

Annual Comprehensive Financial Report (ACFR)

For the fiscal year ended June 30, 2021

AUDIT RESULTS – FY 20/21

▪ **Audit Opinion - Financial Statements**

• Unmodified “Clean Audit”

- Conformed with accounting principles generally accepted in the US (GAAP)
- Conformed with reporting requirements in accordance with Governmental Accounting Standards Board (GASB)
- Financial Statements are presented fairly, in all material respects
- Supplementary Information is fairly stated, in all material respects

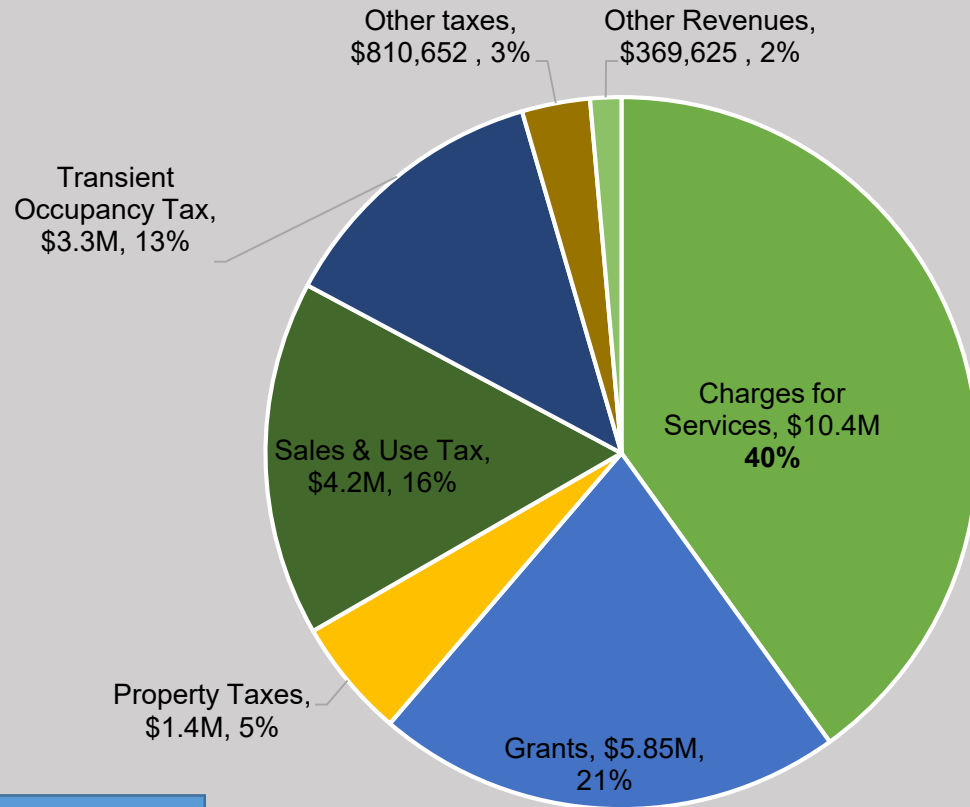
▪ **Internal Controls**

- No material weakness or deficiency

GOVERNMENT-WIDE

Revenues FY 20/21 \$26.1 million

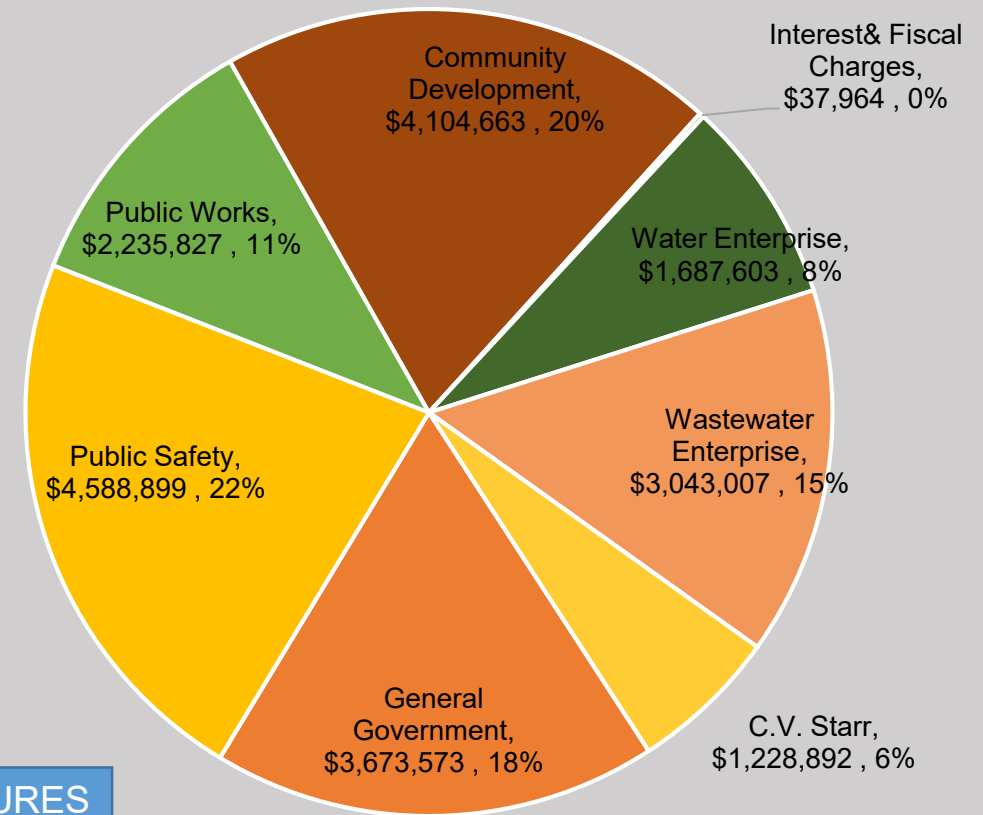
Revenues FY 19/20 \$25.6 million



REVENUES

Expenditures FY 20/21 \$20.6 million

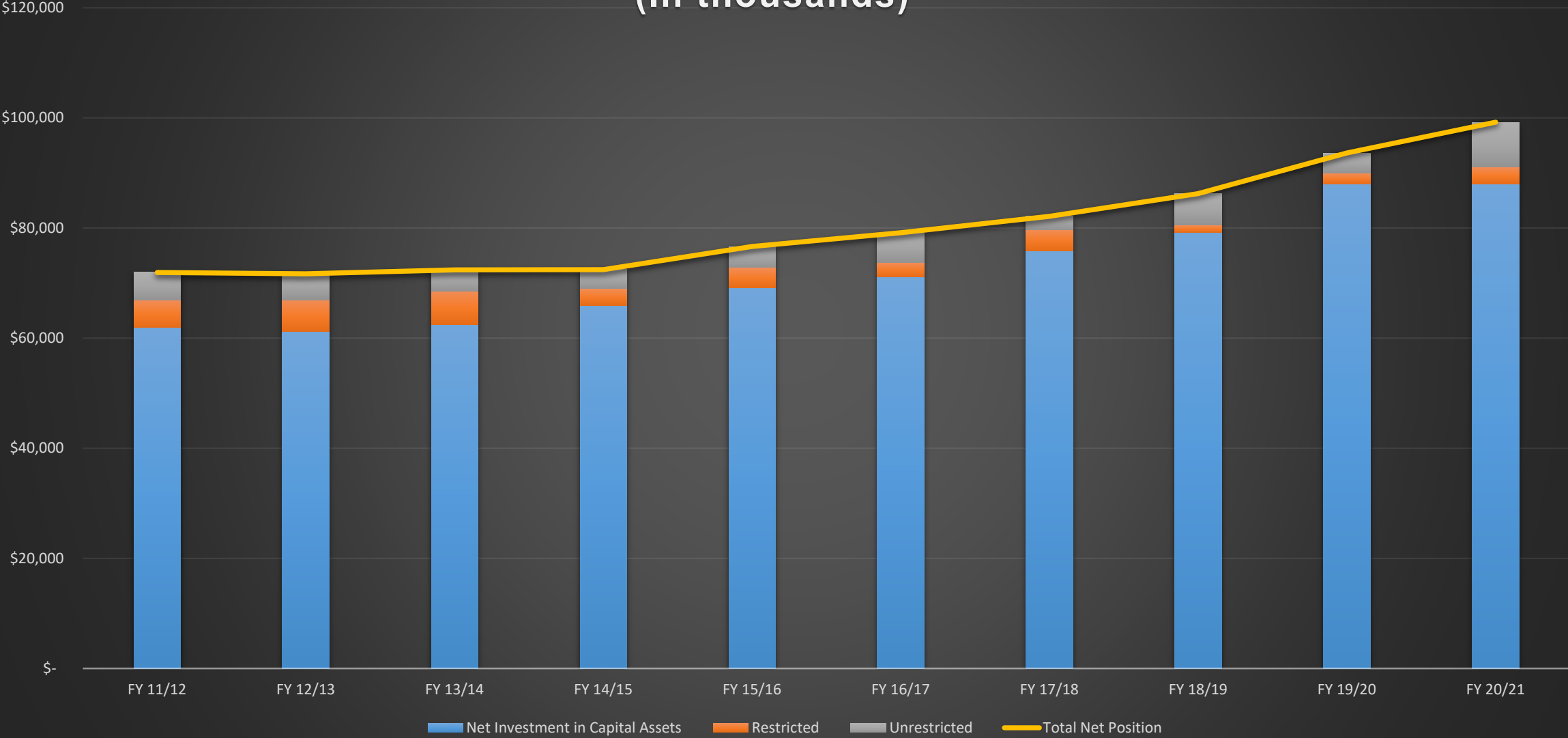
Expenditures FY 19/20 \$18.2 million



EXPENDITURES

► **FY 2020/21: \$99.2 million**

**City-wide Net Position - 10 Years;
(In thousands)**

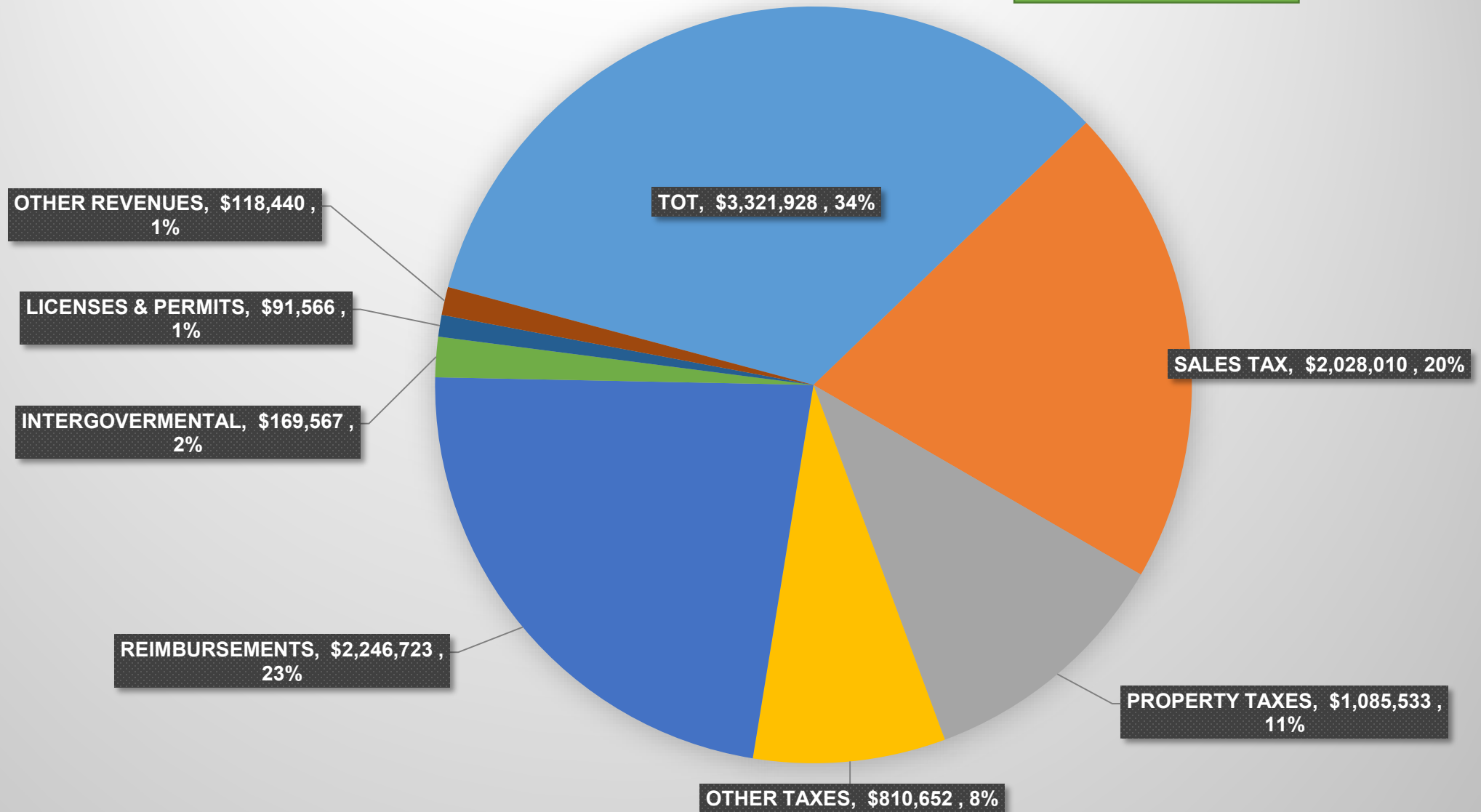


GENERAL FUND

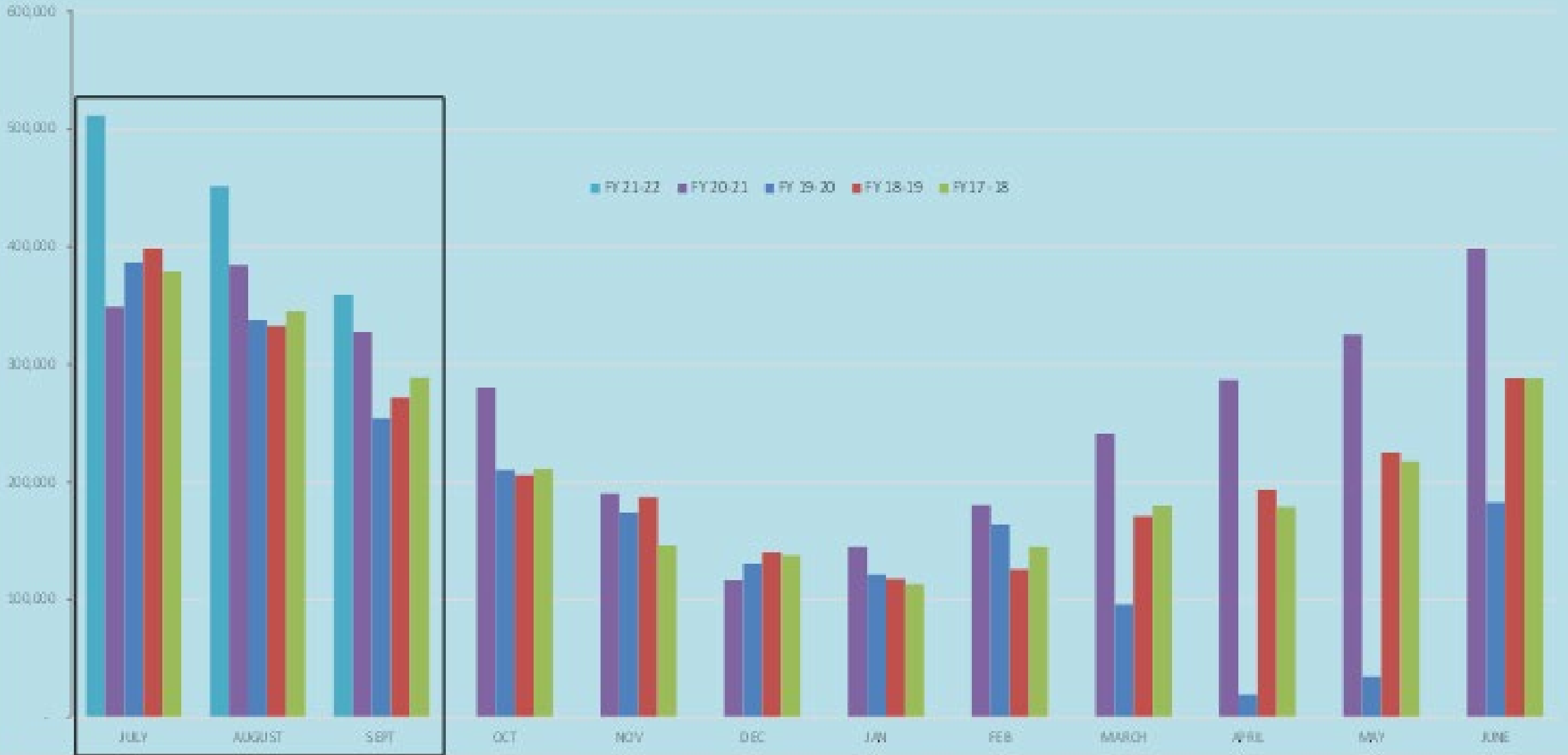
GENERAL FUND REVENUES

FY 2020/21 **\$9.8 million**

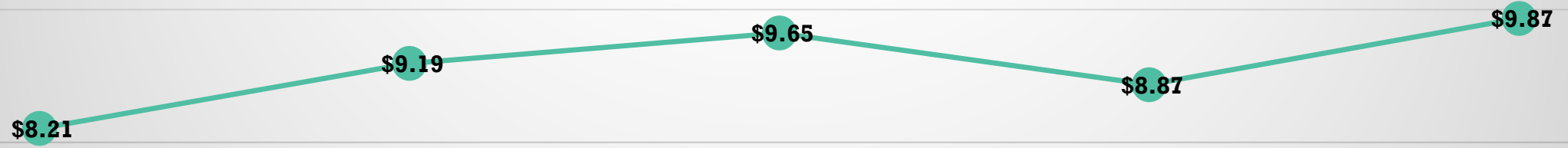
**\$288k above
FY 20/21 Budget**



TOT COLLECTIONS BY MONTH



General Fund Revenues



FY 16/17

FY 17/18

FY 18/19

FY 19/20

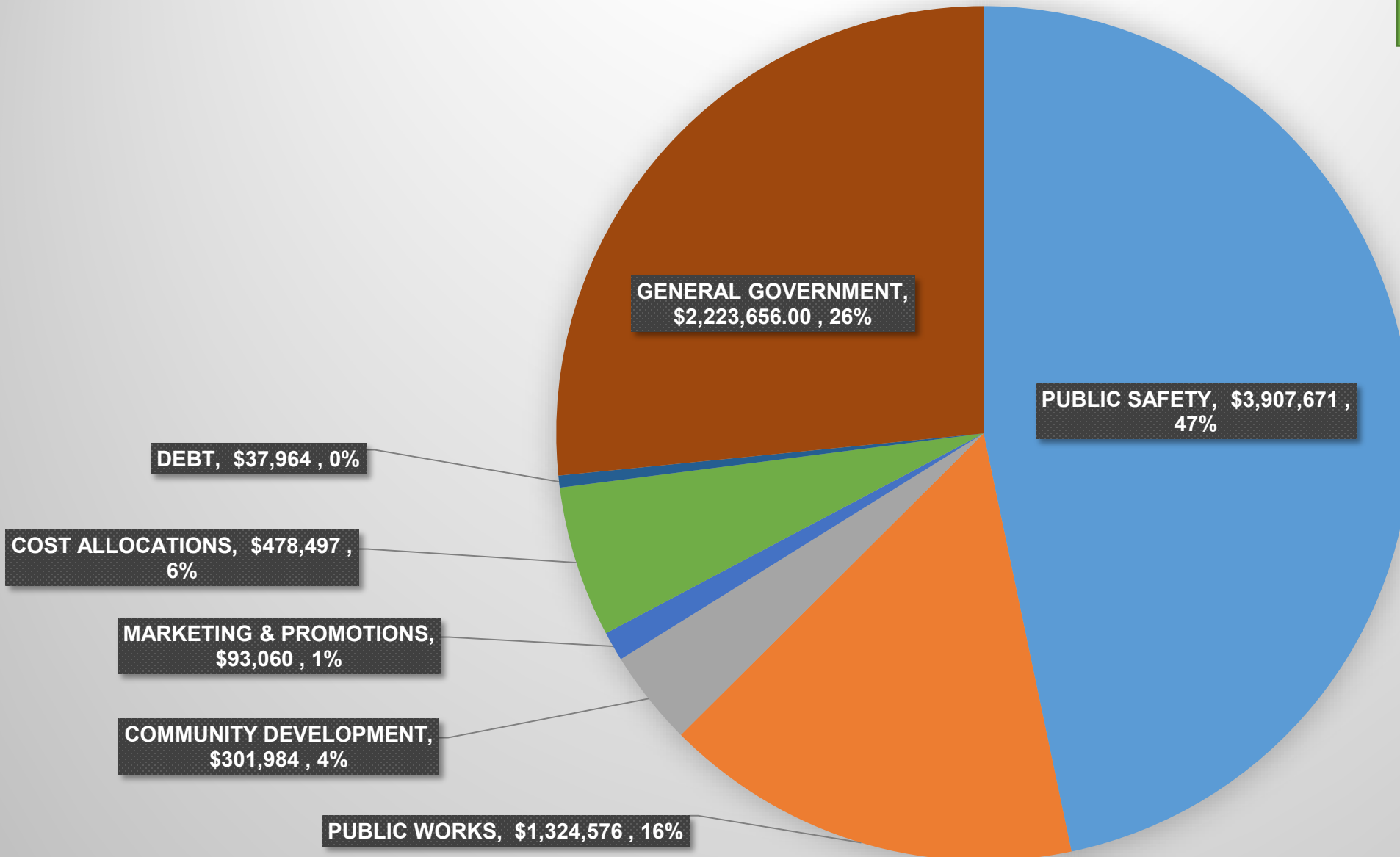
FY 20/21

Actuals

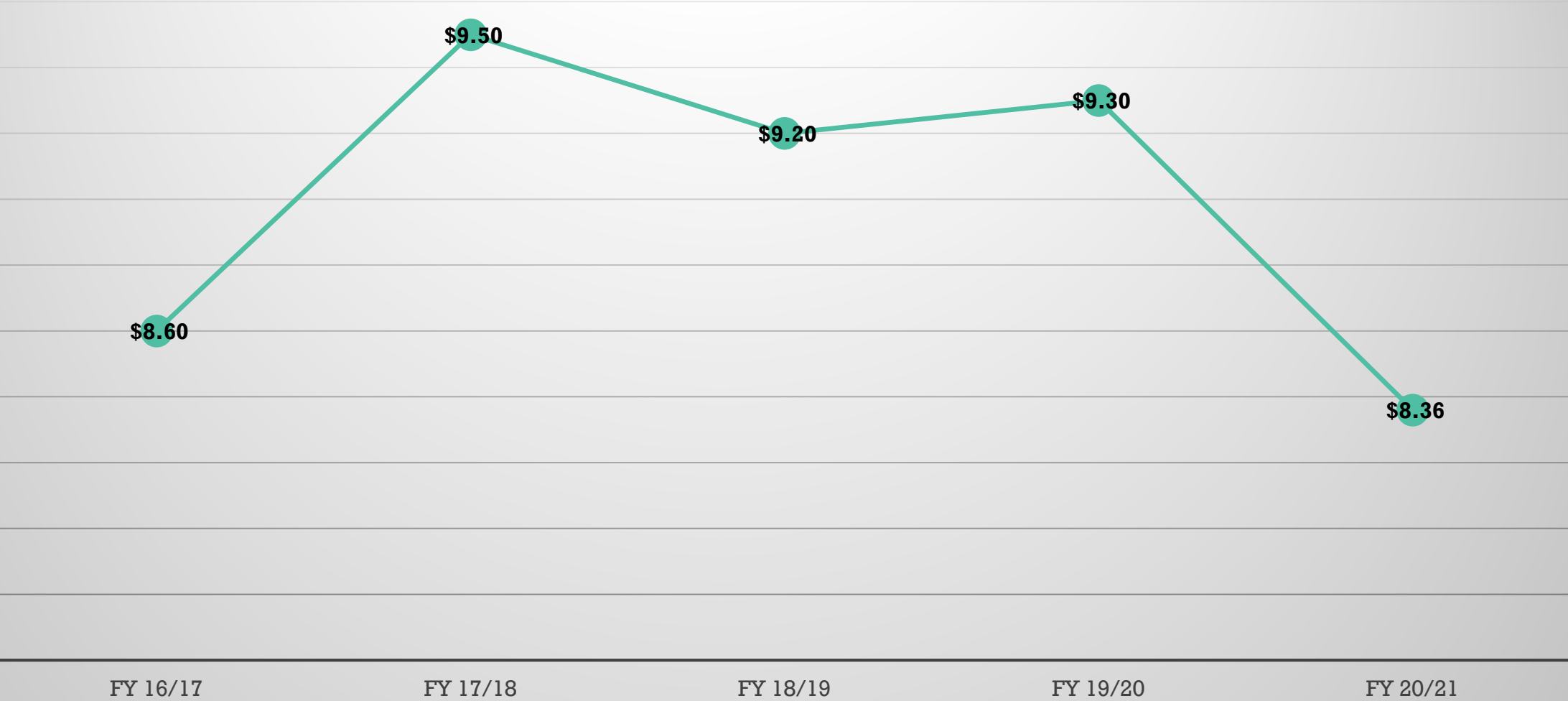
GENERAL FUND EXPENDITURES

FY 2020/21: **\$8.4 million**

**\$830k below
FY 20/21 Budget**



General Fund Expenditures Last Five Years (in millions)

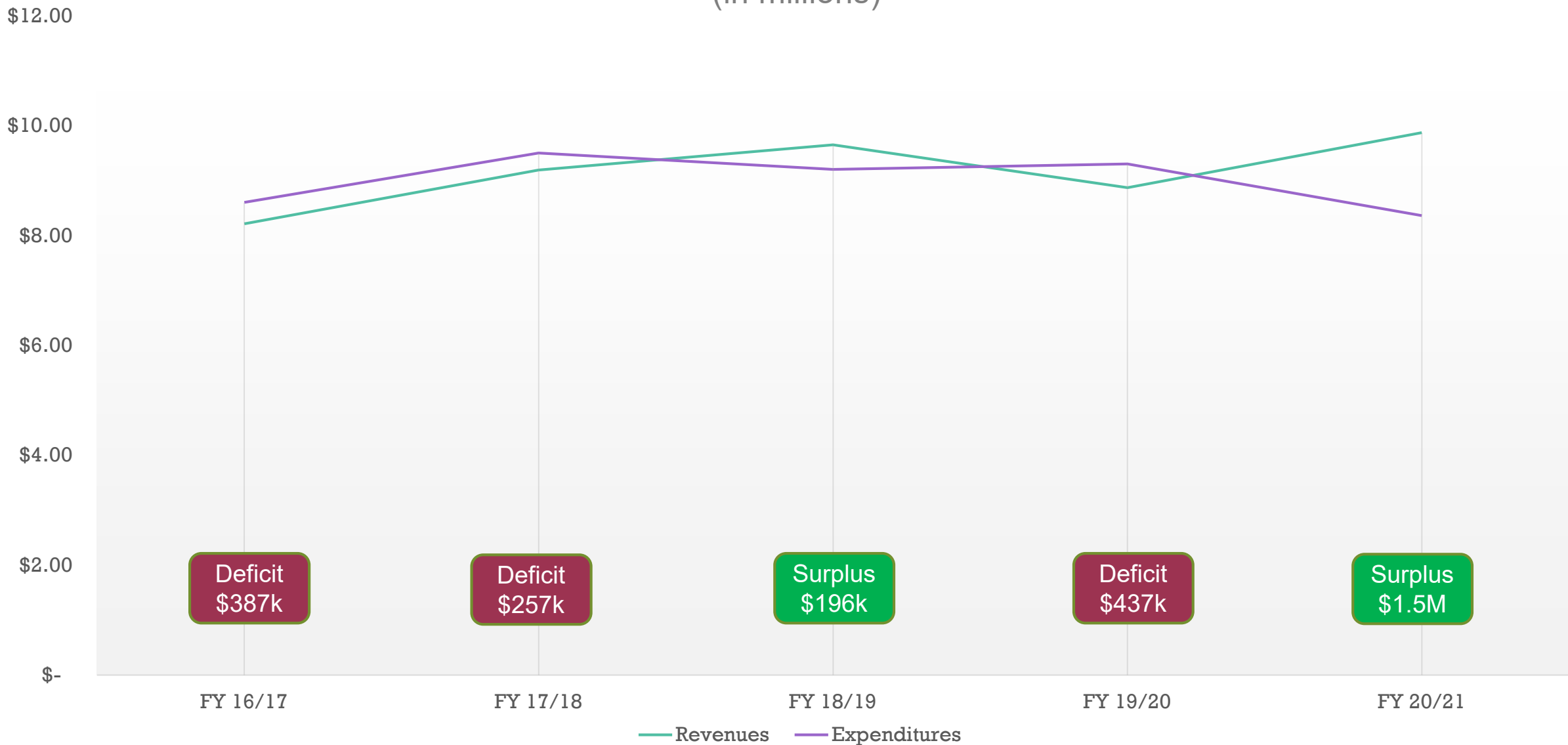


—●— GF Actuals

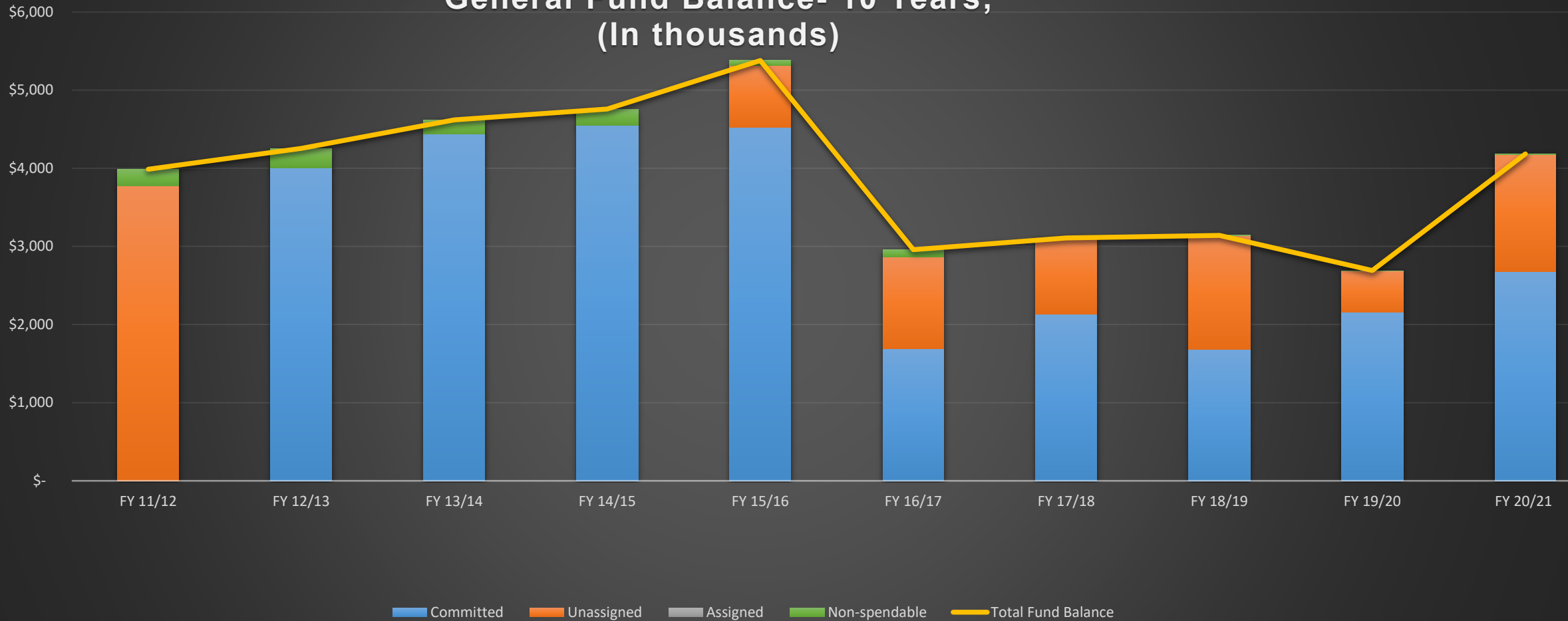
GENERAL FUND

REVENUES OVER/UNDER EXPENDITURES Last Five Years

(in millions)



General Fund Balance- 10 Years; (In thousands)



Operating Reserve \$1.9M
+
Recession Reserve \$489k
+
Litigation Reserve \$200k
+
Unassigned Reserve \$1.5M
=

Total Fund Balance
\$4.1M (55%)

City-Wide Achievements FY 2020/21

- Procured a Desalination-Reverse Osmosis Treatment System
- Implemented new Water Conservation Program to reduce water usage by a record 30 percent.
- Initiated a Blue Economy Regional Coalition effort
- Completed a feasibility study on the viability of a municipal broadband utility
- Developed a strategic Pension Obligation Plan – Issued Lease Revenue Bonds
- Adopted a Formula Business Ordinance
- RFP – Joint City/County Solid Waste Franchise Agreement
- Incubated a Community Land Trust
- Launched an Economic Development Incentives and Outreach program for Central Business District.
- Established a Citizen committee to tackle the complex issues surrounding the Name Change.

City-Wide Achievements FY 2020/21

■ COVID-19 Related efforts

- Launched COVID Utility Assistance program
- Established a business loan and micro-loan program
- Pivoted Marketing campaigns to focus on local restaurants and retail business
- Successful tenant-based rental assistance program (assisting more than 60 families)
- Continued temp waiver for businesses

ENTERPRISE FUNDS

Water Fund Operations



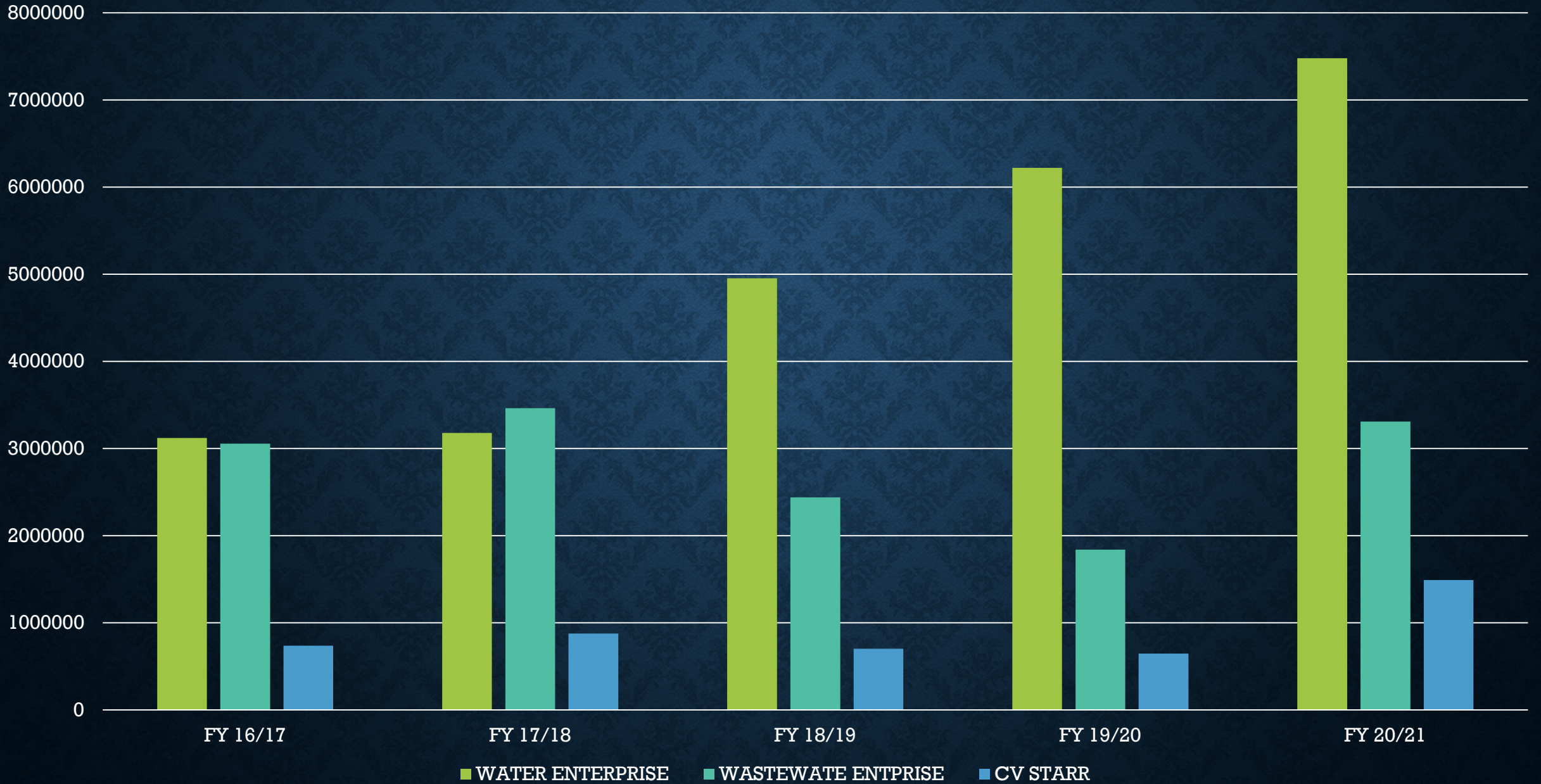
Wastewater Fund Operations



CV Starr Fund Operations



Enterprise Funds Reserves



CAPITAL IMPROVEMENT PROGRAM (CIP) WATER ENTERPRISE

FY 2021/22-2026 CAPITAL IMPROVEMENT PROGRAM BY CATEGORY

Fund	Project	Funding Source	Prior FY(s)	FY 21/22 Adopted Budget	FY 22/23 Projected	FY 23/24 Projected	FY 24/25 Projected	FY 25/26 Projected	Est. 5 year Total	Beyond CIP	Total Project Costs
WATER ENTERPRISE											
	Madsen Hole Ranney - Design	Water Ent				185,000			185,000		185,000
	Desalination and Shallow Groundwater	Water Ent			250,000				250,000		250,000
651	Water Treatment Plant Overhaul	Water Ent/UI	63,138	5,400,000					5,463,138		5,463,138
651	Pudding Creek Water Main Relocation	Water Ent	102,000	812,000					914,000		914,000
651	Raw Water Line Engineering and Construction, All Phases	Water Ent/ U/I	521,356	158,644	7,650,000				8,330,000		8,330,000
651	Raw Water Reservoir - Noyo Discharge	Water Ent		350,000	2,000,000				2,350,000		2,350,000
651	Distribution System Rehabilitation	Water Ent		850,000			15,000,000		15,850,000		15,850,000
	Water Meter Replacement	CDBG		3,000,000					3,000,000		3,000,000
	Extend Water System into E Fort Bragg	U/I							-	700,000	700,000
	Water Tank #1 Replacement	U/I							-	2,000,000	2,000,000
	Water Tank #2 Rehabilitation	U/I			850,000				850,000		850,000
	Total Water Enterprise		686,494	10,570,644	10,750,000	185,000	15,000,000	-	37,192,138	2,700,000	39,892,138
WASTEWATER ENTERPRISE											
716	Bio solids Dryer	WW	560,000						560,000		560,000
	WW Treatment Facility Upgrade	USDA	307,000						307,000		307,000
716	Collection System Rehabilitation	WW Fund/UI		750,000			12,000,000		12,750,000	-	12,750,000
716	Sewer Main Rehabilitation - CIPP	WW Fund		130,000			130,000		260,000	-	260,000
	Sanderson Way Sewer Main Replacement - Oak to Cedar	U/I							-	250,000	250,000
	Total Wastewater Enterprise		867,000	880,000	-	-	12,130,000	-	13,877,000	250,000	14,127,000

ON THE HORIZON

- **March 10th: FY 21/22 Mid-Term Budget Workshop**
- **March – April: FY 2022/23 Budget Development**
- **May 12th: FY 2022/23 Budget Workshop**
- **June: FY 2022/23 Budget Adoption**