

CITY OF RED BLUFF, CALIFORNIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For The Fiscal Year Ended
June 30, 2021

Prepared by:

Red Bluff Finance Department

	<u>Page Number</u>
INTRODUCTORY SECTION	
Letter of Transmittal	1
GFOA Certificate of Achievement	5
Organizational Chart	6
List of Elected and Appointed Officials	7
FINANCIAL SECTION	
Independent Auditors' Report	9
Management's Discussion and Analysis (Required Supplementary Information)	13
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position	25
Statement of Activities	27
Fund Financial Statements	
Balance Sheet – Governmental Funds	29
Reconciliation of the Balance Sheet – Governmental Funds to the Government-wide Statement of Net Position	30
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	31
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds to the Government-wide Statement of Activities	32
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Major Governmental Funds	33
Statement of Net Position – Proprietary Funds	35
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds	36
Statement of Cash Flows – Proprietary Funds	37
Notes to the Financial Statements	39

REQUIRED SUPPLEMENTARY INFORMATION SECTION

Schedule of the City's Proportionate Share of the Net Pension Liability	68
Schedule of the City's Pension Contributions	69
Schedule of the City's Total Other Postemployment Benefits Liability	70
Notes to the Required Supplementary Information	71

COMBINING AND INDIVIDUAL NONMAJOR FUND FINANCIAL STATEMENTS

Description of Nonmajor Governmental Funds	73
Combining Balance Sheet – Nonmajor Governmental Funds	75
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	84
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Nonmajor Special Revenue Funds	93
Description of Nonmajor Proprietary Funds	98
Combining Statement of Net Position – Nonmajor Proprietary Funds	99
Combining Statement of Revenues, Expenses, and Changes in Net Position – Nonmajor Proprietary Funds	100
Combining Statement of Cash Flows – Nonmajor Proprietary Funds	101

STATISTICAL SECTION

Financial Trends

Net Position	105
Statement of Activities	106
Fund Balances of Governmental Funds	109
Changes in Fund Balances of Governmental Funds	110
General Fund Balance Compared to Annual Appropriations	111
General Fund Revenues by Source	112
General Fund Tax Revenues by Source	113
Governmental Funds Expenditures by Function	114

STATISTICAL SECTION (CONTINUED)

Revenue Capacity

Property Tax Rates (Direct and Overlapping Governments)	115
Assessed Value and Estimated Actual Value of Taxable Property	116
Principal Secured Property Taxpayers	117
Basic Property Value Table Summarized by Use	118
Property Tax Levies and Collections	119
Taxable Property Values (Roll Summary)	120
Assessed Value of Taxable Property	121
Special Assessments Billing and Collections	122

Debt Capacity

Ratio of Outstanding Debt by Type	123
Ratio of General Bonded Debt Outstanding	124
Ratio of Annual Debt Service for Bonded Debt to Total General Expenditures	125
Direct and Overlapping Governmental Activities Debt	126
Legal Debt Margin Information	127
Pledged Revenue Coverage	128

Demographic and Economic Information

General Information	129
Principal Employers	130
Economic Information	131

Operating Information

Operating and Capital Indicators	132
Authorized Full Time and Part-time Positions by Department	133
Water and Sewer Rates	134
Top 25 Sales Tax Producers	135
Taxable Sales by Category	136

GAO SECTION

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	138
---	-----

INTRODUCTORY SECTION



CITY OF RED BLUFF

555 Washington Street Red Bluff, California 96080 (530) 527-2605 Fax (530) 529-6878 www.cityofredbluff.org

December 6, 2021

To the Honorable Mayor, Members of the City Council, and Citizens of the City of Red Bluff

The City of Red Bluff (City) submits to you its Annual Comprehensive Financial Report (ACFR) for the year ended June 30, 2021. The Finance Department publishes the ACFR to provide information about the City to its citizens, the investment community, the general public, and others who may have an interest in the financial well-being of the City. The data presented is designed to help readers assess our financial condition and understand the services we provide to the citizens of the City. This letter of transmittal is designed to be read with and complement the Management's Discussion and Analysis (MD&A). The MD&A can be found immediately following the report of the independent auditor.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and fairly represent the financial position and changes in financial position of the City. Disclosures necessary to enable the reader to gain an understanding of the City's financial affairs have been included.

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

The City requires an annual audit to be conducted by an independent auditor hired by the City Council. The audit report is to be prepared in accordance with auditing standards generally accepted in the United States of America and accounting principles generally accepted in the United States of America (GAAP) and submitted to the City Council as close to the calendar year end as possible. AGT CPAs & Advisors, a firm of licensed certified public accountants, has audited the attached financial statements. Based on the results of the audit, the City's financial statements for the fiscal year ended June 30, 2021, received an unmodified opinion in the independent auditor's report (which is presented as the first component of the financial section of this report).

Profile of Red Bluff

The City of Red Bluff was incorporated on March 31, 1876.

Red Bluff is the largest city in and the county seat of Tehama County, California. The population was 14,710 at the 2020 census, up from 14,076 at the 2010 census.

The City is governed by the California Constitution and Statutes and operates under a Council-Manager form of government. The City Council consists of five members, elected to staggered four-year terms. An election held each November in even numbered years selects either two or three Council Members. The Council selects a Mayor and Mayor Pro Tem from among its members to serve a one-year term. The Mayor presides over the Council meetings, which are held on the first and third Tuesday of each month. The City Council appoints a City Manager to implement its policies and directives and a City Attorney to serve as its legal counsel.

The City provides a broad range of services including; police and fire protection; construction and maintenance of streets and infrastructure; community development, including planning and zoning, building and safety, and housing activities; water and waste water services; park and recreational activities; municipal airport and general administrative services.

The budget serves as the foundation for financial planning and control for the City. Budgetary control is maintained to ensure compliance with legal provisions of the annual appropriated budget as approved and modified by the City Council.

Red Bluff's Economic Condition

Local Economy

Most of The City's main local revenues are on the increase, with our sales tax revenues leading the way with a 21.5% increase. Overall, general fund revenue increased 21.16% over the prior year.

On November 4, 2014, the City's residents voted in a quarter cent sales tax increase to help improve public safety, parks, recreation, and other general fund services. The additional quarter cent increase in sales tax has allowed the City to purchase much needed capital assets and equipment, as well as provided for several new employees in the police, fire, and parks departments. Sales tax revenue is approximately 48% of all General Fund revenue.

On November 6, 2018, the City's residents voted to extend the quarter cent sales tax for 10 additional years, creating a new sunset date of March 31, 2031. This will significantly improve the City's ability to staff and fund the City's Police, Fire, and Parks and Recreation Departments.

Some of the major budgetary initiatives that had a significant impact on the current year's financial statements were the increases in the Public Employees Retirement System (PERS) Unfunded Liability costs. These costs were offset by the increase in general fund revenues. The unexpected increase in sales tax revenue was mainly due to a better than projected outcomes relating to the Covid 19 restrictions. The better than projected revenues, and conservative spending on behalf of the City Departments resulted in an overall increase of \$2,421,451.

The budget committee is monitoring over \$2.5 million in street improvement projects, and almost \$6 million in capital projects, that began in FY 17/18. These projects are designed to improve the equipment, infrastructure and facilities of the city administration, public works, water, wastewater, and community development departments. Currently, one of the eight street improvement projects have been completed, and approximately \$1.5 million is slated for completion in FY 21/22. Also, 21 of the capital projects have been completed, two have been removed from the list, and approximately \$5.7 million is slated for completion in FY 21/22.

Long-term Financial Planning

In the coming years, one of the main challenges to the City is the ever-increasing PERS required retirement contributions. The required contributions are expected to increase each year by approximately 15% to 30% over the next four years. To combat these increasing expenses, the City issued taxable pension obligation bonds, in July of 2021. The Bonds have been structured to produce a more sustainable projected annual pension cost schedule, generating reduced payments and uniform projected savings through Fiscal Year 2039-40. In addition, the City anticipates paying off the Unfunded Liability associated with the classic (non-PEPRA) Plans not being prepaid by the Bonds, by utilizing a small portion of the savings anticipated to be generated by the Bonds.

The City's policy is to fund and maintain a reserve for contingencies of 10%, a reserve for economic uncertainties of 5%, and then to fund reserves to accommodate needed capital. The General Fund has sufficient revenues to meet its desired operating or emergency reserve levels, as outlined in the City's Reserve Policies, and to fund some of the reserves for needed capital. The budget committee will start to work early, developing a plan that will incorporate measures necessary to address the City's aging infrastructure, and ensure the goals of the reserves are met.

Relevant Financial Policies

The financial reserve policy is designed to preserve the fiscal integrity of the City's resources. When the City spends more money than is received in revenue, the fiscal integrity of the City is compromised. The City's budget committee will be reviewing current and future budgets and spending to ensure the reserve policy is upheld.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Red Bluff for its comprehensive annual financial report for the fiscal year ended June 30, 2020. This was the sixth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

This Annual Comprehensive Financial Report is the result of the cooperative effort of many people. We wish to convey our appreciation to the members of the Finance Department who contributed to and assisted with its successful completion of the audit. We would also like to express our appreciation to all the City departments, who provided assistance and support, and to the City Council for their support in planning and committing to conduct the financial operations of the City in a responsible and progressive manner.

Respectfully Submitted,


Sandy Ryan, Finance Director


Richard Crabtree, City Manager/Attorney



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

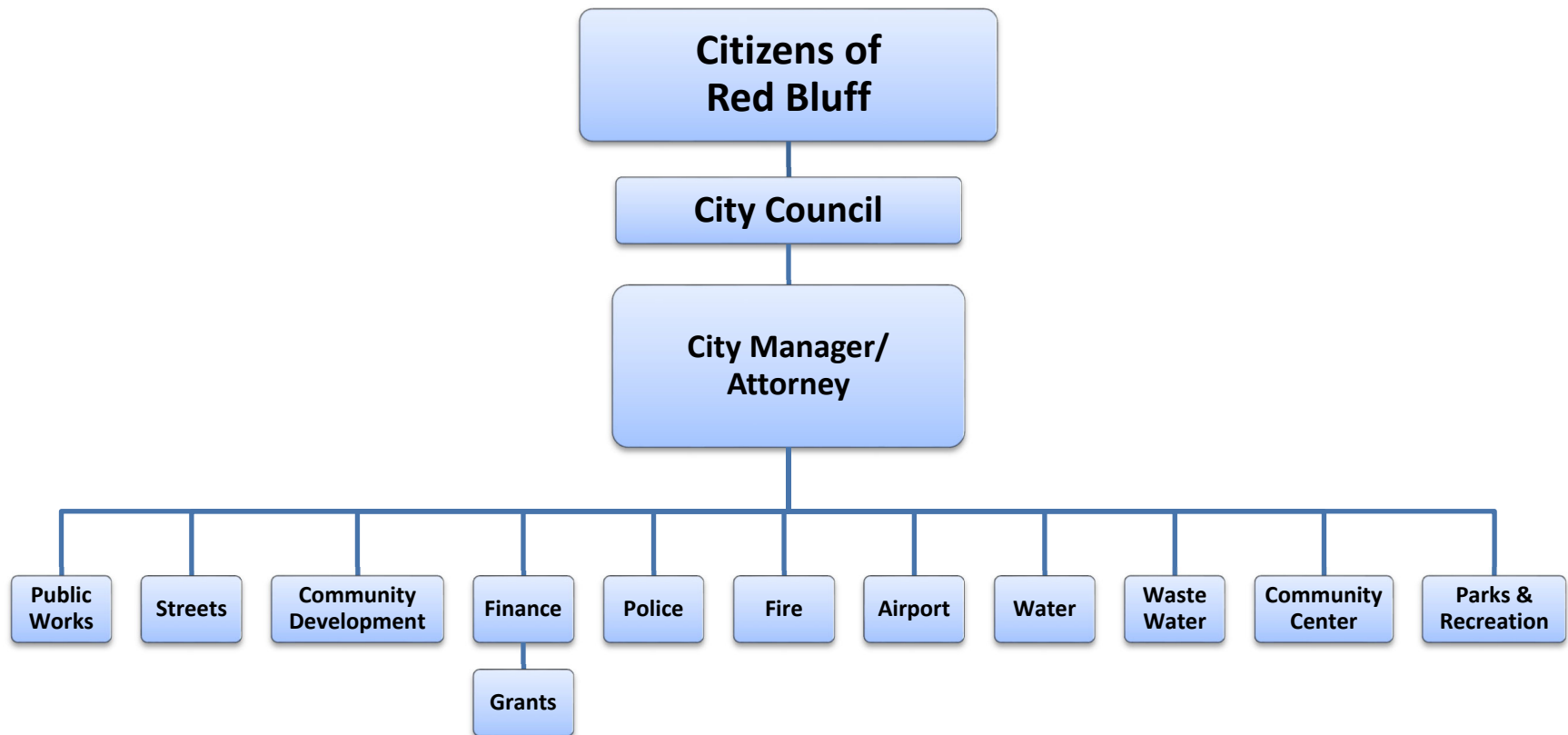
**City of Red Bluff
California**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morrell

Executive Director/CEO



Council Committees: Budget Committee and Audit Committee

Boards & Commissions: Board of Appeals, Planning Commission, Airport Commission, Parks & Recreation Advisory Commission

City of Red Bluff

LIST OF ELECTED AND APPOINTED OFFICIALS

June 30, 2021

CITY COUNCIL

Mayor Kris Deiters
Mayor Pro Tem Daniele Eyestone
Council Member Clay Parker
Council Member Johnna Jones
Council Member J. R. Gonzalez

ADMINISTRATIVE PERSONNEL

City Manager Richard Crabtree
City Attorney Richard Crabtree
City Treasurer Donna Gordy
Finance Director Sandy Ryan
Director of Public Works/City Engineer Robin Kampmann
Community Development Director Scott Friend
Chief of Police Kyle Sanders
Fire Chief Ray Barber
City Clerk Cassidy DeRego

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and City Council
City of Red Bluff, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Red Bluff (the City), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

The City's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

INDEPENDENT AUDITORS' REPORT

(Continued)

Opinions

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 of Red Bluff, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, the Grants/Program Income Fund, and the Other Grants Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 13 through 23 and pension and other postemployment benefits disclosure schedules on pages 68 through 70 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. 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.

Other 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 introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

INDEPENDENT AUDITORS' REPORT

(Continued)

The combining and individual nonmajor fund financial statements 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 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2021, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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.

AGT CPAs & Advisors

AGT CPAs & Advisors
Redding, California
December 6, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Required Supplementary Information)

City of Red Bluff

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of City of Red Bluff (City), we offer readers of the City's Annual Comprehensive Financial Report this narrative overview and analysis of the financial activities of the City for the fiscal year-ended June 30, 2021, titled "Management's Discussion and Analysis" or MD&A.

FINANCIAL HIGHLIGHTS

The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$56,065,357 (net position). Of this amount, \$2,347,507 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the City's fund designation and fiscal policies. The City's total net position has increased by \$2,285,497. Most of this increase is due to increased revenues of taxes and fees.

As of the close of the current fiscal year, the City's governmental activities reported combined total net position of \$29,534,043. Of this amount \$(8,650,439) is unrestricted and available for use within the City's designation and policies. This deficit is the result of the GASB 68 & GASB 75 requirements to include all the City's estimated net pension liability and estimated total OPEB liability, respectfully, in the government-wide financial statements.

At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$816,893 or 6.32% of the total General Fund expenditures. The assigned fund balance of \$6,030,000 is comprised of the following: 1) assigned for contingencies - \$1,292,275 or 10% of the total General Fund expenditures; 2) assigned for uncertainties - \$646,138 or 5% of the total General Fund expenditures; 3) assigned for fire apparatus and vehicles - \$400,000; 4) assigned for vehicles - \$325,000; 5) assigned for city buildings - \$1,645,200; 6) assigned for technology - \$325,000; 7) assigned for ADA projects - \$325,000; 8) assigned for quarter cent sales tax one-time expenses - \$750,000; and 9) assigned for parks equipment and improvements - \$321,387.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains combining and individual fund financial statements which provide detail of non-major governmental funds, a GAO section which provides information on the City's internal controls over financial reporting, and a statistical section which provides trend information on the City and its operations.

City of Red Bluff

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Continued)

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector businesses.

The statement of net position presents information on all the City's assets and liabilities, with the difference between the two reported as net position. The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of related cash flows. Thus, revenue and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, such as for earned but not yet used leave (compensated absences, vacation, and accrued time off), and for pension expense that is expected to be incurred, based on current conditions and actuarial estimations.

Both government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government and administration, public safety, and recreation. The business-type activities of the City include water, wastewater, airport, community development and community center.

Fund Financial Statements

A fund is a grouping of related accounts that is 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 the funds of the City can be divided into two categories-governmental funds and proprietary funds.

Governmental Funds

Governmental funds are used to account for 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 current sources and uses 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 effect of the government's near-term financing decisions. Both the governmental funds 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.

City of Red Bluff

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Continued)

The City maintains 28 governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Traffic Control Capital Improvement Fund, Grant/Program Income Fund, and Other Grants Fund all of which are major funds. The General Fund consists of three different departmental funds: General, Public Safety, and Parks and Recreation. Data from the other 24 funds are detailed in the Combining and Individual Non-major Fund Financial Statements.

Proprietary Funds

The City maintains one type of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its waste water, water, community development, airport, and community center.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Waste Water and Water Funds since both are major funds of the City. Data from the other three enterprise funds are detailed in the Combining and Individual Non-major Fund Financial Statements.

GOVERNMENTAL-WIDE FINANCIAL ANALYSIS

As stated above, the City's assets exceeded liabilities by \$56,065,357 as of June 30, 2021.

The largest portion of the City's net position (73.5%) reflects its net investment in capital assets (e.g., land, buildings, equipment, improvements, construction in progress, and infrastructure), less any debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide service to citizens; consequently these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of \$12,507,118 of the City's net position (22.3%) represents resources that are subject to external restriction on how they are used. The remaining balance of unrestricted net position, \$2,347,507, is used to meet the government's ongoing obligation to citizens and creditors.

City of Red Bluff

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Continued)

The following table provides a summary of the City's Net Position for the years ended June 30, 2021 and 2020.

CITY OF RED BLUFF'S NET POSITION

June 30	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
ASSETS						
Current and other assets	\$ 24,116,693	\$ 19,626,299	\$ 15,024,914	\$ 15,699,485	\$ 39,141,607	\$ 35,325,784
Capital assets	27,234,886	24,959,598	15,533,368	15,483,091	42,768,254	40,442,689
TOTAL ASSETS	51,351,579	44,585,897	30,558,282	31,182,576	81,909,861	75,768,473
Deferred outflows from						
OPEB, pensions	4,006,165	3,604,417	765,764	779,604	4,771,929	4,384,021
LIABILITIES						
Total OPEB liability	3,199,817	2,688,532	637,295	525,062	3,837,112	3,213,594
Net pension liability	16,114,844	14,632,127	3,336,582	3,149,435	19,451,426	17,781,562
Long-term liabilities	2,881,586	1,583,804	138,476	145,873	3,020,062	1,729,677
Other liabilities	2,439,631	894,527	376,462	741,289	2,816,093	1,635,816
TOTAL LIABILITIES	24,635,878	19,798,990	4,488,815	4,561,659	29,124,693	24,360,649
Deferred inflows from						
OPEB, pensions	1,187,823	1,551,740	303,917	460,245	1,491,740	2,011,985
NET POSITION						
Net investment in capital assets	25,677,364	24,550,658	15,533,368	15,483,091	41,210,732	40,033,749
Restricted	12,507,118	11,991,022	-	-	12,507,118	11,991,022
Unrestricted	(8,650,439)	(9,702,096)	10,997,946	11,457,185	2,347,507	1,755,089
TOTAL NET POSITION	\$ 29,534,043	\$ 26,839,584	\$ 26,531,314	\$ 26,940,276	\$ 56,065,357	\$ 53,779,860

As of June 30, 2021, the City is reporting positive balances in all three categories of net position for the City as a whole.

City of Red Bluff
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Continued)

Analysis of the City's Operations

The following table provides a summary of the City's operations for the years ended June 30, 2021 and 2020.

CITY OF RED BLUFF'S STATEMENT OF ACTIVITIES

Years Ended June 30	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Revenues						
Program Revenues:						
Charges for services	\$ 652,713	\$ 634,021	\$ 6,043,139	\$ 5,982,293	\$ 6,695,852	\$ 6,616,314
Operating grants and contributions	2,111,419	1,514,594	30,000	98,893	2,141,419	1,613,487
Capital grants and contributions	2,264,802	156,453	90,216	12,500	2,355,018	168,953
General Revenues:						
Sales taxes	6,398,956	5,266,540	-	-	6,398,956	5,266,540
Property taxes	1,851,491	1,723,402	87,989	97,047	1,939,480	1,820,449
Motel taxes	1,174,303	964,054	-	-	1,174,303	964,054
Special gas taxes	316,965	315,199	-	-	316,965	315,199
Franchise taxes	434,059	415,714	-	-	434,059	415,714
Other taxes	258,156	245,959	-	-	258,156	245,959
Motor vehicle license fees	1,433,904	1,365,543	-	-	1,433,904	1,365,543
Impact fees	96,638	57,325	-	-	96,638	57,325
Investment earnings	197,016	196,474	139,105	262,027	336,121	458,501
Gain on sale of assets	323,080	35,808	-	-	323,080	35,808
Total Revenues	17,513,502	12,891,086	6,390,449	6,452,760	23,903,951	19,343,846
Expenses						
General Government:						
City administration	668,538	678,447	-	-	668,538	678,447
Finance	604,592	531,270	-	-	604,592	531,270
Community promotion and economic development	83,021	153,048	-	-	83,021	153,048
Human resources	212,255	194,912	-	-	212,255	194,912
Engineering and administration	270,381	185,095	-	-	270,381	185,095
Government buildings	472,467	436,497	-	-	472,467	436,497
General government	258,779	340,872	-	-	258,779	340,872
Public Safety:						
Fire	3,123,518	3,132,503	-	-	3,123,518	3,132,503
Police	7,059,387	6,729,993	-	-	7,059,387	6,729,993
Parks and recreation	524,349	549,841	-	-	524,349	549,841
Transportation and streets	2,227,078	2,303,414	-	-	2,227,078	2,303,414
Community development	-	-	409,166	397,452	409,166	397,452
Waste water	-	-	3,169,608	2,716,976	3,169,608	2,716,976
Water	-	-	1,891,006	2,105,350	1,891,006	2,105,350
Airport	-	-	254,744	242,743	254,744	242,743
Community center	-	-	389,565	352,283	389,565	352,283
Total Expenses	15,504,365	15,235,892	6,114,089	5,814,804	21,618,454	21,050,696
Excess (deficiency) before transfers	2,009,137	(2,344,806)	276,360	637,956	2,285,497	(1,706,850)
Transfers	685,322	767,018	(685,322)	(767,018)	-	-
Change in Net Position						
(Expense) revenue - net	2,694,459	(1,577,788)	(408,962)	(129,062)	2,285,497	(1,706,850)
Net Position - Beg. of Year	26,839,584	28,417,372	26,940,276	27,069,338	53,779,860	55,486,710
Net Position - End of Year	\$ 29,534,043	\$ 26,839,584	\$ 26,531,314	\$ 26,940,276	\$ 56,065,357	\$ 53,779,860

City of Red Bluff

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Continued)

The governmental activities net position increased \$2,694,459. The following are significant changes from the prior year:

- 1) Operating grants and contributions increased by \$596,800 due to the CDBG-CV Phase 2 & 3 Grant (\$233,216), the Coronavirus Relief Funding (\$175,885), and Fire department personnel reimbursement (\$185,850).
- 2) Capital grants and contributions increased by \$2,108,350 mainly due to the Boat Launch Grant.
- 3) Sales tax revenue increased by \$1,132,400 due to increased sales across the board, for everything from on-line purchases to general consumer goods. Sales Tax revenue is confidential information and cannot be shared publicly as to what vendor or purchaser paid into the City's sales tax revenue.
- 4) Property tax revenue increased by \$128,100 due to increasing property value and increasing property sales.
- 5) Motel tax revenue increased by \$210,250 due to relaxed restrictions on travel due to Covid and increasing wildfire activity.
- 6) Motor Vehicle License fees increased by \$68,360 due to increased vehicle sales and increased fees.
- 7) Gain on sale of assets increased by \$287,300 due to the sale of Madison Street (\$305,000), offset by a decrease in asset sale activity.
- 8) Governmental expenses increased by \$268,500, mainly due to an increase in Police salaries and related benefits. Salaries increased in the Police department, and the CalPERS unfunded liability payment requirements increased. The Police department is the largest expense of the City. Community Promotion and economic development decreased by \$70,000 as a result of a default in a housing loan in the prior year.

The business activities net position decreased \$408,962. The following are significant changes from the prior year.

- 1) Charges for services revenues increased by \$60,850 due to: Community Development had an increase in code enforcement revenue of \$38,100; Water had an increase in water usage resulting increase charges of \$50,000.
- 2) Operating grants and contributions decreased \$68,000 due to the Tehama County contributions to the Community Center operations in the current year was decreased due to the CDBG-CV Phase 2 & 3 Grant covering Community Center operations.
- 3) Capital grants and contributions revenues increased by \$78,000 due to the FAA grant project for the design of improving the apron and taxiway.
- 4) Investment earnings revenue decreased by \$123,000 due to decreased interest rates.

City of Red Bluff

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Continued)

- 5) Wastewater expenses increased by \$452,600 due to an increase in WWTP Operations Contract costs and an increase in maintenance supplies and services.
- 6) Water expenses decreased by \$214,350 due to pension expense decreases from fluctuations in estimates.
- 7) Operating transfers out decreased by \$82,000 due to the update of the cost allocation plan.

Overall, the primary government net position has increased \$2,285,497 from the prior year. From the significant changes stated above, it can be noted that pension costs can fluctuate significantly from year to year, based on current events, employee turnover, economy, inflation rates, actuarial adjustments, etc.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The following table provides a summary of the City's change in fund balance for the year ended June 30, 2021.

	Traffic Control		Grants/		Other	Nonmajor	Total
	General	Capital	Program		Grants	Governmental	Governmental
	Fund	Improvement	Income Fund		Fund	Funds	Funds
Revenues	\$ 13,334,337	\$ 51,773	\$ 292,645	\$ 2,266,399	\$ 1,484,302	\$ 17,429,456	
Expenditures	12,922,752	-	20,593	2,428,225	1,044,060	16,415,630	
Other financing sources (uses) - net	2,009,866	-	(229,123)	33,145	44,953	1,858,841	
Change in Fund Balances	2,421,451	51,773	42,929	(128,681)	485,195	2,872,667	
Fund Balance - July 1, 2020	4,425,442	2,225,258	4,058,601	128,681	6,433,759	17,271,741	
Fund Balance - June 30, 2021	\$ 6,846,893	\$ 2,277,031	\$ 4,101,530	\$ -	\$ 6,918,954	\$ 20,144,408	

The main reason for the increase in the general fund balance is revenue increases in Sales taxes- \$1,132,400, Property taxes- \$128,100, Motel taxes- \$210,250, Intergovernmental revenue- \$468,200, Other revenues- \$333,800. Intergovernmental revenue increases were from Motor Vehicle License fees- \$68,360, the Coronavirus Relief Funding- \$175,885, various Police Department grants- \$38,000 and reimbursement for fire personnel- \$185,850. Other revenue increases were from Fire donations- \$27,600, and the Gain on sale of Madison Street- \$305,000. The increase in expenditures and offsetting increase in Other financing sources relates to the purchase of a new ladder truck for the fire department (see Capital Assets and Debt discussion later in the MD&A).

New to the major funds is the Other Grants Fund. This fund is primarily used for the boat ramp project in the current fiscal year, and the majority of the revenues, expenditures, and change in fund balance is due to the boat ramp project.

Non-major governmental funds balance increased mainly due to RSTP and RMRA funds received from the state which have not yet been expended, \$349,000 and \$73,000, respectively.

City of Red Bluff

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Continued)

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Also, assigned fund balance has been set aside for the City's contingency reserve, economic uncertainty reserve, and capital asset reserve, as stated in the City's reserve policy. The general fund increased the assigned fund balance by \$2,030,000 over the prior year. The City is still at its goal of 10% of annual expenditures assigned for the contingency reserve, 5% of annual expenditures assigned for the economic uncertainty reserve and working towards the assigned fund balance for the capital asset reserves. The current assigned fund balance of \$6,030,000 is detailed as follows: \$1,292,275 assigned for the contingency reserve; \$646,138 assigned for the economic uncertainty reserve; \$325,000 assigned for vehicle reserve; \$1,645,200 assigned for building reserve; \$325,000 assigned for technology reserve; \$325,000 assigned for ADA reserve; \$321,387 assigned for parks reserve; \$400,000 assigned for Fire Department apparatus & vehicles reserve; and an additional \$750,000 assigned for quarter cent sales tax expenses in the economic uncertainty reserve.

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$20,144,408. Approximately 37.34% of this total amount constitutes unassigned and assigned fund balance. The remainder of the fund balance is restricted or committed to indicate that it is not available for general operational spending because it is required or committed to be used for certain expenditures.

Proprietary Funds

The City's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the respective major proprietary funds are Wastewater Fund \$3,469,931 and Water Fund \$7,091,453. All Other Enterprise Funds had unrestricted net position of \$436,562.

General Fund Budgetary Highlights

In the General Fund, the City budgeted for a reduction in the fund balance of \$840,244 which was a result of authorized budgeted expenditures exceeding appropriations. Actual revenues were \$13,334,337 with final budget being \$10,892,322 with a favorable variance of \$2,442,015 and actual expenditures being less than budgeted expenditures with a favorable variance of \$670,698.

The City revised the original appropriations approved by the City Council. These changes resulted in an increase in the General Fund revenues and expenditures from the original budget by \$19,521 and \$1,657,099, respectively. The increases were due to new grants and donations which increased revenue and expenditures by the same amount, and increases in Machinery & Equipment, Improvements, Salary increases, and several legal fees increases for outside council, as these expenses were outside of the City attorney's expertise. General Fund expenditures overall were \$670,698 under budget.

City of Red Bluff

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Continued)

The City's total budgeted revenue at final budget was \$10,892,322. Most of the revenue received over budgeted was sales taxes. Other increases over budget include Property taxes- \$80,500, Licenses and permits- \$50,000, Intergovernmental revenue- \$341,000, and Other revenues- \$361,000. Intergovernmental revenue increases were from Motor Vehicle License fees- \$68,360, the Coronavirus Relief Funding- \$175,885, various Police Department grants-\$38,000 and reimbursement for fire personnel- \$185,850. Other revenue increases were from Fire donations- \$27,600, and the Gain on sale of Madison Street- \$305,000.

Notes to the Financial Statements

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

CAPITAL ASSETS

The City of Red Bluff's investment in capital assets for its governmental and business-type activities as of June 30, 2021, amounts to \$42,768,254 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, improvements, infrastructure, vehicles, and construction in progress. Additional information is located in the Notes to the Financial Statements, Note 4. Capital Assets.

The major capital asset events during the current fiscal year include the following additions:

Airport: taxiway/apron improvements (CIP) - \$83,300; completion of runway rehabilitation project - \$1,289,292

Water: ½ of dump truck - \$126,006; various well repairs - \$64,974; ½ of loader - \$50,000; boring machine - \$126,580 - completed Xio monitoring project (CIP) - \$162,005

Waste water: pump replacements - \$62,244; ½ of dump truck - \$126,006; portable submersible pump - \$58,262; ½ of loader - \$50,000; rodder - \$73,645; completed Xio monitoring project (CIP) - \$355,100; completed S. Main sewer line - \$769,700; replaced various sewer lines El Cerrito, Antelope bridge, Tehama County Dept of Ed., 1-5, and Walbridge - \$412,276

Streets: progress on S. Main and S. Jackson design (CIP) - \$196,620; completion of Givens project (CIP) - \$170,962

Fire: new ladder truck - \$1,173,520; new fire apparatus - \$26,000

Police: 4 vehicles - \$143,000; storage area camera surveillance - \$25,312; voice detector equipment - \$8,549; mobile radio antenna kits - \$8,364

Parks & Recreation: boat launch (CIP) - \$2,419,240

General Govt: progress on new servers (CIP) - \$51,000; HVAC system in the server room - \$18,000; new bobcat - \$22,610

City of Red Bluff

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Continued)

CAPITAL ASSETS AT YEAR END NET OF ACCUMULATED DEPRECIATION

Years Ended June 30	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Land	\$ 305,206	\$ 305,206	\$ 910,368	\$ 910,368	\$ 1,215,574	\$ 1,215,574
Buildings	434,604	457,443	329,541	349,008	764,145	806,451
Improvements	1,795,017	1,967,225	6,038,354	6,410,938	7,833,371	8,378,163
Equipment	404,029	441,965	1,451,212	892,108	1,855,241	1,334,073
Vehicles	1,980,037	856,458	370,378	194,636	2,350,415	1,051,094
Infrastructure	18,970,576	20,085,191	6,100,999	5,187,555	25,071,575	25,272,746
Construction in progress	3,345,417	846,110	332,516	1,538,478	3,677,933	2,384,588
Total	\$ 27,234,886	\$ 24,959,598	\$ 15,533,368	\$ 15,483,091	\$ 42,768,254	\$ 40,442,689

DEBT ADMINISTRATION

At the end of the current fiscal year, the City had a total loans/leases payable of \$1,557,522. At the end of the current fiscal year, the City had a total leave/OPEB/Pension liabilities of \$24,751,078. Additional information is located in the Notes to the Financial Statements, Note 6 Long-Term Liabilities.

The additions to debt payable this year was a new lease for the ladder fire truck for \$1,173,520. The lease is payable in 15 annual installments of \$98,465, including interest at 3.0%.

OUTSTANDING DEBT AT YEAR END

Years Ended June 30	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Leave/OPEB/Pension	\$ 20,638,725	\$ 18,495,523	\$ 4,112,353	\$ 3,820,370	\$ 24,751,078	\$ 22,315,893
Notes payable	1,557,522	408,940	-	-	1,557,522	408,940
Total	\$ 22,196,247	\$ 18,904,463	\$ 4,112,353	\$ 3,820,370	\$ 26,308,600	\$ 22,724,833

ECONOMIC FACTORS INFLUENCING NEXT YEAR'S BUDGETS

City Management and the budget committee recommended, and the City Council considered these key factors in adopting the 2021-22 budgets which includes:

1. The impact of the Covid-19 pandemic and its impact on City revenues, expenditures, and operations.
2. The State budget actions and its impact on City finances.
3. City responsibility to meet the obligation of its collective bargaining agreements and those impacts on employee salary, health, and pension costs.
4. Aging of the City's fleets, equipment, and infrastructure.
5. Major increases in CalPERS retirement system.

City of Red Bluff

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Continued)

6. Effect of the increased liability reported for accrued leave, OPEB, and Pension expense.
7. Forecasted expenditures exceeding revenues in the coming years.
8. The unfilled positions in the police department and its effects on budgeted expenses in future years.

SUBSEQUENT EVENTS

The City, on July 1, 2021, issued 2021 Taxable Pension Obligation Bonds in the amount of \$18,540,000. The Bonds have been structured to produce a more sustainable projected annual pension cost schedule, generating reduced payments and uniform projected savings through Fiscal Year 2039-40. In addition, the City anticipates paying off the Unfunded Liability associated with the classic (non-PEPRA) Plans not being prepaid by the Bonds, by utilizing a small portion of the savings anticipated to be generated by the Bonds. Interest on the Bonds (3.226%) will be payable on January 15 and July 15 of each year, commencing July 15, 2022, and principal payable on the Bonds will be paid on July 15 in the years set forth on the maturity schedule on the inside cover of the Official Statement (available on the City's website, the Finance Department Home page, Finance Documents, at www.cityofredbluff.org).

REQUEST FOR INFORMATION

The financial report is designed to provide our citizens, customers, investors, and creditors with general overview of the City's finances. If you have questions about this report or need any additional information, contact the Department of Finance, Attn: Finance Director, at 555 Washington Street, Red Bluff, California 96080, call (530) 527-2605.

BASIC FINANCIAL STATEMENTS

City of Red Bluff
STATEMENT OF NET POSITION

June 30, 2021	Governmental Activities	Business-Type Activities	Total
ASSETS AND DEFERRED OUTFLOWS			
Assets			
Cash and cash equivalents	\$ 11,472,940	\$ 14,072,236	\$ 25,545,176
Investments	3,011,862	-	3,011,862
Receivables:			
Taxes	311,391	-	311,391
Accounts - net	30,952	937,434	968,386
Interest	1,562,243	5,316	1,567,559
Due from other governments	4,143,390	17,520	4,160,910
Internal balances	7,592	(7,592)	-
Loans receivable	3,576,323	-	3,576,323
Nondepreciable capital assets	3,650,623	1,242,884	4,893,507
Depreciable capital assets - net	23,584,263	14,290,484	37,874,747
Total Assets	51,351,579	30,558,282	81,909,861
Deferred Outflows of Resources			
Deferred outflows from other postemployment benefits	328,200	69,756	397,956
Deferred outflows from pensions	3,677,965	696,008	4,373,973
TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 55,357,744	\$ 31,324,046	\$ 86,681,790

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

City of Red Bluff
STATEMENT OF NET POSITION
(Continued)

June 30, 2021	Governmental Activities	Business-Type Activities	Total
LIABILITIES, DEFERRED INFLOWS, AND NET POSITION			
Liabilities			
Accounts payable	\$ 243,917	\$ 191,352	\$ 435,269
Accrued interest payable	25,636	1,101	26,737
Accrued payroll and benefits	210,363	16,619	226,982
Customer/employee deposits	2,000	150,281	152,281
Unearned revenue	1,788,798	-	1,788,798
Other liabilities	168,917	17,109	186,026
Long-term liabilities:			
Due within one year			
Loans, leases, compensated absences	419,886	34,619	454,505
Due in more than one year			
Loans, leases, compensated absences	2,461,700	103,857	2,565,557
Total other postemployment benefits liability	3,199,817	637,295	3,837,112
Net pension liability	16,114,844	3,336,582	19,451,426
Total Liabilities	24,635,878	4,488,815	29,124,693
Deferred Inflows of Resources			
Deferred inflows from other postemployment benefits	483,947	92,934	576,881
Deferred inflows from pension	703,876	210,983	914,859
Net Position			
Net investment in capital assets	25,677,364	15,533,368	41,210,732
Restricted for:			
Grant programs and program income	4,101,530	-	4,101,530
Impact fee development	5,707,131	-	5,707,131
Transportation	2,392,913	-	2,392,913
Other	305,544	-	305,544
Unrestricted	(8,650,439)	10,997,946	2,347,507
Total Net Position	29,534,043	26,531,314	56,065,357
TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION	\$ 55,357,744	\$ 31,324,046	\$ 86,681,790

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

City of Red Bluff

STATEMENT OF ACTIVITIES

Year Ended June 30, 2021	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary Government					
Governmental activities:					
General government:					
City administration	\$ 668,538	\$ -	\$ -	\$ -	\$ (668,538)
Finance	604,592	-	-	-	(604,592)
Community promotion and economic development	83,021	-	55,222	-	(27,799)
Human resources	212,255	-	-	-	(212,255)
Engineering and administration	270,381	-	-	-	(270,381)
Government buildings	472,467	-	-	-	(472,467)
General government	258,779	456,957	420,023	-	618,201
Public safety:					
Fire	3,123,518	74,611	464,117	3,403	(2,581,387)
Police	7,059,387	98,674	374,278	-	(6,586,435)
Parks and recreation	524,349	22,471	2,101	2,261,399	1,761,622
Transportation and streets	2,227,078	-	795,678	-	(1,431,400)
Total Governmental Activities	15,504,365	652,713	2,111,419	2,264,802	(10,475,431)
Business-type activities:					
Community development	409,166	545,131	-	-	135,965
Waste water	3,169,608	2,903,137	-	-	(266,471)
Water	1,891,006	2,373,217	-	-	482,211
Airport	254,744	141,835	-	90,216	(22,693)
Community center	389,565	79,819	30,000	-	(279,746)
Total Business-Type Activities	6,114,089	6,043,139	30,000	90,216	49,266
Total Primary Government	\$ 21,618,454	\$ 6,695,852	\$ 2,141,419	\$ 2,355,018	\$ (10,426,165)

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

City of Red Bluff
STATEMENT OF ACTIVITIES
(Continued)

Year Ended June 30, 2021	Governmental Activities	Business-Type Activities	Total
Change in Net Position			
(Expense) revenue - net	\$ (10,475,431)	\$ 49,266	\$ (10,426,165)
General Revenues and Transfers			
General revenues:			
Taxes:			
Sales taxes	6,398,956	-	6,398,956
Property taxes	1,851,491	87,989	1,939,480
Motel taxes	1,174,303	-	1,174,303
Special gas taxes	316,965	-	316,965
Franchise taxes	434,059	-	434,059
Other taxes	258,156	-	258,156
Motor vehicle license fees	1,433,904	-	1,433,904
Impact fees	96,638	-	96,638
Investment earnings	197,016	139,105	336,121
Gain (loss) on sale of assets	323,080	-	323,080
Transfers	685,322	(685,322)	-
Total General Revenues and Transfers	13,169,890	(458,228)	12,711,662
Change in Net Position	2,694,459	(408,962)	2,285,497
Net Position - Beginning of Year	26,839,584	26,940,276	53,779,860
Net Position - End of Year	\$ 29,534,043	\$ 26,531,314	\$ 56,065,357

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

City of Red Bluff

BALANCE SHEET – GOVERNMENTAL FUNDS

June 30, 2021	General Fund	Traffic Control Capital Improvement Fund	Grants/Program Income Fund	Other Grants Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 1,812,701	\$ 2,276,380	\$ 324,307	\$ -	\$ 7,059,552	\$ 11,472,940
Investments	3,011,862	-	-	-	-	3,011,862
Receivables:						
Taxes	311,391	-	-	-	-	311,391
Accounts	22,646	-	-	-	8,306	30,952
Interest	1,341	651	1,558,238	-	2,013	1,562,243
Loans	-	-	3,576,323	-	-	3,576,323
Due from other governments	3,220,600	-	236,619	616,645	69,526	4,143,390
Due from other funds	690,040	-	-	-	-	690,040
TOTAL ASSETS	\$ 9,070,581	\$ 2,277,031	\$ 5,695,487	\$ 616,645	\$ 7,139,397	\$ 24,799,141
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 97,389	\$ -	\$ 1,013	\$ 9,450	\$ 136,065	\$ 243,917
Accrued payroll and benefits	207,185	-	-	-	3,178	210,363
Accrued interest payable	-	-	-	181	20	201
Customer/employee deposits	2,000	-	-	-	-	2,000
Unearned revenue	1,778,798	-	-	10,000	-	1,788,798
Other liabilities	138,316	-	-	-	30,601	168,917
Due to other funds	-	-	34,855	597,014	50,579	682,448
Total Liabilities	2,223,688	-	35,868	616,645	220,443	3,096,644
Deferred Inflows of Resources						
Interest on notes receivable	-	-	1,558,089	-	-	1,558,089
Fund Balances (Deficit)						
Restricted	-	2,060,327	4,073,248	-	5,757,624	11,891,199
Committed	-	-	-	-	730,594	730,594
Assigned	6,030,000	216,704	28,282	-	462,474	6,737,460
Unassigned	816,893	-	-	-	(31,738)	785,155
Total Fund Balances	6,846,893	2,277,031	4,101,530	-	6,918,954	20,144,408
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 9,070,581	\$ 2,277,031	\$ 5,695,487	\$ 616,645	\$ 7,139,397	\$ 24,799,141

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

City of Red Bluff

RECONCILIATION OF THE BALANCE SHEET – GOVERNMENTAL FUNDS TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION

June 30, 2021

**Total Fund Balances Included in the Balance Sheet -
Governmental Funds**

\$ 20,144,408

Assets recorded within the Statement of Net Position not reported in
the funds:

Nondepreciable capital assets		3,650,623
Depreciable capital assets	\$ 66,994,020	
Accumulated depreciation	<u>(43,409,757)</u>	23,584,263

Deferred inflows of resources recorded within the funds not reported in
the Statement of Net Position:

Interest on notes receivable	1,558,089
------------------------------	-----------

Liabilities recorded within the Statement of Net Position not reported in
the funds:

Accrued interest payable	(25,435)
Net pension liability	(16,114,844)
Compensated absences	(1,324,064)
Long-term obligations	(1,557,522)
Other postemployment benefits obligation	(3,199,817)

Deferred inflows and outflows recorded within the statement of net
position not reported in the funds:

Deferred outflows of resources relating to other postemployment benefits	328,200
Deferred outflows of resources relating to pensions	3,677,965
Deferred inflows of resources relating to other postemployment benefits	(483,947)
Deferred inflows of resources relating to pensions	<u>(703,876)</u>

**Net Position Reported Within the Statement of Net Position -
Governmental Activities**

\$ 29,534,043

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

City of Red Bluff

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS

Year Ended June 30, 2021	General Fund	Traffic Control Capital Improvement Fund	Grants/ Program Income Fund	Other Grants Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues						
Sales taxes	\$ 6,398,956	\$ -	\$ -	\$ -	\$ -	\$ 6,398,956
Property taxes	1,851,491	-	-	-	-	1,851,491
Motel taxes	1,174,303	-	-	-	-	1,174,303
Franchise taxes	434,059	-	-	-	-	434,059
Other taxes	51,360	-	-	-	206,796	258,156
Licenses and permits	464,349	-	-	-	-	464,349
Fines, forfeitures, and penalties	15,611	-	-	-	34,087	49,698
Use of money and property	26,785	20,888	4,207	-	59,101	110,981
Intergovernmental revenue	2,319,585	-	288,438	2,266,399	1,118,565	5,992,987
Charges for current services	86,506	-	-	-	-	86,506
Other revenues	511,332	30,885	-	-	65,753	607,970
Total Revenues	13,334,337	51,773	292,645	2,266,399	1,484,302	17,429,456
Expenditures						
Current:						
General government	2,205,708	-	-	-	9,571	2,215,279
Fire public safety	2,917,661	-	-	-	-	2,917,661
Police public safety	5,956,489	-	-	-	-	5,956,489
Parks and recreation	388,781	-	-	-	-	388,781
Transportation and streets	-	-	-	-	766,435	766,435
Grants and program income	-	-	17,190	5,000	-	22,190
Capital outlay	1,409,769	-	3,403	2,414,618	267,767	4,095,557
Debt service:						
Principal	24,938	-	-	-	-	24,938
Interest	19,407	-	-	8,607	287	28,301
Total Expenditures	12,922,753	-	20,593	2,428,225	1,044,060	16,415,631
Excess (Deficiency) of Revenues Over (Under) Expenditures	411,584	51,773	272,052	(161,826)	440,242	1,013,825
Other Financing Sources (Uses)						
Transfers in	899,765	-	-	33,145	194,027	1,126,937
Transfers out	(63,418)	-	(229,123)	-	(149,074)	(441,615)
Capital lease	1,173,520	-	-	-	-	1,173,520
Total Other Financing Sources (Uses)	2,009,867	-	(229,123)	33,145	44,953	1,858,842
Net Change in Fund Balances	2,421,451	51,773	42,929	(128,681)	485,195	2,872,667
Fund Balances - Beginning of Year	4,425,442	2,225,258	4,058,601	128,681	6,433,759	17,271,741
Fund Balances - End of Year	\$ 6,846,893	\$ 2,277,031	\$ 4,101,530	\$ -	\$ 6,918,954	\$ 20,144,408

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

City of Red Bluff

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES

Year Ended June 30, 2021

**Total Net Change in Fund Balance Included in the Statement
of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Funds**

\$ 2,872,667

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	\$ 4,095,557	
Depreciation expense	(1,820,268)	2,275,289

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Interest income	72,621
-----------------	--------

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

Principal payments on debt	24,938
Debt proceeds	(1,173,519)

In government funds, pension and OPEB costs are recognized when employer contributions are made. In the statement of activities, pension costs are recognized on the accrual basis.

OPEB costs	(252,444)
Pension costs	(975,893)

Some transactions reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated absences expense	(149,200)
------------------------------	-----------

**Net Change in Net Position Reported Within the Statement of
Activities - Governmental Activities**

\$ 2,694,459

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

City of Red Bluff

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – MAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2021	General Fund				Grants/Program Income Fund			
	Budgeted Amounts		Actual	Variance with Final Budget	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final			Original	Final		
Revenues								
Sales taxes	\$ 4,778,200	\$ 4,778,200	\$ 6,398,956	\$ 1,620,756	\$ -	\$ -	\$ -	\$ -
Property taxes	1,771,000	1,771,000	1,851,491	80,491	-	-	-	-
Motel taxes	1,200,000	1,200,000	1,174,303	(25,697)	-	-	-	-
Franchise taxes	400,000	400,000	434,059	34,059	-	-	-	-
Other taxes	35,000	35,000	51,360	16,360	-	-	-	-
Licenses and permits	414,417	414,417	464,349	49,932	-	-	-	-
Fines, forfeitures, and penalties	21,200	21,200	15,611	(5,589)	-	-	-	-
Use of money and property	3,000	3,000	26,785	23,785	600	600	4,207	3,607
Intergovernmental revenue	1,959,545	1,979,066	2,319,585	340,519	250,000	250,000	288,438	38,438
Charges for current services	140,702	140,702	86,506	(54,196)	-	-	-	-
Other revenues	149,737	149,737	511,332	361,595	-	-	-	-
Total Revenues	10,872,801	10,892,322	13,334,337	2,442,015	250,600	250,600	292,645	42,045
Expenditures								
Current:								
General government	2,224,495	2,300,844	2,205,708	95,136	-	-	-	-
Fire public safety	2,858,358	2,911,657	2,917,661	(6,004)	-	-	-	-
Police public safety	6,131,449	6,312,864	5,956,489	356,375	-	-	-	-
Parks and recreation	455,823	461,157	388,781	72,376	-	-	-	-
Grants and program income	-	-	-	-	22,500	22,500	17,190	5,310
Capital outlay	215,590	1,556,292	1,409,769	146,523	370,000	370,000	3,403	366,597
Debt service:								
Principal	40,400	40,400	24,938	15,462	-	-	-	-
Interest	10,236	10,236	19,406	(9,170)	-	-	-	-
Total Expenditures	11,936,351	13,593,450	12,922,752	670,698	392,500	392,500	20,593	371,907
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,063,550)	(2,701,128)	411,585	3,112,713	(141,900)	(141,900)	272,052	413,952
Other Financing Sources (Uses)								
Transfers in	1,111,457	1,423,641	899,765	(523,876)	-	-	-	-
Transfers out	(422,407)	(736,276)	(63,418)	672,858	-	-	(229,123)	(229,123)
Capital lease	-	1,173,519	1,173,519	-	-	-	-	-
Total Other Financing Sources (Uses)	689,050	1,860,884	2,009,866	148,982	-	-	(229,123)	(229,123)
Net Change in Fund Balances	(374,500)	(840,244)	2,421,451	3,261,695	(141,900)	(141,900)	42,929	184,829
Fund Balances - Beginning of Year	4,425,442	4,425,442	4,425,442	-	4,058,601	4,058,601	4,058,601	-
Fund Balances - End of Year	\$ 4,050,942	\$ 3,585,198	\$ 6,846,893	\$ 3,261,695	\$ 3,916,701	\$ 3,916,701	\$ 4,101,530	\$ 184,829

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

City of Red Bluff

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – MAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2021	Budgeted Amounts		Actual	Other Grants Fund
	Original	Final		Variance with Final Budget
Revenues				
Sales taxes	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
Motel taxes	-	-	-	-
Franchise taxes	-	-	-	-
Other taxes	-	-	-	-
Licenses and permits	-	-	-	-
Fines, forfeitures, and penalties	-	-	-	-
Use of money and property	700	700	-	(700)
Intergovernmental revenue	2,010,000	2,265,700	2,266,399	699
Charges for current services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	2,010,700	2,266,400	2,266,399	(1)
Expenditures				
Current:				
General government	-	-	-	-
Fire public safety	-	-	-	-
Police public safety	-	-	-	-
Parks and recreation	-	-	-	-
Grants and program income	5,000	5,000	5,000	-
Capital outlay	2,005,000	2,423,226	2,414,618	8,608
Debt service:				
Principal	-	-	-	-
Interest	-	-	8,607	(8,607)
Total Expenditures	2,010,000	2,428,226	2,428,225	1
Excess (Deficiency) of Revenues Over (Under) Expenditures	700	(161,826)	(161,826)	-
Other Financing Sources (Uses)				
Transfers in	-	33,145	33,145	-
Transfers out	-	-	-	-
Capital lease	-	-	-	-
Total Other Financing Sources (Uses)	-	33,145	33,145	-
Net Change in Fund Balances	700	(128,681)	(128,681)	-
Fund Balances - Beginning of Year	128,681	128,681	128,681	-
Fund Balances - End of Year	\$ 129,381	\$ -	\$ -	\$ -

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

City of Red Bluff

STATEMENT OF NET POSITION – PROPRIETARY FUNDS

June 30, 2021	Waste Water Fund	Water Fund	Nonmajor Enterprise Funds	Total
ASSETS AND DEFERRED OUTFLOWS				
Current Assets				
Cash and cash equivalents	\$ 4,366,176	\$ 8,437,723	\$ 1,268,337	\$ 14,072,236
Receivables:				
Accounts - net	470,990	425,588	40,856	937,434
Interest	2,393	2,503	420	5,316
Due from other governments	-	-	17,520	17,520
Total Current Assets	4,839,559	8,865,814	1,327,133	15,032,506
Noncurrent Assets				
Nondepreciable capital assets	624,010	146,117	472,757	1,242,884
Depreciable capital assets - net	5,324,860	7,316,338	1,649,286	14,290,484
Total Noncurrent Assets	5,948,870	7,462,455	2,122,043	15,533,368
Total Assets	10,788,429	16,328,269	3,449,176	30,565,874
Deferred Outflows of Resources				
Deferred outflows from other postemployment benefits	25,622	24,165	19,969	69,756
Deferred outflows from pensions	254,110	302,864	139,034	696,008
TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 11,068,161	\$ 16,655,298	\$ 3,608,179	\$ 31,331,638
LIABILITIES, DEFERRED INFLOWS, AND NET POSITION				
Current Liabilities				
Accounts payable	\$ 55,484	\$ 101,531	\$ 34,337	\$ 191,352
Accrued interest payable	1,032	-	69	1,101
Accrued payroll and benefits	6,533	6,382	3,704	16,619
Customer/employee deposits	-	146,834	3,447	150,281
Other liabilities	-	2	17,107	17,109
Due to other funds	-	-	7,592	7,592
Compensated absences payable - current	12,745	9,293	12,581	34,619
Total Current Liabilities	75,794	264,042	78,837	418,673
Noncurrent Liabilities				
Compensated absences - net	38,234	27,879	37,744	103,857
Total other postemployment benefits liability	209,817	234,787	192,691	637,295
Net pension liability	1,218,170	1,451,896	666,516	3,336,582
Total Noncurrent Liabilities	1,466,221	1,714,562	896,951	4,077,734
Total Liabilities	1,542,015	1,978,604	975,788	4,496,407
Deferred Inflows of Resources				
Deferred inflows from other postemployment benefits	30,316	30,978	31,640	92,934
Deferred inflows from pension	77,029	91,808	42,146	210,983
Net Position				
Net investment in capital assets	5,948,870	7,462,455	2,122,043	15,533,368
Unrestricted	3,469,931	7,091,453	436,562	10,997,946
Total Net Position	9,418,801	14,553,908	2,558,605	26,531,314
TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION	\$ 11,068,161	\$ 16,655,298	\$ 3,608,179	\$ 31,331,638

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

City of Red Bluff

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION – PROPRIETARY FUNDS

Year Ended June 30, 2021	Waste Water Fund	Water Fund	Nonmajor Enterprise Funds	Totals
Operating Revenues				
Charges for current services:				
Waste water and water charges	\$ 2,903,137	\$ 2,373,217	\$ -	\$ 5,276,354
Permits and fees	-	-	545,131	545,131
Rental revenue	-	-	194,213	194,213
Other revenue	-	-	27,441	27,441
Total Operating Revenues	2,903,137	2,373,217	766,785	6,043,139
Operating Expenses				
Cost of power and transportation	346,535	473,642	81,708	901,885
Maintenance, operations, and administration	2,209,486	970,742	765,879	3,946,107
Depreciation expense	609,068	446,622	204,383	1,260,073
Total Operating Expenses	3,165,089	1,891,006	1,051,970	6,108,065
Operating Income (Loss)	(261,952)	482,211	(285,185)	(64,926)
Nonoperating Revenues (Expenses)				
Intergovernmental revenues	-	-	110,216	110,216
Property taxes	-	-	87,989	87,989
Investment income	48,402	78,367	12,336	139,105
Interest expense	(4,519)	-	(1,505)	(6,024)
Total Nonoperating Revenues (Expenses)	43,883	78,367	209,036	331,286
Income Before Capital Contributions and Operating Transfers	(218,069)	560,578	(76,149)	266,360
Capital contributions	-	-	10,000	10,000
Transfers in	-	-	231,528	231,528
Transfers out	(394,119)	(318,351)	(204,380)	(916,850)
Change in Net Position	(612,188)	242,227	(39,001)	(408,962)
Total Net Position - Beginning of Year	10,030,989	14,311,681	2,597,606	26,940,276
Total Net Position - End of Year	\$ 9,418,801	\$ 14,553,908	\$ 2,558,605	\$ 26,531,314

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

City of Red Bluff

STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS

Year Ended June 30, 2021	Waste Water Fund	Water Fund	Nonmajor Enterprise Funds	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 2,888,725	\$ 2,333,735	\$ 731,658	\$ 5,954,118
Cash paid to employees (including employee benefits)	(724,109)	(756,008)	(403,773)	(1,883,890)
Cash paid to suppliers	(2,054,613)	(747,015)	(365,439)	(3,167,067)
Net Cash Provided (Used) By Operating Activities	110,003	830,712	(37,554)	903,161
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Property taxes received	-	-	87,989	87,989
Cash received from (paid to) other funds	-	85,006	(43,452)	41,554
Transfers in	-	-	231,528	231,528
Transfers out	(394,119)	(318,351)	(204,380)	(916,850)
Net Cash Provided (Used) By Noncapital Financing Activities	(394,119)	(233,345)	71,685	(555,779)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital contributions	-	-	10,000	10,000
Intergovernmental revenue received	-	-	165,883	165,883
Payments for the purchase of capital assets	(785,331)	(433,899)	(91,120)	(1,310,350)
Interest paid	(6,660)	-	(1,671)	(8,331)
Net Cash Provided (Used) By Capital and Related Financing Activities	(791,991)	(433,899)	83,092	(1,142,798)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	56,863	87,163	13,646	157,672
Net Cash Provided (Used) By Investing Activities	56,863	87,163	13,646	157,672
Net Increase (Decrease) in Cash and Cash Equivalents	(1,019,244)	250,631	130,869	(637,744)
Cash and Cash Equivalents - Beginning of Year	5,385,420	8,187,092	1,137,468	14,709,980
Cash and Cash Equivalents - End of Year	\$ 4,366,176	\$ 8,437,723	\$ 1,268,337	\$ 14,072,236

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

City of Red Bluff

STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS

(Continued)

Year Ended June 30, 2021	Waste Water Fund	Water Fund	Nonmajor Enterprise Funds	Totals
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ (261,952)	\$ 482,211	\$ (285,185)	\$ (64,926)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	609,068	446,622	204,383	1,260,073
Changes in:				
Accounts receivable	(14,412)	(41,216)	(33,454)	(89,082)
Prepaid expense	2,194	7,025	902	10,121
Deferred outflows from other postemployment benefits	(17,460)	(14,966)	(4,283)	(36,709)
Deferred outflows from pensions	1,335	57,789	(8,575)	50,549
Accounts payable	(344,100)	(15,031)	(8,976)	(368,107)
Accrued payroll and benefits	2,835	2,682	1,454	6,971
Customer/employee deposits	-	1,734	(1,673)	61
Other liabilities	(11)	(127)	(1,307)	(1,445)
Total other postemployment benefits liability	43,646	37,411	31,176	112,233
Net pension liability	152,242	(53,053)	87,958	187,147
Compensated absences payable	(15,493)	1,619	6,477	(7,397)
Deferred inflows from other postemployment benefits	(4,636)	(3,974)	(3,312)	(11,922)
Deferred inflows from pensions	(43,253)	(78,014)	(23,139)	(144,406)
Net Cash Provided (used) By Operating Activities	\$ 110,003	\$ 830,712	\$ (37,554)	\$ 903,161

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Red Bluff, California (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

Reporting Entity The City is a municipal corporation governed by an elected five-member council. As required by accounting principles generally accepted in the United States of America, these financial statements present the City of Red Bluff alone, as the City has no component units, related organizations, or jointly governed organizations.

Basis of Presentation The financial statement presentation required by GASB provides a comprehensive, entity-wide perspective of the City's overall financial position and results of operations while maintaining the presentation of the financial position, results of operations and cash flows, as applicable, of the City's major funds.

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 activities of the City. For the most part, the effect of interfund activity has been removed from these statements. However, interfund services provided and used are not eliminated in the process of consolidation. 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 services.

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.

The accounts of the City are organized on the basis of funds. A fund is a separate accounting entity with a self-balancing set of accounts. Each fund was established for the purpose of accounting for specific activities in accordance with applicable regulations, restrictions, or limitations. Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund statements.

The City reports the following major governmental funds:

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

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

The Traffic Control Capital Improvement Fund: This capital projects fund accounts for the impact fees restricted for the improvements of the traffic network of the City.

Grants/Program Income Fund: This special revenue fund accounts for grant income and program income generated from Community Development Block Grant and HOME Program grants and loans.

Other Grants Fund: This special revenue fund accounts for revenues and expenditures restricted for grant use by the State and Federal governments.

The City reports the following major proprietary funds:

Waste Water Fund: This enterprise fund accounts for the revenues and expenses related to the operation and maintenance of the sewer system and facilities of the City.

Water Fund: This enterprise fund accounts for the revenues and expenses related to the operation and maintenance of the water treatment, transmission, and distribution system facilities of the City.

Measurement Focus and Basis of Accounting 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 have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. 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. For this purpose, the City considers property taxes as available if they are collected within 60 days after year end. A one-year availability period is used for revenue recognition for all other governmental fund revenues. 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, pensions, other postemployment benefits, and claims and judgments, are recorded only when payment is due.

Sales taxes, property taxes, franchise taxes, licenses, intergovernmental revenue, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period based on their respective availability periods. All other revenue items are considered to be measurable and available only when cash is received by the government.

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

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

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 are charges to customers for sales and services. Operating expenses for enterprise 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 nonoperating revenues and expenses.

Budgets Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Revenues are estimated and annual appropriations are adopted for the general, special revenue, and proprietary funds. All annual appropriations lapse at fiscal year-end.

During late February each year, the Finance Director reviews all estimated and actual revenues, and all estimated and actual expenditures/expenses. This analysis serves two purposes: first, it indicates if the projected revenues will be adequate to finance the projected expenditures/expenses during the current fiscal year, and second, it serves as a basis for the planning of the upcoming fiscal year's budget. In estimating the revenues for the upcoming fiscal year, the Finance Director adds the prior year's fund balances that are assigned as contingency reserves to the estimated revenues. This then results in the amount of monies that can be spent. The next step is to query all departments for their schedules of proposed expenditures/expenses for the upcoming fiscal year end.

From the estimated revenues and proposed expenditures/expenses, a proposed budget is then formulated. The proposed budget is then subjected to a line-by-line analysis by the budget committee (comprised of two council members appointed by the City Council), the Finance Director, and the City Manager. After this analysis, a final proposed budget is prepared when the Finance Director and the City Manager are fairly certain that the expenditures/expenses are reasonable and can be financed from revenues. Within 60 days of year end, the preliminary budget is adopted by the City Council.

Budget administration policies give the City Manager authority to vary from the precise budgetary appropriations within the various departments, so long as the total appropriations within each fund do not exceed the total budgeted appropriations of the fund. Budgetary adjustments which would cause the total appropriations to be exceeded are accomplished by supplemental appropriations approved by the City Council. Expenditures may not legally exceed budgeted appropriations at the fund level.

Cash and Cash Equivalents The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and highly liquid investments that are both readily convertible to known amounts of cash and (if applicable), so near (three months) their original maturity, that there is insignificant risk of value changes because of interest rate changes.

The City follows the practice of pooling cash and investments of all funds, except for restricted funds required to be held separately. Interest income earned on pooled cash and investments is allocated monthly to the various funds based on cash balances.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Investments Investments are reported at fair value based on quoted market prices (level 1) with realized and unrealized gains or losses reported in the statements of activities and the statements of revenues, expenditures/expenses, and changes in fund balances/net position. The State Treasurer's Investment Pool Local Agency Investment Fund operates in accordance with appropriate state laws and regulations. The reported value of the pool is materially equivalent to the fair value of the pool shares. The City's investment in this pool is presented as a cash equivalent in the accompanying financial statements.

Receivables The water and waste water departments record service fees when earned with a corresponding receivable. The City records an allowance for doubtful accounts for all water and waste water receivables which they deem uncollectible. The City determined uncollectible receivables at June 30, 2021, for the water and waste water departments were \$32,604 and \$36,738, respectively.

Loans receivable consist of loans to individuals for housing rehabilitation and to businesses for construction and business loans. The City considers all loans receivable to be collectible.

Taxes receivable consist of various franchise taxes and motel taxes. The City considers all taxes receivable to be collectible.

Interfund Transactions and Balances During the course of operations, numerous transactions that constitute reimbursements to a fund for expenditures/expenses initially made from one fund that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. In addition, the City incurs transactions that constitute quasi-external transactions between funds. These transactions are accounted for as revenues, expenditures, or expenses in the funds involved in these transactions.

All other interfund transactions are reported as transfers.

Fund transfers are necessary to properly account for cash increases/decreases in the appropriate funds. Transfers include, but are not limited to, the following:

1. To allocate funds for operations;
2. To allocate funds for equipment replacement;
3. To allocate funds for capital projects.

These transactions result in interfund receivables and payables that are classified as "due from other funds" or "due to other funds" on the Balance Sheet – Governmental Funds and Statement of Net Position – Proprietary Funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Noncurrent Receivables Noncurrent portions of loans and interest receivable are reported on the governmental funds balance sheet in spite of the spending measurement focus of the governmental funds. As they are not "available spendable resources," noncurrent portions of loans receivable are offset by nonspendable or restricted fund balance, and noncurrent portions of interest receivable are offset by a deferred inflow of resources amount.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Capital Assets Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are recorded at actual historical cost (or acquisition value as of the date donated for contributed assets), although for certain older assets estimated historical costs are used.

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

Buildings	Primarily 30 to 50 years
Improvements	Primarily 10 to 30 years
Equipment	Primarily 5 to 15 years
Vehicles	Primarily 5 to 15 years
Infrastructure	Primarily 15 to 50 years

It is the policy of the City to capitalize all land, buildings, improvements, equipment, vehicles, and infrastructure assets, except assets costing less than \$5,000. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized. Costs of assets sold or retired (and related amounts of accumulated depreciation) are eliminated from the accounts in the year of sale or retirement and the resulting gain or loss is included in the operating statement of the related fund.

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, net of interest earned on the invested proceeds over the same period.

Compensated Absences Vested or accumulated vacation leave, sick leave, and compensatory time are accrued in the proprietary funds and in the government-wide financial statements as the benefits accrue to employees. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. In accordance with accounting principles generally accepted in the United States of America, no liability is recorded for nonvesting accumulated rights to receive sick pay benefits.

Unearned Revenue In the government-wide financial statements and fund financial statements, unearned revenue is recorded for transactions for which revenues have not been earned.

Deferred Outflows/Inflows of Resources In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) which will only be recognized as an outflow of resources (expense/expenditures) in the future. In addition to liabilities, the statement of net position includes a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and would only be recognized as an inflow of resources (revenue) at that time.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

For the City's pension and other postemployment benefit plans, City contributions subsequent to the measurement date, differences between expected and actual experience, differences due to changes in assumptions, differences due to differences in proportions, differences between projected and actual earnings on plan investments and differences between projected and actual contributions are reported as deferred outflows/inflows of resources in the government-wide statement of net position.

City contributions subsequent to the measurement date will be amortized during the next fiscal year. Differences between expected and actual experience, changes in assumptions, differences in proportions, and differences between projected and actual contributions are amortized over the estimated service lives of the plan participants. Difference between projected and actual earnings on pension plan investments will be amortized over a five-year period.

Deferred inflows of resources occur in governmental funds when a potential revenue does not meet the availability criteria for revenue recognition, such as in the case of interest receivable on deferred loans. In subsequent periods, when the availability criteria is met, the deferred inflows of resources amount is removed from the balance sheet and the revenue is recognized.

Long-Term Liabilities In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the statements of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the period the debt is issued.

In the governmental funds financial statements, bond premiums and discounts, as well as bond issuance costs, are recognized during the current period. 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.

Total Other Postemployment Benefits Liability and Net Pension Liability For purposes of measuring the total other postemployment benefits liability and net pension liability and deferred outflows/inflows of resources related to these liabilities, information about the fiduciary net position of the City's California Public Employees' Retirement System (CalPERS) plan (the 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.

Net Position/Fund Balance Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. The City's net position is classified as follows:

Net Investment in Capital Assets: This represents the City's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component invested in capital assets, net of related debt.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Restricted Net Position - Expendable: Restricted expendable net position represents resources which are legally or contractually obligated to be spent in accordance with restrictions imposed by external third parties.

Unrestricted Net Position: Unrestricted net position represents resources derived from taxes; licenses and permits; fines; forfeitures and penalties; and charges for services. These resources are used for transactions relating to the general operations of the City, and may be used at the discretion of the City Council to meet current expenses for any purpose.

The government-wide statement of net position reports \$12,507,118 of restricted net position, of which \$5,707,131 is restricted by enabling legislation.

Fund balance of governmental funds is reported in various categories based upon the nature of the spending constraints of the revenue sources of these funds. The following classifications describe the relative strength of the spending constraints:

Nonspendable Fund Balance: Amounts that are in nonspendable form (such as loans receivable) or are required to be maintained intact.

Restricted Fund Balance: Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Committed Fund Balance: Amounts constrained to specific purposes by the City itself, using its highest level of decision-making authority (i.e., council resolution). To be reported as committed, amounts cannot be used for any other purpose unless the City takes the same highest level action to remove or change the constraint.

Assigned Fund Balance: Amounts the City intends to use for a specific purpose. Intent can be expressed by the City Council or by the Finance Director to whom the City Council has delegated the authority.

Unassigned Fund Balance: Amounts that are available for any purpose. Positive amounts are reported only in the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted resources are available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Council has provided otherwise in its commitment or assignment actions.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Estimates The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the basic financial statements and accompanying notes. Actual results may differ from those estimates.

Property Taxes Property taxes are assessed and collected by Tehama County. The County remits the property taxes to the City when the taxes are collected and the allocation has been determined. Property taxes attach as an enforceable lien on property as of March 1. Taxes are levied on July 1, and are payable in two installments and become delinquent if not paid by December 10 and April 10.

The City participates in an alternative method of distribution of property tax levies and assessments known as the "Teeter Plan." The *California Revenue and Taxation Code* allows counties to distribute secured real property, assessment, and supplemental property taxes on an accrual basis resulting in full payment to cities each fiscal year. Any subsequent delinquent payments and related penalties and interest during a fiscal year will revert to Tehama County. The Teeter Plan payment is included in property tax revenue.

Subsequent Events On July 1, 2021, the City Issued 2021 Taxable Pension Obligation Bonds in the amount of \$18,540,000. Interest on the Bonds (3.226%) will be payable on January 15 and July 15 of each year. The Bonds have been structured to produce a sustainable projected annual pension cost schedule, generate reduced payments and uniformed projected savings through Fiscal Year 2039-40.

Future Accounting Pronouncements The following Governmental Accounting Standards Board (GASB) Statement will be implemented in future financial statements (as amended by Statement No. 95):

Statement No. 87 "Leases" - The requirements of this Statement are effective for the reporting periods beginning after December 15, 2020 (FY21/22).

Management is currently evaluating the impact of this Standard on the City's financial statements.

2. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consisted of the following:

June 30, 2021

Cash in banks and on hand	\$	5,618,459
Umpqua public funds money market account		1,751,301
Certificates of deposit		8,173,000
State of California - Local Agency Investment Fund (LAIF)		10,002,416
Total Cash and Cash Equivalents	\$	25,545,176

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The California Government Code has provisions for financial institutions that limit custodial credit risk for deposits. Financial institutions are required to secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. The City's financial institutions also have insurance through the Federal Depository Insurance Corporation (FDIC). The City's investment policy has no additional provisions for limiting custodial credit risk for deposits.

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for investments; however, it is the practice of the City Treasurer that all investments are insured, registered or held by the Treasurer's custodial agent in the City's name.

Interest Rate Risk

While the City's investment policy does not address interest rate risk, the City manages its exposure to interest rate risks through reliance on the managers of the Local Agency Investment Fund (LAIF) for its investment in those funds and the Finance Director and City Treasurer for the City's investment in money market accounts and certificates of deposit.

Equity in Pooled Cash and Investment

The City invests funds in the State Treasurer's Pooled Money Investment Account (PMIA) through LAIF, a voluntary program created by statute in 1977. The PMIA has regulatory oversight from the Pooled Money Investment Board and an in-house Investment Committee. The Local Agency Investment Advisory Board has oversight of LAIF. The fair value of the City's position in the pool is materially equivalent to the value of pool shares. LAIF is an unrated external investment pool.

In accordance with authorized investment laws, the State Treasurer's Investment Pool (LAIF) invests in various structured notes and mortgage-backed securities, such as collateralized mortgage obligations. As of June 30, 2021, 2.31% of LAIF's investment portfolio was invested in structured notes and other asset-backed securities. In addition, PMIA's weighted average maturities was 0.95 years at June 30, 2021. (Copies of a report of LAIF's investments may be obtained from the State Treasurer's Office; Local Agency Investment Fund; P. O. Box 942809; Sacramento, CA 94209-0001.)

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

3. INVESTMENTS

Investment activity is summarized as follows:

June 30, 2021	Interest Rate	Maturity Date	Face Value	Amortized Cost	Fair Value
Federal Farm Credit Bank	1.45%	February 21, 2023	\$ 1,000,000	\$ 1,001,456	\$ 1,020,794
Federal Home Loan MTG Corp	0.60%	August 12, 2025	2,000,000	2,000,000	1,991,068
Total Investment Activities			\$ 3,000,000	\$ 3,001,456	\$ 3,011,862

Interest Rate Risk

The City manages its exposure to interest rate risks by limiting its investments to short and medium term government debt.

Credit Risk

The *California Government Code* and the investment policy of the City authorize the City to invest in obligations, participations, or other instruments of the U.S. Government or its agencies, state and municipal bonds, commercial paper of "prime" quality of the highest ranking or of the highest letter and numerical rating as provided by Standard & Poor's Corporation or Moody's Investor Service, Inc., bankers' acceptances, repurchase agreements, the State Treasurer's Investment Pool Local Agency Investment Fund, certificates of deposit or time deposits, and passbook savings account demand deposits. Reverse repurchase agreements may be made only when prior approval of the City Council has been given. As of June 30, 2021, the City's investments are rated as follows:

Debt securities of government agencies AA+

Concentration of Credit Risk

Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments are as follows:

Issuer	Investment Type	Amount
Federal Farm Credit Bank	Federal Agency Securities	\$ 1,020,794
Federal Home Loan MTG Corp	Federal Agency Securities	\$ 1,991,068

Custodial Credit Risk

For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the City's investments are insured or registered, or have securities held by the entity or its agent in the entity's name as is required by the *California Government Code*.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

4. CAPITAL ASSETS

Capital asset activity is summarized as follows:

Governmental Activities:

Year Ended June 30, 2021	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Nondepreciable Capital Assets					
Land	\$ 305,206	\$ -	\$ -	\$ -	305,206
Construction in progress	846,110	2,670,270	-	(170,963)	3,345,417
Total Nondepreciable Capital Assets	1,151,316	2,670,270	-	(170,963)	3,650,623
Depreciable Capital Assets					
Buildings	2,368,431	-	-	-	2,368,431
Improvements	4,490,760	18,000	-	-	4,508,760
Equipment	1,676,376	90,779	-	-	1,767,155
Vehicles	3,379,421	1,316,507	-	-	4,695,928
Infrastructure	53,482,783	-	-	170,963	53,653,746
Total Depreciable Capital Assets	65,397,771	1,425,286	-	170,963	66,994,020
Less: Accumulated Depreciation					
Buildings	1,910,988	22,839	-	-	1,933,827
Improvements	2,523,535	190,208	-	-	2,713,743
Equipment	1,234,411	128,715	-	-	1,363,126
Vehicles	2,522,963	192,928	-	-	2,715,891
Infrastructure	33,397,592	1,285,578	-	-	34,683,170
Total Less: Accumulated Depreciation	41,589,489	1,820,268	-	-	43,409,757
Depreciable Capital Assets - Net	23,808,282	(394,982)	-	170,963	23,584,263
Governmental Capital Assets - Net	\$ 24,959,598	\$ 2,275,288	\$ -	\$ -	27,234,886

Depreciation expense was charged to functions as follows:

Year Ended June 30, 2021

Governmental Activities

General Government	\$ 93,187
Fire	150,303
Police	171,050
Parks and recreation	92,876
Transportation and streets	1,312,852
Total Governmental Activities Depreciation Expense	\$ 1,820,268

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Business-Type Activities:

Year Ended June 30, 2021	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Nondepreciable Capital Assets					
Land	\$ 910,368	\$ -	\$ -	\$ -	910,368
Construction in progress	1,538,478	83,330	-	(1,289,292)	332,516
Total Nondepreciable Capital Assets	2,448,846	83,330	-	(1,289,292)	1,242,884
Depreciable Capital Assets					
Buildings	1,714,736	-	-	-	1,714,736
Improvements	18,015,228	135,007	-	-	18,150,235
Equipment	2,129,317	376,505	-	519,589	3,025,411
Vehicles	921,256	252,012	-	-	1,173,268
Infrastructure	13,882,005	463,496	-	769,703	15,115,204
Total Depreciable Capital Assets	36,662,542	1,227,020	-	1,289,292	39,178,854
Less: Accumulated Depreciation					
Buildings	1,365,728	19,467	-	-	1,385,195
Improvements	11,604,290	507,591	-	-	12,111,881
Equipment	1,237,209	336,990	-	-	1,574,199
Vehicles	726,620	76,270	-	-	802,890
Infrastructure	8,694,450	319,755	-	-	9,014,205
Total Less: Accumulated Depreciation	23,628,297	1,260,073	-	-	24,888,370
Depreciable Capital Assets - Net	13,034,245	(33,053)	-	1,289,292	14,290,484
Business-Type Capital Assets - Net	\$ 15,483,091	\$ 50,277	\$ -	\$ -	15,533,368

Depreciation expense was charged to functions as follows:

Year Ended June 30, 2021

Business-Type Activities

Community development	\$ 10,315
Waste water	609,068
Water	446,622
Airport	191,664
Community center	2,404
Total Business-Type Activities Depreciation Expense	\$ 1,260,073

5. UNEARNED REVENUE

Unearned revenue for the year ended June 30, 2021 totaled \$1,788,798. This balance was made up of \$52,750 of grant revenues, \$9,200 of lease prepayments, and \$1,736,048 of Coronavirus State and Local Fiscal Recovery (CSLFRF) funds. The CSLFRF funds were part the American Rescue Plan Act and will help the City address the economic fallout caused by the pandemic. As of June 30, 2021, no expenditures have been allocated to these funds and, therefore revenue will be recognized in future years as the City makes qualifying expenditures.

City of Red Bluff
NOTES TO THE FINANCIAL STATEMENTS
(Continued)

6. LONG-TERM LIABILITIES

Activity

Following is a summary of changes in long-term liabilities:

Year Ended June 30, 2021	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities					
Capital leases:					
PNC Lease - Fire Truck	\$ 408,940	\$ -	\$ 24,938	\$ 384,002	\$ 25,880
Community First Lease - Fire Truck	-	1,173,520	-	1,173,520	62,990
Total Capital Leases	408,940	1,173,520	24,938	1,557,522	88,870
Other liabilities:					
Compensated absences	1,174,864	657,062	507,862	1,324,064	331,016
Other postemployment benefits	2,688,532	511,285	-	3,199,817	-
Net pension liability	14,632,127	1,482,717	-	16,114,844	-
Total Other Liabilities	18,495,523	2,651,064	507,862	20,638,725	331,016
Total Governmental Activities	18,904,463	3,824,584	532,800	22,196,247	419,886
Business-Type Activities					
Other liabilities:					
Compensated absences	145,873	78,998	86,395	138,476	34,619
Other postemployment benefits	525,062	112,233	-	637,295	-
Net pension liability	3,149,435	187,147	-	3,336,582	-
Total Business-Type Activities	3,820,370	378,378	86,395	4,112,353	34,619
Total Long-Term Liabilities	\$ 22,724,833	\$ 4,202,962	\$ 619,195	\$ 26,308,600	\$ 454,505

Capital Leases

In September 2017, the City entered into a capital lease for the purchase of a fire truck and related equipment with a cost of \$656,123 and accumulated depreciation of \$131,324 as of June 30, 2021. The lease was payable in one down payment of \$200,000 and 15 annual installments of \$40,396, including interest at 3.0%. The down payment was paid in September 2017 and the installment repayment began in September 2018. Principal and interest paid in the current year were \$40,396. Total remaining payments under the lease are \$484,750, including interest in the amount of \$100,748. The present value of the remaining payments is \$384,002.

In January 2021, the City entered into a capital lease for the purchase of a ladder fire truck and related equipment with a cost of \$1,173,519 and accumulated depreciation of \$39,117 as of June 30, 2021. The lease was payable in 15 annual installments of \$98,465, including interest at 3.0%. The installment repayment will begin in January 2022. Principal and interest paid in the current year were \$0. Total remaining payments under the lease are \$1,476,979, including interest in the amount of \$303,459. The present value of the remaining payments is \$1,173,520.

Amortization of leased assets is included with depreciation expense.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Compensated Absences, Other Postemployment Benefits and Net Pension Liability

Generally liabilities for compensated absences, other postemployment benefits, and net pension liability are liquidated in the funds which pay the related salaries of City employees. The General Fund accounts for most of the amounts as most City employees work under the general fund including police and fire employees. Other funds which are used to liquidate these liabilities include the Transportation Fund, Waste Water Fund, Water Fund, and Community Development Fund.

Capital Lease Summary

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2021, were as follows:

Year Ending June 30	Governmental- Type Activities	Business-Type Activities
2022	\$ 138,860	\$ -
2023	138,863	-
2024	138,862	-
2025	138,862	-
2026	138,861	-
Thereafter	1,267,421	-
Total Minimum Lease Payments	1,961,729	-
Less: Amount representing interest	(404,207)	-
Present Value of Minimum Lease Payments	\$ 1,557,522	\$ -

Long-Term Debt Summary

Governmental Activities:

Year Ending June 30	Principal	Interest	Total
2022	\$ 88,870	\$ 49,990	\$ 138,860
2023	91,753	47,110	138,863
2024	94,730	44,132	138,862
2025	97,805	41,057	138,862
2026	100,980	37,881	138,861
Thereafter	1,083,384	184,037	1,267,421
Total	\$ 1,557,522	\$ 404,207	\$ 1,961,729

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Business-Type Activities:

Year Ending June 30	Principal	Interest	Total
2022	\$ -	\$ -	-

Interest Expense

The total interest incurred for the year ended June 30, 2021, on long-term debt was \$15,458. Interest charged to expense has been included as a component of the direct expenses of individual functions on the government-wide statement of activities as the underlying debt has objectives that can be connected to specific programs.

7. SELF-INSURANCE

In January 1979, the City became a member of the Northern California Cities Workers' Compensation Fund, a Joint Powers Authority (JPA), for the purpose of providing a banking plan for member cities to provide their own workers' compensation insurance.

In July 1981, the JPA instituted a program for the provision of liability insurance. In 1987, the JPA was rewritten and renamed the Northern California Cities Self-Insurance Fund to combine and update the coverages of the plans. There has been no significant reduction in any of the insurance coverages from the prior year. Settled claims resulting from these programs have not exceeded insurance coverage in each of the past three fiscal years. The current agreement is as follows:

The Workers' Compensation Program comprises a banking or deductible layer for claims up to \$100,000 and a shared risk pool for claims from \$100,000 to \$500,000. Excess coverage is provided for claims over the shared risk layer up to the statutory limit for workers' compensation and \$5,000,000 for employers' liability. The liability program comprises a banking or deductible layer for claims up to \$50,000 and a shared risk pool for claims from \$50,000 to \$500,000. Excess coverage is provided for liability claims over the shared risk layer up to \$40,000,000.

Each member city is assessed a contribution which is intended to cover its share of the Authority's claims, operating costs, and claim settlement expenses. Contributions are based on an actuarially determined rate for each coverage layer (pool), based on an estimate of the probable losses and expenses to be borne by that pool for the claim year. Additional cash contributions may be assessed on the basis of adverse loss experience. Refunds to members may be made if funds are determined to be surplus as a result of an actuarial study.

The banking or deductible layer is the member's deductible portion of each claim. As part of its services to members, a portion of the members' contributions is used to pay their deductibles. If a member's balance is insufficient, the Authority advances the necessary amounts and bills the member in subsequent years. Excess balances may likewise be used to offset subsequent year contributions.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

The City uses the “general fund” method to account for the costs of self-insurance. While the ultimate amount of the costs of self-insurance through June 30, 2021, is dependent on future developments, City management believes that the aggregate premiums paid to the JPA are adequate to cover the City’s losses through June 30, 2021, including incurred but not reported claims (IBNRs). Claims paid for the workers’ compensation and general liability programs for the fiscal year ended June 30, 2021, were \$419,687 and \$104,158, respectively.

As of June 30, 2021, the JPA reported that the City had a deficit in the workers’ compensation program in the amount of \$7,949. This amount has not been included in the City’s government financial statements. In addition, the JPA reported that the City had a surplus in its general liability program in the amount of \$76,771. This amount has not been included in the City’s financial statements.

8. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund Balances

The following is a summary of interfund balances:

June 30, 2021	Due From Other Funds	Due to Other Funds	Internal Balances
Governmental Activities			
General Fund	\$ 690,040	\$ -	\$ 690,040
Grants/Program Income Fund	-	34,855	(34,855)
Other Grants Fund	-	597,014	(597,014)
Nonmajor governmental	-	50,579	(50,579)
Total Governmental Activities	690,040	682,448	7,592
Business-Type Activities			
Nonmajor enterprise	-	7,592	(7,592)
Total Business-Type Activities	-	7,592	(7,592)
Total Government-Wide Statement	\$ 690,040	\$ 690,040	\$ -

Interfund balances typically result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, (3) payments between funds are made, or (4) revenue earned by the Fund is not received until just after the end of the fiscal year, normally 90 days. All of these interfund balances are anticipated to be paid back completely within the next fiscal year.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Transfers

The following is a summary of transfers:

Year Ended June 30, 2021	Transfers In	Transfers Out	Net Transfers
Governmental Activities			
General	\$ 899,765	\$ 63,418	\$ 836,347
Grants/Program Income Fund	-	229,123	(229,123)
Other grants fund	33,145	-	33,145
Nonmajor governmental	194,027	149,074	44,953
Total Governmental Activities	1,126,937	441,615	685,322
Business-Type Activities			
Waste water	-	394,119	(394,119)
Water	-	318,351	(318,351)
Nonmajor enterprise	231,528	204,380	27,148
Total Business-Type Activities	231,528	916,850	(685,322)
Total Government-Wide Statement	\$ 1,358,465	\$ 1,358,465	\$ -

The City's routine transfers include transfers made to move: (a) unrestricted revenues or balances that have been collected or accumulated in the General Fund to other funds based on budgetary authorization, and (b) revenues from a fund that by statute or budgetary authority must collect them to funds that are required by statute or budgetary authority to expend them. All transfers during the year were routine and all balances are expected to be collected in the subsequent year.

9. PENSION LIABILITY

Qualified employees are covered under a cost-sharing, multiple-employer defined benefit pension plan maintained by the California Public Employees' Retirement System (CalPERS).

Plan Descriptions

All full-time employees are eligible to participate in CalPERS, a cost-sharing, multiple-employer contributory public employee retirement system that acts as a common investment and administrative agent for participating public entities within the State of California. The City is part of a "cost-sharing" pool within CalPERS. The Public Employees' Retirement Law (Part 3 of the *California Government Code*, Section 20000 et seq.) establishes benefit provisions for CalPERS. CalPERS issues a publicly available financial report that can be obtained at www.calpers.ca.gov.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members. 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 for retirement as early as age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The provisions and benefits of the various plans of the City in effect at June 30, 2021, is as follows:

Hire Date	Miscellaneous	
	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	2% at 55	2% at 62
Benefit vesting schedule	5 years	5 years
Benefit payments	monthly for life	monthly for life
Retirement age	50-63	52-67
Monthly benefits (as a % of eligible compensation)	1.4% to 2.4%	1.0% to 2.5%
Required employee contribution rate	7.00%	6.25%
Required employer contribution rate	11.03%	7.73%

Hire Date	Safety - Police		
	Prior to May 16, 2011	May 17, 2011 to December 31, 2012	On or after January 1, 2013
Benefit formula	3% at 50	3% at 55	2.7% at 57
Benefit vesting schedule	5 years	5 years	5 years
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50	50-55	50-57
Monthly benefits (as a % of eligible compensation)	3.0%	2.4% to 3.0%	2.0% to 2.7%
Required employee contribution rate	9.00%	9.00%	11.50%
Required employer contribution rate	23.67%	21.75%	13.04%

Hire Date	Safety - Fire	
	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	2% at 50	2.7% at 57
Benefit vesting schedule	5 years	5 years
Benefit payments	monthly for life	monthly for life
Retirement age	50-55	50-57
Monthly benefits (as a % of eligible compensation)	2.0% to 2.7%	2.0% to 2.7%
Required employee contribution rate	9.00%	11.50%
Required employer contribution rate	19.21%	13.04%

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employees 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 Plans are 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. Employer contributions for the year ended June 30, 2021, were \$883,044 and \$1,382,924 for the Miscellaneous and Safety plans, respectively.

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

At June 30, 2021, the City reported a net pension liability of \$19,451,426 for its proportionate share of the net pension liability. This breakdown of the net pension liability between the miscellaneous and safety is \$7,891,679 and \$11,559,747, respectively. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019, rolled forward to June 30, 2020, using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating cities and the State, actuarially determined. At June 30, 2019, the City's employer allocation factor was 0.00187092 for the miscellaneous plans and 0.00173508 for the safety plans.

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

For the year ended June 30, 2021, the City recognized pension expense of \$3,284,589. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Miscellaneous Plan</u>		Deferred Outflows Resources	Deferred Inflows Resources
June 30, 2021			
Deferred contributions	\$	883,044	\$ -
Differences between expected and actual experience		406,682	-
Differences due to changes in actuarial assumptions		-	56,287
Differences due to differences in proportions		122,035	-
Differences between projected and actual earnings on pension plan investments		234,434	-
Differences between projected and actual contributions		-	442,730
Total	\$	1,646,195	\$ 499,017

City of Red Bluff**NOTES TO THE FINANCIAL STATEMENTS**

(Continued)

<u>Safety Plan</u>		Deferred Outflows Resources	Deferred Inflows Resources
June 30, 2021			
Deferred contributions	\$	1,382,924	\$ -
Differences between expected and actual experience		896,400	-
Differences due to changes in actuarial assumptions		-	38,506
Differences due to differences in proportions		197,211	-
Differences between projected and actual earnings on pension plan investments		251,243	-
Differences between projected and actual contributions		-	377,336
Total	\$	2,727,778	\$ 415,842

Amounts of \$883,044 and \$1,382,924 reported as deferred outflows of resources related to contributions subsequent to the measurement date for the miscellaneous and safety plans, respectively, will be recognized as reductions of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the pension plans will be recognized as pension expense as follows:

Miscellaneous Plan

Year Ending June 30

2022	\$	(50,713)
2023		91,167
2024		111,240
2025		112,440
2026		-
Thereafter		-
Total	\$	264,134

Safety Plan

Year Ending June 30

2022	\$	205,122
2023		348,991
2024		249,012
2025		125,887
2026		-
Thereafter		-
Total	\$	929,012

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Actuarial Assumptions

The total pension liability in the June 30, 2019, actuarial valuation for each plan for CalPERS was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation date	June 30, 2019
Measurement date	June 30, 2020
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Discount rate	7.15%
Inflation	2.50%
Salary increases	Varies by entry age and service
Payroll Growth	2.75%
Investment rate of return	7.00%, net of pension plan investment and administrative expenses; includes inflation

CalPERS uses custom mortality tables to best fit the patterns of mortality among its members. The mortality table used was developed based on CalPERS specific data. The table includes 15 years of mortality improvements using 90% of Scale MP 2016 by the Society of Actuaries.

The actuarial assumptions used in the June 30, 2019 valuation were derived from the June 30, 2018, funding valuation report.

Discount Rate

The discount rate used to measure the total pension liability was 7.15% for each plan. The amortization and smoothing periods recently adopted by the Board were utilized to determine whether the municipal bond rate should be used in the calculation of a discount rate. A projection of expected benefit payments and contributions was performed to determine if the assets would run out. The test revealed the assets would not run out. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The stress test results are presented in a detailed report entitled, "GASB Crossover Testing Report" that can be obtained on the CalPERS' website.

According to Paragraph 30 of GASB Statement No. 68, the long-term discount rate should be determined with reduction for pension plan administrative expense. The 7.00% investment return assumption used in the accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. An investment return, excluding administrative expenses, would have been 7.15%. Using this lower discount rate has resulted in a slightly higher total pension liability and net pension liability. CalPERS checked the materiality threshold for the difference in the calculation and did not find it to be a material difference.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management (ALM) review cycle. Any changes to the discount rate will require Board action and proper stake holder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB Statement No. 67 and GASB Statement No. 68 calculations. CalPERS will continue to check the materiality of the difference in the calculation until the methodology is changed.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all of the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11 to 60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

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

	Target Allocation	Rate of Return	
		Years 1-10*	Years 11+**
Asset Class			
Public Equity	49%	4.80%	5.98%
Global fixed income	22%	1.00%	2.62%
Real estate	12%	3.75%	4.93%
Private equity	8%	6.30%	7.23%
Inflation sensitive	6%	0.77%	1.81%
Liquidity	3%	0.00%	-0.92%
Total	100%		

*An expected inflation of 2.5% used for this period.

**An expected inflation of 3.0% used for this period.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

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

The following presents the net pension liability of the Plan, calculated using the discount rate of 7.15%, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.15%) or one percentage point higher (8.15%) than the current rate:

	1% Decrease (6.15%)	Current Discount Rate (7.15%)	1% Increase (8.15%)
Plan's Net Pension Liability - Miscellaneous	\$ 11,884,483	\$ 7,891,679	\$ 4,592,550
Plan's Net Pension Liability - Safety	16,925,114	11,559,747	7,156,956
Total	\$ 28,809,597	\$ 19,451,426	\$ 11,749,506

Pension Plan Fiduciary Net Position

Detailed information about the Plan's fiduciary net position is available in the separately issued CalPERS financial report.

10. OTHER POSTEMPLOYMENT BENEFITS LIABILITY (OPEB)

The City provides postemployment healthcare benefits for retired employees in accordance with negotiated contracts with the various bargaining units of the City.

Plan Description

The City of Red Bluff Retirement Health Plan (the Plan) is a single-employer defined benefit healthcare plan administered by the City. The City provides certain medical, dental, and vision insurance coverage to all employees who retire from the City (including spouses), and meet the age and service requirement for eligibility. Retirees must be at least 55 years of age with a minimum 5 years of service with the City. The City pays medical premiums up to a cap of \$160 per month, for each qualifying retiree (spouse). The City is part of a "cost-sharing" pool within CalPERS and Teamsters. CalPERS issues a publicly available financial report that can be obtained at www.calpers.ca.gov and the Teamster's OPEB financial information can be obtained by writing to Teamsters Local 137, 3540 South Market Street, Redding, CA 96001.

Employees Covered

Employees covered by the benefit terms of the Plan consisted of:

June 30, 2021

Inactive plan members or beneficiaries currently receiving benefit payments	15
Active plan members	101
Total	116

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Contributions

The Plan and its contribution requirements are established by Memoranda of Understanding with the applicable employee bargaining units and may be amended by agreements between the City and the bargaining units. The contribution requirements of plan members and the City are based on a pay-as-you-go basis. There is no trust administered for the Plan and therefore there are no accumulated plan assets. For the year ended June 30, 2021, the City paid \$70,191 on behalf of its retirees.

Total OPEB Liability

The City's total OPEB liability was measured as of June 30, 2021, using an annual actuarial valuation as of June 30, 2020. The total OPEB liability was based on the actuarial methods and assumptions as shown below.

Actuarial Assumptions

Actuarial valuation of an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The total OPEB liability was determined by an actuarial valuation as of June 30, 2020, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation date	June 30, 2020
Measurement date	June 30, 2021
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Discount rate	2.66% as of June 30, 2020
	2.18% as of June 30, 2021
General inflation rate	2.50%
Salary increases	3.00%
Healthcare cost trend rate	5.4% decreasing to 4.0%

Demographic actuarial assumptions used in this valuation are based on the 2017 experience study of the California Public Employees Retirement System using data from 1997 to 2015, except for a different basis used to project future mortality improvements. Mortality rates were those published by CalPERS adjusted to back out 15 years of scale MP 2016 to central 2015 and projected forward applied generationally using MacLeod Watts Scale 2020 from 2015.

Discount Rate

The discount rate used to measure the total OPEB liability was 2.18%. The discount rate was based on the published change in return for the applicable municipal bond index.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Changes in the Total OPEB Liability

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

Year Ended June 30, 2021

Total OPEB Liability	
Service cost	\$ 305,399
Interest	92,672
Changes of benefit terms	-
Difference between expected and actual experience	-
Changes of assumptions	295,638
Benefit payments	(70,191)
Net Change in Total OPEB Liability	623,518
Total OPEB Liability - Beginning of Year	3,213,594
Total OPEB Liability - End of Year	\$ 3,837,112
Covered payroll	\$ 7,126,509
Net OPEB liability as a percentage of covered payroll	53.84%

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the City's total OPEB liability calculated using the discount rate of 2.18%, as well as the City's total OPEB liability if it was calculated using a discount rate that is one percentage point lower (1.18%) or one percentage point higher (3.18%) than the current rate:

	1% Decrease (1.18%)	Current Discount Rate (2.18%)	1% Increase (3.18%)
June 30, 2021			
Total OPEB Liability	\$ 4,573,068	\$ 3,837,112	\$ 3,256,373

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the City's total OPEB liability calculated using the healthcare cost trend rate of 5.4%, as well as the District's total OPEB liability if it was calculated using a healthcare cost trend rate that is one percentage point lower (4.4%) or one percentage point higher (6.4%) than the current rate:

	1% Decrease (4.4%)	Health Cost Current Trend (5.4%)	1% Increase (6.4%)
June 30, 2021			
Total OPEB Liability	\$ 3,154,127	\$ 3,837,112	\$ 4,745,791

City of Red Bluff**NOTES TO THE FINANCIAL STATEMENTS**

(Continued)

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended June 30, 2021, the City recognized OPEB expense of \$623,518. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

		Deferred Outflows Resources	Deferred Inflows Resources
June 30, 2021			
Differences due to changes in actuarial assumptions	\$	397,956	\$ 386,867
Differences between expected and actual experience		-	190,014
Total	\$	397,956	\$ 576,881

Amounts reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30		
2022	\$	(20,022)
2023		(20,022)
2024		(20,022)
2025		(20,022)
2026		(20,022)
Thereafter		(78,815)
Total	\$	(178,925)

11. FUND BALANCE/NET POSITION

The funds listed below reported a deficit fund balance/net position:

June 30, 2021		
Governmental Funds		
Special Gas Tax Fund	\$	2,595
Fire Protection Capital Improvement Fund	\$	29,143
Enterprise Funds		
Community Center Fund	\$	407,362

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

Fund balances are composed of the following:

June 30, 2021	Nonspendable	Restricted	Committed	Assigned
General Fund:				
Building reserve	\$ -	\$ -	\$ -	1,645,200
Contingency reserve	-	-	-	1,292,275
Quarter cent sales tax reserve	-	-	-	750,000
Economic uncertainty reserve	-	-	-	646,138
Fire apparatus and vehicles reserve	-	-	-	400,000
Vehicle reserve	-	-	-	325,000
Technology reserve	-	-	-	325,000
ADA reserve	-	-	-	325,000
Parks reserve	-	-	-	321,387
Traffic Control:				
Traffic Control Impact Fee	-	2,060,327	-	216,704
Grants/Program Income Fund:				
Long-term receivables	-	3,576,323	-	-
Grants	-	496,925	-	28,282
Other Grants Fund				
Grants	-	-	-	-
Other Governmental Funds:				
ISTEA/RSTP Revenue	-	1,458,310	-	32,141
Waste Water Facility Impact Fees	-	973,620	-	84,529
Water Capital Impact Fees	-	960,382	-	87,990
Waste Water Collection Impact Fees	-	866,901	-	74,450
Road Maintenance & Rehab Act	-	568,650	-	13,512
Flood Protection Impact Fees	-	210,085	-	20,785
PEG Fees	-	205,831	-	17,896
Local Transportation	-	154,186	-	-
Transportation	-	148,947	-	17,167
Airport Impact Fees	-	104,879	-	6,320
Meadow Brook Street Fees	-	40,593	-	4,083
SB1186 Revenue	-	27,152	-	856
Park Capital Improvement Fees	-	16,233	-	2,395
Police Protection Impact Fees	-	14,718	-	898
Prop 30 (Public Safety) Revenue	-	6,119	-	3,014
City Admin and Equipment Impact Fees	-	1,018	-	4,897
Waste Water Treatment Plant Capital Reserves	-	-	667,092	74,392
General Plan Update	-	-	57,416	7,990
Transportation - City Design Fees	-	-	6,086	9,159
Total	\$ -	\$ 11,891,199	\$ 730,594	\$ 6,737,460

12. LANDFILL JOINT POWERS AGENCIES

The City is a member of the Tehama County Sanitary Landfill Agency (the Landfill Agency), which was formed in May 1989 by an agreement between the County of Tehama, the City of Corning, the City of Tehama, and the City of Red Bluff. The Landfill Agency is responsible for closure and postclosure of the landfill. The Landfill Agency has previously collected assessments from property in the County and is currently holding those funds in order to have funds available to finance the work necessary for closure and postclosure monitoring.

City of Red Bluff

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

In 1997, the City, along with the County of Tehama, formed the Tehama County/Red Bluff Landfill Management Agency (the Management Agency). The Management Agency was formed to govern the operation and management of the landfill. The City and the County of Tehama each have a 50% ownership interest in the landfill.

In 2015, the two Agencies combined to form the Tehama County Solid Waste Management Agency. Complete financial statements for the Agency may be obtained from the Agency.

13. CONTINGENT LIABILITIES

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

The City is involved in various litigation; however, in the City Attorney's opinion, the potential claims against the City resulting from such litigation would not materially affect the accompanying financial statements.

14. CONSTRUCTION COMMITMENTS

At June 30, 2021, the City had \$9,450 outstanding in the form of contracts and/or purchase orders for construction.

15. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended June 30, 2021, expenditures exceeded appropriations by \$30,356 in the Transportation Fund. The expenditures were funded by additional unbudgeted revenue received during the year and fund balance.

16. ASSET RETIREMENT OBLIGATION

The City has incurred certain asset retirement obligations related to the operation of its waste water utility system. The estimated liability of the legally required closure costs for the waste water utility system cannot be reasonably estimated as of June 30, 2021, since the specific legally required costs of retirement have not been identified. The City anticipates identifying those specific legally required costs and obtaining an estimate of those costs in the subsequent fiscal year.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

City of Red Bluff

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Miscellaneous	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
City's proportion of the net pension liability (asset)	0.18709%	0.18098%	0.17497%	0.16576%	0.15638%	0.14010%	0.05814%
City's proportionate share of the net pension liability (asset)	\$ 7,891,679	\$ 7,247,204	\$ 6,594,232	\$ 6,534,135	\$ 5,432,492	\$ 3,842,872	\$ 3,617,616
City's covered payroll	\$ 2,982,829	\$ 2,952,187	\$ 2,844,755	\$ 2,800,443	\$ 2,600,676	\$ 2,502,239	\$ 2,291,278
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	264.57%	245.49%	231.80%	233.33%	208.89%	153.58%	157.89%
Plan fiduciary net position as a percentage of the total pension liability	73.70%	75.15%	76.47%	76.06%	78.26%	78.40%	84.35%
Safety							
City's proportion of the net pension liability (asset)	0.17351%	0.16875%	0.16559%	0.16033%	0.16059%	0.15580%	0.08912%
City's proportionate share of the net pension liability (asset)	\$ 11,559,747	\$ 10,534,358	\$ 9,715,776	\$ 9,580,019	\$ 8,317,270	\$ 6,417,679	\$ 5,545,207
City's covered payroll	\$ 2,951,059	\$ 3,072,572	\$ 2,917,933	\$ 2,721,214	\$ 2,492,878	\$ 2,332,037	\$ 2,220,989
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	391.72%	342.85%	332.97%	352.05%	333.64%	275.20%	367.05%
Plan fiduciary net position as a percentage of the total pension liability	70.74%	72.85%	73.14%	72.42%	73.41%	78.40%	81.42%

See the accompanying notes to the required supplementary information.

City of Red Bluff

SCHEDULE OF THE CITY'S PENSION CONTRIBUTIONS

Miscellaneous	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually required contribution	\$ 883,044	\$ 685,961	\$ 585,672	\$ 495,908	\$ 201,977	\$ 235,886	\$ 201,470
Contributions in relation to the contractually required contribution	(883,044)	(685,961)	(585,672)	(495,908)	(201,977)	(235,886)	(201,470)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 3,203,426	\$ 2,982,829	\$ 2,952,187	\$ 2,844,755	\$ 2,600,676	\$ 2,502,239	\$ 2,291,278
Contributions as a percentage of covered payroll	27.57%	23.00%	19.84%	17.43%	7.77%	9.43%	8.79%
Safety							
Contractually required contribution	\$ 1,382,924	\$ 1,142,914	\$ 1,016,599	\$ 888,434	\$ 368,918	\$ 638,660	\$ 538,795
Contributions in relation to the contractually required contribution	(1,382,924)	(1,142,914)	(1,016,599)	(888,434)	(368,918)	(638,660)	(538,795)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's covered payroll	\$ 2,966,613	\$ 2,951,059	\$ 3,072,572	\$ 2,917,933	\$ 2,492,878	\$ 2,332,037	\$ 2,220,989
Contributions as a percentage of covered payroll	46.62%	38.73%	33.09%	30.45%	14.80%	27.39%	24.26%

See the accompanying notes to the required supplementary information.

City of Red Bluff

SCHEDULE OF CITY'S TOTAL OTHER POSTEMPLOYMENT BENEFITS LIABILITY

	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Total OPEB Liability				
Service cost	\$ 305,399	\$ 356,387	\$ 333,506	\$ 305,729
Interest	92,672	107,590	99,010	91,100
Changes of benefit terms	-	-	-	-
Difference between expected and actual experience	-	(233,644)	-	-
Changes of assumptions	295,638	(475,701)	83,063	113,416
Benefit payments	(70,191)	(81,833)	(64,029)	(51,619)
Net Change in Total OPEB Liability	623,518	(327,201)	451,550	458,626
Total OPEB Liability - Beginning of Year	3,213,594	3,540,795	3,089,245	2,630,619
Total OPEB Liability - End of Year	\$ 3,837,112	\$ 3,213,594	\$ 3,540,795	\$ 3,089,245
Covered payroll	\$ 7,126,509	\$ 6,014,550	\$ 6,074,806	\$ 5,762,688
Total OPEB liability as a percentage of covered payroll	53.84%	53.43%	58.29%	53.61%

See the accompanying notes to the required supplementary information.

City of Red Bluff

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2021

Required supplementary information schedules are intended to report information for ten years. Additional years' information will be displayed as it becomes available.

Changes of Benefit Terms

Public agencies who participate in CalPERS can make changes to their plan provisions, and such changes occur on an ongoing basis. A summary of the plan provisions that were used for a specific plan can be found in the plan's annual valuation report.

Other Postemployment Benefits Liability

The City does not have any assets accumulated in a trust to pay the other postemployment benefits and is currently funding the plan on a pay-as-you-go basis.

**COMBINING AND INDIVIDUAL NONMAJOR FUND
FINANCIAL STATEMENTS**

City of Red Bluff

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Traffic Safety Fund: This fund accounts for revenues and expenditures restricted for traffic safety improvement by police.

Charter – PEG Fees Fund: This fund accounts for revenues and expenditures restricted for promoting public, education, and governmental television programming.

Public Safety Fund: This fund accounts for the revenues and expenditures restricted for public safety by police and fire.

Proposition 30 Fund: This fund accounts for revenues and expenditures restricted for public safety use by police.

Asset Forfeiture Fund: This fund accounts for the seizure of funds by police officers.

Local Transportation Fund (LTF): This fund accounts for LTF revenues and expenditures restricted for use in maintenance, repairs, and improvements of the street system of the City.

Special Gas Tax Fund: This fund accounts for gas tax revenues and expenditures restricted for use in maintenance, repairs, and improvements of the street system of the City.

Intermodal Surface Transportation Efficiency Act (ISTEA) / Regional Surface Transportation Program (RSTP) Revenue Fund: This fund accounts for ISTEA and RSTP revenues and expenditures restricted for use in maintenance, repairs, and improvements of the street system of the City.

SB1186 Fund: This fund accounts for revenues and expenditures restricted for use as stated in California Senate Bill 1186, for the purpose of increasing disability access and compliance with construction-related accessibility requirements for commercial businesses.

Road Maintenance and Rehabilitation Act Fund (RMRA): This fund accounts for revenues and expenditures restricted for use as stated in California Senate Bill 1, the Road Repair and Accountability Act of 2017, for the purpose of improving local and state roadway systems.

Transportation Fund: This fund accounts for the operations and maintenance of the City's streets with taxes and grant revenue restricted for transportation.

City of Red Bluff

NONMAJOR GOVERNMENTAL FUNDS

(Continued)

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

General Plan Update Fund: This fund accounts for the revenues and expenditures for the general plan updated by the planning department of the City.

Transportation City Design Fund: This fund accounts for revenue and expenditures for City design/development of streets.

Waste Water Treatment Plant Capital Reserve Fund: This fund accounts for revenues and expenditures for capital improvements of the Waste Water Treatment Plant.

Flood Protection Capital Improvement Fund: This fund accounts for impact fees restricted for improvements of the flood protection system of the City.

Fire Protection Capital Improvement Fund: This fund accounts for impact fees restricted for improvements of the fire protection facilities and equipment of the City.

Police Protection Capital Improvement Fund: This fund accounts for impact fees restricted for improvements of the police protection facilities and equipment of the City.

City Administration and Equipment Capital Improvement Fund: This fund accounts for impact fees restricted for improvements of the general municipal facilities of the City.

Meadowbrook Street Capital Projects Fund: This fund accounts for revenues and expenditures restricted for repairs and maintenance of Meadowbrook Street.

Waste Water Treatment Plant Capital Improvement Fund: This fund accounts for impact fees restricted for improvements of the Waste Water Treatment Plant.

Waste Water Collection System Capital Improvement Fund: This fund accounts for impact fees restricted for improvements of the Waste Water Collection System.

Water Capital Improvement Fund: This fund accounts for impact fees restricted for improvements of the water system of the City.

Airport Capital Improvement Fund: This fund accounts for impact fees restricted for improvements of the airport of the City.

Parks and Recreation Facilities Capital Improvement Fund: This fund accounts for impact fees restricted for improvements of the parks and recreation facilities of the City.

City of Red Bluff

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS

	Special Revenue			
	Traffic Safety Fund	Charter - PEG Fees Fund	Public Safety Fund	Balance Forward
June 30, 2021				
ASSETS				
Cash and cash equivalents	\$ -	\$ 223,663	\$ -	\$ 223,663
Receivables:				
Accounts	-	-	-	-
Interest	10	64	31	105
Loans	-	-	-	-
Prepays	-	-	-	-
Due from other governments	3,687	-	17,716	21,403
Due from other funds	-	-	-	-
TOTAL ASSETS	\$ 3,697	\$ 223,727	\$ 17,747	\$ 245,171
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll and benefits	-	-	-	-
Accrued interest payable	-	-	-	-
Customer/employee deposits	-	-	-	-
Other liabilities	-	-	-	-
Due to other funds	3,697	-	17,747	21,444
Total Liabilities	3,697	-	17,747	21,444
Fund Balances (Deficit)				
Nonspendable	-	-	-	-
Restricted	-	205,831	-	205,831
Committed	-	-	-	-
Assigned	-	17,896	-	17,896
Unassigned	-	-	-	-
Total Fund Balances (Deficit)	-	223,727	-	223,727
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,697	\$ 223,727	\$ 17,747	\$ 245,171

City of Red Bluff

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS

(Continued)

						Special Revenue	
	Balance Brought Forward	Proposition 30 Fund	Asset Forfeiture Fund	Local Transportation Fund	Balance Forward		
June 30, 2021							
ASSETS							
Cash and cash equivalents	\$ 223,663	\$ 9,587	\$ 30,531	\$ 170,595	\$ 434,376		
Receivables:							
Accounts	-	-	-	-	-		
Interest	105	3	9	47	164		
Loans	-	-	-	-	-		
Prepays	-	-	-	-	-		
Due from other governments	21,403	-	-	-	21,403		
Due from other funds	-	-	-	-	-		
TOTAL ASSETS	\$ 245,171	\$ 9,590	\$ 30,540	\$ 170,642	\$ 455,943		
LIABILITIES AND FUND BALANCES							
Liabilities							
Accounts payable	\$ -	\$ 457	\$ -	\$ 16,456	\$ 16,913		
Accrued payroll and benefits	-	-	-	-	-		
Accrued interest payable	-	-	-	-	-		
Customer/employee deposits	-	-	-	-	-		
Other liabilities	-	-	30,540	-	30,540		
Due to other funds	21,444	-	-	-	21,444		
Total Liabilities	21,444	457	30,540	16,456	68,897		
Fund Balances (Deficit)							
Nonspendable	-	-	-	-	-		
Restricted	205,831	6,119	-	154,186	366,136		
Committed	-	-	-	-	-		
Assigned	17,896	3,014	-	-	20,910		
Unassigned	-	-	-	-	-		
Total Fund Balances (Deficit)	223,727	9,133	-	154,186	387,046		
TOTAL LIABILITIES AND FUND BALANCES	\$ 245,171	\$ 9,590	\$ 30,540	\$ 170,642	\$ 455,943		

City of Red Bluff

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS

(Continued)

June 30, 2021	Special Revenue				
	Balance Brought Forward	Special Gas Tax Fund	ISTEA/RSTP Revenue Fund	SB1186 Fund	Balance Forward
ASSETS					
Cash and cash equivalents	\$ 434,376	\$ -	\$ 1,490,025	\$ 28,140	\$ 1,952,541
Receivables:					
Accounts	-	-	-	-	-
Interest	164	-	426	8	598
Loans	-	-	-	-	-
Prepays	-	-	-	-	-
Due from other governments	21,403	-	-	-	21,403
Due from other funds	-	-	-	-	-
TOTAL ASSETS	\$ 455,943	\$ -	\$ 1,490,451	\$ 28,148	\$ 1,974,542
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 16,913	\$ -	\$ -	\$ 140	\$ 17,053
Accrued payroll and benefits	-	2,595	-	-	2,595
Accrued interest payable	-	-	-	-	-
Customer/employee deposits	-	-	-	-	-
Other liabilities	30,540	-	-	-	30,540
Due to other funds	21,444	-	-	-	21,444
Total Liabilities	68,897	2,595	-	140	71,632
Fund Balances (Deficit)					
Nonspendable	-	-	-	-	-
Restricted	366,136	-	1,458,310	27,152	1,851,598
Committed	-	-	-	-	-
Assigned	20,910	-	32,141	856	53,907
Unassigned	-	(2,595)	-	-	(2,595)
Total Fund Balances (Deficit)	387,046	(2,595)	1,490,451	28,008	1,902,910
TOTAL LIABILITIES AND FUND BALANCES	\$ 455,943	\$ -	\$ 1,490,451	\$ 28,148	\$ 1,974,542

City of Red Bluff

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS

(Continued)

June 30, 2021	Special Revenue			
	Balance Brought Forward	RMRA Fund	Transportation Fund	Total
ASSETS				
Cash and cash equivalents	\$ 1,952,541	\$ 601,419	\$ 160,683	\$ 2,714,643
Receivables:				
Accounts	-	-	8,306	8,306
Interest	598	172	-	770
Loans	-	-	-	-
Prepays	-	-	-	-
Due from other governments	21,403	48,123	-	69,526
Due from other funds	-	-	-	-
TOTAL ASSETS	\$ 1,974,542	\$ 649,714	\$ 168,989	\$ 2,793,245
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 17,053	\$ 67,552	\$ 2,219	\$ 86,824
Accrued payroll and benefits	2,595	-	583	3,178
Accrued interest payable	-	-	12	12
Customer/employee deposits	-	-	-	-
Other liabilities	30,540	-	61	30,601
Due to other funds	21,444	-	-	21,444
Total Liabilities	71,632	67,552	2,875	142,059
Fund Balances (Deficit)				
Nonspendable	-	-	-	-
Restricted	1,851,598	568,650	148,947	2,569,195
Committed	-	-	-	-
Assigned	53,907	13,512	17,167	84,586
Unassigned	(2,595)	-	-	(2,595)
Total Fund Balances (Deficit)	1,902,910	582,162	166,114	2,651,186
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,974,542	\$ 649,714	\$ 168,989	\$ 2,793,245

City of Red Bluff

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS

(Continued)

	Capital Projects					
	General	Transportation	Waste Water	Flood		
	Plan Update	City Design	Treatment Plant	Protection		
	Fund	Fund	Capital Reserve	Capital		
	Fund	Fund	Fund	Improvement		Balance
June 30, 2021	Fund	Fund	Fund	Fund		Forward
ASSETS						
Cash and cash equivalents	\$ 66,092	\$ 15,241	\$ 789,794	\$ 230,804	\$	1,101,931
Receivables:						
Accounts	-	-	-	-		-
Interest	19	4	226	66		315
Loans	-	-	-	-		-
Prepays	-	-	-	-		-
Due from other governments	-	-	-	-		-
Due from other funds	-	-	-	-		-
TOTAL ASSETS	\$ 66,111	\$ 15,245	\$ 790,020	\$ 230,870	\$	1,102,246
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 705	\$ -	\$ 48,536	\$ -	\$	49,241
Accrued payroll and benefits	-	-	-	-		-
Accrued interest payable	-	-	-	-		-
Customer/employee deposits	-	-	-	-		-
Other liabilities	-	-	-	-		-
Due to other funds	-	-	-	-		-
Total Liabilities	705	-	48,536	-		49,241
Fund Balances (Deficit)						
Nonspendable	-	-	-	-		-
Restricted	-	-	-	210,085		210,085
Committed	57,416	6,086	667,092	-		730,594
Assigned	7,990	9,159	74,392	20,785		112,326
Unassigned	-	-	-	-		-
Total Fund Balances (Deficit)	65,406	15,245	741,484	230,870		1,053,005
TOTAL LIABILITIES AND FUND BALANCES	\$ 66,111	\$ 15,245	\$ 790,020	\$ 230,870	\$	1,102,246

City of Red Bluff

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS

(Continued)

June 30, 2021	Capital Projects					Balance Forward
	Balance Brought Forward	Fire Protection Capital Improvement Fund	Police Protection Capital Improvement Fund	Administration and Equipment Capital Improvement Fund		
ASSETS						
Cash and cash equivalents	\$ 1,101,931	\$ -	\$ 15,612	\$ 5,913	\$	1,123,456
Receivables:						
Accounts	-	-	-	-		-
Interest	315	-	4	2		321
Loans	-	-	-	-		-
Prepays	-	-	-	-		-
Due from other governments	-	-	-	-		-
Due from other funds	-	-	-	-		-
TOTAL ASSETS	\$ 1,102,246	\$ -	\$ 15,616	\$ 5,915	\$	1,123,777
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 49,241	\$ -	\$ -	\$ -	\$	49,241
Accrued payroll and benefits	-	-	-	-		-
Accrued interest payable	-	8	-	-		8
Customer/employee deposits	-	-	-	-		-
Other liabilities	-	-	-	-		-
Due to other funds	-	29,135	-	-		29,135
Total Liabilities	49,241	29,143	-	-		78,384
Fund Balances (Deficit)						
Nonspendable	-	-	-	-		-
Restricted	210,085	-	14,718	1,018		225,821
Committed	730,594	-	-	-		730,594
Assigned	112,326	-	898	4,897		118,121
Unassigned	-	(29,143)	-	-		(29,143)
Total Fund Balances (Deficit)	1,053,005	(29,143)	15,616	5,915		1,045,393
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,102,246	\$ -	\$ 15,616	\$ 5,915	\$	1,123,777

City of Red Bluff

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS

(Continued)

	Capital Projects					
	Balance Brought Forward	Meadowbrook Street Capital Projects Fund	Waste Water Treatment Plant Capital Improvement Fund	Waste Water Collection System Capital Improvement Fund	Balance Forward	
June 30, 2021						
ASSETS						
Cash and cash equivalents	\$ 1,123,456	\$ 44,663	\$ 1,057,846	\$ 941,082	\$ 3,167,047	
Receivables:						
Accounts	-	-	-	-	-	
Interest	321	13	303	269	906	
Loans	-	-	-	-	-	
Prepays	-	-	-	-	-	
Due from other governments	-	-	-	-	-	
Due from other funds	-	-	-	-	-	
TOTAL ASSETS	\$ 1,123,777	\$ 44,676	\$ 1,058,149	\$ 941,351	\$ 3,167,953	
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 49,241	\$ -	\$ -	\$ -	\$ 49,241	
Accrued payroll and benefits	-	-	-	-	-	
Accrued interest payable	8	-	-	-	8	
Customer/employee deposits	-	-	-	-	-	
Other liabilities	-	-	-	-	-	
Due to other funds	29,135	-	-	-	29,135	
Total Liabilities	78,384	-	-	-	78,384	
Fund Balances (Deficit)						
Nonspendable	-	-	-	-	-	
Restricted	225,821	40,593	973,620	866,901	2,106,935	
Committed	730,594	-	-	-	730,594	
Assigned	118,121	4,083	84,529	74,450	281,183	
Unassigned	(29,143)	-	-	-	(29,143)	
Total Fund Balances (Deficit)	1,045,393	44,676	1,058,149	941,351	3,089,569	
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,123,777	\$ 44,676	\$ 1,058,149	\$ 941,351	\$ 3,167,953	

City of Red Bluff

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS

(Continued)

June 30, 2021	Capital Projects					Balance Forward
	Balance Brought Forward	Water Capital Improvement Fund	Airport Capital Improvement Fund	Parks and Recreation Facilities Capital Improvement Fund		
ASSETS						
Cash and cash equivalents	\$ 3,167,047	\$ 1,048,072	\$ 111,167	\$ 18,623	\$	4,344,909
Receivables:						
Accounts	-	-	-	-		-
Interest	906	300	32	5		1,243
Loans	-	-	-	-		-
Prepays	-	-	-	-		-
Due from other governments	-	-	-	-		-
Due from other funds	-	-	-	-		-
TOTAL ASSETS	\$ 3,167,953	\$ 1,048,372	\$ 111,199	\$ 18,628	\$	4,346,152
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 49,241	\$ -	\$ -	\$ -	\$	49,241
Accrued payroll and benefits	-	-	-	-		-
Accrued interest payable	8	-	-	-		8
Customer/employee deposits	-	-	-	-		-
Other liabilities	-	-	-	-		-
Due to other funds	29,135	-	-	-		29,135
Total Liabilities	78,384	-	-	-		78,384
Fund Balances (Deficit)						
Nonspendable	-	-	-	-		-
Restricted	2,106,935	960,382	104,879	16,233		3,188,429
Committed	730,594	-	-	-		730,594
Assigned	281,183	87,990	6,320	2,395		377,888
Unassigned	(29,143)	-	-	-		(29,143)
Total Fund Balances (Deficit)	3,089,569	1,048,372	111,199	18,628		4,267,768
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,167,953	\$ 1,048,372	\$ 111,199	\$ 18,628	\$	4,346,152

City of Red Bluff

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS

(Continued)

	Capital Projects			
June 30, 2021	Balance Brought Forward	Total	Total Nonmajor Governmental Funds	
ASSETS				
Cash and cash equivalents	\$ 4,344,909	\$ 4,344,909	\$ 7,059,552	
Receivables:				
Accounts	-	-	8,306	
Interest	1,243	1,243	2,013	
Loans	-	-	-	
Prepays	-	-	-	
Due from other governments	-	-	69,526	
Due from other funds	-	-	-	
TOTAL ASSETS	\$ 4,346,152	\$ 4,346,152	\$ 7,139,397	
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 49,241	\$ 49,241	\$ 136,065	
Accrued payroll and benefits	-	-	3,178	
Accrued interest payable	8	8	20	
Customer/employee deposits	-	-	-	
Other liabilities	-	-	30,601	
Due to other funds	29,135	29,135	50,579	
Total Liabilities	78,384	78,384	220,443	
Fund Balances (Deficit)				
Nonspendable	-	-	-	
Restricted	3,188,429	3,188,429	5,757,624	
Committed	730,594	730,594	730,594	
Assigned	377,888	377,888	462,474	
Unassigned	(29,143)	(29,143)	(31,738)	
Total Fund Balances (Deficit)	4,267,768	4,267,768	6,918,954	
TOTAL LIABILITIES AND FUND BALANCES	\$ 4,346,152	\$ 4,346,152	\$ 7,139,397	

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS

	Special Revenue			
	Traffic Safety Fund	Charter - PEG Fees Fund	Public Safety Fund	Balance Forward
Year Ended June 30, 2021				
Revenues				
Other taxes	\$ -	\$ -	\$ 114,311	\$ 114,311
Fines, forfeitures, and penalties	34,087	-	-	34,087
Use of money and property	146	2,060	530	2,736
Intergovernmental revenue	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	34,233	2,060	114,841	36,293
Expenditures				
Current:				
General government	-	-	-	-
Police public safety	-	-	-	-
Parks and recreation	-	-	-	-
Transportation and streets	-	-	-	-
Grants and program income	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	34,233	2,060	114,841	36,293
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	(34,233)	-	(114,841)	(149,074)
Total Other Financing Sources (Uses)	(34,233)	-	(114,841)	(149,074)
Net Change in Fund Balances	-	2,060	-	2,060
Fund Balances (Deficit) - Beginning of Year	-	221,667	-	221,667
Fund Balances (Deficit) - End of Year	\$ -	\$ 223,727	\$ -	\$ 223,727

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (Continued)

Year Ended June 30, 2021	Special Revenue				
	Balance Brought Forward	Proposition 30 Fund	Asset Forfeiture Fund	Local Transportation Fund	Balance Forward
Revenues					
Other taxes	\$ 114,311	\$ -	\$ -	\$ -	114,311
Fines, forfeitures, and penalties	34,087	-	-	-	34,087
Use of money and property	2,736	106	-	851	3,693
Intergovernmental revenue	-	-	-	192,597	192,597
Other revenues	-	-	-	-	-
Total Revenues	151,134	106	-	193,448	344,688
Expenditures					
Current:					
General government	-	4,930	-	-	4,930
Police public safety	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Transportation and streets	-	-	-	178,399	178,399
Grants and program income	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total Expenditures	-	4,930	-	178,399	183,329
Excess (Deficiency) of Revenues Over (Under) Expenditures	151,134	(4,824)	-	15,049	161,359
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	-
Transfers out	(149,074)	-	-	-	(149,074)
Total Other Financing Sources (Uses)	(149,074)	-	-	-	(149,074)
Net Change in Fund Balances	2,060	(4,824)	-	15,049	12,285
Fund Balances (Deficit) - Beginning of Year	221,667	13,957	-	139,137	374,761
Fund Balances (Deficit) - End of Year	\$ 223,727	\$ 9,133	\$ -	\$ 154,186	\$ 387,046

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (Continued)

	Special Revenue				
	Balance Brought Forward	Special Gas Tax Fund	ISTEA/RSTP Revenue Fund	SB1186 Fund	Balance Forward
Year Ended June 30, 2021					
Revenues					
Other taxes	\$ 114,311	\$ -	\$ -	\$ -	114,311
Fines, forfeitures, and penalties	34,087	-	-	-	34,087
Use of money and property	3,693	26	9,665	230	13,614
Intergovernmental revenue	192,597	316,965	338,999	5,922	854,483
Other revenues	-	-	-	-	-
Total Revenues	344,688	316,991	348,664	6,152	1,016,495
Expenditures					
Current:					
General government	4,930	-	-	-	4,930
Police public safety	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Transportation and streets	178,399	336,775	-	-	515,174
Grants and program income	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total Expenditures	183,329	336,775	-	-	520,104
Excess (Deficiency) of Revenues Over (Under) Expenditures	161,359	(19,784)	348,664	6,152	496,391
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	-
Transfers out	(149,074)	-	-	-	(149,074)
Total Other Financing Sources (Uses)	(149,074)	-	-	-	(149,074)
Net Change in Fund Balances	12,285	(19,784)	348,664	6,152	347,317
Fund Balances (Deficit) - Beginning of Year	374,761	17,189	1,141,787	21,856	1,555,593
Fund Balances (Deficit) - End of Year	\$ 387,046	\$ (2,595)	\$ 1,490,451	\$ 28,008	\$ 1,902,910

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (Continued)

Year Ended June 30, 2021	Special Revenue			
	Balance Brought Forward	RMRA Fund	Transportation Fund	Total
Revenues				
Other taxes	\$ 114,311	\$ -	\$ 92,485	\$ 206,796
Fines, forfeitures, and penalties	34,087	-	-	34,087
Use of money and property	13,614	5,451	-	19,065
Intergovernmental revenue	854,483	264,082	-	1,118,565
Other revenues	-	-	-	-
Total Revenues	1,016,495	269,533	92,485	1,378,513
Expenditures				
Current:				
General Government	4,930	-	-	4,930
Police public safety	-	-	-	-
Parks and recreation	-	-	-	-
Transportation and streets	515,174	-	251,261	766,435
Grants and program income	-	-	-	-
Capital outlay	-	196,621	-	196,621
Debt service:				
Principal	-	-	-	-
Interest	-	-	15	15
Total Expenditures	520,104	196,621	251,276	968,001
Excess (Deficiency) of Revenues Over (Under) Expenditures	496,391	72,912	(158,791)	410,512
Other Financing Sources (Uses)				
Transfers in	-	-	194,027	194,027
Transfers out	(149,074)	-	-	(149,074)
Total Other Financing Sources (Uses)	(149,074)	-	194,027	44,953
Net Change in Fund Balances	347,317	72,912	35,236	455,465
Fund Balances (Deficit) - Beginning of Year	1,555,593	509,250	130,878	2,195,721
Fund Balances (Deficit) - End of Year	\$ 1,902,910	\$ 582,162	\$ 166,114	\$ 2,651,186

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (Continued)

Year Ended June 30, 2021	Capital Projects				
	General Plan Update Fund	Transportation City Design Fund	Waste Water Treatment Plant Capital Reserve Fund	Flood Protection Capital Improvement Fund	Balance Forward
Revenues					
Other taxes	\$ -	\$ -	\$ -	\$ -	-
Fines, forfeitures, and penalties	-	-	-	-	-
Use of money and property	628	140	7,340	2,123	10,231
Intergovernmental revenue	-	-	-	-	-
Other revenues	-	-	-	3,450	3,450
Total Revenues	628	140	7,340	5,573	13,681
Expenditures					
Current:					
General government	4,110	-	-	-	4,110
Police public safety	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Transportation and streets	-	-	-	-	-
Grants and program income	-	-	-	-	-
Capital outlay	-	-	71,146	-	71,146
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total Expenditures	4,110	-	71,146	-	75,256
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,482)	140	(63,806)	5,573	(61,575)
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	(3,482)	140	(63,806)	5,573	(61,575)
Fund Balances (Deficit) - Beginning of Year	68,888	15,105	805,290	225,297	1,114,580
Fund Balances (Deficit) - End of Year	\$ 65,406	\$ 15,245	\$ 741,484	\$ 230,870	\$ 1,053,005

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (Continued)

	Capital Projects				
	Balance Brought Forward	Fire Protection Capital Improvement Fund	Police Protection Capital Improvement Fund	City Administration and Equipment Capital Improvement Fund	Balance Forward
Year Ended June 30, 2021					
Revenues					
Other taxes	\$ -	\$ -	\$ -	\$ -	-
Fines, forfeitures, and penalties	-	-	-	-	-
Use of money and property	10,231	-	137	53	10,421
Intergovernmental revenue	-	-	-	-	-
Other revenues	3,450	5,135	6,028	4,303	18,916
Total Revenues	13,681	5,135	6,165	4,356	29,337
Expenditures					
Current:					
General government	4,110	-	-	-	4,110
Police public safety	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Transportation and streets	-	-	-	-	-
Grants and program income	-	-	-	-	-
Capital outlay	71,146	-	-	-	71,146
Debt service:					
Principal	-	-	-	-	-
Interest	-	272	-	-	272
Total Expenditures	75,256	272	-	-	75,528
Excess (Deficiency) of Revenues Over (Under) Expenditures	(61,575)	4,863	6,165	4,356	(46,191)
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	(61,575)	4,863	6,165	4,356	(46,191)
Fund Balances (Deficit) - Beginning of Year	1,114,580	(34,006)	9,451	1,559	1,091,584
Fund Balances (Deficit) - End of Year	\$ 1,053,005	\$ (29,143)	\$ 15,616	\$ 5,915	\$ 1,045,393

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (Continued)

	Capital Projects				
	Balance Brought Forward	Meadowbrook Street Capital Projects Fund	Waste Water Treatment Plant Capital Improvement Fund	Waste Water Collection System Capital Improvement Fund	Balance Forward
Year Ended June 30, 2021					
Revenues					
Other taxes	\$ -	\$ -	\$ -	\$ -	-
Fines, forfeitures, and penalties	-	-	-	-	-
Use of money and property	10,421	412	9,731	8,657	29,221
Intergovernmental revenue	-	-	-	-	-
Other revenues	18,916	-	4,741	4,077	27,734
Total Revenues	29,337	412	14,472	12,734	56,955
Expenditures					
Current:					
General government	4,110	531	-	-	4,641
Police public safety	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Transportation and streets	-	-	-	-	-
Grants and program income	-	-	-	-	-
Capital outlay	71,146	-	-	-	71,146
Debt service:					
Principal	-	-	-	-	-
Interest	272	-	-	-	272
Total Expenditures	75,528	531	-	-	76,059
Excess (Deficiency) of Revenues Over (Under) Expenditures	(46,191)	(119)	14,472	12,734	(19,104)
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	(46,191)	(119)	14,472	12,734	(19,104)
Fund Balances (Deficit) - Beginning of Year	1,091,584	44,795	1,043,677	928,617	3,108,673
Fund Balances (Deficit) - End of Year	\$ 1,045,393	\$ 44,676	\$ 1,058,149	\$ 941,351	\$ 3,089,569

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (Continued)

	Capital Projects				
	Balance Brought Forward	Water Capital Improvement Fund	Airport Capital Improvement Fund	Parks and Recreation Facilities Capital Improvement Fund	Balance Forward
Year Ended June 30, 2021					
Revenues					
Other taxes	\$ -	\$ -	\$ -	\$ -	-
Fines, forfeitures, and penalties	-	-	-	-	-
Use of money and property	29,221	9,638	1,024	153	40,036
Intergovernmental revenue	-	-	-	-	-
Other revenues	27,734	5,333	22,708	9,978	65,753
Total Revenues	56,955	14,971	23,732	10,131	105,789
Expenditures					
Current:					
General government	4,641	-	-	-	4,641
Police public safety	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Transportation and streets	-	-	-	-	-
Grants and program income	-	-	-	-	-
Capital outlay	71,146	-	-	-	71,146
Debt service:					
Principal	-	-	-	-	-
Interest	272	-	-	-	272
Total Expenditures	76,059	-	-	-	76,059
Excess (Deficiency) of Revenues Over (Under) Expenditures	(19,104)	14,971	23,732	10,131	29,730
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	(19,104)	14,971	23,732	10,131	29,730
Fund Balances (Deficit) - Beginning of Year	3,108,673	1,033,401	87,467	8,497	4,238,038
Fund Balances (Deficit) - End of Year	\$ 3,089,569	\$ 1,048,372	\$ 111,199	\$ 18,628	\$ 4,267,768

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (Continued)

Year Ended June 30, 2021	Capital Projects		Total Nonmajor Governmental Funds
	Balance Brought Forward	Total	
Revenues			
Other taxes	\$ -	\$ -	\$ 206,796
Fines, forfeitures, and penalties	-	-	34,087
Use of money and property	40,036	40,036	59,101
Intergovernmental revenue	-	-	1,118,565
Other revenues	65,753	65,753	65,753
Total Revenues	105,789	105,789	1,484,302
Expenditures			
Current:			
General government	4,641	4,641	9,571
Police public safety	-	-	-
Parks and recreation	-	-	-
Transportation and streets	-	-	766,435
Grants and program income	-	-	-
Capital outlay	71,146	71,146	267,767
Debt service:			
Principal	-	-	-
Interest	272	272	287
Total Expenditures	76,059	76,059	1,044,060
Excess (Deficiency) of Revenues Over (Under) Expenditures	29,730	29,730	440,242
Other Financing Sources (Uses)			
Transfers in	-	-	194,027
Transfers out	-	-	(149,074)
Total Other Financing Sources (Uses)	-	-	44,953
Net Change in Fund Balances	29,730	29,730	485,195
Fund Balances (Deficit) - Beginning of Year	4,238,038	4,238,038	6,433,759
Fund Balances (Deficit) - End of Year	\$ 4,267,768	\$ 4,267,768	\$ 6,918,954

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – NONMAJOR SPECIAL REVENUE FUNDS

Year Ended June 30, 2021	Traffic Safety Fund				Charter - PEG Fees Fund			
	Budgeted Amounts		Actual	Variance With Final Budget	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final			Original	Final		
Revenues								
Other taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fines, forfeitures, and penalties	25,420	25,420	34,087	8,667	-	-	-	-
Use of money and property	80	80	146	66	2,700	2,700	2,060	(640)
Intergovernmental revenue	-	-	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-	-
Total Revenues	25,500	25,500	34,233	8,733	2,700	2,700	2,060	(640)
Expenditures								
Current:								
General government	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-	-
Transportation and streets	-	-	-	-	-	-	-	-
Grants and program income	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	25,500	25,500	34,233	8,733	2,700	2,700	2,060	(640)
Other Financing Sources (Uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(25,500)	(25,500)	(34,233)	(8,733)	-	-	-	-
Total Other Financing Sources (Uses)	(25,500)	(25,500)	(34,233)	(8,733)	-	-	-	-
Net Change in Fund Balances	-	-	-	-	2,700	2,700	2,060	(640)
Fund Balances (Deficit) - Beginning of Year	-	-	-	-	221,667	221,667	221,667	-
Fund Balances (Deficit) - End of Year	\$ -	\$ -	\$ -	\$ -	\$ 224,367	\$ 224,367	\$ 223,727	\$ (640)

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – NONMAJOR SPECIAL REVENUE FUNDS (Continued)

Year Ended June 30, 2021	Public Safety Fund				Proposition 30 Fund			
	Budgeted Amounts		Actual	Variance With Final Budget	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final			Original	Final		
Revenues								
Other taxes	\$ 94,600	\$ 94,600	\$ 114,311	\$ 19,711	\$ -	\$ -	\$ -	\$ -
Fines, forfeitures, and penalties	-	-	-	-	-	-	-	-
Use of money and property	400	400	530	130	200	200	106	(94)
Intergovernmental revenue	-	-	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-	-
Total Revenues	95,000	95,000	114,841	19,841	200	200	106	(94)
Expenditures								
Current:								
General government	-	-	-	-	6,000	6,000	4,930	1,070
Parks and recreation	-	-	-	-	-	-	-	-
Transportation and streets	-	-	-	-	-	-	-	-
Grants and program income	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	6,000	6,000	4,930	1,070
Excess (Deficiency) of Revenues Over (Under) Expenditures	95,000	95,000	114,841	19,841	(5,800)	(5,800)	(4,824)	976
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	-	-	-	-
Transfers out	(95,000)	(95,000)	(114,841)	(19,841)	-	-	-	-
Total Other Financing Sources (Uses)	(95,000)	(95,000)	(114,841)	(19,841)	-	-	-	-
Net Change in Fund Balances	-	-	-	-	(5,800)	(5,800)	(4,824)	976
Fund Balances (Deficit) - Beginning of Year	-	-	-	-	13,957	13,957	13,957	-
Fund Balances (Deficit) - End of Year	\$ -	\$ -	\$ -	\$ -	\$ 8,157	\$ 8,157	\$ 9,133	\$ 976

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – NONMAJOR SPECIAL REVENUE FUNDS (Continued)

Year Ended June 30, 2021	Local Transportation Fund				Special Gas Tax Fund			
	Budgeted Amounts		Actual	Variance With Final Budget	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final			Original	Final		
Revenues								
Other taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fines, forfeitures, and penalties	-	-	-	-	-	-	-	-
Use of money and property	200	200	851	651	-	-	26	26
Intergovernmental revenue	215,000	215,000	192,597	(22,403)	340,279	340,279	316,965	(23,314)
Other revenues	-	-	-	-	-	-	-	-
Total Revenues	215,200	215,200	193,448	(21,752)	340,279	340,279	316,991	(23,288)
Expenditures								
Current:								
General government	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-	-
Transportation and streets	300,635	300,635	178,399	122,236	341,078	341,078	336,775	4,303
Grants and program income	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	300,635	300,635	178,399	122,236	341,078	341,078	336,775	4,303
Excess (Deficiency) of Revenues Over (Under) Expenditures	(85,435)	(85,435)	15,049	100,484	(799)	(799)	(19,784)	(18,985)
Other Financing Sources (Uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-
Net Change in Fund Balances	(85,435)	(85,435)	15,049	100,484	(799)	(799)	(19,784)	(18,985)
Fund Balances (Deficit) - Beginning of Year	139,137	139,137	139,137	-	17,189	17,189	17,189	-
Fund Balances (Deficit) - End of Year	\$ 53,702	\$ 53,702	\$ 154,186	\$ 100,484	\$ 16,390	\$ 16,390	\$ (2,595)	\$ (18,985)

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – NONMAJOR SPECIAL REVENUE FUNDS (Continued)

Year Ended June 30, 2021	ISTEA/RSTP Revenue Fund				SB1186			
	Budgeted Amounts		Actual	Variance With Final Budget	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final			Original	Final		
Revenues								
Other taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Fines, forfeitures, and penalties	-	-	-	-	-	-	-	-
Use of money and property	3,000	3,000	9,665	6,665	150	150	230	80
Intergovernmental revenue	250,300	250,300	338,999	88,699	5,000	5,000	5,922	922
Other revenues	-	-	-	-	-	-	-	-
Total Revenues	253,300	253,300	348,664	95,364	5,150	5,150	6,152	1,002
Expenditures								
Current:								
General government	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-	-
Transportation and streets	-	-	-	-	10,000	10,000	-	10,000
Grants and program income	-	-	-	-	-	-	-	-
Capital outlay	341,000	341,000	-	341,000	-	-	-	-
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	341,000	341,000	-	341,000	10,000	10,000	-	10,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(87,700)	(87,700)	348,664	436,364	(4,850)	(4,850)	6,152	11,002
Other Financing Sources (Uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-
Net Change in Fund Balances	(87,700)	(87,700)	348,664	436,364	(4,850)	(4,850)	6,152	11,002
Fund Balances (Deficit) - Beginning of Year	1,141,787	1,141,787	1,141,787	-	21,856	21,856	21,856	-
Fund Balances (Deficit) - End of Year	\$ 1,054,087	\$ 1,054,087	\$ 1,490,451	\$ 436,364	\$ 17,006	\$ 17,006	\$ 28,008	\$ 11,002

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – NONMAJOR SPECIAL REVENUE FUNDS (Continued)

Year Ended June 30, 2021	RMRA Fund				Transportation Fund			
	Budgeted Amounts		Actual	Variance With Final Budget	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final			Original	Final		
Revenues								
Other taxes	\$ -	\$ -	\$ -	\$ -	\$ 70,000	\$ 70,000	\$ 92,485	\$ 22,485
Fines, forfeitures, and penalties	-	-	-	-	-	-	-	-
Use of money and property	-	-	5,451	5,451	200	200	-	(200)
Intergovernmental revenue	244,910	244,910	264,082	19,172	-	-	-	-
Other revenues	-	-	-	-	-	-	-	-
Total Revenues	244,910	244,910	269,533	24,623	70,200	70,200	92,485	22,285
Expenditures								
Current:								
General government	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-	-
Transportation and streets	-	-	-	-	220,920	220,920	251,261	(30,341)
Grants and program income	-	-	-	-	-	-	-	-
Capital outlay	686,700	686,700	196,621	490,079	-	-	-	-
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	15	(15)
Total Expenditures	686,700	686,700	196,621	490,079	220,920	220,920	251,276	(30,356)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(441,790)	(441,790)	72,912	514,702	(150,720)	(150,720)	(158,791)	(8,071)
Other Financing Sources (Uses)								
Transfers in	-	-	-	-	194,027	194,027	194,027	-
Transfers out	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	194,027	194,027	194,027	-
Net Change in Fund Balances	(441,790)	(441,790)	72,912	514,702	43,307	43,307	35,236	(8,071)
Fund Balances (Deficit) - Beginning of Year	509,250	509,250	509,250	-	130,878	130,878	130,878	-
Fund Balances (Deficit) - End of Year	\$ 67,460	\$ 67,460	\$ 582,162	\$ 514,702	\$ 174,185	\$ 174,185	\$ 166,114	\$ (8,071)

City of Red Bluff

NONMAJOR PROPRIETARY FUNDS

NONMAJOR PROPRIETARY FUNDS

Nonmajor proprietary funds are used to account for revenues and expenses that are related to various municipal services offered by the City.

Community Development Fund: This fund accounts for the revenues and expenses related to the operation and maintenance of the building and planning facilities of the City.

Airport Fund: This fund accounts for the revenues and expenses related to the operation and maintenance of the airport facilities of the City.

Community Center Fund: This fund accounts for the revenues and expenses related to the operation and maintenance of the community center facilities of the City.

City of Red Bluff

COMBINING STATEMENT OF NET POSITION – NONMAJOR PROPRIETARY FUNDS

June 30, 2021	Nonmajor Enterprise			
	Community Development Fund	Airport Fund	Community Center Fund	Total
ASSETS AND DEFERRED OUTFLOWS				
Current Assets				
Cash and cash equivalents	\$ 960,854	\$ 307,483	\$ -	\$ 1,268,337
Receivables:				
Accounts - net	-	3,994	36,862	40,856
Interest	311	109	-	420
Due from other governments	-	17,520	-	17,520
Prepays	-	-	-	-
Total Current Assets	961,165	329,106	36,862	1,327,133
Noncurrent Assets				
Nondepreciable capital assets	-	472,757	-	472,757
Depreciable capital assets - net	17,732	1,614,597	16,957	1,649,286
Total Noncurrent Assets	17,732	2,087,354	16,957	2,122,043
Total Assets	978,897	2,416,460	53,819	3,449,176
Deferred Outflows of Resources				
Deferred outflows from other postemployment benefits	7,988	-	11,981	19,969
Deferred outflows from pensions	69,079	-	69,955	139,034
TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 1,055,964	\$ 2,416,460	\$ 135,755	\$ 3,608,179
LIABILITIES, DEFERRED INFLOWS, AND NET POSITION				
Current Liabilities				
Accounts payable	\$ 10,370	\$ 15,094	\$ 8,873	\$ 34,337
Accrued interest payable	-	-	69	69
Accrued payroll and benefits	1,614	-	2,090	3,704
Customer/employee deposits	948	-	2,499	3,447
Other liabilities	-	9,200	7,907	17,107
Due to other funds	-	-	7,592	7,592
Compensated absences payable - current	6,850	-	5,731	12,581
Total Current Liabilities	19,782	24,294	34,761	78,837
Noncurrent Liabilities				
Compensated absences payable - net	20,550	-	17,194	37,744
Net other postemployment benefits liability	77,076	-	115,615	192,691
Net pension liability	331,159	-	335,357	666,516
Total Noncurrent Liabilities	428,785	-	468,166	896,951
Total Liabilities	448,567	24,294	502,927	975,788
Deferred Inflows of Resources				
Deferred inflows from other postemployment benefits	12,656	-	18,984	31,640
Deferred inflows from pension	20,940	-	21,206	42,146
Net Position				
Net investment in capital assets	17,732	2,087,354	16,957	2,122,043
Unrestricted	556,069	304,812	(424,319)	436,562
Total Net Position	573,801	2,392,166	(407,362)	2,558,605
TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION	\$ 1,055,964	\$ 2,416,460	\$ 135,755	\$ 3,608,179

City of Red Bluff

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION – NONMAJOR PROPRIETARY FUNDS

Year Ended June 30, 2021	Nonmajor Enterprise			
	Community Development Fund	Airport Fund	Community Center Fund	Totals
Operating Revenues				
Charges for current services:				
Permits and fees	\$ 545,131	\$ -	\$ -	545,131
Rental revenue	-	115,678	78,535	194,213
Other revenue	-	26,157	1,284	27,441
Total Operating Revenues	545,131	141,835	79,819	766,785
Operating Expenses				
Cost of power and transportation	-	31,024	50,684	81,708
Maintenance, operations, and administration	398,851	32,056	334,972	765,879
Depreciation expense	10,315	191,664	2,404	204,383
Total Operating Expenses	409,166	254,744	388,060	1,051,970
Operating Income (Loss)	135,965	(112,909)	(308,241)	(285,185)
Nonoperating Revenues (Expenses)				
Intergovernmental revenues	-	80,216	30,000	110,216
Property taxes	-	87,989	-	87,989
Investment income	9,478	2,858	-	12,336
Gain (loss) on sale of assets	-	-	-	-
Interest expense	-	-	(1,505)	(1,505)
Total Nonoperating Revenues (Expenses)	9,478	171,063	28,495	209,036
Income Before Capital Contributions and Operating Transfers	145,443	58,154	(279,746)	(76,149)
Capital Contributions	-	10,000	-	10,000
Transfers in	-	-	231,528	231,528
Transfers out	(128,541)	(75,839)	-	(204,380)
Change in Net Position	16,902	(7,685)	(48,218)	(39,001)
Total Net Position - Beginning of Year	556,899	2,399,851	(359,144)	2,597,606
Total Net Position - End of Year	\$ 573,801	\$ 2,392,166	\$ (407,362)	\$ 2,558,605

City of Red Bluff

COMBINING STATEMENT OF CASH FLOWS – NONMAJOR PROPRIETARY FUNDS

Year Ended June 30, 2021	Nonmajor Enterprise			
	Community Development Fund	Airport Fund	Community Center Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 545,106	\$ 144,891	\$ 41,661	\$ 731,658
Cash paid to employees (including employee benefits)	(173,579)	-	(230,194)	(403,773)
Cash paid to suppliers	(210,319)	(56,561)	(98,559)	(365,439)
Net Cash Provided (Used) By Operating Activities	161,208	88,330	(287,092)	(37,554)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Property taxes received	-	87,989	-	87,989
Cash received from (paid to) other funds	-	-	(43,452)	(43,452)
Transfers in	-	-	231,528	231,528
Transfers out	(128,541)	(75,839)	-	(204,380)
Net Cash Provided (Used) By Noncapital Financing Activities	(128,541)	12,150	188,076	71,685
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital contributions	-	10,000	-	10,000
Intergovernmental revenue received	-	65,196	100,687	165,883
Payments for the purchase of capital assets	-	(91,120)	-	(91,120)
Interest paid	-	-	(1,671)	(1,671)
Net Cash Provided (Used) By Capital and Related Financing Activities	-	(15,924)	99,016	83,092
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	10,517	3,129	-	13,646
Net Cash Provided (Used) By Investing Activities	10,517	3,129	-	13,646
Net Increase (Decrease) in Cash and Cash Equivalents	43,184	87,685	-	130,869
Cash and Cash Equivalents - Beginning of Year	917,670	219,798	-	1,137,468
Cash and Cash Equivalents - End of Year	\$ 960,854	\$ 307,483	\$ -	\$ 1,268,337
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ 135,965	\$ (112,909)	\$ (308,241)	\$ (285,185)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	10,315	191,664	2,404	204,383
Changes in:				
Accounts receivable	-	3,056	(36,510)	(33,454)
Prepaid expenses	-	-	902	902
Deferred outflows from other postemployment benefits	3,200	-	(7,483)	(4,283)
Deferred outflows from pensions	(4,989)	-	(3,586)	(8,575)
Accounts payable	(13,786)	6,725	(1,915)	(8,976)
Accrued payroll and benefits	577	-	877	1,454
Customer/employee deposits	(25)	-	(1,648)	(1,673)
Other liabilities	-	(206)	(1,101)	(1,307)
Net other post employment benefits liability	12,470	-	18,706	31,176
Net pension liability	29,549	-	58,409	87,958
Compensated absences payable	2,351	-	4,126	6,477
Deferred inflows from other postemployment benefits	(1,325)	-	(1,987)	(3,312)
Deferred inflows from pensions	(13,094)	-	(10,045)	(23,139)
Net Cash Provided (Used) By Operating Activities	\$ 161,208	\$ 88,330	\$ (287,092)	\$ (37,554)

STATISTICAL SECTION

City of Red Bluff
STATISTICAL SECTION (UNAUDITED)

This portion of the City's financial statements presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

**Page
Number**

FINANCIAL TRENDS

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

Net Position	105
Statement of Activities	106
Fund Balances of Governmental Funds	109
Changes in Fund Balances of Governmental Funds	110
General Fund Balance Compared to Annual Appropriations	111
General Fund Revenues by Source	112
General Fund Tax Revenues by Source	113
Governmental Funds Expenditures by Function	114

REVENUE CAPACITY

These schedules contain information to help the reader assess the government's most significant local revenue sources, the sales tax.

Property Tax Rates (Direct and Overlapping Governments)	115
Assessed Value and Estimated Actual Value of Taxable Property	116
Principal Secured Property Taxpayers	117
Basic Property Value Table Summarized by Use	118
Property Tax Levies and Collections	119
Taxable Property Values (Roll Summary)	120
Assessed Value of Taxable Property	121
Special Assessments Billing and Collections	122

City of Red Bluff

STATISTICAL SECTION (UNAUDITED)

(Continued)

Page Number

DEBT CAPACITY

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

Ratio of Outstanding Debt by Type	123
Ratio of General Bonded Debt Outstanding	124
Ratio of Annual Debt Service for Bonded Debt to Total General Expenditures	125
Direct and Overlapping Governmental Activities Debt	126
Legal Debt Margin Information	127
Pledged Revenue Coverage	128

DEMOGRAPHIC AND ECONOMIC INFORMATION

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

General Information	129
Principal Employers	130
Economic Information	131

OPERATING INFORMATION

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

Operating and Capital Indicators	132
Authorized Full Time and Part-time Positions by Department	133
Water and Sewer Rates	134
Top 25 Sales Tax Producers	135
Taxable Sales by Category	136

City of Red Bluff

NET POSITION

Last Ten Fiscal Years (Accrual Basis of Accounting)

	2011-2012**	2012-2013	2013-2014*	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
Governmental activities:										
Net investment in capital assets	\$ 33,280,481	\$ 30,983,036	\$ 29,608,502	\$ 28,525,737	\$ 27,884,748	\$ 26,806,257	\$ 26,567,947	\$ 25,886,592	\$ 24,550,658	\$ 25,677,364
Restricted	9,228,313	10,235,224	9,840,230	10,910,942	10,465,626	10,620,467	10,701,432	10,955,263	11,991,022	12,507,118
Unrestricted	453,041	638,560	(8,236,458)	(8,144,522)	(7,270,399)	(6,672,378)	(8,494,036)	(8,424,483)	(9,702,096)	(8,650,439)
Total governmental activities net position	\$ 42,961,835	\$ 41,856,820	\$ 31,212,274	\$ 31,292,157	\$ 31,079,975	\$ 30,754,346	\$ 28,775,343	\$ 28,417,372	\$ 26,839,584	\$ 29,534,043
Business-type activities:										
Net investment in capital assets	\$ 10,012,583	\$ 15,109,831	\$ 14,665,508	\$ 14,556,258	\$ 14,424,080	\$ 14,803,046	\$ 15,150,132	\$ 14,838,636	\$ 15,483,091	\$ 15,533,368
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	11,246,388	8,267,400	8,402,921	9,695,587	10,819,817	11,865,877	11,569,826	12,230,702	11,457,185	10,997,946
Total business-type activities net position	\$ 21,258,971	\$ 23,377,231	\$ 23,068,429	\$ 24,251,845	\$ 25,243,897	\$ 26,668,923	\$ 26,719,958	\$ 27,069,338	\$ 26,940,276	\$ 26,531,314
Primary Government:										
Net investment in capital assets	\$ 43,293,064	\$ 46,092,867	\$ 44,274,010	\$ 43,081,995	\$ 42,308,828	\$ 41,609,303	\$ 41,718,079	\$ 40,725,228	\$ 40,033,749	\$ 41,210,732
Restricted	9,228,313	10,235,224	9,840,230	10,910,942	10,465,626	10,620,467	10,701,432	10,955,263	11,991,022	12,507,118
Unrestricted	11,699,429	8,905,960	166,463	1,551,065	3,549,418	5,193,499	3,075,790	3,806,219	1,755,089	2,347,507
Total primary government net position	\$ 64,220,806	\$ 65,234,051	\$ 54,280,703	\$ 55,544,002	\$ 56,323,872	\$ 57,423,269	\$ 55,495,301	\$ 55,486,710	\$ 53,779,860	\$ 56,065,357

* The City restated the restricted and unrestricted net position to reflect the implementation of GASB 68, which requires the net pension liability to be reported in the Statement of Net Position.

** The City reclassified restricted and unrestricted governmental net position to conform with prior and current year classifications.

Source: City of Red Bluff Financial Reports

City of Red Bluff

STATEMENT OF ACTIVITIES

Last Ten Fiscal Years (Accrual Basis of Accounting)

	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
Expenses:										
Governmental activities:										
General government										
City administration	\$ 367,942	\$ 398,463	\$ 356,920	\$ 393,618	\$ 472,291	\$ 533,939	\$ 766,534	\$ 375,257	\$ 678,447	\$ 668,538
Finance	376,869	400,727	407,240	455,859	457,445	465,684	507,501	536,268	531,270	604,592
Community promotion and economic development	88,570	107,225	102,792	99,330	97,611	93,420	91,609	65,224	153,048	83,021
Human resources	171,011	119,776	114,370	139,099	125,048	128,960	187,749	193,442	194,912	212,255
Engineering and administration	234,566	132,156	121,491	92,074	105,265	176,189	173,262	181,824	185,095	270,381
Government buildings	133,317	107,852	147,159	148,608	186,650	358,403	404,680	519,926	436,497	472,467
General government	181,628	191,725	171,826	297,374	53,313	114,071	212,508	244,478	340,872	258,779
Public safety:										
Fire	1,745,768	1,847,624	1,779,441	1,948,383	2,092,629	3,008,573	2,337,619	2,982,813	3,132,503	3,123,518
Police	3,895,358	4,180,695	4,430,643	4,847,057	4,993,565	4,727,324	6,234,793	6,375,624	6,729,993	7,059,387
Parks and recreation	436,223	423,235	429,042	221,909	287,670	564,815	538,507	627,982	549,841	524,349
Transportation and streets	2,031,628	2,000,901	2,197,832	2,386,819	2,437,016	1,772,811	2,294,797	2,107,137	2,303,414	2,227,078
Senior nutrition program	299,842	251,390	-	-	-	-	-	-	-	-
Grants & program income	55,359	74,919	185,102	305,553	251,425	990,726	149,233	-	-	-
Total governmental activities expenses	10,018,081	10,236,688	10,443,858	11,335,683	11,559,928	12,934,915	13,898,792	14,209,975	15,235,892	15,504,365
Business-type activities:										
Community development	383,690	359,033	332,345	280,094	313,412	201,601	314,442	360,923	397,452	409,166
Waste water	1,684,254	1,691,332	1,807,789	2,148,694	2,261,824	2,397,433	2,409,070	2,585,023	2,716,976	3,169,608
Water	1,343,581	1,223,665	1,310,922	1,354,882	1,429,373	1,630,846	1,807,750	1,712,325	2,105,350	1,891,006
Airport	224,963	182,889	204,006	181,269	174,170	2,952,281	236,729	250,246	242,743	254,744
Community center	252,374	247,415	259,764	295,266	293,399	310,670	252,542	358,204	352,283	389,565
Total business-type activities expenses	3,888,862	3,704,334	3,914,826	4,260,205	4,472,178	7,492,831	5,020,533	5,266,721	5,814,804	6,114,089
Total primary government expenses	13,906,943	13,941,022	14,358,684	15,595,888	16,032,106	20,427,746	18,919,325	19,476,696	21,050,696	21,618,454

City of Red Bluff

STATEMENT OF ACTIVITIES

Last Ten Fiscal Years (Accrual Basis of Accounting)

(Continued)

	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
Program Revenues:										
Governmental activities:										
Charges for services:										
General government	321,851	374,250	380,997	390,026	400,832	423,257	476,866	451,138	451,933	456,957
Public safety										
Fire	5,397	13,391	6,528	41,494	7,858	11,423	29,063	15,102	63,093	74,611
Police	83,719	82,080	91,386	81,411	77,959	89,356	92,027	84,829	74,938	98,674
Parks & recreation	73,434	61,678	62,068	54,493	86,132	85,626	80,958	69,342	44,057	22,471
Grants & program income	3,370	15,359	8,507	4,895	110,263	-	-	-	-	-
Operating grants and contributions	848,830	1,079,441	749,627	902,343	870,914	2,073,783	1,513,461	1,437,725	1,514,594	2,111,419
Capital grants and contributions	204,997	400,427	32,149	191,479	162,907	32,143	449,658	64,970	156,453	2,264,802
Total governmental activities program revenues	1,541,598	2,026,626	1,331,262	1,666,141	1,716,865	2,715,588	2,642,033	2,123,106	2,305,068	5,028,934
Business-type activities:										
Charges for services:										
Community development	250,870	369,002	471,603	536,699	519,261	458,409	399,395	428,062	506,037	545,131
Waste water	2,216,395	2,893,933	2,917,443	2,915,534	2,909,695	3,152,427	2,919,265	2,935,002	2,936,304	2,903,137
Water	2,087,017	2,312,459	2,315,557	2,137,292	2,003,215	2,212,746	2,221,532	2,227,451	2,319,314	2,373,217
Airport	122,929	120,826	128,133	130,101	121,416	113,790	134,988	124,068	137,494	141,835
Community center	75,750	82,482	104,768	124,712	124,139	127,425	132,348	120,158	83,144	79,819
Operating grants and contributions	85,940	67,586	77,175	83,318	76,457	90,030	97,710	45,050	98,893	30,000
Capital grants and contributions	78,033	12,920	10,128	36,348	31,330	462,227	111,640	37,928	12,500	90,216
Total business-type activities program revenues	4,916,934	5,859,208	6,024,807	5,964,004	5,785,513	6,617,054	6,016,878	5,917,719	6,093,686	6,163,355
Total primary government program revenues	6,458,532	7,885,834	7,356,069	7,630,145	7,502,378	9,332,642	8,658,911	8,040,825	8,398,754	11,192,289
Net (expense)/revenue:										
Governmental activities	(8,476,483)	(8,210,062)	(9,112,596)	(9,669,542)	(9,843,063)	(10,219,327)	(11,256,759)	(12,086,869)	(12,930,824)	(10,475,431)
Business-type activities	1,028,072	2,154,874	2,109,981	1,703,799	1,313,335	1,831,223	996,345	650,998	278,882	49,266
Total primary government net expense	(7,448,411)	(6,055,188)	(7,002,615)	(7,965,743)	(8,529,728)	(8,388,104)	(10,260,414)	(11,435,871)	(12,651,942)	(10,426,165)

City of Red Bluff

STATEMENT OF ACTIVITIES

Last Ten Fiscal Years (Accrual Basis of Accounting)

(Continued)

	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
General Revenues and Other Changes in Net Position:										
Governmental activities:										
Taxes:										
Sales taxes	2,627,222	2,795,660	2,972,009	3,386,116	4,471,064	4,352,561	4,444,998	5,399,869	5,266,540	6,398,956
Property taxes	1,324,799	1,273,648	1,330,013	1,396,361	1,409,976	1,538,737	1,492,031	1,661,525	1,723,402	1,851,491
Motel taxes	594,254	711,274	720,122	835,533	928,374	939,306	977,215	1,473,204	964,054	1,174,303
Special gas taxes	404,286	338,911	478,119	364,333	314,726	275,095	289,366	277,846	315,199	316,965
Franchise taxes	291,559	303,909	306,342	324,229	346,867	359,147	378,888	399,784	415,714	434,059
Other taxes	263,808	203,453	219,093	221,998	220,719	235,859	252,212	215,329	245,959	258,156
Motor vehicle license fees	1,030,288	959,291	979,512	992,407	1,057,086	1,138,014	1,199,422	1,298,324	1,365,543	1,433,904
Impact fees	154	230,787	8,551	1,454,334	204,968	264,947	112,997	53,692	57,325	96,638
Investment earnings	140,233	133,603	130,680	145,522	170,436	177,092	201,797	218,846	196,474	197,016
Gain/loss on sale of asset	-	-	1,200	30,560	184	-	-	5,000	35,808	323,080
Transfers	453,169	154,511	541,691	598,032	506,481	612,940	828,038	725,479	767,018	685,322
Total governmental activities	7,129,772	7,105,047	7,687,332	9,749,425	9,630,881	9,893,698	10,176,964	11,728,898	11,353,036	13,169,890
Business-type activities:										
Taxes	57,190	56,428	67,617	-	59,973	71,582	105,298	105,576	97,047	87,989
Investment earnings	48,687	61,469	62,019	77,649	125,225	135,161	172,188	318,285	262,027	139,105
Gain on sale of assets	-	-	-	-	-	-	-	-	-	-
Transfers	(453,169)	(154,511)	(541,691)	(598,032)	(506,481)	(612,940)	(828,038)	(725,479)	(767,018)	(685,322)
Total business-type activities	(347,292)	(36,614)	(412,055)	(520,383)	(321,283)	(406,197)	(550,552)	(301,618)	(407,944)	(458,228)
Total primary government	6,782,480	7,068,433	7,275,277	9,229,042	9,309,598	9,487,501	9,626,412	11,427,280	10,945,092	12,711,662
Change in Net Position:										
Governmental activities	(1,346,711)	(1,105,015)	(1,425,264)	79,883	(212,182)	(325,629)	(1,079,795)	(357,971)	(1,577,788)	2,694,459
Business-type activities	680,780	2,118,260	1,697,926	1,183,416	992,052	1,425,026	445,793	349,380	(129,062)	(408,962)
Total primary government	\$ (665,931)	\$ 1,013,245	\$ 272,662	\$ 1,263,299	\$ 779,870	\$ 1,099,397	\$ (634,002)	\$ (8,591)	\$ (1,706,850)	\$ 2,285,497

Source: City of Red Bluff Financial Reports

City of Red Bluff

FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years (Modified Accrual Basis of Accounting)

	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
General Fund:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-	-	-	-	-	-
Nondspendable	-	9,057	539	-	-	1,524	200,000	916	49,072	-
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	400,000	700,000	850,000	1,400,000	2,498,000	2,953,000	2,600,000	3,600,000	4,000,000	6,030,000
Unassigned	72,905	30,102	42,950	32,922	22,128	40,070	68,972	112,775	376,370	816,893
Total general fund	\$ 472,905	\$ 739,159	\$ 893,489	\$ 1,432,922	\$ 2,520,128	\$ 2,994,594	\$ 2,868,972	\$ 3,713,691	\$ 4,425,442	\$ 6,846,893
All Other Governmental Funds:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Nondspendable**	-	-	-	-	-	-	-	-	902	-
Restricted*	9,979,008	999,380	9,561,683	10,799,948	10,301,972	10,394,940	10,712,625	10,794,612	11,434,606	11,891,199
Committed*	1,131,410	1,086,144	1,321,899	1,057,287	1,038,783	1,023,968	904,409	904,409	805,850	730,594
Assigned	27,043	60,250	90,890	132,782	191,745	263,071	352,935	501,951	638,947	707,460
Unassigned	(71,464)	(69,626)	(70,650)	(55,343)	(47,901)	(40,290)	(36,934)	(35,663)	(34,006)	(31,738)
Total all other governmental funds	\$ 11,065,997	\$ 2,076,148	\$ 10,903,822	\$ 11,934,674	\$ 11,484,599	\$ 11,641,689	\$ 11,933,035	\$ 12,165,309	\$ 12,846,299	\$ 13,297,515
Total Governmental Funds:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-	-	-	-	-	-
Nondspendable**	-	9,057	539	-	-	1,524	200,000	916	49,974	-
Restricted	9,979,008	999,380	9,561,683	10,799,948	10,301,972	10,394,940	10,712,625	10,794,612	11,434,606	11,891,199
Committed	1,131,410	1,086,144	1,321,899	1,057,287	1,038,783	1,023,968	904,409	904,409	805,850	730,594
Assigned	427,043	760,250	940,890	1,532,782	2,689,745	3,216,071	2,952,935	4,101,951	4,638,947	6,737,460
Unassigned	1,441	(39,524)	(27,700)	(22,421)	(25,773)	(220)	32,038	77,112	342,364	785,155
Total all other governmental funds	\$ 11,538,902	\$ 2,815,307	\$ 11,797,311	\$ 13,367,596	\$ 14,004,727	\$ 14,636,283	\$ 14,802,007	\$ 15,879,000	\$ 17,271,741	\$ 20,144,408

*FY 2011 reclassified to conform to prior and current year classifications.

** FY 2011 through FY 2016 reclassified to conform to prior and current year classifications.

Source: City of Red Bluff Financial Reports

City of Red Bluff

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS Last Ten Fiscal Years (Modified Accrual Basis of Accounting)

	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
Revenues:										
Sales tax	\$ 2,627,222	\$ 2,795,660	\$ 2,972,009	\$ 3,386,116	\$ 4,471,064	\$ 4,352,561	\$ 4,444,998	\$ 5,399,869	\$ 5,266,540	\$ 6,398,956
Property tax	1,324,799	1,273,648	1,330,013	1,396,361	1,409,976	1,538,737	1,492,031	1,661,525	1,723,402	1,851,491
Motel tax	594,254	711,274	720,122	835,533	928,374	939,306	977,215	1,473,204	964,054	1,174,303
Franchise tax	291,559	303,909	306,342	324,229	346,867	359,147	378,888	399,784	415,714	434,059
Other taxes	248,779	187,840	195,985	204,512	202,061	216,299	242,251	215,329	245,959	258,156
Licenses and permits	296,088	359,517	361,808	390,072	402,631	418,791	407,951	425,605	434,283	464,349
Fines, forfeitures, and penalties	55,354	48,549	59,028	48,277	44,306	46,281	52,455	47,169	37,354	49,698
Use of money and property	26,137	41,968	35,111	43,235	62,133	76,543	93,769	159,358	152,726	110,981
Intergovernmental revenue	2,290,720	2,629,884	2,172,264	2,334,436	2,383,984	3,420,253	3,333,040	2,850,153	3,225,917	5,992,987
Charges for current services	89,616	86,966	87,478	100,901	107,719	119,180	154,689	107,427	88,039	86,506
Other revenues	259,577	446,312	154,424	1,651,574	438,972	408,699	305,664	299,893	293,350	607,970
Total revenues	8,104,105	8,885,527	8,394,584	10,715,246	10,798,087	11,895,797	11,882,951	13,039,316	12,847,338	17,429,456
Expenditures:										
Current:										
General government	1,456,587	1,303,999	1,261,014	1,325,612	1,461,645	1,759,720	1,856,718	1,894,970	2,052,955	2,215,279
Fire public safety	1,587,931	1,883,035	1,670,002	1,804,086	2,073,642	2,358,334	2,552,505	2,634,641	2,724,962	2,917,661
Police public safety	3,708,039	5,593,288	4,000,627	4,203,081	4,295,756	4,756,752	5,054,444	5,483,543	5,422,835	5,956,489
Parks and recreation	354,834	304,834	325,701	330,534	395,027	370,533	439,388	436,547	379,921	388,781
Transportation and streets	653,311	679,055	851,368	928,607	1,051,201	757,283	739,865	713,345	769,872	766,435
Senior Nutrition program	294,267	292,339	-	-	-	-	-	-	-	-
Grants and program income	36,979	74,917	176,802	133,166	87,916	990,726	149,255	9,412	89,804	22,190
Capital outlay	271,559	438,909	345,076	640,530	912,668	586,275	1,445,583	1,616,977	426,138	4,095,557
Debt Service:										
Principal	39,107	60,000	248,000	307,904	334,157	254,920	275,000	306,154	328,029	24,938
Interest	1,862	25,702	71,681	69,473	55,425	42,638	32,507	48,336	27,099	28,300
Debt issuance costs	-	59,555	-	-	-	-	-	-	-	-
Total expenditures	8,404,476	10,715,633	8,950,271	9,742,993	10,667,437	11,877,181	12,545,265	13,143,925	12,221,615	16,415,630
Excess (deficiency) of revenues over (under) expenditures	(300,371)	(1,830,106)	(555,687)	972,253	130,650	18,616	(662,314)	(104,609)	625,723	1,013,826
Other financing sources (uses):										
Operating transfers in	1,477,078	1,493,342	1,640,816	961,858	889,879	954,292	1,157,226	1,069,528	1,044,187	1,126,937
Operating transfers out	(1,023,909)	(1,338,831)	(1,099,125)	(363,826)	(383,398)	(341,352)	(329,188)	(344,049)	(277,169)	(441,615)
Debt proceeds **	-	1,948,000	-	-	-	-	-	456,123	-	1,173,519
Total other financing sources (uses)	453,169	2,102,511	541,691	598,032	506,481	612,940	828,038	1,181,602	767,018	1,858,841
Net change in fund balance	\$ 152,798	\$ 272,405	\$ (13,996)	\$ 1,570,285	\$ 637,131	\$ 631,556	\$ 165,724	\$ 1,076,993	\$ 1,392,741	\$ 2,872,667
Debt service as a percentage of non capital expenditures	0.50%	0.83%	3.71%	4.15%	3.99%	2.64%	2.77%	3.08%	3.01%	0.43%

Source: City of Red Bluff Financial Reports

City of Red Bluff

GENERAL FUND BALANCE COMPARED TO ANNUAL APPROPRIATIONS

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Fund Balance</u>	<u>Annual Appropriations</u>	<u>Balance as % of Appropriations</u>
2011-2012	\$ 472,905	\$ 7,180,971	6.6%
2012-2013	\$ 739,159	\$ 7,403,914	10.0%
2013-2014	\$ 893,489	\$ 7,970,359	11.2%
2014-2015	\$ 1,432,922	\$ 8,168,133	17.5%
2015-2016	\$ 2,520,128	\$ 8,219,603	30.7%
2016-2017	\$ 2,994,594	\$ 8,381,776	35.7%
2017-2018	\$ 2,868,972	\$ 8,164,134	35.1%
2018-2019	\$ 3,713,691	\$ 6,761,039	54.9%
2019-2020	\$ 4,425,442	\$ 7,048,937	62.8%
2020-2021	\$ 6,846,893	\$ 7,010,931	97.7%

Source: City of Red Bluff Financial Report

City of Red Bluff

GENERAL FUND REVENUES BY SOURCE

Last Ten Fiscal Years

Fiscal Year	Taxes	Licenses and Permits	Fines, Forfeitures, and Penalties	Use of Money and Property	Intergovernmental Revenues	Charges for Current Services	Other Revenues	Total
2011-2012	\$ 4,873,079	\$ 296,088	\$ 14,875	\$ 1,654	\$ 1,426,480	\$ 89,616	\$ 221,003	\$ 6,922,795
2012-2013	\$ 5,127,344	\$ 359,517	\$ 20,983	\$ 1,178	\$ 1,363,113	\$ 86,966	\$ 184,553	\$ 7,143,654
2013-2014	\$ 5,364,067	\$ 361,808	\$ 23,851	\$ 870	\$ 1,308,564	\$ 87,478	\$ 122,554	\$ 7,269,192
2014-2015	\$ 5,985,702	\$ 390,072	\$ 18,160	\$ 1,027	\$ 1,354,833	\$ 100,901	\$ 152,223	\$ 8,002,918
2015-2016	\$ 7,201,586	\$ 402,631	\$ 21,658	\$ 1,356	\$ 1,471,726	\$ 107,719	\$ 102,020	\$ 9,308,696
2016-2017	\$ 7,241,674	\$ 418,791	\$ 25,055	\$ 2,292	\$ 1,833,173	\$ 119,180	\$ 123,515	\$ 9,763,680
2017-2018	\$ 7,354,179	\$ 407,951	\$ 23,149	\$ 2,897	\$ 2,009,670	\$ 154,689	\$ 181,327	\$ 10,133,862
2018-2019	\$ 8,969,077	\$ 425,605	\$ 20,179	\$ 4,948	\$ 1,792,656	\$ 107,427	\$ 208,365	\$ 11,528,257
2019-2020	\$ 8,427,488	\$ 434,283	\$ 14,614	\$ 11,871	\$ 1,851,418	\$ 88,039	\$ 177,567	\$ 11,005,280
2020-2021	\$ 9,910,169	\$ 464,349	\$ 15,611	\$ 26,785	\$ 2,319,585	\$ 86,506	\$ 511,332	\$ 13,334,337

Note: The schedule above includes only those revenues recorded in the General Fund.

Source: City of Red Bluff Financial Report

City of Red Bluff

GENERAL FUND TAX REVENUES BY SOURCE

Last Ten Fiscal Years

Fiscal Year	Sales and Use Tax	General Property Tax	Transient Occupancy Tax	Franchise Tax	Other Taxes		Licenses and Permits	
					Property Transfer Tax	Downtown Business Improvement	Business License	Other Licenses/ Permits
2011-2012	\$ 2,627,222	\$ 1,324,799	\$ 594,254	\$ 291,559	\$ 15,837	\$ 19,408	\$ 280,486	\$ 15,602
2012-2013	\$ 2,795,660	\$ 1,273,648	\$ 711,274	\$ 303,909	\$ 23,030	\$ 19,823	\$ 343,580	\$ 15,937
2013-2014	\$ 2,972,009	\$ 1,330,013	\$ 720,122	\$ 306,342	\$ 17,110	\$ 18,471	\$ 346,594	\$ 15,214
2014-2015	\$ 3,386,116	\$ 1,396,361	\$ 835,533	\$ 324,229	\$ 22,951	\$ 20,512	\$ 373,700	\$ 16,372
2015-2016	\$ 4,471,064	\$ 1,409,976	\$ 928,374	\$ 346,867	\$ 26,692	\$ 18,613	\$ 384,685	\$ 17,946
2016-2017	\$ 4,352,561	\$ 1,538,737	\$ 939,306	\$ 359,147	\$ 32,142	\$ 19,781	\$ 396,215	\$ 22,576
2017-2018	\$ 4,444,998	\$ 1,492,031	\$ 977,215	\$ 378,888	\$ 42,683	\$ 18,364	\$ 387,656	\$ 20,295
2018-2019	\$ 5,399,869	\$ 1,661,525	\$ 1,473,204	\$ 399,784	\$ 35,070	\$ (375)	\$ 407,925	\$ 17,680
2019-2020	\$ 5,266,540	\$ 1,723,402	\$ 964,054	\$ 415,714	\$ 40,270	\$ 17,508	\$ 402,850	\$ 31,433
2020-2021	\$ 6,398,956	\$ 1,851,491	\$ 1,174,303	\$ 434,059	\$ 51,360	\$ -	\$ 419,511	\$ 44,838

Note:

The schedule above includes only those revenues recorded in the General Fund. Sales tax is the City's largest own-source revenue. Sales tax rates for the City are the Bradley Burns Local 1% tax rate and the Add-On 1/4% tax rate.

Source: City of Red Bluff Financial Report

City of Red Bluff

GOVERNMENTAL FUNDS EXPENDITURES BY FUNCTION

Last Ten Fiscal Years

Fiscal Year	General Government	Fire Public Safety	Police Public Safety	Parks and Recreation	Transportation and Streets	Senior Nutrition Program	Grants and Program Income	Capital Outlay	Debt Service	Total
2011-2012	\$ 1,456,587	\$ 1,587,931	\$ 3,708,039	\$ 354,834	\$ 653,311	\$ 294,267	\$ 36,979	\$ 271,559	\$ 40,969	\$ 8,404,476
2012-2013	\$ 1,303,999	\$ 1,713,035	\$ 3,875,288	\$ 304,834	\$ 679,055	\$ 292,339	\$ 74,917	\$ 438,909	\$ 145,257	\$ 8,827,633
CalPERS Side Refunding	\$ -	\$ 170,000	\$ 1,718,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,888,000
Total 2012-2013	\$ 1,303,999	\$ 1,883,035 (1	\$ 5,593,288 (2	\$ 304,834	\$ 679,055	\$ 292,339	\$ 74,917	\$ 438,909	\$ 145,257	\$ 10,715,633
2013-2014	\$ 1,261,014	\$ 1,670,002	\$ 4,000,627	\$ 325,701	\$ 860,727	\$ -	\$ 185,102	\$ 471,421	\$ 364,518	\$ 9,139,112
2014-2015	\$ 1,325,612	\$ 1,804,086	\$ 4,203,081	\$ 330,534	\$ 928,607	\$ -	\$ 133,166	\$ 640,530	\$ 377,377	\$ 9,742,993
2015-2016	\$ 1,366,888	\$ 2,073,642	\$ 4,295,756	\$ 395,027	\$ 1,048,406	\$ -	\$ 87,916	\$ 1,031,130	\$ 389,582	\$ 10,688,347
2016-2017	\$ 1,759,720	\$ 2,358,334	\$ 4,756,752	\$ 370,533	\$ 757,283	\$ -	\$ 990,726	\$ 586,275	\$ 297,558	\$ 11,877,181
2017-2018	\$ 1,856,718	\$ 2,552,505	\$ 5,054,444	\$ 439,388	\$ 739,865	\$ -	\$ 149,255	\$ 1,445,583	\$ 307,507	\$ 12,545,265
2018-2019	\$ 1,894,970	\$ 2,634,641	\$ 5,483,543	\$ 436,547	\$ 713,345	\$ -	\$ 9,412	\$ 1,616,977	\$ 354,490	\$ 13,143,925
2019-2020	\$ 2,052,955	\$ 2,724,962	\$ 5,422,835	\$ 379,921	\$ 769,872	\$ -	\$ 89,804	\$ 426,138	\$ 355,128	\$ 12,221,615
2020-2021	\$ 2,215,279	\$ 2,917,661	\$ 5,956,489	\$ 388,781	\$ 766,435	\$ -	\$ 22,190	\$ 4,095,557	\$ 53,238	\$ 16,415,630

The schedule above includes only those expenditures recorded in the general fund, special revenue, debt service, and capital projects funds.

Source: City of Red Bluff Financial Report

City of Red Bluff

PROPERTY TAX RATES (DIRECT AND OVERLAPPING GOVERNMENTS)

Last Ten Fiscal Years

Fiscal Year	City of Red Bluff Rates			Overlapping Rates			Total Direct and Overlapping Rates (4)
	Basic Countywide Levy (1)	City's Share of Basic Levy (2)	Total Direct Tax Rate (3)	Red Bluff High	Red Bluff Elementary	Shasta Community College	
2011-2012	1.0000%	0.22879%	0.16790%	0.0000%	0.0000%	0.0162%	1.0162%
2012-2013	1.0000%	0.22879%	0.17790%	0.0000%	0.0000%	0.0054%	1.0054%
2013-2014	1.0000%	0.22879%	0.17810%	0.0000%	0.0000%	0.0088%	1.0088%
2014-2015	1.0000%	0.22879%	0.17527%	0.0000%	0.0000%	0.0107%	1.0107%
2015-2016	1.0000%	0.22879%	0.17764%	0.0000%	0.0000%	0.0051%	1.0051%
2016-2017	1.0000%	0.22879%	0.17378%	0.0000%	0.0000%	0.0057%	1.0057%
2017-2018	1.0000%	0.22879%	0.17102%	0.0294%	0.0000%	0.0185%	1.0479%
2018-2019	1.0000%	0.22879%	0.17315%	0.0164%	0.0000%	0.0072%	1.0236%
2019-2020	1.0000%	0.16767%	0.17284%	0.0313%	0.0332%	0.0200%	1.0845%
2020-2021	1.0000%	0.16767%	0.17245%	0.0210%	0.0220%	0.0139%	1.0569%

(1) On June 6, 1978, California voters passed Proposition 13 which set the property tax rate at a 1.00% fixed amount.

This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.

(2) City's share of 1% levy is based on the City's share of the general fund tax rate area with the largest net taxable value within the City. ERAF general fund tax shifts may not be included in tax ratio figures.

(3) Because basic and debt rates vary by tax rate area, individual rates cannot be summed. The total direct rate is the weighted average of all individual direct rates applied by the government preparing the statistical section information and excludes revenues from aircraft.

(4) Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all City property owners.

Source: Tehama County Auditor/Controller's Office

City of Red Bluff

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

Fiscal Year	Secured Roll Assessed Value	Unsecured Roll Assessed Value	Nonunitary Assessed Value	Total Net Assessed Value	Percent Change
2011-2012	\$ 716,360,214	\$ 55,839,454	\$ 1,564,942	\$ 773,764,610	-2.20%
2012-2013	\$ 679,645,266	\$ 57,748,827	\$ 1,564,942	\$ 738,959,035	-4.50%
2013-2014	\$ 696,620,089	\$ 58,382,220	\$ 1,564,942	\$ 756,567,251	2.38%
2014-2015	\$ 704,067,230	\$ 59,432,383	\$ 1,318,125	\$ 764,817,738	1.09%
2015-2016	\$ 740,926,728	\$ 62,194,249	\$ 1,318,125	\$ 804,439,102	5.18%
2016-2017	\$ 784,434,144	\$ 63,465,839	\$ 1,318,125	\$ 849,218,108	5.57%
2017-2018	\$ 818,336,781	\$ 74,043,382	\$ 1,311,830	\$ 893,691,993	5.24%
2018-2019	\$ 876,379,445	\$ 76,326,939	\$ 1,331,830	\$ 954,038,214	6.75%
2019-2020	\$ 922,396,635	\$ 76,622,129	\$ 1,311,830	\$ 1,000,330,594	4.85%
2020-2021	\$ 964,385,495	\$ 84,341,449	\$ 2,011,830	\$ 1,050,738,774	5.04%
				Average % Change:	4.07%

Source: Tehama County Assessor's Annual Combined Tax Rolls

City of Red Bluff

PRINCIPAL SECURED PROPERTY TAXPAYERS

Current Year and Nine Years Ago

Taxpayer	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Walmart Stores, Inc.	\$ 28,140,973	1	2.68%	\$ 10,338,666	2	1.34%
Kumar Hotels, Inc.	22,396,789	2	2.13%	-	n/a	0.00%
Helibro LLC	19,466,750	3	1.85%	-	n/a	0.00%
Belle Mill Pad Owner	12,447,965	4	1.18%	-	n/a	0.00%
PJ Helicopters, Inc.	11,803,629	5	1.12%	9,898,706	3	1.28%
Raleys, Inc.	8,754,888	6	0.83%	7,393,817	7	0.96%
Home Depot USA, Inc.	8,701,023	7	0.83%	11,795,383	1	1.52%
Cabernet Apartments ETAL	7,738,820	8	0.74%	7,482,217	6	0.97%
Tehama Medical Arts LLC	6,871,261	9	0.65%	5,458,546	9	0.71%
Greenville Rancheria	6,842,226	10	0.65%	-	n/a	0.00%
Marshall Belle Mill LLC ETAL	-	n/a	0.00%	8,730,000	4	1.13%
Kumar Pawan	-	n/a	0.00%	7,696,860	5	0.99%
Durango RV Resorts Red Bluff	-	n/a	0.00%	4,435,091	10	0.57%
Assisted Living Facilities	-	n/a	0.00%	5,596,107	8	0.72%
Sum of Ten Largest Property Valuation	133,164,324		12.67%	78,825,393		10.19%
Other Taxpayers	917,574,450		87.33%	694,939,217		89.81%
Total Property Valuations - Net of Exemptions	\$ 1,050,738,774		100.00%	\$ 773,764,610		100.00%

Source: Tehama County Assessor 2020/21 and 2011/12 Combined Tax Rolls and the SBE Non Unitary Tax Roll

City of Red Bluff

BASIC PROPERTY VALUE TABLE SUMMARIZED BY USE

As of June 30, 2021

Category	Parcels	Assessed Value		Net Taxable Value	
Residential	4,037	\$ 655,642,066	55.2%	\$ 599,828,697	57.1%
Commercial	523	\$ 297,892,962	25.1%	\$ 288,085,799	27.4%
Industrial	80	\$ 42,914,929	3.6%	\$ 42,914,929	4.1%
Dry Farm	4	\$ 208,883	0.0%	\$ 208,883	0.0%
Govt. Owned	1	\$ 314,603	0.0%	\$ 314,603	0.0%
Institutional	45	\$ 74,951,176	6.3%	\$ 7,265,836	0.7%
Miscellaneous	20	\$ 630,305	0.1%	\$ 470,562	0.0%
Recreational	12	\$ 8,951,333	0.8%	\$ 8,618,516	0.8%
Vacant	263	\$ 11,913,897	1.0%	\$ 11,575,127	1.1%
Exempt	279	\$ -	0.0%	\$ -	0.0%
SBE Nonunitary	[10]	\$ 2,011,830	0.2%	\$ 2,011,830	0.2%
Cross Reference	[178]	\$ 5,126,950	0.4%	\$ 5,102,543	0.5%
Unsecured	[991]	\$ 87,565,476	7.4%	\$ 84,341,449	8.0%
TOTALS	5,264	\$ 1,188,124,410	100.0%	\$ 1,050,738,774	100.0%

Data Source: Tehama County Assessor 2020/21 Combined Tax Rolls

Single Family Residential Full Value Sales (01/01/2018 - 06/30/2020)

Year	Full Value Sales	Average Price	Median Price	Median % Change
2019	244	\$ 205,243	\$ 195,000	
2020	217	\$ 224,703	\$ 224,000	14.87%
2021	120	\$ 245,719	\$ 245,000	9.38%

* Sales not included in the analysis are quit claim deeds, trust transfers, timeshares, and partial sales.

Data Source: Tehama County Recorder

This report is not to be used in support of debt issuance or continuing disclosure statements without the written consent of HdL, Coren & Cone

Data compiled by HdL, Coren & Cone

City of Red Bluff**PROPERTY TAX LEVIES AND COLLECTIONS**

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Percent of Total Collections to Tax Levy</u>
2011-2012	\$ 1,324,799	\$ 1,324,799	100%	\$ -	\$ 1,324,799	100%
2012-2013	\$ 1,273,648	\$ 1,273,648	100%	\$ -	\$ 1,273,648	100%
2013-2014	\$ 1,330,013	\$ 1,330,013	100%	\$ -	\$ 1,330,013	100%
2014-2015	\$ 1,396,361	\$ 1,396,361	100%	\$ -	\$ 1,396,361	100%
2015-2016	\$ 1,409,976	\$ 1,409,976	100%	\$ -	\$ 1,409,976	100%
2016-2017	\$ 1,538,737	\$ 1,538,737	100%	\$ -	\$ 1,538,737	100%
2017-2018	\$ 1,492,031	\$ 1,492,031	100%	\$ -	\$ 1,492,031	100%
2018-2019	\$ 1,661,626	\$ 1,661,525	100%	\$ -	\$ 1,661,626	100%
2019-2020	\$ 1,723,402	\$ 1,723,402	100%	\$ -	\$ 1,723,402	100%
2020-2021	\$ 1,939,480	\$ 1,939,480	100%	\$ -	\$ 1,939,480	100%

The City participates in the County "Teeter Plan" method of property tax

City of Red Bluff

TAXABLE PROPERTY VALUES (ROLL SUMMARY)

As of June 30, 2021

	Secured	Nonunitary Utilities	Unsecured
Parcels	4,985	10	991
TRAs	21	1	14
Values			
Land	\$ 254,935,127	\$ 1,311,830	\$ 1,440,614
Improvements	785,452,058	-	7,156,251
Personal property	43,755,108	700,000	31,665,756
Fixtures	14,404,811	-	15,917,201
Aircraft	-	-	31,385,654
Total Values	1,098,547,104	2,011,830	56,179,822
Exemptions			
Real estate	101,467,926	-	-
Personal property	23,864,975	-	1,502,160
Fixtures	8,828,708	-	1,351,260
Aircraft	-	-	370,607
Homeowners*	13,358,900	-	-
Total Exemptions	134,161,609	-	2,853,420
Total Net Values	\$ 964,385,495	\$ 2,011,830	\$ 53,326,402

Combined Values	Total
Total Values	\$ 1,156,738,756
Total Exemptions	\$ 137,015,029
Net Total Values	\$ 1,019,723,727
Net Aircraft Values	\$ 31,015,047

* Note: Homeowner exemptions are not included in total exemptions

Totals do not include aircraft values or aircraft exemptions

Data Source: Tehama County Assessor 2020/21 Combined Tax Rolls

City of Red Bluff

ASSESSED VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

Category	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
Residential	\$ 437,042,328	\$ 416,542,159	\$ 414,200,942	\$ 425,652,465	\$ 461,044,374	\$ 470,843,087	\$ 491,740,930	\$ 534,569,842	\$ 571,316,411	\$ 599,828,697
Commercial	204,339,800	182,089,869	209,413,795	199,323,043	218,216,076	250,687,235	259,917,895	272,375,182	278,319,493	288,085,799
Industrial	28,010,421	26,039,963	25,409,557	24,710,396	30,414,376	32,424,487	35,161,316	37,798,045	41,378,095	42,914,929
Dry Farm	620,815	333,692	337,974	342,107	187,701	190,562	194,371	200,774	204,789	208,883
Govt. owned	738,764	273,929	616,718	504,192	686,282	690,647	715,409	672,327	687,159	314,603
Institutional	1,565,194	1,459,189	1,512,791	1,533,029	4,809,444	4,856,231	5,541,659	5,294,368	5,221,575	7,265,836
Irrigated	173,857	177,334	180,880	181,701	-	-	-	-	-	-
Miscellaneous	6,140,725	16,046,052	10,199,439	17,216,109	657,456	642,246	602,427	735,334	557,378	470,562
Recreational	5,949,671	5,160,623	5,231,513	5,310,943	8,392,086	8,509,162	8,489,874	7,963,570	8,459,821	8,618,516
Vacant	26,245,929	26,179,149	24,342,469	24,258,735	11,553,503	10,896,341	11,243,604	11,984,110	11,492,517	11,575,127
SBE nonunitary	1,564,942	1,564,942	1,564,942	1,318,125	1,318,125	1,318,125	1,311,830	1,311,830	1,311,830	2,011,830
Cross reference	5,532,710	5,343,307	5,174,011	5,034,510	4,965,430	4,694,146	4,729,296	4,785,893	4,759,397	5,102,543
Unsecured	55,839,454	57,748,827	58,382,220	59,432,383	62,194,249	85,230,689	74,043,382	76,326,939	76,622,129	84,341,449
Totals	\$ 773,764,610	\$ 738,959,035	\$ 756,567,251	\$ 764,817,738	\$ 804,439,102	\$ 870,982,958	\$ 893,691,993	\$ 954,018,214	\$ 1,000,330,594	\$ 1,050,738,774
Total Direct Rate	0.16517	0.17516	0.17536	0.17527	0.17764	0.17378	0.17102	0.17315	0.17284	0.17245

Notes:

Exempt values are not included in total.

In 1978 the voters of the State of California passed Proposition 13 which limited taxes to a total maximum rate of 1%, based upon the assessed value of the property being taxed.

Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum of 2%). With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or at the purchase price (market value) or economic value of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

Data Source: Tehama County Assessor 2011/12 - 2020/21 Combined Tax Rolls via HdL, Coren & Cone

This report is not to be used in support of debt issuance or continuing disclosure statements without the written consent of HdL, Coren & Cone

City of Red Bluff

SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year	Special Assessment Billings	Special Assessment Collected
2011-2012	\$ 23,450	\$ 19,408
2012-2013	\$ 23,373	\$ 19,823
2013-2014	\$ 22,671	\$ 18,471
2014-2015	\$ 22,287	\$ 20,512
2015-2016	\$ 21,450	\$ 18,613
2016-2017	\$ 21,475	\$ 19,781
2017-2018	\$ 22,239	\$ 18,364
2018-2019	\$ -	\$ -
2019-2020	\$ 21,735	\$ 17,508
2020-2021	\$ -	\$ -

City of Red Bluff

RATIO OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-Type Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Revenue Bonds	Loans	Capital Leases	Revenue Bonds	Loans			
2011-2012	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,290,522	\$ 6,290,522	2.57%	448
2012-2013	\$ -	\$ -	\$ 1,888,000	\$ -	\$ -	\$ 932,042	\$ 2,820,042	1.12%	199
2013-2014	\$ -	\$ -	\$ 1,640,000	\$ 120,080	\$ -	\$ 805,924	\$ 2,566,004	1.06%	182
2014-2015	\$ -	\$ -	\$ 1,378,000	\$ 72,710	\$ -	\$ 677,532	\$ 2,128,242	0.90%	149
2015-2016	\$ -	\$ -	\$ 1,095,000	\$ 21,920	\$ -	\$ 546,825	\$ 1,663,745	0.72%	118
2016-2017	\$ -	\$ -	\$ 850,000	\$ 12,000	\$ -	\$ 413,760	\$ 1,275,760	0.54%	91
2017-2018	\$ -	\$ -	\$ 587,000	\$ -	\$ -	\$ 293,815	\$ 880,815	0.38%	64
2018-2019	\$ -	\$ -	\$ 304,000	\$ 432,969	\$ -	\$ 148,377	\$ 885,346	0.35%	62
2019-2020	\$ -	\$ -	\$ -	\$ 408,940	\$ -	\$ -	\$ 408,940	0.16%	29
2020-2021	\$ -	\$ -	\$ -	\$ 1,557,522	\$ -	\$ -	\$ 1,557,522	0.64%	109

Source:

City of Red Bluff Financial Report

U.S. Census Bureau

State of California, Department of Finance

Note: Personal income and per capita based on the calendar year information ending during that fiscal year.

Also See Note 4 of Financials

City of Red Bluff

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	General Obligation Debt	Less: Amount Available in Debt Service Fund	Total	Percentage of Assessed Value	Per Capita	City Population	Net Assessed Value
2011-2012	\$ -	\$ -	\$ -	0.00%	\$ -	14,032	\$ 773,764,610
2012-2013	\$ -	\$ -	\$ -	0.00%	\$ -	14,186	\$ 738,959,035
2013-2014	\$ -	\$ -	\$ -	0.00%	\$ -	14,131	\$ 756,567,251
2014-2015	\$ -	\$ -	\$ -	0.00%	\$ -	14,238	\$ 764,817,738
2015-2016	\$ -	\$ -	\$ -	0.00%	\$ -	14,048	\$ 804,439,102
2016-2017	\$ -	\$ -	\$ -	0.00%	\$ -	14,070	\$ 870,982,958
2017-2018	\$ -	\$ -	\$ -	0.00%	\$ -	13,858	\$ 893,691,993
2018-2019	\$ -	\$ -	\$ -	0.00%	\$ -	14,250	\$ 954,018,214
2019-2020	\$ -	\$ -	\$ -	0.00%	\$ -	14,245	\$ 1,000,330,594
2020-2021	\$ -	\$ -	\$ -	0.00%	\$ -	14,272	\$ 1,050,738,774

Source:

City of Red Bluff Financial Report
U.S. Census Bureau

City of Red Bluff

RATIO OF ANNUAL DEBT SERVICE FOR BONDED DEBT TO TOTAL GENERAL EXPENDITURES

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Bonded Debt</u>	<u>Total Debt Service</u>	<u>Total General Expenditures</u>	<u>Ratio of Debt Service to General Expenditures</u>
2011-2012	\$ -	\$ -	\$ 7,122,000	0.00%
2012-2013	\$ -	\$ -	\$ 9,227,060	0.00%
2013-2014	\$ -	\$ -	\$ 7,861,749	0.00%
2014-2015	\$ -	\$ -	\$ 8,081,108	0.00%
2105-2016	\$ -	\$ -	\$ 8,762,896	0.00%
2106-2017	\$ -	\$ -	\$ 9,929,356	0.00%
2017-2018	\$ -	\$ -	\$ 11,104,010	0.00%
2018-2019	\$ -	\$ -	\$ 11,835,903	0.00%
2019-2020	\$ -	\$ -	\$ 10,988,518	0.00%
2020-2021	\$ -	\$ -	\$ 12,922,752	0.00%

Source: City of Red Bluff Financial Reports

City of Red Bluff

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

As of June 30, 2021

Jurisdiction	Net General Obligation Bonded Debt Outstanding	Percentage Applicable to City	City Share of Debt
Overlapping Debt Repaid with Property Tax:			
Red Bluff Elementary	\$ 3,920,000	59.26%	\$ 2,322,992
Red Bluff High	12,390,000	23.48%	2,909,172
Shasta Community College	<u>19,725,000</u>	16.27%	<u>3,209,258</u>
Sub-Total overlapping debt	36,035,000		8,441,422
City of Red Bluff direct debt	<u>1,557,522</u>	100.00%	<u>\$ 1,557,522</u>
Total direct and overlapping debt	<u><u>\$ 37,592,522</u></u>		<u><u>\$ 9,998,944</u></u>

* The percentage of overlapping debt applicable is estimated using taxable assessed property values.
Applicable percentages were estimated by determining the city's taxable assessed value and dividing it by the debtors' taxable assessed value.

Sources : Tehama County Auditor/Controller's Office

City of Red Bluff
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
Total Assessed Valuation	\$ 773,764,610	\$ 738,959,035	\$ 756,567,251	\$ 764,817,738	\$ 804,439,102	\$ 870,982,958	\$ 893,691,993	\$ 954,018,214	\$ 1,000,330,594	\$ 1,050,738,774
Debt Limit 15% of Total Assessed Valuation*	\$ 116,064,692	\$ 110,843,855	\$ 113,485,088	\$ 114,722,661	\$ 120,665,865	\$ 130,647,444	\$ 134,053,799	\$ 143,102,732	\$ 150,049,589	\$ 157,610,816
Debt Applicable to Debt Limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	\$ 116,064,692	\$ 110,843,855	\$ 113,485,088	\$ 114,722,661	\$ 120,665,865	\$ 130,647,444	\$ 134,053,799	\$ 143,102,732	\$ 150,049,589	\$ 157,610,816
Total Net	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

* Section 43605 of the California Government Code provides that: "A city shall not incur an indebtedness for public improvements which exceeds in the aggregate 15% of the assessed value of all real and personal property of the city. Within the meaning of this section 'indebtedness' means bonded indebtedness of the city payable from the proceeds of taxes levied upon taxable property in the City."

Source: Tehama County Auditor/Controller's Office and City of Red Bluff Financial Reports

City of Red Bluff
PLEDGED REVENUE COVERAGE
Last Ten Fiscal Years

CalPERS Refunding Loan						State Revolving Loan Fund and Revenue Bonds						
Fiscal Year	Gross Revenue	Operating Expenses	Net Revenue		Coverage	Gross Revenue	Operating Expenses	Net Revenue		Revenue Bonds		Coverage
			Available for Debt Service	Total Debt Service				Available for Debt Service	SRL Debt Debt Service	Debt Service	Total Debt Service	
2011-2012	\$ -	\$ -	\$ -	\$ -	-	\$ 2,216,395	\$ 1,600,232	\$ 616,163	\$ 142,923	\$ -	\$ 142,923	4.31
2012-2013	\$ 9,681,065	\$ 9,414,811	\$ 266,254	\$ 85,746	3.11	\$ 2,893,933	\$ 1,644,415	\$ 1,249,518	\$ 142,923	\$ -	\$ 142,923	8.74
2013-2014	\$ 7,950,884	\$ 7,796,554	\$ 154,330	\$ 319,214	0.48	\$ 2,917,443	\$ 1,790,688	\$ 1,126,755	\$ 142,923	\$ -	\$ 142,923	7.88
2014-2015	\$ 8,732,372	\$ 8,192,939	\$ 539,433	\$ 323,405	1.67	\$ 2,915,534	\$ 2,135,496	\$ 780,038	\$ 142,923	\$ -	\$ 142,923	5.46
2015-2016	\$ 10,004,548	\$ 8,917,342	\$ 1,087,206	\$ 333,993	3.26	\$ 2,909,695	\$ 2,251,500	\$ 658,195	\$ 142,923	\$ -	\$ 142,923	4.61
2016-2017	\$ 10,480,892	\$ 10,006,426	\$ 474,466	\$ 285,306	1.66	\$ 3,152,427	\$ 2,389,832	\$ 762,595	\$ 142,923	\$ -	\$ 142,923	5.34
2017-2018	\$ 11,097,061	\$ 11,222,683	\$ (125,622)	\$ 293,596	(0.43)	\$ 2,919,265	\$ 2,403,646	\$ 515,619	\$ 142,923	\$ -	\$ 142,923	3.61
2018-2019	\$ 12,403,758	\$ 12,015,162	\$ 388,596	\$ 303,143	1.28	\$ 2,935,002	\$ 2,563,099	\$ 371,903	\$ 142,923	\$ -	\$ 142,923	2.60
2019-2020	\$ 11,855,440	\$ 11,143,689	\$ 711,751	\$ 304,000	2.34	\$ 2,936,304	\$ 2,706,819	\$ 229,485	\$ 140,392	\$ -	\$ 140,392	1.63
2020-2021	\$ 14,234,102	\$ 12,986,170	\$ 1,247,932	\$ -	-	\$ 2,903,137	\$ 3,165,089	\$ (261,952)	\$ -	\$ -	\$ -	-

CIEDB Loan					
Fiscal Year	Gross Revenue	Operating Expenses	Net Revenue		Coverage
			Available for Debt Service	Total Debt Service	
2011-2012	\$ 2,087,017	\$ 1,227,669	\$ 859,348	\$ 264,352	3.25
2012-2013	\$ 2,312,459	\$ 1,193,942	\$ 1,118,517	\$ 263,912	4.24
2013-2014	\$ -	\$ -	\$ -	\$ -	-
2014-2015	\$ -	\$ -	\$ -	\$ -	-
2015-2016	\$ -	\$ -	\$ -	\$ -	-
2016-2017	\$ -	\$ -	\$ -	\$ -	-
2017-2018	\$ -	\$ -	\$ -	\$ -	-
2018-2019	\$ -	\$ -	\$ -	\$ -	-
2019-2020	\$ -	\$ -	\$ -	\$ -	-
2020-2021	\$ -	\$ -	\$ -	\$ -	-

Source: City of Red Bluff Financial Reports

City of Red Bluff

GENERAL INFORMATION

As of June 30, 2021

Miscellaneous Information

Year of Incorporation	1876
Population	14,272
Area in Acres	4,490
Form of Government	Council/Manager
Employees	
Full-time	100
Part-time	33
Miles of Streets	133
Number of Street Lights	822

Recreational Services

Community Center	1
Parks	10
Parks acreage	90
Baseball fields	4
Tennis courts	3
Swimming pool facilities	1
Skate park	1
Basketball courts	3

Public Safety Services

Fire Protection	
Number of stations	1
Number of firefighters	16
Number of volunteers	15
Police Protection	
Number of volunteers	8
Number of stations	1
Number of police officers	26
Number of records clerks	3
Dispatchers/ CSOs	12

Water and Sewer Facilities

Water System	
Number of connections	4,642
Length of water mains	68
Wastewater System	
Number of connections	4,642
Length of sewer lines in miles	60

City of Red Bluff

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	2021			2012		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
County of Tehama	795	1	13%	822	1	15%
St. Elizabeth Hospital	589	2	10%	479	2	9%
Wal-Mart	350	3	6%	269	3	5%
Red Bluff Elementary School District	269	4	5%	266	4	5%
Tehama County Department of Education	226	5	4%	184	6	3%
Red Bluff High School District	212	6	4%	199	5	4%
City of Red Bluff	133	7	2%	122	8	2%
Home Depot	117	8	2%	144	7	3%
Raleys	115	9	2%	90	10	2%
PJ Helicopters	100	10	2%	-	n/a	0%
California Division of Forestry	-	n/a	0%	119	9	2%
Total Employment Estimate - City of Red Bluff	5,906			5,494		

Source: City Business License records, City Community Development Department and Employers.

City of Red Bluff
ECONOMIC INFORMATION
 Last Ten Fiscal Years

Calendar Year	Population	Unemployment Rate	Personal Income (In Thousands)	Per Capital Personal Income	Median Age*	% of Pop. 25+ with High School Degree*	% of Pop. 25+ with Bachelors Degree*
2011	14,032	17.5%	\$ 244,999	\$ 17,460	33.8	81.0%	10.4%
2012	14,186	13.8%	\$ 250,738	\$ 17,675	33.1	82.9%	10.2%
2013	14,131	11.9%	\$ 241,697	\$ 17,104	33.2	80.7%	9.2%
2014	14,238	10.2%	\$ 237,262	\$ 16,664	34.1	80.9%	9.4%
2015	14,048	8.4%	\$ 232,209	\$ 16,529	35.2	84.7%	12.8%
2016	14,070	7.5%	\$ 236,191	\$ 16,786	37.9	85.3%	13.1%
2017	13,858	6.4%	\$ 233,660	\$ 16,860	36.7	86.3%	12.2%
2018	14,250	6.1%	\$ 251,877	\$ 17,675	36.5	87.9%	13.0%
2019	14,245	6.2%	\$ 255,466	\$ 17,933	35.4	88.1%	12.1%
2020	14,272	11.3%	\$ 241,966	\$ 16,953	32.6	87.4%	10.4%

Source:

Population: California Department of Finance. Unemployment Data: California Employment Development Department
 Income, Age, and Education Data: US Census Bureau, most recent American Community Survey.

City of Red Bluff

OPERATING AND CAPITAL INDICATORS

Last Ten Fiscal Years

Fiscal Year	Street Miles	Traffic Signals	Park Acreage	Water Wells	Sanitary Sewer Miles	Sewer Maximum Daily Treatment Capacity (Million Gallons)	Airport Runway Lengths 15L/33R (Feet)	Street Resurfacing (Tons of Asphalt)	Police Calls for Service*	Police Arrests*	Fire Dept. Service Calls	Fire Dept. Medical Emergency Calls	Number of Fire Hydrants
2011-2012	133.0	7	90	14	60	2.5	5,431	114	31,893	1,264	780	2,533	634
2012-2013	133.0	7	90	14	60	2.5	5,431	63	30,140	1,439	888	2,639	635
2013-2014	133.0	7	90	14	60	2.5	5,431	264	32,773	1,838	954	2,473	635
2014-2015	133.0	7	90	14	60	2.5	5,431	23	34,451	1,703	1,001	2,747	635
2015-2016	133.0	7	90	14	60	2.5	5,431	1,413	34,862	1,801	964	2,872	635
2016-2017	133.0	7	90	14	60	2.5	5,431	105	36,418	1,574	989	2,887	635
2017-2018	133.0	7	90	14	60	2.5	5,431	140	36,412	1,763	993	2,899	635
2018-2019	133.0	7	90	14	60	2.5	5,431	1,750	35,781	1,844	1,155	3,037	635
2019-2020	133.0	7	90	14	60	2.5	5,431	443	35,983	1,534	1,346	3,038	635
2020-2021	133.0	7	90	14	60	2.5	5,431	57	32,411	1,213	1,280	2,627	635

Source: City of Red Bluff records

*Statistics only available in calendar year, so providing 2020 calendar year for 2020-21 fiscal year statistics.

City of Red Bluff

AUTHORIZED FULL-TIME AND PART-TIME POSITIONS BY DEPARTMENT Last Ten Fiscal Years

Department	2020-2021	2019-2020	2018-2019	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013	2011-2012
General Government	17	14	15	16	16	17	10	10	8	8
Community Development	2	2	2	2	2	2	2	3	5	4
Fire	31	36	32	38	33	38	31	26	22	24
Police	46	41	42	42	40	41	36	36	33	32
Public Works	13	10	9	10	9	12	10	11	7	6
Sewer	7	6	6	4	6	6	6	5	4	4
Water	6	6	6	6	6	5	6	5	5	4
Parks & Recreation	11	8	14	16	25	35	49	49	43	49
Total City	133	123	126	134	137	156	150	145	127	131

Source: City of Red Bluff Personnel Department

City of Red Bluff

WATER AND SEWER RATES

Last Ten Fiscal Years

Fiscal Year	Water		Sewer	
	Monthly Base Rate	Consumption Rate Avg. Rate Per 100 Cu. Ft.	Monthly Base Rate	Rate Per 100 Cu. Ft. of Water Consumed
2011-2012	15.04	0.63	34.00	2.69
2012-2013	15.04	0.63	34.00	2.69
2013-2014	15.04	0.63	34.00	2.69
2014-2015	15.04	0.63	34.00	2.69
2015-2016	15.04	0.63	34.00	2.69
2016-2017	15.04	0.63	34.00	2.69
2017-2018	15.04	0.63	34.00	2.69
2018-2019	15.04	0.63	34.00	2.69
2019-2020	15.04	0.63	34.00	2.69
2020-2021	15.04	0.63	34.00	2.69

Notes:

Water rates are based on a 3/4" meter, which is a standard household meter size.

Water consumption rates vary with amount of water usage.

Sewer rates for a standard household are only the base rate.

Sewer rates for commercial properties are base rate plus water consumed.

Sewer consumption rate is basic rate for all commercial except bakeries and restaurants.

Source: City of Red Bluff schedule of fees, current, and prior

City of Red Bluff

TOP 25 SALES TAX PRODUCERS

Current Year and Nine Years Ago

FOR FISCAL YEAR 2020-21	
Business Name	Business Category
No Name On File 209846336	Receivables/Master Outlets
A Wireless	Electronic/Appliance Stores
Adobe Minimart	Service Stations
Arco	Service Stations
Arco AM PM	Service Stations
Dollar General	Variety Stores
Flyers	Service Stations
Food Maxx	Grocery Stores Liquor
Growney Motors	New Motor Vehicle Dealers
Harbor Freight Tools	Building Materials
Home Depot	Building Materials
Les Schwab Tire Center	Automotive Supply Stores
Marshalls	Family Apparel
McDonald's	Quick-Service Restaurants
More for Less Gas	Service Stations
One Stop Gas & Food	Service Stations
PJ Helicopters	Aircraft Sales & Service
Raleys	Grocery Stores Liquor
Red Bluff Chrysler Dodge Jeep Ram	New Motor Vehicle Dealers
Red Bluff Gas	Service Stations
Reynolds Ranch & Farm Supply	Garden/Agricultural Supplies
Ross	Family Apparel
Tractor Supply	Garden/Agricultural Supplies
Valero	Service Stations
Walmart Supercenter	Discount Dept Stores

Percent of Fiscal Year Total Paid By Top 25 Accounts = 69.82%

Period: July 2020 through March 2021

* Firms Listed Alphabetically

Source: HdL Companies, State Board of Equalization, California Department of Taxes and Fees Administration, State Controller's Office

FOR FISCAL YEAR 2011-12	
Business Name	Business Category
No Name On File 084128224	Receivables/Master Outlets
Adobe Road Chevron	Service Stations
Antelope Valero	Service Stations
Arco AM PM	Service Stations
Arco AM PM	Service Stations
Circle 7 Days	Service Stations
CVS Pharmacy	Drug Stores
Food Maxx	Grocery Stores
Growney Motors Buick/GMC	New Motor Vehicle Dealers
Home Depot	Lumber/Building Materials
Les Schwab Tire Center	Automotive Supply Stores
Liquor & Food	Convenience Stores/Liquor
Main Street Chevron	Service Stations
McDonald's	Quick-Service Restaurants
More for Less Gas	Service Stations
Pneumatic Conveying & Manufacturing	Heavy Industrial
Raleys	Grocery Stores
Red Bluff Shell	Service Stations
Red Bluff Shell	Service Stations
Tractor Supply	Garden/Agricultural Supplies
USA Gas	Service Stations
Valero	Service Stations
Walgreens	Drug Stores
Walmart Supercenter	Discount Dept Stores

Percent of Fiscal Year Total Paid By Top 25 Accounts = 67.51%

Period: July 2011 through March 2012

City of Red Bluff

TAXABLE SALES BY CATEGORY

Last Ten Calendar Years (In Thousands of Dollars)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Apparel stores	\$ 1,108	\$ 1,297	\$ 1,360	\$ 1,479	\$ 2,179	\$ 2,041	\$ 2,170	\$ 2,407	\$ 9,960	\$ 12,201
Food stores	12,572	13,786	13,390	13,204	13,419	11,593	10,567	10,322	10,930	13,054
Eating and drinking places	28,632	30,388	30,790	31,960	34,441	36,396	37,515	38,705	42,011	37,748
Building materials	33,763	34,293	38,424	38,446	42,350	44,767	47,820	48,979	58,196	68,389
Auto dealers and supplies	18,266	26,944	42,610	53,799	68,583	71,996	74,473	69,833	67,065	74,526
Service stations	78,102	82,164	83,619	77,604	66,062	60,041	68,303	77,367	83,677	67,778
Other retail stores	65,525	71,369	70,573	74,281	73,757	77,893	77,993	78,740	82,806	91,488
All other outlets	45,460	45,858	48,241	52,851	64,062	67,991	66,512	68,109	119,424	111,213
Total	\$ 283,428	\$ 306,099	\$ 329,007	\$ 343,624	\$ 364,853	\$ 372,718	\$ 385,353	\$ 394,462	\$ 474,069	\$ 476,397

Source: State of California Board of Equalization, California Department of Taxes and Fees Administration, State Controller's Office and The HdL Companies

Note:

Due to confidentiality issues, the names of the ten largest revenue payers are not available.

The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

GAO SECTION



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Honorable Mayor and City Council
City of Red Bluff, California

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Red Bluff (the City) as of and for the year ended June 30, 2021, 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 6, 2021.

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 City'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.

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

(Continued)

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 City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

AGT CPAs & Advisors

December 6, 2021
AGT CPAs & Advisors
Redding, California