CITY OF YUCAIPA, CALIFORNIA

CITY OF Yucaipa

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2025

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For the Fiscal Year Ended June 30, 2025

Prepared by
Finance Department

City of Yucaipa
Annual Comprehensive Financial Report
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INTRODUCTORY SECTION

CITY OF Yucaipa

March 16, 2026

Dear Honorable Mayor, Members of the City Council and Citizens of the City of Yucaipa:

We are proud to present the City of Yucaipa's 2024-25 Annual Comprehensive Financial Report (ACFR), a document that shows how the City collected and spent its money during the fiscal year ending June 30, 2025. It includes an independent audit to provide confidence that the report is trustworthy. Information presented in the ACFR aims to share the City's financial decisions and health in a clear and transparent way to build trust between the City and the people who live, work, and invest here.

You may use the information in the ACFR to make good decisions about budgets and projects. Citizens may use it to learn how their tax money is spent and to see if the City is being responsible. Investors and businesses may use the ACFR to decide if they want to invest or do business here. In short, the ACFR is a helpful guide for anyone who wants to understand the City’s finances and make informed choices for the future.

Financial Statements

The City of Yucaipa's management team prepares the City's financial statements according to Generally Accepted Accounting Principles (GAAP) set by the Government Accounting Standards Board (GASB). Management takes full responsibility for making sure the information is complete and accurate.

To make sure the information is complete and accurate, the City has set up a system of checks and balances (known as internal controls) that helps protect the City’s assets from loss or misuse and ensures that the numbers in the financial statements follow these accounting rules. Since every control has a cost, the system is designed to offer reasonable—not absolute—assurance that the financial statements are free of big errors.

Auditor's Opinion

Van Lant & Fankhanel LLP, an independent firm of certified public accountants, reviewed the City's financial statements and its internal controls and has issued an unmodified opinion. An unmodified opinion means the auditors have concluded that the City's financial statements are presented reasonably accurately and in accordance with the appropriate accounting rules. This type of opinion is significant because it gives you confidence that you can trust what you see in the financial statements.

You will find the independent auditor's opinion at the front of the financial section of this report.

Management's Discussion and Analysis

Following the auditor's opinion, is the Management's Discussion and Analysis (MD&A), a narrative introduction and overview of the basic financial documents. The MD&A is an extension of this transmittal letter and is a good place to begin your study of this report.

Statistical Section

The statistical section of the ACFR provides additional context and information to assist you in understanding and assessing the City's overall financial condition.

Additional Context and Acknowledgements

The following information is presented to provide context about the City of Yucaipa and other financial and economic considerations.

City Profile

The City of Yucaipa became a "General Law" City on November 27, 1989. It covers 28 square miles in southern San Bernardino County, near the San Bernardino National Forest, and is home to about 55,000 residents.

City Government

Yucaipa has a Council-Manager form of government. The City Council has five members, each elected by district to serve four-year terms. Elections are held in November of even-numbered years. All Councilmembers have the same voting power, and once a year they choose one member to be Mayor and another to be Mayor Pro-Tem. The Council also appoints the City Manager, City Attorney, and all members of advisory boards, commissions, and committees. In addition, the Council serves as the Board of Directors for the Successor Agency to the Yucaipa Redevelopment Agency and the Yucaipa Housing Authority.

Community Features

Yucaipa is a mature suburban community in the foothills of the San Bernardino Mountains. Thanks to its higher elevation, it enjoys cleaner air and cooler temperatures. A focus on public safety has made its crime rate one of the lowest for similar sized cities in California.

Residents have access to 18 parks, a performing arts center, a community center, a library, a senior center, an equestrian arena, and a municipal pool, along with Wildwood Canyon State Park (900 acres for daytime use) and Yucaipa Regional Park (200 acres with three lakes and camping). The local school district, Yucaipa-Calimesa Joint Unified, is highly ranked, and Crafton Hills College offers more than 50 majors.

City Services

City services include police and fire protection, paramedics, street construction and maintenance, planning and zoning, building inspections, engineering, recreation, enrichment programs, and general administration. Other services—like water—come from agencies such as the Yucaipa-Calimesa Joint Unified School District, Yucaipa Valley Water District, South Mesa Water Company, and Western Heights Water Company. The City contracts with the San Bernardino County Sheriff's Department for law enforcement and with CAL FIRE for fire protection and paramedic services.

Budget

Each year, the City Council adopts a budget for the fiscal year beginning July 1. The budget is organized by Funds, Departments, and Divisions, and actual spending in each Fund cannot exceed budgeted amounts in salaries, operations, or capital categories. A budget is adopted by the City Council for the General Fund and each Special Revenue Fund. The legal level of budgetary control is the Fund level and any changes at that level must be approved by the City Council.

Economic Condition and Outlook

The City of Yucaipa maintains a stable economic foundation characterized by a resilient residential base and a healthy median household income of approximately $92,400. While the local unemployment rate saw a slight year-over-year increase to 5.1%, consumer confidence remained high, as evidenced by the exceptional performance of Measure S. The 1% local sales tax significantly outpaced expectations, reaching nearly $9 million against an original projection of $6 million. This surplus has provided a vital fiscal bridge, helping to offset a structural deficit largely driven by an annual escalation in public safety contract costs and growing maintenance requirements.

To secure long-term sustainability, the City remains committed to identifying robust budget-balancing strategies that mitigate fiscal risk and protect the General Fund. The Yucaipa Freeway Corridor Specific Plan has been a critical component of that, though its future is uncertain. The City continues to search for new revenue and pursue better cost recovery.

Long-Term Financial Planning

Since incorporation, the City has preferred to pay cash for capital projects rather than take on debt. As a result, key facilities (including parks, a community center, Fire Station 3, Yucaipa Police Department, city hall, and the Yucaipa Performing Arts Center) were built without borrowing money. The City also uses its reserves to leverage grants and outside funding for these projects, allowing it to keep improving local infrastructure.

Relevant Financial Policies

To protect against major financial shifts, the City Council has set aside two reserves. A General Fund Emergency Contingency of $5 million is available if a state or local emergency is declared. An Economic Uncertainties Contingency of $1 million is available if General Fund revenue falls at least 30% short of the budget. Neither reserve was used this year.

Acknowledgments

The Government Finance Officers Association (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to cities that produce comprehensive and well-organized reports conforming to both U.S. GAAP and legal requirements. We believe this Annual Comprehensive Financial Report meets those standards and have submitted it for consideration.

We appreciate the City Council's support and oversight of Yucaipa's finances. Special thanks go to the City's Finance Department for their diligence in providing accurate financial information, as well as to Van Lant & Fankhanel LLP, the independent auditors who assisted in preparing this report.

Respectfully submitted,

Dr. Sean M. Moore, AICP, DPA, MPA, MAPS
ICMA-CM
City Manager

City of Yucaipa
List of Principal Officials
June 30, 2025

City Council

Mayor	District 5	Jon Thorp
Mayor Pro Tem	District 2	Chris Venable
Council Member	District 1	Bob Miller
Council Member	District 3	Judy Woolsey
Council Member	District 4	Justin Beaver

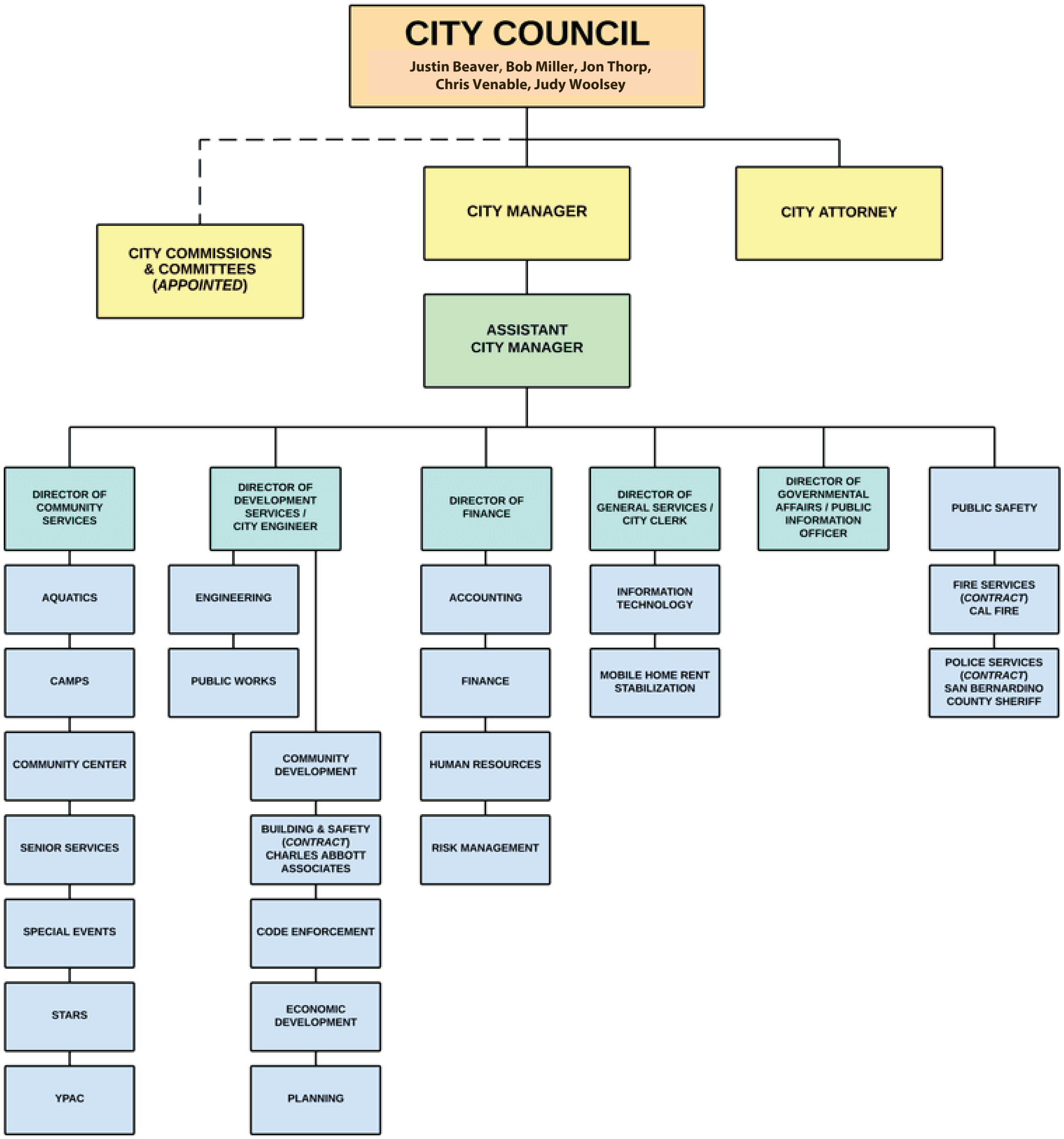
Administration

Interim City Manager	Jennifer Crawford
City Attorney	Steven Graham

Department Heads

Captain of Police	Brandon Wiebeld
Director of Community Services	Megan Wolfe
Director of Development Services	Fermin Preciado
Director of Finance	Phillip White
Director of General Services/City Clerk	Ana Sauseda
Director of Governmental Affairs	Joe Pradetto
Fire Chief	Grant Malinowski

Organization Chart



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Yucaipa
California

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

Independent Auditor's Report

The Honorable City Council
City of Yucaipa, California

Report on the Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated March 16, 2026, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Van Lant & Fankhanel, LLP

March 16, 2026

MANAGEMENT’S DISCUSSION AND ANALYSIS

As management of the City of Yucaipa (City), we offer Management’s Discussion and Analysis (MD&A) as a narrative overview of the City’s financial activities for the fiscal year ended June 30, 2025. To obtain a complete picture of the City’s financial condition, this MD&A should be read in conjunction with the Letter of Transmittal and the basic financial statements.

FINANCIAL HIGHLIGHTS

- Government-wide net position increased by approximately $6.6 million or 2.7% to $248.3 million as a result of operations.
- The total revenues from all sources were approximately $57.7 million. The total cost of all City programs was approximately $51.1 million. Depreciation expense of $5.7 million is included in this amount.
- The General Fund reported revenues and transfers-in of $39.0 million and expenditures and transfers-out of $41.4 million for a decrease in fund balance of $2.4 million.
- At the end of Fiscal Year (FY) 2024-2025, the Unassigned Fund Balance in the General Fund was approximately $22.6 million, or 55% of General Fund outflows. This represents an increase of $4.3 million, or 23% in Unassigned Fund Balance.
- The June 30, 2025 Committed Fund Balance in the General Fund was $6 million and includes the following:

1. Committed Reserve for Emergency Operating Contingency	$	5,000,000
2. Committed Reserve for Economic Stabilization		1,000,000
Total	$	6,000,000

OVERVIEW OF THE FINANCIAL STATEMENTS

The MD&A is intended to serve as an introduction to the City of Yucaipa’s basic financial statements. The City’s basic financial statements are comprised of 1) Government-wide Financial Statements, 2) Fund Financial Statements and 3) Notes to the Financial Statements. This report also contains required supplementary information in addition to other supplementary information.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers an overview of the City’s finances. The government-wide statements report assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting which is like private sector accounting. Revenue is recognized as it is earned, and expenses are reported as incurred regardless of the timing of cash flow. The government-wide financial statements include the Statement of Net Position and the Statement of Activities.

The **Statement of Net Position** presents the balance sheet with “net position” defined as the difference between assets plus deferred outflows of resources minus liabilities minus deferred inflows of resources. Evaluating increases or decreases in net assets over time may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The **Statement of Activities** presents activity information on the net cost of each governmental function (activity) during the fiscal year. This statement also identifies general revenues during the year.

The government-wide financial statements are included on pages 13 and 14.

Fund Financial Statements. Specific revenues and spending for a particular purpose are monitored using accounting "Funds", or self-balancing sets of accounts. Yucaipa utilizes three categories of Funds: Governmental Funds, Proprietary Funds, and Fiduciary Funds.

Governmental Funds (General Fund, Special Revenue Funds and Capital Projects Funds) utilize the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Expenditures are recorded as incurred.

The modified accrual basis of accounting use for the Fund Financial Statements is narrower than that of the Government-wide Financial Statements. The various fund Balance Sheets and the Statement of Revenues, Expenditures, and Changes in Fund Balances, require a reconciliation to facilitate the comparison between fund statements and the government-wide statements. This reconciliation is required because the government-wide statements are prepared in the full accrual basis of accounting while the fund statements are prepared in the modified accrual basis of accounting. This reconciliation can be found on the pages immediately following the Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances for Governmental Funds.

Proprietary Funds include Enterprise and Internal Service Funds. The City currently has no Enterprise Funds. Internal Service Funds are used to accumulate and allocate costs internally to various functions. The City uses Internal Service Funds to account for its self-insurance activities and its information technology services. The proprietary fund statements provide financial information for the Internal Service Fund using the accrual basis of accounting method.

Fiduciary Funds are used to account for resources held for the benefit of parties outside of the City. Fiduciary funds are not reflected in the government-wide and fund financial statements because the resources of those funds are not available to support the City's own programs. Fiduciary Funds are reported in the financial section, as appropriate.

Notes to the Financial Statements. The notes provide additional information that is essential to the reader for a full understanding of the data provided in the Government-wide and Fund Financial Statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Yucaipa, assets and deferred outflows exceeded liabilities and deferred inflows by $248.3 million as of June 30, 2025. This represents an increase from the previous year of $6.6

million. See Table 1, below, for a comparative analysis of net position between the fiscal years ended June 30, 2025 and June 30, 2024.

Table 1
Net Position
Governmental Activities

	Fiscal Year Ended June 30	
	2025	2024
Current and other Assets	$ 72,030,087	$ 70,501,622
Capital Assets, Net	198,327,145	193,941,766
Total Assets	270,357,232	264,443,388
Deferred Outflows of Resources	3,112,096	3,942,020
Current Liabilities	13,479,030	15,438,540
Long Term Liabilities	10,467,080	9,961,196
Total Liabilities	23,946,110	25,399,736
Deferred Inflows of Resources	1,213,070	1,277,929
Net Position:		
Net Investment in Capital Assets	198,327,145	193,941,766
Restricted	11,668,294	13,841,326
Unrestricted	38,314,709	33,924,651
Total Net Position	$ 248,310,148	$ 241,707,743

Current assets increased 2.2% and each component of current assets was comparable to the previous year. Current liabilities decreased $2 million primarily due to the return of a $4 million grant deposit partially offset with accounts payable increasing $3 million. A large portion of the City's net position, $198.3 million, reflects its investment in capital assets (i.e., land, buildings, machinery, equipment and infrastructure). The City uses these capital assets to provide services to citizens; consequently, the book value of these assets is not available for spending.

$11.7 million, or 4.7% of total net position is considered "restricted" and represents resources that are subject to external spending restrictions. This component of net position includes accumulated resources from State and Federal grants. The remaining balance of net position of $38.3 million, is considered "unrestricted" and may be used to meet the government's ongoing obligations.

Yucaipa's primary general revenues are property tax and sales tax and both continue to be stable. Property tax revenue of $15.4 million was recognized which was flat with the previous year and the revenue stream continues to be a dependable source of financial resources. Regionally, sales tax was forecasted to flatten during the year, however voters passed Measure S, a 1% transaction and use tax during the year. Measure S became effective April 1, 2025 and added to the sales tax revenue stream. In total, Yucaipa's recognized $7.3 million in sales and use tax, an increase of 9%. Capital Grants and contributions are non-recurring and a significant component of the City's funding of infrastructure. This program revenue stream decreased $3.0 million to $4.9 million. Charges for services decreased $5.2 million and Operating grants and contributions increased $0.6 million during the year. Overall, revenues decreased $4.0 million.

Table 2
Revenues by Source – Governmental Activities

	For the Fiscal Year Ended			
	June 30, 2025		June 30, 2024	
	Amount	% of Total	Amount	% of Total
Taxes				
Property	$15,409,687	26.7%	$15,830,863	25.7%
Sales and Use	7,317,642	12.7%	5,529,736	9.0%
Franchise Fees	3,868,502	6.7%	1,833,767	3.0%
Documentary Transfer	327,887	0.6%	198,320	0.3%
Other Taxes	235,146	0.4%	179,225	0.3%
Vehicle License Fees	7,450,640	12.9%	6,953,493	11.3%
Investment Income	1,736,594	3.0%	1,737,071	2.8%
Miscellaneous	64,729	0.1%	332,144	0.5%
Charges for Services	12,067,566	20.9%	17,363,888	28.2%
Operating Grants and Contributions	4,358,358	7.6%	3,778,818	6.1%
Capital Grants and Contributions	4,878,792	8.5%	7,931,320	12.9%
Total	$57,715,543	100%	$61,668,645	100%

The following condensed summary of activities reflects that net position increased by approximately $6.6 million during the year. Yucaipa contracts for police and fire protection services. These contracts continue to utilize the highest percentage of financial resources. Public safety costs grew $2.6 million to $24.1 million. Community services also continued to grow, adding $1.1 million in costs as events were expanded and school-partnership programs continued to expand. Community development costs were flat adding $0.1 million. Public works, building and safety, and general government each had cost reductions in 2025. Total expenses decreased $2.3 million to $51.1 million

Table 3

Summary of Activities
Governmental Activities

	Fiscal Year Ended June 30	
	2025	2024
Revenues		
Program Revenues:		
Charges for Services	$ 12,067,566	$ 19,070,733
Operating Grants	4,358,358	3,778,818
Capital Grants	4,878,792	7,931,320
General Revenues:		
Property Tax	15,409,687	15,830,863
Sales Tax	7,317,642	5,529,736
Other Taxes and Fees	4,431,535	2,211,312
Motor Vehicle In-Lieu Fees	7,450,640	6,953,493
Investment Income/Misc	1,801,323	362,370
Total Revenues	57,715,543	61,668,645
Expenses		
Public Safety	24,147,874	21,566,925
Public Works	11,270,841	12,183,311
General Government	5,071,592	8,402,250
Community Services	7,159,055	6,020,215
Community Development	1,704,464	1,568,570
Building and Safety	1,759,312	3,698,433
Total Expenses	51,113,138	53,439,704
Increase in Net Position	6,602,405	8,228,941
Beginning Net Position	241,707,743	233,478,802
Ending Net Position	$ 248,310,148	$ 241,707,743

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds. The focus of the City's governmental funds is to provide information on the near-term inflows, outflows and balances of spendable resources. Such information may be useful in assessing the City's financing requirements. In particular, the 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.

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of $55.3 million, an increase of $3.6 million in comparison with the prior year. The General Fund has a fund balance of $39.2 million and the Public Safety Fund has a fund balance of $11.7 million, while all other governmental funds combined have a fund balance totaling ($4.4 million). This is due primarily to long-term deficit spending in capital projects funds requiring interfund borrowings from the General Fund (see Note 3 Interfund Transactions for further discussion).

General Fund

The General Fund is the chief operating fund of the City. As of June 30, 2025, the unassigned fund balance of the General Fund is $22.6 million. Included in the $6 million committed fund balance is a $5 million emergency contingency and a $1 million economic stabilization reserve. The General Fund also reports $10.5 million in nonspendable fund balance related to interfund advances bringing the total fund balance to $39.2 million as of June 30, 2025.

The General Fund Fund Balance decreased by $2.4 million during the fiscal year. The change in Fund Balance in the prior fiscal year was a decrease of $0.3 million.

Budgeted inflows in the General Fund were approximately $36.8 million. The General Fund revenues exceeded the estimates as actual inflows of $39.0 million exceeded budget by $2.2 million.

Description	2024/25 Budget	2024/25 Actual	Variance	Actual to Budget %
Property Tax	$ 9,646,000	$10,255,193	$ 609,193	106.3%
Sales Tax	6,105,327	7,317,642	1,212,315	119.9%
Charges for Services	7,495,463	6,600,202	(895,261)	88.1%
Other Taxes	4,213,000	4,357,554	144,554	103.4%
Intergovernmental	7,240,000	7,671,242	431,242	106.0%
Licenses & Permits	1,574,414	1,405,945	(168,469)	89.3%
Investment Income	-	1,216,875	1,216,875	N/A
Miscellaneous	38,000	51,273	13,273	134.9%
Transfers In	506,941	140,060	(366,881)	27.6%
	36,819,145	39,015,986	2,196,841	106.0%

Budgeted expenditures in the General Fund were approximately $22.4 million. During this fiscal year, public safety activities and revenues were carved out of the General Fund and a Public Safety Special Revenue Fund was created. The General Fund's contribution to the Public Safety Fund is accounted for as a transfer and actual transfers-out totaled $23.7 million. Actual outflows experienced in the General Fund were approximately $41.4 million during the year. The City's adopted budgeted deficit of $1.8 million in the General Fund resulted in an actual $2.4 million deficit result.

Public Safety Special Revenue Fund:

The Public Safety Special Revenue Fund accounts for police, fire, paramedic and code enforcement activity. Significant inflows include restricted special assessment revenue and committed property tax revenue. Actual inflows were $23.8 million and actual outflows were $23.3 million.

Miscellaneous Special Revenue Fund:

The Miscellaneous Special Revenue Fund primarily accounts for grant funding restricted for specific purposes. Actual inflows of $395 thousand resulted from primarily grant-funded activities. Similarly actual expenditures of $193 thousand were incurred. Fund balance increased by $202 thousand.

Capital Projects Funds:

Development Impact Fees

The Development Impact Fees Capital Projects Fund is used to account for the City's Development Impact Fee Program. Revenues are comprised of impact fees charged for new development. Accumulated revenues are spent on constructing the infrastructure necessary to service the new development. During the year, Fund Balance increased by $5.9 million to bring the Fund Balance deficit to $(15.0) million. Significant interfund advances payable are further discussed at Note 3 – Interfund Transactions.

Facilities Construction

The Facilities Construction Capital Projects Fund is used as the City's primary capital projects fund. During the year, Fund Balance remained flat at $8.2 million.

Miscellaneous Capital Projects

The Miscellaneous Capital Projects Fund is used to account for various restricted grant revenues for capital projects. During the year, Fund Balance increased by $176 thousand.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. As of June 30, 2025 the City's investment in capital assets is valued at $198 million. This investment includes land, infrastructure, buildings and improvements, equipment and construction-in-progress. The City does not report any capital related debt.

This component of net position increased approximately 4.4 million during the fiscal year which is net of deprecation expense of $5.7 million. Refer to Note 5 in the financial statements for detailed information.

Table 4
City of Yucaipa
Recorded Capital Assets at Year-End
(Net of Depreciation)

Land/Right of Way	$	65,022,406
Infrastructure		89,762,742
Buildings and Improvements		6,784,666
Equipment / Vehicles		1,686,305
Construction-in-Progress		35,071,026
Total Capital Assets	$	198,327,145

Long-term Debt. As of June 30, 2025, the City had no debt outstanding. Long-term liabilities are comprised of the Net Pension Liability, the Total Other Post-employment Benefits Liability, and compensated absences which are described in Note 6 to the financial statements.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the City's financial condition for all those with an interest in the City's finances. Questions concerning the information provided in this report or requests for additional information should be addressed to the Director of Finance, 34272 Yucaipa Blvd., Yucaipa, CA 92399.

BASIC FINANCIAL STATEMENTS

City of Yucaipa
Statement of Net Position
June 30, 2025

	Governmental Activities
ASSETS	
Cash and Investments	$ 59,310,030
Restricted Cash and Investments	968,852
Receivables:	
Accounts	3,987,506
Interest	418,002
Due From Other Governments	2,238,983
Notes and Loans	4,776,951
Leases	182,906
Prepaid Items	146,857
Capital Assets, Not Being Depreciated	100,093,432
Capital Assets, Being Depreciated, Net of Accumulated Depreciation	98,233,713
Total Assets	270,357,232
DEFERRED OUTFLOWS OF RESOURCES	
OPEB Related Items	297,214
Pension Related Items	2,814,882
Total Deferred Outflows of Resources	3,112,096
LIABILITIES	
Accounts Payable	9,946,657
Accrued Liabilities	542,804
Deposits Payable	1,015,457
Unearned Revenue	1,974,112
Noncurrent Liabilities:	
Compensated Absences, Due Within One Year	211,034
Total OPEB Liability, Due Within One Year	40,894
Compensated Absences, Due in More Than One Year	633,103
Claims Liability, Due in More Than One Year	350,379
Net Pension Liability, Due in More Than One Year	7,139,777
Total OPEB Liability, Due in More Than One Year	2,091,893
Total Liabilities	23,946,110
DEFERRED INFLOWS OF RESOURCES	
Lease Related Items	179,222
OPEB Related Items	934,700
Pension Related Items	99,148
Total Deferred Inflows of Resources	1,213,070
NET POSITION	
Net Investment in Capital Assets	198,327,145
Restricted for:	
Public Safety	1,045,674
Public Works/Streets	5,277,305
Community Development	521,669
Community Services/Public Education	4,823,646
Unrestricted	38,314,709
Total Net Position	$ 248,310,148

The accompanying notes are an integral part of this statement.

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

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Change in Net Position: Governmental Activities
Governmental Activities:					
General Government	$ 5,071,592	$ 1,378,609	$ -	$ -	$ (3,692,983)
Community Development	1,704,464	201,284	583,301	-	(919,879)
Building and Safety	1,759,312	1,561,214	-	-	(198,098)
Public Works	11,270,841	3,237,208	2,729,209	4,432,083	(872,341)
Public Safety	24,147,874	1,500,693	1,045,848	107,087	(21,494,246)
Community Services	7,159,055	4,188,558	-	339,622	(2,630,875)
Total Governmental Activities	$ 51,113,138	$ 12,067,566	$ 4,358,358	$ 4,878,792	(29,808,422)

General Revenues:	
Taxes:	
Property	15,409,687
Sales and Use	7,317,642
Franchise	3,868,502
Documentary Transfer	327,887
Other	235,146
Vehicle License Fees, Unrestricted	7,450,640
Investment Income	1,736,594
Miscellaneous	64,729
Total General Revenues	36,410,827
Change in Net Position	6,602,405
Net Position - Beginning of Year	241,707,743
Net Position - End of Year	$ 248,310,148

The accompanying notes are an integral part of this statement.

City of Yucaipa
Balance Sheet
Governmental Funds
June 30, 2025

	General	Special Revenue: Public Safety	Special Revenue: Miscellaneous	Capital Projects: Development Impact Fees
ASSETS				
Cash and Investments	$ 19,342,278	$ 10,547,804	$ 2,977,717	$ 2,042,959
Restricted Cash and Investments	968,852	-	-	-
Receivables:				
Accounts	2,093,865	669,323	6,238	192,806
Interest	338,939	65,570	98	7,413
Notes and Loans	84,541	-	-	-
Leases	182,906	-	-	-
Due From Other Governments	1,396,515	81,186	-	174,420
Due From Other Funds	7,669,340	-	-	-
Advances to Other Funds	10,444,246	1,784,703	-	-
Prepaid Items	81,438	-	-	-
Total Assets	$ 42,602,920	$ 13,148,586	$ 2,984,053	$ 2,417,598
LIABILITIES				
Accounts Payable	$ 1,206,908	$ 1,311,345	$ 7,802	$ 249,288
Accrued Liabilities	503,885	20,141	-	-
Deposits Payable	968,852	-	45,569	336
Due to Other Funds	-	-	-	6,621,476
Unearned Revenue	80,025	15,000	1,879,087	-
Advances From Other Funds	-	-	-	10,591,867
Total Liabilities	2,759,670	1,346,486	1,932,458	17,462,967
DEFERRED INFLOWS OF RESOURCES				
Lease Related	179,222	-	-	-
Unavailable Revenues	500,168	125,236	-	-
Total Deferred Inflows of Resources	679,390	125,236	-	-
FUND BALANCES				
Nonspendable	10,525,684	-	-	-
Restricted	-	-	1,051,595	-
Committed	6,000,000	10,900,846	-	-
Assigned	-	776,018	-	-
Unassigned	22,638,176	-	-	(15,045,369)
Total Fund Balances	39,163,860	11,676,864	1,051,595	(15,045,369)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 42,602,920	$ 13,148,586	$ 2,984,053	$ 2,417,598

The accompanying notes are an integral part of this statement.

Capital Projects			
Facilities Construction	Miscellaneous	Non-Major Funds	Total Governmental Funds
$ 2,936,694	$ 5,959,325	$ 13,241,634	$ 57,048,411
-	-	-	968,852
-	12,500	1,012,774	3,987,506
314	924	3,935	417,193
4,500,000	-	192,410	4,776,951
-	-	-	182,906
-	44,523	542,339	2,238,983
761,000	-	-	8,430,340
-	-	-	12,228,949
-	-	-	81,438
$ 8,198,008	$ 6,017,272	$ 14,993,092	$ 90,361,529
$ 23,363	$ 4,507,887	$ 2,482,591	$ 9,789,184
-	-	18,778	542,804
-	700	-	1,015,457
-	791,584	1,017,280	8,430,340
-	-	-	1,974,112
-	-	1,637,082	12,228,949
23,363	5,300,171	5,155,731	33,980,846
-	-	-	179,222
-	25,793	224,955	876,152
-	25,793	224,955	1,055,374
-	-	-	10,525,684
-	691,308	11,935,341	13,678,244
-	-	-	16,900,846
8,174,645	-	-	8,950,663
-	-	(2,322,935)	5,269,872
8,174,645	691,308	9,612,406	55,325,309
$ 8,198,008	$ 6,017,272	$ 14,993,092	$ 90,361,529

City of Yucaipa
Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Position
June 30, 2025

Fund balances of governmental funds	$ 55,325,309
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not considered current financial resources and therefore are different than the governmental funds balance sheet:	
Capital Assets Not Being Depreciated	100,093,432
Capital Assets Being Depreciated	285,250,573
Accumulated Depreciation	(187,016,860)
Long-term debt obligations are not due and payable in the current period and, therefore, are not reported in the funds:	
Compensated Absences	(844,137)
Net Pension Liability	(7,139,777)
Total OPEB Liability	(2,132,787)
Amounts for deferred inflows and deferred outflows related to the City's Pension and OPEB Liabilities are not reported in the funds:	
Deferred Outflows Related to Pensions	2,814,882
Deferred Inflows Related to Pensions	(99,148)
Deferred Outflows Related to OPEB	297,214
Deferred Inflows Related to OPEB	(934,700)
The internal service fund is used by management to charge costs of activities involved in rendering services to departments within the City. The assets and liabilities of the internal service fund are included in the statement of net position. but are excluded from the governmental funds balance sheet.	1,819,995
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	876,152
Net position of governmental activities	$ 248,310,148

The accompanying notes are an integral part of this statement.

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

		Special Revenue		Capital Projects
	General	Public Safety	Miscellaneous	Development Impact Fees
REVENUES				
Taxes:				
Property	$ 10,255,193	$ 6,273,816	$ -	$ -
Sales and Use	7,317,642	-	-	-
Franchise	3,794,521	-	-	-
Documentary Transfer	327,887	-	-	-
Other	235,146	-	-	-
Licenses and Permits	1,405,945	-	-	-
Fines and Forfeitures	51,120	-	15,814	-
Charges for Services	6,600,202	330,782	74,119	1,996,790
Intergovernmental	7,671,242	121,667	205,862	1,283,039
Investment Income	1,216,875	608,282	40,693	139,992
Other	153	590,931	1,127	-
Total Revenues	38,875,926	7,925,478	337,615	3,419,821
EXPENDITURES				
Current:				
General Government	3,223,907	-	72,502	-
Community Development	1,579,024	-	-	-
Building and Safety	1,759,312	-	-	-
Public Works	4,026,869	-	-	68,392
Public Safety	-	15,789,988	18,103	-
Fire Protection Services	-	5,778,121	-	-
Paramedic Services	-	1,695,944	-	-
Community Services	6,924,242	-	-	-
Capital Outlay	199,110	-	102,610	4,406,018
Total Expenditures	17,712,464	23,264,053	193,215	4,474,410
Excess (Deficiency) of Revenues over Expenditures	21,163,462	(15,338,575)	144,400	(1,054,589)
OTHER FINANCING SOURCES (USES)				
Transfers In	140,060	15,865,716	57,569	6,971,178
Transfers Out	(23,737,200)	(2,240)	-	(56,597)
Total Other Financing Sources (Uses)	(23,597,140)	15,863,476	57,569	6,914,581
Net Change in Fund Balances	(2,433,678)	524,901	201,969	5,859,992
Fund Balances, Beginning, as previously reported	50,904,583	-	849,626	(20,905,361)
Change within financial reporting entity (new fund)	(9,307,045)	11,151,963	-	-
Fund Balances, Beginning, as adjusted	41,597,538	11,151,963	849,626	(20,905,361)
Fund Balances, End of Year	$ 39,163,860	$ 11,676,864	$ 1,051,595	$ (15,045,369)

Capital Projects			
Facilities Construction	Miscellaneous	Non-Major Funds	Total Governmental Funds
$ -	$ -	$ -	$ 16,529,009
-	-	-	7,317,642
-	-	73,981	3,868,502
-	-	-	327,887
-	-	-	235,146
-	-	-	1,405,945
-	-	-	66,934
-	130,382	1,121,801	10,254,076
-	123,594	5,868,448	15,273,852
396,419	197,708	533,426	3,133,395
-	-	63,548	655,759
396,419	451,684	7,661,204	59,068,147
-	-	42,164	3,338,573
-	-	16,423	1,595,447
-	-	-	1,759,312
166,717	2,983	2,547,133	6,812,094
-	-	99,172	15,907,263
-	-	-	5,778,121
-	-	-	1,695,944
-	-	-	6,924,242
23,085	401,890	5,088,983	10,221,696
189,802	404,873	7,793,875	54,032,692
206,617	46,811	(132,671)	5,035,455
-	166,135	4,798,048	27,998,706
(166,135)	(37,102)	(5,470,916)	(29,470,190)
(166,135)	129,033	(672,868)	(1,471,484)
40,482	175,844	(805,539)	3,563,971
8,134,163	515,464	12,262,863	51,761,338
-	-	(1,844,918)	-
8,134,163	515,464	10,417,945	51,761,338
$ 8,174,645	$ 691,308	$ 9,612,406	$ 55,325,309

The accompanying notes are an integral part of this statement.

City of Yucaipa
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2025

Net change in fund balances - total governmental funds	$ 3,563,971
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of these assets is allocated over their estimated useful lives as depreciation expense:	
Additions	10,202,719
Depreciation	(5,708,461)
Disposals	(108,879)
The internal service fund is reported as a proprietary fund separate from the governmental funds. The revenues and expenses of the internal service fund are included in the statement of activities.	765,058
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the net change in unavailable revenue for the current period.	(1,352,604)
Amounts for deferred inflows and deferred outflows related to Pension and OPEB liabilities are not reported in the funds. This is the net change in related deferred inflows and outflows:	
Deferred Outflows Related to Pensions	(751,155)
Deferred Inflows Related to Pensions	117,046
Deferred Outflows Related to OPEB	(78,769)
Deferred Inflows Related to OPEB	108,984
Some expenses 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. This is the net change in these liabilities:	
Compensated Absences	(6,898)
Net Pension Liability	61,715
Total OPEB Liability	(210,322)
Change in net position of governmental activities	$ 6,602,405

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Net Position
Proprietary Funds
June 30, 2025

		Governmental Activities - Internal Service Funds
ASSETS		
Current:		
Cash and Investments	$	2,261,619
Accounts Receivable		-
Interest Receivable		809
Prepaid Items		65,419
Total Current Assets		2,327,847
LIABILITIES		
Current:		
Accounts Payable and Accrued Liabilities		157,473
Total Current Liabilities		157,473
Noncurrent:		
Claims Payable		350,379
Total Noncurrent Liabilities		350,379
Total Liabilities		507,852
NET POSITION		
Unrestricted	$	1,819,995

The accompanying notes are an integral part of this statement.

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

	Governmental Activities - Internal Service Funds
OPERATING REVENUES	
Charges for Services	$ 1,793,206
Other Income	165,107
Total Operating Revenues	1,958,313
OPERATING EXPENSES	
General and Administrative	1,424,332
Property and Liability Premiums	1,048,462
Claims Expense	273,915
Total Operating Expenses	2,746,709
Operating Income (Loss)	(788,396)
NON-OPERATING REVENUES (EXPENSES)	
Investment Income	81,970
Income (Loss) before contributions and transfers	(706,426)
Transfers In	1,471,484
Transfers Out	-
Total Transfers	1,471,484
Change in Net Position	765,058
Total Net Position, Beginning of Year	1,054,937
Total Net Position, End of Year	$ 1,819,995

The accompanying notes are an integral part of this statement.

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

	Governmental Activities - Internal Service Funds
Cash Flows from Operating Activities	
Cash Received from Users	$ 1,793,206
Cash Paid to Employees for Salaries and Benefits	(537,320)
Cash Paid to Suppliers for Goods and Services	(975,117)
Cash Paid for Claims and Premiums	(1,137,224)
Other Receipts	304,470
Net Cash Provided (Used) by Operating Activities	(551,985)
Cash Flows from Non-Capital Financing Activities	
Transfers from Other Funds	1,471,484
Transfers to Other Funds	-
Net Cash Provided (Used) by Non-Capital Financing Activities	1,471,484
Cash Flows from Investing Activities	
Interest Received	82,650
Net Increase (Decrease) in Cash and Cash Equivalents	1,002,149
Cash and Cash Equivalents, Beginning of Year	1,259,470
Cash and Cash Equivalents, End of Year	$ 2,261,619
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating income (loss)	$ (788,396)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
(Increase) Decrease in Accounts Receivable	139,363
(Increase) Decrease in Prepaid Items	7,339
Increase (Decrease) in Accounts Payable	(17,772)
Increase (Decrease) in Claim Liabilities	107,481
Net Cash Provided (Used) By Operating Activities	$ (551,985)

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2025

	Successor Agency Private-Purpose Trust Fund	Custodial Funds
ASSETS		
Cash and Investments	$ 784,270	$ 2,167,512
Cash and Investments with Fiscal Agent	579,736	281,932
Accounts Receivable	-	9,179
Total Assets	1,364,006	2,458,623
LIABILITIES		
Accounts Payable	-	-
Accrued Liabilities	-	-
Interest Payable	102,462	-
Bonds Payable	5,888,216	-
Total Liabilities	5,990,678	-
NET POSITION		
Restricted for Successor Agency Activities	(4,626,672)	-
Restricted for Individuals and Organizations	-	2,458,623
	$ (4,626,672)	$ 2,458,623

The accompanying notes are an integral part of this statement.

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

	Successor Agency Private-Purpose Trust Fund	Custodial Funds
ADDITIONS		
Taxes and Assessments Collected for Others	$ 714,899	$ 1,779,250
Investment Income	35,244	3,534
Total Additions	750,143	1,782,784
DEDUCTIONS		
Administration Costs	148,406	76,259
Interest Expense	312,849	-
Payments to Bondholders	-	1,739,875
Total Deductions	461,255	1,816,134
Change in Net Position	288,888	(33,350)
Net Position - Beginning	(4,915,560)	2,491,973
Net Position - Ending	$ (4,626,672)	$ 2,458,623

The accompanying notes are an integral part of this statement.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Yucaipa, California (the City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. 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.

A) Reporting Entity

The City of Yucaipa was incorporated on November 27, 1989 under the general laws of the State of California. The City operates under the Council-Manager form of government.

As required by generally accepted accounting principles, these financial statements present the City of Yucaipa and its component units, entities for which the City is considered to be financially accountable. The City is considered to be financially accountable for an organization if the City appoints a voting majority of that organization's governing body and the City is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City. The City is also considered to be financially accountable for an organization if that organization is fiscally dependent (i.e., it is unable to adopt its budget, levy taxes, set rates or charges, or issue bonded debt without approval from the City). In certain cases, other organizations are included as component units if the nature and significance of their relationship with the City are such that their exclusion would cause the City's financial statements to be misleading or incomplete.

Currently, the City of Yucaipa does not have any component units to report.

B) Basis of Accounting and Measurement Focus

The basic financial statements of the City are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

<u>Government-Wide Financial Statements</u>

Government-wide financial statements display information about the reporting government as a whole, except for its fiduciary activities. Eliminations have been made in the Statement of Activities so that certain allocated expenses are recorded only once (by the function to which they were allocated). However, general government expenses have not been allocated as indirect expenses to the various functions of the City.

Government-wide financial statements are presented using the economic resources measurement focus and accrual basis of accounting. Under the economic resources measurement focus, all (both current and long-term) economic resources and obligations of the reporting government are reported in the government-wide financial statements. Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, as amended.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Program revenues include charges for services and payments made by parties outside the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expense. Proceeds of long-term debt are recorded as a liability in the government-wide financial statements, rather than as an other financing source. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as an expense.

Fund Financial Statements

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

Fund financial statements for the primary government's governmental funds are presented after the government-wide financial statements. These statements display information about the major funds individually and nonmajor funds in the aggregate for all funds.

Governmental Funds

In the fund financial statements, governmental funds are presented using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. *Measurable* means that the amounts can be estimated, or otherwise determined. *Available* means that the amounts were collected during the reporting period or soon enough thereafter to be available to finance the expenditures accrued for the reporting period.

The City uses an availability period of 60 days, except for grants which are considered available if they are collected within 120 days after year-end. Sales taxes, property taxes, franchise taxes, gas taxes, motor vehicle in lieu, transient occupancy taxes, grants and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues in the current fiscal period to the extent normally collected within the availability period. Other revenue items are considered to be measurable and available when cash is received by the government.

Revenue recognition is subject to the *measurable* and *availability* criteria for the governmental funds in the fund financial statements. Exchange transactions are recognized as revenues in the period in which they are earned (i.e., the related goods or services are provided). *Locally imposed derived tax revenues* are recognized as revenues in the period in which the underlying exchange transaction upon which they are based takes place. *Imposed nonexchange transactions* are recognized as revenues in the period for which they were imposed. If the period of use is not specified, they are recognized as revenues when an enforceable legal claim to the revenues arises or when they are received, whichever occurs first. *Government-mandated and voluntary nonexchange transactions* are recognized as revenues when all applicable eligibility requirements have been met.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

In the fund financial statements, governmental funds are presented using the *current financial resources measurement focus*. This means that only current assets and current liabilities are generally included on their balance sheets. The reported fund balance (net current assets) is considered to be a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Non-current portions of long-term receivables due to governmental funds are reported on their balance sheets in spite of their spending measurement focus. Special reporting treatments are used to indicate, however, that they should not be considered "available spendable resources," since they do not represent the net current assets.

Recognition of governmental fund type revenues represented by non-current receivables are deferred until they become current receivables. Non-current portions of long-term receivables are offset by nonspendable fund balance.

Due to the nature of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. The proceeds of long-term debt are recorded as *other financing sources* rather than as a fund liability. Amounts paid to reduce long-term indebtedness are reported as fund expenditures.

When both restricted and unrestricted resources are combined in a fund, expenses are considered to be paid first from restricted resources, and then from unrestricted resources.

Proprietary Fund and Fiduciary Funds

The City's internal service fund is a proprietary fund. In the fund financial statements, the proprietary fund and fiduciary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when the related goods or services are delivered. In the fund financial statements, the proprietary fund and the fiduciary funds are presented using the *economic resources measurement focus*. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position.

The proprietary fund distinguishes 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 internal service fund are charges to internal customers for risk management functions. Operating expenses for the internal service fund include the cost of services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C) Fund Classifications

The City reports the following major governmental funds:

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

The *Public Safety Special Revenue Fund* accounts for restricted, committed and assigned revenues received for public safety purposes.

The *Miscellaneous Special Revenue Fund* accounts for various grant revenues received for restricted purposes.

The *Development Impact Fees Capital Projects Fund* accounts for and reports financial resources collected from development impact fees on new development and restricted for construction of public facilities, park facilities, drainage facilities, traffic facilities, and fire facilities.

The *Facilities Construction Capital Projects Fund* accounts for and reports financial resources assigned to the construction of various government facilities.

The *Miscellaneous Capital Projects Fund* accounts for various grant revenues received restricted for capital projects.

Additionally, the City reports the following fund types:

The *Self Insurance Internal Service Fund* accounts for self-funded insurance. Departments of the City are charged for services provided or benefits received from this fund.

The *Private-purpose Trust Fund* accounts for the balances and transactions of the Successor Agency to the Yucaipa Redevelopment Agency.

The *Custodial Funds* accounts for monies held for assessment districts, and other deposits.

D) Cash and Investments

Cash includes amounts in demand and time deposits. Investments are reported in the accompanying financial statements at fair value, except for certain certificates of deposit and investment contracts that are reported at cost because they are not transferable and they have terms that are not affected by changes in market interest rates. Changes in fair value that occur during a fiscal year are recognized as *investment income* reported for that fiscal year. *Investment income* includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation, maturity, or sale of investments. The City pools cash and investments of all funds, except for assets held by fiscal agents. Each fund's share in this pool is displayed in the accompanying financial statements as *cash and investments*. Investment income earned by the pooled investments is allocated to the various funds based on each fund's average cash and investment balance.

E) Cash Equivalents

For purposes of the statement of cash flows, cash equivalents are defined as short-term highly liquid investments that are both readily convertible to known amounts of cash or so near their maturity that they present insignificant risk of changes in value because of changes in interest rates, and have an original maturity date of 3 months or less.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

F) Due from Other Governments

The amounts recorded as due from other governments, include sales taxes, property taxes, and grant revenues, collected or provided by Federal, State, County and City governments and remain unremitted to the City as of June 30, 2025.

G) Interfund Advances

Advances receivable, as reported in the fund financial statements, are offset by nonspendable fund balance in the General Fund to indicate that they are not available for appropriation and are not expendable available financial resources.

H) Prepaid Items

Prepaid items are payments to vendors for costs applicable to future accounting periods. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

I) Property Tax Calendar

Property taxes attach as an enforceable lien on property as of January 1, each year. Taxes are levied on July 1, and are payable in two installments no later than December 10, and April 10, of each year. The County of San Bernardino bills and collects the property taxes and remits them to the City in installments during the year. Under the provisions of NCGA Interpretation 3, property tax revenue is recognized in the fiscal year for which the taxes have been levied, provided it is collected within 60 days of the end of the fiscal year.

The County is permitted by State law (Proposition 13) to levy taxes at 1% of full market value (at time of purchase) and can increase the property tax rate no more than 2% per year. The City receives a share of this basic levy proportionate to what was received in the 1976 to 1978 period and transferred to the City upon incorporation.

J) Claims and Judgments

The City maintains funds in the Self Insurance Internal Service Fund as a reserve for litigation, judgments and claims equal to a minimum of three times the City's self-insured retention. This reserve represents an estimate for claims, including "incurred but not reported" (IBNR).

K) Employee Leave Benefits

In accordance with GASB Statement No 16, a liability is recorded for unused balances only to the extent that it is probable that the unused balances will result in termination payments. This is estimated by including in the liability the unused balances of employees currently entitled to receive termination payment, as well as those who are expected to become eligible to receive termination benefits as a result of continuing their employment with the City. Other amounts of unused sick leave are excluded from the liability since their payment is contingent solely upon the occurrence of a future event (illness) which is outside the control of the City and the employee.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

L) Capital Assets

Capital assets are recorded at cost where historical records are available and at an estimated historical cost where no historical records exist. Contributed capital assets received prior to the implementation of GASB 72 are valued at their estimated fair market value at the date of the contribution. Contributed capital assets received subsequent to the implementation of GASB 72 are recorded at acquisition value as of the date received. Generally, capital asset purchases in excess of $10,000 and infrastructure greater than $100,000 are capitalized.

Capital assets include public domain (infrastructure) assets consisting of certain improvements including roads, streets, sidewalks, medians and storm drains. Depreciation has been provided using the straight-line method over the estimated useful life of the asset in the government-wide financial statements.

The following schedule summarizes capital asset useful lives:

Building and Improvements	10 - 30 years
Equipment	7 - 10 years
Vehicles	7 - 10 years
Infrastructure	10 - 30 years

M) Notes and Loans Receivable

The accompanying financial statements report certain loans receivable for loans made to private developers, private homeowners, and other parties. Where applicable, an allowance for doubtful accounts has been recorded to reflect management's best estimate of probable losses associated with non-repayment.

N) Unearned Revenue

The City reports unearned revenue for grants received prior to the period when eligible expenditures are incurred. The $1,974,112 in unearned revenue reported as of June 30, 2025 represents grant funds received but not yet expended on eligible costs.

O) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

P) Net Position

In the government-wide financial statements, net position is classified in the following categories:

Net investment in capital assets describes the portion of net position which is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets.

Restricted describes the portion of net position which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulation, laws, or other restrictions which the City cannot unilaterally alter.

Unrestricted describes the portion of net position which is not restricted to use.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Q) Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents consumption of net assets that applies to future period(s) and so will not be recognized as an outflow of resources (expense) until then. The City reports deferred outflows of resources relating to the Net Pension Liability and the Total OPEB Liability.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources,* represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has certain items, which arise only under the modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, the item, *unavailable revenue,* is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes, special assessments, grant receivables, and other miscellaneous receivables. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In addition, the City reports deferred inflows relating to leases, the Net Pension Liability and the Total OPEB Liability.

R) Net Position Flow Assumption

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

S) Pensions

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

T) Other Postemployment Benefits (OPEB)

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

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Measurement Period	July 1, 2023 to June 30, 2024

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

U) Leases

Lessor: The City is a lessor for noncancellable leases of land owned by the City. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements. At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially the same amount as the beginning lease receivable. The deferred inflow of resources is reduced as revenue on a straight-line basis over the life of the lease term.

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

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

The City has entered into a lease with American Tower to allow the utilization of a cellular tower on City property. The lease term is 5 years and the agreement includes additional 5-year options. Lease payments increase by 4% each year in June under the terms of the lease. Payments received during the year were $3,030 from July through May and $3,095 in June. The current 5-year term will expire in December 2030.

At June 30, 2025 the balances of the lease receivable and deferred inflow of resources were $182,906 and $179,222, respectively.

2) CASH AND INVESTMENTS

Cash and investments are classified in the accompanying financial statements as follows:

Statement of Net Position:		
Cash and Investments	$	59,310,030
Restricted Cash and Investments		968,852
Statement of Fiduciary Net Postion:		
Cash and Investments		2,951,782
Cash and Investments with Fiscal Agent		861,668
Total Cash and Investments	$	64,092,332

Cash and Investments consist of the following:

Cash on Hand	$	3,450
Deposits with Financial Institutions		6,250,974
Investments		57,837,908
Total Cash and Investments	$	64,092,332

2) CASH AND INVESTMENTS - Continued

Investments Authorized by the City's Investment Policy

The table below identifies the investment types that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, if more restrictive) that address interest rate risk, credit risk, and concentration of credit risk.

This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California Government Code or the City's investment policy.

Authorized Investment Type	Maximum Maturity*	Maximum Percentage of Portfolio*	Maximum Investment In One Issuer*
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptances	180 days	40%	30%
Commercial Paper	270 days	15%	10%
Negotiable Certificates of Deposit	2 years	30%	None
Repurchase Agreements	1 year	None	None
Money Market Mutual Funds	N/A	20%	10%
Local Agency Investment Fund (LAIF)	N/A	None	None
Supranationals	5 years	30%	None
Municipal Bonds	5 years	30%	None

*Based on investment policy, which may be more restrictive than state law in certain circumstances.

Investments Authorized by Debt Agreements

Investments of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provision of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustee.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment In One Issuer
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptances	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Medium Term Notes	5 years	30%	5%
Money Market Mutual Funds	N/A	20%	10%
Repurchase Agreements	270 days	30%	None
Investment Contracts	30 years	None	None
Local Agency Investment Fund (LAIF)	N/A	$50 million	None

2) CASH AND INVESTMENTS - Continued

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rate. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investment by maturity:

		Remaining Maturity (in Months)		
Investment Type	Total	12 Months or Less	1 to 2 Years	2 to 5 Years
U.S. Treasury Obligations	$ 25,678,069	$ 5,675,304	$ 3,830,672	$ 16,172,093
U.S. Agency Securities	11,397,691	4,776,060	1,160,799	5,460,832
Municipal Bonds	195,681	146,951	48,730	-
Medium Term Notes	2,220,156	77,781	953,661	1,188,714
Negotiable Certificates of Deposit	1,479,162	-	-	1,479,162
LAIF	16,008,713	16,008,713	-	-
Money Market Mutual Funds	278,700	278,700	-	-
Held by Bond Trustee:				
LAIF	48,562	48,562	-	-
Money Market Mutual Funds	531,174	531,174	-	-
Total Pooled Investments	$ 57,837,908	$ 27,543,245	$ 5,993,862	$ 24,300,801

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating as of year-end for each investment type. The investments must meet the minimum investment rating when purchased.

Investment Type	Total	Minimum Legal Rating	AAA	A/AA	BBB	Rating not Required
U.S. Treasury Obligations	$ 25,678,069	N/A	$ -	$ 25,678,069	$ -	$ -
U.S. Agency Securities	11,397,691	N/A	-	11,397,691	-	-
Municipal Bonds	195,681	A-	-	195,681	-	-
Medium Term Notes	2,220,156	A-	60,768	2,031,095	128,293	-
Negotiable Certificates of Deposit	1,479,162	N/A	-	-	-	1,479,162
LAIF	16,008,713	N/A	-	-	-	16,008,713
Money Market Mutual Funds	278,700	N/A	278,700	-	-	-
Held by Bond Trustee:						
LAIF	48,562	N/A	-	-	-	48,562
Money Market Mutual Funds	531,174	AAA	531,174	-	-	-
Total Pooled Investments	$ 57,837,908		$ 870,642	$ 39,302,536	$ 128,293	$ 17,536,437

2) CASH AND INVESTMENTS – Continued

Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. As of June 30, 2025, there were no 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.

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 and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local government units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must 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. As of June 30, 2025, no deposits with financial institutions in excess of federal depository insurance limits were held in uncollateralized accounts.

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) 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. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities.

Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools (such as LAIF). As of June 30, 2025, none of the City's investments were held by the broker-dealer (counterparty) that was used by the City to purchase the securities. For investments identified herein as held by bond trustee, the bond trustee selects the investments under terms of the applicable trust agreement, acquires the investment, and holds the investment on behalf of the reporting government.

Fair Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Level 2 inputs are valued using a matrix pricing model. The City has the following recurring fair value measurements as of June 30, 2025:

2) CASH AND INVESTMENTS - Continued

Investment Type	Total	Fair Value Hierarchy Level 1	Level 2	Level 3
U.S. Treasury Obligations	$ 25,678,069	$ 25,678,069	$ -	$ -
U.S. Agency Securities	11,397,691	-	11,397,691	-
Municipal Bonds	195,681	-	195,681	-
Medium Term Notes	2,220,156	-	2,220,156	-
Total Pooled Investments	$ 39,491,597	$ 25,678,069	$ 13,813,528	$ -

Investment in State Investment Pool

The City is a voluntary participant in the LAIF that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

3) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables at June 30, 2025 are as follows:

Due From (Receivable)	Due To (Payable)	Amount
General Fund	Development Impact Fees	$ 5,860,476
	Miscellaneous Capital Projects	791,584
	Non-major Governmental Funds	1,017,280
Facilities Construction	Development Impact Fees	761,000
Total		$ 8,430,340

The interfund balance due to the General Fund was the result of short-term borrowings to cover deficit cash balances at June 30, 2025. The $761,000 due from non-major governmental funds is a result of short-term borrowings for capital projects. Interfund advances at June 30, 2025 are as follows:

Advances to Other Funds (Receivable)	Advances From Other Funds (Payable)	Amount
General Fund	Development Impact Fees	$ 8,807,164
General Fund	Non-major Governmental Funds	1,637,082
Public Safety Fund	Non-major Governmental Funds	1,784,703
Total Advances To/From Other Funds		$ 12,228,949

The advances due to the City's General Fund and Public Safety Fund resulted from financing the construction improvements to the Live Oak/Oak Glen Road Interchange, construction of the City Hall, Aquatic Center, construction of the Community Park, construction of Fire Station No. 3, and the Yucaipa Performing Arts Center.

3) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - Continued

The City has adopted a Resolution establishing an interfund loan agreement, where the Developer Fees Funds are required to pay off the advances at 50% of the impact fees received, except for the Developer Fees Public Facilities Fund, which is required to make payments at 100% of the impact fees received. The Miscellaneous Special Revenue Fund has provided advances to nonmajor governmental funds for certain street projects. These balances are expected to be repaid with future revenues.

Advances Include:		Interfund Loan Agreement %
Public Facilities Development Impact Fees	$ 4,512,654	100%
Fire Facilities Development Impact Fees	1,784,702	50%
Park Facilities Development Impact Fees	4,294,511	50%
Low Water Crossing Fund	1,637,082	
	$ 12,228,949	

Interfund transfers at June 30, 2025 are as follows:

	TRANSFERS IN								
TRANSFERS OUT	General Fund	Public Safety	Miscellaneous Special Revenue	Development Impact Fees	Facilities Construction	Miscellaneous Capital Projects	Internal Service Fund	Non-Major Funds	Total
General Fund	$ -	$ 15,865,716	$ -	$ 6,400,000	$ -	$ -	$ 1,471,484	$ -	$ 23,737,200
Public Safety	-	-	2,240	-	-	-	-	-	2,240
Development Impact Fees	-	-	55,329	-	-	-	-	1,268	56,597
Facilities Construction	-	-	-	-	-	166,135	-	-	166,135
Miscellaneous Capital Projects	-	-	-	-	-	-	-	37,102	37,102
Non-Major Funds	140,060	-	-	571,178	-	-	-	4,759,678	5,470,916
	$ 140,060	$ 15,865,716	$ 57,569	$ 6,971,178	$ -	$ 166,135	$ 1,471,484	$ 4,798,048	$ 29,470,190

The General Fund transferred $15,865,716 in assigned funds to the Public Safety Fund for public safety costs. The General Fund transferred $6,400,000 to the Development Impact Fees Fund to fund development related capital projects. The transfer from the General Fund to the Internal Service Fund was to cover claims expenses.

Other transfers were made between various funds to fund project costs for streets, parks, and various other public facilities.

4) NOTES AND LOANS RECEIVABLE

Notes and Loans Receivable at June 30, 2025 include $192,410 in loans relating to the City's Energy Independence Program, $79,750 relating to the City's Façade Improvement Program, and $4,791 in employee computer loans. A loan secured by land in the amount of $4,500,000 is held in the Facilities Construction Capital Project Fund. Interest only payments are due monthly. Principal is due at loan maturity, December 31, 2026. The agreement also includes a purchase option at any point during the loan period. See Note 17 for more information regarding the $4,500,000 loan. Other Notes and Loans are offset by an allowance for doubtful accounts.

5) CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2025 is as follows:

Governmental Activities:	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Being Depreciated:				
Buildings and Improvements	$ 15,158,183	$ 3,631,133	$ -	$ 18,789,316
Equipment	3,961,941	22,864	-	3,984,805
Vehicles	3,988,487	187,860	(56,030)	4,120,317
Infrastructure	255,897,946	2,458,189	-	258,356,135
Total Depreciable Capital Assets	279,006,557	6,300,046	(56,030)	285,250,573
Less Accumulated Depreciation:				
Buildings and Improvements	(11,481,611)	(523,039)	-	(12,004,650)
Equipment	(2,913,609)	(292,126)	-	(3,205,735)
Vehicles	(2,998,384)	(270,728)	56,030	(3,213,082)
Infrastructure	(163,970,825)	(4,622,568)	-	(168,593,393)
Total Accumulated Depreciation	(181,364,429)	(5,708,461)	56,030	(187,016,860)
Capital Assets, Net of Accumulated Depreciation	97,642,128	591,585	-	98,233,713
Capital Assets, Not Being Depreciated:				
Land	5,050,091	-	-	5,050,091
Right of Way	59,363,079	609,236	-	59,972,315
Construction in Progress	31,886,468	9,382,758	(6,198,200)	35,071,026
Total Capital Assets Not Being Depreciated	96,299,638	9,991,994	(6,198,200)	100,093,432
Total Capital Assets	$ 193,941,766	$ 10,583,579	$ (6,198,200)	$ 198,327,145

Depreciation expense was charged to the following functions in the Statement of Activities:

General Government	$ 267,194
Public Safety	766,546
Public Works	4,330,891
Community Development	109,017
Community Services	234,813
Total Depreciation Expense	$ 5,708,461

6) CHANGES IN LONG-TERM LIABILITIES

The following is a summary of long-term liability activity, all of which will be liquidated by the General Fund, for the year ended June 30, 2025:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year	Due Beyond One Year
Governmental Activities:						
Total OPEB Liability	$ 1,922,465	$ 210,322	$ -	$ 2,132,787	$ 40,894	$ 2,091,893
Net Pension Liability	7,201,492	-	61,715	7,139,777	-	7,139,777
Claims Liability	242,898	107,481	-	350,379	-	350,379
Compensated Absences, Net	837,239	6,898	-	844,137	211,034	633,103
Total	$ 10,204,094	$ 324,701	$ 61,715	$ 10,467,080	$ 251,928	$ 10,215,152

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation time. The balance of accumulated vacation time is reported as a liability in the Statement of Net Position.

7) FIDUCIARY FUND LONG-TERM DEBT

The following is a summary of long-term debt activity for the City's fiduciary fund for the year ended June 30, 2025:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year	Due Beyond One Year
Tax Allocation Bonds:						
1998	$ 205,000	$ -	$ 30,000	$ 175,000	$ 35,000	$ 140,000
2004	1,335,000	-	60,000	1,275,000	85,000	1,190,000
2010	4,570,000	-	145,000	4,425,000	125,000	4,300,000
Unamortized Premium	14,041	-	825	13,216	825	12,391
Total	$ 6,124,041	$ -	$ 235,825	$ 5,888,216	$ 245,825	$ 5,642,391

1998 Tax Allocation Bonds

In 1998, the Yucaipa Redevelopment Agency issued $720,000 of 1998 Tax Allocation Bonds. The proceeds were used to finance various improvement projects throughout the Agency. The bonds are payable exclusively from tax revenues allocated to the Agency. The 1998 Bonds consist of $720,000 of term bonds. The bonds accrue interest at rates between 4.00% and 5.60% and are payable semiannually on March 1 and September 1 of each year commencing September 1, 1998. Principal on the bonds is payable in amounts ranging from $15,000 to $50,000 and in annual installments commencing on March 1, 1998 and ending September 1, 2028. Future debt service requirements are as follows:

7) FIDUCIARY FUND LONG-TERM DEBT – Continued

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	$ 35,000	$ 8,662	$ 43,662
2027	45,000	6,463	51,463
2028	45,000	3,987	48,987
2029	50,000	1,375	51,375
Totals	$ 175,000	$ 20,487	$ 195,487

2004 Tax Allocation Bonds

On October 12, 2004, the Yucaipa Redevelopment Agency issued $2,500,000 of 2004 Tax Allocation Bonds. The proceeds were used to finance various improvement projects throughout the Agency. The bonds are payable exclusively from pledged tax revenues. The 2004 Bonds consist of $2,500,000 of term bonds.

The bonds accrue interest rates between 2.10% and 5.00% and are payable semiannually on March 1 and September 1 of each year commencing March 1, 2005. Principal on the bonds is payable in amounts ranging from $30,000 to $170,000 and is payable in semi-annual installments commencing on March 1, 2005 and ending September 1, 2034. Future debt service requirements are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	$ 85,000	$ 60,900	$ 145,900
2027	85,000	56,862	141,862
2028	90,000	52,650	142,650
2029	90,000	48,263	138,263
2030	145,000	42,534	187,534
2031	150,000	35,250	185,250
2032	155,000	27,625	182,625
2033	160,000	19,750	179,750
2034	170,000	11,500	181,500
2035	145,000	3,625	148,625
Totals	$ 1,275,000	$ 358,959	$ 1,633,959

2010 Tax Allocation Bonds

On November 2, 2010, the Yucaipa Redevelopment Agency issued $6,030,000 of 2010 Tax Allocation Bonds. The proceeds are to be used to finance various improvement projects throughout the project area and are payable exclusively from pledged tax revenue. The 2010 Tax Allocation Bonds consisted of $6,030,000 of term bonds.

The bonds accrue interest at rates between 4.00% and 5.50% and are payable semiannually on March 1 and September 1 of each year commencing March 1, 2011. Principal on the bonds is payable in amounts ranging from $85,000 to $525,000 and is payable in annual installments commencing on September 1, 2011 and ending September 1, 2040. The outstanding balance at June 30, 2025 was $4,425,000. Future debt service requirements are as follows:

7) FIDUCIARY FUND LONG-TERM DEBT – Continued

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	$ 125,000	$ 235,378	$ 360,378
2027	125,000	229,206	354,206
2028	135,000	222,622	357,622
2029	145,000	215,447	360,447
2030	155,000	207,759	362,759
2031	165,000	199,456	364,456
2032	175,000	190,422	365,422
2033	185,000	180,747	365,747
2034	195,000	170,534	365,534
2035	240,000	158,844	398,844
2036	405,000	141,509	546,509
2037	425,000	118,938	543,938
2038	450,000	94,875	544,875
2039	475,000	69,437	544,437
2040	500,000	42,625	542,625
2041	525,000	14,438	539,438
Totals	$ 4,425,000	$ 2,492,237	$ 6,917,237

8) PENSION PLAN

General Information about the Defined Benefit Pension Plan

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

Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The City of Yucaipa sponsors 2 rate plans (both are miscellaneous). Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided – The Plan is a cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). A full description of the pension plan benefit provisions, assumptions for funding purposes but not accounting purposes, and membership information is listed in the June 30, 2023 Annual Actuarial Valuation Report. Details of the benefits provided can be obtained in Appendix B of the June 30, 2023 actuarial valuation report. This report is a publicly available valuation report that can be obtained at CalPERS' website under Forms and Publications.

8) PENSION PLAN - Continued

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

	Miscellaneous	Miscellaneous PEPRA
Hire date	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	2% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	55	62
Monthly benefits, as a % of eligible compensation	2%	2%
Required employee contribution rates	7%	8.25%
Required employer contribution rates	13.31% + $522,570	8.18% + $6,694

Contributions – Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the 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. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Beginning in fiscal year 2016, CalPERS collects employer contributions for the Plan as a percentage of payroll for the normal cost portion as noted in the rates above and as a dollar amount for contributions toward the unfunded liability and side fund. The dollar amounts are billed on a monthly basis.

The City's required contribution for the unfunded liability was $529,264 in fiscal year 2025. The City's contributions to the Plan for the year ended June 30, 2025 were $1,260,104.

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

As of June 30, 2025, the City reported a net pension liability for its proportionate shares of the net pension liability of the Plan of $7,139,777. The City's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2024, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023 rolled forward to June 30, 2024 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 employers, actuarially determined.

The City's proportionate share of the net pension liability as of June 30, 2024, and 2025 was as follows:

Proportion - June 30, 2024	0.14402%
Proportion - June 30, 2025	0.14762%
Change - Increase (Decrease)	0.00360%

8) PENSION PLAN - Continued

For the year ended June 30, 2025, the City recognized a pension expense of $1,832,498. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 1,260,104	$ -
Differences between actual and expected experience	617,299	24,087
Changes in assumptions	183,507	-
Change in employer's proportion	330,798	-
Differences between employer's contributions and employer's proportionate share of contributions	12,146	75,061
Net differences between projected and actual earnings on plan investments	411,028	-
Total	$ 2,814,882	$ 99,148

$1,260,104 reported as deferred outflows related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows and deferred inflows related to pensions will be recognized as pension expense as follows:

Year Ending June 30,	Amount
2026	$ 577,645
2027	976,260
2028	42,581
2029	(140,856)

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

Valuation date	June 30, 2023
Measurement date	June 30, 2024
Actuarial cost method	entry-age normal
Actuarial assumptions:	
Discount rate	6.90%
Inflation	2.30%
Projected salary increase	(1)
Investment rate of return	6.90%
Mortality	(2)

(1) Depending on age, service and type of employment
(2) Derived using CalPERS' Membership Data for all Funds.

The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from November 2021 that can be found on the CalPERS website.

8) PENSION PLAN - Continued

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

Asset Class	New Strategic Allocation	Real Return (1,2)
Global Equity - Cap Weighted	30%	4.54%
Global Equity - Non-Cap Weighted	12%	3.84%
Private Equity	13%	7.28%
Treasury	5%	0.27%
Mortgage-backed Securities	5%	0.50%
Investment Grade Corporates	10%	1.56%
High Yield	5%	2.27%
Emerging Market Debt	5%	2.48%
Private Debt	5%	3.57%
Real Assets	15%	3.21%
Leverage	-5%	-0.59%

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

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

Discount Rate – The discount rate used to measure the total pension liability for PERF C was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

8) PENSION PLAN - Continued

1% Decrease		5.90%
Net Pension Liability/(Asset)	$	11,992,927
Current Discount Rate		6.90%
Net Pension Liability/(Asset)	$	7,139,777
1% Increase		7.90%
Net Pension Liability/(Asset)	$	3,144,921

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

9) OTHER POSTEMPLOYMENT BENEFITS

General Information About the OPEB Plan

Plan Description - The City provides the same medical plans to retirees and surviving spouses as to its active employees, with the exception that once a retiree becomes eligible for Medicare, he or she must join a Medicare HMO or a Medicare Supplement plan, with Medicare becoming the primary payer. The plan is a single-employer defined benefit post-employment healthcare benefits plan.

Benefits Provided - Employees are eligible for retiree health benefits if they retire from the City on or after age 50 and 5 years of service (age 52 for Miscellaneous PEPRA employees), and continue health insurance through a City-sponsored health insurance plan, the City will contribute the minimum monthly amount (as required by CalPERS) of the health insurance premium ($157 and $158 for the calendar years 2024 and 2025 respectively). No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75. The City's health plan does not issue a publicly available financial report.

Employees Covered by Benefit Terms – As of the June 30, 2023 actuarial valuation, the following current and former employees were covered by the benefit terms under the Plan:

Retirees or spouses of retirees currently receiving benefits	13
Active employees	68
	81

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 annual contributions to the Plan are based on the costs to provide the benefits as described above on a pay as you go basis. For the fiscal year ended June 30, 2025, the City's pay-as-you-go costs were $23,470 and an implicit subsidy of $17,424.

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

9) OTHER POSTEMPLOYMENT BENEFITS - Continued

Valuation Date	June 30, 2023
Actuarial Cost Method	Entry Age, Level Percent of Pay
Mortality	CalPERS 2000-2019 Experience Study
Age at Retirement	60
Health Care Trend Rate	5.50% for 2024, 5.25% for 2025, ultimate rate of 4.00% for 2030 and later years
Inflation Rate	2.50%
Salary Changes	3.00%
Discount Rate	3.97% - Bond Buyer 20-Bond GO index: June 30, 2024 3.86% - Bond Buyer 20-Bond GO index: June 30, 2023
Medical CPI	3.50% - used to project PERS statutory minimum benefit

Discount Rate – The discount rate used to measure the total OPEB liability was 3.97 percent and is based on the Bond Buyer 20-Bond GO index.

Changes in the Total OPEB Liability

	Total OPEB Liability (TOL)
Balance at June 30, 2024 (June 30, 2023 measurement date)	$ 1,922,465
Changes in the year:	
Service cost	197,046
Interest on the total OPEB liability	81,104
Changes in assumptions or other inputs	(30,753)
Difference between expected and actual experience	-
Benefit payments, including implicit subsidy	(37,075)
Net changes	210,322
Balance at June 30, 2025 (June 30, 2024 measurement date)	$ 2,132,787

Sensitivity of the Total OPEB Liability to changes in the Discount Rate - The following presents the total OPEB liability of the City if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease (2.97%)	Discount Rate (3.97%)	1% Increase (4.97%)
Total OPEB liability	$ 2,440,194	$ 2,132,787	$ 1,882,420

Sensitivity of the Net OPEB Liability to changes in the Healthcare Cost Trend Rates - The following presents the net OPEB liability of the City, as well as what the City's Net OPEB would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	1% Decrease	Current Rates	1% Increase
Total OPEB liability	$ 1,816,391	$ 2,132,787	$ 2,540,748

9) OTHER POSTEMPLOYMENT BENEFITS - Continued

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB - For the year ended June 30, 2025, the City recognized OPEB expense of $221,001. The City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB Contributions Subsequent to the Measurement Date	$ 40,894	$ -
Differences Between Expected and Actual Experience	-	544,308
Changes in Assumptions or Other Inputs	256,320	390,392
Total	$ 297,214	$ 934,700

The $40,894 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2024 measurement date will be recognized as a reduction of the total OPEB liability during the fiscal year ended June 30, 2026. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

Year Ending June 30,	Amount
2026	$ (57,149)
2027	(63,016)
2028	(84,350)
2029	(107,011)
2030	(111,020)
Thereafter	(255,834)

10) SUMMARY DISCLOSURE OF SELF-INSURANCE CONTINGENCIES

The City maintains self-insurance programs for workers' compensation, general and auto liability. Claims are processed by an independent third-party claims administrator. The general and auto liability programs provide for self-insurance up to a maximum of $50,000 per incident. Claims which exceed the limit are insured by the California Intergovernmental Risk Authority (CIRA), a joint powers authority of California municipalities, up to a maximum $15,000,000 per incident.

The membership of CIRA consists of thirty-seven California cities. The primary purpose of CIRA is to provide coverage for losses from tort liability, workers' compensation, health benefits, and the ownership or use of real and personal property. A representative from each member city, appointed to the position by their City Council, serves on the Governing Board of the Authority. Each member of the Board has an equal vote in matters concerning the Authority.

The City also participates in CIRA's workers' compensation program. The program operates as a partially self-insured program, which is combined with joint-purchased commercial excess insurance. Participants' losses are pooled to the programs' self-insured retention of $250,000 then the commercial excess insurance attaches and provides coverage to statutory limits.

Included in the accrued claims of the Internal Service Fund is an estimated liability for claims filed, as calculated by the City's third-party claims administrator, but not paid, in the amount of $75,000 for general and auto liability claims.

10) SUMMARY DISCLOSURE OF SELF-INSURANCE CONTINGENCIES

Fiscal Year	Claims Payable Beginning of Year	Additions	Deletions	Claims Payable End of Year
6/30/25	$ 242,898	$ 107,481	$ -	$ 350,379
6/30/24	141,241	105,137	(3,480)	242,898
6/30/23	264,822	757	(124,338)	141,241

During the past three fiscal years none of the above programs of protection have had settlements or judgments that exceeded pooled or insured coverage. There have been no significant reductions in pooled or insured liability covered from coverage in the prior year.

11) DEVELOPMENT IMPACT FEES

The City of Yucaipa collects development impact fees for the construction of new development in accordance with the State Government Code. Normally, the City collects the development impact fees at the time building permits are issued. City policy allows builders to defer fees until the issuance of certificates of occupancy. The City secures the deferral of such fees by putting liens on the properties. The liens are then released when payment of the fees is received.

As of June 30, 2025, deferral fees owed to the City for all types of development impact fees totaled approximately $452,000.

The City development impact fee ordinances allow for the entering of agreements with developers for the construction of improvements identified to be paid for such fees. Through such agreements, the developer constructs certain public improvements and is given credit for the value of the improvements to offset developer fees due from the developer.

12) COMMUNITY FACILITIES DISTRICT NO. 98-1 (CHAPMAN HEIGHTS)

During the 1998-99 fiscal year the Community Facilities District No. 98-1 of the City of Yucaipa (Chapman Heights) (CFD) was formed. The District was formed to finance a portion of the costs associated with the construction of certain public facilities including streets, utilities, parks, landscaping and other infrastructure improvements within the Chapman Heights project. These other improvements include improvements to water and sewer facilities, which will be owned and operated by the Yucaipa Valley Water District, and certain storm drainage facilities which will be owned and operated by the San Bernardino County Flood Control District.

The City has entered into joint community facilities agreements with the Flood Control District and the Water District whereby proceeds from the sale of Bonds will be used for the acquisition of the facilities as discussed above. On March 9, 1999, the CFD issued $17,500,000 of bonds for the purpose of constructing infrastructure as discussed above. The 1998 Special Tax Bonds are authorized pursuant to the Mello-Roos Community Facilities Act of 1982, as amended, and are payable from certain special taxes to be levied on property within CFD 98-1 (Chapman Heights) of the City of Yucaipa, according to the Rate and Method of Apportionment of Special Tax approved by the voters within the district and by the City Council of the City. In June 2002, the CFD issued an additional $5,800,000 in bonds. In July 2003, the CFD issued an additional $6,700,000 in bonds.

12) COMMUNITY FACILITIES DISTRICT NO. 98-1 (CHAPMAN HEIGHTS) - Continued

In November 2011, the City issued $28 million in Special Tax Refunding Bonds, to refund the 1999, 2002 and 2003 CFD Bonds. The principal balance outstanding on the 2011 Refunding Bonds as of June 30, 2025 is $8,660,000. Neither the faith and credit nor the taxing power of the City, the County of San Bernardino, the State of California or any political subdivision thereof is pledged to the payment of the bonds. Except for the special taxes, no other taxes are pledged to the payment of the bonds. The bonds are not general obligations of the City or County or general obligations of the District, but are limited obligations of the District payable solely from the special taxes as described in the official bond documents.

13) COMMITMENTS AND CONTINGENCIES

The City has contracts with the County of San Bernardino for various services, most notably law enforcement. These service contracts are renegotiated annually and cancelable by the City or the County. These are based on an hourly rate and may be adjusted throughout the fiscal year.

The City is involved as a defendant in various legal proceedings. While it is not feasible to predict or determine the outcome in these cases, it is the opinion of the City that the outcome will have no material adverse effect on the financial position of the City.

The City has received State and Federal funds that are subject to review and audit by the grantor agencies. Such audits could generate expenditure disallowances under terms of the grants; however, it is believed that any such reimbursements will not be significant.

Remaining commitments on construction contracts at year-end were approximately $2.9 million.

14) FUND BALANCE

The City implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* as of June 30, 2011. Fund balances in governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The City considers restricted fund balance to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. Similarly, when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the City considers committed amounts to be reduced first, followed by assigned amounts and then unassigned amounts.

The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

<u>Nonspendable Fund Balance</u> - Amounts that cannot be spent either because they are in nonspendable form or are required to be maintained intact.

<u>Restricted Fund Balance</u> - Amounts that are constrained to specific purposes by state or federal laws, or externally imposed conditions by grantors or creditors.

<u>Committed Fund Balance</u> - Amounts that may be specified by the City Council by ordinance to formally commit part of the City's fund balances or future revenues for a specific purpose(s) or program. To change or repeal any such commitment will require an additional formal City Council action utilizing the same type of action that was originally used.

14) FUND BALANCE - Continued

The City's committed fund balance includes:

- General Fund Emergency Operating Contingency:
  Fund balance in the General Fund has been committed for emergency contingencies, as set by resolution, and is specifically for severe economic emergencies defined as a state or federal state of emergency, or declaration of a local emergency as defined in the City of Yucaipa Municipal Code Section 8.36.030. In fiscal year 2024, the contingency now remains at $5,000,000.

- Economic Stabilization Contingency:
  Fund balance in the General Fund has been committed for economic stabilization contingencies, set by resolution in the amount of $1,000,000, and is available specifically for use in an event of severe fiscal hardship or instability, defined as any fiscal year in which actual General Fund revenue is at least 30% less than budgeted General Fund revenue.

Assigned Fund Balance - Amounts that are constrained by the City Council's intent to use specified financial resources for specific purposes, but are neither restricted nor committed. The City's fund balance policy delegates the authority to assign amounts to be used for specific purposes to the City Manager, or his designee.

Unassigned Fund Balance - This classification includes the residual balance for the City's general fund and includes all spendable amounts not contained in other classifications. In other funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed or assigned.

The City's governmental fund balances at June 30, 2025, are presented below:

	General Fund	Public Safety Special Revenue Fund	Miscellaneous Special Revenue Fund	Development Impact Fees	Facilities Construction	Miscellaneous Capital Projects	Non-major Governmental Funds	Total
Nonspendable:								
Advances to Other Funds	$10,444,246	$ -	$ -	$ -	$ -	$ -	$ -	$10,444,246
Prepaids	81,438	-	-	-	-	-	-	81,438
Restricted for:								
Capital Projects	-	-	-	-	-	-	64,677	64,677
Public Works/Street Projects	-	-	1,051,595	-	-	691,308	4,763,615	6,506,518
Public Safety	-	-	-	-	-	-	1,045,674	1,045,674
Landscape & Lighting	-	-	-	-	-	-	3,720,631	3,720,631
Community Services/Education	-	-	-	-	-	-	2,340,744	2,340,744
Committed to:								
Emergency Contingency	5,000,000	-	-	-	-	-	-	5,000,000
Economic Stabilization	1,000,000	-	-	-	-	-	-	1,000,000
Fire Protection	-	10,900,846	-	-	-	-	-	10,900,846
Assigned to:								
Public Safety	-	776,018	-	-	-	-	-	776,018
Capital Projects	-	-	-	-	8,174,645	-	-	8,174,645
Unassigned	22,638,176	-	-	(15,045,369)	-	-	(2,322,935)	5,269,872
Total Fund Balances	$39,163,860	$11,676,864	$ 1,051,595	$ (15,045,369)	$ 8,174,645	$ 691,308	$ 9,612,406	$55,325,309

15) ACCUMULATED FUND DEFICITS

At June 30, 2025, the following funds had deficit fund balances:

Major Funds – Capital Projects:	
Development Impact Fees	$ (15,045,369)
Non-major Funds	
Gas Tax	(513,690)
Housing Authority	(158,963)
TDA Article 3	(13,200)
Low Water Crossings	(1,637,082)

Management's explanations for the resolution of accumulated fund deficits in the funds are summarized as follows:

Development Impact Fees Capital Projects Fund - The deficit fund balance is the result of cash flow advances made from the General Fund for the construction of various public facilities. In accordance with the interfund borrowing agreement, the advances are repaid as development impact fees are received in the fund.

Low Water Crossings Fund - The deficit fund balance is the result of cash flow advances made from the General Fund. The advances are repaid as funding is received.

Other deficits will be funded by future revenues and/or transfers as deemed necessary.

16) CHANGE WITHIN THE FINANCIAL REPORTING ENTITY

During the year, the following changes within the financial reporting entity occurred as a result of the City establishing a new Public Safety Special Revenue Fund:

	Reporting Units Affected by Adjustments to and Restatements of Beginning Balances		
	General Fund	New Major Public Safety Special Revenue Fund	Non-major Funds
Fund balances, beginning of year, as previously reported	$ 50,904,583	$ -	$ 12,262,863
Change withing the reporting entity	(9,307,045)	11,151,963	(1,844,918)
Net position or fund balances, beginning of year, as restated	$ 41,597,538	$ 11,151,963	$ 10,417,945

17) CONTINGENCIES

As described in Note 4, a secured loan in the amount of $4,500,000 is held in the Facilities Construction Capital Project Fund. 7% interest only payments are due monthly. Principal is due at loan maturity, December 31, 2026. The security for the loan is an 80-acre parcel within the city limits. The appraised value of the security at the time the loan was made exceeded the loan principal. The property was reappraised in 2025 and the appraised value continues to exceed the loan principal. The agreement includes a purchase option that may be exercised at any point during the loan period. The option includes an interest acceleration clause that would act as a credit against the strike price. The option may be transferred at the City's discretion. In February 2026, the City Council directed staff to file a notice of default due to missed interest payments and, accordingly, management has evaluated this loan for impairment. Based on the appraised value of the loan security and the transferable option to purchase, management has concluded that the present value of future cash flows in such a scenario supports the $4,500,000 book value. Accordingly, the loan is not considered impaired.

REQUIRED SUPPLEMENTARY INFORMATION

City of Yucaipa
Required Supplementary Information
Year Ended June 30, 2025

Schedule of the City's Proportionate Share of the Net Pension Liability
Last 10 Years

Measurement Date	Proportion of the Net Pension Liability	Proportionate Share of Net Pension Liability	Covered Payroll	Proportionate Share of the Net Pension Liability as a % of Payroll	Plan Fiduciary Net Position as a % of the Total Pension Liability
2024	0.14762%	$ 7,139,777	$ 7,346,069	97.19%	80.15%
2023	0.14402%	7,201,492	5,825,390	123.62%	78.34%
2022	0.13762%	6,439,652	4,920,339	130.88%	79.08%
2021	0.03935%	2,128,323	4,304,091	49.45%	92.58%
2020	0.05085%	5,532,698	4,475,311	123.63%	79.11%
2019	0.04851%	4,971,001	4,036,015	123.17%	79.66%
2018	0.04836%	4,660,507	3,643,825	127.90%	79.39%
2017	0.04945%	4,904,437	3,496,726	140.26%	77.14%
2016	0.04759%	4,117,708	3,362,231	122.47%	78.21%
2015	0.04376%	3,003,608	3,081,312	97.48%	83.14%

Notes to the Schedule of the City’s Proportionate Share of the Net Pension Liability

Benefit Changes: None

Changes in Assumptions: In 2017, the accounting discount rate changed from 7.65% to 7.15%. In 2023, the accounting discount rate changed from 7.15% to 6.90%.

City of Yucaipa
Required Supplementary Information
Year Ended June 30, 2025

Schedule of Plan Contributions
Last 10 Years

Fiscal Year	Contractually Required Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency/ (Excess)	Covered Payroll	Contributions as a % of Covered Payroll
2025	$ 1,260,104	$ (1,260,104)	$ -	$ 8,086,864	15.58%
2024	1,116,750	(1,116,750)	-	7,346,069	15.20%
2023	1,006,968	(1,006,968)	-	5,825,390	17.29%
2022	856,580	(1,056,163)	(199,583)	4,920,339	21.47%
2021	750,096	(1,000,022)	(249,926)	4,304,091	23.23%
2020	687,263	(687,263)	-	4,475,311	15.36%
2019	614,613	(826,891)	(212,278)	4,036,015	20.49%
2018	502,982	(646,954)	(143,972)	3,643,825	17.75%
2017	451,203	(451,203)	-	3,496,726	12.90%
2016	416,057	(416,057)	-	3,362,231	12.37%

Notes to the Schedule of Plan Contributions

Valuation Date: 6/30/2013, 6/30/2014, 6/30/2015, 6/30/2016, 6/30/2017, 6/30/2018, 6/30/2019, 6/30/2020, 6/30/2021, 6/30/2022, 6/30/2023

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City of Yucaipa
Required Supplementary Information
Year Ended June 30, 2025

CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
Last 10 Years

	Measurement Period		
	2024	2023	2022
Total OPEB Liability			
Service cost	$ 197,046	$ 175,859	$ 185,107
Interest on total OPEB liability	81,104	89,732	54,463
Difference between expected and actual experience	-	(620,244)	-
Changes in assumptions	(30,753)	43,148	(588,579)
Benefit payments, including implicit subsidy	(37,075)	(43,462)	(49,882)
Net change in total OPEB liability	210,322	(354,967)	(398,891)
Total OPEB liability - beginning	1,922,465	2,277,432	2,676,323
Total OPEB liability - ending	$ 2,132,787	$ 1,922,465	$ 2,277,432
Covered-employee payroll	$ 8,412,267	$ 7,555,408	$ 5,777,443
Total OPEB liability as a percentage of covered-employee payroll	25.35%	25.44%	39.42%

*Fiscal year 2018 was the first year of implementation; therefore, 10 years of information are not yet available.

Notes to Schedule:
No assets are accumulated in a trust that meets the criteria in GASBS No. 75, paragraph 4, to pay related benefits.

Benefit Changes: None

Changes in Assumptions: In fiscal year 2025, the accounting discount rate changed from 3.86% to 3.97%. In fiscal year 2024, the accounting discount rate was changed from 3.69% to 3.86%. In fiscal year 2023, the account discount rate changed from 1.92% to 3.69%.

Measurement Period				
2021	2020	2019	2018	2017
$ 154,728	$ 142,461	$ 119,792	$ 102,354	$ 99,373
60,116	65,155	63,678	50,657	46,820
(38,585)	-	(39,127)	-	-
224,819	196,730	189,572	(104,868)	-
(47,193)	(41,805)	(26,360)	(28,231)	(19,085)
353,885	362,541	307,555	19,912	127,108
2,322,438	1,959,897	1,652,342	1,632,430	1,505,322
$ 2,676,323	$ 2,322,438	$ 1,959,897	$ 1,652,342	$ 1,632,430
$ 4,865,564	$ 5,131,471	$ 4,750,449	$ 3,643,825	$ 3,496,726
55.01%	45.26%	41.26%	45.35%	46.68%

City of Yucaipa
Required Supplementary Information
Year Ended June 30, 2025

Schedule of Plan Contributions
for the City's OPEB Plan
Last 10 Years*

Fiscal Year	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency/ (Excess)	Covered Employee Payroll	Contributions as a % of Covered Employee Payroll
2025	$ 40,894	$ (40,894)	$ -	$ 8,412,267	0.49%
2024	37,075	(37,075)	-	7,555,408	0.49%
2023	43,462	(43,462)	-	5,825,390	0.75%
2022	49,882	(49,882)	-	5,777,443	0.86%
2021	47,193	(47,193)	-	4,865,564	0.97%
2020	41,805	(41,805)	-	5,131,471	0.81%
2019	26,360	(26,360)	-	4,750,449	0.55%
2018	28,231	(28,231)	-	3,643,825	0.77%
2017	19,085	(19,085)	-	3,496,726	0.55%

Notes to the Schedule of Plan Contributions

Valuation Date: 6/30/2018, 6/30/2021, 6/30/2023

*Fiscal year 2018 was the first year of implementation, therefore, not all 10 years of information are available.

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Year Ended June 30, 2025

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes:				
Property Taxes	$ 9,646,000	$ 9,646,000	$ 10,255,193	$ 609,193
Sales and Use Taxes	5,605,327	6,105,327	7,317,642	1,212,315
Franchise Taxes	1,738,000	3,838,000	3,794,521	(43,479)
Documentary Transfer Tax	200,000	200,000	327,887	127,887
Other Taxes	175,000	175,000	235,146	60,146
Licenses and Permits	1,574,414	1,574,414	1,405,945	(168,469)
Fines and Forfeitures	33,000	33,000	51,120	18,120
Charges for Services	7,495,463	7,495,463	6,600,202	(895,261)
Intergovernmental	7,240,000	7,240,000	7,671,242	431,242
Investment Income	-	-	1,216,875	1,216,875
Other	5,000	5,000	153	(4,847)
Total Revenues	33,712,204	36,312,204	38,875,926	2,563,722
EXPENDITURES				
Current:				
General Government:				
City Manager	324,186	677,949	506,508	171,441
City Council	124,431	123,837	85,641	38,196
General Services/City Clerk	1,023,389	1,036,475	922,886	113,589
Human Resources	336,485	336,488	245,159	91,329
Governmental Affairs	416,653	413,128	290,623	122,505
Finance	907,851	905,980	656,458	249,522
Non-departmental	1,077,711	1,031,112	516,632	514,480
Community Development	1,908,807	1,901,903	1,579,024	322,879
Building and Safety	1,361,204	2,861,204	1,759,312	1,101,892
Public Works	4,462,833	4,717,476	4,026,869	690,607
Community Services	7,668,094	7,863,319	6,924,242	939,077
Capital Outlay	1,097	544,865	199,110	345,755
Total Expenditures	19,612,741	22,413,736	17,712,464	4,701,272
Excess (Deficiency) of Revenues over Expenditures	14,099,463	13,898,468	21,163,462	7,264,994
OTHER FINANCING SOURCES (USES)				
Transfers In	506,941	506,941	140,060	(366,881)
Transfers Out	(16,362,938)	(30,525,300)	(23,737,200)	6,788,100
Total Other Financing Sources (Uses)	(15,855,997)	(30,018,359)	(23,597,140)	6,421,219
Net Change in Fund Balances	(1,756,534)	(16,119,891)	(2,433,678)	13,686,213
Fund Balances, Beginning of Year, as adjusted	41,597,538	41,597,538	41,597,538	-
Fund Balances, End of Year	$ 39,841,004	$ 25,477,647	$ 39,163,860	$ 13,686,213

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Public Safety Special Revenue Fund
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Property Taxes	$ 6,070,000	$ 6,070,000	$ 6,273,816	$ 203,816
Charges for Services	-	50,000	330,782	280,782
Intergovernmental	-	-	121,667	121,667
Investment Income	-	-	608,282	608,282
Other	-	-	590,931	590,931
Total Revenues	6,070,000	6,120,000	7,925,478	1,805,478
EXPENDITURES				
Current:				
Public Safety	14,876,453	16,961,914	15,789,988	1,171,926
Fire Protection Services	6,400,315	7,159,389	5,778,121	1,381,268
Paramedic Services	2,244,188	2,462,570	1,695,944	766,626
Capital Outlay	-	2,475,505	-	2,475,505
Total Expenditures	23,520,956	29,059,378	23,264,053	5,795,325
Excess (Deficiency) of Revenues over Expenditures	(17,450,956)	(22,939,378)	(15,338,575)	7,600,803
OTHER FINANCING SOURCES (USES)				
Transfers In	14,876,453	15,877,627	15,865,716	(11,911)
Transfers Out	(300,000)	(302,240)	(2,240)	300,000
Total Other Financing Sources (Uses)	14,576,453	15,575,387	15,863,476	288,089
Net Change in Fund Balance	(2,874,503)	(7,363,991)	524,901	7,888,892
Fund Balance, Beginning of Year	11,151,963	11,151,963	11,151,963	-
Fund Balance, End of Year	$ 8,277,460	$ 3,787,972	$ 11,676,864	$ 7,888,892

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Miscellaneous Special Revenue Fund
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Fines & Forfeitures	$ 15,697	$ 15,697	$ 15,814	$ 117
Charges for Services	65,000	65,000	74,119	9,119
Intergovernmental	3,464,829	3,576,330	205,862	(3,370,468)
Investment Income	-	-	40,693	40,693
Other	-	-	1,127	1,127
Total Revenues	3,545,526	3,657,027	337,615	(3,319,412)
EXPENDITURES				
Current:				
General Government	60,087	73,935	72,502	1,433
Public Safety	19	30,273	18,103	12,170
Capital Outlay	147,896	204,668	102,610	102,058
Total Expenditures	208,002	308,876	193,215	115,661
Excess (Deficiency) of Revenues over Expenditures	3,337,524	3,348,151	144,400	(3,203,751)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	57,570	57,569	(1)
Transfers Out	(3,309,081)	(3,433,669)	-	3,433,669
Total Other Financing Sources (Uses)	(3,309,081)	(3,376,099)	57,569	3,433,668
Net Change in Fund Balance	28,443	(27,948)	201,969	229,917
Fund Balance, Beginning of Year	849,626	849,626	849,626	-
Fund Balance, End of Year	$ 878,069	$ 821,678	$ 1,051,595	$ 229,917

City of Yucaipa
Notes to Required Supplementary Information
Year Ended June 30, 2025

1. Budgetary Control and Accounting

The City Council approves each year's budget prior to the beginning of the fiscal year. Public hearings are conducted prior to its adoption by the Council. All supplemental appropriations, where required during the period, are also approved by the Council. Certain inter- and intra-departmental budget transfers are approved by management. In most cases, expenditures may not exceed appropriations at the departmental level within the General Fund and at the fund level for other funds. At fiscal year-end, all operating budget appropriations lapse.

Budgets for governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).

SUPPLEMENTARY INFORMATION

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Development Impact Fees Capital Projects Fund
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Charges For Services	$ 2,350,000	$ 2,350,000	$ 1,996,790	$ (353,210)
Intergovernmental	-	250,000	1,283,039	1,033,039
Investment Income	-	-	139,992	139,992
Other	-	-	-	-
Total Revenues	2,350,000	2,600,000	3,419,821	819,821
EXPENDITURES				
Current:				
Public Works	291,980	68,392	68,392	-
Fire Protection Services	135,231	-	-	-
Capital Outlay	-	25,043,879	4,406,018	20,637,861
Total Expenditures	427,211	25,112,271	4,474,410	20,637,861
Excess (Deficiency) of Revenues over Expenditures	1,922,789	(22,512,271)	(1,054,589)	21,457,682
OTHER FINANCING SOURCES (USES)				
Transfers In	12,780,329	26,278,551	6,971,178	(19,307,373)
Transfers Out	(972,412)	(1,044,812)	(56,597)	988,215
Total Other Financing Sources (Uses)	11,807,917	25,233,739	6,914,581	(18,319,158)
Net Change in Fund Balances	13,730,706	2,721,468	5,859,992	3,138,524
Fund Balances (Deficit), Beginning of Year	(20,905,361)	(20,905,361)	(20,905,361)	-
Fund Balances (Deficit), End of Year	$ (7,174,655)	$ (18,183,893)	$ (15,045,369)	$ 3,138,524

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Facilities Construction Capital Projects Fund
Year Ended June 30, 2025

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Charges for Services	$ -	$ -	$ -	$ -
Investment Income	-	-	396,419	396,419
Other	-	-	-	-
Total Revenues	-	-	396,419	396,419
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Works	892,367	2,335,915	166,717	2,169,198
Capital Outlay	-	2,018,996	23,085	1,995,911
Total Expenditures	892,367	4,354,911	189,802	4,165,109
Excess (Deficiency) of Revenues over Expenditures	(892,367)	(4,354,911)	206,617	4,561,528
OTHER FINANCING SOURCES (USES)				
Transfers In	210,761	210,761	-	(210,761)
Transfers Out	(450,000)	(416,099)	(166,135)	249,964
Total Other Financing Sources (Uses)	(239,239)	(205,338)	(166,135)	39,203
Net Change in Fund Balances	(1,131,606)	(4,560,249)	40,482	4,600,731
Fund Balances, Beginning of Year	8,134,163	8,134,163	8,134,163	-
Fund Balances, End of Year	$ 7,002,557	$ 3,573,914	$ 8,174,645	$ 4,600,731

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Miscellaneous Capital Projects Fund
Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Intergovernmental	$ 746,270	$ 746,270	$ 123,594	$ (622,676)
Investment Income	-	-	197,708	197,708
Charges for Services	465,000	465,000	130,382	(334,618)
Other	-	-	-	-
Total Revenues	1,211,270	1,211,270	451,684	(759,586)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Works	186	2,983	2,983	-
Capital Outlay		1,173,730	401,890	771,840
Total Expenditures	186	1,176,713	404,873	771,840
Excess (Deficiency) of Revenues over Expenditures	1,211,084	34,557	46,811	12,254
OTHER FINANCING SOURCES (USES)				
Transfers In	450,000	789,161	166,135	(623,026)
Transfers Out	(746,270)	(1,230,304)	(37,102)	1,193,202
Total Other Financing Sources (Uses)	(296,270)	(441,143)	129,033	570,176
Net Change in Fund Balances	914,814	(406,586)	175,844	582,430
Fund Balance (Deficit), Beginning of Year	515,464	515,464	515,464	-
Fund Balance (Deficit), End of Year	$ 1,430,278	$ 108,878	$ 691,308	$ 582,430

NON-MAJOR GOVERNMENTAL FUNDS

City of Yucaipa
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2025

	Special Revenue			
	Gas Tax	Measure I	Energy Independence Program	State COPs Grant
ASSETS				
Cash and Investments	$ -	$ -	$ 20,792	$ 1,016,622
Restricted Cash and Investments	-	-	-	-
Receivables:				
Accounts	-	982,952	-	-
Interest	1,239	-	-	-
Due From Other Governments	427,405	49,939	2,159	-
Due From Other Funds	-	-	-	-
Notes and Loans Receivable	-	-	192,410	-
Advances to Other Funds	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	$ 428,644	$ 1,032,891	$ 215,361	$ 1,016,622
LIABILITIES				
Accounts Payable	$ 122,026	$ -	$ 2,635	$ 99,172
Accrued Liabilities	13,224	-	-	-
Deposits Payable	-	-	-	-
Due to Other Funds	773,706	47,650	-	-
Advances From Other Funds	-	-	-	-
Total Liabilities	908,956	47,650	2,635	99,172
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	33,378	157,456	-	-
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	-	827,785	212,726	917,450
Unassigned	(513,690)	-	-	-
Total Fund Balances	(513,690)	827,785	212,726	917,450
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 428,644	$ 1,032,891	$ 215,361	$ 1,016,622

Special Revenue				
Office of Traffic and Safety	LLMD	Housing Authority	Paramedic	PEG Video
$ 128,224	$ 3,763,644	$ -	$ -	$ 1,079,969
-	-	-	-	-
-	540	6,236	-	23,046
-	735	-	-	-
-	4,440	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
$ 128,224	$ 3,769,359	$ 6,236	$ -	$ 1,103,015
$ -	$ 48,728	$ -	$ -	$ -
-	-	5,554	-	-
-	-	-	-	-
-	-	159,645	-	-
-	-	-	-	-
-	48,728	165,199	-	-
-	-	-	-	-
-	-	-	-	-
128,224	3,720,631	-	-	1,103,015
-	-	(158,963)	-	-
128,224	3,720,631	(158,963)	-	1,103,015
$ 128,224	$ 3,769,359	$ 6,236	$ -	$ 1,103,015

Continued

City of Yucaipa
Combining Balance Sheet
Non-Major Governmental Funds (Continued)
June 30, 2025

	Capital Projects			
	CDBG Capital	Air Quality Improvement	Pool Capital Replacement	Street Maintenance
ASSETS				
Cash and Investments	$ 510,051	$ 55,690	$ 8,987	$ 6,657,655
Restricted Cash and Investments	-	-	-	-
Receivables:				
Accounts	-	-	-	-
Interest	66	-	-	1,895
Due From Other Governments	34,631	-	-	-
Due From Other Funds	-	-	-	-
Notes and Loans Receivable	-	-	-	-
Advances to Other Funds	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	$ 544,748	$ 55,690	$ 8,987	$ 6,659,550
LIABILITIES				
Accounts Payable	$ -	$ -	$ -	$ 2,210,030
Accrued Liabilities	-	-	-	-
Deposits Payable	-	-	-	-
Due to Other Funds	23,079	-	-	-
Advances From Other Funds	-	-	-	-
Total Liabilities	23,079	-	-	2,210,030
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues - Land Sale	10,356	-	-	-
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	511,313	55,690	8,987	4,449,520
Unassigned	-	-	-	-
Total Fund Balances	511,313	55,690	8,987	4,449,520
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 544,748	$ 55,690	$ 8,987	$ 6,659,550

Capital Projects		
TDA Article 3	Low Water Crossings	Total Nonmajor Governmental Funds
$ -	$ -	$ 13,241,634
-	-	-
-	-	1,012,774
-	-	3,935
13,200	10,565	542,339
-	-	-
-	-	192,410
-	-	-
-	-	-
$ 13,200	$ 10,565	$ 14,993,092
$ -	$ -	$ 2,482,591
-	-	18,778
-	-	-
13,200	-	1,017,280
-	1,637,082	1,637,082
13,200	1,637,082	5,155,731
13,200	10,565	224,955
-	-	-
-	-	11,935,341
(13,200)	(1,637,082)	(2,322,935)
(13,200)	(1,637,082)	9,612,406
$ 13,200	$ 10,565	$ 14,993,092

City of Yucaipa
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Governmental Funds
Year Ended June 30, 2025

	Special Revenue			
	Gas Tax	Measure I	Energy Independence Program	State COPs Grant
REVENUES				
Taxes:				
Property Taxes	$ -	$ -	$ -	$ -
Franchise Taxes	-	-	-	-
Fines & Forfeitures	-	-	-	-
Charges for Services	6,358	-	-	-
Intergovernmental	3,031,859	2,537,940	-	194,820
Investment Income	38,469	124,943	17,483	30,526
Other	17	-	-	-
Total Revenues	3,076,703	2,662,883	17,483	225,346
EXPENDITURES				
Current:				
General Government	-	-	-	-
Community Development	-	-	-	-
Public Works	1,796,351	-	-	-
Public Safety	-	-	-	99,172
Community Services	-	-	-	-
Capital Outlay	85,250	-	-	-
Total Expenditures	1,881,601	-	-	99,172
Excess (Deficiency) of Revenues over Expenditures	1,195,102	2,662,883	17,483	126,174
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(1,935,000)	(3,479,985)	(39,641)	-
Total Other Financing Sources (Uses)	(1,935,000)	(3,479,985)	(39,641)	-
Net Change in Fund Balances	(739,898)	(817,102)	(22,158)	126,174
Fund Balances, Beginning, as previously reported	226,208	1,644,887	234,884	791,276
Change within financial reporting entity (new fund)	-	-	-	-
Fund Balances, Beginning, as adjusted	226,208	1,644,887	234,884	791,276
Fund Balances, End of Yeai	$ (513,690)	$ 827,785	$ 212,726	$ 917,450

	Special Revenue				
	Office of Traffic and Safety	LLMD	Housing Authority	Paramedic	PEG Video
	$ -	$ -	$ -	$ -	$ -
	-	-	-	-	73,981
	-	-	-	-	-
	-	990,092	-	-	-
	-	-	-	-	-
	-	141,778	-	-	41,756
	-	-	-	-	-
	-	1,131,870	-	-	115,737
	-	-	-	-	42,164
	-	-	-	-	-
	-	748,764	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	748,764	-	-	42,164
	-	383,106	-	-	73,573
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	383,106	-	-	73,573
	128,224	3,337,525	(158,963)	1,844,918	1,029,442
	-	-	-	(1,844,918)	-
	128,224	3,337,525	(158,963)	-	1,029,442
	$ 128,224	$ 3,720,631	$ (158,963)	$ -	$ 1,103,015

Continued

City of Yucaipa
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Governmental Funds (Continued)
Year Ended June 30, 2025

	Capital Projects			
	CDBG Capital	Air Quality Improvement	Pool Capital Replacement	Street Maintenance
REVENUES				
Taxes:				
Property Taxes	$ -	$ -	$ -	$ -
Franchise Taxes	-	-	-	-
Fines & Forfeitures	-	-	-	-
Charges for Services	-	-	-	125,351
Intergovernmental	103,829	-	-	-
Investment Income	19,945	2,555	348	114,714
Other	-	-	-	-
Total Revenues	123,774	2,555	348	240,065
EXPENDITURES				
Current:				
General Government	-	-	-	-
Community Development	16,423	-	-	-
Public Works	-	-	-	-
Public Safety	-	-	-	-
Community Services	-	-	-	-
Capital Outlay	3,442	2,314	-	4,892,717
Total Expenditures	19,865	2,314	-	4,892,717
Excess (Deficiency) of Revenues over Expenditures	103,909	241	348	(4,652,652)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	1,268	-	4,756,588
Transfers Out	-	-	-	(3,090)
Total Other Financing Sources (Uses)	-	1,268	-	4,753,498
Net Change in Fund Balances	103,909	1,509	348	100,846
Fund Balances, Beginning, as previously reported	407,404	54,181	8,639	4,348,674
Change within financial reporting entity (new fund)	-	-	-	-
Fund Balances, Beginning, as adjusted	407,404	54,181	8,639	4,348,674
Fund Balances, End of Yea	$ 511,313	$ 55,690	$ 8,987	$ 4,449,520

Capital Projects		
TDA Article 3	Low Water Crossings	Total Nonmajor Governmental Funds
$ -	$ -	$ -
-	-	73,981
-	-	-
-	-	1,121,801
-	-	5,868,448
-	909	533,426
-	63,531	63,548
-	64,440	7,661,204
-	-	42,164
-	-	16,423
-	2,018	2,547,133
-	-	99,172
-	-	-
-	105,260	5,088,983
-	107,278	7,793,875
-	(42,838)	(132,671)
-	40,192	4,798,048
(13,200)	-	(5,470,916)
(13,200)	40,192	(672,868)
(13,200)	(2,646)	(805,539)
-	(1,634,436)	12,262,863
-	-	(1,844,918)
-	(1,634,436)	10,417,945
$ (13,200)	$ (1,637,082)	$ 9,612,406

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Gas Tax Special Revenue Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	$ 10,000	$ 6,358	$ (3,642)
Intergovernmental	2,910,836	3,031,859	121,023
Investment Income	-	38,469	38,469
Other	-	17	17
Total Revenues	2,920,836	3,076,703	155,867
EXPENDITURES			
Current:			
Public Works	1,881,043	1,796,351	84,692
Capital Outlay	88,000	85,250	2,750
Total Expenditures	1,969,043	1,881,601	87,442
Excess (Deficiency) of Revenues over Expenditures	951,793	1,195,102	243,309
OTHER FINANCING SOURCES (USES)			
Transfers Out	(1,935,000)	(1,935,000)	-
Total Other Financing Sources (Uses)	(1,935,000)	(1,935,000)	-
Net Change in Fund Balance	(983,207)	(739,898)	243,309
Fund Balance, Beginning of Year	226,208	226,208	-
Fund Balance, End of Year	$ (756,999)	$ (513,690)	$ 243,309

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Measure I Special Revenue Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 11,982,868	$ 2,537,940	$ (9,444,928)
Investment Income	-	124,943	124,943
Total Revenues	11,982,868	2,662,883	(9,319,985)
EXPENDITURES			
Capital Outlay	-	-	-
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	11,982,868	2,662,883	(9,319,985)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	(13,217,744)	(3,479,985)	9,737,759
Total Other Financing Sources (Uses)	(13,217,744)	(3,479,985)	9,737,759
Net Change in Fund Balances	(1,234,876)	(817,102)	417,774
Fund Balances, Beginning of Year	1,644,887	1,644,887	-
Fund Balances, End of Year	$ 410,011	$ 827,785	$ 417,774

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Energy Independence Program Special Revenue Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment Income	$ 16,000	$ 17,483	$ 1,483
Excess (Deficiency) of Revenues over Expenditures	16,000	17,483	1,483
OTHER FINANCING SOURCES (USES):			
Transfers Out	(39,641)	(39,641)	-
Net Change in Fund Balance	(23,641)	(22,158)	1,483
Fund Balance, Beginning of Year	234,884	234,884	-
Fund Balance, End of Year	$ 211,243	$ 212,726	$ 1,483

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - State COPs Grant Special Revenue Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 100,000	$ 194,820	$ 94,820
EXPENDITURES			
Current:			
Public Safety	100,000	99,172	828
Net Change in Fund Balance	-	126,174	126,174
Fund Balance, Beginning of Year	791,276	791,276	-
Fund Balance, End of Year	$ 791,276	$ 917,450	$ 126,174

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Office of Traffic and Safety Special Revenue Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment Income	$ -	$ -	$ -
Total Revenues	-	-	-
EXPENDITURES			
Current:			
Public Safety	40,000	-	40,000
Total Expenditures	40,000	-	40,000
Excess (Deficiency) of Revenues over Expenditures	(40,000)	-	40,000
Fund Balance, Beginning of Year	128,224	128,224	-
Fund Balance, End of Year	$ 88,224	$ 128,224	$ 40,000

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - LLMD Special Revenue Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	$ 1,030,754	$ 990,092	$ (40,662)
Investment Income	-	141,778	141,778
Total Revenues	1,030,754	1,131,870	101,116
EXPENDITURES			
Current:			
Public Works	1,395,473	748,764	646,709
Excess (Deficiency) of Revenues over Expenditures	(364,719)	383,106	747,825
OTHER FINANCING SOURCES (USES)			
Transfers Out	-	-	-
Net Change in Fund Balance	(364,719)	383,106	747,825
Fund Balance, Beginning of Year	3,337,525	3,337,525	-
Fund Balance, End of Year	$ 2,972,806	$ 3,720,631	$ 747,825

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Housing Authority Special Revenue Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
EXPENDITURES			
Current:			
Community Development	$ -	$ -	$ -
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	-
OTHER FINANCING SOURCES (USES)			
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balance	-	-	-
Fund Balance (Deficit), Beginning of Year	(158,963)	(158,963)	-
Fund Balance (Deficit), End of Year	$ (158,963)	$ (158,963)	$ -

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - PEG Video Special Revenue Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Franchise Taxes	$ 92,000	$ 73,981	$ (18,019)
Investment Income	-	41,756	41,756
Total Revenues	92,000	115,737	23,737
EXPENDITURES			
Current:			
General Government	50,000	42,164	7,836
Total Expenditures	50,000	42,164	7,836
Excess (Deficiency) of Revenues over Expenditures	42,000	73,573	31,573
OTHER FINANCING SOURCES (USES)			
Transfers Out	(16,136)		16,136
Net Change in Fund Balance	42,000	73,573	47,709
Fund Balance, Beginning of Year	1,029,442	1,029,442	-
Fund Balance, End of Year	$ 1,071,442	$ 1,103,015	$ 31,573

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - CDBG Capital Projects Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 359,588	$ 103,829	$ (255,759)
Investment Income	-	19,945	19,945
Total Revenues	359,588	123,774	(235,814)
EXPENDITURES			
Current:			
General Government	-	-	-
Community Development	25,346	16,423	8,923
Capital Outlay	236,686	3,442	233,244
Total Expenditures	262,032	19,865	242,167
Excess (Deficiency) of Revenues over Expenditures	97,556	103,909	6,353
OTHER FINANCING SOURCES (USES)			
Transfers In			-
Transfers Out	(10,000)	-	10,000
Total Other Financing Sources (Uses)	(10,000)	-	10,000
Net Change in Fund Balance	87,556	103,909	16,353
Fund Balance (Deficit), Beginning of Year	407,404	407,404	-
Fund Balance (Deficit), End of Year	$ 494,960	$ 511,313	$ 16,353

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Air Quality Improvement Capital Projects Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ -	$ -	$ -
Investment Income	-	2,555	2,555
Total Revenues	-	2,555	2,555
EXPENDITURES			
Capital Outlay	1,566,635	2,314	1,564,321
Excess (Deficiency) of Revenues over Expenditures	(1,566,635)	241	1,566,876
OTHER FINANCING SOURCES (USES)			
Transfers In	1,404,482	1,268	(1,403,214)
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	1,404,482	1,268	(1,403,214)
Net Change in Fund Balance	(162,153)	1,509	163,662
Fund Balance (Deficit), Beginning of Year	54,181	54,181	-
Fund Balance (Deficit), End of Year	$ (107,972)	$ 55,690	$ 163,662

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Pool Capital Replacement Capital Projects Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment Income	$ -	$ 348	$ 348
Total Revenues	-	348	348
Net Change in Fund Balance	-	348	348
Fund Balance, Beginning of Year	8,639	8,639	-
Fund Balance, End of Year	$ 8,639	$ 8,987	$ 348

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Street Maintenance Capital Projects Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	$ 223,065	$ 125,351	$ (97,714)
Investment Income	-	114,714	114,714
Total Revenues	223,065	240,065	17,000
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	8,420,944	4,892,717	3,528,227
Total Expenditures	8,420,944	4,892,717	3,528,227
Excess (Deficiency) of Revenues over Expenditures	(8,197,879)	(4,652,652)	3,545,227
OTHER FINANCING SOURCES (USES)			
Transfers In	4,771,588	4,756,588	(15,000)
Transfers Out	(79,349)	(3,090)	76,259
Total Other Financing Sources (Uses)	4,692,239	4,753,498	61,259
Net Change in Fund Balance	(3,505,640)	100,846	3,606,486
Fund Balance (Deficit), Beginning of Year	4,348,674	4,348,674	-
Fund Balance (Deficit), End of Year	$ 843,034	$ 4,449,520	$ 3,606,486

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - TDA Article 3 Capital Projects Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
OTHER FINANCING SOURCES (USES)			
Transfers Out	$ (13,200)	$ (13,200)	$ -
Total Other Financing Sources (Uses)	(13,200)	(13,200)	-
Net Change in Fund Balance	(13,200)	(13,200)	-
Fund Balance (Deficit), Beginning of Year	-	-	-
Fund Balance (Deficit), End of Year	$ (13,200)	$ (13,200)	$ -

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Low Water Crossings Capital Projects Fund
Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ -	$ -	$ -
Investment Income	-	909	909
Other	-	63,531	63,531
Total Revenues	-	64,440	64,440
EXPENDITURES			
Current:			
Public Works	2,018	2,018	-
Capital Outlay	1,188,968	105,260	1,083,708
Total Expenditures	1,190,986	107,278	1,083,708
Excess (Deficiency) of Revenues over Expenditures	(1,190,986)	(42,838)	1,148,148
OTHER FINANCING SOURCES (USES)			
Transfers In	879,192	40,192	(839,000)
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	879,192	40,192	(839,000)
Net Change in Fund Balances	(311,794)	(2,646)	309,148
Fund Balance (Deficit), Beginning of Year	(1,634,436)	(1,634,436)	-
Fund Balance (Deficit), End of Year	(1,946,230)	$ (1,637,082)	$ 309,148

INTERNAL SERVICE FUNDS

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

	Self Insurance	Information Technology	Totals
ASSETS			
Current:			
Cash and Investments	$ 1,260,105	$ 1,001,514	$ 2,261,619
Accounts Receivable	-	-	-
Interest Receivable	64	745	809
Prepaid Items	-	65,419	65,419
Total Current Assets	1,260,169	1,067,678	2,327,847
LIABILITIES			
Current:			
Accounts Payable and Accrued Liabilities	109,333	48,140	157,473
Noncurrent:			
Claims Payable	350,379	-	350,379
Total Liabilities	459,712	48,140	507,852
NET POSITION			
Unrestricted	$ 800,457	$ 1,019,538	$ 1,819,995

City of Yucaipa
Combining Statement of Revenues, Expenses, and Changes in Net Position
Internal Service Funds
For the Year Ended June 30, 2025

	Self Insurance	Information Technology	Totals
OPERATING REVENUES			
Charges for Services	$ -	$ 1,793,206	$ 1,793,206
Other Income	165,107	-	165,107
Total Operating Revenues	165,107	1,793,206	1,958,313
OPERATING EXPENSES			
General and Administrative	51,678	1,372,654	1,424,332
Property and Liability Premiums	1,048,462	-	1,048,462
Claims Expense	273,915	-	273,915
Total Operating Expenses	1,374,055	1,372,654	2,746,709
Operating Income (Loss)	(1,208,948)	420,552	(788,396)
NON-OPERATING REVENUES (EXPENSES)			
Investment Income	51,004	30,966	81,970
Income (Loss) before contributions and transfers	(1,157,944)	451,518	(706,426)
Transfers In	1,471,484	-	1,471,484
Transfers Out	-	-	-
Total Transfers	1,471,484	-	1,471,484
Change in Net Position	313,540	451,518	765,058
Total Net Position, Beginning of Year	486,917	568,020	1,054,937
Total Net Position, End of Year	$ 800,457	$ 1,019,538	$ 1,819,995

City of Yucaipa
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2025

	Self Insurance	Information Technology	Totals
Cash Flows from Operating Activities			
Cash Received from Users	$ -	$ 1,793,206	$ 1,793,206
Cash Paid to Employees for Salaries and Benefits	(51,678)	(485,642)	(537,320)
Cash Paid to Suppliers for Goods and Services	-	(975,117)	(975,117)
Cash Paid for Claims and Premiums	(1,137,224)	-	(1,137,224)
Other Receipts	304,470	-	304,470
Net Cash Provided (Used) by Operating Activities	(884,432)	332,447	(551,985)
Cash Flows from Non-Capital Financing Activities			
Transfers from Other Funds	1,471,484	-	1,471,484
Transfers to Other Funds	-	-	-
Net Cash Provided (Used) by Non-Capital Financing Activities	1,471,484	-	1,471,484
Cash Flows from Investing Activities			
Interest Received	52,429	30,221	82,650
Net Increase (Decrease) in Cash and Cash Equivalents	639,481	362,668	1,002,149
Cash and Cash Equivalents, Beginning of Year	620,624	638,846	1,259,470
Cash and Cash Equivalents, End of Yea	$ 1,260,105	$ 1,001,514	$ 2,261,619
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Operating income (loss)	$ (1,208,948)	$ 420,552	$ (788,396)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
(Increase) Decrease in Accounts Receivable	139,363	-	139,363
(Increase) Decrease in Prepaid Items	-	7,339	7,339
Increase (Decrease) in Accounts Payable and Accrued Liabilities	77,672	(95,444)	(17,772)
Increase (Decrease) in Claim Liabilities	107,481	-	107,481
Net Cash Provided (Used) By Operating Activitie	$ (884,432)	$ 332,447	$ (551,985)

CUSTODIAL FUNDS

City of Yucaipa
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2025

	Police Department Donation	Cramer House	CFD 98-1 Debt Reserves	Totals
ASSETS				
Cash and Investments	$ 57,240	$ 57,032	$ 2,053,240	$ 2,167,512
Cash and Investments with Fiscal Agents	-	-	281,932	281,932
Accounts Receivable	-	-	9,179	9,179
Interest Receivable	-	-	-	-
Total Assets	57,240	57,032	2,344,351	2,458,623
LIABILITIES				
Accounts Payable	-	-	-	-
Total Liabilities	-	-	-	-
NET POSITION				
Restricted for Organizations and Individuals	$ 57,240	$ 57,032	$ 2,344,351	$ 2,458,623

City of Yucaipa
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
Year Ended June 30, 2025

	Police Department Donation	Cramer House	CFD 98-1 Debt Reserves	Totals
ADDITIONS				
Taxes and Assessments Collected for Others	$ -	$ -	$ 1,779,250	$ 1,779,250
Investment Income	410	2,212	912	3,534
Total Additions	410	2,212	1,780,162	1,782,784
DEDUCTIONS				
General and Administrative	-	-	76,259	76,259
Payments to Bondholders	-	-	1,739,875	1,739,875
Total Deductions	-	-	1,816,134	1,816,134
Net Change in Fiduciary Net Position	410	2,212	(35,972)	(33,350)
Net Position, Beginning of Year	56,830	54,820	2,380,323	2,491,973
Net Position, End of Year	$ 57,240	$ 57,032	$ 2,344,351	$ 2,458,623

STATISTICAL SECTION

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STATISTICAL SECTION

This part of the City of Yucaipa's Annual Comprehensive financial report 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.

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CITY OF YUCAIPA

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year				
	2025	2024	2023	2022	2021
Net Position:					
Investment in Capital Assets	$ 198,327,145	$ 193,941,766	$ 191,562,417	$ 192,150,325	$ 187,300,451
Restricted for:					
Low and Moderate Housing				-	-
Public Safety	1,045,674	2,764,418	1,793,531	1,290,274	842,456
Public Works/Streets	5,277,305	6,219,769	4,712,120	3,403,692	172,578
Community Development	521,669	490,172	1,101,382	1,297,916	8,399
Community Service / Public Education	4,823,646	4,366,967	4,025,520	3,643,830	3,433,073
Capital Projects	-	-	-	8,227,206	8,798,378
Other Purpose	-	-	-	-	-
Unrestricted	38,314,709	33,924,651	30,283,832	24,234,997	25,981,533
Total Net Position	$ 248,310,148	$ 241,707,743	$ 233,478,802	$ 234,248,240	$ 226,536,868

Fiscal Year				
2020	2019	2018	2017	2016
$ 193,575,047	$ 187,442,518	$ 173,234,642	$ 161,130,470	$ 155,769,811
437	21,998	50,095	93,740	-
689,126	773,906	1,147,116	1,437,359	1,709,562
134,574	1,345,343	1,795,685	3,136,626	3,001,667
8,364	4,306	306	13,106	14,494
3,100,353	2,914,000	2,679,478	2,497,976	2,550,577
115,836	2,451,698	2,598,651	3,590,668	4,680,900
1,245,728	1,288,717	1,277,363	1,510,011	1,489,306
25,066,595	23,879,234	33,974,660	34,487,009	38,545,036
$ 223,936,060	$ 220,121,720	$ 216,757,996	$ 207,896,965	$ 207,761,353

CITY OF YUCAIPA

Changes in Net Position

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year				
Expenses:	2025	2024	2023	2022	2021
Governmental activities:					
General Government	$ 5,071,592	$ 8,402,250	$ 7,564,205	$ 4,943,392	$ 5,523,173
Community Development	1,704,464	1,568,570	1,544,928	2,724,779	2,662,672
Building and Safety	1,759,312	3,698,433	1,711,222	1,163,594	814,756
Public Works	11,270,841	12,183,311	17,408,927	12,003,117	13,813,740
Public Safety	24,147,874	21,566,925	19,525,389	18,010,685	16,728,825
Community Services	7,159,055	6,020,215	4,629,458	3,520,861	1,846,775
Total Governmental Activities	51,113,138	53,439,704	52,384,129	42,366,428	41,389,941
Program Revenues:					
Governmental activities:					
Charges for Services	12,067,566	17,363,888	16,329,217	7,477,356	4,557,440
Operating Grants and Contributions	4,358,358	3,778,818	4,710,866	5,938,900	3,568,495
Capital Grants and Contributions	4,878,792	7,931,320	4,498,377	9,340,764	9,636,799
Total governmental activities program revenues	21,304,716	29,074,026	25,538,460	22,757,020	17,762,734
Net (Expense) Revenue and Change in Net Position	(29,808,422)	(24,365,678)	(26,845,669)	(19,609,408)	(23,627,207)
General Revenues:					
Taxes:					
Property Taxes	15,409,687	15,830,863	14,702,749	13,802,354	13,283,544
Sales and Use Taxes	7,317,642	5,529,736	5,488,377	5,299,433	4,600,872
Franchise Taxes	3,868,502	1,833,767	1,830,862	1,672,542	1,567,185
Documentary Transfer Tax	327,887	198,320	238,018	318,285	311,936
Other Taxes	235,146	179,225	30,037	23,658	22,299
Vehicle License Fees, Unrestricted	7,450,640	6,953,493	6,425,960	5,931,673	5,689,226
Investment Income	1,736,594	1,737,071	11,955	(187,606)	43,503
Miscellaneous	64,729	332,144	204,910	460,441	5,674,866
Total General Revenue	36,410,827	32,594,619	28,932,868	27,320,780	31,193,431
Change in Net Position	6,602,405	8,228,941	2,087,199	7,711,372	7,566,224
Net Position- Beginning of the Year	241,707,743	233,478,802	231,391,603	226,536,868	218,970,644
Net Position- End of the Year	$ 248,310,148	$ 241,707,743	$ 233,478,802	$ 234,248,240	$ 226,536,868

Fiscal Year				
2020	2019	2018	2017	2016
$ 4,640,613	$ 4,052,236	$ 4,093,998	$ 3,810,457	$ 3,217,017
2,267,651	2,374,236	2,256,053	2278822	5564038
609,026	478,236	387,227	443,510	535,135
10,128,308	8,542,114	8,011,508	5,836,411	6,628,742
16,758,782	15,425,996	14,453,214	13,564,138	12,526,134
2,720,132	2,474,834	2,012,974	2,549,809	1,893,305
37,124,512	33,347,652	31,214,974	28,483,147	30,364,371
4,492,201	4,452,055	3,598,357	3,695,175	3,601,914
2,203,890	1,698,865	1,730,819	1,590,665	1,712,301
9,938,960	6,044,151	13,559,464	1,648,680	7,479,465
16,635,051	12,195,071	18,888,640	6,934,520	12,793,680
(20,489,461)	(21,152,581)	(12,326,334)	(21,548,627)	(17,570,691)
12,598,276	12,136,328	11,616,465	11,072,145	10,411,588
3,751,828	4,178,316	3,491,965	3,446,413	3,528,777
1,491,027	1,422,487	1,381,727	1,339,715	1,415,951
186,819	165,803	196,525	187,977	165,430
22,379	22,903	22,529	22,666	22,941
5,448,407	5,183,224	4,961,077	4,706,421	4,459,501
412,106	646,973	64,534	183,557	463,238
392,959	760,271	391,399	725,345	453,352
24,303,801	24,516,305	22,126,221	21,684,239	20,920,778
3,814,340	3,363,724	9,799,887	135,612	3,350,087
220,121,720	216,757,996	206,958,109	207,761,353	204,411,266
$ 223,936,060	$ 220,121,720	$ 216,757,996	$ 207,896,965	$ 207,761,353

CITY OF YUCAIPA

Fund Balances of Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2025	2024	2023	2022	2021
General Fund:					
Nonspendable	$ 10,525,684	$ 19,167,365	$ 21,029,653	$ 22,929,682	$ 24,846,293
Restricted	-	-	-	-	-
Committed	6,000,000	13,468,799	14,660,463	17,237,963	15,853,604
Assigned	-	-	-	-	2,387,911
Unassigned	22,638,176	18,268,419	14,992,351	10,781,774	9,284,068
Total general fund	39,163,860	50,904,583	50,682,467	50,949,419	52,371,876
All other governmental funds:					
Nonspendable	-	-	3,380	34,488	-
Restricted	13,678,244	15,421,352	11,128,786	9,467,285	9,225,434
Committed	10,900,846	-	-	-	-
Assigned	8,950,663	8,134,163	8,930,312	7,273,590	5,449,265
Unassigned	(17,368,304)	(22,698,760)	(26,518,351)	(25,445,902)	(25,817,650)
Total all other governmental funds	16,161,449	856,755	(6,455,873)	(8,670,539)	(11,142,951)
Total Fund Balances	$ 55,325,309	$ 51,761,338	$ 44,226,594	$ 42,278,880	$ 41,228,925
	<2>				<1>

<1> Beginning in FY 2018/19, the General Fund and the Fire Special Revenue Fund were combined.
<2> Beginning in FY 24/25, the Gerenal Fund and the Fire Special Revenue Funds were reported separately.

	Fiscal Year				
	2020	2019	2018	2017	2016
	$ 26,910,385	$ 22,370,194	$ 20,416,604	$ 20,648,580	$ 13,946,845
	-	125,052	192,397	310,760	1,073,460
	18,324,766	17,908,560	7,463,406	7,035,269	6,761,166
	3,187,945	4,591,778	4,019,175	3,225,598	12,009,103
	6,530,400	4,621,841	5,567,230	5,080,248	11,528,265
	54,953,496	49,617,425	37,658,812	36,300,455	45,318,839
	-	-	-	-	2,923,167
	5,684,636	10,027,656	10,547,436	12,901,073	13,272,331
	-	-	11,820,420	11,811,080	8,878,997
	-	-	5,777,260	12,301,900	-
	(32,714,452)	(26,585,290)	(27,535,988)	(23,280,361)	(15,873,763)
	(27,029,816)	(16,557,634)	609,128	13,733,692	9,200,732
	$ 27,923,680	$ 33,059,791	$ 38,267,940	$ 50,034,147	$ 54,519,571

CITY OF YUCAIPA

Changes in Fund Balances of Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year			
	2025	2024	2023	2022
Revenues:				
Taxes:				
Property Taxes	$ 16,529,009	$ 15,830,863	$ 14,702,749	$ 13,802,354
Sales and Use Taxes	7,317,642	5,529,736	5,488,377	5,299,433
Franchise Taxes	3,868,502	1,833,768	1,830,861	1,672,542
Documentary Transfer Tax	327,887	198,320	238,018	318,285
Other Taxes	235,146	179,225	30,037	23,658
License and Permits	1,405,945	1,883,453	2,117,419	1,375,320
Fines and Forfeitures	66,934	74,836	50,653	326,104
Charges for Services	10,254,076	14,393,805	10,961,115	8,991,482
Intergovernmental	15,273,852	19,543,854	17,116,881	17,905,890
Investment Income	3,133,395	2,747,790	341,513	(410,975)
Other	655,759	333,216	3,075,383	464,790
Total Revenue	59,068,147	62,548,866	55,953,006	49,768,883
Expenditures:				
Current:				
General Government	3,338,573	6,754,205	5,991,502	5,190,044
Community Development	1,595,447	1,372,355	871,119	1,388,086
Building and Safety	1,759,312	3,698,433	1,711,222	1,163,594
Public Works	6,812,094	6,840,164	6,865,091	5,207,567
Public Safety	15,907,263	20,601,964	18,702,370	17,143,688
Fire Protection Services	5,778,121	135,231	-	-
Paramedic Services	1,695,944	-	-	-
Community Service	6,924,242	5,801,175	4,409,368	3,302,618
Capital Outlay	10,221,696	9,249,681	14,824,775	14,376,331
Total Expenditures	54,032,692	54,453,208	53,375,447	47,771,928
Excess (Deficiency) of Revenues over (under) Expenditures	5,035,455	8,095,658	2,577,559	1,996,955
Other Financing Sources (Uses)				
Transfer In	27,998,706	10,061,861	14,895,832	15,137,307
Transfer Out	(29,470,190)	(10,622,775)	(15,525,677)	(16,084,307)
Total Other Financing Sources	(1,471,484)	(560,914)	(629,845)	(947,000)
Net Change in Fund Balance	3,563,971	7,534,744	1,947,714	1,049,955
Fund Balance, Beginning of Year	51,761,338	44,226,594	42,278,880	41,228,925
Fund Balance, End of the Year	$ 55,325,309	$ 51,761,338	$ 44,226,594	$ 42,278,880

Fiscal Year					
2021	2020	2019	2018	2017	2016
$ 13,283,544	$ 12,598,276	$ 12,136,328	$ 11,616,465	$ 11,072,145	$ 10,411,588
4,600,872	3,751,828	4,178,316	3,491,965	3,446,413	3,528,777
1,567,185	1,491,027	1,422,487	1,381,727	1,339,715	1,415,951
311,936	186,819	165,803	196,525	187,977	165,430
22,299	22,379	22,903	22,529	22,666	22,941
987,628	736,865	642,926	563,075	669,889	741,816
381,295	40,581	44,876	42,799	34,708	46,210
4,490,771	3,386,200	4,053,783	3,337,724	3,217,725	4,142,074
19,719,637	13,565,747	17,457,588	9,570,510	8,048,047	11,192,564
365,311	1,056,327	1,418,791	478,954	472,118	899,261
5,682,031	425,493	819,162	391,399	563,339	643,662
51,412,509	37,261,542	42,362,963	31,093,672	29,074,742	33,210,274
4,320,276	3,453,098	3,710,893	3,405,544	3,082,881	2,761,798
1,192,242	797,221	914,835	796,652	819,421	874,127
814,756	609,026	478,236	387,227	443,510	535,135
4,499,705	4,880,501	4,288,078	3,984,399	3,632,801	3,960,098
15,876,283	15,972,579	14,673,159	13,711,372	12,914,669	11,947,953
-	-	-	-	-	-
-	-	-	-	-	-
1,626,246	2,499,404	2,288,639	1,830,426	2,364,323	1,707,102
9,933,302	14,185,824	21,217,272	18,848,545	10,191,847	14,053,736
38,262,810	42,397,653	47,571,112	42,964,165	33,449,452	35,839,949
13,149,699	(5,136,111)	(5,208,149)	(11,870,493)	(4,374,710)	(2,629,675)
10,663,705	19,552,583	18,916,990	7,225,957	26,029,696	4,502,284
(10,873,705)	(19,552,583)	(18,916,990)	(7,121,671)	(26,140,410)	(4,600,255)
(210,000)	-	-	104,286	(110,714)	(97,971)
12,939,699	(5,136,111)	(5,208,149)	(11,766,207)	(4,485,424)	(2,727,646)
27,923,680	46,146,697	51,354,846	63,121,053	67,606,477	70,334,123
$ 41,228,925	$ 41,010,586	$ 46,146,697	$ 51,354,846	$ 63,121,053	$ 67,606,477

CITY OF YUCAIPA

Assessed Value and Estimated Actual Value of Taxable Property by Major Type

Last Ten Fiscal Years

Category	2025	2024	2023	2022	2021
Residental	$5,529,289,099	$5,164,832,121	$4,800,460,936	$4,477,721,348	$4,290,661,031
Commercial	480,571,189	455,798,465	420,932,556	392,826,501	384,136,677
Industrial	35,155,381	31,122,390	26,116,447	22,737,494	21,352,036
Irrigated	275,353	269,953	264,661	259,472	256,811
Dry Farm	3,185,998	2,530,583	2,480,965	2,432,318	3,068,142
Recreational	5,565,236	5,497,522	5,447,436	5,342,452	5,660,995
Institutional	7,180,838	7,111,812	5,581,027	10,279,542	16,166,803
Miscellaneous	11,692,462	15,956,167	15,875,804	15,862,094	16,814,925
Vacant Land	175,927,262	166,535,176	148,076,761	134,905,956	120,960,512
Unsecured	137,694,379	121,879,311	98,793,467	81,693,302	74,728,619
Total	$6,386,537,197	$5,971,533,500	$5,524,030,060	$5,144,060,479	$4,933,806,551
Total direct rate	0.23721	0.23831	0.23987	0.23994	0.23996

Source:
HdL

2020	2019	2018	2017	2016
$4,121,577,454	$3,922,178,028	$3,753,392,419	$3,545,207,827	$3,358,340,145
359,691,461	343,889,586	318,283,068	307,441,314	282,344,120
19,323,164	22,859,396	20,540,942	19,499,887	28,947,572
251,775	143,693	140,876	138,112	136,038
3,363,591	3,429,995	3,372,477	3,433,192	3,395,439
5,247,653	5,188,913	5,127,653	5,069,825	5,415,474
12,156,160	8,179,074	9,902,113	10,120,689	3,759,117
17,107,033	10,852,354	11,567,874	10,872,131	10,959,685
111,676,789	108,457,958	113,299,055	112,236,082	109,221,283
74,568,629	69,812,138	66,612,865	67,513,752	64,879,744
$4,724,963,709	$4,494,991,135	$4,302,239,342	$4,081,532,811	$3,867,398,617
0.24061	0.22919	0.22923	0.22921	0.22914

CITY OF YUCAIPA

Direct & Overlapping Property Tax Rates

(Rate Per $100 of Taxable Value)

Agency	2025	2024	2023	2022
Basic Levy	1.00000	1.00000	1.00000	1.00000
Redlands Unified School Bond 1993	0.02770	0.03160	0.02790	0.06620
San Bernardino Community College Bond	0.03700	0.04520	0.04500	0.05340
San Bernardino Valley Muni Water	0.11000	0.12000	0.13000	0.13000
Total Direct & Overlapping Tax Rates	1.17470	1.19680	1.20290	1.24960
City's Share of 1% Levy Per Prop 13	0.22228	0.22228	0.22228	0.22228
General Obligation Debt Rate	0	0	0	0
Total Direct Rate	0.23721	0.23831	0.23987	0.23994

Source:
HdL

2021	2020	2019	2018	2017	2016
1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
0.03600	0.03390	0.03240	0.04940	0.05240	0.05670
0.06510	0.05620	0.04070	0.03760	0.03500	0.04030
0.14250	0.14250	0.15250	0.15250	0.16250	0.16250
1.24360	1.23260	1.22560	1.23950	1.24990	1.25950
0.22228	0.22228	0.22228	0.22228	0.22228	0.22228
0	0	0	0	0	0
0.23996	0.24061	0.22919	0.22923	0.22921	0.22914

CITY OF YUCAIPA

Principal Property Tax Payers

Current Year and Nine Years Ago

	2025			2016		
	Combined (Secured & Unsecured)			**Combined (Secured & Unsecured)**		
Taxpayer	Total Assessed Value	Rank	Percent of Net Assessed Value	Total Assessed Value	Rank	Percent of Net Assessed Value
SORENSON ENGINEERING INC	$ 43,689,439	1	0.68%	$ 10,220,338	8	0.26%
YVCC II LLC	32,281,360	2	0.51%	16,304,360	1	0.42%
SUN LAKEVIEW MOBILE ESTATES LLC	25,203,690	3	0.39%			
SNR 24 GOLDEN OAKS OWNER LLC	21,202,554	4	0.33%	14,407,694	3	0.37%
SPECTRUM PACIFIC WEST LLC	20,032,756	5	0.31%			
FIRST AMENDED CONROY FAMILY TRUST	16,388,171	6	0.26%			
CHAPMAN HEIGHTS YUCAIPA	16,084,080	7	0.25%	13,650,415	4	0.35%
YUCAIPA VENTURE LLC	16,083,032	8	0.25%			
ACAA LP	15,675,495	9	0.25%			
VANTAGEONE REAL ESTATE INVESTMENTS	14,175,385	10	0.22%			
STATER BROS MARKETS				13,307,475	5	0.34%
CALANDA REAL LP				11,490,032	6	0.30%
PUTNAM FAMILY PARTNERSHIP				10,847,644	7	0.28%
YUCAIPA VALLEY ACRES				15,692,886	2	0.41%
JDP CH INVESTMENTS LP				9,291,563	9	0.24%
ATLAS STORAGE YUCAIPA LLC				8,031,907	10	0.21%
TOP TEN TOTAL	220,815,962		3.46%	123,244,314		3.19%
CITY TOTAL	$ 6,386,537,197			$ 3,867,398,617		

Source:
HdL

CITY OF YUCAIPA

Property Tax Levies and Collections [1]

Last Ten Fiscal Years

Fiscal Year Ended 30-Jun	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy		Subsequent Years Collections of Prior Years [2]	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2025	$14,473,779	$14,406,487	99.54%	$407,240	$14,813,727	102.35%
2024	13,612,838	13,511,026	99.25%	499,180	14,010,206	102.92%
2023	12,756,816	12,695,990	99.52%	326,581	13,022,571	102.08%
2022	11,890,508	11,878,270	99.90%	332,576	12,210,846	102.69%
2021	11,431,712	11,406,447	99.78%	353,249	11,759,696	102.87%
2020	10,977,686	10,806,198	98.44%	295,981	11,102,179	101.13%
2019	10,474,628	10,389,693	99.19%	336,063	10,725,756	102.40%
2018	10,063,603	10,008,179	99.45%	291,704	10,299,883	102.35%
2017	9,600,087	9,431,090	98.24%	353,833	9,784,922	101.93%
2016	9,072,734	8,847,926	97.52%	355,412	9,203,338	101.44%

NOTE:

[1] The amounts presented include City property taxes and Redevelopment Agency increment. This schedule also includes amounts collected by the City and Redevelopment Agency that were passed-through to other agencies. The State of California dissolved the Redevelopment Agency effective 2012. Collections in subsequent years may include delinquent tax payments from multiple years which are not identified separately by the County of San Bernardino.

[2] Subsequent years collections of prior years may include delinquent tax payments from multiple prior years which are not identified separately by the County of San Bernardino. Limitations exist within the County's tax system which impede the ability to identify prior tax year delinquent payments by assessment year.

Source:
San Bernardino County Auditor-Controller's Office

CITY OF YUCAIPA

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

Fiscal Year Ended June 30	Former RDA Tax Allocation Bonds Principal Outstanding	Percentage of Personal Income [1]	Debt Per Capita [1]
2025	$ -	0.00%	$ -
2024	-	0.00%	-
2023	-	0.00%	-
2022	-	0.00%	-
2021	-	0.00%	-
2020	-	0.00%	-
2019	-	0.00%	-
2018	-	0.00%	-
2017	-	0.00%	-
2016	-	0.00%	-

[1] These ratios are calculated using personal income and population for the prior calendar year.

NOTE:
Details regarding the City's outstanding debt can be found in the notes to the financial statements.

The City of Yucaipa currently does not have any debt.

CITY OF YUCAIPA

Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years

Fiscal Year Ended June 30	Former RDA Tax Allocation Bonds [1]	Percentage of Assessed Value [1]	Per Capita [1]
2025	$ -	0.00%	$ -
2024	-	0.00%	-
2023	-	0.00%	-
2022	-	0.00%	-
2021	-	0.00%	-
2020	-	0.00%	-
2019	-	0.00%	-
2018	-	0.00%	-
2017	-	0.00%	-
2016	-	0.00%	-
2015	-	0.00%	-
2014	-	0.00%	-

[1] Assessed Value has been used because the actual value of taxable property is not readily available in the State of California.

NOTE:
Details regarding the City's outstanding debt can be found in the notes to the financial statements.

The City of Yucaipa currently does not have any debt.

CITY OF YUCAIPA

Direct and Overlapping Debt

June 30, 2025

2024-2025 Assessed Valuation: $ 6,386,522,866

	Percentage Applicable	Outstanding Debt 06/30/25	Estimated Share of Overlapping Debt
OVERLAPPING TAX AND ASSESSMENT DEBT:			
San Bernardino Community College District	5.873%	$ 880,363,439	$ 51,703,745
Redlands Unified School District	0.060%	142,943,512	85,766
City of Yucaipa	**100.000%**	**$ -**	**$ -**
City of Yucaipa Community Facilities District No. 98-1	100.000%	8,660,000	8,660,000
Yucaipa Calimesa Joint Unified School District Community Facilities District No. 2	100.000%	785,000	785,000
Yucaipa Calimesa Joint Unified School District Community Facilities District No. 3	100.000%	1,737,789	1,737,789
California Statewide Community Development Authority Assessment District No. 21-01	100.000%	9,024,000	9,024,000
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT		$ 1,043,513,740	$ 71,996,300
OVERLAPPING GENERAL FUND DEBT:			
San Bernardino County General Fund Obligations	1.869%	$ 100,765,000	$ 1,883,298
San Bernardino County Pension Obligation Bonds	1.869%	37,295,000	697,044
San Bernardino County Flood Control District General Fund Obligations	0.060%	21,210,000	12,726
Yucaipa-Calimesa Joint Unified School District General Fund Obligations	83.258%	42,562,540	35,436,720
TOTAL OVERLAPPING GENERAL FUND DEBT		201,832,540	38,029,788
OVERLAPPING TAX INCREMENT DEBT (Successor Agency):	100.000%	5,875,000	5,875,000
DIRECT TAX AND ASSESSMENT DEBT:			
City of Yucaipa	**100.000%**	**$ -**	**$ -**
TOTAL DIRECT DEBT		$ -	$ -
COMBINED TOTAL DEBT [2]			$ 115,901,088

Notes:

[1] The percentage of overlapping debt applicable to the City is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the City divided by the district's total taxable assessed value.

[2] Excludes tax and revenue anticipation notes, revenue, mortgage revenue and non-bonded capital lease obligations.

Ratios to 2023-24 Assessed Valuation:	
Direct Debt…………………………………………………………	**0.00%**
Total Direct and Overlapping Tax and Assessment Debt……….	1.24%
Combined Total Debt…………………………………………….	2.00%

Ratios to Redevelopment Successor Agency Incremental Valuation ($404,687,932):	
Total Overlapping Tax Increment Debt…………………………..	1.51%

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CITY OF YUCAIPA

Legal Debt Margin Information

Last Ten Fiscal Years

	Fiscal Year				
	2025	2024	2023	2022	2021
Assessed Valuation	$6,386,537,197	$ 5,971,533,500	$ 5,524,030,060	$ 5,144,060,479	$ 4,933,806,551
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	1,596,634,299	1,492,883,375	1,381,007,515	1,286,015,120	1,233,451,638
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	239,495,145	223,932,506	207,151,127	192,902,268	185,017,746
Total net debt applicable to the limit					
General obligation bonds	-	-	-	-	-
Legal debt margin	239,495,145	223,932,506	207,151,127	192,902,268	185,017,746
Total debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%

NOTE:
The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision when assessed valuation was based up 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel.) The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local government located within the state.

Sources:
San Bernardino County Tax Assessor
HdL

2020	2019	2018	2017	2016
$ 4,724,963,709	$ 4,494,991,135	4,302,239,342	4,081,532,811	3,867,398,617
25%	25%	25%	25%	25%
1,181,240,927	1,123,747,784	1,075,559,836	1,020,383,203	966,849,654
15%	15%	15%	15%	15%
177,186,139	168,562,168	161,333,975	153,057,480	145,027,448
-	-	-	-	-
177,186,139	168,562,168	161,333,975	153,057,480	145,027,448
0.00%	0.00%	0.00%	0.00%	0.00%

CITY OF YUCAIPA

Pledged Revenue Coverage

Last Ten Fiscal Years

Tax Allocation Bonds

Fiscal Year Ended June 30	Former RDA Tax Increment	Debt Service		Coverage
		Principal	Interest	
2025	$ -	$ 235,000	$ 316,612	$ -
2024	-	225,000	327,501	-
2023	-	215,000	337,599	-
2022	-	205,000	346,941	-
2021	-	195,000	355,602	-
2020	-	190,000	363,828	-
2019	-	180,000	371,675	-
2018	-	175,000	379,137	-
2017	-	165,000	386,243	-
2016	-	160,000	394,394	-
2015	-	155,000	400,775	-

NOTE:

Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest or depreciation expenses.

On February 1, 2012 the Redevelopment Agency was dissolved.

CITY OF YUCAIPA

Demographic and Economic Statistics

Last Ten Calendar Years

Calendar Year	Population	Personal Income (In Thousands)	Per Capita Personal Income	Unemployment Rate
2024	54,838	$ 2,090,654	$ 38,124	4.60%
2023	53,810	1,999,105	37,151	3.70%
2022	53,991	1,783,022	33,024	3.40%
2021	54,494	1,722,373	31,606	5.70%
2020	55,634	1,620,848	29,134	7.90%
2019	55,712	1,542,724	27,691	3.20%
2018	54,844	1,407,956	25,672	3.40%
2017	54,651	1,338,730	24,495	4.00%
2016	54,324	1,347,721	24,808	5.80%
2015	53,779	1,367,950	25,436	6.60%

Sources:

State Department of Finance, HdL, State of California Employment Development Department

CITY OF YUCAIPA

Principal Employers

Current Year and Nine Years Ago

	2025*		2015*	
Employer	Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
TOTAL TOP EMPLOYERS	-	-	-	-
TOTAL EMPLOYEES IN CITY	-		-	

NOTE:
*The City of Yucaipa chooses to not present the principal employer data as the information is not readily available.

CITY OF YUCAIPA

City Employees
by Function

Last Five Fiscal Years

	Employees as of June 30				
	2025	2024	2023	2022	2021
Full-time employees:					
City Council Depatment	0.25	0.25	0.25	0.00	0.00
City Manager Department	4.35	5.35	3.15	5.05	3.55
Community Services Department	13.00	15.00	18.00	13.60	10.60
Development Services Department:					
Director	1.00	1.00	1.00	1.00	1.00
Administration	3.00	3.00	3.00	2.00	2.00
Engineering	5.50	5.50	5.50	5.50	5.50
Street Maintenance	8.50	8.50	6.75	5.25	5.25
Parks/Facilities Maintenance	10.00	10.00	9.25	9.75	8.75
Planning	4.75	4.75	5.25	4.25	3.25
Code Enforcement	5.25	5.25	5.25	3.25	4.25
Economic Development	1.00	1.00	0.90	0.00	0.00
Finance Department	10.80	11.80	14.33	8.78	8.00
Fire Services Department	1.00	1.00	1.00	0.00	0.00
General Services Department	5.30	6.30	7.80	6.85	6.38
Successor Agency to RDA	0.30	0.30	0.38	0.52	0.27
Yucaipa Housing Authority	1.00	1.00	0.20	0.20	0.20
Total	75.00	80.00	81.75	66.00	59.00

Sources:

City of Yucaipa

CITY OF YUCAIPA

Operating Indicators
by Function

Last Five Fiscal Years

Function	Fiscal Year 2025	2024	2023	2022	2021
Building and Safety:					
Building Permits Issued	2,022	2,235	2,772	2,210	1,885
No. of New Dwelling Units	96	328	328	233	119
Parks and recreation:					
Community center attendance	8,975	10,752	10,812	14,139	7,112
STARS	848	719	997	1,093	1,649
Camps*	176	634	730	683	433
Aquatics	5,410	6,002	4,402	3,570	2,440
Community Center Classes	2,423	2,375	1,944	1,061	715
Scherer Center Classes	6,445	6,837	5,612	5,384	1,153
Administration					
New Business Licenses	450	402	587	570	428
Renewed Business Licenses	1,003	1,725	1,697	1,452	1,564

Sources:
City of Yucaipa
* Summer 2024 was the lst season the City offered CAMP programs.

CITY OF YUCAIPA

Capital Asset Statistics
by Function

Last Five Fiscal Years

Function	Fiscal Year 2025	2024	2023	2022	2021
Police:					
Stations	1	1	1	1	1
Sub-stations					
Fire:					
Fire Stations	3	3	3	3	3
Public Works					
Streets (miles)	229.05	229.05	229.05	227.82	227.82
Traffic signals (city-owned)	32.5	32.5	32.5	32.5	32.5
Roundabouts	4	4	4	4	4
Parks and Recreation:					
Parks (acreage)	534	534	534	534	534
Community Centers	2	2	2	2	2
Performing Arts Centers	1	1	1	1	1

Sources:
City of Yucaipa