



City Council

Special Meeting

AGENDA

Civic Center Council Chamber ♦ 300 Seminary Avenue ♦ Ukiah, CA 95482

To participate or view the virtual meeting, go to the following link: <https://zoom.us/j/97199426600>

Or you can call in using your telephone only:

- Call (toll free) 1-888-788-0099
- Enter the Access Code: 971 9942 6600
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US: [+16699009128](tel:+16699009128), [97199426600#](tel:+197199426600) or [+12532158782](tel:+12532158782), [97199426600#](tel:+197199426600)

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February 15, 2023 - 4:00 PM

1. ROLL CALL AND PLEDGE OF ALLEGIANCE

2. AUDIENCE COMMENTS ON NON-AGENDA ITEMS

The City Council welcomes input from the audience. If there is a matter of business on the agenda that you are interested in, you may address the Council when this matter is considered. If you wish to speak on a matter that is not on this agenda that is within the subject matter jurisdiction of the City Council, you may do so at this time. In order for everyone to be heard, please limit your comments to three (3) minutes per person and not more than ten (10) minutes per subject. The Brown Act regulations do not allow action to be taken on audience comments in which the subject is not listed on the agenda.

3. UNFINISHED BUSINESS

4. NEW BUSINESS

- 4.a. Presentation of City's Audited Annual Comprehensive Financial Report (ACFR) and Audit Reports for the Year Ended June 30, 2022.

Recommended Action: Receive and file ACFR.

Attachments:

1. Annual-ACFR-Report-City-June-30-2022

- 4.b. Receive and File Second Quarter Financial Report.

Recommended Action: Receive and file report.

Attachments: None

- 4.c. Review and Update, if Warranted, the Ukiah City Council Strategic Plan

Recommended Action: Review the Ukiah City Council Strategic Plan and provide direction as may be warranted to update the document.

Attachments:

5. ADJOURNMENT

Please be advised that the City needs to be notified 72 hours in advance of a meeting if any specific accommodations or interpreter services are needed in order for you to attend. The City complies with ADA requirements and will attempt to reasonably accommodate individuals with disabilities upon request. Materials related to an item on this Agenda submitted to the City Council after distribution of the agenda packet are available for public inspection at the front counter at the Ukiah Civic Center, 300 Seminary Avenue, Ukiah, CA 95482, during normal business hours, Monday through Friday, 8:00 am to 5:00 pm.

I hereby certify under penalty of perjury under the laws of the State of California that the foregoing agenda was posted on the bulletin board at the main entrance of the City of Ukiah City Hall, located at 300 Seminary Avenue, Ukiah, California, not less than 24 hours prior to the meeting set forth on this agenda.

Kristine Lawler, City Clerk

Dated: 2/10/23



AGENDA SUMMARY REPORT

SUBJECT: Presentation of City's Audited Annual Comprehensive Financial Report (ACFR) and Audit Reports for the Year Ended June 30, 2022.

DEPARTMENT: Finance
PREPARED BY: Ginny Feth-Michel, Dan Buffalo, Finance Director, Olga Keough, Controller, Mary Horger, Financial Services Manager, Devon King, Assistant Accountant
PRESENTER: Dan Buffalo, Finance Director

ATTACHMENTS:

1. Annual-ACFR-Report-City-June-30-2022

Summary: Finance Department will present to the City Council the audited Annual Comprehensive Financial Report (ACFR) for the year ended June 30, 2022.

Background: Pursuant to City policy and state law, the City has prepared financial statements for the year ended June 30, 2022, in accordance with generally accepted accounting principles (GAAP). Those statements were audited by an independent public accounting firm, Van Lant and Fankhanel, LLP, licensed by the State of California, and knowledgeable of governmental accounting and reporting.

Discussion: Management is pleased to submit the City of Ukiah's Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2022. This report is prepared by the Accounting Division of the Finance Department in accordance with state law, generally accepted accounting principles (GAAP), and the best management practices for financial reporting as defined by the Government Finance Officers' Association (GFOA). California law requires that a financial report be prepared annually and audited by a licensed certified public accountant within a reasonable period of time following the year-end. These financial statements are presented in conformity with GAAP and audited in accordance with generally accepted auditing standards.

Responsibility for the accuracy of the data and the fairness of presentation, including all footnotes and disclosures, rests with City management. We believe the data presented in this report is accurate in all material respects, and all statements and disclosures necessary for the reader to obtain a thorough understanding of the City's financial activities have been included. GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The City's MD&A can be found immediately following the report of the independent auditor.

Management of the City has established an internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient, reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatements.

While traditionally addressed to the governing body of the City, this report is intended to provide relevant financial information to external users (non-management employees), who include the citizens of the City of Ukiah, City staff, creditors, investors, and other concerned readers. We encourage all readers to contact the

Finance Department with any questions or comments concerning this report.

The City's financial statements have been audited by Van Lant & Fankhanel, LLP, a firm of certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2022, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation.

Based upon the audit, the independent auditors concluded that there was reasonable basis for rendering an unqualified opinion, which states that the City's financial statements for the fiscal year ended June 30, 2022, are presented fairly in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report. There were, however, audit findings, recommendations, and subsequent management responses made to several items related to internal control, most of which were carryovers from prior fiscal years. That information is found in the ACFR beginning on page 212 of the pdf. Management addressed several of those items from the past and is committed to addressing the remaining item in the 2022-23 fiscal year.

Management will present the 2022 ACFR (Attachment 1) to Council and highlight key elements of the report for its consideration, including how to navigate the document.

Recommended Action: Receive and file ACFR.

BUDGET AMENDMENT REQUIRED: N/A

CURRENT BUDGET AMOUNT: N/A

PROPOSED BUDGET AMOUNT: N/A

FINANCING SOURCE: N/A

PREVIOUS CONTRACT/PURCHASE ORDER NO.: N/A

COORDINATED WITH: N/A

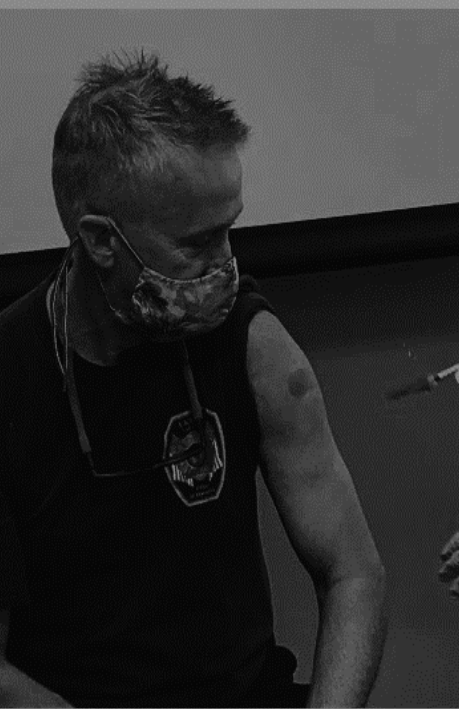
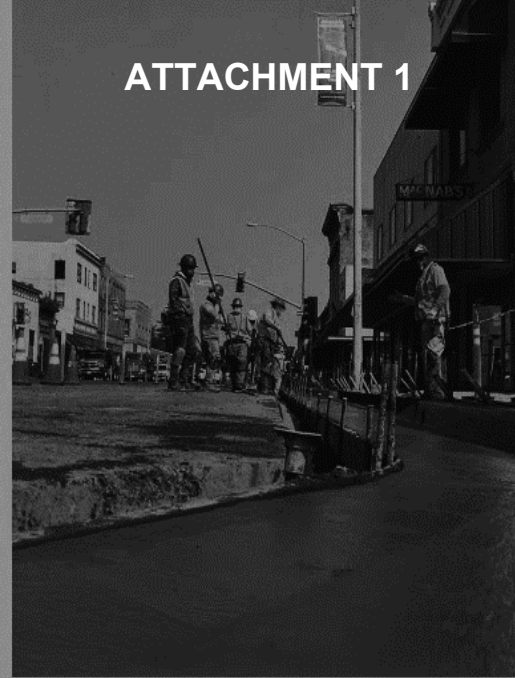
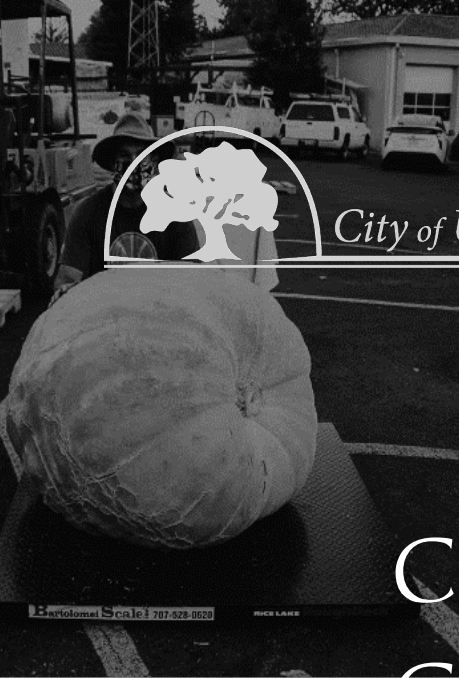
Approved: 
Sage Sangiacomo, City Manager



City of Ukiah

CITY OF UKIAH, CALIFORNIA ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED
JUNE 30, 2022



ANNUAL COMPREHENSIVE FINANCIAL REPORT

CITY OF UKIAH, CALIFORNIA

FISCAL YEAR ENDED JUNE 30, 2022

PREPARED BY

CITY OF UKIAH FINANCE DEPARTMENT | ACCOUNTING DIVISION

TEAM MEMBERS:

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JESSIE BRUNELL | SENIOR ACCOUNTANT

DEVON KING | ASSISTANT ACCOUNTANT

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TABLE OF CONTENTS

INTRODUCTORY SECTION

LETTER OF TRANSMITTAL	i
Profile of the City of Ukiah.....	ii
The City of Ukiah Organization	iii
Current Economic Conditions and Outlook.....	vii
Measure P	x
Measure Y	xii
Relevant Financial Policies.....	xiii
Acknowledgements.....	xiii
GFOA Certificate of Achievement.....	xiv
List of Officials.....	xiv
CITY ORGANIZATIONAL CHART	xv

FINANCIAL SECTION

INDEPENDENT AUDITOR’S REPORT.....	1
MANAGEMENT DISCUSSION AND ANALYSIS (MD&A) (REQUIRED SUPPLEMENTARY INFORMATION).....	4
Financial Highlights.....	4
Overview of the Annual Comprehensive Financial Report.....	4
Government-Wide Financial Analysis.....	8
Net Position.....	8
Activities	8
Governmental Activities	9
Business-type Activities	11
Capital Assets and Debt Administration.....	13
Fund Financial Analysis.....	14
Governmental Funds	15
Proprietary Funds.....	16
Budgetary Comparison.....	16
Economic Outlook.....	17
Requests for Information	18
GOVERNMENT-WIDE FINANCIAL STATEMENTS	19
Statement of Net Position.....	20
Statement of Activities	21

FUND FINANCIAL STATEMENTS	22
Governmental Funds	22
Balance Sheet	23
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	24
Statement of Revenues, Expenditures, and Changes in Fund Balances	25
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	26
Proprietary Funds	27
Statement of Net Position	28
Statement of Revenues, Expenses, and Changes in Net Position	29
Statement of Cash Flows	30
Fiduciary Funds	31
Statement of Fiduciary Net Position	32
Statement of Changes in Fiduciary Net Position	33
NOTES TO THE BASIC FINANCIAL STATEMENTS INDEX	34
Note 1 - Summary of Significant Accounting Policies	35
Note 2 - Stewardship, Compliance, and Accountability	45
Note 3 - Cash and Investments	46
Note 4 - Accounts Receivable	50
Note 5 - Notes and Loans Receivable	51
Note 6 - Capital Assets	52
Note 7 - Long-Term Liabilities	54
Note 8 - Landfill Closure and Post Closure Costs	60
Note 9 - Interfund Transactions and Interfund Borrowing	60
Note 10 - Risk Management	62
Note 11 - Public Employee Retirement Plan	65
Note 12 - Related Organizations	77
Note 13 - Commitments and Contingencies	79
Note 14 - Successor Agency Trust, Former Ukiah Redevelopment Agency	80
Note 15 - New Pronouncements	82
Note 16 - Service Contracts	82
Required Supplementary Information (RSI)	84
Schedules of Contributions and Proportionate Share of Net Pension Liability, Agent Multiple Employer (Miscellaneous), Last Ten Years	84
Schedules of Contributions and Proportionate Share of Net Pension Liability, Cost Sharing Plan (Safety), Last Ten Years	86
General Fund Budgetary Comparison Schedule	88

Notes to Required Supplemental Information	89
SUPPLEMENTARY INFORMATION	90
Streets Capital Improvement Budgetary Comparison Schedule.....	90
General Capital Projects	91
Pension Debt Service Budgetary Comparison Schedule.....	92
Nonmajor Governmental Funds.....	93
Combining Balance Sheet	98
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance.....	104
Governmental Fund Budget Comparisons	110
Special Recreation Events.....	110
Special Revenue Fund.....	111
Prop 172	112
Museum Grant Fund.....	113
ARRC.....	114
Downtown Business Improvement	115
Low-Mod Income Housing Fund (LMIHF)	116
Winter Special Events	117
Advanced Planning.....	118
Highway User Tax (Gas Tax).....	119
Signalization	120
1998 STIP Augmentation	121
SB 325 Reimbursement.....	122
S.T.P.....	123
Trans-Traffic Congestion Relief.....	124
CDBG Program Income	125
HOME Program Income.....	126
CASP Certification and Training.....	127
Asset Seizure.....	128
Sup. Law Enforcement Svc. (SLESF)	129
Community-Based Transitional Housing	130
Asset Forfeiture 11470.2 H&S.....	131
Special Revenue - Police.....	132
American Rescue Fund.....	133
Transfer Station.....	134
Solid Waste Mitigation Fund.....	135
Equipment Reserve.....	136

Special Projects Reserve	137
Park Development Fees	138
Anton Stadium.....	139
Observatory Park	140
Playground & Park Amenities	141
Swimming Pool.....	142
Riverside Park.....	143
Skate Park	144
Softball Complex	145
Rail Trail	146
Debt Service Reserve 2022 LRB	147
Riparian Corridor Enhancement.....	148
Combining Nonmajor Enterprise funds.....	149
Combining Statement of Net Position.....	150
Combining Statement of Revenues, expenses, and Changes in Net Position.....	151
Combining Statement of Cash Flows	152
Combining Internal Service Funds.....	153
Combining Statement of Net Position.....	154
Combining Statement of Revenues, Expenses, and Changes in Net Position	155
Combining Statement of Cash Flows	156
Combining Fiduciary Funds	157
Combining Fiduciary Net Position.....	158
Combining Statement of Changes in Fiduciary Net Position.....	159

STATISTICAL SECTION

STATISTICAL SECTION INDEX	161
Financial Trends	163
Net Position by Component.....	163
Changes in Net Position.....	164
Fund Balances, Governmental Funds	166
Changes in Fund Balances, Governmental Funds	167
Revenue Capacity	168
Tax Revenues by Source, Governmental Funds	168
Property Tax Rates.....	169
Electric Utility Rates	170
Wastewater Utility Rates	171

Water Utility Rates.....	172
Top Ten Electric Usage Customers.....	173
Debt Capacity.....	174
Ratio of Outstanding Debt by Type.....	174
Ratio of General Bonded Outstanding Debt.....	175
Computation of Direct and Overlapping Debt.....	176
Legal Debt Margin Information.....	177
Pledged Net Revenue Debt Coverage.....	178
Demographic and Economic information.....	179
Demographic and Economic Statistics.....	179
Principal Employers.....	180
Operating Information.....	181
Full-time and Part-time City Employees by Function.....	181

OTHER COMPLIANCE REPORTS

Independent Auditor's Report on Internal Control.....	182
Independent Accountant's Report on Agreed-upon Procedures Applied to Appropriations Limit.....	185

INTRODUCTORY SECTION



Letter of Transmittal

January 27, 2023

To the Honorable Mayor, members of the City Council and citizens of the City of Ukiah:

We are pleased to submit the City of Ukiah's Annual Comprehensive Financial Report (CAFR) for the fiscal year ended June 30, 2022. This report is prepared in accordance with state law, generally accepted accounting principles (GAAP), and the best management practices for financial reporting as defined by the Government Finance Officers' Association (GFOA). California law requires that a financial report be prepared annually and audited by a licensed certified public accountant within a reasonable period following the year end. These financial statements are presented in conformity with GAAP and audited in accordance with generally accepted auditing standards.

Responsibility for the accuracy of the data and the fairness of presentation, including all footnotes and disclosures, rests with City management. We believe the data presented in this report is accurate in all material respects, and all statements and disclosures necessary for the reader to obtain a thorough understanding of the City's financial activities have been included. GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditor.

Management of the City has established an internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile enough, reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatements.

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Based upon the audit, the independent auditors concluded that there was reasonable basis for rendering an unmodified opinion, which states that the City's financial statements for the fiscal year ended June 30, 2022, are presented fairly in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report. This report includes all funds of the City and its blended component unit: The Successor Agency to the Ukiah Redevelopment Agency.

Profile of the City of Ukiah

The City of Ukiah is a full-service city in that it provides most typical municipal functions, including public safety (including police and fire protection), public works, community development and parks and recreation. In addition, the City provides proprietary services, including water, wastewater, electric, golf, and airport services. It operates in a council-manager form of government, whereby the council serves as the legislative body and the City Manager its executive.

Incorporated on March 8, 1876 as a general law city, Ukiah serves as the administrative seat for the County of Mendocino, and with a residential

population of more than 16,0801 in a 4.7 square-mile area, Ukiah is graced with a strong business base and a well-established residential community.

Ukiah is a travel and recreation-oriented destination and fortunate to serve as a hub for Lake, Mendocino, southern Humboldt, and northern Sonoma counties. The Ukiah business environment is positive and well organized. Driven by an active chamber of commerce, local businesses are community-oriented and engaged in City-business partnerships, including economic development, job creation, tourism, and community events. The City's permanent retail trade area population is approximately 104,000 people with 45,000 within a 10-mile radius. Ukiah's historic downtown area is the center of commercial activity within the community. There are also commercial areas along Orchard/Perkins corridor, Airport Park Boulevard, Perkins Street, as well as much of State Street.



1 2022 California Department of Finance, Demographic Research Unit, E-1 Population

Estimates for Cities, Counties, and the State, May 2022

The City's total labor force is approximately 7,1402. Unemployment in Ukiah was approximately 4.1 percent in June 2022, down from 6.4 percent in 2021. Within ten miles, there is a diverse labor force specializing in such occupations as sales, technical and professional services, education, medical, agriculture, and government services, and other specialties. The largest employment sectors in the Ukiah area are: government (county and city); education; healthcare; light industry; and the service and hospitality trades. The agricultural and construction sectors are important, and the transportation/public utilities, wholesale trade, finance/insurance/real estate and manufacturing sectors round out the employment picture. Some of the larger employers in the primary trade area include the Ukiah Valley Medical Center, Ukiah Unified School District, County of Mendocino, City of Ukiah, and Savings Bank of Mendocino County. Approximately 18.93 percent of all jobs in Mendocino County are located within the City of Ukiah.

The City of Ukiah Organization

The City is committed to providing high quality services in an economical manner. For fiscal year 2021-22, the City's efforts were focused in the following areas⁴:

Public safety services

Police:

- Develop Crime Analyst position to better support Investigations functions / Develop Records and Communications Management position.
- Build a mental health crisis co-responder implementation plan in partnership with behavioral health services.

² 2022 California Employment Development Department, Labor Market Information Division, <https://www.labormarketinfo.edd.ca.gov/data/interactive-labor-market-data-tools.html>

³ 2022 California Employment Development Department, Labor Market Information Division, <https://www.labormarketinfo.edd.ca.gov/data/interactive-labor-market-data-tools.html>

Fire:

- Identify alternative funding sources & enhance revenue for continued UVFA operations.
- Partner with allied agencies on mitigation for Wildland fires.

Recreation and civic culture

- **Observatory Park Strategic Plan.** The Strategic plan was completed. The new "Planet Walk" was installed this year. The Interpretive Center to be located at the Observatory office is in development. The Department plans to open Interpretive Center in 2022.
- **Replacement of playground equipment at Todd Grove Park.** Prop 68 Per Capita funds have been obtained and a draft RFP has been produced. Staff hopes to have this project completed during the 2022 calendar year.
- **Reinstate youth and adult sports leagues.** Core Recreation programs such as Youth Basketball and Adult Softball are returning to normal operations. Returning them to high levels of participation is a priority.
- **Expand seasonal attractions.** Escape Rooms and other indoor haunted house activities did not happen due to COVID restrictions. Plans to expand operations post COVID are in process.
- **Finalize exhibition schedule for FY 2021 and explore exhibition options for FY 2022.** The public closure of the Museum due to COVID turned our exhibition schedule upside down. Two exhibitions we were contractually committed to were postponed. By May 8, 2021, the Museum re-opened to the public and it has stayed open

⁴ A complete list by department and division can be found in the detail section by department and division of the City's 2022-23 adopted budget, which can be found here:

<https://stories.opengov.com/ukiahca/published/DIC-Yjww-1K>

since. We exhibited one of the postponed shows, "Postcards from Mecca," in Summer 2021 and followed it in Fall 2021 with "30 Years On: Liden, Magruder, & Knight," an in-house exhibition featuring three Mendocino County artists. Both proved very popular. For Winter/Spring 2022, we have opened "The Art of Collecting," an in-house exhibition focused on recent additions to our collections. For Summer 2022, we will present the other postponed contracted exhibition.

- **Airport runway reconstruction and lighting improvements.** Plans and technical specifications for these projects have been approved by the FAA and are awaiting funding awards.
- **Golf course.** Continue to develop CIP objectives with TPGG and Golf Clubs for the continued improvement of the course and facility. These goals and objectives remain the same and are reviewed in a separate presentation. Ukiah Valley Golf Course CIP is presented and approved by City Council annually.
- **Conference Center improvements.** Upgrade bathroom counters and sinks. Revenue was severely affected by the pandemic, leaving the fund short for implementing any new projects. Staff will evaluate going forward based on availability of funds.

Community preparedness and emergency management

- **Develop agreements with key stakeholder/partners for response and recovery efforts.** The staff has been working to secure aid and assistance agreements to support emergency response and recovery efforts.
- **Develop an outreach program to strengthen partnership with the business community.** Provide an annual workshop related to emergency preparedness for businesses. COVID-19 has delayed starting this project. EM has worked with the Greater Ukiah Business and Tourism

Alliance to provide education or assistance when situations arise. Example: strategizing to help local businesses gain access to COVID testing.

Community and economic development

- **Facilitate business development and retention.** Economic Development staff serves as the community and business liaisons for this important project. Weekly communications include flyers, emails, and social media posts. Staff is also actively engaged in the support of businesses in the project area by individualizing mitigations to construction impacts. Particularly as the community recovers from the economic impacts of COVID-19, Staff will continue its efforts to keep the business community strong.
- **Continue to facilitate the development of housing, both affordable and market-rate.** Staff continues to engage with housing developers, helping to connect them with sites, funding, and other resources.
- **Complete the update of the General Plan and develop standardized procedure for implementation and annual monitoring and reporting.** Although the General Plan update was delayed due to the pandemic, the division made progress in 2021-22. The Council's consideration of a Land Use Alternatives Memo is tentatively scheduled for March 2022. The draft 2040 General Plan is anticipated to be substantially completed by the end of the 2022 calendar year.
- **Update of the Sphere of Influence (SOI) and implement the Council's direction regarding valley-wide planning.** City Staff continues to work collaboratively with LAFCo and other area partners toward this objective. The City's municipal service review and SOI will be updated in conjunction with the development of the City's General Plan update process and is anticipated to be complete in FY 2022-23.

Infrastructure

- **Streets and rights-of-way.** Leveraged Measure Y funds to secure \$25 million in low-cost financing to engage early in significant reconstruction projects, mitigating the effects of inflationary cost pressures on these projects.
- **Corp Yard.** Secured \$15 mil in low-cost financing to raze and rebuild the current facility, which is well past its expected lifespan and in need of certain required amenities.
- **Water and sewer system improvements.** Several significant maintenance projects at the plants have been initiated.
- **Electric undergrounding project.** Gobbi and State Street projects have been initiated with several key components completed.

Utility Services

- **Water rights petition.** The document has been drafted and is being reviewed internally.
- **Sewer lateral policy.** Policy has been updated to be consistent with current practices and to accelerate reduction in inflow and infiltration. In final review with City Council.
- **Power source redundancies.** Investigate making hydroelectric plant capable of operating independent of transmission grid.

Organization and Governance

The Ukiah City Council, through a strategic process of discussion, observation, and education, has developed the following set of focused priorities that help guide the development and implementation of policies, activities, and programs. These three areas are in no way all-encompassing of the City's scope of work nor are they finite; rather, the strategic planning process is considered evolutionary and vision-based. All these areas work to further promote the vibrancy and sustainability of the Ukiah community and the organization.

Strategic Plan Priorities

- **Enhance Our Neighborhoods.** Foster a sense of small-town life by embracing our

diversity and supporting our residents with quality services and vibrant places (People, Places, & Services).

- **Develop Quality Infrastructure.** Implement a prioritized plan for maintaining and improving public infrastructure and utilities.
- **Plan for the Future.** Utilize sound principles for valley-wide planning
- **Grow our Businesses.** Facilitate the development of a sound local economy that attracts investment, promotes economic diversity, supports businesses, creates employment opportunities, and generates public revenues.
- **Value our Team.** Ensure Council and staff work together to create a more responsive and effective workplace environment.

Climate Change Action Plan.

- Implemented a 100% Green Rate option to all City electric customers.
- Continued to Explore and Expand Rebate Programs, including for electric bikes, LED holiday lights, and more.
- Continued the Transformation of the Fleet, by replacing gas-powered vehicles with electric and hybrid vehicles in multiple departments.
- Encouraged Clean Vehicles when Active Transportation is not Feasible through streamlining of EV charger installations and offering rebates.
- Continued to Expand the Great Redwood Trail – Ukiah by beginning development of Phase 4 and continuing to secure site control for maintenance and the addition of amenities.
- Expanded Sustainable Water Practices by continuing to explore expansion of the Recycled Water Project and repairing replacing underground infrastructure.
- Protected from Dangerous Emission by Preventing Fires through the additional acquisition of open space and maintenance of fuel breaks.

Diversity, Equity and Inclusion Initiative.

- Implemented a 140-page ADA-compliant mobile-friendly website that includes language selection.
- Implemented a 5% pay compensation for all bi-lingual/bi-literate employees.
- Increased diversity within the agency - 5% increase in staff diversity between 2021 and 2022.
- Creation of 31 affordable senior housing units within the City.

General Plan Implementation.

- Prepared and released Land Use Alternatives Memorandum
- Prepared and released the Notice of Preparation for the Draft EIR of the 2040 General Plan
- Continued preparation of all Elements of the 2040 General Plan Update with a target release date of the public review draft Ukiah 2040 General Plan in August 2022.

Administrative Initiatives

- **Improvements to records retention and accessibility.** Establish transparency of City records by way of highly searchable database available online. A public web portal to the City's Laserfiche system was acquired; however, it was then discovered that the City needed additional hardware in order to operate the portal. The Information Technology department is working with ECS technicians to acquire and put in place the necessary equipment to operate the portal. Additionally, a draft web-page has been constructed that will contain the links to various folders inside Laserfiche.
- **The move to paperless.** Research option of agency going paperless, put city-wide plan together (may be coordinated with multi-departmental team), and begin implementation-Phase I. Various paperless options were explored, and a 'Trusted System' was acquired to be used in conjunction with Laserfiche - the City's electronic file repository. The Information Technology department is in process of

working with ECS Imaging - the City's Laserfiche supplier - to implement the hardware/software. Additionally, a presentation was given to a sub-group of the Management Unit, called Innovators, to collaborate a plan to establish an electronic file folder structure, and departmental processes to utilize the electronic file storage and system.

- **Continue to engage with County representatives to negotiate tax-sharing agreement between agencies.** City staff have continued to research alternatives and methodology for a tax-sharing agreement. However, direct negotiations were put on hold due to the pandemic. This is vital to responsible smart growth and to ensure appropriate service delivery to the larger Ukiah community, most notably in public safety services, including police and fire. City Staff anticipates reengagement with County representatives and intends to begin collaborative discussions in the 2022 calendar year.
- **Implement Cardlock Phase 2.** Phase I of the Cardlock keyless security access system was established in 2016, as a two-phase project used for entry into the City of Ukiah Civic Center and Annex. Phase II will improve access security for staff within the Police and Fire Departments. Also included are the Administrative offices for City Manager, HR offices, Finance Director's office, the Information Technology (IT) Data Center and IT Offices. This project is included in the current 5-year CIP for 21/22. This is scheduled to go before City Council in FY 21/22.
- **Customer service software implementation.** The system was procured, data converted and tested, and training completed. The system was placed into service with a go-live deployment in early July 2022. Remaining elements of the project include addressing billing errors and other system issues as they arise. The Finance Department expects completion of the project by the end of the 2023 fiscal year.

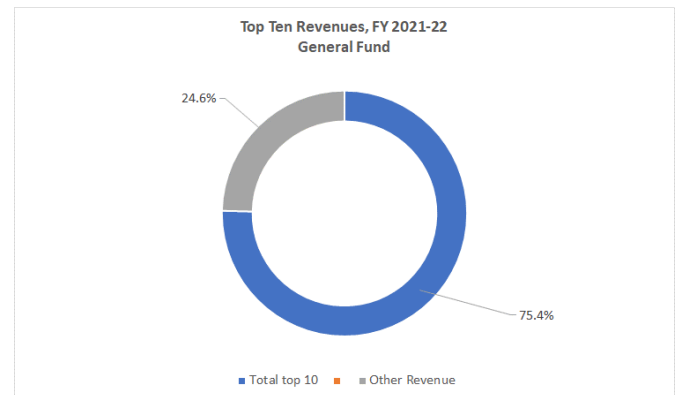
Current Economic Conditions and Outlook

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates. Understanding that property and sales taxes generate the City's largest two sources of general revenue, it is important to look at the economy in the context of people's wherewithal for producing General Fund tax revenues.

Like every community in the nation, Ukiah was hit hard by the COVID-19 pandemic. The local economy, however, endured (and continues to endure) through the most challenging financial impacts of it. Due in large part to its diverse, economic base and function as an economic hub to the greater Mendocino, Lake, southern Humboldt, and northern Sonoma counties, Ukiah businesses have persevered, and the City finances have remained reasonably stable. Prior to March 2020, unemployment remained low, and consumer spending (through sales tax analysis), building permits, and planning work indicates economic confidence to invest in housing and business development was strong. The housing market, while making progress toward recovering values from the highs of 2007, remained strong, albeit insufficient to meet the demands for market-based housing due to its low supply of units and high prices.

The City's economic development efforts and development of a high-quality workforce help to promote Ukiah's long-term fiscal stability. This will be a cornerstone in the Council's approach to debt structuring, capital improvement planning, labor negotiations, and service delivery.

Top Ten Revenues in the General Fund



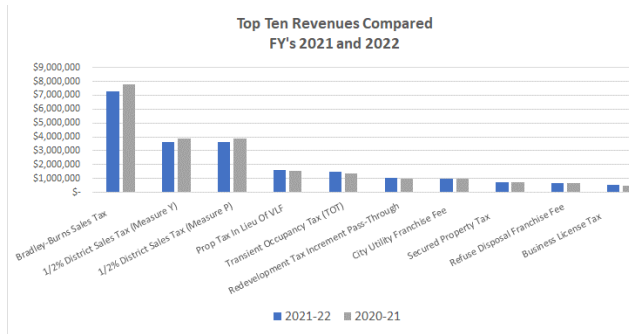
The City's top ten revenue sources account for 75.4 percent of total General Fund income. Focusing on these sources can provide a useful understanding of the City's revenue position.

Overall, these key revenues performed marginally worse in FY 2022 than 2021. The strongest performer was TOT, resulting from the return to travel after the pandemic. Business license tax revenue was next, but increased revenues from this source reflected more on the timing of payments from businesses that were past due or late in payment from the prior year.

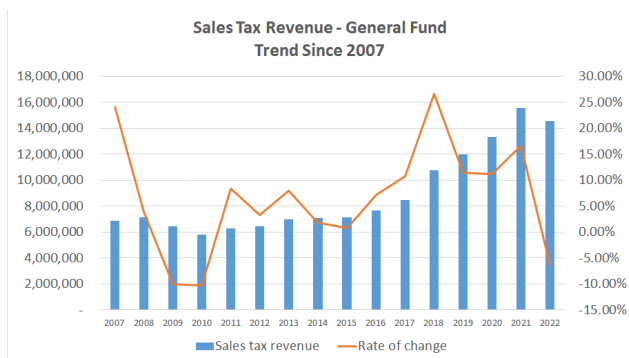
TOP 10 - REVENUES

Current from Prior
Year Ended June 30, 2022

REVENUE	2021-22	2020-21	Percent Change	Percent of General Revenues
Top 10:				
Bradley-Burns Sales Tax	\$ 7,308,734	\$ 7,813,891	-6.46%	25.51%
1/2% District Sales Tax (Measure Y)	3,623,593	3,862,145	-6.18%	12.65%
1/2% District Sales Tax (Measure P)	3,620,957	3,858,985	-6.17%	12.64%
Prop Tax In Lieu Of VLF	1,597,804	1,559,290	2.47%	5.58%
Transient Occupancy Tax (TOT)	1,485,385	1,362,133	9.05%	5.18%
Redevelopment Tax Increment Pass-Through	1,016,947	1,007,559	0.93%	3.55%
City Utility Franchise Fee	1,006,862	979,180	2.83%	3.51%
Secured Property Tax	732,148	710,556	3.04%	2.56%
Refuse Disposal Franchise Fee	690,505	686,967	0.52%	2.41%
Business License Tax	508,677	484,533	4.98%	1.78%
Total top 10	21,591,612	22,325,239	-3.29%	75.35%
Other Revenue	7,061,882	(989,738)	-813.51%	24.65%
Total current revenue	\$ 28,653,494	\$ 21,335,501	34.30%	100.00%



Sales Tax. The City collects sales tax from three sources: normal Bradley-Burns sales taxes (1 percent of taxable transactions), a ½ cent transaction and use tax, commonly referred to as Measure P, and a ½ cent transaction and use tax, commonly referred to as Measure Y. All are devoted entirely to the City and are distinct and considered separate sources of revenue. Each behave slightly differently given their tax base. Bradley-Burns sales taxes are referred to as “sales and use” taxes, levied on transactions based geographically in the City. Measures P and Y are referred to as a “transaction and use” taxes and is applied to any taxable sale in the City as well as any sale where the use of the item is in the City. For instance, a car purchased outside the City but registered to, and therefore presumed to be used at, an address within would be levied the ½ cent on the purchase price for Measure P and the same amount for Measure Y. Both are general taxes and can be used for any regular, general governmental purpose; however, the City Council, through resolution, has assigned their use to public safety and streets, respectively.



As the hub of Mendocino County, Ukiah has a strong sales tax base. This served the City well in providing sufficient revenues to maintain service levels at pre-pandemic levels with minimal interruption or disruption. Bradley-Burns tax receipts exceeded budgetary estimates for the year; however, they were lower than the year prior. Receipts from Measures P and Y were lower than budgetary estimates and the year prior, contributing to an overall sales tax decline. The specific reasons for this are three-fold:

1. Corrections and true-up payments from the state were higher in FY 2021 than 2022.
2. The local marijuana industry has declined significantly in the region, affecting several of the city's businesses across sectors.
3. General economic conditions associated with early recessionary effects may be straining local household budgets, resulting in slower growth and reduced spending.

Despite the decline, sales tax revenues remain robust. But we expect the condition experienced in FY 2022 to continue into fiscal year 2023. We continue to take a cautiously optimistic view at this time and plan service delivery and budgetary estimates with conservative revenue assumptions. All sales tax due the City is administered by the California Department of Tax and Fee Administration (CDTFA).

Property Tax in Lieu of VLF (Vehicle License Fee). These are property tax shares allocated to cities and counties beginning in FY 04-05 as compensation for the state's take of Vehicle License Fees (VLF). This revenue source typically follows regular property tax collections, discussed under “Secured Property Tax” below and is up 2.47 percent compared to last year. This is most related to the annual adjustment under Prop 13, capped at a 2 percent annual increase in assessed value. But it also includes increases as property is reassessed to current market rates resulting from change in ownership.

Transient Occupancy Tax (TOT). Commonly referred to as a “bed,” “hotel,” or “room” tax this revenue source was performing strongly over the last two years up until March. Travel restriction brought

on by the pandemic will continue to negatively affect this revenue source. However, driven by increased tourism in the greater Ukiah Valley area and a larger volume of travelers heading north, this revenue source is poised to continue its growth trend for several more years after the pandemic has abated. Visitors are stopping in Ukiah as a final layover before making the trek to Fort Bragg and Humboldt County and are exploring the wonders of what the Ukiah Valley has to offer.

The TOT rate in Ukiah currently is 10 percent; however, 1 percentage point has been committed by the Ukiah City Council to fund the Visit Ukiah Program.

As mentioned previously, TOT receipt were up from the year prior as travel resumed following the lock downs of the pandemic. We expect this revenue sources to continue to increase into the next fiscal year as vacancy rates at Ukiah hoteliers return to a more normal rate.

City Utility Franchise Fees. This revenue source is a charge to the City's electric utility. Franchise fees are not taxes; rather, they are rents paid by utility providers to operate on or in City rights-of-way and City property, such as roads, sidewalks, parklands, etc. The rents are established by the City Council and typically are correlated to gross revenues generated by the utility provider. Revenues from this source remain stable with a nominal increase from the prior year, mostly from recently enacted rate adjustments by the electric utility.

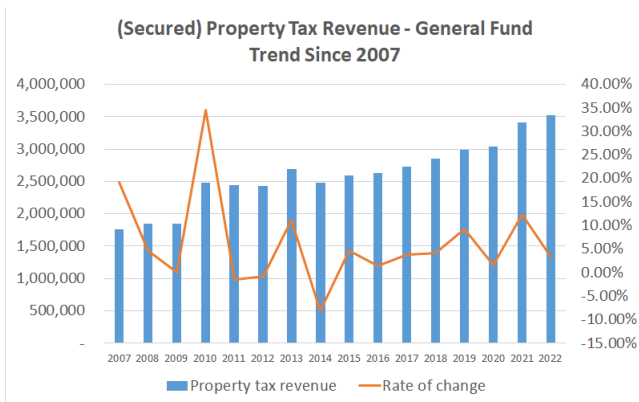
Redevelopment Tax Increment Pass-Through. After the dissolution of Redevelopment in California by the Legislature, the Ukiah Redevelopment Agency was sent into receivership of a successor agency. Property tax increment revenue once received by the former redevelopment agency was instead held in trust by the County Auditor-Controller in a specific fund, affectionately known as the Redevelopment Property Tax Trust Fund (RPTTF). Property tax increment collected in this fund would first pay the County Auditor-Controller's administrative costs, then pass to the successor agency of the former RDA (City of Ukiah) to satisfy the obligations of the former agency, then to the taxing entities in the

project area of the former RDA, including the Ukiah Unified School District and the County of Mendocino General Fund. The City also receives a share of these residuals which are reported in the General Fund.

This revenue source can track like regular (secured) property tax, although it is calculated from a slightly different derivative property tax base (tax increment). Receipts were slightly higher than the year prior, albeit at a lesser pace than secured property taxes. The reason is likely related more to the City's former redevelopment agency taking a larger claim of the RPTTF than in years prior, thereby reducing the residual amount coming to the City.

Secured Property Tax. Traditionally, revenue from property tax was viewed as a very stable source. The housing collapse of 2008 tested that assumption. Ukiah's housing market has made a considerable recovery, and city revenues from secured property taxes flowed accordingly. Slightly less than 11 percent of property taxes paid by property owners within the City are allocated to the City. The majority is distributed to local schools and the County of Mendocino. Receipts from this source were up 3.04 percent from the year prior due to assessed valuation growth from ownership change as well as the annual adjustment under Prop 13, which is capped at 2 percent.

The chart here illustrates how property tax revenues *overall* have flowed to the City since 2007. Overall includes secured, unsecured, VLF in lieu and other property-related taxes. The blue bars represent the actual dollar amounts received by the City while the orange line indicates the rate of that change year over year. In FY 2022 the rate of change was less than in the prior year but still higher than expectations at 3.26%. Based on historical experience, but difficult to confirm, underlying property-related revenues in general are expected to increase modestly FY 2022-23 and beyond, likely to average 2-2.5 percent.



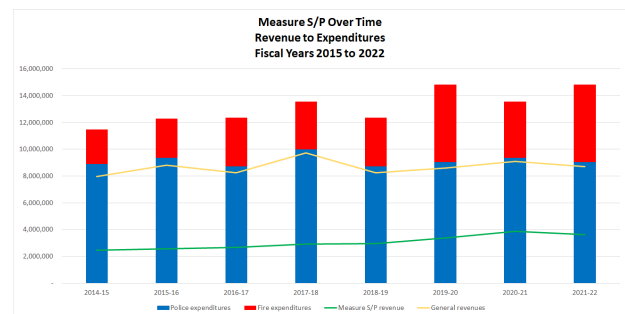
Refuse Disposal Franchise Fees. This revenue source is a charge to the City’s franchise solid waste hauler. As discussed earlier, franchise fees are not taxes; rather, in the case of refuse disposal franchise fees they are rents paid by the refuse hauler for the use of rights-of-way to provide and distribute its services. Refuse hauler vehicles used to haul refuse are utilized more frequently and wear roads more significantly than other commercial or non-commercial vehicles. Revenues from this source were higher in FY 2022 due primarily to increased sales and rate adjustments by the hauler, Ukiah Waste Solutions.

Business License Tax. Businesses that operate within City limits are required to obtain a business license. The fees are based on the type of business and an estimate of their gross receipts. The proceeds from the tax collected are available for unrestricted use in the General Fund. As mentioned earlier, receipts were higher in 2022 than in the prior year due to a combination of factors, including the collection of late payments. Before the onset of the

pandemic in March 2022, business license activity was trending positively. That trend has slowed and likely will normalize in the 2023 fiscal year.

Measure P

Measure P, passed by a simple majority (50 percent plus 1) of Ukiah voters in November of 2014, is a general (unrestricted) transaction and use tax. A general, unrestricted tax is one that can be used to fund any program, function, service, or project at the discretion of the City Council. It is not a special, restricted tax, which would require approval of two-thirds of the voting public. It continued a sun-set transaction and use tax, known as Measure S (2005), accompanied by an advisory Measure T (2005). Measure P, however, was passed with no advisory measure. The purpose of Measure P is to augment public safety expenditures to provide a higher level of police and fire service to the community. Amounts collected from the tax are to be used in addition to the commitment of the General Fund and not in replacement of. The following graph demonstrates how the past revenue measure (S) and now Measure P have been employed with relation to the General Fund.



**City of Ukiah
Measure P**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances – Baseline to Current Actual
For the Year Ended June 30, 2022**

	2014-15 Baseline	2021-22 Actual	Variance with Baseline
REVENUES			
Measure P	\$ 2,465,521	\$ 3,623,593	\$ 1,158,072
Public safety revenues:			
Police	1,001,861	663,099	(338,762)
Fire	37,235	1,665,636	1,628,401
Prop 172	53,471	161,965	108,494
General revenues (general fund)	7,922,006	8,713,810	791,804
Total revenues	11,480,094	14,828,104	3,348,010
EXPENDITURES			
Current:			
Police	8,709,693	8,917,751	(208,058)
Fire ⁴	2,553,407	5,761,443	(3,208,036)
Total current	11,263,100	14,679,195	(3,416,095)
Capital outlay:			
Police	186,594	117,509	69,085
Fire	30,400	31,400	(1,000)
Total capital outlay	216,994	148,909	68,085
Total expenditures	11,480,094	14,828,104	(3,348,010)
Excess (deficiency) of revenues over expenditures	\$ -	\$ -	\$ -
PERSONNEL			
Police:			
Sworn	32	27	(5)
Miscellaneous	18	18	(0)
Total police	50	45	(5)
Fire:			
City	11	21	10
Ambulance/Misc	-	7	7
UVSD	6	-	(6)
Total fire	17	28	11

Notes:

1) Excludes parking enforcement expenditures and associated revenue.

2) Excludes dispatch service revenue, except for general fund contributions.

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

4) Beginning fiscal year 2021-22 the City changed its accounting of the UVFD and City shared cost. The District's contribution to personal and other operating expenditures are not recognized as revenues to the City. Conversely, the City's expenditures related to fire services now include those amounts previously reported as expenditures of UVFD.

Measure Y

Measure Y, passed by a simple majority (50 percent plus 1) of Ukiah voters in November of 2016, is a general (unrestricted) transaction and use tax. A general, unrestricted tax is one that can be used to fund any program, function, service, or project at the discretion of the City Council. It is not a special, restricted tax, which would require approval of two-thirds of the voting public. Measure Z, passed in conjunction with Measure Y, was a distinctly separate, advisory Measure Y, indicating the voting public's preference for the use of Measure Y proceeds. Language for the two ballot measures was as follows:

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

	Measure Y						
	2022	2021	2020	2019	2018	2017	Total
OPERATING REVENUES							
Measure Y 1/2 % transaction and use tax	\$ 3,620,957	\$ 3,862,145	\$ 3,368,450	\$ 3,016,205	\$ 2,729,797	\$ 528,057	\$17,125,611
Other financing sources	-	-	-	-	-	-	-
OPERATING EXPENSES							
General and administrative	80,857	10,251	17,733	10,150	5,444	9,134	133,569
Basic maintenance and operations	757,760	598,296	644,771	387,449	306,143	294,084	2,988,502
Enhanced capacity for maintenance and operations	156,370	158,500	154,479	60,260	1,979	-	531,587
Less: general fund maintenance of effort (see Note 1)	(406,477)	(399,840)	(385,086)	(375,597)	(373,870)	(350,000)	(2,290,870)
Total operating expenditures	588,510	367,207	431,897	82,262	(60,304)	(46,782)	774,279
DEBT SERVICE AND CAPITAL PROJECTS							
Debt service, I-Bank	75,435	75,538	75,638	75,638	75,638	-	377,887
Projects	3,616,594	2,688,687	2,689,759	4,526,294	1,841,113	38,460	15,400,907
Total debt service and capital projects	3,692,029	2,764,225	2,765,397	4,601,932	1,916,751	38,460	15,778,795
Total expenditures, Measure Y	4,280,540	3,131,432	3,197,294	4,684,194	1,856,446	(8,322)	16,553,073
Change in Measure Y resources	(659,583)	730,714	171,156	(1,667,989)	873,351	536,379	(15,972)
Measure Y resources - beginning	643,610	(87,103)	(258,259)	1,409,729	536,379	-	
Measure Y resources - ending	\$ (15,972)	\$ 643,610	\$ (87,103)	\$ (258,259)	\$ 1,409,729	\$ 536,379	
PROJECTS IN PROCESS (see Note 2)							
Reconstruction	\$ 297,844						
Slurry seals	492,666						
Total projects in process	\$ 790,510						

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, 2022.
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.

Relevant Financial Policies

City Management has adopted a series of financial policies meant to guide its use and reporting of revenues. Some of the more germane policies as related to this report include the following:

- All current operating expenditures will be paid for with current revenues, unless the use of reserves is approved by the City Council.
- Revenues will be conservatively estimated.
- Intergovernmental assistance in the form of grants and loans will be used to finance only:
- Those capital improvements which can be maintained and operated over time; or
- Operating programs that can either be sustained over time or have a limited horizon.
- A minimum fund balance reserve in the General Fund will always be maintained. The minimal, optimal level required for this reserve will be 25 percent of the General Fund operating budget. The reserve will be drawn down as a funding source of last resort and used only after other reserve accounts have been accessed.
- The unrestricted fund balance in the General Fund will be maintained at a level enough to provide adequate working capital and to accommodate required adjustments to other reserve accounts, including the reserves for advances to other funds, deposits and prepaid items.
- In general, one-time revenues will be used only to support capital or other non-recurring expenditures. One-time revenues may be used for operating programs only after an examination determines if they are subsidizing an imbalance between operating revenues and expenditures; and then only if a long-term forecast shows that the operating deficit will not continue.
- The City invests all idle cash as determined by analysis of anticipated cash flow needs. Specific emphasis will be placed on future cash requirements when selecting maturity dates to avoid forced liquidations and the potential corresponding loss of investment earnings.
- When the City finances capital projects by issuing bonds or acquiring loans, it will pay back

those obligations within a period that is consistent with the useful life of the project.

- The City requires an annual audit of the books of account, financial records, inventories and reports of all City officers and employees involved in the handling of financial matters by a qualified independent auditor.

Information concerning significant accounting policies affecting the finances of the City is summarized in the Notes to the Financial Statements.

Acknowledgements

The preparation of this Annual Comprehensive Financial Report could not be accomplished without the efficient and dedicated service of the entire staff of the Finance Department, the City's Management Team, and the auditing firm of Van Lant & Fankhanel, LLP. We would like to express our appreciation to Brett Van Lant, CPA; Greg Fankhanel, CPA; the staff of Van Lant & Fankhanel; and to the members of the Finance Department, City Manager's Office, and other administrative divisions who assisted and contributed to its development.

We also would like to thank members of the City Council and all City departments for their cooperation and support in planning and conducting the financial operations of the City during the fiscal year.

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, 2021

Christopher P. Morrell

Executive Director/CEO

City of Ukiah, California
List of Officials
June 30, 2022

CITY COUNCIL
UKIAH REDEVELOPMENT SUCCESSOR AGENCY BOARD OF DIRECTORS

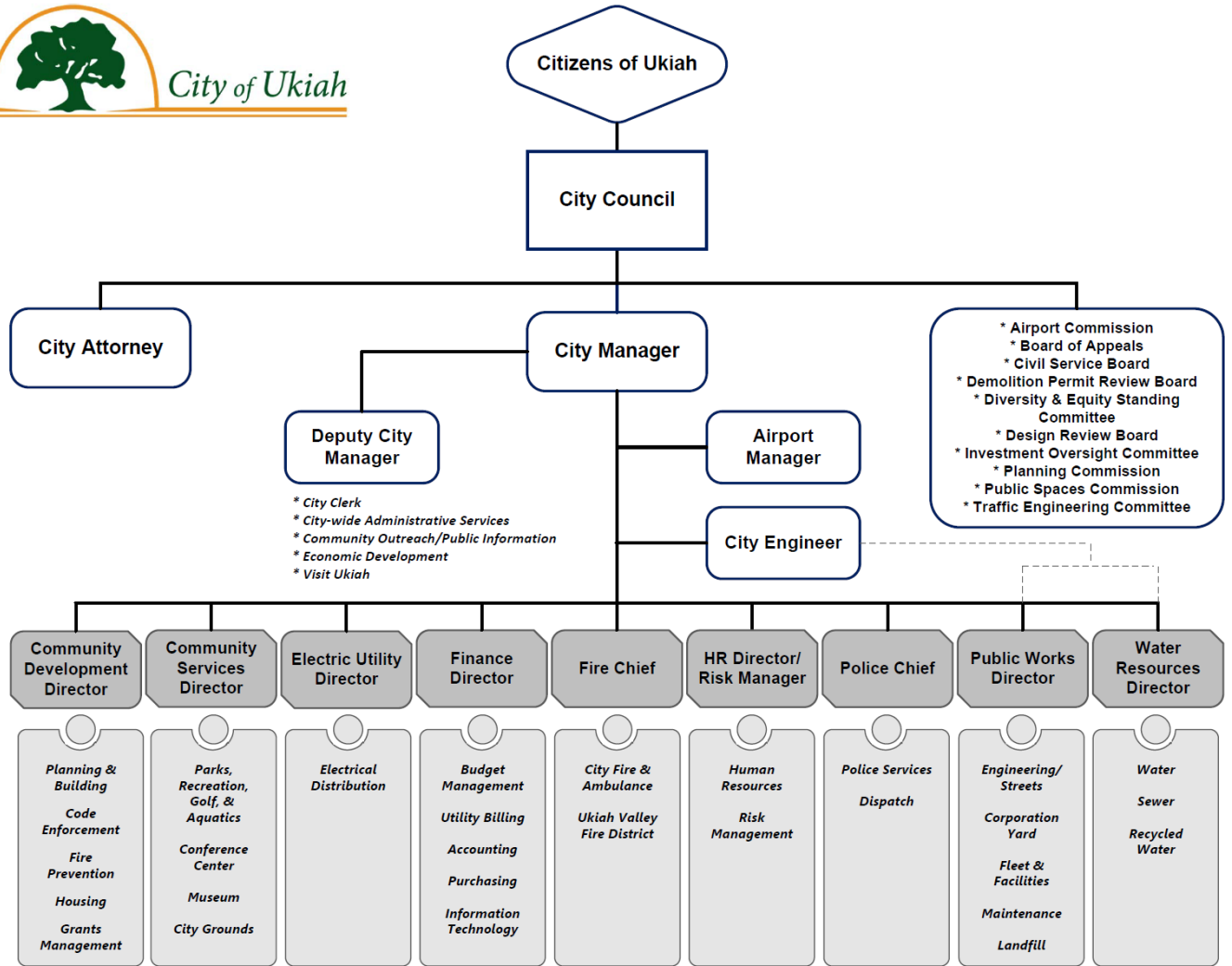
Jim Brown	Mayor
Josefina Duenas	Vice Mayor
Doug Crane	Council Member
Juan Orozco	Council Member
Mari Rodin	Council Member

EXECUTIVE MANAGEMENT TEAM

Sage Sangiacomo	City Manager
Shannon Riley	Deputy City Manager
David Rapport	City Attorney
Kristine Lawler	City Clerk
Cedric Crook	Chief of Police (Acting)
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
Greg Owen	Airport Manager
Cindy Sauers	Electric Utility Director
Sean White	Water Resources Director
Neil Davis	Community Services Director



CITY ORGANIZATIONAL 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, 2022, 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, 2022, 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.

Change in Accounting Principle

As described in Note 1 to the financial statements, in 2022, the City adopted new accounting guidance, *GASB Statement No. 87, Leases*. Our opinion is not modified with respect to this matter.

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 January 26, 2023, 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

January 26, 2023
Murrieta, CA

MANAGEMENT DISCUSSION AND ANALYSIS (MD&A) (REQUIRED SUPPLEMENTARY INFORMATION)

The following discussion provides readers of the City of Ukiah's financial statements a narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with the Independent Auditor's Report, the basic financial statements, and the accompanying notes.

Financial Highlights

- City assets and deferred outflows exceeded its liabilities and deferred inflows by \$168.8 million (net position) as of June 30, 2022.
- The City recognized net pension assets with CalPERS of \$12.7 million, resulting from a positive investment return and pension contribution in prior year.
- The City's net position in total increased by \$1.9 million.
- The net position for governmental activities ended the year at \$57.9 million, a 20.9 percent increase from the prior year, while the net position of business activities was \$110.9 million, a 6.8 percent decrease.
- The governmental activities saw decreased revenues from some major sources, notably sales taxes. Expenses were nominally different in total from the prior year.
- Business activities saw revenues decrease by 1.5 million, driven by decreased electric revenues, while expenses increased over \$3 million, driven by increased electric operating costs, notably power purchases.

Overview of the Annual Comprehensive Financial Report

This Annual Comprehensive Financial Report is presented in three major parts:

- 1) **Introductory section**, which includes the Transmittal Letter and general information; and
- 2) **Financial section**, which includes the Management's Discussion and Analysis (MD&A), the Basic Financial Statements, which include the Government-wide and the Fund Financial Statements, along with the notes to these financial statements and Combining and Individual Fund Financial Statements and Schedules; and
- 3) **Statistical section**, which includes financial, demographic and economic information on the City and surrounding community such as the value of taxable property, direct and overlapping tax rates, direct and overlapping debt, population and estimated per capita income.

This Management Discussion and Analysis is intended to serve as an introduction to the financial section. The statements of this section are comprised of components including financial highlights, government-wide financial statements, fund financial statements, a General Fund budgetary comparison and an economic outlook.

THE GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial analysis provides an overview of the City's activities and is comprised of the Statement of Net Position and the Statement of Activities. The Statement of Net Position provides information about the financial

position of the City as a whole, including all its assets, capital assets and liabilities on the full-accrual basis, like that used by private sector entities. The Statement of Activities provides information about all the City's revenues and expenses, also on the full-accrual basis, with the emphasis on measuring net revenues or expenses of each the City's major functions, which have been categorized as follows:

Governmental Activities

- General government (e.g., City Council, administration, finance and accounting, human resources, legal, treasurer, etc.)
- Community development (planning and building)
- Roads and infrastructure (road maintenance, city engineer and public works,)
- Housing and support programs (CDBG and HOME grants, etc.)
- Redevelopment/Economic development
- Public safety (Police and Fire)
- Parks, buildings, and grounds (parks, building and grounds maintenance, etc.)
- Culture and recreation (museum, pool, sports, etc.)

Business-type activities

- Airport
- Ambulance
- Conference Center
- Electric
- Golf Course
- Landfill
- Parking District
- Street lighting
- Wastewater
- Water

The Statement of Activities explains in detail the change in Net Position for the year. As indicated in the Financial Highlights, the City's net position increased \$1.9 million, which includes costs associated with depreciation and other non-budgeted items that may not influence cash or current financial resources but do affect net position. The statement presents expenses categorized by function or activity. This is done so that a direct connection can be made to the cost of providing that service or function for the year. The statement then presents how that activity was financed using funds other than those that can be used for any purpose (i.e. taxes, fines, investment earnings, etc.). This is an attempt to demonstrate how self-sufficient an activity was during the year. The remainder is the net expense covered by general revenues.

All the City's activities are grouped into either governmental activities or business-type activities, as explained below. The amounts in the Statement of Net Position and the Statement of Activities are separated into governmental activities and business-type activities in order to provide a clear summary of the two.

Government-wide financial statements, prepared on the accrual basis, measure the flow of all economic resources of the City.

The Statement of Net Position and the Statement of Activities present information about the following:

- **Governmental activities**—all the City’s basic services are governmental activities. These services are supported by general city revenues, such as taxes, and by specific program revenues such as user fees and charges.

The City’s governmental activities also include the housing activities of the (former) Ukiah Redevelopment Agency, a separate legal entity for which the City is financially responsible. As of February 1, 2012, the Ukiah Redevelopment Agency was dissolved, and a successor agency was established to handle the remaining affairs and obligations of the former agency. The City of Ukiah elected to be that successor agency. Upon dissolution, the assets and liabilities of the former agency were transferred to a private-purpose trust fund, which is not reported on the government-wide statements but is presented in the fund-based statements using the full accrual basis of accounting.

- **Business-type activities**—The City’s enterprise activities of electric, water, wastewater, recycled water, solid waste disposal site, parking, street lighting, airport, conference center and golf course are reported in this area. Unlike governmental activities, these services are supported by charges paid by users based on the amount of the service they use.

Fund Financial Statements

The fund financial statements report the City’s operations in more detail than the entity-wide statements and focus primarily on the short-term activities of the City’s General Fund and other major funds. The fund financial statements measure only current revenues and expenditures and fund balances; they exclude capital assets, long-term debt and other long-term amounts.

Because the focus of fund statements is narrower than that of the government-wide, it is useful to compare the information presented for the governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impacts of the City’s near-term financing decisions. Both the governmental activities Statement of Net Position and the governmental funds Statement of Revenues, Expenditures, and Changes in Net Position provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Major funds account for the largest portion of the financial activities of the City and are presented individually, while the activities of non-major funds are presented in summary, with supplementary schedules presenting the detail for each. Major funds are explained below.

The fund financial statements provide detailed information about each of the City’s most significant funds, termed major funds. The concept of major funds, and the determination of which are major, was established by GASB Statement 34 and replaces the concept of combining like funds and presenting them in total. Instead, each major fund is presented individually, with all non-major funds summarized and presented only in a single column. Supplementary Information present the detail of these non-major funds. Major funds present the major activities of the City for the year and may change from year to year as a result of changes in the pattern of City’s activities.

For the fiscal year ended June 30, 2022, the City's major funds were as follows:

GOVERNMENTAL FUNDS:

- General Fund
- Streets Capital Projects
- General Capital Projects
- Pension Debt Service

PROPRIETARY FUNDS:

- Landfill
- Electric Enterprise
- Water Enterprise
- Wastewater Enterprise

The City's enterprise funds (electric, water, wastewater and landfill) are reported as proprietary funds. Enterprise fund financial statements are prepared on the full-accrual basis, and include all their assets and liabilities, both current and long-term.

The City adopts an annual appropriated budget for all governmental and proprietary funds. Budgetary comparison statements for the General Fund and all major governmental funds are presented as required supplementary information (RSI), as required by GASB 34. Proprietary budget comparison statements are not required or presented.

[Fiduciary Statements](#)

The City's fiduciary activities are reported in the separate Statement of Fiduciary Net Position. These activities are excluded from the City's other financial statements because the City cannot use these assets to finance its own operations. The City maintains two fund types in this category: custodial and private purpose trust funds. These funds include resources held by the City on behalf of the Ukiah Valley Sanitation District, The Russian River Watershed Association, and the Ukiah Valley Fire District and the Ukiah Redevelopment Successor Agency. They provide information about the cash balances and activities of these funds. In its presentation of these statements, the City has adopted the provisions of GASB 84: Fiduciary Activities.

[Notes to the Financial Statements](#)

The notes provide additional information that is essential to a full understanding of the data provided in the Government-wide and Fund Financial Statements. The notes to the basic financial statements can be found following the basic financial statement presentation of this report.

[Other Supplementary Information](#)

In addition to the basic financial statements and the accompanying notes, this report also presents combined statements, which illustrate the condition and activities of all non-major funds. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund statements can be found subsequent to the notes section of this report.

Government-Wide Financial Analysis

Net Position

Net position may serve over time as a useful indicator of a government's financial position. The following table reflects the condensed net position for both governmental and business-type activities.

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 85,619,832	\$ 40,455,893	\$ 44,302,745	\$ 36,056,999	\$ 129,922,577	\$ 76,512,892
Capital assets(net)	61,581,082	58,404,222	181,668,949	178,049,774	243,250,031	236,453,996
Total assets	147,200,914	98,860,115	225,971,694	214,106,773	373,172,608	312,966,888
Deferred outflows of resources	12,715,862	35,276,895	785,130	18,409,328	13,500,992	53,686,223
Total assets and deferred outflows of resources	159,916,776	134,137,010	226,756,824	232,516,101	386,673,600	366,653,111
Current and other liabilities	6,827,070	5,879,729	8,643,356	3,200,728	15,470,426	9,080,457
Long-term liabilities	70,804,478	79,926,642	104,121,577	110,300,288	174,926,055	190,226,930
Total liabilities	77,631,548	85,806,371	112,764,933	113,501,016	190,396,481	199,307,387
Deferred inflows of resources	24,400,816	436,336	3,083,585	8,893	27,484,401	445,229
Total Liability and deferred inflows of resources	102,032,364	86,242,707	115,848,518	113,509,909	217,880,882	199,752,616
NET POSITION						
Net investment in capital assets	56,905,670	50,915,097	128,557,177	126,053,127	185,462,847	176,968,224
Restricted	15,368,987	15,484,736	320,241	251,126	15,689,228	15,735,862
Unrestricted	(14,390,245)	(18,505,530)	(17,969,112)	(7,298,061)	(32,359,357)	(25,803,591)
Total net position	\$ 57,884,412	\$ 47,894,303	\$ 110,908,306	\$ 119,006,192	\$ 168,792,718	\$ 166,900,495

The City's net position, as of June 30, 2022, was \$168.8 million. The overall change in net position is due in large part to a 9.1 million in grants and other contributions received, including American Rescue Act funding. These additions to net position were offset by lower sales tax receipts and charges for service and higher business-type expenses.

Restricted net position of \$15.7 million is primarily comprised of cash and cash-equivalents for use as prescribed by an outside entity, such as a grantor, bond holder, covenant, or other restricting entity or instrument, or are in the form of long-term notes receivable and are unavailable for spending. In the case for FY 2022, this is held primarily for Housing Programs in the form of loans receivable. A smaller portion is restricted for public safety activities and streets. It is important to note that restricted cash and investments may be different than restricted net position, e.g., cash restricted by a bond indenture as part of a bond issue is offset by the corresponding liability on the statement of net position, which is part of net investment in capital assets.

Unrestricted net position of negative 32.3 million is due primarily due to the City's long-term obligations related to net pension liabilities and estimated landfill closure costs. The City's working capital to meet current and other near-term operating and capital concerns was \$90.9 million, which includes unspent bond proceeds of \$51 million.

Activities

Expenses incurred by the City for FY 2022 year totaled \$68.6 million, a decrease from FY 2021 of \$3.0 million. Much of this decrease was related to reductions to pension costs of the City UAL with CalPERS. Governmental expenses totaled nearly \$24.9 million or 38.0 percent of total expenses. Public safety costs represented most of the governmental expenses, followed by public works and recreation.

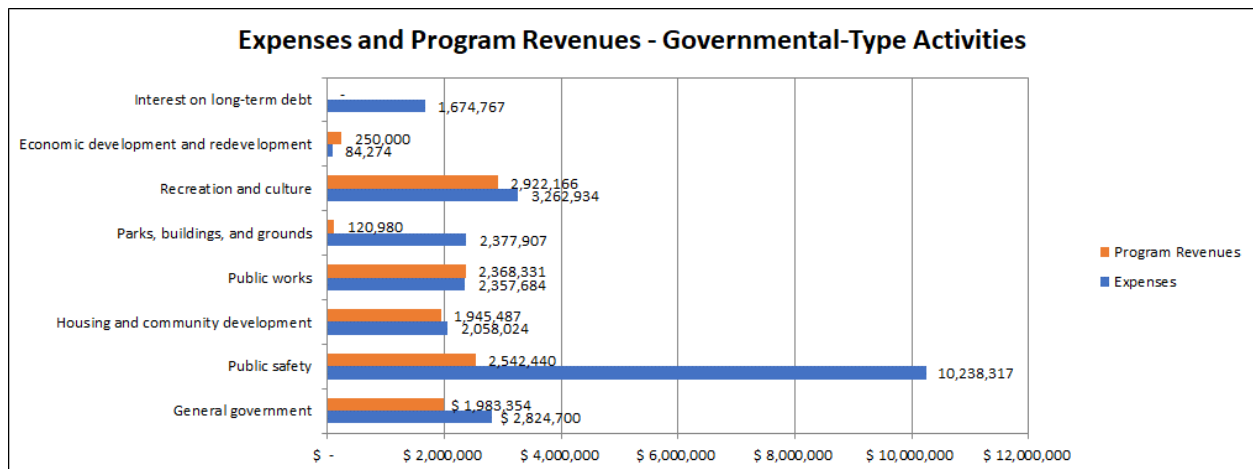
Business-type activities incurred \$43.7 million of expense during the fiscal year, 62.0 percent of all City expenses.

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
REVENUES						
Program revenues:						
Charges for Services	\$ 4,759,875	\$ 3,487,098	\$ 34,699,279	\$ 36,024,011	\$ 39,459,154	\$ 39,511,109
Operating Grants and Contributions	4,947,892	7,890,530	1,572,005	759,696	6,519,897	8,650,226
Capital Grants and Contributions	2,424,991	771,125	201,152	556,033	2,626,143	1,327,158
General revenues:						
Taxes	20,094,975	20,822,658	17,057	16,714	20,112,032	20,839,372
Franchise fees	1,846,594	1,815,271	-	-	1,846,594	1,815,271
Other revenue	280,944	67,776	-	22,223	280,944	89,999
Use of money and property	(119,912)	266,006	(234,775)	352,781	(354,687)	618,787
Total revenues	34,235,359	35,120,464	36,254,718	37,731,458	70,490,077	72,851,922
EXPENSES						
Governmental activities:						
General government	2,824,700	838,727	-	-	2,824,700	838,727
Public safety	10,238,317	13,659,736	-	-	10,238,317	13,659,736
Housing and community development	2,058,024	1,460,134	-	-	2,058,024	1,460,134
Public works	2,357,684	3,426,376	-	-	2,357,684	3,426,376
Parks, buildings, and grounds	2,377,907	1,560,436	-	-	2,377,907	1,560,436
Recreation and culture	3,262,934	2,640,963	-	-	3,262,934	2,640,963
Economic development and redevelopment	84,274	290,261	-	-	84,274	290,261
Interest on long-term debt	1,674,767	992,902	-	-	1,674,767	992,902
Business-type activities:						
Parking District	-	-	148,354	137,930	148,354	137,930
Landfill	-	-	1,417,733	969,800	1,417,733	969,800
Ambulance Services	-	-	933,997	55,894	933,997	55,894
Golf	-	-	247,149	144,680	247,149	144,680
Conference Center	-	-	306,131	(336,910)	306,131	(336,910)
Airport	-	-	1,541,733	1,857,261	1,541,733	1,857,261
Electric	-	-	22,839,554	19,695,234	22,839,554	19,695,234
Street Lighting	-	-	146,475	186,765	146,475	186,765
Water	-	-	7,390,232	8,179,199	7,390,232	8,179,199
Wastewater	-	-	8,747,889	9,659,518	8,747,889	9,659,518
Total expenses	24,878,607	24,869,535	43,719,247	40,549,371	68,597,854	65,418,906
Change in net position before special items and transfers	9,356,752	10,250,929	(7,464,529)	(2,817,913)	1,892,223	7,433,016
Transfers	633,357	(444,963)	(633,357)	444,963	-	-
Change in net position	9,990,109	9,805,966	(8,097,886)	(2,372,950)	1,892,223	7,433,016
Total net position - beginning	47,894,303	38,088,337	119,006,192	121,379,142	166,900,495	159,467,479
Total net position - ending	\$ 57,884,412	\$ 47,894,303	\$ 110,908,306	\$ 119,006,192	\$ 168,792,718	\$ 166,900,495

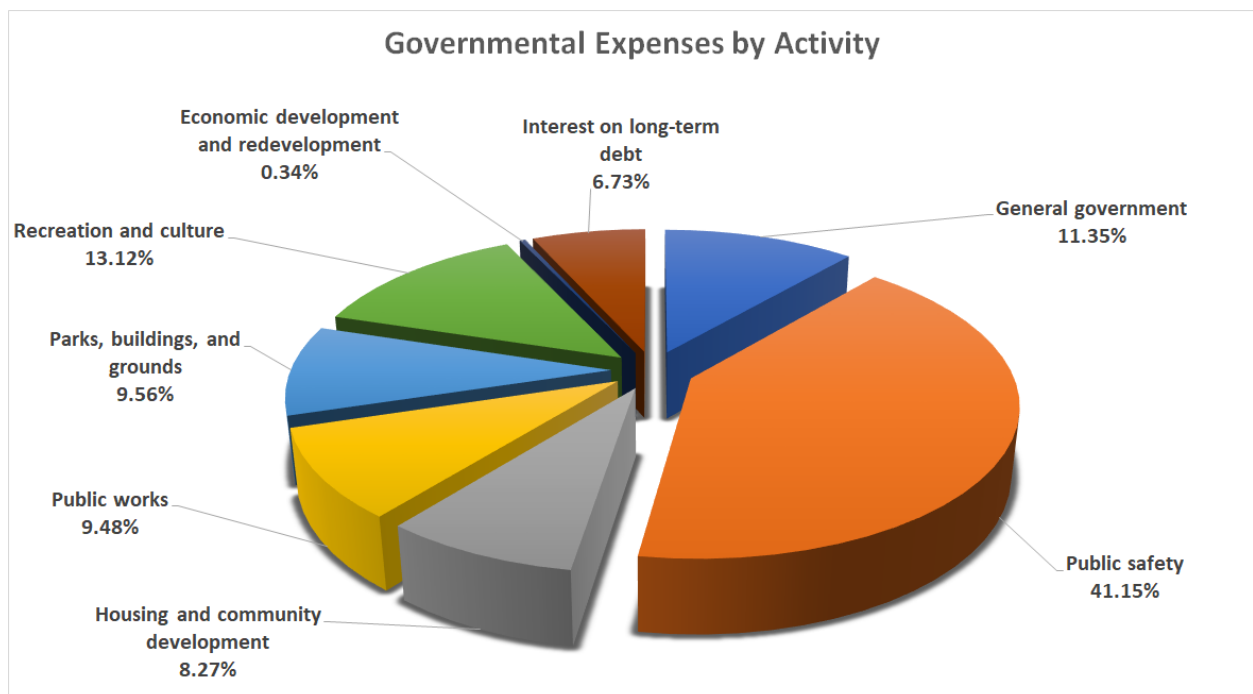
Governmental Activities

Net expenses of \$12.8 million for the provision of these governmental activities was funded by general revenues, primarily in the general fund, including taxes, licenses, permits, franchise fees, and rents. Costs and programmatic revenues directly associated with governmental activities were as follows:

Functions/Programs	Expenses	% of Total	Program Revenues	% of Total	Net (Expense) Revenue
General government	\$ 2,824,700	11.35%	\$ 1,983,354	16.35%	\$ (841,346)
Public safety	10,238,317	41.15%	2,542,440	20.96%	(7,695,877)
Housing and community development	2,058,024	8.27%	1,945,487	16.03%	(112,537)
Public works	2,357,684	9.48%	2,368,331	19.52%	10,647
Parks, buildings, and grounds	2,377,907	9.56%	120,980	1.00%	(2,256,927)
Recreation and culture	3,262,934	13.12%	2,922,166	24.08%	(340,768)
Economic development and redevelopment	84,274	0.34%	250,000	2.06%	165,726
Interest on long-term debt	1,674,767	6.73%	-	0.00%	(1,674,767)
Total	\$ 24,878,607	100.00%	\$ 12,132,758	100.00%	\$ (12,745,849)



Public safety (police, fire, and emergency management services) comprised the largest activity segment of governmental expenses (\$10.2 million, 41.2 percent of total expenses). A significant portion of this expense is related to retirement benefit costs. Recreation and culture represented the next largest expense of the City's governmental activities, due largely from expanded day cap programs and activities. The City has deployed a significant portion of its discretionary and programmatic resources toward the improvement of City streets, walkways, and trails. The following chart illustrates where governmental expenses were incurred by activity.

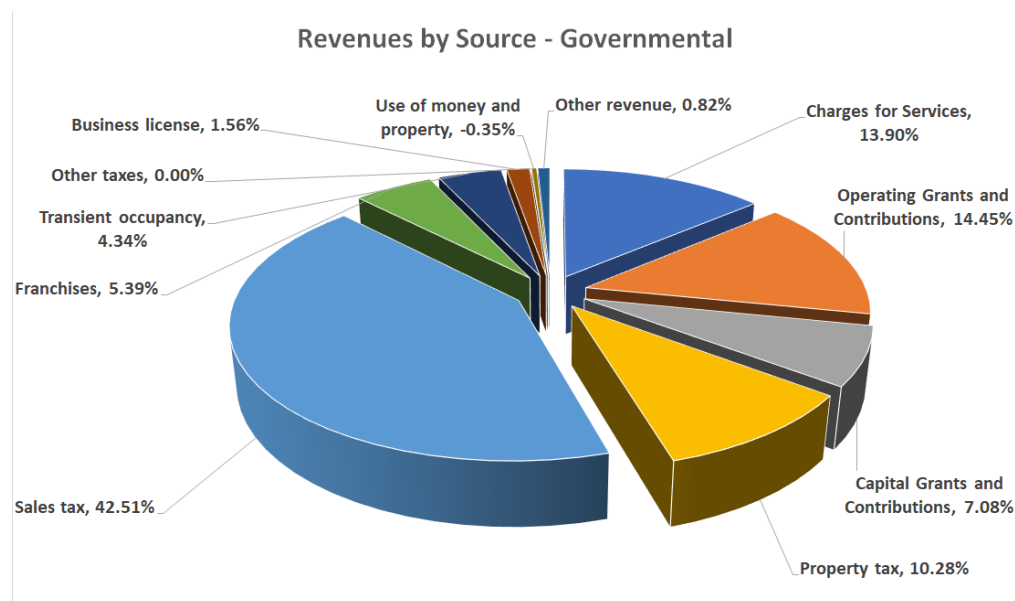


Significant revenues for the City came from taxes (58.7 percent), which included sales taxes (Bradley-Burns, Measure P and Measure Y transactions and use taxes), property taxes and transient occupancy taxes. Despite the continuation of the COVID-19 pandemic, tax revenues overall were higher than in the prior year due to increases to the sales and property tax base from a strong and diversified local economy.

From highest to lowest, revenues directly associated with governmental collections were as follows:

Revenues Source	Revenue	% of Total
Charges for Services	\$ 4,759,875	13.90%
Operating Grants and Contributions	4,947,892	14.45%
Capital Grants and Contributions	2,424,991	7.08%
Property tax	3,520,010	10.28%
Sales tax	14,553,285	42.51%
Franchises	1,846,594	5.39%
Transient occupancy	1,487,139	4.34%
Business license	533,653	1.56%
Other taxes	888	0.00%
Use of money and property	(119,912)	-0.35%
Other revenue	280,944	0.82%
Total	<u>\$ 34,235,359</u>	<u>100.00%</u>

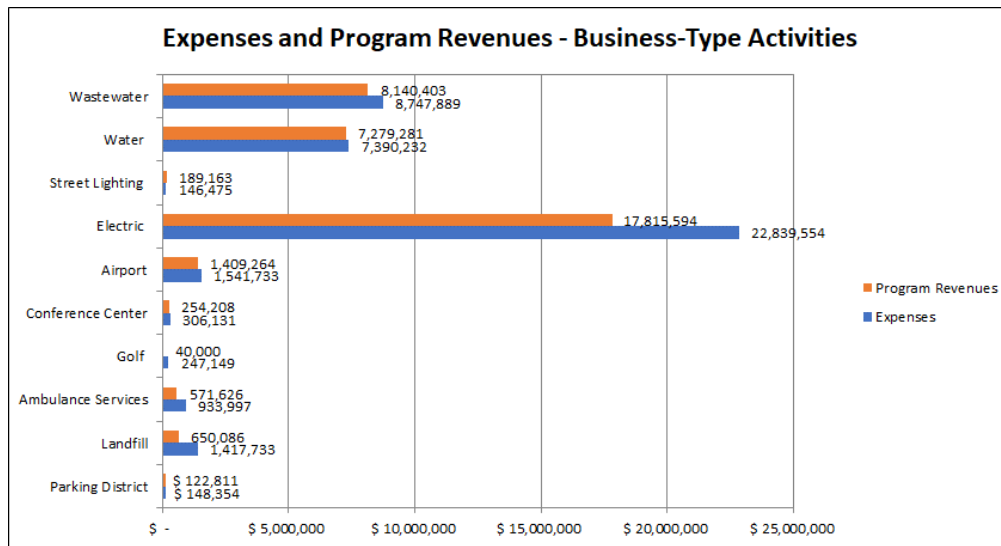
This information is presented in greater detail than that found on the Statement of Activities or Changes in Fund Balance to allow the reader to gain a more in-depth understanding of the sources and uses of revenue.



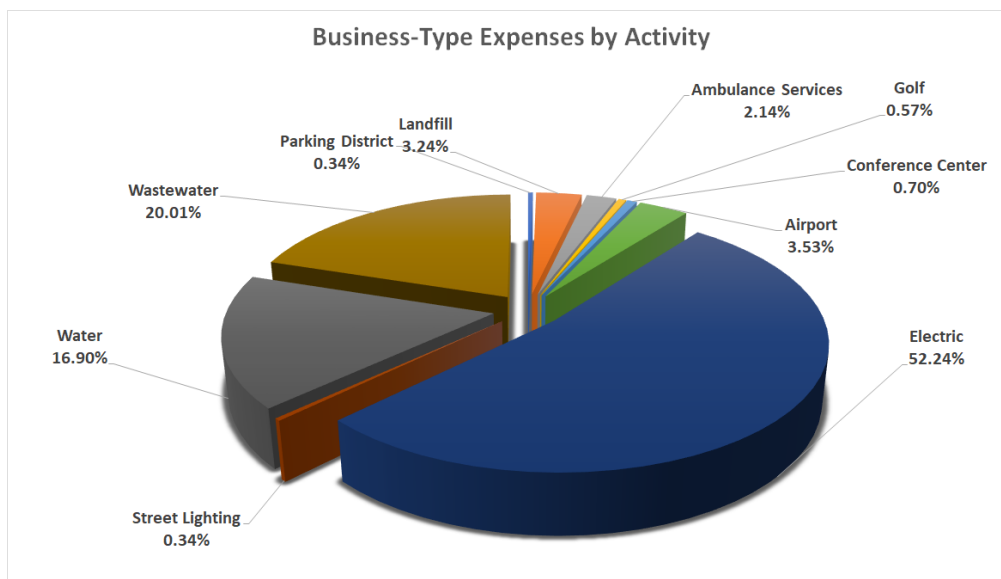
Business-type Activities

In the fiscal year ended June 30, 2022, business-type activities decreased the City's net position by \$2.3 million. That loss came from net revenues, which is defined as total expenses minus program revenues, which include charges for service, as well as operating and capital grants and contributions.

Business-type Activities	Expenses	% of Total	Program Revenues	% of Total	Net (Expense) Revenue
Parking District	\$ 148,354	0.34%	\$ 122,811	0.34%	\$ (25,543)
Landfill	1,417,733	3.24%	650,086	1.78%	(767,647)
Ambulance Services	933,997	2.14%	571,626	1.57%	(362,371)
Golf	247,149	0.57%	40,000	0.11%	(207,149)
Conference Center	306,131	0.70%	254,208	0.70%	(51,923)
Airport	1,541,733	3.53%	1,409,264	3.86%	(132,469)
Electric	22,839,554	52.24%	17,815,594	48.85%	(5,023,960)
Street Lighting	146,475	0.34%	189,163	0.52%	42,688
Water	7,390,232	16.90%	7,279,281	19.96%	(110,951)
Wastewater	8,747,889	20.01%	8,140,403	22.32%	(607,486)
Total	\$ 43,719,247	100.00%	\$ 36,472,436	100.00%	\$ (7,246,811)

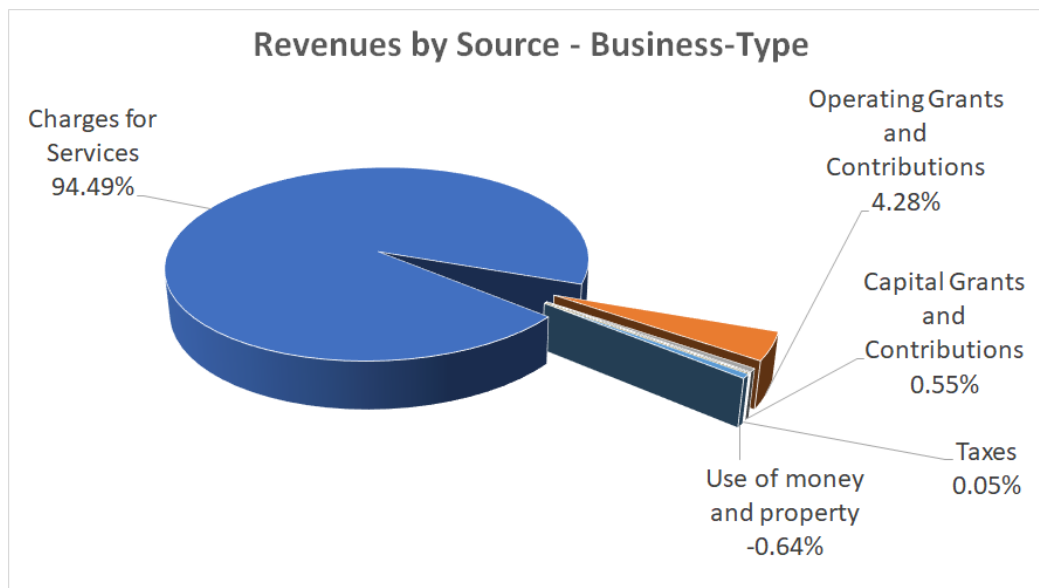


The following chart illustrates where business-type expenses were incurred by activity.



General revenues for business-type activities include rents and interest earnings as well as some property taxes collected by the City's parking district. The general revenues were down from the prior year approximately 50 percent resulting primarily from negative returns on the City's investment portfolio. Charges for services were lower than the prior year due to certain large reimbursable jobs that occurred in 2021 but not in 2022. Rate revenue in water, sewer, and the electric utility were nominally lower than the year prior.

Revenues Source	Revenue	% of Total
Charges for Services	\$ 34,699,279	95.71%
Operating Grants and Contributions	1,572,005	4.34%
Capital Grants and Contributions	201,152	0.55%
Taxes	17,057	0.05%
Use of money and property	(234,775)	-0.65%
Total	\$ 36,254,718	100.00%



Capital Assets and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities at June 30, 2022 totaled \$243.3 million (net of accumulated depreciation). The investment in capital assets includes land, buildings and improvements, equipment, vehicles, infrastructure, and construction in progress. Depreciation expense for the year, government-wide, totaled \$7.7 million.

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 4,596,065	\$ 4,092,630	\$ 7,747,880	\$ 7,042,727	\$ 12,343,945	\$ 11,135,357
Infrastructure and network	64,604,249	55,602,715	174,295,038	165,703,874	238,899,287	221,306,589
Buildings and improvements	21,861,416	21,862,814	63,250,560	63,283,228	85,111,976	85,146,042
Construction in progress	2,029,535	6,971,422	7,368,291	8,470,658	9,397,826	15,442,080
Machinery equipment and vehicles	10,103,782	10,045,491	14,048,150	13,562,385	24,151,932	23,607,876
Intangible assets	-	-	270,000	180,000	270,000	180,000
	103,195,047	98,575,072	266,979,919	258,242,872	370,174,966	356,817,944
Less: accumulated depreciation	(41,613,965)	(40,170,850)	(85,310,970)	(80,193,098)	(126,924,935)	(120,363,948)
Capital assets, net	\$ 61,581,082	\$ 58,404,222	\$ 181,668,949	\$ 178,049,774	\$ 243,250,031	\$ 236,453,996

Additional information on the City's capital assets can be found in Note 6, along with the City's capitalization policies in Note 1 in the notes to the basic financial statements. Reasons for the change in capital assets were engagement in major work on several construction projects, including work on the airport runway and several streets and rights-of-way.

Long-Term Liabilities

The City's outstanding Noncurrent liabilities, including bonds, loans payable, the net pension liability and compensated absences totaled over \$182 million as of June 30, 2022. The most significant obligation added this year were electric rate and lease revenue bonds totaling over \$50 million. These bonds were issued to make certain facility and infrastructure improvements at a lower cost than under a pay-go approach.

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
2017 CalTrans Aeronautics Loan - Airport	\$ -	\$ -	\$ 148,985	\$ 159,635	\$ 148,985	\$ 159,635
2016 Water Revenue Refunding Bonds	-	-	8,055,000	8,620,000	8,055,000	8,620,000
2016 unamortized premium	-	-	1,333,122	1,358,275	1,333,122	1,358,275
Lawsuit settlement liability	-	-	1,000,000	2,000,000	1,000,000	2,000,000
Landfill closure and post-closure	-	-	19,890,002	19,297,593	19,890,002	19,297,593
2017 SWRCB recycled water loan	-	-	17,713,180	18,238,738	17,713,180	18,238,738
Series 2020 Wastewater Refunding Bonds	-	-	22,184,000	23,620,000	22,184,000	23,620,000
Series 2022 Lease Revenue Bonds (Utilities Projects)	-	-	8,770,000	-	8,770,000	-
2022 Utilities unamortized premium - Utilities Projects	-	-	1,150,071	-	1,150,071	-
Series 2022 Electric Revenue Bonds	-	-	9,190,000	-	9,190,000	-
2022 Electric unamortized premium	-	-	1,048,809	-	1,048,809	-
2017 fire engine lease	653,810	763,396	-	-	653,810	763,396
2017 computer equipment lease	-	58,280	-	-	-	58,280
2017 I-Bank financing lease	3,663,516	3,751,776	-	-	3,663,516	3,751,776
2020 fire brush truck equipment lease	186,334	207,216	-	-	186,334	207,216
2020 fire self-contained breathing apparatus equipment	297,290	328,457	-	-	297,290	328,457
Series 2020A Community Facilities Lease Revenue Bonds	2,290,000	2,380,000	-	-	2,290,000	2,380,000
2020A unamortized premium	333,572	351,128	-	-	333,572	351,128
Series 2020B CalPERS Taxable Lease Revenue Bonds	31,968,235	32,426,592	17,201,765	17,448,408	49,170,000	49,875,000
Series 2022 Lease Revenue Bonds (Street Projects)	15,350,000	-	-	-	15,350,000	-
2022 unamortized premium- Streets Projects	1,621,453	-	-	-	1,621,453	-
Series 2022 Lease Revenue Bonds (Corporation Yard Projects)	14,850,000	-	-	-	14,850,000	-
2022 unamortized premium-Corp Yard Projects	1,174,246	-	-	-	1,174,246	-
Claims payable	286,972	430,458	49,583	99,166	336,555	529,624
Net pension liability	-	38,156,746	-	18,895,630	-	57,052,376
Compensated absences	1,118,763	1,072,592	533,513	562,843	1,652,276	1,635,435
Total	\$ 73,794,191	\$ 79,926,640	\$ 108,268,031	\$ 110,300,288	\$ 182,062,222	\$ 190,226,928

Additional information on the City's outstanding long-term liabilities can be found in Note 7.

Fund Financial Analysis

The City employs fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As was mentioned earlier, fund financial statements present information based on current financial resources and expenditures. Essentially, they are snapshots of the condition of major funds in the near-term; whereas, the government-wide statements present the entire picture of the reporting entity. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. For comparison purposes, fund statements correlate well to the City's adopted budget.

Governmental Funds

As of June 30, 2022, the City's governmental fund balance was \$51.9 million, which increased \$21.3 million from the year prior largely due to the issuance of bond proceeds for street and rights-of-way projects. GASB 54 established five new criteria for categorizing that balance based on its restricted and unrestricted use. The five categories are the following:

- Non-spendable fund balance
- Restricted fund balance
- Committed fund balance
- Assigned fund balance
- Unassigned fund balance.

A more detailed discussion of these fund balance categories is presented in Note 1.

Governmental Funds Financial Condition

Governmental funds reported a net increase in fund balance of \$21.3 million, primarily associated with the issuance of \$17.0 million of bond proceeds for streets and rights-of-way projects. These funds also include revenues from many federal, state and special district grants which vary greatly from year to year.

Governmental funds reported \$4.4 million in non-spendable fund balance at the end of the fiscal year. This is comprised of long-term interfund advances held by the General Fund as well as a loan receivable from the Ukiah Redevelopment Successor Agency.

The balance of \$17.7 million in restricted fund balance - those financial resources can be spent only on specific activities as defined by outside entities (e.g. a grantor, state agency, statute, etc.) - is found in special revenue funds law enforcement, housing and streets, and infrastructure. The aforementioned bond proceeds are reported here specifically.

Committed fund balance of \$803 thousand consists primarily of several select capital projects earmarked by the City Council through resolution. \$21.1 million in assigned fund balance consists of reserve amounts designated by management for future capital acquisition and specific projects, including maintaining a reserve for the advanced payment of pension liabilities.

The remaining amount of \$7.9 million of unassigned fund balance result primarily from general fund reserves and deferred revenues in several special revenue funds that have not been converted to revenues but are expected to in the following year. Additional information on deficit fund balances can be found in Note 2.

Specific to the major funds reported:

General Fund. \$2.1 million was added to the fund balance primarily from intergovernmental sources (e.g. grants) and transfers in of American Rescue Act funding to cover prior expenditures related to the COVID pandemic response.

Streets Capital Improvements. Resources transferred into this fund from the general fund, vis a vis Measure Y resources collected increased fund balance by \$539,416, reducing its deficit position to \$15,972. The fund has been very active in capital projects supported, in part, by Measure Y resources, and the timing of expenditures for those projects created that deficit.

General Capital Projects. This fund primarily is used to account for bond-funded capital projects, for which bond proceeds in the amount of \$17 million were received in February of 2022.

Pension Debt Service. This fund is used to service bond debt related to lease revenue bonds issued by the City in 2020 that provided advances fund the unfunded accrued liability with CalPERS. The City contributes additional amounts to the fund beyond the annual debt service requirement (\$432,666 in 2022) to ensure it maintains resources to meet future payment obligations without difficulty and to prepare for potential calls on bonds when the option is available.

Proprietary Funds

Enterprise Fund - Landfill

The net position of the landfill closure and post-closure fund decreased \$871 thousand from a negative 9.2 million to \$10 million. Surcharge amounts collected at the Ukiah Transfer Station and transferred to the Landfill fund helped to bolster it in preparation for final closure and remediation activities forthcoming, but closure cost estimates ran higher than in years past, fueled in large part to larger inflationary conditions.

Enterprise Fund - Electric

The net position of the electric enterprise fund decreased \$4.9 million due to a combination of operating losses, totaling \$4.5 million (driven by higher power costs), and interest expense on newly issued revenue bonds.

Enterprise Fund - Water

The net position of the water enterprise fund decreased \$256 thousand primarily due to decreased pandemic-related rate revenue. Operating income of \$594 thousand was offset by non-operating expenses of \$843 thousand, due in part to recognized investment losses.

Enterprise Fund - Wastewater

The net position of the wastewater enterprise fund decreased \$1.2 million. Operating revenue exceeded operating expenses, resulting in an operating income of \$253 thousand. But non-operating expenses of \$922 thousand, driven by interest costs and funding transfers to the recycled water operation for disposal activities, outweighed those gains

Budgetary Comparison

A comparison of budget to actual for major governmental funds is presented in the fund financial statements. These statements and the notes are presented as additional information to show that appropriations are being spent as authorized by the City Council. Budgetary control for the City rests at the fund level.

General Fund

The City's General Fund is its primary source of discretionary resources for the provision of service deemed necessary and desirable by the citizens of Ukiah and the City Council. General fund revenues were up nearly \$2.0 million from the year prior, driven by grant revenues. Similarly, total expenditures were higher by \$2.5 million due mostly to increased public safety expenditures. After other financing sources and uses were accounted for, fund balance increased by \$2.0 million.

The original budget estimated \$27.2 million in revenues. It was increased to \$28.0 in anticipation of grant revenues for capital projects and additional charges for service, among other reasons. Actual revenues in the General Fund were \$642

thousand higher than was budgeted primarily due to increased fees and charges, notably from the City's day camp program enhancements and assumption of day camp programs previously administered by the Ukiah Unified School District. Additionally, property and TOT taxes received were higher than originally estimated.

Expenditures were \$2.4 million lower than budget appropriations primarily due to various cost and budgetary savings, even though expenditures from the year prior were higher. Recreation and culture expenditures were higher than budgeted due to the aforementioned day camp activities. The budget was not formally amended to account for these expenditures as revenues generated from day camp activities were sufficient to support them and there was expected budgetary savings elsewhere.

Policy Resolution No. 39 (2013), passed the Ukiah City Council and incorporated in the City's financial management policies, established an unrestricted fund balance of at least 25 percent of annual operating expenditures in the General Fund. Its purpose is to serve as a strategic reserve, ensuring liquidity of the General Fund and to make certain adequate resources are available to manage economic uncertainties. The General Fund ended the year with a fund balance (consisting of nonspendable, committed, and unassigned amounts) of \$13.2 million, representing 55.6 percent of total expenditures for the year.

**City of Ukiah
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended June 30, 2022**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 19,957,835	\$ 19,957,835	\$ 20,068,245	\$ 110,410
Fees, charges, licenses, and permits	4,371,993	4,516,413	5,737,930	1,221,517
Use of money, property, interest and concessions	204,200	204,200	74,168	(130,032)
Intergovernmental	2,424,949	3,041,762	2,540,680	(501,082)
Other	197,000	291,000	232,474	(58,526)
Total revenues	27,155,977	28,011,210	28,653,497	642,287
EXPENDITURES				
Current:				
General government	213,574	270,447	119,273	151,173
Public safety	16,072,019	17,239,997	14,288,438	2,951,559
Housing and community development	1,302,174	1,302,175	1,191,165	111,010
Public works	1,566,377	2,062,001	1,766,366	295,635
Parks, buildings, and grounds	1,518,497	2,107,547	1,971,513	136,034
Recreation and culture	1,856,501	1,968,356	3,301,102	(1,332,746)
Economic development and redevelopment	19,301	19,301	62,263	(42,962)
Total current	22,548,443	24,969,823	22,700,121	2,269,703
Debt service	300,135	300,135	300,137	(2)
Capital outlay	187,000	940,930	811,460	129,470
Total expenditures	23,035,578	26,210,887	23,811,718	2,399,170
Excess (deficiency) of revenues over expenditures	4,120,400	1,800,323	4,841,779	3,041,457
OTHER FINANCING SOURCES (USES)				
Transfers	(558,038)	(462,520)	(2,831,353)	(2,368,833)
Net change in fund balances	3,562,362	1,337,803	2,010,426	672,624
Fund balances - beginning	11,229,529	11,229,529	11,229,529	-
Fund balances - ending	\$ 14,791,891	\$ 12,567,332	\$ 13,239,955	\$ 672,624

Economic Outlook

The City of Ukiah enjoys a diverse economic base serving as a hub for the greater geographic region around the city and Mendocino County. Consequently, the City's revenues are tied strongly to the financial health and well-being of its residents and businesses. City management took a conservative approach to revenue estimation when preparing the City's 2022 budget and adjusted appropriations accordingly, particularly in the general fund, which resulted in positive financial outcomes for the general fund in particular. Management continued that approach into the fiscal year 2023.

The following economic factors currently affect the City of Ukiah and were considered in developing the 2023 fiscal year budget.

- Sales tax revenue and transient occupancy taxes were estimated to increase by nominal amounts respectively from the prior year due. General fund appropriations were nonetheless adjusted to continue to generate a budgetary surplus as a hedge against unexpected revenue shortfalls.
- Water and sewer rates were increased July 1, 2022 as part of a five-year schedule for commercial and residential rate payers. This was in response to anticipated current and future expenditure increases in operating costs, capital outlays, and settlement payments to the Ukiah Valley Sanitation District. The adjustment to rates will continue each July 1 for the next 3 years.
- Rate revenue in electric enterprise funds was estimated to increase due to a recently enacted rate adjustment on April 1, 2022. Implementation of subsequent rate adjustment will occur for the next four years. Expenditures on the electric utility are expected to be higher than originally budgeted, however, due to significantly increased power costs.
- A property tax rate increase of 2 percent is expected in the general fund.
- Implementation of increased rates on the City of Ukiah's current fee schedule is anticipated.
- Regular increases are expected in health insurance premiums, as well as pension costs.
- Contract adjustments with all City of Ukiah's bargaining groups was anticipated at budget adoption and completed in the fall of 2022. The expected impact to personnel costs is a 8-10 percent increase, depending on the group.

Maintaining and growing revenue streams to the City remains a high priority for staff. Existing sources – predominately sales and property taxes – are stable, and our estimates for the future will continue to be conservative. Expenses related to personnel (primarily in health premium and pension costs) are increasing at a substantial, though manageable, pace. We continue to look to find cost saving measures to help offset these expenses. The challenge remains providing the highest level and quality of service that the community needs, expects and deserves with the resources available.

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 request for additional information, should be made to the Finance Department, City of Ukiah, CA, 95482.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Statement of Net Position reports the difference between the City's total assets and the City's total liabilities, including all the City's capital assets and all its long-term debt. The Statement of Net Position summarizes the financial position of all City Governmental Activities in a single column, and the financial position of all the City's Business-Type Activities in a single column; these are followed by a total column which presents the financial position of the entire City.

The City's Governmental Activities include the activities of its General Fund, along with all its Special Revenue, Capital Projects and Debt Service Funds. The City's Business-Type Activities include all its Enterprise Fund activities.

The Statement of Activities reports increases and decreases in the City's net position. It presents the City's expenses first, listed by program, and follows these with the expenses of its business-type activities. Program revenues—that is, revenues which are generated directly by these programs—are then deducted from program expenses to arrive at the net expense of each governmental and business-type program. The City's general revenues are then listed in the Governmental Activities or Business-type Activities column, as appropriate, and the Change in Net Position is computed and reconciled with the Statement of Net Position.

Both these Statements include the financial activities of the City, the Ukiah Redevelopment Agency and the City of Ukiah Municipal Sewer District, which are legally separate but are component units of the City because they are controlled by the City, which is financially accountable for their activities.

City of Ukiah, California
Statement of Net Position
June 30, 2022

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 16,975,196	\$ 11,234,611	\$ 28,209,807
Restricted cash and investments	35,128,243	16,338,061	51,466,304
Investment in NCPA reserves	-	7,720,872	7,720,872
Accounts receivable (net allowance for uncollectibles)	5,606,920	7,000,360	12,607,280
Notes and loans receivable	1,500,000	-	1,500,000
Lease receivable	206,831	158,207	365,038
Internal balances	1,963,239	(1,963,239)	-
Inventories and prepaids	310,714	1,741,997	2,052,711
Land held for resale	2,435,114	-	2,435,114
Total current assets	64,126,257	42,230,869	106,357,126
Noncurrent assets:			
Notes and loans receivable	10,868,390	-	10,868,390
Net pension assets	10,625,185	2,071,876	12,697,061
Land	4,596,065	7,747,880	12,343,945
Infrastructure and network	37,860,467	132,592,881	170,453,348
Buildings and improvements	13,281,796	27,946,584	41,228,380
Construction in progress	2,029,535	7,368,291	9,397,826
Machinery equipment and vehicles	3,813,219	5,743,313	9,556,532
Intangible assets	-	270,000	270,000
Total noncurrent assets	83,074,657	183,740,825	266,815,482
Total assets	147,200,914	225,971,694	373,172,608
DEFERRED OUTFLOWS OF RESOURCES			
Pension related	12,715,862	785,130	13,500,992
Total deferred outflows of resources	12,715,862	785,130	13,500,992
Total assets and deferred outflows of resources	159,916,776	226,756,824	386,673,600
LIABILITIES			
Current liabilities:			
Accounts payable	1,751,797	3,179,148	4,930,945
Accrued payroll liabilities	1,443,745	481,471	1,925,216
Interest payable	641,815	830,359	1,472,174
Deposits payable	-	5,924	5,924
Due within one year	2,989,713	4,146,454	7,136,167
Total current liabilities	6,827,070	8,643,356	15,470,426
Noncurrent liabilities:			
Due in more than one year	70,804,478	104,121,577	174,926,055
Total noncurrent liabilities	70,804,478	104,121,577	174,926,055
Total liabilities	77,631,548	112,764,933	190,396,481
DEFERRED INFLOWS OF RESOURCES			
Lease related	206,831	158,207	365,038
Pension related	24,193,985	2,925,378	27,119,363
Total deferred inflows of resources	24,400,816	3,083,585	27,484,401
Total liabilities and deferred inflows of resources	102,032,364	115,848,518	217,880,882
NET POSITION			
Net investment in capital assets	56,905,670	128,557,177	185,462,847
Restricted for:			
Housing and community development	13,730,714	-	13,730,714
NCPA Projects	-	320,241	320,241
Parks and recreation:			
Expendable	6,774	-	6,774
Nonexpendable	137,576	-	137,576
Public safety	820,388	-	820,388
Public works	673,535	-	673,535
Unrestricted	(14,390,245)	(17,969,112)	(32,359,357)
Total net position	\$ 57,884,412	\$ 110,908,306	\$ 168,792,718

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

City of Ukiah, California
Statement of Activities
Year Ended June 30, 2022

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	\$ 2,824,700	\$ 70,182	\$ -	\$ 1,913,172	\$ (841,346)	\$ -	\$ (841,346)
Public safety	10,238,317	463,486	2,033,954	45,000	(7,695,877)	-	(7,695,877)
Housing and community development	2,058,024	600,754	1,344,733	-	(112,537)	-	(112,537)
Public works	2,357,684	430,712	1,472,746	464,873	10,647	-	10,647
Parks, buildings, and grounds	2,377,907	114,834	4,200	1,946	(2,256,927)	-	(2,256,927)
Recreation and culture	3,262,934	2,829,907	92,259	-	(340,768)	-	(340,768)
Economic development and redevelopment	84,274	250,000	-	-	165,726	-	165,726
Interest on long-term debt	1,674,767	-	-	-	(1,674,767)	-	(1,674,767)
Total governmental activities	24,878,607	4,759,875	4,947,892	2,424,991	(12,745,849)	-	(12,745,849)
Business-type activities:							
Parking District	148,354	122,811	-	-	-	(25,543)	(25,543)
Landfill	1,417,733	650,086	-	-	-	(767,647)	(767,647)
Ambulance Services	933,997	548,129	-	23,497	-	(362,371)	(362,371)
Golf	247,149	40,000	-	-	-	(207,149)	(207,149)
Conference Center	306,131	254,208	-	-	-	(51,923)	(51,923)
Airport	1,541,733	1,333,795	30,000	45,469	-	(132,469)	(132,469)
Electric	22,839,554	16,576,739	1,237,666	1,189	-	(5,023,960)	(5,023,960)
Street Lighting	146,475	189,163	-	-	-	42,688	42,688
Water	7,390,232	7,107,835	171,446	-	-	(110,951)	(110,951)
Wastewater	8,747,889	7,876,513	132,893	130,997	-	(607,486)	(607,486)
Total business-type activities	43,719,247	34,699,279	1,572,005	201,152	-	(7,246,811)	(7,246,811)
Total primary government	\$ 68,597,854	\$ 39,459,154	\$ 6,519,897	\$ 2,626,143	\$ (12,745,849)	\$ (7,246,811)	\$ (19,992,660)
General revenues:							
Property tax					3,520,010	17,057	3,537,067
Sales tax					14,553,285	-	14,553,285
Franchises					1,846,594	-	1,846,594
Transient occupancy					1,487,139	-	1,487,139
Business license					533,653	-	533,653
Other taxes					888	-	888
Use of money and property					(119,912)	(234,775)	(354,687)
Other revenue					280,944	-	280,944
Transfers					633,357	(633,357)	-
Total general revenues, special items, and transfers					22,735,958	(851,075)	21,884,883
Change in net position					9,990,109	(8,097,886)	1,892,223
Net position - beginning					47,894,303	119,006,192	166,900,495
Net position - ending					\$ 57,884,412	\$ 110,908,306	\$ 168,792,718

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

FUND FINANCIAL STATEMENTS

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 2022. Individual nonmajor funds may be found in the Supplemental section.

Governmental Funds

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.

Pension Debt Service

This debt service fund was created in 2022 to account for resources accumulated, used, and reserved for the retirement of lease revenue bonds.

General Capital Projects

This general capital projects fund was created in 2022 to account for bond proceeds and other resources for street and rights-of-way projects.

City of Ukiah, California
Balance Sheet
Governmental Funds
June 30, 2022

	General Fund	Streets Capital Improvements	General Capital Projects	Pension Debt Service	Total Nonmajor Funds	Total Governmental Funds
ASSETS						
Cash and investments	\$ 5,514,583	\$ 2,955	\$ 725	\$ 3,921,960	\$ 8,372,154	\$ 17,812,377
Restricted cash and investments	-	-	15,924,628	5,316	8,980	15,938,924
Accounts receivable	1,114,822	-	-	-	780,807	1,895,629
Taxes receivable	2,282,934	-	-	-	-	2,282,934
Lease receivable	206,831	-	-	-	-	206,831
Notes receivable	1,053	-	-	-	10,159,237	10,160,290
Interest receivable	2,109	-	-	1,117	2,240	5,466
Grants and subventions receivable	830,273	65,958	-	-	493,328	1,389,559
Inventories and prepaids	289,774	-	-	-	19,441	309,215
Due from other funds	1,177,788	-	-	-	-	1,177,788
Advances to other funds	2,514,885	-	-	-	-	2,514,885
Land held for resale	-	-	-	-	2,435,114	2,435,114
Advance to Successor Agency	1,500,000	-	-	-	-	1,500,000
Due from other agencies	708,099	-	-	-	-	708,099
Total assets	16,143,151	68,913	15,925,353	3,928,393	22,271,301	58,337,111
LIABILITIES						
Accounts payable	763,205	16,609	182,761	-	557,479	1,520,054
Accrued payroll liabilities	1,102,889	6,905	-	-	14,777	1,124,571
Due to other funds	-	49,168	169,241	-	511,879	730,288
Advance from other funds	-	-	-	-	359,147	359,147
Total liabilities	1,866,094	72,682	352,002	-	1,443,282	3,734,060
DEFERRED INFLOWS OF RESOURCES						
Lease related	206,831	-	-	-	-	206,831
Unavailable revenues - grants and subventions	830,273	12,203	-	-	1,628,556	2,471,032
Total deferred inflows of resources	1,037,104	12,203	-	-	1,628,556	2,677,863
Total liabilities and deferred inflows of resources	2,903,198	84,885	352,002	-	3,071,838	6,411,923
FUND BALANCES (DEFICITS)						
Nonspendable:						
Interfund loans	2,514,885	-	-	-	-	2,514,885
Inventories and prepaids	289,773	-	-	-	-	289,773
Notes receivable	1,501,053	-	-	-	-	1,501,053
Riparian corridor management	-	-	-	-	137,576	137,576
Restricted:						
By the State of CA	-	-	-	-	134	134
Capital projects	-	-	15,573,351	-	584	15,573,935
CDBG activities	-	-	-	-	405,147	405,147
Certifications and training	-	-	-	-	51,611	51,611
Debt service reserve	-	-	-	-	2,450,728	2,450,728
Housing activities	-	-	-	-	13,273,961	13,273,961
Project reserve	-	-	-	-	14,501	14,501
Public safety	-	-	-	-	820,389	820,389
Riparian corridor management	-	-	-	-	6,774	6,774
Special recreation events	-	-	-	-	45,117	45,117
Streets and rights-of-way	-	-	-	-	659,036	659,036
Committed:						
Park development	-	-	-	-	36,647	36,647
Planning activities	-	-	-	-	280,365	280,365
Solid waste management	-	-	-	-	486,519	486,519
Assigned:						
Capital projects	-	-	-	-	34,924	34,924
Economic development	266,158	-	-	-	-	266,158
Equipment reserve	-	-	-	-	375,029	375,029
Pension reserve	-	-	-	3,928,393	-	3,928,393
Project reserve	-	-	-	-	873,104	873,104
Unassigned	8,668,084	(15,972)	-	-	(752,683)	7,899,429
Total fund balances (deficits)	13,239,953	(15,972)	15,573,351	3,928,393	19,199,463	51,925,188
Total liabilities and fund balances (deficits)	\$ 16,143,151	\$ 68,913	\$ 15,925,353	\$ 3,928,393	\$ 22,271,301	\$ 58,337,111

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

City of Ukiah, California
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
June 30, 2022

Fund balances of governmental funds	\$ 51,925,188
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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	100,061,982	
Accumulated depreciation	<u>(40,752,548)</u>	
		59,309,434

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

Compensated absences	(731,153)	
2017 fire engine lease	(653,810)	
2017 I-Bank financing lease	(3,663,515)	
2020 Fire brush truck	(186,335)	
Fire apparatus	(297,290)	
2020B CalPERS Taxable Lease Revenue Bonds	(31,968,235)	
2022 Lease Revenue Bonds	<u>(16,971,453)</u>	
		(54,471,791)

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	12,715,862	
Deferred inflows - pension related items	<u>(24,193,985)</u>	
		(11,478,123)

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.	<u>(18,560)</u>	
		(18,560)

Accrued interest on long-term debt is not due and payable in the current period and is not reported in the funds.	<u>(477,951)</u>	
		(477,951)

Long-term assets are not available for current use.

Amounts are unavailable under the modified accrual basis of accounting.	<u>2,471,030</u>	
		2,471,030

Net Pension Assets

The net pension asset is not an available resource and, therefore, is not reported in the funds.	<u>10,625,185</u>	
		10,625,185

Net position of governmental activities		<u>\$ 57,884,412</u>
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City of Ukiah, California
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2022

	General Fund	Streets Capital Improvements	General Capital Projects	Pension Debt Service	Total Nonmajor Funds	Total Governmental Funds
REVENUES						
Property tax	\$ 3,520,010	\$ -	\$ -	\$ -	\$ -	\$ 3,520,010
Sales tax	14,553,285	-	-	-	-	14,553,285
Transient occupancy	1,485,385	-	-	-	-	1,485,385
Business license tax	508,677	-	-	-	24,976	533,653
Other taxes	888	-	-	-	-	888
Franchise fees	1,846,595	-	-	-	-	1,846,595
Charges for service	3,628,913	-	-	-	225,515	3,854,428
Licenses and permits	262,422	-	-	-	-	262,422
Use of money and property	74,168	-	(12,323)	(38,424)	442,529	465,950
Intergovernmental	2,540,680	102,274	-	-	4,314,718	6,957,672
Fines penalties and forfeitures	28,863	-	-	-	-	28,863
Interest, rent, and concessions	-	-	-	-	445	445
Miscellaneous	203,611	-	-	-	20,004	223,615
Program income	-	-	-	-	39,915	39,915
Payments to City for services provided	-	-	-	-	8,723	8,723
Total revenues	<u>28,653,497</u>	<u>102,274</u>	<u>(12,323)</u>	<u>(38,424)</u>	<u>5,076,825</u>	<u>33,781,849</u>
EXPENDITURES						
Current:						
General government	119,274	-	-	1,250	2,613	123,137
Public safety	14,288,432	-	-	-	392,196	14,680,628
Housing and community development	1,191,167	-	-	-	866,857	2,058,024
Public works	1,766,370	790,262	213,136	-	354,768	3,124,536
Parks, buildings, and grounds	1,971,514	-	-	-	8,164	1,979,678
Recreation and culture	3,301,103	-	-	-	425,272	3,726,375
Economic development and redevelopment	62,263	-	-	-	22,010	84,273
Debt service:						
Interest	88,181	45,427	-	1,519,425	7,715	1,660,748
Issuance costs	-	-	137,651	-	-	137,651
Principal	58,252	30,009	-	458,357	-	546,618
Lease principal	130,470	-	-	-	-	130,470
Lease interest	23,234	-	-	-	-	23,234
Capital outlay:						
Public safety	118,075	-	-	-	30,834	148,909
Public works	574,454	1,802,568	125,818	-	706,716	3,209,556
Parks, buildings, and grounds	24,997	-	-	-	-	24,997
Recreation and culture	93,934	-	-	-	67,913	161,847
Total expenditures	<u>23,811,720</u>	<u>2,668,266</u>	<u>476,605</u>	<u>1,979,032</u>	<u>2,885,058</u>	<u>31,820,681</u>
Excess (deficiency) of revenues over expenditures	<u>4,841,777</u>	<u>(2,565,992)</u>	<u>(488,928)</u>	<u>(2,017,456)</u>	<u>2,191,767</u>	<u>1,961,168</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	2,050,814	3,120,488	-	2,450,122	2,600,527	10,221,951
Transfers out	(4,882,167)	(15,080)	(965,087)	-	(2,076,667)	(7,939,001)
Issuance of debt	-	-	17,027,366	-	-	17,027,366
Total other financing sources (uses)	<u>(2,831,353)</u>	<u>3,105,408</u>	<u>16,062,279</u>	<u>2,450,122</u>	<u>523,860</u>	<u>19,310,316</u>
Net change in fund balances	2,010,424	539,416	15,573,351	432,666	2,715,627	21,271,484
Fund balances - beginning	11,229,529	(555,388)	-	3,495,727	16,483,836	30,653,704
Fund balances - ending	<u>\$ 13,239,953</u>	<u>\$ (15,972)</u>	<u>\$ 15,573,351</u>	<u>\$ 3,928,393</u>	<u>\$ 19,199,463</u>	<u>\$ 51,925,188</u>

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

City of Ukiah, California

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

For the Fiscal Year Ended June 30, 2022

Net change in fund balances - total government funds	\$	21,271,484
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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	5,175,961	
Depreciation expense	(2,036,840)	
		3,139,121

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 net pension liability	38,156,746	
Compensated absence expense	154,276	
		38,311,022

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	(22,561,033)	
Changes to deferred inflows: pension-related items	(23,757,645)	
		(46,318,678)

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	708,255	
Bond issuance	(17,027,367)	
Amortization of debt premium	55,906	
		(16,263,206)

Some revenues reported in the Statement of Activities are not considered available to finance current expenditures and, therefore, are not reported as revenues in the governmental funds.

453,521

Accrued interest for long-term debt. This is the net change in accrued interest for the current period.

139,151

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.

(1,367,491)

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 net pension asset	10,625,185	
		10,625,185
Change in net position of governmental activities		\$ 9,990,109

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.

Sewer 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, 2022

	Business-type Activities					Total Enterprise Funds	Governmental Internal Service Funds
	Landfill	Electric	Water	Wastewater	Total Nonmajor Funds		
ASSETS							
Current assets:							
Cash and investments	\$ 9,462,182	\$ 3,659,178	\$ 2,926,740	\$ 1,710,909	\$ 240,719	\$ 17,999,728	\$ 2,574,948
Restricted cash and investments	-	7,007,413	5,076,944	4,248,056	-	16,332,413	16,738,592
Accounts receivable	133,539	3,436,109	1,619,898	1,207,551	197,285	6,594,382	33,021
Lease receivable	-	-	-	-	158,207	158,207	-
Interest receivable	2,667	1,445	2,024	1,760	153	8,049	453
Grants and subventions receivable	-	1,189	-	-	396,600	397,789	-
Inventories and prepaids	-	1,614,271	106,149	21,577	-	1,741,997	1,500
Total current assets	9,598,388	15,719,605	9,731,755	7,189,853	992,964	43,232,565	19,348,514
Noncurrent assets:							
Advances to other funds	-	313,433	-	-	647,626	961,059	-
Net pension asset	58,758	780,177	518,051	497,159	217,731	2,071,876	-
Intangible assets	-	-	270,000	-	-	270,000	-
Land	699,654	2,316,012	2,267,920	670,431	1,793,862	7,747,879	762,562
Construction in progress	-	3,576,271	2,037,373	1,254,683	499,965	7,368,292	840,701
Infrastructure and network	-	27,026,108	49,914,075	90,125,703	7,229,154	174,295,040	-
Buildings and improvements	26,700	26,261,659	22,248,066	10,328,621	4,385,509	63,250,555	516,596
Machinery equipment and vehicles	516,075	5,501,608	3,251,633	3,724,230	924,238	13,917,784	1,143,574
Less accumulated depreciation	(428,622)	(32,605,265)	(16,788,551)	(30,529,171)	(4,828,994)	(85,180,603)	(991,783)
Total noncurrent assets	872,565	33,170,003	63,718,567	76,071,656	10,869,091	184,701,882	2,271,650
Total assets	10,470,953	48,889,608	73,450,322	83,261,509	11,862,055	227,934,447	21,620,164
DEFERRED OUTFLOWS OF RESOURCES							
Pension related	22,266	295,645	196,314	188,397	82,508	785,130	-
Total deferred outflows of resources	22,266	295,645	196,314	188,397	82,508	785,130	-
Total assets and deferred outflows of resources	10,493,219	49,185,253	73,646,636	83,449,906	11,944,563	228,719,577	21,620,164
LIABILITIES							
Current liabilities:							
Accounts payable	17,395	719,407	1,121,577	1,075,791	213,533	3,147,703	263,182
Accrued payroll liabilities	10,099	160,965	100,098	104,331	65,906	441,399	359,247
Due to other funds	-	-	-	-	447,502	447,502	-
Deposits payable	-	-	-	-	5,924	5,924	-
Interest payable	4,608	176,219	378,274	257,545	13,713	830,359	163,864
Compensated absences - current	1,315	19,031	11,805	12,171	4,787	49,109	42,999
Long-term obligations - current	12,620	216,984	1,163,845	2,605,180	44,891	4,043,520	576,116
Total current liabilities	46,037	1,292,606	2,775,599	4,055,018	796,256	8,965,516	1,405,408
Noncurrent liabilities:							
Claims payable	-	-	-	-	-	-	143,486
Advance from other funds	-	-	647,627	-	1,829,171	2,476,798	640,000
Installment obligations	495,778	16,539,316	35,467,402	25,780,412	1,473,280	79,756,188	-
Landfill closure/post-closure	19,890,002	-	-	-	-	19,890,002	-
Compensated absences	11,835	171,280	106,257	109,545	43,092	442,009	387,005
Due in more than one year	-	-	-	3,995,222	-	3,995,222	18,264,771
Total noncurrent liabilities	20,397,615	16,710,596	36,221,286	29,885,179	3,345,543	106,560,219	19,435,262
Total liabilities	20,443,652	18,003,202	38,996,885	33,940,197	4,141,799	115,525,735	20,840,670
DEFERRED INFLOWS OF RESOURCES							
Lease related	-	-	-	-	158,207	158,207	-
Pension related	82,963	1,101,568	731,460	701,962	307,425	2,925,378	-
Total deferred inflows of resources	82,963	1,101,568	731,460	701,962	465,632	3,083,585	-
Total liabilities and deferred inflows of resources	20,526,615	19,104,770	39,728,345	34,642,159	4,607,431	118,609,320	20,840,670
NET POSITION							
Net investment in capital assets	813,808	28,844,997	35,775,230	53,119,410	9,854,748	128,408,193	2,271,650
Restricted for:							
NCPA Projects	-	320,241	-	-	-	320,241	-
Unrestricted	(10,847,204)	915,245	(1,856,939)	(4,311,663)	(2,517,616)	(18,618,177)	(1,492,156)
Total net position	\$ (10,033,396)	\$ 30,080,483	\$ 33,918,291	\$ 48,807,747	\$ 7,337,132	110,110,257	\$ 779,494
Difference between business-type adjustments to assets and liabilities.						798,049	
Net position of business-type activities						\$110,908,306	

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
Year Ended June 30, 2022

	Business-type Activities					Governmental Activities
	Landfill	Electric	Water	Wastewater	Total Nonmajor Funds	Total Enterprise Funds Internal Service Funds
OPERATING REVENUES						
Charges for service	\$ 641,381	\$ 16,576,741	\$ 7,107,836	\$ 7,628,454	\$ 806,939	\$ 32,761,351
Licenses and permits	-	-	-	-	30,324	30,324
Intergovernmental	-	221,400	-	-	-	221,400
Cap and trade	-	696,554	-	-	-	696,554
Fines penalties and forfeitures	-	-	-	-	57,607	57,607
Facility rental	8,705	-	-	-	694,469	703,174
Fuel sales	-	-	-	-	896,179	896,179
Miscellaneous	-	-	-	-	2,588	2,588
Connection fees	-	-	-	379,054	-	379,054
Total operating revenues	650,086	17,494,695	7,107,836	8,007,508	2,488,106	35,748,231
OPERATING EXPENSES						
Intergovernmental	-	318,599	171,446	175,241	-	665,286
General and administrative	142,325	2,909,373	1,105,121	1,389,252	487,455	6,033,526
Maintenance and operations	1,226,439	17,387,989	3,482,251	4,021,696	1,896,071	28,014,446
Fuel	-	-	-	-	576,612	576,612
Depreciation	13,271	1,398,729	1,754,868	2,168,359	266,426	5,601,653
Total operating expenses	1,382,035	22,014,690	6,513,686	7,754,548	3,226,564	40,891,523
Operating income (loss)	(731,949)	(4,519,995)	594,150	252,960	(738,458)	(5,143,292)
NONOPERATING REVENUES (EXPENSES)						
Property tax	-	-	-	-	17,057	17,057
Capital contributions	-	-	-	-	68,966	68,966
Intergovernmental	-	320,902	171,446	132,893	30,000	655,241
Interest, rent, and concessions	(110,584)	21,950	(170,981)	(97,951)	109,101	(248,465)
Miscellaneous	-	-	-	-	-	-
Interest expense and fiscal charges	(28,772)	(714,519)	(843,899)	(956,935)	(81,114)	(2,625,239)
Debt Issuance Costs	-	-	-	-	-	-
Sale of property	-	13,700	-	-	-	13,700
Total nonoperating revenues (expenses)	(139,356)	(357,967)	(843,434)	(921,993)	144,010	(2,118,740)
Income (loss) before contributions and transfers	(871,305)	(4,877,962)	(249,284)	(669,033)	(594,448)	(7,262,032)
Transfers in	-	-	293,243	-	-	293,243
Transfers out	-	-	(300,788)	(544,924)	-	(845,712)
Change in net position	(871,305)	(4,877,962)	(256,829)	(1,213,957)	(594,448)	(7,814,501)
Total net position - beginning	(9,162,091)	34,958,445	34,175,120	50,021,704	7,931,580	117,924,758
Total net position - ending	<u>\$(10,033,396)</u>	<u>\$ 30,080,483</u>	<u>\$ 33,918,291</u>	<u>\$ 48,807,747</u>	<u>\$ 7,337,132</u>	<u>110,110,257</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds						(283,385)
Changes in net position of business-type activities						<u>\$ (8,097,886)</u>

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

City of Ukiah, California
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2022

	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	\$ 622,622	\$17,509,824	\$ 7,120,876	\$ 8,315,047	\$ 2,353,420	\$35,921,789	\$ 138,623
Receipts from interfund services provided	-	-	-	-	-	-	9,089,465
Payments to employees	(196,244)	(3,273,673)	(1,936,116)	(1,943,905)	(602,500)	(7,952,438)	(6,731,104)
Payments to suppliers	(319,075)	(13,989,250)	(1,267,311)	(1,537,466)	(2,000,003)	(19,113,105)	(5,676,706)
Payments for interfund services used	(142,325)	(2,909,373)	(1,105,121)	(1,389,252)	(487,455)	(6,033,526)	3,154,102
Other payments	-	(318,599)	(171,446)	(175,241)	(2,396)	(667,682)	(10,000)
Other operating cash receipts (payments)	-	(147,078)	-	-	-	(147,078)	487,598
Net cash provided (used) by operating activities	(35,022)	(3,128,149)	2,640,882	3,269,183	(738,934)	2,007,960	451,978
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Principal payments received on loans receivable	-	-	-	-	5,500	5,500	-
Cash received (paid) to other funds	-	(127,163)	(76,496)	(544,924)	760,923	12,340	(1,730,481)
Property taxes received	-	-	-	-	17,057	17,057	-
Lawsuit settlement payments	-	-	-	(1,060,000)	-	(1,060,000)	-
Grants and contributions	-	319,713	171,446	132,893	-	624,052	53,650
Proceeds from pension bonds	(7,290)	(93,449)	(59,203)	(67,068)	(19,633)	(246,643)	-
Net cash provided (used) by noncapital financing activities	(7,290)	99,101	35,747	(1,539,099)	763,847	(647,694)	(1,676,831)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Capital grants and contributions	-	-	-	-	361,645	361,645	-
Proceeds from capital loans	-	-	1,134,096	-	-	1,134,096	-
Interest paid	(24,166)	(538,299)	(759,410)	(301,237)	(68,795)	(1,691,907)	989,440
Principal paid on capital and related debt	-	-	(1,620,094)	(1,436,000)	(10,655)	(3,066,749)	(148,280)
Proceeds from bonds	-	10,183,609	4,774,778	3,995,222	-	18,953,609	14,850,000
Acquisition and construction of capital assets	(11,279)	(3,687,914)	(3,592,025)	(1,551,792)	(243,251)	(9,086,261)	(178,189)
Proceeds from sale of property	-	13,700	-	-	-	13,700	-
Land acquisition	-	(352,576)	-	-	-	(352,576)	-
Net cash provided (used) by capital and related financing activities	(35,445)	5,618,520	(62,655)	706,193	38,944	6,265,557	15,512,971
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest received	(110,843)	21,689	(170,798)	(97,741)	18,854	(338,839)	(33,168)
Net cash provided (used) by investing activities	(110,843)	21,689	(170,798)	(97,741)	18,854	(338,839)	(33,168)
Net increase (decrease) in cash and cash equivalents	(188,600)	2,611,161	2,443,176	2,338,536	82,711	7,286,984	14,254,950
Balances - beginning of year	9,650,782	8,055,430	5,560,508	3,620,429	158,008	27,045,157	5,058,590
Balances - end of the year	\$ 9,462,182	\$10,666,591	\$ 8,003,684	\$ 5,958,965	\$ 240,719	\$34,332,141	\$19,313,540
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:							
Operating Income	\$ (731,949)	\$ (4,519,995)	\$ 594,150	\$ 252,960	\$ (738,458)	\$ (5,143,292)	\$ 366,901
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation	13,271	1,398,729	1,754,868	2,168,359	266,426	5,601,653	140,448
Changes in assets and liabilities:							
Decrease (increase) in accounts receivable	(27,464)	236,529	27,175	318,219	(292,892)	261,567	115,889
Decrease (increase) in prepaids	-	-	-	-	-	-	(1,500)
Decrease (increase) in inventory	-	(304,159)	(3,633)	(3,557)	-	(311,349)	-
Decrease (increase) in deferred outflows	529,085	6,929,958	4,060,698	4,492,285	1,770,380	17,782,406	-
Increase (decrease) in accounts payable	(4,834)	260,826	356,004	626,338	(141,681)	1,096,653	(227,140)
Increase (decrease) in accrued salaries and benefits	(465)	8,441	6,708	8,983	39,783	63,450	55,041
Increase (decrease) in compensated absences	(2,875)	(39,903)	3,025	7,381	8,079	(24,293)	195,408
Increase (decrease) in deferred inflows	82,697	1,098,077	729,403	699,701	306,607	2,916,485	-
Increase (decrease) in net pension liability/(asset)	(624,674)	(8,196,652)	(4,887,516)	(5,301,486)	(1,957,178)	(20,967,506)	-
Increase (decrease) in landfill liability	732,186	-	-	-	-	732,186	-
Increase (decrease) in claims payable	-	-	-	-	-	-	(193,069)
Net cash provided (used) by operating activities	(35,022)	(3,128,149)	2,640,882	3,269,183	(738,934)	2,007,960	451,978
Noncash investing, capital and financing activities							
Amortization related to long-term debt	\$ -	\$ 55,200	\$ 25,153	\$ 18,066	\$ -	\$ 98,419	\$ 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
Fiduciary Funds
June 30, 2022

	Private-Purpose Trust Funds	Custodial Funds
ASSETS		
Cash and investments	\$ 6,821,515	\$ 1,274,239
Restricted cash and investments	23	-
Accounts receivable	-	379,437
Interest receivable	1,924	262
Land held for resale	5,443	-
Total assets	<u>6,828,905</u>	<u>1,653,938</u>
LIABILITIES		
Accounts payable	2,822	166,263
Accrued payroll liabilities	443	26,927
Deposits payable	-	524,213
Interest payable	8,626	5,697
Due to other agencies	-	172,893
Intergovernmental payable	-	25,296
Due to City of Ukiah	-	1,285,867
Advances from City of Ukiah	1,500,000	-
Due in more than one year	4,141,704	-
Total liabilities	<u>5,653,595</u>	<u>2,207,156</u>
NET POSITION		
Restricted for:		
Held for the benefit of the state	1,175,310	-
Individuals, Organizations and Other Governments	-	(553,219)
Total net position	<u>\$ 1,175,310</u>	<u>\$ (553,219)</u>

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

City of Ukiah, California
Statement of Changes in Fiduciary Net Position
Fiduciary Activities
Year Ended June 30, 2022

	Private-Purpose Trust Funds	Custodial Funds
ADDITIONS		
Contributions:		
Taxes and assessments collected for other governments	\$ 1,760,957	\$ 1,209,186
Service charges collected for other governments	-	667,052
Service charges collected for other agencies	-	1,413,261
Intergovernmental	-	625,634
Miscellaneous	-	1,259
Members	-	562,294
Total contributions	1,760,957	4,478,686
Investment earnings:		
Interest, rent, and concessions	(83,051)	(28,350)
Total investment earnings	(83,051)	(28,350)
Total additions	1,677,906	4,450,336
DEDUCTIONS		
General and administrative	250,000	9,460
Maintenance and operations	25,667	2,182,220
Interest expense and fiscal charges	58,814	74,824
Distributions to other governments	-	958,204
Payments to other agencies for service charges collected	-	643,940
Payments to City for services provided	-	1,021,910
Total deductions	334,481	4,890,558
Net increase (decrease) in fiduciary net position	1,343,425	(440,222)
Net Position -- beginning of the year	(168,115)	(112,997)
Net Position -- end of the year	\$ 1,175,310	\$ (553,219)

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

Notes to the Basic Financial Statements

CITY OF UKIAH, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS INDEX

June 30, 2022

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:

Note 1 - Summary of Significant Accounting Policies.....	35
Note 2 - Stewardship, Compliance, and Accountability.....	45
Note 3 - Cash and Investments.....	46
Note 4 - Accounts Receivable.....	50
Note 5 - Notes and Loans Receivable.....	51
Note 6 - Capital Assets.....	52
Note 7 - Long-Term Liabilities.....	54
Note 8 - Landfill Closure and Post Closure Costs.....	60
Note 9 - Interfund Transactions and Interfund Borrowing.....	60
Note 10 - Risk Management.....	62
Note 11 - Public Employee Retirement Plan.....	65
Note 12 - Related Organizations.....	77
Note 13 - Commitments and Contingencies.....	79
Note 14 - Successor Agency Trust, Former Ukiah Redevelopment Agency.....	80
Note 15 - New Pronouncements.....	82
Note 16 - Service Contracts.....	82

Notes to the Basic Financial Statements

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, 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. 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.

Blended Component Unit

The City of Ukiah Public Financing Authority is a Joint Exercise of Powers Authority organized and existing under and by virtue of the Joint Exercise of Power Act of the Government Code of the State of California. The City and the Industrial Development Authority of the City of Ukiah form the Authority by the execution of a Joint Exercise of Powers Agreement. The primary purpose of the Authority is to issue bonds and make lease agreements with the City of Ukiah and the Industrial Development Authority of the City of Ukiah. The City appoints the voting majority of the board and is able to impose its will on this component unit. There are no separate financial statements prepared for the authority.

B. Government-wide and Fund Financial Statement

The government-wide financial statements report information on all the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grant and contributors that are restricted to meeting the operational or capital requirements of a function. Taxes, and other items not properly included among program revenues are reported instead as general revenues.

The accounts of the City are organized based on funds. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenue, and expenditures or expenses, as appropriate. Government resources are allocated to, and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Notes to the Basic Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

In the fund financial statement in the report, the various funds are grouped into generic funds within three broad fund types. They are as follows:

The City reports four major governmental funds:

The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the general government except those required to be accounted for in another fund.

The *Streets Capital Improvements* fund accounts for resources and activities related to streets and rights-of-way improvements, funded primarily with resources derived from Measure Y, a half-cent district transaction and use tax.

The *General Capital Projects* fund is used to account for the accumulation of financial resources for certain capital projects, notably streets and rights-of-way, funded by various sources, including the general fund.

The *Pension Debt Service* fund is used to account for the accumulation of financial resources to meet the City's lease revenue bonds. The reserve accumulated is to be used to ensure the City has resources to meet debt service in future periods.

The City reports the following major proprietary funds:

The *Landfill Fund* accounts for the activities of the City's solid waste landfill operations.

The *Electric Fund* accounts for the activities of the City's electric generation and distribution operations.

The *Water Fund* accounts for the activities of the City's water treatment and distribution operations.

The *Sewer Fund* accounts for the activities of the City's sewage collection and treatment operations.

Additionally, the City reports the following fund types:

Internal Service Funds - account for garage (vehicle maintenance), stores (purchasing), public safety dispatch, utility billing, workers' compensation and liability insurance services provided to other departments or agencies of the City, or to other governments, on a cost reimbursement basis.

Private-Purpose Trust Funds - account for resources legally held in trust for use by other organizations. All resources of the fund, including any earnings on the invested resources, may be used to support the organization's or department's activities. There is no requirement that any portion of these resources be preserved as capital.

Custodial Funds - used by the City to report resources held by the City in a custodial capacity for the Ukiah Valley Sanitation District, Ukiah Waste Solutions, and Russian River Watershed. These funds are used to record receipt, temporary investment and remittance of fiduciary resources to individuals, private organizations or other governments.

Notes to the Basic Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

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

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Principal operating revenues of the City's electric, water, wastewater, golf and street lighting funds and the City's internal service funds are charges to customers for sales and services. Principal operating revenues of the City's airport, disposal site and conference center funds include charges to customers for sales and services and rental fees. The parking district fund's principal operating revenues include the sale of parking permits to customers and parking fines. The City also recognizes as operating revenue tap fees intended to recover the cost of connecting new customers to the City's utilities. Operating expenses for the enterprise funds and internal service funds include cost of power purchases, fuels and lubricants, operations, maintenance, utilities, insurance premiums and deductibles, general and administration, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type; and,
2. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

The City reports the following major funds:

- General Fund
- Streets Capital Projects
- Pension Stabilization
- General Capital Projects
- Landfill
- Electric
- Water
- Wastewater

C. Basis of Accounting and Measurement focus

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

Notes to the Basic Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

Measurement focus is the determination of (1) which assets and which liabilities are included on a government's balance sheet and where they are reported, and (2) whether an operating statement presents information on the flow of financial resources (revenues and expenditures) or information on the flow of economic resources (revenues and expenses).

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenue is recorded when earned and expenses are recorded when liabilities are incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are received. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

In the fund financial statements, all governmental funds are accounted for using the modified accrual basis of accounting. Revenue is recognized when they become both measurable and available to finance the expenditures of the current period (susceptible to accrual). For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current period. Major revenue sources susceptible to accrual include substantially all property taxes, taxpayer-assessed taxes (such as sales and use, utility users, business license, transient occupancy, franchise fees and gas taxes), interest, special assessments levied, state and federal grants and charges for current services. Revenue from licenses, permits, fines and forfeits are recorded as received. Expenditures are recorded when the related fund liability is incurred.

Fiduciary fund revenue and expenditures (as appropriate) are recognized on the basis consistent with the fund's accounting measurement objective.

All governmental funds are accounted for using a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenue and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they present a summary of sources and uses of "available spendable resources" during a period.

The government-wide financial statements, as well as the proprietary funds financial statements, are accounted for on a flow of economic resources measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Proprietary fund operating statements present increases (revenues) in net total assets.

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.

Notes to the Basic Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

E. Cash and Investments

For purposes of the statement of cash flows the City's cash and cash equivalents are cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The City pools cash and investments from all funds for the purpose of increasing income through investment activities. Highly liquid money market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Market value is used as fair value for those securities for which market quotations are readily available.

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), or "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.

Property, sales, use, and utility user taxes related to the current fiscal year are accrued as revenue and accounts receivable and considered available if received within 60 days of year end. Federal and state grants are considered receivable and accrued as revenue when reimbursable costs are incurred under the accrual basis of accounting in the government-wide statement of net position. The amount recognized as revenue under the modified accrual basis of accounting is limited to the amount that is deemed measurable and available. The City considers these taxes available if they are received during the period when settlement of prior fiscal year accounts payable and payroll charges normally occurs.

Grants, entitlements or shared revenue is recorded as receivables and revenue in the general, special revenue and capital project funds when they are received or susceptible to accrual. 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.

Notes to the Basic Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

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 \$10,000 and with a useful lifespan longer than two years. No depreciation is recorded in the year of acquisition or in the year of disposition.

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, 100 of 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

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents consumption of net assets that applies to future period(s) and so will not be recognized as an outflow of resources (expense) until then. The City currently has one item that qualifies for reporting in this category, the result of the City's implementation of GASB Statement No. 68, Accounting and Financial Reporting for Pensions. See Note 11 – Public Employee Retirement Plan for more information.

Note 1 - Summary of Significant Accounting Policies (Continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has one item, which arises only under the modified accrual basis of accounting, and another, which is a result of the City's implementation of GASB Statement No. 68, Accounting and Financial Reporting for Pensions, which qualify for reporting in this category. Under the modified accrual basis of accounting, the item, unavailable revenue, is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes, special assessments, grant receivables, and other miscellaneous receivables. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

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.

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.”

Notes to the Basic Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

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:

Nonspendable Fund Balance –

- Assets that will never convert to cash (prepaid items, inventory).
- Assets that will not convert to cash soon enough to affect the current period (long-term notes or loans receivable). These are not in spendable form.
- Resources that must be maintained intact pursuant to legal or contractual requirements (the principal of an endowment).

Restricted Fund Balance –

- Resources that are subject to externally enforceable legal restrictions imposed by parties altogether outside the government (Creditors, Grantors, Contributors and Other Governments).
- Resources that are subject to limitations imposed by law through constitutional provisions or enabling legislation (Gas Tax).

Committed Fund Balance –

- Self-imposed limitations set in place prior to the end of the period. (Encumbrances, economic contingencies and uncertainties).
- Limitation at the highest level of decision-making (Council) that requires formal action at the same level to remove, done typically through resolution during the budget process.

Assigned Fund Balance –

- Amounts in excess of nonspendable, restricted, and committed fund balance in funds other than the General Fund are reported as assigned fund balance and are done so by the City Council.

Unassigned Fund Balance –

- Residual net resources
- Total fund balance in the General Fund in excess of nonspendable, restricted, committed and assigned fund balance (surplus).
- Excess of nonspendable, restricted, and committed fund balance over total fund balance (deficit).

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.

Notes to the Basic Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

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.

Notes to the Basic Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

Q. Pensions

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

R. New or Closed Funds

The City opened the following new funds in this reporting year:

- CASP Certification
- American Rescue

S. Leases

Lessor: The City is a lessor for noncancellable leases of land owned by the City. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.
- The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that expected to significantly affect the amount of the lease receivable.

Notes to the Basic Financial Statements

Note 2 - Stewardship, Compliance, and Accountability

The following major and non-major funds had deficit fund balances as of June 30, 2022,

Deficit Fund Equity

Major and Non-major Governmental Funds

Fund Name	Deficit Amount	Discussion/Explanation
Streets Capital Improvement Fund	\$ (15,972)	Deficit amount is the result of capital projected funded by a specific general revenue source (Measure Y) and will be eliminated with revenues received in 2022.
ARRC	(37,518)	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	(177,569)	Deficit amount is the result of a capital acquisition using an interfund loan with the general fund. The loan will be repaid with current available revenues annually, with full payoff expected in five years.
Highway User Tax (Gas Tax)	(118,545)	Deficit amount is the result of capital projected funded by a specific revenue sources and will be eliminated when unavailable revenues are recognized as revenues in the future.
American Rescue Act	(28,944)	Deficit amount resulted from allocation of grant proceeds in anticipation of second disbursement tranch. Will be eliminated when second tranch funds are received in FY 2023.
Solid Waste Mitigation Fund	(20,717)	Deficit amount resulted from payments to other governmental agencies for recycling and other solid waste mitigation activities. Will be eliminated with new revenues collected in FY 2023.
Rail Trail	(328,718)	Deficit amount is the result of capital projected funded by a specific revenue sources and will be eliminated when future and unavailable revenues are recognized as revenues in the future.
Riverside Park	(40,672)	Deficit amount is the result of capital projected funded by a specific revenue sources and will be eliminated when future and unavailable revenues are recognized as revenues in the future.

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Notes to the Basic Financial Statements

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, 2022 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	\$ 10,038,855
Cash in investment portfolio, excluding LAIF	25,594,243
Cash with LAIF	583,430
Total pooled investment balances	26,177,673
Non pooled cash and investments, at fair value	
Petty cash	8,049
Total non pooled cash, at fair value	8,049
Cash with fiscal agent	51,547,310
Total non pooled investments, at fair value	51,547,310
Total cash equivalents and investments	\$ 87,771,887

Investment Portfolio Analysis

		Maturities (in years)						
PAR		% of Portfolio	Permitted by Policy	In compliance with investment policy	<1	1 to 2	>2	
\$ 12,325,000	US treasury obligations	45.51%	100%	Yes	\$ 417,270	\$ 4,959,141	\$ 6,442,973	\$ 11,819,384
	Federal agency:							
3,605,000	Government sponsored enterprise	13.31%	100%	Yes	462,852	3,027,409	-	3,490,261
826,742	Collateral mortgage obligation	3.05%	100%	Yes	395,814	3,218	424,724	823,756
610,000	Municipal obligations	2.25%	100%	Yes	108,890	366,180	112,302	587,372
700,000	Supra-National agency	2.58%	30%	Yes	274,104	-	399,961	674,065
195,000	Corporate notes	0.72%	30%	Yes	191,205	-	-	191,205
4,285,000	Negotiable certificates of deposit	15.82%	30%	Yes	565,220	1,419,254	2,158,414	4,142,888
3,788,554	Asset-backed securities	13.99%	20%	Yes	-	443,119	3,260,676	3,703,795
583,430	Local agency investment fund	2.15%	\$75M	Yes	583,430	-	-	583,430
161,517	Money market	0.60%	20%	Yes	161,517	-	-	161,517
\$ 27,080,243	Total pooled investments	100.00%			\$ 3,160,302	\$ 10,218,321	\$ 12,799,050	\$ 26,177,673
51,466,326	Money Market	99.84%	20%	Yes	51,466,326	-	-	51,466,326
80,984	County of Mendocino treasury	0.16%	100%	Yes	80,984	-	-	80,984
	Total non-pooled investments	100.00%			\$ 51,547,310	\$ -	\$ -	\$ 51,547,310

Notes to the Basic Financial Statements

Note 3 - Cash and Investments (continued)

Collateral and Categorization Requirements

At the fiscal year end, the City's carrying amount of demand deposits was \$10,038,855 and the bank account balance was \$10,078,332. The difference of \$39,477 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.

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.

Notes to the Basic Financial Statements

Note 3 - Cash and Investments (continued)

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

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, 2022, 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 market 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.

At June 30, 2022, the City had \$9,335,225 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).

Notes to the Basic Financial Statements

Note 3 - Cash and Investments (continued)

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	\$ 11,819,383	N/A	\$ -	\$ 11,819,383	\$ -	\$ -
Federal agency/GSE	3,490,263	N/A	-	3,490,263	-	-
Federal agency/CMO	823,756	N/A	-	823,756	-	-
Municipal obligations	587,372	N/A	48,123	396,575	-	142,674
Supra-National agency	674,065	AA	674,065	-	-	-
Corporate notes	679,985	A	-	191,204	488,781	-
Negotiable certificates of deposit	3,654,107	N/A	-	3,654,107	-	-
Asset-backed securities	3,703,795	AA	3,283,203	-	-	420,592
LAIF	583,430	N/A	-	-	-	583,430
Money market	161,517	N/A	-	-	-	161,517
County of Mendocino treasury	80,984	N/A	-	-	-	80,984
Held by fiscal agent:						
Money market	51,466,326	N/A	-	-	-	51,466,326
Total	<u>\$ 77,724,983</u>		<u>\$ 4,005,391</u>	<u>\$ 20,375,288</u>	<u>\$ 488,781</u>	<u>\$ 52,855,523</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 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	\$ 11,819,383	\$ -	\$ -	\$ 11,819,383
Federal agency/GSE	3,490,263	-	-	3,490,263
Federal agency/CMO	823,756	-	-	823,756
Municipal obligations	587,372	-	-	587,372
Supra-National agency	674,065	-	-	674,065
Corporate notes	191,204	-	-	191,204
Negotiable certificates of deposit	4,142,888	-	-	4,142,888
Asset-backed securities	3,703,795	-	-	3,703,795
LAIF	583,430	583,430	-	-
Money market	161,517	161,517	-	-
County of Mendocino treasury	80,984	80,984	-	-
Held by fiscal agent:				
Money market	51,466,326	51,466,326	-	-
Total	<u>\$ 77,724,983</u>	<u>\$ 52,292,257</u>	<u>\$ -</u>	<u>\$ 25,432,726</u>

Notes to the Basic Financial Statements

Note 3 - Cash and Investments (continued)

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, 2022, the City's investment in LAIF was \$583,430. The total amount invested by all public agencies at that date was \$35.76 billion. LAIF is part of the California Pooled Money Investment Account (PMIA), which at June 30, 2022 has a balance of \$234.5 billion. Financial Statements of LAIF and PMIA may be obtained from the California Treasurer's web site at www.treasurer.ca.gov.

Note 4 - Accounts Receivable

Accounts receivable consisted of the following at June 30, 2022:

	Receivables	Allowance	Net
Governmental activities			
Interest	\$ 5,466	\$ -	\$ 5,466
Taxes	2,282,934	-	2,282,934
Grants and subventions	1,389,559	-	1,389,559
Accounts receivable:			
Customers	1,928,961	-	1,928,961
Total Governmental activities	5,606,920	-	5,606,920
Business-type activities			
Interest	8,049	-	8,049
Grants and subventions	397,789	-	397,789
Accounts receivable:			
Customers	7,141,737	547,215	6,594,522
Total Business-type activities	7,547,575	547,215	7,000,360
Total receivables	\$ 13,154,495	\$ 547,215	\$ 12,607,280

Concentration of Receivables

Other governments	32.3%
Individuals/businesses	67.7%

Amounts do not indicate a significant concentration (greater than 25 percent of the total receivable balance) with any single individual, business or agency.

Notes to the Basic Financial Statements

Note 5 – Notes and Loans Receivable

Through the City's various housing rehabilitation funds, first-time homebuyer's funds, and business/economic development loan funds, the City has loaned funds to qualifying individuals and businesses. Interest rates vary depending on the terms of the loan. Interest accrues on the loans that bear interest.

Loans and notes receivable for the year ended June 30, 2022, consisted of the following:

Loans and Notes Receivable

	Beginning 7/1/2021	Additions	Deletions	Ending 6/30/2022
Major governmental funds:				
Successor Agency Note	\$ 2,000,000	\$ -	\$ 500,000	\$ 1,500,000
Other Agencies	121,175	586,923		708,098
Miscellaneous	3,924		2,872	1,052
Nonmajor governmental funds:				
Special revenue funds:				
LMIHF Housing Asset Fund	1,483,474	7,291	-	1,490,765
CDBG Program Income	221,583	105,263	31,944	294,902
Home Program Income	8,159,798	213,775	-	8,373,573
Total governmental funds	11,989,954	913,252	534,816	12,368,390
Enterprise funds:				
Golf Fund	5,500		5,500	-
Total enterprise funds	5,500	-	5,500	-
Total loans/notes receivable	\$ 11,995,454	\$ 913,252	\$ 540,316	\$ 12,368,390

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Notes to the Basic Financial Statements

Note 6 - Capital Assets

Governmental capital asset activity for the year ended June 30, 2022, was as follows:

Capital Assets - Governmental					
	Balance July 1, 2021	Additions	Deletions	Transfers	Balance June 30, 2022
Governmental activities:					
Nondepreciable assets:					
Land	\$ 4,092,630	\$ 503,435	\$ -	\$ -	\$ 4,596,065
Construction in progress	6,971,422	1,119,984	-	(6,061,871)	2,029,535
Total nondepreciable assets	11,064,052	1,623,419	-	(6,061,871)	6,625,600
Depreciable assets:					
Buildings and improvements	21,862,814	-	(1,398)	-	21,861,416
Machinery, equipment, and vehicles	10,045,491	791,066	(732,775)	-	10,103,782
Infrastructure and network	55,602,715	2,939,663	-	6,061,871	64,604,249
Total depreciable assets	87,511,020	3,730,729	(734,173)	6,061,871	96,569,447
Total	98,575,072	5,354,148	(734,173)	-	103,195,047
Accumulated depreciation:					
Buildings and improvements	(7,849,568)	(731,450)	1,398	-	(8,579,620)
Machinery, equipment, and vehicles	(6,519,879)	(503,459)	732,775	-	(6,290,563)
Infrastructure and network	(25,801,403)	(942,379)	-	-	(26,743,782)
Total accumulated depreciation	(40,170,850)	(2,177,288)	734,173	-	(41,613,965)
Net depreciable assets	47,340,170	1,553,441	-	6,061,871	54,955,482
Total governmental capital assets, net	\$ 58,404,222	\$ 3,176,860	\$ -	\$ -	\$ 61,581,082
Allocation of Depreciation Expense					
Governmental Activities:					
General government		\$ 233,546			
Public works		1,275,179			
Public safety		171,740			
Recreation and culture		123,590			
Parks, buildings, and grounds		373,233			
Total Depreciation Expense		\$ 2,177,288			

Notes to the Basic Financial Statements

Note 6 – Capital Assets (Continued)

Business-type capital asset activity for the year ended June 30, 2022, was as follows:

Capital Assets - Business-type

	Balance July 1, 2021	Additions	Deletions	Transfers	Balance June 30, 2022
Business-type activities:					
Nondepreciable assets:					
Land	\$ 7,042,727	\$ 705,152	\$ -	\$ -	\$ 7,747,880
Capacity rights	180,000	90,000	-	-	270,000
Construction in progress	8,470,658	5,493,392	(541)	(6,595,216)	7,368,291
Total nondepreciable assets	15,693,385	6,288,544	(541)	(6,595,216)	15,386,171
Depreciable assets:					
Buildings and improvements	63,283,228	-	(32,670)	-	63,250,558
Machinery, equipment, and vehicles	13,562,385	867,464	(451,110)	69,412	14,048,151
Infrastructure and network	165,703,874	2,065,361	-	6,525,804	174,295,039
Total depreciable assets	242,549,487	2,932,827	(483,780)	6,595,216	251,593,748
Total	258,242,872	9,221,371	(484,321)	-	266,979,919
Accumulated depreciation:					
Buildings and improvements	(33,941,230)	(1,395,416)	32,670	-	(35,303,976)
Machinery, equipment, and vehicles	(8,047,360)	(708,587)	451,110	-	(8,304,837)
Infrastructure and network	(38,204,508)	(3,497,649)	-	-	(41,702,157)
Total accumulated depreciation	(80,193,098)	(5,601,652)	483,780	-	(85,310,970)
Net depreciable assets	\$ 162,356,389	\$ (2,668,825)	\$ -	\$ 6,595,216	\$ 166,282,778
Total business-type capital assets, net	\$ 178,049,774	\$ 3,619,719	\$ (541)	\$ -	\$ 181,668,949

Allocation of Depreciation Expense

Business-type Activities:

Water	\$ 1,194,830
Sewer	2,168,359
Recycled Water	560,038
Electric	1,398,729
Landfill	13,271
Parking	6,112
Airport	193,138
Street lighting	2,943
Conference Center	45,889
Golf	6,456
Ambulance	11,888
Total Depreciation Expense	\$ 5,601,652

Notes to the Basic Financial Statements

Note 7 - Long-Term Liabilities

The following is a summary of changes in long-term liabilities for the year ended June 30, 2022.

Long-term Obligations

	Beginning Balance July 1, 2021	Additions	Reductions	Ending Balance June 30, 2022	Due within One Year
Governmental Activities					
2017 fire engine lease (direct borrowing)	\$ 763,396	\$ -	\$ 109,586	\$ 653,810	\$ 112,338
2017 computer equipment lease (direct borrowing)	58,280	-	58,280	-	-
2017 I-Bank financing lease (direct borrowing)	3,751,776	-	88,260	3,663,516	91,743
2020 fire brush truck equipment lease (direct borrowing)	207,216	-	20,882	186,334	21,390
2020 fire self-contained breathing apparatus equipment lease (direct borrowing)	328,457	-	31,167	297,290	31,921
Series 2020A Community Facilities Lease Revenue Bonds	2,380,000	-	90,000	2,290,000	90,000
2020A unamortized premium	351,128	-	17,556	333,572	17,556
Series 2020B CalPERS Taxable Lease Revenue Bonds	32,426,592	-	458,357	31,968,235	793,000
Series 2022 Lease Revenue Bonds (Street Projects)	-	15,350,000	-	15,350,000	1,245,000
2022 unamortized premium- Streets Projects	-	1,677,365	55,912	1,621,453	55,912
Series 2022 Lease Revenue Bonds (Corporation Yard Projects)	-	14,850,000	-	14,850,000	235,000
2022 unamortized premium-Corp Yard Projects	-	1,214,737	40,491	1,174,246	40,491
Claims payable	430,458	-	143,486	286,972	143,486
Net pension liability	38,156,746	-	38,156,746	-	-
Compensated absences	1,072,592	223,885	177,713	1,118,763	111,876
Total	\$ 79,926,640	\$ 33,315,987	\$ 39,448,436	\$ 73,794,191	\$ 2,989,713
Business-Type Activities					
2017 CalTrans Aeronautics Loan - Airport (direct borrowing)	\$ 159,635	\$ -	\$ 10,650	\$ 148,985	\$ 10,903
2016 Water Revenue Refunding Bonds	8,620,000	-	565,000	8,055,000	415,000
2016 unamortized premium	1,358,275	-	25,153	1,333,122	95,223
Lawsuit settlement liability	2,000,000	-	1,000,000	1,000,000	1,000,000
Landfill closure and post-closure	19,297,593	592,409	-	19,890,002	-
2017 SWRCB recycled water loan (direct borrowing)	18,238,738	-	525,558	17,713,180	529,536
Series 2020 Wastewater Refunding Bonds	23,620,000	-	1,436,000	22,184,000	1,471,000
Series 2020B CalPERS Taxable Lease Revenue Bonds	17,448,408	-	246,643	17,201,765	427,000
Series 2022 Lease Revenue Bonds (Utilities Projects)	-	8,770,000	-	8,770,000	-
2022 Utilities unamortized premium - Utilities Projects	-	1,189,729	39,658	1,150,071	39,658
Series 2022 Electric Revenue Bonds	-	9,190,000	-	9,190,000	-
2022 Electric unamortized premium	-	1,104,009	55,200	1,048,809	55,200
Claims payable	99,166	-	49,583	49,583	49,583
Net pension liability	18,895,630	-	18,895,630	-	-
Compensated absences	562,843	20,672	50,002	533,513	53,351
Total	\$ 110,300,288	\$ 20,866,819	\$ 22,899,077	\$ 108,268,031	\$ 4,146,454

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 \$352,705. The agreement contains a provision that when 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

Notes to the Basic Financial Statements

Note 7 – Long-Term Liabilities (Continued)

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.

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 \$320,000. 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.

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 \$22,761. The agreement contains a provision that when 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 when 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)

Dated December 1, 2020 the original amount of the obligation was \$2,530,000 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. The obligation principal is payable in annual installments beginning April 1, 2022 ranging from \$150,000 to \$175,000 through year 2040. Interest is payable semi-annually on April 1 and October 1 of each year, commencing April 1, 2022, with an interest rate ranging from 3.00 percent to 4.00 percent. The Series 2020A Lease Revenue Bonds were issued to reimburse the City for the cost to purchase the Bank of America building, and to pay the costs associated with renovating the new customer service center and roof replacement project for the museum. 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 relenting to redeem the bonds or pay debt service with respect thereto.

Notes to the Basic Financial Statements

Note 7 – Long-Term Liabilities (Continued)

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 beginning April 1, 2022 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, 2022, 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, 2022, and bear an interest rate of 4.0 percent. The Series 2022 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 beginning April 1, 2023 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, 2022, and bear an interest rate of 4.0 percent. The Series 2022 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.

Notes to the Basic Financial Statements

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)		Capital Lease, Fire Brush Truck (2020)		Equipment Lease, Self-Contained Breathing Apparatus (2020)		Series 2020A Community Facilities Lease Revenue Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 112,338	\$ 15,622	\$ 91,173	\$ 130,383	\$ 21,389	\$ 4,355	\$ 31,921	\$ 6,961	\$ 90,000	\$ 89,750
2024	115,159	12,800	94,182	127,050	21,907	3,837	32,694	6,188	95,000	87,050
2025	118,051	9,908	97,290	123,609	22,437	3,307	33,485	5,397	95,000	84,200
2026	121,016	6,943	100,501	120,053	22,980	2,764	34,295	4,587	100,000	80,400
2027	124,055	3,904	103,817	116,381	23,536	2,208	35,125	3,757	105,000	76,400
2028-2032	63,191	789	572,794	522,425	74,083	3,150	129,770	6,318	590,000	315,200
2033-2037	-	-	673,753	410,621	-	-	-	-	715,000	188,400
2038-2042	-	-	792,506	279,114	-	-	-	-	500,000	40,600
2043-2047	-	-	932,190	124,425	-	-	-	-	-	-
2048-2052	-	-	205,309	4,005	-	-	-	-	-	-
Total	\$ 653,810	\$ 49,967	\$ 3,663,515	\$ 1,958,066	\$ 186,332	\$ 19,621	\$ 297,290	\$ 33,208	\$ 2,290,000	\$ 962,000
Due within one year	\$ 112,338	\$ 15,622	\$ 91,173	\$ 130,383	\$ 21,389	\$ 4,355	\$ 31,921	\$ 6,961	\$ 90,000	\$ 89,750
Due after one year	\$ 541,473	\$ 34,345	\$ 3,572,342	\$ 1,827,683	\$ 164,943	\$ 15,266	\$ 265,369	\$ 26,247	\$ 2,200,000	\$ 872,250
Total	\$ 653,810	\$ 49,967	\$ 3,663,515	\$ 1,958,066	\$ 186,332	\$ 19,621	\$ 297,290	\$ 33,208	\$ 2,290,000	\$ 962,000

Year Ending June 30,	Series 2020B CalPERS Taxable Lease Revenue Bonds		Series 2022 Lease Revenue Bonds (Street Projects)		Series 2022 Lease Revenue Bonds (Corporation Yard)		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 793,000	\$ 1,172,301	\$ 1,245,000	\$ 651,522	\$ 235,000	\$ 604,263	\$ 2,619,821	\$ 2,675,157
2024	841,750	1,159,843	1,335,000	564,200	280,000	560,063	2,815,692	2,521,031
2025	864,500	1,144,675	1,385,000	510,800	290,000	548,863	2,905,763	2,430,758
2026	897,000	1,127,367	1,440,000	455,400	305,000	537,263	3,020,792	2,334,777
2027	916,500	1,105,489	1,500,000	397,800	315,000	525,063	3,123,033	2,231,002
2028-2032	5,174,000	5,110,400	8,445,000	1,040,000	1,775,000	2,426,313	16,823,838	9,424,595
2033-2037	6,402,500	4,156,790	-	-	2,170,000	2,028,263	9,961,253	6,784,074
2038-2042	8,258,250	2,745,810	-	-	2,655,000	1,548,563	12,205,756	4,614,087
2043-2047	6,808,750	1,010,012	-	-	3,000,000	991,563	10,740,940	2,126,000
2048-2052	1,004,250	57,774	-	-	3,825,000	381,063	5,034,559	442,842
Total	\$ 31,968,235	\$ 18,790,461	\$ 15,350,000	\$ 3,619,722	\$ 14,850,000	\$ 10,151,278	\$ 69,251,447	\$ 35,584,323
Due within one year	\$ 793,000	\$ 1,172,301	\$ 1,245,000	\$ 651,522	\$ 235,000	\$ 604,263	\$ 2,619,821	\$ 2,675,157
Due after one year	\$ 31,175,235	\$ 17,618,160	\$ 14,105,000	\$ 2,968,200	\$ 14,615,000	\$ 9,547,015	\$ 66,631,627	\$ 32,909,167
Total	\$ 31,968,235	\$ 18,790,461	\$ 15,350,000	\$ 3,619,722	\$ 14,850,000	\$ 10,151,278	\$ 69,251,447	\$ 35,584,323

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 (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.

Notes to the Basic Financial Statements

Note 7 – Long-Term Liabilities (Continued)

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 beginning March 1, 2022 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.

Lawsuit Settlement Liability

In October 2018 the City entered into a settlement agreement as part of the ongoing lawsuit with the Ukiah Valley Sanitation District. As part of the settlement agreement, the City agreed to pay \$4,984,310 to the District over a 5-year period. The first payment of \$984,310 was made in October 2018, with annual installments of \$1,000,000 to be made each year for year four years beginning in October 2020.

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. The loan balance as of June 30, 2022 was \$16,778,411. Subsequent to fiscal year end June 30, 2022, the last drawdown was made in September 2020. The final total amount funded by the loan, including accrued interest, is \$18,224,756. Annual principal and interest payments will be made for a thirty-year term beginning in July 2022 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, 2022 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, 2022, 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.

Notes to the Basic Financial Statements

Note 7 – Long-Term Liabilities (Continued)

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 beginning April 1, 2023 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 beginning March 1, 2024 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 2022 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 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.

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

Debt Service Schedule										
Business-type										
Year Ending June 30,	Business-type Activities									
	2017 CalTrans Aeronautics Loan - Airport		2016 Water Revenue Refunding Bonds		Lawsuit settlement liability		2017 SWRCB Recycled Water Loan		Series 2020 Wastewater Refunding Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 10,903	\$ 3,471	\$ 415,000	\$ 335,618	\$ 1,000,000	\$ 30,000	\$ 529,536	177,132	\$ 1,471,000	\$ 528,008
2024	11,157	3,217	435,000	316,444	-	-	534,831	171,836	1,507,000	492,192
2025	11,417	2,957	460,000	294,069	-	-	540,180	166,488	1,543,000	455,505
2026	11,683	2,691	480,000	270,569	-	-	545,581	161,086	1,581,000	417,934
2027	11,956	2,419	505,000	245,943	-	-	551,037	155,631	1,620,000	379,444
2028-2032	64,088	7,784	2,935,000	813,969	-	-	2,838,952	694,387	8,710,000	1,286,097
2033-2037	27,776	976	2,825,000	178,197	-	-	2,983,767	549,572	5,752,000	246,053
2038-2042	-	-	-	-	-	-	3,135,969	397,370	-	-
2043-2047	-	-	-	-	-	-	3,295,935	237,404	-	-
2048-2052	-	-	-	-	-	-	2,757,393	69,278	-	-
Total	\$ 148,980	\$ 23,515	\$ 8,055,000	\$ 2,454,809	\$ 1,000,000	\$ 30,000	17,713,180	2,780,183	\$ 22,184,000	\$ 3,805,233
Due within one year	\$ 10,903	\$ 3,471	\$ 415,000	\$ 335,618	\$ 1,000,000	\$ 30,000	\$ 529,536	\$ 177,132	\$ 1,471,000	\$ 528,008
Due after one year	138,077	20,044	7,640,000	2,119,191	-	-	17,183,645	2,603,052	20,713,000	3,277,225
Total	\$ 148,980	\$ 23,515	\$ 8,055,000	\$ 2,454,809	\$ 1,000,000	\$ 30,000	17,713,181	2,780,184	\$ 22,184,000	\$ 3,805,233

Year Ending June 30,	Series 2020B CalPERS Taxable Lease Revenue Bonds		Series 2022 Lease Revenue Bonds (Utilities Projects)		Series 2022 Electric Revenue Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 427,000	\$ 631,239	\$ -	\$ 378,074	\$ -	\$ 363,539	\$ 3,831,633	\$ 2,447,080
2024	453,250	624,531	-	356,300	310,000	388,350	3,228,924	2,352,870
2025	465,500	616,363	-	356,300	330,000	372,850	3,327,263	2,264,532
2026	483,000	607,044	-	356,300	345,000	356,350	3,422,898	2,171,974
2027	493,500	595,264	-	356,300	360,000	339,100	3,517,581	2,074,100
2028-2032	2,786,000	2,751,754	2,360,000	1,600,100	2,070,000	1,410,750	21,635,864	8,564,841
2033-2037	3,447,500	2,238,272	2,885,000	1,071,800	2,590,000	906,850	20,455,491	5,191,720
2038-2042	4,446,750	1,478,513	3,525,000	434,200	3,185,000	311,600	14,292,719	2,621,683
2043-2047	3,666,250	543,852	-	-	-	-	6,962,185	781,256
2048-2052	540,750	31,109	-	-	-	-	3,298,143	100,387
Total	\$ 17,201,765	\$ 10,117,941	\$ 8,770,000	\$ 4,909,374	\$ 9,190,000	\$ 4,449,389	\$ 83,972,701	\$ 28,570,445
Due within one year	\$ 427,000	\$ 631,239	\$ -	\$ 378,074	\$ -	\$ 363,539	\$ 3,831,633	\$ 2,447,080
Due after one year	16,774,765	9,486,702	8,770,000	4,531,300	9,190,000	4,085,850	80,141,068	26,123,364
Total	\$ 17,201,765	\$ 10,117,941	\$ 8,770,000	\$ 4,909,374	\$ 9,190,000	\$ 4,449,389	\$ 83,972,701	\$ 28,570,445

Notes to the Basic Financial Statements

Note 8 – Landfill Closure and Post Closure Costs

State and federal laws and regulations require that the City place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and post closure care costs that will be incurred near or after the landfill no longer accepts waste. The recognition of these landfill closure and post closure care costs is based on the amount of landfill used during the year. The estimated liability for landfill closure and post closure care costs has a balance of \$19,890,002 (including \$1,042,939 for corrective action liability) as of June 30, 2022, which is based on 100.0 percent usage (filled) of the landfill.

This estimated total current cost of the landfill closure and post closure care is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of June 30, 2022, as determined by the last engineering study performed. However, the actual cost of closure and post closure care may change due to inflation, changes in technology, or changes in landfill laws and regulations.

The City is required by state and federal laws and regulations to make annual contributions to finance closure and post closure care. The City follows these requirements, and at June 30, 2022, held \$9,598,388 in cash and receivables designated for these purposes, \$9,462,182 of which within its pooled investments. The City has made a pledge of future service revenues for anticipated remaining expected costs, future inflation costs, and any additional costs that might arise from changes in post closure requirements (due to changes in technology or more rigorous environmental regulations, for example).

Note 9 - Interfund Transactions and Interfund Borrowing

With City Council approval through the budget process, resources may be transferred from one City fund to another. One of the primary purposes of transfers is to provide a subsidy from one fund to another. Transfers may also be used to provide resources from one fund to another for significant capital projects or to accumulate resources for debt service. Transfers between funds during the fiscal year 2022 were as follows:

Transfers Out	Transfers In					Total
	General Fund	Streets Capital Improvement	Pension Debt Service Fund	Non-major Governmental Funds	Water	
General fund	\$ -	\$ 3,120,488	\$ 1,611,878	\$ 149,799	\$ -	\$ 4,882,165
Streets capital improvement	-	-	15,080	-	-	15,080
General capital projects	-	-	-	965,087	-	965,087
Non-major governmental funds	2,050,814	-	25,853	-	-	2,076,667
Water enterprise	-	-	-	300,788	-	300,788
Wastewater enterprise	-	-	-	251,681	293,243	544,924
Internal service	-	-	797,311	933,172	-	1,730,483
Total	\$ 2,050,814	\$ 3,120,488	\$ 2,450,122	\$ 2,600,527	\$ 293,243	\$ 10,515,194

Notes to the Basic Financial Statements

Note 9 - Interfund Transactions and Interfund Borrowing (Continued)

Significant transfers included \$2.1 million transferred to the general fund, notably from the American Recovery Act special revenue fund; \$3.1 million from the general fund to the Streets Capital Improvement fund representing Measure Y proceeds committed by the City Council dedicated to specific capital projects; and \$2.4 million to the Pension Debt Service fund to make payments for lease revenue bonds issued in 2020. The remaining transfer of funds represent one-time transfers related to special projects.

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.

Amounts recorded as due to/from are for the purposes of providing temporary cash flow to funds, most notably between operating periods. Examples of this include cash provided by the General Fund to a grant fund to financing expenditure driven grant activities. When the grantor reimburses the City for those activities, the interfund borrowing is reversed, i.e. the General Fund is paid back. This type of transaction is approved and executed by the Finance Director when needed per the City's debt management policy.

Amounts recorded as advances from/to are longer-term interfund borrowing for the purposes of providing cash flow for activities with operational conditions requiring a longer repayment period. This type of transaction is approved and executed by the Finance Director when needed per the City's debt management policy.

Interfund Borrowing and Internal Balances

Borrowing Fund (Due To)		Lending Fund (Due From)			
Fund Name	Amount	Fund Number	Fund Name	Amount	
Streets Capital Improvements	\$ 49,168	100	General Fund	\$ 49,168	
General Capital Projects	169,241	100	General Fund	169,241	
Riverside Park	66,500	100	General Fund	66,500	
Winter Special Events	15,785	100	General Fund	15,785	
2106 Gas Tax	213,211	100	General Fund	213,211	
1998 Stip Augmentation	3,765	100	General Fund	3,765	
Rail Trail	152,618	100	General Fund	152,618	
Federal American Rescue Fund	30,000	100	General Fund	30,000	
Solid Waste Mitigation Fund	30,000	100	General Fund	30,000	
Conference Center Fund	27,500	100	General Fund	27,500	
Airport Capital Improvement	420,000	100	General Fund	420,000	
Total Due To	1,177,788		Total Due From	1,177,788	

Borrowing Fund (Advances From)		Lending Fund (Advances To)			
Fund Name	Amount	Fund Number	Fund Name	Amount	
Building & Maintenance	640,000	100	General Fund	640,000	
Arcc	49,601	100	General Fund	49,601	
Winter Special Events	161,805	100	General Fund	161,805	
Rail Trail	147,741	100	General Fund	147,741	
Parking District #1	54,136	100	General Fund	54,136	
Golf	930,200	100	General Fund	930,200	
Conference Center Fund	82,202	100	General Fund	82,202	
Ambulance Services Fund	449,200	100	General Fund	449,200	
Water	647,627	720	Golf	647,627	
Street Lighting	313,433	800	Electric	313,433	
Total Advances To	3,475,944		Total Advances From	3,475,944	

Total Interfund Borrowing	\$ 4,653,731	Total Interfund Borrowing	\$ 4,653,731
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Notes to the Basic Financial Statements

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 \$10,000 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, 2022, was \$383,075.

On March 22, 2018, the REMIF Board approved assessment for the following programs to be collected beginning in the 2018/2019 fiscal year:

Workers' Compensation - \$6 million to be collected over 6 years.

Liability program - \$2.5 million to be collected over 5 years.

Of those amounts the City of Ukiah was liable for \$860,916 and \$247,915 to be paid over 6 and 5 years, for the Workers' Compensation and Liability program, respectively for a total of \$1,108,831.

Notes to the Basic Financial Statements

Note 10 - Risk Management (Continued)

Changes in the Internal Service Funds claims liabilities amounts in fiscal year 2022 and 2021 were as follows:

	2022	2021
Balance, beginning of the fiscal year	\$ 529,624	\$ 722,693
Claims and adjustments	-	-
Claims payments	(193,069)	(193,069)
Balance, end of the fiscal year	\$ 336,555	\$ 529,624

The amortization of the remaining balance of \$336,555 as of June 30, 2022 is detailed in Note 7.

In the past three 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 \$8.3 million as of June 30, 2021.

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

Notes to the Basic Financial Statements

Note 10 - Risk Management (Continued)

The following is a summary of the most recent audited financial statements of REMIF as of and for the fiscal year ended June 30, 2021:

REMIF Equity

Total assets	\$ 42,112,807
Total deferred outflows of resources	460,905
Total liabilities	33,676,004
To deferred inflow of resources	530,784
Members' equity	<u>\$ 8,366,924</u>
Net operating revenues	\$ 32,957,455
Total operating expenses	<u>27,828,536</u>
Operating income (loss)	<u>\$ 5,128,919</u>

CIRA issues a separate Annual Comprehensive financial report, which for June 30, 2022 was not available at the time of publication of the City's Annual Comprehensive report. Copies of that report may be obtained from CIRA at 2330 East Bidwell Suite 150, Folsom, CA 95630.

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Notes to the Basic Financial Statements

Note 11 - Public Employee Retirement Plan

Plan Description

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (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 PEPRSA Safety Fire plan (PEPRSA Safety Fire) and the PEPRSA Safety Police plan (PEPRSA 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 PEPRSA Safety members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. PEPRSA 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.

General Information about the Pension Plans - Safety

The Plans' provisions and benefits in effect at June 30, 2022, are summarized as follows:

Employer Rate Plans in the Safety Risk Pool

Employer rate plan	Fire	Police	PEPRSA Fire	PEPRSA Police
	Prior to January	Prior to January	On or after	On or after
Hire Date	01, 2013	01, 2013	January 01, 2013	January 01, 2013
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%	13.75%	13.75%
Required employer contribution rates	23.62%	25.59%	13.98%	13.98%

Notes to the Basic Financial Statements

Note 11 – 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, 2022, were as follows:

	Contributions
Miscellaneous Risk Pool	\$ -
Safety Risk Pool	1,096,761
Total contributions	<u>\$ 1,096,761</u>

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

As of June 30, 2022, 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/(Asset)
Miscellaneous Risk Pool	\$ -
Safety Risk Pool	(6,129,209)
Total net pension liability/(asset)	<u>\$ (6,129,209)</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/(asset) 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.

Notes to the Basic Financial Statements

Note 11 – Public Employee Retirement Plan (Continued)

The City of Ukiah's proportionate share percentage of the net pension liability/(asset) for each risk pool as of June 30, 2021, measurement date, was calculated as follows:

Each risk pool's total pension liability was computed at the measurement date, June 30, 2021, 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, 2021, 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, 2021, 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, 2021, to obtain the total pension liability and fiduciary net position as of June 30, 2021. 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, 2020, and June 30, 2021, was as follows:

	Safety Risk Pool
Proportion at measurement date – June 30, 2020	0.293539%
Proportion at measurement date – June 30, 2021	(0.174647)%
	(0.468186)%

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Notes to the Basic Financial Statements

Note 11 – Public Employee Retirement Plan (Continued)

For the year ended June 30, 2022, the City of Ukiah recognized pension expense of \$3,551,524. At June 30, 2022, 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	\$1,646,212	-
Changes of Assumptions	-	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	(7,265,195)
Adjustment due to Differences in Proportions	90,586	(10,384,234)
Differences between Actual and Required Contributions	8,178,569	(196,481)
Contributions after Measurement Date	1,096,760	-
Total	\$11,012,127	(\$17,845,910)

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
2022	(\$1,851,561)
2023	(2,017,032)
2024	(2,104,135)
2025	(1,957,815)
2026	-
Thereafter	-
Total	(7,930,543)

Notes to the Basic Financial Statements

Note 11 – Public Employee Retirement Plan (Continued)

Actuarial Assumptions

The total pension liabilities in the June 30, 2021 actuarial valuations were determined using the following actuarial assumptions:

	Safety
Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Payroll Growth	2.75%
Projected Salary Increase ⁽¹⁾	Varies by Age & Length of Service
Investment Rate of Return ⁽²⁾	7.00%
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 used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using Society of Actuaries 90 percent of scale MP 2016. For more details on this table, please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website.

Discount Rate

The discount rate used to measure the total pension liability was 7.15%. 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 7.15% 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, 2021 based on June 30, 2020 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 7.00% investment return assumption used in this accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. An investment return excluding administrative expenses would have been 7.15%. 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.

Notes to the Basic Financial Statements

Note 11 – Public Employee Retirement Plan (Continued)

In the December 2016 and April 2017 meetings, the Board voted to lower the funding discount rates used for the PERF. In making its decision, the Board reviewed recommendations from CalPERS team members, external pension and investment consultants, and input from employer and employee stakeholder groups. A lowered funding discount rate for the PERF will be phased in over a three-year period beginning July 1, 2018 for public agencies and school districts.

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 considered both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the Plan's asset classes, expected compound (geometric) returns were calculated over the short-term (first 11 years) and the long-term (60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for the Plan. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

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

Asset Class	New Strategic Allocation	Real Return Years 1-10^(a)	Real Return Years 11+^(b)
Fixed Income	28.0%	1.0%	2.62%
Liquidity	1.0	0.0	(0.92)
Inflation Assets	0.0	0.77	1.81
Private Equity	8.0	6.3	7.23
Real Assets	13.0	3.75	4.93
Public Equity	50.0	4.8	5.98

(a) An expected inflation of 2.0% used for this period.

(b) An expected inflation of 2.92% used for this period.

Notes to the Basic Financial Statements

Note 11 – Public Employee Retirement Plan (Continued)

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 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% (6.15%)	Current Discount Rate (7.15%)	Discount Rate +1% (8.15%)
City of Ukiah's proportionate share of the Safety Risk Pool's net pension liability	\$3,453,568	(\$6,129,209)	(\$14,000,279)

General Information about the Pension Plans - 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, 2020 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, 2022, are summarized as follows:

Notes to the Basic Financial Statements

Note 11 – Public Employee Retirement Plan (Continued)

Employees Covered – At June 30, 2022, the following employees were covered by the benefit terms for the Plan:

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%	7.25%
Required employer contribution rates	12.040%	12.040%

Employees Covered by Plan

Inactive employees of beneficiaries currently receiving benefits	191
Inactive employees entitled to but not yet receiving benefits	144
Active employees	149

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 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, 2021, using an annual actuarial valuation as of June 30, 2020 rolled forward to June 30, 2021 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Notes to the Basic Financial Statements

Note 11 – Public Employee Retirement Plan (Continued)

Actuarial Assumptions – The total pension liabilities in the June 30, 2020 actuarial valuations were determined using the following actuarial assumptions:

Actuarial Assumptions

	Miscellaneous
Valuation date	6/30/2020
Measurement	6/30/2021
Actuarial cost method	Entry-age normal
Discount rate	7.15%
Inflation	2.50%
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 form December 2017 that can be found on the CalPERS website.

Discount Rate – The discount rate used to measure the total pension liability is 7.15 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.

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Notes to the Basic Financial Statements

Note 11 – Public Employee Retirement Plan (Continued)

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound (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 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 ⁽¹⁾	Assumed Asset Allocation	Real Return Years 1-10⁽²⁾	Real Return Years 11+⁽³⁾
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0	1.00	2.62
Inflation Assets	-	0.77	1.81
Private Equity	8.0	6.30	7.23
Real Assets	13.0	3.75	4.93
Liquidity	1.0	-	(0.92)

(1) In the System's CAFR, Fixed Income is included in Global Debt Securities; Liquidity is included in Short-term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.

(2) An expected inflation of 2.0% used for this period.

(3) An expected inflation of 2.92% used for this period.

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Notes to the Basic Financial Statements

Note 11 – 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, 2020	\$ 99,641,412	\$ 62,338,630	\$ 37,302,782
Beginning of Year Adjustment	-	-	-
Adjusted Balance at June 30, 2020	\$ 99,641,412	\$ 62,338,630	\$ 37,302,782
Changes Recognized for the Measurement Period:			
Service Cost	2,093,144		2,093,144
Interest on Total Pension Liability	7,051,270		7,051,270
Changes of Benefit Terms	-		-
Changes of Assumptions	-		-
Differences Between Expected and Actual Experience	447,816		447,816
Net Plan to Plan Resource Movement	-	-	-
Contribution - Employer	-	34,638,386	(34,638,386)
Contribution - Employees	-	872,626	(872,626)
Net Investment Income	-	18,014,124	(18,014,124)
Benefits Payments, Including Refunds of Employee Contributions	(5,033,299)	(5,033,299)	-
Administrative Expense	-	(62,272)	62,272
Other Miscellaneous Income (Expense)	-	-	-
Net Changes During 2020-2021	4,558,931	48,429,565	(43,870,634)
Balance at June 30, 2021	\$ 104,200,343	\$ 110,768,195	\$ (6,567,852)

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 7.15 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 (6.15 percent) or 1 percentage-point higher (8.15 percent) than the current rate:

	Discount Rate -1%	Discount Rate	Discount Rate +1%
	6.15%	7.15%	8.15%
Plan's Net Pension Liability/(Asset)	\$ 6,742,523	\$ (6,567,852)	\$ (17,634,718)

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

Notes to the Basic Financial Statements

Note 11 – Public Employee Retirement Plan (Continued)

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

For the year ended June 30, 2022, the City recognized pension expense for the Miscellaneous Plan of \$1,097,196. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources for the Miscellaneous Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 1,822,048	\$ -
Changes of assumptions	-	-
Difference between actual and expected experience	666,817	
Net differences between projected and actual earnings on plan investments	-	(9,273,453)
Total	<u>\$ 2,488,865</u>	<u>\$ (9,273,453)</u>

\$1,822,048 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, 2023. 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
2022	\$ (1,895,469)
2023	(2,000,154)
2024	(2,216,246)
2025	(2,494,767)
2026	-
Therafter	-

Payable to the Pension Plan

At June 30, 2022, the City reported a payable of \$ -0- for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2022.

Total pension expense for both plans was (\$839,443) for Safety and \$1,097,196 for Misc.

Notes to the Basic Financial Statements

Note 12 – Related Organizations

The City is a member of various joint powers authorities that provide goods or services to the City and other authority members. Under the criteria established by GASB-14, the City does not have enough authority, influence or accountability over these entities to incorporate them in this annual report. Additionally, the City has determined that it has no ongoing financial interest or responsibility for any of these organizations as defined by GASB-14. The names and general functions of these joint powers are as follows:

Northern California Power Agency (NCPA)

NCPA has 14 members including municipal electric utilities, a port authority, an irrigation district, a public utility district, a transportation district; and one associate member entity. The NCPA is generally empowered to purchase, generate, transmit, distribute, and sell electrical energy. Members participate in the projects of the Agency on an elective basis. A Commission comprised of one representative for each member governs the NCPA.

The City is currently involved in several hydroelectric, geothermal and other energy related projects as a member of this agreement. The NCPA is financed by contributions from member cities, government grants and debt. The City is committed to provide substantial additional financial support for its portion of the actions and projects of the NCPA. During the year ended June 30, 2022, the City paid \$11,529,881 to the NCPA for power supplied by the agency.

The NCPA holds certain funds under a separate member custodial agreement - the general operating reserve. The purpose of the reserve is to allow members to fund all, or a portion, of the contingent liabilities that the NCPA faces at any given time, while providing the individual member with the flexibility to draw upon their part of the reserve, as each member individually deems appropriate. At June 30, 2022, the City's balance held in the reserve was \$7,400,631, of which \$320,241 is restricted for NCPA OPS/Security accounts. Due to the nature of the reserve held by NCPA, the reserve is recorded as an asset in the Electric Fund as Investment in NCPA reserve.

Mendocino Transit Authority

This Agency consists of four Mendocino County cities and the County of Mendocino. The Agency was created to apply for and receive Transportation Development Act, Urban Mass Transportation Act, and other funds as a public transportation operator and to provide public transportation services within Mendocino County. Its activities are primarily financed from fare box revenue and federal and state government grants. A Board of Directors comprised of one member from each city and three members that are appointed by the Mendocino County Board of Supervisors governs the Authority.

Redwood Empire Financing Authority (REFA)

This is an agreement between seven Northern California cities. The Authority is authorized to acquire, through lease purchase, installment sale agreements, or otherwise such property necessary or convenient for the operation of the member cities. A Commission comprised of one member appointed by each member city administers the Authority. As explained previously, the City has entered into various financing arrangements with REFA.

Notes to the Basic Financial Statements

Note 12 – Related Organizations (continued)

California Intergovernmental Risk Authority (CIRA) (formerly Redwood Empire Municipal Insurance Fund [REMIF])

A group of Northern California cities participated in an agreement to provide themselves with various levels of liability, property, and worker's compensation insurance. This participation was through a joint powers authority, known as REMIF. As explained previously, the City provides for its general and workers' compensation insurance needs through REMIF.

REMIF merged with another risk management authority, the Public Agency Risk Sharing Authority of California (PARSAC), on July 1, 2021, forming the California Risk Management Authority (CIRA). The merger enhanced coverage for the City while reducing costs to REMIF member agencies.

CIRA is governed by a Board of Directors comprised of one representative and one alternate from each member agency. CIRA provides self-funded general liability and workers' compensation coverage to its 50-member agencies. The liability program covers bodily injury, personal injury, property damage, public officials errors and omission, and wrongful employment practices. Through the liability program, CIRA members are afforded \$40 million per occurrence coverage limits through a combination of primary, excess and reinsurance coverage. The workers' compensation provides coverage for employee injury or illness to statutory limits. CIRA members' premiums are actuarially determined and allocated to members based on several factors such as payroll, loss experience and administrative expenses.

Premiums paid to CIRA were \$2,462,489. During the year, the City received no distribution from CIRA's liability insurance program.

Transmission Agency of Northern California (TANC)

Members include ten cities, one electric co-op, two irrigation districts, and two public utility districts. The Agency was created to provide electric transmission or other facilities, including real property and rights of way, for the use of its members. A Commission comprised of one representative appointed by each member governs the Agency. The City has authorized its participation in the project up to one percent (1 percent) of the total.

Mendocino Solid Waste Management Authority (MSWMA)

This Authority consists of three Mendocino County cities and the County of Mendocino. The Agency was created for the purpose of: (a) siting, licensing, developing, constructing, maintaining, and operating disposal sites and sanitary landfills and (b) preparing and implementing a solid waste management plan. A Commission comprised of one member from each city and two members that are appointed by the Mendocino County Board of Supervisors governs the Authority.

Notes to the Basic Financial Statements

Note 13 - 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, 2022. The projects include street reconstruction and rehabilitation, 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
Dora Street Utility Improvement	\$ 815,390	\$ 3,634,867
Dora Street Overlay	-	670,787
Ford & Orchard Lift Station	-	220,775
Electric Service Center Site Work	2,909,174	186,160
Museum Roof Replacement	318,831	49,516

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	\$ 1,336,602
Streets Capital Improvements	790,510
General Capital Projects	3,943,512
Nonmajor governmental funds	1,208,030
Internal service funds	1,156,937
Landfill	195,404
Electric	1,319,394
Water	6,127,646
Wastewater	2,498,301
Nonmajor enterprise funds	875,114
Total	\$ 19,451,450

Notes to the Basic Financial Statements

Note 14 – Successor Agency Trust, Former Ukiah Redevelopment Agency

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, 2022:

Redevelopment Successor Private Purpose Trust Debt Service Activity

	Balance June 30, 2021	Additions	Reductions	Balance June 30, 2022	Due Within One Year
Trust Activities:					
Series 2019A Tax Allocation Bonds	954,570	-	318,567	636,003	309,382
Series 2019B Taxable Tax Allocation Bonds	3,908,899	-	403,198	3,505,701	296,440
Total trust fund debt	\$ 4,863,469	\$ -	\$ 721,766	\$ 4,141,703	\$ 605,821

Series 2019A Tax Allocation Bonds

On December 12, 2019, the Successor Agency issued \$1,259,154 in tax allocation bonds to refund the outstanding Series 2007 Tax Allocation Bonds. The bond series is comprised of \$1,259,154 in serial bonds maturing December 1, 2023. The serial bonds require annual principal payments ranging from \$304,584 to \$326,621. The interest rate is 2.160%.

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%.

Notes to the Basic Financial Statements

Note 14 – Successor Agency Trust, Former Ukiah Redevelopment Agency (continued)

Future debt service for Fiduciary Activities at June 30, 2022, is as follows:

Redevelopment Successor Agency

Year Ending June 30,	Series 2019A Tax Allocation Bonds		Series 2019B Taxable Tax Allocation Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	309,382	10,506	296,440	100,234	605,821	110,740
2024	326,621	3,529	374,509	89,451	701,130	92,980
2025	-	-	717,252	73,293	717,252	73,293
2026	-	-	748,446	51,601	748,446	51,601
2027	-	-	558,294	32,261	558,294	32,261
2028-2032	-	-	810,760	24,043	810,760	24,043
Total	<u>\$ 636,003</u>	<u>\$ 14,035</u>	<u>\$ 3,505,701</u>	<u>\$ 370,883</u>	<u>\$ 4,141,703</u>	<u>\$ 384,918</u>
Due within one year	\$ 309,382	\$ 10,506	\$ 296,440	\$ 100,234	\$ 605,821	\$ 110,740
Due after one year	326,621	3,529	3,209,261	270,649	3,535,882	274,178
Total	<u>\$ 636,003</u>	<u>\$ 14,035</u>	<u>\$ 3,505,701</u>	<u>\$ 370,883</u>	<u>\$ 4,141,703</u>	<u>\$ 384,918</u>

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Notes to the Basic Financial Statements

Note 15 – New Pronouncements

The Governmental Accounting Standards Board has issued the following Statements, which may affect the City's financial reporting requirements in the future:

GASB 96 – Subscription-Based Information Technology Arrangements: The requirements of this Statement will improve financial reporting by establishing a definition for SBITAs and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs. The requirements of this Statement will take effect for financial statements starting with the fiscal year that ends June 30, 2023.

Note 16 – Service Contracts

The City has entered into several agreements to provide services to the citizens of the City and surrounding areas. The general purpose and description of these contract agreements are as follows:

Joint Venture for Valley-Wide Fire Protection Services

The City has entered into a joint powers agreement with the Ukiah Valley Fire District ("UVFD") to provide firefighting, emergency medical response and hazardous material response services within the corporate limits of the City.

Referred to as the Ukiah Valley Fire Authority ("UVFA"), the City and UVFD committed to sharing total operating costs equally; however, UVFD available financial resources restrained it from contributing its equal share. A de facto, temporary 70/30 split has been maintained by both agencies, as UVFD worked to enhance its revenues. Even at that share, UVFD did not have sufficient revenues. The City compensated for that by paying the difference to UVFD. In fiscal year 2021, that amount was \$387,757.

For the year ended June 30, 2022, the City ceased making such payments. Total share of operating costs for UVFA were as follows:

Ukiah Valley Fire Authority Agency Operating Cost Share

	Current		Target		Variance
	Share (\$)	Share (%)	Share (\$)	Share (%)	
City of Ukiah	\$ 4,462,724	70.00%	\$ 3,187,659	50.00%	\$ 1,275,066
Ukiah Valley Fire Protection District	1,912,593	30.00%	3,187,659	50.00%	(1,275,066)
Total	\$ 6,375,317	100.00%	\$ 6,375,317	100.00%	\$ -

Under the terms of the agreement, entered July 1, 2018, the City provides fulltime and temporary fire personnel and use of City fire engines, rolling stock and related equipment to the UVFD, as well as making City facilities available to the UVFD. Fire personnel will remain employees of the City, and the City will continue to own all the equipment and facilities affected by the agreement. The City will be responsible for day-to-day management and administration. The City will share in the cost for the employment of the Fire Chief, as well as certain fixed and reimbursable costs.

Notes to the Basic Financial Statements

Note 16 – Service Contracts (continued)

Golf Course Maintenance and Operations

The City has entered into a leasing agreement with Tayman Park Golf Group, Inc. (“Lessee”) to operate, manage, repair and maintain the City’s municipal golf course. The lease includes the 18-hole golf course, clubhouse, and shared usage of City equipment. The Lessee is responsible to provide all services, maintenance, and administration –including setting user fees – for the normal operation of the course. The initial term of the agreement is ten years commencing July 1, 2012, with an option for two (2) additional five (5) year extensions, and cancellable by either party in the event of default. The Lessee must pay to the City rent based on a percentage of gross revenues from course operations and concessions and reimburse the City for personnel and equipment provided by the City. In addition, the Lessee annually must contribute \$40,000 to a Capital Improvement Project for the benefit of the golf course.

For the year ended June 30, 2022, the City received \$40,000 in rents. The City reports activities of the golf course as a nonmajor enterprise fund. The cost and carrying amount of assets lease under this agreement were as follows:

Service Agreement - Tayman Park Golf Group, Inc. Schedule of Asset Carrying Costs

Asset	Cost	Accumulated Depreciation	Carrying Value
Land	\$ 965,284	\$ -	\$ 965,284
Land improvements	323,221	308,582	14,639
Infrastructure	340,353	181,501	158,852
Buildings	115,992	96,217	19,775
Total Assets	\$ 1,744,850	\$ 586,300	\$ 1,158,550

Solid Waste Collection and Ukiah Transfer Station Agreement

The City has granted Ukiah Waste Solutions a franchise for mandatory residential and optional commercial garbage collection and disposal. The City has also contracted with Ukiah Waste Solutions to provide a citywide recycling program. The City acts as billing and collecting agent for the residential accounts of Ukiah Waste Solutions. Amounts held by the City on behalf of the corporation are accounted for in the Custodial funds.

Participation Agreement with Ukiah Valley Sanitation District

The City has contracted with the Ukiah Valley Sanitation District to provide processing of the District’s wastewater. In addition, the City provides other direct maintenance services for the District. District assets held by the City are accounted for in the Custodial funds.

Lease Receivable

In prior fiscal years, the City entered into land and building lease agreements with third parties to lease land, property and facilities owned by the City. The initial lease terms ranged from 5 to 14 years. The City currently receives monthly payments from both leases of \$9,213. As of June 30, 2022, the City’s receivable for lease payments was \$365,038. Also, the City has a deferred inflow of resources associated with leases that will be recognized as revenue over the lease terms. As of June 30, 2022, the balance of the deferred inflow of resources was \$365,038.

Required Supplementary Information (RSI)

City of Ukiah, California

Schedules of Contributions and Proportionate Share of Net Pension Liability, Agent Multiple Employer (Miscellaneous), Last Ten Years

Schedule of Changes in Net Pension Liability for the Measurement Periods Ended June 30,

Measurement Period	2021	2020	2019	2018	2017	2016	2015	2014
TOTAL PENSION LIABILITY:								
Service Cost	\$2,093,144	\$1,935,834	\$1,842,840	\$1,808,418	\$1,823,230	\$1,572,047	\$1,612,003	\$1,788,902
Interest on Total Pension Liability	7,051,270	6,746,742	6,435,947	6,053,276	5,794,263	5,696,580	5,564,428	5,416,497
Changes of Benefit Terms	0	0	0	0	0	56,535	0	0
Changes of Assumptions	0	0	0	(544,277)	4,693,759	0	(1,318,850)	0
Difference Between Expected and Actual Experience	447,816	783,147	2,023,144	845,262	(1,456,928)	(1,392,062)	(1,280,133)	0
Benefit Payments, Including Refunds of Employee Contributions	(5,033,299)	(4,866,568)	(4,656,678)	(4,443,388)	(4,133,617)	(3,981,386)	(4,205,497)	(3,795,124)
Net Change in Total Pension Liability	\$4,558,931	\$4,599,155	\$5,645,253	\$3,719,291	\$6,720,707	\$1,951,714	\$371,951	\$3,410,275
Total Pension Liability – Beginning	99,641,412	95,042,257	89,397,004	85,677,713	78,957,006	77,005,292	76,633,341	73,223,066
Total Pension Liability – Ending (a)	\$104,200,343	\$99,641,412	\$95,042,257	\$89,397,004	\$85,677,713	\$78,957,006	\$77,005,292	\$76,633,341
Contributions – Employer	\$34,638,386	\$3,591,800	\$3,241,493	\$2,941,163	\$2,652,462	\$2,391,847	\$2,156,759	\$2,193,059
Contributions – Employee	872,626	852,263	774,314	727,232	659,895	648,121	634,373	779,732
Net Investment Income	18,014,124	2,998,613	3,744,146	4,534,314	5,421,492	246,475	1,106,699	7,445,055
Benefit Payments, Including Refunds of Employee Contributions	(5,033,299)	(4,866,568)	(4,656,678)	(4,443,388)	(4,133,617)	(3,981,386)	(4,205,497)	(3,795,124)
Net Plan to Plan Resource Movement	0	0	0	(132)	0	0	0	0
Administrative Expense	(62,272)	(84,369)	(40,522)	(83,002)	(71,957)	(30,145)	(55,697)	0
Other Miscellaneous Income/(Expense) ¹	0	0	132	(157,623)	0	0	0	0
Net Change in Fiduciary Net Position	\$48,429,565	\$2,491,739	\$3,062,885	\$3,518,564	\$4,528,275	(\$725,088)	(\$363,363)	\$6,622,722
Plan Fiduciary Net Position – Beginning ²	\$62,338,630	\$59,846,891	\$56,784,006	\$53,265,442	\$48,737,167	\$49,462,255	\$49,825,618	\$43,202,896
Plan Fiduciary Net Position – Ending (b)	110,768,195	62,338,630	59,846,891	56,784,006	53,265,442	48,737,167	49,462,255	49,825,618
Plan Net Pension Liability/(Asset) – (a)-(b)	(\$6,567,852)	\$37,302,782	\$35,195,366	\$32,612,998	\$32,412,271	\$30,219,839	\$27,543,037	\$26,807,723
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	106.30%	62.56%	62.97%	63.52%	62.17%	61.73%	64.23%	65.02%
Covered Payroll ³	\$10,947,404	\$10,045,842	\$9,257,248	\$8,821,982	\$8,412,838	\$7,949,673	\$8,008,361	\$8,340,257
Plan Net Pension Liability/(Asset) as a Percentage of Covered-Employee Payroll	(59.99%)	371.33%	380.19%	369.68%	385.27%	380.14%	343.93%	321.43%

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 2.75% payroll growth assumption for fiscal years ended June 30, 2018-21; 3.00% payroll growth assumption for fiscal years ended June 30, 2014- 17.

⁴ Fiscal year 2015 was the first year of implementation; therefore, only 8 years are shown.

City of Ukiah, California

Financial Section: Other Required Supplementary Information

Page | 84

Schedule of Plan Contributions for the fiscal years ended June 30¹,

Employer Fiscal Year End	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 2,816,117	\$ 3,816,642	\$ 3,591,800	\$ 3,241,493	\$ 2,941,163	\$ 2,652,462	\$ 2,391,847	\$ 2,156,759	\$ 2,193,059
Contributions in Relation to the Actuarially Determined Contribution ²	1,822,048	(34,638,386)	(3,591,800)	(3,241,493)	(2,941,163)	(2,652,462)	(2,391,847)	(2,156,759)	(2,193,059)
Contribution Deficiency (Excess)	\$ -	\$ (30,821,744)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll ³	\$ 10,605,960	\$ 10,947,404	\$ 10,045,842	\$ 9,257,248	\$ 8,821,982	\$ 8,412,838	\$ 7,949,673	\$ 8,008,361	\$ 8,340,257
Contributions as a Percentage of Covered Payroll ³	17.18%	316.41%	35.75%	35.02%	33.34%	31.53%	30.09%	26.93%	26.29%

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 2.75% payroll growth assumption for fiscal years ended June 30, 2018-21; 3.00% payroll growth assumption for fiscal years ended June 30, 2014-17.

⁴ Fiscal year 2015 was the first year of implementation; therefore, only 9 years are shown.

City of Ukiah, California

Schedules of Contributions and Proportionate Share of Net Pension Liability, Cost Sharing Plan (Safety), Last Ten Years

Schedule of Changes in Net Pension Liability and Related Ratios for the Measurement Periods Ended June 30,

Safety Plan	Measurement Date June 30, 2014	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
Plan's Proportion of the PERF C Net Pension Liability/(Asset)	0.185181%	0.180597%	0.176726%	0.173294%	0.177461%	0.177205%	0.179741%	(0.113330)%
Plan's Proportionate Share of the Net Pension Liability/(Asset)	\$11,522,849	\$12,396,052	\$15,292,260	\$17,185,970	\$17,100,610	\$18,158,244	\$19,556,573	(\$6,129,210)
Plan's Covered-Employee Payroll	\$3,330,571	\$3,844,242	\$3,434,144	\$4,135,089	\$4,088,030	\$3,928,981	\$4,163,203	\$4,263,870
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	345.97%	322.46%	445.30%	415.61%	418.31%	462.16%	469.75%	(143.75)%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	79.27%	75.31%	71.08%	70.49%	72.29%	72.67%	71.32%	108.61%

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.

City of Ukiah, California

Schedules of Contributions and Proportionate Share of Net Pension Liability, Cost Sharing Plan (Safety), Last Ten Years (cont.)

Schedule of Plan Contributions for the fiscal years ended June 30,

Safety Plan	CalPERS Fiscal Year 2014-15	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
Actuarially Determined Contributions	\$1,309,930	\$1,520,825	\$1,575,086	\$1,763,563	\$1,950,142	\$2,177,282	\$345,379	\$1,096,762
Actual Contributions During the Measurement Period	(\$1,309,930)	(\$1,520,825)	(\$1,575,086)	(\$1,763,563)	(\$1,950,142)	(\$2,177,282)	(\$15,338,474)	(\$1,096,762)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	(\$14,993,095)	\$0
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
Contributions as a Percentage of Covered- Employee Payroll	34.08%	44.29%	38.09%	43.14%	49.63%	52.30%	359.73%	24.72%

Notes to Schedule:

Contribution Valuation Date:

June 30, 2012 June 30, 201 June 30, 2014 June 30, 2015 June 30, 2016 June 30, 2017 June 30, 2018 June 30, 2019

* Fiscal Year 2015 was the first year of implementation, therefore only 8 years are shown.

City of Ukiah, California
General Fund Budgetary Comparison Schedule
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final
	Original	Final	Actual	Budget
REVENUES				
Property tax	\$ 3,356,988	\$ 3,356,988	\$ 3,520,010	\$ 163,022
Sales tax	14,815,047	14,815,047	14,553,285	(261,762)
Transient occupancy	1,375,000	1,375,000	1,485,385	110,385
Business license tax	410,000	410,000	508,677	98,677
Other taxes	800	800	888	88
Franchise fees	1,709,601	1,709,601	1,846,595	136,994
Charges for service	2,361,873	2,506,293	3,628,913	1,122,620
Licenses and permits	300,520	300,520	262,422	(38,098)
Use of money and property	201,942	201,942	74,168	(127,774)
Intergovernmental	2,424,949	3,041,762	2,540,680	(501,082)
Fines penalties and forfeitures	35,000	35,000	28,863	(6,137)
Interest, rent, and concessions	2,258	2,258	-	(2,258)
Miscellaneous	162,000	256,000	203,611	(52,389)
Total revenues	27,155,978	28,011,211	28,653,497	642,286
EXPENDITURES				
Current:				
General government	213,574	270,446	119,274	151,172
Public safety	16,072,021	17,240,002	14,288,432	2,951,570
Housing and community development	1,302,174	1,302,174	1,191,167	111,007
Public works	1,566,377	2,062,003	1,766,370	295,633
Parks, buildings, and grounds	1,518,497	2,107,545	1,971,514	136,031
Recreation and culture	1,856,501	1,968,356	3,301,103	(1,332,747)
Economic development and redevelopment	19,301	19,301	62,263	(42,962)
Total current	22,548,445	24,969,827	22,700,123	2,269,704
Debt service:				
Interest	88,181	88,181	88,181	-
Principal	58,252	58,252	58,252	-
Lease principal	130,469	130,469	130,470	(1)
Lease interest	23,233	23,233	23,234	(1)
Total debt service	300,135	300,135	300,137	(2)
Capital outlay:				
Public safety	175,000	235,479	118,075	117,404
Public works	-	574,454	574,454	-
Parks, buildings, and grounds	12,000	36,997	24,997	12,000
Recreation and culture	-	94,000	93,934	66
Total capital outlay	187,000	940,930	811,460	129,470
Total expenditures	23,035,580	26,210,892	23,811,720	2,399,172
Excess (deficiency) of revenues over expenditures	4,120,398	1,800,319	4,841,777	3,041,458
OTHER FINANCING SOURCES (USES)				
Transfers in	3,083,290	3,178,808	2,050,814	(1,127,994)
Transfers out	(3,641,328)	(3,641,328)	(4,882,167)	(1,240,839)
Total other financing sources (uses)	(558,038)	(462,520)	(2,831,353)	(2,368,833)
Net change in fund balances				
	3,562,360	1,337,799	2,010,424	672,625
Fund balances - beginning	11,229,529	11,229,529	11,229,529	-
Fund balances - ending	\$ 14,791,889	\$ 12,567,328	\$ 13,239,953	\$ 672,625

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.

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

City of Ukiah, California

Streets Capital Improvement Budgetary Comparison Schedule

Schedule of Revenues, Expenditures, and Changes in Fund Balances

Budget and Actual

For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of money and property	\$ 350	\$ 350	\$ -	\$ (350)
Intergovernmental	150,000	150,000	102,274	(47,726)
Total revenues	150,350	150,350	102,274	(48,076)
EXPENDITURES				
Current:				
Public works	2,844,383	3,023,776	790,262	2,233,514
Total current	2,844,383	3,023,776	790,262	2,233,514
Debt service:				
Interest	45,426	45,426	45,427	(1)
Principal	30,009	30,009	30,009	-
Total debt service	75,435	75,435	75,436	(1)
Capital outlay:				
Public works	-	2,019,190	1,802,568	216,622
Total capital outlay	-	2,019,190	1,802,568	216,622
Total expenditures	2,919,818	5,118,401	2,668,266	2,450,135
Excess (deficiency) of revenues over expenditures	(2,769,468)	(4,968,051)	(2,565,992)	2,402,059
OTHER FINANCING SOURCES (USES)				
Transfers in	5,281,328	5,281,328	3,120,488	(2,160,840)
Transfers out	-	-	(15,080)	(15,080)
Total other financing sources (uses)	5,281,328	5,281,328	3,105,408	(2,175,920)
Net change in fund balances	2,511,860	313,277	539,416	226,139
Fund balances - beginning	(555,388)	(555,388)	(555,388)	-
Fund balances - ending	\$ 1,956,472	\$ (242,111)	\$ (15,972)	\$ 226,139

City of Ukiah, California
General Capital Projects
Schedule of Revenues, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Use of money and property	\$ -	\$ -	\$ (12,323)	\$ (12,323)
Intergovernmental	-	366,424	-	(366,424)
Total revenues	-	366,424	(12,323)	(378,747)
EXPENDITURES				
Current:				
Public works	-	4,028,321	213,136	3,815,185
Total current	-	4,028,321	213,136	3,815,185
Debt service:				
Issuance costs	-	-	137,651	(137,651)
Total debt service	-	-	137,651	(137,651)
Capital outlay:				
Public works	-	253,393	125,818	127,575
Total capital outlay	-	253,393	125,818	127,575
Total expenditures	-	4,281,714	476,605	3,805,109
Excess (deficiency) of revenues over expenditures	-	(3,915,290)	(488,928)	3,426,362
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	(965,087)	(965,087)
Issuance of debt	-	832,777	17,027,366	16,194,589
Total other financing sources (uses)	-	832,777	16,062,279	15,229,502
Net change in fund balances	-	(3,082,513)	15,573,351	18,655,864
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ (3,082,513)	\$ 15,573,351	\$ 18,655,864

City of Ukiah, California
Pension Debt Service Budgetary Comparison Schedule
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Charges for service	\$ 3,526,423	\$ 3,526,423	\$ -	\$ (3,526,423)
Use of money and property	-	-	(38,424)	(38,424)
Total revenues	3,526,423	3,526,423	(38,424)	(3,564,847)
EXPENDITURES				
Current:				
General government	-	-	1,250	(1,250)
Total current	-	-	1,250	(1,250)
Debt service:				
Interest	2,337,011	2,337,011	1,519,425	817,586
Principal	705,000	705,000	458,357	246,643
Total debt service	3,042,011	3,042,011	1,977,782	1,064,229
Total expenditures	3,042,011	3,042,011	1,979,032	1,062,979
Excess (deficiency) of revenues over expenditures	484,412	484,412	(2,017,456)	(2,501,868)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	2,450,122	2,450,122
Total other financing sources (uses)	-	-	2,450,122	2,450,122
Net change in fund balances	484,412	484,412	432,666	(51,746)
Fund balances - beginning	3,495,727	3,495,727	3,495,727	-
Fund balances - ending	\$ 3,980,139	\$ 3,980,139	\$ 3,928,393	\$ (51,746)

Nonmajor Governmental Funds

SPECIAL REVENUE FUNDS

Special Recreation Events	This fund accounts for resources that collected and used for specific recreational and community entertainment events, functions, and activities.
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.
Museum Grant Fund	The Museum Grant Fund is used to account for resources received for the Grace Hudson Museum provided by grantors or other third-party entities.
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.
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.
1998 STIP Augmentation	Fund to account for street and right-of-way improvements with special conditions.
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.
Trans-Traffic Congest Relief	The Trans-Traffic Congest Relief fund is used to account for resources accumulated for improvements to address traffic congestion in the City of Ukiah.
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.
Community-Based Transitional Housing Program (CBTHP)	Fund to account for activities funded by resources from the Community-Based Transitional Housing 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.

American Rescue	This fund is to account for the receipt and use of federal funds appropriated to the City by the federal government under the American Rescue Act of 2022.
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 Fund	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 2022.

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.

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City of Ukiah, California
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2022

	Special Revenue						
	Special Recreation Events	Special Revenue	Prop 172	Museum Grant	ARRC	Downtown Business Improvement	LMIHF Housing Asset
ASSETS							
Cash and investments	\$ 45,117	\$ 14,216	\$ 152,704	\$ 281	\$ 16,870	\$ 3,912	\$ 1,900,385
Restricted cash and investments	-	-	-	-	-	-	8,980
Accounts receivable	-	-	28,763	-	-	-	-
Notes receivable	-	-	-	-	-	-	1,490,765
Interest receivable	-	4	43	-	5	-	536
Grants and subventions receivable	-	-	-	-	-	-	-
Inventories and prepaids	-	-	19,441	-	-	-	-
Land held for resale	-	-	-	-	-	-	2,435,114
Total assets	<u>\$ 45,117</u>	<u>\$ 14,220</u>	<u>\$ 200,951</u>	<u>\$ 281</u>	<u>\$ 16,875</u>	<u>\$ 3,912</u>	<u>\$ 5,835,780</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 4,248	\$ 3,912	\$ -
Accrued payroll liabilities	-	-	-	-	544	-	-
Due to other funds	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	49,601	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>54,393</u>	<u>3,912</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenues - grants and subventions	-	-	-	-	-	-	90,704
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>90,704</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>54,393</u>	<u>3,912</u>	<u>90,704</u>
FUND BALANCES (DEFICITS)							
Nonspendable:							
Riparian corridor management	-	-	-	-	-	-	-
Restricted:							
By the State of CA	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
CDBG activities	-	-	-	-	-	-	-
Certifications and training	-	-	-	-	-	-	-
Debt service reserve	-	-	-	-	-	-	-
Housing activities	-	-	-	-	-	-	5,745,076
Project reserve	-	14,220	-	281	-	-	-
Public safety	-	-	200,951	-	-	-	-
Riparian corridor management	-	-	-	-	-	-	-
Special recreation events	45,117	-	-	-	-	-	-
Streets and rights-of-way	-	-	-	-	-	-	-
Committed:							
Park development	-	-	-	-	-	-	-
Planning activities	-	-	-	-	-	-	-
Solid waste management	-	-	-	-	-	-	-
Assigned:							
Capital projects	-	-	-	-	-	-	-
Equipment reserve	-	-	-	-	-	-	-
Project reserve	-	-	-	-	-	-	-
Unassigned	-	-	-	-	(37,518)	-	-
Total fund balances (deficits)	<u>45,117</u>	<u>14,220</u>	<u>200,951</u>	<u>281</u>	<u>(37,518)</u>	<u>-</u>	<u>5,745,076</u>
Total liabilities and fund balances (deficits)	<u>\$ 45,117</u>	<u>\$ 14,220</u>	<u>\$ 200,951</u>	<u>\$ 281</u>	<u>\$ 16,875</u>	<u>\$ 3,912</u>	<u>\$ 5,835,780</u>

(continued)

City of Ukiah, California
Combining Balance Sheet
Nonmajor Governmental Funds (cont.)
June 30, 2022

	Special Revenue						
	Winter Special Events	Advanced Planning	Highway User Tax (Gas Tax)	Signalization	1998 STIP Augmentation	SB325 Reimbursement	S.T.P.
ASSETS							
Cash and investments	\$ 21	\$ 329,345	\$ 5,305	\$ 375,727	\$ 3,780	\$ 96,004	\$ 187,293
Restricted cash and investments	-	-	-	-	-	-	-
Accounts receivable	-	-	89,361	-	-	-	-
Notes receivable	-	-	-	-	-	-	-
Interest receivable	-	92	-	106	1	28	53
Grants and subventions receivable	-	48,517	-	-	-	-	-
Inventories and prepaids	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-
Total assets	<u>\$ 21</u>	<u>\$ 377,954</u>	<u>\$ 94,666</u>	<u>\$ 375,833</u>	<u>\$ 3,781</u>	<u>\$ 96,032</u>	<u>\$ 187,346</u>
LIABILITIES							
Accounts payable	\$ -	\$ 49,072	\$ -	\$ -	\$ -	\$ -	\$ 175
Accrued payroll liabilities	-	-	-	-	-	-	-
Due to other funds	15,785	-	213,211	-	3,765	-	-
Advance from other funds	161,805	-	-	-	-	-	-
Total liabilities	<u>177,590</u>	<u>49,072</u>	<u>213,211</u>	<u>-</u>	<u>3,765</u>	<u>-</u>	<u>175</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenues - grants and subventions	-	48,517	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>48,517</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>177,590</u>	<u>97,589</u>	<u>213,211</u>	<u>-</u>	<u>3,765</u>	<u>-</u>	<u>175</u>
FUND BALANCES (DEFICITS)							
Nonspendable:							
Riparian corridor management	-	-	-	-	-	-	-
Restricted:							
By the State of CA	-	-	-	-	16	-	-
Capital projects	-	-	-	-	-	-	-
CDBG activities	-	-	-	-	-	-	-
Certifications and training	-	-	-	-	-	-	-
Debt service reserve	-	-	-	-	-	-	-
Housing activities	-	-	-	-	-	-	-
Project reserve	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Riparian corridor management	-	-	-	-	-	-	-
Special recreation events	-	-	-	-	-	-	-
Streets and rights-of-way	-	-	-	375,833	-	96,032	187,171
Committed:							
Park development	-	-	-	-	-	-	-
Planning activities	-	280,365	-	-	-	-	-
Solid waste management	-	-	-	-	-	-	-
Assigned:							
Capital projects	-	-	-	-	-	-	-
Equipment reserve	-	-	-	-	-	-	-
Project reserve	-	-	-	-	-	-	-
Unassigned	(177,569)	-	(118,545)	-	-	-	-
Total fund balances (deficits)	<u>(177,569)</u>	<u>280,365</u>	<u>(118,545)</u>	<u>375,833</u>	<u>16</u>	<u>96,032</u>	<u>187,171</u>
Total liabilities and fund balances (deficits)	<u>\$ 21</u>	<u>\$ 377,954</u>	<u>\$ 94,666</u>	<u>\$ 375,833</u>	<u>\$ 3,781</u>	<u>\$ 96,032</u>	<u>\$ 187,346</u>

(continued)

City of Ukiah, California
Combining Balance Sheet
Nonmajor Governmental Funds (cont.)
June 30, 2022

	Special Revenue						
	Trans-Traffic Congest Relief	CDBG Program Income	Home Program Income	CASP Certification and Training	Asset Seizure	Sup.Law Enforce.Svc.Fd(Slesf)	Community-Based Transitional Housing
ASSETS							
Cash and investments	\$ 117	\$ 56,910	\$ 164,786	\$ 51,596	\$ 88,791	\$ 219,389	\$ 263,520
Restricted cash and investments	-	-	-	-	-	-	-
Accounts receivable	-	10,372	547,070	-	133	-	-
Notes receivable	-	294,902	8,373,570	-	-	-	-
Interest receivable	1	51	48	15	25	63	74
Grants and subventions receivable	-	76,961	-	-	-	-	-
Inventories and prepaids	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-
Total assets	<u>\$ 118</u>	<u>\$ 439,196</u>	<u>\$ 9,085,474</u>	<u>\$ 51,611</u>	<u>\$ 88,949</u>	<u>\$ 219,452</u>	<u>\$ 263,594</u>
LIABILITIES							
Accounts payable	\$ -	\$ 6,660	\$ 462,493	\$ -	\$ -	\$ -	\$ -
Accrued payroll liabilities	-	-	-	-	-	4,814	9,419
Due to other funds	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>6,660</u>	<u>462,493</u>	<u>-</u>	<u>-</u>	<u>4,814</u>	<u>9,419</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenues - grants and subventions	-	27,389	1,094,096	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>27,389</u>	<u>1,094,096</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>34,049</u>	<u>1,556,589</u>	<u>-</u>	<u>-</u>	<u>4,814</u>	<u>9,419</u>
FUND BALANCES (DEFICITS)							
Nonspendable:							
Riparian corridor management	-	-	-	-	-	-	-
Restricted:							
By the State of CA	118	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
CDBG activities	-	405,147	-	-	-	-	-
Certifications and training	-	-	-	51,611	-	-	-
Debt service reserve	-	-	-	-	-	-	-
Housing activities	-	-	7,528,885	-	-	-	-
Project reserve	-	-	-	-	-	-	-
Public safety	-	-	-	-	88,949	214,638	254,175
Riparian corridor management	-	-	-	-	-	-	-
Special recreation events	-	-	-	-	-	-	-
Streets and rights-of-way	-	-	-	-	-	-	-
Committed:							
Park development	-	-	-	-	-	-	-
Planning activities	-	-	-	-	-	-	-
Solid waste management	-	-	-	-	-	-	-
Assigned:							
Capital projects	-	-	-	-	-	-	-
Equipment reserve	-	-	-	-	-	-	-
Project reserve	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>118</u>	<u>405,147</u>	<u>7,528,885</u>	<u>51,611</u>	<u>88,949</u>	<u>214,638</u>	<u>254,175</u>
Total liabilities and fund balances (deficits)	<u>\$ 118</u>	<u>\$ 439,196</u>	<u>\$ 9,085,474</u>	<u>\$ 51,611</u>	<u>\$ 88,949</u>	<u>\$ 219,452</u>	<u>\$ 263,594</u>

(continued)

City of Ukiah, California
Combining Balance Sheet
Nonmajor Governmental Funds (cont.)
June 30, 2022

	Special Revenue					Capital Projects	
	Asset Forfeiture 11470.2 H&S F	Special Revenue - Police	American Rescue Fund	Transfer Station	Solid Waste Mitigation Fund	Equipment Reserve	Special Projects Reserve
ASSETS							
Cash and investments	\$ 60,878	\$ 745	\$ 548	\$ 391,023	\$ 560	\$ 374,923	\$ 872,856
Restricted cash and investments	-	-	-	-	-	-	-
Accounts receivable	-	-	-	95,385	8,723	-	-
Notes receivable	-	-	-	-	-	-	-
Interest receivable	17	36	508	111	-	106	248
Grants and subventions receivable	-	-	-	-	-	-	-
Inventories and prepaids	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-
Total assets	<u>\$ 60,895</u>	<u>\$ 781</u>	<u>\$ 1,056</u>	<u>\$ 486,519</u>	<u>\$ 9,283</u>	<u>\$ 375,029</u>	<u>\$ 873,104</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll liabilities	-	-	-	-	-	-	-
Due to other funds	-	-	30,000	-	30,000	-	-
Advance from other funds	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>	<u>-</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>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)							
Nonspendable:							
Riparian corridor management	-	-	-	-	-	-	-
Restricted:							
By the State of CA	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
CDBG activities	-	-	-	-	-	-	-
Certifications and training	-	-	-	-	-	-	-
Debt service reserve	-	-	-	-	-	-	-
Housing activities	-	-	-	-	-	-	-
Project reserve	-	-	-	-	-	-	-
Public safety	60,895	781	-	-	-	-	-
Riparian corridor management	-	-	-	-	-	-	-
Special recreation events	-	-	-	-	-	-	-
Streets and rights-of-way	-	-	-	-	-	-	-
Committed:							
Park development	-	-	-	-	-	-	-
Planning activities	-	-	-	-	-	-	-
Solid waste management	-	-	-	486,519	-	-	-
Assigned:							
Capital projects	-	-	-	-	-	-	-
Equipment reserve	-	-	-	-	-	375,029	-
Project reserve	-	-	-	-	-	-	873,104
Unassigned	-	-	(28,944)	-	(20,717)	-	-
Total fund balances (deficits)	<u>60,895</u>	<u>781</u>	<u>(28,944)</u>	<u>486,519</u>	<u>(20,717)</u>	<u>375,029</u>	<u>873,104</u>
Total liabilities and fund balances (deficits)	<u>\$ 60,895</u>	<u>\$ 781</u>	<u>\$ 1,056</u>	<u>\$ 486,519</u>	<u>\$ 9,283</u>	<u>\$ 375,029</u>	<u>\$ 873,104</u>

(continued)

City of Ukiah, California
Combining Balance Sheet
Nonmajor Governmental Funds (cont.)
June 30, 2022

	Capital Projects						
	Park Development Fees	Anton Stadium	Observatory Park	Playground & Park Amenities	Swimming Pool	Riverside Park	Skate Park
ASSETS							
Cash and investments	\$ 35,637	\$ 11,340	\$ 2,444	\$ 2,647	\$ 584	\$ 28,379	\$ 11,734
Restricted cash and investments	-	-	-	-	-	-	-
Accounts receivable	1,000	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-
Interest receivable	10	3	1	1	-	8	3
Grants and subventions receivable	-	-	-	-	-	60,774	-
Inventories and prepaids	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-
Total assets	<u>\$ 36,647</u>	<u>\$ 11,343</u>	<u>\$ 2,445</u>	<u>\$ 2,648</u>	<u>\$ 584</u>	<u>\$ 89,161</u>	<u>\$ 11,737</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,559	\$ -
Accrued payroll liabilities	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	66,500	-
Advance from other funds	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>69,059</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenues - grants and subventions	-	-	-	-	-	60,774	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,774</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>129,833</u>	<u>-</u>
FUND BALANCES (DEFICITS)							
Nonspendable:							
Riparian corridor management	-	-	-	-	-	-	-
Restricted:							
By the State of CA	-	-	-	-	-	-	-
Capital projects	-	-	-	-	584	-	-
CDBG activities	-	-	-	-	-	-	-
Certifications and training	-	-	-	-	-	-	-
Debt service reserve	-	-	-	-	-	-	-
Housing activities	-	-	-	-	-	-	-
Project reserve	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Riparian corridor management	-	-	-	-	-	-	-
Special recreation events	-	-	-	-	-	-	-
Streets and rights-of-way	-	-	-	-	-	-	-
Committed:							
Park development	36,647	-	-	-	-	-	-
Planning activities	-	-	-	-	-	-	-
Solid waste management	-	-	-	-	-	-	-
Assigned:							
Capital projects	-	11,343	2,445	2,648	-	-	11,737
Equipment reserve	-	-	-	-	-	-	-
Project reserve	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(40,672)	-
Total fund balances (deficits)	<u>36,647</u>	<u>11,343</u>	<u>2,445</u>	<u>2,648</u>	<u>584</u>	<u>(40,672)</u>	<u>11,737</u>
Total liabilities and fund balances (deficits)	<u>\$ 36,647</u>	<u>\$ 11,343</u>	<u>\$ 2,445</u>	<u>\$ 2,648</u>	<u>\$ 584</u>	<u>\$ 89,161</u>	<u>\$ 11,737</u>

(continued)

City of Ukiah, California
Combining Balance Sheet
Nonmajor Governmental Funds (cont.)
June 30, 2022

	Capital Projects		Debt Service	Permanent	
	Softball Complex	Rail Trail	DEBT SERVICE RESERVE 2022 LRB	Riparian Corridor Enhancement	Total Nonmajor Governmental Funds
ASSETS					
Cash and investments	\$ 6,749	\$ 1	\$ 2,450,728	\$ 144,309	\$ 8,372,154
Restricted cash and investments	-	-	-	-	8,980
Accounts receivable	-	-	-	-	780,807
Notes receivable	-	-	-	-	10,159,237
Interest receivable	2	-	-	41	2,240
Grants and subventions receivable	-	307,076	-	-	493,328
Inventories and prepaids	-	-	-	-	19,441
Land held for resale	-	-	-	-	2,435,114
Total assets	<u>\$ 6,751</u>	<u>\$ 307,077</u>	<u>\$ 2,450,728</u>	<u>\$ 144,350</u>	<u>\$ 22,271,301</u>
LIABILITIES					
Accounts payable	\$ -	\$ 28,360	\$ -	\$ -	\$ 557,479
Accrued payroll liabilities	-	-	-	-	14,777
Due to other funds	-	152,618	-	-	511,879
Advance from other funds	-	147,741	-	-	359,147
Total liabilities	<u>-</u>	<u>328,719</u>	<u>-</u>	<u>-</u>	<u>1,443,282</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues - grants and subventions	-	307,076	-	-	1,628,556
Total deferred inflows of resources	<u>-</u>	<u>307,076</u>	<u>-</u>	<u>-</u>	<u>1,628,556</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>635,795</u>	<u>-</u>	<u>-</u>	<u>3,071,838</u>
FUND BALANCES (DEFICITS)					
Nonspendable:					
Riparian corridor management	-	-	-	137,576	137,576
Restricted:					
By the State of CA	-	-	-	-	134
Capital projects	-	-	-	-	584
CDBG activities	-	-	-	-	405,147
Certifications and training	-	-	-	-	51,611
Debt service reserve	-	-	2,450,728	-	2,450,728
Housing activities	-	-	-	-	13,273,961
Project reserve	-	-	-	-	14,501
Public safety	-	-	-	-	820,389
Riparian corridor management	-	-	-	6,774	6,774
Special recreation events	-	-	-	-	45,117
Streets and rights-of-way	-	-	-	-	659,036
Committed:					
Park development	-	-	-	-	36,647
Planning activities	-	-	-	-	280,365
Solid waste management	-	-	-	-	486,519
Assigned:					
Capital projects	6,751	-	-	-	34,924
Equipment reserve	-	-	-	-	375,029
Project reserve	-	-	-	-	873,104
Unassigned	-	(328,718)	-	-	(752,683)
Total fund balances (deficits)	<u>6,751</u>	<u>(328,718)</u>	<u>2,450,728</u>	<u>144,350</u>	<u>19,199,463</u>
Total liabilities and fund balances (deficits)	<u>\$ 6,751</u>	<u>\$ 307,077</u>	<u>\$ 2,450,728</u>	<u>\$ 144,350</u>	<u>\$ 22,271,301</u>

City of Ukiah, California
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Governmental Funds
Year Ended June 30, 2022

	Special Revenue					
	Special Recreation Events	Special Revenue	Prop 172	Museum Grant	ARRC	Downtown Business Improvement
						LMIH Housing Asset
REVENUES						
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,976
Charges for service	5,352	-	-	-	-	-
Use of money and property	-	(160)	(2,280)	(3)	57,903	-
Intergovernmental	-	-	164,245	-	-	-
Interest, rent, and concessions	-	-	-	-	-	-
Miscellaneous	-	-	-	-	20,004	-
Program income	39,915	-	-	-	-	-
Payments to City for services provided	-	-	-	-	-	-
Total revenues	45,267	(160)	161,965	(3)	77,907	24,976
						20,563
EXPENDITURES						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	37,062	-	-	-
Housing and community development	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Parks, buildings, and grounds	-	-	-	-	-	-
Recreation and culture	150	-	-	-	77,061	-
Economic development and redevelopment	-	-	-	-	-	22,010
Debt service:						
Interest	-	-	7,715	-	-	-
Capital outlay:						
Public safety	-	-	30,834	-	-	-
Public works	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-
Total expenditures	150	-	75,611	-	77,061	22,010
Excess (deficiency) of revenues over expenditures	45,117	(160)	86,354	(3)	846	2,966
						20,563
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	13,450
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	13,450
Net change in fund balances	45,117	(160)	86,354	(3)	846	16,416
Fund balances - beginning	-	14,380	114,597	284	(38,364)	(16,416)
Fund balances - ending	\$ 45,117	\$ 14,220	\$ 200,951	\$ 281	\$ (37,518)	\$ -
						5,724,513
						5,745,076

(continued)

City of Ukiah, California
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Governmental Funds (cont.)
Year Ended June 30, 2022

	Special Revenue						
	Winter Special Events	Advanced Planning	Highway User Tax (Gas Tax)	Signalization	1998 STIP Augmentation	SB325 Reimbursement	S.T.P.
REVENUES							
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	180,078	37,139	-	-	-	-	-
Use of money and property	3	(4,098)	(3)	(4,405)	(6)	(1,132)	(2,584)
Intergovernmental	-	116,055	717,806	-	-	-	407,602
Interest, rent, and concessions	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Program income	-	-	-	-	-	-	-
Payments to City for services provided	-	-	-	-	-	-	-
Total revenues	180,081	149,096	717,803	(4,405)	(6)	(1,132)	405,018
EXPENDITURES							
Current:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Housing and community development	-	165,372	-	-	-	-	-
Public works	-	-	11,371	1,066	-	5,815	-
Parks, buildings, and grounds	-	-	-	-	-	-	-
Recreation and culture	345,015	-	-	-	-	-	-
Economic development and redevelopment	-	-	-	-	-	-	-
Debt service:							
Interest	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Public works	-	-	318,993	-	-	-	387,723
Recreation and culture	-	-	-	-	-	-	-
Total expenditures	345,015	165,372	330,364	1,066	-	5,815	387,723
Excess (deficiency) of revenues over expenditures	(164,934)	(16,276)	387,439	(5,471)	(6)	(6,947)	17,295
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(4,000)	-	-	-	-
Total other financing sources (uses)	-	-	(4,000)	-	-	-	-
Net change in fund balances	(164,934)	(16,276)	383,439	(5,471)	(6)	(6,947)	17,295
Fund balances - beginning	(12,635)	296,641	(501,984)	381,304	22	102,979	169,876
Fund balances - ending	\$ (177,569)	\$ 280,365	\$ (118,545)	\$ 375,833	\$ 16	\$ 96,032	\$ 187,171

(continued)

City of Ukiah, California
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Governmental Funds (cont.)
Year Ended June 30, 2022

	Special Revenue						
	Trans-Traffic Congest Relief	CDBG Program Income	Home Program Income	CASP Certification and Training	Asset Seizure	Sup.Law Enforce.Svc.Fd(Slesf)	Community-Based Transitional Housing
REVENUES							
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	-	-	-
Use of money and property	71	35,890	(18,318)	(631)	(1,072)	(2,762)	(2,624)
Intergovernmental	-	92,095	547,070	6,376	42,367	161,285	-
Interest, rent, and concessions	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Program income	-	-	-	-	-	-	-
Payments to City for services provided	-	-	-	-	-	-	-
Total revenues	71	127,985	528,752	5,745	41,295	158,523	(2,624)
EXPENDITURES							
Current:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	47,067	112,768	194,109
Housing and community development	-	183,908	513,070	4,505	-	-	2
Public works	-	-	-	-	-	-	-
Parks, buildings, and grounds	-	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-	-
Economic development and redevelopment	-	-	-	-	-	-	-
Debt service:							
Interest	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-	-
Total expenditures	-	183,908	513,070	4,505	47,067	112,768	194,111
Excess (deficiency) of revenues over expenditures	71	(55,923)	15,682	1,240	(5,772)	45,755	(196,735)
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(9,892)	(15,961)
Total other financing sources (uses)	-	-	-	-	-	(9,892)	(15,961)
Net change in fund balances	71	(55,923)	15,682	1,240	(5,772)	35,863	(212,696)
Fund balances - beginning	47	461,070	7,513,203	50,371	94,721	178,775	466,871
Fund balances - ending	\$ 118	\$ 405,147	\$ 7,528,885	\$ 51,611	\$ 88,949	\$ 214,638	\$ 254,175

(continued)

City of Ukiah, California
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Governmental Funds (cont.)
Year Ended June 30, 2022

	Special Revenue					Capital Projects	
	Asset Forfeiture 11470.2 H&S F	Special Revenue - Police	American Rescue Fund	Transfer Station	Solid Waste Mitigation Fund	Equipment Reserve	Special Projects Reserve
REVENUES							
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-	-	-	-
Use of money and property	(714)	(1,707)	(20,770)	409,730	-	(4,426)	(10,999)
Intergovernmental	-	125,000	1,913,172	-	-	-	-
Interest, rent, and concessions	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Program income	-	-	-	-	-	-	-
Payments to City for services provided	-	-	-	-	8,723	-	-
Total revenues	(714)	123,293	1,892,402	409,730	8,723	(4,426)	(10,999)
EXPENDITURES							
Current:							
General government	-	-	-	-	-	1,113	1,500
Public safety	1,062	128	-	-	-	-	-
Housing and community development	-	-	-	-	-	-	-
Public works	-	-	-	-	29,440	-	-
Parks, buildings, and grounds	-	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-	3,014
Economic development and redevelopment	-	-	-	-	-	-	-
Debt service:							
Interest	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-	-
Total expenditures	1,062	128	-	-	29,440	1,113	4,514
Excess (deficiency) of revenues over expenditures	(1,776)	123,165	1,892,402	409,730	(20,717)	(5,539)	(15,513)
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	(125,000)	(1,921,814)	-	-	-	-
Total other financing sources (uses)	-	(125,000)	(1,921,814)	-	-	-	-
Net change in fund balances	(1,776)	(1,835)	(29,412)	409,730	(20,717)	(5,539)	(15,513)
Fund balances - beginning	62,671	2,616	468	76,789	-	380,568	888,617
Fund balances - ending	\$ 60,895	\$ 781	\$ (28,944)	\$ 486,519	\$ (20,717)	\$ 375,029	\$ 873,104

(continued)

City of Ukiah, California
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Governmental Funds (cont.)
Year Ended June 30, 2022

	Capital Projects						
	Park Development Fees	Anton Stadium	Observatory Park	Playground & Park Amenities	Swimming Pool	Riverside Park	Skate Park
REVENUES							
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for service	2,946	-	-	-	-	-	-
Use of money and property	(400)	(131)	(29)	(31)	(7)	(437)	(137)
Intergovernmental	-	-	-	-	-	21,645	-
Interest, rent, and concessions	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Program income	-	-	-	-	-	-	-
Payments to City for services provided	-	-	-	-	-	-	-
Total revenues	2,546	(131)	(29)	(31)	(7)	21,208	(137)
EXPENDITURES							
Current:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Parks, buildings, and grounds	8,104	-	-	9	2	-	32
Recreation and culture	-	32	-	-	-	-	-
Economic development and redevelopment	-	-	-	-	-	-	-
Debt service:							
Interest	-	-	-	-	-	-	-
Capital outlay:							
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	67,913	-
Total expenditures	8,104	32	-	9	2	67,913	32
Excess (deficiency) of revenues over expenditures	(5,558)	(163)	(29)	(40)	(9)	(46,705)	(169)
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	136,349	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	136,349	-	-
Net change in fund balances	(5,558)	(163)	(29)	(40)	136,340	(46,705)	(169)
Fund balances - beginning	42,205	11,506	2,474	2,688	(135,756)	6,033	11,906
Fund balances - ending	\$ 36,647	\$ 11,343	\$ 2,445	\$ 2,648	\$ 584	\$ (40,672)	\$ 11,737

(continued)

City of Ukiah, California
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Governmental Funds (cont.)
Year Ended June 30, 2022

	Capital Projects		Debt Service	Permanent	Total Nonmajor
	Softball Complex	Rail Trail	Debt Service Reserve 2022 LRB	Riparian Corridor Enhancement	Governmental Funds
REVENUES					
Business license tax	\$ -	\$ -	\$ -	\$ -	\$ 24,976
Charges for service	-	-	-	-	225,515
Use of money and property	(79)	-	-	(1,686)	442,529
Intergovernmental	-	-	-	-	4,314,718
Interest, rent, and concessions	-	445	-	-	445
Miscellaneous	-	-	-	-	20,004
Program income	-	-	-	-	39,915
Payments to City for services provided	-	-	-	-	8,723
Total revenues	(79)	445	-	(1,686)	5,076,825
EXPENDITURES					
Current:					
General government	-	-	-	-	2,613
Public safety	-	-	-	-	392,196
Housing and community development	-	-	-	-	866,857
Public works	-	307,076	-	-	354,768
Parks, buildings, and grounds	17	-	-	-	8,164
Recreation and culture	-	-	-	-	425,272
Economic development and redevelopment	-	-	-	-	22,010
Debt service:					
Interest	-	-	-	-	7,715
Capital outlay:					
Public safety	-	-	-	-	30,834
Public works	-	-	-	-	706,716
Recreation and culture	-	-	-	-	67,913
Total expenditures	17	307,076	-	-	2,885,058
Excess (deficiency) of revenues over expenditures	(96)	(306,631)	-	(1,686)	2,191,767
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	2,450,728	-	2,600,527
Transfers out	-	-	-	-	(2,076,667)
Total other financing sources (uses)	-	-	2,450,728	-	523,860
Net change in fund balances	(96)	(306,631)	2,450,728	(1,686)	2,715,627
Fund balances - beginning	6,847	(22,087)	-	146,036	16,483,836
Fund balances - ending	\$ 6,751	\$ (328,718)	\$ 2,450,728	\$ 144,350	\$ 19,199,463

Governmental Fund Budget Comparisons

City of Ukiah, California
 Special Recreation Events
 Schedule of Revenue, Expenditures, and Change in Fund Balances
 Budget and Actual
 For the Fiscal Year Ended June 30, 2022

	Special Recreation Events			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	5,352	5,352
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	39,915	39,915
Payments to City for services provided	-	-	-	-
Total revenues	-	-	45,267	45,267
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	150	(150)
Economic development and redevelopment	-	-	-	-
Total current	-	-	150	(150)
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	150	(150)
Excess (deficiency) of revenues over expenditures	-	-	45,117	45,117
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	45,117	45,117
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ -	\$ 45,117	\$ 45,117

City of Ukiah, California
Special Revenue Fund
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Special Revenue			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	(160)	(160)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	-	-	(160)	(160)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	-	-	-	-
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	(160)	(160)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	(160)	(160)
Fund balances - beginning	14,380	14,380	14,380	-
Fund balances - ending	\$ 14,380	\$ 14,380	\$ 14,220	\$ (160)

City of Ukiah, California
Prop 172
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Prop 172			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	1,000	1,000	(2,280)	(3,280)
Intergovernmental	42,100	42,100	164,245	122,145
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	43,100	43,100	161,965	118,865
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	15,584	21,479	37,062	(15,583)
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	15,584	21,479	37,062	(15,583)
Debt service:				
Interest	3,858	3,858	7,715	(3,857)
Total debt service	3,858	3,858	7,715	(3,857)
Capital outlay:				
Public safety	16,500	16,500	30,834	(14,334)
Public works	-	-	-	-
Total capital outlay	16,500	16,500	30,834	(14,334)
Total expenditures	35,942	41,837	75,611	(33,774)
Excess (deficiency) of revenues over expenditures	7,158	1,263	86,354	85,091
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(100,000)	(100,000)	-	100,000
Total other financing sources (uses)	(100,000)	(100,000)	-	100,000
Net change in fund balances	(92,842)	(98,737)	86,354	185,091
Fund balances - beginning	114,597	114,597	114,597	-
Fund balances - ending	\$ 21,755	\$ 15,860	\$ 200,951	\$ 185,091

City of Ukiah, California
Museum Grant Fund
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Museum Grant			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	(3)	(3)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	-	-	(3)	(3)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	-	-	-	-
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	(3)	(3)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	(3)	(3)
Fund balances - beginning	284	284	284	-
Fund balances - ending	\$ 284	\$ 284	\$ 281	\$ (3)

City of Ukiah, California
ARRC
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	ARRC			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	55,100	55,100	57,903	2,803
Intergovernmental	-	-	-	-
Miscellaneous	20,000	20,000	20,004	4
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	75,100	75,100	77,907	2,807
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	75,249	75,249	77,061	(1,812)
Economic development and redevelopment	-	-	-	-
Total current	75,249	75,249	77,061	(1,812)
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	75,249	75,249	77,061	(1,812)
Excess (deficiency) of revenues over expenditures	(149)	(149)	846	995
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(149)	(149)	846	995
Fund balances - beginning	(38,365)	(38,365)	(38,364)	-
Fund balances - ending	\$ (38,514)	\$ (38,514)	\$ (37,518)	\$ 996

City of Ukiah, California
Downtown Business Improvement
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Downtown Business Improvement			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ 20,864	\$ 20,864	\$ 24,976	\$ 4,112
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	20,864	20,864	24,976	4,112
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	12,050	12,050	22,010	(9,960)
Total current	12,050	12,050	22,010	(9,960)
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	12,050	12,050	22,010	(9,960)
Excess (deficiency) of revenues over expenditures	8,814	8,814	2,966	(5,848)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	13,450	13,450
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	13,450	13,450
Net change in fund balances	8,814	8,814	16,416	7,602
Fund balances - beginning	(16,417)	(16,417)	(16,416)	-
Fund balances - ending	\$ (7,603)	\$ (7,603)	\$ -	\$ 7,603

City of Ukiah, California
Low-Mod Income Housing Fund (LMIHF)
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	LMIHF Housing Asset			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	98,586	98,586	20,563	(78,023)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	98,586	98,586	20,563	(78,023)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	531,000	531,000	-	531,000
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	531,000	531,000	-	531,000
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	531,000	531,000	-	531,000
Excess (deficiency) of revenues over expenditures	(432,414)	(432,414)	20,563	452,977
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(432,414)	(432,414)	20,563	452,977
Fund balances - beginning	5,724,514	5,724,514	5,724,513	-
Fund balances - ending	\$ 5,292,100	\$ 5,292,100	\$ 5,745,076	\$ 452,976

City of Ukiah, California
Winter Special Events
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Winter Special Events			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	180,078	180,078	-
Grants contributions and donations	-	50,000	-	(50,000)
Use of money and property	-	-	3	3
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	-	230,078	180,081	(49,997)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	306,535	345,015	(38,480)
Economic development and redevelopment	-	-	-	-
Total current	-	306,535	345,015	(38,480)
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	306,535	345,015	(38,480)
Excess (deficiency) of revenues over expenditures	-	(76,457)	(164,934)	(88,477)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	(76,457)	(164,934)	(88,477)
Fund balances - beginning	(12,636)	(12,636)	(12,635)	-
Fund balances - ending	\$ (12,636)	\$ (89,093)	\$ (177,569)	\$ (88,476)

City of Ukiah, California
Advanced Planning
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Advanced Planning			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	37,139	37,139
Grants contributions and donations	-	-	-	-
Use of money and property	2,727	2,727	(4,098)	(6,825)
Intergovernmental	145,000	145,000	116,055	(28,945)
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	147,727	147,727	149,096	1,369
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	68,198	375,678	165,372	210,306
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	68,198	375,678	165,372	210,306
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	68,198	375,678	165,372	210,306
Excess (deficiency) of revenues over expenditures	79,529	(227,951)	(16,276)	211,675
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	79,529	(227,951)	(16,276)	211,675
Fund balances - beginning	296,641	296,641	296,641	-
Fund balances - ending	\$ 376,170	\$ 68,690	\$ 280,365	\$ 211,675

City of Ukiah, California
Highway User Tax (Gas Tax)
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Highway User Tax (Gas Tax)			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	150	150	(3)	(153)
Intergovernmental	707,108	707,108	717,806	10,698
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	707,258	707,258	717,803	10,545
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	85,859	85,859	11,371	74,488
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	85,859	85,859	11,371	74,488
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	318,993	318,993	-
Total capital outlay	-	318,993	318,993	-
Total expenditures	85,859	404,852	330,364	74,488
Excess (deficiency) of revenues over expenditures	621,399	302,406	387,439	85,033
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(4,000)	(4,000)	(4,000)	-
Total other financing sources (uses)	(4,000)	(4,000)	(4,000)	-
Net change in fund balances	617,399	298,406	383,439	85,033
Fund balances - beginning	(501,984)	(501,984)	(501,984)	-
Fund balances - ending	\$ 115,415	\$ (203,578)	\$ (118,545)	\$ 85,033

City of Ukiah, California
Signalization
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Signalization			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	5,000	5,000	(4,405)	(9,405)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	5,000	5,000	(4,405)	(9,405)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	1,047	1,047	1,066	(19)
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	1,047	1,047	1,066	(19)
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	1,047	1,047	1,066	(19)
Excess (deficiency) of revenues over expenditures	3,953	3,953	(5,471)	(9,424)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	3,953	3,953	(5,471)	(9,424)
Fund balances - beginning	381,304	381,304	381,304	-
Fund balances - ending	\$ 385,257	\$ 385,257	\$ 375,833	\$ (9,424)

City of Ukiah, California
1998 STIP Augmentation
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	1998 STIP Augmentation			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	(6)	(6)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	-	-	(6)	(6)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	-	-	-	-
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	(6)	(6)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	(6)	(6)
Fund balances - beginning	23	23	22	-
Fund balances - ending	\$ 23	\$ 23	\$ 16	\$ (7)

City of Ukiah, California
SB 325 Reimbursement
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	SB325 Reimbursement			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	(1,132)	(1,132)
Intergovernmental	40,000	40,000	-	(40,000)
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	40,000	40,000	(1,132)	(41,132)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	45,774	45,774	5,815	39,959
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	45,774	45,774	5,815	39,959
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	45,774	45,774	5,815	39,959
Excess (deficiency) of revenues over expenditures	(5,774)	(5,774)	(6,947)	(1,173)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(5,774)	(5,774)	(6,947)	(1,173)
Fund balances - beginning	102,978	102,978	102,979	-
Fund balances - ending	\$ 97,204	\$ 97,204	\$ 96,032	\$ (1,172)

City of Ukiah, California
S.T.P.
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	S.T.P.			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	(2,584)	(2,584)
Intergovernmental	993,489	993,489	407,602	(585,887)
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	993,489	993,489	405,018	(588,471)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	750,000	750,000	-	750,000
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	750,000	750,000	-	750,000
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	414,361	387,723	26,638
Total capital outlay	-	414,361	387,723	26,638
Total expenditures	750,000	1,164,361	387,723	776,638
Excess (deficiency) of revenues over expenditures	243,489	(170,872)	17,295	188,167
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	243,489	(170,872)	17,295	188,167
Fund balances - beginning	169,875	169,875	169,876	-
Fund balances - ending	\$ 413,364	\$ (997)	\$ 187,171	\$ 188,168

City of Ukiah, California
Trans-Traffic Congestion Relief
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Trans-Traffic Congest Relief			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	71	71
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	-	-	71	71
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	-	-	-	-
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	71	71
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	71	71
Fund balances - beginning	47	47	47	-
Fund balances - ending	\$ 47	\$ 47	\$ 118	\$ 71

City of Ukiah, California
CDBG Program Income
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	CDBG Program Income			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	37,258	37,258	35,890	(1,368)
Intergovernmental	1,188,366	1,188,366	92,095	(1,096,271)
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	1,225,624	1,225,624	127,985	(1,097,639)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	994,521	1,134,521	183,908	950,613
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	70,000	83,500	-	83,500
Total current	1,064,521	1,218,021	183,908	1,034,113
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	1,064,521	1,218,021	183,908	1,034,113
Excess (deficiency) of revenues over expenditures	161,103	7,603	(55,923)	(63,526)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(120,845)	(120,845)	-	120,845
Total other financing sources (uses)	(120,845)	(120,845)	-	120,845
Net change in fund balances	40,258	(113,242)	(55,923)	57,319
Fund balances - beginning	461,070	461,070	461,070	-
Fund balances - ending	\$ 501,328	\$ 347,828	\$ 405,147	\$ 57,319

City of Ukiah, California
HOME Program Income
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Home Program Income			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	(18,318)	(18,318)
Intergovernmental	500,000	500,000	547,070	47,070
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	500,000	500,000	528,752	28,752
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	604,000	1,066,500	513,070	553,430
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	604,000	1,066,500	513,070	553,430
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	604,000	1,066,500	513,070	553,430
Excess (deficiency) of revenues over expenditures	(104,000)	(566,500)	15,682	582,182
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(104,000)	(566,500)	15,682	582,182
Fund balances - beginning	7,513,204	7,513,204	7,513,203	-
Fund balances - ending	\$ 7,409,204	\$ 6,946,704	\$ 7,528,885	\$ 582,181

City of Ukiah, California
CASP Certification and Training
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	CASP Certification and Training			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	(631)	(631)
Intergovernmental	4,600	4,600	6,376	1,776
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	4,600	4,600	5,745	1,145
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	3,000	6,000	4,505	1,495
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	3,000	6,000	4,505	1,495
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	3,000	6,000	4,505	1,495
Excess (deficiency) of revenues over expenditures	1,600	(1,400)	1,240	2,640
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	1,600	(1,400)	1,240	2,640
Fund balances - beginning	50,371	50,371	50,371	-
Fund balances - ending	\$ 51,971	\$ 48,971	\$ 51,611	\$ 2,640

City of Ukiah, California
Asset Seizure
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Asset Seizure			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	1,350	1,350	(1,072)	(2,422)
Intergovernmental	45,000	45,000	42,367	(2,633)
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	46,350	46,350	41,295	(5,055)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	110,000	129,216	47,067	82,149
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	110,000	129,216	47,067	82,149
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	110,000	129,216	47,067	82,149
Excess (deficiency) of revenues over expenditures	(63,650)	(82,866)	(5,772)	77,094
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(63,650)	(82,866)	(5,772)	77,094
Fund balances - beginning	94,720	94,720	94,721	-
Fund balances - ending	\$ 31,070	\$ 11,854	\$ 88,949	\$ 77,095

City of Ukiah, California
Sup. Law Enforcement Svc. (SLESF)
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Sup.Law Enforce.Svc.Fd(Slesf)			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	1,500	1,500	(2,762)	(4,262)
Intergovernmental	140,454	140,454	161,285	20,831
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	141,954	141,954	158,523	16,569
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	130,653	130,653	112,768	17,885
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	130,653	130,653	112,768	17,885
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	130,653	130,653	112,768	17,885
Excess (deficiency) of revenues over expenditures	11,301	11,301	45,755	34,454
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(9,892)	(9,892)
Total other financing sources (uses)	-	-	(9,892)	(9,892)
Net change in fund balances	11,301	11,301	35,863	24,562
Fund balances - beginning	178,774	178,774	178,775	-
Fund balances - ending	\$ 190,075	\$ 190,075	\$ 214,638	\$ 24,563

City of Ukiah, California
Community-Based Transitional Housing
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Community-Based Transitional Housing			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	10,000	10,000	(2,624)	(12,624)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	10,000	10,000	(2,624)	(12,624)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	207,559	207,559	194,109	13,450
Housing and community development	-	-	2	(2)
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	207,559	207,559	194,111	13,448
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	207,559	207,559	194,111	13,448
Excess (deficiency) of revenues over expenditures	(197,559)	(197,559)	(196,735)	824
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(15,961)	(15,961)
Total other financing sources (uses)	-	-	(15,961)	(15,961)
Net change in fund balances	(197,559)	(197,559)	(212,696)	(15,137)
Fund balances - beginning	466,873	466,873	466,871	-
Fund balances - ending	\$ 269,314	\$ 269,314	\$ 254,175	\$ (15,139)

City of Ukiah, California
Asset Forfeiture 11470.2 H&S
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Asset Forfeiture 11470.2 H&S F			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	900	900	(714)	(1,614)
Intergovernmental	31,250	31,250	-	(31,250)
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	32,150	32,150	(714)	(32,864)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	43,500	47,122	1,062	46,060
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	43,500	47,122	1,062	46,060
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	43,500	47,122	1,062	46,060
Excess (deficiency) of revenues over expenditures	(11,350)	(14,972)	(1,776)	13,196
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(11,350)	(14,972)	(1,776)	13,196
Fund balances - beginning	62,671	62,671	62,671	-
Fund balances - ending	\$ 51,321	\$ 47,699	\$ 60,895	\$ 13,196

City of Ukiah, California
Special Revenue - Police
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Special Revenue - Police			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	600	600	(1,707)	(2,307)
Intergovernmental	125,000	125,000	125,000	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	125,600	125,600	123,293	(2,307)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	126	126	128	(2)
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	126	126	128	(2)
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	126	126	128	(2)
Excess (deficiency) of revenues over expenditures	125,474	125,474	123,165	(2,309)
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	474	474	(1,835)	(2,309)
Fund balances - beginning	2,615	2,615	2,616	-
Fund balances - ending	\$ 3,089	\$ 3,089	\$ 781	\$ (2,308)

City of Ukiah, California
American Rescue Fund
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	American Rescue Fund			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	(20,770)	(20,770)
Intergovernmental	2,854,290	2,854,290	1,913,172	(941,118)
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	<u>2,854,290</u>	<u>2,854,290</u>	<u>1,892,402</u>	<u>(961,888)</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Debt service:				
Interest	-	-	-	-
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
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>2,854,290</u>	<u>2,854,290</u>	<u>1,892,402</u>	<u>(961,888)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>(2,854,290)</u>	<u>(2,854,290)</u>	<u>(1,921,814)</u>	<u>932,476</u>
Total other financing sources (uses)	<u>(2,854,290)</u>	<u>(2,854,290)</u>	<u>(1,921,814)</u>	<u>932,476</u>
Net change in fund balances	-	-	(29,412)	(29,412)
Fund balances - beginning	468	468	468	-
Fund balances - ending	<u>\$ 468</u>	<u>\$ 468</u>	<u>\$ (28,944)</u>	<u>\$ (29,412)</u>

City of Ukiah, California
Transfer Station
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Transfer Station			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	415,000	415,000	409,730	(5,270)
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	-	-	-
Total revenues	415,000	415,000	409,730	(5,270)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	-	-	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	-	-	-	-
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	415,000	415,000	409,730	(5,270)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(415,000)	(415,000)	-	415,000
Total other financing sources (uses)	(415,000)	(415,000)	-	415,000
Net change in fund balances	-	-	409,730	409,730
Fund balances - beginning	76,789	76,789	76,789	-
Fund balances - ending	\$ 76,789	\$ 76,789	\$ 486,519	\$ 409,730

City of Ukiah, California
Solid Waste Mitigation Fund
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Solid Waste Mitigation Fund			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Business license tax	\$ -	\$ -	\$ -	\$ -
Charges for service	-	-	-	-
Grants contributions and donations	-	-	-	-
Use of money and property	-	-	-	-
Intergovernmental	-	-	-	-
Miscellaneous	-	-	-	-
Program income	-	-	-	-
Payments to City for services provided	-	10,000	8,723	(1,277)
Total revenues	-	10,000	8,723	(1,277)
EXPENDITURES				
Current:				
General government	-	2,000	-	2,000
Public safety	-	-	-	-
Housing and community development	-	-	-	-
Public works	-	29,440	29,440	-
Recreation and culture	-	-	-	-
Economic development and redevelopment	-	-	-	-
Total current	-	31,440	29,440	2,000
Debt service:				
Interest	-	-	-	-
Total debt service	-	-	-	-
Capital outlay:				
Public safety	-	-	-	-
Public works	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	31,440	29,440	2,000
Excess (deficiency) of revenues over expenditures	-	(21,440)	(20,717)	723
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	(21,440)	(20,717)	723
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ (21,440)	\$ (20,717)	\$ 723

City of Ukiah, California
Equipment Reserve
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Equipment Reserve			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for service	\$ -	\$ -	\$ -	\$ -
Use of money and property	5,221	5,221	(4,426)	(9,647)
Intergovernmental	-	-	-	-
Interest, rent, and concessions	-	-	-	-
Total revenues	5,221	5,221	(4,426)	(9,647)
EXPENDITURES				
Current:				
General government	1,094	1,094	1,113	(19)
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total current	1,094	1,094	1,113	(19)
Capital outlay:				
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	1,094	1,094	1,113	(19)
Excess (deficiency) of revenues over expenditures	4,127	4,127	(5,539)	(9,666)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Maintenance and operations	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	4,127	4,127	(5,539)	(9,666)
Fund balances - beginning	380,568	380,568	380,568	-
Fund balances - ending	\$ 384,695	\$ 384,695	\$ 375,029	\$ (9,666)

City of Ukiah, California
Special Projects Reserve
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Special Projects Reserve			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for service	\$ -	\$ -	\$ -	\$ -
Use of money and property	-	-	(10,999)	(10,999)
Intergovernmental	-	-	-	-
Interest, rent, and concessions	-	-	-	-
Total revenues	-	-	(10,999)	(10,999)
EXPENDITURES				
Current:				
General government	-	-	1,500	(1,500)
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	3,014	3,014	-
Total current	-	3,014	4,514	(1,500)
Capital outlay:				
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	3,014	4,514	(1,500)
Excess (deficiency) of revenues over expenditures	-	(3,014)	(15,513)	(12,499)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(50,000)	(50,000)	-	50,000
Maintenance and operations	-	-	-	-
Total other financing sources (uses)	(50,000)	(50,000)	-	50,000
Net change in fund balances	(50,000)	(53,014)	(15,513)	37,501
Fund balances - beginning	888,617	888,617	888,617	-
Fund balances - ending	\$ 838,617	\$ 835,603	\$ 873,104	\$ 37,501

City of Ukiah, California
Park Development Fees
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Park Development Fees			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for service	\$ -	\$ -	\$ 2,946	\$ 2,946
Use of money and property	400	400	(400)	(800)
Intergovernmental	-	-	-	-
Interest, rent, and concessions	-	-	-	-
Total revenues	400	400	2,546	2,146
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	250,084	260,084	8,104	251,980
Recreation and culture	-	-	-	-
Total current	250,084	260,084	8,104	251,980
Capital outlay:				
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	250,084	260,084	8,104	251,980
Excess (deficiency) of revenues over expenditures	(249,684)	(259,684)	(5,558)	254,126
OTHER FINANCING SOURCES (USES)				
Transfers in	250,000	250,000	-	(250,000)
Transfers out	-	-	-	-
Maintenance and operations	-	-	-	-
Total other financing sources (uses)	250,000	250,000	-	(250,000)
Net change in fund balances	316	(9,684)	(5,558)	4,126
Fund balances - beginning	42,204	42,204	42,205	-
Fund balances - ending	\$ 42,520	\$ 32,520	\$ 36,647	\$ 4,127

City of Ukiah, California
Anton Stadium
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Anton Stadium			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for service	\$ -	\$ -	\$ -	\$ -
Use of money and property	150	150	(131)	(281)
Intergovernmental	-	-	-	-
Interest, rent, and concessions	-	-	-	-
Total revenues	150	150	(131)	(281)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	31	31	32	(1)
Total current	31	31	32	(1)
Capital outlay:				
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	31	31	32	(1)
Excess (deficiency) of revenues over expenditures	119	119	(163)	(282)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Maintenance and operations	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	119	119	(163)	(282)
Fund balances - beginning	11,506	11,506	11,506	-
Fund balances - ending	\$ 11,625	\$ 11,625	\$ 11,343	\$ (282)

City of Ukiah, California
 Observatory Park
 Schedule of Revenue, Expenditures, and Change in Fund Balances
 Budget and Actual
 For the Fiscal Year Ended June 30, 2022

	Observatory Park			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for service	\$ -	\$ -	\$ -	\$ -
Use of money and property	30	30	(29)	(59)
Intergovernmental	-	-	-	-
Interest, rent, and concessions	-	-	-	-
Total revenues	30	30	(29)	(59)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total current	-	-	-	-
Capital outlay:				
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	30	30	(29)	(59)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Maintenance and operations	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	30	30	(29)	(59)
Fund balances - beginning	2,474	2,474	2,474	-
Fund balances - ending	\$ 2,504	\$ 2,504	\$ 2,445	\$ (59)

City of Ukiah, California
 Playground & Park Amenities
 Schedule of Revenue, Expenditures, and Change in Fund Balances
 Budget and Actual
 For the Fiscal Year Ended June 30, 2022

	Playground & Park Amenities			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for service	\$ -	\$ -	\$ -	\$ -
Use of money and property	44	44	(31)	(75)
Intergovernmental	177,000	177,000	-	(177,000)
Interest, rent, and concessions	-	-	-	-
Total revenues	177,044	177,044	(31)	(177,075)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	9	9	9	-
Recreation and culture	230,000	230,000	-	230,000
Total current	230,009	230,009	9	230,000
Capital outlay:				
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	230,009	230,009	9	230,000
Excess (deficiency) of revenues over expenditures	(52,965)	(52,965)	(40)	52,925
OTHER FINANCING SOURCES (USES)				
Transfers in	53,000	53,000	-	(53,000)
Transfers out	-	-	-	-
Maintenance and operations	-	-	-	-
Total other financing sources (uses)	53,000	53,000	-	(53,000)
Net change in fund balances	35	35	(40)	(75)
Fund balances - beginning	2,688	2,688	2,688	-
Fund balances - ending	\$ 2,723	\$ 2,723	\$ 2,648	\$ (75)

City of Ukiah, California
Swimming Pool
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Swimming Pool			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Charges for service	\$ -	\$ -	\$ -	\$ -
Use of money and property	10	10	(7)	(17)
Intergovernmental	-	-	-	-
Interest, rent, and concessions	-	-	-	-
Total revenues	10	10	(7)	(17)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	2	2	2	-
Recreation and culture	-	-	-	-
Total current	2	2	2	-
Capital outlay:				
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	2	2	2	-
Excess (deficiency) of revenues over expenditures	8	8	(9)	(17)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	136,349	136,349
Transfers out	-	-	-	-
Maintenance and operations	-	-	-	-
Total other financing sources (uses)	-	-	136,349	136,349
Net change in fund balances	8	8	136,340	136,332
Fund balances - beginning	(135,756)	(135,756)	(135,756)	-
Fund balances - ending	\$ (135,748)	\$ (135,748)	\$ 584	\$ 136,332

City of Ukiah, California
Riverside Park
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Riverside Park			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for service	\$ -	\$ -	\$ -	\$ -
Use of money and property	-	-	(437)	(437)
Intergovernmental	933,214	933,214	21,645	(911,569)
Interest, rent, and concessions	-	-	-	-
Total revenues	933,214	933,214	21,208	(912,006)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total current	-	-	-	-
Capital outlay:				
Recreation and culture	832,005	968,641	67,913	900,728
Total capital outlay	832,005	968,641	67,913	900,728
Total expenditures	832,005	968,641	67,913	900,728
Excess (deficiency) of revenues over expenditures	101,209	(35,427)	(46,705)	(11,278)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Maintenance and operations	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	101,209	(35,427)	(46,705)	(11,278)
Fund balances - beginning	6,033	6,033	6,033	-
Fund balances - ending	\$ 107,242	\$ (29,394)	\$ (40,672)	\$ (11,278)

City of Ukiah, California
 Skate Park
 Schedule of Revenue, Expenditures, and Change in Fund Balances
 Budget and Actual
 For the Fiscal Year Ended June 30, 2022

	Skate Park			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for service	\$ -	\$ -	\$ -	\$ -
Use of money and property	150	150	(137)	(287)
Intergovernmental	-	-	-	-
Interest, rent, and concessions	-	-	-	-
Total revenues	150	150	(137)	(287)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	31	31	32	(1)
Recreation and culture	-	-	-	-
Total current	31	31	32	(1)
Capital outlay:				
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	31	31	32	(1)
Excess (deficiency) of revenues over expenditures	119	119	(169)	(288)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Maintenance and operations	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	119	119	(169)	(288)
Fund balances - beginning	11,906	11,906	11,906	-
Fund balances - ending	\$ 12,025	\$ 12,025	\$ 11,737	\$ (288)

City of Ukiah, California
Softball Complex
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Softball Complex			
	Original	Final	Actual	Variance - Positive (Negative)
REVENUES				
Charges for service	\$ -	\$ -	\$ -	\$ -
Use of money and property	80	80	(79)	(159)
Intergovernmental	-	-	-	-
Interest, rent, and concessions	-	-	-	-
Total revenues	80	80	(79)	(159)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	-	-	-	-
Parks, buildings, and grounds	17	17	17	-
Recreation and culture	-	-	-	-
Total current	17	17	17	-
Capital outlay:				
Recreation and culture	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	17	17	17	-
Excess (deficiency) of revenues over expenditures	63	63	(96)	(159)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Maintenance and operations	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	63	63	(96)	(159)
Fund balances - beginning	6,846	6,846	6,847	-
Fund balances - ending	\$ 6,909	\$ 6,909	\$ 6,751	\$ (158)

City of Ukiah, California
Rail Trail
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Rail Trail			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Charges for service	\$ -	\$ -	\$ -	\$ -
Use of money and property	-	-	-	-
Intergovernmental	3,563,212	3,563,212	-	(3,563,212)
Interest, rent, and concessions	-	-	445	445
Total revenues	<u>3,563,212</u>	<u>3,563,212</u>	<u>445</u>	<u>(3,562,767)</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public works	3,563,212	3,563,212	307,076	3,256,136
Parks, buildings, and grounds	-	-	-	-
Recreation and culture	-	-	-	-
Total current	<u>3,563,212</u>	<u>3,563,212</u>	<u>307,076</u>	<u>3,256,136</u>
Capital outlay:				
Recreation and culture	-	-	-	-
Total capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>3,563,212</u>	<u>3,563,212</u>	<u>307,076</u>	<u>3,256,136</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(306,631)</u>	<u>(306,631)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Maintenance and operations	7,000	7,000	-	(7,000)
Total other financing sources (uses)	<u>7,000</u>	<u>7,000</u>	<u>-</u>	<u>(7,000)</u>
Net change in fund balances	7,000	7,000	(306,631)	(313,631)
Fund balances - beginning	(22,087)	(22,087)	(22,087)	-
Fund balances - ending	<u>\$ (15,087)</u>	<u>\$ (15,087)</u>	<u>\$ (328,718)</u>	<u>\$ (313,631)</u>

City of Ukiah, California
Debt Service Reserve 2022 LRB
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

Debt Service Reserve 2022 LRB				
	Original	Final	Actual	Variance - Positive (Negative)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	2,450,728	2,450,728
Total other financing sources (uses)	-	-	2,450,728	2,450,728
Net change in fund balances	-	-	2,450,728	2,450,728
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ -	\$ -	\$ 2,450,728	\$ 2,450,728

City of Ukiah, California
Riparian Corridor Enhancement
Schedule of Revenue, Expenditures, and Change in Fund Balances
Budget and Actual
For the Fiscal Year Ended June 30, 2022

	Riparian Corridor Enhancement			Variance - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Use of money and property	\$ -	\$ -	\$ (1,686)	\$ (1,686)
Total revenues	-	-	(1,686)	(1,686)
Excess (deficiency) of revenues over expenditures	-	-	(1,686)	(1,686)
Net change in fund balances	-	-	(1,686)	(1,686)
Fund balances - beginning	146,036	146,036	146,036	-
Fund balances - ending	\$ 146,036	\$ 146,036	\$ 144,350	\$ (1,686)

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, 2022

	Parking District	Ambulance Services	Golf	Conference Center	Airport	Street Lighting	Total Nonmajor Enterprise Funds
ASSETS							
Current assets:							
Cash and investments	\$ 13,714	\$ -	\$ 85,824	\$ 213	\$ 140,967	\$ 1	\$ 240,719
Accounts receivable	8,759	77,166	-	37,659	51,663	22,038	197,285
Lease Receivable	-	-	158,207	-	-	-	158,207
Interest receivable	4	-	25	-	124	-	153
Grants and subventions receivable	-	-	-	-	396,600	-	396,600
Total current assets	22,477	77,166	244,056	37,872	589,354	22,039	992,964
Noncurrent assets:							
Advances to other funds	-	-	647,626	-	-	-	647,626
Net pension asset	-	-	979	77,038	139,714	-	217,731
Land	183,871	-	965,284	372,750	271,957	-	1,793,862
Construction in progress	-	-	-	-	499,965	-	499,965
Infrastructure and network	77,682	-	340,353	-	6,301,252	509,867	7,229,154
Buildings and improvements	-	-	439,213	2,294,471	1,651,825	-	4,385,509
Machinery equipment and vehicles	33,043	271,447	-	-	619,748	-	924,238
Less accumulated depreciation	(54,554)	(23,775)	(586,300)	(1,307,849)	(2,836,337)	(20,179)	(4,828,994)
Total noncurrent assets	240,042	247,672	1,807,155	1,436,410	6,648,124	489,688	10,869,091
Total assets	262,519	324,838	2,051,211	1,474,282	7,237,478	511,727	11,862,055
DEFERRED OUTFLOWS OF RESOURCES							
Pension related	-	-	371	29,193	52,944	-	82,508
Total deferred outflows of resources	-	-	371	29,193	52,944	-	82,508
Total assets and deferred outflows of resources	262,519	324,838	2,051,582	1,503,475	7,290,422	511,727	11,944,563
LIABILITIES							
Current liabilities:							
Accounts payable	4,526	55,855	83,852	16,061	41,013	12,226	213,533
Accrued payroll liabilities	-	38,317	1,282	8,595	17,712	-	65,906
Due to other funds	-	-	-	27,500	420,002	-	447,502
Deposits payable	-	-	-	2,162	3,762	-	5,924
Interest payable	-	-	676	340	12,697	-	13,713
Compensated absences - current	-	390	230	1,095	3,072	-	4,787
Long-term obligations - current	-	-	1,852	932	42,107	-	44,891
Total current liabilities	4,526	94,562	87,892	56,685	540,365	12,226	796,256
Noncurrent liabilities:							
Advance from other funds	54,136	449,200	930,200	82,202	-	313,433	1,829,171
Installment obligations	-	-	72,744	36,601	1,363,935	-	1,473,280
Compensated absences	-	3,507	2,067	9,869	27,649	-	43,092
Total noncurrent liabilities	54,136	452,707	1,005,011	128,672	1,391,584	313,433	3,345,543
Total liabilities	58,662	547,269	1,092,903	185,357	1,931,949	325,659	4,141,799
DEFERRED INFLOWS OF RESOURCES							
Pension related	-	-	1,383	108,774	197,268	-	307,425
Lease related	-	-	158,207	-	-	-	158,207
Total deferred inflows of resources	-	-	159,590	108,774	197,268	-	465,632
Total liabilities and deferred inflows of resources	58,662	547,269	1,252,493	294,131	2,129,217	325,659	4,607,431
NET POSITION							
Net investment in capital assets	240,042	247,670	1,158,550	1,359,374	6,359,424	489,688	9,854,748
Unrestricted	(36,185)	(470,101)	(359,461)	(150,030)	(1,198,219)	(303,620)	(2,517,616)
Total net position	\$ 203,857	\$ (222,431)	\$ 799,089	\$ 1,209,344	\$ 5,161,205	\$ 186,068	\$ 7,337,132

City of Ukiah, California
Combining Statement of Revenues, expenses, and Changes in Net Position
Nonmajor Enterprise Funds
Year Ended June 30, 2022

	Parking District	Ambulance Services	Golf	Conference Center	Airport	Street Lighting	Total Nonmajor Enterprise Funds
OPERATING REVENUES							
Charges for service	\$ 34,880	\$ 548,130	\$ -	\$ 15,939	\$ 18,827	\$ 189,163	\$ 806,939
Licenses and permits	30,324	-	-	-	-	-	30,324
Fines penalties and forfeitures	57,607	-	-	-	-	-	57,607
Facility rental	-	-	40,000	238,269	416,200	-	694,469
Fuel sales	-	-	-	-	896,179	-	896,179
Miscellaneous	-	-	-	-	2,588	-	2,588
Total operating revenues	122,811	548,130	40,000	254,208	1,333,794	189,163	2,488,106
OPERATING EXPENSES							
General and administrative	23,145	178,441	26,779	44,221	194,674	20,195	487,455
Maintenance and operations	118,357	739,012	208,482	212,382	495,233	122,605	1,896,071
Fuel	-	-	-	-	576,612	-	576,612
Depreciation	6,112	11,888	6,456	45,889	193,138	2,943	266,426
Total operating expenses	147,614	929,341	241,717	302,492	1,459,657	145,743	3,226,564
Operating income (loss)	(24,803)	(381,211)	(201,717)	(48,284)	(125,863)	43,420	(738,458)
NONOPERATING REVENUES (EXPENSES)							
Property tax	17,057	-	-	-	-	-	17,057
Capital contributions	-	23,497	-	-	45,469	-	68,966
Intergovernmental	-	-	-	-	30,000	-	30,000
Interest, rent, and concessions	(57)	-	114,033	-	(4,875)	-	109,101
Interest expense and fiscal charges	-	-	(4,221)	(2,124)	(74,769)	-	(81,114)
Total nonoperating revenues (expenses)	17,000	23,497	109,812	(2,124)	(4,175)	-	144,010
Income (loss) before contributions and transfers	(7,803)	(357,714)	(91,905)	(50,408)	(130,038)	43,420	(594,448)
Change in net position	(7,803)	(357,714)	(91,905)	(50,408)	(130,038)	43,420	(594,448)
Total net position - beginning	211,660	135,283	890,994	1,259,752	5,291,243	142,648	7,931,580
Total net position - ending	\$ 203,857	\$ (222,431)	\$ 799,089	\$ 1,209,344	\$ 5,161,205	\$ 186,068	\$ 7,337,132

City of Ukiah, California
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
Year Ended June 30, 2022

	Parking District	Ambulance	Golf	Conference Center	Airport	Street Lighting	Total
CASH FLOWS FROM OPERATING ACTIVITIES							
Cash receipts from customers	\$ 139,244	\$ 470,961	\$ 40,499	\$ 226,112	\$ 1,288,532	\$ 188,072	\$ 2,353,420
Payments to employees	-	(38,231)	(24,854)	(148,928)	(390,487)	-	(602,500)
Payments to suppliers	(122,127)	(617,947)	(161,263)	(56,501)	(769,219)	(272,946)	(2,000,003)
Payments for interfund services used	(23,145)	(178,441)	(26,778)	(44,220)	(194,676)	(20,195)	(487,455)
Other payments	-	-	-	-	(2,396)	-	(2,396)
Net cash provided (used) by operating activities	(6,028)	(363,658)	(172,396)	(23,537)	(68,246)	(105,069)	(738,934)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Principal payments received on loans receivable	-	-	5,500	-	-	-	5,500
Cash received (paid) to other funds	-	449,200	158,951	25,607	2	127,163	760,923
Property taxes received	17,057	-	-	-	-	-	17,057
Proceeds from pension bonds	-	-	(1,070)	(539)	(18,024)	-	(19,633)
Net cash provided (used) by noncapital financing activities	17,057	449,200	163,381	25,068	(18,022)	127,163	763,847
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Capital grants and contributions	-	23,497	-	-	338,148	-	361,645
Interest paid	-	-	(3,545)	(1,783)	(63,467)	-	(68,795)
Principal paid on capital and related debt	-	-	-	-	(10,655)	-	(10,655)
Acquisition and construction of capital assets	2	(179,916)	-	-	(35,804)	(27,533)	(243,251)
Net cash provided (used) by capital and related financing activities	2	(156,419)	(3,545)	(1,783)	228,222	(27,533)	38,944
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest received	(63)	16	24,023	-	(5,122)	-	18,854
Net cash provided (used) by investing activities	(63)	16	24,023	-	(5,122)	-	18,854
Net increase (decrease) in cash and cash equivalents	10,968	(70,861)	11,463	(252)	136,832	(5,439)	82,711
Balances - beginning of year	2,746	70,861	74,361	465	4,135	5,440	158,008
Balances - end of the year	\$ 13,714	\$ -	\$ 85,824	\$ 213	\$ 140,967	\$ 1	\$ 240,719
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:							
Operating Income	\$ (24,803)	\$ (381,211)	\$ (201,717)	\$ (48,284)	\$ (125,863)	\$ 43,420	\$ (738,458)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation	6,112	11,888	6,456	45,889	193,138	2,943	266,426
Changes in assets and liabilities:							
Decrease (increase) in accounts receivable	16,432	(77,167)	(157,707)	(28,094)	(45,265)	(1,091)	(292,892)
Decrease (increase) in deferred outflows	-	-	230,383	362,557	1,177,440	-	1,770,380
Increase (decrease) in accounts payable	(3,769)	40,619	23,737	10,358	(62,285)	(150,341)	(141,681)
Increase (decrease) in accrued salaries and benefits	-	38,317	270	3,432	(2,236)	-	39,783
Increase (decrease) in compensated absences	-	3,896	276	1,156	2,751	-	8,079
Increase (decrease) in deferred inflows	-	-	1,348	108,585	196,674	-	306,607
Increase (decrease) in net pension liability	-	-	(75,442)	(479,136)	(1,402,600)	-	(1,957,178)
Net cash provided (used) by operating activities	\$ (6,028)	\$ (363,658)	\$ (172,396)	\$ (23,537)	\$ (68,246)	\$ (105,069)	\$ (738,934)

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
Internal Service Funds
June 30, 2022

	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	\$ 401,264	\$ 360,121	\$ 415,480	\$ 63,226	\$ 61,864	\$ 545,921	\$ 189,867	\$ 455,146	\$ 82,059	\$ 2,574,948
Restricted cash and investments	-	-	-	-	-	-	-	16,738,592	-	16,738,592
Accounts receivable	11,679	-	-	21,342	-	-	-	-	-	33,021
Interest receivable	-	100	139	-	-	-	2	212	-	453
Inventories and prepaids	1,500	-	-	-	-	-	-	-	-	1,500
Total current assets	414,443	360,221	415,619	84,568	61,864	545,921	189,869	17,193,950	82,059	19,348,514
Noncurrent assets:										
Land	-	-	-	-	-	-	-	762,562	-	762,562
Construction in progress	-	-	-	-	-	-	-	840,701	-	840,701
Buildings and improvements	-	-	-	327,113	-	-	-	189,483	-	516,596
Machinery equipment and vehicles	-	-	-	203,051	4,769	130,369	242,007	81,206	482,172	1,143,574
Less accumulated depreciation	-	-	-	(310,920)	(4,769)	(130,369)	(233,969)	(25,597)	(286,159)	(991,783)
Total noncurrent assets	-	-	-	219,244	-	-	8,038	1,848,355	196,013	2,271,650
Total assets	414,443	360,221	415,619	303,812	61,864	545,921	197,907	19,042,305	278,072	21,620,164
LIABILITIES										
Current liabilities:										
Accounts payable	101,724	-	-	7,018	1,721	31,439	2,252	77,018	42,010	263,182
Accrued payroll liabilities	147,429	-	-	15,593	28,592	40,072	56,018	23,118	48,425	359,247
Interest payable	-	-	-	-	-	-	-	163,864	-	163,864
Compensated absences - current	21,901	-	-	3,834	3,656	4,239	5,192	2,948	1,229	42,999
Long-term obligations - current	-	143,486	49,583	-	-	-	-	383,047	-	576,116
Total current liabilities	271,054	143,486	49,583	26,445	33,969	75,750	63,462	649,995	91,664	1,405,408
Noncurrent liabilities:										
Claims payable	-	143,486	-	-	-	-	-	-	-	143,486
Advance from other funds	-	-	-	-	-	-	-	640,000	-	640,000
Compensated absences	197,105	-	-	34,506	32,910	38,155	46,730	26,542	11,057	387,005
Due in more than one year	-	-	-	-	-	-	-	18,264,771	-	18,264,771
Total noncurrent liabilities	197,105	143,486	-	34,506	32,910	38,155	46,730	18,931,313	11,057	19,435,262
Total liabilities	468,159	286,972	49,583	60,951	66,879	113,905	110,192	19,581,308	102,721	20,840,670
NET POSITION										
Net investment in capital assets	-	-	-	219,244	-	-	8,037	1,848,356	196,013	2,271,650
Unrestricted	(53,716)	73,249	366,036	23,617	(5,015)	432,016	79,678	(2,387,359)	(20,662)	(1,492,156)
Total net position	\$ (53,716)	\$ 73,249	\$ 366,036	\$ 242,861	\$ (5,015)	\$ 432,016	\$ 87,715	\$ (539,003)	\$ 175,351	\$ 779,494

City of Ukiah, California
Combining Statement of Revenues, Expenses, and Changes in Net Position
Internal Service Funds
Year Ended June 30, 2022

	City Administrative Services	Worker's Comp	Liability	Garage	Purchasing	Billing And Collection	Public Safety Dispatch	Building & Maintenance	Information Technology	Total Enterprise Funds
OPERATING REVENUES										
Charges for service	\$ 5,122,634	\$ 1,224,555	\$ 1,128,159	\$ 590,923	\$ 636,917	\$ 1,384,769	\$ 1,669,567	\$ 1,177,969	\$ 1,785,857	\$ 14,721,350
Miscellaneous	-	-	-	-	1,138	-	-	-	-	1,138
Total operating revenues	<u>5,122,634</u>	<u>1,224,555</u>	<u>1,128,159</u>	<u>590,923</u>	<u>638,055</u>	<u>1,384,769</u>	<u>1,669,567</u>	<u>1,177,969</u>	<u>1,785,857</u>	<u>14,722,488</u>
OPERATING EXPENSES										
General and administrative	785,470	12,587	112,022	115,041	84,104	233,382	221,440	202,993	201,493	1,968,532
Maintenance and operations	4,109,181	1,429,506	1,232,898	423,751	493,251	1,133,537	1,282,695	702,630	1,439,158	12,246,607
Depreciation	-	-	-	29,109	-	-	5,259	12,187	93,893	140,448
Total operating expenses	<u>4,894,651</u>	<u>1,442,093</u>	<u>1,344,920</u>	<u>567,901</u>	<u>577,355</u>	<u>1,366,919</u>	<u>1,509,394</u>	<u>917,810</u>	<u>1,734,544</u>	<u>14,355,587</u>
Operating income (loss)	<u>227,983</u>	<u>(217,538)</u>	<u>(216,761)</u>	<u>23,022</u>	<u>60,700</u>	<u>17,850</u>	<u>160,173</u>	<u>260,159</u>	<u>51,313</u>	<u>366,901</u>
NONOPERATING REVENUES (EXPENSES)										
Capital contributions	-	-	-	-	-	-	-	50,000	-	50,000
Intergovernmental	-	-	-	-	-	3,650	-	-	-	3,650
Interest, rent, and concessions	3,078	(4,593)	(7,233)	(1)	-	-	(102)	(24,377)	-	(33,228)
Miscellaneous	-	-	-	-	512	-	-	-	-	512
Interest expense and fiscal charges	-	-	-	-	-	-	-	(176,439)	(224)	(176,663)
Debt Issuance Costs	-	-	-	-	-	-	-	(131,565)	-	(131,565)
Total nonoperating revenues (expenses)	<u>3,078</u>	<u>(4,593)</u>	<u>(7,233)</u>	<u>(1)</u>	<u>512</u>	<u>3,650</u>	<u>(102)</u>	<u>(282,381)</u>	<u>(224)</u>	<u>(287,294)</u>
Income (loss) before contributions and transfers	231,061	(222,131)	(223,994)	23,021	61,212	21,500	160,071	(22,222)	51,089	79,607
Transfers out	<u>(337,528)</u>	<u>-</u>	<u>-</u>	<u>(37,393)</u>	<u>(65,491)</u>	<u>(80,888)</u>	<u>(126,027)</u>	<u>(987,347)</u>	<u>(95,809)</u>	<u>(1,730,483)</u>
Change in net position	<u>(106,467)</u>	<u>(222,131)</u>	<u>(223,994)</u>	<u>(14,372)</u>	<u>(4,279)</u>	<u>(59,388)</u>	<u>34,044</u>	<u>(1,009,569)</u>	<u>(44,720)</u>	<u>(1,650,876)</u>
Total net position - beginning	<u>52,751</u>	<u>295,380</u>	<u>590,030</u>	<u>257,233</u>	<u>(736)</u>	<u>491,404</u>	<u>53,671</u>	<u>470,566</u>	<u>220,071</u>	<u>2,430,370</u>
Total net position - ending	<u>\$ (53,716)</u>	<u>\$ 73,249</u>	<u>\$ 366,036</u>	<u>\$ 242,861</u>	<u>\$ (5,015)</u>	<u>\$ 432,016</u>	<u>\$ 87,715</u>	<u>\$ (539,003)</u>	<u>\$ 175,351</u>	<u>\$ 779,494</u>

City of Ukiah, California
Combining Statement of Cash Flows
Internal Service Funds
Year Ended June 30, 2022

	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	\$ 52,064	\$ 67,659	\$ -	\$ 7,364	\$ 1,270	\$ 1,180	\$ -	\$ 9,086	\$ -	\$ 138,623
Receipts from interfund services provided	-	1,224,554	1,128,158	569,582	636,918	1,383,533	1,182,896	1,177,967	1,785,857	9,089,465
Payments to employees	(2,660,239)	-	-	(316,046)	(453,296)	(803,155)	(1,170,272)	(437,828)	(890,268)	(6,731,104)
Payments to suppliers	(1,238,519)	(1,679,757)	(1,321,360)	(108,097)	(35,155)	(380,152)	(88,820)	(269,262)	(555,584)	(5,676,706)
Payments for interfund services used	4,337,164	(12,587)	(112,022)	(115,041)	(84,104)	(233,382)	(221,440)	(202,993)	(201,493)	3,154,102
Other payments	(10,000)	-	-	-	-	-	-	-	-	(10,000)
Other operating cash receipts (payments)	-	-	-	-	-	-	486,672	-	926	487,598
Net cash provided (used) by operating activities	480,470	(400,131)	(305,224)	37,762	65,633	(31,976)	189,036	276,970	139,438	451,978
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES										
Cash received (paid) to other funds	(337,526)	-	1	(37,393)	(65,491)	464,157	(126,027)	(1,532,393)	(95,809)	(1,730,481)
Grants and contributions	-	-	-	-	-	3,650	-	50,000	-	53,650
Net cash provided (used) by noncapital financing activities	(337,526)	-	1	(37,393)	(65,491)	467,807	(126,027)	(1,482,393)	(95,809)	(1,676,831)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES										
Interest paid	-	-	-	-	-	-	-	990,722	(1,282)	989,440
Principal paid on capital and related debt	-	-	-	-	-	-	-	(90,000)	(58,280)	(148,280)
Proceeds from bonds	-	-	-	-	-	-	-	14,850,000	-	14,850,000
Acquisition and construction of capital assets	-	-	-	-	-	-	-	(178,189)	-	(178,189)
Net cash provided (used) by capital and related financing activities	-	-	-	-	-	-	-	15,572,533	(59,562)	15,512,971
CASH FLOWS FROM INVESTING ACTIVITIES										
Interest received	3,077	(4,691)	(7,373)	(1)	512	-	(105)	(24,587)	-	(33,168)
Net cash provided (used) by investing activities	3,077	(4,691)	(7,373)	(1)	512	-	(105)	(24,587)	-	(33,168)
Net increase (decrease) in cash and cash equivalents	146,021	(404,822)	(312,596)	368	654	435,831	62,904	14,342,523	(15,933)	14,254,950
Balances - beginning of year	255,243	764,943	728,076	62,858	61,210	110,090	126,963	2,851,215	97,992	5,058,590
Balances - end of the year	\$ 401,264	\$ 360,121	\$ 415,480	\$ 63,226	\$ 61,864	\$ 545,921	\$ 189,867	\$ 17,193,738	\$ 82,059	\$ 19,313,540
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:										
Operating Income	\$ 227,983	\$ (217,538)	\$ (216,761)	\$ 23,022	\$ 60,700	\$ 17,850	\$ 160,173	\$ 260,159	\$ 51,313	\$ 366,901
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:										
Depreciation	-	-	-	29,109	-	-	5,260	12,186	93,893	140,448
Changes in assets and liabilities:										
Decrease (increase) in accounts receivable	52,064	67,658	-	(13,977)	132	-	-	9,086	926	115,889
Decrease (increase) in prepaids	(1,500)	-	-	-	-	-	-	-	-	(1,500)
Increase (decrease) in accounts payable	(45,666)	(106,765)	(38,880)	(2,494)	192	(10,721)	(5,865)	(14,611)	(2,330)	(227,140)
Increase (decrease) in accrued salaries and benefits	28,583	-	-	1,198	6,361	(34,067)	43,182	6,176	3,608	55,041
Increase (decrease) in compensated absences	219,006	-	-	904	(1,752)	(5,038)	(13,714)	3,974	(7,972)	195,408
Increase (decrease) in claims payable	-	(143,486)	(49,583)	-	-	-	-	-	-	(193,069)
Net cash provided (used) by operating activities	\$ 480,470	\$ (400,131)	\$ (305,224)	\$ 37,762	\$ 65,633	\$ (31,976)	\$ 189,036	\$ 276,970	\$ 139,438	\$ 451,978
Noncash investing, capital and financing activities										
Amortization related to long-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 58,047	\$ -	\$ 58,047

Combining Fiduciary Funds

CUSTODIAL FUNDS

Special Deposit Custodial Fund

Resources held for outside parties that are not available for spending by the City.

General Services Clearing (Accounts Receivable) Fund

Resources held on a limited basis act as a clearing fund for utility billing collections.

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.

Ukiah Valley Sanitation District

Resources held for the benefit of the Ukiah Valley Sanitation District resulting from collections from sewer billing and payments to the City for share of operating and debt service costs.

City of Ukiah, California
Combining Fiduciary Net Position
Custodial Funds
June 30, 2022

	Special Deposit Trust	General Service (Accts Recv)	Garbage Billing & Collection	Russian River Watershed Assoc	Ukiah Valley Fire District	Ukiah Valley Sanitation District	Total Custodial funds
ASSETS							
Cash and investments	\$ 577,370	\$ 12,906	\$ 389,296	\$ 255,832	\$ 100	\$ 38,735	\$ 1,274,239
Accounts receivable	5,565	10,008	338,254	-	25,610	-	379,437
Interest receivable	-	-	-	71	191	-	262
Total assets	<u>582,935</u>	<u>22,914</u>	<u>727,550</u>	<u>255,903</u>	<u>25,901</u>	<u>38,735</u>	<u>1,653,938</u>
LIABILITIES							
Accounts payable	9,863	93	58,926	95,437	1,945	-	166,264
Accrued payroll liabilities	-	-	-	-	26,927	-	26,927
Deposits payable	524,213	-	-	-	-	-	524,213
Interest payable	-	-	-	-	5,697	-	5,697
Due to other agencies	-	-	172,893	-	-	-	172,893
Intergovernmental payable	25,296	-	-	-	-	-	25,296
Due to City of Ukiah	23,563	22,821	531,384	-	708,099	-	1,285,867
Total liabilities	<u>582,935</u>	<u>22,914</u>	<u>763,203</u>	<u>95,437</u>	<u>742,668</u>	<u>-</u>	<u>2,207,157</u>
NET POSITION							
Restricted for:							
Individuals, Organizations and Other Governments	-	-	(35,653)	160,466	(716,767)	38,735	(553,219)
Total net position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (35,653)</u>	<u>\$ 160,466</u>	<u>\$ (716,767)</u>	<u>\$ 38,735</u>	<u>\$ (553,219)</u>

City of Ukiah, California
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Fiscal Year Ended June 30, 2022

	Special Deposit Trust	General Service (Accts Recv)	Garbage Billing & Collection	Russian River Watershed Assoc	Ukiah Valley Fire District	Ukiah Valley Sanitation District	Total Custodial funds
ADDITIONS							
Contributions:							
Taxes and assessments collected for other governments	\$ -	\$ -	\$ -	\$ -	\$ 1,209,186	\$ -	\$ 1,209,186
Service charges collected for other governments	-	-	-	-	137,222	529,830	667,052
Service charges collected for other agencies	-	-	1,413,261	-	-	-	1,413,261
Intergovernmental	-	-	-	-	625,634	-	625,634
Miscellaneous	-	-	-	-	1,259	-	1,259
Members	-	-	-	562,294	-	-	562,294
Total contributions	-	-	1,413,261	562,294	1,973,301	529,830	4,478,686
Investment earnings:							
Interest, rent, and concessions	-	-	-	(3,326)	(8,349)	(16,675)	(28,350)
Total investment earnings	-	-	-	(3,326)	(8,349)	(16,675)	(28,350)
Total additions	-	-	1,413,261	558,968	1,964,952	513,155	4,450,336
DEDUCTIONS							
General and administrative	-	-	-	-	9,460	-	9,460
Maintenance and operations	-	-	40,873	-	2,141,347	-	2,182,220
Interest expense and fiscal charges	-	-	-	-	74,824	-	74,824
Distributions to other governments	-	-	-	467,017	-	491,187	958,204
Payments to other agencies for service charges collected	-	-	643,940	-	-	-	643,940
Payments to City for services provided	-	-	764,101	-	257,809	-	1,021,910
Total deductions	-	-	1,448,914	467,017	2,483,440	491,187	4,890,558
Net increase (decrease) in fiduciary net position	-	-	(35,653)	91,951	(518,488)	21,968	(440,222)
Net Position -- beginning of the year	-	-	-	68,515	(198,279)	16,767	(112,997)
Net Position -- end of the year	\$ -	\$ -	\$ (35,653)	\$ 160,466	\$ (716,767)	\$ 38,735	\$ (553,219)

STATISTICAL SECTION

STATISTICAL SECTION INDEX

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.....	163
Changes in Net Position.....	164
Fund Balances, Governmental Funds	166
Changes in Fund Balances, Governmental Funds	167

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.

Tax Revenues by Source, Governmental Funds.....	168
Property Tax Rates.....	169
Electric Utility Rates	170
Wastewater Utility Rates	171
Water Utility Rates.....	172
Top Ten Electric Usage Customers.....	173

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.

Ratio of Outstanding Debt by Type.....	174
Ratio of General Bonded Outstanding Debt	175

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.

Demographic and Economic Statistics	179
Principal Employers	180

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.

Full-time and Part-time City Employees by Function	181
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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.

Financial Trends

City of Ukiah, California
 Net Position by Component
 Last Ten Fiscal Years
 Fiscal Year Ended June 30, 2022
 (Accrual basis of accounting)

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

For Fiscal Year Ended June 30	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities										
Net investment in capital assets	\$ 27,304,019	\$ 27,139,213	\$ 27,624,813	\$ 29,088,528	\$ 33,668,910	\$ 38,289,548	\$ 42,321,290	\$ 47,339,972	\$ 50,915,097	\$ 56,905,670
Restricted	3,025,432	6,021,075	12,931,066	12,263,161	11,698,264	12,610,721	12,610,721	10,544,419	15,484,736	15,368,987
Unrestricted	15,461,713	12,110,479	(20,291,488)	(20,646,894)	(17,337,366)	(21,409,323)	(18,876,394)	(19,796,054)	(18,505,530)	(14,390,245)
Total governmental net position	\$ 45,791,164	\$ 45,270,767	\$ 20,264,391	\$ 20,704,795	\$ 28,029,808	\$ 29,490,946	\$ 36,055,617	\$ 38,088,337	\$ 47,894,303	\$ 57,884,412
Business-type activities										
Net investment in capital assets	\$ 44,514,348	\$ 46,693,900	\$ 50,088,246	\$ 54,756,782	\$ 46,328,983	\$ 70,965,675	\$ 86,114,096	\$ 119,060,268	\$ 126,053,127	\$ 128,557,177
Restricted	2,027,529	2,072,014	2,072,225	2,427,020	-	81,993	123,367	99,829	251,126	320,241
Unrestricted	32,460,639	31,604,793	26,648,008	24,215,129	31,286,562	19,917,540	16,454,313	2,219,045	(7,298,061)	(17,969,112)
Total business-type net position	\$ 79,002,516	\$ 80,370,707	\$ 78,808,479	\$ 81,398,931	\$ 77,615,545	\$ 90,965,208	\$ 102,691,776	\$ 121,379,142	\$ 119,006,192	\$ 110,908,306
Primary governmental										
Net investment in capital assets	\$ 71,818,367	\$ 73,833,113	\$ 77,713,059	\$ 83,845,310	\$ 79,997,893	\$ 109,255,223	\$ 128,435,386	\$ 166,400,240	\$ 176,968,224	\$ 185,462,847
Restricted	5,052,961	8,093,089	15,003,291	14,690,181	11,698,264	12,692,714	12,734,088	10,644,248	15,735,862	15,689,228
Unrestricted	47,922,352	43,715,272	6,356,520	3,568,235	13,949,197	(1,491,783)	(2,422,081)	(17,577,009)	(25,803,591)	(32,359,357)
Total primary governmental net position	\$ 124,793,680	\$ 125,641,474	\$ 99,072,870	\$ 102,103,726	\$ 105,645,354	\$ 120,456,154	\$ 138,747,393	\$ 159,467,479	\$ 166,900,495	\$ 168,792,718

Source: Audited Financial Statements – Statement of Net Position

City of Ukiah, California
Changes in Net Position
Last Ten Fiscal Years
Fiscal Year Ended June 30, 2022
(Accrual basis of accounting)

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

	Fiscal Year									
For Fiscal Year Ended June 30	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental activities:										
General government	\$ 2,956,583	\$ 3,715,968	\$ 772,771	\$ 142,792	\$ 141,713	\$ 1,856,104	\$ 2,655,969	\$ 99,829	\$ 838,727	\$ 2,824,700
Public safety	10,514,943	9,867,900	10,563,479	11,081,325	8,887,246	11,794,779	12,167,151	12,812,411	13,659,736	10,238,317
Housing and community development	1,254,265	832,020	348,477	891,644	171,523	1,039,784	2,128,714	2,833,311	1,460,134	2,058,024
Public works	2,109,273	2,290,261	2,847,800	2,555,524	296,934	4,018,082	3,467,503	4,752,062	3,426,376	2,357,684
Parks and recreation	2,481,572	2,540,689	2,829,367	2,757,551	39,796	3,306,839	3,861,576	3,973,413	4,201,399	5,640,841
Economic development and redevelopment	-	-	-	-	-	273,570	299,397	403,808	290,261	84,274
Interest on long-term debt	-	-	-	-	-	59,477	176,067	165,210	992,902	1,674,767
Total governmental activities expenses	\$ 19,316,636	\$ 19,246,838	\$ 17,361,894	\$ 17,428,836	\$ 9,537,212	22,348,635	24,756,377	25,040,044	24,869,535	24,878,607
Business-type activities:										
Airport	-	-	-	-	-	1,532,905	1,360,631	1,528,285	1,857,261	1,541,733
Conference Center	-	-	-	-	-	369,045	500,305	503,445	(336,910)	306,131
Electric	14,483,083	14,554,884	16,140,229	15,779,225	17,408,177	15,830,736	17,373,419	18,854,227	19,695,234	22,839,554
Golf	-	-	-	-	-	223,341	213,949	251,078	144,680	247,149
Landfill	-	-	-	-	-	667,140	2,114,576	4,165,711	969,800	1,417,733
Parking District	-	-	-	-	-	153,620	128,643	171,705	137,930	148,354
Street Lighting	-	-	-	-	-	395,694	43,349	147,861	186,765	146,475
Wastewater	8,637,591	8,118,315	8,229,553	8,620,824	10,092,436	10,116,164	10,979,067	11,580,850	9,659,518	8,747,889
Water	3,851,349	3,717,064	3,783,257	3,930,252	5,187,510	4,659,530	4,111,529	6,196,274	8,179,199	7,390,232
Disposal site	413,057	573,478	5,950,554	388,553	565,819	-	-	-	-	-
Nonmajor activities	2,648,970	2,196,235	2,287,340	2,029,834	2,816,055	-	-	11,089	55,894	933,997
Total business-type activities expenses	29,834,650	29,160,036	36,300,333	30,748,488	36,069,997	33,948,175	36,825,468	43,410,525	40,549,371	43,719,247
Total primary government expenses	\$ 49,151,286	\$ 48,406,874	\$ 53,752,827	\$ 48,177,324	\$ 45,607,209	\$ 56,296,810	\$ 61,581,845	\$ 68,450,569	\$ 65,418,906	\$ 68,597,854
Program revenues										
Governmental activities:										
Charges for services										
General government	\$ 1,005,296	\$ 1,255,815	\$ 288,049	\$ 258,262	\$ 333,458	366,171	111,355	234,487	\$ 78,607	\$ 70,182
Public safety	1,224,421	851,328	221,156	284,562	362,711	567,592	505,451	301,503	326,986	463,486
Housing and community development	456,294	197,003	-	-	-	454,920	783,575	390,121	573,410	600,754
Public works	368,895	682,559	215,615	339,403	-	28,773	92,923	435,190	542,554	430,712
Parks and recreation	1,072,615	749,548	756,906	716,575	791,257	782,091	786,161	788,687	1,715,541	2,944,741
Economic development and redevelopment	-	-	-	-	-	256,554	259,897	7,289	250,000	250,000
Operating grants and contributions	1,237,955	1,097,599	1,471,799	2,283,777	1,233,883	3,007,794	2,044,901	4,431,684	7,890,530	4,947,892
Capital grants and contributions	250,992	483,992	889,024	859,772	1,325,091	618,546	1,574,928	76,898	771,125	2,424,991
Total governmental activities program revenues	5,616,468	5,317,844	3,842,549	4,742,351	4,046,400	6,082,441	6,159,191	6,665,859	12,148,753	12,132,758
Business-type activities:										
Charges for services										
Airport	-	-	-	-	-	1,326,141	1,541,327	1,234,045	1,390,195	1,333,795
Conference Center	-	-	-	-	-	367,504	369,245	274,794	210,000	254,208
Electric	15,140,175	14,993,910	15,243,471	15,076,565	15,971,210	15,875,141	16,193,492	15,581,664	18,141,046	16,576,739
Golf	-	-	-	-	-	133,370	36,669	40,000	38,500	40,000
Landfill	-	-	-	-	-	630,477	646,611	703,549	716,223	650,086
Parking District	-	-	-	-	-	134,689	120,121	114,068	100,679	122,811
Street Lighting	-	-	-	-	-	191,388	188,814	188,873	183,278	189,163
Wastewater	6,213,481	8,832,757	9,264,399	9,667,659	7,493,383	8,093,392	8,002,895	7,851,031	7,935,941	7,876,513
Water	5,813,699	6,006,675	5,579,127	5,446,778	5,785,553	6,486,959	6,502,379	6,909,764	7,228,258	7,107,835
Disposal site	129,321	132,287	217,999	132,106	362,018	-	-	-	-	-
Nonmajor activities	2,467,226	1,965,547	2,053,819	1,806,110	1,723,513	-	-	14,441	79,891	548,129
Operating grants and contributions	40,717	57,271	-	10,384	210,298	534,619	819,586	2,830,622	759,696	1,572,005
Capital grants and contributions	-	-	25,175	-	2,640,396	2,592,224	12,524,559	24,876,967	556,033	201,152
Total business-type activities program revenues	29,804,619	31,988,447	32,383,990	32,139,602	34,186,371	36,365,904	46,945,696	60,619,818	37,339,740	36,472,436
Total primary government program revenues	\$ 35,421,087	\$ 37,306,291	\$ 36,226,539	\$ 36,881,953	\$ 38,232,771	\$ 42,448,345	\$ 53,104,889	\$ 67,285,677	\$ 49,488,493	\$ 48,605,194
Net (Expense) Revenue										
Government activities	\$ (13,700,168)	\$ (13,928,994)	\$ (13,519,345)	\$ (12,686,485)	\$ (5,490,812)	\$ (16,266,194)	\$ (18,597,186)	\$ (18,374,185)	\$ (12,720,782)	\$ (12,745,849)
Business-type activities	(30,031)	2,828,411	(4,006,943)	1,391,114	(1,883,626)	2,417,729	10,120,230	(3,209,631)	(3,209,631)	(7,246,811)
Total primary government net expense	\$ (13,730,199)	\$ (11,100,583)	\$ (17,526,288)	\$ (11,295,371)	\$ (7,374,438)	\$ (13,848,465)	\$ (8,476,956)	\$ (1,164,892)	\$ (15,930,413)	\$ (19,992,660)

City of Ukiah, California
Changes in Net Position (continued)
Last Ten Fiscal Years
Fiscal Year Ended June 30, 2022
(Accrual basis of accounting)

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
For Fiscal Year Ended June 30										
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property tax	\$ 1,484,934	\$ 1,251,189	\$ 3,729,370	\$ 3,531,272	\$ 1,470,323	2,890,291	2,984,192	3,139,960	3,408,846	3,520,010
Sales tax	6,901,284	7,134,537	5,976,938	6,740,622	9,805,225	10,745,095	11,974,379	13,313,206	15,535,021	14,553,285
Licenses, permits and franchises	-	-	-	-	-	1,653,146	1,781,141	1,742,671	1,815,271	1,846,594
Transient occupancy	828,000	959,570	1,061,823	1,229,814	1,302,336	1,406,417	1,496,473	1,365,477	1,367,852	1,487,139
Business license	-	-	-	-	-	380,797	303,604	411,997	560,527	533,653
Other taxes	929,173	916,007	2,281,810	1,939,984	2,450,254	249	462	888	1,136	888
Use of money and property	-	-	-	-	-	708,389	850,711	696,930	266,006	(119,912)
Vehicle in-lieu taxes	1,229,156	1,237,181	-	-	-	-	-	-	-	-
Interest and investment earnings	91,117	93,521	501,217	323,373	404,235	-	-	-	-	-
Other revenue	-	-	-	-	-	306,746	181,676	246,319	17,052	280,944
Transfers	871,692	1,816,592	-	(473,539)	(639,819)	(363,796)	(410,782)	(510,543)	(444,963)	633,357
Total governmental activities	12,335,356	13,408,597	13,551,158	13,291,526	14,792,554	17,727,334	19,161,856	20,406,905	22,526,748	22,735,958
Business-type activities:										
Property tax	-	-	-	-	-	16,949	17,121	16,815	16,714	17,057
Interest and investment earnings	200,899	356,372	321,824	672,730	468,003	-	-	-	-	-
Use of money and property	-	-	-	-	-	247,347	1,166,919	950,715	352,781	(234,775)
Other revenue	-	-	-	-	-	-	11,513	-	22,223	-
Transfers	(584,482)	(1,816,592)	-	473,539	639,819	363,796	410,782	510,543	444,963	(633,357)
Total business-type activities	(383,583)	(1,460,220)	321,824	1,146,269	1,107,822	628,092	1,606,335	1,478,073	836,881	(851,075)
Total primary government	\$ 11,951,773	\$ 11,948,377	\$ 13,872,982	\$ 14,437,795	\$ 15,900,376	\$ 18,355,426	\$ 20,768,191	\$ 21,884,978	\$ 23,363,429	\$ 21,884,883
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	(1,179,845)	-	-	-	-	-	-	-	-	-
Total Accounting Change - Accumulative Effect	\$ (1,179,845)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Change in Net Position										
Government activities	\$ (1,364,812)	\$ (520,397)	\$ 31,813	\$ 605,041	\$ 9,301,742	\$ 1,461,140	\$ 6,564,670	\$ 2,032,720	\$ 9,805,966	\$ 9,990,109
Business-type activities	(1,593,459)	1,368,191	(3,685,119)	2,537,383	(5,760,114)	3,045,821	11,726,565	18,687,366	(2,372,950)	(8,097,886)
Total primary government	\$ (2,958,271)	\$ 847,794	\$ (3,653,306)	\$ 3,142,424	\$ 3,541,628	\$ 4,506,961	\$ 18,291,235	\$ 20,720,086	\$ 7,433,016	\$ 1,892,223

City of Ukiah, California
Fund Balances, Governmental Funds
Last Ten Fiscal Years
Fiscal Year Ended June 30, 2022
(Modified accrual basis of accounting)

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

For Fiscal Year Ended June 30	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Nonspendable	\$ 619,044	\$ 619,044	\$ 645,728	\$ 911,343	\$ 951,167	\$ 1,793,247	\$ 5,514,226	\$ 6,673,912	\$ 4,224,563	\$ 4,305,711
Restricted	-	-	-	-	-	4,000,000	-	-	-	-
Committed	183,956	203,105	-	-	-	-	-	194,655.0	-	-
Assigned	89,859	-	-	185,443.0	4,371,069	-	-	-	186,134	266,158
Unassigned	4,381,047	4,233,953	4,878,803	4,116,215	-	(1,623,326)	3,321,778	2,434,740	6,818,832	\$ 8,668,084
Total general fund	\$ 5,273,906	\$ 5,056,102	\$ 5,524,531	\$ 5,213,001	\$ 5,322,236	\$ 4,169,921	\$ 8,836,004	\$ 9,303,307	\$ 11,229,529	\$ 13,239,953
All other governmental funds										
Nonspendable	-	-	-	-	-	137,576	-	137,576	137,576	137,576
Restricted	4,486,098	4,805,526	12,931,066	12,276,877	11,698,264	126,110,721	11,765,026	10,747,218	15,347,160	17,727,982
Committed	713,402	3,569,505	-	-	-	12,610,721	685,933	305,466	415,634	803,531
Assigned	5,832,173	2,514,649	4,395,621	3,358,684	2,952,598	1,516,753	1,430,426	1,326,655	4,806,366	20,784,801
Unassigned	(894,993.0)	(736,226)	(232,412)	(442,572)	(1,044,381)	(1,919,041)	(2,801,435)	(1,955,567)	(1,282,564)	(768,655)
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Total other governmental funds	10,136,680	10,153,454	17,094,275	15,192,989	13,606,481	138,456,730	11,079,950	10,561,348	19,424,172	38,685,235

Source: Audited Financial Statements - Balance Sheet-Governmental funds

City of Ukiah, California
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
Fiscal Year Ended June 30, 2022
(Modified accrual basis of accounting)

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

Function	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
REVENUES										
Property tax	\$ 1,484,934	\$ 1,251,189	\$ 3,729,370	\$ 3,531,272	\$ 1,470,323	\$ 2,890,291	\$ 2,984,192	\$ 3,139,960	\$ 3,408,846	\$ 3,520,010
Sales tax	6,977,233	7,104,666	5,976,938	6,824,737	9,805,225	10,745,095	11,974,379	13,313,206	15,535,021	14,553,285
Franchise fees	-	-	-	-	-	1,653,146	1,781,141	1,742,671	1,815,271	1,846,595
Transient occupancy	828,000	925,191	1,061,823	1,229,814	1,302,336	1,406,417	1,496,473	1,365,477	1,362,134	1,485,385
Business license tax	-	-	-	-	-	380,797	303,604	411,997	509,803	533,653
Other taxes	929,173	950,386	2,047,734	1,917,323	391,473	249	462	888	1,136	888
Charges for service	1,580,632	1,013,534	1,032,957	755,074	1,487,426	1,780,430	2,036,077	1,340,123	2,505,138	3,854,428
Licenses and permits	272,070	292,688	186,012	341,642	1,792,595	299,101	211,113	259,533	276,752	262,422
Grants contributions and donations	-	-	-	-	-	274,995	938,308	3,164,054	1,693,511	-
Intergovernmental	2,964,207	3,270,042	3,048,401	2,911,624	1,945,803	2,524,311	1,153,488	2,686,013	6,036,254	6,957,672
Fines penalties and forfeitures	319,189	256,776	58,692	78,589	73,835	73,639	33,588	29,716	25,933	28,863
Facility rental	-	-	-	-	-	589,952	607,020	-	-	-
Interest, rent, and concessions	224,129	340,887	497,681	336,173	415,979	99,543	243,994	-	27,844	445
Use of money and property	-	-	-	-	-	36,656	-	1,072,805	922,810	465,950
Miscellaneous	243,654	493,158	232,651	411,052	187,999	654,186	436,361	388,629	158,956	272,253
Total revenues	\$ 15,823,221	\$ 15,896,517	\$ 17,872,259	\$ 18,337,300	\$ 18,872,994	\$ 23,408,808	\$ 24,200,200	\$ 28,915,072	\$ 34,279,409	\$ 33,781,849
EXPENDITURES										
Current:										
General government	2,117,303	2,773,585	852,079	542,434	549,540	270,429	168,024	284,410	28,429,045	123,137
Public safety	9,831,860	9,297,118	10,229,049	11,096,768	11,592,123	11,703,851	12,111,558	12,569,718	13,486,427	14,680,628
Housing and community development	1,205,464	785,349	327,921	870,450	1,261,361	1,039,784	2,107,427	1,385,401	1,460,134	2,058,024
Public works	1,411,445	1,612,266	2,337,389	2,173,214	1,192,369	1,679,304	1,646,459	1,706,516	1,732,451	3,124,536
Parks, buildings, and grounds	-	-	-	-	-	-	26	856	1,190,266	1,979,678
Parks and recreation	2,327,464	2,304,893	2,692,906	2,616,856	2,873,224	3,183,278	3,439,596	3,449,222	2,517,373	3,726,375
Economic development and redevelopment	-	-	-	-	-	273,570	299,397	403,808	290,261	84,273
Debt service:										
Interest	-	-	-	-	-	-	142,679	139,753	139,070	1,660,748
Issuance expense	-	-	-	-	-	4,019	-	-	554,846	137,651
Principal	-	-	-	-	-	40,000	80,070	82,712	85,442	546,618
Capital lease principal	-	-	-	-	16,243	49,967	101,727	104,282	127,291	130,470
Capital lease interest	-	-	-	-	-	14,055	26,232	23,678	26,949	23,234
Capital outlay	1,545,538	1,159,928	1,739,147	2,612,218	2,147,966	12,217,670	6,373,804	8,560,345	5,776,201	3,545,309
Total expenditures	18,439,074	17,933,139	18,178,491	19,911,940	19,632,826	30,475,927	26,496,999	28,710,701	55,815,756	31,820,681
Excess (deficiency) of revenues over expenditures	(2,615,853)	(2,034,622)	(306,232)	(1,574,640)	(759,832)	(7,067,119)	(2,296,799)	204,371	(21,536,347)	1,961,168
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	2,680,654	2,076,641	1,349,208	940,063	1,010,534	1,613,884	7,813,522	5,079,682	4,269,762	10,221,951
Transfers out	(2,082,273)	(243,049)	(1,378,578)	(1,413,602)	(1,727,975)	(1,963,679)	(8,238,303)	(5,620,041)	(4,714,724)	(7,939,001)
Total other financing sources (uses)	598,381	1,833,592	(29,370)	(473,539)	(717,441)	4,775,936	(424,781)	(255,674)	32,325,392	19,310,316
SPECIAL ITEM										
Reinstatement of Successor Agency loan	-	-	-	-	-	-	6,000,000	-	-	-
Extraordinary items & Prior Period Adj.	-	-	7,744,852	-	-	-	-	-	-	-
Total special items	-	-	7,744,852	-	-	-	6,000,000	-	-	-
Net change in fund balances	(2,017,472)	(201,030)	7,409,250	(2,048,179)	(1,477,273)	(2,291,183)	3,278,420	(51,303)	10,789,045	21,271,484
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.09%	0.57%	1.77%	1.77%	0.77%	9.16%

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.

Revenue Capacity

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

Fiscal Year	Type of Tax					Total
	Property	Sales & Use	Occupancy	Franchise	Other	
2013	1,484,934	6,977,233	828,000	569,892	359,281	10,219,340
2014	1,251,189	7,104,666	925,191	591,767	358,618	10,231,431
2015	3,729,370	5,976,938	1,061,823	1,643,559	404,175	12,815,871
2016	3,531,272	6,824,737	1,229,814	1,514,798	402,524	13,503,146
2017	2,703,312	8,489,734	1,302,336	1,551,794	473,976	14,521,155
2018	2,838,902	10,853,469	1,406,417	1,653,146	434,464	17,186,403
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
Change 2021-2022	3.3%	6.3%	8.7%	1.7%	4.8%	3.3%

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

1. The change in FY2015 included moving the Motor Vehicle License fee from Sales & Use to Property.
2. The change in FY2015 included moving the Motor Vehicle License fee from Sales & Use to Property.
3. Includes the Electric Utility Franchise Fee which was previously included as a Transfer to General Fund.
4. Reduction over prior year due to the elimination of the Triple Flip portion of the Property Tax.
5. 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, California
Electric Utility Rates
Last Ten Fiscal Years

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Residential, single phase										
Per meter per month, per KWH	\$ 0.12040	\$ 0.12040	\$ 0.12040	\$ 0.12040	\$ 0.12040	\$ 0.12790	\$ 0.13180	\$ 0.13580	\$ 0.13580	\$ 0.14797
Minimum monthly billing	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00
General service:										
Base charge:										
Single phase	\$ 8.40	\$ 8.40	\$ 8.40	\$ 8.40	\$ 8.92	\$ 9.19	\$ 9.47	\$ 9.76	\$ 9.76	\$ 15.50
Polyphase	\$ 9.80	\$ 9.80	\$ 9.80	\$ 9.80	\$ 9.99	\$ 10.29	\$ 10.60	\$ 10.92	\$ 10.92	\$ 16.50
X-ray machine	\$ 21.00	\$ 21.00	\$ 21.00	\$ 21.00	\$ 22.28	\$ 22.95	\$ 23.64	\$ 24.35	\$ 24.35	N/A
Minimum charge:										
second meter	\$ 8.40	\$ 8.40	\$ 8.40	\$ 8.40	\$ 8.92	\$ 9.19	\$ 9.47	\$ 9.76	\$ 9.76	15.50000
Energy use charge, per										
meter, per month, per KWH										
Summer	\$ 0.16568	\$ 0.16568	\$ 0.16568	\$ 0.16568	\$ 0.17578	\$ 0.18106	\$ 0.18650	\$ 0.19210	\$ 0.19210	\$ 0.20010
Winter	\$ 0.12294	\$ 0.12294	\$ 0.12294	\$ 0.12294	\$ 0.13043	\$ 0.13435	\$ 0.13839	\$ 0.14255	\$ 0.14255	\$ 0.16090
General Service with Demand:										
Base rate, per meter, per month	\$ 70.60	\$ 70.60	\$ 70.60	\$ 70.60	\$ 74.91	\$ 77.16	\$ 79.48	\$ 81.87	\$ 81.87	\$ 114.62
Demand charge per KWH										
Summer	\$ 0.10966	\$ 0.10966	\$ 0.10966	\$ 0.10966	\$ 0.11634	\$ 0.11984	\$ 0.12344	\$ 0.12715	\$ 0.12715	\$ 0.13834
Winter	\$ 0.08829	\$ 0.08829	\$ 0.08829	\$ 0.08829	\$ 0.09367	\$ 0.09367	\$ 0.09939	\$ 0.10238	\$ 0.10238	\$ 0.11139
General large Industrial Service:										
Base charge, per meter, per month	\$ 70.60	\$ 70.60	\$ 70.60	\$ 70.60	\$ 74.91	\$ 77.16	\$ 79.48	\$ 81.87	\$ 81.87	\$ 143.27
Demand charge per kwh of										
maximum demand:										
Winter	\$ 4.05	\$ 4.05	\$ 4.05	\$ 4.05	\$ 4.31	\$ 4.44	\$ 4.58	\$ 4.72	\$ 4.72	\$ 5.29
Summer	\$ 6.45	\$ 6.45	\$ 6.45	\$ 6.45	\$ 6.85	\$ 7.06	\$ 7.28	\$ 7.50	\$ 7.50	\$ 8.10

City of Ukiah, California
Wastewater Utility Rates
Last Ten Fiscal Years

Wastewater System Rates- City (1)	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Residential										
Fixed Minimum Charge- Per Dwelling Unit	\$ 58.40	\$ 60.39	\$ 62.44	\$ 62.44	\$ 62.44	\$ 62.44	\$ 62.44	\$ 62.44	\$ 49.35	\$ 50.34
Consumption Rate (\$/hcf (2))	\$ 2.29	\$ 2.37	\$ 2.45	\$ 2.45	\$ 2.45	\$ 2.45	\$ 2.45	\$ 2.45	\$ 3.57	\$ 3.64
Commercial										
Commercial Low Strength (\$/hcf)	\$ 9.16	\$ 9.47	\$ 9.79	\$ 9.79	\$ 9.79	\$ 9.79	\$ 9.79	\$ 9.79	\$ 3.57	\$ 3.64
Commercial Moderate Strength (\$/hcf)	\$ 9.79	\$ 10.12	\$ 10.47	\$ 10.47	\$ 10.47	\$ 10.47	\$ 10.47	\$ 10.47	\$ 3.89	\$ 3.97
Commercial Medium Strength (\$/hcf)	\$ 17.32	\$ 17.91	\$ 18.52	\$ 18.52	\$ 18.52	\$ 18.52	\$ 18.52	\$ 18.52	\$ 7.77	\$ 7.92
Commercial High Strength (\$/hcf)	\$ 22.31	\$ 23.07	\$ 23.85	\$ 23.85	\$ 23.85	\$ 23.85	\$ 23.85	\$ 23.85	\$ 10.32	\$ 10.53

(1) The rates beginning in 2009-10 were approved pursuant to Resolution No. 2010-28 by City Council on July 21, 2010.

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

Wastewater System Rates- District (1)

Residential										
Fixed Minimum Charge- Per Dwelling Unit	\$ 53.47	\$ 53.47	\$ 53.47	\$ 53.47	\$ 53.47	\$ 53.47	\$ 53.47	\$ 53.47	N/A	N/A
Consumption Rate (\$/hcf (2))	\$ 4.45	\$ 5.50	\$ 6.60	\$ 6.60	\$ 6.60	\$ 6.60	\$ 6.60	\$ 6.60	N/A	N/A
Commercial										
Commercial Low Strength (\$/hcf)	\$ 8.46	\$ 9.06	\$ 9.69	\$ 9.69	\$ 9.69	\$ 9.69	\$ 9.69	\$ 9.69	N/A	N/A
Commercial Moderate Strength (\$/hcf)	\$ 9.05	\$ 9.68	\$ 10.36	\$ 10.36	\$ 10.36	\$ 10.36	\$ 10.36	\$ 10.36	N/A	N/A
Commercial Medium Strength (\$/hcf)	\$ 16.00	\$ 17.12	\$ 18.32	\$ 18.32	\$ 18.32	\$ 18.32	\$ 18.32	\$ 18.32	N/A	N/A
Commercial High Strength (\$/hcf)	\$ 20.61	\$ 22.05	\$ 23.60	\$ 23.60	\$ 23.60	\$ 23.60	\$ 23.60	\$ 23.60	N/A	N/A
Special (3)										

(1) The rates beginning in 2010-2011 were approved pursuant to Ordinance No. 36 approved by the District on June 30, 2011.

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

(3) Determined on a case-by-case basis.

Source: Utility Billing Department Rate Schedules

City of Ukiah, California
Water Utility Rates
Last Ten Years

Water System Rates (1)	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Consumption Rate (\$/unit (2))										
Single Family Residential	\$ 2.41	\$ 2.65	\$ 2.73	\$ 2.86	\$ 2.95	\$ 3.04	\$ 3.13	\$ 3.22	\$ 3.26	\$ 3.48
All Other Customers	\$ 2.41	\$ 2.65	\$ 2.73	\$ 2.86	\$ 2.95	\$ 3.04	\$ 3.13	\$ 3.22	\$ 3.26	\$ 3.48
Minimum base charge by Meter Size/ Class:										
3/4" Meter	\$ 28.46	\$ 31.31	\$ 32.25	\$ 33.63	\$ 34.64	\$ 35.68	\$ 36.75	\$ 37.85	\$ 39.88	\$ 42.67
1" Meter	\$ 48.37	\$ 53.21	\$ 54.81	\$ 54.00	\$ 55.62	\$ 57.29	\$ 59.01	\$ 60.78	\$ 63.87	\$ 68.34
1 1/2" Meter	\$ 93.91	\$ 103.30	\$ 106.40	\$ 104.47	\$ 107.60	\$ 110.83	\$ 114.15	\$ 117.57	\$ 123.31	\$ 131.94
2" Meter	\$ 150.82	\$ 165.90	\$ 170.88	\$ 165.27	\$ 170.23	\$ 175.34	\$ 180.60	\$ 186.02	\$ 194.92	\$ 208.56
3" Meter	\$ 284.57	\$ 313.02	\$ 322.41	\$ 307.24	\$ 316.46	\$ 325.95	\$ 335.73	\$ 345.80	\$ 362.14	\$ 387.49
4" Meter	\$ 475.24	\$ 522.76	\$ 538.45	\$ 510.02	\$ 525.32	\$ 541.08	\$ 557.31	\$ 574.03	\$ 600.97	\$ 643.04
6" Meter	\$ 947.62	\$ 1,042.38	\$ 1,073.66	\$ 1,073.66	\$ 1,047.00	\$ 1,078.41	\$ 1,110.76	\$ 1,144.08	\$ 1,197.51	\$ 1,281.34
Fire Service 2" & under	\$ 30.16	\$ 33.18	\$ 34.18	\$ 36.07	\$ 37.15	\$ 38.26	\$ 39.41	\$ 40.59	\$ 40.59	\$ 40.59
Fire Service 3"	\$ 56.91	\$ 62.60	\$ 64.48	\$ 64.84	\$ 66.79	\$ 68.79	\$ 70.85	\$ 72.98	\$ 72.98	\$ 72.98
Fire Service 4"	\$ 95.05	\$ 104.55	\$ 107.69	\$ 105.93	\$ 109.11	\$ 112.38	\$ 115.75	\$ 119.22	\$ 119.22	\$ 119.22
Fire Service 6"	\$ 189.52	\$ 208.47	\$ 214.72	\$ 208.56	\$ 214.82	\$ 221.26	\$ 227.90	\$ 234.74	\$ 234.74	\$ 234.74
Fire Service 8"	\$ 214.72	\$ 214.72	\$ 214.72	\$ 331.77	\$ 341.72	\$ 351.97	\$ 362.53	\$ 373.41	\$ 373.41	\$ 373.41

(1) The rates beginning in 2009-10 were approved pursuant to Resolution No. 2010-27 by City Council on July 21, 2010.

(2) Each unit equals 748 gallons.

Source: Utility Billing Department Rate Schedules

City of Ukiah, California
Top Ten Electric Usage Customers
Current
Fiscal Year Ended June 30, 2022

	2022	
<u>Rate Payers</u>	<u>Electric Usage</u>	
City of Ukiah	\$ 964,969	5.82%
Costco	345,994	2.09%
County of Medocino	563,083	3.40%
Maverick Enterprises	200,706	1.21%
Safeway Stores	225,065	1.36%
Save Mart Supermarkets (Lucky's)	216,131	1.30%
Save Mart Supermarkets (Food Maxx)	194,735	1.17%
Ukiah Unified School District	808,412	4.88%
Ukiah Valley Medical Center	324,932	1.96%
Wal-Mart	121,943	0.74%
	<u>\$ 3,965,970</u>	<u>24%</u>

Source: Utility Billing Module

Debt Capacity

City of Ukiah, California

Ratio of Outstanding Debt by Type

Per Capita and Per Capita Income Data

Last Ten Fiscal Years

Fiscal Year	Estimated Population	Countywide Per Capita Income	Estimated Ukiah Personal Income	Governmental Type Activities			Business Type Activities						Total Primary Government	Debt Per Capita	Percentage of Personal Income
				Redevelopment Bonds	Capital Leases	Lease Revenue Bonds	Electric Revenue Bonds	Installment Agreements	State Loans	Direct Borrowing Loans	Lease Revenue Bonds	Landfill Obligations			
2013	16,065	36,791	\$591,047,415	\$11,845,000	\$ -	\$ -	\$ 8,595,000	\$81,010,000	\$ 2,593,306	\$ -	\$ -	\$ 8,928,942	\$ 20,773,942	\$ 1,293	3.51%
2014	16,185	38,307	\$619,998,795	\$10,935,000	\$ -	\$ -	\$ 7,095,000	\$78,895,000	\$ 2,070,256	\$ -	\$ -	\$ 9,062,877	\$ 19,997,877	\$ 1,236	3.23%
2015	16,073	39,545	\$635,606,785	\$ 9,970,000	\$ -	\$ -	\$ 5,485,000	\$76,695,000	\$ 1,530,670	\$ -	\$ -	\$14,700,370	\$ 24,670,370	\$ 1,535	3.88%
2016	16,186	43,845	\$709,675,170	\$ 8,950,000	\$ -	\$ -	\$ 3,775,000	\$74,075,000	\$ -	\$ -	\$ -	\$14,700,370	\$ 23,650,370	\$ 1,461	3.33%
2017	16,314	45,436	\$741,242,904	\$ 7,865,000	\$ -	\$ -	\$ 1,950,000	\$71,590,000	\$ -	\$ 199,883	\$ -	\$14,700,370	\$ 22,565,370	\$ 1,383	3.04%
2018	16,226	47,611	\$772,536,086	\$ 7,350,000	\$ 5,301,504	\$ -	\$ -	\$69,010,000	\$ -	\$ 190,121	\$ -	\$14,700,370	\$ 27,351,874	\$ 1,686	3.54%
2019	16,296	50,150	\$817,244,400	\$ 6,800,000	\$ 5,065,067	\$ -	\$ -	\$66,330,000	\$ -	\$15,384,763	\$ -	\$16,236,314	\$ 28,101,381	\$ 1,724	3.44%
2020	16,061	52,976	\$850,847,536	\$ 5,495,771	\$ 5,051,040	\$ -	\$ -	\$34,170,000	\$ -	\$16,948,410	\$ -	\$19,063,628	\$ 29,610,439	\$ 1,844	3.48%
2021	15,526	54,795	\$850,747,170	\$ 4,864,728	\$ 5,109,125	\$ 32,582,164	\$ -	\$32,240,000	\$ -	\$18,398,373	\$19,672,836	\$19,297,593	\$ 61,853,610	\$ 3,984	7.27%
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	\$19,394,754	\$19,890,002	\$ 96,420,161	\$ 5,996	10.70%

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

Notes: Information on Outstanding Debt updated from prior presentations to include Capital Leases and Direct Borrowing Loans

Total Primary Government Debt reflects Redevelopment Bonds, Capital Leases and Landfill Obligations

City of Ukiah, California
Ratio of General Bonded Outstanding Debt
Last Ten 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	
2013	16,065	\$ 36,791	\$ 1,171,599,083	\$ 11,845,000	\$ -	\$ -	\$ 11,845,000	\$ 737	1.01%
2014	16,185	\$ 38,307	\$ 1,195,466,105	\$ 10,935,000	\$ -	\$ -	\$ 10,935,000	\$ 676	0.91%
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%

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 - Notes to Financial Statements-Long Term Debt

County of Mendocino Assessed Valuations by District

City of Ukiah, California
Computation of Direct and Overlapping Debt
June 30, 2022

Jurisdiction	Debt Outstanding	Estimated Percentage Applicable to City (1)	Estimated Share of Direct and Overlapping Debt
2021-22 Assessed Valuation (City of Ukiah):			\$ 1,651,248,895
2021-22 Assessed Valuation (Successor Agency to the Ukiah RDA):			1,015,146,566
2021-22 Incremental Assessed Valuation (Successor Agency to the Ukiah RDA):			758,939,569
OVERLAPPING TAX AND ASSESSMENT DEBT:		% Applicable⁽¹⁾	Debt 6/30/2022
City of Ukiah		100.00%	\$ -
Ukiah Unified School District		34.00%	20,815,283.23
Mendocino-Lake Community College District		13.47%	7,458,209.77
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			\$ 28,273,493.00
OVERLAPPING GENERAL FUND DEBT:			
City of Ukiah - Capital Lease Obligations		100.00%	\$ 4,800,950.00
City of Ukiah - Lease Revenue Bonds, Series 2020A		100.00%	2,623,572.00
City of Ukiah - Taxable Lease Revenue Bonds, Series 2020B		100.00%	31,968,235.00
City of Ukiah - Lease Revenue Bonds, Series 2022		100.00%	32,995,699.00
Mendocino County General Fund Obligations		12.74%	1,710,932.80
Mendocino County Pension Obligation Bonds		12.74%	4,320,646.76
TOTAL OVERLAPPING GENERAL FUND DEBT			\$ 78,420,035.56
OVERLAPPING TAX INCREMENT DEBT(SUCCESSOR AGENCY)		100.00%	\$ 4,141,703.00
Total Direct Debt			\$ 72,388,456.00
Total Overlapping Debt			38,446,775.56
Total Combined Debt			\$ 110,835,231.56
Ratios to 2021-22 Assessed Valuation:			
Total Direct Debt	4.38%		
Total Overlapping Tax and Assessment Debt	1.71%		
Total Overlapping Debt	2.33%		
Total Combined Debt	6.71%		
Ratios to 2021-22 Redevelopment Successor Agency Incremental Assessed Valuation:			
Total Overlapping Tax Increment Debt	0.55%		

⁽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.

The above Pledged-Revenue Coverage data is provided for interested parties. The specific Pledged-Revenue Coverage requirements for outstanding enterprise debt are detailed in the covenants for each outstanding enterprise debt. Investors in the City's enterprise debt obligations are encouraged to review the annual Continuing Disclosure Reports required under SEC Rule 15c2-12, as posted to the Municipal Securities Rulemaking Board Electronic Municipal Market Access website, to obtain the annual Continuing Disclosure report for Pledged-Revenue Coverage Ratio information in alignment with specific debt covenants.

City of Ukiah, California
Legal Debt Margin Information
Last Ten 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
2013	\$1,171,599,083	15.00%	175,739,862	-	0.00%
2014	\$1,195,466,105	15.00%	179,319,916	-	0.00%
2015	\$1,224,746,468	15.00%	183,711,970	-	0.00%
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	\$1,611,033,296	15.00%	241,654,994	-	0.00%
2022	\$1,651,248,895	15.00%	247,687,334	-	0.00%

Legal Debt Limit Margin Calculation for 2021-2022

Assessed value	<u>\$ 1,651,248,895</u>
Debt limit is 15% of assessed value	\$ 247,687,334
Less: Debt applicable to limitation	\$ -
Total bonded debt	<u>\$ -</u>
Legal debt margin	<u>\$ 247,687,334</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, California
Pledged Net Revenue Debt Coverage
Last Ten Fiscal Years

This table is no longer presented.

Demographic and Economic information

City of Ukiah, California

Demographic and Economic Statistics

Last Ten Fiscal Years

Fiscal Year	Estimated Population	Countywide Per Capita Income	Estimated City Ukiah Income	Assessed Valuation	Unemployment Rate
2013	16,065	\$ 36,791	\$ 591,047,415	\$ 1,171,599,083	11.30%
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%

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

Assessed Valuations-County of Mendocino-Assessed Valuations by District

Unemployment Rate-State of California Employment Development Department Labor Market Division Labor Force Data for Cities and Census Designated Places

City of Ukiah, California
Principal Employers

2022 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
Costco Wholesale	Wholesale Clubs	100-249
County of Mendocino	Government Offices-County	1000-1250
Dharma Realm Buddhist Assn	Associations	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
Walmart	Department Stores	100-249

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

Operating Information

City of Ukiah, California

Full-time and Part-time City Employees by Function

Last Ten Calendar Years

Full-Time Equivalent Personnel as of June 30

Function	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Government ⁽¹⁾	23.2	23.1	24.0	21.5	27.5	32.9	36.5	37.6	40.2	42.9
Police ⁽²⁾	38.5	43.0	48.0	49.0	49.0	52.7	53.0	46.8	49.8	50.8
Fire	15.5	11.0	11.0	11.0	11.0	13.2	20.5	19.8	29.8	28.8
Planning & Building	4.0	5.5	6.0	6.0	6.0	5.4	5.8	5.2	7.7	9.8
Public Works, Water, Sewer & Wastewater Treatment	38.9	38.3	39.0	41.5	42.5	44.2	43.5	41.3	43.1	47.4
Electric	18.2	16.2	17.0	17.0	18.0	21.6	21.3	18.8	22.0	20.7
Airport	2.0	2.0	2.0	2.0	2.0	4.2	4.2	4.3	4.2	4.3
Parks & Recreation	18.7	17.9	17.0	20.0	19.0	33.5	35.5	31.4	34.3	59.9
Total: ⁽³⁾	159.0	157.0	164.0	168.0	175.0	207.6	220.3	205.1	231.1	264.6

(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) FY22/23

**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, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 26, 2023.

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) as a basis for designing 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 or significant deficiencies 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. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses as item 2022-001 that we consider to be a significant deficiency.

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*.

City of Ukiah's Responses to Findings

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. The City's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

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

January 26, 2023

CITY OF UKIAH
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2022

2022-001 Building Permits

Condition:

The City's building permit system is a module of Munis, the general ledger accounting system used. Payments for building permits are collected by the cashiers by crediting the permit application in Munis. However, the permit technicians can issue permits with a balance due, with no independent reconciliation performed between the permits issued and the revenues collected and posted to the general ledger.

Criteria:

In a strong internal control environment, permits issued should be reconciled with the revenues collected and recorded in the general ledger on a periodic basis to ensure all permits issued have a corresponding cash receipt.

Cause of Condition:

The City does not reconcile the building permits issued to the revenues collected and recorded in the general ledger.

Potential Effect of Condition:

Building permits could be issued without a corresponding cash receipt being recorded in the City's general ledger and deposits in the City's bank account.

Recommendation:

We recommend the City implement procedures to generate reports from the building permit module, and periodically (daily, weekly, monthly) have someone independent of the permit issuance and collection functions review and reconcile the amounts from these reports to the revenues posted in the City's general ledger.

Management's Response:

The City is in the middle of an acquisition of new permitting software, where the expectation will be of better reporting and internal controls. Community Development's goal, based on the requirements of the grant funding, is to have it implemented by the end of this calendar year.

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

City Council
City of Ukiah
Ukiah, California

We have performed procedures enumerated below to be the accompanying Appropriations Limit worksheet of the City of Ukiah, for the year ended June 30, 2022. 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. 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*.

This report is intended solely for the 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 & Fankhaenel, LLP

January 26, 2023

CITY OF UKIAH
APPROPRIATIONS LIMIT COMPUTATION
2021 – 2022

	<u>2021 - 2022</u>
Change in Per Capita Personal Income	5.73%
Population Change	
County Population Growth	-1.02%
A. Change in Per Capita Personal Income Converted to a Ratio	1.0573
B. Population Growth Converted to a Ratio	0.9898
Calculation of Growth Factor (A x B)	1.04651554
2020 - 2021 Appropriations Limit	<u>\$ 45,908,767</u>
2021 - 2022 Appropriations Limit (45,908,767 x 1.04651554)	<u>\$ 48,044,238</u>

END OF DOCUMENT



AGENDA SUMMARY REPORT

SUBJECT: Receive and File Second Quarter Financial Report.

DEPARTMENT: Finance

PREPARED BY: Dan Buffalo, Finance Director

PRESENTER: Dan Buffalo, Finance Director

ATTACHMENTS:

None

Summary: The City Council will receive a presentation on the Second Quarter (December 31, 2022) Financial Report for the City of Ukiah.

Background: The report provides readers with a preliminary summary of the City's financial position and activities through the fiscal year period ending December 31, 2022. This report is unaudited.

Discussion: The following link will direct readers to the report on the City's OpenGov platform, which is a dynamic and navigable presentation allowing readers to drill down into data to explore more detail than the former report offered.

<https://stories.opengov.com/ukiahca/published/b5HKHvrY4>

The report is meant to be viewed through the OpenGov platform via a web browser, preferably Google Chrome.

Recommended Action: Receive and file report.

BUDGET AMENDMENT REQUIRED: N/A

CURRENT BUDGET AMOUNT: N/A

PROPOSED BUDGET AMOUNT: N/A

FINANCING SOURCE: N/A

PREVIOUS CONTRACT/PURCHASE ORDER NO.: N/A

COORDINATED WITH: N/A

Approved: 
Sage Sangiacomo, City Manager



AGENDA SUMMARY REPORT

SUBJECT: Review and Update, if Warranted, the Ukiah City Council Strategic Plan

DEPARTMENT: City Manager /
Admin

PREPARED BY: Traci Boyl, Management Analyst

PRESENTER: Sage Sangiacomo, City Manager

ATTACHMENTS:

1. City Council Strategic Plan 2023 DRAFT

Summary: Each year during the annual budget process, the Ukiah City Council reviews and updates the City's Strategic Plan.

Background: The Strategic Plan provides a framework that prioritizes focus on core functions and ensures City Departments are working together to meet the needs of our residents and businesses as directed by the City Council. The priorities identified in the plan will guide decision-making to desired outcomes through strategies and specific actions.

The priorities, strategies, and actions that make up the strategic plan evolve over time with the changing needs of the community and organization.

- Priorities are broad guiding statements that describe the hopes of the community for the future. A priority may never be completely attainable, but it is used as a point towards which to strive.
- Strategies describe what is needed to move the City in the direction of completing each priority.
- Actions outline specific steps to be taken to achieve the strategy. Actions are further defined, detailed, and assigned as objectives within each departmental budget.

Throughout the annual budget process, the City Council reviews and modifies the Plan as necessary and sets annual objectives for all departments (within departmental budgets) that are in line with the City's priorities.

Discussion: The City Council will review and discuss the Strategic Plan (Attachment #1). The plan includes updates and edits (in redline) to reflect the Council's recent policy changes and priorities over the previous year, including the following updates:

- City of Ukiah Climate Initiatives (Resolution 2022-44)
- Ukiah 2040 General Plan
- Updated sphere of influence (SOI) and relevant annexation policies and applications
- Partnerships with Ukiah Valley water agencies
- Downtown Streetscape Improvement Plan
- Great Redwood Trail

Recommended Action: Review the Ukiah City Council Strategic Plan and provide direction as may be warranted to update the document.

BUDGET AMENDMENT REQUIRED: n/a

CURRENT BUDGET AMOUNT: n/a

PROPOSED BUDGET AMOUNT: n/a

FINANCING SOURCE: n/a

PREVIOUS CONTRACT/PURCHASE ORDER NO.: n/a

COORDINATED WITH: Sage Sangiacomo, City Manager

DIVERSITY-EQUITY INITIATIVES (DEI):

Goal 2 – Eliminate internal and external barriers to Diversity, Equity, and Inclusion within the systems of our organization. **Goal 5** – Instill diversity, equity, and inclusion as essential core elements of policy-making, accountability, and delivery of City services.

CLIMATE INITIATIVES (CI): 6c – Ensure that climate responsibility is integrated throughout the City's departments and operations.

Approved:


Sage Sangiacomo, City Manager



Ukiah City Council Strategic Plan

The Strategic Plan provides a comprehensive framework that prioritizes focus on core functions and ensures City Departments are working together to meet the needs of our residents and businesses. The priorities identified in the Plan will guide decision-making to desired outcomes through strategies and specific actions.

The priorities, strategies and actions that make up the strategic plan evolve over time with the changing needs of the community and organization. During the annual budget process, the City Council reviews and modifies the Plan as necessary and sets annual objectives for all departments that are in line with the City's priorities.

In addition, successful development and implementation of the Strategic Plan requires continued engagement, collaboration, and review with our commissions and citizens.

Outcomes

The primary outcomes for the Strategic Planning Process are threefold:

1. Create alignment among Councilmembers, City Staff, and the Community about the top strategic priorities for the City of Ukiah.
2. Develop a set of operational principles that will guide the practices and decisions of the Council in focusing the strategic priorities.
3. Identify specific mechanisms for tracking these strategic priorities over time that will allow the Council and City Staff to make the necessary adjustments to achieve the strategic priorities.

General Principles

A set of accepted guidelines formed to capture values and priorities that transcend broadly to the strategic plan.

- Our strategies and approaches maintain or enhance the positive characteristics of our community.
- Our decisions reflect fiscal responsibility, reliability, sustainability, and affordability with an understanding and consideration of impacts to the entire organization.
- We look to partner with our community members to promote greater ownership and involvement in their services.
- We look for strategies that increase efficiencies while enhancing customer service.
- Where applicable, we adjust rates and fees to reflect changes in the economy and cost of services.

Components of the Plan

- **Priorities** are guiding statements that describe desired outcomes for our community and organization. A priority may not be completely attainable, but it is used as a point towards which to strive.
- **Strategies** describe what is needed to move the City in the direction of completing each priority.
- **Actions** outline specific steps to be taken to achieve the strategy. Actions are further defined, detailed, and assigned as objectives within each departmental budget.

Strategic Plan Priorities

Enhance Our Neighborhoods: Foster a sense of small-town life by embracing our diversity and providing our residents with quality accessible services and vibrant places that reflect the diversity of cultures within our community (People, Places, & Services)

Develop Quality Infrastructure: Evaluate strategies and best practices to develop and implement a prioritized plan for maintaining and improving public infrastructure and utilities

Plan for the Future: Utilize sound principles for valley-wide planning that include a focused approach on identifying and leveraging partnerships for service delivery to increase efficiencies, capabilities, and resiliency.

Grow our Businesses: Facilitate the development of a sound local economy that attracts investment, promotes economic diversity, supports businesses, creates employment opportunities, and generates public revenues

Value our Team: Ensure Council and staff work together to create a more diverse, inclusive, responsive, and effective workplace environment



Enhance Our Neighborhoods

Foster a sense of small town life by embracing our diversity and providing our residents with quality, accessible services and vibrant places that reflect the diversity of cultures within our community (People, Places, Services)

Recommended Strategy:

Build neighborhoods that provide access for all to a compatible balance of housing, employment, commercial, medical, education, and recreational resources.

Actionable Items:

- Implement a housing plan that works to support the development of all types of housing
- Actively engage with our neighborhoods to align services with changing needs
- Seek funding opportunities and partnerships to update and add park and recreational facilities
- Work to preserve, conserve, and protect the natural resources/features of the Ukiah Valley and open space
- Develop a *Complete Streets* transportation network that enables safe access for all users, including pedestrians, bicyclists, motorists, and transit riders of all ages and abilities.

Recommended Strategy:

Provide services that support a high quality of life for all residents

Actionable Items:

- Ensure the safety of our community through proactive and responsive community policing and fire services with a focus on ensuring that our team members have the appropriate training and resources
- Promote healthy neighborhoods with access for all to quality recreational opportunities
- Engage and conduct community-wide surveys to identify gaps and opportunities for changes or additions to our services and programs
- [Continue to w](#)Work with partnering agencies and stakeholders to identify and address the needs of the community's most underrepresented

Recommended Strategy:

Embrace new technology, set policy, and evaluate critical infrastructure to encourage and support environmentally sustainable community.

Actionable Items:

- Provide ongoing education and active engagement of City staff, members of committees and commissions, contractors, consultants, residents, and independent community groups in alignment with the goals of improving environmental standards and promoting sustainable policies

- Address the climate implications of all policies and actions that come before the Ukiah City Council that have the potential to impact greenhouse gas emissions, carbon sequestration, and disaster preparedness within the City
- [Implement the City of Ukiah Climate Initiatives \(Resolution 2022-44\)](#) ~~Identify and consider a list of actions~~ to restore a safe climate



Develop Quality Infrastructure

Evaluate strategies and best practices to develop and implement a prioritized plan for maintaining and improving public infrastructure and utilities

Recommended Strategy:

Continue the development and maintenance of a comprehensive Capital Improvement Plan.

Actionable Items:

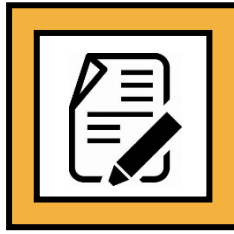
- *Determine current conditions, needs and opportunities, and focus on specific capital improvement projects for the following areas:*
 - Streets
 - Sewer
 - Storm drains
 - Water
 - Electric
 - Landfill

Recommended Strategy:

Identify and/or develop funding for essential and vital infrastructure for the long-term.

Actionable Items:

- Conduct regular evaluation of utility rates to ensure sustainability of services
- Explore and seek grant funding
- Evaluate a potential trench cut fee to protect the community's investment



Plan for the Future

Utilize sound principles for valley-wide planning that include a focused approach on identifying and leveraging partnerships for service delivery to increase efficiencies, capabilities, and resiliency.

Recommended Strategy:

Review and revise land use planning documents to be reflective of the long-term vision for the community

Actionable Items:

- [Implement the goals, policies, and programs in](#) ~~Update~~ the Ukiah [2040](#) General Plan
- ~~Update the City of Ukiah's sphere of influence (SOI)~~
- Prepare and ~~adopt~~ [submit](#) annexation [applications in alignment with the City of Ukiah's updated sphere of influence \(SOI\) and annexation policies](#) ~~policies~~
- Evaluate and amend the city zoning code to improve efficiencies/public service and protect natural resources

Recommended Strategy:

Analyze and consider opportunities for regional partnerships that support or improve the delivery of municipal services

Actionable Items:

- Develop tax sharing agreement with the County of Mendocino
- [Support and](#) ~~i~~Implement the participation agreement with the Ukiah Valley Sanitation District
- Continue the development of a plan for the delivery of fire services for the Ukiah Valley
- [Support newly-d](#) ~~Developed~~ partnerships with Ukiah Valley water agencies [and finalize agreements](#) to ~~explore~~ ~~consolidated~~ services for improved efficiency, capability and resiliency



Grow Our Businesses

Facilitate the development of a sound local economy that attracts investment, promotes economic diversity, supports businesses, creates employment opportunities, and generates public revenues.

Recommended Strategy:

Identify and remove barriers to economic development while leveraging economic opportunities

Actionable Items:

- Leverage partnerships with other local agencies and stakeholders to provide economic development resources and services for the retention and recruitment of businesses.
- Identify and support the development of public infrastructure needed to support growth

Recommended Strategy:

Develop and preserve the historic downtown as a regional center of civic and economic activity.

Actionable Items:

- Develop a plan to identify and attract anchor tenants to the downtown core
- Continue efforts to affect positive change with the Palace Hotel
- Coordinate with the County and State for a reuse plan for the Courthouse
- Evaluate and implement Downtown Streetscape Improvement Plan (Phase II [anticipated summer of 2023](#)~~pending~~)
- Support public infrastructure development at the Perkins Street Depot site in support of the courthouse development and buildout of the property.
- Develop and implement an improved downtown parking plan
- Continue to ~~engage in~~[support](#) the development of the Great Redwood Trail ([Phase IV anticipated summer of 2023](#))



Value our Team

Ensure Council and staff work together to create a more diverse, inclusive, responsive, and effective workplace environment

Recommended Strategy:

Promote the core values that are embedded in the operational culture of the organization.

Actionable Items:

- Develop organizational practices to embed the core values (Professionalism, Service, Teamwork, Innovation, and Safety) and improve diversity, equity, transparency, and justice

Recommended Strategy:

Develop open communication and workflow practices that cultivate invested team members and community awareness/involvement

Actionable Items:

- Support the implementation of the City's Equity Action Plan
- Develop and expand a public education and outreach plan
- Continue to redesign City Council workflow calendaring and ad-hoc/committee files