$ -</u>	<u>\$ 7,033</u>	<u>\$ 647,990</u>	<u>\$ 2,447,286</u>	<u>\$ 149,909</u>	<u>\$ 25,305,317</u>

City of Ukiah, California
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue					
	Special Revenue	Prop 172	Opioid Settlement Fund	Museum Grant	ARRC	Downtown Business Improvement
REVENUES						
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,401
Charges for service	-	-	-	-	-	-
Grants, contributions, and subventions	-	105,641	194,680	-	-	-
Use of money and property	280	4,293	5,650	-	75,162	76
Miscellaneous	-	-	-	-	20,004	-
Total revenues	280	109,934	200,330	-	95,166	16,477
EXPENDITURES						
Current:						
General government	19	-	-	-	3	-
Public safety	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Recreation and culture	-	-	-	-	101,293	-
Economic development and redevelopment	-	-	-	-	-	15,908
Debt service:						
Interest	-	5,397	-	-	-	-
Principal	-	33,485	-	-	-	-
Capital outlay:						
Public works	-	-	-	-	-	-
Total expenditures	19	38,882	-	-	101,296	15,908
Excess (deficiency) of revenues over expenditures	261	71,052	200,330	-	(6,130)	569
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	(267,443)	-	(21)	-	-
Total other financing sources (uses)	-	(267,443)	-	(21)	-	-
Net change in fund balances	261	(196,391)	200,330	(21)	(6,130)	569
Fund balances - beginning	14,542	212,554	101,707	21	(21,979)	1,010
Fund balances - ending	\$ 14,803	\$ 16,163	\$ 302,037	\$ -	\$ (28,109)	\$ 1,579

City of Ukiah, California
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue					
	LMIHF Housing Asset	Winter Special Events	Advanced Planning	Special Recreation Events	Highway User Tax (Gas Tax)	Signalization
REVENUES						
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	151,600	85,176	41,792	-	-
Grants, contributions, and subventions	455,000	-	90,912	32,700	927,497	-
Use of money and property	87,855	55	6,223	1,731	31,133	7,376
Miscellaneous	-	-	-	-	-	-
Total revenues	542,855	151,655	182,311	76,223	958,630	7,376
EXPENDITURES						
Current:						
General government	-	-	360	-	1,221	511
Public safety	-	-	-	-	-	-
Housing and community development	-	-	85,750	-	-	-
Public works	-	-	-	-	1,060,335	-
Recreation and culture	-	168,045	-	61,653	-	-
Economic development and redevelopment	-	-	-	-	-	-
Debt service:						
Interest	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Capital outlay:						
Public works	-	-	-	-	-	-
Total expenditures	-	168,045	86,110	61,653	1,061,556	511
Excess (deficiency) of revenues over expenditures	542,855	(16,390)	96,201	14,570	(102,926)	6,865
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(454,000)	-
Total other financing sources (uses)	-	-	-	-	(454,000)	-
Net change in fund balances	542,855	(16,390)	96,201	14,570	(556,926)	6,865
Fund balances - beginning	6,402,579	(194,517)	267,601	68,524	1,424,577	383,462
Fund balances - ending	\$ 6,945,434	\$ (210,907)	\$ 363,802	\$ 83,094	\$ 867,651	\$ 390,327

(Continued)

City of Ukiah, California
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue					
	1998 STIP Augmentation	SB325 Reimbursement	S.T.P.	Trans-Traffic Congest Relief	CDBG Program Income	Home Program Income
REVENUES						
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	-	-
Grants, contributions, and subventions	-	38,880	-	-	699,916	-
Use of money and property	2	1,204	3,329	34	66,697	157,326
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>2</u>	<u>40,084</u>	<u>3,329</u>	<u>34</u>	<u>766,613</u>	<u>157,326</u>
EXPENDITURES						
Current:						
General government	-	117	255	6	-	-
Public safety	-	-	-	-	-	-
Housing and community development	-	-	-	-	506,106	145,000
Public works	-	46,198	-	-	-	-
Recreation and culture	-	-	-	-	-	-
Economic development and redevelopment	-	-	-	-	-	-
Debt service:						
Interest	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Capital outlay:						
Public works	-	-	39,906	-	-	-
Total expenditures	<u>-</u>	<u>46,315</u>	<u>40,161</u>	<u>6</u>	<u>506,106</u>	<u>145,000</u>
Excess (deficiency) of revenues over expenditures	<u>2</u>	<u>(6,231)</u>	<u>(36,832)</u>	<u>28</u>	<u>260,507</u>	<u>12,326</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	(21)	-	-	(121)	-	-
Total other financing sources (uses)	<u>(21)</u>	<u>-</u>	<u>-</u>	<u>(121)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(19)	(6,231)	(36,832)	(93)	260,507	12,326
Fund balances - beginning	19	82,836	191,081	93	737,178	7,591,609
Fund balances - ending	<u>\$ -</u>	<u>\$ 76,605</u>	<u>\$ 154,249</u>	<u>\$ -</u>	<u>\$ 997,685</u>	<u>\$ 7,603,935</u>

(Continued)

City of Ukiah, California
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue					
	CASP Certification and Training	Asset Seizure	Supplemental Law Enforcement	Asset Forfeiture 11470.2 H&S F	Special Revenue - Police	Transfer Station
REVENUES						
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	-	-
Grants, contributions, and subventions	-	66,126	239,420	-	132,265	-
Use of money and property	1,161	1,593	8,014	1,048	1,802	396,891
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>1,161</u>	<u>67,719</u>	<u>247,434</u>	<u>1,048</u>	<u>134,067</u>	<u>396,891</u>
EXPENDITURES						
Current:						
General government	-	-	418	-	56	223
Public safety	-	30,393	99,394	3,077	-	-
Housing and community development	698	-	-	-	-	-
Public works	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-
Economic development and redevelopment	-	-	-	-	-	-
Debt service:						
Interest	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Capital outlay:						
Public works	-	-	-	-	-	-
Total expenditures	<u>698</u>	<u>30,393</u>	<u>99,812</u>	<u>3,077</u>	<u>56</u>	<u>223</u>
Excess (deficiency) of revenues over expenditures	<u>463</u>	<u>37,326</u>	<u>147,622</u>	<u>(2,029)</u>	<u>134,011</u>	<u>396,668</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	2,498	-	-	-	-
Transfers out	-	-	(255,156)	-	(125,000)	(430,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(255,156)</u>	<u>-</u>	<u>(125,000)</u>	<u>(430,000)</u>
Net change in fund balances	463	39,824	(107,534)	(2,029)	9,011	(33,332)
Fund balances - beginning	60,600	60,300	341,838	54,684	34,419	44,266
Fund balances - ending	<u>\$ 61,063</u>	<u>\$ 100,124</u>	<u>\$ 234,304</u>	<u>\$ 52,655</u>	<u>\$ 43,430</u>	<u>\$ 10,934</u>

(Continued)

City of Ukiah, California
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue	Capital Projects				
	Solid Waste Mitigation Fund	Equipment Reserve	Special Projects Reserve	Park Development Fees	Anton Stadium	Observatory Park
REVENUES						
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	65,684	-	-	7,009	-	-
Grants, contributions, and subventions	150	-	-	-	-	-
Use of money and property	2,179	7,378	9,137	868	223	891
Miscellaneous	-	-	-	-	-	-
Total revenues	68,013	7,378	9,137	7,877	223	891
EXPENDITURES						
Current:						
General government	-	513	1,608	228	15	-
Public safety	1,204	-	-	-	-	-
Housing and community development	-	-	-	-	-	-
Public works	26,658	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-
Economic development and redevelopment	-	-	-	-	-	-
Debt service:						
Interest	538	-	-	-	-	-
Principal	407	-	-	-	-	-
Capital outlay:						
Public works	-	-	245,740	-	-	-
Total expenditures	28,807	513	247,348	228	15	-
Excess (deficiency) of revenues over expenditures	39,206	6,865	(238,211)	7,649	208	891
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	3,711
Transfers out	-	-	-	(3,711)	-	-
Total other financing sources (uses)	-	-	-	(3,711)	-	3,711
Net change in fund balances	39,206	6,865	(238,211)	3,938	208	4,602
Fund balances - beginning	84,711	382,693	697,272	39,911	11,606	46,136
Fund balances - ending	\$ 123,917	\$ 389,558	\$ 459,061	\$ 43,849	\$ 11,814	\$ 50,738

(Continued)

City of Ukiah, California
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Capital Projects					
	Playground & Park Amenities	Swimming Pool	Riverside Park	Skate Park	Softball Complex	Rail Trail
REVENUES						
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	-	-
Grants, contributions, and subventions	177,952	-	70,505	-	-	485,554
Use of money and property	2,572	86	357	-	133	2,437
Miscellaneous	-	-	10,997	-	-	-
Total revenues	180,524	86	81,859	-	133	487,991
EXPENDITURES						
Current:						
General government	-	6	3	-	9	1
Public safety	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-
Economic development and redevelopment	-	-	-	-	-	-
Debt service:						
Interest	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Capital outlay:						
Public works	-	-	-	-	-	644,927
Total expenditures	-	6	3	-	9	644,928
Excess (deficiency) of revenues over expenditures	180,524	80	81,856	-	124	(156,937)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(7)	-	-
Total other financing sources (uses)	-	-	-	(7)	-	-
Net change in fund balances	180,524	80	81,856	(7)	124	(156,937)
Fund balances - beginning	(179,739)	4,448	(57,004)	7	6,909	(505,458)
Fund balances - ending	\$ 785	\$ 4,528	\$ 24,852	\$ -	\$ 7,033	\$ (662,395)

(Continued)

City of Ukiah, California
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Debt Service Debt Service Reserve 2022 LRB	Permanent Riparian Corridor Enhancement	Total Nonmajor Governmental Funds
REVENUES			
Business license tax	\$ -	\$ -	\$ 16,401
Charges for service	-	-	351,261
Grants, contributions, and subventions	-	-	3,717,198
Use of money and property	499	2,833	888,528
Miscellaneous	-	-	31,001
Total revenues	<u>499</u>	<u>2,833</u>	<u>5,004,389</u>
EXPENDITURES			
Current:			
General government	1,305	195	7,072
Public safety	-	-	134,068
Housing and community development	-	-	737,554
Public works	-	-	1,133,191
Recreation and culture	-	-	330,991
Economic development and redevelopment	-	-	15,908
Debt service:			
Interest	-	-	5,935
Principal	-	-	33,892
Capital outlay:			
Public works	-	-	930,573
Total expenditures	<u>1,305</u>	<u>195</u>	<u>3,329,184</u>
Excess (deficiency) of revenues over expenditures	<u>(806)</u>	<u>2,638</u>	<u>1,675,205</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	6,209
Transfers out	-	-	(1,535,480)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(1,529,271)</u>
Net change in fund balances	(806)	2,638	145,934
Fund balances - beginning	<u>2,448,092</u>	<u>147,271</u>	<u>20,985,859</u>
Fund balances - ending	<u>\$ 2,447,286</u>	<u>\$ 149,909</u>	<u>\$ 21,131,793</u>

GOVERNMENTAL FUNDS BUDGET COMPARISON

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Special Revenue			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	276	276	280	4
Miscellaneous	-	-	-	-
Total revenues	276	276	280	4
EXPENDITURES				
Current:				
General government	16	16	19	(3)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	16	16	19	(3)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	16	16	19	(3)
Excess (deficiency) of revenues over expenditures	260	260	261	1
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	260	260	261	1
Fund balances - beginning	14,542	14,542	14,542	-
Fund balances - ending	\$ 14,802	\$ 14,802	\$ 14,803	\$ 1

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Prop 172			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	108,178	108,178	105,641	(2,537)
Use of money and property	-	-	4,293	4,293
Miscellaneous	-	-	-	-
Total revenues	108,178	108,178	109,934	1,756
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	-	-	-	-
Debt service:				
Interest	5,397	5,397	5,397	-
Principal	33,485	33,485	33,485	-
Total debt service	38,882	38,882	38,882	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	38,882	38,882	38,882	-
Excess (deficiency) of revenues over expenditures	69,296	69,296	71,052	1,756
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(267,443)	(267,443)
Total other financing sources (uses)	-	-	(267,443)	(267,443)
Net change in fund balances	69,296	69,296	(196,391)	(265,687)
Fund balances - beginning	212,554	212,554	212,554	-
Fund balances - ending	\$ 281,850	\$ 281,850	\$ 16,163	\$ (265,687)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Opioid Settlement Fund			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	70,000	70,000	194,680	124,680
Use of money and property	1,845	1,845	5,650	3,805
Miscellaneous	-	-	-	-
Total revenues	71,845	71,845	200,330	128,485
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	100,000	100,000	-	100,000
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	100,000	100,000	-	100,000
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	100,000	100,000	-	100,000
Excess (deficiency) of revenues over expenditures	(28,155)	(28,155)	200,330	228,485
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(28,155)	(28,155)	200,330	228,485
Fund balances - beginning	101,707	101,707	101,707	-
Fund balances - ending	\$ 73,552	\$ 73,552	\$ 302,037	\$ 228,485

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Museum Grant			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	-	-	-	-
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(21)	(21)
Total other financing sources (uses)	-	-	(21)	(21)
Net change in fund balances	-	-	(21)	(21)
Fund balances - beginning	21	21	21	-
Fund balances - ending	\$ 21	\$ 21	\$ -	\$ (21)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	ARRC			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	74,300	74,300	75,162	862
Miscellaneous	20,000	20,000	20,004	4
Total revenues	94,300	94,300	95,166	866
EXPENDITURES				
Current:				
General government	3	3	3	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	108,999	108,999	101,293	7,706
Economic development and redevelopment	-	-	-	-
Total current	109,002	109,002	101,296	7,706
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	109,002	109,002	101,296	7,706
Excess (deficiency) of revenues over expenditures	(14,702)	(14,702)	(6,130)	8,572
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(14,702)	(14,702)	(6,130)	8,572
Fund balances - beginning	(21,979)	(21,979)	(21,979)	-
Fund balances - ending	\$ (36,681)	\$ (36,681)	\$ (28,109)	\$ 8,572

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Downtown Business Improvement			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ 25,500	\$ 25,500	\$ 16,401	\$ (9,099)
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	-	-	76	76
Miscellaneous	-	-	-	-
Total revenues	25,500	25,500	16,477	(9,023)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	22,000	22,000	15,908	6,092
Total current	22,000	22,000	15,908	6,092
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	22,000	22,000	15,908	6,092
Excess (deficiency) of revenues over expenditures	3,500	3,500	569	(2,931)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	3,500	3,500	569	(2,931)
Fund balances - beginning	1,010	1,010	1,010	-
Fund balances - ending	\$ 4,510	\$ 4,510	\$ 1,579	\$ (2,931)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	LMIHF Housing Asset			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	455,000	455,000
Use of money and property	104,134	104,134	87,855	(16,279)
Miscellaneous	-	-	-	-
Total revenues	104,134	104,134	542,855	438,721
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	1,620,000	1,620,000	-	1,620,000
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	1,620,000	1,620,000	-	1,620,000
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	1,620,000	1,620,000	-	1,620,000
Excess (deficiency) of revenues over expenditures	(1,515,866)	(1,515,866)	542,855	2,058,721
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(1,515,866)	(1,515,866)	542,855	2,058,721
Fund balances - beginning	6,402,579	6,402,579	6,402,579	-
Fund balances - ending	\$ 4,886,713	\$ 4,886,713	\$ 6,945,434	\$ 2,058,721

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Winter Special Events			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	180,000	180,000	151,600	(28,400)
Grants, contributions, and subventions	-	-	-	-
Use of money and property	633	633	55	(578)
Miscellaneous	-	-	-	-
Total revenues	180,633	180,633	151,655	(28,978)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	188,627	188,627	168,045	20,582
Economic development and redevelopment	-	-	-	-
Total current	188,627	188,627	168,045	20,582
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	188,627	188,627	168,045	20,582
Excess (deficiency) of revenues over expenditures	(7,994)	(7,994)	(16,390)	(8,396)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(7,994)	(7,994)	(16,390)	(8,396)
Fund balances - beginning	(194,517)	(194,517)	(194,517)	-
Fund balances - ending	\$ (202,511)	\$ (202,511)	\$ (210,907)	\$ (8,396)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Advanced Planning			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	65,000	73,000	85,176	12,176
Grants, contributions, and subventions	48,750	48,750	90,912	42,162
Use of money and property	5,370	5,370	6,223	853
Miscellaneous	-	-	-	-
Total revenues	119,120	127,120	182,311	55,191
EXPENDITURES				
Current:				
General government	306	306	360	(54)
Public safety	-	-	-	-
Housing and community development	-	160,111	85,750	74,361
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	306	160,417	86,110	74,307
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	306	160,417	86,110	74,307
Excess (deficiency) of revenues over expenditures	118,814	(33,297)	96,201	129,498
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(50,000)	(50,000)	-	50,000
Total other financing sources (uses)	(50,000)	(50,000)	-	50,000
Net change in fund balances	68,814	(83,297)	96,201	179,498
Fund balances - beginning	267,601	267,601	267,601	-
Fund balances - ending	\$ 336,415	\$ 184,304	\$ 363,802	\$ 179,498

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Special Recreation Events			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	45,000	45,000	41,792	(3,208)
Grants, contributions, and subventions	25,000	25,000	32,700	7,700
Use of money and property	1,413	1,413	1,731	318
Miscellaneous	-	-	-	-
Total revenues	<u>71,413</u>	<u>71,413</u>	<u>76,223</u>	<u>4,810</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	53,326	53,326	61,653	(8,327)
Economic development and redevelopment	-	-	-	-
Total current	<u>53,326</u>	<u>53,326</u>	<u>61,653</u>	<u>(8,327)</u>
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>53,326</u>	<u>53,326</u>	<u>61,653</u>	<u>(8,327)</u>
Excess (deficiency) of revenues over expenditures	<u>18,087</u>	<u>18,087</u>	<u>14,570</u>	<u>(3,517)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	18,087	18,087	14,570	(3,517)
Fund balances - beginning	68,524	68,524	68,524	-
Fund balances - ending	<u>\$ 86,611</u>	<u>\$ 86,611</u>	<u>\$ 83,094</u>	<u>\$ (3,517)</u>

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Highway User Tax (Gas Tax)			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	889,813	889,813	927,497	37,684
Use of money and property	18,201	18,201	31,133	12,932
Miscellaneous	-	-	-	-
Total revenues	908,014	908,014	958,630	50,616
EXPENDITURES				
Current:				
General government	1,038	1,038	1,221	(183)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	1,463,915	1,714,809	1,060,335	654,474
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	1,464,953	1,715,847	1,061,556	654,291
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	1,464,953	1,715,847	1,061,556	654,291
Excess (deficiency) of revenues over expenditures	(556,939)	(807,833)	(102,926)	704,907
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(454,000)	(454,000)	(454,000)	-
Total other financing sources (uses)	(454,000)	(454,000)	(454,000)	-
Net change in fund balances	(1,010,939)	(1,261,833)	(556,926)	704,907
Fund balances - beginning	1,424,577	1,424,577	1,424,577	-
Fund balances - ending	\$ 413,638	\$ 162,744	\$ 867,651	\$ 704,907

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Signalization			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	7,605	7,605	7,376	(229)
Miscellaneous	-	-	-	-
Total revenues	7,605	7,605	7,376	(229)
EXPENDITURES				
Current:				
General government	434	434	511	(77)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	434	434	511	(77)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	434	434	511	(77)
Excess (deficiency) of revenues over expenditures	7,171	7,171	6,865	(306)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	7,171	7,171	6,865	(306)
Fund balances - beginning	383,462	383,462	383,462	-
Fund balances - ending	\$ 390,633	\$ 390,633	\$ 390,327	\$ (306)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	1998 STIP Augmentation			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	6	6	2	(4)
Miscellaneous	-	-	-	-
Total revenues	6	6	2	(4)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	-	-	-	-
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	6	6	2	(4)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(21)	(21)
Total other financing sources (uses)	-	-	(21)	(21)
Net change in fund balances	6	6	(19)	(25)
Fund balances - beginning	18	18	19	-
Fund balances - ending	\$ 24	\$ 24	\$ -	\$ (24)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	SB325 Reimbursement			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	40,000	85,000	38,880	(46,120)
Use of money and property	1,737	1,737	1,204	(533)
Miscellaneous	-	-	-	-
Total revenues	<u>41,737</u>	<u>86,737</u>	<u>40,084</u>	<u>(46,653)</u>
EXPENDITURES				
Current:				
General government	99	99	117	(18)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	46,483	91,483	46,198	45,285
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	<u>46,582</u>	<u>91,582</u>	<u>46,315</u>	<u>45,267</u>
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>46,582</u>	<u>91,582</u>	<u>46,315</u>	<u>45,267</u>
Excess (deficiency) of revenues over expenditures	<u>(4,845)</u>	<u>(4,845)</u>	<u>(6,231)</u>	<u>(1,386)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(4,845)	(4,845)	(6,231)	(1,386)
Fund balances - beginning	82,836	82,836	82,836	-
Fund balances - ending	<u>\$ 77,991</u>	<u>\$ 77,991</u>	<u>\$ 76,605</u>	<u>\$ (1,386)</u>

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	S.T.P.			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	750,000	750,000	-	(750,000)
Use of money and property	3,792	3,792	3,329	(463)
Miscellaneous	-	-	-	-
Total revenues	<u>753,792</u>	<u>753,792</u>	<u>3,329</u>	<u>(750,463)</u>
EXPENDITURES				
Current:				
General government	216	216	255	(39)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	<u>216</u>	<u>216</u>	<u>255</u>	<u>(39)</u>
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay:				
Public works	452,997	452,996	39,906	413,090
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	<u>452,997</u>	<u>452,996</u>	<u>39,906</u>	<u>413,090</u>
Total expenditures	<u>453,213</u>	<u>453,212</u>	<u>40,161</u>	<u>413,051</u>
Excess (deficiency) of revenues over expenditures	<u>300,579</u>	<u>300,580</u>	<u>(36,832)</u>	<u>(337,412)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	300,579	300,580	(36,832)	(337,412)
Fund balances - beginning	191,081	191,081	191,081	-
Fund balances - ending	<u>\$ 491,660</u>	<u>\$ 491,661</u>	<u>\$ 154,249</u>	<u>\$ (337,412)</u>

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Trans-Traffic Congest Relief			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	87	87	34	(53)
Miscellaneous	-	-	-	-
Total revenues	87	87	34	(53)
EXPENDITURES				
Current:				
General government	5	5	6	(1)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	5	5	6	(1)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	5	5	6	(1)
Excess (deficiency) of revenues over expenditures	82	82	28	(54)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(121)	(121)
Total other financing sources (uses)	-	-	(121)	(121)
Net change in fund balances	82	82	(93)	(175)
Fund balances - beginning	93	93	93	-
Fund balances - ending	\$ 175	\$ 175	\$ -	\$ (175)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	CDBG Program Income			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	539,775	539,775	699,916	160,141
Use of money and property	54,158	54,158	66,697	12,539
Miscellaneous	-	-	-	-
Total revenues	593,933	593,933	766,613	172,680
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	547,775	547,803	506,106	41,697
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	547,775	547,803	506,106	41,697
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	547,775	547,803	506,106	41,697
Excess (deficiency) of revenues over expenditures	46,158	46,130	260,507	214,377
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	46,158	46,130	260,507	214,377
Fund balances - beginning	737,180	737,180	737,178	-
Fund balances - ending	\$ 783,338	\$ 783,310	\$ 997,685	\$ 214,375

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Home Program Income			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	5,985	5,985	157,326	151,341
Miscellaneous	-	-	-	-
Total revenues	5,985	5,985	157,326	151,341
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	145,000	(145,000)
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	-	-	145,000	(145,000)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	145,000	(145,000)
Excess (deficiency) of revenues over expenditures	5,985	5,985	12,326	6,341
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	5,985	5,985	12,326	6,341
Fund balances - beginning	7,591,609	7,591,609	7,591,609	-
Fund balances - ending	\$ 7,597,594	\$ 7,597,594	\$ 7,603,935	\$ 6,341

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	CASP Certification and Training			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	2,000	2,000	-	(2,000)
Use of money and property	1,038	1,038	1,161	123
Miscellaneous	-	-	-	-
Total revenues	3,038	3,038	1,161	(1,877)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	7,000	7,000	698	6,302
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	7,000	7,000	698	6,302
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	7,000	7,000	698	6,302
Excess (deficiency) of revenues over expenditures	(3,962)	(3,962)	463	4,425
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(3,962)	(3,962)	463	4,425
Fund balances - beginning	60,600	60,600	60,600	-
Fund balances - ending	\$ 56,638	\$ 56,638	\$ 61,063	\$ 4,425

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Asset Seizure			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	35,000	35,000	66,126	31,126
Use of money and property	1,317	1,317	1,593	276
Miscellaneous	-	-	-	-
Total revenues	36,317	36,317	67,719	31,402
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	58,052	58,052	30,393	27,659
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	58,052	58,052	30,393	27,659
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	58,052	58,052	30,393	27,659
Excess (deficiency) of revenues over expenditures	(21,735)	(21,735)	37,326	59,061
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	2,498	2,498
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(21,735)	(21,735)	39,824	61,559
Fund balances - beginning	60,300	60,300	60,300	-
Fund balances - ending	\$ 38,565	\$ 38,565	\$ 100,124	\$ 61,559

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Supplemental Law Enforcement			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	240,000	240,000	239,420	(580)
Use of money and property	6,234	6,234	8,014	1,780
Miscellaneous	-	-	-	-
Total revenues	246,234	246,234	247,434	1,200
EXPENDITURES				
Current:				
General government	356	356	418	(62)
Public safety	93,930	93,930	99,394	(5,464)
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	94,286	94,286	99,812	(5,526)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	94,286	94,286	99,812	(5,526)
Excess (deficiency) of revenues over expenditures	151,948	151,948	147,622	(4,326)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(255,156)	(255,156)
Total other financing sources (uses)	-	-	(255,156)	(255,156)
Net change in fund balances	151,948	151,948	(107,534)	(259,482)
Fund balances - beginning	341,838	341,838	341,838	-
Fund balances - ending	\$ 493,786	\$ 493,786	\$ 234,304	\$ (259,482)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Asset Forfeiture 11470.2 H&S F			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	1,191	1,191	1,048	(143)
Miscellaneous	-	-	-	-
Total revenues	1,191	1,191	1,048	(143)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	36,000	36,000	3,077	32,923
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	36,000	36,000	3,077	32,923
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	36,000	36,000	3,077	32,923
Excess (deficiency) of revenues over expenditures	(34,809)	(34,809)	(2,029)	32,780
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(34,809)	(34,809)	(2,029)	32,780
Fund balances - beginning	54,684	54,684	54,684	-
Fund balances - ending	\$ 19,875	\$ 19,875	\$ 52,655	\$ 32,780

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Special Revenue - Police			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	125,000	125,000	132,265	7,265
Use of money and property	840	840	1,802	962
Miscellaneous	-	-	-	-
Total revenues	125,840	125,840	134,067	8,227
EXPENDITURES				
Current:				
General government	48	48	56	(8)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	48	48	56	(8)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	48	48	56	(8)
Excess (deficiency) of revenues over expenditures	125,792	125,792	134,011	8,219
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(125,000)	(125,000)	(125,000)	-
Total other financing sources (uses)	(125,000)	(125,000)	(125,000)	-
Net change in fund balances	792	792	9,011	8,219
Fund balances - beginning	34,419	34,419	34,419	-
Fund balances - ending	\$ 35,211	\$ 35,211	\$ 43,430	\$ 8,219

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Transfer Station			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	423,315	423,315	396,891	(26,424)
Miscellaneous	-	-	-	-
Total revenues	423,315	423,315	396,891	(26,424)
EXPENDITURES				
Current:				
General government	189	189	223	(34)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	189	189	223	(34)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	189	189	223	(34)
Excess (deficiency) of revenues over expenditures	423,126	423,126	396,668	(26,458)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(425,000)	(425,000)	(430,000)	(5,000)
Total other financing sources (uses)	(425,000)	(425,000)	(430,000)	(5,000)
Net change in fund balances	(1,874)	(1,874)	(33,332)	(31,458)
Fund balances - beginning	44,266	44,266	44,266	-
Fund balances - ending	\$ 42,392	\$ 42,392	\$ 10,934	\$ (31,458)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Solid Waste Mitigation Fund			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	52,337	52,337	65,684	13,347
Grants, contributions, and subventions	-	-	150	150
Use of money and property	936	936	2,179	1,243
Miscellaneous	-	-	-	-
Total revenues	53,273	53,273	68,013	14,740
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	5,000	1,204	3,796
Housing and community development	-	-	-	-
Public works	39,928	149,293	26,658	122,635
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	39,928	154,293	27,862	126,431
Debt service:				
Interest	538	538	538	-
Principal	407	407	407	-
Total debt service	945	945	945	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	40,873	155,238	28,807	126,431
Excess (deficiency) of revenues over expenditures	12,400	(101,965)	39,206	141,171
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(76)	(76)	-	76
Total other financing sources (uses)	(76)	(76)	-	76
Net change in fund balances	12,324	(102,041)	39,206	141,247
Fund balances - beginning	84,711	84,711	84,711	-
Fund balances - ending	\$ 97,035	\$ (17,330)	\$ 123,917	\$ 141,247

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Equipment Reserve			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	7,641	7,641	7,378	(263)
Miscellaneous	-	-	-	-
Total revenues	7,641	7,641	7,378	(263)
EXPENDITURES				
Current:				
General government	436	436	513	(77)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	436	436	513	(77)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	436	436	513	(77)
Excess (deficiency) of revenues over expenditures	7,205	7,205	6,865	(340)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	7,205	7,205	6,865	(340)
Fund balances - beginning	382,693	382,693	382,693	-
Fund balances - ending	\$ 389,898	\$ 389,898	\$ 389,558	\$ (340)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Special Projects Reserve			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	23,952	23,952	9,137	(14,815)
Miscellaneous	-	-	-	-
Total revenues	<u>23,952</u>	<u>23,952</u>	<u>9,137</u>	<u>(14,815)</u>
EXPENDITURES				
Current:				
General government	151,366	1,366	1,608	(242)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	<u>151,366</u>	<u>1,366</u>	<u>1,608</u>	<u>(242)</u>
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay:				
Public works	-	276,231	245,740	30,491
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	<u>-</u>	<u>276,231</u>	<u>245,740</u>	<u>30,491</u>
Total expenditures	<u>151,366</u>	<u>277,597</u>	<u>247,348</u>	<u>30,249</u>
Excess (deficiency) of revenues over expenditures	<u>(127,414)</u>	<u>(253,645)</u>	<u>(238,211)</u>	<u>15,434</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(127,414)	(253,645)	(238,211)	15,434
Fund balances - beginning	697,272	697,272	697,272	-
Fund balances - ending	<u>\$ 569,858</u>	<u>\$ 443,627</u>	<u>\$ 459,061</u>	<u>\$ 15,434</u>

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Park Development Fees			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	7,009	7,009	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	3,393	3,393	868	(2,525)
Miscellaneous	-	-	-	-
Total revenues	3,393	10,402	7,877	(2,525)
EXPENDITURES				
Current:				
General government	193	193	228	(35)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	7,009	-	7,009
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	193	7,202	228	6,974
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	15,000	15,000	-	15,000
Recreation and culture	-	-	-	-
Total capital outlay	15,000	15,000	-	15,000
Total expenditures	15,193	22,202	228	21,974
Excess (deficiency) of revenues over expenditures	(11,800)	(11,800)	7,649	19,449
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(3,711)	(3,711)	(3,711)	-
Total other financing sources (uses)	(3,711)	(3,711)	(3,711)	-
Net change in fund balances	(15,511)	(15,511)	3,938	19,449
Fund balances - beginning	39,911	39,911	39,911	-
Fund balances - ending	\$ 24,400	\$ 24,400	\$ 43,849	\$ 19,449

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Anton Stadium			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	225	225	223	(2)
Miscellaneous	-	-	-	-
Total revenues	225	225	223	(2)
EXPENDITURES				
Current:				
General government	13	13	15	(2)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	13	13	15	(2)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	13	13	15	(2)
Excess (deficiency) of revenues over expenditures	212	212	208	(4)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	212	212	208	(4)
Fund balances - beginning	11,606	11,606	11,606	-
Fund balances - ending	\$ 11,818	\$ 11,818	\$ 11,814	\$ (4)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Observatory Park			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	294	294	891	597
Miscellaneous	-	-	-	-
Total revenues	294	294	891	597
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	15,000	15,000	-	15,000
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	15,000	15,000	-	15,000
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	15,000	15,000	-	15,000
Excess (deficiency) of revenues over expenditures	(14,706)	(14,706)	891	15,597
OTHER FINANCING SOURCES (USES)				
Transfers in	3,711	3,711	3,711	-
Transfers out	-	-	-	-
Total other financing sources (uses)	3,711	3,711	3,711	-
Net change in fund balances	(10,995)	(10,995)	4,602	15,597
Fund balances - beginning	46,136	46,136	46,136	-
Fund balances - ending	\$ 35,141	\$ 35,141	\$ 50,738	\$ 15,597

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Playground & Park Amenities			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	177,952	177,952
Use of money and property	3	3	2,572	2,569
Miscellaneous	-	-	-	-
Total revenues	<u>3</u>	<u>3</u>	<u>180,524</u>	<u>180,521</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>3</u>	<u>3</u>	<u>180,524</u>	<u>180,521</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	3	3	180,524	180,521
Fund balances - beginning	(179,739)	(179,739)	(179,739)	-
Fund balances - ending	<u>\$ (179,736)</u>	<u>\$ (179,736)</u>	<u>\$ 785</u>	<u>\$ 180,521</u>

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Swimming Pool			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	93	93	86	(7)
Miscellaneous	-	-	-	-
Total revenues	93	93	86	(7)
EXPENDITURES				
Current:				
General government	5	5	6	(1)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	5	5	6	(1)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	5	5	6	(1)
Excess (deficiency) of revenues over expenditures	88	88	80	(8)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	88	88	80	(8)
Fund balances - beginning	4,448	4,448	4,448	-
Fund balances - ending	\$ 4,536	\$ 4,536	\$ 4,528	\$ (8)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Riverside Park			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	832,005	832,005	70,505	(761,500)
Use of money and property	39	39	357	318
Miscellaneous	-	-	10,997	-
Total revenues	<u>832,044</u>	<u>832,044</u>	<u>81,859</u>	<u>(750,185)</u>
EXPENDITURES				
Current:				
General government	2	2	3	(1)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	<u>2</u>	<u>2</u>	<u>3</u>	<u>(1)</u>
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	832,005	858,063	-	858,063
Total capital outlay	<u>832,005</u>	<u>858,063</u>	<u>-</u>	<u>858,063</u>
Total expenditures	<u>832,007</u>	<u>858,065</u>	<u>3</u>	<u>858,062</u>
Excess (deficiency) of revenues over expenditures	<u>37</u>	<u>(26,021)</u>	<u>81,856</u>	<u>107,877</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	37	(26,021)	81,856	107,877
Fund balances - beginning	(57,004)	(57,004)	(57,004)	-
Fund balances - ending	<u>\$ (56,967)</u>	<u>\$ (83,025)</u>	<u>\$ 24,852</u>	<u>\$ 107,877</u>

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Skate Park			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	3	3	-	(3)
Miscellaneous	-	-	-	-
Total revenues	3	3	-	(3)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	-	-	-	-
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	3	3	-	(3)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(7)	(7)
Total other financing sources (uses)	-	-	(7)	(7)
Net change in fund balances	3	3	(7)	(10)
Fund balances - beginning	8	8	7	-
Fund balances - ending	\$ 11	\$ 11	\$ -	\$ (11)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Softball Complex			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	138	138	133	(5)
Miscellaneous	-	-	-	-
Total revenues	138	138	133	(5)
EXPENDITURES				
Current:				
General government	8	8	9	(1)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	8	8	9	(1)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	8	8	9	(1)
Excess (deficiency) of revenues over expenditures	130	130	124	(6)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	130	130	124	(6)
Fund balances - beginning	6,909	6,909	6,909	-
Fund balances - ending	\$ 7,039	\$ 7,039	\$ 7,033	\$ (6)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Rail Trail			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	3,563,212	3,913,212	485,554	(3,427,658)
Use of money and property	18	18	2,437	2,419
Miscellaneous	-	-	-	-
Total revenues	<u>3,563,230</u>	<u>3,913,230</u>	<u>487,991</u>	<u>(3,425,239)</u>
EXPENDITURES				
Current:				
General government	1	1	1	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	<u>1</u>	<u>1</u>	<u>1</u>	<u>-</u>
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay:				
Public works	3,179,369	837,902	644,927	192,975
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	<u>3,179,369</u>	<u>837,902</u>	<u>644,927</u>	<u>192,975</u>
Total expenditures	<u>3,179,370</u>	<u>837,903</u>	<u>644,928</u>	<u>192,975</u>
Excess (deficiency) of revenues over expenditures	<u>383,860</u>	<u>3,075,327</u>	<u>(156,937)</u>	<u>(3,232,264)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	383,860	3,075,327	(156,937)	(3,232,264)
Fund balances - beginning	(505,458)	(505,458)	(505,458)	-
Fund balances - ending	<u>\$ (121,598)</u>	<u>\$ 2,569,869</u>	<u>\$ (662,395)</u>	<u>\$ (3,232,264)</u>

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Debt Service Reserve 2022 LRB			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	300	300	499	199
Miscellaneous	-	-	-	-
Total revenues	300	300	499	199
EXPENDITURES				
Current:				
General government	17	17	1,305	(1,288)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	17	17	1,305	(1,288)
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	17	17	1,305	(1,288)
Excess (deficiency) of revenues over expenditures	283	283	(806)	(1,089)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	283	283	(806)	(1,089)
Fund balances - beginning	2,448,092	2,448,092	2,448,092	-
Fund balances - ending	\$ 2,448,375	\$ 2,448,375	\$ 2,447,286	\$ (1,089)

City of Ukiah, California
Combining Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual Non-Major Funds
All non-major fund types
For the Year Ended June 30, 2025

	Riparian Corridor Enhancement			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants, contributions, and subventions	-	-	-	-
Use of money and property	2,910	2,910	2,833	(77)
Miscellaneous	-	-	-	-
Total revenues	<u>2,910</u>	<u>2,910</u>	<u>2,833</u>	<u>(77)</u>
EXPENDITURES				
Current:				
General government	166	166	195	(29)
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	<u>166</u>	<u>166</u>	<u>195</u>	<u>(29)</u>
Debt service:				
Interest	-	-	-	-
Principal	-	-	-	-
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay:				
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>166</u>	<u>166</u>	<u>195</u>	<u>(29)</u>
Excess (deficiency) of revenues over expenditures	<u>2,744</u>	<u>2,744</u>	<u>2,638</u>	<u>(106)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,744	2,744	2,638	(106)
Fund balances - beginning	147,271	147,271	147,271	-
Fund balances - ending	<u>\$ 150,015</u>	<u>\$ 150,015</u>	<u>\$ 149,909</u>	<u>\$ (106)</u>

COMBINING NONMAJOR ENTERPRISE FUNDS

Parking District #1	The Parking District #1 Fund is used to account for the operating activities of the City's parking district.
Ambulance Services	The Ambulance Services fund is used to account for resources and activities of the Ukiah Valley Fire Authority in providing ambulatory services.
Golf	The Golf Fund is issued to account for activities related to the City's municipal golf course, which is managed by a contracted, private vendor.
Conference Center	The Conference Center Fund is used to account for activities of the Ukiah Valley Conference Center.
Airport	The Airport Fund is the primary fund used to account for the operating activities of the City's municipal airport.
Street Lighting	The Street Lighting Fund is used to account for resources accumulated for street light operation, maintenance and capital planning.

City of Ukiah, California
Combining Statement of Net Position
Nonmajor Enterprise Funds
June 30, 2025

	Parking District	Ambulance Services	Golf	Conference Center	Airport	Street Lighting	Total Nonmajor Enterprise Funds
ASSETS							
Current assets:							
Cash and investments	\$ 7,405	\$ 73,179	\$ 11,941	\$ 8,785	\$ 138,609	\$ 112	\$ 240,031
Accounts receivable	15,157	2,045,469	-	-	186,008	20,269	2,266,903
Lease receivable	-	-	48,851	-	-	-	48,851
Interest receivable	6	-	775	15	254	-	1,050
Grants and subventions receivable	-	-	-	-	99,720	-	99,720
Total current assets	22,568	2,118,648	61,567	8,800	424,591	20,381	2,656,555
Noncurrent assets:							
Advances to other funds	-	-	425,707	-	-	-	425,707
Land	183,871	-	965,284	372,750	271,957	-	1,793,862
Infrastructure and network	77,682	-	340,353	-	9,145,532	-	9,563,567
Buildings and improvements	-	-	439,213	2,294,473	1,651,825	-	4,385,511
Machinery equipment and vehicles	33,043	1,543,662	-	76,339	619,747	-	2,272,791
Less accumulated depreciation	(58,141)	(205,533)	(604,280)	(1,455,724)	(3,474,025)	-	(5,797,703)
Total noncurrent assets	236,455	1,338,129	1,566,277	1,287,838	8,215,036	-	12,643,735
Total assets	259,023	3,456,777	1,627,844	1,296,638	8,639,627	20,381	15,300,290
DEFERRED OUTFLOWS OF RESOURCES							
Pension related	-	231,073	1,155	107,064	164,832	-	504,124
Total deferred outflows of resources	-	231,073	1,155	107,064	164,832	-	504,124
Total assets and deferred outflows of resources	259,023	3,687,850	1,628,999	1,403,702	8,804,459	20,381	15,804,414
LIABILITIES							
Current liabilities:							
Accounts payable	6,449	113,695	97,086	13,469	32,430	27,451	290,580
Accrued payroll liabilities	-	59,536	178	6,654	12,851	-	79,219
Due to other funds	-	-	-	175,264	-	-	175,264
Deposits payable	-	-	-	2,162	4,062	-	6,224
Interest payable	-	2,820	636	320	11,725	-	15,501
Compensated absences - current	-	7,852	21	1,491	3,895	-	13,259
Pension-related bonds - current	-	-	2,093	1,053	35,280	-	38,426
Capital project installment obligations - current	-	-	-	-	11,683	-	11,683
Capital project bonds - current	-	130,426	-	-	-	-	130,426
Total current liabilities	6,449	314,329	100,014	200,413	111,926	27,451	760,582
Noncurrent liabilities:							
Advance from other funds	26,136	2,829,771	830,200	123,546	195,187	321,621	4,326,461
Compensated absences	-	70,672	189	13,428	35,051	-	119,340
Net pension liability	-	466,876	2,334	216,319	333,038	-	1,018,567
Capital project installment obligations	-	-	-	-	103,820	-	103,820
Pension-related bonds	-	-	66,668	33,545	1,123,483	-	1,223,696
Capital leases	-	528,462	-	-	-	-	528,462
Total noncurrent liabilities	26,136	3,895,781	899,391	386,838	1,790,579	321,621	7,320,346
Total liabilities	32,585	4,210,110	999,405	587,251	1,902,505	349,072	8,080,928
DEFERRED INFLOWS OF RESOURCES							
Lease related	-	-	48,852	-	-	-	48,852
Pension related	-	4,760	24	2,206	3,396	-	10,386
Total deferred inflows of resources	-	4,760	48,876	2,206	3,396	-	59,238
Total liabilities and deferred inflows of resources	32,585	4,214,870	1,048,281	589,457	1,905,901	349,072	8,140,166
NET POSITION							
Net investment in capital assets	236,454	676,421	1,140,568	1,287,837	8,098,524	-	11,439,804
Unrestricted	(10,016)	(1,203,441)	(559,850)	(473,592)	(1,199,966)	(328,691)	(3,775,556)
Total net position	\$ 226,438	\$ (527,020)	\$ 580,718	\$ 814,245	\$ 6,898,558	\$ (328,691)	\$ 7,664,248

City of Ukiah, California
Combining Statement of Revenues, Expenses, and Changes in Net Position
Enterprise funds
For the Year Ended June 30, 2025

	Parking District	Ambulance Services	Golf	Conference Center	Airport	Street Lighting	Total Nonmajor Enterprise Funds
OPERATING REVENUES							
Charges for service	\$ 73,585	\$ 3,175,106	\$ -	\$ 98,455	\$ 27,798	\$ 193,948	\$ 3,568,892
Facility rental	-	-	40,000	381,193	547,424	-	968,617
Fuel sales	-	-	-	-	1,308,387	-	1,308,387
Fines penalties and forfeitures	46,811	-	-	-	-	-	46,811
Total operating revenues	120,396	3,175,106	40,000	479,648	1,883,609	193,948	5,892,707
OPERATING EXPENSES							
General and administrative	107,736	486,580	17,333	73,873	241,590	24,578	951,690
Maintenance and operations	11,013	2,540,190	192,529	463,693	791,420	228,669	4,227,514
Fuel	-	-	-	-	668,147	-	668,147
Depreciation	1,195	115,083	5,706	50,979	234,060	-	407,023
Total operating expenses	119,944	3,141,853	215,568	588,545	1,935,217	253,247	6,254,374
Operating income (loss)	452	33,253	(175,568)	(108,897)	(51,608)	(59,299)	(361,667)
NONOPERATING REVENUES (EXPENSES)							
Property tax refund	(18,682)	-	-	-	-	-	(18,682)
Property tax	8,129	-	-	-	-	-	8,129
Grants, contributions, and subventions	-	487	-	-	-	-	487
Interest, rent, and concessions	847	110	115,541	239	2,569	187	119,493
Interest and fiscal charges	-	(43,644)	(2,661)	(1,339)	(47,715)	-	(95,359)
Total nonoperating revenues (expenses)	(9,706)	(43,047)	112,880	(1,100)	(45,146)	187	14,068
Income (loss) before contributions and transfers	(9,254)	(9,794)	(62,688)	(109,997)	(96,754)	(59,112)	(347,599)
Capital grants, contributions, and subventions	-	-	-	-	26,123	-	26,123
Change in net position	(9,254)	(9,794)	(62,688)	(109,997)	(70,631)	(59,112)	(321,476)
Total net position - beginning	235,692	(517,226)	643,406	924,242	6,969,189	(269,579)	7,985,724
Total net position - ending	\$ 226,438	\$ (527,020)	\$ 580,718	\$ 814,245	\$ 6,898,558	\$ (328,691)	\$ 7,664,248

City of Ukiah, California
Statement of Cash Flows
Enterprise funds
For the Year Ended June 30, 2025

	Parking District	Ambulance Services	Golf	Conference Center	Airport	Street Lighting	Total
CASH FLOWS FROM OPERATING ACTIVITIES							
Cash receipts from customers	\$ 118,520	\$ 1,465,674	\$ 40,000	\$ 489,462	\$ 1,727,949	\$ 193,012	\$ 4,034,617
Payments to employees	-	(1,451,161)	(7,764)	(263,542)	(477,853)	-	(2,200,320)
Payments to suppliers	(8,654)	(824,639)	(180,288)	(135,102)	(1,143,627)	(228,704)	(2,521,014)
Payments for interfund services used	(107,736)	(486,580)	(17,333)	(73,873)	(241,590)	(24,578)	(951,690)
Net cash provided (used) by operating activities	2,130	(1,296,706)	(165,385)	16,945	(135,121)	(60,270)	(1,638,407)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Principal paid on lease revenue bonds	-	-	(2,018)	(1,015)	(34,002)	-	(37,035)
Cash received (paid) to other funds	(3,000)	1,300,000	66,573	(20,000)	(4,813)	32,500	1,371,260
Property taxes received	8,129	-	-	-	-	-	8,129
Property taxes refunded	(18,682)	-	-	-	-	-	(18,682)
Interest paid	-	(17,774)	(2,661)	(1,339)	(44,858)	-	(66,632)
Grants and contributions	0	487	-	-	-	-	487
Net cash provided (used) by noncapital financing activities	(13,553)	1,282,713	61,894	(22,354)	(83,673)	32,500	1,257,527
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Capital grants and contributions	-	-	-	-	261,786	-	261,786
Proceeds from capital loans	-	711,225	-	-	-	-	711,225
Interest paid	-	(23,050)	(11)	(5)	(3,121)	-	(26,187)
Principal paid on capital and related debt	-	(52,336)	-	-	(11,417)	-	(63,753)
Acquisition and construction of capital assets	-	(711,225)	-	-	(29,026)	-	(740,251)
Net cash provided (used) by capital and related financing activities	-	(75,386)	(11)	(5)	218,222	-	142,820
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest received	898	107	24,821	223	2,824	246	29,119
Net cash provided (used) by investing activities	898	107	24,821	223	2,824	246	29,119
Net increase (decrease) in cash and cash equivalents	(10,525)	(89,272)	(78,681)	(5,191)	2,252	(27,524)	(208,941)
Balances - beginning of year	17,930	162,451	90,622	13,976	136,357	27,636	448,972
Balances - end of the year	\$ 7,405	\$ 73,179	\$ 11,941	\$ 8,785	\$ 138,609	\$ 112	\$ 240,031
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:							
Operating Income	\$ 452	\$ 33,253	\$ (175,568)	\$ (108,897)	\$ (51,608)	\$ (59,299)	\$ (361,667)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation	1,195	115,083	5,706	50,979	234,060	-	407,023
Changes in assets and liabilities:							
Decrease (increase) in accounts receivable	(1,876)	(1,709,432)	37,574	9,147	(155,660)	(936)	(1,821,183)
Decrease (increase) in deferred outflows	-	-	(37,498)	29,723	45,762	-	37,987
Increase (decrease) in accounts payable	2,359	79,884	4,712	2,608	(254,945)	(35)	(165,417)
Increase (decrease) in accrued salaries and benefits	-	156,767	41	646	1,825	-	159,279
Increase (decrease) in compensated absences	-	27,739	(957)	9,234	9,258	-	45,274
Increase (decrease) in deferred inflows	-	-	(45)	(5,520)	(8,499)	-	(14,064)
Increase (decrease) in net pension liability/(asset)	-	-	650	29,025	44,686	-	74,361
Net cash provided (used) by operating activities	\$ 2,130	\$ (1,296,706)	\$ (165,385)	\$ 16,945	\$ (135,121)	\$ (60,270)	\$ (1,638,407)

COMBINING INTERNAL SERVICE FUNDS

City Administrative Services	City Administrative Services fund is used to account for all general administrative services provided to the City, including City Council, City Manager's Office (City Manager, City Clerk, Emergency Management, Economic Development, etc.), Finance (Accounting and Budget), Human Resources, City Attorney, and Treasury management.
Worker's Comp	The Worker's Compensation Fund is used to account for premiums paid for worker's compensation benefits as required by the State of California.
Liability	The Liability Fund is used to account for resources needed to meet liability insurance premiums and to allocate those costs to all City functions through its Cost Allocation Plan.
Garage	The Garage Fund is used to account for shared resources used to operate the City's central garage and corporation yard and to allocate those costs to all City functions through its Cost Allocation Plan.
Purchasing	The Purchasing Fund is used to account for shared resources used to maintain and implement the City's central procurement system and to allocate those costs to all City functions through its Cost Allocation Plan.
Billing and Collection	The Billing and Collection Fund is used to account for shared resources used to provide billing and collection service to City functions and other governmental entities and to allocate those costs accordingly through its Cost Allocation Plan.
Public Safety Dispatch	The Public Safety Dispatch Fund is used to account for shared resources used to provide public safety dispatch services to City departments and other governmental entities and to allocate those costs accordingly through its Cost Allocation Plan.
Building & Maintenance	The Building & Maintenance Fund is used to account for shared resources used to provide central building and grounds maintenance services to City departments and to allocate those costs accordingly through its Cost Allocation Plan.
Information Technology (IT)	The IT Fund is used to account for shared resources used to provide information technology services to City departments and to allocate those costs accordingly through its Cost Allocation Plan.

City of Ukiah, California
Combining Statement of Net Position
Nonmajor Internal Service Funds
June 30, 2025

	City Administrative Services	Worker's Comp	Liability	Garage	Purchasing	Billing And Collection	Public Safety Dispatch	Building & Maintenance	Information Technology	Total Nonmajor Internal service funds
ASSETS										
Current assets:										
Cash and investments	\$ 262,406	\$ 493,208	\$ 106,103	\$ 17,233	\$ 70,993	\$ 298,316	\$ 195,878	\$ 286,811	\$ 474,326	\$ 2,205,274
Restricted cash and investments	-	-	-	-	-	-	-	8,049,882	-	8,049,882
Accounts receivable	614	18,210	-	88,251	-	56,063	-	1,049	-	164,187
Interest receivable	18	2,441	128	4	54	133	159	676	1,254	4,867
Grants and subventions receivable	55,110	-	-	-	-	-	-	-	-	55,110
Prepays	118,094	-	-	-	-	-	-	-	127,749	245,843
Total current assets	436,242	513,859	106,231	105,488	71,047	354,512	196,037	8,338,418	603,329	10,725,163
Noncurrent assets:										
Advances to other funds	30,000	-	-	-	-	-	-	-	-	30,000
Land	-	-	-	-	-	-	-	1,841,747	-	1,841,747
Construction in progress	-	-	-	-	-	-	94,916	7,156,687	94,627	7,346,230
Buildings and improvements	-	-	-	327,113	-	-	-	1,279,444	-	1,606,557
Machinery equipment and vehicles	-	-	-	203,051	4,769	130,369	242,007	390,476	771,555	1,742,227
Less accumulated depreciation	-	-	-	(393,420)	(4,769)	(130,369)	(239,590)	(117,730)	(506,551)	(1,392,429)
Total noncurrent assets	30,000	-	-	136,744	-	-	97,333	10,550,624	359,631	11,174,332
Total assets	466,242	513,859	106,231	242,232	71,047	354,512	293,370	18,889,042	962,960	21,899,495
LIABILITIES										
Current liabilities:										
Accounts payable	142,911	13,738	23,590	8,496	1,269	51,600	6,070	77,693	189,861	515,228
Accrued payroll liabilities	104,111	-	-	10,879	8,516	37,594	41,180	11,933	32,512	246,725
Interest payable	-	-	-	-	-	-	-	145,837	-	145,837
Compensated absences - current	33,838	-	-	3,880	3,915	7,169	5,033	2,667	5,943	62,445
Capital project bonds - current	-	-	-	-	-	-	-	463,047	-	463,047
Total current liabilities	280,860	13,738	23,590	23,255	13,700	96,363	52,283	701,177	228,316	1,433,282
Noncurrent liabilities:										
Compensated absences	304,546	-	-	34,922	35,247	64,523	45,299	24,006	53,491	562,034
Capital project bonds	-	-	-	-	-	-	-	16,925,630	-	16,925,630
Total noncurrent liabilities	304,546	-	-	34,922	35,247	64,523	45,299	16,949,636	53,491	17,487,664
Total liabilities	585,406	13,738	23,590	58,177	48,947	160,886	97,582	17,650,813	281,807	18,920,946
NET POSITION										
Net investment in capital assets	-	-	-	136,744	-	-	97,333	1,065,992	359,631	1,659,700
Unrestricted	(119,164)	500,121	82,641	47,311	22,100	193,626	98,455	172,237	321,522	1,318,849
Total net position	\$ (119,164)	\$ 500,121	\$ 82,641	\$ 184,055	\$ 22,100	\$ 193,626	\$ 195,788	\$ 1,238,229	\$ 681,153	\$ 2,978,549

City of Ukiah, California
Combining Statement of Revenues, Expenses, and Changes in Net Position
Internal service funds
For the Year Ended June 30, 2025

	City Administrative Services	Worker's Comp	Liability	Garage	Purchasing	Billing And Collection	Public Safety Dispatch	Building & Maintenance	Information Technology	Total Internal Service Funds
OPERATING REVENUES										
Charges for service	\$6,793,031	\$ 733,885	\$ 3,653,309	\$ 650,157	\$ 613,076	\$ 2,639,068	\$ 2,016,481	\$ 2,183,878	\$ 2,004,102	\$ 21,286,987
Miscellaneous	279	154,493	-	-	8,901	-	-	-	-	163,673
Total operating revenues	6,793,310	888,378	3,653,309	650,157	621,977	2,639,068	2,016,481	2,183,878	2,004,102	21,450,660
OPERATING EXPENSES										
General and administrative	1,125,688	5,772	326,846	112,400	81,378	614,670	256,730	278,547	266,751	3,068,782
Maintenance and operations	5,848,524	1,400,657	3,286,739	530,732	526,060	1,801,390	1,492,555	948,309	1,966,818	17,801,784
Depreciation	-	-	-	26,379	-	-	2,659	47,099	59,786	135,923
Total operating expenses	6,974,212	1,406,429	3,613,585	669,511	607,438	2,416,060	1,751,944	1,273,955	2,293,355	21,006,489
Operating income (loss)	(180,902)	(518,051)	39,724	(19,354)	14,539	223,008	264,537	909,923	(289,253)	444,171
NONOPERATING REVENUES (EXPENSES)										
Grants, contributions, and subventions	50,526	-	-	19,140	-	-	-	30,981	-	100,647
Interest, rent, and concessions	4,889	17,038	2,102	302	704	2,048	1,182	8,355	12,587	49,207
Interest and fiscal charges	(173,030)	-	-	(14,624)	(14,061)	(56,292)	(49,023)	(596,783)	(45,490)	(949,303)
Debt Issuance Costs	(25,000)	-	-	-	-	-	-	-	-	(25,000)
Total nonoperating revenues (expenses)	(142,615)	17,038	2,102	4,818	(13,357)	(54,244)	(47,841)	(557,447)	(32,903)	(824,449)
Income (loss) before contributions and transfers	(323,517)	(501,013)	41,826	(14,536)	1,182	168,764	216,696	352,476	(322,156)	(380,278)
Capital grants, contributions, and subventions	-	-	-	-	-	-	-	-	-	22,201
Change in net position	(323,517)	(501,013)	41,826	(14,536)	1,182	168,764	216,696	352,476	(299,955)	(358,077)
Total net position - beginning	204,353	1,001,134	40,815	198,591	20,918	24,862	(20,908)	885,753	981,108	3,336,626
Total net position - ending	\$ (119,164)	\$ 500,121	\$ 82,641	\$ 184,055	\$ 22,100	\$ 193,626	\$ 195,788	\$ 1,238,229	\$ 681,153	\$ 2,978,549

City of Ukiah, California
Statement of Cash Flows
Internal service funds
For the Year Ended June 30, 2025

	City Administrative Services	Worker's Comp	Liability	Garage	Purchasing	Billing And Collection	Public Safety Dispatch	Building & Maintenance	Information Technology	Total
CASH FLOWS FROM OPERATING ACTIVITIES										
Cash receipts from customers	\$ 279	\$ -	\$ -	\$ 87,443	\$ 5,173	\$ 214,932	\$ -	\$ 5,787	\$ 18,852	\$ 332,466
Receipts from interfund services provided	6,723,875	1,656,865	3,653,309	565,271	608,765	2,368,193	1,590,903	2,280,749	2,004,102	21,452,032
Payments to employees	(4,049,183)	-	-	(323,216)	(451,606)	(1,343,832)	(1,370,573)	(510,105)	(1,016,665)	(9,065,180)
Payments to suppliers	(1,654,148)	(2,168,841)	(3,274,382)	(198,261)	(56,219)	(624,635)	(115,752)	(426,977)	(823,518)	(9,342,733)
Payments for interfund services used	(1,125,688)	(5,772)	(326,846)	(112,400)	(81,378)	(390,678)	(256,730)	(278,547)	(266,751)	(2,844,790)
Receipts (payments) to other governmental agencies	100,800	-	-	-	-	-	425,578	-	-	526,378
Other operating cash receipts (payments)	(30,000)	-	-	-	-	-	-	-	-	(30,000)
Net cash provided (used) by operating activities	(34,065)	(517,748)	52,081	18,837	24,735	223,980	273,426	1,070,907	(83,980)	1,028,173
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES										
Cash received (paid) to other funds	210,535	-	-	(30,535)	-	-	-	(270,000)	-	(90,000)
Interest paid	(173,030)	-	-	(14,624)	(14,061)	(56,292)	(49,023)	(25,404)	(45,490)	(377,924)
Grants and contributions	3,298	-	-	19,140	-	-	-	-	-	23,419
Net cash provided (used) by noncapital financing activities	40,803	-	-	(26,019)	(14,061)	(56,292)	(49,023)	(294,423)	(45,490)	(444,505)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES										
Capital grants and contributions	-	-	-	-	-	-	-	30,000	292,640	322,640
Interest paid	(25,000)	-	-	-	-	-	-	(633,063)	-	(658,063)
Principal paid on capital and related debt	-	-	-	-	-	-	-	(385,000)	-	(385,000)
Acquisition and construction of capital assets	-	-	-	-	-	-	(94,916)	(7,952,931)	(77,380)	(8,125,227)
Net cash provided (used) by capital and related financing activities	(25,000)	-	-	-	-	-	-	(8,940,994)	215,260	(8,845,650)
CASH FLOWS FROM INVESTING ACTIVITIES										
Interest received	4,871	17,156	2,088	297	650	1,914	1,037	9,077	11,308	48,398
Net cash provided (used) by investing activities	4,871	17,156	2,088	297	650	1,914	1,037	9,077	11,308	48,398
Net increase (decrease) in cash and cash equivalents	(13,391)	(500,592)	54,169	(6,885)	11,324	169,602	130,524	(8,155,433)	97,098	(8,213,584)
Balances - beginning of year	275,797	993,800	51,934	24,118	59,669	128,714	65,354	16,492,126	377,228	18,468,740
Balances - end of the year	\$ 262,406	\$ 493,208	\$ 106,103	\$ 17,233	\$ 70,993	\$ 298,316	\$ 195,878	\$ 8,336,693	\$ 474,326	\$ 10,255,156
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:										
Operating Income	\$ (180,902)	\$ (518,051)	\$ 39,724	\$ (19,354)	\$ 14,539	\$ 223,008	\$ 264,537	\$ 909,923	\$ (289,253)	\$ 444,171
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:										
Depreciation	-	-	-	26,379	-	-	2,659	47,099	59,786	135,923
Changes in assets and liabilities:										
Decrease (increase) in accounts receivable	31,644	671	-	2,557	315	(55,943)	-	102,658	18,852	100,754
Decrease (increase) in prepaids	(50,004)	-	-	-	-	-	-	-	(374)	(50,378)
Increase (decrease) in accounts payable	70,795	(368)	12,357	5,487	(2,697)	23,929	2,789	(75)	106,229	218,446
Increase (decrease) in accrued salaries and benefits	29,972	-	-	3,181	1,890	14,339	11,301	(36)	10,257	70,904
Increase (decrease) in compensated absences	64,430	-	-	587	10,688	18,647	(7,860)	11,338	10,523	108,353
Net cash provided (used) by operating activities	\$ (34,065)	\$ (517,748)	\$ 52,081	\$ 18,837	\$ 24,735	\$ 223,980	\$ 273,426	\$ 1,070,907	\$ (83,980)	\$ 1,028,173
Noncash investing, capital and financing activities										
Amortization related to long-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (58,047)	\$ -	\$ (58,047)
Total noncash investing, capital and financing activities	-	-	-	-	-	-	-	(58,047)	-	(58,047)

COMBINING FIDUCIARY FUNDS

Millview County Water District Fund	Resources held for the benefit of the Millview County Water District.
Redwood Valley County Water District Fund	Resources held for the benefit of the Redwood Valley County Water District.
Special Deposit Custodial Fund	Resources held for outside parties that are not available for spending by the City.
Garbage Billing and Collection Fund	Resources held resulting from billing and collections of mandatory residential solid waste collection.
Russian River Watershed Association	Resources held on behalf of the Russian River Watershed Association, of which the City is a member and acts as its general fiscal agent.
Ukiah Valley Fire Protection District	The Ukiah Valley Fire District Fund is used to account for the activities of the Ukiah Valley Fire District. The City provides accounting, budget management, and other fiscal and administrative services to the District.
Mendocino Solid Waste Management Authority (MSWMA)	Resources accounted for here are for the benefit of the Authority resulting from the activities of collecting and disposing of solid and hazardous waste. The City provides accounting, budget management, and other fiscal and administrative services to the Authority.
Ukiah Valley Sanitation District	Resources held for the benefit of the Ukiah Valley Sanitation District resulting from collections from sewer expansion fees and other miscellaneous revenues.

City of Ukiah, California
Combining Statement of Fiduciary Net Position
Custodial funds
June 30, 2025

	Millview County Water District	Redwood Valley County Water District	Special Deposit Trust	Garbage Billing & Collection	Russian River Watershed Assoc	Ukiah Valley Fire District	MSWMA	Ukiah Valley Sanitation District	Total Custodial funds
ASSETS									
Cash and investments	\$ 5,388,145	\$ 427,062	\$ 785,003	\$ 185,489	\$ 64,412	\$ 18,849	\$ 99,059	\$ 9,758	\$ 6,977,777
Accounts receivable	22,240	545,617	9,032	440,183	-	594,590	141,078	-	1,752,740
Interest receivable	52,760	1,404	-	-	24	1,167	-	-	55,355
Inventories and prepaids	1,364	-	-	-	-	-	-	-	1,364
Total assets	<u>5,464,509</u>	<u>974,083</u>	<u>794,035</u>	<u>625,672</u>	<u>64,436</u>	<u>614,606</u>	<u>240,137</u>	<u>9,758</u>	<u>8,787,236</u>
LIABILITIES									
Accounts payable	\$ 71,873	\$ 601,203	6,255	64,882	106,287	54,851	32,902	-	938,253
Accrued payroll liabilities	-	-	-	-	-	21,484	-	-	21,484
Deposits payable	55,749	18,800	751,622	-	20,009	-	-	-	846,180
Due to other agencies	-	-	-	154,790	-	-	-	-	154,790
Intergovernmental payable	-	-	36,158	-	-	-	-	-	36,158
Due to City of Ukiah	-	-	-	406,000	-	1,532,394	300,843	-	2,239,237
Total liabilities	<u>127,622</u>	<u>620,003</u>	<u>794,035</u>	<u>625,672</u>	<u>126,296</u>	<u>1,608,729</u>	<u>333,745</u>	<u>-</u>	<u>4,236,102</u>
NET POSITION									
Restricted for:									
Individuals, organizations, and other governments	\$ 5,336,887	\$ 354,080	-	-	(61,860)	(994,123)	(93,608)	9,758	4,551,134
Total net position	<u>\$ 5,336,887</u>	<u>\$ 354,080</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (61,860)</u>	<u>\$ (994,123)</u>	<u>\$ (93,608)</u>	<u>\$ 9,758</u>	<u>\$ 4,551,134</u>

City of Ukiah, California
Combining Statement of Changes in Fiduciary Net Position
Custodial funds
For the Year Ended June 30, 2025

	Millview County Water District	Redwood Valley County Water District	Special Deposit Trust	Garbage Billing & Collection	Russian River Watershed Assoc	Ukiah Valley Fire District	MSWMA	Ukiah Valley Sanitation District	Total Custodial funds
ADDITIONS									
Contributions:									
Operating grants, contributions, and subventions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 111,364	\$ -	\$ 111,364
Capital grants, contributions, and subventions	-	463,760	-	-	-	-	-	-	463,760
Taxes and assessments collected for other governments	-	31,691	-	-	-	2,178,897	-	-	2,210,588
Service charges collected for other governments	-	-	-	-	-	292,480	-	-	292,480
Service charges collected for other agencies	1,662,231	1,473,411	-	1,914,485	-	-	510,963	9,758	5,570,848
Intergovernmental	-	-	-	-	-	1,246,442	-	-	1,246,442
Insurance proceeds from capital asset damage	-	69,440	-	-	-	-	-	-	69,440
Miscellaneous	550	480	-	-	-	5,697	-	-	6,727
Members	-	-	-	-	458,993	-	-	-	458,993
Other additions	5,144,569	997,899	-	-	-	-	-	-	6,142,468
Total contributions	6,807,350	3,036,681	-	1,914,485	458,993	3,723,516	622,327	9,758	16,573,110
Investment earnings:									
Use of money and property	6,000	-	-	-	-	-	-	-	6,000
Interest, rent, and concessions	205,785	6,316	-	-	1,823	34,870	66	-	248,860
Total investment earnings	211,785	6,316	-	-	1,823	34,870	66	-	254,860
Total additions	7,019,135	3,042,997	-	-	460,816	3,758,386	622,393	9,758	16,827,970
DEDUCTIONS									
General and administrative	-	-	-	-	-	12,479	144,000	-	156,479
Maintenance and operations	1,661,375	2,688,917	-	3,788	-	137,857	568,021	-	5,059,958
Principal on behalf of beneficiaries	-	-	-	-	-	41,056	-	-	41,056
Interest and fiscal charges on behalf of beneficiaries	20,873	-	-	-	-	7,286	2,252	-	30,411
Distributions to other governments	-	-	-	-	657,725	-	-	14,561	672,286
Payments to other agencies for service charges collected	-	-	-	789,133	-	-	-	-	789,133
Payments to City for services provided	-	-	-	1,121,564	-	3,924,406	-	-	5,045,970
Total deductions	1,682,248	2,688,917	-	1,914,485	657,725	4,123,084	714,273	14,561	11,795,293
Net increase (decrease) in fiduciary net position	5,336,887	354,080	-	-	(196,909)	(364,698)	(91,880)	(4,803)	5,032,677
Total net position - beginning	-	-	-	-	135,049	(629,425)	(1,728)	14,561	(481,543)
Total net position - ending	\$ 5,336,887	\$ 354,080	\$ -	\$ -	\$ (61,860)	\$ (994,123)	\$ (93,608)	\$ 9,758	\$ 4,551,134

STATISTICAL SECTION

STATISTICAL SECTION INDEX

City of Ukiah, California

June 30, 2025

This part of the City of Ukiah's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, footnotes, and required supplementary information says about the City's overall financial health.

FINANCIAL TRENDS

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Net Position by Component	170
Changes in Net Position	171
Fund Balances, Governmental Funds	173
Changes in Fund Balances, Governmental Funds	174

REVENUE CAPACITY

These schedules contain information to help the reader assess the City's ability to generate revenues. Property taxes, sales and use taxes, charges for services, licenses, permits and fees and intergovernmental revenue are the City's most significant revenue sources.

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DEBT CAPACITY

These schedules contain information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

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DEMOGRAPHIC AND ECONOMIC INFORMATION

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

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OPERATING INFORMATION

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

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Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive financial reports for the relevant year. Information was available beginning with the year ended June 30, 2004, for the financial trend schedules.

City of Ukiah
Net Position by Component
Last Ten Fiscal Years
(Accrual basis of accounting)

For Fiscal Year Ended June 30	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities										
Net investment in capital assets	\$ 29,088,528	\$ 33,668,910	\$ 38,289,548	\$ 42,321,290	\$ 47,339,972	\$ 50,915,097	\$ 56,905,670	\$ 57,015,033	\$ 58,080,047	\$ 47,675,326
Restricted	12,263,161	11,698,264	12,610,721	12,610,721	10,544,419	15,484,736	15,368,987	42,596,682	42,596,682	35,319,615
Unrestricted	(20,646,894)	(17,337,366)	(21,409,323)	(18,876,394)	(19,796,054)	(18,505,530)	(14,390,245)	(39,343,088)	(40,853,590)	(16,202,472)
Total governmental net position	<u>\$ 20,704,795</u>	<u>\$ 28,029,808</u>	<u>\$ 29,490,946</u>	<u>\$ 36,055,617</u>	<u>\$ 38,088,337</u>	<u>\$ 47,894,303</u>	<u>\$ 57,884,412</u>	<u>\$ 60,268,627</u>	<u>\$ 59,823,139</u>	<u>\$ 66,792,469</u>
Business-type activities										
Net investment in capital assets	\$ 54,756,782	\$ 46,328,983	\$ 70,965,675	\$ 86,114,096	\$ 119,060,268	\$ 126,053,127	\$ 128,557,177	\$ 126,323,676	\$ 161,367,208	\$ 184,184,355
Restricted	2,427,020	-	81,993	123,367	99,829	251,126	320,241	794,192	876,480	1,103,258
Unrestricted	24,215,129	31,286,562	19,917,540	16,454,313	2,219,045	(7,298,061)	(17,969,112)	(15,971,680)	(13,306,005)	(12,785,372)
Total business-type net position	<u>\$ 81,398,931</u>	<u>\$ 77,615,545</u>	<u>\$ 90,965,208</u>	<u>\$ 102,691,776</u>	<u>\$ 121,379,142</u>	<u>\$ 119,006,192</u>	<u>\$ 110,908,306</u>	<u>\$ 111,146,188</u>	<u>\$ 148,937,683</u>	<u>\$ 172,502,241</u>
Primary governmental										
Net investment in capital assets	\$ 83,845,310	\$ 79,997,893	\$ 109,255,223	\$ 128,435,386	\$ 166,400,240	\$ 176,968,224	\$ 185,462,847	\$ 183,338,709	\$ 219,447,255	\$ 231,859,681
Restricted	14,690,181	11,698,264	12,692,714	12,734,088	10,644,248	15,735,862	15,689,228	43,390,874	43,473,162	36,422,873
Unrestricted	3,568,235	13,949,197	(1,491,783)	(2,422,081)	(17,577,009)	(25,803,591)	(32,359,357)	(55,314,768)	(54,159,595)	(28,987,844)
Total primary governmental net position	<u>\$ 102,103,726</u>	<u>\$ 105,645,354</u>	<u>\$ 120,456,154</u>	<u>\$ 138,747,393</u>	<u>\$ 159,467,479</u>	<u>\$ 166,900,495</u>	<u>\$ 168,792,718</u>	<u>\$ 171,414,815</u>	<u>\$ 208,760,822</u>	<u>\$ 239,294,710</u>

Source: Audited Financial Statements – Statement of Net Position

City of Ukiah
Changes in Net Position
Last Ten Fiscal Years
(Accrual basis of accounting)

	Fiscal Year									
For Fiscal Year Ended June 30	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities:										
General government	\$ 1,856,104	\$ 141,713	\$ 1,856,104	\$ 2,655,969	\$ 99,829	\$ 838,727	\$ 2,824,700	\$ 5,701,815	\$ 4,690,322	\$ 6,272,993
Public safety	11,794,779	8,887,246	11,794,779	12,167,151	12,812,411	13,659,736	10,238,317	13,937,176	13,937,325	14,609,188
Housing and community development	1,039,784	171,523	1,039,784	2,128,714	2,833,311	1,460,134	2,058,024	1,556,452	1,926,206	2,289,459
Public works	4,018,082	296,934	4,018,082	3,467,503	4,752,062	3,426,376	2,357,684	3,728,734	3,305,509	2,105,123
Parks and recreation	3,306,839	39,796	3,306,839	3,861,576	3,973,413	4,201,399	5,640,841	6,816,875	8,075,950	6,944,726
Economic development and redevelopment	273,570	-	273,570	299,397	403,808	290,261	84,274	310,065	207,310	193,684
Interest on long-term debt expenses	59,477	-	59,477	176,067	165,210	992,902	1,674,767	1,321,028	3,479,002	4,389,293
	<u>22,348,635</u>	<u>9,537,212</u>	<u>22,348,635</u>	<u>24,756,377</u>	<u>25,040,044</u>	<u>24,869,535</u>	<u>24,878,607</u>	<u>33,372,145</u>	<u>35,621,624</u>	<u>36,804,466</u>
Business-type activities:										
Airport	1,532,905	-	1,532,905	1,360,631	1,528,285	1,857,261	1,541,733	1,626,400	1,926,596	1,982,932
Conference Center	369,045	-	369,045	500,305	503,445	(336,910)	306,131	523,678	557,924	589,884
Electric	15,830,736	17,408,177	15,830,736	17,373,419	18,854,227	19,695,234	22,839,554	25,490,865	23,062,949	24,389,929
Golf	223,341	-	223,341	213,949	251,078	144,680	247,149	229,507	228,916	218,229
Landfill	667,140	-	667,140	2,114,576	4,165,711	969,800	1,417,733	2,143,903	1,630,530	1,268,936
Parking District	153,620	-	153,620	128,643	171,705	137,930	148,354	117,417	125,590	138,626
Street Lighting	395,694	-	395,694	43,349	147,861	186,765	146,475	189,463	157,324	253,247
Wastewater	10,116,164	10,092,436	10,116,164	10,979,067	11,580,850	9,659,518	8,747,889	8,497,211	9,471,702	10,261,653
Water	4,659,530	5,187,510	4,659,530	4,111,529	6,196,274	8,179,199	7,390,232	9,119,878	8,438,575	10,025,713
Disposal site	-	565,819	-	-	-	-	-	-	-	-
Nonmajor activities	-	2,816,055	-	-	11,089	55,894	933,997	1,242,793	1,860,404	3,185,496
expenses	<u>33,948,175</u>	<u>36,069,997</u>	<u>33,948,175</u>	<u>36,825,468</u>	<u>43,410,525</u>	<u>40,549,371</u>	<u>43,719,247</u>	<u>49,181,115</u>	<u>47,460,510</u>	<u>52,314,645</u>
Total primary government expenses	<u>\$ 56,296,810</u>	<u>\$ 45,607,209</u>	<u>\$ 56,296,810</u>	<u>\$ 61,581,845</u>	<u>\$ 68,450,569</u>	<u>\$ 65,418,906</u>	<u>\$ 68,597,854</u>	<u>\$ 82,553,260</u>	<u>\$ 83,082,134</u>	<u>\$ 89,119,111</u>
Program revenues										
Governmental activities:										
Charges for services										
General government	\$ 366,171	\$ 333,458	\$ 366,171	\$ 111,355	\$ 234,487	\$ 78,607	\$ 70,182	\$ 115,137	\$ 159,080	\$ 439,490
Public safety	567,592	362,711	567,592	505,451	301,503	326,986	463,486	592,944	528,147	201,416
development	454,920	-	454,920	783,575	390,121	573,410	600,754	902,296	849,721	1,048,344
Public works	28,773	-	28,773	92,923	435,190	542,554	430,712	721,741	609,750	323,394
Parks and recreation	782,091	791,257	782,091	786,161	788,687	1,715,541	2,944,741	3,816,814	4,239,695	4,144,026
Economic development and redevelopment	256,554	-	256,554	259,897	7,289	250,000	250,000	250,000	250,000	250,000
Operating grants and contributions	3,007,794	1,233,883	3,007,794	2,044,901	4,431,684	7,890,530	4,947,892	6,040,597	5,317,289	8,477,365
Capital grants and contributions	618,546	1,325,091	618,546	1,574,928	76,898	771,125	2,424,991	1,884,763	1,980,842	4,193,350
Total governmental activities program revenues	<u>6,082,441</u>	<u>4,046,400</u>	<u>6,082,441</u>	<u>6,159,191</u>	<u>6,665,859</u>	<u>12,148,753</u>	<u>12,132,758</u>	<u>14,324,292</u>	<u>13,934,524</u>	<u>19,077,385</u>
Business-type activities:										
Charges for services										
Airport	1,326,141	-	1,326,141	1,541,327	1,234,045	1,390,195	1,333,795	1,358,665	1,728,466	1,883,609
Conference Center	367,504	-	367,504	369,245	274,794	210,000	254,208	348,221	371,870	479,648
Electric	15,875,141	15,971,210	15,875,141	16,193,492	15,581,664	18,141,046	16,576,739	20,841,212	24,609,220	27,950,707
Golf	133,370	-	133,370	36,669	40,000	38,500	40,000	41,500	40,000	40,000
Landfill	630,477	-	630,477	646,611	703,549	716,223	650,086	606,118	632,710	616,313
Parking District	134,689	-	134,689	120,121	114,068	100,679	122,811	119,944	113,471	120,396
Street Lighting	191,388	-	191,388	188,814	188,873	183,278	189,163	188,215	191,340	193,948
Wastewater	8,093,392	7,493,383	8,093,392	8,002,895	7,851,031	7,935,941	7,876,513	8,784,250	8,052,968	8,946,770
Water	6,486,959	5,785,553	6,486,959	6,502,379	6,909,764	7,228,258	7,107,835	7,459,767	8,131,496	9,444,792
Disposal site	-	362,018	-	-	-	-	-	-	-	-
Nonmajor activities	-	1,723,513	-	-	14,441	79,891	548,129	976,712	1,290,073	3,175,106
Operating grants and contributions	534,619	210,298	534,619	819,586	2,830,622	759,696	1,572,005	1,659,916	1,816,385	4,203,038
Capital grants and contributions	2,592,224	2,640,396	2,592,224	12,524,559	24,876,967	556,033	201,152	5,077,674	36,912,950	19,185,413
Total business-type activities program revenues	<u>36,365,904</u>	<u>34,186,371</u>	<u>36,365,904</u>	<u>46,945,698</u>	<u>60,619,818</u>	<u>37,339,740</u>	<u>36,472,436</u>	<u>47,462,194</u>	<u>83,890,949</u>	<u>76,239,740</u>
Total primary government program revenues	<u>\$ 42,448,345</u>	<u>\$ 38,232,771</u>	<u>\$ 42,448,345</u>	<u>\$ 53,104,889</u>	<u>\$ 67,285,677</u>	<u>\$ 49,488,493</u>	<u>\$ 48,605,194</u>	<u>\$ 61,786,486</u>	<u>\$ 97,825,473</u>	<u>\$ 95,317,125</u>
Net (Expense) Revenue										
Government activities	\$ (16,266,194)	\$ (5,490,812)	\$ (16,266,194)	\$ (18,597,186)	\$ (18,374,185)	\$ (12,720,782)	\$ (12,745,849)	\$ (19,047,853)	\$ (21,687,100)	\$ (17,727,081)
Business-type activities	2,417,729	(1,883,626)	2,417,729	10,120,230	17,209,293	(3,209,631)	(7,246,811)	(1,718,921)	36,430,439	23,925,095
Total primary government net expense	<u>\$ (13,848,465)</u>	<u>\$ (7,374,438)</u>	<u>\$ (13,848,465)</u>	<u>\$ (8,476,956)</u>	<u>\$ (1,164,892)</u>	<u>\$ (15,930,413)</u>	<u>\$ (19,992,660)</u>	<u>\$ (20,766,774)</u>	<u>\$ 14,743,339</u>	<u>\$ 6,198,014</u>

For Fiscal Year Ended June 30

General Revenues and Other Changes in Net Position

Governmental activities:

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Property tax	\$ 3,531,272	\$ 1,470,323	\$ 2,890,291	\$ 2,984,192	\$ 3,139,960	\$ 3,408,846	\$ 3,520,010	\$ 3,674,829	\$ 4,028,252	\$ 4,190,036
Sales tax	6,740,622	9,805,225	10,745,095	11,974,379	13,313,206	15,535,021	14,553,285	13,719,396	13,268,292	12,985,608
Licenses, permits and franchises	-	-	1,653,146	1,781,141	1,742,671	1,815,271	1,846,594	2,197,540	2,307,901	2,729,411
Transient occupancy	1,229,814	1,302,336	1,406,417	1,496,473	1,365,477	1,367,852	1,487,139	1,446,678	1,261,431	1,140,527
Business license	-	-	380,797	303,604	411,997	560,527	533,653	509,805	519,782	489,157
Other taxes	1,939,984	2,450,254	249	462	888	1,136	888	781	675	675
Use of money and property	-	-	708,389	850,711	696,930	266,006	(119,912)	227,389	553,104	1,427,439
Interest and investment earnings	323,373	404,235	-	-	-	-	-	-	-	-
Other revenue	-	-	306,746	181,676	246,319	17,052	280,944	233,241	286,078	338,777
Transfers	(473,539)	(639,819)	(363,796)	(410,782)	(510,543)	(444,963)	633,357	(577,591)	(836,695)	1,394,781
Total governmental activities	13,291,526	14,792,554	17,727,334	19,161,856	20,406,905	22,526,748	22,735,958	21,432,068	21,388,820	24,696,411

Business-type activities:

Property tax	-	-	16,949	17,121	16,815	16,714	17,057	18,043	17,515	8,129
Interest and investment earnings	672,730	468,003	-	-	-	-	-	-	-	-
Use of money and property	-	-	247,347	1,166,919	950,715	352,781	(234,775)	287,566	811,963	916,853
Other revenue	-	-	-	11,513	-	22,223	-	1,073,603	322,302	109,262
Transfers	473,539	639,819	363,796	410,782	510,543	444,963	(633,357)	577,591	836,695	(1,394,781)
Total business-type activities	1,146,269	1,107,822	628,092	1,606,335	1,478,073	836,681	(851,075)	1,956,803	1,988,475	(360,537)
Total primary government	\$ 14,437,795	\$ 15,900,376	\$ 18,355,426	\$ 20,768,191	\$ 21,884,978	\$ 23,363,429	\$ 21,884,883	\$ 23,388,871	\$ 23,377,295	\$ 24,335,874

Extraordinary items

Government activities	-	-	-	-	-	-	-	-	-	-
Business-type activities	-	-	-	-	-	-	-	-	-	-
Total Extraordinary Items	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Special items

Government activities	-	-	-	6,000,000	-	-	-	-	-	-
Business-type activities	-	(4,984,310)	-	-	-	-	-	-	-	-
Total Special Items	\$ -	\$ (4,984,310)	\$ -	\$ 6,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Accounting Change - Accumulative Effect

Government activities	-	-	-	-	-	-	-	-	-	-
Business-type activities	-	-	-	-	-	-	-	-	-	-
Total Accounting Change - Accumulative Effect	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Change in Net Position

Government activities	\$ (2,974,668)	\$ 9,301,742	\$ 1,461,140	\$ 6,564,670	\$ 2,032,720	\$ 9,805,966	\$ 9,990,109	\$ 2,384,215	\$ (298,280)	\$ 6,969,330
Business-type activities	3,563,998	(5,760,114)	3,045,821	11,726,565	18,687,366	(2,372,950)	(8,097,886)	237,882	38,418,914	23,564,558
Total primary government	\$ 589,330	\$ 3,541,628	\$ 4,506,961	\$ 18,291,235	\$ 20,720,086	\$ 7,433,016	\$ 1,892,223	\$ 2,622,097	\$ 38,120,634	\$ 30,533,888

Source - Audited Financial Statements - Statement of Activities

Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)

For Fiscal Year Ended June 30	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Nonspendable	\$ 911,343	\$ 951,167	\$ 1,793,247	\$ 5,514,226	\$ 6,673,912	\$ 4,224,563	\$ 4,305,711	\$ 4,442,788	\$ 4,949,037	\$ 3,163,170
Restricted	-	-	4,000,000	-	-	-	-	-	-	246,529
Committed	-	-	-	-	194,655.0	-	-	-	-	-
Assigned	185,443	4,371,069	-	-	-	186,134	266,158	-	-	-
Unassigned	4,116,215	-	(1,623,326)	3,321,778	2,434,740	6,818,832	8,668,084	7,646,712	6,568,281	7,246,564
Total general fund	<u>\$ 5,213,001</u>	<u>\$ 5,322,236</u>	<u>\$ 4,169,921</u>	<u>\$ 8,836,004</u>	<u>\$ 9,303,307</u>	<u>\$ 11,229,529</u>	<u>\$ 13,239,953</u>	<u>\$ 12,089,500</u>	<u>\$ 11,517,318</u>	<u>\$ 10,656,263</u>
All other governmental funds										
Nonspendable	\$ -	\$ -	\$ 137,576	\$ -	\$ 137,576	\$ 137,576	\$ 137,576	\$ 137,576	\$ 137,576	\$ 137,576
Restricted	12,276,877	11,698,264	126,110,721	11,765,026	10,747,218	15,347,160	17,727,982	25,645,933	23,781,929	25,535,389
Committed	-	-	12,610,721	685,933	305,466	415,634	803,531	461,610	351,778	418,585
Assigned	3,358,684	2,952,598	1,516,753	1,430,426	1,326,655	4,806,366	20,784,801	5,872,949	5,520,222	5,383,406
Unassigned	(442,572)	(1,044,381)	(1,919,041)	(2,801,435)	(1,955,567)	(1,282,564)	(768,655)	(1,104,383)	(3,206,645)	(3,139,113)
Total other governmental funds	<u>\$ 15,192,989</u>	<u>\$ 13,606,481</u>	<u>\$ 138,456,730</u>	<u>\$ 11,079,950</u>	<u>\$ 10,561,348</u>	<u>\$ 19,424,172</u>	<u>\$ 38,685,235</u>	<u>\$ 31,013,685</u>	<u>\$ 26,584,860</u>	<u>\$ 28,335,843</u>

Source: Audited Financial Statements - Balance Sheet-Governmental funds

City of Ukiah
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)

Function	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
REVENUES										
Property tax	\$ 3,531,272	\$ 1,470,323	\$ 2,890,291	\$ 2,984,192	\$ 3,139,960	\$ 3,408,846	\$ 3,520,010	\$ 3,674,829	\$ 4,028,252	\$ 4,190,036
Sales tax	6,824,737	9,805,225	10,745,095	11,974,379	13,313,206	15,535,021	14,553,285	13,719,396	13,268,292	12,985,608
Franchise fees	-	-	1,653,146	1,781,141	1,742,671	1,815,271	1,846,595	2,197,540	2,307,901	2,729,411
Transient occupancy	1,229,814	1,302,336	1,406,417	1,496,473	1,365,477	1,362,134	1,485,385	1,443,140	1,251,277	1,140,527
Business license tax	-	-	380,797	303,604	411,997	509,803	533,653	509,805	520,282	489,157
Other taxes	1,917,323	391,473	249	462	888	1,136	888	781	675	675
Charges for service	755,074	1,487,426	1,780,430	2,036,077	1,340,123	2,505,138	3,854,428	5,176,251	5,635,725	5,707,446
Licenses and permits	341,642	1,792,595	299,101	211,113	259,533	276,752	262,422	431,455	286,285	409,518
Grants contributions and donations	-	-	274,995	938,308	3,164,054	1,693,511	-	415,281	7,160,729	12,569,923
Intergovernmental	2,911,624	1,945,803	2,524,311	1,153,488	2,686,013	6,036,254	6,957,672	7,960,918	-	-
Fines penalties and forfeitures	78,589	73,835	73,639	33,588	29,716	25,933	28,863	36,231	46,877	122,683
Facility rental	-	-	589,952	607,020	-	-	-	-	-	-
Interest, rent, and concessions	336,173	415,979	99,543	243,994	-	27,844	445	1	-	-
Use of money and property	-	-	36,656	-	1,072,805	922,810	465,950	828,126	1,229,715	1,378,236
Miscellaneous	411,052	187,999	654,186	436,361	388,629	158,956	272,253	140,736	135,491	75,569
Total revenues	\$ 18,337,300	\$ 18,872,994	\$ 23,408,808	\$ 24,200,200	\$ 28,915,072	\$ 34,279,409	\$ 33,781,849	\$ 36,534,490	\$ 35,871,501	\$ 41,798,789
EXPENDITURES										
Current:										
General government	542,434	549,540	270,429	168,024	284,410	28,429,045	123,137	76,120	205,281	148,351
Public safety	11,096,768	11,592,123	11,703,851	12,111,558	12,569,718	13,486,427	14,680,628	16,422,345	17,725,693	18,299,567
Housing and community development	870,450	1,261,361	1,039,784	2,107,427	1,385,401	1,460,134	2,058,024	1,754,618	2,080,199	2,481,008
Public works	2,173,214	1,192,369	1,679,304	1,646,459	1,706,516	1,732,451	3,124,536	3,123,241	1,890,152	5,161,426
Parks, buildings, and grounds	-	-	-	26	856	1,190,266	1,979,678	1,907,747	2,011,422	2,022,478
Recreation and culture	2,616,856	2,873,224	3,183,278	3,439,596	3,449,222	2,517,373	3,726,375	5,350,749	5,936,448	5,474,244
Economic development and redevelopment	-	-	273,570	299,397	403,808	290,261	84,273	339,766	184,737	184,208
Debt service:										
Interest	-	-	-	142,679	139,753	139,070	1,660,748	1,579,870	1,480,449	1,389,060
Issuance expense	-	-	4,019	-	-	554,846	137,651	-	-	-
Principal	-	-	40,000	80,070	82,712	85,442	546,618	1,903,171	2,030,143	2,081,641
Capital lease principal	-	16,243	49,967	101,727	104,282	127,291	130,470	133,727	137,067	140,488
Capital lease interest	-	-	14,055	26,232	23,678	26,949	23,234	19,977	16,636	13,215
Capital outlay	2,612,218	2,147,966	12,217,670	6,373,804	8,560,345	5,776,201	3,545,309	11,801,541	6,437,209	4,530,386
Total expenditures	19,911,940	19,632,826	30,475,927	26,496,999	28,710,701	55,815,756	31,820,681	44,412,872	40,135,436	41,926,072
Excess (deficiency) of revenues over expenditures	(1,574,640)	(759,832)	(7,067,119)	(2,296,799)	204,371	(21,536,347)	1,961,168	(7,878,382)	(4,263,935)	(127,283)
OTHER FINANCING SOURCES (USES)										
Bond issue and Debt proceeds	-	-	5,125,731	-	284,685	32,770,354	17,027,366	-	-	-
Discount on bonds issued	-	-	-	-	-	-	-	-	-	-
Transfers in	940,063	1,010,534	1,613,884	7,813,522	5,079,682	4,269,762	10,221,951	4,441,076	4,595,531	5,313,178
Transfers out	(1,413,602)	(1,727,975)	(1,963,679)	(8,238,303)	(5,620,041)	(4,714,724)	(7,939,001)	(5,384,697)	(5,185,395)	(4,295,967)
Total other financing sources (uses)	(473,539)	(717,441)	4,775,936	(424,781)	(255,674)	32,325,392	19,310,316	(943,621)	(589,864)	1,017,211
SPECIAL ITEM										
Reinstatement of Successor Agency loan	-	-	-	6,000,000	-	-	-	-	-	-
Extraordinary items & Prior Period Adj.	-	-	-	-	-	-	-	-	-	-
Total special items	-	-	-	6,000,000	-	-	-	-	-	-
Net change in fund balances	(2,048,179)	(1,477,273)	(2,291,183)	3,278,420	(51,303)	10,789,045	21,271,484	(8,822,003)	(4,853,799)	889,928
Debt service as a percentage of noncapital expenditures	0.00%	0.12%	0.56%	1.67%	1.70%	1.87%	9.38%	10.87%	10.50%	9.69%

Source: Audited Financial Statements - Statement of Revenues, Expenditures and Changes in Fund Balances

Prior Period adjustment of is the result of moving long-term receivables and Land Held for Resale from deferred inflows-available revenues to restricted fund balance.

City of Ukiah
Tax Revenues by Source, Governmental Funds
Last Ten Fiscal Years

Fiscal Year	Type of Tax					Total
	Property	Sales & Use	Occupancy	Franchise	Other	
2016	3,531,272	6,824,737	1,229,814	1,514,798	402,524	13,503,145
2017	2,703,312 ^{1.}	8,489,734	1,302,336	1,551,794	473,976	14,521,152
2018	2,838,902	10,853,469	1,406,417	1,653,146	434,464 ^{2.}	17,186,398
2019	2,984,192	11,974,379	1,496,473	1,781,141	304,066	18,540,251
2020	3,156,775	13,313,206	1,365,477	1,742,671	412,885	19,991,014
2021	3,425,560	15,535,021	1,367,852	1,815,271	561,663	22,705,367
2022	3,537,067	14,553,285	1,487,139	1,846,594	534,541	21,958,626
2023	3,692,872	13,719,396	1,446,678	2,197,540	510,586	21,567,072
2024	4,028,252	13,268,292	1,251,277	2,307,901	520,457	21,376,179
2025	4,190,036	12,985,608	1,140,527	2,729,411	489,832	21,535,414
Change						
2023-2024	4.0%	-2.1%	-8.9%	18.3%	-5.9%	0.7%

Source: Audited Financial Statements - Statement of Revenues, Expenditures and Changes in Fund Balances

1. Reduction over prior year due to the elimination of the Triple Flip portion of the Property Tax.
2. In 2018 Property Transfer Tax was included in 'Other' Taxes. In 2019 we recategorized it as Property Tax.

City Of Ukiah, California
Property Tax Rates
Direct And Overlapping Governments
Last Ten Fiscal Years

Property tax schedules are not readily available from the County and are not presented here.

**City of Ukiah
Electric Utility Rates
Last 10 Fiscal Years**

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Residential, single phase										
Per meter per month, per KWH	\$ 0.12040	\$ 0.12040	\$ 0.12790	\$ 0.13180	\$ 0.13580	\$ 0.13580	\$ 0.14797	\$ 0.16009	\$ 0.19633	\$ 0.22610
Minimum monthly billing	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00
Power Cost Surcharge	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.01457	\$ 0.01108	\$ 0.00264
General service:										
Base charge:										
Single phase	\$ 8.40	\$ 8.92	\$ 9.19	\$ 9.47	\$ 9.76	\$ 9.76	\$ 15.50	\$ 17.21	\$ 21.11	\$ 28.37
Polyphase	\$ 9.80	\$ 9.99	\$ 10.29	\$ 10.60	\$ 10.92	\$ 10.92	\$ 16.50	\$ 18.32	\$ 22.47	\$ 30.19
X-ray machine	\$ 21.00	\$ 22.28	\$ 22.95	\$ 23.64	\$ 24.35	\$ 24.35	N/A	N/A	N/A	N/A
Minimum charge:										
second meter	\$ 8.40	\$ 8.92	\$ 9.19	\$ 9.47	\$ 9.76	\$ 9.76	15.50000	17.21000	21.11000	28.37000
Energy use charge, per meter, per month, per KWH										
Summer	\$ 0.16568	\$ 0.17578	\$ 0.18106	\$ 0.18650	\$ 0.19210	\$ 0.19210	\$ 0.20010	\$ 0.21911	\$ 0.26872	\$ 0.30762
Winter	\$ 0.12294	\$ 0.13043	\$ 0.13435	\$ 0.13839	\$ 0.14255	\$ 0.14255	\$ 0.16090	\$ 0.17619	\$ 0.21608	\$ 0.24736
Power Cost Surcharge	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.01457	\$ 0.01108	\$ 0.00264
General Service with Demand:										
Base rate, per meter, per month	\$ 70.60	\$ 74.91	\$ 77.16	\$ 79.48	\$ 81.87	\$ 81.87	\$ 114.62	\$ 137.54	\$ 168.68	\$ 226.53
Demand charge per KWH										
Summer	\$ 0.10966	\$ 0.11634	\$ 0.11984	\$ 0.12344	\$ 0.12715	\$ 0.12715	\$ 0.13834	\$ 0.15037	\$ 0.18441	\$ 0.20711
Winter	\$ 0.08829	\$ 0.09367	\$ 0.09367	\$ 0.09939	\$ 0.10238	\$ 0.10238	\$ 0.11139	\$ 0.12108	\$ 0.14849	\$ 0.17259
General large Industrial Service:										
Base charge, per meter, per month	\$ 70.60	\$ 74.91	\$ 77.16	\$ 79.48	\$ 81.87	\$ 81.87	\$ 143.27	\$ 179.09	\$ 219.64	\$ 253.82
Demand charge per kwh of maximum demand:										
Winter	\$ 4.05	\$ 4.31	\$ 4.44	\$ 4.58	\$ 4.72	\$ 4.72	\$ 5.29	\$ 5.92	\$ 7.26	\$ 8.98
Summer	\$ 6.45	\$ 6.85	\$ 7.06	\$ 7.28	\$ 7.50	\$ 7.50	\$ 8.10	\$ 8.83	\$ 10.83	\$ 12.46

Source: Utility Billing Department Rate Schedules

**City of Ukiah
Wastewater Utility Rates
Last 10 Fiscal Years**

Wastewater System Rates- City	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Residential										
Fixed Minimum Charge- Per Dwelling Unit	\$ 62.44	\$ 62.44	\$ 62.44	\$ 62.44	\$ 62.44	\$ 49.35	\$ 50.34	\$ 51.35	\$ 51.86	\$ 59.71
Consumption Rate (\$/hcf (1))	\$ 2.45	\$ 2.45	\$ 2.45	\$ 2.45	\$ 2.45	\$ 3.57	\$ 3.64	\$ 3.71	\$ 3.75	\$ 4.32
Commercial										
Commercial Low Strength (\$/hcf)	\$ 9.79	\$ 9.79	\$ 9.79	\$ 9.79	\$ 9.79	\$ 3.57	\$ 3.64	\$ 3.71	\$ 3.75	\$ 4.32
Commercial Moderate Strength (\$/hcf)	\$ 10.47	\$ 10.47	\$ 10.47	\$ 10.47	\$ 10.47	\$ 3.89	\$ 3.97	\$ 4.05	\$ 4.09	\$ 4.71
Commercial Medium Strength (\$/hcf)	\$ 18.52	\$ 18.52	\$ 18.52	\$ 18.52	\$ 18.52	\$ 7.77	\$ 7.92	\$ 8.08	\$ 8.16	\$ 9.39
Commercial High Strength (\$/hcf)	\$ 23.85	\$ 23.85	\$ 23.85	\$ 23.85	\$ 23.85	\$ 10.32	\$ 10.53	\$ 10.74	\$ 10.85	\$ 12.49

(1) Each unit equals 748 gallons or 100 cubic feet (hcf).

Wastewater System Rates- District

Residential										
Fixed Minimum Charge- Per Dwelling Unit	\$ 53.47	\$ 53.47	\$ 53.47	\$ 53.47	\$ 53.47	N/A	N/A	N/A	N/A	N/A
Consumption Rate (\$/hcf (1))	\$ 6.60	\$ 6.60	\$ 6.60	\$ 6.60	\$ 6.60	N/A	N/A	N/A	N/A	N/A
Commercial										
Commercial Low Strength (\$/hcf)	\$ 9.69	\$ 9.69	\$ 9.69	\$ 9.69	\$ 9.69	N/A	N/A	N/A	N/A	N/A
Commercial Moderate Strength (\$/hcf)	\$ 10.36	\$ 10.36	\$ 10.36	\$ 10.36	\$ 10.36	N/A	N/A	N/A	N/A	N/A
Commercial Medium Strength (\$/hcf)	\$ 18.32	\$ 18.32	\$ 18.32	\$ 18.32	\$ 18.32	N/A	N/A	N/A	N/A	N/A
Commercial High Strength (\$/hcf)	\$ 23.60	\$ 23.60	\$ 23.60	\$ 23.60	\$ 23.60	N/A	N/A	N/A	N/A	N/A

(1) Each unit equals 748 gallons or 100 cubic feet (hcf).

Source: Utility Billing Department Rate Schedules

**City of Ukiah
Water Utility Rates
Last 10 Fiscal Years**

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Water System Rates										
Consumption Rate (\$/unit (1))										
Single Family Residential	\$ 2.86	\$ 2.95	\$ 3.04	\$ 3.13	\$ 3.22	\$ 3.26	\$ 3.48	\$ 3.72	\$ 3.98	\$ 4.18
All Other Customers	\$ 2.86	\$ 2.95	\$ 3.04	\$ 3.13	\$ 3.22	\$ 3.26	\$ 3.48	\$ 3.72	\$ 3.98	\$ 4.18
Minimum base charge by Meter Size/ Class:										
3/4" Meter	\$ 33.63	\$ 34.64	\$ 35.68	\$ 36.75	\$ 37.85	\$ 39.88	\$ 42.67	\$ 45.66	\$ 48.86	\$ 51.30
1" Meter	\$ 54.00	\$ 55.62	\$ 57.29	\$ 59.01	\$ 60.78	\$ 63.87	\$ 68.34	\$ 73.12	\$ 78.24	\$ 82.15
1 1/2" Meter	\$ 104.47	\$ 107.60	\$ 110.83	\$ 114.15	\$ 117.57	\$ 123.31	\$ 131.94	\$ 141.18	\$ 151.06	\$ 158.61
2" Meter	\$ 165.27	\$ 170.23	\$ 175.34	\$ 180.60	\$ 186.02	\$ 194.92	\$ 208.56	\$ 223.16	\$ 238.78	\$ 250.72
3" Meter	\$ 307.24	\$ 316.46	\$ 325.95	\$ 335.73	\$ 345.80	\$ 362.14	\$ 387.49	\$ 414.61	\$ 443.63	\$ 465.81
4" Meter	\$ 510.02	\$ 525.32	\$ 541.08	\$ 557.31	\$ 574.03	\$ 600.97	\$ 643.04	\$ 688.05	\$ 736.21	\$ 773.02
6" Meter	\$ 1,073.66	\$ 1,047.00	\$ 1,078.41	\$ 1,110.76	\$ 1,144.08	\$ 1,197.51	\$ 1,281.34	\$ 1,371.03	\$ 1,467.00	\$ 1,540.35
Fire Service 2" & under	\$ 36.07	\$ 37.15	\$ 38.26	\$ 39.41	\$ 40.59	\$ 40.59	\$ 40.59	\$ 40.59	\$ 40.59	\$ 40.59
Fire Service 3"	\$ 64.84	\$ 66.79	\$ 68.79	\$ 70.85	\$ 72.98	\$ 72.98	\$ 72.98	\$ 72.98	\$ 72.98	\$ 72.98
Fire Service 4"	\$ 105.93	\$ 109.11	\$ 112.38	\$ 115.75	\$ 119.22	\$ 119.22	\$ 119.22	\$ 119.22	\$ 119.22	\$ 119.22
Fire Service 6"	\$ 208.56	\$ 214.82	\$ 221.26	\$ 227.90	\$ 234.74	\$ 234.74	\$ 234.74	\$ 234.74	\$ 234.74	\$ 234.74
Fire Service 8"	\$ 331.77	\$ 341.72	\$ 351.97	\$ 362.53	\$ 373.41	\$ 373.41	\$ 373.41	\$ 373.41	\$ 373.41	\$ 373.41

(1) Each unit equals 748 gallons.

Source: Utility Billing Department Rate Schedules

City of Ukiah
Top Ten Electric Usage Customers
Current Year in alphabetical order

	2025	
Rate Payers	Electric Charges	
City of Ukiah	\$ 1,673,402	5.98%
Costco	686,462	2.45%
County of Medocino	1,082,686	3.87%
Maverick Enterprises	363,184	1.30%
Safeway Stores	466,303	1.67%
Save Mart Supermarkets (Lucky's)	404,305	1.45%
Save Mart Supermarkets (Food Maxx)	362,285	1.30%
Ukiah Unified School District	611,003	2.18%
Ukiah Valley Medical Center	1,172,138	4.19%
Wal-Mart	252,243	0.90%
	<u>\$ 7,074,011</u>	<u>25%</u>

Source: Utility Billing Module

City of Ukiah
Ratio of Outstanding Debt by Type
Per Capita & Per Capita Income Data
Last 10 Fiscal Years

Fiscal Year	Estimated Population	Countywide Per Capita Income	Governmental Type Activities				Business Type Activities						Total Primary Government	Debt Per Capita	Percentage of Personal Income
			Estimated Ukiah Personal Income	Redevelopment Bonds	Capital Leases	Lease Revenue Bonds	Electric Revenue Bonds	Installment Agreements	State Loans	Direct Borrowing Loans	Lease Revenue Bonds	Landfill Obligations			
2016	16,186	43,845	\$ 709,675,170	\$ 8,950,000	\$ -	\$ -	\$ 3,718,054	\$ 75,603,577	\$ -	\$ -	\$ -	\$ 14,700,370	\$ 102,972,001	\$ 6,362	14.51%
2017	16,314	45,436	\$ 741,242,904	\$ 7,865,000	\$ -	\$ -	\$ 1,950,000	\$ 73,048,887	\$ -	\$ 199,883	\$ -	\$ 14,700,370	\$ 97,764,140	\$ 5,993	13.19%
2018	16,226	47,611	\$ 772,536,086	\$ 7,350,000	\$ 5,301,504	\$ -	\$ -	\$ 70,443,734	\$ -	\$ 190,121	\$ -	\$ 14,700,370	\$ 97,985,729	\$ 6,039	12.68%
2019	16,296	50,150	\$ 817,244,400	\$ 6,800,000	\$ 5,065,067	\$ -	\$ -	\$ 67,738,581	\$ -	\$ 15,384,763	\$ -	\$ 16,236,314	\$ 111,224,725	\$ 6,825	13.61%
2020	16,061	52,976	\$ 850,847,536	\$ 5,495,771	\$ 5,051,040	\$ -	\$ -	\$ 35,553,428	\$ -	\$ 16,948,410	\$ -	\$ 19,063,628	\$ 82,112,277	\$ 5,113	9.65%
2021	15,526	54,795	\$ 850,747,170	\$ 4,864,728	\$ 5,109,125	\$ 32,582,164	\$ -	\$ 33,598,275	\$ -	\$ 18,398,373	\$ 19,672,836	\$ 19,297,593	\$ 133,523,094	\$ 8,600	15.69%
2022	16,080	56,047	\$ 901,235,760	\$ 4,141,703	\$ 4,800,950	\$ 67,587,506	\$ 10,238,809	\$ 31,572,122	\$ -	\$ 17,862,165	\$ 27,121,836	\$ 19,890,002	\$ 183,215,093	\$ 11,394	20.33%
2023	15,929	57,310	\$ 912,890,990	\$ 3,535,882	\$ 4,544,125	\$ 64,886,706	\$ 10,183,609	\$ 29,590,899	\$ -	\$ 17,321,721	\$ 26,615,713	\$ 21,145,540	\$ 177,824,195	\$ 11,164	19.48%
2024	16,108	59,050	\$ 951,177,400	\$ 2,834,752	\$ 4,280,182	\$ 62,108,970	\$ 9,818,409	\$ 27,553,676	\$ -	\$ 16,775,733	\$ 26,103,182	\$ 21,936,738	\$ 171,411,642	\$ 10,641	18.02%
2025 ¹	16,325	59,050	\$ 963,991,250	\$ 2,117,500	\$ 4,008,919	\$ 59,248,478	\$ 9,433,209	\$ 25,455,453	\$ -	\$ 16,883,024	\$ 25,578,404	\$ 22,483,193	\$ 165,208,180	\$ 10,120	17.14%

1) Countywide Per Capita Income for Fiscal Year 2025 is not available at this time. As such, income figures for Fiscal Year 2025 reflect and are based on the Fiscal Year 2024 Per Capita Income.

Source: Estimated Population-from the State of California Department of Finance.
Countywide Per Capita Income - Bureau of Economic Analysis CA1 Personal Income Summary: Personal Income, Population, Per Capita Personal Income
Redevelopment Bonds, Capital Leases, Electric Revenue Bonds, Installment Agreements, State Loans, Direct Borrowing Loans & Landfill Obligations - Notes to Financial Statements-Long Term Debt

City of Ukiah
Ratio of General Outstanding Debt
Last 10 Fiscal Years

Fiscal Year	Estimated Population	Countywide Per Capita Income	Actual Taxable Value of Property	General Debt Outstanding					Percentage of Actual Taxable Value of Property
				Redevelopment Bonds	Capital Leases	Lease Revenue Bonds	Total Primary Government	Debt Per Capita	
2015	16,073	\$ 39,545	\$ 1,224,746,468	\$ 9,970,000	\$ -	\$ -	\$ 9,970,000	\$ 620	0.81%
2016	16,186	\$ 43,845	\$ 1,267,903,229	\$ 8,950,000	\$ -	\$ -	\$ 8,950,000	\$ 553	0.71%
2017	16,314	\$ 45,436	\$ 1,304,711,495	\$ 7,865,000	\$ -	\$ -	\$ 7,865,000	\$ 482	0.60%
2018	16,226	\$ 47,611	\$ 1,364,333,801	\$ 7,350,000	\$ 5,301,504	\$ -	\$ 12,651,504	\$ 780	0.93%
2019	16,296	\$ 50,150	\$ 1,424,497,607	\$ 6,800,000	\$ 5,065,067	\$ -	\$ 11,865,067	\$ 728	0.83%
2020	16,061	\$ 52,976	\$ 1,491,766,585	\$ 5,495,771	\$ 5,051,040	\$ -	\$ 10,546,811	\$ 657	0.71%
2021	15,526	\$ 54,795	\$ 1,611,033,296	\$ 4,864,728	\$ 5,109,125	\$ 32,582,164	\$ 42,556,017	\$ 2,741	2.64%
2022	16,080	\$ 56,047	\$ 1,651,248,895	\$ 4,141,703	\$ 4,800,950	\$ 67,587,506	\$ 76,530,159	\$ 4,759	4.63%
2023	15,929	\$ 57,310	\$ 1,725,974,511	\$ 3,535,882	\$ 4,544,125	\$ 64,886,706	\$ 72,966,713	\$ 4,581	4.23%
2024	16,108	\$ 59,050	\$ 1,808,124,549	\$ 2,834,752	\$ 4,280,182	\$ 62,108,970	\$ 69,223,904	\$ 4,297	3.83%
2025 ¹	16,325	\$ 59,050	\$ 1,882,596,712	\$ 2,117,500	\$ 4,008,919	\$ 59,248,478	\$ 65,374,897	\$ 4,005	3.47%

1) Countywide Per Capita Income for Fiscal Year 2025 is not available at this time. As such, income figures for Fiscal Year 2025 reflect and are based on the Fiscal Year 2024 Per Capita Income.

Source: Estimated Population-from the State of California Department of Finance
Countywide Per Capita Income- Bureau of Economic Analysis CA1 Personal Income Summary: Personal Income, Population,

City of Ukiah
Computation of Direct and Overlapping Debt
June 30, 2025

Jurisdiction	Debt Outstanding	Estimated Percentage Applicable to City (1)	Estimated Share of Direct and Overlapping Debt
2024-25 Assessed Valuation (City of Ukiah):			\$ 1,882,596,712
2024-25 Assessed Valuation (Successor Agency to the Ukiah RDA):			1,129,425,281
2024-25 Incremental Assessed Valuation (Successor Agency to the Ukiah RDA):			873,218,284
<u>OVERLAPPING TAX AND ASSESSMENT DEBT:</u>		<u>% Applicable⁽¹⁾</u>	<u>Debt 6/30/2025</u>
City of Ukiah		100.00%	\$ -
Ukiah Unified School District		33.88%	24,493,709.77
Mendocino-Lake Community College District		13.31%	10,558,173.53
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			\$ 35,051,883.30
<u>OVERLAPPING GENERAL FUND DEBT:</u>			
City of Ukiah - Capital Lease Obligations		100.00%	\$ 4,008,919.00
City of Ukiah - Lease Revenue Bonds, Series 2020A		100.00%	2,290,904.00
City of Ukiah - Taxable Lease Revenue Bonds, Series 2020B		100.00%	29,468,382.00
City of Ukiah - Lease Revenue Bonds, Series 2022		100.00%	27,489,192.00
Mendocino County General Fund Obligations		12.67%	2,214,213.65
Mendocino County Pension Obligation Bonds		12.67%	1,863,867.40
TOTAL OVERLAPPING GENERAL FUND DEBT			\$ 67,335,478.05
OVERLAPPING TAX INCREMENT DEBT(SUCCESSOR AGENCY)		100.00%	\$ 2,117,500.00
Total Direct Debt			\$ 63,257,397.00
Total Overlapping Debt			41,247,464.35
Total Combined Debt			<u>\$ 104,504,861.35</u> ⁽²⁾
<u>Ratios to 2024-25 Assessed Valuation:</u>			
Total Direct Debt	3.36%		
Total Overlapping Tax and Assessment Debt	1.86%		
Total Overlapping Debt	2.19%		
Total Combined Debt	5.55%		
<u>Ratios to 2024-25 Redevelopment Successor Agency Incremental Assessed Valuation:</u>			
Total Overlapping Tax Increment Debt	0.24%		

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

⁽²⁾ Excludes tax and revenue anticipation notes, enterprise revenue and mortgage revenue obligations.

City of Ukiah
Legal Debt Margin Information
Last 10 Fiscal Years

Fiscal Year	Assessed Valuation	Ratio Applied as % of Assessed Value	Legal Debt Limit Margin	Total Debt Subject to Limit	Debt Subject to Limit as % of Debt Limit
2016	\$ 1,267,903,229	15.00%	190,185,484	-	0.00%
2017	\$ 1,304,711,495	15.00%	195,706,724	-	0.00%
2018	\$ 1,364,333,801	15.00%	204,650,070	-	0.00%
2019	\$ 1,424,497,607	15.00%	213,674,641	-	0.00%
2020	\$ 1,491,766,585	15.00%	223,764,988	-	0.00%
2021	\$ 1,491,766,585	15.00%	223,764,988	-	0.00%
2022	\$ 1,611,033,296	15.00%	241,654,994	-	0.00%
2023	\$ 1,651,248,895	15.00%	247,687,334	-	0.00%
2024	\$ 1,725,974,511	15.00%	258,896,177	-	0.00%
2025	\$ 1,808,124,549	15.00%	271,218,682	-	0.00%

Legal Debt Limit Margin Calculation for 2024-2025

Assessed value	<u>\$ 1,808,124,549</u>
Debt limit is 15% of assessed value	\$ 271,218,682
Less: Debt applicable to limitation	\$ -
Total bonded debt	<u>\$ -</u>
Legal debt margin	<u><u>\$ 271,218,682</u></u>

In accordance with state law the City may not incur general obligation bonded indebtedness in excess of 15% of total assessed valuation, with such debt being payable from the proceeds of taxes levied upon taxable properties
Source: County of Mendocino Assessed Valuations by District

City of Ukiah

Demographic & Economic Statistics

Last 10 Fiscal Years

Fiscal Year	Estimated Population	Countywide Per Capita Income	Estimated City Ukiah Income	Assessed Valuation	Unemployment Rate
2014	16,185	\$ 38,307	\$ 619,998,795	\$ 1,195,466,105	9.60%
2015	16,073	\$ 39,545	\$ 635,606,785	\$ 1,224,746,468	8.00%
2016	16,186	\$ 43,845	\$ 709,675,170	\$ 1,267,903,229	6.90%
2017	16,314	\$ 45,436	\$ 741,242,904	\$ 1,304,711,495	6.30%
2018	16,226	\$ 47,611	\$ 772,536,086	\$ 1,364,333,801	5.30%
2019	16,296	\$ 50,150	\$ 817,244,400	\$ 1,424,497,607	5.20%
2020	16,061	\$ 52,976	\$ 850,847,536	\$ 1,491,766,585	8.00%
2021	15,526	\$ 54,795	\$ 850,747,170	\$ 1,542,790,339	10.20%
2022	16,080	\$ 56,047	\$ 901,235,760	\$ 1,580,161,957	5.50%
2023	15,929	\$ 57,310	\$ 912,890,990	\$ 1,644,094,523	4.50%
2024	16,108	\$ 59,050	\$ 951,177,400	\$ 1,719,184,377	5.10%
2025 ¹	16,325	\$ 59,050	\$ 963,991,250	\$ 1,788,073,284	5.20%

1) Countywide Per Capita Income for Fiscal Year 2025 is not available at this time. As such, income figures for Fiscal Year 2025 reflect and are based on the Fiscal Year 2024 Per Capita Income.

Source: Estimated Population-State of California Department of Finance

Countywide Per Capita Income- Bureau of Economic Analysis CA1 Personal Income Summary: Personal Income, Population Per Capita Personal Income

City of Ukiah Principal Employers

2025 Employers	Industry	Employee Size Class
Adventist Health Ukiah Valley	Hospitals	500-999
Adventist Health Ukiah Valley	Outpatient Services	500-999
City of Ukiah	City Services	100-249
Constellation Brands Inc.	Wineries	100-249
County of Mendocino	Government Offices-County	1000-1250
Dharma Realm Buddhist Assn	Schools	100-249
Mendocino College	Book Dealers-Retail	250-499
Mendocino Community Health	Clinics	250-499
Mendocino County Office of Education	Boards of Education	100-249
Pacific Coast Farm Credit	Loans-Agricultural	100-249
Sawmill	Sawmills & Planing Mills-General (mfrs)	100-249
Ukiah High School	Schools	100-249
Ukiah Unified School District	School Districts	250-499
Walmart	Department Stores	100-249

Source: <https://labormarketinfo.edd.ca.gov/majorer/countymajorer.asp?CountyCode=000045>

City of Ukiah
Full-Time Equivalent City Government Employees by Function
Last 10 Years

Full-Time Equivalent Personnel as of June 30

Function	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Government(1)	21.5	27.5	32.9	36.5	37.6	40.2	42.9	46.0	48.3	48.0
Police(2)	49.0	49.0	52.7	53.0	46.8	49.8	50.8	50.0	50.0	49.0
Fire	11.0	11.0	13.2	20.5	19.8	29.8	28.8	28.8	51.8	57.0
Planning & Building	6.0	6.0	5.4	5.8	5.2	7.7	9.8	10.6	9.8	11.0
Public Works, Water, Sewer & Wastewater Treatment	41.5	42.5	44.2	43.5	41.3	43.1	47.4	47.7	44.3	56.4
Electric	17.0	18.0	21.6	21.3	18.8	22.0	20.7	19.6	20.1	19.6
Airport	2.0	2.0	4.2	4.2	4.3	4.2	4.3	4.3	4.3	4.3
Parks & Recreation	<u>20.0</u>	<u>19.0</u>	<u>33.5</u>	<u>35.5</u>	<u>31.4</u>	<u>34.3</u>	<u>59.9</u>	<u>94.5</u>	<u>94.8</u>	<u>90.5</u>
Total:(3)	<u>168.0</u>	<u>175.0</u>	<u>207.6</u>	<u>220.3</u>	<u>205.1</u>	<u>231.1</u>	<u>264.6</u>	<u>301.4</u>	<u>323.3</u>	<u>335.8</u>

(1) includes City Administration, Finance, Human Resources, Administrative Support and Information Services Functions

(2) Includes dispatch that supports both police and fire.

(3) The City's method of counting FTE changed for FY2018 - FY2020.

Source: City of Ukiah Budget-Authorized Full-Time Personnel (FTE) FY25/26

**Independent Auditor's Report on Internal Control over Financial Reporting and
on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards***

City Council
City of Ukiah
Ukiah, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the City of Ukiah (City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 29, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material

weaknesses or significant deficiencies and therefore, material weaknesses may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Van Lant & Fankhaed, LLP

December 29, 2025

**INDEPENDENT ACCOUNTANT'S REPORT ON AGREED-UPON PROCEDURES
APPLIED TO APPROPRIATIONS LIMIT WORKSHEETS**

City Council
City of Ukiah
Ukiah, California

We have performed the procedures enumerated below to the accompanying Appropriations Limit worksheet of the City of Ukiah, for the year ended June 30, 2025. These procedures, which were agreed to by the City of Ukiah and the League of California Cities (as presented in the publication entitled *Agreed-upon Procedures Applied to the Appropriations Limitation Prescribed by Article XIII B of the California Constitution*), were performed solely to assist the City in meeting the requirements of Section 1.5 of Article XIII B of the California Constitution. The City's management is responsible for the Appropriations Limit worksheet. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of those parties specified in this report. This report may not be suitable for any other purpose. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures performed and our findings were as follows:

1. We obtained the completed worksheets and compared the limit and annual adjustment factors included in those worksheets to the limit and annual adjustment factors that were adopted by resolution of the City Council. We also compared the population and inflation options included in the aforementioned documents to those that were selected by a recorded vote of the City Council.

Finding: No exceptions were noted as a result of our procedures.

2. For the accompanying Appropriations Limit worksheet, we added last year's limit to total adjustments and agreed the resulting amount to this year's limit.

Finding: No exceptions were noted as a result of our procedures.

3. We agreed the current year information presented in the accompanying Appropriations Limit worksheet to the other documents referenced in #1 above.

Finding: No exceptions were noted as a result of our procedures.

4. We agreed the prior year appropriations limit presented in the accompanying Appropriations Limit worksheet to the prior year appropriations limit adopted by the City Council during the prior year.

Finding: No exceptions were noted as a result of our procedures.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on the accompanying Appropriations Limit worksheet. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you. No procedures have been performed with respect to the determination of the appropriations limit for the base year, as defined by the League publication entitled *Article XIII B of the California Constitution*.

We are required to be independent of the City and to meet our ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the Information and use of the City Council and management of the City of Ukiah and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

Van Lant & Fankhauser, LLP

December 29, 2025

CITY OF UKIAH
APPROPRIATIONS LIMIT COMPUTATION
2024 – 2025

	<u>2024 - 2025</u>
Change in Per Capita Personal Income	3.62%
Population Change	
County Population Growth	-0.08%
A. Change in Per Capita Personal Income Converted to a Ratio	1.0362
B. Population Growth Converted to a Ratio	0.9992
Calculation of Growth Factor (A x B)	1.035371
2023 - 2024 Appropriations Limit	<u>\$ 53,261,075</u>
2024 - 2025 Appropriations Limit	
(53,261,075 x 1.035371)	<u>\$ 55,144,975</u>