



# CITY OF CRESCENT CITY

MAYOR ISAIAH WRIGHT  
COUNCIL MEMBER RAY ALTMAN  
COUNCIL MEMBER STEVE SHAMBLIN

MAYOR PRO TEM CANDACE TINKLER  
COUNCIL MEMBER JASON GREENOUGH  
COUNCIL MEMBER STEVE SHAMBLIN

**AGENDA**  
**REGULAR MEETING OF THE**  
**CITY COUNCIL OF THE CITY OF CRESCENT CITY**  
FLYNN CENTER BOARD CHAMBERS  
981 H STREET  
CRESCENT CITY, CA 95531

**MONDAY**

**FEBRUARY 2, 2026**

**6:00 P.M.**

**This meeting will be held in person at the location listed above.** The City will broadcast the meeting on YouTube, however, if there is a technological issue with YouTube, the meeting will continue in person as scheduled. The public may access and participate in the public meeting by (1) attending the meeting in person and making public comment when called for by the Mayor or (2) by submitting a written comment via [publiccomment@crecentcity.org](mailto:publiccomment@crecentcity.org) or by filing it with the City Clerk at 377 J Street, Crescent City, California, 95531. All public comments (via email or mail) must be received by the City Clerk prior to 12:00 p.m. the day of the meeting. Please identify the meeting date and agenda item to which your comment pertains in the subject line. Public comments so received will be forwarded to the City Council and posted on the website next to the agenda. **Written public comments will not be read aloud during the meeting.**

*Notice regarding Americans with Disabilities Act:* In compliance with the Americans with Disabilities Act, if you need special assistance to participate in the meeting, please contact the City Clerk’s office at (707)464-7483, ext. 12. Notification 48 hours before the meeting will enable the City to make reasonable arrangements to ensure accessibility to this meeting [28 CFR 35.102-35.104 ADA Title II]. For TTYDD use for speech and hearing impaired, please dial 711. A full agenda packet may be reviewed at City Hall, 377 J Street, Crescent City, CA or on our website: [www.crescentcity.org](http://www.crescentcity.org)

**OPEN SESSION**

- Call to order**
- Roll call**
- Pledge of Allegiance**

**CEREMONIAL ITEMS**

**REPORTS AND PRESENTATIONS** - None

**PUBLIC COMMENT PERIOD**

*Any member of the audience is invited to address the City Council on any matter that is within the jurisdiction of the City of Crescent City. Comments of public interest or on matters appearing on the agenda are accepted. Note, however, that the Council is not able to undertake extended discussion or act on non-agendized items. Such items can be referred to staff for appropriate action, which may include placement on a future agenda. All comments shall be directed toward the entire Council. Any comments that are not at the podium are out of order and will not be a part of the public record. After receiving recognition from the Mayor, please state your name and city or county residency for the record. Public comment is limited to three (3) minutes. The public is additionally allotted three minutes each in which to speak on any item on the agenda prior to any action taken by the Council.*

## **CONSENT CALENDAR**

The consent calendar contains items deemed to be non-controversial and routine in nature. All items on the consent calendar will be considered as a block and voted upon in one vote unless a member of the City Council “pulls” an item from consent for individual consideration. Public comment will be taken on the consent agenda as a whole, unless an item is pulled. Any pulled item will receive its own public comment opportunity.

### **1. Warrant Claims List**

- *Recommendation: Receive and file the warrant claims list for the period January 10, 2026 through January 23, 2026.*

### **2. Council Minutes**

- *Recommendation: Approve and adopt the January 14, 2026 and January 20, 2026 minutes of the City Council of the City of Crescent City.*

### **3. Payroll Report**

- *Recommendation: Receive and file the biweekly payroll reports for the period ending January 24, 2026 paid January 30, 2026.*

### **4. Measure S Oversight Committee Appointment**

- *Recommendation: Confirm the Mayor’s appointment of Deborah Holloway to the Measure S Oversight Committee to fill the remainder of Steve Shamblin’s term (1 year)*

**PUBLIC HEARING** - None

**CONTINUING BUSINESS** - None

## **NEW BUSINESS**

### **5. Fiscal Year 2024-25 Financial Audit**

- *Recommendation: Receive presentation from auditor*
- *Technical questions from the Council*
- *Receive public comment*
- *Further Council discussion*
- *Receive and file Fiscal Year 2024-25 Audited Financial Report for the City of Crescent City*

### **6. Budget-to-Actual Operating Results for Fiscal Year 2024-25**

- *Recommendation: Hear staff report*
- *Technical questions from the Council*
- *Receive public comment*
- *Further Council discussion*
- *Receive and file budget-to-actual financial report of the City’s major operating funds for Fiscal Year 2024-25*

## 7. 2026 Council Board and Committee Appointments

- *Recommendation: Hear staff report*
- *Technical questions from the Council*
- *Receive public comment*
- *Further Council discussion*
- *Mayor to appoint and Council to confirm the Mayor's appointments to the Pelican Bay State Prison Citizens Advisory Commission and the Golden State Risk Management Authority (GSRMA) Board of Directors*

## CITY COUNCIL ITEMS

- **Reports, Concerns, Referrals, Council travel and training reports** – In accordance with Gov't Code § 54954.2(a), City Council Members may make brief announcements or brief reports on their own activities. They may ask questions for clarification, make a referral to staff or take action to have staff place a matter of business on a future agenda.
- **Legislative Matters** – Consider miscellaneous legislative matters pertinent to the City of Crescent City. Authorize the Mayor to sign the appropriate letters and/or positions with respect to such matters.
- **City Manager Report and City Council Directives** – Pursuant to Crescent City Municipal Code § 2.08.200, the City Council may instruct the city manager on matters of importance to the administrative services of the City and provide direction with respect to subordinates of the City Manager. (Directives from individual Council Members that are not objected to by any member present shall be considered an order of the City Council.)

## ADJOURNMENT

Adjourn to the regular meeting of the City Council of the City of Crescent City on Tuesday, February 17, 2026 at 6:00 p.m. at the Flynn Center Board Chambers, 981 H Street, Crescent City, CA 95531.

## POSTED:

January 30, 2026

/s/ Robin Altman, City Clerk/Administrative Analyst

### ***Vision:***

The City of Crescent City will continue to stand the test of time and promote quality of life and community pride for our residents, businesses and visitors through leadership, diversity, and teamwork.

### ***Mission:***

The purpose of our city is to promote a high quality of life, leadership and services to the residents, businesses, and visitors we serve. The City is dedicated to providing the most efficient, innovative and economically sound municipal services building on our diverse history, culture and unique natural resources.

### ***Values:***

Accountability - Honesty & Integrity - Excellent Customer Service - Effective & Active Communication -Teamwork –  
Fiscally Responsible

# Accounts Payable

## Checks by Date - Summary by Check Number

User: kbates@crescentcity.org  
 Printed: 1/29/2026 7:32 AM

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| Check No | Vendor No | Vendor Name                                | Check Date | Void Checks | Check Amount |
|----------|-----------|--|------------|-------------|--------------|
| ACH      | EDDTAX    | State of California EDD TAX Auto Pay       | 01/20/2026 | 0.00        | 5,761.73     |
| ACH      | FITTAX    | FIT Payroll Taxes Auto Pay                 | 01/20/2026 | 0.00        | 24,008.95    |
| ACH      | PERS2     | Public Emp Retirement Sys                  | 01/20/2026 | 0.00        | 37,471.03    |
| 450184   | AUTOZONE  | Auto Zone                                  | 01/12/2026 | 0.00        | 34.55        |
| 450185   | BPRCONS   | BPR Consulting Group LLC                   | 01/12/2026 | 0.00        | 3,608.75     |
| 450186   | CANON     | Canon Solutions America Inc                | 01/12/2026 | 0.00        | 174.76       |
| 450187   | DNENVIRO  | D N County Enviornmental Health            | 01/12/2026 | 0.00        | 411.50       |
| 450188   | DNCBOS    | Del Norte County                           | 01/12/2026 | 0.00        | 130.00       |
| 450189   | ERGOTECH  | Ergotech Controls, LLC                     | 01/12/2026 | 0.00        | 7,100.77     |
| 450190   | FERGUS    | Ferguson US Holdings Inc                   | 01/12/2026 | 0.00        | 97,301.27    |
| 450191   | GRAING    | Grainger                                   | 01/12/2026 | 0.00        | 130.53       |
| 450192   | USABLUEB  | HD Supply, Inc.                            | 01/12/2026 | 0.00        | 848.78       |
| 450193   | HDLASSOC  | Hinderliter deLlamas & Associates          | 01/12/2026 | 0.00        | 1,307.59     |
| 450194   | IDEXX     | IDEXX Distribution Inc.                    | 01/12/2026 | 0.00        | 5,411.42     |
| 450195   | RECALL    | Iron Mountain                              | 01/12/2026 | 0.00        | 149.31       |
| 450196   | JACKSTEV  | Steven Jackson                             | 01/12/2026 | 0.00        | 101.13       |
| 450197   | BICOASTA  | KPOD, LLC.                                 | 01/12/2026 | 0.00        | 900.00       |
| 450198   | LEAGUE    | League Of California Cities                | 01/12/2026 | 0.00        | 25.00        |
| 450199   | LESSCH    | Les Schwab Tire Centers of California Inc  | 01/12/2026 | 0.00        | 21.16        |
| 450200   | MEYERSPO  | Meyers Police K-9 Training, LLC            | 01/12/2026 | 0.00        | 800.00       |
| 450201   | MORJON    | Mor-Jon Inc                                | 01/12/2026 | 0.00        | 108.89       |
| 450202   | JACOBS    | Operations Management International, Inc.  | 01/12/2026 | 0.00        | 152,978.19   |
| 450203   | OTIS E    | Otis Elevator Company Inc                  | 01/12/2026 | 0.00        | 439.56       |
| 450204   | COMMDEV   | Parker, Lucas and Associates               | 01/12/2026 | 0.00        | 20,250.00    |
| 450205   | SUPERI    | Petrusha Enterprises Inc                   | 01/12/2026 | 0.00        | 613.20       |
| 450206   | REDSKY    | Red Sky Inc.                               | 01/12/2026 | 0.00        | 22,452.04    |
| 450207   | LEXISNE   | RELX Inc                                   | 01/12/2026 | 0.00        | 304.00       |
| 450208   | CAMPSPOT  | Rezplot Systems, LLC                       | 01/12/2026 | 0.00        | 307.50       |
| 450209   | ROSSJAN   | Matthew Ross                               | 01/12/2026 | 0.00        | 6,300.00     |
| 450210   | STRHOAD   | S.T. Rhoades Construction, Inc.            | 01/12/2026 | 0.00        | 477,105.20   |
| 450211   | TALLANST  | Tristan Smith                              | 01/12/2026 | 0.00        | 960.00       |
| 450212   | DNOFFI    | Debra Stover                               | 01/12/2026 | 0.00        | 30.56        |
| 450213   | UNITEDRO  | United Rotary Brush Corporation            | 01/12/2026 | 0.00        | 869.89       |
| 450214   | VERITONE  | Veritone, Inc.                             | 01/12/2026 | 0.00        | 1,500.00     |
| 450215   | WILSONEQ  | Wilson Equipment, LLC                      | 01/12/2026 | 0.00        | 482.94       |
| 450216   | CASTATE   | CA State Disbursement Unit                 | 01/20/2026 | 0.00        | 88.84        |
| 450217   | WAMUTU    | Crescent City Employees Association        | 01/20/2026 | 0.00        | 90.00        |
| 450218   | CCPOLI    | Crescent City Police Officer's Association | 01/20/2026 | 0.00        | 550.00       |
| 450219   | ICMARE    | Mission Square                             | 01/20/2026 | 0.00        | 9,820.92     |
| 450220   | PORACRMT  | PORAC RMT                                  | 01/20/2026 | 0.00        | 550.00       |
| 450221   | FAMILYRE  | Family Resource Center of the Redwoods     | 01/14/2026 | 0.00        | 146,784.54   |
| 450222   | AXELLIAN  | Axelliant LLC                              | 01/20/2026 | 0.00        | 25,674.84    |
| 450223   | CRESUNIF  | Melanie Barry                              | 01/20/2026 | 0.00        | 63.76        |
| 450224   | BERTSC    | Bertsch-Oceanview Csd                      | 01/20/2026 | 0.00        | 7,133.05     |
| 450225   | CRENNE    | C Renner Petroleum Inc                     | 01/20/2026 | 0.00        | 267.98       |
| 450226   | ZCAEQUA1  | Cal Dept of Tax and Fee Admin- Use Tax     | 01/20/2026 | 0.00        | 273.00       |
| 450227   | ZCABUILD  | California Building Standards Commission   | 01/20/2026 | 0.00        | 27.00        |

| Check No                  | Vendor No | Vendor Name                                    | Check Date | Void Checks | Check Amount |
|---------------------------|-----------|--|------------|-------------|--------------|
| 450228                    | CANON     | Canon Solutions America Inc                    | 01/20/2026 | 0.00        | 75.00        |
| 450229                    | CHARTEC   | Charter Communications                         | 01/20/2026 | 0.00        | 1,267.74     |
| 450230                    | CHURCH    | Churchtree Csd                                 | 01/20/2026 | 0.00        | 748.34       |
| 450231                    | DNCOFL    | D N Co Flood Control Dist                      | 01/20/2026 | 0.00        | 653.96       |
| 450232                    | DNCOUN    | D N Co Unified School Dst                      | 01/20/2026 | 0.00        | 1,505.25     |
| 450233                    | DNCO      | Del Norte County                               | 01/20/2026 | 0.00        | 3,537.41     |
| 450234                    | ZCACONS   | Dept Of Conservation                           | 01/20/2026 | 0.00        | 117.15       |
| 450235                    | DISTOP    | Distributor Operations, Inc.                   | 01/20/2026 | 0.00        | 156.37       |
| 450236                    | EUREKAO   | Eureka Oxygen Co.                              | 01/20/2026 | 0.00        | 129.40       |
| 450237                    | VERIZO2   | Frontier California Inc                        | 01/20/2026 | 0.00        | 2,844.07     |
| 450238                    | HACHCO    | Hach Company Inc                               | 01/20/2026 | 0.00        | 6,331.00     |
| 450239                    | HARPER    | Harvey M. Harper Company                       | 01/20/2026 | 0.00        | 2,342.92     |
| 450240                    | RECALL    | Iron Mountain                                  | 01/20/2026 | 0.00        | 147.38       |
| 450241                    | BICOASTA  | KPOD, LLC.                                     | 01/20/2026 | 0.00        | 450.00       |
| 450242                    | NCLAB     | Microbac Laboratories, Inc.                    | 01/20/2026 | 0.00        | 4,387.00     |
| 450243                    | HUMPES    | Northwest Property Services Inc                | 01/20/2026 | 0.00        | 82.00        |
| 450244                    | OLSENS    | Skye Olsen                                     | 01/20/2026 | 0.00        | 151.40       |
| 450245                    | PACPOW    | PacifiCorp                                     | 01/20/2026 | 0.00        | 56,133.96    |
| 450246                    | PELRENEL  | Pelren Electric                                | 01/20/2026 | 0.00        | 252.75       |
| 450247                    | PTRTRUCK  | Peterson Trucks Inc                            | 01/20/2026 | 0.00        | 273.96       |
| 450248                    | ROSSJAN   | Matthew Ross                                   | 01/20/2026 | 0.00        | 225.00       |
| 450249                    | SPERLING  | Connor Sperling                                | 01/20/2026 | 0.00        | 90.10        |
| 450250                    | ZCADSA    | State of California - Div of the State Archite | 01/20/2026 | 0.00        | 18.40        |
| 450251                    | ULINE     | Uline  | 01/20/2026 | 0.00        | 290.20       |
| 450252                    | UNIVAR    | Univar Solutions USA Inc.                      | 01/20/2026 | 0.00        | 16,573.08    |
| 450253                    | CALCARDS  | US Bank Corporate Pmt Systems                  | 01/20/2026 | 0.00        | 26,505.72    |
| 450254                    | USCCLLC   | USCC Services LLC                              | 01/20/2026 | 0.00        | 5,313.93     |
| 450255                    | VERIZO3   | Verizon Wireless Services LLC                  | 01/20/2026 | 0.00        | 734.28       |
| 450256                    | WESTCOP   | West Coast Paper Co                            | 01/20/2026 | 0.00        | 1,474.80     |
| 450257                    | WHITCOME  | Craig Whitcomb                                 | 01/20/2026 | 0.00        | 259.60       |
| Report Total (77 checks): |           |  |            | 0.00        | 1,194,796.30 |

AP  
01-10-26 to 1-23-26 Council

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| Check Numbe | Check Date | Acct 1             | Description  | Amount    | Selected For Void |
|-------------|------------|--------------------|--|-----------|-------------------|
| 0           | 1/20/2026  | 610-000-2185-00000 | PR Batch 00002.01.2026 State Income Tax                        | 3,215.98  | False             |
| 0           | 1/20/2026  | 610-000-2185-00000 | PR Batch 00022.01.2026 State Income Tax                        | 2,521.79  | False             |
| 0           | 1/20/2026  | 610-000-2189-00000 | PR Batch 00002.01.2026 Federal Income Tax                      | 10,199.59 | False             |
| 0           | 1/20/2026  | 610-000-2188-00000 | PR Batch 00022.01.2026 Medicare Employee Portion               | 1,226.07  | False             |
| 0           | 1/20/2026  | 610-000-2188-00000 | PR Batch 00002.01.2026 Medicare Employer Portion               | 1,816.72  | False             |
| 0           | 1/20/2026  | 610-000-2188-00000 | PR Batch 00002.01.2026 Medicare Employee Portion               | 1,816.72  | False             |
| 0           | 1/20/2026  | 610-000-2189-00000 | PR Batch 00022.01.2026 Federal Income Tax                      | 6,970.41  | False             |
| 0           | 1/20/2026  | 610-000-2188-00000 | PR Batch 00022.01.2026 Medicare Employer Portion               | 1,226.07  | False             |
| 0           | 1/20/2026  | 610-000-2185-00000 | PR Batch 07911.01.2026 State Income Tax                        | 23.96     | False             |
| 0           | 1/20/2026  | 610-000-2189-00000 | PR Batch 07911.01.2026 Federal Income Tax                      | 262.31    | False             |
| 0           | 1/20/2026  | 610-000-2188-00000 | PR Batch 07911.01.2026 Medicare Employee Portion               | 245.53    | False             |
| 0           | 1/20/2026  | 610-000-2188-00000 | PR Batch 07911.01.2026 Medicare Employer Portion               | 245.53    | False             |
| 0           | 1/20/2026  | 610-000-2187-00000 | PR Batch 00002.01.2026 MO EE PERS Contribution                 | 186.22    | False             |
| 0           | 1/20/2026  | 610-000-2187-00000 | PR Batch 00002.01.2026 Survivor Benefit                        | 39.99     | False             |
| 0           | 1/20/2026  | 610-000-2187-00000 | PR Batch 00022.01.2026 EE PERS Contribution                    | 7,089.36  | False             |
| 0           | 1/20/2026  | 610-000-2187-00000 | PR Batch 00002.01.2026 EE PERS Contribution                    | 9,222.42  | False             |
| 0           | 1/20/2026  | 610-000-2187-00000 | PR Batch 00022.01.2026 Survivor Benefit                        | 21.87     | False             |
| 0           | 1/20/2026  | 610-000-2187-00000 | PR Batch 00002.01.2026 Service Credit Purchase                 | 413.20    | False             |
| 0           | 1/20/2026  | 610-000-2187-00000 | PR Batch 00002.01.2026 ER PERS Contribution                    | 12,054.03 | False             |
| 0           | 1/20/2026  | 610-000-2187-00000 | PR Batch 00022.01.2026 ER PERS Contribution                    | 8,443.94  | False             |
| 450184      | 1/12/2026  | 001-240-4391-00000 | oxygen sensor.   | 34.55     | False             |
| 450185      | 1/12/2026  | 001-251-4409-00000 | Battery Point Plan Check and Bulding Inspection.11/01-11/30/25 | 3,608.75  | False             |
| 450186      | 1/12/2026  | 001-120-4450-00000 | Copier maintenance 11/07-12/06/25                              | 58.25     | False             |
| 450186      | 1/12/2026  | 413-120-4450-00000 | Copier maintenance 11/07-12/06/25                              | 58.25     | False             |
| 450186      | 1/12/2026  | 419-120-4450-00000 | Copier maintenance 11/07-12/06/25                              | 58.26     | False             |
| 450187      | 1/12/2026  | 001-480-4685-00000 | Pool/spa inspections   | 130.00    | False             |
| 450187      | 1/12/2026  | 001-471-4450-00000 | Permit-Mobile food facilities.                                 | 90.00     | False             |
| 450187      | 1/12/2026  | 001-480-4685-00000 | Permit-Hazmat  | 191.50    | False             |
| 450188      | 1/12/2026  | 412-113-4450-00000 | Use of Board Chambers: Nov 2025.                               | 5.20      | False             |
| 450188      | 1/12/2026  | 419-113-4450-00000 | Use of Board Chambers: Nov 2025.                               | 41.60     | False             |
| 450188      | 1/12/2026  | 001-113-4450-00000 | Use of Board Chambers: Nov 2025.                               | 41.60     | False             |
| 450188      | 1/12/2026  | 413-113-4450-00000 | Use of Board Chambers: Nov 2025.                               | 41.60     | False             |
| 450189      | 1/12/2026  | 419-371-4230-00000 | Cradlepoint Router replacements for migrating water systems.   | 7,100.77  | False             |

| Check Numbe | Check Date | Acct 1             | Description                                  | Amount    | Selected For Void |
|-------------|------------|--------------------|--|-----------|-------------------|
| 450190      | 1/12/2026  | 919-371-4799-37118 | Various water meters for AMR project         | 22,467.67 | False             |
| 450190      | 1/12/2026  | 919-371-4799-37118 | Sensus water meters for our AMR project      | 74,833.60 | False             |
| 450191      | 1/12/2026  | 508-508-4390-60003 | Solenoid air con valve.                      | 130.53    | False             |
| 450192      | 1/12/2026  | 413-356-4390-35022 | Transmitter.                                 | 848.78    | False             |
| 450193      | 1/12/2026  | 001-120-4409-00000 | Sales tax audit and report. Oct-Dec 2025     | 1,307.59  | False             |
| 450194      | 1/12/2026  | 413-351-4390-00000 | Quanti tray sealer with 5 year care coverage | 5,411.42  | False             |
| 450195      | 1/12/2026  | 412-113-4450-00000 | Document shredding service. 11/25-12/19/25   | 5.97      | False             |
| 450195      | 1/12/2026  | 419-113-4450-00000 | Document shredding service. 11/25-12/19/25   | 47.78     | False             |
| 450195      | 1/12/2026  | 001-113-4450-00000 | Document shredding service. 11/25-12/19/25   | 47.78     | False             |
| 450195      | 1/12/2026  | 413-113-4450-00000 | Document shredding service. 11/25-12/19/25   | 47.78     | False             |
| 450196      | 1/12/2026  | 001-000-3230-00000 | REFUND for overpayment from Entity # 944     | 97.13     | False             |
| 450196      | 1/12/2026  | 001-000-2160-00000 | REFUND for overpayment from Entity # 944     | 4.00      | False             |
| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots-11/04-11/24/25              | 31.51     | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots-11/07-11/27/25              | 49.32     | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots-Web posting.                | 4.68      | False             |
| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots-11/07-11/27/25              | 31.51     | False             |
| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots11/01-11/30/25               | 31.51     | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots- Web posting.               | 5.33      | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots-Web posting                 | 4.68      | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots- Web posting                | 5.33      | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots-11/01-11/30/25              | 49.32     | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots-11/04-11/24/25              | 56.17     | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots-11/01-11/30/25              | 56.17     | False             |
| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots-Web posting.                | 2.99      | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots- Web posting.               | 4.68      | False             |
| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots- Web posting                | 2.99      | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots-Web posting.                | 5.33      | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots-11/04-11/24/25              | 49.32     | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots-11/07-11/27/25              | 56.17     | False             |
| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots-09/05-09/25/25              | 31.51     | False             |
| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots-Web posting.                | 2.99      | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots-Web posting.                | 4.68      | False             |
| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots-Web posting.                | 2.99      | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots-09/02-09/30/25              | 49.32     | False             |
| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots-09/02-09/30/25              | 31.51     | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots-09/05-09/25/25              | 56.17     | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots-09/01-09/28/25              | 49.32     | False             |
| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots-Web posting.                | 2.99      | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots-Web posting.                | 5.33      | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots-09/02-09/30/25              | 56.17     | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots-Web posting.                | 4.68      | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots-09/01-09/28/25              | 56.17     | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots-Web posting.                | 5.33      | False             |

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| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots-09/01-09/28/25                                  | 31.51      | False             |
| 450197      | 1/12/2026  | 001-112-4430-00000 | KPOD Radio Spots-Web posting.                                    | 5.33       | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots-Web posting.                                    | 4.68       | False             |
| 450197      | 1/12/2026  | 001-480-4430-00000 | KPOD Radio Spots-09/05-09/25/25                                  | 49.32      | False             |
| 450197      | 1/12/2026  | 412-100-4430-00000 | KPOD Radio Spots-Web posting.                                    | 2.99       | False             |
| 450198      | 1/12/2026  | 419-110-4530-00000 | Networking luncheon- J. Greenough                                | 8.00       | False             |
| 450198      | 1/12/2026  | 001-110-4530-00000 | Networking luncheon- J. Greenough                                | 8.00       | False             |
| 450198      | 1/12/2026  | 413-110-4530-00000 | Networking luncheon- J. Greenough                                | 8.00       | False             |
| 450198      | 1/12/2026  | 412-110-4530-00000 | Networking luncheon- J. Greenough                                | 1.00       | False             |
| 450199      | 1/12/2026  | 508-508-4390-00000 | Tire disposal.   | 21.16      | False             |
| 450200      | 1/12/2026  | 001-240-4530-2020S | FY26 Monthly K9 Maint Fees - Kostya. Dec 2025                    | 400.00     | False             |
| 450200      | 1/12/2026  | 001-240-4530-2020S | FY26 Monthly K9 Maint Fees - Murtaugh. Dec 2025                  | 400.00     | False             |
| 450201      | 1/12/2026  | 508-508-4390-60003 | Air brake elbow.   | 108.89     | False             |
| 450202      | 1/12/2026  | 413-000-1202-00000 | WWTP Operations Contract: Credit for solids hauling.             | -6,360.53  | False             |
| 450202      | 1/12/2026  | 413-352-4409-00000 | WWTP Operations Contract: Dec 2025                               | 133,148.74 | False             |
| 450202      | 1/12/2026  | 413-352-4450-00000 | WWTP Operations Contract: Repairs Dec 2025                       | 14,666.67  | False             |
| 450202      | 1/12/2026  | 413-351-4409-00000 | WWTP Operations Contract: Lab support Nov 2025                   | 800.00     | False             |
| 450202      | 1/12/2026  | 413-352-4340-00000 | WWTP Operations Contract: Chemicals Dec 2025                     | 10,723.31  | False             |
| 450203      | 1/12/2026  | 001-471-4450-00000 | Annual monthly maintenance service FY26. 01/01-01/31/26          | 439.56     | False             |
| 450204      | 1/12/2026  | 161-485-4409-24BAL | BA Program Forgivable Loan: Program Operator Services. Dec 2025  | 20,250.00  | False             |
| 450205      | 1/12/2026  | 413-351-4450-00000 | Service visit for WWPT alarm system.                             | 613.20     | False             |
| 450206      | 1/12/2026  | 901-480-4799-2020S | Re-roof Fred Endert pool/ CIP project. Final: Reissue of #449980 | 22,452.04  | False             |
| 450207      | 1/12/2026  | 419-130-4550-00000 | Legal support FY 26: 12/01-12/31/25                              | 76.00      | False             |
| 450207      | 1/12/2026  | 413-130-4550-00000 | Legal support FY 26: 12/01-12/31/25                              | 76.00      | False             |
| 450207      | 1/12/2026  | 001-130-4550-00000 | Legal support FY 26: 12/01-12/31/25                              | 152.00     | False             |
| 450208      | 1/12/2026  | 412-100-4409-00000 | FY26 - Reservation System Dec 2025                               | 307.50     | False             |
| 450209      | 1/12/2026  | 506-506-4450-00000 | FY26 Janitorial Service - City Hall. Sept 25                     | 325.00     | False             |
| 450209      | 1/12/2026  | 001-240-4450-00000 | FY26 Janitorial Service - PD Sept 25                             | 325.00     | False             |
| 450209      | 1/12/2026  | 412-100-4450-00000 | Lighthouse Cove Janitorial Services - FY26. Dec 25               | 1,500.00   | False             |
| 450209      | 1/12/2026  | 001-240-4450-00000 | FY26 Janitorial Service - PD. Dec 25                             | 325.00     | False             |
| 450209      | 1/12/2026  | 001-470-4450-00000 | FY26 Janitorial Service - (7) Public Restrooms Dec 25            | 3,500.00   | False             |
| 450209      | 1/12/2026  | 506-506-4450-00000 | FY26 Janitorial Service - City Hall. Dec 25                      | 325.00     | False             |
| 450210      | 1/12/2026  | 901-364-4799-2020S | Measure S Street Improvements Fal 2025 & CC01Prog pmnt 1         | 502,216.00 | False             |
| 450210      | 1/12/2026  | 901-000-2112-00000 | Measure S Street Improvements Fal 2025 & CC01.Prog pmnt 1        | -25,110.80 | False             |
| 450211      | 1/12/2026  | 001-240-4391-00000 | New tires. Mount and balance.                                    | 960.00     | False             |
| 450212      | 1/12/2026  | 413-113-4310-00000 | Name plate for S. Shamblin.                                      | 9.78       | False             |
| 450212      | 1/12/2026  | 001-113-4310-00000 | Name plate for S. Shamblin.                                      | 9.78       | False             |
| 450212      | 1/12/2026  | 412-113-4310-00000 | Name plate for S. Shamblin.                                      | 1.22       | False             |
| 450212      | 1/12/2026  | 419-113-4310-00000 | Name plate for S. Shamblin.                                      | 9.78       | False             |
| 450213      | 1/12/2026  | 001-364-4390-10025 | Brush parts.   | 915.83     | False             |
| 450213      | 1/12/2026  | 001-000-2122-00000 | Brush parts. TAX   | -45.94     | False             |
| 450214      | 1/12/2026  | 001-240-4480-00000 | RIPA Application services 7/1/25-6/30/26                         | 1,500.00   | False             |
| 450215      | 1/12/2026  | 508-508-4390-00000 | Bobcat filters.  | 482.94     | False             |

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| 450216      | 1/20/2026  | 610-000-2170-00000 | PR Batch 00002.01.2026 Child Support-CA                  | 88.84     | False             |
| 450217      | 1/20/2026  | 610-000-2184-00000 | PR Batch 00002.01.2026 CCEA Monthly Dues                 | 85.00     | False             |
| 450217      | 1/20/2026  | 610-000-2184-00000 | PR Batch 00022.01.2026 CCEA Monthly Dues                 | 5.00      | False             |
| 450218      | 1/20/2026  | 610-000-2181-00000 | PR Batch 00022.01.2026 CCPOA Dues                        | 550.00    | False             |
| 450219      | 1/20/2026  | 610-000-2178-00000 | Plan # 300878  | 2,075.00  | False             |
| 450219      | 1/20/2026  | 610-000-2178-00000 | Plan # 300878  | 335.00    | False             |
| 450219      | 1/20/2026  | 610-000-2186-00000 | Plan # 306752  | 47.90     | False             |
| 450219      | 1/20/2026  | 610-000-2186-00000 | Plan # 306752  | 871.43    | False             |
| 450219      | 1/20/2026  | 610-000-2186-00000 | Plan # 306752  | 10.04     | False             |
| 450219      | 1/20/2026  | 610-000-2178-00000 | Plan # 300878  | 140.38    | False             |
| 450219      | 1/20/2026  | 610-000-2186-00000 | Plan # 306752  | 190.06    | False             |
| 450219      | 1/20/2026  | 610-000-2178-00000 | Plan # 300878  | 4,598.36  | False             |
| 450219      | 1/20/2026  | 610-000-2186-00000 | Plan # 306752  | 1,049.88  | False             |
| 450219      | 1/20/2026  | 610-000-2186-00000 | Plan # 306752  | 220.17    | False             |
| 450219      | 1/20/2026  | 610-000-2178-00000 | Plan # 300878  | 282.70    | False             |
| 450220      | 1/20/2026  | 610-000-2182-00000 | PR Batch 00022.01.2026 PORAC RMT                         | 550.00    | False             |
| 450221      | 1/14/2026  | 161-485-4796-24FRC | 24-CDBG-NH-10004-A2:Food Pantry Services: 01-09-01/09/26 | 90,015.61 | False             |
| 450221      | 1/14/2026  | 161-485-4796-24FRC | 24-CDBG-NH-10004-A2:Food Pantry Services: 10/01-12/31/25 | 56,768.93 | False             |
| 450222      | 1/20/2026  | 420-115-4450-00000 | Office 365 renewal - FY26                                | 12,837.42 | False             |
| 450222      | 1/20/2026  | 420-000-1510-00000 | Office 365 renewal - FY27                                | 12,837.42 | False             |
| 450223      | 1/20/2026  | 001-230-4390-00000 | Embroider name and uniform patches.                      | 63.76     | False             |
| 450224      | 1/20/2026  | 419-372-3821-41028 | Monthly Maintenance: Dec 2025                            | 7,133.05  | False             |
| 450225      | 1/20/2026  | 001-230-4330-00000 | FY26 Fuel for fire dept: Dec 2025                        | 78.45     | False             |
| 450225      | 1/20/2026  | 001-230-4330-00000 | FY26 Fuel for fire dept: Nov 2025                        | 189.53    | False             |
| 450226      | 1/20/2026  | 508-000-2122-00000 | Use Tax Payable: 10/01/25-12/31/25                       | 103.73    | False             |
| 450226      | 1/20/2026  | 001-000-2122-00000 | Use Tax Payable: 10/01/25-12/31/25                       | 169.27    | False             |
| 450227      | 1/20/2026  | 001-251-3312-00000 | Admin Fees Payable: 10/01/25-12/31/25 (retained)         | -3.00     | False             |
| 450227      | 1/20/2026  | 001-251-3312-00000 | Admin Fees Payable: 10/01/25-12/31/25                    | 30.00     | False             |
| 450228      | 1/20/2026  | 506-506-4450-00000 | Copier maintenance - 12/25-01/24/26                      | 21.87     | False             |
| 450228      | 1/20/2026  | 506-506-4450-00000 | Copier Services FY25/26: 11/25-12/24/25                  | 53.13     | False             |
| 450229      | 1/20/2026  | 001-113-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26            | 3.47      | False             |
| 450229      | 1/20/2026  | 419-371-4230-00000 | Internet Svc (246595701 - Amador) - 01/01-01/31/26       | 159.99    | False             |
| 450229      | 1/20/2026  | 413-130-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26            | 2.00      | False             |
| 450229      | 1/20/2026  | 413-120-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26            | 20.31     | False             |
| 450229      | 1/20/2026  | 001-471-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26            | 2.60      | False             |
| 450229      | 1/20/2026  | 001-251-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26            | 18.44     | False             |
| 450229      | 1/20/2026  | 413-111-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26            | 3.42      | False             |
| 450229      | 1/20/2026  | 419-120-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26            | 20.16     | False             |
| 450229      | 1/20/2026  | 001-364-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26            | 3.80      | False             |
| 450229      | 1/20/2026  | 413-114-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26            | 1.34      | False             |
| 450229      | 1/20/2026  | 413-352-4230-00000 | broadband for security- 01/01-01/31/26                   | 114.99    | False             |
| 450229      | 1/20/2026  | 419-130-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26            | 1.99      | False             |
| 450229      | 1/20/2026  | 001-470-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26            | 1.37      | False             |

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| 450229      | 1/20/2026  | 419-114-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 1.58     | False             |
| 450229      | 1/20/2026  | 001-120-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 18.83    | False             |
| 450229      | 1/20/2026  | 413-113-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 3.47     | False             |
| 450229      | 1/20/2026  | 420-115-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 22.83    | False             |
| 450229      | 1/20/2026  | 419-371-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 12.16    | False             |
| 450229      | 1/20/2026  | 001-130-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 3.99     | False             |
| 450229      | 1/20/2026  | 412-111-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 0.56     | False             |
| 450229      | 1/20/2026  | 413-352-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 1.70     | False             |
| 450229      | 1/20/2026  | 419-371-4230-00000 | broadband for security- 01/01-01/31/26                          | 100.00   | False             |
| 450229      | 1/20/2026  | 001-111-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 3.65     | False             |
| 450229      | 1/20/2026  | 001-350-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 9.51     | False             |
| 450229      | 1/20/2026  | 412-100-4230-00000 | Internet Service - 01/01-01/31/26                               | 170.00   | False             |
| 450229      | 1/20/2026  | 413-353-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 3.80     | False             |
| 450229      | 1/20/2026  | 419-111-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 3.76     | False             |
| 450229      | 1/20/2026  | 001-250-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 4.18     | False             |
| 450229      | 1/20/2026  | 412-120-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 3.15     | False             |
| 450229      | 1/20/2026  | 419-371-4230-00000 | Internet Svc (246787001 - Burtshell)- 01/01-01/31/26            | 109.99   | False             |
| 450229      | 1/20/2026  | 001-112-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 7.77     | False             |
| 450229      | 1/20/2026  | 412-130-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 0.56     | False             |
| 450229      | 1/20/2026  | 001-230-4230-00000 | Cable & Internet Service-01/09-02/08/26                         | 132.79   | False             |
| 450229      | 1/20/2026  | 413-357-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 6.66     | False             |
| 450229      | 1/20/2026  | 001-240-4230-00000 | Internet Service - 01/01-01/31/26                               | 169.99   | False             |
| 450229      | 1/20/2026  | 412-113-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 0.44     | False             |
| 450229      | 1/20/2026  | 412-100-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 2.86     | False             |
| 450229      | 1/20/2026  | 419-113-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 3.46     | False             |
| 450229      | 1/20/2026  | 419-371-4230-00000 | broadband for security- 01/01-01/31/26                          | 100.00   | False             |
| 450229      | 1/20/2026  | 412-114-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 0.29     | False             |
| 450229      | 1/20/2026  | 001-480-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 2.86     | False             |
| 450229      | 1/20/2026  | 001-313-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 4.85     | False             |
| 450229      | 1/20/2026  | 001-114-4230-00000 | 177063601 CH Internet Service- 01/01-01/31/26                   | 8.17     | False             |
| 450230      | 1/20/2026  | 419-372-3822-41029 | Monthly Maintenance: Dec 2025                                   | 748.34   | False             |
| 450231      | 1/20/2026  | 419-372-3823-41030 | Monthly Maintenance: Dec 2025                                   | 653.96   | False             |
| 450232      | 1/20/2026  | 001-230-4330-00000 | Fuel for FY26- Nov 2025   | 1,505.25 | False             |
| 450233      | 1/20/2026  | 115-364-4787-00000 | Gas Tax Sec 2107 pass-through per annex agreement FY 26 Nov Rev | 811.46   | False             |
| 450233      | 1/20/2026  | 115-364-4785-00000 | Gas Tax Sec 2105 pass-through per annex agreement FY 25 Nov Rev | 568.58   | False             |
| 450233      | 1/20/2026  | 117-364-4789-00000 | RMRA pass-through per annex agreement FY 26 Oct Rev.            | 2,157.37 | False             |
| 450234      | 1/20/2026  | 001-000-2150-00000 | Seismic Fees Payable: 10/01/25-12/31/25                         | 104.32   | False             |
| 450234      | 1/20/2026  | 001-000-2140-00000 | Seismic Fees Payable: 10/01/25-12/31/25                         | 12.83    | False             |
| 450235      | 1/20/2026  | 508-508-4390-00000 | Oil   | 156.37   | False             |
| 450236      | 1/20/2026  | 001-230-4390-00000 | Cylinder rental.  | 129.40   | False             |
| 450237      | 1/20/2026  | 419-371-4230-00000 | Water System Phone 464-2826 -12/13-01/12/26                     | 98.77    | False             |
| 450237      | 1/20/2026  | 419-371-4230-00000 | Water System Phone Bill 707-1006 -12/13-01/12/26                | 27.85    | False             |
| 450237      | 1/20/2026  | 001-240-4230-00000 | Radio to Sherriff -12/13-01/12/26                               | 28.95    | False             |

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| 450237      | 1/20/2026  | 419-371-4230-00000 | 707-001-0001 SCADA telemetry link 12/28-01/27/26 | 56.87  | False             |
| 450237      | 1/20/2026  | 419-113-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 1.21   | False             |
| 450237      | 1/20/2026  | 001-480-4230-00000 | 707-464-1372 monthly phone -12/30-01/29/26       | 113.04 | False             |
| 450237      | 1/20/2026  | 412-114-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.10   | False             |
| 450237      | 1/20/2026  | 412-111-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.19   | False             |
| 450237      | 1/20/2026  | 413-113-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 1.20   | False             |
| 450237      | 1/20/2026  | 419-371-4230-00000 | 707-465-3386 Water Scada Phone-12/14-01/13/26    | 145.56 | False             |
| 450237      | 1/20/2026  | 413-352-4230-00000 | Treatment Plant Phone: 465-3054 -12/30-01/29/26  | 234.41 | False             |
| 450237      | 1/20/2026  | 420-115-4230-00000 | 707-197-0009 monthly phone-01/02-02/01/26        | 790.00 | False             |
| 450237      | 1/20/2026  | 508-508-4230-00000 | 707-464-6628 Corp Yard Fax -12/30-01/29/26       | 122.11 | False             |
| 450237      | 1/20/2026  | 001-480-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.99   | False             |
| 450237      | 1/20/2026  | 001-480-4230-00000 | 707-464-6940 monthly phone -12/30-01/29/26       | 72.12  | False             |
| 450237      | 1/20/2026  | 001-111-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 1.27   | False             |
| 450237      | 1/20/2026  | 001-471-4230-00000 | 707-465-3914 monthly phone -12/30-01/29/26       | 117.88 | False             |
| 450237      | 1/20/2026  | 413-130-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.69   | False             |
| 450237      | 1/20/2026  | 001-470-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.47   | False             |
| 450237      | 1/20/2026  | 001-250-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 1.45   | False             |
| 450237      | 1/20/2026  | 413-352-4230-00000 | WWTP phone -12/30-01/29/26 -12/30-01/29/26       | 339.64 | False             |
| 450237      | 1/20/2026  | 419-130-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.69   | False             |
| 450237      | 1/20/2026  | 419-114-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.55   | False             |
| 450237      | 1/20/2026  | 001-114-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 2.84   | False             |
| 450237      | 1/20/2026  | 001-471-4230-00000 | Cult Cntr Elev Alrm 707-464-4582 -12/30-01/29/26 | 116.00 | False             |
| 450237      | 1/20/2026  | 001-471-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.91   | False             |
| 450237      | 1/20/2026  | 419-371-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 4.23   | False             |
| 450237      | 1/20/2026  | 001-240-4230-00000 | 707-465-5129 monthly phone -12/30-01/29/26       | 122.11 | False             |
| 450237      | 1/20/2026  | 001-350-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 3.31   | False             |
| 450237      | 1/20/2026  | 412-100-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.99   | False             |
| 450237      | 1/20/2026  | 001-113-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 1.20   | False             |
| 450237      | 1/20/2026  | 412-130-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.20   | False             |
| 450237      | 1/20/2026  | 001-120-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 6.54   | False             |
| 450237      | 1/20/2026  | 413-351-4230-00000 | 707 465-5275 Lab Phone Line -12/30-01/29/26      | 212.12 | False             |
| 450237      | 1/20/2026  | 001-130-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 1.39   | False             |
| 450237      | 1/20/2026  | 413-353-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 1.32   | False             |
| 450237      | 1/20/2026  | 001-364-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 1.32   | False             |
| 450237      | 1/20/2026  | 419-120-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 7.01   | False             |
| 450237      | 1/20/2026  | 001-251-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 6.40   | False             |
| 450237      | 1/20/2026  | 001-313-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 1.69   | False             |
| 450237      | 1/20/2026  | 413-357-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 2.31   | False             |
| 450237      | 1/20/2026  | 412-120-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 1.10   | False             |
| 450237      | 1/20/2026  | 413-111-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 1.19   | False             |
| 450237      | 1/20/2026  | 413-114-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.47   | False             |
| 450237      | 1/20/2026  | 001-112-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 2.70   | False             |
| 450237      | 1/20/2026  | 413-352-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26      | 0.59   | False             |

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| 450237      | 1/20/2026  | 419-111-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26                    | 1.31     | False             |
| 450237      | 1/20/2026  | 412-113-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26                    | 0.15     | False             |
| 450237      | 1/20/2026  | 413-120-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26                    | 7.06     | False             |
| 450237      | 1/20/2026  | 420-115-4230-00000 | 707 465-4405 downstairs fax -12/30-01/29/26                    | 7.93     | False             |
| 450238      | 1/20/2026  | 419-371-4450-00000 | Calibration of lab Hach meters and water inline meters         | 5,068.00 | False             |
| 450238      | 1/20/2026  | 413-351-4450-00000 | Calibration of lab Hach meters and water inline meters         | 1,263.00 | False             |
| 450239      | 1/20/2026  | 508-508-4390-00000 | Seat belt assembly.  | 213.44   | False             |
| 450239      | 1/20/2026  | 508-508-4390-00000 | Seat belt assembly.  | 159.32   | False             |
| 450239      | 1/20/2026  | 508-508-4390-00000 | RETURNS from invoice 5329847- Seat belt assembly.              | -213.44  | False             |
| 450239      | 1/20/2026  | 508-508-4390-60003 | Parts to replace high pressure fuel pump on Emergency Vehicle  | 2,459.23 | False             |
| 450239      | 1/20/2026  | 508-508-4390-60003 | Parts to replace on Emergency Vehicle: RETURN invoice #5327742 | -275.63  | False             |
| 450240      | 1/20/2026  | 413-113-4450-00000 | Document shredding services: 10/29-11/24/25                    | 47.16    | False             |
| 450240      | 1/20/2026  | 412-113-4450-00000 | Document shredding services: 10/29-11/24/25                    | 5.90     | False             |
| 450240      | 1/20/2026  | 419-113-4450-00000 | Document shredding services: 10/29-11/24/25                    | 47.16    | False             |
| 450240      | 1/20/2026  | 001-113-4450-00000 | Document shredding services: 10/29-11/24/25                    | 47.16    | False             |
| 450241      | 1/20/2026  | 001-480-4430-00000 | KPOD Radio Spots   | 49.32    | False             |
| 450241      | 1/20/2026  | 412-100-4430-00000 | KPOD Radio Spots- Web posting                                  | 2.99     | False             |
| 450241      | 1/20/2026  | 412-100-4430-00000 | KPOD Radio Spots   | 31.51    | False             |
| 450241      | 1/20/2026  | 412-100-4430-00000 | KPOD Radio Spots- Web posting.                                 | 2.99     | False             |
| 450241      | 1/20/2026  | 412-100-4430-00000 | KPOD Radio Spots   | 31.51    | False             |
| 450241      | 1/20/2026  | 412-100-4430-00000 | KPOD Radio Spots   | 31.51    | False             |
| 450241      | 1/20/2026  | 001-480-4430-00000 | KPOD Radio Spots- Web posting                                  | 4.68     | False             |
| 450241      | 1/20/2026  | 001-480-4430-00000 | KPOD Radio Spots   | 49.32    | False             |
| 450241      | 1/20/2026  | 001-112-4430-00000 | KPOD Radio Spots- Web posting.                                 | 5.33     | False             |
| 450241      | 1/20/2026  | 001-112-4430-00000 | KPOD Radio Spots-Web posting.                                  | 5.33     | False             |
| 450241      | 1/20/2026  | 001-480-4430-00000 | KPOD Radio Spots- Web posting.                                 | 4.68     | False             |
| 450241      | 1/20/2026  | 001-112-4430-00000 | KPOD Radio Spots- Web posting.                                 | 5.33     | False             |
| 450241      | 1/20/2026  | 001-480-4430-00000 | KPOD Radio Spots   | 49.32    | False             |
| 450241      | 1/20/2026  | 001-112-4430-00000 | KPOD Radio Spots   | 56.17    | False             |
| 450241      | 1/20/2026  | 412-100-4430-00000 | KPOD Radio Spots- Web posting                                  | 2.99     | False             |
| 450241      | 1/20/2026  | 001-112-4430-00000 | KPOD Radio Spots   | 56.17    | False             |
| 450241      | 1/20/2026  | 001-112-4430-00000 | KPOD Radio Spots   | 56.17    | False             |
| 450241      | 1/20/2026  | 001-480-4430-00000 | KPOD Radio Spots- Web posting.                                 | 4.68     | False             |
| 450242      | 1/20/2026  | 419-371-4470-00000 | FY26 Drinking water testing                                    | 321.00   | False             |
| 450242      | 1/20/2026  | 413-352-4470-00000 | FY26 External testing for WWTP                                 | 299.00   | False             |
| 450242      | 1/20/2026  | 413-351-4685-00000 | FY26 External lab test for CCWQL                               | 232.00   | False             |
| 450242      | 1/20/2026  | 413-352-4470-00000 | FY26 External testing for WWTP                                 | 3,535.00 | False             |
| 450243      | 1/20/2026  | 506-506-4450-00000 | Pest control services: Dec '25 J street                        | 82.00    | False             |
| 450244      | 1/20/2026  | 412-000-3825-00000 | REFUND for stay on 12/24-12/27/25 Conf# 12799                  | 15.00    | False             |
| 450244      | 1/20/2026  | 001-000-3221-00000 | REFUND for stay on 12/24-12/27/25 Conf# 12799                  | 12.40    | False             |
| 450244      | 1/20/2026  | 412-000-3570-00000 | REFUND for stay on 12/24-12/27/25 Conf# 12799                  | 124.00   | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 110 Service at 1397 Front St                              | 21.50    | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 119 Service at ABT Lake Earl Dr - Pump                    | 30.19    | False             |

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| 450245      | 1/20/2026  | 001-120-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 65.03    | False             |
| 450245      | 1/20/2026  | 001-130-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 13.77    | False             |
| 450245      | 1/20/2026  | 508-508-4210-00000 | ITEM 34 Service at Garage Area Light - Shop      | 28.87    | False             |
| 450245      | 1/20/2026  | 412-111-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 1.96     | False             |
| 450245      | 1/20/2026  | 001-313-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 16.75    | False             |
| 450245      | 1/20/2026  | 001-480-4210-2020S | ITEM 25 Service at 1000 Play St - Pool           | 5,256.44 | False             |
| 450245      | 1/20/2026  | 001-240-4210-00000 | ITEM 99 Service at 686 G St to Shop - PD         | 22.85    | False             |
| 450245      | 1/20/2026  | 001-250-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.68     | False             |
| 450245      | 1/20/2026  | 412-130-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.09     | False             |
| 450245      | 1/20/2026  | 413-353-4210-35019 | ITEM 83 Service at King & Vance - Lift Station   | 150.57   | False             |
| 450245      | 1/20/2026  | 413-353-4210-00000 | ITEM 109 Service at Pacific & El Dorado          | 21.50    | False             |
| 450245      | 1/20/2026  | 413-120-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 7.36     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 4.71     | False             |
| 450245      | 1/20/2026  | 413-352-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 0.62     | False             |
| 450245      | 1/20/2026  | 001-251-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 63.65    | False             |
| 450245      | 1/20/2026  | 413-352-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 5.87     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 95 Service at 184 Battery - Park Restrooms  | 38.60    | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 56 Service at NE Cor W S Rd & EV X Rd Pump  | 29.49    | False             |
| 450245      | 1/20/2026  | 413-120-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 3.27     | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 53 Service - Streetlights                   | 2,183.65 | False             |
| 450245      | 1/20/2026  | 419-120-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 7.30     | False             |
| 450245      | 1/20/2026  | 001-350-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 32.84    | False             |
| 450245      | 1/20/2026  | 001-250-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 1.51     | False             |
| 450245      | 1/20/2026  | 413-357-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 22.98    | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 113 Service at Harding & Northcrest Lt      | 90.99    | False             |
| 450245      | 1/20/2026  | 419-120-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 3.25     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 29 Service at Mason Mall Lighting - Parks   | 38.60    | False             |
| 450245      | 1/20/2026  | 413-353-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.61     | False             |
| 450245      | 1/20/2026  | 508-508-4210-00000 | ITEM 107 Service at 10th&I Strg & Lunch Rm -shop | 604.37   | False             |
| 450245      | 1/20/2026  | 001-120-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 6.82     | False             |
| 450245      | 1/20/2026  | 001-251-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 6.68     | False             |
| 450245      | 1/20/2026  | 001-480-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.46     | False             |
| 450245      | 1/20/2026  | 412-100-4210-00000 | ITEM 79 Service at 900 Sunset Cir #B - RV Park   | 934.11   | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 52 Service - Streetlights                   | 21.98    | False             |
| 450245      | 1/20/2026  | 412-100-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.46     | False             |
| 450245      | 1/20/2026  | 413-353-4210-35019 | ITEM 112 Service at Breen Street Pump            | 58.69    | False             |
| 450245      | 1/20/2026  | 419-114-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.26     | False             |
| 450245      | 1/20/2026  | 001-350-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 1.54     | False             |
| 450245      | 1/20/2026  | 001-471-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 8.99     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 21 Service at Mall Ltg Oasis Trns - Parks   | 21.50    | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 87 Service at 4241 US Hwy 101 N             | 111.74   | False             |
| 450245      | 1/20/2026  | 419-120-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 69.59    | False             |
| 450245      | 1/20/2026  | 412-120-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 1.14     | False             |

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| 450245      | 1/20/2026  | 412-100-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 1.03     | False             |
| 450245      | 1/20/2026  | 413-357-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 2.41     | False             |
| 450245      | 1/20/2026  | 412-111-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 0.21     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 106 Service at Bro John Park Rstrms         | 34.80    | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 104 Service at 510 E Cooper Ave             | 22.31    | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 92 Service at Front & H Prking Lot - Parks  | 61.68    | False             |
| 450245      | 1/20/2026  | 412-130-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 0.20     | False             |
| 450245      | 1/20/2026  | 413-111-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 11.82    | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 49 Service 206 Elk Valley Rd Pump Station   | 2,347.08 | False             |
| 450245      | 1/20/2026  | 001-313-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.78     | False             |
| 450245      | 1/20/2026  | 001-350-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 3.45     | False             |
| 450245      | 1/20/2026  | 413-113-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 11.96    | False             |
| 450245      | 1/20/2026  | 420-115-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 78.79    | False             |
| 450245      | 1/20/2026  | 420-115-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 8.27     | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 54 Service - Streetlights                   | 110.27   | False             |
| 450245      | 1/20/2026  | 001-250-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 14.43    | False             |
| 450245      | 1/20/2026  | 412-111-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.09     | False             |
| 450245      | 1/20/2026  | 412-120-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 10.87    | False             |
| 450245      | 1/20/2026  | 413-353-4210-35019 | ITEM 2 Service at Pacific & A - Sewer lift       | 38.28    | False             |
| 450245      | 1/20/2026  | 001-112-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 1.25     | False             |
| 450245      | 1/20/2026  | 412-114-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 0.10     | False             |
| 450245      | 1/20/2026  | 413-353-4210-35019 | ITEM 86 Service at Pacific & A - Sewer Lift      | 68.31    | False             |
| 450245      | 1/20/2026  | 413-111-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.55     | False             |
| 450245      | 1/20/2026  | 412-100-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 9.86     | False             |
| 450245      | 1/20/2026  | 419-130-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 6.89     | False             |
| 450245      | 1/20/2026  | 419-130-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.32     | False             |
| 450245      | 1/20/2026  | 001-111-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.59     | False             |
| 450245      | 1/20/2026  | 001-364-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 1.37     | False             |
| 450245      | 1/20/2026  | 001-130-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.64     | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 123 Service - Streetlights                  | 29.70    | False             |
| 450245      | 1/20/2026  | 001-364-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 0.61     | False             |
| 450245      | 1/20/2026  | 413-357-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 1.07     | False             |
| 450245      | 1/20/2026  | 001-113-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 11.96    | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 88 Service - Streetlights                   | 494.25   | False             |
| 450245      | 1/20/2026  | 001-480-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 1.03     | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 115 Service at 391 Front St - Streetlights  | 204.75   | False             |
| 450245      | 1/20/2026  | 413-353-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 13.12    | False             |
| 450245      | 1/20/2026  | 001-240-4210-00000 | ITEM 14 Service at 686 G St - PD                 | 1,239.91 | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren | 1.96     | False             |
| 450245      | 1/20/2026  | 412-130-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 1.95     | False             |
| 450245      | 1/20/2026  | 413-120-4210-00000 | ITEM 81 Service at 377 J St - City Hall          | 70.10    | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 58 Service at KingsValley Rd Off Hwy101     | 1,799.54 | False             |
| 450245      | 1/20/2026  | 413-353-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock       | 1.37     | False             |

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| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 98 Service at Front & Play - Kid Town Rstrm  | 52.98    | False             |
| 450245      | 1/20/2026  | 412-114-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Sire   | 0.05     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 17 Service at 7th St at Est - Parks          | 85.57    | False             |
| 450245      | 1/20/2026  | 419-114-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 0.57     | False             |
| 450245      | 1/20/2026  | 413-130-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 0.73     | False             |
| 450245      | 1/20/2026  | 413-114-4210-00000 | ITEM 81 Service at 377 J St - City Hall           | 4.64     | False             |
| 450245      | 1/20/2026  | 412-114-4210-00000 | ITEM 81 Service at 377 J St - City Hall           | 1.01     | False             |
| 450245      | 1/20/2026  | 413-113-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 1.26     | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 111 Service at 1190 Breen- 2 flashing lights | 21.50    | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 117 Service at ABT 270 US Hwy 101S- lights   | 85.03    | False             |
| 450245      | 1/20/2026  | 001-313-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 1.75     | False             |
| 450245      | 1/20/2026  | 001-251-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren  | 2.97     | False             |
| 450245      | 1/20/2026  | 001-364-4210-00000 | ITEM 81 Service at 377 J St - City Hall           | 13.12    | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 103 Service at Mall for Lighting - Parks     | 102.94   | False             |
| 450245      | 1/20/2026  | 413-113-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren  | 0.56     | False             |
| 450245      | 1/20/2026  | 001-471-4210-00000 | ITEM 27 Service at 1001 Front St - Cultural Cntr  | 3,470.02 | False             |
| 450245      | 1/20/2026  | 419-113-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren  | 0.56     | False             |
| 450245      | 1/20/2026  | 413-111-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 1.24     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 96 Service at 424 Howe Dr - MarineMml Rstrm  | 37.78    | False             |
| 450245      | 1/20/2026  | 001-114-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 2.96     | False             |
| 450245      | 1/20/2026  | 001-130-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 1.45     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 97 Service at B St Pier Lighting - Parks     | 96.96    | False             |
| 450245      | 1/20/2026  | 412-120-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren  | 0.50     | False             |
| 450245      | 1/20/2026  | 413-130-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren  | 0.32     | False             |
| 450245      | 1/20/2026  | 001-471-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 0.95     | False             |
| 450245      | 1/20/2026  | 413-114-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 0.48     | False             |
| 450245      | 1/20/2026  | 001-480-4210-00000 | ITEM 81 Service at 377 J St - City Hall           | 9.86     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 84 Service at SW Cor G/Front St Park         | 196.99   | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 43 Service at SE Cor E Wash & Burtschl Tank  | 2,146.73 | False             |
| 450245      | 1/20/2026  | 001-114-4210-00000 | ITEM 81 Service at 377 J St - City Hall           | 28.20    | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 101 Service at 4605 Kings Valley -Pumphouse  | 27.21    | False             |
| 450245      | 1/20/2026  | 001-471-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren  | 0.42     | False             |
| 450245      | 1/20/2026  | 419-111-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 1.36     | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 105 Service at ABT 500 E Cooper Ave          | 28.83    | False             |
| 450245      | 1/20/2026  | 001-111-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 1.32     | False             |
| 450245      | 1/20/2026  | 412-113-4210-00000 | ITEM 81 Service at 377 J St - City Hall           | 1.52     | False             |
| 450245      | 1/20/2026  | 413-351-4210-00000 | ITEM 11 Service at 195 B St - Lab                 | 1,304.46 | False             |
| 450245      | 1/20/2026  | 001-112-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock        | 2.82     | False             |
| 450245      | 1/20/2026  | 412-100-4210-00000 | ITEM 82 Service at 900 Sunset Cir #A - RV Park    | 2,135.80 | False             |
| 450245      | 1/20/2026  | 413-352-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren  | 0.27     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 94 Service at 1205 Front St - Park Sprnkrls  | 21.50    | False             |
| 450245      | 1/20/2026  | 420-115-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren  | 3.68     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 93 Service at 7th & E St - Parks             | 101.04   | False             |

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| 450245      | 1/20/2026  | 001-112-4210-00000 | ITEM 85 Service at 240 H St - Art Museum                | 412.43    | False             |
| 450245      | 1/20/2026  | 001-113-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren        | 0.56      | False             |
| 450245      | 1/20/2026  | 419-130-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock              | 0.73      | False             |
| 450245      | 1/20/2026  | 001-120-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren        | 3.03      | False             |
| 450245      | 1/20/2026  | 001-112-4210-00000 | ITEM 81 Service at 377 J St - City Hall                 | 26.82     | False             |
| 450245      | 1/20/2026  | 001-230-4210-00000 | ITEM 75 Service at 520 I St - Fire Hall                 | 985.10    | False             |
| 450245      | 1/20/2026  | 413-353-4210-35019 | ITEM 64 Service at 141 StarfishWay -Sewer Statio        | 56.90     | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 61 Service at 46900 S Bank Rd - Water              | 18,184.83 | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 124 Service - Front & Play St- Streetlights        | 168.09    | False             |
| 450245      | 1/20/2026  | 419-113-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock              | 1.26      | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 120 Service - Streetlights                         | 217.11    | False             |
| 450245      | 1/20/2026  | 001-111-4210-00000 | ITEM 81 Service at 377 J St - City Hall                 | 12.61     | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 42 Service at NE Cor Macken & Amador Pump          | 1,608.45  | False             |
| 450245      | 1/20/2026  | 412-113-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock              | 0.16      | False             |
| 450245      | 1/20/2026  | 413-353-4210-35019 | ITEM 78 Service at 206 Williams Dr - Lift Statio        | 108.76    | False             |
| 450245      | 1/20/2026  | 001-113-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock              | 1.25      | False             |
| 450245      | 1/20/2026  | 413-353-4210-35019 | ITEM 118 Service at Front & N - Lift Station            | 160.07    | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock              | 4.41      | False             |
| 450245      | 1/20/2026  | 419-111-4210-00000 | ITEM 81 Service at 377 J St - City Hall                 | 12.97     | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 89 Service at Mall Ltg Antlers Tr - Parks          | 21.50     | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 81 Service at 377 J St - City Hall                 | 41.97     | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 100 Service at 4605 Kings Valley Rd - pump         | 36.17     | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 102 Service of Wonderstump Wtr Twr                 | 255.79    | False             |
| 450245      | 1/20/2026  | 413-114-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren        | 0.22      | False             |
| 450245      | 1/20/2026  | 412-113-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren        | 0.07      | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren        | 0.22      | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 116 Service at 391 Front St -Corner Front&D        | 186.30    | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 121 Service - Streetlights                         | 10.85     | False             |
| 450245      | 1/20/2026  | 412-100-4210-00000 | ITEM 80 Service at 900 Sunset Cir #C - RV Park          | 1,409.75  | False             |
| 450245      | 1/20/2026  | 001-114-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren        | 1.32      | False             |
| 450245      | 1/20/2026  | 419-114-4210-00000 | ITEM 81 Service at 377 J St - City Hall                 | 5.44      | False             |
| 450245      | 1/20/2026  | 419-111-4210-00000 | ITEM 12 Service at 1001 Front St - Tsunami Siren        | 0.60      | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 114 Service at ABT 3160 Parkway Dr                 | 26.93     | False             |
| 450245      | 1/20/2026  | 419-113-4210-00000 | ITEM 81 Service at 377 J St - City Hall                 | 11.96     | False             |
| 450245      | 1/20/2026  | 508-508-4210-00000 | ITEM 33 Service at Garage - Shop                        | 1,549.79  | False             |
| 450245      | 1/20/2026  | 001-470-4210-00000 | ITEM 91 Service at 377 J St - Svc to Clock              | 0.50      | False             |
| 450245      | 1/20/2026  | 001-364-4210-10023 | ITEM 77 Service - Streetlights                          | 3,452.29  | False             |
| 450245      | 1/20/2026  | 413-130-4210-00000 | ITEM 81 Service at 377 J St - City HallI                | 6.88      | False             |
| 450245      | 1/20/2026  | 419-371-4210-00000 | ITEM 90 Service at Bertsch Es at MP51                   | 31.83     | False             |
| 450246      | 1/20/2026  | 001-251-3311-00000 | REFUND for over payment of permit #25-000202            | 252.75    | False             |
| 450247      | 1/20/2026  | 508-508-4390-60001 | Guage.  | 273.96    | False             |
| 450248      | 1/20/2026  | 001-230-4451-00000 | FY26 Janitorial Service - Fire Dec '25                  | 225.00    | False             |
| 450249      | 1/20/2026  | 001-240-4530-00000 | 12/8-12/12/25 - Chico K-9 Training: per diem REMAINDER. | 90.10     | False             |

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| 450250      | 1/20/2026  | 001-000-2160-00000 | SB1186 Fees Payable: 10/01/25-12/31/25                         | 18.40     | False             |
| 450251      | 1/20/2026  | 001-364-4390-10025 | Broom and handles.   | 96.74     | False             |
| 450251      | 1/20/2026  | 419-371-4390-00000 | Broom and handles.   | 96.73     | False             |
| 450251      | 1/20/2026  | 413-353-4390-00000 | Broom and handles.   | 96.73     | False             |
| 450252      | 1/20/2026  | 413-352-4340-00000 | FY26 Sodium Hypochlorite                                       | 11,926.44 | False             |
| 450252      | 1/20/2026  | 001-480-4340-00000 | FY26 Sodium Hypochlorite                                       | 933.66    | False             |
| 450252      | 1/20/2026  | 419-371-4340-00000 | FY26 Sodium Hypochlorite                                       | 3,712.98  | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | PACKTRACK: K9 Software for stats.                              | 140.00    | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | CRYSTAL: Water for office.                                     | 30.00     | False             |
| 450253      | 1/20/2026  | 412-113-4450-00000 | STORWELL: Physical document storage.                           | 9.40      | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | SRFAX: Confidential fax  | 12.60     | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | DUO: MFA for city staff.                                       | 19.10     | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | HARBOR FREIGHT: Ratchet tie downs.                             | 100.39    | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | LAZPARK::11/30-12/6/25-Fountain V.-Tact Cyber:Turkins: Parking | 80.00     | False             |
| 450253      | 1/20/2026  | 001-112-4392-00000 | DOLLAR TREE: Float.  | 38.43     | False             |
| 450253      | 1/20/2026  | 001-240-4320-00000 | ENGLUND MARINE: Rain gear.                                     | 487.09    | False             |
| 450253      | 1/20/2026  | 001-112-4392-00000 | WALMART: Float   | 220.15    | False             |
| 450253      | 1/20/2026  | 001-240-4393-00000 | LA POLICE GEAR: Explorer jackets.                              | 980.25    | False             |
| 450253      | 1/20/2026  | 001-240-4393-00000 | SP UNIFORM: Explorer uniforms.                                 | 610.92    | False             |
| 450253      | 1/20/2026  | 001-240-4311-00000 | WALMART: TV for office.  | 129.90    | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | UNITED:11/30-12/6/25-Fountain V.-Tact Cyber:Turkins: Flight    | 40.00     | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | WALMART: PD iPhone case.                                       | 29.10     | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | LLRMI: Online classes- Skeletal trauma analysis.               | 150.00    | False             |
| 450253      | 1/20/2026  | 001-112-4392-00000 | HOMEDEPOT: City holiday decor.                                 | 301.22    | False             |
| 450253      | 1/20/2026  | 001-240-4320-00000 | HANDCUFF BATON: Academy equipment.                             | 130.62    | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | N. AMERICAN SHOOTING: Shotgun ammo.                            | 601.48    | False             |
| 450253      | 1/20/2026  | 412-100-4230-00000 | OPTCONNECT: Software service fee.                              | 25.75     | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | SPAM HERO: Spam filter.  | 10.00     | False             |
| 450253      | 1/20/2026  | 001-113-4450-00000 | BEST SELF: Physical document storage.                          | 64.00     | False             |
| 450253      | 1/20/2026  | 412-113-4450-00000 | STORWELL: Physical document storage.                           | 75.20     | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | UNITED:11/30-12/6/25-Fountain V.-Tact Cyber:Turkins: Flight    | 40.00     | False             |
| 450253      | 1/20/2026  | 001-240-4360-00000 | STICKYBRAND: Stickers.   | 740.34    | False             |
| 450253      | 1/20/2026  | 413-113-4450-00000 | BEST SELF: Physical document storage.                          | 64.00     | False             |
| 450253      | 1/20/2026  | 001-112-4392-00000 | RUMIANO: Window decor contest.                                 | 95.00     | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | THRIFTY:11/30-12/6/25-Fountain V.-Tact Cyber:Turkins: Car      | 348.76    | False             |
| 450253      | 1/20/2026  | 001-112-4392-00000 | HOMEDEPOT: Float   | 36.39     | False             |
| 450253      | 1/20/2026  | 001-240-4320-00000 | GALLS: Uniforms.   | 147.38    | False             |
| 450253      | 1/20/2026  | 001-240-4240-00000 | MAILROOM: DOJ postage.   | 7.18      | False             |
| 450253      | 1/20/2026  | 001-240-4240-00000 | MAILROOM: DOJ postage.   | 17.15     | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | DNSFILTER: DNS/Content filter.                                 | 198.00    | False             |
| 450253      | 1/20/2026  | 001-112-4392-00000 | WALMART: Decor and tree star.                                  | 52.71     | False             |
| 450253      | 1/20/2026  | 420-115-4312-00000 | BUSINESSAPPLE: iCloud.   | 27.96     | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | FOXIT: Sales tax refund.                                       | -348.32   | False             |

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| 450253      | 1/20/2026  | 001-113-4450-00000 | STORWELL: Physical document storage.                            | 75.20    | False             |
| 450253      | 1/20/2026  | 001-240-4311-00000 | HOMEDEPOT: Connectors for computer.                             | 60.49    | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | BOWFLEX: gym equipment for Wellness Grant.                      | 215.42   | False             |
| 450253      | 1/20/2026  | 001-112-4392-00000 | HOMEDEPOT: Float  | 107.84   | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | WASABI: Cloud backup.   | 59.79    | False             |
| 450253      | 1/20/2026  | 001-240-4320-00000 | COPQUEST: Uniform buttons.                                      | 18.23    | False             |
| 450253      | 1/20/2026  | 001-240-4320-00000 | COPQUEST: Academy uniforms.                                     | 807.61   | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | FOXIT: Sales tax refund.  | -348.32  | False             |
| 450253      | 1/20/2026  | 001-240-4320-00000 | 511: Uniforms.  | 575.89   | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | SIRCHIE: Evidence supplies.                                     | 197.85   | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | CHEVERON:11/30-12/6/25 Fountain V-Tact Cyber:Turkins: Fuel      | 55.91    | False             |
| 450253      | 1/20/2026  | 001-240-4390-AB109 | NORTHAMERICASHOOTING: Training Ammunition 9mm.                  | 4,609.03 | False             |
| 450253      | 1/20/2026  | 001-112-4392-00000 | HOMEDEPOT: Float  | 28.10    | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | LLRMI: Online class. Router Interrogations.                     | 175.00   | False             |
| 450253      | 1/20/2026  | 001-112-4392-00000 | WALMART: Float.   | 18.89    | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | OPENAI: AI license.   | 60.00    | False             |
| 450253      | 1/20/2026  | 001-240-4320-00000 | LA POLICE GEAR: Academy uniforms.                               | 117.22   | False             |
| 450253      | 1/20/2026  | 412-100-4390-00000 | WALMART: Water  | 4.16     | False             |
| 450253      | 1/20/2026  | 001-480-4390-00000 | WALMART: Trash can and buckets.                                 | 20.09    | False             |
| 450253      | 1/20/2026  | 001-112-4392-00000 | HOMEDEPOT: Float  | 64.54    | False             |
| 450253      | 1/20/2026  | 001-240-4390-AB109 | STARLINK: Internet access mobile.                               | 165.00   | False             |
| 450253      | 1/20/2026  | 001-480-4390-00000 | WALMART: Trash cans.  | 52.54    | False             |
| 450253      | 1/20/2026  | 412-113-4450-00000 | STORWELL: Physical document storage.                            | 75.20    | False             |
| 450253      | 1/20/2026  | 419-113-4450-00000 | BEST SELF: Physical document storage.                           | 64.00    | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | DUO: MFA for city users.  | 210.00   | False             |
| 450253      | 1/20/2026  | 001-240-4320-00000 | COPQUEST: Academy uniforms.                                     | 288.72   | False             |
| 450253      | 1/20/2026  | 001-240-4240-00000 | MAILROOM: DOJ postage.  | 14.36    | False             |
| 450253      | 1/20/2026  | 412-113-4450-00000 | BEST SELF: Physical document storage.                           | 8.00     | False             |
| 450253      | 1/20/2026  | 420-115-4312-00000 | B&H PHOTO: NAS Extension.                                       | 541.24   | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | ARCO :10/23-10/25/2025-Chico: Sanders-Fuel                      | 42.34    | False             |
| 450253      | 1/20/2026  | 419-371-4530-00000 | REDLION:11/4-11/5/25-Redding-Water Exam-Dubois-Hotel            | 135.76   | False             |
| 450253      | 1/20/2026  | 419-371-4530-00000 | Hilton11/16-11/17/25-Redding(H2oTrmt Exam) McAleenan: Hotel     | 157.98   | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | ZOOM: zoom subscription.  | 355.86   | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | BOWFLEX: gym equipment for Officer Wellness Grant.              | 464.39   | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | SHELL: 10/23-10/25/2025 - Chico: Sanders -Fuel                  | 62.41    | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | BOWFLEX: gym equipment for Officer Wellness Grant.              | 193.77   | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | BOWFLEX: gym equipment for Officer Wellness Grant.              | 583.38   | False             |
| 450253      | 1/20/2026  | 419-371-4530-00000 | PILOT:11/4-11/5/25-Redding-Water Exam-Dubois-Fuel               | 105.75   | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | WASABI: Cloud backup.   | 57.65    | False             |
| 450253      | 1/20/2026  | 508-508-4390-00000 | TRACTOR SUPPLY: Filter and timecutter.                          | 119.05   | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | UNITED: 11/30-12/6/25-Fountain V: Tactical Cyber-Turkins-Flight | 847.91   | False             |
| 450253      | 1/20/2026  | 001-251-4390-00000 | ENGLUNG MARINE: Shoe insert return.                             | -10.81   | False             |
| 450253      | 1/20/2026  | 420-115-4310-00000 | ID-ENHANCEMENTS: ID card blanks.                                | 411.54   | False             |

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| 450253      | 1/20/2026  | 001-240-4530-00000 | RTC:11/30-12/6/25-Fountain V-Tactical Cyber:Turkins- Training | 2,054.65 | False             |
| 450253      | 1/20/2026  | 001-251-4390-00000 | TRACTOR SUPPLY: Insole and boots.                             | 95.23    | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | DNSFILTER: DNS/ Content filter.                               | 198.00   | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | VALERO:10/23-10/25/2025-Chico: Sanders-Fuel                   | 96.37    | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | ZOOM: zoom subscription.                                      | 355.86   | False             |
| 450253      | 1/20/2026  | 420-115-4310-00000 | HOME DEPOT: Batteries.  | 21.37    | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | DUO: MFA for city users.                                      | 210.00   | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | OPENAI: AI license.   | 60.00    | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | SRFAX: Confidential fax                                       | 12.60    | False             |
| 450253      | 1/20/2026  | 001-240-4530-00000 | OXFORD: 10/23-10/25/2025-Chico: Sanders-lodging               | 247.98   | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | BOWFLEX: gym equipment for Officer Wellness Grant.            | 161.29   | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | BOWFLEX: gym equipment for Officer Wellness Grant.            | 193.81   | False             |
| 450253      | 1/20/2026  | 001-240-4390-00000 | BOWFLEX: gym equipment for Officer Wellness Grant.            | 193.81   | False             |
| 450253      | 1/20/2026  | 420-115-4450-00000 | FY26 Foxit renewal  | 4,570.43 | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-0517 Michael Kimbrell                                 | 15.29    | False             |
| 450254      | 1/20/2026  | 413-120-4230-00000 | 707-458-4242 Adrienne McAndrews                               | 18.53    | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-3354 Heather Welton                                   | 15.45    | False             |
| 450254      | 1/20/2026  | 001-230-4230-00000 | 707-457-0794 Crescent Fire Captain                            | 24.79    | False             |
| 450254      | 1/20/2026  | 001-350-4230-00000 | 707-951-3319 Cliff Van Hook                                   | 15.44    | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-458-5572 Michael Cordova                                  | 15.75    | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 304-920-4865 Water System                                     | -16.18   | False             |
| 450254      | 1/20/2026  | 419-120-4230-00000 | 707-458-8014 Gwyn Mattix                                      | 23.16    | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-4918 Mike McAleenan                                   | 5.10     | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-4569 Wade Mayes                                       | 15.44    | False             |
| 450254      | 1/20/2026  | 001-110-4230-00000 | 707-458-4323 Ray Altman                                       | 14.82    | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 540-320-5351 Water System                                     | 23.22    | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-458-8156 Elizabeth Hutchens                               | 46.33    | False             |
| 450254      | 1/20/2026  | 001-230-4230-00000 | 707-458-5216 CrescentFire                                     | 24.79    | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-4569 Wade Mayes                                       | 15.44    | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-4418 Jonathan Clewell                                 | 18.99    | False             |
| 450254      | 1/20/2026  | 001-113-4230-00000 | 707-951-3378 Robin Altman                                     | 14.83    | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-5329 Samantha Aguirre                                 | 46.33    | False             |
| 450254      | 1/20/2026  | 413-352-4230-00000 | 707-458-4722 Jacobs - WWTP                                    | 24.79    | False             |
| 450254      | 1/20/2026  | 413-120-4230-00000 | 707-458-4813 Chrissy Rawlings                                 | 15.44    | False             |
| 450254      | 1/20/2026  | 420-115-4230-00000 | 707-458-8649 Taylor Patch                                     | 46.33    | False             |
| 450254      | 1/20/2026  | 001-230-4230-00000 | 707-458-5323 Fire Captains                                    | 24.79    | False             |
| 450254      | 1/20/2026  | 413-113-4230-00000 | 707-951-3378 Robin Altman                                     | 14.82    | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-4864 Joshua Clark                                     | 15.75    | False             |
| 450254      | 1/20/2026  | 419-120-4230-00000 | 707-458-5026 Meter Reader SPMR2                               | 46.33    | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-1982 Jason DuBois                                     | 27.52    | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-4485 Richard Griffin                                  | 46.33    | False             |
| 450254      | 1/20/2026  | 001-480-4230-00000 | 707-951-4296 Gilberto Gil-Rodriguez                           | 4.64     | False             |
| 450254      | 1/20/2026  | 001-230-4230-00000 | 707-951-0671 Jason Borges                                     | 46.33    | False             |

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| 450254      | 1/20/2026  | 419-120-4230-00000 | 707-458-4813 Chrissy Rawlings       | 15.45  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-457-0899 Israel Chavez          | 15.45  | False             |
| 450254      | 1/20/2026  | 412-110-4230-00000 | 707-458-4323 Ray Altman             | 1.85   | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-4296 Gilberto Gil-Rodriguez | 0.93   | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 865-654-9236 Water Service Router   | 23.22  | False             |
| 450254      | 1/20/2026  | 508-508-4230-00000 | 707-951-0714 Dan Borges             | 6.95   | False             |
| 450254      | 1/20/2026  | 419-120-4230-00000 | 707-458-4937 Meter Reader 2         | 46.33  | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-4418 Jonathan Clewell       | 2.32   | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-4821 Caleb Dean             | 15.29  | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-0430 Dan Borges             | 5.70   | False             |
| 450254      | 1/20/2026  | 413-120-4230-00000 | 707-951-3320 Linda Leaver           | 15.44  | False             |
| 450254      | 1/20/2026  | 413-130-4230-00000 | 707-458-8008 Martha Rice            | 11.58  | False             |
| 450254      | 1/20/2026  | 001-251-4230-00000 | 707-727-6673 Sean Rosenthal         | 23.54  | False             |
| 450254      | 1/20/2026  | 419-110-4230-00000 | 707-458-4131 Candace Tinkler        | 14.83  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-5035 Daniel Sanders         | 46.33  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-457-7655 PW IPad                | 8.26   | False             |
| 450254      | 1/20/2026  | 001-251-4230-00000 | 707-458-5306 Sean Rosenthal         | 18.53  | False             |
| 450254      | 1/20/2026  | 419-112-4230-00000 | 707-458-4814 Bridget Lacey          | 12.37  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 563-513-6707 Water Service Router   | 23.22  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 641-203-2699 Water Service Router   | 23.22  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 304-520-9478 Water Service Router   | 23.22  | False             |
| 450254      | 1/20/2026  | 001-350-4230-00000 | 707-458-8617 Andrew Leighton        | 15.44  | False             |
| 450254      | 1/20/2026  | 419-120-4230-00000 | 707-951-5285 Kristie Kozak          | 15.45  | False             |
| 450254      | 1/20/2026  | 413-351-4230-00000 | 707-951-3225 Regina Thill           | 46.33  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-4624 Yeng Lo                | 46.33  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-5704 Chris Long             | 8.26   | False             |
| 450254      | 1/20/2026  | 419-110-4230-00000 | 707-951-0876 Isaiah Wright          | 14.83  | False             |
| 450254      | 1/20/2026  | 001-230-4230-00000 | 707-457-0714 Everett Buell          | 46.33  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-4569 Wade Mayes             | 15.45  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-4867 Garrett Shannon        | 46.33  | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-458-5644 Richard Ybarra         | 3.69   | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 414-507-4955                        | 23.22  | False             |
| 450254      | 1/20/2026  | 001-250-4230-00000 | 815-243-0687 Dan Minges             | 2.35   | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-458-4393 Sean O'Neil            | 22.70  | False             |
| 450254      | 1/20/2026  | 412-100-4230-00000 | 707-951-4515 Lighthouse Cove RV     | 46.33  | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-458-5572 Michael Cordova        | 15.29  | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-5704 Chris Long             | 8.27   | False             |
| 450254      | 1/20/2026  | 001-230-4230-00000 | 707-457-0795 Crescent Fire Captain  | 24.79  | False             |
| 450254      | 1/20/2026  | 419-113-4230-00000 | 707-951-3378 Robin Altman           | 14.83  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 641-572-3301 Water Service Router   | 23.22  | False             |
| 450254      | 1/20/2026  | 413-120-4230-00000 | 707-951-5285 Kristie Kozak          | 15.44  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-5662 Wade Mayes             | 8.26   | False             |
| 450254      | 1/20/2026  | 419-120-4230-00000 | 707-458-8453 Meter Reader SPMR1     | 46.33  | False             |

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| 450254      | 1/20/2026  | 001-350-4230-00000 | 707-457-7655 PW IPad                      | 8.27   | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-3354 Heather Welton               | 15.44  | False             |
| 450254      | 1/20/2026  | 412-114-4230-00000 | 707-954-7245 Sara Barbour                 | 1.16   | False             |
| 450254      | 1/20/2026  | 001-230-4230-00000 | 707-954-9143 Fire Dept - Apparatus        | 24.79  | False             |
| 450254      | 1/20/2026  | 001-110-4230-00000 | 707-458-5124 Daran Dooley                 | 14.82  | False             |
| 450254      | 1/20/2026  | 413-110-4230-00000 | 707-951-3135 Jason Greenough              | 14.82  | False             |
| 450254      | 1/20/2026  | 419-120-4230-00000 | 707-951-3320 Linda Leaver                 | 15.45  | False             |
| 450254      | 1/20/2026  | 001-480-4230-00000 | 707-458-8452 Alissa Garcia                | 46.33  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-1982 Jason DuBois                 | 99.62  | False             |
| 450254      | 1/20/2026  | 419-130-4230-00000 | 707-458-8008 Martha Rice                  | 11.58  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-458-8617 Andrew Leighton              | 15.44  | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-4759 Chris Long                   | 15.44  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 319-559-1847 Water System                 | 38.22  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-4494 Ed Wilson                    | 46.33  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-457-0899 Israel Chavez                | 15.44  | False             |
| 450254      | 1/20/2026  | 419-114-4230-00000 | 707-954-7245 Sara Barbour                 | 6.07   | False             |
| 450254      | 1/20/2026  | 001-230-4230-00000 | 707-951-3406 Vanessa Duncan               | 46.33  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-3319 Cliff Van Hook               | 15.44  | False             |
| 450254      | 1/20/2026  | 420-115-4230-00000 | 707-458-8862 Fritz Ludemann               | 46.33  | False             |
| 450254      | 1/20/2026  | 001-110-4230-00000 | 707-458-4131 Candace Tinkler              | 14.83  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-4418 Jonathan Clewell             | 15.75  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-954-2498 Police Dept Wireless Hotspot | 43.79  | False             |
| 450254      | 1/20/2026  | 001-120-4230-00000 | 707-458-4242 Adrienne McAndrews           | 9.27   | False             |
| 450254      | 1/20/2026  | 001-480-4230-00000 | 707-951-0714 Dan Borges                   | 6.95   | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-0517 Michael Kimbrell             | 15.29  | False             |
| 450254      | 1/20/2026  | 419-120-4230-00000 | 707-458-5594 Diane Swarts                 | 10.38  | False             |
| 450254      | 1/20/2026  | 412-110-4230-00000 | 707-458-5124 Daran Dooley                 | 1.85   | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-727-6756 Water System                 | 23.22  | False             |
| 450254      | 1/20/2026  | 001-120-4230-00000 | 707-951-3320 Linda Leaver                 | 15.44  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-457-7655 PW IPad                      | 8.26   | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-458-5644 Richard Ybarra               | 29.42  | False             |
| 450254      | 1/20/2026  | 001-480-4230-00000 | 707-951-0430 Dan Borges                   | 3.72   | False             |
| 450254      | 1/20/2026  | 413-111-4230-00000 | 707-951-3016 Eric Wier                    | 15.44  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-458-8283 Axel Aguilera                | 46.33  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-954-6581 Colton Maxwell               | 46.33  | False             |
| 450254      | 1/20/2026  | 412-110-4230-00000 | 707-951-3135 Jason Greenough              | 1.85   | False             |
| 450254      | 1/20/2026  | 508-508-4230-00000 | 707-951-5149 Bill Huffman                 | 46.33  | False             |
| 450254      | 1/20/2026  | 419-110-4230-00000 | 707-951-3135 Jason Greenough              | 14.83  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-5438 Gloria Bobertz               | 46.33  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-4759 Chris Long                   | 15.44  | False             |
| 450254      | 1/20/2026  | 419-110-4230-00000 | 707-458-5124 Daran Dooley                 | 14.83  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-458-5644 Richard Ybarra               | 9.54   | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-457-0899 Israel Chavez                | 15.44  | False             |

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| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-5662 Wade Mayes                   | 8.26   | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-4821 Caleb Dean                   | 15.75  | False             |
| 450254      | 1/20/2026  | 001-250-4230-00000 | 707-951-3447 Dan Minges                   | 23.17  | False             |
| 450254      | 1/20/2026  | 001-470-4230-00000 | 707-951-4296 Gilberto Gil-Rodriguez       | 16.21  | False             |
| 450254      | 1/20/2026  | 001-480-4230-00000 | 707-458-4818 William Morris               | 348.34 | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-954-6816 Police Dept Wireless Hotspot | 43.79  | False             |
| 450254      | 1/20/2026  | 413-352-4230-00000 | 707-458-4393 Sean O'Neil                  | 11.58  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-458-5572 Michael Cordova              | 15.29  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-458-4393 Sean O'Neil                  | 6.02   | False             |
| 450254      | 1/20/2026  | 412-110-4230-00000 | 707-951-0876 Isaiah Wright                | 1.85   | False             |
| 450254      | 1/20/2026  | 420-115-4230-00000 | 707-458-5725 IT                           | 46.33  | False             |
| 450254      | 1/20/2026  | 001-110-4230-00000 | 707-951-3135 Jason Greenough              | 14.83  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-1982 Jason DuBois                 | 221.20 | False             |
| 450254      | 1/20/2026  | 001-480-4230-00000 | 563-513-6759 PW                           | 23.54  | False             |
| 450254      | 1/20/2026  | 413-120-4230-00000 | 707-458-8014 Gwyn Mattix                  | 23.17  | False             |
| 450254      | 1/20/2026  | 508-508-4230-00000 | 707-951-0430 Dan Borges                   | 3.72   | False             |
| 450254      | 1/20/2026  | 420-115-4230-00000 | General Fees & Credits                    | 112.59 | False             |
| 450254      | 1/20/2026  | 506-506-4230-00000 | 707-951-9336 Dustin Lovdahl               | 30.89  | False             |
| 450254      | 1/20/2026  | 001-230-4230-00000 | 707-457-0715 Beau Smith                   | 46.33  | False             |
| 450254      | 1/20/2026  | 413-352-4230-00000 | 707-951-0923 Austin Nova (Jacobs)         | 24.79  | False             |
| 450254      | 1/20/2026  | 001-350-4230-00000 | 707-457-7454 Andrew Leighton iPad         | 8.26   | False             |
| 450254      | 1/20/2026  | 001-350-4230-00000 | 707-951-3354 Heather Welton               | 15.44  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-0714 Dan Borges                   | 21.77  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-457-7454 Andrew Leighton iPad         | 8.26   | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-5250 Police Department            | 46.33  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-5132 Zackery Turkins              | 46.33  | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-458-4393 Sean O'Neil                  | 4.63   | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-457-7454 Andrew Leighton iPad         | 8.27   | False             |
| 450254      | 1/20/2026  | 506-506-4230-00000 | 707-951-4296 Gilberto Gil-Rodriguez       | 21.78  | False             |
| 450254      | 1/20/2026  | 001-250-4230-00000 | 707-458-5306 Sean Rosenthal               | 4.63   | False             |
| 450254      | 1/20/2026  | 419-120-4230-00000 | 707-458-4242 Adrienne McAndrews           | 18.53  | False             |
| 450254      | 1/20/2026  | 001-480-4230-00000 | 707-951-4364 Richard Neeley               | 46.33  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-4918 Mike McAleenan               | 2.32   | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-5433 Connor Sperling              | 46.33  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-4759 Chris Long                   | 15.45  | False             |
| 450254      | 1/20/2026  | 001-251-4230-00000 | 815-243-0687 Dan Minges                   | 9.42   | False             |
| 450254      | 1/20/2026  | 508-508-4230-00000 | 707-951-4204 Damien Camper                | 46.33  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 276-724-1157 Water Service Router         | 23.22  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-0430 Dan Borges                   | 11.65  | False             |
| 450254      | 1/20/2026  | 413-110-4230-00000 | 707-458-4131 Candace Tinkler              | 14.82  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-4609 Alex Pearson                 | 46.33  | False             |
| 450254      | 1/20/2026  | 001-470-4230-00000 | 707-951-4418 Jonathan Clewell             | 9.27   | False             |
| 450254      | 1/20/2026  | 419-110-4230-00000 | 707-458-4323 Ray Altman                   | 14.83  | False             |

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|-------------|------------|--------------------|---|--------|-------------------|
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-5862 Lift Stations Duty Phone     | 46.33  | False             |
| 450254      | 1/20/2026  | 001-130-4230-00000 | 707-458-8008 Martha Rice                  | 23.17  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-458-5881 Jordan Fillippa              | 46.33  | False             |
| 450254      | 1/20/2026  | 413-110-4230-00000 | 707-458-4323 Ray Altman                   | 14.83  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-0517 Michael Kimbrell             | 15.75  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-954-5634 Police Dept Wireless Hotspot | 43.79  | False             |
| 450254      | 1/20/2026  | 412-110-4230-00000 | 707-458-4131 Candace Tinkler              | 1.85   | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-4864 Joshua Clark                 | 15.29  | False             |
| 450254      | 1/20/2026  | 413-110-4230-00000 | 707-951-0876 Isaiah Wright                | 14.83  | False             |
| 450254      | 1/20/2026  | 001-120-4230-00000 | 707-951-5285 Kristie Kozak                | 15.44  | False             |
| 450254      | 1/20/2026  | 001-364-4230-00000 | 707-951-0714 Dan Borges                   | 10.66  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-4821 Caleb Dean                   | 15.29  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 865-654-4608 Water Service Router         | 23.22  | False             |
| 450254      | 1/20/2026  | 413-351-4230-00000 | 707-951-5375 Tara Wood                    | 46.33  | False             |
| 450254      | 1/20/2026  | 412-113-4230-00000 | 707-951-3378 Robin Altman                 | 1.85   | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-4950 Ethan Miller                 | 46.33  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-4918 Mike McAleenan               | 13.43  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 815-243-9952 Water Service Router         | 23.22  | False             |
| 450254      | 1/20/2026  | 413-110-4230-00000 | 707-458-5124 Daran Dooley                 | 14.83  | False             |
| 450254      | 1/20/2026  | 413-120-4230-00000 | 707-458-5594 Diane Swarts                 | 10.06  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 304-680-9956 Water Service Router         | 23.22  | False             |
| 450254      | 1/20/2026  | 001-111-4230-00000 | 707-951-3016 Eric Wier                    | 15.44  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-5704 Chris Long                   | 8.26   | False             |
| 450254      | 1/20/2026  | 001-112-4230-00000 | 707-458-4814 Bridget Lacey                | 21.59  | False             |
| 450254      | 1/20/2026  | 412-100-4230-00000 | 707-951-4296 Gilberto Gil-Rodriguez       | 2.31   | False             |
| 450254      | 1/20/2026  | 001-110-4230-00000 | 707-951-0876 Isaiah Wright                | 14.82  | False             |
| 450254      | 1/20/2026  | 001-120-4230-00000 | 707-458-4813 Chrissy Rawlings             | 15.44  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-5662 Wade Mayes                   | 8.27   | False             |
| 450254      | 1/20/2026  | 001-470-4230-00000 | 707-458-5644 Richard Ybarra               | 3.68   | False             |
| 450254      | 1/20/2026  | 001-470-4230-00000 | 707-951-9336 Dustin Lovdahl               | 15.44  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-458-8617 Andrew Leighton              | 15.45  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 865-654-5324 Water Service Router         | 23.22  | False             |
| 450254      | 1/20/2026  | 001-114-4230-00000 | 707-954-7245 Sara Barbour                 | 31.50  | False             |
| 450254      | 1/20/2026  | 413-114-4230-00000 | 707-954-7245 Sara Barbour                 | 5.19   | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-5088 Magnolia Valero              | 46.33  | False             |
| 450254      | 1/20/2026  | 412-100-4230-00000 | 707-951-3285 Victor Cordova               | 46.33  | False             |
| 450254      | 1/20/2026  | 001-470-4230-00000 | 707-951-4918 Mike McAleenan               | 25.48  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-3319 Cliff Van Hook               | 15.45  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-4296 Gilberto Gil-Rodriguez       | 0.46   | False             |
| 450254      | 1/20/2026  | 412-100-4230-00000 | 707-458-4393 Sean O'Neil                  | 0.47   | False             |
| 450254      | 1/20/2026  | 001-230-4230-00000 | 707-458-8906 Kevin Carey                  | 46.33  | False             |
| 450254      | 1/20/2026  | 412-120-4230-00000 | 707-458-5594 Diane Swarts                 | 2.18   | False             |
| 450254      | 1/20/2026  | 413-112-4230-00000 | 707-458-4814 Bridget Lacey                | 12.37  | False             |

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| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-3170 Caleb Natelborg         | 46.33  | False             |
| 450254      | 1/20/2026  | 001-240-4230-00000 | 707-951-4896 Anthony Lopez           | 46.33  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-4864 Joshua Clark            | 15.29  | False             |
| 450254      | 1/20/2026  | 001-120-4230-00000 | 707-458-5594 Diane Swarts            | 22.65  | False             |
| 450254      | 1/20/2026  | 001-480-4230-00000 | 707-727-6741 Pool                    | 21.22  | False             |
| 450254      | 1/20/2026  | 001-470-4230-00000 | 707-458-4393 Sean O'Neil             | 0.93   | False             |
| 450254      | 1/20/2026  | 419-111-4230-00000 | 707-951-3016 Eric Wier               | 15.45  | False             |
| 450254      | 1/20/2026  | 001-350-4230-00000 | 707-951-3275 David Yeager            | 15.44  | False             |
| 450254      | 1/20/2026  | 413-353-4230-00000 | 707-951-3275 David Yeager            | 15.44  | False             |
| 450254      | 1/20/2026  | 419-371-4230-00000 | 707-951-3275 David Yeager            | 15.45  | False             |
| 450255      | 1/20/2026  | 419-371-4230-00000 | Water SCADA Cellular: 11/24-12/23/25 | 734.28 | False             |
| 450256      | 1/20/2026  | 413-357-4310-00000 | Copy Paper - for City Hall           | 14.78  | False             |
| 450256      | 1/20/2026  | 001-240-4310-00000 | Copy Paper - for Police Department   | 46.69  | False             |
| 450256      | 1/20/2026  | 413-351-4310-00000 | Copy Paper - for Lab                 | 35.05  | False             |
| 450256      | 1/20/2026  | 001-364-4310-00000 | Copy Paper - for City Hall           | 10.59  | False             |
| 450256      | 1/20/2026  | 001-471-4310-00000 | Copy Paper - for City Hall           | 5.82   | False             |
| 450256      | 1/20/2026  | 412-130-4310-00000 | Copy Paper - for City Hall           | 1.24   | False             |
| 450256      | 1/20/2026  | 413-351-4310-00000 | Copy Paper - for Lab                 | 44.01  | False             |
| 450256      | 1/20/2026  | 413-120-4310-00000 | Copy Paper - for City Hall           | 45.18  | False             |
| 450256      | 1/20/2026  | 001-130-4310-00000 | Copy Paper - for City Hall           | 8.89   | False             |
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| 450256      | 1/20/2026  | 001-250-4310-00000 | Copy Paper - for City Hall           | 9.29   | False             |
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| 450256      | 1/20/2026  | 412-111-4310-00000 | Copy Paper - for City Hall           | 1.24   | False             |
| 450256      | 1/20/2026  | 419-130-4310-00000 | Copy Paper - for City Hall           | 4.45   | False             |
| 450256      | 1/20/2026  | 412-100-4310-00000 | Copy Paper - for City Hall           | 6.34   | False             |
| 450256      | 1/20/2026  | 001-113-4310-00000 | Copy Paper - for City Hall           | 7.71   | False             |
| 450256      | 1/20/2026  | 419-113-4310-00000 | Copy Paper - for City Hall           | 7.72   | False             |
| 450256      | 1/20/2026  | 413-113-4310-00000 | Copy Paper - for City Hall           | 7.72   | False             |
| 450256      | 1/20/2026  | 419-114-4310-00000 | Copy Paper - for City Hall           | 3.53   | False             |
| 450256      | 1/20/2026  | 001-120-4310-00000 | Copy Paper - for City Hall           | 41.91  | False             |
| 450256      | 1/20/2026  | 001-480-4310-00000 | Copy Paper - for City Hall           | 6.34   | False             |
| 450256      | 1/20/2026  | 413-120-4310-00000 | Copy Paper - for City Hall           | 56.73  | False             |
| 450256      | 1/20/2026  | 412-113-4310-00000 | Copy Paper - for City Hall           | 1.23   | False             |
| 450256      | 1/20/2026  | 413-111-4310-00000 | Copy Paper - for City Hall           | 7.59   | False             |
| 450256      | 1/20/2026  | 001-350-4310-00000 | Copy Paper - for City Hall           | 21.18  | False             |
| 450256      | 1/20/2026  | 001-112-4310-00000 | Copy Paper - for City Hall           | 17.26  | False             |
| 450256      | 1/20/2026  | 419-371-4310-00000 | Copy Paper - for City Hall           | 27.06  | False             |
| 450256      | 1/20/2026  | 412-100-4310-00000 | Copy Paper - for RV Park             | 11.70  | False             |

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| 450256      | 1/20/2026  | 001-364-4310-00000 | Copy Paper - for City Hall         | 8.43   | False             |
| 450256      | 1/20/2026  | 001-313-4310-00000 | Copy Paper - for City Hall         | 10.79  | False             |
| 450256      | 1/20/2026  | 001-111-4310-00000 | Copy Paper - for City Hall         | 8.10   | False             |
| 450256      | 1/20/2026  | 413-130-4310-00000 | Copy Paper - for City Hall         | 4.45   | False             |
| 450256      | 1/20/2026  | 412-120-4310-00000 | Copy Paper - for City Hall         | 6.99   | False             |
| 450256      | 1/20/2026  | 420-115-4310-00000 | Copy Paper - for City Hall         | 50.67  | False             |
| 450256      | 1/20/2026  | 413-352-4310-00000 | Copy Paper - for City Hall         | 3.79   | False             |
| 450256      | 1/20/2026  | 419-120-4310-00000 | Copy Paper - for City Hall         | 44.85  | False             |
| 450256      | 1/20/2026  | 001-470-4310-00000 | Copy Paper - for City Hall         | 3.77   | False             |
| 450256      | 1/20/2026  | 419-371-4310-00000 | Copy Paper - for City Hall         | 33.99  | False             |
| 450256      | 1/20/2026  | 413-130-4310-00000 | Copy Paper - for City Hall         | 5.58   | False             |
| 450256      | 1/20/2026  | 412-100-4310-00000 | Copy Paper - for City Hall         | 7.96   | False             |
| 450256      | 1/20/2026  | 001-130-4310-00000 | Copy Paper - for City Hall         | 11.17  | False             |
| 450256      | 1/20/2026  | 419-113-4310-00000 | Copy Paper - for City Hall         | 9.69   | False             |
| 450256      | 1/20/2026  | 412-100-4310-00000 | Copy Paper - for RV Park           | 14.70  | False             |
| 450256      | 1/20/2026  | 412-130-4310-00000 | Copy Paper - for City Hall         | 1.56   | False             |
| 450256      | 1/20/2026  | 001-471-4310-00000 | Copy Paper - for City Hall         | 7.30   | False             |
| 450256      | 1/20/2026  | 001-240-4310-00000 | Copy Paper - for Police Department | 58.61  | False             |
| 450256      | 1/20/2026  | 001-112-4310-00000 | Copy Paper - for City Hall         | 21.68  | False             |
| 450256      | 1/20/2026  | 412-111-4310-00000 | Copy Paper - for City Hall         | 1.56   | False             |
| 450256      | 1/20/2026  | 001-313-4310-00000 | Copy Paper - for City Hall         | 13.55  | False             |
| 450256      | 1/20/2026  | 419-120-4310-00000 | Copy Paper - for City Hall         | 56.32  | False             |
| 450256      | 1/20/2026  | 001-113-4310-00000 | Copy Paper - for City Hall         | 9.69   | False             |
| 450256      | 1/20/2026  | 413-111-4310-00000 | Copy Paper - for City Hall         | 9.52   | False             |
| 450256      | 1/20/2026  | 001-251-4310-00000 | Copy Paper - for City Hall         | 41.00  | False             |
| 450256      | 1/20/2026  | 419-111-4310-00000 | Copy Paper - for City Hall         | 10.51  | False             |
| 450256      | 1/20/2026  | 419-130-4310-00000 | Copy Paper - for City Hall         | 5.58   | False             |
| 450256      | 1/20/2026  | 412-114-4310-00000 | Copy Paper - for City Hall         | 0.82   | False             |
| 450256      | 1/20/2026  | 001-480-4310-00000 | Copy Paper - for City Hall         | 7.96   | False             |
| 450256      | 1/20/2026  | 001-111-4310-00000 | Copy Paper - for City Hall         | 10.18  | False             |
| 450256      | 1/20/2026  | 412-113-4310-00000 | Copy Paper - for City Hall         | 0.99   | False             |
| 450256      | 1/20/2026  | 420-115-4310-00000 | Copy Paper - for City Hall         | 63.63  | False             |
| 450256      | 1/20/2026  | 001-251-4310-00000 | Copy Paper - for City Hall         | 51.47  | False             |
| 450256      | 1/20/2026  | 419-114-4310-00000 | Copy Paper - for City Hall         | 4.43   | False             |
| 450256      | 1/20/2026  | 413-113-4310-00000 | Copy Paper - for City Hall         | 9.69   | False             |
| 450256      | 1/20/2026  | 413-357-4310-00000 | Copy Paper - for City Hall         | 18.55  | False             |
| 450256      | 1/20/2026  | 001-250-4310-00000 | Copy Paper - for City Hall         | 11.66  | False             |
| 450256      | 1/20/2026  | 001-120-4310-00000 | Copy Paper - for City Hall         | 52.62  | False             |
| 450256      | 1/20/2026  | 412-120-4310-00000 | Copy Paper - for City Hall         | 8.79   | False             |
| 450256      | 1/20/2026  | 413-114-4310-00000 | Copy Paper - for City Hall         | 3.78   | False             |
| 450256      | 1/20/2026  | 413-352-4310-00000 | Copy Paper - for City Hall         | 4.76   | False             |
| 450256      | 1/20/2026  | 001-114-4310-00000 | Copy Paper - for City Hall         | 22.82  | False             |
| 450256      | 1/20/2026  | 413-353-4310-00000 | Copy Paper - for City Hall         | 10.59  | False             |

| Check Numbe | Check Date | Acct 1             | Description                                   | Amount       | Selected For Void |
|-------------|------------|--------------------|---|--------------|-------------------|
| 450256      | 1/20/2026  | 001-350-4310-00000 | Copy Paper - for City Hall                    | 26.60        | False             |
| 450257      | 1/20/2026  | 412-000-3570-00000 | REFUND for stay on 01/07-01/10/26 Conf# 12959 | 236.00       | False             |
| 450257      | 1/20/2026  | 001-000-3221-00000 | REFUND for stay on 01/07-01/10/26 Conf# 12959 | 23.60        | False             |
|             |            |                    |   | <hr/> <hr/>  |                   |
|             |            |                    |   | 1,193,327.43 |                   |
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AP  
01-10-26 to 1-23-26 Housing

User: kbates@creascentcity.org  
Printed: 1/29/2026 7:31:51 AM

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kkozak , 1/29/2026, 9:35:56 AM



| Check Date | Check Number | Description                              | Amount          | Selected For Void |
|------------|--------------|--|-----------------|-------------------|
| 1/20/2026  | 450254       | 707-458-5594 Diane Swarts                | 1.06            | False             |
| 1/20/2026  | 450254       | 707-954-7245 Sara Barbour                | 2.41            | False             |
| 1/20/2026  | 450253       | DOLLARTREE: Cell roll clear.             | 4.06            | False             |
| 1/20/2026  | 450253       | WALMART: hot glue.                       | 4.08            | False             |
| 1/20/2026  | 450254       | 815-243-0687 Dan Minges                  | 11.77           | False             |
| 1/20/2026  | 450253       | DOLLARTREE: Tissue paper                 | 12.18           | False             |
| 1/20/2026  | 450253       | HOMEDEPOT: 1in foam.                     | 20.26           | False             |
| 1/20/2026  | 450254       | 707-951-3447 Dan Minges                  | 23.16           | False             |
| 1/20/2026  | 450254       | 707-458-5306 Sean Rosenthal              | 23.17           | False             |
| 1/20/2026  | 450245       | ITEM 23 Service at 235 H St - HA         | 32.09           | False             |
| 1/20/2026  | 450253       | VISTAPRINT: Business cards.              | 40.68           | False             |
| 1/20/2026  | 450254       | 707-458-4817 Wendy Hartwick              | 46.33           | False             |
| 1/20/2026  | 450254       | 707-458-4815 Stephanie Stover            | 46.33           | False             |
| 1/20/2026  | 450254       | 707-458-4816 Jolene Hurt                 | 46.33           | False             |
| 1/20/2026  | 450254       | 707-458-5990 Megan Miller                | 46.33           | False             |
| 1/20/2026  | 450253       | COSTCO: Paper towels.                    | 58.44           | False             |
| 1/20/2026  | 450256       | Copy Paper - for Housing Authority       | 93.43           | False             |
| 1/20/2026  | 450256       | Copy Paper - for Housing Authority       | 117.32          | False             |
| 1/20/2026  | 450237       | 707-464-2692 HA Fax Line -12/30-01/29/26 | 173.67          | False             |
| 1/20/2026  | 450253       | PSWRC: annual membership.                | 313.49          | False             |
| 1/20/2026  | 450245       | ITEM 66 Service at 235 H St - HA         | 352.28          | False             |
|            |              |  | <u>1,468.87</u> |                   |



# CITY OF CRESCENT CITY

MAYOR ISAIAH WRIGHT  
COUNCIL MEMBER RAY ALTMAN  
COUNCIL MEMBER STEVE SHAMBLIN

MAYOR PRO TEM CANDACE TINKLER  
COUNCIL MEMBER JASON GREENOUGH

**MINUTES**  
**SPECIAL MEETING OF THE**  
**CITY COUNCIL OF THE CITY OF CRESCENT CITY**  
FLYNN CENTER BOARD CHAMBERS  
981 H STREET  
CRESCENT CITY, CA 95531

**WEDNESDAY**

**JANUARY 14, 2026**

**5:30 P.M.**

**OPEN SESSION**

**Call to order** Mayor Wright called the meeting to order at 5:30 p.m.

**Roll call** Council Members present: Council Member Ray Altman, Mayor Pro Tem Candace Tinkler, and Mayor Isaiah Wright  
Council Member absent: Council Member Steve Shamblin and Council Member Jason Greenough  
Staff members present: City Manager Eric Wier, City Attorney Martha Rice (via Zoom), City Clerk/Administrative Analyst Robin Altman, Contract Planner Ethan Lawton, Contract Planner, Public Works Director Dave Yeager and Police Chief Richard Griffin

**Pledge of Allegiance** led by Mayor Wright

**PUBLIC HEARING**

**1. APPEAL OF VARIANCE PERMIT (APPLICATION VAR25-01) FOR DEVELOPMENT AT 511 8th STREET (APN 118-230-003)**

**DESCRIPTION OF VARIANCES REQUESTED:** Reduced rear yard setback, reduced exterior side yard setback, parking waiver for one additional unit to back over the sidewalk  
**POSSIBLE ACTION:**

- Motion to grant the Variance Permit (Application VAR25-01) with conditions and adopt Resolution No. 2026-02, A Resolution of the City Council of the City of Crescent City (or as amended by the City Council); or
- Motion to deny the Variance Permit (Application VAR25-01); or
- Motion to continue the hearing to receive additional information and provide direction to staff

*Mayor Wright opened the public hearing at 5:31 p.m.*

City Attorney Rice explained the background of the project as well as the appeal process and the role of the City Council. SHN Contract Planner Ethan Lawton addressed the Council and explained the setbacks and the process the Planning Commission took to approve the project. This application was for a variance permit that went before the Planning Commission in a public hearing. Mr. Lawton stated that this project is consistent with the General Plan. This is consistent with other residential dwellings in the area. No conditional use permit is required. The variances were requested because of the rear setback being reduced from 10 feet to 5, and the side setback from 10 feet to 8 feet 4 inches. Mayor Pro Tem Tinkler asked for clarification on the height of the

building; Mr. Lawton stated that it will be a 2-story building. Ardetta Esselstrom, appellant, addressed the Council stating that since her emails were caught in a spam filter and she stated she has not been able to be fully prepared for this meeting since she wasn't able to receive the documents she requested. City Attorney Rice stated that this hearing is not subject to formal discovery or strict evidentiary standards. Since Ms. Esselstrom submitted a public records request that was quite extensive, it will take the City some time to compile all the records. There is no legal reason why the hearing cannot continue based on the fact that Ms. Esselstrom didn't get the documents she requested before the meeting. Applicant, Sam Schauerman of Elk Creek Builders was present to answer any questions the Council may have. Mayor Pro Tem Tinkler asked about landscaping and how that would be approved; Planner Lawton stated that the requirement for open space is for 5 units or more. Since this is a 4 unit project, the landscaping requirements are minimal.

*There were no comments from the public.*

*Mayor Wright closed the public hearing at 6:11 p.m.*

*On a motion by Council Member Altman, seconded by Mayor Pro Tem Tinkler, and carried on a 3-0 polled vote with Council Member Shamblin being absent, the City Council of the City of Crescent City Motion to grant the Variance Permit (Application VAR25-01) with conditions and adopt Resolution No. 2026-02, A Resolution of the City Council of the City of Crescent City.*

### **ADJOURNMENT**

There being no further business to come before the Council, Mayor Wright adjourned the meeting at 6:14 p.m. to the regular meeting of the City Council of the City of Crescent City on Tuesday, January 20, 2026 at 6:00 p.m. at the Flynn Center Board Chambers, 981 H Street, Crescent City, CA 95531.

### **ATTEST:**

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Robin Altman, City Clerk/Administrative Analyst



# CITY OF CRESCENT CITY

MAYOR ISAIAH WRIGHT  
COUNCIL MEMBER RAY ALTMAN  
COUNCIL MEMBER STEVE SHAMBLIN

MAYOR PRO TEM CANDACE TINKLER  
COUNCIL MEMBER JASON GREENOUGH  
COUNCIL MEMBER STEVE SHAMBLIN

**MINUTES**  
**REGULAR MEETING OF THE**  
**CITY COUNCIL OF THE CITY OF CRESCENT CITY**  
FLYNN CENTER BOARD CHAMBERS  
981 H STREET  
CRESCENT CITY, CA 95531

**TUESDAY**

**JANUARY 20, 2026**

**6:00 P.M.**

**OPEN SESSION**

**Call to order** Mayor Wright called the meeting to order at 6:00 p.m.

**Roll call** Council Members present: Council Member Ray Altman, Council Member Jason Greenough, Council Member Steve Shamblin, Mayor Pro Tem Candace Tinkler, and Mayor Isaiah Wright  
Staff members present: City Manager Eric Wier, City Attorney Martha Rice, City Clerk/Administrative Analyst Robin Altman, Public Works Director Dave Yeager, Finance Director Linda Leaver (via Zoom), Interim Fire Chief Bill Gillespie, Economic Development and Grants Manager Bridget Lacey (via Zoom), Engineering Project Manager James Queen, Maintenance Worker Michael St. Pierre, Pool Supervisor Bill Morris, Aquatics Relief Supervisor Keith Biddlecom, Recreation and Events Coordinator Kelly Feola and Police Chief Richard Griffin

**Pledge of Allegiance** led by Mayor Wright

**CEREMONIAL ITEMS**

- **Human Trafficking Awareness Proclamation**

Mayor Wright read the proclamation aloud. Susan Daughtery of the Soroptimists, International, Del Norte chapter thanked the Council for recognizing this topic and their continued support.

- **Introduction of New Employees: Keith Biddlecom, James Queen, and Michael St. Pierre**

Recreation and Events Coordinator Feola introduced new Aquatics Relief Supervisor Keith Biddlecom to the Council; Mr. Biddlecom thanked the Council for the opportunity. Public Works Director Yeager introduced Engineering Project Manager James Queen and Maintenance Worker Michael St. Pierre to the Council.

**REPORTS AND PRESENTATIONS - None**

## **PUBLIC COMMENT PERIOD**

*There were no comments from the public.*

## **CONSENT CALENDAR**

### **1. Warrant Claims List**

- *Recommendation: Receive and file the warrant claims list for the period December 27, 2025 through January 9, 2026.*

### **2. Council Minutes**

- *Recommendation: Approve and adopt the January 5, 2026 minutes of the City Council of the City of Crescent City.*

### **3. Payroll Report**

- *Recommendation: Receive and file the biweekly payroll reports for the period ending January 10, 2026 paid January 16, 2026.*

### **4. November Budget-to-Actual**

- *Recommendation: Receive and file the Budget-to-Actual financial reports for the month of November 2025.*

### **5. Budget Amendment – Engine 5111 Vehicle Accident Repairs**

- *Recommendation: Approve and adopt Resolution No. 2026-03, A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CRESCENT CITY AMENDING THE FISCAL YEAR 2025-26 BUDGET*

*There were no comments from the public on the consent calendar.*

*On a motion by Council Member Greenough, seconded by Council Member Altman, and carried unanimously on a 5-0 polled vote, the City Council of the City of Crescent City adopted the consent calendar consisting of items 1-5 as presented.*

## **PUBLIC HEARING - None**

## **ADJOURN TO THE SUCCESSOR AGENCY TO THE DISSOLVED REDEVELOPMENT AGENCY**

*Mayor Wright adjourned to the Successor Agency to the Dissolved Redevelopment Agency at 6:12 p.m.*

*(Minutes in the next meeting of the Successor Agency)*

## **RECONVENE AS THE CITY COUNCIL**

*Mayor Wright reconvened the City Council meeting at 6:13 p.m.*

## **CONTINUING BUSINESS**

### **7. Downtown Specific Plan – Phase 1 Summary Report**

- *Recommendation: Hear staff report*
- *Technical questions from the Council*
- *Receive public comment*
- *Further Council discussion*

- *Approve the Downtown Specific Plan – Phase 1 Summary Report from Crandall Arambula P.C., Urban Planners*

City Manager Wier reported to the Council the plans behind the Plan and the process it went through to get to where it is now. Don Arambula, of Crandall Arambula explained the various details of the Downtown Plan which will include retail, residential, and lodging. He further stated that the main part of improvements will be on 3<sup>rd</sup> Street. Council Member Greenough asked for clarification of “intervention” in regard to the City; Mr. Arambula suggested to invest in infrastructure and develop other actions to improve facades by going after grants to fund those. City Manager Wier explained that this project needs to be cohesive with the Front Street Gateway Monuments project. Mayor Pro Tem Tinkler stated that she participated in the planning meetings representing the Council and feels that the community came together. Council Member Shamblin stated if we have the retail and infrastructure, it would be a great draw for visitors. Mr. Arambula stated that when you build the right thing, it draws people in. Council Member Greenough stated having people living downtown will encourage more shoppers in the area.

*The following residents addressed the Council:*

Sam Strait: asked how feasible this is for such a small town as ours. Stated most residents don’t have the income to support more retail downtown. Being so close to Oregon with no sales tax, we lose a lot of revenue.

Kelly Feola: there were many members of our community that had a part in creating the plan. There were multiple businesses who were included and Economic Development and Grants Manager Lacey led them on the design plan.

*On a motion by Council Member Altman, seconded by Mayor Pro Tem Tinkler, and carried unanimously on a 5-0 polled vote, the City Council of the City of Crescent City approved the Downtown Specific Plan – Phase 1 Summary Report from Crandall Arambula P.C., Urban Planners.*

Before the vote was polled, Council Member Greenough asked about funding; City Manager Wier stated that a lot of the consultants’ time has been donated and the rest of it has been paid for by the previously awarded economic development funds from The California Endowment as well as defederalized CDBG program income. For Phase 2, staff has been in contact with EDA and are being told funding could be at any time. There are some economic development funds available in this year’s budget and staff intends on retaining Mr. Arambula to help navigate the funding process.

## **8. Front Street Gateway Monuments**

- *Recommendation: Hear staff report*
- *Technical questions from the Council*
- *Receive public comment*
- *Further Council discussion*
- *Approve the Front Street concept gateway designs and authorize the City Manager to solicit proposals for fabrication and construction*

City Manager Wier explained that this project goes hand in hand with the previous agenda item. Mr. Arambula of Crandall Arambula, P.C. Urban Planners, went over the gateway project in detail. Gill Williams, of Greenworks, went over the proposed gateway structure architectural details. Mayor Pro Tem Tinkler asked if what is being presented is the final design; Mr. Williams stated that the verbiage on the sign needs to be decided tonight. Mayor Pro Tem Tinkler stated she does not like the reference to Sea Ranch, was 62 years ago and doesn’t want to copy that. Would have liked to see more reference to the ocean. Council Member Greenough asked if the verbiage going to be decided tonight or continued; City Manager Wier stated that it is the intention of staff to make

the determination tonight such as Beachfront District or Beachfront. Council Member Greenough prefers “Beachfront” and likes “Where the Redwoods Meet the Sea”. Mr. Williams stated that it has been discussed before; Mr. Arambula stated that phrase can always be included in the banners. Council Member Shamblin agreed that a banner needs to say “Where the Redwoods Meet the Sea”. Council Member Altman and Mayor Wright both agreed that Beachfront is a better choice.

Executive Director Cindy Vosburg: stated that she also agrees that “Beachfront” is her choice.

Ernie Perry: would like caution to be used in it’s placement and the sign needs to be simple and quick. Stated that something needs to be down the other end of town, outside of the City limits.

Roger Gitlin: asked if there will be lighting on the archway; Gil stated it would be upward lighting.

Linda Perry: stated that Google Maps encourage people to not drive through town as the quicker route is through Elk Valley Rd.

Council Member Greenough stated he’d like to see multiple archways along 101. City Manager Wier stated that discussions will need to be held with CalTrans. Council Member Altman stated that he would like a schedule on fabrication; City Manager Wier stated that is what is next in the process and explains the proposal part of the project.

*The Council was in consensus to choose “Beachfront” as the language on the sign.*

*On a motion by Mayor Pro Tem Tinkler, seconded by Council Member Shamblin, and carried unanimously on a 5-0 polled vote, the City Council of the City of Crescent City approved the Front Street concept gateway designs and authorized the City Manager to solicit proposals.*

## **9. Signs Regulations Update (Muni Code Chapter 17.39)**

- *Recommendation: Hear staff report*
- *Technical questions from the Council*
- *Receive public comment*
- *Further Council discussion*
- *Give direction to staff on the Planning Commission’s recommended updates to the City’s sign regulations*

City Manager Wier stated that this item is up for discussion to craft the ordinance the way the Council would like. He further stated how the current ordinance is written and that digital signs are not allowed. City Attorney Rice stated that this is a commercial speech matter under the free speech analysis and that traffic safety and overall aesthetics are substantial interests of the government. A better way of limiting the number of signs is to create a distance requirement for traffic safety. City Manager Wier went over what the C2 district consists of; Hwy 101 N and S, Northcrest, Washington Blvd, and Hwy 101 N leading out of town. City Manager Wier went over the distance of each stretch of road. He also stressed that there is the possibility to have one of these signs at every business and due to research Mr. Arambula did, that would actually hurt businesses. Dr. John Kirk, owner of Tsunami Lanes and the digital sign in question, addressed the Council. He explained the value the sign has for his business as he can advertise events at the bowling alley, as well as other businesses. Further stating that there is blight around town that takes away from the aesthetics of town and does not feel this sign is a part of that. Asks for the Council to preserve an adequate 3<sup>rd</sup> party advertising policy. Council Member Altman asked if the one sign can be approved and not allow any other signs; City Manager Rice stated that the short answer is no, the current sign is not being lawfully operated. An ordinance would have to be adopted to allow it and then the Council would need to repeal it. He further stated that after reading Mr. Arambula’s plan, having these signs will mess up the downtown plan. Further asked about the fees; if someone has to go through the process to permit the sign and pay the fees, when

someone else dictates what you can put on the sign, doesn't that mean the sign now belongs to the one who determines what can be written on it. Mayor Pro Tem Tinkler stated that she thought when the decision of two signs, that it would mean this one would be approved. City Attorney Rice stated it was partially correct; however, the no-offsite advertising is what is not being allowed. Dr. Kirk stated he would like to have that as a revenue source, however, it is not allowed. Council Member Greenough stated he would not like to micro-manage businesses and tell them what they can and cannot say on their signs. Feels there is more and more regulations being added to our businesses. Council Member Shamblin stated signs could go through the Planning Commission and get a variance and believes there isn't a big demand for the digital signs. Council Member Greenough spoke in support of having the signs and advertising. Council Member Altman asked for clarification on where it states that the off-site advertisements are allowed; City Attorney Rice stated that was the recommendation of the Planning Commission, but the Council gave different direction. Mayor Pro Tem Tinkler asked for Mr. Arambula's opinion on the matter; Mr. Arambula stated that in the discussions of a gateway, having digital clutter takes away from the aesthetic of Crescent City as this is not like Vegas. People come here to see the redwoods and ocean. He stated there can be an outright ban, or well thought out regulations that are very tight. Dr. Kirk stated that regulations can be put in the sign ordinance to limit the amount of signs. Council Member Greenough asked why Downtown isn't being included in this; City Manager Wier explained that this discussion is specifically the C2 Zone. Mayor Wright stated that we have a contract with a company that is designing a downtown plan where digital signs would not work with the design. Mayor Pro Tem Tinkler proposed that one can be every 2,000 feet. Council Member Altman asked to approve off-site advertising. Mayor Wright stated it should be on a different side of the street from another digital sign; City Manager Wier stated that if there were a second sign from the bowling alley, the sign would be at Front Street. Mayor Wright stated that he would be agreeable to 1,500 and no more than 2 on N and S 101 to allow 1 sign on Washington and approve off-site local advertising. Mayor Pro Tem Tinkler stated that allowing off-site advertising doesn't improve business. Supports the small sign at the bowling alley, not off-site advertising, but would support local events. Mayor Wright would like to have off-site advertising only restricted to Del Norte County businesses, events, etc. Council Member Altman stated he feels this is no different from billboards. Council Member Greenough is not in support of limiting the amount of signs as he doesn't see a problem with a lot of signs right now. Feels this is a tool to help the business survive. Council Member Shamblin reiterated he would like to see this go through the Planning Commission for a variance and it can be heard one by one. City Attorney Rice stated staff would recommend limiting the distance and that would limit the amount of signs. Mayor Wright recommended the distance to be 1,500 and Council Member Altman agreed. Mayor Pro Tem Tinkler and Council Member Shamblin supported 2,000. Council Member Greenough does not want any regulations on the amount of signs. Council Member Greenough, Council Member Altman, Council Member Shamblin, and Mayor Wright approve off-site advertising. Mayor Pro Tem Tinkler does not support off-site advertising. Mayor Wright would like the size of what is at the bowling alley is what the size limit should be. 32 square feet, 1750 distance.

Roger Gitlin: does not feel that we will be confused with Vegas and feels Dr. Kirk has spent a lot of money to improve Crescent City. Supports off-site advertising.

Ernie Perry: says the issue is size, proliferation and content. One way to regulate size and proliferation is to use the maximum of 32 square feet per parcel and limit it to the C2 district.

Cindy Vosburg: there are already advertising laws in place that prohibit sex, drugs, and alcohol.

Patty Adams: applauds pro-business and Dr. Kirk and his wife are what we need in this community.

Jim Kirk: if anything should be regulated, he would recommend limiting the size and how bright the signs are. Said that the places one can advertise are limited and encourages off-site advertisements on these digital signs.

Daniel Schmidt: agrees with Mr. Gitlin. Stated that as the Triplicate offers advertising at no charge, he believes Dr. Kirk would do the same.

Dr. James Standing: has been wanting to have a sign for his office as well and is trying to work with SHN.

Linda Perry: the two non-profit organizations that she's involved in were very excited when Dr. Kirk put up the sign because they would be able to advertise events. Would like traffic safety to be considered.

Kenny Lee: supports Dr. Kirk and stated he has invested a lot into our community.

Mayor Pro Tem Tinkler expressed that this has never been about being against Dr. Kirk's sign. She does not support the compromises outlined by Mayor Wright.

Council Member Altman, Council Member Shamblin and Mayor Wright were in consensus to add the following to the ordinance: a limit of 1,750 feet between signs, sign size limited to 32 square feet, and to allow off-site advertising.

#### **10. Amendment No. 1 to PLHA/PIP Loan Agreement – Project Description**

- *Recommendation: Hear staff report*
- *Technical questions from the Council*
- *Receive public comment*
- *Further Council discussion*
- *Approve and authorize the City Manager to sign Amendment No. 1 to the PLHA/PIP Loan Agreement Between the City of Crescent City and Community System Solutions*

*This item was pulled from the agenda.*

### **NEW BUSINESS**

#### **11. Illegal Fireworks Enforcement**

- *Recommendation: Hear staff report*
- *Technical questions from the Council*
- *Receive public comment*
- *Further Council discussion*
- *Appoint two Council Members to an ad hoc committee to work with staff and other local agencies to discuss enforcement and community outreach regarding the use of illegal fireworks*
- *Take action as necessary and appropriate*

City Manager Wier reported the need for an appointment to this ad hoc committee to continue to discuss illegal firework enforcement. He stated that the next meeting will be this Thursday, January 22<sup>nd</sup> at 11:00 am. Council Member Shamblin volunteered, and Mayor Pro Tem Tinkler agreed to serve.

*On a motion by Mayor Wright, seconded by Council Member Shamblin, and carried unanimously on a 5-0 polled vote, the City Council of the City of Crescent City appointed Mayor Pro Tem Tinkler and Council Member Shamblin to an ad hoc committee to work with staff and other local agencies to discuss enforcement and community outreach regarding the use of illegal fireworks.*

#### **12. Grant Application for the Sister Cities International U.S. – Japan Global Impact Grant**

- *Recommendation: Hear staff report*

- *Technical questions from the Council*
- *Receive public comment*
- *Further Council discussion*
- *Direct staff to submit an application for the Sister Cities International U.S. – Japan Global Impact Grant*

City Manager Wier went over the grant and the opportunity for Crescent City to become a hub to host disaster preparedness events. Mayor Pro Tem Tinkler stated that this would be a good event to have in off-season; City Manager Wier stated this would happen in the Fall. Council Member Greenough suggested sending invitations to cities up the Pacific coast.

*There were no comments from the public.*

*On a motion by Council Member Greenough, seconded by Mayor Pro Tem Tinkler, and carried unanimously on a 5-0 polled vote, the City Council of the City of Crescent City directed staff to submit an application for the Sister Cities International U.S. – Japan Global Impact Grant.*

### **13. Measure S Street Improvements Fall 2025 Project Notice of Completion**

- *Recommendation: Hear staff report*
- *Technical questions from the Council*
- *Receive public comment*
- *Further Council discussion*
- *Authorize the City Manager to sign and file a Notice of Completion for the Crescent City Measure S Street Improvements Fall 2025 Project (Contract #2025-1074.1)*

Public Works Director went over the Measure S Paving project that covered 56,620 square feet of repair area with 1320 tons of asphalt concrete.

*There were no comments from the public.*

Mayor Wright thanked the community for supporting Measure S and continuing the support as these streets would not have been completed without it.

*On a motion by Mayor Pro Tem Tinkler, seconded by Council Member Shamblin, and carried unanimously on a 5-0 polled vote, the City Council of the City of Crescent City authorized the City Manager to sign and file a Notice of Completion for the Crescent City Measure S Street Improvements Fall 2025 Project (Contract #2025-1074.1)*

*Council Member Greenough left the meeting at 9:13 p.m.*

### **CITY COUNCIL ITEMS**

➤ **Reports, Concerns, Referrals, Council travel and training reports –**  
Council Member Shamblin: asked for an update from CCPD on crime stats.

➤ **Legislative Matters –** City Attorney Rice stated a bill has been passed that requires additional training for Council Members.

➤ **City Manager Report and City Council Directives –** City Manager Wier reported on the following:

**ADJOURNMENT**

There being no further business before the Council, Mayor Wright adjourned the meeting at 9:17 p.m. to the regular meeting of the City Council of the City of Crescent City on Monday, February 2, 2026 at 6:00 p.m. at the Flynn Center Board Chambers, 981 H Street, Crescent City, CA 95531.

**POSTED:**

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Robin Altman, City Clerk/Administrative Analyst

City of Crescent City  
 Biweekly Payroll Report  
 Payroll Ending 01/24/2026  
 Pay Date 01/30/2026

Check Numbers: 111730 - 111736 (Plus Direct Deposits)

| Home Dept.  | Regular Pay | Overtime  | Gross Pay  | Employees | Notes |
|---|-------------|-----------|------------|-----------|-------|
| City Council (110)  | 1,409.85    | -         | 1,409.85   | 5         |       |
| Administration (111)  | 22,784.78   | 951.64    | 23,736.42  | 6         |       |
| Finance (120)   | 17,395.47   | 282.35    | 17,677.82  | 7         |       |
| City Attorney (130)   | 5,333.21    | -         | 5,333.21   | 1         |       |
| Fire (230)  | 15,621.22   | 3,367.19  | 18,988.41  | 5         |       |
| Police (240)  | 44,538.31   | 8,371.90  | 52,910.21  | 15        |       |
| Planning (313)  | 1,191.94    | -         | 1,191.94   | 1         |       |
| Public Works (350)  | 63,592.54   | 1,396.12  | 64,988.66  | 26        |       |
| Recreation (450)  | 5,284.42    | -         | 5,284.42   | 2         |       |
| Swimming Pool (480)   | 15,467.34   | 33.62     | 15,500.96  | 16        |       |
| Housing (490)   | 11,642.75   | -         | 11,642.75  | 4         |       |
|   | 204,261.83  | 14,402.82 | 218,664.65 | 88        |       |
| Payroll summarized above according to employees' home departments. Actual costs of employees are charged to department / fund where work was performed. |             |           |            |           |       |



# CITY COUNCIL AGENDA REPORT

**TO: MAYOR WRIGHT AND MEMBERS OF THE CITY COUNCIL**

**FROM: ERIC WIER, CITY MANAGER**

**DATE: FEBRUARY 2, 2026**

**SUBJECT: MEASURE S OVERSIGHT COMMITTEE APPOINTMENT**

---

## **RECOMMENDATION**

- Confirm the Mayor's appointment of Deborah Holloway to the Measure S Oversight Committee to fill the remainder of Steve Shamblin's term (1 year)

## **BACKGROUND**

On November 3, 2020, the voters of the City of Crescent City approved a 1.0% local transactions and use ("sales") tax and the City Council has formally adopted the Ordinance. Imposition of the sales tax began April 1, 2021. Ordinance No. 824 provides for the appointment of an oversight committee made up of two non-voting staff members and five voting City resident members. The Ordinance charges the oversight committee with reviewing and publicly reporting on the expenditure of revenues generated by the tax. In addition, the Bylaws for the Committee task it with also advising on the expenditure of anticipated revenues as part of the annual budget process. Committee Members serve two-year terms.

## **ITEM ANALYSIS**

The Mayor appoints members to the Committee, subject to the confirmation of the City Council. Committee members must be residents of the City and at least 18 years of age. Three of the committee positions were filled at the January 5, 2026 Council meeting. A fourth position is vacant due to the selection of Steve Shamblin to fill a vacant City Council position. The City has received an application from City resident Deborah Holloway.

The application was reviewed by the Mayor, who appointed Ms. Holloway to the vacancy left on the committee to fill the remaining year of Mr. Shamblin's two-year term. These appointments are presented to the Council at tonight's meeting for confirmation.

## **FISCAL ANALYSIS**

There is no cost to the City to appoint the Measure S Oversight Committee, as its members are volunteers.

## **STRATEGIC PLAN ASSESSMENT**

This action supports the following Strategic Plan Goals:

- Goal 1, empower and utilize Police, Fire and Public Works departments to make Crescent City one of the safest cities in the United States.
- Goal 3, maintain responsible fiscal management and accountability.

## **ATTACHMENTS**

1. Deborah Holloway's application



CITY OF CRESCENT CITY  
 377 J STREET  
 CRESCENT CITY, CA 95531  
 707-464-7483

RECEIVED  
 NOV. 18 2025  
 CITY CLERK

Mayor Ray Altman  
 Council Member Jason Greenough

Mayor Pro Tem Isaiah Wright  
 Council Member Candace Tinkler

**APPLICATION FOR APPOINTMENT  
 MEASURE S OVERSIGHT COMMITTEE**

(Through December 2027)  
 THIS DOCUMENT IS PUBLIC INFORMATION

**Applicant Information**

Name: Deborah H. Holloway

Address: [Redacted]

Phone Nos.: [Redacted]

Is the City of Crescent City the place of your legal residence? YES  NO

Are you registered to vote in the City of Crescent City? YES  NO

What is your availability for meetings during the week?  
*Mornings and early afternoons.* \*PER DEBORAH - FOR EVENING MEETINGS, IS ONLY AVAILABLE ON WEDNESDAYS. *PH*

Brief Resume: *I have, and currently still do, work in health care. I have never worked in government, but have always been politically aware and active. I am in the community choir, the garden club, and the local photography and art groups as well as supporting the native wildflower as well as the Pt. St. George Lighthouse societies and The Partnership for the Performing Arts.*

**Applicant Declaration**

I, the undersigned applicant, do hereby declare under penalty of perjury under the laws of the State of California that the information contained in this application is true and correct.

Dated: 11/8/25

Deborah H. Holloway  
 Applicant Signature

Applicant Name: Deborah H. Holloway

**SUPPLEMENTAL QUESTIONNAIRE**

1. Why do you want to serve on the Measure S Oversight Committee?

To help our community in any way I can.

2. What experience do you have working for a public agency or sitting on a public board or committee?

None, however, I have volunteered before.

3. What issues do you believe are the most important for the Measure S Oversight Committee to focus on?

Street repairs and improvements.  
Continuation of the Front Street Park projects  
Maintaining the pool  
Supporting K-8 + volunteers!  
Police + Fire equipment

4. What do you think are the City's greatest challenges?

Tax revenue  
Citizen support

5. What do you think are the City's greatest strengths?

Our natural beauty + magnificent setting.

6. Provide any additional information that you feel is relevant to your application.

I am an idea factory! I love to see our town shine. I would love to write a Crescent City Newsletter, especially as we no longer have a newspaper (as far as I know) spotlighting different people and places that make this place a great place to live.

\*Additional pages may be attached if necessary.



# CITY COUNCIL AGENDA REPORT

**TO: MAYOR WRIGHT AND MEMBERS OF THE CITY COUNCIL**

**FROM: ERIC WIER, CITY MANAGER**

**BY: LINDA LEAVER, DIRECTOR OF FINANCE**

**DATE: FEBRUARY 2, 2026**

**SUBJECT: FISCAL YEAR 2024-25 FINANCIAL AUDIT**

---

## **RECOMMENDATION**

- Receive presentation from auditor
- Technical questions from Council
- Receive public comment
- Receive and file Fiscal Year 2024-25 Audited Financial Report for the City of Crescent City

## **BACKGROUND AND ANALYSIS**

The City's financial statements are provided to give an accurate financial snapshot at a specific point in time. The City Council engages a Certified Public Accountant (CPA) to independently audit these statements to provide users of financial reports with assurance concerning their reliability and that the statements are fairly presented.

The independent auditor (Badawi and Associates, with Ahmed Badawi as the engagement partner) reviews and tests samples of the City's records and policies, interviews City staff, and confirms certain details with outside parties (including banks, the State, the County, the City's insurance provider, legal firms, local businesses, and others) in order to provide an opinion on whether the financial statements present fairly, in all material respects, the financial position of the City. Audit work begins around the time the fiscal year ends (June 30) and continues through several phases taking approximately six months. The Fiscal Year 2024-25 audit was completed December 30, 2025.

Mr. Badawi's opinion is that the City's financial statements do present fairly, in all material respects, the financial position of the City as of June 30, 2025. This is sometimes referred to as an "unmodified opinion" or "clean audit", and it is the City's goal to achieve this result.

The financial report contains the Independent Auditor's Report, the Management Discussion and Analysis (MD&A), government-wide financial statements, fund financial statements, notes to the financial statements, required supplemental information, combining financial statements and the single audit report.

The auditor will present the audit report to the Council this evening and discuss the responsibilities of the auditor and City management, how the audit was planned and performed, and the limitations that are inherent in any audit process. On a separate agenda item tonight, staff will present an analysis of the budget-to-actual results of Fiscal Year 2024-25 for the City's main operating funds.

### **FISCAL ANALYSIS**

Receiving and filing the annual audit reports does not have a direct fiscal impact. The City is required to use an independent auditor each year, and the cost associated with the audit contract is included in each annual budget.

### **STRATEGIC PLAN ASSESSMENT**

This report is consistent with Strategic Plan Goal #3B: Maintain responsible fiscal management and accountability.

### **ATTACHMENTS**

- Fiscal Year 2024-25 Audited Financial Report

# City of Crescent City

Crescent City, California

*Annual Audit Report and Financial Statements*

*For the year ended June 30, 2025*



**City of Crescent City**  
**Annual Audit Report and Financial Statements**  
**For the year ended June 30, 2025**

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**City of Crescent City**  
**Annual Audit Report and Financial Statements**  
**For the year ended June 30, 2025**

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# INTRODUCTORY SECTION

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**City of Crescent City**  
**City Officials**  
**For the year ended June 30, 2025**

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| <u>Name</u>     | <u>Office</u>  |
|-----------------|----------------|
| Ray Altman      | Mayor          |
| Isaiah Wright   | Mayor Pro Tem  |
| Daran Dooley    | Council Member |
| Jason Greenough | Council Member |
| Candace Tinkler | Council Member |

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# FINANCIAL SECTION

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## INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Council  
of the City of Crescent City  
Crescent City, California

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

#### *Opinions*

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

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

#### *Basis for Opinions*

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

#### *Responsibilities of Management for the Financial Statements*

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

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

#### *Auditor Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a

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

In performing an audit in accordance with GAAS, 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 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, budgetary comparison information, other post-employment benefit plans information, and pension plan information on pages 15-38 and 112-123 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 combining and individual nonmajor fund financial statements, and schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards are presented for purposes of additional analysis and are not a required part of the basic financial statements.

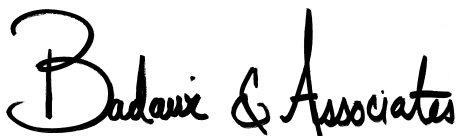
The combining and individual nonmajor fund financial statements, and schedule of expenditures of federal awards on pages 126-139, and 149 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 and individual nonmajor fund financial statements, and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information Included in the Annual Audit Report and Financial Statements***

Management is responsible for the other information included in the Annual Audit Report and Financial Statements. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.



Badawi & Associates, CPAs  
Emeryville, California  
December 30, 2025

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# MANAGEMENT DISCUSSION AND ANALYSIS

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**CITY OF CRESCENT CITY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Year Ended June 30, 2025**

As management of the City of Crescent City (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with the City's basic financial statements (beginning on page 43).

The Management's Discussion and Analysis (MD&A) presents financial highlights: an overview of the accompanying financial statements, an analysis of financial position and results of operations, a current-to-prior year analysis, a discussion on restrictions and commitments, and a discussion of significant activity involving capital assets and long-term debt. The MD&A is based on currently known facts, decisions, and conditions that existed as of the date of the independent auditor's report.

**Financial Highlights**

Government-Wide Financial Statements

The government-wide financial statements (pages 43-45) report information about the City as a whole, using the economic resources measurement focus and accrual basis of accounting. This means that all assets and liabilities (both short-term and long-term) are presented, revenues are recorded when they are earned, and expenditures or expenses are recorded when they are incurred, regardless of the timing of related cash flows. For the most part, transactions between funds have been removed, except when eliminating the interfund transactions would obscure the costs of providing services.

Total assets and deferred outflows of resources of the City were \$116,409,583 and total liabilities and deferred inflows of resources were \$55,612,297 on June 30, 2025. The City's assets and deferred outflows exceeded its liabilities and deferred inflows by \$60,797,286 (net position) for the fiscal year reported. This is an increase of \$13,909,716 from the previous year when assets exceeded liabilities by \$46,887,570 (as restated due to implementation of GASB 101). Most of the increase was due to grant-funded activities.

The increase includes:

- \$10,708,123 increase in net investment in capital assets (capital assets less depreciation and outstanding debt related to the assets) due to capital improvement projects and asset purchases, including grant-funded projects, and debt payments. Significant increases in capital asset investment include
  - \$4,821,487 added to the Pebble Beach Drive rehabilitation project funded by the Federal Highways Administration, Cal OES, and Caltrans
  - \$1,558,897 in improvements to Beachfront Park funded by Prop 68, California Parks, Coastal Conservancy, and the California Endowment
  - \$1,458,851 in improvements to Front Street, funded by HUD, Caltrans, and the City's General Fund
  - \$1,330,095 in improvements to the Swimming Pool, funded by the City's General Fund (including Measure S)
  - Reduction in outstanding long-term debt of \$1,697,663 due to the Sewer Fund's payment on the SRF loan
  - Other increases due to capital projects and equipment purchases, offset by annual depreciation

- \$4,739,031 increase in restricted net position, which includes balances for capital projects, grant-funded projects, and low-income housing programs. The majority of this increase is due to a Competitive Public Local Housing Allocation (CPLHA) grant that funded a loan of \$4,750,000 to a housing developer. The note receivable is restricted net position, and payments that are received over time will be used for future low-income housing projects.
- (\$1,537,438) decrease in unrestricted net position. This includes decreases in overall net position due to allocating resources to priority projects as well as the investment of unrestricted cash into capital assets.

Total net position is the difference between (1) total assets and deferred outflows of resources and (2) total liabilities and deferred inflows of resources. Net position includes both short-term and long-term assets and liabilities, and is comprised of the following:

- Capital assets, net of related debt and accumulated depreciation, of \$44,417,924 includes real property, construction-in-progress, structures and improvements, equipment, and infrastructure.
- Net position of \$6,391,229 is restricted for capital projects, community development, low-income housing, and other purposes.
- Unrestricted net position of \$9,988,133 represents the resources available to meet the City's ongoing obligations to citizens and creditors.

### Fund Financial Statements

The fund financial statements (pages 52-71) present information about each major fund of the City and the aggregate of all non-major funds. A fund is a group of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

All of the funds of the City can be divided into three categories:

- *Governmental funds*: These funds are used to account for activities primarily supported by taxes, grants, and similar revenue sources. These are essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements use the current financial resources measurement focus (near-term inflows and outflows of spendable resources). This information may be useful in evaluating a government's near-term financing requirements.
- *Proprietary funds*: These funds are used to account for activities which are primarily supported by fees and charges for services. Proprietary funds, like the government-wide financial statements, use the economic resources measurement focus. The City maintains two types of proprietary funds, enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide statements. Internal service funds are used to allocate the costs of centralized activities and services performed by certain departments of the City for other departments of the City.
- *Fiduciary funds*: These funds are used to account for resources that the City holds as a trustee or agent on behalf of another party. These funds are not included in the government-wide statements, as the resources cannot be used to support the City's own programs.

### Governmental Funds

Governmental funds include the General Fund, special revenue funds, and capital projects funds. The City currently has five major governmental funds (General Fund, Housing Authority Fund, CPLHA Fund, General CIP Fund, and Pebble Beach Drive Bank Stabilization Fund) and thirteen non-major

governmental funds. Financial statements for each major fund and the aggregate of all non-major funds are presented on pages 52-58. Individual fund data for each non-major fund is provided in the form of combining statements on pages 126-139.

The City's governmental funds reported total ending fund balance of \$8,167,586 this year. This compares to the prior year ending fund balance of \$9,407,143 and is a decrease of (\$1,239,557) which includes:

- (\$636,297) net decrease in the General Fund balance due to total expenditures exceeding total revenues. This includes planned expenditures of prior year Measure S fund balance for priority projects including SCBA replacements for the Fire Department, street repair projects, and continuing work on the Police Department facility improvements.
- \$1,337 net increase in the Housing Authority fund balance due to revenues slightly exceeding expenditures. The fund balance is restricted to low and moderate-income housing programs.
- \$4,809,415 net increase in the CPLHA fund due to grant funding for a low-income housing project.
- (\$912,669) net decrease in the General CIP Fund due to planned expenditures of prior year fund balance, most significantly the Swimming Pool HVAC project.
- (\$4,589,248) net decrease in the Pebble Beach Drive Bank Stabilization Project Fund. This fund is used to track the long-term project to stabilize Pebble Beach Drive after significant storm damage. In FY 2024-25, an emergency project was done to reopen a failed portion of the street using funding from the Federal Highway Administration and Caltrans. Because this fund uses the current financial resources measurement focus, only revenues which are received within 60 days of the end of the fiscal year are counted as revenues. Due to the timing of federal emergency project reimbursement, the grant revenues that will pay for this project were not received and therefore not counted as revenue in this fiscal year. When the funds are received, the revenue will be recorded and the negative fund balance will be relieved. In the meantime, the City was able to manage the cash flow for this project using funds from Caltrans.
- \$87,905 net increase in non-major governmental funds.

The major governmental funds are discussed in greater detail below in the section "Financial Analysis of the City's Funds."

### Proprietary Funds

The City's proprietary funds include three enterprise funds (Sewer Fund, Water Fund, and Recreational Vehicle (RV) Park Fund) and six internal service funds. Financial statements for each enterprise fund and the aggregate of all internal service funds are presented on pages 62-65. Individual fund data for each internal service fund is provided in the form of combining statements on pages 134-139.

The enterprise funds reported total ending net position of \$21,382,878 as of June 30, 2025. This compares to net position as of the prior year (restated due to GASB 101) of \$21,540,814 and is a decrease of (\$157,936) which includes:

- (\$309,475) net decrease in the Sewer Fund net position.
- \$87,266 net increase in the Water Fund net position.
- \$64,273 net increase in the RV Park Fund net position.

The internal service funds reported total ending net position of \$2,374,582 as of June 30, 2025. This represents a net increase of \$347,526 from the prior year net position of \$2,027,056.

The proprietary funds are discussed in greater detail below in the section “Financial Analysis of the City’s Funds.”

### Fiduciary Funds

The City maintains one fiduciary fund: the Successor Agency RDA Fund represents the wind-down activities of the Successor Agency to the dissolved former Redevelopment Agency. The fiduciary fund financial statements are presented on pages 70-71.

## **Overview of the Financial Statements**

This discussion and analysis are intended to serve as an introduction of the City’s basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

### Government-Wide Financial Statements

The government-wide financial statements present both long-term and short-term information about the City’s overall financial picture. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis of full accrual accounting and elimination or reclassification of internal activities.

The *Statement of Net Position* is measured as the difference between (a) assets and deferred outflow of resources and (b) liabilities and deferred inflow of resources. This is one way to measure the City’s financial health, or financial position. Over time, increases or decreases in the City’s net position may serve as an indicator of whether its financial health is improving or deteriorating.

The *Statement of Activities* presents information on how the City’s net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in the statement for some items that only result in cash flows in future periods (e.g. earned but unused vacation leave, future grant reimbursements, etc.).

In both the Statement of Net Position and Statement of Activities, we divide the City into two kinds of activities:

*Governmental Activities* – Most of the City’s basic services are reported here, including General Government (City Council, City Clerk, City Manager’s Department, Finance, Attorney, Economic Development, etc.), Public Safety (Police and Fire), Community Development, Planning, Swimming Pool, Parks, Public Works, Housing Authority, etc. Revenues from taxes and grants finance most of these activities. In the government-wide statements, internal service funds are included here as well.

*Business-type Activities* – The City charges a fee to customers to recover all or most of certain services it provides. The City’s water, sewer, and recreational vehicle park are included in this category.

## Fund Financial Statements

The Fund Financial Statements are designed to report information about groupings (funds) of related accounts, which are used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. The City uses all three types, each using different accounting methods.

*Governmental Funds* – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City adopts an annual appropriated budget for the General Fund. A budgetary comparison statement has been provided in the Required Supplementary Information section of this report.

*Proprietary Funds* – Proprietary funds are primarily used to account for when the City charges for the services it provides, whether to outside customers or to other units of the City. These funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities, using an accrual basis of accounting. In fact, the City's enterprise funds (a component of proprietary funds) are the same as the business-type activities that are reported in the government-wide financial statements but provide more detailed information, such as the statement of cash flows. The City uses internal service funds (the other component of proprietary funds) to report activities that provide supplies and services for the City's other programs and activities, such as Building Maintenance, Equipment Services, Insurance, and Information Technology. Since these activities predominantly benefit governmental rather than business-type functions, they are included with the governmental activities in the government-wide financial statements. However in the fund financial statements, internal service funds are reported with the proprietary funds because they use the same basis of accounting.

*Fiduciary Funds* – Fiduciary funds are used to account for resources held for the benefit of parties outside the City. In these cases, the City has a fiduciary responsibility and is acting as a trustee. The Statement of Fiduciary Net Position separately reports all of the City's fiduciary activities. The City excludes those activities from the City's other financial statements because the City cannot use these assets to finance its operations. However, the City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

### Notes to the financial statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin immediately following the basic financial statements on page 75. The notes include information on the City's accounting policies, cash and investments, receivables, capital assets, long-term debts, interfund activity, employee retirement plans and other post-employment benefits, risk management, contingencies, pledged revenues, the successor trust for the former redevelopment agency, and any changes from the prior year reporting.

### Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents Required Supplementary Information beginning on page 112. Information regarding the City's contributions to Other Post-Employment Benefits and the Defined Benefit Pension Plan is included here. Statements of Revenues, Expenditures, and Changes in Fund balances – Budget and Actual for the General Fund, the Housing Authority Fund, and CPLHA Fund are also included here.

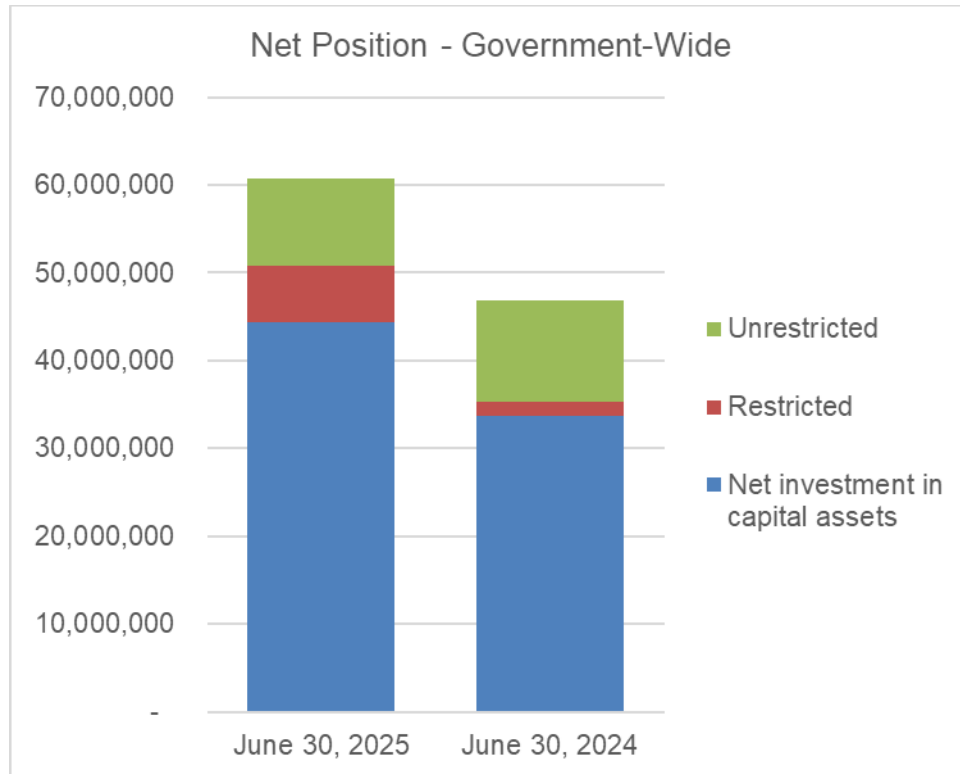
### Supplementary Information

This section, beginning on page 126, includes the individual fund statements for the non-major governmental funds and the internal service funds.

## **Financial Analysis of the City as a Whole**

This analysis will focus on the City's net position (Table 1) and changes in net position (Table 2) of the governmental and business-type activities for the fiscal year ending June 30, 2025. This information is shown in greater detail in the government-wide financial statements on pages 43-45.

| <b>Table 1 - Net Position</b>                       |                                |                   |                                 |                   |                               |                   |
|---|--------------------------------|-------------------|---------------------------------|-------------------|-------------------------------|-------------------|
|   | <b>Governmental Activities</b> |                   | <b>Business-Type Activities</b> |                   | <b>Government-Wide Totals</b> |                   |
|   | <b>FY 2024-25</b>              | <b>FY 2023-24</b> | <b>FY 2024-25</b>               | <b>FY 2023-24</b> | <b>FY 2024-25</b>             | <b>FY 2023-24</b> |
| <b>Assets:</b>                                      |                                |                   |                                 |                   |                               |                   |
| Current and other                                   | 26,206,584                     | 13,148,542        | 13,986,361                      | 14,287,863        | 40,192,945                    | 27,436,405        |
| Capital assets                                      | 31,412,264                     | 21,291,163        | 40,286,481                      | 41,394,509        | 71,698,745                    | 62,685,672        |
| Total assets  | 57,618,848                     | 34,439,705        | 54,272,842                      | 55,682,372        | 111,891,690                   | 90,122,077        |
| Deferred outflow of resources                       | 2,870,383                      | 3,560,974         | 1,647,510                       | 2,093,771         | 4,517,893                     | 5,654,745         |
| Total assets and deferred outflows of resources     | 60,489,231                     | 38,000,679        | 55,920,352                      | 57,776,143        | 116,409,583                   | 95,776,822        |
| <b>Liabilities</b>                                  |                                |                   |                                 |                   |                               |                   |
| Current and other                                   | 10,949,518                     | 2,544,259         | 1,230,771                       | 2,786,932         | 12,180,289                    | 5,331,191         |
| Long-term liabilities                               | 9,439,660                      | 9,248,253         | 32,766,492                      | 32,713,169        | 42,206,152                    | 41,961,422        |
| Total liabilities                                   | 20,389,178                     | 11,792,512        | 33,997,263                      | 35,500,101        | 54,386,441                    | 47,292,613        |
| Deferred inflow of resources                        | 685,645                        | 861,411           | 540,211                         | 735,228           | 1,225,856                     | 1,596,639         |
| Total liabilities and deferred inflows of resources | 21,074,823                     | 12,653,923        | 34,537,474                      | 36,235,329        | 55,612,297                    | 48,889,252        |
| <b>Net Position</b>                                 |                                |                   |                                 |                   |                               |                   |
| Net invest in capital assets                        | 31,294,046                     | 21,175,557        | 13,123,878                      | 12,534,244        | 44,417,924                    | 33,709,801        |
| Restricted  | 6,391,229                      | 1,652,198         | -                               | -                 | 6,391,229                     | 1,652,198         |
| Unrestricted  | 1,729,133                      | 2,519,001         | 8,259,000                       | 9,006,570         | 9,988,133                     | 11,525,571        |
| Total Net Position, as restated                     | <b>39,414,408</b>              | <b>25,346,756</b> | <b>21,382,878</b>               | <b>21,540,814</b> | <b>60,797,286</b>             | <b>46,887,570</b> |

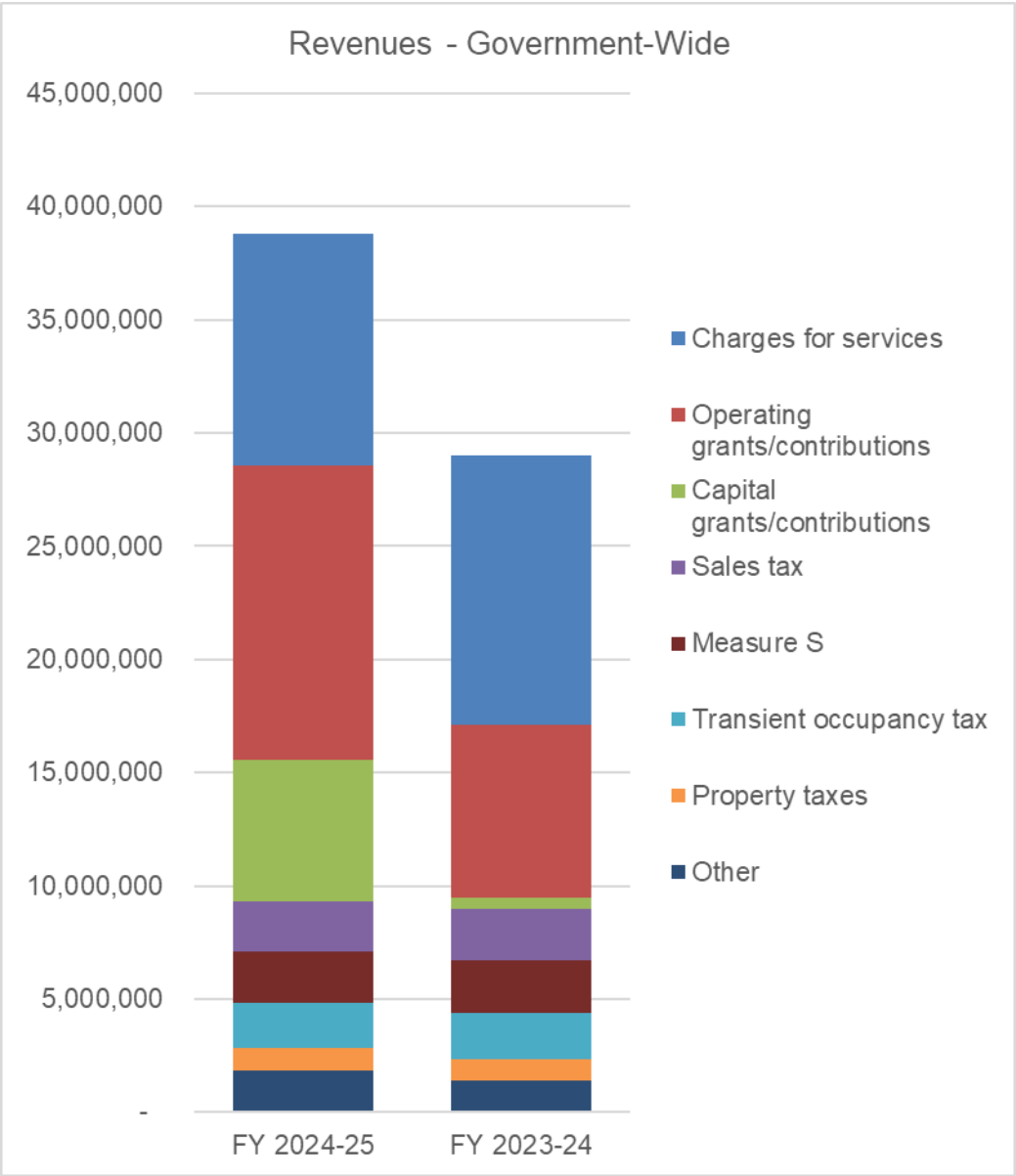


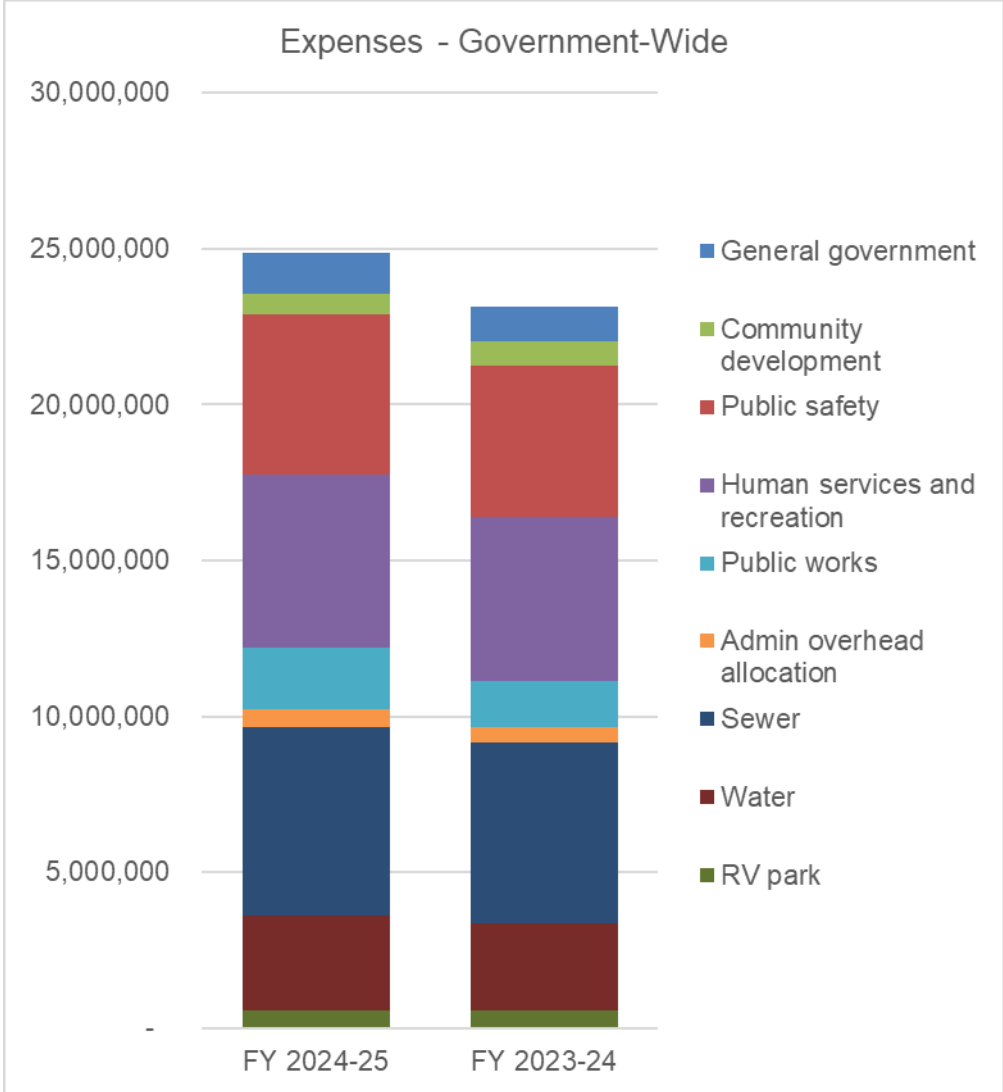
In fiscal year 2024-25, governmental activities increased the City's net position by \$14,067,652 and business-type activities decreased the City's net position by (\$157,936) as compared to the prior fiscal year. In fiscal year 2024-25 government-wide revenues increased by \$9,788,525 and total expenses increased by \$1,744,577 compared to the prior year.

Revenues in governmental activities increased by \$11,159,873 due to increased grant revenues and expenses increased by \$1,274,901 compared to the prior year. In business-type activities, revenues decreased by (\$1,371,348) because the prior year included one-time water and sewer connection fees for large developments and expenses increased by \$469,676.

**Table 2 - Changes in Net Position**  
**For the periods ending June 30**

|   | Governmental Activities |                   | Business-Type Activities |                   | Government-Wide Totals |                   |
|---|-------------------------|-------------------|--------------------------|-------------------|------------------------|-------------------|
|   | 2025                    | 2024              | 2025                     | 2024              | 2025                   | 2024              |
| Revenues:   |                         |                   |                          |                   |                        |                   |
| Program revenues:                                   |                         |                   |                          |                   | -                      | -                 |
| Charges for services                                | 1,667,645               | 1,771,643         | 8,527,135                | 10,122,243        | 10,194,780             | 11,893,886        |
| Operating grants/contributions                      | 12,634,780              | 7,375,867         | 395,886                  | 233,395           | 13,030,666             | 7,609,262         |
| Capital grants/contributions                        | 6,226,496               | 523,734           | -                        | -                 | 6,226,496              | 523,734           |
| General revenues:                                   |                         |                   |                          |                   |                        |                   |
| Sales tax   | 2,226,843               | 2,230,286         | -                        | -                 | 2,226,843              | 2,230,286         |
| Measure S   | 2,297,334               | 2,345,019         | -                        | -                 | 2,297,334              | 2,345,019         |
| Transient occupancy tax                             | 1,988,638               | 2,028,328         | -                        | -                 | 1,988,638              | 2,028,328         |
| Property taxes                                      | 1,003,825               | 968,171           | -                        | -                 | 1,003,825              | 968,171           |
| Other   | 1,206,006               | 848,646           | 608,334                  | 547,065           | 1,814,340              | 1,395,711         |
| <b>Total Revenues</b>                               | <b>29,251,567</b>       | <b>18,091,694</b> | <b>9,531,355</b>         | <b>10,902,703</b> | <b>38,782,922</b>      | <b>28,994,397</b> |
| Expenses:   |                         |                   |                          |                   |                        |                   |
| General government                                  | 1,305,400               | 1,102,525         | -                        | -                 | 1,305,400              | 1,102,525         |
| Public safety                                       | 5,119,084               | 4,837,435         | -                        | -                 | 5,119,084              | 4,837,435         |
| Community development                               | 692,483                 | 783,437           | -                        | -                 | 692,483                | 783,437           |
| Human services and recreation                       | 5,555,026               | 5,259,643         | -                        | -                 | 5,555,026              | 5,259,643         |
| Public works  | 1,972,021               | 1,471,012         | -                        | -                 | 1,972,021              | 1,471,012         |
| Admin overhead allocation                           | 591,255                 | 506,316           | -                        | -                 | 591,255                | 506,316           |
| Sewer   | -                       | -                 | 6,001,987                | 5,818,499         | 6,001,987              | 5,818,499         |
| Water   | -                       | -                 | 3,043,084                | 2,793,526         | 3,043,084              | 2,793,526         |
| RV park   | -                       | -                 | 592,866                  | 556,236           | 592,866                | 556,236           |
| <b>Total Expenses</b>                               | <b>15,235,269</b>       | <b>13,960,368</b> | <b>9,637,937</b>         | <b>9,168,261</b>  | <b>24,873,206</b>      | <b>23,128,629</b> |
| Excess (Deficiency) before other items              | 14,016,298              | 4,131,326         | (106,582)                | 1,734,442         | 13,909,716             | 5,865,768         |
| Transfers   | 51,354                  | 143,342           | (51,354)                 | (143,342)         | -                      | -                 |
| <b>Increase (Decrease) in net position</b>          | <b>14,067,652</b>       | <b>4,274,668</b>  | <b>(157,936)</b>         | <b>1,591,100</b>  | <b>13,909,716</b>      | <b>5,865,768</b>  |
| <b>Net position - beginning of year</b>             | <b>25,707,215</b>       | <b>21,432,547</b> | <b>21,681,186</b>        | <b>20,090,086</b> | <b>47,388,401</b>      | <b>41,522,633</b> |
| <b>Restatement</b>                                  | <b>(360,459)</b>        | <b>-</b>          | <b>(140,372)</b>         | <b>-</b>          | <b>(500,831)</b>       | <b>-</b>          |
| <b>Net position - beginning of year as restated</b> | <b>25,346,756</b>       | <b>21,432,547</b> | <b>21,540,814</b>        | <b>20,090,086</b> | <b>46,887,570</b>      | <b>41,522,633</b> |
| <b>Net position - end of year</b>                   | <b>39,414,408</b>       | <b>25,707,215</b> | <b>21,382,878</b>        | <b>21,681,186</b> | <b>60,797,286</b>      | <b>47,388,401</b> |





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

As noted earlier, the City of Crescent City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Under the Government Accounting Standards Board Statement 54 (GASB 54), fund balances are classified as Nonspendable, Restricted, and Unassigned. Nonspendable fund balances are amounts that are inherently nonspendable, i.e. cannot be spent because of their form (such as inventories or prepaid expenses) or because they must be maintained intact. Restricted fund balances are amounts with externally enforceable limitations on use, such as limitations imposed by creditors or grantors and limitations imposed by other governments. Unassigned fund balances (residual net resources) are the amount in excess of Nonspendable and Restricted amounts.

*Governmental Funds.* The focus of the City’s governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City’s financial requirements.

The following discussion focuses on the City’s three major governmental funds. The non-major governmental funds are reported in aggregate in the governmental fund financial statements beginning on page 50, and in detail in the combining statements beginning on page 120.

*General Fund.* The General Fund is the chief operating fund of the City of Crescent City. The General Fund experienced an excess of revenues over expenditures in the amount of \$459,192; transfers in and out and proceeds from the sale of assets netted to a negative (\$1,095,489). This resulted in a net decrease in Fund Balance of (\$636,297).

The following tables, Revenues by Source (Table 3) and Expenditures by Function (Table 4), provide a two-year comparison of General Fund activity. Accompanying the tables are brief explanations of significant changes. Fiscal year 2024-25 General Fund revenue decreased by (\$533,467) (approximately 5%). Primary variations from the prior fiscal year include:

- Charges for services decreased (\$568,473) from \$1,494,994 in fiscal year 2023-24 to \$926,521 in fiscal year 2024-25. The decreases were largely the result of lower fire service fees (due to reimbursements for mutual aid provided in the prior year and reimbursements for current year expenses that are not counted as revenue for fiscal year 2024-25 because they were not received within the measurement period and will be included in the next fiscal year’s revenues).
- Intergovernmental or grant revenues decreased (\$142,403) from \$537,011 in fiscal year 2023-24 to \$394,608 in fiscal year 2024-25. This was largely related to a planning grant in the prior year that was not repeated.
- Licenses and permit revenues increased \$336,733 from \$395,868 in fiscal year 2023-24 to \$732,631 in fiscal year 2024-25 due to building permit revenues related to a large development.

| <b>Table 3 - General Fund Revenues by Source</b> |                   |                         |                   |                         |                            |                         |
|--|-------------------|-------------------------|-------------------|-------------------------|----------------------------|-------------------------|
| <b>For the periods ending June 30</b>            |                   |                         |                   |                         |                            |                         |
|  | <b>2025</b>       |                         | <b>2024</b>       |                         | <b>Increase/(Decrease)</b> |                         |
|  | <b>Amount</b>     | <b>Percent of Total</b> | <b>Amount</b>     | <b>Percent of Total</b> | <b>Amount</b>              | <b>Percent of Total</b> |
| Taxes and assessments                            | 7,572,953         | 75.5%                   | 7,624,693         | 72.2%                   | (51,740)                   | -0.5%                   |
| Use of money and property:                       |                   |                         |                   |                         |                            |                         |
| Interest   | 238,040           | 2.4%                    | 225,900           | 2.1%                    | 12,140                     | 0.1%                    |
| Rental Income                                    | 46,566            | 0.5%                    | 49,462            | 0.5%                    | (2,896)                    | 0.0%                    |
| Licenses and permits                             | 732,631           | 7.3%                    | 395,868           | 3.7%                    | 336,763                    | 3.4%                    |
| Fines and penalties                              | 51,847            | 0.5%                    | 12,275            | 0.1%                    | 39,572                     | 0.4%                    |
| Intergovernmental revenues                       | 394,608           | 3.9%                    | 537,011           | 5.1%                    | (142,403)                  | -1.4%                   |
| Charges for services                             | 926,521           | 9.2%                    | 1,494,994         | 14.2%                   | (568,473)                  | -5.7%                   |
| Gifts and donations                              | 11,555            | 0.1%                    | 29,412            | 0.3%                    | (17,857)                   | -0.2%                   |
| Other reimbursements                             | 35,416            | 0.4%                    | -                 | 0.0%                    | 35,416                     | 0.4%                    |
| Other revenue                                    | 20,405            | 0.2%                    | 194,394           | 1.8%                    | (173,989)                  | -1.7%                   |
| <b>Total</b>                                     | <b>10,030,542</b> | <b>100%</b>             | <b>10,564,009</b> | <b>100%</b>             | <b>(533,467)</b>           | <b>-5%</b>              |

General Fund expenditures are grouped into the following categories:

- General Government includes City Council, City Manager, City Attorney, City Clerk, Finance, Human Resources, Community Support, Economic Development, and payments made under agreements with other agencies, such as revenue sharing agreements with the County.
- Public Safety includes Police and Fire.
- Community Development includes Building Inspection, Code Enforcement, and Planning.
- Human Services and Recreation includes the Cultural Center and Fred Endert Municipal Swimming Pool.
- Public Works includes Engineering, Streets, and Parks.
- Administrative Overhead includes charges for services provided to the General Fund by other City departments (Information Technology, Building Maintenance, Equipment, and Insurance).

Total General Fund expenditures, not including transfers, increased by \$703,593 (approximately 8%) from the prior fiscal year. Significant changes included:

- Increase of \$384,117 in Public Works, including an increase in staffing (due to filling vacant positions), street maintenance projects, and park maintenance.
- Increase of \$154,347 in Public Safety, including expenditure of Measure S funds on SCBA replacements for the Fire Department.
- Increase of \$133,183 in General Government, including increase in staffing and contract services in Finance (due to filling vacant positions, implementing a new online business license program, and financial advisory services), and increases in payments to the County under revenue sharing agreements.

| <b>Table 4 - Expenditures by Type</b> |                  |                         |                  |                         |                            |                         |
|---------------------------------------|------------------|-------------------------|------------------|-------------------------|----------------------------|-------------------------|
| <b>General Fund</b>                   |                  |                         |                  |                         |                            |                         |
| <b>For the periods ending June 30</b> |                  |                         |                  |                         |                            |                         |
|                                       | <b>2025</b>      |                         | <b>2024</b>      |                         | <b>Increase/(Decrease)</b> |                         |
|                                       | <b>Amount</b>    | <b>Percent of Total</b> | <b>Amount</b>    | <b>Percent of Total</b> | <b>Amount</b>              | <b>Percent of Total</b> |
| General government                    | 1,198,404        | 12.5%                   | 1,065,221        | 12.0%                   | 133,183                    | 19.0%                   |
| Public safety                         | 4,735,960        | 49.5%                   | 4,581,613        | 51.7%                   | 154,347                    | 22.0%                   |
| Community development                 | 678,901          | 7.1%                    | 699,453          | 7.9%                    | (20,552)                   | -2.9%                   |
| Human services and recreation         | 964,357          | 10.1%                   | 1,001,539        | 11.3%                   | (37,182)                   | -5.3%                   |
| Public works                          | 1,427,691        | 14.9%                   | 1,043,574        | 11.8%                   | 384,117                    | 54.7%                   |
| Admin overhead allocation             | 566,037          | 5.9%                    | 477,357          | 5.4%                    | 88,680                     | 12.6%                   |
| <b>Total</b>                          | <b>9,571,350</b> | <b>100.0%</b>           | <b>8,868,757</b> | <b>100.0%</b>           | <b>702,593</b>             | <b>7.9%</b>             |

For the fiscal year ending June 30, 2025, the fund balance of the General Fund was \$4,539,754. Of this amount \$2,818,539 is unassigned.

*Housing Fund.* The Housing Authority revenues are provided by the Department of Housing and Urban Development (HUD) on a calendar year basis. They are provided to the Housing Authority (HA) as

Housing Assistance Payments (HAP) and Administrative funds. The HAP payments are designated for rental assistance for tenants and are paid to property owners through the Housing Choice Vouchers (HCV) program and other programs. Administrative funds are designated for any costs associated with administering the programs.

The Housing Authority is included in these financials as a governmental fund. It is a Basic Component Unit of the City of Crescent City and, as such, it is more fully reported on in its stand-alone financial statement, also issued as of June 30, 2025. In fiscal year 2024-25, the Housing Authority experienced a minor surplus of revenues over expenditures and other financing uses in the amount of \$1,337. This increased the Housing Authority's fund balance from \$466,907 to \$468,244. As described above, the Housing Authority's fund balance fluctuates year to year due to timing differences between the City's fiscal year reporting and the Federal funding, which operates on a calendar year basis. In addition, in order to maintain or increase its funding, the Housing Authority must spend the HAP funds it receives without building up an excessive reserve.

*CPLHA Fund.* The CPLHA Fund is a special revenue fund for tracking the revenues and expenditures associated with the CPLHA grant to fund low-income housing development. Activity in this fund included the receipt of the CPLHA grant and disbursement of a loan for housing development. The loan is a restricted asset in this fund, and payments received in the future will remain in the fund for future low-income housing projects.

*General CIP Fund.* The General CIP Fund includes most of the capital improvement projects that are not included in the enterprise funds or stand-alone capital improvement funds. These include capital improvement projects relating to governmental facilities, parks, streets, and the swimming pool. These projects are funded with a combination of grants and transfers from other City funds (such as the General Fund, including Measure S funds). General CIP Fund expenditures exceeded revenues and transfers in by (\$912,669) this year, which decreased the fund balance from \$2,402,793 to \$1,490,124. The most significant change was the use of prior year fund balance for the HVAC project at the Swimming Pool.

*Pebble Beach Drive Bank Stabilization Fund.* The Pebble Beach Drive Bank Stabilization Fund is for tracking revenues and expenditures associated with the Pebble Beach Drive project, a long-term project to repair and stabilize the road and bank due to storm damage. An emergency construction project was done this fiscal year to repair and reopen a section of the road that collapsed. This project is funded by the Federal Highway Administration and Caltrans. The federal emergency funding through FHA will take time to be reimbursed, which results in a negative fund balance in this fund until the reimbursements are received. In the meantime, the City received a cash advance from Caltrans to manage the cash flow of the emergency opening and assist with the permanent restoration project. Fund balance in this fund is negative (\$4,735,518).

*Proprietary funds.* Proprietary funds operate in a business-type environment. The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. The City's proprietary funds include the Sewer and Water utilities and the Recreational Vehicle (RV) Park. A two-year comparison of change in net assets for these funds is in the following tables.

*Sewer Fund.* In fiscal year 2024-25, the change in net position was a negative (\$309,475). The largest change in revenue from the prior year was in sewer connections, which decreased by (\$1,160,640) due to one-time development projects in the prior year. Expenses increased by \$183,488 (approximately 3%).

**Table 5 - Sewer Fund**  
**For the periods ending June 30**

|  | 2025             | 2024             | Variance           |                |
|--|------------------|------------------|--------------------|----------------|
|  | Amount           | Amount           | Amount             | Percent        |
| Sewer Fund   |                  |                  |                    |                |
| Operating revenues                                     |                  |                  |                    |                |
| Sewer treatment  | 4,508,421        | 4,570,412        | (61,991)           | -1.4%          |
| External lab revenues                                  | 60,574           | 51,004           | 9,570              | 18.8%          |
| Sewer connections                                      | 322,738          | 1,483,378        | (1,160,640)        | -78.2%         |
| Other  | 209,739          | 296,599          | (86,860)           | -29.3%         |
| Grants   | 273,935          | 152,565          | 121,370            | 79.6%          |
| Expenses   | (6,001,987)      | (5,818,499)      | (183,488)          | 3.2%           |
| Non-operating revenue (expense)                        | 336,276          | 290,291          | 45,985             | 15.8%          |
| Net changes before transfers and capital contributions | (290,304)        | 1,025,750        | (1,316,054)        | -128.3%        |
| Net transfers and capital contributions                | (19,171)         | (22,196)         | 3,025              | -13.6%         |
| <b>Change in net position</b>                          | <b>(309,475)</b> | <b>1,003,554</b> | <b>(1,313,029)</b> | <b>-130.8%</b> |

The decrease in net position of (\$309,475) is comprised of an increase in net investment in capital assets of \$388,808 due to depreciation, payment of debt service, and new assets, and a decrease of (\$771,034) in unrestricted net position due to operations. Unrestricted net position represents the total net assets available to meet ongoing operations. This is not the same as available cash, as not all assets are cash, and not the same as working capital. Working capital is the difference between current assets (cash plus receivables expected to be collected within one year) and current liabilities (liabilities due within one year) and can be used as an indication of the fund's ability to meet its near-term obligations. This should be considered in the context of the enterprise fund's capital improvement plan. When capital assets are purchased or constructed with cash, the current asset (cash) is converted to a non-current asset (capital asset) and is no longer available working capital.

**Table 6 - Sewer Fund**  
**For the periods ending June 30**

|   | 2025             | 2024             | Variance         |         |
|---|------------------|------------------|------------------|---------|
|   | Amount           | Amount           | Amount           | Percent |
| Sewer Fund  |                  |                  |                  |         |
| Assets  |                  |                  |                  |         |
| Current assets  | 6,722,736        | 7,313,255        | (590,519)        | -8.1%   |
| Capital assets (net of deprec   | 30,843,586       | 32,152,440       | (1,308,854)      | -4.1%   |
| Other non-current assets  | 611,644          | 542,313          | 69,331           | 12.8%   |
| Total assets  | 38,177,966       | 40,008,008       | (1,830,042)      | -4.6%   |
| Deferred outflows of resource:  | 1,017,656        | 1,292,802        | (275,146)        | -21.3%  |
| Liabilities   |                  |                  |                  |         |
| Current liabilities   | 2,383,428        | 2,345,949        | 37,479           | 1.6%    |
| Long-term liabilities   | 28,852,408       | 30,574,934       | (1,722,526)      | -5.6%   |
| Total liabilities   | 31,235,836       | 32,920,883       | (1,685,047)      | -5.1%   |
| Deferred inflows of resources   | 223,557          | 334,223          | (110,666)        | -33.1%  |
| Net position (restated)   | <b>7,736,229</b> | <b>8,045,704</b> | <b>(309,475)</b> | -3.8%   |
| Net investment in capital assets (net of depreciation and related debt) | 3,680,983        | 3,292,175        | 388,808          | 11.8%   |
| Unrestricted  | 4,055,246        | 4,753,529        | (698,283)        | -14.7%  |
| Total net position (restated)   | <b>7,736,229</b> | <b>8,045,704</b> | <b>(309,475)</b> | -3.8%   |
| Current assets  | 6,722,736        | 7,313,255        | (590,519)        | -8.1%   |
| Current liabilities   | 2,383,428        | 2,345,949        | 37,479           | 1.6%    |
| Working capital   | <b>4,339,308</b> | <b>4,967,306</b> | <b>(627,998)</b> | -12.6%  |

Water Fund. In fiscal year 2024-25, the change in net position was an increase of \$87,266.

| <b>Table 7 - Water Fund</b>                            |               |                |                  |                |
|--|---------------|----------------|------------------|----------------|
| <b>For the periods ending June 30</b>                  |               |                |                  |                |
|  | <b>2025</b>   | <b>2024</b>    | <b>Variance</b>  |                |
|  | <b>Amount</b> | <b>Amount</b>  | <b>Amount</b>    | <b>Percent</b> |
| Water Fund   |               |                |                  |                |
| Operating revenues                                     |               |                |                  |                |
| Water service  | 2,604,342     | 2,642,970      | (38,628)         | -1.5%          |
| Water connections                                      | 133,546       | 476,461        | (342,915)        | -72.0%         |
| Other  | 169,846       | 69,614         | 100,232          | 144.0%         |
| Grants   | 4,879         | -              | 4,879            |                |
| Expenses   | (3,043,084)   | (2,793,526)    | (249,558)        | 8.9%           |
| Non-operating revenue (expense)                        | 238,855       | 310,077        | (71,222)         | -23.0%         |
| Net changes before transfers and capital contributions | 108,384       | 705,596        | (597,212)        | -84.6%         |
| Net transfers and capital contributions                | (21,118)      | (121,146)      | 100,028          | -82.6%         |
| <b>Change in net position</b>                          | <b>87,266</b> | <b>584,450</b> | <b>(497,184)</b> | <b>-85.1%</b>  |

Water connection revenue decreased by (\$342,915) due to significant one-time development projects in the prior year. Expenses increased by \$249,558 (approximately 9%). The most significant increases were in electricity costs and maintenance projects (some of which were reimbursed by Community Service Districts).

The increase in net position of \$87,266 is comprised of an increase in net investment in capital assets of \$254,603 due to depreciation and investment in new assets and a decrease of (\$166,797) in unrestricted net position due to operations. Unrestricted net position represents the total net assets available to meet ongoing operations. This is not the same as available cash, as not all assets are cash, and also not the same as working capital. Working capital is the difference between current assets (cash plus receivables expected to be collected within one year) and current liabilities (liabilities due within one year) and can be used as an indication of the fund's ability to meet its near-term obligations. This should be considered in the context of the enterprise fund's capital improvement plan. When capital assets are purchased or constructed with cash, the current asset (cash) is converted to a non-current asset (capital asset) and is no longer available working capital.

**Table 8 - Water Fund**  
**For the periods ending June 30**

|   | 2025              | 2024              | Variance       |             |
|---|-------------------|-------------------|----------------|-------------|
|   | Amount            | Amount            | Amount         | Percent     |
| Water Fund  |                   |                   |                |             |
| Assets  |                   |                   |                |             |
| Current assets  | 4,865,053         | 4,658,876         | 206,177        | 4.4%        |
| Capital assets (net of depreciation)                                    | 8,798,492         | 8,544,429         | 254,063        | 3.0%        |
| Other non-current assets  | 991,727           | 1,141,286         | (149,559)      | -13.1%      |
| <b>Total assets</b>   | <b>14,655,272</b> | <b>14,344,591</b> | <b>310,681</b> | <b>2.2%</b> |
| Deferred outflows of resources  | 629,854           | 800,969           | (171,115)      | -21.4%      |
| Liabilities   |                   |                   |                |             |
| Current liabilities   | 509,291           | 371,779           | 137,512        | 37.0%       |
| Long-term liabilities   | 2,121,697         | 2,122,558         | (861)          | 0.0%        |
| <b>Total liabilities</b>  | <b>2,630,988</b>  | <b>2,494,337</b>  | <b>136,651</b> | <b>5.5%</b> |
| Deferred inflows of resources   | 316,654           | 401,005           | (84,351)       | -21.0%      |
| <b>Net position (restated)</b>  | <b>12,337,484</b> | <b>12,250,218</b> | <b>87,266</b>  | <b>0.7%</b> |
| Net investment in capital assets (net of depreciation and related debt) | 8,798,492         | 8,544,429         | 254,063        | 3.0%        |
| Unrestricted  | 3,538,992         | 3,705,789         | (166,797)      | -4.5%       |
| <b>Total net position (restated)</b>                                    | <b>12,337,484</b> | <b>12,250,218</b> | <b>87,266</b>  | <b>0.7%</b> |
| Current assets  | 4,865,053         | 4,658,876         | 206,177        | 4.4%        |
| Current liabilities   | 509,291           | 371,779           | 137,512        | 37.0%       |
| <b>Working capital</b>  | <b>4,355,762</b>  | <b>4,287,097</b>  | <b>68,665</b>  | <b>1.6%</b> |

Lighthouse Cove Recreational Vehicle (RV) Park. The RV Park Fund revenues exceeded expenses by \$64,273 in fiscal year 2024-25. Operating revenues increased \$103,196 due to rate increases while expenses increased \$36,630 due to implementing a security service contract.

| <b>Table 9 - RV Park Fund</b>                             |               |               |                 |                |
|---|---------------|---------------|-----------------|----------------|
| <b>For the periods ending June 30</b>                     |               |               |                 |                |
|   | <b>2025</b>   | <b>2024</b>   | <b>Variance</b> |                |
|   | <b>Amount</b> | <b>Amount</b> | <b>Amount</b>   | <b>Percent</b> |
| RV Park Fund  |               |               |                 |                |
| Operating revenues  | 635,001       | 531,805       | 103,196         | 19.4%          |
| Expenses  | (592,866)     | (556,236)     | (36,630)        | 6.6%           |
| Non-operating revenue<br>(expense)                        | 33,203        | 27,527        | 5,676           | 20.6%          |
| Net changes before transfers<br>and capital contributions | 75,338        | 3,096         | 72,242          | 2333.4%        |
| Net transfers and capital<br>contributions                | (11,065)      |               | (11,065)        |                |
| <b>Change in net position</b>                             | <b>64,273</b> | <b>3,096</b>  | <b>72,242</b>   | <b>2333.4%</b> |

The increase in net position of \$64,273 is a combination of a decrease of (\$53,237) in net investment in capital assets due to depreciation and an increase of \$117,510 in unrestricted net position due to operations.

| <b>Table 10 - RV Park Fund</b>  |                  |                  |                 |                |
|---|------------------|------------------|-----------------|----------------|
| <b>For the periods ending June 30</b>                                   |                  |                  |                 |                |
|   | <b>2025</b>      | <b>2024</b>      | <b>Variance</b> |                |
|   | <b>Amount</b>    | <b>Amount</b>    | <b>Amount</b>   | <b>Percent</b> |
| RV Park Fund  |                  |                  |                 |                |
| Assets  |                  |                  |                 |                |
| Current assets  | 795,201          | 632,133          | 163,068         | 25.8%          |
| Capital assets (net of depreciation)                                    | 644,403          | 697,640          | (53,237)        | -7.6%          |
| <b>Total assets</b>   | <b>1,439,604</b> | <b>1,329,773</b> | <b>109,831</b>  | <b>8.3%</b>    |
|   |                  |                  |                 |                |
|   |                  |                  |                 |                |
| Liabilities   |                  |                  |                 |                |
| Current liabilities   | 115,078          | 69,203           | 45,875          | 66.3%          |
| Long-term liabilities   | 15,361           | 15,678           | (317)           |                |
| <b>Total liabilities</b>  | <b>130,439</b>   | <b>84,881</b>    | <b>45,558</b>   | <b>53.7%</b>   |
|   |                  |                  |                 |                |
| <b>Net position (restated)</b>  | <b>1,309,165</b> | <b>1,244,892</b> | <b>64,273</b>   | <b>5.2%</b>    |
|   |                  |                  |                 |                |
| Net investment in capital assets (net of depreciation and related debt) | 644,403          | 697,640          | (53,237)        | -7.6%          |
| Unrestricted  | 664,762          | 547,252          | 117,510         | 21.5%          |
| <b>Total net position (restated)</b>                                    | <b>1,309,165</b> | <b>1,244,892</b> | <b>64,273</b>   | <b>5.2%</b>    |
|   |                  |                  |                 |                |
| Current assets  | 795,201          | 632,133          | 163,068         | 25.8%          |
| <b>Working capital</b>  | <b>680,123</b>   | <b>562,930</b>   | <b>117,193</b>  | <b>20.8%</b>   |

*General Fund Budgetary Highlights.* In preparing its annual budgets, the City attempts to estimate revenues using realistic and conservative methods and budgets its expenditure activities in a prudent manner. The City Council adopts budget adjustments during the fiscal year to reflect changed priorities and availability of additional revenues.

The final General Fund budget for FY 2024-25 included a projected deficit of (\$1,350,976), which would decrease the General Fund reserve balance. Actual results were a deficit of (\$636,297).

Actual General Fund revenues (not including transfers) were under budget by (\$551,763). Revenues with significant variances are listed below:

- Fire service fees were under budget by (\$380,155), including \$273,188 in reimbursements that were not received within the measurement period and will be included in the next year's revenues when received.
- Police grant revenues were under budget by (\$139,473) due to reimbursements that were not received within the measurement period and will be included in next year's revenues.
- Gifts and donations were under budget by (\$92,377) due to a donation that will not be recognized until the next fiscal year.

Actual General Fund expenditures (not including transfers out) were under budget by (\$1,274,435.) There were a variety of factors affecting these variances:

- Wages and benefits were under budget by (\$566,314) due to vacancies and unused benefits.
- Planned economic resiliency and cultural projects for \$94,288 funded by The California Endowment were not completed and will be budgeted next year.
- Dispatch and other contract services for the Police Department were under budget by (\$96,531).
- Other projects that were either not completed or completed under budget.

As discussed above, the City budgets expenditures conservatively, with all authorized positions funded as well as all anticipated operational needs and projects. Actual expenditures will be under budget when positions are unfilled for all or a portion of the fiscal year, employees do not utilize all of their allowed benefits, projects are deferred, or operational needs come in lower than anticipated.

Table 8 shows a two-year comparison of General Fund budgets and actual results.

| <b>Table 11 - General Fund Budget-to-Actual</b> |                    |                  |                 |                    |                |                  |
|---|--------------------|------------------|-----------------|--------------------|----------------|------------------|
| <b>For the periods ending June 30</b>           |                    |                  |                 |                    |                |                  |
|   | <b>2025</b>        |                  |                 | <b>2024</b>        |                |                  |
|   | <b>Budget</b>      | <b>Actual</b>    | <b>Variance</b> | <b>Budget</b>      | <b>Actual</b>  | <b>Variance</b>  |
| Revenues  | 10,582,305         | 10,030,542       | (551,763)       | 10,361,097         | 10,798,233     | 437,136          |
| Expenditures                                    | (10,845,785)       | (9,571,350)      | 1,274,435       | (10,692,159)       | (9,102,981)    | 1,589,178        |
| Operating results                               | (263,480)          | 459,192          | 722,672         | (331,062)          | 1,695,252      | 2,026,314        |
| Transfers in                                    | 250,645            | 238,201          | (12,444)        | 312,797            | 273,422        | (39,375)         |
| Transfers out                                   | (1,338,141)        | (1,333,920)      | 4,221           | (1,373,900)        | (1,369,479)    | 4,421            |
| Other   | -                  | 230              | 230             | -                  | 1,610          | 1,610            |
| <b>Net change in Fund Balance</b>               | <b>(1,350,976)</b> | <b>(636,297)</b> | <b>714,679</b>  | <b>(1,392,165)</b> | <b>600,805</b> | <b>1,992,970</b> |

The Fund Balance Reserve Policy states the City Council's goal is to achieve and maintain a minimum of 25% of the annual general fund appropriations for operations (not including capital expenditures or grant-funded programs), including an assumption that 5% of the adopted budget will not be spent. The original adopted General Fund budget (expenditures plus transfers out) for the next fiscal year 2025-26 was \$12,068,233, of which \$10,782,686 is considered operational, resulting in a required reserve of \$2,695,672. The unassigned fund balance at June 30, 2025 is \$2,818,539.

## Capital Asset and Debt Administration

*Capital assets.* As of June 30, 2025, the City had a total net investment in capital assets of \$44,417,924 (original value of assets less accumulated depreciation and associated debt). This is an increase of \$10,708,123 over the net investment in capital assets as of June 30, 2024. The increase is due to the City's increased investment in capital projects, both City-funded and grant-funded, which more than offset the decrease in net investment due to depreciation. The most significant of these additions in fiscal year 2024-25 included:

- Reconstruction of a portion of Front Street
- Reconstruction of a portion of Pebble Beach Drive
- Construction-in-progress for improvements in Beachfront Park
- Construction-in-progress for a water meter project to replace and upgrade all meters to an automatic read system
- Improvements at the Swimming Pool including HVAC, dehumidification, and flooring
- Purchase of vehicles and equipment for Police and Public Works

| <b>Table 12 - Net Investment in Capital Assets</b> |                   |                    |                   |
|--|-------------------|--------------------|-------------------|
| <b>Governmental Activities</b>                     |                   |                    |                   |
| <b>2025</b>  | <b>2024</b>       | <b>Variance \$</b> | <b>Variance %</b> |
| 31,294,046   | 21,175,557        | 10,118,489         | 47.8%             |
| <b>Business-type Activities</b>                    |                   |                    |                   |
| <b>2025</b>  | <b>2024</b>       | <b>Variance \$</b> | <b>Variance %</b> |
| 13,123,878   | 12,534,244        | 589,634            | 4.7%              |
| <b>Total</b>                                       |                   |                    |                   |
| <b>2025</b>  | <b>2024</b>       | <b>Variance \$</b> | <b>Variance %</b> |
| <b>44,417,924</b>                                  | <b>33,709,801</b> | <b>10,708,123</b>  | <b>31.8%</b>      |

*Long-term debt.* As of June 30, 2025, the City had total debt outstanding of \$28,195,755; this is a decrease of (\$1,692,689) from the total debt outstanding on June 30, 2024 (as restated). This reduction is due to loan principal payments totaling \$1,697,662 and small increases in other long-term obligations (compensated absences payable and subscriptions payable).

| <b>Table 13 - Total Debt</b>          |                                |                |                                 |                   |                               |                   |
|---------------------------------------|--------------------------------|----------------|---------------------------------|-------------------|-------------------------------|-------------------|
| <b>For the periods ending June 30</b> |                                |                |                                 |                   |                               |                   |
|                                       | <b>Governmental Activities</b> |                | <b>Business-Type Activities</b> |                   | <b>Government-Wide Totals</b> |                   |
|                                       | <b>2025</b>                    | <b>2024</b>    | <b>2025</b>                     | <b>2024</b>       | <b>2025</b>                   | <b>2024</b>       |
| Compensated absences                  | 713,576                        | 669,475        | 201,378                         | 243,118           | 914,954                       | 912,593           |
| Subscriptions payable                 | 118,218                        | 115,606        | -                               | -                 | 118,218                       | 115,606           |
| State Revolving Loan                  | -                              | -              | 27,162,603                      | 28,860,265        | 27,162,603                    | 28,860,265        |
| <b>Total</b>                          | <b>831,794</b>                 | <b>785,081</b> | <b>27,363,981</b>               | <b>29,103,383</b> | <b>28,195,775</b>             | <b>29,888,464</b> |

## **Currently Known Facts, Decisions, or Conditions**

The City Council, working with City staff, continues to evaluate revenues and expenses closely as well as future economic trends and capital improvement needs. One strategy the City continues to implement is to actively seek grant funding for projects to maximize the availability of ongoing revenues to meet ongoing expenses. Current and upcoming grant-funded projects include Prop 68 grants for Beachfront Park improvements, street reconstruction, economic development projects, and planning grants.

In November 2020, city voters approved a 1% transactions and use tax to fund essential city services. This tax (called Measure S) became effective April 1, 2021 and is projected to increase General Fund revenues by \$2.3 million annually. The City Council established an oversight committee made up of five City residents and two non-voting City staff members to review the revenues and expenditures of the Measure S tax and make recommendations to the City Council for future spending. Measure S spending is directed toward streets, police, fire, and the swimming pool and contributes to ongoing operational needs as well as equipment purchases and capital improvements. There was a local initiative to repeal Measure S, which was on the November 8, 2022 ballot. City voters overwhelmingly rejected the repeal and kept Measure S in place to continue funding these priorities.

Increasing pension costs in addition to general inflation will continue to put pressure on City budgets, and the City is committed to maintaining prudent financial policies to meet these obligations.

The City is experiencing significant housing development, with several multi-family projects currently in the permitting and/or construction stage. The City has used internal resources as well as obtained several grants to assist these projects with loans.

The City is currently finalizing design work on improvements to the Police Department facility. Design is anticipated to be completed in fiscal year 2025-26, and the City is in the process of exploring USDA financing for construction.

Sewer Fund net position and working capital decreased in fiscal year 2024-25. Projections for this fund show that ongoing revenues are not sufficient to support the operational needs, debt service, and future capital improvements of the utility. In addition to the City's successful request for interest relief on the State Revolving Fund loan, the City completed a sewer revenue sufficiency study to determine the rate structure necessary to address the ongoing needs of the Sewer Fund. Although the resulting rate increase was defeated in a referendum, the City remains committed to addressing the long-term health of this fund. The City was also successful in negotiating an amendment to its loan contract with the State Water Resources Control Board, eliminating the requirement for a Capital Reserve Fund. This allows the City to invest those funds in needed capital improvements. In August 2019, the City entered into a contract with Operations Maintenance International, Inc. (also known as Jacobs Engineering) to provide the operations, maintenance, and management of the City's Wastewater Treatment Plant. This contract will ensure staffing is maintained and needed projects are completed. This also means the City will have the resources to implement deferred projects, which will improve the reliability and efficiency of the facilities but will also reduce available working capital as reserves are spent on these projects. The City continues to examine ways to reduce costs, increase efficiencies, obtain grants, and finally increase revenues. The City is currently in the process of finalizing an updated rate study.

In 2025, the City received a new NPDES permit for its wastewater treatment facility with more strict requirements. In August 2025, the City received an Administrative Civil Liability notice due to multiple violations of the new permit. The current wastewater treatment facility is not able to meet the new permit requirements year-round and is actively working on design for improvements needed to meet the permit. The current phase of design is funded through a State Water Resources Control Board grant, and the

City is pursuing additional grant funding to complete the design and for eventual construction of the improvements.

The Water Fund net position has increased significantly in recent years, due to successful implementation of rate increases in anticipation of capital improvement needs. The final rate increase was effective July 1, 2017. The City has plans for several major capital projects (water tank rehabilitation, additional water main redundancy, and new water meters) and is evaluating the best approach to fund those improvements. The City is currently in the process of finalizing an updated rate study.

### **Contacting the City's Financial Management**

This financial report is designed to provide a general overview of the City's finances, comply with finance-related laws and regulations, and demonstrate the City's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the City's Finance Department, 377 J Street, Crescent City, CA 95531, (707) 464-7483.

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# BASIC FINANCIAL STATEMENTS

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# GOVERNMENT-WIDE FINANCIAL STATEMENTS

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**City of Crescent City**  
**Statement of Net Position**  
**June 30, 2025**

|  | <b>Governmental<br/>Activities</b> | <b>Business-type<br/>Activities</b> | <b>Total</b>         |
|--|------------------------------------|-------------------------------------|----------------------|
| <b>Assets</b>                                    |                                    |                                     |                      |
| Cash and investments                             | \$ 12,299,496                      | \$ 10,925,215                       | \$ 23,224,711        |
| Receivables (net)                                | 967,668                            | 1,440,767                           | 2,408,435            |
| Due from other governments                       | 6,881,434                          | -                                   | 6,881,434            |
| Prepaid items                                    | 143,189                            | 17,008                              | 160,197              |
| Due from RDA Successor Agency                    | 55,114                             | 219,656                             | 274,770              |
| Notes receivable                                 | 6,038,589                          | 748,934                             | 6,787,523            |
| Leases receivable                                | 256,578                            | 199,297                             | 455,875              |
| Internal balances                                | (435,484)                          | 435,484                             | -                    |
| Nondepreciable capital assets                    | 9,357,823                          | 2,561,755                           | 11,919,578           |
| Depreciable capital assets, net                  | 22,054,441                         | 37,724,726                          | 59,779,167           |
| <b>Total Assets</b>                              | <b>57,618,848</b>                  | <b>54,272,842</b>                   | <b>111,891,690</b>   |
| <b>Deferred outflow of resources</b>             |                                    |                                     |                      |
| Pension related amounts                          | 2,709,826                          | 1,545,429                           | 4,255,255            |
| OPEB related amounts                             | 160,557                            | 102,081                             | 262,638              |
| <b>Total deferred outflow of resources</b>       | <b>2,870,383</b>                   | <b>1,647,510</b>                    | <b>4,517,893</b>     |
| <b>Liabilities</b>                               |                                    |                                     |                      |
| Accounts payable                                 | 1,089,283                          | 676,147                             | 1,765,430            |
| Accrued wages                                    | 223,330                            | -                                   | 223,330              |
| Deposits   | 20,687                             | 499,183                             | 519,870              |
| Unearned revenue                                 | 9,616,218                          | 55,441                              | 9,671,659            |
| Long term liabilities                            |                                    |                                     |                      |
| Compensated absences - due within one year       | 209,816                            | 79,363                              | 289,179              |
| Compensated absences - due in more than one year | 503,760                            | 201,378                             | 705,138              |
| Net pension liability                            | 8,197,825                          | 5,062,455                           | 13,260,280           |
| Net OPEB liability                               | 410,041                            | 260,693                             | 670,734              |
| Long-term debt - due within one year             | 73,024                             | 1,697,663                           | 1,770,687            |
| Long-term debt - due in more than one year       | 45,194                             | 25,464,940                          | 25,510,134           |
| <b>Total Liabilities</b>                         | <b>20,389,178</b>                  | <b>33,997,263</b>                   | <b>54,386,441</b>    |
| <b>Deferred inflow of resources</b>              |                                    |                                     |                      |
| Pension related amounts                          | 319,647                            | 264,653                             | 584,300              |
| OPEB related amounts                             | 141,904                            | 90,216                              | 232,120              |
| Leases   | 224,094                            | 185,342                             | 409,436              |
| <b>Total deferred inflow of resources</b>        | <b>685,645</b>                     | <b>540,211</b>                      | <b>1,225,856</b>     |
| <b>Net Position</b>                              |                                    |                                     |                      |
| Net Investment in capital assets                 | 31,294,046                         | 13,123,878                          | 44,417,924           |
| Restricted for:                                  |                                    |                                     |                      |
| Capital projects and community development       | 5,892,276                          | -                                   | 5,892,276            |
| Other purposes                                   | 498,953                            | -                                   | 498,953              |
| Unrestricted                                     | 1,729,133                          | 8,259,000                           | 9,988,133            |
| <b>Total Net Position</b>                        | <b>\$ 39,414,408</b>               | <b>\$ 21,382,878</b>                | <b>\$ 60,797,286</b> |

**City of Crescent City**  
**Statement of Activities**  
**For the year ended June 30, 2025**

| Functions/Programs:                | Expenses      | Program Revenues     |                                    |                                  |
|------------------------------------|---------------|----------------------|------------------------------------|----------------------------------|
|                                    |               | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| <b>Primary Government:</b>         |               |                      |                                    |                                  |
| <b>Governmental activities:</b>    |               |                      |                                    |                                  |
| General government                 | \$ 1,305,399  | \$ 23,979            | \$ 1,828                           | \$ -                             |
| Public safety                      | 5,119,084     | 741,510              | 363,454                            | -                                |
| Community development              | 692,483       | 562,832              | 366,511                            | -                                |
| Human services and recreation      | 5,555,026     | 334,456              | 4,507,233                          | 4,789,157                        |
| Public works                       | 1,972,021     | 4,868                | 7,395,754                          | 1,437,339                        |
| Administrative overhead allocation | 591,255       | -                    | -                                  | -                                |
| Total governmental activities      | 15,235,268    | 1,667,645            | 12,634,780                         | 6,226,496                        |
| <b>Business-type activities:</b>   |               |                      |                                    |                                  |
| Sewer                              | 6,001,987     | 5,101,472            | 273,935                            | -                                |
| Water                              | 3,043,084     | 2,790,662            | 121,951                            | -                                |
| RV Park                            | 592,866       | 635,001              | -                                  | -                                |
| Total business-type activities     | 9,637,937     | 8,527,135            | 395,886                            | -                                |
| Total primary government           | \$ 24,873,205 | \$ 10,194,780        | \$ 13,030,666                      | \$ 6,226,496                     |

**General Revenues and Transfers:**

- Taxes:
  - Property
  - Sales tax and Sales Tax in-lieu
  - Property tax in lieu of VLF
  - Franchise fees
  - Transient occupancy taxes
  - Business Licenses
- Total taxes
- Unrestricted investment earnings
- Other
- Transfers

**Total general revenues and transfers**

**Change in net position**

**Net position - beginning of year**

**Restatement**

**Restated beginning of year**

**Net position - end of year**

| Net (Expense) Revenue and Changes in<br>Net Position |                            |                                 |                      |
|--|----------------------------|---------------------------------|----------------------|
| Total  | Governmental<br>Activities | Business<br>-Type<br>Activities | Total                |
| \$ 25,807  | \$ (1,279,592)             | \$ -                            | \$ (1,279,592)       |
| 1,104,964  | (4,014,120)                | -                               | (4,014,120)          |
| 929,343  | 236,860                    | -                               | 236,860              |
| 9,630,846  | 4,075,820                  | -                               | 4,075,820            |
| 8,837,961  | 6,865,940                  | -                               | 6,865,940            |
| -  | (591,255)                  | -                               | (591,255)            |
| <u>20,528,921</u>                                    | <u>5,293,653</u>           | <u>-</u>                        | <u>5,293,653</u>     |
| 5,375,407  | -                          | (626,580)                       | (626,580)            |
| 2,912,613  | -                          | (130,471)                       | (130,471)            |
| 635,001  | -                          | 42,135                          | 42,135               |
| <u>8,923,021</u>                                     | <u>-</u>                   | <u>(714,916)</u>                | <u>(714,916)</u>     |
| <u>\$ 29,451,942</u>                                 | <u>5,293,653</u>           | <u>(714,916)</u>                | <u>4,578,737</u>     |
|  | 308,770                    | -                               | 308,770              |
|  | 4,524,177                  | -                               | 4,524,177            |
|  | 695,055                    | -                               | 695,055              |
|  | 232,743                    | -                               | 232,743              |
|  | 1,988,638                  | -                               | 1,988,638            |
|  | <u>56,313</u>              | <u>-</u>                        | <u>56,313</u>        |
|  | 7,805,696                  | -                               | 7,805,696            |
|  | 573,176                    | 590,492                         | 1,163,668            |
|  | 343,773                    | 17,842                          | 361,615              |
|  | 51,354                     | (51,354)                        | -                    |
|  | <u>8,773,999</u>           | <u>556,980</u>                  | <u>9,330,979</u>     |
|  | 14,067,652                 | (157,936)                       | 13,909,716           |
|  | 25,707,215                 | 21,681,186                      | 47,388,401           |
|  | (360,459)                  | (140,372)                       | (500,831)            |
|  | <u>25,346,756</u>          | <u>21,540,814</u>               | <u>46,887,570</u>    |
|  | <u>\$ 39,414,408</u>       | <u>\$ 21,382,878</u>            | <u>\$ 60,797,286</u> |

See accompanying Notes to Basic Financial Statements

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# FUND FINANCIAL STATEMENTS

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*Governmental Funds Financial Statements*

*Proprietary Funds Financial Statements*

*Fiduciary Funds Financial Statements*

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**GOVERNMENTAL FUNDS FINANCIAL STATEMENTS**

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## GOVERNMENTAL FUNDS FINANCIAL STATEMENTS

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

*Housing Authority* - is the fund that accounts for the City's low income housing activities.

*CPLHA Grant Fund* - this fund accounts for the City's activities related to the State's California Planning and Local Housing Allocation (CPLHA) program, including eligible planning, housing, and development expenditures.

*Capital Improvement Projects* - this is a capital project fund that accounts for all governmental capital projects at the City.

*Pebble Beach Drive Bank Stabilization Project* - this is a capital project fund used to account for the Pebble Beach Drive bank stabilization improvements, including design, construction, and related project expenditures.

*Non-Major Governmental Funds* is the aggregate of all the non-major governmental funds.

**City of Crescent City**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2025**

|  | Major Funds         |                                   |                     |                                    |
|--|---------------------|-----------------------------------|---------------------|------------------------------------|
|  | General             | Housing<br>Authority<br>Section 8 | CPLHA<br>Grant Fund | Capital<br>Improvement<br>Projects |
| <b>ASSETS</b>  |                     |                                   |                     |                                    |
| Cash and investments   | \$ 4,125,136        | \$ 470,132                        | \$ 233,334          | \$ 1,155,900                       |
| Receivables:   |                     |                                   |                     |                                    |
| Consumers and others   | 686,392             | -                                 | -                   | -                                  |
| County/State/Federal Government  | 1,128,904           | -                                 | -                   | 741,464                            |
| Interest receivable  | 77,343              | 1,335                             | 105,523             | 12,396                             |
| Due from RDA Successor Agency  | -                   | -                                 | -                   | -                                  |
| Due from other funds   | 67,000              | -                                 | -                   | -                                  |
| Prepaid items  | 56,981              | 156                               | -                   | -                                  |
| Note receivable  | 750,000             | -                                 | 4,750,000           | -                                  |
| Leases receivable  | 256,578             | -                                 | -                   | -                                  |
| <b>Total assets</b>  | <b>\$ 7,148,334</b> | <b>\$ 471,623</b>                 | <b>\$ 5,088,857</b> | <b>\$ 1,909,760</b>                |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                     |                                   |                     |                                    |
| <b>Liabilities:</b>  |                     |                                   |                     |                                    |
| Accounts payable   | 572,855             | 3,379                             | -                   | 167,414                            |
| Unearned revenue   | 158,348             | -                                 | 210,843             | 73,909                             |
| Deposits   | 20,687              | -                                 | -                   | -                                  |
| Advance from other funds   | 435,484             | -                                 | -                   | -                                  |
| Due to other funds   | -                   | -                                 | -                   | -                                  |
| <b>Total liabilities</b>   | <b>1,187,374</b>    | <b>3,379</b>                      | <b>210,843</b>      | <b>241,323</b>                     |
| <b>Deferred inflows of resources:</b>  |                     |                                   |                     |                                    |
| Unavailable revenues   | 1,197,112           | -                                 | 103,068             | 178,313                            |
| Leases   | 224,094             | -                                 | -                   | -                                  |
| <b>Total deferred inflow of resources</b>                                      | <b>1,421,206</b>    | <b>-</b>                          | <b>103,068</b>      | <b>178,313</b>                     |
| <b>Fund balances:</b>  |                     |                                   |                     |                                    |
| Nonspendable   | 56,981              | 156                               | -                   | -                                  |
| Restricted:  |                     |                                   |                     |                                    |
| Low and moderate income housing  | -                   | 468,088                           | 4,774,946           | -                                  |
| Other purposes   | 13,231              | -                                 | -                   | -                                  |
| Assigned:  |                     |                                   |                     |                                    |
| Capital improvement and vehicle replacement                                    | 1,220,091           | -                                 | -                   | 1,490,124                          |
| Safety programs  | 5,441               | -                                 | -                   | -                                  |
| Business improvement district  | 946                 | -                                 | -                   | -                                  |
| Measure S  | 424,525             | -                                 | -                   | -                                  |
| Unassigned   | 2,818,539           | -                                 | -                   | -                                  |
| <b>Total fund balances</b>   | <b>4,539,754</b>    | <b>468,244</b>                    | <b>4,774,946</b>    | <b>1,490,124</b>                   |
| <b>Total liabilities, deferred inflows of<br/>resources, and fund balances</b> | <b>\$ 7,148,334</b> | <b>\$ 471,623</b>                 | <b>\$ 5,088,857</b> | <b>\$ 1,909,760</b>                |

| <u>Major Funds</u>   |   |   |  |
|--|---|---|--|
| <u>Pebble Beach<br/>Drive Bank<br/>Stabilization Project</u> | <u>Non-Major<br/>Governmental<br/>Funds</u> | <u>Total<br/>Governmental<br/>Funds</u> |  |
| \$ 3,184,836   | \$ 2,352,704                                | \$ 11,522,042                           |  |
| -  | -   | 686,392                                 |  |
| 4,798,044  | 213,022                                     | 6,881,434                               |  |
| 35,561   | 44,769                                      | 276,927                                 |  |
| -  | 55,114                                      | 55,114                                  |  |
| -  | -   | 67,000                                  |  |
| -  | -   | 57,137                                  |  |
| -  | 538,589                                     | 6,038,589                               |  |
| -  | -   | 256,578                                 |  |
| <u>\$ 8,018,441</u>  | <u>\$ 3,204,198</u>                         | <u>\$ 25,841,213</u>                    |  |
| 23,947   | 91,885                                      | \$ 859,480                              |  |
| 7,933,333  | 1,239,785                                   | 9,616,218                               |  |
| -  | -   | 20,687                                  |  |
| -  | -   | 435,484                                 |  |
| -  | 64,000                                      | 64,000                                  |  |
| <u>7,957,280</u>   | <u>1,395,670</u>                            | <u>10,995,869</u>                       |  |
| 4,796,679  | 178,492                                     | 6,453,664                               |  |
| -  | -   | 224,094                                 |  |
| <u>4,796,679</u>   | <u>178,492</u>                              | <u>6,677,758</u>                        |  |
| -  | -   | 57,137                                  |  |
| -  | 652,907                                     | 5,895,941                               |  |
| -  | 406,618                                     | 419,849                                 |  |
| -  | 733,352                                     | 3,443,567                               |  |
| -  | 11,082                                      | 16,523                                  |  |
| -  | -   | 946                                     |  |
| -  | -   | 424,525                                 |  |
| <u>(4,735,518)</u>   | <u>(173,923)</u>                            | <u>(2,090,902)</u>                      |  |
| <u>(4,735,518)</u>   | <u>1,630,036</u>                            | <u>8,167,586</u>                        |  |
| <u>\$ 8,018,441</u>  | <u>\$ 3,204,198</u>                         | <u>\$ 25,841,213</u>                    |  |

# City of Crescent City

## Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position June 30, 2025

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|  |                     |
|--|---------------------|
| <b>Total Fund Balance - Governmental Funds</b> | <b>\$ 8,167,586</b> |
|--|---------------------|

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

Internal Service Funds are used by the City to charge the cost of information technology and communications, building maintenance, fleet services, insurance, and OPEB contributions to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position is: 2,374,582

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. This amount is all capital assets net of internal service funds capital assets of \$2,058,654. 29,353,610

Revenues from Grants, Taxes, and Miscellaneous Revenue that are funded in this fiscal year that will not be collected for several months after the City's fiscal year ends are not considered "available" revenue and are classified as deferred inflow of resources in the governmental funds 6,453,664

Employer contributions for pension and OPEB were recorded as expenditures in the governmental funds. However, in the Government-Wide Financial Statements these contributions are recorded as deferred outflows of resources.

|                       |           |
|-----------------------|-----------|
| Pension contributions | 1,073,304 |
| OPEB contributions    | 94,099    |

In the Government-Wide Financial Statements certain differences between actuarial estimates and actual results, changes in assumptions, differences between actual and projected investment earnings, and differences resulting from changes in allocation percentages are deferred and amortized over a period of time, however in the governmental funds no transactions are recorded.

|  |           |
|--|-----------|
| Deferred outflows of resources - pension | 1,636,522 |
| Deferred outflows of resources - OPEB    | 66,458    |
| Deferred inflows of resources - pension  | (319,647) |
| Deferred inflows of resources - OPEB     | (141,904) |

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

|   |             |
|---|-------------|
| Compensated absences - due within one year  | (209,816)   |
| Compensated absences - due in more than one year  | (503,760)   |
| Long-term debt - due within one year, net of internal service funds debt of \$50,600.       | (22,424)    |
| Long-term debt - due in more than one year, net of internal service funds debt of \$45,194. | -           |
| Net pension liability   | (8,197,825) |
| Net OPEB Liability  | (410,041)   |

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|  |                      |
|--|----------------------|
| <b>Net position of governmental activities</b> | <b>\$ 39,414,408</b> |
|--|----------------------|

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**City of Crescent City**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**For the Year Ended June 30, 2025**

|   | Major Funds        |                             |                  |                              |
|---|--------------------|-----------------------------|------------------|------------------------------|
|   | General            | Housing Authority Section 8 | CPLHA Grant Fund | Capital Improvement Projects |
| <b>REVENUES:</b>                            |                    |                             |                  |                              |
| Taxes                                       | \$ 7,572,953       | \$ -                        | \$ -             | \$ -                         |
| Use of money and property:                  |                    |                             |                  |                              |
| Interest                                    | 238,040            | 7,460                       | 24,946           | 76,092                       |
| Rental income                               | 46,566             | -                           | -                | -                            |
| Licenses and permits                        | 732,631            | -                           | -                | -                            |
| Fines and forfeitures                       | 51,847             | -                           | -                | -                            |
| Intergovernmental                           | 394,608            | 4,359,319                   | 4,789,157        | 2,919,957                    |
| Charges for services                        | 926,521            | -                           | -                | -                            |
| Gifts and donations                         | 11,555             | -                           | -                | -                            |
| Other reimbursements                        | 35,416             | 550                         | -                | -                            |
| Other revenue                               | 20,405             | 39,275                      | -                | -                            |
| <b>Total revenues</b>                       | <b>10,030,542</b>  | <b>4,406,604</b>            | <b>4,814,103</b> | <b>2,996,049</b>             |
| <b>EXPENDITURES:</b>                        |                    |                             |                  |                              |
| Current:                                    |                    |                             |                  |                              |
| General government                          | 1,198,404          | -                           | -                | -                            |
| Public safety                               | 4,735,960          | -                           | -                | 154,684                      |
| Community development                       | 678,901            | -                           | -                | -                            |
| Human services and recreation               | 964,357            | 4,380,049                   | 4,688            | 1,612,751                    |
| Public works                                | 1,427,691          | -                           | -                | 2,987,346                    |
| Administrative overhead allocation          | 566,037            | 25,218                      | -                | -                            |
| <b>Total expenditures</b>                   | <b>9,571,350</b>   | <b>4,405,267</b>            | <b>4,688</b>     | <b>4,754,781</b>             |
| <b>REVENUES OVER (UNDER) EXPENDITURES</b>   | <b>459,192</b>     | <b>1,337</b>                | <b>4,809,415</b> | <b>(1,758,732)</b>           |
| <b>OTHER FINANCING SOURCES (USES):</b>      |                    |                             |                  |                              |
| Transfers in                                | 238,201            | -                           | -                | 846,063                      |
| Transfers out                               | (1,333,920)        | -                           | -                | -                            |
| Proceeds from sale of assets                | 230                | -                           | -                | -                            |
| <b>Total other financing sources (uses)</b> | <b>(1,095,489)</b> | <b>-</b>                    | <b>-</b>         | <b>846,063</b>               |
| <b>Net change in fund balances</b>          | <b>(636,297)</b>   | <b>1,337</b>                | <b>4,809,415</b> | <b>(912,669)</b>             |
| <b>FUND BALANCES:</b>                       |                    |                             |                  |                              |
| Beginning of year                           | 5,176,051          | 466,907                     | -                | 2,256,523                    |
| Reclassification from nonmajor to major     | -                  | -                           | (34,469)         | -                            |
| Reclassification due to fund restructuring  | -                  | -                           | -                | 146,270                      |
| Beginning of the year, as restated          | 5,176,051          | 466,907                     | (34,469)         | 2,402,793                    |
| End of year                                 | \$ 4,539,754       | \$ 468,244                  | \$ 4,774,946     | \$ 1,490,124                 |

| Major Funds   |                                    |                                |
|---|------------------------------------|--------------------------------|
| Pebble Beach<br>Drive Bank<br>Stabilization Project | Non-Major<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
| \$ -  | \$ -                               | \$ 7,572,953                   |
| 121,948   | 71,037                             | 539,523                        |
| -   | -                                  | 46,566                         |
| -   | -                                  | 732,631                        |
| -   | -                                  | 51,847                         |
| 113,944   | 821,692                            | 13,398,677                     |
| -   | -                                  | 926,521                        |
| -   | -                                  | 11,555                         |
| -   | -                                  | 35,966                         |
| -   | 571                                | 60,251                         |
| 235,892   | 893,300                            | 23,376,490                     |
| -   | -                                  | 1,198,404                      |
| -   | 252,549                            | 5,143,193                      |
| -   | -                                  | 678,901                        |
| -   | 22,311                             | 6,984,156                      |
| 4,825,140   | 710,928                            | 9,951,105                      |
| -   | -                                  | 591,255                        |
| 4,825,140   | 985,788                            | 24,547,014                     |
| (4,589,248)   | (92,488)                           | (1,170,524)                    |
| -   | 425,391                            | 1,509,655                      |
| -   | (244,998)                          | (1,578,918)                    |
| -   | -                                  | 230                            |
| -   | 180,393                            | (69,033)                       |
| (4,589,248)   | 87,905                             | (1,239,557)                    |
| -   | 1,507,662                          | 9,407,143                      |
| -   | 34,469                             | -                              |
| (146,270)   | -                                  | -                              |
| (146,270)   | 1,542,131                          | 9,407,143                      |
| \$ (4,735,518)                                      | \$ 1,630,036                       | \$ 8,167,586                   |

**City of Crescent City**  
**Reconciliation of the Statements of Revenues, Expenditures,**  
**and Changes in Fund Balance of Governmental Funds to the Statements of Activities**  
**For the Year Ended June 30, 2025**

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|  |                      |
|--|----------------------|
| Net change in fund balance - governmental funds  | \$ (1,239,557)       |
| Amounts reported for governmental activities in the statements of activities are different because:  |                      |
| Governmental funds reported additions of capital assets as program expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets was allocated over their estimated useful lives as depreciation expense. This was the amount of capital assets recorded in the current period (net of Internal Service Funds, \$596,207). | 10,481,396           |
| Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities, but it did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in the Governmental Funds (net of Internal Services Funds, \$232,293).   | (671,999)            |
| Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of certain activities of the internal service funds is reported with governmental activities.   | 347,526              |
| Revenues from Grants, Taxes, and Miscellaneous Revenue that are funded in this fiscal year that will not be collected for several months after the City's fiscal year ends are not considered "available" revenue and are classified as deferred inflow of resources in the governmental funds. This is the change in unavailable revenues for the year.     | 5,544,808            |
| Principal payments on long-term debt is an expense in the governmental funds, but on the Statement of Activities, it reduces the debt instead.   | 21,562               |
| Current year employer pension and OPEB contributions are recorded as expenditures in the governmental funds, however these amounts are reported as a deferred outflow of resources in the Government-Wide Statement of Net Position.   |                      |
| Pension contributions  | 1,073,304            |
| OPEB contributions   | 94,099               |
| Pension and OPEB expenses are recorded as incurred in the Government-Wide Statement of Activities, however these expenses are not recognized in the governmental funds.  | (1,539,386)          |
| Compensated absences reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. In addition, some expenditures recorded in the governmental funds have already been expensed in the government-wide financial statements in prior years.      | (44,101)             |
| <b>Change in net position of governmental activities</b>   | <b>\$ 14,067,652</b> |

**PROPRIETARY FUND FINANCIAL STATEMENTS**

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## PROPRIETARY FUNDS FINANCIAL STATEMENTS

*The Water* Utility Fund accounts for the operations of the City's water utility, a self-supporting activity which renders a service on a user-charge basis to residents and businesses

*The Sewer* Utility Fund accounts for the operations of the City's wastewater utility, a self-supporting activity which renders a service on a user-charge basis to residents and businesses.

*The RV Park* Fund accounts for the operations of the City-owned recreational vehicle park, a self-supporting activity which renders a service on a user-charge basis to residents and travelers

*Internal Service Funds* Account for the financing of goods or services provided by one department to other departments of the City on a cost-reimbursement basis.

**City of Crescent City**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2025**

|   | Enterprise Funds    |                      |                     |                      | Governmental                            |
|---|---------------------|----------------------|---------------------|----------------------|---|
|   | Sewer               | Water                | RV Park             | Total                | Activities<br>Internal<br>Service Funds |
| <b>ASSETS</b>                               |                     |                      |                     |                      |   |
| Current assets:                             |                     |                      |                     |                      |   |
| Cash and investments                        | \$ 5,767,259        | \$ 4,375,107         | \$ 782,849          | \$ 10,925,215        | \$ 777,454                              |
| Accounts receivable                         | 895,435             | 404,795              | -                   | 1,300,230            | 1,141                                   |
| Interest receivable                         | 59,782              | 72,857               | 7,898               | 140,537              | 3,208                                   |
| Prepaid items                               | 260                 | 12,294               | 4,454               | 17,008               | 86,052                                  |
| Total current assets                        | 6,722,736           | 4,865,053            | 795,201             | 12,382,990           | 867,855                                 |
| Noncurrent assets:                          |                     |                      |                     |                      |   |
| Notes receivable                            | 611,644             | 137,290              | -                   | 748,934              | -                                       |
| Leases receivable                           | -                   | 199,297              | -                   | 199,297              | -                                       |
| Advance to RDA Successor Agency             | -                   | 219,656              | -                   | 219,656              | -                                       |
| Advance to other funds                      | -                   | 435,484              | -                   | 435,484              | -                                       |
| Capital assets:                             |                     |                      |                     |                      |   |
| Non-depreciable                             | 240,836             | 2,304,749            | 16,170              | 2,561,755            | 245,616                                 |
| Depreciable, net                            | 30,602,750          | 6,493,743            | 628,233             | 37,724,726           | 1,813,038                               |
| Total capital assets                        | 30,843,586          | 8,798,492            | 644,403             | 40,286,481           | 2,058,654                               |
| Total noncurrent assets                     | 31,455,230          | 9,790,219            | 644,403             | 41,889,852           | 2,058,654                               |
| <b>Total assets</b>                         | <b>38,177,966</b>   | <b>14,655,272</b>    | <b>1,439,604</b>    | <b>54,272,842</b>    | <b>2,926,509</b>                        |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>       |                     |                      |                     |                      |   |
| Pension related amounts                     | 952,583             | 592,846              | -                   | 1,545,429            | -                                       |
| OPEB related amounts                        | 65,073              | 37,008               | -                   | 102,081              | -                                       |
| <b>Total deferred outflows of resources</b> | <b>1,017,656</b>    | <b>629,854</b>       | <b>-</b>            | <b>1,647,510</b>     | <b>-</b>                                |
| <b>LIABILITIES</b>                          |                     |                      |                     |                      |   |
| Current liabilities:                        |                     |                      |                     |                      |   |
| Accounts payable                            | 312,531             | 307,887              | 55,729              | 676,147              | 229,803                                 |
| Accrued wages                               | -                   | -                    | -                   | -                    | 223,330                                 |
| Deposits                                    | 334,751             | 164,432              | -                   | 499,183              | -                                       |
| Due to other funds                          | -                   | -                    | -                   | -                    | 3,000                                   |
| Unearned revenue                            | -                   | 2,054                | 53,387              | 55,441               | -                                       |
| Current maturities of long term debt:       |                     |                      |                     |                      |   |
| Compensated absences payable                | 38,483              | 34,918               | 5,962               | 79,363               | -                                       |
| Current portion of loans payable            | 1,697,663           | -                    | -                   | 1,697,663            | 50,600                                  |
| Total current liabilities                   | 2,383,428           | 509,291              | 115,078             | 3,007,797            | 506,733                                 |
| Noncurrent liabilities:                     |                     |                      |                     |                      |   |
| Compensated absences payable                | 100,849             | 85,168               | 15,361              | 201,378              | -                                       |
| Net pension liability                       | 3,120,433           | 1,942,022            | -                   | 5,062,455            | -                                       |
| Net OPEB liability                          | 166,186             | 94,507               | -                   | 260,693              | -                                       |
| Loans payable - due in more than one year   | 25,464,940          | -                    | -                   | 25,464,940           | 45,194                                  |
| Total noncurrent liabilities                | 28,852,408          | 2,121,697            | 15,361              | 30,989,466           | 45,194                                  |
| <b>Total liabilities</b>                    | <b>31,235,836</b>   | <b>2,630,988</b>     | <b>130,439</b>      | <b>33,997,263</b>    | <b>551,927</b>                          |
| <b>DEFERRED INFLOWS OF RESOURCES</b>        |                     |                      |                     |                      |   |
| Pension related amounts                     | 166,045             | 98,608               | -                   | 264,653              | -                                       |
| OPEB related amounts                        | 57,512              | 32,704               | -                   | 90,216               | -                                       |
| Leases                                      | -                   | 185,342              | -                   | 185,342              | -                                       |
| <b>Total deferred inflows of resources</b>  | <b>223,557</b>      | <b>316,654</b>       | <b>-</b>            | <b>540,211</b>       | <b>-</b>                                |
| <b>NET POSITION</b>                         |                     |                      |                     |                      |   |
| Net investment in capital assets            | 3,680,983           | 8,798,492            | 644,403             | 13,123,878           | 1,962,860                               |
| Unrestricted                                | 4,055,246           | 3,538,992            | 664,762             | 8,259,000            | 411,722                                 |
| <b>Total net position</b>                   | <b>\$ 7,736,229</b> | <b>\$ 12,337,484</b> | <b>\$ 1,309,165</b> | <b>\$ 21,382,878</b> | <b>\$ 2,374,582</b>                     |

See accompanying Notes to Basic Financial Statements

**City of Crescent City**  
**Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the year ended June 30, 2025**

|   | Enterprise Funds |                  |                 |                  | Governmental                            |
|---|------------------|------------------|-----------------|------------------|---|
|   | Sewer            | Water            | RV Park         | Total            | Activities<br>Internal<br>Service Funds |
| <b>OPERATING REVENUES:</b>                              |                  |                  |                 |                  |   |
| Charges for services                                    | \$ 5,066,675     | \$ 2,737,888     | \$ 635,001      | \$ 8,439,564     | \$ 1,915,888                            |
| Other Reimbursements                                    | -                | 117,072          | -               | 117,072          | -                                       |
| Other   | 34,797           | 52,774           | -               | 87,571           | 96,428                                  |
| <b>Total operating revenues</b>                         | <b>5,101,472</b> | <b>2,907,734</b> | <b>635,001</b>  | <b>8,644,207</b> | <b>2,012,316</b>                        |
| <b>OPERATING EXPENSES:</b>                              |                  |                  |                 |                  |   |
| Personnel services                                      | 1,310,566        | 1,263,350        | 190,904         | 2,764,820        | 710,691                                 |
| Materials, supplies, rent, and services                 | 2,162,482        | 628,732          | 225,956         | 3,017,170        | 800,676                                 |
| Repair and maintenance                                  | 397,866          | 262,827          | 41,914          | 702,607          | 396,768                                 |
| Administrative overhead                                 | 537,129          | 577,958          | 72,311          | 1,187,398        | -                                       |
| Depreciation  | 1,593,944        | 310,217          | 61,781          | 1,965,942        | 232,293                                 |
| <b>Total operating expenses</b>                         | <b>6,001,987</b> | <b>3,043,084</b> | <b>592,866</b>  | <b>9,637,937</b> | <b>2,140,428</b>                        |
| <b>OPERATING INCOME (LOSS)</b>                          | <b>(900,515)</b> | <b>(135,350)</b> | <b>42,135</b>   | <b>(993,730)</b> | <b>(128,112)</b>                        |
| <b>NONOPERATING REVENUES (EXPENSES):</b>                |                  |                  |                 |                  |   |
| Interest income   | 338,266          | 219,023          | 33,203          | 590,492          | 14,590                                  |
| Rental revenue  | -                | 19,132           | -               | 19,132           | -                                       |
| Grant revenue   | 273,935          | 4,879            | -               | 278,814          | -                                       |
| Interest expense  | -                | -                | -               | -                | (5,259)                                 |
| Gain (loss) on disposal of assets                       | (1,990)          | 700              | -               | (1,290)          | 15,652                                  |
| <b>Total nonoperating revenues (expenses)</b>           | <b>610,211</b>   | <b>243,734</b>   | <b>33,203</b>   | <b>887,148</b>   | <b>24,983</b>                           |
| <b>INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS</b> | <b>(290,304)</b> | <b>108,384</b>   | <b>75,338</b>   | <b>(106,582)</b> | <b>(103,129)</b>                        |
| Contributions   | -                | -                | -               | -                | 330,038                                 |
| Transfers in  | 12,938           | 10,991           | -               | 23,929           | 245,866                                 |
| Transfers out   | (32,109)         | (32,109)         | (11,065)        | (75,283)         | (125,249)                               |
| <b>Total contributions and transfers</b>                | <b>(19,171)</b>  | <b>(21,118)</b>  | <b>(11,065)</b> | <b>(51,354)</b>  | <b>450,655</b>                          |
| <b>Change in net position</b>                           | <b>(309,475)</b> | <b>87,266</b>    | <b>64,273</b>   | <b>(157,936)</b> | <b>347,526</b>                          |
| <b>NET POSITION</b>                                     |                  |                  |                 |                  |   |
| Beginning of year                                       | 8,118,455        | 12,307,067       | 1,255,664       | 21,681,186       | 2,027,056                               |
| Restatement   | (72,751)         | (56,849)         | (10,772)        | (140,372)        | -                                       |
| Restated beginning of year                              | 8,045,704        | 12,250,218       | 1,244,892       | 21,540,814       | 2,027,056                               |
| End of year   | \$ 7,736,229     | \$ 12,337,484    | \$ 1,309,165    | \$ 21,382,878    | \$ 2,374,582                            |

**City of Crescent City**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the year ended June 30, 2025**

|   | Enterprise Funds    |                     |                   |                      | Governmental                            |
|---|---------------------|---------------------|-------------------|----------------------|---|
|   | Sewer               | Water               | RV Park           | Total                | Activities<br>Internal<br>Service Funds |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                                |                     |                     |                   |                      |   |
| Cash received from customers  | \$ 4,826,657        | \$ 2,929,035        | \$ 653,570        | \$ 8,409,262         | \$ -                                    |
| Cash received from other funds  | -                   | -                   | -                 | -                    | 2,091,669                               |
| Cash payments to suppliers for goods and services                           | (3,053,689)         | (1,329,367)         | (312,332)         | (4,695,388)          | (1,216,435)                             |
| Cash paid to employees  | (1,175,285)         | (1,172,517)         | (191,102)         | (2,538,904)          | (710,691)                               |
| <b>Net cash provided (used) by operating activities</b>                     | <b>597,683</b>      | <b>427,151</b>      | <b>150,136</b>    | <b>1,174,970</b>     | <b>164,543</b>                          |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>                     |                     |                     |                   |                      |   |
| Grant cash receipts   | 273,935             | 4,879               | -                 | 278,814              | -                                       |
| Cash received from other funds  | 12,938              | 31,728              | (11,065)          | 33,601               | 114,499                                 |
| Cash disbursements to other funds   | (32,109)            | (32,109)            | -                 | (64,218)             | (21,882)                                |
| <b>Net cash provided (used) by noncapital financing activities</b>          | <b>254,764</b>      | <b>4,498</b>        | <b>(11,065)</b>   | <b>248,197</b>       | <b>92,617</b>                           |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>            |                     |                     |                   |                      |   |
| Cash capital contributions  | -                   | -                   | -                 | -                    | 330,038                                 |
| Cash received from leasing assets   | -                   | 16,389              | -                 | 16,389               | -                                       |
| Acquisition of capital assets   | (285,090)           | (563,580)           | (8,544)           | (857,214)            | (543,998)                               |
| Long-term debt repayments   | (1,697,662)         | -                   | -                 | (1,697,662)          | 24,174                                  |
| Gain (loss) on asset disposal   | (1,990)             | -                   | -                 | (1,990)              | -                                       |
| Interest paid and fiscal charges  | -                   | -                   | -                 | -                    | (5,259)                                 |
| <b>Net cash provided (used) by capital and related financing activities</b> | <b>(1,984,742)</b>  | <b>(547,191)</b>    | <b>(8,544)</b>    | <b>(2,540,477)</b>   | <b>(179,393)</b>                        |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                                |                     |                     |                   |                      |   |
| Investment revenue/gains  | 343,034             | 214,551             | 31,384            | 588,969              | 14,228                                  |
| <b>Net cash provided (used) by investing activities</b>                     | <b>343,034</b>      | <b>214,551</b>      | <b>31,384</b>     | <b>588,969</b>       | <b>14,228</b>                           |
| <b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>                 | <b>(789,261)</b>    | <b>99,009</b>       | <b>161,911</b>    | <b>(528,341)</b>     | <b>91,995</b>                           |
| <b>CASH AND CASH EQUIVALENTS - Beginning of year</b>                        | <b>6,556,520</b>    | <b>4,276,098</b>    | <b>620,938</b>    | <b>11,453,556</b>    | <b>685,459</b>                          |
| <b>CASH AND CASH EQUIVALENTS - End of year</b>                              | <b>\$ 5,767,259</b> | <b>\$ 4,375,107</b> | <b>\$ 782,849</b> | <b>\$ 10,925,215</b> | <b>\$ 777,454</b>                       |

**City of Crescent City**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the year ended June 30, 2025**

|  | Enterprise Funds  |                   |                   |                     | Governmental                            |
|--|-------------------|-------------------|-------------------|---------------------|---|
|  | Sewer             | Water             | RV Park           | Total               | Activities<br>Internal<br>Service Funds |
| <b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET</b>  |                   |                   |                   |                     |   |
| <b>CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>   |                   |                   |                   |                     |   |
| Operating income (loss)  | \$ (900,515)      | \$ (135,350)      | \$ 42,135         | \$ (993,730)        | (128,112)                               |
| Adjustments to reconcile operating income (loss)<br>to net cash provided (used) by operating activities: |                   |                   |                   |                     |   |
| Depreciation   | 1,593,944         | 310,217           | 61,781            | 1,965,942           | 232,293                                 |
| Changes in assets, deferred outflows and inflows<br>of resources, and liabilities                        |                   |                   |                   |                     |   |
| Receivables  | (273,341)         | 13,453            | 11                | (259,877)           | 79,441                                  |
| Prepaid items  | 500               | (357)             | 651               | 794                 | (58,790)                                |
| Deferred outflows of resources - pension   | 272,849           | 169,809           | -                 | 442,658             | -                                       |
| Deferred outflows of resources - OPEB  | 2,297             | 1,306             | -                 | 3,603               | -                                       |
| Accounts payable   | 43,288            | 140,507           | 27,198            | 210,993             | (10,802)                                |
| Accrued wages  | -                 | -                 | -                 | -                   | 50,513                                  |
| Deposits payable   | (4,420)           | 10,750            | -                 | 6,330               | -                                       |
| Unearned revenue   | 2,946             | (2,902)           | 18,558            | 18,602              | -                                       |
| Compensated leaves payable   | 19,689            | 18,132            | (198)             | 37,623              | -                                       |
| Net pension liability  | (37,889)          | (23,581)          | -                 | (61,470)            | -                                       |
| Net OPEB liability   | (10,999)          | (6,255)           | -                 | (17,254)            | -                                       |
| Deferred inflows of resources - pension  | (105,177)         | (65,457)          | -                 | (170,634)           | -                                       |
| Deferred inflows of resources - OPEB   | (5,489)           | (3,121)           | -                 | (8,610)             | -                                       |
| <b>Total adjustments</b>   | <b>1,498,198</b>  | <b>562,501</b>    | <b>108,001</b>    | <b>2,168,700</b>    | <b>292,655</b>                          |
| <b>Net cash provided (used) by operating activities</b>  | <b>\$ 597,683</b> | <b>\$ 427,151</b> | <b>\$ 150,136</b> | <b>\$ 1,174,970</b> | <b>\$ 164,543</b>                       |

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**FIDUCIARY FUND FINANCIAL STATEMENTS**

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## FIDUCIARY FUNDS FINANCIAL STATEMENTS

*Successor Agency RDA Fund* is a fiduciary fund type used to report activities of the former dissolved Redevelopment Agency

**City of Crescent City**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2025**

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|   | Successor<br>Agency<br>RDA |
|---|----------------------------|
| <b>ASSETS</b>   |                            |
| Cash and investments                                  | \$ 65,517                  |
| Interest receivable                                   | 212                        |
| <b>Total assets</b>                                   | <u>65,729</u>              |
| <b>LIABILITIES</b>                                    |                            |
| Interest payable                                      | 45,312                     |
| Due to the City of Crescent City                      | 55,114                     |
| Due to the City of Crescent City (Water Utility Fund) | 219,656                    |
| <b>Total liabilities</b>                              | <u>320,082</u>             |
| <b>NET POSITION</b>                                   |                            |
| Restricted for dissolution of RDA                     | <u>(254,353)</u>           |
| <b>Total net position</b>                             | <u>\$ (254,353)</u>        |

**City of Crescent City**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Fund**  
**For the year ended June 30, 2025**

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|                               | Successor<br>Agency<br>RDA  |
|-------------------------------|-----------------------------|
|                               | <u>                    </u> |
| <b>ADDITIONS:</b>             |                             |
| Taxes                         | \$ 45,387                   |
| Use of money and property:    |                             |
| Interest                      | <u>3,831</u>                |
| <b>Total additions</b>        | <u>49,218</u>               |
| <br><b>DEDUCTIONS:</b>        |                             |
| Other                         | <u>2,059</u>                |
| <b>Total deductions</b>       | <u>2,059</u>                |
| <b>Change in net position</b> | 47,159                      |
| <br><b>NET POSITION:</b>      |                             |
| Beginning of year             | <u>(301,512)</u>            |
| End of year                   | <u><u>\$ (254,353)</u></u>  |

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# NOTES TO BASIC FINANCIAL STATEMENTS

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**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The following is a summary of the more significant accounting policies of the City of Crescent City (City), all of which conform to generally accepted accounting principles as applicable to governmental units.

The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

*Reporting Entity*

The financial reporting entity (the government) includes all the funds of the primary government (i.e., the City as legally defined), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. The government provides a full range of services including police and fire protection; water, and wastewater services; the construction and maintenance of streets and infrastructure; recreational activities and cultural events.

As required by GAAP, the accompanying basic financial statements present the City and its component units. Component units are entities for which the City is considered to be financially accountable. GASB defines component units as legally separate entities that meet any one of the following tests:

The City appoints the voting majority of the board of the entity and:  
is able to impose its will on the entity and/or  
is in a relationship of financial benefit or burden with the entity.

The entity is fiscally dependent upon the City.

The financial statements of the City would be misleading if data from the entity were omitted.

Management determined that the following component units should be blended based on the criteria above:

Crescent City Housing Authority  
Crescent City Public Financing Corporation – Inactive

These component units are included in the primary government because of the significance of their financial or operational relationship and the same City governing body.

Each of the blended component units in the accompanying basic financial statements of the City are described below:

*Crescent City Housing Authority* (Authority) manages certain programs which are funded by the U.S Department of Housing and Urban Development, primarily to provide services under the Housing Assistance Payments Program.

The five City Council members, in a separate session, serve as the governing board of the Authority. There is also a Housing Advisory Commission made up of 3 tenant participants and 4 community members. The Commission makes recommendations to the Board. The financial activity of the Authority has been included in the City's financial statements as a special revenue fund.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

*Reporting Entity, Continued*

*Crescent City Public Financing Corporation* was created with the purpose of financing public capital improvements. City Council members, in a separate session, serve as the governing board of the Corporation. The financing corporation is not active at this time.

Financial statements for the Crescent City Housing Authority may be obtained from the Finance Department of the City at 377 J. Street, Crescent City, California 95531.

*Government-Wide and Fund Financial Statements*

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of inter-fund 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 are 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) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

*Measurement Focus, Basis of Accounting, and Financial Statement Presentation*

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. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources* measurement focus and the *modified accrual basis* of accounting.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

*Measurement Focus, Basis of Accounting, and Financial Statement Presentation, Continued*

Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

The City considers all revenues as available if they are collected within sixty days of the end of the current fiscal period, except for sales tax which has a ninety-day availability period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

Property taxes, sales taxes, transient occupancy tax, grants, licenses, fees, charges and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Fiduciary funds financial statements include a statement of fiduciary net position and statement of changes in fiduciary net position. The City's fiduciary fund represent a Private-purpose Trust Fund, which is accounted for on the accrual basis of accounting.

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

*Basis of Presentation*

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for in a separate self-balancing set of accounts for its assets, other debits, liabilities, other credits, equity, revenue and expenditures or expenses, as appropriate.

Governmental Funds - 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.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

*Basis of Presentation, Continued*

Enterprise Funds – account for operations (1) that are financed and operated in a manner similar to private business enterprises. The intent of the governing body is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (2) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Internal Service Funds – Account for the financing of goods or services provided by one department to other departments of the City on a cost-reimbursement basis. Internal service funds used by the City are:

Equipment Fund – This fund is used to account for vehicle maintenance.

Information Technology Fund – This fund is used to provide computer technology services as well as providing programming and general information systems support services.

General Building Maintenance Fund – This fund is used to account for general government building and maintenance services.

Insurance Reserve Fund – This fund is used to account for the accumulation of monies necessary to pay for liability insurance claims and retentions under a self-insurance program.

Payroll Trust Fund – This fund is used to account for the various payroll disbursements related to providing benefits City wide.

Retired Employees Health Care Plan Trust Fund – This fund is used to accumulate the costs associated with providing funding of the City’s liability for Other Post-Employment Benefits.

*Fiduciary Funds*

Private-purpose Trust Fund – is a fiduciary fund type used to report all trust arrangements, other than those properly reported in pension trust funds or investment trust funds, under which principal and interest benefit individuals, private organizations, or other governments.

*Major Governmental Funds*

The City reports the following major governmental funds:

General Fund – is the government’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Housing Authority – is the fund that accounts for the City’s low income housing activities.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

*Major Governmental Funds, Continued*

CPLHA Grant Fund - this fund accounts for the City's activities related to the State's California Planning and Local Housing Allocation (CPLHA) program, including eligible planning, housing, and development expenditures.

Capital Improvement Fund - is a capital projects fund that accounts for the majority of the City's governmental fund capital projects.

Pebble Beach Drive Bank Stabilization Project - this is a capital project fund used to account for the Pebble Beach Drive bank stabilization improvements, including design, construction, and related project expenditures.

The City reports the following major proprietary funds:

The Water Utility Fund accounts for the operations of the City's water utility, a self-supporting activity which renders a service on a user-charge basis to residents and businesses.

The Sewer Utility Fund accounts for the operations of the City's wastewater utility, a self-supporting activity which renders a service on a user-charge basis to residents and businesses.

The Lighthouse Cove Recreational Vehicle Park Fund (RV Park) accounts for the operations of the City-owned recreational vehicle park, a self-supporting activity which renders a service on a user-charge basis to residents and travelers.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's business-type activities and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues included 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. 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. The principal operating revenues of the City's enterprise funds and of the government's internal services funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

*Assets, Liabilities and Net Position or Equity*

**Cash and Investments**

The City pools cash and investments of all funds except the Housing Authority and a portion of the Housing Authority, CDBG, and Clean California grant funds. Each participating fund's share in this pool is displayed in the accompanying financial statements as cash and investments. State statutes authorize the City to invest its cash surplus in obligations of the U.S. Treasury, agencies and instrumentalities, corporate bonds, medium term notes, bankers' acceptances, certificates of deposit, commercial paper, repurchase agreements, and the State of California Local Agency Investment Fund. Investment income from pooled investments is allocated to all funds in the pool. Interest is allocated on the basis of average monthly cash balance at quarter end in relation to the total pool investments. The interest income is recorded in the fund that earned the interest, except for those funds which have a negative cash balance and are excluded from the interest apportionment.

Investments are reported in the accompanying balance sheet at fair value which is determined using selected bases annually. Short term investments are reported at cost, which approximates fair value. All other investments are reported at fair value.

For the purpose of the statement of cash flows, the City considers all pooled cash and investments (consisting of cash and investments and restricted cash and investments) held by the City as cash and cash equivalents because the pool is used essentially as a demand deposit account from the standpoint of the funds. The City also considers all non-pooled cash and investments (consisting of cash with fiscal agent and restricted cash and investments held by fiscal agent) as cash and cash equivalents because investments meet the criteria for cash equivalents defined above.

**General Receivables and Property Taxes Receivable**

The City records an allowance for doubtful accounts on general accounts receivable based on the experience method.

Del Norte County assesses properties, bills, collects, and distributes property taxes to the City. The County remits the entire amount levied and handles all delinquencies, retaining interest and penalties. Secured and unsecured property taxes are levied on July 1. Secured property taxes become a lien on real property on January 1 of the preceding fiscal year.

Secured property taxes are due in two installments, on November 1 and March 1. Property taxes become delinquent after December 10 and April 10, respectively. Unsecured property taxes are due on July 1, and becomes delinquent on August 31. The term "unsecured" refers to taxes on personal property other than real estate, land and buildings. These taxes are secured by liens on the property being taxed.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**Leases**

The City is a lessor for several long-term leases and recognizes a lease receivable and deferred inflow of resources in the government-wide and 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. The City uses its estimated incremental borrowing rate at the discount rate for leases.

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 are expected to significantly affect the amount of the lease receivable.

**Inventories**

Inventories are physically counted at year-end and valued at their average cost. All inventories consist of expendable supplies held for consumption. The cost is recorded as inventory when items are purchased and as expenditures when the items are used (the consumption method of accounting for inventories). The weighted average method is used for establishing the cost of inventory consumed.

**Capital assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of three years. Such depreciation has been provided over the estimated useful lives using the straight-line method.

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

| <u>Depreciable Asset</u>    | <u>Estimated Lives</u> |
|-----------------------------|------------------------|
| Equipment                   | 3-10 years             |
| Structures and improvements | 20-50 years            |
| Infrastructure              | 20-50 years            |

Assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**Capital assets, Continued**

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

**Pension Plan**

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's California Public Employees' Retirement System (CalPERS) plan (Plan) and additions to/deductions from the Plan's 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.

**Other Postemployment Benefits (OPEB)**

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Authority's plan (OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

|                    |                                |
|--------------------|--------------------------------|
| Valuation Date     | June 30, 2024                  |
| Measurement Date   | June 30, 2024                  |
| Measurement Period | June 30, 2023 to June 30, 2024 |

**Vacation and Sick Pay**

Vacation pay is vested to the employees as it accrues and is payable upon retirement or termination. Sick leave, however, does not vest to the employees and is payable only when sick leave is taken. Unused vacation has been accrued in the accompanying government-wide financial statements and the accompanying proprietary fund financial statements.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**Vacation and Sick Pay, Continued**

Compensated absences comprise unused vacation, sick leave, and similar compensatory leave balances. Compensated absences (unpaid vacation, sick leave, and other compensatory leave) are recorded in the statements of net position. Liabilities for leave are assumed to be accrued using the First In, First Out (FIFO) method, meaning the leave that was earned first is used or paid first. The City has recorded a liability only when it is more likely than not the leave will be taken or paid for. All compensated absences and related costs are reported as incurred in the governmental-wide and proprietary fund financial statements, as these amounts will be recorded as fund expenditures in the year in which they are paid or become due on demand to terminated employees. The liability for compensated absences is determined annually.

**Deferred Outflows/Inflows of Resources**

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

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

**Long-Term Obligations**

In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Fund Equity**

In the fund financial statements, governmental funds aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**Fund Equity, Continued**

The spendable portion of the fund balance comprises the remaining four classifications; restricted, committed, assigned, and unassigned.

Restricted fund balance. This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance. These amounts can only be used for specific purposes pursuant to constraints imposed by the City Council, the government's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the City Council removes the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for the use in satisfying those contractual requirements.

Assigned fund balance. This classification reflects the amounts constrained by the City Council's "intent" to be used for specific purposes, but are neither restricted nor committed. The City Council and City Manager have the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as non-spendable and are neither restricted nor committed.

Unassigned fund balance. This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the City's policy to use externally restricted resources first, then unrestricted resources-committed, assigned, and unassigned-in order as needed.

**Net Position**

Net position is comprised of three categories: (1) net investment in capital assets (2) restricted net position, and (3) unrestricted net position. Each component of net position is reported separately on the statements of net position.

Net investment in capital assets represents the balance of capital assets less accumulated depreciation, net of outstanding related debt.

Restricted net position is subject to constraints externally imposed by funding agencies or legislation. The amount of restricted net position is calculated by reducing the carrying value of restricted assets by their related liabilities. These items are restricted by agreements that detail specific purpose and use.

The unrestricted component of net position represents the portion remaining after the "invested in capital assets" and "restricted" amounts have been determined. The City's positive value of unrestricted net position may be used to meet ongoing obligations.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**1. FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**New Pronouncements**

The City adopted new accounting standards in order to conform to the following Governmental Accounting Standards Board Statements:

*GASB Statement No. 101, Compensated Absences* - The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

The City restated its beginning compensated absence balances and its current year accounting and disclosures as part of implementation of this Statement.

*GASB Statement No. 102, Certain Risk Disclosures* - The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The requirements of this statement did not apply to the City for the current fiscal year OR The City implemented the requirement of this statement during the current fiscal year. It resulted in no disclosure.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**2. CASH AND INVESTMENTS**

As of June 30, 2025, the City's cash and investments are reported in the financial statements as follows:

|                            |                      |
|----------------------------|----------------------|
| Primary government         | \$ 23,224,711        |
| Fiduciary Funds            | 65,517               |
|                            | <hr/>                |
| Total Cash and Investments | <u>\$ 23,290,228</u> |

As of June 30, 2025, the City's cash and investments consisted of the following:

Cash:

|              |                  |
|--------------|------------------|
| Cash on hand | \$ 1,850         |
| Deposits     | 2,491,671        |
|              | <hr/>            |
| Total Cash   | <u>2,493,521</u> |

As of June 30, 2025 the City's investments consisted of the following:

Investments:

|  |                      |
|--|----------------------|
| In California Local Agency Investment Fund (at fair value) | 20,796,707           |
|  | <hr/>                |
| Total Investments  | <u>20,796,707</u>    |
|  | <hr/>                |
| Total Cash and Investments                                 | <u>\$ 23,290,228</u> |

At year end, the carrying amount of the City's cash deposits (including amounts in checking accounts and money market accounts) was \$2,493,521 and the bank balance was \$3,102,369. The difference between the bank balance and the carrying amount represents outstanding checks and deposits in transit.

**Custodial Credit Risk For Deposits** - Custodial credit risk is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover its deposits or collateral securities that are in the possession of an outside party. The City's investment policy requires that deposits in banks must meet the requirements of the California Government Code. Under this code, deposits of more than \$250,000 must be collateralized at 110 percent to 150 percent of the value of the deposit to guarantee the safety of the public funds. The first \$250,000 of the City's deposits are insured by the Federal Deposit Insurance Corporation (FDIC). Deposits of more than the \$250,000 insured amount are collateralized. The City's investment policy does not further limit its deposits.

**Interest Rate Risk** - Interest rate risk is the risk of loss due to the fair value of an investment falling due to interest rates rising. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. All investments of the City are pooled with the State of California Local Agency Investment Fund.

The City's investment policy generally limits investment maturities as needed to maintain adequate liquidity to meet the City's cash flow requirements and to limit its exposure to fair value losses arising from increasing interest rates.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**2. CASH AND INVESTMENTS, CONTINUED**

**Credit Risk** - Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law and City investment policy limits investments in commercial paper to the rating of A or better by Standards & Poor's or P-1 or better by Moody's Investors Service; corporate bonds to the rating of A or better by both Standards & Poor's and Moody's Investors Service. No limits are placed on U.S. government agency securities and U.S. Treasuries. The City's investment policy does not further limit its investment choices.

**Concentration of Credit Risk** - Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer of securities. When investments are concentrated in one issuer, this concentration presents a heightened risk of potential loss. State law restricts the City's investments in commercial paper to 40% of its investment pool and to 10% per issuer and corporate bonds and medium term notes to 30% of its investment pool and to 10% per issuer, and banker's acceptances to 15% of its investment pool and to 10% per issuer. The City has invested all cash, other than deposits and imprest cash, in the California Local Agency Investment Fund (LAIF). At June 30, 2025, the City's investments were in compliance with concentration of credit risk per State law.

**Investment in Local Agency Investment Fund** - Investment in Local Agency Investment Fund - The City of Crescent City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code Section 16429 and is managed by the Treasurer of the State of California. The Local Investment Advisory Board, which consists of five members as designed by State statute, has oversight responsibility for LAIF. Investments in LAIF are available upon demand. The City's investment with LAIF at June 30, 2025 includes a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments include the following:

Structured Notes are debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or have embedded forwards or options.

Asset-Backed Securities, the bulk of which are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as collateralized mortgage obligations) or credit card receivables.

As of June 30, 2025, the City had \$20,796,707 invested in LAIF, which had 3.00% of the pool investment funds in Structured Notes and Asset-Backed Securities. The City reports its investment in LAIF at the fair value amount provided by LAIF, which is the same as the value of the pool share. The fair value of LAIF was calculated by applying a factor of 1.00119831 to the total investments held by LAIF.

**Investments** - The City reports its investments in accordance with GASB Statement 31. This standard requires that the City's investments be reported at fair value with realized and unrealized gains or losses reported in the statement of operations.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**3. NOTES RECEIVABLE**

The City engages in programs designed to encourage business enterprises, construction or improvement in low-to-moderate income housing, or other projects. Under these programs, grants or loans are provided with favorable terms to businesses, homeowners or developers who agree to spend these funds in accordance with the City's terms. The notes carry various interest rates and payment dates.

Outstanding notes receivable for the year ended June 30, 2025 were as follows:

|                                   |    |                  |
|-----------------------------------|----|------------------|
| Business Enterprise Notes         | \$ | 748,934          |
| Rehab & Sidewalk Notes            |    | 45,413           |
| CDBG 03/04 Program Loans          |    | 33,176           |
| Successor Housing Notes and Loans |    | 460,000          |
| CPLHA Grant Fund Notes            |    | 4,750,000        |
| Crescent City Developer Note      |    | 750,000          |
|                                   | \$ | <u>6,787,523</u> |

Business enterprise notes represent loans made to businesses, homeowners, or developers to finance the water and/or sewer connection charges associated with new developments.

Rehab & sidewalk notes represent the balances of loans made under previous programs to finance sidewalk improvements or home improvements to bring houses up to code. These programs are currently closed to new applicants.

CDBG loans represent balances of loans made under a previous CDBG program to allow low-income homeowners to bring their houses up to code.

Successor Housing notes represent balances of one loan made to a housing developer for the rehab of existing housing units and one loan for the sale of a parcel of property to a housing developer for the construction of a new housing development. These notes are to be repaid from residual receipts (profits) of the development once finished, over a 55-year payment term. Payments are to be retained in the Successor Housing fund for future low-income housing development projects.

Crescent City developer note represents the balance of a note to be paid by a developer of housing units to be paid from residual receipts (profits) of the development once finished, over a 55-year payment term. Payments are to be deposited into the General Fund to help offset increased costs of providing services.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**4. LEASES RECEIVABLE**

In implementing GASB Statement 87 - *Leases*, the City recognized lease receivables and deferred inflows of resources for the leasing of attachment space for cellular communications and part of a parking lot for electric vehicle charging. In the fiscal year ended June 30, 2025, the City recognized \$46,514 in revenues for these leases.

The follow is a summary of the City’s lease receivables:

| <u>Lease</u>     | <u>General Fund</u> | <u>Water Fund</u> | <u>Balance at<br/>June 30, 2025</u> |
|------------------|---------------------|-------------------|-------------------------------------|
| City Cell Tower  | \$ 234,162          | \$ -              | \$ 234,162                          |
| City Parking Lot | 22,416              | -                 | 22,416                              |
| Water Cell Tower | -                   | 199,297           | 199,297                             |
| Total            | <u>\$ 256,578</u>   | <u>\$ 199,297</u> | <u>\$ 455,875</u>                   |

***City Cell Tower***

The City entered into an agreement with a telecommunications company in 2010 to lease space on a tower at a City-owned building. The lease term is 30 years, made up of 5 years plus five 5-year options. The City considers each term to likely be exercised by the lessee. The monthly payments started at \$1,000 and increase by 15% each 5-year renewal term. The interest rate on the lease is 4%. Monthly lease receipts were \$1,322.50 for the fiscal year ended June 30, 2025.

***City Parking Lot***

In January of 2022, the City signed a 10-year lease with a company to lease space in a City-owned parking lot for electric vehicle charging. The City received a signing payment of \$1,000 in the fiscal year ended June 30, 2022. Monthly payments of \$300 commenced in August 2022. The interest rate on the lease is 4%. In the fiscal year ended June 30, 2025, additional inflows of resources due to the change in the number of parking spaces rented were \$2,400.

***Water Cell Tower***

In 2007, the City entered into an agreement with a telecommunications company to lease space on a City-owned water tower. The lease term is 30 years, made up of 5 years plus five 5-year options. The City considers each term to likely be exercised by the lessee. The monthly payments started at \$1,500 and increase by the change in the Consumer Price Index (CPI) each 5-year renewal term. The interest rate on the lease is 4%. The change in CPI is not included in the measurement of the lease receivable. In the fiscal year ended June 30, 2025, additional inflows of resources due to the change in the CPI were \$3,358.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**5. CAPITAL ASSETS**

Capital assets activity for the year ended June 30, 2025 was as follows:

|   | Balance<br>June 30, 2024 | Additions     | Transfers/<br>Retirements | Balance<br>June 30, 2025 |
|---|--------------------------|---------------|---------------------------|--------------------------|
| Governmental Activities                         |                          |               |                           |                          |
| Capital Assets, Not Being Depreciated:          |                          |               |                           |                          |
| Land  | \$ 2,823,819             | \$ -          | \$ -                      | \$ 2,823,819             |
| Other non-depreciable                           | 694,500                  | -             | -                         | 694,500                  |
| Construction in progress                        | 4,895,511                | 9,788,752     | (8,844,759)               | 5,839,504                |
| Total Capital Assets,<br>Not Being Depreciated  | 8,413,830                | 9,788,752     | (8,844,759)               | 9,357,823                |
| Capital Assets, Being Depreciated:              |                          |               |                           |                          |
| Building and improvements                       | 8,802,524                | 406,621       | -                         | 9,209,145                |
| Machinery and equipment                         | 4,668,280                | 532,540       | (236,540)                 | 4,964,280                |
| Right-to-use software                           | 210,189                  | 73,369        | -                         | 283,558                  |
| Infrastructure                                  | 9,574,632                | 276,320       | 8,844,759                 | 18,695,711               |
| Total Capital Assets, Being Depreciated:        | 23,255,625               | 1,288,850     | 8,608,219                 | 33,152,694               |
| Less Accumulated Depreciation for:              |                          |               |                           |                          |
| Building and improvements                       | (5,361,611)              | (152,835)     | -                         | (5,514,446)              |
| Machinery and equipment                         | (2,954,806)              | (269,879)     | 236,540                   | (2,988,145)              |
| Right-to-use software                           | (91,973)                 | (73,782)      | -                         | (165,755)                |
| Infrastructure                                  | (1,969,902)              | (460,005)     | -                         | (2,429,907)              |
| Total Accumulated Depreciation                  | (10,378,292)             | (956,501)     | 236,540                   | (11,098,253)             |
| Total Capital Assets, Being<br>Depreciated, Net | 12,877,333               | 332,349       | 8,844,759                 | 22,054,441               |
| Total Governmental Activities, Net              | \$ 21,291,163            | \$ 10,121,101 | \$ -                      | \$ 31,412,264            |

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**5. CAPITAL ASSETS, CONTINUED**

|   | Balance<br>June 30, 2024 | Additions             | Adjustments /<br>Retirements | Transfers   | Balance<br>June 30, 2025 |
|---|--------------------------|-----------------------|------------------------------|-------------|--------------------------|
| <b>Business-Type Activities</b>                 |                          |                       |                              |             |                          |
| Capital Assets, Not Being Depreciated:          |                          |                       |                              |             |                          |
| Land  | \$ 493,855               | \$ -                  | \$ -                         | \$ -        | \$ 493,855               |
| Construction in progress                        | 1,749,983                | 773,852               | -                            | (455,935)   | 2,067,900                |
| Total Capital Assets,<br>Not Being Depreciated  | 2,243,838                | 773,852               | -                            | (455,935)   | 2,561,755                |
| Capital Assets, Being Depreciated:              |                          |                       |                              |             |                          |
| Structures and improvements                     | 42,600,222               | 63,917                | (6,127)                      | 93,998      | 42,752,010               |
| Machinery and equipment                         | 11,231,070               | 22,136                | (8,236)                      | -           | 11,244,970               |
| Infrastructure                                  | 23,022,170               | -                     | -                            | 361,937     | 23,384,107               |
| Total Capital Assets, Being Depreciated:        | 76,853,462               | 86,053                | (14,363)                     | 455,935     | 77,381,087               |
| Less Accumulated Depreciation for:              |                          |                       |                              |             |                          |
| Structures and improvements                     | (19,803,941)             | (1,080,756)           | -                            | -           | (20,884,697)             |
| Machinery and equipment                         | (6,444,951)              | (419,851)             | 12,373                       | -           | (6,852,429)              |
| Infrastructure                                  | (11,453,899)             | (465,336)             | -                            | -           | (11,919,235)             |
| Total Accumulated Depreciation                  | (37,702,791)             | (1,965,943)           | 12,373                       | -           | (39,656,361)             |
| Total Capital Assets,<br>Being Depreciated, Net | 39,150,671               | (1,879,890)           | (1,990)                      | 455,935     | 37,724,726               |
| Total Business-Type Activities, Net             | <u>\$ 41,394,509</u>     | <u>\$ (1,106,038)</u> | <u>\$ (1,990)</u>            | <u>\$ -</u> | <u>\$ 40,286,481</u>     |

**Depreciation**

Depreciation expense was charged to governmental functions as follows:

|   |                   |
|---|-------------------|
| General government                                  | \$ 74,437         |
| Public works  | 575,227           |
| Public safety                                       | 181,716           |
| Human services and recreation                       | 125,121           |
| Total Depreciation Expense - Governmental Functions | <u>\$ 956,501</u> |

Depreciation expense was charged to the business-type functions as follows:

|  |                     |
|--|---------------------|
| Sewer  | \$ 1,593,944        |
| Water  | 310,217             |
| RV Park  | 61,781              |
| Total Depreciation Expense - Business-Type Functions | <u>\$ 1,965,942</u> |

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**6. LONG-TERM DEBT**

Long-term debt for the year ended June 30, 2025 was as follows:

|   | Balance<br>June 30, 2024<br>(restated) | Additions         | Adjustments/<br>Retirements | Balance<br>June 30, 2025 | Amounts<br>Due Within<br>One year | Amounts<br>Due in<br>More Than<br>One year |
|---|--|-------------------|-----------------------------|--------------------------|-----------------------------------|--|
| <b>Governmental Activities</b>          |  |                   |                             |                          |                                   |  |
| Compensated Absences (Note 1)           | \$ 669,475                             | \$ 44,101         | \$ -                        | \$ 713,576               | \$ 209,816                        | \$ 503,760                                 |
| Subscriptions Payable                   | 115,606                                | 73,370            | (70,758)                    | 118,218                  | 73,024                            | 45,194                                     |
| <b>Total Governmental Activities</b>    | <b>\$ 785,081</b>                      | <b>\$ 117,471</b> | <b>\$ (70,758)</b>          | <b>\$ 831,794</b>        | <b>\$ 282,840</b>                 | <b>\$ 548,954</b>                          |
| <b>Business-Type Activities</b>         |  |                   |                             |                          |                                   |  |
| Loans Payable:                          |  |                   |                             |                          |                                   |  |
| State Water Resources - Safe Water Loan | \$ 28,860,265                          | \$ -              | \$ (1,697,662)              | \$ 27,162,603            | \$ 1,697,663                      | \$ 25,464,940                              |
| Subtotal Loans Payable                  | 28,860,265                             | -                 | (1,697,662)                 | 27,162,603               | 1,697,663                         | 25,464,940                                 |
| Compensated Absences (Note 1)           | 243,118                                | 37,623            | -                           | 280,741                  | 79,363                            | 201,378                                    |
| <b>Total Business-Type Activities</b>   | <b>\$ 29,103,383</b>                   | <b>\$ 37,623</b>  | <b>\$ (1,697,662)</b>       | <b>\$ 27,443,344</b>     | <b>\$ 1,777,026</b>               | <b>\$ 25,666,318</b>                       |

**Compensated Absences**

Vacation pay is vested to the employees as it accrues and is payable upon retirement or termination. Sick leave, however, does not vest to the employees and is payable only when sick leave is taken. Employees accrue vacation up to certain maximums based on the employee's bargaining unit or employee contract. The City accrues the liability for compensated leave as it is earned by employees. The amount of compensated leaves payable outstanding was \$994,316 at June 30, 2025. Compensated absences will be paid from: General Fund, Housing Authority Fund, RV Park Fund, Sewer Fund, Water Fund, Equipment Fund, Building Maintenance Fund, and IT Fund.

**Subscriptions Payable**

In fiscal year 2023, the City implemented GASB 96, Subscription-based Information Technology Arrangements. The City has three such arrangements that meet the GASB 96's definition of a long-term subscription: the City's ERP system, the software used for the Housing Authority, and Spot AI. Interest on all subscriptions is 4%.

*ERP system:* In April 2024, the City entered into a 3-year agreement to obtain access to the cloud-based version of the City's ERP system. Annual payments are due every July in the amount of \$37,973. An additional implementation payment in July 2023 of \$15,750 was included in the liability.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**6. LONG-TERM DEBT, CONTINUED**

**Subscriptions Payable, Continued**

*Housing Authority Software:* In July 2023, the City entered into a 3-year contract to obtain access to the cloud-based version of the Housing Authority’s software. Payments are annual every July 1 at \$23,321.

*Spot AI:* In August 2024, the City entered into a 5-year agreement with Carahsoft Technology Corporation to obtain access to the cloud-based SPOT AI camera monitoring platform. The subscription term extends through June 2029, with annual payments of \$16,481 due each fiscal year.

Below are the principal and interest payments through the end of the subscription terms:

| Year Ending<br>June 30 | Subscriptions |          | Total      |
|------------------------|---------------|----------|------------|
|                        | Principal     | Interest |            |
| 2026                   | \$ 73,024     | \$ 4,750 | \$ 77,775  |
| 2027                   | 14,651        | 1,829    | 16,481     |
| 2028                   | 15,237        | 1,243    | 16,481     |
| 2029                   | 15,306        | 634      | 16,481     |
| Total                  | \$ 118,218    | \$ 8,456 | \$ 127,218 |

**California Water Resources Control Board, Safe Drinking Water Revolving Loan**

On June 10, 2011, the City entered into a 30 year loan with the California Water Resources Control Board in the amount of \$45,407,931. The interest is 0% and the debt matures in fiscal year 2041. The loan proceeds were used for wastewater system improvements. At June 30, 2025, the remaining balance on the loan was \$27,162,602.

The annual aggregate maturities for the years subsequent to June 30, 2025 are as follows:

| Year Ending<br>June 30 | Water Resources Control Board |          |               |
|------------------------|-------------------------------|----------|---------------|
|                        | Principal                     | Interest | Total         |
| 2026                   | \$ 1,697,663                  | \$ -     | \$ 1,697,663  |
| 2027                   | 1,697,663                     | -        | 1,697,663     |
| 2028                   | 1,697,663                     | -        | 1,697,663     |
| 2029                   | 1,697,663                     | -        | 1,697,663     |
| 2030                   | 1,697,663                     | -        | 1,697,663     |
| 2031-2035              | 8,488,315                     | -        | 8,488,315     |
| 2036-2040              | 8,488,315                     | -        | 8,488,315     |
| 2041                   | 1,697,663                     | -        | 1,697,663     |
| Total                  | \$ 27,162,608                 | \$ -     | \$ 27,162,608 |

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**7. INTERFUND TRANSACTIONS**

**Due To/From Other Funds**

During the course of operations, transactions occur between funds to account for goods received or services rendered. These receivables and payables are classified as due from or due to other funds. In addition, when funds overdraw their share of pooled cash, the receivables and payables are also classified as due from or due to other funds. The following are due from and due to balances as of June 30, 2025:

|                           | Due From<br>Other Funds | Due to Other<br>Funds |
|---------------------------|-------------------------|-----------------------|
| General Fund              | \$ 67,000               | \$ -                  |
| CDBG Special Revenue Fund | -                       | 64,000                |
| Internal Service Funds    | -                       | 3,000                 |
| Total                     | <u>\$ 67,000</u>        | <u>\$ 67,000</u>      |

**Advance To/From Other Funds**

Advances to and from funds represent longer term loans between those funds. The City had one such loan between the Water Fund and the General Fund as of June 30, 2025 totaling \$435,484.

This loan was originally part of a loan from the Water Fund to the RDA. The State disallowed \$518,433 of the loan from being a recognized obligation of the Successor Agency. The Council approved the General Fund assuming the disallowed portion. Commencing in fiscal year 2022, the General Fund pays the principal of the loan in equal payments of \$20,737 over 25 years, with the final payment in fiscal year 2046.

Advance To/From Other Funds \$ 435,484

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**7. INTERFUND TRANSACTIONS, CONTINUED**

**Transfers**

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various City operations and re-allocations of special revenues. The schedule on the following page presents the interfund transfers for fiscal year ended June 30, 2025:

| Transfers Out                | Transfers In      |                          |                              |                  |                  |                        | Total               |
|------------------------------|-------------------|--------------------------|------------------------------|------------------|------------------|------------------------|---------------------|
|                              | General Fund      | Capital Improvement Fund | Non-Major Governmental Funds | Sewer            | Water            | Internal Service Funds |                     |
| Major Funds:                 |                   |                          |                              |                  |                  |                        |                     |
| General Fund                 | \$ -              | \$ 820,350               | \$ 425,391                   | \$ -             | \$ -             | \$ 88,179              | \$ 1,333,920        |
| Non-Major Governmental Funds | 197,303           | 25,713                   | -                            | 10,991           | 10,991           | -                      | 244,998             |
| Major Enterprise Funds:      |                   |                          |                              |                  |                  |                        |                     |
| Sewer                        | -                 | -                        | -                            | -                | -                | 32,109                 | 32,109              |
| Water                        | -                 | -                        | -                            | -                | -                | 32,109                 | 32,109              |
| RV Park                      | -                 | -                        | -                            | -                | -                | 11,065                 | 11,065              |
| Internal Service Funds       | 40,898            | -                        | -                            | 1,947            | -                | 82,404                 | 125,249             |
| <b>Total</b>                 | <b>\$ 238,201</b> | <b>\$ 846,063</b>        | <b>\$ 425,391</b>            | <b>\$ 12,938</b> | <b>\$ 10,991</b> | <b>\$ 245,866</b>      | <b>\$ 1,779,450</b> |

- The purpose of the transfer from Non-Major Governmental Funds (Gas Tax Fund and ARPA Fund) to the General Fund was to allocate gas tax revenues to fund street maintenance and support the Economic Development / Community Support / Grants department, respectively.
- The purpose of the transfer from the General Fund and Non-Major Governmental Funds to the Capital Improvement Fund was to fund various capital projects.
- The General fund transfer to Non-Major Governmental Funds was to fund the purchase of safety vehicles.
- The Sewer and Water funds transferred money to the Internal Service Funds to purchase new equipment.
- The Internal Service Funds transferred insurance amounts to the General fund for safety expenses.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**8. EMPLOYEE RETIREMENT PLANS**

*A. Plan Description*

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan) administered by the California Public Employees’ Retirement System (CalPERS). The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all other). Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous risk pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The City sponsors six rate plans (miscellaneous classic, miscellaneous PEPRA, safety police classic, safety police

PEPRA, safety fire classic, and safety fire PEPRA). Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions, and membership information that can be found on the CalPERS website.

*B. Benefits Provided*

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 5 to 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the contracting agency’s contract.

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

|   | <b>Miscellaneous</b> |                  |
|---|----------------------|------------------|
|   | Prior to             | On or after      |
| Hire date   | January 1, 2013      | January 1, 2013  |
| Benefit formula                                   | 2% @ 55              | 2% @ 62          |
| Benefit vesting schedule                          | 5 years service      | 5 years service  |
| Benefit payments                                  | monthly for life     | monthly for life |
| Retirement age                                    | 50 - 55              | 52-62            |
| Monthly benefits, as a % of eligible compensation | 2.0% to 2.5%         | 1.0% to 2.5%     |
| Required employee contribution rates              | 8.00%                | 7.75%            |
| Required employer contribution rates              | 13.34%               | 7.87%            |
| Required employer dollar UAL payment (annual)     | \$778,277            | \$6,741          |

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**8. EMPLOYEE RETIREMENT PLANS, CONTINUED**

**B. Benefits Provided, Continued**

|   | Safety (Police)  |                  | Safety (Fire)    |
|---|------------------|------------------|------------------|
|   | Prior to         | On or after      | Prior to         |
| Hire date   | January 1, 2013  | January 1, 2013  | January 1, 2013  |
| Benefit formula                                   | 2% @ 50          | 2.7% @ 57        | 2% @ 50          |
| Benefit vesting schedule                          | 5 years service  | 5 years service  | 5 years service  |
| Benefit payments                                  | monthly for life | monthly for life | monthly for life |
| Retirement age                                    | 50               | 50-57            | 50               |
| Monthly benefits, as a % of eligible compensation | 2.0% to 2.7%     | 2.0% to 2.7%     | 2.0%             |
| Required employee contribution rates              | 9.00%            | 13.75%           | 9.00%            |
| Required employer contribution rates              | 20.09%           | 13.76%           | 20.09%           |
| Required employer dollar UAL payment (annual)     | \$299,095        | \$2,855          | \$20,589         |

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

For the measurement period ended June 30, 2024, the contributions recognized against net pension liability for the Plan were \$1,527,993.

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

As of June 30, 2025, the City reported net pension liabilities for its proportionate shares of the net pension liability of the Plan of \$13,260,280.

The City's net pension liability for the Plan is measured as the proportionate share of the total net pension liability of the Plan. The net pension liability of the Plan is measured as of June 30, 2024, and the total pension liability for the Plan used to calculate the net pension liability was determined by actuarial valuations as of June 30, 2023 rolled forward to June 30, 2024 using standard update procedures. The City's proportionate share of the net pension liability was based on the City's plan liability and asset-related information where available, and proportional allocations of individual plan amounts as of the valuation date where not available.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**8. EMPLOYEE RETIREMENT PLANS, CONTINUED**

**C. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions, Continued**

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

|                              |                 |
|------------------------------|-----------------|
| Proportion - June 30, 2023   | 0.10784%        |
| Proportion - June 30, 2024   | 0.10934%        |
| Change - Increase (Decrease) | <u>0.00150%</u> |

For the year ended June 30, 2025, the City recognized pension expense (income) of \$2,266,674. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|   | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> |
|---|---|--|
| Pension contributions subsequent to measurement date  | \$ 1,649,124                              | \$ -                                     |
| Changes of assumptions  | 336,738                                   |  |
| Differences between expected and actual experience  | 1,127,882                                 | 41,975                                   |
| Changes in employer's proportion  | -   | 489,406                                  |
| Differences between the employer's contribution and the employer's proportionate share of contributions | 413,524                                   | 52,919                                   |
| Net differences between projected and actual earnings on plan investments                               | <u>727,987</u>                            | <u>-</u>                                 |
| Total   | <u>\$ 4,255,255</u>                       | <u>\$ 584,300</u>                        |

\$1,649,124 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

| Fiscal Year Ending<br><u>June 30:</u> |            |
|---------------------------------------|------------|
| 2026                                  | \$ 578,980 |
| 2027                                  | 1,663,422  |
| 2028                                  | 28,802     |
| 2029                                  | (249,373)  |

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**8. EMPLOYEE RETIREMENT PLANS, CONTINUED**

**C. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions, Continued**

*Actuarial Assumptions* – The total pension liabilities in the June 30, 2023 actuarial valuations were determined using the following actuarial assumptions:

|                                    |  |
|------------------------------------|--|
| Discount Rate                      | 6.90%  |
| Inflation                          | 2.30%  |
| Salary Increase                    | Varies by entry age and service  |
| Investment rate of return          | 6.90%  |
| Maturity Rate Table <sup>(1)</sup> | Derived using CalPERS membership data for all funds  |
| Post Retirement Benefit Increase   | Contract COLA up to 2.3% until Purchasing Power Protection Allowance Floor on Purchasing Power applies. <sup>1</sup> |

(1) The mortality table used was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP2020 published by the Society of Actuaries. For more details on this table, please refer to the 2021 experience study report that can be found on the CalPERS website.

**Discount Rate** – The discount rate used to measure the total pension liability as of the measurement date of June 30, 2024 for the Plan was 6.90. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability. A detailed report testing these projections can be obtained from the CalPERS website.

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

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**8. EMPLOYEE RETIREMENT PLANS, CONTINUED**

**C. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions, Continued**

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

| Asset Class                      | Assumed Asset Allocation | Real Return <sup>(a,b)</sup> |
|----------------------------------|--------------------------|------------------------------|
| Global Equity - cap-weighted     | 30.00%                   | 4.54%                        |
| Global Equity - non-cap-weighted | 12.00%                   | 3.84%                        |
| Private Equity                   | 13.00%                   | 7.28%                        |
| Treasury                         | 5.00%                    | 0.27%                        |
| Mortgage-backed Securities       | 5.00%                    | 0.50%                        |
| Investment Grade Corporates      | 10.00%                   | 1.56%                        |
| High Yield                       | 5.00%                    | 2.27%                        |
| Emerging Market Debt             | 5.00%                    | 2.48%                        |
| Private Debt                     | 5.00%                    | 3.57%                        |
| Real Assets                      | 15.00%                   | 3.21%                        |
| Leverage                         | -5.00%                   | -0.59%                       |
| Total                            | 100%                     |                              |

(a) An expected inflation of 2.30% used for this period.

(b) Figures are based on the 2021-22 Asset Liability Management study

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

The following schedule presents the City's proportionate share of the net pension liability for the Plan, calculated using the discount rate for the Plan, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

|                       |    |            |
|-----------------------|----|------------|
| 1% Decrease           |    | 5.90%      |
| Net Pension Liability | \$ | 19,131,720 |
| Current Discount Rate |    | 6.90%      |
| Net Pension Liability | \$ | 13,260,280 |
| 1% Increase           |    | 7.90%      |
| Net Pension Liability | \$ | 8,436,558  |

**D. Payable to the Pension Plan**

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

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**9. OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

*A. Plan Description*

The City has established an Other Postemployment Benefit plan (OPEB Plan) and participates in an agent multiple-employer defined benefit retiree healthcare plan. The City participates in the CalPERS medical program as permitted under the Public Employees' Medical and Hospital and Care Act (PEMHCA). As such, the City is obligated to contribute toward the cost of retiree medical coverage for the retiree's lifetime or until coverage is discontinued. Based on CalPERS' requirements and the terms of the PEMHCA resolutions, the City is currently obligated to provide the greater of the following amounts to its retirees:

- a) The minimum required contribution under PEMHCA (\$157 per month for calendar year 2024)
- b) The amounts shown in the table below (pursuant to collective bargaining or other employee agreements)

| Monthly Subsidy Toward Medical |       |
|--------------------------------|-------|
| CCMEA Council Elected          | \$296 |
| CCPOA                          | 150   |
| CECC                           | 250   |
| CCEA                           | 150   |
| Fire                           | 150   |

*B. Employees Covered*

As of the July 1, 2023 actuarial valuation, the following current and former employees were covered by the benefit terms under the OPEB Plan:

|  |     |
|--|-----|
| Active employees   | 65  |
| Inactive employees or beneficiaries currently receiving benefits | 24  |
| Inactive employees entitled to, but not yet receiving benefits   | 39  |
|  | 128 |

*C. Contributions*

The contribution requirements of plan members and the City are established and may be amended by the City's governing board. The annual contribution is based on the actuarially determined contribution. For the measurement period ended June 30, 2024, the City's cash contribution was \$88,583 in payments to the trust and direct benefit payments, and the estimated implicit subsidy was \$21,107 resulting in total contributions of \$109,690.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**9. OTHER POST-EMPLOYMENT BENEFITS (OPEB), CONTINUED**

**D. Net OPEB Liability**

The City's net OPEB liability was measured as of June 30, 2024 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated July 1, 2023 that was used to determine the June 30, 2024 total OPEB liability, based on the following actuarial methods and assumptions:

**Actuarial Assumptions**

|                                      |   |
|--------------------------------------|---|
| Discount Rate                        | 6.35%   |
| General Inflation                    | 2.5% per year   |
| Salary Increases                     | 3.0% per year   |
| Investment Rate of Return            | 6.35%   |
| Funding Method                       | Entry Age Normal Cost, level percent of pay                                   |
| Mortality Improvement <sup>(1)</sup> | MacLeod Watts Scale 2022 applied generationally from 2017                     |
| Healthcare Trend Rate                | 6.5% for 2025, decreasing to an ultimate rate of 3.9% in 2075 and later years |

Notes:

(1) Demographic actuarial assumptions used in this valuation are based on the 2021 experience study of CalPERS using data from 1997 to 2019, except for a different basis used to project future mortality improvements.

The long-term expected rate of return on OPEB plan investments was determined using a building block method and best-estimate ranges of expected future real rates of return for each major asset class (expected returns, net of OPEB plan investment expense and inflation). These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

| Asset Class                      | Expected Return |         | Risk  | Allocation     |
|----------------------------------|-----------------|---------|-------|----------------|
|                                  | 5 Year          | 30 Year |       |                |
| Domestic Equity                  | 7.00%           | 7.50%   | 16.0% | 47.0%          |
| Core Fixed Income                | 6.20%           | 4.70%   | 5.0%  | 27.0%          |
| International Development Equity | 8.20%           | 7.10%   | 17.0% | 7.0%           |
| Short-Term Bonds                 | 5.00%           | 3.70%   | 3.0%  | 6.8%           |
| Cash                             | 3.80%           | 2.70%   | 1.0%  | 4.9%           |
| Emerging Markets Equity          | 8.60%           | 7.40%   | 20.0% | 4.0%           |
| REITs                            | 8.40%           | 7.00%   | 16.0% | 2.0%           |
| High Yield                       | 8.30%           | 6.80%   | 9.0%  | 1.3%           |
| Total                            |                 |         |       | <u>100.00%</u> |

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**9. OTHER POST-EMPLOYMENT BENEFITS (OPEB), CONTINUED**

***D. Net OPEB Liability, Continued***

At the time the valuation was prepared, the City was invested in the Balanced Portfolio, which had an expected return of 6.88% over 5 years and 6.45% over 30 years. Based on the City's OPEB trust balance, the City assumed 10 basis points in non-imbedded fees and inflation adjustments for a net expected return of 6.35%. The City approved 6.35% as the assumed long-term return on trust assets.

***E. Discount Rate***

The discount rate used to measure the total OPEB liability was 6.35 percent. The projection of cash flows used to determine the discount rate assumed that District contributions will be made at rates equal to or exceeding the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

***F. Changes in the OPEB Liability***

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

|  | Increase (Decrease)     |                                |                               |
|--|-------------------------|--------------------------------|-------------------------------|
|  | Total OPEB<br>Liability | Plan Fiduciary<br>Net Position | Net OPEB<br>Liability/(Asset) |
| <b>Balance at June 30, 2024</b><br>(Measurement date 06/30/2023) | \$ 1,631,491            | \$ 916,365                     | \$ 715,126                    |
| <b>Changes in the year:</b>                                      |                         |                                |                               |
| Service cost   | 82,119                  | -                              | 82,119                        |
| Interest   | 105,783                 | -                              | 105,783                       |
| Differences between expected and actual experience               | -                       | 63,963                         | (63,963)                      |
| Assumption changes   | -                       | -                              | -                             |
| Contribution - employer  | -                       | 109,690                        | (109,690)                     |
| Net investment income  | -                       | 58,641                         | (58,641)                      |
| Benefit payments   | (95,467)                | (95,467)                       | -                             |
| Administrative expenses  | -                       | -                              | -                             |
| <b>Net changes</b>   | <b>92,435</b>           | <b>136,827</b>                 | <b>(44,392)</b>               |
| <b>Balance at June 30, 2025</b><br>(Measurement date 06/30/2024) | <b>\$ 1,723,926</b>     | <b>\$ 1,053,192</b>            | <b>\$ 670,734</b>             |

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**9. OTHER POST-EMPLOYMENT BENEFITS (OPEB), CONTINUED**

*G. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate*

|                            | 1% Decrease<br>5.35% | Current<br>Discount Rate<br>6.35% | 1% Increase<br>7.35% |
|----------------------------|----------------------|-----------------------------------|----------------------|
| Net OPEB Liability (Asset) | \$ 874,830           | \$ 670,734                        | \$ 499,016           |

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

|                            | 1% Decrease | Current<br>Trend Rate | 1% Increase |
|----------------------------|-------------|-----------------------|-------------|
| Net OPEB Liability (Asset) | \$ 523,483  | \$ 670,734            | \$ 868,765  |

**I. OPEB Plan Fiduciary Net Position**

PARS issues a publicly available financial report that may be obtained from the Public Agency Retirement Services, 4350 Von Karman Ave, Newport Beach, CA 92660.

**J. Recognition of Deferred Outflows and Deferred Inflows of Resources**

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense. The recognition period differs depending on the source of the gain or loss and is calculated using the 4 different employee groups' Expected Average Remaining Service Life (EARSL). For the measurement period ended June 30, 2024, the EARSL was 10.65 years. The recognition periods for various gains and losses created in the June 30, 2024 measurement are as follows:

|   |         |
|---|---------|
| Net difference between projected and actual earnings on OPEB plan investments | 5 years |
| Changes in assumption   | EARSL   |
| Differences between expected and actual experience                            | EARSL   |

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**9. OTHER POST-EMPLOYMENT BENEFITS (OPEB), CONTINUED**

**K. OPEB Expense and Deferred Outflows/ (Inflows) of Resources Related to OPEB**

For the fiscal year ended June 30, 2025, the City recognized OPEB expense of \$96,652. For the fiscal year ended June 30, 2025, the City reported deferred inflows of resources related to OPEB from the following sources:

|  | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|--|--------------------------------------|-------------------------------------|
| OPEB contributions subsequent to measurement date                            | \$ 153,926                           | \$ -                                |
| Differences Between Expected and Actual Experience                           | 78,810                               | 157,316                             |
| Changes of Assumptions   | 29,902                               | 54,280                              |
| Net differences between projected and actual earnings<br>on plan investments | -                                    | 20,524                              |
| Total  | <u>\$ 262,638</u>                    | <u>\$ 232,120</u>                   |

\$153,926 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2024 measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June, 30, 2026. Other amounts reported as deferred inflows and outflows of resources related to OPEB will be recognized as expense as follows:

| Fiscal Year Ending<br>June 30, | Deferred<br>Outflows/Inflows<br>of Resources |
|--------------------------------|--|
| 2026                           | \$ (37,190)                                  |
| 2027                           | (8,074)                                      |
| 2028                           | (36,157)                                     |
| 2029                           | (30,746)                                     |
| 2030                           | (17,955)                                     |
| Thereafter                     | 6,714  |

**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. The City manages risk by participating in the public entity risk pools described below and by retaining certain risks.

Public entity risk pools are formally organized separate entities established under the Joint Exercise of Powers Act of the State of California. As separate legal entities, these risk pools exercise full powers and authorities within the scope of the related Joint Powers Agreements including the preparation of annual budgets, accountability for all funds, the power to make and execute contracts and the right to sue and be sued.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**10. RISK MANAGEMENT, CONTINUED**

Each risk pool is governed by a board consisting of representatives from member agencies. Each board controls the operations of the respective risk pool, including selection of management and approval of operation budgets, independent of any influence by member agencies. Obligations and liabilities of these risk pools are not the City's responsibility.

Golden State Risk Management Authority (GSRMA) covers general liability up to \$250,000 per occurrence. GSRMA purchases excess general liability coverage from the CSAC Excess Insurance Authority (EIA) that provides \$49,750,000 limits in excess of GSRMA's \$250,000 for total limits of \$50,000,000 per occurrence. The City has no deductible for general liability.

The City is a participant in the GSRMA workers' compensation risk pool, which provides up to \$5,000,000 in per occurrence limits for employers' liability. The City has no deductible for workers' compensation. During the fiscal year ended June 30, 2025, the City contributed \$1,201,015 to GSRMA for general liability, property, and workers compensation.

There have been no significant reductions in pooled or insured liability coverage from coverage in the prior year.

**11. CONTINGENCIES**

Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

**12. PLEDGED REVENUE**

| Revenue Pledge | Borrowing Fund/Entity - Bond/Loan | Use of Funds                      | Year of Loan or Year Repayments and/or Interest Payments Began | Original Issue/Loan Amount | Payments Amortized Through |
|----------------|-----------------------------------|-----------------------------------|--|----------------------------|----------------------------|
| Net Revenues   | Wastewater Utility / Loan         | System Expansion and Improvements | 2011   | \$45,407,931               | 2041                       |

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

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**12. PLEDGED REVENUE, CONTINUED**

The City has pledged future revenues derived from the operation of the Crescent City Wastewater System, net of operating and maintenance expenses, to repay a \$45,407,931 loan payable to the State Water Resources Control Board. Proceeds from the loan provided financing for improvements to the Wastewater System. The loan is payable solely from the net earnings of the Wastewater System and are payable through 2041. The total principal and interest remaining to be paid on the loan is \$27,162,602.

Principal and interest paid for the current year and net system revenues were \$1,697,663 and \$1,305,630 respectively.

**13. SUCCESSOR TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY**

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 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 Crescent City 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 17, 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 2012-03.

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).

Successor agencies are only allocating 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.

The Bill directs the State Controller of the State of California to review the propriety of any transfers of assets between redevelopment agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the State Controller is required to order the available assets to be transferred to the public body designated as the successor agency by the Bill.

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**13. SUCCESSOR TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY, CONTINUED**

Management believes, in consultation with legal counsel, that the obligations of the former redevelopment agency due to the City are valid enforceable obligations payable by the successor agency trust under the requirements of the Bill. The City's position on this issue is not a position of settled law and there is considerable legal uncertainty regarding this issue. It is reasonably possible that a legal determination may be made at a later date by an appropriate judicial authority that would resolve this issue unfavorably to the City.

In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012.

**Cash and investments**

As of June 30, 2025, cash and investments in the amount of \$65,517 were reported in the accompanying financial statements in the Fiduciary funds.

**Long-Term Debt**

The Successor Agency is obligated to the Successor Housing Agency and the City Water Fund in the amounts of \$55,114 and \$219,656 respectively. All of these amounts were advanced to the Crescent City Redevelopment Agency prior to its dissolution under State law. Activity relating to these obligations were as follows for the fiscal year ended June 30, 2025:

|                            | Balance<br>June 30, 2024 | Adjustments/<br>Additions | Retirements         | Balance<br>June 30, 2025 | Amounts<br>Due Within<br>One Year |
|----------------------------|--------------------------|---------------------------|---------------------|--------------------------|-----------------------------------|
| <b>Fiduciary Fund Debt</b> |                          |                           |                     |                          |                                   |
| Successor Housing Agency   | \$ 88,198                | \$ -                      | \$ (33,084)         | \$ 55,114                | \$ -                              |
| City Water Fund            | 351,992                  | -                         | (132,336)           | 219,656                  | -                                 |
| Total Fiduciary Fund Debt  | <u>\$ 440,190</u>        | <u>\$ -</u>               | <u>\$ (165,420)</u> | <u>\$ 274,770</u>        | <u>\$ -</u>                       |

**14. CHANGE WITHIN FINANCIAL REPORTING ENTITY**

In fiscal year 2025, the City's CPLHA Grant Fund and Pebble Beach Drive Bank Stabilization Project (previously reported with nonmajor funds) met the criteria to be reported as a major fund. Below is the effect on fund balance.

|                                       | CPLHA Grant<br>Fund | Capital<br>Improvement | Pebble Beach<br>Drive Bank<br>Stabilization<br>Project | Nonmajor<br>Governmental<br>Funds |
|---------------------------------------|---------------------|------------------------|--|-----------------------------------|
| June 30, 2024, as previously reported | \$ -                | \$ 2,256,523           | \$ -   | \$ 1,507,662                      |
| Movement of continued operation       | -                   | 146,270                | (146,270)  | -                                 |
| Change from nonmajor to major fund    | (34,469)            | -                      | -  | 34,469                            |
| June 30, 2024, as restated            | <u>\$ (34,469)</u>  | <u>\$ 2,402,793</u>    | <u>\$ (146,270)</u>                                    | <u>\$ 1,542,131</u>               |

**City of Crescent City**  
**Notes to Basic Financial Statements**  
**For the year ended June 30, 2025**

**15. RESTATEMENTS**

In accordance with the provisions of GASB Statement No. 100, the City has restated its financial statement for the prior period due to changes in the classification of the following funds:

- Business-type activities - Change in accounting principles (\$140,372) due to implementation of the requirements of GASB 101 – Compensated Absences.
- Governmental activities - Change in accounting principles (\$360,459) due to implementation of the requirements of GASB 101 – Compensated Absences.

Summary of the restatements are as follows:

|   | Reporting Units Affected by Restatements of Beginning Balances |               |              |                         |                          |
|---|--|---------------|--------------|-------------------------|--------------------------|
|   | Funds  |               |              | Government-Wide         |                          |
|   | Sewer  | Water         | RV Park      | Governmental Activities | Business-type Activities |
| Fund balance/net position as previously reported at June 30, 2024 | \$ 8,118,455   | \$ 12,307,067 | \$ 1,255,664 | \$ 25,707,215           | \$ 21,681,186            |
| Change in accounting estimate due to implementation of GASB 101   | (72,751)   | (56,849)      | (10,772)     | (360,459)               | (140,372)                |
| Fund balance/net position as restated at June 30, 2024            | \$ 8,045,704   | \$ 12,250,218 | \$ 1,244,892 | \$ 25,346,756           | \$ 21,540,814            |

**16. SUBSEQUENT EVENT - ADMINISTRATIVE CIVIL LIABILITY COMPLAINT**

On August 26, 2025, the City received an Administrative Civil Liability Complaint issued by the California Regional Water Quality Control Board, North Coast Region, related to violations of effluent limitations contained in the City’s Waste Discharge Requirements and National Pollutant Discharge Elimination System permit for the wastewater treatment facility. The complaint alleges violations occurring between January 1, 2024 and August 1, 2025 and proposes mandatory minimum penalties totaling \$228,000 pursuant to California Water Code sections 13385(h) and (i).

The complaint represents a proposed enforcement action and provides the City with options including payment of the proposed penalty, settlement negotiations, or proceeding to a hearing before the Regional Water Quality Control Board. As of the issuance date of the financial statements, the matter has not been resolved. No liability has been recorded in the accompanying financial statements related to this matter.

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**REQUIRED  
SUPPLEMENTARY INFORMATION**

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**City of Crescent City**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

**1. OTHER POST EMPLOYMENT BENEFITS**

**A. Schedule of Changes in the Net OPEB Liability and Related Ratios\***

| <i>Measurement Period</i>   | 2024                | 2023                | 2022                | 2021                |
|---|---------------------|---------------------|---------------------|---------------------|
| <b>Total OPEB Liability</b>   |                     |                     |                     |                     |
| Service cost  | \$ 82,119           | \$ 67,048           | \$ 65,095           | \$ 69,216           |
| Interest on the total OPEB liability                                    | 105,783             | 90,458              | 86,776              | 94,635              |
| Differences between expected and actual experience                      | -                   | 97,032              | -                   | (148,995)           |
| Changes of assumptions  | -                   | (42,423)            | -                   | 51,258              |
| Benefit payments, including refunds of employee contributions           | (95,467)            | (93,528)            | (89,311)            | (97,401)            |
| <b>Net change in total OPEB liability</b>                               | <b>92,435</b>       | <b>118,587</b>      | <b>62,560</b>       | <b>(31,287)</b>     |
| <b>Total OPEB liability - beginning</b>                                 | <b>1,631,491</b>    | <b>1,512,904</b>    | <b>1,450,344</b>    | <b>1,481,631</b>    |
| <b>Total OPEB liability - ending (a)</b>                                | <b>\$ 1,723,926</b> | <b>\$ 1,631,491</b> | <b>\$ 1,512,904</b> | <b>\$ 1,450,344</b> |
| <b>Plan Fiduciary Net Position</b>                                      |                     |                     |                     |                     |
| Contributions - employer  | \$ 109,690          | \$ 106,381          | \$ 140,237          | \$ 136,471          |
| Net investment income   | 122,604             | 72,081              | (124,519)           | 181,984             |
| Benefit payments, including refunds of employee contributions           | (95,467)            | (93,528)            | (89,311)            | (97,401)            |
| Other   | -                   | -                   | -                   | -                   |
| <b>Net change in plan fiduciary net position</b>                        | <b>136,827</b>      | <b>84,934</b>       | <b>(73,593)</b>     | <b>221,054</b>      |
| <b>Plan fiduciary net position - beginning</b>                          | <b>916,365</b>      | <b>831,431</b>      | <b>905,024</b>      | <b>683,970</b>      |
| <b>Plan fiduciary net position - ending (b)</b>                         | <b>\$ 1,053,192</b> | <b>\$ 916,365</b>   | <b>\$ 831,431</b>   | <b>\$ 905,024</b>   |
| <b>Net OPEB liability/(asset) - ending (a) - (b)</b>                    | <b>\$ 670,734</b>   | <b>\$ 715,126</b>   | <b>\$ 681,473</b>   | <b>\$ 545,320</b>   |
| Plan fiduciary net position as a percentage of the total OPEB liability | 61%                 | 56%                 | 55%                 | 62%                 |
| Covered-employee payroll  | \$ 4,822,816        | \$ 3,815,841        | \$ 3,702,370        | \$ 3,594,534        |
| Net OPEB liability as a percentage of covered-employee payroll          | 13.91%              | 18.74%              | 18.41%              | 15.17%              |

**Notes to Schedule:**

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

**City of Crescent City**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

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**1. OTHER POST EMPLOYMENT BENEFITS, CONTINUED**

*A. Schedule of Changes in the Net OPEB Liability and Related Ratios, Continued*

| 2020                | 2019                | 2018                | 2017                |
|---------------------|---------------------|---------------------|---------------------|
| \$ 71,080           | \$ 73,899           | \$ 71,573           | \$ 84,805           |
| 92,061              | 100,416             | 96,582              | 111,248             |
| -                   | (147,813)           | -                   | (257,555)           |
| (21,038)            | (57,501)            | -                   | 138,952             |
| (101,393)           | (96,190)            | (123,018)           | (117,859)           |
| <u>40,710</u>       | <u>(127,189)</u>    | <u>45,137</u>       | <u>(40,409)</u>     |
| 1,440,921           | 1,568,110           | 1,522,973           | 1,563,382           |
| <u>\$ 1,481,631</u> | <u>\$ 1,440,921</u> | <u>\$ 1,568,110</u> | <u>\$ 1,522,973</u> |
| \$ 161,094          | \$ 156,211          | \$ 179,438          | \$ 156,803          |
| 17,217              | 33,991              | 31,754              | 39,562              |
| (101,393)           | (96,190)            | (123,018)           | (117,859)           |
| -                   | 56,421              | -                   | -                   |
| <u>76,918</u>       | <u>150,433</u>      | <u>88,174</u>       | <u>78,506</u>       |
| 607,052             | 456,619             | 368,445             | 289,939             |
| <u>\$ 683,970</u>   | <u>\$ 607,052</u>   | <u>\$ 456,619</u>   | <u>\$ 368,445</u>   |
| \$ 797,661          | \$ 833,869          | \$ 1,111,491        | \$ 1,154,528        |
| 46%                 | 42%                 | 29%                 | 24%                 |
| \$ 2,941,134        | \$ 3,466,680        | \$ 3,217,205        | \$ 3,045,658        |
| 27.12%              | 24.05%              | 34.55%              | 37.91%              |

**City of Crescent City**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

**1. OTHER POST EMPLOYMENT BENEFITS, CONTINUED**

**B. Schedule of Contributions Last Ten Fiscal Years \***

|   | 2025         | 2024         | 2023         | 2022         |
|---|--------------|--------------|--------------|--------------|
| Actuarially Determined Contribution (ADC)                 | \$ 153,926   | \$ 109,690   | \$ 106,381   | \$ 140,237   |
| Contributions in relation to the ADC                      | (153,926)    | (109,690)    | (106,381)    | (140,237)    |
| Contribution deficiency (excess)                          | \$ -         | \$ -         | \$ -         | \$ -         |
| Covered-employee payroll                                  | \$ 4,911,618 | \$ 4,822,816 | \$ 3,815,841 | \$ 3,702,370 |
| Contributions as a percentage of covered-employee payroll | 3.13%        | 2.27%        | 2.79%        | 3.79%        |

**Notes to Schedule:**

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

|                                      | 6/30/2023                        | 6/30/2021                       | 6/30/2021                       | 6/30/2019                       |
|--------------------------------------|----------------------------------|---------------------------------|---------------------------------|---------------------------------|
| Valuation Date used to determine ADC | 6/30/2023                        | 6/30/2021                       | 6/30/2021                       | 6/30/2019                       |
| Discount rate used to determine ADC  | 6.35%                            | 5.90%                           | 5.90%                           | 6.30%                           |
| Actuarial Cost Method                | Entry Age Normal                 | Entry Age Normal                | Entry Age Normal                | Entry Age Normal                |
| Amortization Method                  | Level % of Pay                   | Level % of Pay                  | Level % of Pay                  | Level % of Pay                  |
| Amortization Period                  | 30 Years Closed                  | 30 Years Closed                 | 30 Years Closed                 | 30 Years Closed                 |
| Asset Valuation Method               | Market Value                     | Market Value                    | Market Value                    | Market Value                    |
| Inflation                            | 2.50%                            | 2.50%                           | 2.50%                           | 2.50%                           |
| Payroll Growth                       | 3.00%                            | 3.00%                           | 3.00%                           | 3.00%                           |
| Healthcare cost-trend rates          | 6.5% in 2025 to<br>3.9% by 2075  | 5.8% in 2023 to<br>3.9% by 2076 | 5.8% in 2023 to<br>3.9% by 2076 | 8.0% in 2018 to<br>5.0%         |
| Retirement Age                       | 50 to 75                         | 50 to 75                        | 50 to 75                        | 50 to 75                        |
| Mortality Improvement                | CalPERS 2021<br>Experience Study | MW Scale 2017<br>generationally | MW Scale 2017<br>generationally | MW Scale 2017<br>generationally |

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

**City of Crescent City**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

**1. OTHER POST EMPLOYMENT BENEFITS, CONTINUED**

***B. Schedule of Contributions Last Ten Fiscal Years, Continued***

| 2021         | 2020         | 2019         | 2018         |
|--------------|--------------|--------------|--------------|
| \$ 136,471   | \$ 161,094   | \$ 156,211   | \$ 179,438   |
| (136,471)    | (161,094)    | (156,211)    | (179,438)    |
| \$ -         | \$ -         | \$ -         | \$ -         |
| \$ 3,594,534 | \$ 2,941,134 | \$ 3,466,680 | \$ 3,217,205 |
| 3.80%        | 5.48%        | 4.51%        | 5.58%        |

| 6/30/2019                    | 7/1/2017                     | 7/1/2017                     | 7/1/2015                     |
|------------------------------|------------------------------|------------------------------|------------------------------|
| 6.30%                        | 6.30%                        | 6.30%                        | 7.00%                        |
| Entry Age Normal             | Entry Age Normal             | Entry Age Normal             | Entry Age Normal             |
| Level % of Pay               | Level % of Pay               | Level % of Pay               | Level % of Pay               |
| 30 Years Closed              | 30 Years Closed              | 30 Years Closed              | 30 Years Closed              |
| Market Value                 | Market Value                 | Market Value                 | Market Value                 |
| 2.50%                        | 2.75%                        | 2.75%                        | 2.75%                        |
| 3.00%                        | 3.25%                        | 3.25%                        | 3.25%                        |
| 8.0% in 2018 to 5.0%         | 8.0% in 2018 to 5.0%         | 8.0% in 2018 to 5.0%         | 7.5% in 2017 to 4.5%         |
| 50 to 75                     | 50 to 75                     | 50 to 75                     | 50 to 75                     |
| MW Scale 2017 generationally | MW Scale 2017 generationally | MW Scale 2017 generationally | MW Scale 2017 generationally |

**City of Crescent City**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

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**2. DEFINED BENEFIT PENSION PLAN**

*A. Schedule of the City's Proportionate Share of the Net Pension Liability - Last 10 Years*

| Fiscal Year   | 2025         | 2024         | 2023         | 2022         | 2021         |
|---|--------------|--------------|--------------|--------------|--------------|
| Measurement Date  | 6/30/2024    | 6/30/2023    | 6/30/2022    | 6/30/2021    | 6/30/2020    |
| Proportion of the net pension liability   | 0.10934113%  | 0.10784317%  | 0.11151406%  | 0.13907182%  | 0.10398944%  |
| Proportionate share of the net pension liability                                  | \$13,260,280 | \$13,453,813 | \$12,880,772 | \$ 7,521,405 | \$11,314,498 |
| Covered payroll   | \$ 4,553,819 | \$ 3,784,091 | \$ 3,520,793 | \$ 3,381,533 | \$ 3,272,924 |
| Proportionate Share of the net pension liability as percentage of covered payroll | 291.19%      | 355.54%      | 365.85%      | 222.43%      | 345.70%      |
| Plan fiduciary net position as a percentage of the total pension liability        | 78.08%       | 76.21%       | 76.68%       | 88.29%       | 75.10%       |

**Notes to Schedule:**

The CalPERS discount rate increased from 7.5% to 7.65% in fiscal year 2016

The CalPERS discount rate decreased from 7.65% to 7.15% in fiscal year 2018.

The CalPERS discount rate decreased from 7.15% to 6.90% in fiscal year 2023.

The CalPERS mortality assumptions were adjusted in fiscal year 2019.

**City of Crescent City**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

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**2. DEFINED BENEFIT PENSION PLAN, CONTINUED**

*A. Schedule of the City's Proportionate Share of the Net Pension Liability - Last 10 Years, Continued*

| <b>2020</b>      | <b>2019</b>      | <b>2018</b>      | <b>2017</b>      | <b>2016</b>      |
|------------------|------------------|------------------|------------------|------------------|
| <i>6/30/2019</i> | <i>6/30/2018</i> | <i>6/30/2017</i> | <i>6/30/2016</i> | <i>6/30/2015</i> |
| 0.10353226%      | 0.10454965%      | 0.10411817%      | 0.10614935%      | 0.10970704%      |
| \$10,608,990     | \$10,074,682     | \$10,325,662     | \$ 9,185,205     | \$ 7,530,194     |
| \$ 3,466,680     | \$ 3,217,205     | \$ 3,045,658     | \$ 2,979,180     | \$ 2,915,615     |
| 306.03%          | 313.15%          | 339.03%          | 308.31%          | 258.27%          |
| 75.26%           | 75.26%           | 73.31%           | 74.06%           | 78.40%           |

**City of Crescent City**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

**2. DEFINED BENEFIT PENSION PLAN, CONTINUED**

**B. Schedule of Contributions - Last 10 Years**

|   | <b>2025</b>  | <b>2024</b>        | <b>2023</b>        | <b>2022</b>        | <b>2021</b>  | <b>2020</b>        |
|---|--------------|--------------------|--------------------|--------------------|--------------|--------------------|
| Contractually required contribution                                 | \$ 1,649,124 | \$ 1,452,993       | \$ 1,362,963       | \$ 1,239,641       | \$ 1,140,497 | \$ 1,046,884       |
| Contribution in relation to the contractually required contribution | (1,649,124)  | (1,527,993)        | (1,432,963)        | (1,314,641)        | (1,140,497)  | (1,108,169)        |
| Contribution deficiency (excess)                                    | <u>\$ -</u>  | <u>\$ (75,000)</u> | <u>\$ (70,000)</u> | <u>\$ (75,000)</u> | <u>\$ -</u>  | <u>\$ (61,285)</u> |
| Covered payroll   | \$ 4,669,302 | \$ 4,553,819       | \$ 3,784,091       | \$ 3,520,793       | \$ 3,381,533 | \$ 3,272,924       |
| Contributions as a percentage of covered payroll                    | 35.32%       | 33.55%             | 37.87%             | 37.34%             | 33.73%       | 31.99%             |

**Notes to Schedule**

|                          |              |              |              |              |              |              |
|--------------------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Valuation date:          | 6/30/2022    | 6/30/2021    | 6/30/2020    | 6/30/2019    | 6/30/2018    | 6/30/2017    |
| Actuarial cost method:   | Entry Age    | Entry Age    | Entry Age    | Entry Age    | Entry Age    | Entry Age    |
| Amortization method:     | (1)          | (1)          | (1)          | (1)          | (1)          | (1)          |
| Assets valuation method: | Market Value | Market Value | Market Value | Market Value | Market Value | Market Value |

|                            |       |       |       |       |       |       |
|----------------------------|-------|-------|-------|-------|-------|-------|
| Inflation:                 | 2.30% | 2.50% | 2.50% | 2.50% | 2.50% | 2.63% |
| Salary increases:          | (2)   | (2)   | (2)   | (2)   | (2)   | (2)   |
| Investment rate of return: | 6.80% | 7.00% | 7.00% | 7.00% | 7.00% | 7.25% |
| Retirement age:            | (3)   | (3)   | (3)   | (3)   | (3)   | (3)   |
| Mortality:                 | (4)   | (4)   | (4)   | (4)   | (4)   | (4)   |

<sup>(1)</sup> Level percentage of payroll, closed

<sup>(2)</sup> Depending on age, service, and type of employment

<sup>(3)</sup> 50 for all plans, with the exception of 52 for Miscellaneous PEPRA 2%@62

<sup>(4)</sup> Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

**City of Crescent City**  
**Required Supplementary Information**  
**For the year ended June 30, 2025**

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**2. DEFINED BENEFIT PENSION PLAN, CONTINUED**

*B. Schedule of Contributions - Last 10 Years, Continued*

| 2019               | 2018         | 2017         | 2016         |
|--------------------|--------------|--------------|--------------|
| \$ 935,710         | \$ 948,296   | \$ 851,158   | \$ 763,462   |
| (968,710)          | (948,296)    | (851,158)    | (763,462)    |
| <u>\$ (33,000)</u> | <u>\$ -</u>  | <u>\$ -</u>  | <u>\$ -</u>  |
| \$ 3,466,680       | \$ 3,217,205 | \$ 3,045,658 | \$ 2,979,180 |
| 26.99%             | 29.48%       | 27.95%       | 25.63%       |

| 6/30/2016    | 6/30/2015    | 6/30/2014    | 6/30/2013    |
|--------------|--------------|--------------|--------------|
| Entry Age    | Entry Age    | Entry Age    | Entry Age    |
| (1)          | (1)          | (1)          | (1)          |
| Market Value | Market Value | Market Value | Market Value |

|        |       |       |       |
|--------|-------|-------|-------|
| 2.75%  | 2.75% | 2.75% | 2.75% |
| (2)    | (2)   | (2)   | (2)   |
| 7.375% | 7.50% | 7.50% | 7.50% |
| (3)    | (3)   | (3)   | (3)   |
| (4)    | (4)   | (4)   | (4)   |

**City of Crescent City**  
**Notes to the Required Supplementary Information**  
**For the year ended June 30, 2025**

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**3. BUDGETARY INFORMATION**

The City Council has the responsibility for adoption of the City's budgets. Budgets are adopted for governmental and proprietary funds. From the effective date of the budget, the amounts stated as proposed expenditures become appropriations to the various City departments. The City Council may amend the budget by resolution during each fiscal year. The City Manager is authorized to transfer funds from one major expenditure category to another within the same department and fund. Any revisions that alter the total expenditures of any fund must be approved by the City Council.

All appropriations lapse at the end of the fiscal year to the extent that they have not been expended.

Budgetary comparisons are provided in the accompanying financial statements for the General Fund and Major Special Revenue Funds that have legally adopted budgets. Budget amounts are adopted on a basis consistent with accounting principles accepted in the United States of America. For the fiscal year ended June 30, 2025, the City revised its budgetary practices for governmental fund services provided to other funds to conform with GAAP.

# City of Crescent City

## Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### General Fund (Budgetary Basis)

For the year ended June 30, 2025 (Unaudited)

|   | Budgeted Amounts      |                       | Actual<br>Amounts   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|-----------------------|-----------------------|---------------------|---|
|   | Original              | Final                 |                     |   |
| <b>REVENUES:</b>                            |                       |                       |                     |   |
| Taxes                                       | \$ 7,549,710          | \$ 7,630,135          | \$ 7,572,953        | \$ (57,182)   |
| Use of money and property:                  |                       |                       |                     |   |
| Interest                                    | 60,000                | 150,000               | 238,040             | 88,040  |
| Rental income                               | 45,582                | 45,582                | 46,566              | 984   |
| Licenses and permits                        | 309,550               | 646,859               | 732,631             | 85,772  |
| Fines and forfeitures                       | 68,650                | 68,650                | 51,847              | (16,803)  |
| Intergovernmental                           | 355,881               | 554,816               | 394,608             | (160,208)   |
| Charges for services                        | 1,117,020             | 1,329,844             | 926,521             | (403,323)   |
| Gifts and donations                         | 101,056               | 102,498               | 11,555              | (90,943)  |
| Other reimbursements                        | 18,840                | 31,504                | 35,416              | 3,912   |
| Other revenue                               | 15,750                | 22,417                | 20,405              | (2,012)   |
| <b>Total revenues</b>                       | <b>9,642,039</b>      | <b>10,582,305</b>     | <b>10,030,542</b>   | <b>(551,763)</b>  |
| <b>EXPENDITURES:</b>                        |                       |                       |                     |   |
| Current:                                    |                       |                       |                     |   |
| General government                          | 1,365,761             | 1,329,962             | 1,198,404           | 131,558   |
| Public safety                               | 4,988,709             | 5,306,949             | 4,735,960           | 570,989   |
| Community development                       | 822,409               | 746,519               | 678,901             | 67,618  |
| Human services and recreation               | 1,044,421             | 1,210,520             | 964,357             | 246,163   |
| Public works                                | 1,451,456             | 1,659,663             | 1,427,691           | 231,972   |
| Administrative overhead allocation          | 568,154               | 592,172               | 566,037             | 26,135  |
| Debt Service:                               |                       |                       |                     |   |
| Interest on advances from other funds       | 65,000                | -                     | -                   | -   |
| <b>Total expenditures</b>                   | <b>10,305,910</b>     | <b>10,845,785</b>     | <b>9,571,350</b>    | <b>1,274,435</b>  |
| <b>REVENUES OVER (UNDER) EXPENDITURES</b>   | <b>(663,871)</b>      | <b>(263,480)</b>      | <b>459,192</b>      | <b>722,672</b>  |
| <b>OTHER FINANCING SOURCES (USES)</b>       |                       |                       |                     |   |
| Transfers in                                | 255,554               | 250,645               | 238,201             | (12,444)  |
| Transfers out                               | (1,216,091)           | (1,338,141)           | (1,333,920)         | 4,221   |
| Proceeds from sale of assets                | -                     | -                     | 230                 | 230   |
| <b>Total other financing sources (uses)</b> | <b>(960,537)</b>      | <b>(1,087,496)</b>    | <b>(1,095,489)</b>  | <b>(7,993)</b>  |
| <b>Net change in fund balance</b>           | <b>\$ (1,624,408)</b> | <b>\$ (1,350,976)</b> | <b>(636,297)</b>    | <b>\$ 714,679</b>                                       |
| <b>FUND BALANCE:</b>                        |                       |                       |                     |   |
| Beginning of year                           |                       |                       | 5,176,051           |   |
| End of year                                 |                       |                       | <u>\$ 4,539,754</u> |   |

\* Refer to Budgetary Information for reconciliation of revenues and expenditures to GAAP basis.

# City of Crescent City

## Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Housing Section 8 Special Revenue Fund

For the year ended June 30, 2024 (Unaudited)

|   | Budgeted Amounts   |                    | Actual<br>Amounts | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|--------------------|-------------------|---|
|   | Original           | Final              |                   |   |
| <b>REVENUES:</b>                          |                    |                    |                   |   |
| Use of money and property:                |                    |                    |                   |   |
| Interest                                  | \$ 140             | \$ 140             | \$ 7,460          | \$ 7,320  |
| Intergovernmental                         | 4,350,399          | 4,247,962          | 4,359,319         | 111,357   |
| Other revenue                             | 19,000             | 19,000             | 39,275            | 20,275  |
| <b>Total revenues</b>                     | <b>4,369,539</b>   | <b>4,267,102</b>   | <b>4,406,604</b>  | <b>139,502</b>  |
| <b>EXPENDITURES:</b>                      |                    |                    |                   |   |
| Current:                                  |                    |                    |                   |   |
| Human services and recreation             | 4,404,433          | 4,337,733          | 4,380,049         | (42,316)  |
| Administrative overhead allocation        | 24,922             | 25,372             | 25,218            | 154   |
| <b>Total expenditures</b>                 | <b>4,429,355</b>   | <b>4,363,105</b>   | <b>4,405,267</b>  | <b>(42,162)</b>   |
| <b>REVENUES OVER (UNDER) EXPENDITURES</b> | <b>(59,816)</b>    | <b>(96,003)</b>    | <b>1,337</b>      | <b>97,340</b>   |
| <b>Net change in fund balance</b>         | <b>\$ (59,816)</b> | <b>\$ (96,003)</b> | <b>1,337</b>      | <b>\$ 97,340</b>  |
| <b>FUND BALANCE:</b>                      |                    |                    |                   |   |
| Beginning of year                         |                    |                    | 466,907           |   |
| End of year                               |                    |                    | \$ 468,244        |   |

# City of Crescent City

## Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### CPLHA Grant Fund

For the year ended June 30, 2024 (Unaudited)

|   | Budgeted Amounts |                  | Actual<br>Amounts   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|------------------|------------------|---------------------|---|
|   | Original         | Final            |                     |   |
| <b>REVENUES:</b>                          |                  |                  |                     |   |
| Use of money and property:                |                  |                  |                     |   |
| Interest                                  | \$ -             | \$ -             | \$ 24,946           | \$ 24,946   |
| Intergovernmental                         | 5,000,000        | 5,000,000        | 4,789,157           | (210,843)   |
| <b>Total revenues</b>                     | <b>5,000,000</b> | <b>5,000,000</b> | <b>4,814,103</b>    | <b>(185,897)</b>  |
| <b>EXPENDITURES:</b>                      |                  |                  |                     |   |
| Current:                                  |                  |                  |                     |   |
| Human services and recreation             | 5,000,000        | 4,965,531        | 4,688               | 4,960,843   |
| <b>Total expenditures</b>                 | <b>5,000,000</b> | <b>4,965,531</b> | <b>4,688</b>        | <b>4,960,843</b>  |
| <b>REVENUES OVER (UNDER) EXPENDITURES</b> | <b>-</b>         | <b>34,469</b>    | <b>4,809,415</b>    | <b>4,774,946</b>  |
| <b>Net change in fund balance</b>         | <b>\$ -</b>      | <b>\$ 34,469</b> | <b>4,809,415</b>    | <b>\$ 4,774,946</b>                                     |
| <b>FUND BALANCE:</b>                      |                  |                  |                     |   |
| Beginning of year                         |                  |                  | -                   |   |
| Restatement                               |                  |                  | (34,469)            |   |
| Restated beginning of year                |                  |                  | (34,469)            |   |
| End of year                               |                  |                  | <u>\$ 4,774,946</u> |   |

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# SUPPLEMENTARY INFORMATION

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**City of Crescent City**  
**Combining Balance Sheets**  
**Nonmajor Governmental Funds**  
**June 30, 2025**

|  | Special Revenue Funds |                                    |                  |                              |                   |
|--|-----------------------|------------------------------------|------------------|------------------------------|-------------------|
|  | CDBG<br>Funds         | 89-93 Rehab<br>& Sidewalk<br>Funds | Gas Tax<br>Fund  | Successor<br>Housing<br>Fund | RMRA Fund         |
| <b>ASSETS</b>  |                       |                                    |                  |                              |                   |
| Cash and investments   | \$ 4,787              | \$ 23,284                          | \$ 16,116        | \$ 118,831                   | \$ 293,036        |
| Receivables:   |                       |                                    |                  |                              |                   |
| County/State/Federal Government  | 16,940                | -                                  | 15,956           | -                            | 32,374            |
| Interest receivable  | 5                     | 283                                | 336              | 28,941                       | 3,141             |
| Due from RDA Successor Agency  | -                     | -                                  | -                | 55,114                       | -                 |
| Note Receivable  | 33,176                | 45,413                             | -                | 460,000                      | -                 |
| <b>Total assets</b>  | <b>\$ 54,908</b>      | <b>\$ 68,980</b>                   | <b>\$ 32,408</b> | <b>\$ 662,886</b>            | <b>\$ 328,551</b> |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>       |                       |                                    |                  |                              |                   |
| <b>Liabilities:</b>  |                       |                                    |                  |                              |                   |
| Accounts payable   | 813                   | -                                  | 3,507            | -                            | 19,814            |
| Unearned revenue   | -                     | -                                  | -                | -                            | -                 |
| Due to other funds   | 64,000                | -                                  | -                | -                            | -                 |
| <b>Total liabilities</b>   | <b>64,813</b>         | <b>-</b>                           | <b>3,507</b>     | <b>-</b>                     | <b>19,814</b>     |
| <b>Deferred inflows of resources:</b>                                      |                       |                                    |                  |                              |                   |
| Unavailable revenue  | 16,940                | -                                  | -                | 13,800                       | -                 |
| <b>Total deferred inflows of resources</b>                                 | <b>16,940</b>         | <b>-</b>                           | <b>-</b>         | <b>13,800</b>                | <b>-</b>          |
| <b>Fund Balances:</b>  |                       |                                    |                  |                              |                   |
| Restricted   |                       |                                    |                  |                              |                   |
| Low and moderate income housing  | -                     | -                                  | -                | 649,086                      | -                 |
| Other Purposes   | -                     | 68,980                             | 28,901           | -                            | 308,737           |
| Assigned   |                       |                                    |                  |                              |                   |
| Capital improvement and vehicle replacement                                | -                     | -                                  | -                | -                            | -                 |
| Safety programs  | -                     | -                                  | -                | -                            | -                 |
| Unassigned   | (26,845)              | -                                  | -                | -                            | -                 |
| <b>Total fund balances</b>   | <b>(26,845)</b>       | <b>68,980</b>                      | <b>28,901</b>    | <b>649,086</b>               | <b>308,737</b>    |
| <b>Total liabilities, deferred inflows of resources, and fund balances</b> | <b>\$ 54,908</b>      | <b>\$ 68,980</b>                   | <b>\$ 32,408</b> | <b>\$ 662,886</b>            | <b>\$ 328,551</b> |

| Special Revenue Funds |                               |                     |                          | Capital Projects Funds   |                          |                               |  |
|-----------------------|-------------------------------|---------------------|--------------------------|--------------------------|--------------------------|-------------------------------|--|
| ARPA Fund             | Volunteer Firefighter Support | Clean CA Grant Fund | PLHA and PIP Awards Fund | Capital Improvement Fund | Beachfront Park CIP Fund | Fire Vehicle Replacement Fund |  |
| \$ 63,534             | \$ 15,658                     | \$ 789,295          | \$ 343,598               | \$ -                     | \$ 9,551                 | \$ 668,926                    |  |
| -                     | -                             | 147,752             | -                        | -                        | -                        | -                             |  |
| 667                   | 165                           | -                   | 3,608                    | -                        | 100                      | 7,459                         |  |
| -                     | -                             | -                   | -                        | -                        | -                        | -                             |  |
| -                     | -                             | -                   | -                        | -                        | -                        | -                             |  |
| <u>\$ 64,201</u>      | <u>\$ 15,823</u>              | <u>\$ 937,047</u>   | <u>\$ 347,206</u>        | <u>\$ -</u>              | <u>\$ 9,651</u>          | <u>\$ 676,385</u>             |  |
| -                     | 4,741                         | 39,973              | -                        | -                        | -                        | 23,037                        |  |
| -                     | -                             | 896,400             | 343,385                  | -                        | -                        | -                             |  |
| -                     | -                             | -                   | -                        | -                        | -                        | -                             |  |
| -                     | 4,741                         | 936,373             | 343,385                  | -                        | -                        | 23,037                        |  |
| -                     | -                             | 147,752             | -                        | -                        | -                        | -                             |  |
| -                     | -                             | 147,752             | -                        | -                        | -                        | -                             |  |
| -                     | -                             | -                   | 3,821                    | -                        | -                        | -                             |  |
| -                     | -                             | -                   | -                        | -                        | -                        | -                             |  |
| 64,201                | -                             | -                   | -                        | -                        | 9,651                    | 653,348                       |  |
| -                     | 11,082                        | -                   | -                        | -                        | -                        | -                             |  |
| -                     | -                             | (147,078)           | -                        | -                        | -                        | -                             |  |
| <u>64,201</u>         | <u>11,082</u>                 | <u>(147,078)</u>    | <u>3,821</u>             | <u>-</u>                 | <u>9,651</u>             | <u>653,348</u>                |  |
| <u>\$ 64,201</u>      | <u>\$ 15,823</u>              | <u>\$ 937,047</u>   | <u>\$ 347,206</u>        | <u>\$ -</u>              | <u>\$ 9,651</u>          | <u>\$ 676,385</u>             |  |

**City of Crescent City**  
**Combining Balance Sheets**  
**Nonmajor Governmental Funds**  
**June 30, 2025**

|  | Capital<br>Projects<br>Funds    |                                   |
|--|---------------------------------|-----------------------------------|
|  | Vehicle<br>Replacement<br>Funds | Nonmajor<br>Governmental<br>Funds |
| <b>ASSETS</b>  |                                 |                                   |
| Cash and investments   | \$ 6,088                        | \$ 2,352,704                      |
| Receivables:   |                                 |                                   |
| County/State/Federal Government  | -                               | 213,022                           |
| Interest receivable  | 64                              | 44,769                            |
| Due from RDA Successor Agency  | -                               | 55,114                            |
| Note Receivable  | -                               | 538,589                           |
| <b>Total assets</b>  | <b>\$ 6,152</b>                 | <b>\$ 3,204,198</b>               |
| <b>LIABILITIES, DEFERRED INFLOWS OF<br/>RESOURCES, AND FUND BALANCES</b>       |                                 |                                   |
| <b>Liabilities:</b>  |                                 |                                   |
| Accounts payable   | -                               | 91,885                            |
| Unearned revenue   | -                               | 1,239,785                         |
| Due to other funds   | -                               | 64,000                            |
| <b>Total liabilities</b>   | <b>-</b>                        | <b>1,395,670</b>                  |
| <b>Deferred inflows of resources:</b>  |                                 |                                   |
| Unavailable revenue  | -                               | 178,492                           |
| <b>Total deferred inflows of resources</b>                                     | <b>-</b>                        | <b>178,492</b>                    |
| <b>Fund Balances:</b>  |                                 |                                   |
| Restricted   |                                 |                                   |
| Low and moderate income housing  | -                               | 652,907                           |
| Other Purposes   | -                               | 406,618                           |
| Assigned   |                                 |                                   |
| Capital improvement and vehicle<br>replacement                                 | 6,152                           | 733,352                           |
| Safety programs  | -                               | 11,082                            |
| Unassigned   | -                               | (173,923)                         |
| <b>Total fund balances</b>   | <b>6,152</b>                    | <b>1,630,036</b>                  |
| <b>Total liabilities, deferred inflows<br/>of resources, and fund balances</b> | <b>\$ 6,152</b>                 | <b>\$ 3,204,198</b>               |

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**City of Crescent City**  
**Combining Statements of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2025**

|   | Special Revenue Funds |                              |                  |                        |                  |
|---|-----------------------|------------------------------|------------------|------------------------|------------------|
|   | CDBG Funds            | 89-93 Rehab & Sidewalk Funds | Gas Tax Fund     | Successor Housing Fund | RMRA Fund        |
| <b>REVENUES:</b>                            |                       |                              |                  |                        |                  |
| Use of money and property                   |                       |                              |                  |                        |                  |
| Interest                                    | \$ 25                 | \$ 1,191                     | \$ 1,630         | \$ 5,190               | \$ 17,686        |
| Intergovernmental                           | 270,989               | -                            | 188,929          | -                      | 183,710          |
| Other revenue                               | -                     | 571                          | -                | -                      | -                |
| <b>Total revenues</b>                       | <b>271,014</b>        | <b>1,762</b>                 | <b>190,559</b>   | <b>5,190</b>           | <b>201,396</b>   |
| <b>EXPENDITURES:</b>                        |                       |                              |                  |                        |                  |
| Current:                                    |                       |                              |                  |                        |                  |
| Public safety                               | -                     | -                            | -                | -                      | -                |
| Human services and recreation               | 21,322                | -                            | -                | -                      | -                |
| Public works                                | 125,285               | -                            | 15,239           | -                      | 313,955          |
| <b>Total expenditures</b>                   | <b>146,607</b>        | <b>-</b>                     | <b>15,239</b>    | <b>-</b>               | <b>313,955</b>   |
| <b>REVENUES OVER (UNDER) EXPENDITURES</b>   | <b>124,407</b>        | <b>1,762</b>                 | <b>175,320</b>   | <b>5,190</b>           | <b>(112,559)</b> |
| <b>OTHER FINANCING SOURCES (USES):</b>      |                       |                              |                  |                        |                  |
| Transfers in                                | -                     | -                            | -                | -                      | -                |
| Transfers out                               | (25,712)              | -                            | (175,320)        | -                      | -                |
| <b>Total other financing sources (uses)</b> | <b>(25,712)</b>       | <b>-</b>                     | <b>(175,320)</b> | <b>-</b>               | <b>-</b>         |
| <b>Net change in fund balance</b>           | <b>98,695</b>         | <b>1,762</b>                 | <b>-</b>         | <b>5,190</b>           | <b>(112,559)</b> |
| <b>FUND BALANCES:</b>                       |                       |                              |                  |                        |                  |
| Beginning of year                           | (125,540)             | 67,218                       | 28,901           | 643,896                | 421,296          |
| Reclassification from nonmajor to major     | -                     | -                            | -                | -                      | -                |
| Beginning of year, as restated              | (125,540)             | 67,218                       | 28,901           | 643,896                | 421,296          |
| End of year                                 | \$ (26,845)           | \$ 68,980                    | \$ 28,901        | \$ 649,086             | \$ 308,737       |

| Special Revenue Funds |                               |                     |                          |                  | Capital Projects Funds   |                               |  |
|-----------------------|-------------------------------|---------------------|--------------------------|------------------|--------------------------|-------------------------------|--|
| ARPA Fund             | Volunteer Firefighter Support | Clean CA Grant Fund | PLHA and PIP Awards Fund | CPLHA Grant Fund | Beachfront Park CIP Fund | Fire Vehicle Replacement Fund |  |
| \$ 3,751              | \$ 673                        | \$ 726              | \$ 3,997                 | \$ -             | \$ 446                   | \$ 34,542                     |  |
| 43,656                | -                             | 133,595             | 813                      | -                | -                        | -                             |  |
| -                     | -                             | -                   | -                        | -                | -                        | -                             |  |
| 47,407                | 673                           | 134,321             | 4,810                    | -                | 446                      | 34,542                        |  |
| -                     | 6,172                         | -                   | -                        | -                | -                        | 167,892                       |  |
| -                     | -                             | -                   | 989                      | -                | -                        | -                             |  |
| -                     | -                             | 256,449             | -                        | -                | -                        | -                             |  |
| -                     | 6,172                         | 256,449             | 989                      | -                | -                        | 167,892                       |  |
| 47,407                | (5,499)                       | (122,128)           | 3,821                    | -                | 446                      | (133,350)                     |  |
| -                     | 9,891                         | -                   | -                        | -                | -                        | 335,500                       |  |
| (43,966)              | -                             | -                   | -                        | -                | -                        | -                             |  |
| (43,966)              | 9,891                         | -                   | -                        | -                | -                        | 335,500                       |  |
| 3,441                 | 4,392                         | (122,128)           | 3,821                    | -                | 446                      | 202,150                       |  |
| 60,760                | 6,690                         | (24,950)            | -                        | (34,469)         | 9,205                    | 451,198                       |  |
| -                     | -                             | -                   | -                        | 34,469           | -                        | -                             |  |
| 60,760                | 6,690                         | (24,950)            | -                        | -                | 9,205                    | 451,198                       |  |
| \$ 64,201             | \$ 11,082                     | \$ (147,078)        | \$ 3,821                 | \$ -             | \$ 9,651                 | \$ 653,348                    |  |

**City of Crescent City**  
**Combining Statements of Revenues, Expenditures, and Changes in Fund Balance**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2025**

|   | Capital<br>Projects Funds              |   |
|---|--|---|
|   | Police Vehicle<br>Replacement<br>Funds | Total Nonmajor<br>Governmental<br>Funds |
| <b>REVENUES:</b>                              |  |   |
| Use of money and property                     |  |   |
| Interest                                      | \$ 1,180                               | \$ 71,037                               |
| Intergovernmental                             | -                                      | 821,692                                 |
| Other revenue                                 | -                                      | 571                                     |
| <b>Total revenues</b>                         | <b>1,180</b>                           | <b>893,300</b>                          |
| <b>EXPENDITURES:</b>                          |  |   |
| Current:                                      |  |   |
| Public safety                                 | 78,485                                 | 252,549                                 |
| Human services and recreation                 | -                                      | 22,311                                  |
| Public works                                  | -                                      | 710,928                                 |
| <b>Total expenditures</b>                     | <b>78,485</b>                          | <b>985,788</b>                          |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>(77,305)</b>                        | <b>(92,488)</b>                         |
| <b>OTHER FINANCING<br/>SOURCES (USES):</b>    |  |   |
| Transfers in                                  | 80,000                                 | 425,391                                 |
| Transfers out                                 | -                                      | (244,998)                               |
| <b>Total other financing sources (uses)</b>   | <b>80,000</b>                          | <b>180,393</b>                          |
| <b>Net change in fund balance</b>             | <b>2,695</b>                           | <b>87,905</b>                           |
| <b>FUND BALANCES:</b>                         |  |   |
| Beginning of year                             | 3,457                                  | 1,507,662                               |
| Reclassification from nonmajor to major       | -                                      | 34,469                                  |
| Beginning of year, as restated                | 3,457                                  | 1,542,131                               |
| End of year                                   | <b>\$ 6,152</b>                        | <b>\$ 1,630,036</b>                     |

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**City of Crescent City**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**June 30, 2025**

|   | Information<br>Tech<br>Fund | Maintenance<br>Building<br>Fund | Equipment<br>Fund   |
|---|-----------------------------|---------------------------------|---------------------|
| <b>ASSETS</b>                                     |                             |                                 |                     |
| Current assets:                                   |                             |                                 |                     |
| Cash and investments                              | \$ 270                      | \$ 5,025                        | \$ 168,861          |
| Accounts receivable                               | -                           | -                               | 1,141               |
| Interest receivable                               | -                           | -                               | 1,378               |
| Prepaid items                                     | 86,052                      | -                               | -                   |
| Total current assets                              | <u>86,322</u>               | <u>5,025</u>                    | <u>171,380</u>      |
| Noncurrent assets:                                |                             |                                 |                     |
| Capital assets:                                   |                             |                                 |                     |
| Non-depreciable                                   | -                           | -                               | 245,616             |
| Depreciable, net                                  | 96,231                      | -                               | 1,716,807           |
| Total capital assets                              | <u>96,231</u>               | <u>-</u>                        | <u>1,962,423</u>    |
| Total noncurrent assets                           | <u>96,231</u>               | <u>-</u>                        | <u>1,962,423</u>    |
| <b>Total assets</b>                               | <u>182,553</u>              | <u>5,025</u>                    | <u>2,133,803</u>    |
| <b>LIABILITIES</b>                                |                             |                                 |                     |
| Current liabilities:                              |                             |                                 |                     |
| Accounts payable                                  | 18,635                      | 5,576                           | 13,453              |
| Accrued wages                                     | -                           | -                               | -                   |
| Due to other funds                                | 3,000                       | -                               | -                   |
| Current portion of subscriptions payable          | 50,600                      | -                               | -                   |
| Total current liabilities                         | <u>72,235</u>               | <u>5,576</u>                    | <u>13,453</u>       |
| Noncurrent liabilities:                           |                             |                                 |                     |
| Subscriptions payable - due in more than one year | 45,194                      | -                               | -                   |
| Total noncurrent liabilities                      | <u>45,194</u>               | <u>-</u>                        | <u>-</u>            |
| <b>Total liabilities</b>                          | <u>117,429</u>              | <u>5,576</u>                    | <u>13,453</u>       |
| <b>NET POSITION</b>                               |                             |                                 |                     |
| Net investment in capital assets                  | 437                         | -                               | 1,962,423           |
| Unrestricted                                      | 64,687                      | (551)                           | 157,927             |
| <b>Total net position</b>                         | <u>\$ 65,124</u>            | <u>\$ (551)</u>                 | <u>\$ 2,120,350</u> |

| Payroll<br>Trust<br>Fund | Insurance<br>Reserve<br>Fund | OPEB Trust<br>Contributions<br>Fund | Total               |
|--------------------------|------------------------------|-------------------------------------|---------------------|
| \$ 414,269               | \$ 187,918                   | \$ 1,111                            | \$ 777,454          |
| -                        | -                            | -                                   | 1,141               |
| -                        | 1,741                        | 89                                  | 3,208               |
| -                        | -                            | -                                   | 86,052              |
| <u>414,269</u>           | <u>189,659</u>               | <u>1,200</u>                        | <u>867,855</u>      |
| -                        | -                            | -                                   | 245,616             |
| -                        | -                            | -                                   | <u>1,813,038</u>    |
| -                        | -                            | -                                   | <u>2,058,654</u>    |
| -                        | -                            | -                                   | <u>2,058,654</u>    |
| <u>414,269</u>           | <u>189,659</u>               | <u>1,200</u>                        | <u>2,926,509</u>    |
| 190,939                  | -                            | 1,200                               | 229,803             |
| 223,330                  | -                            | -                                   | 223,330             |
| -                        | -                            | -                                   | 3,000               |
| -                        | -                            | -                                   | 50,600              |
| <u>414,269</u>           | <u>-</u>                     | <u>1,200</u>                        | <u>506,733</u>      |
| -                        | -                            | -                                   | 45,194              |
| -                        | -                            | -                                   | 45,194              |
| <u>414,269</u>           | <u>-</u>                     | <u>1,200</u>                        | <u>551,927</u>      |
| -                        | -                            | -                                   | 1,962,860           |
| -                        | 189,659                      | -                                   | 411,722             |
| <u>\$ -</u>              | <u>\$ 189,659</u>            | <u>\$ -</u>                         | <u>\$ 2,374,582</u> |

**City of Crescent City**  
**Combining Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Internal Service Funds**  
**For the year ended June 30, 2025**

|   | Information<br>Tech<br>Fund | Maintenance<br>Building<br>Fund | Equipment<br>Fund   |
|---|-----------------------------|---------------------------------|---------------------|
| <b>OPERATING REVENUES:</b>                              |                             |                                 |                     |
| Charges for services                                    | \$ 446,683                  | \$ 280,033                      | \$ 412,112          |
| Other   | -                           | -                               | 88                  |
| <b>Total operating revenues</b>                         | <b>446,683</b>              | <b>280,033</b>                  | <b>412,200</b>      |
| <b>OPERATING EXPENSES:</b>                              |                             |                                 |                     |
| Personnel services                                      | 281,191                     | 112,129                         | 198,013             |
| Materials, supplies, rent, and services                 | 28,783                      | 17,577                          | 96,209              |
| Repair and maintenance                                  | 150,946                     | 150,327                         | 95,495              |
| Depreciation  | -                           | -                               | 232,293             |
| <b>Total operating expenses</b>                         | <b>460,920</b>              | <b>280,033</b>                  | <b>622,010</b>      |
| <b>OPERATING INCOME (LOSS)</b>                          | <b>(14,237)</b>             | <b>-</b>                        | <b>(209,810)</b>    |
| <b>NONOPERATING REVENUES (EXPENSES):</b>                |                             |                                 |                     |
| Interest income   | -                           | -                               | 5,983               |
| Interest expense  | (5,259)                     | -                               | -                   |
| Gain (loss) on disposal of assets                       | -                           | -                               | 15,652              |
| <b>Total nonoperating revenues (expenses)</b>           | <b>(5,259)</b>              | <b>-</b>                        | <b>21,635</b>       |
| <b>INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS</b> | <b>(19,496)</b>             | <b>-</b>                        | <b>(188,175)</b>    |
| Capital contributions                                   | -                           | -                               | 330,038             |
| Transfers in  | 82,404                      | -                               | 163,462             |
| Transfers out   | -                           | -                               | -                   |
| <b>Total contributions and transfers</b>                | <b>82,404</b>               | <b>-</b>                        | <b>493,500</b>      |
| <b>Change in net position</b>                           | <b>62,908</b>               | <b>-</b>                        | <b>305,325</b>      |
| <b>NET POSITION</b>                                     |                             |                                 |                     |
| Beginning of year                                       | 2,216                       | (551)                           | 1,815,025           |
| End of year   | <b>\$ 65,124</b>            | <b>\$ (551)</b>                 | <b>\$ 2,120,350</b> |

| Payroll<br>Trust<br>Fund | Insurance<br>Reserve<br>Fund | OPEB Trust<br>Contributions<br>Fund | Total        |
|--------------------------|------------------------------|-------------------------------------|--------------|
| \$ -                     | \$ 654,026                   | \$ 123,034                          | \$ 1,915,888 |
| -                        | 96,340                       | -                                   | 96,428       |
| -                        | 750,366                      | 123,034                             | 2,012,316    |
| -                        | -                            | 119,358                             | 710,691      |
| -                        | 654,026                      | 4,081                               | 800,676      |
| -                        | -                            | -                                   | 396,768      |
| -                        | -                            | -                                   | 232,293      |
| -                        | 654,026                      | 123,439                             | 2,140,428    |
| -                        | 96,340                       | (405)                               | (128,112)    |
| -                        | 8,261                        | 346                                 | 14,590       |
| -                        | -                            | -                                   | (5,259)      |
| -                        | -                            | -                                   | 15,652       |
| -                        | 8,261                        | 346                                 | 24,983       |
| -                        | 104,601                      | (59)                                | (103,129)    |
| -                        | -                            | -                                   | 330,038      |
| -                        | -                            | -                                   | 245,866      |
| -                        | (125,249)                    | -                                   | (125,249)    |
| -                        | (125,249)                    | -                                   | 450,655      |
| -                        | (20,648)                     | (59)                                | 347,526      |
| -                        | 210,307                      | 59                                  | 2,027,056    |
| \$ -                     | \$ 189,659                   | \$ -                                | \$ 2,374,582 |

**City of Crescent City**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the year ended June 30, 2025**

|   | Information<br>Tech<br>Fund | Maintenance<br>Building<br>Fund | Equipment<br>Fund |
|---|-----------------------------|---------------------------------|-------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>  |                             |                                 |                   |
| Cash received from other funds  | \$ 452,265                  | \$ 280,033                      | \$ 410,971        |
| Cash payments to suppliers for goods and services   | (223,086)                   | (211,149)                       | (188,540)         |
| Cash paid to employees  | (281,191)                   | (112,129)                       | (198,013)         |
| <b>Net cash provided (used) by operating activities</b>   | <b>(52,012)</b>             | <b>(43,245)</b>                 | <b>24,418</b>     |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>   |                             |                                 |                   |
| Cash received from other funds  | 54,404                      | -                               | 163,462           |
| Cash disbursements to other funds   | -                           | -                               | -                 |
| <b>Net cash provided (used) by noncapital financing activities</b>                                    | <b>54,404</b>               | <b>-</b>                        | <b>163,462</b>    |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>                                      |                             |                                 |                   |
| Cash capital contributions  | -                           | -                               | 330,038           |
| Proceeds from sale of capital assets  | -                           | -                               | 15,652            |
| Acquisition of capital assets   | (21,161)                    | -                               | (522,837)         |
| Long-term debt repayments   | 24,174                      | -                               | -                 |
| Interest paid and fiscal charges  | (5,259)                     | -                               | -                 |
| <b>Net cash provided (used) by capital and related financing activities</b>                           | <b>(2,246)</b>              | <b>-</b>                        | <b>(177,147)</b>  |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>  |                             |                                 |                   |
| Investment income received  | -                           | -                               | 6,039             |
| <b>Net cash provided (used) by investing activities</b>   | <b>-</b>                    | <b>-</b>                        | <b>6,039</b>      |
| <b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>   | <b>146</b>                  | <b>(43,245)</b>                 | <b>16,772</b>     |
| <b>CASH AND CASH EQUIVALENTS - Beginning of year</b>  | <b>124</b>                  | <b>48,270</b>                   | <b>152,089</b>    |
| <b>CASH AND CASH EQUIVALENTS - End of year</b>  | <b>\$ 270</b>               | <b>\$ 5,025</b>                 | <b>\$ 168,861</b> |
| <b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b> |                             |                                 |                   |
| Operating income (loss)   | \$ (14,237)                 | \$ -                            | \$ (209,810)      |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: |                             |                                 |                   |
| Depreciation  | -                           | -                               | 232,293           |
| Changes in assets, deferred outflows and inflows of resources, and liabilities                        |                             |                                 |                   |
| Accounts receivable, net  | 5,582                       | -                               | (1,141)           |
| Prepaid items   | (58,790)                    | -                               | -                 |
| Accounts payable  | 15,433                      | (43,245)                        | 3,076             |
| Accrued wages   | -                           | -                               | -                 |
| <b>Total adjustments</b>  | <b>(37,775)</b>             | <b>(43,245)</b>                 | <b>234,228</b>    |
| <b>Net cash provided (used) by operating activities</b>   | <b>\$ (52,012)</b>          | <b>\$ (43,245)</b>              | <b>\$ 24,418</b>  |

| Payroll<br>Trust<br>Fund | Insurance<br>Reserve<br>Fund | OPEB Trust<br>Contributions<br>Fund | Total        |
|--------------------------|------------------------------|-------------------------------------|--------------|
| \$ -                     | \$ 825,366                   | \$ 123,034                          | \$ 2,091,669 |
| 64,447                   | (654,026)                    | (4,081)                             | (1,216,435)  |
| -                        | -                            | (119,358)                           | (710,691)    |
| 64,447                   | 171,340                      | (405)                               | 164,543      |
| -                        | (103,367)                    | -                                   | 114,499      |
| -                        | (21,882)                     | -                                   | (21,882)     |
| -                        | (125,249)                    | -                                   | 92,617       |
| -                        | -                            | -                                   | 330,038      |
| -                        | -                            | -                                   | 15,652       |
| -                        | -                            | -                                   | (543,998)    |
| -                        | -                            | -                                   | 24,174       |
| -                        | -                            | -                                   | (5,259)      |
| -                        | -                            | -                                   | (179,393)    |
| -                        | 7,873                        | 316                                 | 14,228       |
| -                        | 7,873                        | 316                                 | 14,228       |
| 64,447                   | 53,964                       | (89)                                | 91,995       |
| 349,822                  | 133,954                      | 1,200                               | 685,459      |
| \$ 414,269               | \$ 187,918                   | \$ 1,111                            | \$ 777,454   |
| \$ -                     | \$ 96,340                    | \$ (405)                            | \$ (128,112) |
| -                        | -                            | -                                   | 232,293      |
| -                        | 75,000                       | -                                   | 79,441       |
| -                        | -                            | -                                   | (58,790)     |
| 13,934                   | -                            | -                                   | (10,802)     |
| 50,513                   | -                            | -                                   | 50,513       |
| 64,447                   | 75,000                       | -                                   | 292,655      |
| \$ 64,447                | \$ 171,340                   | \$ (405)                            | \$ 164,543   |

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# **SINGLE AUDIT SECTION**

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**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**

**INDEPENDENT AUDITORS' REPORT**

To the Honorable Mayor and Members of the City Council  
of the City of Crescent City  
Crescent City, 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, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Crescent City, California (City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 30, 2025.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

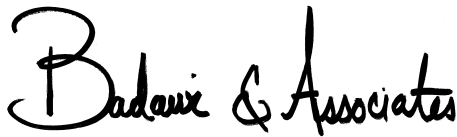
To the Honorable Mayor and Members of the City Council  
of the City of Crescent City  
Crescent City, California

### **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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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Badawi & Associates, CPAs  
Emeryville, California  
December 30, 2025

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE  
UNIFORM GUIDANCE**

To the Honorable Mayor and Members of the City Council  
of the City of Crescent City  
Crescent City, California

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited the City of Crescent City, California (City)'s compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2025. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

To the Honorable Mayor and Members of the City Council  
of the City of Crescent City  
Crescent City, California

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. 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, Government Auditing Standards, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### ***Report on Internal Control Over Compliance***

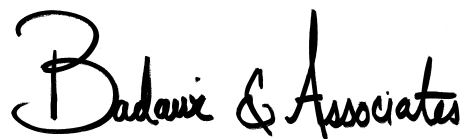
*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

To the Honorable Mayor and Members of the City Council  
of the City of Crescent City  
Crescent City, California

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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Badawi & Associates, CPAs  
Emeryville, California  
December 30, 2025

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**City of Crescent City**  
**Schedule of Expenditures of Federal Awards**  
**For the year ended June 30, 2025**

| Federal Grantor/Pass-Through<br>Grantor Program Title   | Assistance<br>Listing<br>Number | Agency or<br>Pass-Through<br>Number | Federal<br>Expenditures | Subrecipient<br>Payment |
|---|---------------------------------|-------------------------------------|-------------------------|-------------------------|
| <b><u>U.S. Department of Housing and Urban Development:</u></b>                                     |                                 |                                     |                         |                         |
| <i>Direct Programs:</i>   |                                 |                                     |                         |                         |
| <i>Housing Voucher Cluster:</i>   |                                 |                                     |                         |                         |
| Section 8 Housing Choice Vouchers   | 14.871                          | N/A                                 | \$ 4,405,267            | \$ -                    |
| Housing Voucher Cluster Total   |                                 |                                     | 4,405,267               | -                       |
| Community Project Funding   | 14.251                          | B-23-CP-CA-0133                     | 750,000                 | -                       |
| <i>CDBG State Administered Program:</i>   |                                 |                                     |                         |                         |
| <i>Passed through State of California Department of Housing<br/>And Community Development:</i>      |                                 |                                     |                         |                         |
| Community Development Block Grant   | 14.228                          | 20-CDBG-CV2-3-00230                 | 21,322                  | 21,322                  |
| Community Development Block Grant   | 14.228                          | 22-CDBG-PL-20041                    | 120,705                 | -                       |
| Community Development Block Grant   | 14.228                          | 23-CDBG-10002                       | 1,217                   | -                       |
| Community Development Block Grant   | 14.228                          | 23A-CDBG-20003                      | 3,363                   | -                       |
| CDBG State Administered Program Total   |                                 |                                     | 146,607                 | 21,322                  |
| <b>Total U.S. Department of Housing and Urban Development</b>                                       |                                 |                                     | 5,301,874               | 21,322                  |
| <b><u>Department of Transportation</u></b>  |                                 |                                     |                         |                         |
| <i>Passed through California Department of Transportation:</i>                                      |                                 |                                     |                         |                         |
| Bluff Stabilization Project   | 20.205                          | ER-32D0(013)                        | 15,126                  | -                       |
| Bluff Stabilization Project - Emergency Opening   | 20.205                          | PMP-CRC-002-0                       | 4,570,632               | -                       |
| <b>Total Department of Transportation</b>   |                                 |                                     | 4,585,758               | -                       |
| <b><u>U.S. Department of Treasury</u></b>   |                                 |                                     |                         |                         |
| <i>Passed through California Department of Finance:</i>   |                                 |                                     |                         |                         |
| State and Local Fiscal Recovery Funds (ARPA)  | 21.027                          | N/A                                 | 43,966                  | -                       |
| <b>Total Department of Treasury</b>   |                                 |                                     | 43,966                  | -                       |
| <b><u>U.S. Department of Homeland Security / Federal Emergency Management Agency</u></b>            |                                 |                                     |                         |                         |
| <i>Passed through California Office of Emergency Services / DN Office of<br/>Emergency Services</i> |                                 |                                     |                         |                         |
| Homeland Security Grant Program   | 97.067                          | DNCO 2023-227                       | 7,691                   | -                       |
| Homeland Security Grant Program   | 97.067                          | DNCO 2022-073                       | 7,391                   | -                       |
| <b>Total Department of Homeland Security</b>  |                                 |                                     | 15,082                  | -                       |
| <b>Total Federal Expenditures</b>   |                                 |                                     | \$ 9,946,680            | \$ 21,322               |

**City of Crescent City**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**For the year ended June 30, 2025**

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**A. *Basis of Accounting***

Funds received under the various grant programs have been recorded within the general fund, special revenue funds and enterprise funds of the City. The City utilizes the modified accrual method of accounting for the general fund and special revenue funds and full accrual basis of accounting for the enterprise funds. The accompanying Schedule of Expenditures of Federal Awards (Schedule) is presented in accordance with the requirements of U.S. *code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in, the preparation of City's basic financial statements.

**B. *Indirect Costs***

The City did not elect to use the 10% de minimis indirect cost rate.

**City of Crescent City**  
**Schedule of Findings and Questioned Costs**  
**For the year ended June 30, 2025**

**SECTION I - SUMMARY OF AUDITORS' RESULTS**

**Financial Statements**

Types of auditors' report issued: Unmodified

Internal control over financial reporting:

- Material weakness identified? No
- Significant deficiency identified? None noted

Any noncompliance material to the financial statements noted? No

**Federal Awards**

Internal control over major programs:

- Material weakness identified? No
- Significant deficiencies identified? None noted

Type of auditor's report issued on compliance for major programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 200.516 (a) of the Uniform Guidance? No

Identification of major programs:

| <b>Assistance Listing</b> | <b>Name of Federal Cluster or Program</b>        | <b>Expenditures</b> |
|---------------------------|--|---------------------|
| <b>Number(s)</b>          |  |                     |
| 14.871                    | Section 8 Housing Choice Vouchers                | 4,405,267           |
| 20.205                    | Bluff Stabilization Project                      | 4,585,758           |
|                           | Total Expenditures of all Major Programs         | \$ 8,991,025        |
|                           | Total Expenditures of Federal Award              | \$ 9,946,680        |
|                           | Percentage of Total Expenditure of Federal Award | 90%                 |

Dollar threshold used to distinguish between type A and type B program \$750,000

Auditee qualified as low-risk auditee under Section 200.520? Yes

**City of Crescent City**  
**Schedule of Findings and Questioned Costs**  
**For the year ended June 30, 2025**

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**SECTION II - CURRENT YEAR FINDINGS**

**A. Current Year Findings- Financial Statement Audit**

No current year financial statement audit finding.

**B. Current Year Findings and Questioned Costs- Major Federal Award Program Audit**

No current year federal award program finding.

**SECTION III - PRIOR YEAR FINDINGS**

**A. Prior Year Findings- Financial Statement Audit**

No prior year financial statement audit finding.

**B. Prior Year Findings and Questioned Costs- Major Federal Award Program Audit**

No prior year federal award program finding.



# CITY COUNCIL AGENDA REPORT

**TO: MAYOR WRIGHT AND MEMBERS OF THE CITY COUNCIL**

**FROM: ERIC WIER, CITY MANAGER**

**BY: LINDA LEAVER, DIRECTOR OF FINANCE**

**DATE: FEBRUARY 2, 2026**

**SUBJECT: BUDGET-TO-ACTUAL OPERATING RESULTS FOR FISCAL YEAR 2024-25**

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## **RECOMMENDATION**

- Hear staff report
- Technical questions from Council
- Receive public comment
- Further Council discussion
- Receive and file budget-to-actual financial report of the City's major operating funds for Fiscal Year 2024-25

## **BACKGROUND**

The Fiscal Year 2024-25 annual budget (for July 1, 2024 through June 30, 2025) was adopted by the City Council on June 17, 2024 by way of Resolution No. 2024-47. City staff provides budget-to-actual financial reports regularly throughout the year, and the Council approves budget amendments as needs and priorities change. Midway through the fiscal year, staff reviews the budget thoroughly and a mid-year budget update was approved on March 3, 2025 by way of Resolution No. 2025-05.

This report provides the budget-to-actual results for FY 2024-25 as of June 30, 2025 for the City's five major operating funds (General Fund, Housing Authority Fund, RV Park Fund, Sewer Fund, and Water Fund) plus an analysis of Citywide wages and benefits.

It is important to note this report presents the operating activities of five major funds. Items such as depreciation, GASB 68 pension adjustments, GASB 75 OPEB adjustments, and certain long-term debt and capital asset transactions are not classified as operating activities. The report attached to this staff report provides a summary of the differences between these operating results and the total net position / fund balance results which are shown in the City's audit.

The City also has a variety of other funds including special revenue funds, internal service funds, capital improvement funds, and fiduciary funds which are not included in this report. All the City’s activities and funds are included in the audit report which was finalized in December 2025 and which the auditor will be presenting to the Council at this meeting.

**ITEM ANALYSIS**

Budgets are estimates of future revenues and expenses, based on experience and anticipated trends. Extensive staff time is devoted to developing the annual budget, reevaluating the budget at mid-year, and presenting periodic updates to the Council. Even with this analysis, actual results will always vary from budgeted estimates for a variety of reasons.

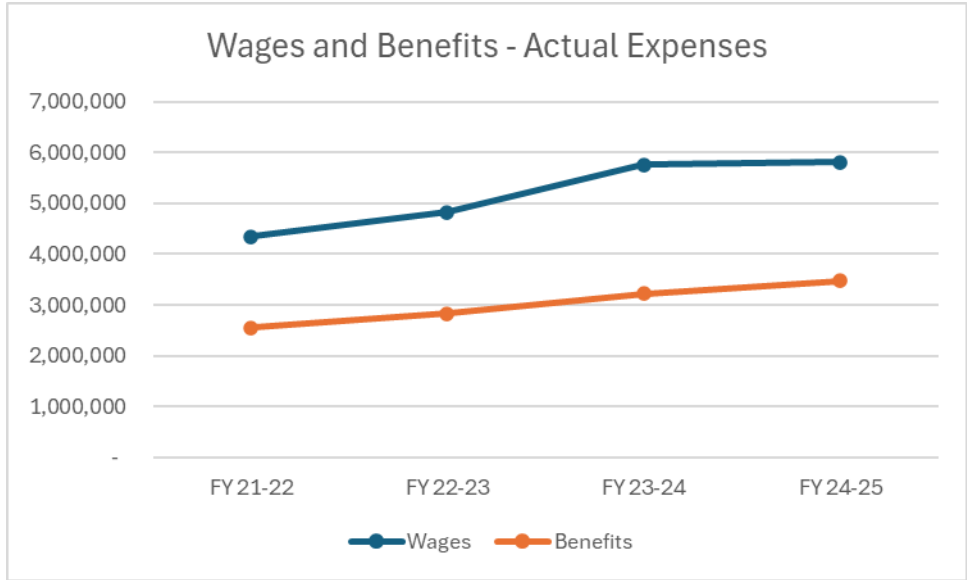
**City-Wide Wages and Benefits**

Most City employees are represented by employee associations which bargain with the City on behalf of employees regarding wages, benefits, and other working conditions. The agreements are formalized in a Memorandum of Understanding (MOU) with each employee association and by Council resolution for employees not represented by an association.

Actual wage and benefit costs are shown below with the prior three fiscal years for comparison.

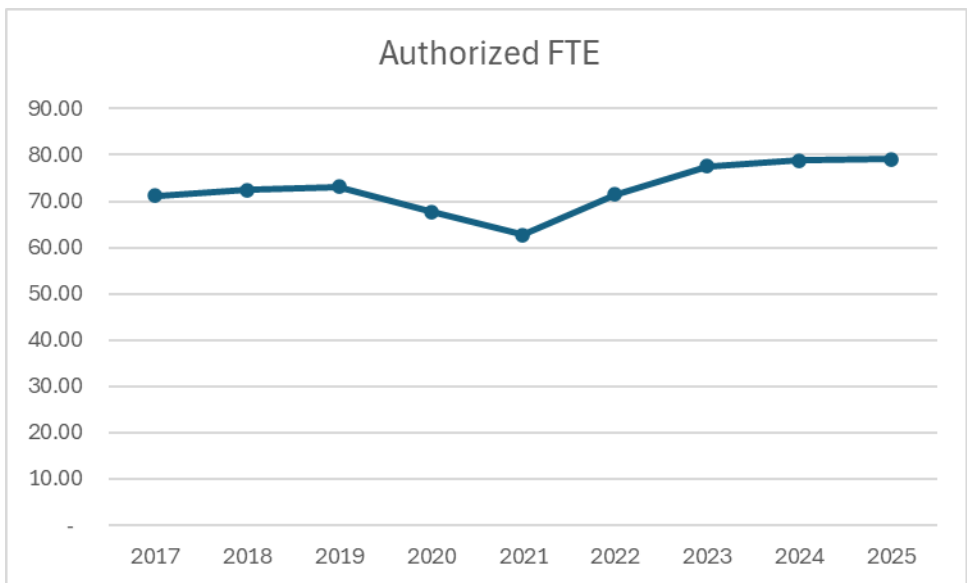
Total wages and benefits (City-wide) – actual expenses:

|          | FY 21-22  | FY 22-23  | FY 23-24  | FY 24-25  | Year-over-year \$<br>Variance | %  |
|----------|-----------|-----------|-----------|-----------|-------------------------------|----|
| Wages    | 4,348,962 | 4,829,703 | 5,763,418 | 5,810,475 | 47,056                        | 1% |
| Benefits | 2,548,499 | 2,835,187 | 3,226,704 | 3,472,475 | 245,771                       | 8% |
| Total    | 6,897,461 | 7,664,890 | 8,990,122 | 9,282,950 | 292,828                       | 3% |



Actual wages in FY 2024-25 increased only slightly over the prior year (1%) and benefits increased by 8% over the prior year (due to increases in pension, health insurance, and workers comp insurance costs). Both categories were under the authorized budget due to vacancies and unused benefits.

In accordance with Council direction, the City budgets for all authorized positions to be filled and uses conservative estimates for the use of benefits. Budget-to-actual variances are caused when positions are vacant, positions are filled at a lower step than budgeted, and/or employees do not use their full budgeted benefit allowance. The total number of authorized positions has not changed significantly in the last three years.



In the area of benefits, those benefits which are calculated as a percentage of payroll (normal pension cost, employer’s Medicare contribution, and PTS) are budgeted for all

positions to be filled and the corresponding benefits earned. The City’s contributions toward the pension unfunded liability and retiree health liability (OPEB) are budgeted for the actuarially determined contribution, plus any additional payments (if authorized by Council). Flex benefits (health, dental, vision, life, long-term disability, and ambulance) are budgeted based on prior year actual premium costs plus estimated inflation (most insurance benefits increase in cost in January, or halfway through the City’s fiscal year) and allowance for employee changes, plus vacant positions to be filled and those benefits to be used.

Wages and benefits (City-wide) – budget to actual:

|                   | FY 24-25<br>Budget | FY 24-25<br>Actual | Over<br>(Under)<br>Budget | %    |
|-------------------|--------------------|--------------------|---------------------------|------|
| Regular wages     | 5,453,967          | 4,825,370          | (628,597)                 | -12% |
| Temp and PT wages | 393,622            | 264,376            | (129,246)                 | -33% |
| Overtime          | 372,701            | 325,778            | (46,923)                  | -13% |
| FF stipends       | 481,030            | 394,951            | (86,079)                  | -18% |
| PERS              | 1,719,135          | 1,651,334          | (67,801)                  | -4%  |
| Medicare          | 103,749            | 91,351             | (12,398)                  | -12% |
| Workers comp      | 426,360            | 394,218            | (32,142)                  | -8%  |
| Unemployment      | 25,253             | 9,544              | (15,709)                  | -62% |
| Flex benefits     | 1,372,122          | 1,194,331          | (177,791)                 | -13% |
| OPEB              | 173,036            | 123,036            | (50,000)                  | -29% |
| PTS               | 11,763             | 8,661              | (3,102)                   | -26% |
| Total             | 10,532,738         | 9,282,950          | (1,249,788)               | -12% |

Approximately one-third of the wages and benefits variance (\$449k) was due to grant-funded projects. Certain grants include a budget for staff time spent on the grant project. When the grant is approved, the full grant budget is accounted for. Grants often take multiple years to complete, and at the end of each fiscal year, the unspent portion is rebudgeted in the following year until the grant is completed or expires.

During the fiscal year, seven full-time employees left the City, and eight new full-time employees were hired. At the end of the fiscal year, there were three full-time positions vacant.

Full-time positions that were vacant for some part of FY 2024-25 include

- Recreation Director / Events Coordinator
- Human Resources Manager
- Finance Technician
- Police Officers / Recruits
- Public Works Maintenance Manager
- Electrical Mechanical Operations Technician
- Mechanic

- Equipment Operator / Maintenance Worker
- Utility Mechanic

**General Fund**

General Fund total revenues were budgeted for \$10,832,950 and actual revenue was \$10,268,972 for a variance of (\$563,978) under the final budget. The largest variances were in the Fire and Police Departments (reimbursements and grant revenues) and were due to special rules for government accounting. Certain revenues cannot be counted for the current fiscal year if the payments are not received within a certain time frame. These payments were received after the cutoff and will be added to FY 2025-26 revenues. Of the \$564k total under budget, approximately \$410k was due to the timing of receiving the payments and will be added to FY 2025-26 revenues.

Sales tax and Measure S revenues were very close to budget. Transient Occupancy Tax was approximately 4% under budget (\$78,664). Various other revenues came in under or over budget to a lesser degree.

Expenditures in the General Fund were much lower than budgeted, which was anticipated and discussed at the workshop for the FY 2025-26 budget. The final FY 2024-25 approved budget was \$12,183,926 of which the City spent \$10,905,268 for a variance of (\$1,278,658) under budget. When the City held the budget workshop to plan the current year (FY 2025-26) budget, estimated expenditures for FY 2024-25 were \$11,210,982. These are total General Fund expenses, which include both Measure S and all other expenses. Both Measure S and non-Measure S expenses came in under the projection. The breakdown is shown below.

|                        | Measure S Expenditures | All Other Expenditures | Total Expenditures |
|------------------------|------------------------|------------------------|--------------------|
| Budget                 | 3,351,677              | 8,832,249              | 12,183,926         |
| Actual                 | 3,162,318              | 7,742,950              | 10,905,268         |
| Variance to budget     | (189,359)              | (1,089,299)            | (1,278,658)        |
|                        |                        |                        |                    |
| Projected at workshop  | 3,254,183              | 7,956,799              | 11,210,982         |
| Actual                 | 3,162,318              | 7,742,950              | 10,905,268         |
| Variance to projection | (91,865)               | (213,848)              | (305,713)          |

Unspent Measure S funds are retained in the Measure S balance to be used for future Measure S expenses (fire, police, streets, and swimming pool).

The City uses a conservative approach to budgeting. The budget includes full funding for every authorized position and project. When positions are vacant or projects are deferred, actual expenditures will be under budget. In addition, operational expenses such as utilities, supplies, and contract services are estimated to ensure departments have sufficient budget to provide services for the entire year even if supplier prices increase or additional needs arise. Actual department usage and vendor prices will vary from the

estimates, resulting in budget-to-actual differences. A summary of these variances is listed below, showing all expenditures (Measure S and non- Measure S).

|                        | Budget - Total    | Actual - Total    | Variance           | %           |
|------------------------|-------------------|-------------------|--------------------|-------------|
| Wages and benefits     | 6,103,352         | 5,537,038         | (566,314)          | -9%         |
| Utilities              | 367,090           | 335,216           | (31,874)           | -9%         |
| Materials and supplies | 1,091,960         | 894,662           | (197,298)          | -18%        |
| Contract services      | 2,146,317         | 1,726,218         | (420,099)          | -20%        |
| Travel and training    | 210,653           | 152,457           | (58,196)           | -28%        |
| Contributions          | 318,690           | 345,164           | 26,474             | 8%          |
| Transfers              | 1,338,141         | 1,333,920         | (4,221)            | 0%          |
| Internal service funds | 592,172           | 566,037           | (26,135)           | -4%         |
| Other                  | 15,551            | 14,557            | (995)              | -6%         |
| <b>Total</b>           | <b>12,183,926</b> | <b>10,905,268</b> | <b>(1,278,658)</b> | <b>-10%</b> |

Wages and benefits were discussed in the City-wide section of this report (variances are due to vacancies and unused benefits). In contract services, approximately \$140k was under budget due to projects that were rolled over to this year. The only category over budget was contributions, which include contributions to other organizations and amounts the City is required to pass through to the County related to long-standing annexation agreements. The overage was a County pass-through. These payments are calculated based on certain revenues received, and when the revenue came in higher than anticipated, the pass-through was higher as well. The remaining variances were spread across multiple departments and budget lines.

The ending fund balance as of June 30, 2025 is \$4,539,754. The FY 2025-26 budget as amended through December 2025 would result in an ending fund balance of \$2,644,116 if 100% of the budget were to be spent. Under the General Fund reserve policy, when calculating projected fund balance, we include an estimate that 5% of the operational budget will not be spent. With this estimate, the projected fund balance at the end of the current fiscal year would be \$3,195,211.

|  |                  |
|--|------------------|
| Fund balance at 6/30/25                                | 4,539,754        |
| FY 2025-26 budgeted revenues                           | 10,532,220       |
| FY 2025-26 budgeted expenditures                       | (12,427,858)     |
| Budgeted fund balance at 6/30/26                       | 2,644,116        |
| Plus estimated 5% operational budget-to-actual unspent | 551,095          |
| <b>Projected fund balance at 6/30/26</b>               | <b>3,195,211</b> |

However, not all of the fund balance is available for new spending. Of the total fund balance, a portion is required to be held in reserve by Council policy (25% of the budgeted operating expenses, not including grant-funded projects and CIP). Based on the current budget for FY 2025-26, the required reserve is \$2,755,473. In addition, a portion of the fund balance is unspent Measure S funds. Those funds are set aside for Measure S activities, per Council direction; that balance is \$424,525 as of June 30, 2025 and is

budgeted to be \$142,586 at the end of FY 2025-26. With these factors included, there is currently estimated to be \$297,152 in unallocated fund balance.

|  |             |
|--|-------------|
| FY 2025-26 projected ending fund balance with 5% budget to actual variance | 3,195,211   |
| Required reserve (25% of operating expenses)                               | (2,755,473) |
| Budgeted Measure S ending balance  | (142,586)   |
| Unallocated fund balance   | 297,152     |

The current year’s budget is under review, and staff will be presenting a mid-year update at an upcoming meeting. Budgeted revenues for FY 2025-26 are anticipated to increase due to the timing issues discussed above for revenues that were originally expected in FY 2024-25; other revenues will be evaluated to determine if any other increases (or decreases) are warranted. In addition, staff is working on updated expense projections for wages and benefits due to known vacancies during the first half of the fiscal year. Departments are also reviewing their current year expenses and priorities and may have additional requests to present to the Council. At the mid-year budget update, the Council will be provided updated projections to inform decision-making about the status of the General Fund and plans for the future.

**Housing Authority Fund**

The Housing Authority is funded by the Federal Department of Housing and Urban Development (HUD). Housing Authority revenues were over budget by \$139,502 and expenditures were slightly over budget by \$42,162.

Revenues for the Housing Authority are difficult to project, as the City operates on a July through June fiscal year, and HUD funds the program based on the calendar year. In addition, the Federal government is often delayed in approving the budget factors for Housing; when the City adopts its budget, the actual level of federal funding is unknown. Another factor is the timing of revenue reimbursements; HUD issues monthly payments to the Housing Authority for the anticipated expenses of that month and then adjusts to actual sometime later. When those adjustments occur months after the fiscal year has already ended, the revenues for one fiscal year may appear low and then “catch up” the following year. The Housing Authority Director watches these numbers closely throughout the year and adjusts expenditures as needed. In addition to the fund balance held by the City, the Housing Authority has a reserve that is held by HUD. The Housing Authority draws on this reserve as necessary to ensure the smooth operation of the program. Finally, HUD regulations prevent the Housing Authority from building up a large fund balance in the HAP reserve; in fact, if the HAP fund balance held by the City is too high, HUD will reduce its funding until the fund balance is lowered.

The Housing Authority fund balance increased slightly from \$466,907 to \$468,244. Of this total, the HAP reserve held by the City was a negative (\$27,295) to be funded from the HAP balance held by HUD, and \$495,539 is admin reserve.

**RV Park Fund**

Operating revenues for the RV Park were \$38,918 over budget, and a budgeted grant revenue of \$835,000 has not yet been received, causing total revenues to be under budget by (\$796,082). The grant revenue was not received because the project has not been constructed yet.

Operating expenses were (\$81,612) lower than budgeted. Items under budget include wages and benefits, the Wi-Fi upgrade project coming in under budget, new signs being delayed to FY 2025-26, and a portion of the advertising was rolled over to FY 2025-26. Capital expenses were also under budget because the project has not yet been constructed. Total expenses were (\$908,069) under budget.

The RV Park has a working capital balance of \$680,123 as of June 30, 2025. The current FY 2025-26 budget is projected to decrease working capital slightly (\$23,320). The working capital balance will be utilized to assist with cash flow for the grant project while waiting for reimbursement. In the future, working capital can be reinvested back into park improvements.

**Sewer Fund**

Total Sewer Fund revenues came in (\$363,505) under budget. This was largely due to budgeted grant revenue being (\$417,239) under budget for a capital planning grant that is continuing into the current year (the remaining revenues and expenses of the grant are budgeted each year until the project is closed out). Interest and sewer connection revenue were higher than budgeted, while county collections revenue was under budget (as was the corresponding expense).

Operating expenses were (\$625,225) under budget, spread across multiple departments. The largest variances were in the WWTP Operating department (\$364,965) due to the remaining balance of a capital planning grant that was re-budgeted in FY 2025-26 and the county collections department.

The following table shows the budget variances by category for operating expenses:

|                        | Budget           | Actual           | Variance         | %           |
|------------------------|------------------|------------------|------------------|-------------|
| Wages and benefits     | 1,274,909        | 1,194,899        | (80,010)         | -6%         |
| Utilities              | 67,038           | 61,249           | (5,789)          | -9%         |
| Materials and supplies | 447,548          | 385,755          | (61,793)         | -14%        |
| Contract services      | 2,641,713        | 2,215,156        | (426,557)        | -16%        |
| Travel and training    | 26,068           | 14,112           | (11,956)         | -46%        |
| Transfers              | 32,700           | 32,109           | (591)            | -2%         |
| Internal service funds | 570,665          | 537,129          | (33,536)         | -6%         |
| Other                  | 66,281           | 61,286           | (4,995)          | -8%         |
| <b>Total</b>           | <b>5,126,922</b> | <b>4,501,696</b> | <b>(625,226)</b> | <b>-12%</b> |

Working capital (for the Sewer Fund and Sewer CIP Fund combined) decreased by (\$628,609) from \$4,967,917 to \$4,339,308. Working capital is a calculation to estimate short-term available funds (not the same as total fund balance). Total net position for the fund decreased by (\$309,475) from \$8,045,704 to \$7,736,229.

The differences between working capital and net position are primarily caused by the different accounting rules for these two calculations (related to how debt service, capital assets, depreciation, and certain GASB adjustments are recorded). For operating purposes, the outlay for capital improvements is a reduction in working capital because it reduces the cash available to fund other obligations. However, for net position (fund balance) purposes, the capital asset is depreciated over time rather than expensed immediately.

As the Sewer Fund continues to invest in planned capital improvements, the fund's cash balance (and working capital) will continue to decrease. The current FY 2025-26 budget includes a net decrease of (\$2,388,075) from working capital, which if fully spent would reduce working capital to \$1,951,233. As discussed in several previous meetings and workshops, working capital is projected to continue to decrease. Capital improvement needs as well as the annual debt service payment in addition to normal operating costs show the fund is on a downward trajectory.

The City is completing a sewer rate study which will be presented to the Council in the near future. The study will provide updated information on the needs of the Sewer Fund to fund ongoing operational costs plus capital improvement needs while maintaining a healthy working capital balance in reserve.

### **Water Fund**

Total Water Fund revenues came in (\$45,041) under budget. Interest and connection fee revenues were over budget while service and reimbursements were under budget.

Operating expenses were (\$377,231) under budget, with the largest variance in contract services. This included reimbursable repairs (which also resulted in reduced revenue) coming in under budget, a feasibility study that was moved to FY 2025-26, and internal lab services (from the Sewer Lab).

The following table shows the budget variances by category for operating expenses:

|                        | Budget           | Actual           | Variance         | %           |
|------------------------|------------------|------------------|------------------|-------------|
| Wages and benefits     | 1,262,670        | 1,190,572        | (72,098)         | -6%         |
| Utilities              | 281,744          | 282,392          | 648              | 0%          |
| Materials and supplies | 313,036          | 227,825          | (85,211)         | -27%        |
| Contract services      | 492,898          | 308,315          | (184,583)        | -37%        |
| Travel and training    | 38,053           | 26,325           | (11,728)         | -31%        |
| Transfers              | 32,700           | 32,109           | (591)            | -2%         |
| Internal service funds | 600,372          | 577,958          | (22,414)         | -4%         |
| Other                  | 23,600           | 22,344           | (1,256)          | -5%         |
| <b>Total</b>           | <b>3,045,073</b> | <b>2,667,840</b> | <b>(377,233)</b> | <b>-12%</b> |

Working capital (for the Water Fund and Water CIP Fund combined) increased by \$68,009 from \$4,287,753 to \$4,355,762. Working capital is a calculation to estimate short-term available cash (not the same as total fund balance). Total net position for the fund increased by \$87,266 from \$12,250,218 to \$12,337,484.

The differences between working capital and net position are primarily caused by the different accounting rules for these two calculations (related to how debt service, capital assets, depreciation, and certain GASB adjustments are recorded). For operating purposes, the outlay for capital improvements is a reduction in working capital because it reduces the cash available to fund other obligations. However, for net position (fund balance) purposes, the capital asset is depreciated over time rather than expensed immediately.

As the Water Fund continues to invest in planned capital improvements, the fund’s cash balance (and working capital) will decrease. The current FY 2025-26 budget includes a net decrease of (\$1,813,660) from working capital, which if fully spent would reduce the working capital to \$2,542,102. As discussed in several previous meetings and workshops, working capital is projected to decrease significantly over the next several years as priority capital improvements are made. Capital improvement needs in addition to normal operating costs show the fund will be on a downward trajectory.

The City is completing a water rate study which will be presented to the Council in the near future. The study will provide updated information on the needs of the Water Fund to fund ongoing operational costs plus capital improvement needs while maintaining a healthy working capital balance in reserve.

**FISCAL ANALYSIS**

Preparation of this report is informational in nature and has no direct fiscal impact.

**STRATEGIC PLAN ASSESSMENT**

This report is consistent with Strategic Plan Goal 3 to “Maintain responsible fiscal management and accountability.”

**ATTACHMENT**

1. Budget-to-Actual Report as of June 30, 2025

**City of Crescent City**  
**FY 2024-25 General Fund Operating Report**  
**June 30, 2025 Year End Results**

| Description                         | Measure S        |                  |                              |                             | All Other        |                  |                              |                             | Total General Fund |                   |                              |                             |
|-------------------------------------|------------------|------------------|------------------------------|-----------------------------|------------------|------------------|------------------------------|-----------------------------|--------------------|-------------------|------------------------------|-----------------------------|
|                                     | Budget           | Actual           | \$ Over<br>(Under)<br>Budget | % Over<br>(Under)<br>Budget | Budget           | Actual           | \$ Over<br>(Under)<br>Budget | % Over<br>(Under)<br>Budget | Budget             | Actual            | \$ Over<br>(Under)<br>Budget | % Over<br>(Under)<br>Budget |
| Non-departmental revenue            |                  |                  |                              |                             |                  |                  |                              |                             |                    |                   |                              |                             |
| Tax revenue                         | 2,300,000        | 2,297,334        | (2,666)                      | 0%                          | 5,280,135        | 5,219,306        | (60,829)                     | -1%                         | 7,580,135          | 7,516,640         | (63,495)                     | -1%                         |
| Licenses & permits                  |                  |                  |                              |                             | 259,650          | 299,339          | 39,689                       | 15%                         | 259,650            | 299,339           | 39,689                       | 15%                         |
| Interest income                     |                  |                  |                              |                             | 150,000          | 238,040          | 88,040                       | 59%                         | 150,000            | 238,040           | 88,040                       | 59%                         |
| Lease-rental income                 |                  |                  |                              |                             | 30,182           | 31,903           | 1,721                        | 6%                          | 30,182             | 31,903            | 1,721                        | 6%                          |
| Other revenue                       |                  |                  |                              |                             | 11,150           | 20,468           | 9,318                        | 84%                         | 11,150             | 20,468            | 9,318                        | 84%                         |
| Departmental revenue                |                  |                  |                              |                             |                  |                  |                              |                             |                    |                   |                              |                             |
| City manager                        |                  |                  |                              |                             | 92,796           | 419              | (92,377)                     | -100%                       | 92,796             | 419               | (92,377)                     | -100%                       |
| Econ dev, community support, grants |                  |                  |                              |                             | 28,886           | 29,950           | 1,064                        | 4%                          | 28,886             | 29,950            | 1,064                        | 4%                          |
| City clerk                          |                  |                  |                              |                             | 391              | -                | (391)                        | -100%                       | 391                | -                 | (391)                        | -100%                       |
| Human resources                     |                  |                  |                              |                             | 16,518           | 13,223           | (3,295)                      | -20%                        | 16,518             | 13,223            | (3,295)                      | -20%                        |
| Finance                             |                  |                  |                              |                             | 1,362            | (400)            | (1,762)                      | -129%                       | 1,362              | (400)             | (1,762)                      | -129%                       |
| Fire                                | 394,835          | 226,416          | (168,419)                    | -43%                        | 734,483          | 516,550          | (217,933)                    | -30%                        | 1,129,318          | 742,966           | (386,352)                    | -34%                        |
| Police                              |                  |                  |                              |                             | 487,994          | 362,228          | (125,766)                    | -26%                        | 487,994            | 362,228           | (125,766)                    | -26%                        |
| Code enforcement                    |                  |                  |                              |                             | 64,064           | 32,324           | (31,740)                     | -50%                        | 64,064             | 32,324            | (31,740)                     | -50%                        |
| Building inspection                 |                  |                  |                              |                             | 475,959          | 516,310          | 40,351                       | 8%                          | 475,959            | 516,310           | 40,351                       | 8%                          |
| Planning                            |                  |                  |                              |                             | 19,695           | 22,856           | 3,161                        | 16%                         | 19,695             | 22,856            | 3,161                        | 16%                         |
| Streets                             |                  |                  |                              |                             | 238,745          | 227,351          | (11,394)                     | -5%                         | 238,745            | 227,351           | (11,394)                     | -5%                         |
| Parks                               |                  |                  |                              |                             | 6,207            | 7,836            | 1,629                        | 26%                         | 6,207              | 7,836             | 1,629                        | 26%                         |
| Cultural center                     |                  |                  |                              |                             | 49,400           | 37,913           | (11,487)                     | -23%                        | 49,400             | 37,913            | (11,487)                     | -23%                        |
| Swimming pool                       |                  |                  |                              |                             | 190,498          | 169,605          | (20,893)                     | -11%                        | 190,498            | 169,605           | (20,893)                     | -11%                        |
| <b>Revenue total</b>                | <b>2,694,835</b> | <b>2,523,750</b> | <b>(171,085)</b>             | <b>-6%</b>                  | <b>8,138,115</b> | <b>7,745,222</b> | <b>(392,893)</b>             | <b>-5%</b>                  | <b>10,832,950</b>  | <b>10,268,972</b> | <b>(563,978)</b>             | <b>-5%</b>                  |
| Non-departmental expenditures       |                  |                  |                              |                             | 160,915          | 187,298          | 26,383                       | 16%                         | 160,915            | 187,298           | 26,383                       | 16%                         |
| City council                        |                  |                  |                              |                             | 42,018           | 33,028           | (8,990)                      | -21%                        | 42,018             | 33,028            | (8,990)                      | -21%                        |
| City manager                        |                  |                  |                              |                             | 191,061          | 94,740           | (96,321)                     | -50%                        | 191,061            | 94,740            | (96,321)                     | -50%                        |
| Econ dev, community support, grants |                  |                  |                              |                             | 390,333          | 369,786          | (20,547)                     | -5%                         | 390,333            | 369,786           | (20,547)                     | -5%                         |
| City clerk                          |                  |                  |                              |                             | 55,826           | 58,164           | 2,338                        | 4%                          | 55,826             | 58,164            | 2,338                        | 4%                          |
| Human resources                     |                  |                  |                              |                             | 97,725           | 96,133           | (1,592)                      | -2%                         | 97,725             | 96,133            | (1,592)                      | -2%                         |
| Finance                             | 7,991            | 6,232            | (1,759)                      | -22%                        | 341,593          | 315,453          | (26,140)                     | -8%                         | 349,584            | 321,685           | (27,899)                     | -8%                         |
| City attorney                       |                  |                  |                              |                             | 116,886          | 111,529          | (5,357)                      | -5%                         | 116,886            | 111,529           | (5,357)                      | -5%                         |
| Fire                                | 1,215,769        | 1,171,787        | (43,982)                     | -4%                         | 1,186,966        | 1,054,748        | (132,218)                    | -11%                        | 2,402,735          | 2,226,536         | (176,200)                    | -7%                         |
| Police                              | 525,165          | 463,223          | (61,942)                     | -12%                        | 3,206,839        | 2,858,562        | (348,277)                    | -11%                        | 3,732,004          | 3,321,785         | (410,219)                    | -11%                        |
| Code enforcement                    |                  |                  |                              |                             | 214,643          | 210,421          | (4,222)                      | -2%                         | 214,643            | 210,421           | (4,222)                      | -2%                         |
| Building inspection                 |                  |                  |                              |                             | 248,264          | 194,759          | (53,505)                     | -22%                        | 248,264            | 194,759           | (53,505)                     | -22%                        |
| Planning                            |                  |                  |                              |                             | 336,268          | 323,761          | (12,507)                     | -4%                         | 336,268            | 323,761           | (12,507)                     | -4%                         |
| PW admin / engineering              |                  |                  |                              |                             | 139,680          | 134,967          | (4,714)                      | -3%                         | 139,680            | 134,967           | (4,714)                      | -3%                         |
| Streets                             | 1,000,000        | 942,481          | (57,519)                     | -6%                         | 699,175          | 595,506          | (103,670)                    | -15%                        | 1,699,175          | 1,537,987         | (161,188)                    | -9%                         |
| Parks                               |                  |                  |                              |                             | 601,802          | 525,486          | (76,316)                     | -13%                        | 601,802            | 525,486           | (76,316)                     | -13%                        |
| Cultural center                     |                  |                  |                              |                             | 211,023          | 119,850          | (91,173)                     | -43%                        | 211,023            | 119,850           | (91,173)                     | -43%                        |
| Swimming pool                       |                  |                  |                              |                             | 591,232          | 458,762          | (132,470)                    | -22%                        | 1,193,984          | 1,037,357         | (156,627)                    | -13%                        |
| <b>Expenditure total</b>            | <b>3,351,677</b> | <b>3,162,318</b> | <b>(189,359)</b>             | <b>-6%</b>                  | <b>8,832,249</b> | <b>7,742,951</b> | <b>(1,089,298)</b>           | <b>-12%</b>                 | <b>12,183,926</b>  | <b>10,905,269</b> | <b>(1,278,657)</b>           | <b>-10%</b>                 |
| <b>Net operating results</b>        | <b>(656,842)</b> | <b>(638,568)</b> |                              |                             | <b>(694,134)</b> | <b>2,271</b>     |                              |                             | <b>(1,350,976)</b> | <b>(636,297)</b>  |                              |                             |
| Fund balance 6/30/21                |                  | 332,467          |                              |                             |                  | 3,165,056        |                              |                             |                    | 3,497,523         |                              |                             |
| Fund balance 6/30/22                |                  | 405,485          |                              |                             |                  | 3,689,572        |                              |                             |                    | 4,095,057         |                              |                             |
| Fund balance 6/30/23                |                  | 1,141,510        |                              |                             |                  | 3,433,736        |                              |                             |                    | 4,575,246         |                              |                             |
| Fund balance 6/30/24                |                  | 1,063,093        |                              |                             |                  | 4,112,958        |                              |                             |                    | 5,176,051         |                              |                             |
| Fund balance 6/30/25                |                  | 424,525          |                              |                             |                  | 4,115,229        |                              |                             |                    | 4,539,754         |                              |                             |

**City of Crescent City**  
**FY 2024-25 Housing Fund Operating Report**  
**June 30, 2025 Year End Results**

| Description                       | Budget           | Actual           | \$ Over<br>(Under)<br>Budget | % Over<br>(Under)<br>Budget |
|-----------------------------------|------------------|------------------|------------------------------|-----------------------------|
| <b>Revenue</b>                    |                  |                  |                              |                             |
| Interest                          | 140              | 7,461            | 7,321                        | 5229%                       |
| Recovery - admin 50%              | 9,500            | 7,755            | (1,746)                      | -18%                        |
| Recovery - HAP 50%                | 9,500            | 7,755            | (1,745)                      | -18%                        |
| HCV admin revenue                 | 512,595          | 552,266          | 39,671                       | 8%                          |
| HCV housing assistance            | 3,315,498        | 3,413,903        | 98,405                       | 3%                          |
| EHV admin revenue                 | 14,362           | 13,578           | (784)                        | -5%                         |
| EHV service fees                  | -                | 833              | 833                          |                             |
| EHV housing assistance            | 97,812           | 68,250           | (29,562)                     | -30%                        |
| MSV admin revenue                 | 44,189           | 49,400           | 5,211                        | 12%                         |
| MSV housing assistance            | 263,506          | 261,089          | (2,417)                      | -1%                         |
| HAP owner reimbursement           | -                | 3,085            | 3,085                        |                             |
| Other revenue                     | -                | 21,231           | 21,231                       |                             |
| <b>Revenue total</b>              | <b>4,267,102</b> | <b>4,406,604</b> | <b>139,502</b>               | <b>3%</b>                   |
| <b>Expenditures by department</b> |                  |                  |                              |                             |
| Administration                    | 5,376            | 3,618            | (1,758)                      | -33%                        |
| Human resources                   | 5,704            | 4,854            | (850)                        | -15%                        |
| Finance                           | 9,705            | 9,154            | (551)                        | -6%                         |
| City attorney                     | 2,172            | 2,544            | 372                          | 17%                         |
| <b>Housing Authority</b>          |                  |                  |                              |                             |
| HCV housing assistance            | 3,315,498        | 3,429,186        | 113,688                      | 3%                          |
| EHV housing assistance            | 97,812           | 68,544           | (29,268)                     | -30%                        |
| MSV housing assistance            | 263,506          | 263,795          | 289                          | 0%                          |
| All other                         | 663,332          | 623,571          | (39,761)                     | -6%                         |
| <b>Expenditure total</b>          | <b>4,363,105</b> | <b>4,405,267</b> | <b>42,162</b>                | <b>1%</b>                   |
| <b>Net operating results</b>      | <b>(96,003)</b>  | <b>1,338</b>     |                              |                             |

|                                  |                |
|----------------------------------|----------------|
| Fund balance 6/30/21             | 439,847        |
| Fund balance 6/30/22             | 399,015        |
| Fund balance 6/30/23             | 379,755        |
| Fund balance 6/30/24             | 466,907        |
| Fund balance 6/30/25             | 468,244        |
| HAP balance (held by HA) 6/30/25 | (27,295)       |
| Admin balance 6/30/25            | 495,539        |
| <b>Total fund balance</b>        | <b>468,244</b> |

**City of Crescent City**  
**FY 2024-25 RV Park Fund Operating Report**  
**June 30, 2025 Year End Results**

| Description                    | Budget           | Actual         | \$ Over<br>(Under)<br>Budget | % Over<br>(Under)<br>Budget |
|--------------------------------|------------------|----------------|------------------------------|-----------------------------|
| <b>Revenue</b>                 |                  |                |                              |                             |
| Interest                       | 10,000           | 33,203         | 23,203                       | 232%                        |
| Misc sales                     | 16,000           | 9,502          | (6,498)                      | -41%                        |
| Rental revenue                 | 603,286          | 625,498        | 22,212                       | 4%                          |
| Grant revenue                  | 835,000          | -              | (835,000)                    | -100%                       |
| <b>Revenue total</b>           | <b>1,464,286</b> | <b>668,204</b> | <b>(796,082)</b>             | <b>-54%</b>                 |
| <b>Expenses by department</b>  |                  |                |                              |                             |
| RV Park                        | 523,273          | 452,513        | (70,760)                     | -14%                        |
| City council                   | 4,942            | 4,036          | (906)                        | -18%                        |
| Administration                 | 13,156           | 12,378         | (778)                        | -6%                         |
| City clerk                     | 6,505            | 6,598          | 93                           | 1%                          |
| Human resources                | 2,820            | 2,395          | (425)                        | -15%                        |
| Finance                        | 62,186           | 53,423         | (8,763)                      | -14%                        |
| City attorney                  | 10,879           | 10,806         | (73)                         | -1%                         |
| <b>Operating expense total</b> | <b>623,761</b>   | <b>542,149</b> | <b>(81,612)</b>              | <b>-13%</b>                 |
| CIP                            | 835,000          | 8,544          | (826,456)                    | -99%                        |
| <b>Total expenses</b>          | <b>1,458,761</b> | <b>550,692</b> | <b>(908,069)</b>             | <b>-62%</b>                 |
| <b>Net operating results</b>   | <b>5,525</b>     | <b>117,511</b> |                              |                             |

**Reconcile to audit**

|                                 |           |
|---------------------------------|-----------|
| Net operating results           | 117,511   |
| Capitalized asset expenses      | 8,544     |
| Depreciation expense            | (61,781)  |
| Change in net position          | 64,273    |
| <br>                            |           |
| Net position 6/30/21            | 1,195,642 |
| Net position 6/30/22            | 1,248,376 |
| Net position 6/30/23            | 1,252,568 |
| Net position 6/30/24 (restated) | 1,244,892 |
| Net position 6/30/25            | 1,309,165 |
| <br>                            |           |
| Working capital 6/30/21         | 369,164   |
| Working capital 6/30/22         | 433,197   |
| Working capital 6/30/23         | 503,933   |
| Working capital 6/30/24         | 563,013   |
| Working capital 6/30/25         | 680,123   |

**City of Crescent City**  
**FY 2024-25 Sewer Fund Operating Report**  
**June 30, 2025 Year End Results**

| Description                     | Budget           | Actual           | \$ Over<br>(Under)<br>Budget | % Over<br>(Under)<br>Budget |
|---------------------------------|------------------|------------------|------------------------------|-----------------------------|
| Revenue                         |                  |                  |                              |                             |
| Interest                        | 112,500          | 279,493          | 166,993                      | 148%                        |
| Other income                    | 27,196           | 32,808           | 5,612                        | 21%                         |
| Charges for services            | 4,578,264        | 4,508,421        | (69,843)                     | -2%                         |
| Sewer connections               | 200,000          | 322,738          | 122,738                      | 61%                         |
| Sewer lab                       | 134,400          | 93,975           | (40,425)                     | -30%                        |
| County collection systems       | 271,880          | 141,541          | (130,339)                    | -48%                        |
| Grant revenue                   | 691,174          | 273,935          | (417,239)                    | -60%                        |
| Transfers in                    | 13,940           | 12,938           | (1,002)                      | -7%                         |
| <b>Revenue total</b>            | <b>6,029,354</b> | <b>5,665,849</b> | <b>(363,505)</b>             | <b>-6%</b>                  |
| Expenses by department          |                  |                  |                              |                             |
| City council                    | 55,777           | 50,762           | (5,015)                      | -9%                         |
| Administration                  | 131,507          | 123,473          | (8,034)                      | -6%                         |
| Economic development and grants | 62,546           | 54,329           | (8,217)                      | -13%                        |
| City clerk                      | 77,798           | 78,030           | 232                          | 0%                          |
| Human resources                 | 14,574           | 13,289           | (1,285)                      | -9%                         |
| Finance                         | 398,974          | 381,122          | (17,852)                     | -4%                         |
| City attorney                   | 94,715           | 69,392           | (25,323)                     | -27%                        |
| Sewer lab                       | 533,836          | 499,450          | (34,386)                     | -6%                         |
| WWTP operations                 | 2,788,730        | 2,423,765        | (364,965)                    | -13%                        |
| City collection systems         | 458,844          | 403,165          | (55,679)                     | -12%                        |
| County collection systems       | 271,686          | 193,737          | (77,949)                     | -29%                        |
| WWTP maintenance                | 205,235          | 179,075          | (26,160)                     | -13%                        |
| <b>Operating expense total</b>  | <b>5,094,222</b> | <b>4,469,588</b> | <b>(624,634)</b>             | <b>-12%</b>                 |
| Debt service                    | 1,697,663        | 1,697,663        | -                            | 0%                          |
| Transfers to Sewer CIP Fund     | -                | -                | -                            |                             |
| Transfers to Equipment Fund     | 32,700           | 32,109           | (591)                        | -2%                         |
| <b>Total expenses</b>           | <b>6,824,585</b> | <b>6,199,360</b> | <b>(625,225)</b>             | <b>-9%</b>                  |
| <b>Net operating results</b>    |                  |                  |                              |                             |
| <b>(Sewer Fund only)</b>        | <b>(795,231)</b> | <b>(533,511)</b> |                              |                             |

**Sewer CIP Fund Activity**

## Revenue

|                              |        |        |        |     |
|------------------------------|--------|--------|--------|-----|
| Interest                     | 40,000 | 58,773 | 18,773 | 47% |
| Transfers in from Sewer Fund | -      | -      | -      |     |

|                      |               |               |               |            |
|----------------------|---------------|---------------|---------------|------------|
| <b>Revenue total</b> | <b>40,000</b> | <b>58,773</b> | <b>18,773</b> | <b>47%</b> |
|----------------------|---------------|---------------|---------------|------------|

## Expense

|              |           |         |             |      |
|--------------|-----------|---------|-------------|------|
| CIP expenses | 1,154,306 | 109,945 | (1,044,361) | -90% |
|--------------|-----------|---------|-------------|------|

|                      |                  |                |                    |             |
|----------------------|------------------|----------------|--------------------|-------------|
| <b>Expense total</b> | <b>1,154,306</b> | <b>109,945</b> | <b>(1,044,361)</b> | <b>-90%</b> |
|----------------------|------------------|----------------|--------------------|-------------|

**Net operating results****(Sewer CIP Fund only)**

|                    |                 |
|--------------------|-----------------|
| <b>(1,114,306)</b> | <b>(51,171)</b> |
|--------------------|-----------------|

**Net operating results****Sewer Fund and Sewer CIP Fund combined**

|                  |
|------------------|
| <b>(584,682)</b> |
|------------------|

**Reconcile to audit**

|  |             |
|--|-------------|
| Net operating results - Sewer Fund     | (533,511)   |
| Net operating results - Sewer CIP Fund | (51,171)    |
| Debt service                           | 1,697,663   |
| Depreciation expense                   | (1,593,944) |
| Capitalized asset expenses             | 287,081     |
| GASB 68 pension adjustment             | (129,783)   |
| GASB 75 OPEB adjustment                | 14,191      |
| Change in net position                 | (309,475)   |

|                                 |           |
|---------------------------------|-----------|
| Net position 6/30/21            | 7,531,480 |
| Net position 6/30/22            | 6,632,829 |
| Net position 6/30/23            | 7,114,901 |
| Net position 6/30/24 (restated) | 8,045,704 |
| Net position 6/30/25            | 7,736,229 |

|                         |           |
|-------------------------|-----------|
| Working capital 6/30/21 | 5,687,894 |
| Working capital 6/30/22 | 5,429,739 |
| Working capital 6/30/23 | 4,465,141 |
| Working capital 6/30/24 | 4,967,917 |
| Working capital 6/30/25 | 4,339,308 |

**City of Crescent City**  
**FY 2024-25 Water Fund Operating Report**  
**June 30, 2025 Year End Results**

| Description  | Budget           | Actual           | \$ Over<br>(Under)<br>Budget | % Over<br>(Under)<br>Budget |
|--|------------------|------------------|------------------------------|-----------------------------|
| Revenue  |                  |                  |                              |                             |
| Interest   | 67,500           | 140,739          | 73,239                       | 109%                        |
| Rental revenue                                     | 24,648           | 19,132           | (5,516)                      | -22%                        |
| Other revenue                                      | 27,196           | 35,725           | 8,529                        | 31%                         |
| Charges for services                               | 2,695,897        | 2,571,969        | (123,928)                    | -5%                         |
| Water connections                                  | 95,000           | 162,571          | 67,571                       | 71%                         |
| Water CSD admin revenue                            | 3,300            | 3,348            | 48                           | 1%                          |
| Reimbursements                                     | 162,000          | 107,329          | (54,671)                     | -34%                        |
| Grant revenue                                      | 10,314           | -                | (10,314)                     | -100%                       |
| Transfers in                                       | 10,990           | 10,991           | 1                            | 0%                          |
| <b>Revenue total</b>                               | <b>3,096,845</b> | <b>3,051,804</b> | <b>(45,041)</b>              | <b>-1%</b>                  |
| Expenses by department                             |                  |                  |                              |                             |
| City council                                       | 54,277           | 49,530           | (4,747)                      | -9%                         |
| Administration                                     | 130,626          | 122,814          | (7,812)                      | -6%                         |
| Economic development and grants                    | 57,070           | 49,166           | (7,904)                      | -14%                        |
| City clerk   | 71,191           | 71,739           | 548                          | 1%                          |
| Human resources                                    | 15,162           | 13,787           | (1,375)                      | -9%                         |
| Finance  | 388,781          | 363,378          | (25,403)                     | -7%                         |
| City attorney                                      | 58,592           | 56,323           | (2,269)                      | -4%                         |
| Water operations                                   | 2,019,327        | 1,764,999        | (254,328)                    | -13%                        |
| Water CSD  | 217,347          | 143,996          | (73,351)                     | -34%                        |
| <b>Operating expense total</b>                     | <b>3,012,373</b> | <b>2,635,733</b> | <b>(376,640)</b>             | <b>-13%</b>                 |
| Transfers to Water CIP Fund                        | 859,029          | 859,029          | -                            | 0%                          |
| Transfers to Equipment Fund                        | 32,700           | 32,109           | (591)                        | -2%                         |
| <b>Total expenses</b>                              | <b>3,904,102</b> | <b>3,526,871</b> | <b>(377,231)</b>             | <b>-10%</b>                 |
| <b>Net operating results<br/>(Water Fund only)</b> | <b>(807,257)</b> | <b>(475,067)</b> |                              |                             |

**Water CIP Fund Activity**

## Revenue

|                              |         |         |           |      |
|------------------------------|---------|---------|-----------|------|
| Interest                     | -       | 78,284  | 78,284    |      |
| Transfers in from Water Fund | 859,029 | 859,029 | -         | 0%   |
| Grant revenue                | 700,000 | 4,879   | (695,121) | -99% |
| Other                        | -       | 27,492  | 27,492    |      |

|                      |                  |                |                  |             |
|----------------------|------------------|----------------|------------------|-------------|
| <b>Revenue total</b> | <b>1,559,029</b> | <b>969,684</b> | <b>(589,345)</b> | <b>-38%</b> |
|----------------------|------------------|----------------|------------------|-------------|

## Expense

|              |           |         |             |      |
|--------------|-----------|---------|-------------|------|
| CIP expenses | 2,664,729 | 588,714 | (2,076,015) | -78% |
|--------------|-----------|---------|-------------|------|

|                      |                  |                |                    |             |
|----------------------|------------------|----------------|--------------------|-------------|
| <b>Expense total</b> | <b>2,664,729</b> | <b>588,714</b> | <b>(2,076,015)</b> | <b>-78%</b> |
|----------------------|------------------|----------------|--------------------|-------------|

**Net operating results****(Water CIP Fund only)**

|                    |                |
|--------------------|----------------|
| <b>(1,105,700)</b> | <b>380,970</b> |
|--------------------|----------------|

**Net operating results****Water Fund and Water CIP Fund combined**

|                 |
|-----------------|
| <b>(94,097)</b> |
|-----------------|

**Reconcile to audit**

|  |           |
|--|-----------|
| Net operating results - Water Fund     | (475,067) |
| Net operating results - Water CIP Fund | 380,970   |
| Depreciation expense                   | (310,217) |
| Capitalized asset expenses             | 564,281   |
| GASB 68 pension adjustment             | (80,771)  |
| GASB 75 OPEB adjustment                | 8,070     |
| Change in net position                 | 87,266    |

|                      |            |
|----------------------|------------|
| Net position 6/30/21 | 10,980,479 |
|----------------------|------------|

|                      |            |
|----------------------|------------|
| Net position 6/30/22 | 10,948,847 |
|----------------------|------------|

|                      |            |
|----------------------|------------|
| Net position 6/30/23 | 11,722,617 |
|----------------------|------------|

|                                 |            |
|---------------------------------|------------|
| Net position 6/30/24 (restated) | 12,250,218 |
|---------------------------------|------------|

|                      |            |
|----------------------|------------|
| Net position 6/30/25 | 12,337,484 |
|----------------------|------------|

|                         |           |
|-------------------------|-----------|
| Working capital 6/30/21 | 3,026,123 |
|-------------------------|-----------|

|                         |           |
|-------------------------|-----------|
| Working capital 6/30/22 | 3,425,465 |
|-------------------------|-----------|

|                         |           |
|-------------------------|-----------|
| Working capital 6/30/23 | 3,536,257 |
|-------------------------|-----------|

|                         |           |
|-------------------------|-----------|
| Working capital 6/30/24 | 4,287,753 |
|-------------------------|-----------|

|                         |           |
|-------------------------|-----------|
| Working capital 6/30/25 | 4,355,762 |
|-------------------------|-----------|



## CITY COUNCIL AGENDA REPORT

**TO: MAYOR WRIGHT AND MEMBERS OF THE CITY COUNCIL**

**FROM: ERIC WIER, CITY MANAGER**

**BY: ROBIN ALTMAN, CITY CLERK/ADMINISTRATIVE ANALYST**

**DATE: FEBRUARY 2, 2026**

**SUBJECT: 2026 COUNCIL BOARD AND COMMITTEE APPOINTMENTS**

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### **RECOMMENDATION**

- Hear staff report
- Technical questions from the Council
- Receive public comment
- Further Council discussion
- Mayor to appoint and Council to confirm the Mayor's appointments to the Pelican Bay State Prison Citizens Advisory Commission and the Golden State Risk Management Authority (GSRMA) Board of Directors

### **BACKGROUND**

Annually Council Members review Boards and Committees and make their preferences known for the following year to the Mayor. The Mayor will then make their appointments and present them to the Council to confirm said appointments.

### **ITEM ANALYSIS**

On January 5, 2026, the City Council confirmed Mayor Wright's appointments for 2026. Subsequently, Pelican Bay State Prison reached out to the Mayor and requested additional appointments to the Pelican Bay Citizens Advisory Commission. Additionally, GSRMA recently advised the City that the City was selected to serve on the Board, therefore, a Board Member will need to be appointed from the City Council.

### **FISCAL ANALYSIS**

There is no direct fiscal impact from having a City Council Member serve on the GSRMA Board of Directors.

### **ATTACHMENTS**

1. 2026 Boards and Committees List

| ORGANIZATION   | MEETING SCHEDULE   | MEMBER  | ALTERNATE  |
|--|--|---|--|
| Auditor Committee  | As needed  | Member: Ray Altman<br>Member: Steve Shamblin                            | Alternate: Isaiah Wright                                 |
|  |  |   |  |
| Border Coast Regional Airport Authority  | Monthly on the first Thursday at 2pm   | Member: Candace Tinkler   | Alternate: Steve Shamblin                                |
|  |  |   |  |
| Chamber of Commerce Board of Directors   | Monthly on the 4 <sup>th</sup> Friday at 12 pm                               | Member: Candace Tinkler   | Alternate: Steve Shamblin                                |
|  |  |   |  |
| Crescent City Fire and Rescue 2x2  | As needed  | Member: Ray Altman<br>Member: Isaiah Wright                             | Alternate: Jason Greenough                               |
|  |  |   |  |
| City / County 2x2  | As needed  | Member: Isaiah Wright<br>Member: Candace Tinkler                        | Alternate: Steve Shamblin                                |
|  |  |   |  |
| Cultural Center Committee  | As needed  | Member: Isaiah Wright<br>Member: Candace Tinkler                        | Alternate: Ray Altman                                    |
|  |  |   |  |
| Del Norte Local Transportation Commission  | Monthly on the first Tuesday at 3pm<br>Board Chambers                        | Member: Ray Altman<br>Member: Jason Greenough<br>Member: Steve Shamblin | Alternate: Candace Tinkler<br>Alternate: Isaiah Wright   |
|  |  |   |  |
| Del Norte Solid Waste Management Authority   | Monthly on the 3 <sup>rd</sup> Tuesday at 4pm, Board<br>Chambers             | Member: Isaiah Wright<br>Member: Jason Greenough                        | Alternate: Candace Tinkler<br>Alternate: Steve Shamblin  |
| Golden State Risk Management Authority<br>Board of Directors                         |  | Member:   | Alternate:   |
|  |  |   |  |
|  |  |   |  |
| Last Chance Grade Stakeholder Group  | As needed  | Member: Jason Greenough<br>Member: Ray Altman                           | Alternate: Isaiah Wright<br>Alternate: Steve Shamblin    |
|  |  |   |  |
| Local Area Formation Commission  | Every other month on the 4 <sup>th</sup> Monday at<br>4pm; Board Chambers    | Member: Jason Greenough<br>Member: Isaiah Wright                        | Alternate: Candace Tinkler<br>Alternate: Steve Shamblin  |
|  |  |   |  |
| Oversight Board to the Successor Agency to<br>the Crescent City Redevelopment Agency | Twice a year, once in January and once<br>in July                            | Member: Candace Tinkler<br>Member: Eric Wier                            | Alternate: Steve Shamblin                                |
|  |  |   |  |
| Pelican Bay State Prison Citizens Advisory<br>Committee                              | Quarterly on the 2 <sup>nd</sup> Wednesday at 3pm,<br>in the Warden's office | Member: Steve Shamblin  | Alternate:   |
|  |  |   |  |
| Redwood Coast Transit Authority (RCTA)   | Monthly on the fourth Monday at 5:30<br>p.m.                                 | Member: Ray Altman<br>Member: Isaiah Wright                             | Alternate: Candace Tinkler<br>Alternate: Jason Greenough |
|  |  |   |  |

Visitors Bureau

Quarterly on the 4<sup>th</sup> Friday immediately following the Chamber of Commerce Board of Directors meeting

Member: Candace Tinkler

Alternate: Steve Shamblin