

County of Mendocino

State of California



Annual Comprehensive Financial Report

For Fiscal Year Ended June 30, 2024



**County of Mendocino
State of California**

**Annual Comprehensive Financial Report
For Fiscal Year Ended June 30, 2024**



**Prepared and Submitted by the Office of the
Auditor-Controller/Treasurer-Tax Collector**

**Sara Pierce,
Acting Auditor-Controller/Treasurer-Tax Collector**

*Cover Page Photos left to right: (Western Hills-Ukiah, CA; by Megan Miltimore), (Grapes-Potter Valley, CA; by Zohar Zaied),
(Sunset-Fort Bragg, CA; by Megan Miltimore), (Valley-Mendocino County, CA; by Megan Hunter)*



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INTRODUCTORY SECTION



Hopland, CA; photo by Megan Miltimore



MENDOCINO COUNTY

Office of the Auditor-Controller/Treasurer-Tax Collector

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SARA PIERCE

ACTING AUDITOR-CONTROLLER/TREASURER-TAX COLLECTOR

December 27, 2024

To the Citizens of the County of Mendocino and the Board of Supervisors:

I hereby submit this year's Annual Comprehensive Financial Report ("ACFR") of the County of Mendocino for the fiscal year ended June 30, 2024. This ACFR is intended to present information above and beyond what is required by Generally Accepted Accounting Principles ("GAAP") or state law.

It is my hope this report will give the residents of Mendocino County, the Board of Supervisors, and other users a broader view and understanding of County financial operations and to further assist the users of our financial statements in assessing the financial condition of the County.

This ACFR is in compliance with Sections 25250 and 25253 of the Government Code of the State of California. These statutes require all general-purpose local governments to issue an annual report on the financial position and activities of that government. The report must be presented in conformance with GAAP and must be audited by an independent firm of certified public accountants ("CPA") in conformance with Generally Accepted Government Auditing Standards ("GAGAS"). The financial statements contained in this ACFR meet these requirements.

This report contains management representations and is prepared by the Office of the Auditor-Controller. Mendocino County management is responsible for the accuracy of the presented data, and the completeness and fairness of the presentation. To provide reasonable assurance of accuracy of the information presented in these financial statements and to protect County assets, management has instituted an internal control framework. This framework consists of policies, procedures and computer-based accounting and management information systems sufficient to ensure reliable information for the preparation of the County's financial statements in conformity with GAAP. The cost of internal control should not exceed anticipated benefits; therefore, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The financial statements and accompanying Notes to the Financial Statements contained in this ACFR have been audited by CliftonLarsonAllen LLP ("CLA"), a Limited Liability Partnership of Certified Public Accountants. Their audit was performed in accordance with GAGAS. The auditors have concluded, based on their audit, that the financial statements combined with the accompanying Notes present fairly, in all material respects, the financial condition of Mendocino County as of June 30, 2024. A copy of their report is included in the Financial Section of this ACFR.

In planning and performing the audit of the financial statements, CLA considered the internal control structure of the County to determine appropriate audit procedures. During this review, one weakness was noted related to the Schedule of Federal Awards (SEFA). This information was presented in a letter to the Board of Supervisors and management.

Management is required by GAAP (Governmental Accounting Standards Board (GASB) 34) to provide a Management Discussion and Analysis (“MD&A”) in conjunction with financial statement reporting. The purpose of the MD&A is to introduce the basic financial statements and to provide an analytical overview of the financial activities of the County. The MD&A is located in the Financial Section of this ACFR.

OVERVIEW OF MENDOCINO COUNTY

County History and Geography

Mendocino County is one of the original counties of California. It was created in 1850 at the time of statehood and derives its name from Cape Mendocino. Mendocino County lies along the northern coast of California, and is noted for its distinctive Pacific Ocean coastline, which stretches from the “Lost Coast” on its northern border to the small seaside town of Gualala on its southern border.

With an area of 3,878 square miles, Mendocino County encompasses 3,506 square miles of land and 372 square miles of water. The County is located about 100 miles north of San Francisco. Mendocino County borders six other California counties: Humboldt and Trinity to the north, Tehama, Glenn and Lake to the East, and Sonoma to the south.



Mendocino Village, Mendocino, CA; photo by Visit Mendocino



Chandelier Tree, Leggett, CA; photo by unknown author

Mendocino County is also known for its tourism. It’s majestic redwood forests and beautiful coastal towns and attractions provide abundant areas for residents and visitors alike to enjoy.

The timber/forest products and wine grapes and wine production industries support a large part of the County’s local agricultural economy. The unspoiled beauty and rural setting provide niche markets for microbreweries, artisans, cannabis, and other boutique industries.



Farmers Market
photo by Zohar Zaied



Cannabis
photo by unknow author

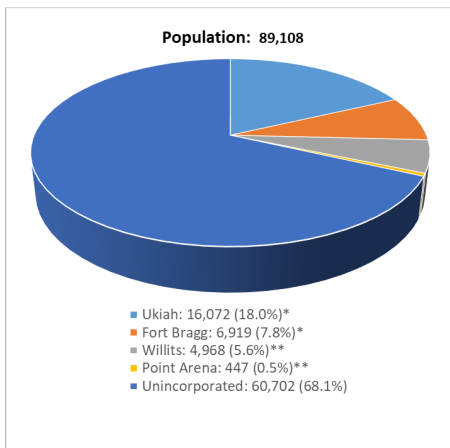


Goldeneye Vineyard
photo by Visit Mendocino

County Population

According to the United States Census Bureau's Population Estimates as of July 1, 2023, Mendocino County's population was 89,108, which was a decrease from the April 1, 2020 Census count of 91,601.

Mendocino County has four incorporated cities, Ukiah, Willits, Fort Bragg, and Point Arena. The City of Ukiah serves as the County seat and is the County's largest incorporated city. Roughly 68% of the population of Mendocino County lives outside of city limits.



■ Ukiah, CA



■ Willits, CA



■ Point Arena, CA



■ Fort Bragg, CA

Source:

*United State Census Bureau Population Estimate Jul 1, 2023

**Census Reporter website (Willits and Point Area are not found on the US Census Bureau website)

County Structure

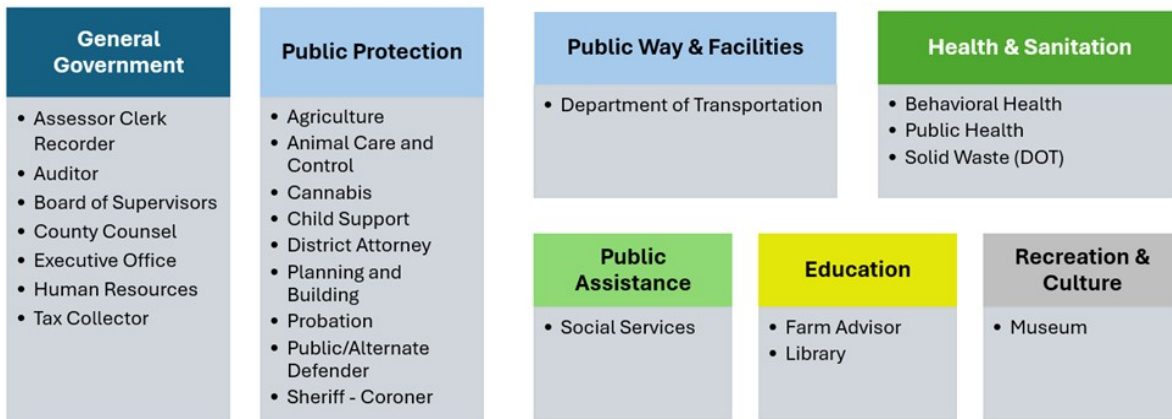
The County is a general law county. The County government is comprised of nine elected officials including a five-member Board of Supervisors, the Assessor-Clerk-Recorder, the Auditor-Controller/Treasurer-Tax Collector, the District Attorney, and the Sheriff; all elected to four-year terms. A County Chief Executive Officer (“CEO”) is appointed by the Board of Supervisors.

Financial Structure

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

County Services

The County government provides a full range of general government, public protection, public ways & facilities, health & sanitation, public assistance, education, and recreation & cultural services. The organizational chart for County Services can be located at the end of the introductory section.



General Government:

The Ukiah Administration Center located at 501 Low Gap Road, is where the County’s general government services, listed above, are provided along with various internal support departments. Cannabis, Environmental Health, and Planning & Building Services, which are outside the general government services category, are also located within the Ukiah Administrative Center.



Mendocino County Administration Center, Ukiah, CA

Public Protection:

The County categorizes public protection to not only include public safety, but to also include departments such as agriculture, cannabis, and child support.

The Mendocino County Sheriff-Coroner administration offices, Jail, Juvenile Hall, and Probation located in Ukiah with Sheriff Substation facilities located in Fort Bragg and Willits, and limited facility outpost substations in Mendocino and Redwood Valley.



Mendocino County Sheriff's Offices, Ukiah, CA



Mendocino County Sheriff's Offices, Fort Bragg, CA

Health & Sanitation:

Mendocino County provides a full range of services at the Ukiah facility. Services include behavioral health, community wellness, emergency preparedness, nursing services, and substance use treatment.



Mendocino County Public Health and Behavioral Health & Recovery Services, Ukiah, CA

Public Assistance:

The County provides a full range of veterans' and social services, with facilities in Ukiah, Fort Bragg and Willits. Facilities in Willits and Fort Bragg will have limited services.

The County also participated in the State of California's Project Homekey which allowed for the purchase of and remodeling of the Ukiah Best Western Hotel to be converted into transitional and permanent housing. In April 2021, the facility opened up as the Live Oak Apartments. The mission of Live Oak Apartments is to provide safe and permanent housing for households experiencing homelessness or who are at-risk of homelessness.

Public Ways & Facilities:

Mendocino County Department of Transportation not only provides improvements to the County maintained road system but also oversees various other public ways & facilities including Round Valley Airport, River Airports, land improvement, and solid waste division and landfill closure.



Mendocino County Department of Transportation, Ukiah, CA

Education, Recreation & Culture:

Mendocino County's Cultural Services Agency strives to enrich the quality of life for all residents of Mendocino County through maintaining and improving the services of the Mendocino County Library Branches and the County Museum.

County Libraries: Mendocino County maintains community libraries in Ukiah, Fort Bragg, Willits, Point Arena (Coast Community Branch Library), Covelo (Round Valley Branch Library), and most recently, Laytonville, all offering public internet and computer use, Wi-Fi, and printing and copy services, in addition to their comprehensive book collections. A Book Mobile brings mobile library services to many smaller communities throughout the County. For more information regarding the Mendocino County Libraries:

<https://www.mendolibrary.org/home>



Mendocino County Library, Ukiah, CA

County Museum: The County maintains the Mendocino County Museum in Willits, which houses a thoughtfully curated collection of the artifacts of Mendocino County's cultural heritage. Additionally, the museum's website currently offers a collection of digital exhibits and videos that showcase unique collections, as activities for kids and links to other online resources.

Mendocino County Museum, Willits, CA



County Parks: Mendocino County General Services Agency operates and maintains County-owned and/or maintained parks and recreation areas throughout the County, including developed community parks in Gualala, Boonville, Philo, Ukiah, Talmage and Redwood Valley.



Bower Park



Faulkner Park



Mill Creek Park



RV Lions Club Park

BUDGETARY PROCESS

The County is required by State law to adopt a balanced budget by July 1 of each fiscal year. Budgets are adopted for the general fund, special revenue funds, debt service funds, internal service funds and capital project funds. The legal level of budgetary control is at the Department Budget Unit level. Budget data is prepared on the modified accrual basis consistent with comparable actual amounts.

Encumbrance accounting is utilized during the year for budget control purposes. Unspent encumbered budget appropriations lapse at the end of the fiscal year. Board of Supervisors policy requires re-appropriation of carryover capital improvement projects on an annual basis after review of each project status.

The board approves supplemental appropriations, which are normally financed by unanticipated revenues during the year.

Factors Affecting Financial Condition

Significant decline of the legal Cannabis Industry, housing shortages, nationwide staff shortages, inflation, and supply chain interruptions, continue to impact the County's revenues and core mandated services provided. Recovery from continuous disasters within the County are ongoing as well.

COMPONENT UNITS

This report includes all the funds of the County of Mendocino and the entities described in Note 1 of the Notes to Basic Financial Statements. Although all these entities are legally separate from the County, the County Board of Supervisors serve as the governing board of each entity, and the entities meet the test required by GAAP to be presented as blended component units in the County's Financial Statements.

Also of note, individual financial statements are available for some of the component units referenced in Note 1 and are available upon request by contacting the Office of the Mendocino County Auditor-Controller.

LONG-TERM FINANCIAL PLANNING

The County funds a wide variety of services for the citizens of Mendocino County including public health, public safety, business and economic development, health and social services, and road maintenance, among others.

Strategic Planning

The FY 2024-25 budget was built based on the County Board of Supervisors' identified goals and priorities related to the County's Strategic Plan developed in May 2022. This plan guides the critical decisions faced by the Board of Supervisors to improve the quality of life for county residents. Mendocino County's strategic plan comprises four priority areas:

- An effective county government organization
- A safe and healthy county
- A thriving economy
- A prepared and resilient county

Adopted Budget

The FY 2024-25 Adopted Budget includes the following goals:

- Improve Revenue Collection
- Improve Expense Management
- Leadership Development
- Focus on Mandated Services
- Reducing Reliance on One-Time Funds
- Reduce Reliance on Carryforwards
- Structurally Balanced Budget
- Two-year forward-looking budgeting

Appropriations

The fiscal year 2024-25 Adopted Budget for all governmental funds authorized a \$545,868,619 spending level, which is an increase of \$143.6 million (35.7%) over the \$402,216,815 budgeted in fiscal year 2023-24 for all governmental funds. This increase is largely due to improvements made to financial reporting and fully implementing GASB 84 in realignment fund budget units.

The FY 2024-25 General Fund budget authorized spending of \$251,210,131, a decrease of \$2.3 million (0.9%) over the prior year budget of \$253,537,225.

Capital Improvements

Each year a 5-year Capital Improvement Program (CIP) plan is compiled for short-range and long-range capital improvements, projects, acquisitions, and development (including plans for improving or rehabilitating County-owned infrastructure). The plan provides the mechanism for estimating capital requirements; setting priorities; monitoring and evaluating the progress of capital projects; and informing the public of projected capital improvements and unfunded needs.

The five-year CIP does not appropriate funds; rather it serves as a budgeting tool, identifying those Capital Project appropriations to be made through the adoption of the County's annual budget.

Total 2024-25 appropriations for Capital Improvements and Projects are \$49,471,884. This amount is comprised of \$6,234,082 for Capital Improvements, \$30,456,722 for Capital Projects, \$12,030,000 of construction in progress costs for Mental Health projects funded by the Mendocino County Mental Health Treatment Act, and \$751,080 for Library specific Capital Projects.

Many of these capital improvements and projects are multi-years projects.

RELEVANT FINANCIAL POLICIES

Balanced Budget: The County Executive Officer (CEO) and Auditor-Controller/Treasurer-Tax Collector (ACTTC) shall present a balanced budget for all County operating funds on an annual basis.

Budget Priorities: The budget is developed within the framework of the Board of Supervisors' current goals of Fiscal Stability, Financial Sustainability, Organizational Development, Investing in Economic Recovery/Business Development, Support for Emergency Services, Disaster Recovery, Local Homeless Issues, and Supporting Community Partners.

Cost Recovery through Fees: Whenever possible, utilize fees to recover costs where reasonable and after all cost savings options have been explored.

Formal Debt Policy: A comprehensive Debt Management Policy was developed by the CEO and the Auditor-Controller and was approved by the Debt Advisory Committee. It was adopted by the Board of Supervisors on April 24, 2012.

General Reserve and Contingencies: The purpose of the County's general fund balance policy is to maintain a prudent level of financial resources to protect against having to reduce service levels and workforce reductions due to temporary revenue shortfalls or unpredicted one-time expenditures, and to maintain the County's credit rating (recommended Practice 4.1 of the National Advisory Council on State and Local Budgeting)

Ongoing Budget Administration: The CEO prepares and presents quarterly budget updates to the Board of Supervisors. These reports consist of year-to-date information including County department revenue, the County's discretionary revenues, expenditures levels, new and upcoming issues that may affect the budget, and other related information.

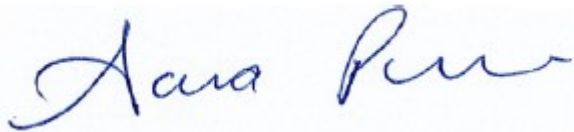
Use of "One-Time" Funds: One-time revenue shall be dedicated for use for one-time expenditures. Annual budgets will not be increased to the point that ongoing operating costs become overly reliant upon cyclical or unreliable one-time revenues.

ACKNOWLEDGEMENTS

The preparation of this Annual Comprehensive Financial Report for the fiscal year ended June 30, 2024, would not have been possible without the efficient and dedicated services of the County departments who assisted in this process, and to the Board of Supervisors for its interest, support, and action to ensure the continued fiscal health and integrity of the County.

We would like to acknowledge our independent auditors, CliftonLarsonAllen LLP, for their assistance in the report preparation.

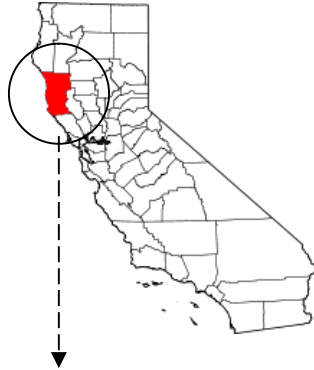
Respectfully Submitted:

A handwritten signature in blue ink that reads "Sara Pierce". The signature is written in a cursive, flowing style.

Sara Pierce,
Acting Auditor-Controller/Treasurer-Tax Collector



**COUNTY OF MENDOCINO
BOARD OF SUPERVISORS AND SUPERVISORIAL DISTRICTS
JUNE 30, 2024**



Glenn McGourty
District 1



Mo Mulheren
District 2



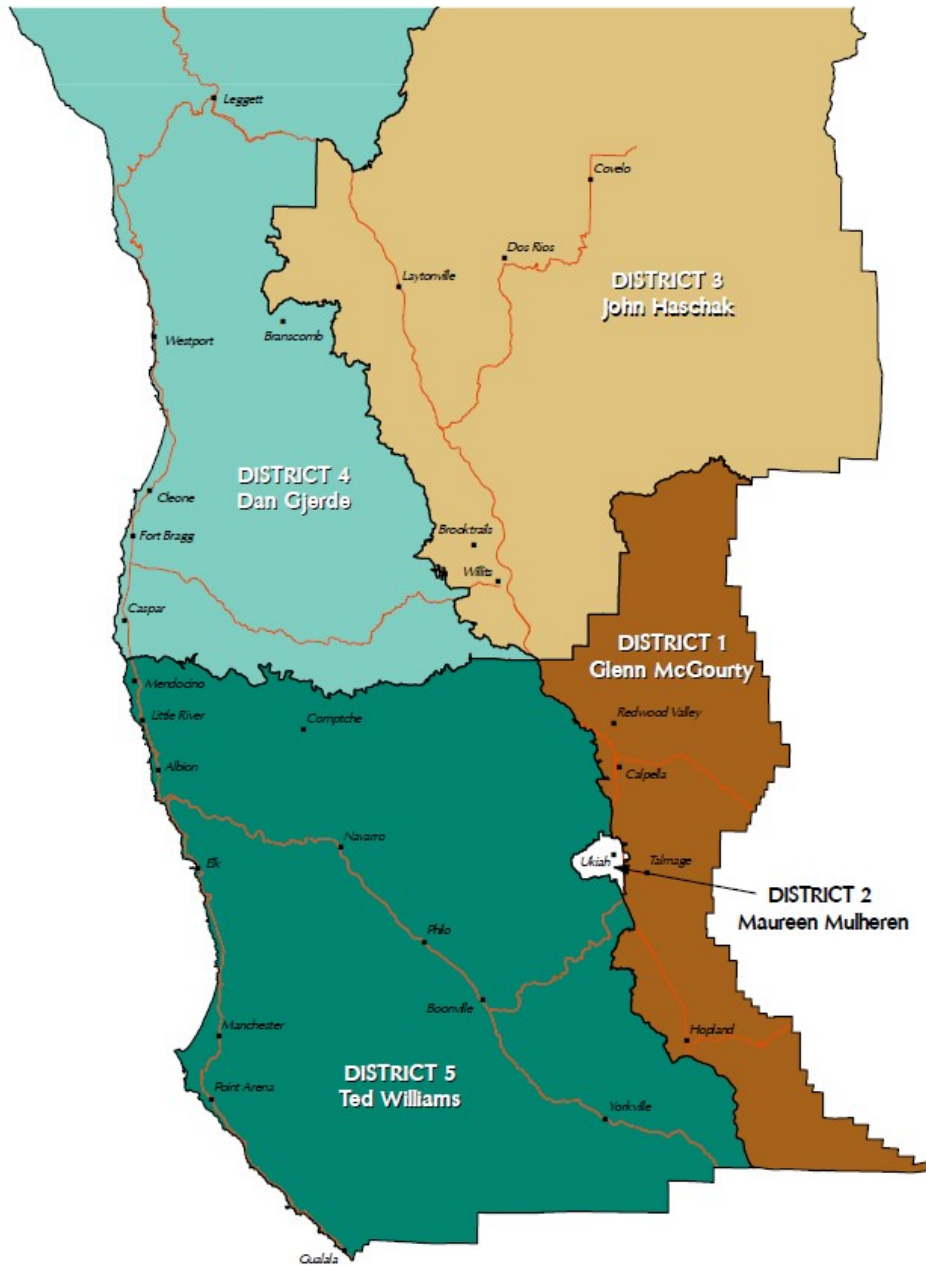
John Haschak
District 3



Dan Gjerde
District 4



Ted Williams
District 5



**COUNTY OF MENDOCINO
PRINCIPAL COUNTY OFFICIALS
JUNE 30, 2024**

Elected Officials:

Legislative Branch/Board of Supervisors:

District 1.....Glenn McGourty
District 2..... Maureen Mulheren, Chair
District 3.....John Haschak, Vice Chair
District 4..... Dan Gjerde
District 5..... Ted Williams

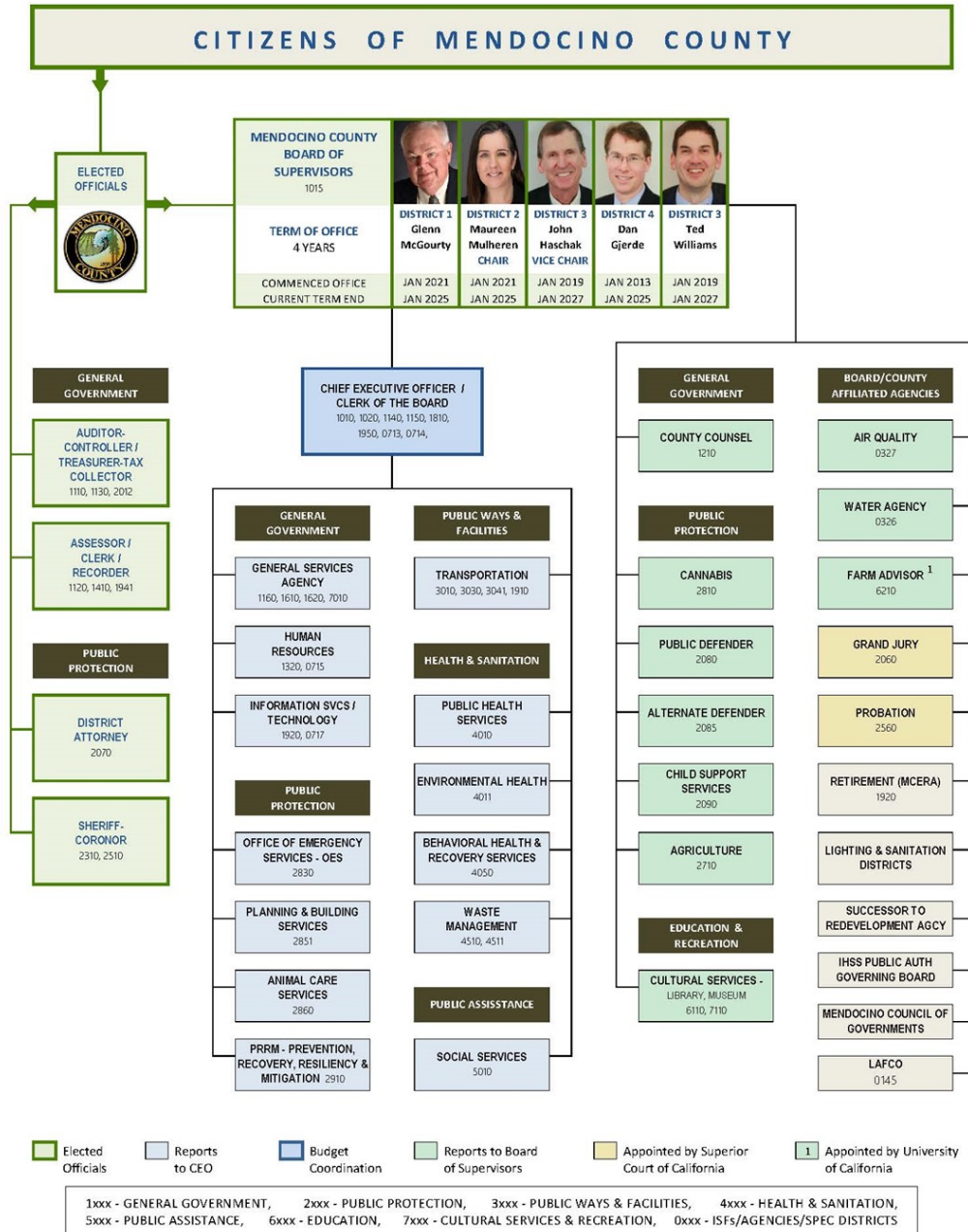
Executive Branch:

Assessor-County Clerk-Recorder..... Katrina Bartolomie
Acting Auditor-Controller/ Treasurer-Tax Collector..... Sara Pierce
District Attorney C. David Eyster
Sheriff-Coroner Matthew Kendall

Appointed Department Heads:

Agricultural Commissioner/Sealer Angela Godwin
Air Quality Management District (Interim)..... Doug Gearhart
Alternate Defender..... Patricia Littlefield
Animal Care Services Director Rich Molinari
Behavioral Health & Public Health Director Dr. Jenine Miller
Chief Executive Officer Darcie Antle
Chief Probation Officer..... Izen Locatelli
Child Support Services Director Robin Heller
County Counsel Charlotte Scott
Farm Advisor [UCCE] Matthew Barnes
Human Resources Director..... vacant
Librarian..... Melissa Hannum
Museum Administrator Karen Mattson
Planning and Building Director.....Julia Krog
Public Defender Mick Hill
Retirement Association Executive Director Doris Rentschler
Social Services Agency Director vacant
Transportation Director.....Howard Dashiell

COUNTY OF MENDOCINO ORGANIZATION CHART JUNE 30, 2024





FINANCIAL SECTION



Fort Bragg, CA; photo by Supervisor Gjerde



INDEPENDENT AUDITORS' REPORT

Board of Supervisors and Grand Jury
County of Mendocino
Ukiah, California

Report on the Audit of 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 County of Mendocino, California (the County) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2024, 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.

We did not audit the financial statements of the Mendocino County Employees' Retirement Association (MCERA) which represents 60 percent of the assets, 5 percent of the revenues, and 62 percent of the net position/fund balance of the aggregate remaining fund information as of June 30, 2024. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for MCERA, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County 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.

Emphasis of Matters

Change in Accounting Principle

As discussed in Note 1 to the financial statements, effective July 1, 2023, the County adopted new accounting guidance for accounting changes. The guidance requires that changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County'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.

Auditors' 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 auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS 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 County'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 County'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, schedule of the County's proportionate share of the net pension liability and the schedule of the County's contributions, and budgetary comparison 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 and other auditors have applied certain limited procedures to the required supplementary information in accordance with GAAS, 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 County's basic financial statements. Other budgetary schedules and the combining and individual fund financial statements and schedules 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 GAAS. In our opinion, the other budgetary schedules and the combining and individual fund financial statements and schedules 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 auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2024, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's 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 County's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Roseville, California
December 27, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

The information in this section is not covered by the Independent Auditors' Report. It is presented as required supplementary information for the benefit of the readers of the Annual Comprehensive Financial Report.



Sunflower, Mendocino County, CA; photo by Teresa Kiedrowski



**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

This section of the County of Mendocino (the County) Annual Comprehensive Financial Report (ACFR) presents a discussion and analysis of the County's financial performance during the fiscal year ended June 30, 2024. Please read it in conjunction with the transmittal letter at the front of this report and the County's financial statements following this section.

Financial Highlights

- The Government-Wide net position was \$146.7 million on June 30, 2024, an increase from prior year by \$27.5 million, or 23.1% increase
- The County's net position included
 - \$141.9 million net investment in capital assets
 - \$191.6 million in restricted net position
 - (\$186.8) in unrestricted net position
 - Beginning in FY 2015, Governmental Accounting Standards Board (GASB) 68 required all counties to recognize their pension liability as a deficit in unrestricted net position on their financial statements. This caused most counties to show a deficit in their overall net position.
- The County's Governmental Funds reported a combined ending fund balance of \$181.9 million, a decrease of \$.6 million over prior year. Amounts available for spending included, nonspendable, restricted, assigned, and unassigned fund balance.
 - \$1.1 million is nonspendable
 - \$144.0 million is restricted
 - \$32.1 million is assigned to specific purposes determined by the Board of Supervisors
 - \$4.7 million is unassigned
- The General Fund unassigned fund balance was \$13.6 million, or 6.4% of total General Fund expenditures.
- The long-term debt decreased by \$3.5 million during the fiscal year
 - Certificate of Participation (COPs) was \$20.5 million on June 30, 2024, a decrease from prior year by \$1.9 million, or 8.3% decrease
 - Pension Obligation Bonds (POBs) was \$21.5 million on June 30, 2024, a decrease from prior year by \$6.4 million, or 22.9% decrease
 - Lease Liabilities was \$4.7 million on June 30, 2024, a decrease from prior year by \$0.1 million, or 2.2% decrease
 - Subscription Based Information Technology Agreements (SBITAs) was \$2.0 million on June 30, 2024, a decrease from prior year by \$0.6 million, or 22.2% decrease
 - Compensated Absences was \$6.1 million on June 30, 2024, a decrease from prior year by \$0.2 million, or 3.9% decrease
 - Self-Insurance Liability was \$.9 million on June 30, 2024, a decrease from prior year by \$.4 million, or 29.3% decrease
 - Landfill Post Closure was \$15.9 million on June 30, 2024, an increase from prior year by \$6.0 million, or 60% increase

Additional information and analysis on the financial highlights following the sections and tables below.

**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's discussion and analysis is intended to serve as an introduction to the County's financial statements. The County's financial statements are comprised of three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to the Financial Statements. In addition to the financial statements, Required Supplementary Information is included to provide additional detail to support the financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the county's finances, in a manner similar to a private-sector business. It is comprised of a statement of net position and statement of activities.

The Statement of Net Position presents information on all County assets, liabilities, and deferred outflows/inflows, with the difference reported as net position, and is equivalent to a Balance Sheet in the private sector. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the County's net position changed during the current fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Government-Wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or significant portion of their costs through user fees, fines and charges for service. Governmental Activities of the County include General Government, Public Protection, Public Ways and Facilities (Transportation), Health and Sanitation, Public Assistance, Education, Recreation and Culture, and Debt Service and Contingencies. Internal Service Funds that provide insurance coverage, computer software acquisition and vehicle replacement are also included in governmental activities.

The Government-Wide financial statements include not only the County itself (known as the primary government), but also several legally separate entities such as lighting districts, a sanitation district, a water agency, an air quality management district, and a public facilities corporation for which the County is financially accountable. Additionally, Mendocino County Employee Retirement Association (MCERA) activities are included in the Government-Wide financial statements. Financial information for these component units, except for the Water Agency and Air Quality Management District, is reported separately from the financial information presented for the primary government itself. The Water Agency and Air Quality Management District, although also legally separate, function for all practical purposes as departments of the County, and therefore have been included as an integral part of the primary government.

**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Fund Financial Statements

A fund is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the County can be divided into three categories: Governmental Funds, Proprietary Funds, and Fiduciary Funds.

Governmental Funds

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

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

The County maintains 26 individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for all major funds: the General Fund, the Debt Service Fund, the Pension Obligation Bonds Fund, the Mental Health Services Fund, the Road Fund, and the Mental Health Treatment Fund. Data from the other 20 governmental funds are combined into a single, aggregated presentation called Other Governmental Funds. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the general fund to demonstrate compliance with this budget.

Proprietary Funds

The County maintains one type of proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its fleet of vehicles, its management information systems and for self-insurance coverage. Because all these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

All the internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements found in the other supplementary information section of this report.

**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the Government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to Financial Statements

The notes provide additional information that is essential to fully understand the data provided in the government-wide and fund financial statements.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension benefits to its employees.

Other Supplementary Information

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information.



Fort Bragg, CA; photos by Megan Miltimore

**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The Statement of Net Position

Assets and deferred outflows exceeded liabilities and deferred inflows by \$146.7 million at the close of the 2023-24 fiscal year. The total net position increased 22.9% in the current fiscal year. Changes in the net position are described below. Because Internal Service funds predominantly benefit governmental rather than business-type functions they have been included within governmental activities.

	Governmental Activities	
	2024	2023
ASSETS		
Current and Other Assets	\$ 313,391,840	\$ 247,078,278
Capital Assets	171,268,238	163,942,587
Total Assets	484,660,078	411,020,865
 DEFERRED OUTFLOWS OF RESOURCES	 64,530,137	 68,760,847
 LIABILITIES		
Other Liabilities	76,424,542	43,241,717
Long-Term Liabilities	325,624,556	316,369,561
Total Liabilities	402,049,098	359,611,278
 DEFERRED INFLOWS OF RESOURCES	 472,971	 1,012,094
 NET POSITION		
Net Investment in Capital Assets	141,893,282	133,071,382
Restricted	191,557,539	125,568,583
Unrestricted	(186,782,675)	(139,481,625)
Total Net Position	\$ 146,668,146	\$ 119,158,340

Net Investment in Capital Assets

Capital Assets, totaling \$141.9 million, are just one portion of the County's net position, and are presented as net of any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Restricted Net Position

Another portion of the County's net position, \$191.6 million, is restricted net position and represents resources that are subject to constraints by either external creditors or government entities or by law through constitutional provisions or enabling legislation.

Unrestricted Net Position

The County's unrestricted net position balance of (\$186.8) million is in large part due to reporting the County's pension liability on the statements to comply with the GASB 68 accounting standard.

**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

The Statement of Activities

Governmental activities increased the County's net position by \$27.5 million during the current fiscal year.

	2024	2023
REVENUES		
Program Revenues:		
Fees, Fines, and Charges for Services	\$ 26,674,899	\$ 25,640,013
Operating Grants and Contributions	247,091,892	201,780,102
Capital Grants and Contributions	2,064,856	1,340,186
General Revenues		
Property Taxes	66,276,226	54,795,594
Sales and Use Taxes	28,812,495	30,336,543
Other Taxes	10,223,283	11,894,957
Unrestricted Interest and Investment Earnings	9,570,384	2,176,216
Miscellaneous	4,600,920	2,420,170
Total Revenues	395,314,955	330,383,781
EXPENSES		
General Government	27,817,820	29,732,223
Public Protection	99,043,062	88,682,846
Public Ways and Facilities	20,471,261	17,601,339
Health and Sanitation	110,623,722	60,621,479
Public Assistance	101,874,446	95,078,794
Education	5,079,622	4,799,099
Recreation and Cultural Services	729,547	823,405
Interest on Long-Term Debt	2,165,669	2,421,053
Total Expenses	367,805,149	299,760,238
CHANGE IN NET POSITION	27,509,806	30,623,543
Net Position - Beginning of Year	119,158,340	88,534,797
NET POSITION - END OF YEAR	\$ 146,668,146	\$ 119,158,340

Revenues

Operating Revenues for the Governmental Activities increased 19.7% from the prior year amount of \$330.4 million to \$395.3 million. Revenues are divided into two categories: Program Revenue and General Revenues.

Program Revenues:

Program revenues increased \$47.1 million or 20.6% from prior year to \$275.8 million. Not only is the majority of program revenues derived from federal and state sources (categorized under Operating Grants and Contributions), but it is also the largest revenue stream in total.

**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Significant changes from prior year are listed below:

- ❖ Fees, Fines, and Charges for Service: 4% increase.
 - Due to review of master fee schedule.
- ❖ Operating Grants and Contributions: 22.5% increase.
 - Largely due to increase in grants received.
 - Partially due to a billing error between Partnership and the State regarding tribal payments dating back to 2021. Department of Health Care Services (DHCS) sends the tribal payments to the County which then turns around and sends the payment to Partnership Health Plan. The payments related to the billing error were offset by revenue within this same fiscal year.
- ❖ Capital Grants and Contribution: 54.1% increased.
 - Largely due to construction work on the new behavioral health wing of the jail.

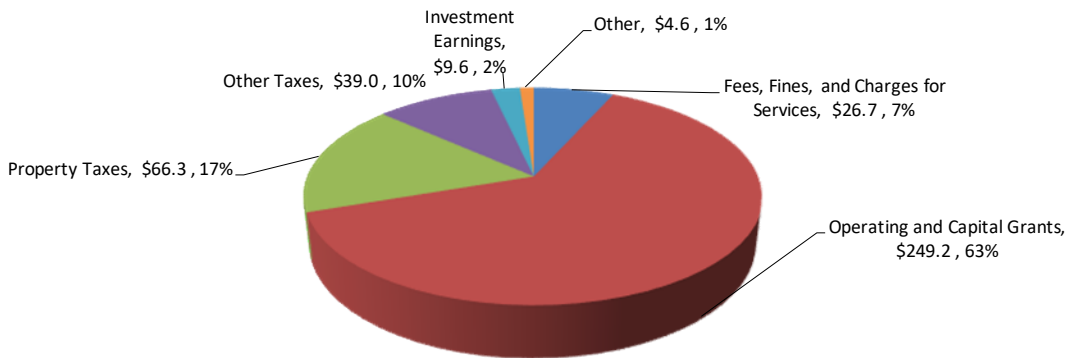
General Revenues:

General revenues had an overall increase of \$17.9 million, or 17.6% from prior year to \$119.5 million. General Revenues includes property tax revenue which is the second largest source of revenue for the County. It should be noted that of every \$1.00 collected in property tax approximately 63% benefits schools, with 30% goes towards the funding of County services and programs, Cities receive 2% and Special Districts receive 5%.

Significant changes from prior year are listed below:

- ❖ Property Taxes: 21% increase.
- ❖ Sales and Use Taxes: 5.3% decrease.
- ❖ Unrestricted Interest and Investment Earnings: 339.8% increase.
 - Largely due to increase in interest income, and improved position of fair market value presentations.

Revenues by Source (in millions) - Governmental Activities



**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

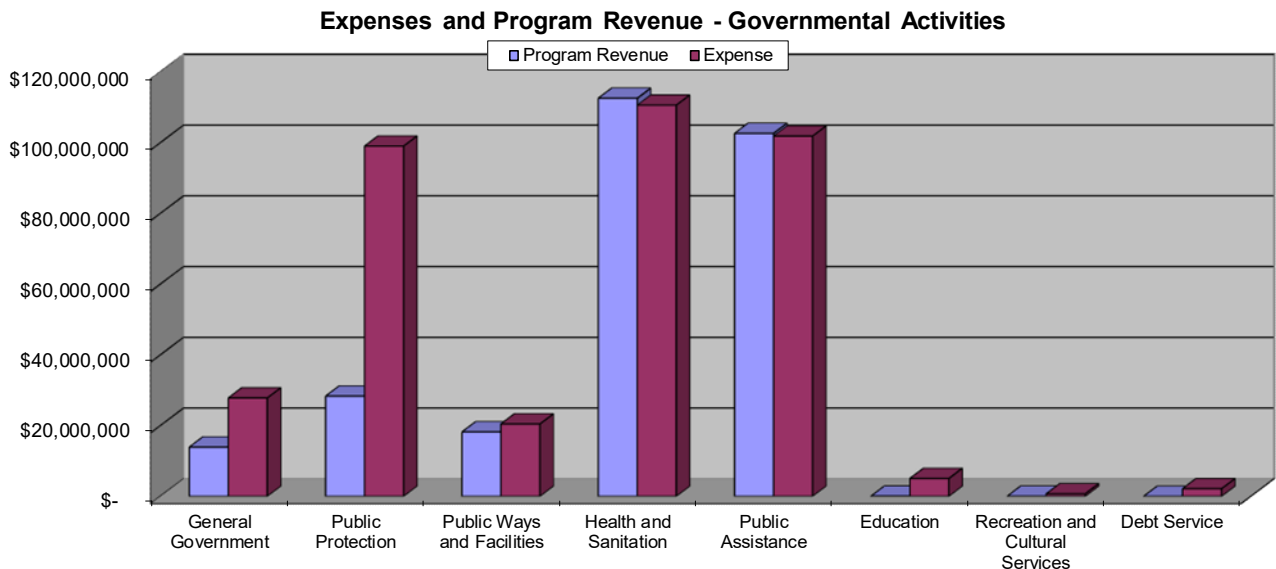
Expenses

Expenses for the Governmental Activities increased 22.8% from the prior year amount of \$299.8 million to \$367.9 million.

Significant changes from prior year are listed below:

- ❖ **Public Protection: 11.7% increase**
 - Due to increase in salary and benefit costs, along with increased staffing needs for public safety.
- ❖ **Public Ways and Facilities: 16.3% increase**
 - Due to increase in construction contracts.
- ❖ **Health and Sanitation: 82.5% increase**
 - Due to various new programs implemented in Behavioral Health & Recovery Services including:
 - CalAIM implementation of Intergovernmental Transfers (IGT) program
 - Substance Use Disorder Treatment (SUDT) experienced increases in provider services.
 - Additionally, there was a billing error between Partnership and the State regarding tribal payments dating back to 2021. Department of Health Care Services (DHCS) sends the tribal payments to the County which then turns around and sends the payment to Partnership Health Plan. The payments related to the billing error were offset by revenue within this same fiscal year.
 - Construction on the new Psychiatric Health Facility began this fiscal year
- ❖ **Public Assistance: 7.1% increase**
 - Due to increase in salary and benefit costs, along with reporting for the first time the expenses related to Live Oak apartments.

As shown in the following chart, program revenues are less than the expenses in all functional areas except Public Assistance and Health and Sanitation.



**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Expenses and Program Revenue

<u>Governmental Functions</u>	Program Revenue	Expense
General Government	\$ 13,922,954	\$ 27,817,820
Public Protection	28,360,823	99,043,062
Public Ways and Facilities	18,230,350	20,471,261
Health and Sanitation	112,579,140	110,623,722
Public Assistance	102,655,940	101,874,446
Education	56,248	5,079,622
Recreation and Cultural Services	26,192	729,547
Debt Service	-	2,165,669
	<hr/>	<hr/>
Total Governmental Functions	275,831,647	<u>\$ 367,805,149</u>
General Revenues (taxes, interest and investment earnings and miscellaneous)	<hr/>	
	119,483,308	
	<hr/>	
Total Revenues	<u>\$ 395,314,955</u>	

BUSINESS-TYPE ACTIVITIES

None of the County's funds are classified as business-type activities.

GOVERNMENTAL FUNDS ANALYSIS

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unrestricted fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$181.9 million, a decrease of \$.6 million from the prior year. The components of total fund balance are as follows:

- Nonspendable fund balance, \$1.1 million, consists of amounts that are not spendable in form, or are legally or contractually required to be maintained intact, and are made up of inventories.
- Restricted fund balance, \$144.0 million, consists of amounts with externally imposed constraints put on their use by creditors, grantors, contributors, laws, regulations, or enabling legislation.
- Assigned fund balance, \$32.1 million, represents amounts that are intended for a specific purpose and are established by the Board of Supervisors, or an official body delegated by the Board of Supervisors. The majority of these funds are held in special revenue funds to be used for the purpose of those funds while the remaining is set aside for specific purposes in the General Fund.
- Unassigned fund balance, \$4.7 million, represents the General Fund's resources and Other Governmental Fund balances that are not classified in the three previous components and are considered available for spending at the government's discretion.

**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

General Fund

The General Fund is only one component of the total Governmental Funds; however, it is the **primary operating fund of the County**. At the end of the current fiscal year, the total fund balance was \$71.3 million and represents an increase of \$5.9 million from prior fiscal year.

- ❖ Nonspendable fund balance was \$0.2 million
- ❖ Spendable fund balance, which is comprised of restricted, assigned, and unassigned balances, was \$71.1 million.
 - Restricted and Assigned: \$57.4 million
 - Unassigned: \$13.6 million

Debt Service Fund

The Debt Service fund had a total fund balance of \$11.6 million, all of which is restricted for the payment of debt service. The net decreased in fund balance during the current year in the debt service fund was \$.6 million.

Pension Obligation Fund

The Pension Obligation fund had a total fund balance of \$7.5 million, all of which is restricted for the payment of debt service. The fund balance decreased during the current year by \$0.5 million.

Mental Health Services Fund

The Mental Health Services fund had a total deficit fund balance of \$8.8 million. The net decrease in fund balance during the current year was \$16.0 million. A portion of revenue accrued at year end was not received by August 31, 2024; therefore, the revenue was recorded as unavailable revenue. Unavailable revenue removes the revenue from the Statement of Revenues, Expenditures, and Changes in Fund Balances Statement and records it on the Balance Sheet. The revenue will be recorded in FY24/25.

Roads Fund

Road fund had a total fund balance of \$9.2 million. The net decrease for the year was \$.7 million.

Mental Health Treatment Fund

The Mental Health Treatment fund had a total fund balance of \$43.3 million, with a net increase of \$2.0 million. This increase is due to the continued receipt of sales tax proceeds in excess of current year expenditures. While some multi-year mental health treatment projects are complete, many are still in development. Treatment services are still ramping up to meet the needs that can be served by the newly sourced and/or developed facilities.

Other Governmental Funds

Nonmajor Governmental Funds captures Special Revenue Funds, Capital Projects, and Permanent Funds which do not qualify as major governmental funds. The Other Governmental funds had a total fund balance of \$47.7 million. The net increase for the year was \$24.8 million and was due in part to the recategorization of Disaster Recovery, Cannabis Grants, and Miscellaneous Grants out of the major fund group.

**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Proprietary Funds

The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The combined unrestricted net position of the internal service funds at the end of the year was \$13.5 million, an increase of \$1.6 million from prior year. The increase was mostly due to cost savings in operating expenses within the Software Acquisition fund.

General Fund Budgetary Highlights

The County's final budget appropriations for General Fund **expenditures** increased \$5.4 million over the original approved budget by the Board of Supervisors.

Notable differences between the original FY 2023-24 Adopted Budget and the final amended FY 2023-24 budget are summarized below:

Revenues

- ❖ Intergovernmental: 3.3% increase, or \$4.3 million, due to increase in grant and realignment anticipated revenues.

Expenses

- ❖ Public Protection: 1.7% increase for Sheriff Office vehicles, funded by ARPA
- ❖ Health and Sanitation: 11.3% increase for grant funded expenses, along with increase for cost plan charges to non-general fund departments.

**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental activities as of June 30, 2024, amounts to \$171.3 million (net of accumulated depreciation).

This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, park facilities, roads, highways, and bridges, construction in progress, and lease assets. The total increase in the County's investment in capital assets for the current fiscal year was \$7.3 million, an increase of 4.5%. This overall increase was largely due to (1) purchase of vehicles for public safety, (2) construction in progress related to the new behavioral health wing of the jail, and (3) newly recognizing SBITA Assets in accordance with GASB Statement No. 96. The increases were partially offset by depreciation expense. Additional details of capital assets are in Note 5.

CAPITAL ASSETS	2024	2023
Land	\$ 2,925,121	\$ 2,925,121
Structures and Improvements	46,493,849	45,490,407
Improvements Other than Buildings	467,980	693,289
Equipment	6,903,559	10,016,911
Infrastructure	52,800,836	54,587,307
Intangibles	2,013,434	-
Construction in Progress	53,262,780	43,014,002
Lease Assets	4,535,941	4,688,138
SBITA Assets	1,864,738	2,527,412
	\$ 171,268,238	\$ 163,942,587
Total Capital Assets		

Long-Term Debt

At the end of the current fiscal year, the Governmental Funds had long-term debt outstanding of \$47.4 million.

OUTSTANDING DEBT	2024	2023
General Obligation Bonds	\$ 21,470,000	\$ 27,860,000
Certificates of Participation	19,205,000	20,855,000
Lease Liabilities	4,748,491	4,854,044
SBITA Liabilities	1,967,609	2,527,471
	\$ 47,391,100	\$ 56,096,515
Total		

The County's total long-term debt decreased by \$8.7 million, or 15.5% during the current fiscal year. Largest contributing factor was decrease in Pension Obligation bonds.

State statutes limit the amount of general obligation debt a governmental entity may issue to 1.25% of its total assessed valuation of property within the County. The current assessed valuation is \$14,082,522,000 and the current debt limitation for the County is \$164,010,197.

Additional information on the County's long-term debt can be found in Note 6 of this report.

**COUNTY OF MENDOCINO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

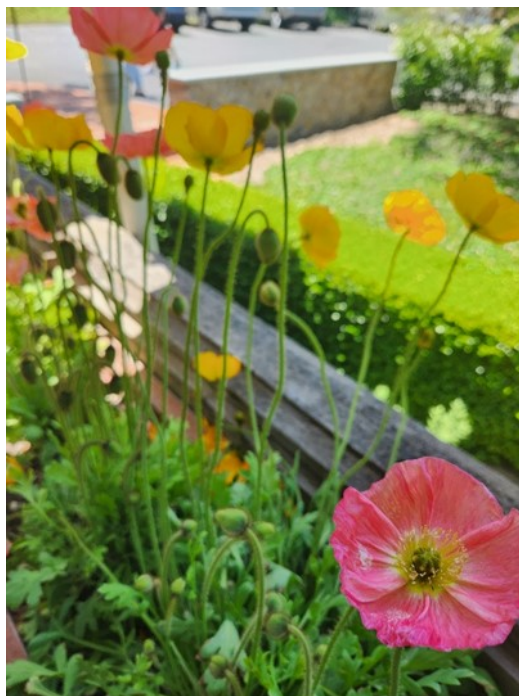
The Board of Supervisors in May 2022 adopted the County's first Strategic Plan in over 30 years. The plan will help guide the critical decisions the Board of Supervisors will face over the next five years to improve the quality of life for county residents. The Strategic Plan consists of 17 goals under 4 Priority areas: An Effective County Government, A Safe and Health County, A Thriving Economy, and A Prepared and Resilient County.

The Fiscal Year 2023-24 budget was created with the Strategic Plan's priorities, goals, and objectives in mind, while at the same time trying to balance competing factors. The following is a partial list of factors considered during the preparation of budget.

- ❖ Employee retention
- ❖ Labor negotiations
- ❖ High rates of inflation
- ❖ Significant cost escalations
- ❖ Labor Market
- ❖ Minimal property tax revenue growth
- ❖ Stagnant growth in Transient Occupancy Tax, Sales Tax
- ❖ Economic development

REQUESTS FOR INFORMATION

The financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Mendocino County Auditor-Controller, 501 Low Gap Road, Room 1080, Ukiah, California 95482. This report is also available online at <https://www.mendocinocounty.gov/departments/auditor-controller/financial-reports>.



Flowers in Booneville, CA; photo by Teresa Kiedrowski



**BASIC FINANCIAL STATEMENTS –
GOVERNMENT-WIDE FINANCIAL STATEMENTS**



**COUNTY OF MENDOCINO
STATEMENT OF NET POSITION
JUNE 30, 2024**

	Governmental Activities
ASSETS	
Cash and Investments	\$ 202,618,438
Cash with Fiscal Agent	20,208,440
Other Cash	200,119
Accounts Receivable	36,474,796
Due from Other Governments	44,553,096
Taxes Receivable	3,896,818
Interest Receivable	20,235
Prepaid Expenses	48,407
Inventories	1,011,633
Loans Receivable	4,359,858
Capital Assets:	
Nondepreciable	56,187,901
Depreciable, Net	108,679,658
Lease Assets, Net	4,535,941
SBITA Assets, Net	1,864,738
Total Assets	484,660,078
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Pensions	63,918,803
Deferred Loss on Refunding	611,334
Total Deferred Outflows of Resources	64,530,137
LIABILITIES	
Accounts Payable	53,538,604
Salaries and Benefits Payable	2,885,278
Interest Payable	501,383
Unearned Revenue	19,499,277
Long- Term Liabilities:	
Portion Due or Payable Within One Year:	
Certificates of Participation	1,730,000
Bonds Payable	6,760,000
Lease Liability	347,804
SBITA Liability	926,302
Closure/Post- Closure Liability	501,152
Liability for Compensated Absences	6,075,797
Claims Liability	872,261
Portion Due or Payable After One Year:	
Certificates of Participation	18,792,106
Bonds Payable	14,710,000
Lease Liability	4,400,687
SBITA Liability	1,041,307
Closure/Post- Closure Liability	15,444,343
Net Pension Liability	254,022,797
Total Liabilities	402,049,098
DEFERRED INFLOWS OF RESOURCES	
Deferred Pensions	472,971
NET POSITION	
Net Investment in Capital Assets	141,893,282
Permanently Restricted for Endowments	387,728
Temporarily Restricted for:	
Legally Segregated Taxes, Grants, and Fees	172,540,548
Debt Service and Capital Projects	18,629,263
Unrestricted	(186,782,675)
Total Net Position	\$ 146,668,146

See accompanying Notes to Basic Financial Statements.

**COUNTY OF MENDOCINO
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities
PRIMARY GOVERNMENT					
Governmental Activities:					
General Government	\$ 27,817,820	\$ 5,283,772	\$ 8,639,182	\$ -	\$ (13,894,866)
Public Protection	99,043,062	8,125,367	20,235,456	-	(70,682,239)
Public Ways and Facilities	20,471,261	318,927	15,846,567	2,064,856	(2,240,911)
Health and Sanitation	110,623,722	11,920,720	100,658,420	-	1,955,418
Public Assistance	101,874,446	981,001	101,674,939	-	781,494
Education	5,079,622	18,920	37,328	-	(5,023,374)
Recreation and Culture	729,547	26,192	-	-	(703,355)
Debt Service:					
Interest	2,165,669	-	-	-	(2,165,669)
Total Governmental Activities	\$ 367,805,149	\$ 26,674,899	\$ 247,091,892	\$ 2,064,856	(91,973,502)
GENERAL REVENUES					
Taxes:					
Property Taxes					66,276,226
Sales and Use Taxes					28,812,495
Transient Occupancy Tax					7,948,635
Other					2,274,648
Unrestricted Interest and Investment Earnings					9,570,384
Miscellaneous					4,600,920
Total General Revenues					119,483,308
CHANGE IN NET POSITION					27,509,806
Net Position - Beginning of Year					119,158,340
NET POSITION - END OF YEAR					\$ 146,668,146

See accompanying Notes to Basic Financial Statements.

**BASIC FINANCIAL STATEMENTS –
FUND FINANCIAL STATEMENTS**

COUNTY OF MENDOCINO
BALANCE SHEET – GOVERNMENTAL FUNDS
JUNE 30, 2024

	General	Debt Service	Pension Obligation Bonds	Mental Health Services
ASSETS				
Pooled Cash and Investments in Treasury	\$ 50,387,786	\$ -	\$ -	\$ 29,658,422
Restricted Assets:				
Cash with Fiscal Agent	-	12,104,360	8,034,124	-
Imprest Cash	128,499	-	-	-
Accounts Receivable	13,618,238	-	-	22,644,997
Taxes Receivable	3,197,267	-	-	-
Lease Receivable	-	-	-	-
Due from Other Governments	14,267,402	46,270	-	5,709,709
Prepaid Expenses	48,407	-	-	-
Inventory	197,460	-	-	-
Loans Receivable	-	-	-	-
Due from Other Funds	11,867,332	-	-	-
	<u>\$ 93,712,391</u>	<u>\$ 12,150,630</u>	<u>\$ 8,034,124</u>	<u>\$ 58,013,128</u>
LIABILITIES				
Accounts Payable	\$ 4,869,875	\$ 6,167	\$ -	\$ 40,347,741
Accrued Salaries and Benefits	2,491,144	-	-	121,866
Due to Other Funds	-	499,142	548,799	-
Unearned Revenue	301,683	-	-	3,744,631
Total Liabilities	<u>7,662,702</u>	<u>505,309</u>	<u>548,799</u>	<u>44,214,238</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	14,722,902	-	-	22,573,753
Total Deferred Inflows of Resources	<u>14,722,902</u>	<u>-</u>	<u>-</u>	<u>22,573,753</u>
FUND BALANCES				
Nonspendable	245,867	-	-	-
Restricted	31,173,056	11,645,321	7,485,325	-
Assigned	26,274,267	-	-	-
Unassigned	13,633,597	-	-	(8,774,863)
Total Fund Balances	<u>71,326,787</u>	<u>11,645,321</u>	<u>7,485,325</u>	<u>(8,774,863)</u>
	<u>\$ 93,712,391</u>	<u>\$ 12,150,630</u>	<u>\$ 8,034,124</u>	<u>\$ 58,013,128</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances				

See accompanying Notes to Basic Financial Statements.

COUNTY OF MENDOCINO
BALANCE SHEET – GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2024

	Road	Mental Health Treatment	Other Governmental Funds	Total
ASSETS				
Pooled Cash and Investments in Treasury	\$ 7,201,645	\$ 42,964,807	\$ 63,283,170	\$193,495,830
Restricted Assets:				
Cash with Fiscal Agent	-	-	69,956	20,208,440
Imprest Cash	50	-	1,599	130,148
Accounts Receivable	183	1,741	226,473	36,491,632
Taxes Receivable	-	241,284	458,267	3,896,818
Lease Receivable	-	-	-	-
Due from Other Governments	5,934,449	218,864	7,549,635	33,726,329
Prepaid Expenses	-	-	-	48,407
Inventory	814,173	-	-	1,011,633
Loans Receivable	-	-	4,359,858	4,359,858
Due from Other Funds	-	-	-	11,867,332
	<u>\$ 13,950,500</u>	<u>\$ 43,426,696</u>	<u>\$ 75,948,958</u>	<u>\$305,236,427</u>
LIABILITIES				
Accounts Payable	\$ 502,382	\$ 104,262	\$ 6,859,095	\$ 52,689,522
Accrued Salaries and Benefits	129,909	-	125,691	2,868,610
Due to Other Funds	-	-	-	1,047,941
Unearned Revenue	-	-	15,452,963	19,499,277
Total Liabilities	<u>632,291</u>	<u>104,262</u>	<u>22,437,749</u>	<u>76,105,350</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	4,143,462	1,741	5,764,151	47,206,009
Total Deferred Inflows of Resources	<u>4,143,462</u>	<u>1,741</u>	<u>5,764,151</u>	<u>47,206,009</u>
FUND BALANCES				
Nonspendable	814,173	-	-	1,060,040
Restricted	8,360,574	43,320,693	42,053,771	144,038,740
Assigned	-	-	5,836,282	32,110,549
Unassigned	-	-	(142,995)	4,715,739
Total Fund Balances	<u>9,174,747</u>	<u>43,320,693</u>	<u>47,747,058</u>	<u>181,925,068</u>
	<u>\$ 13,950,500</u>	<u>\$ 43,426,696</u>	<u>\$ 75,948,958</u>	<u>\$305,236,427</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances				

See accompanying Notes to Basic Financial Statements.



**COUNTY OF MENDOCINO
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
GOVERNMENT-WIDE STATEMENT OF NET POSITION – GOVERNMENTAL ACTIVITIES
JUNE 30, 2024**

Fund Balance - Total Governmental Funds \$ 181,925,068

Amounts reported for governmental activities in the Statement of Net Position are different because:

Unavailable revenues represent amounts that are not available to fund current expenditures and, therefore, are not reported in the governmental funds. 47,206,009

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. 162,070,225

Deferred outflows of resources reported in the Statement of Net Position. 64,530,137

Internal service funds are used by the County to charge the cost of insurance, software acquisition and vehicle replacement services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position. Internal service fund net position is: 13,481,276

Deferred inflows of resources reported in the Statement of Net Position. (472,971)

Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities are reported in the Statement of Net Position.

Bonds Payable	(21,470,000)
Certificates of Participation	(20,522,106)
Lease Liability	(2,991,753)
SBITA Liability	(580,398)
Accrued Interest on Long-Term Debt	(501,383)
Compensated Absences	(6,037,666)
Pension Liability	(254,022,797)
Landfill Closure/Post-Closure Care Costs	<u>(15,945,495)</u>

Net Position of Governmental Activities \$ 146,668,146

See accompanying Notes to Basic Financial Statements.

COUNTY OF MENDOCINO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	General	Debt Service	Pension Obligation Bonds	Mental Health Services	Road	Mental Health Treatment
REVENUES						
Taxes	\$ 97,509,649	\$ -	\$ -	\$ -	\$ 54,000	\$ 2,526,080
Licenses, Permits, and Franchises	4,515,469	-	-	-	92,196	-
Intergovernmental	125,637,037	60,797	-	51,989,444	13,192,981	-
Revenue from Use of Money and Property	4,164,008	430,556	(77,898)	612,519	195,564	1,637,888
Fines, Forfeitures, and Penalties	802,844	8,760	-	20,271	3,309	-
Charges for Services	14,187,723	-	-	2,543,700	223,422	9,553
Other Revenues	1,661,439	-	310,115	248,700	1,460	-
Total Revenues	<u>248,478,169</u>	<u>500,113</u>	<u>232,217</u>	<u>55,414,634</u>	<u>13,762,932</u>	<u>4,173,521</u>
EXPENDITURES						
Current:						
General Government	24,619,436	7,150	5,545	-	-	-
Public Protection	79,283,858	-	-	-	-	-
Public Ways and Facilities	368,179	-	-	-	18,708,095	-
Health and Sanitation	14,239,374	-	-	81,759,154	-	740,980
Public Assistance	87,371,873	-	-	-	-	-
Education	242,657	-	-	-	-	-
Recreation and Culture	637,214	-	-	-	-	-
Debt Service:						
Principal	-	1,650,000	6,390,000	-	-	-
Interest	523,789	1,006,492	1,423,170	-	-	-
Debt Issuance Costs	-	-	-	-	-	-
Capital Outlay	4,695,230	-	-	-	-	-
Total Expenditures	<u>211,981,610</u>	<u>2,663,642</u>	<u>7,818,715</u>	<u>81,759,154</u>	<u>18,708,095</u>	<u>740,980</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	36,496,559	(2,163,529)	(7,586,498)	(26,344,520)	(4,945,163)	3,432,541
OTHER FINANCING SOURCES (USES)						
Leases	-	-	-	-	-	-
SBITAs	378,407	-	-	-	-	-
Transfers in	5,541,230	2,661,947	7,122,495	10,615,319	4,543,167	-
Transfers out	(36,504,866)	(1,133,149)	-	(295,877)	(329,770)	(1,460,040)
Total Other Financing Sources (Uses)	<u>(30,585,229)</u>	<u>1,528,798</u>	<u>7,122,495</u>	<u>10,319,442</u>	<u>4,213,397</u>	<u>(1,460,040)</u>
NET CHANGES IN FUND BALANCES	5,911,330	(634,731)	(464,003)	(16,025,078)	(731,766)	1,972,501
Fund Balances - Beginning, as Originally Reported	65,415,457	12,280,052	7,949,328	7,250,215	9,906,513	41,348,192
Adjustments / Restatements	-	-	-	-	-	-
Fund Balances - Beginning of Year, as Adjusted or Restated	<u>65,415,457</u>	<u>12,280,052</u>	<u>7,949,328</u>	<u>7,250,215</u>	<u>9,906,513</u>	<u>41,348,192</u>
FUND BALANCES - END OF YEAR	<u>\$ 71,326,787</u>	<u>\$ 11,645,321</u>	<u>\$ 7,485,325</u>	<u>\$ (8,774,863)</u>	<u>\$ 9,174,747</u>	<u>\$ 43,320,693</u>

See accompanying Notes to Basic Financial Statements.

COUNTY OF MENDOCINO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

	Miscellaneous Grants	Cannabis Grants	Disaster Recovery	Other Governmental Funds	Total
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ 5,222,275	\$ 105,312,004
Licenses, Permits, and Franchises	-	-	-	279,543	4,887,208
Intergovernmental	-	-	-	29,316,646	220,196,905
Revenue from Use of Money and Property	-	-	-	1,067,217	8,029,854
Fines, Forfeitures, and Penalties	-	-	-	5,687	840,871
Charges for Services	-	-	-	887,693	17,852,091
Other Revenues	-	-	-	2,346,982	4,568,696
Total Revenues	-	-	-	39,126,043	361,687,629
EXPENDITURES					
Current:					
General Government	-	-	-	64,790	24,696,921
Public Protection	-	-	-	10,904,362	90,188,220
Public Ways and Facilities	-	-	-	58,093	19,134,367
Health and Sanitation	-	-	-	6,158,034	102,897,542
Public Assistance	-	-	-	10,854,052	98,225,925
Education	-	-	-	4,508,422	4,751,079
Recreation and Culture	-	-	-	332	637,546
Debt Service:					
Principal	-	-	-	-	8,040,000
Interest	-	-	-	-	2,953,451
Debt Issuance Costs	-	-	-	-	-
Capital Outlay	-	-	-	6,061,777	10,757,007
Total Expenditures	-	-	-	38,609,862	362,282,058
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	516,181	(594,429)
OTHER FINANCING SOURCES (USES)					
Leases	-	-	-	406,844	406,844
SBITAs	-	-	-	-	378,407
Transfers in	-	-	-	14,167,262	44,651,420
Transfers out	-	-	-	(5,714,695)	(45,438,397)
Total Other Financing Sources (Uses)	-	-	-	8,859,411	(1,726)
NET CHANGES IN FUND BALANCES	-	-	-	9,375,592	(596,155)
Fund Balances - Beginning, as Originally Reported	5,749,006	1,415,062	8,308,274	22,899,124	182,521,223
Adjustments / Restatements	(5,749,006)	(1,415,062)	(8,308,274)	15,472,342	-
Fund Balances - Beginning of Year, as Adjusted or Restated	-	-	-	38,371,466	182,521,223
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ 47,747,058	\$ 181,925,068

See accompanying Notes to Basic Financial Statements.



COUNTY OF MENDOCINO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE GOVERNMENT-WIDE
STATEMENT OF ACTIVITIES – GOVERNMENTAL ACTIVITIES
YEAR ENDED JUNE 30, 2024

Net Change to Fund Balance - Total Governmental Funds \$ (596,155)

Amounts reported for governmental activities in the Statement of Activities are different because:

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

Expenditures for General Capital Assets, Infrastructure, and Other		\$14,736,305	
Related Capital Assets Adjustments		(7,475,743)	
Less: Current Year Depreciation and Amortization		<u>(7,475,743)</u>	7,260,562

Governmental fund revenues deferred at year end due to unavailability, and therefore, deferred under the modified accrual basis method of accounting, were recognized as revenue on the full accrual method of accounting.			33,260,868
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Debt proceeds and new leases are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the Statement of Net Position, however, issuing debt increases long-term liabilities and does not affect the Statement of Activities. Similarly, the repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Leases Issued		(406,844)	
SBITAs Issued		(378,407)	
Principal Payments on Bonds Payable		8,040,000	
Principal Payments on Leases Payable		175,098	
Principal Payments on SBITAs Payable		<u>412,794</u>	7,842,641

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.

Amortization of Bond Premiums, Discounts, and Deferred Amounts of Refunding		173,088	
Change in Compensated Absences		243,497	
Change in Net Pension Liability and Related Deferred Inflows/Outflows		(16,456,967)	
Change in Liability for Closure/Post-Closure Care		<u>(5,976,582)</u>	(21,815,064)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of certain activities of the internal service funds is reported with governmental activities.			<u>1,556,954</u>
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Change in Net Position of Governmental Activities \$27,509,806

See accompanying Notes to Basic Financial Statements.

**COUNTY OF MENDOCINO
STATEMENT OF NET POSITION – PROPRIETARY FUNDS
JUNE 30, 2024**

	<u>Governmental Activities</u>
	<u>Internal Service Funds</u>
ASSETS	
CURRENT ASSETS	
Pooled Cash and Investments in Treasury	\$ 8,992,460
Other Cash	200,119
Accounts Receivable	3,399
Due from Other Governments	7,376
Total Current Assets	<u>9,203,354</u>
NONCURRENT ASSETS	
Capital Assets:	
Nondepreciable	4,168,334
Depreciable, Net	2,174,856
Lease Assets, Net	1,664,761
SBITA Assets, Net	1,190,062
Total Noncurrent Assets	<u>9,198,013</u>
Total Assets	<u>\$ 18,401,367</u>
LIABILITIES AND NET POSITION	
CURRENT LIABILITIES	
Accounts Payable	\$ 849,082
Accrued Salaries and Benefits	16,668
Compensated Absences	38,131
Liability for Unpaid Claims	872,261
Lease Liability	158,258
SBITA Liability	685,804
Total Current Liabilities	<u>2,620,204</u>
NONCURRENT LIABILITIES	
Lease Liability	1,598,480
SBITA Liability	701,407
Total Noncurrent Liabilities	<u>2,299,887</u>
Total Liabilities	4,920,091
NET POSITION	
Investment in Capital Assets	6,054,064
Unrestricted	7,427,212
Total Net Position	<u>13,481,276</u>
Total Liabilities and Net Position	<u>\$ 18,401,367</u>

See accompanying Notes to Basic Financial Statements.

**COUNTY OF MENDOCINO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
NET POSITION – PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2024**

	Governmental Activities <hr/> Internal Service Funds
OPERATING REVENUES	
Charges for Services	\$ 27,649,049
Other Revenues	3,277,108
Total Operating Revenues	<hr/> 30,926,157
OPERATING EXPENSES	
Salaries and Employee Benefits	771,564
Services and Supplies	1,526,180
Insurance	7,260,067
Depreciation	1,004,844
Claims and Judgments	20,022,425
Total Operating Expenses	<hr/> 30,585,080
OPERATING INCOME	341,077
NONOPERATING REVENUES (EXPENSES)	
Other Revenue	209,396
Gain on Disposal of Capital Assets	62,442
Investment Revenue	157,062
Interest Expense	-
Total Nonoperating Revenues (Expenses)	<hr/> 428,900
INCOME BEFORE TRANSFERS	769,977
TRANSFERS IN	1,310,071
TRANSFERS OUT	<hr/> (523,094)
CHANGE IN NET POSITION	1,556,954
Net Position - Beginning of Year	<hr/> 11,924,322
NET POSITION - END OF YEAR	<hr/> \$ 13,481,276

See accompanying Notes to Basic Financial Statements.

**COUNTY OF MENDOCINO
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2024**

	Governmental Activities <hr/> Internal Service Funds <hr/>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Receipts from Interfund Services Provided	\$ 31,596,372
Cash Paid to Employees for Services	(772,517)
Cash Paid to Suppliers for Goods and Services	<u>(29,784,072)</u>
Net Cash Provided by Operating Activities	1,039,783
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Noncapital Other Contributions	209,396
Transfers In	1,310,071
Transfers Out	<u>(523,094)</u>
Net Cash Provided by Noncapital Financing Activities	996,373
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of Capital Assets	(1,460,431)
Proceeds from Sale of Capital Assets	661,925
Principal Payments on Capital Debt	(1,033,802)
Interest Paid on Capital Debt	-
Net Cash Used by Capital and Related Financing Activities	<u>(1,832,308)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment loss	<u>157,062</u>
Net Cash Provided by Investing Activities	<u>157,062</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	360,910
Cash and Cash Equivalents - Beginning of Year	<u>8,831,669</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 9,192,579</u></u>
Pooled Cash and Investments in Treasury	\$ 8,992,460
Other Cash	<u>200,119</u>
TOTAL CASH AND CASH EQUIVALENTS	<u><u>\$ 9,192,579</u></u>

See accompanying Notes to Basic Financial Statements.

**COUNTY OF MENDOCINO
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2024**

**RECONCILIATION OF OPERATING INCOME TO NET CASH
PROVIDED BY OPERATING ACTIVITIES**

Operating Income	\$ 341,077
Adjustments to Reconcile Operating Income to Net	
Cash Used by Operating Activities:	
Depreciation	1,004,844
Changes in Assets and Liabilities:	
(Increase) Decrease in Assets:	
Accounts Receivable	670,215
Increase (Decrease) in Liabilities:	
Accounts Payable	(613,571)
Accrued Salaries	2,185
Compensated Absences	(3,138)
Claims Liability	(361,829)
Net Cash Provided by Operating Activities	\$ 1,039,783

See accompanying Notes to Basic Financial Statements.

COUNTY OF MENDOCINO
STATEMENT OF FIDUCIARY NET POSITION – FIDUCIARY FUNDS
JUNE 30, 2024

	Investment Trust	Private Purpose Trust Fund	Custodial Fund	Pension Trust Fund
ASSETS				
Cash and Investments in Treasury	\$ 320,741,333	\$ -	\$ 25,515,018	\$ 233,783
Cash in Trust Account	-	1,674,220	-	-
Investments:				
Fixed Income	-	-	-	146,434,880
Domestic Equities	-	-	-	268,290,057
International Equities	-	-	-	175,757,413
Real Estate Partnerships	-	-	-	68,779,185
Infrastructure	-	-	-	54,548,246
Real Estate - 625 Kings Court, Ukiah, CA	-	-	-	1,347,000
Accounts Receivable	-	-	-	957,109
Taxes Receivable	-	-	37,513,618	-
Interest Receivable	-	-	-	-
Prepaid Expenses	-	-	-	-
Due from Other Governments	-	-	-	-
Total Assets	<u>320,741,333</u>	<u>1,674,220</u>	<u>63,028,636</u>	<u>716,347,673</u>
LIABILITIES				
Accounts Payable and Accrued Expenses	-	-	-	1,235,516
Due to Other Funds	-	-	10,819,391	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>10,819,391</u>	<u>1,235,516</u>
NET POSITION				
Restricted for:				
Pensions	-	-	-	715,112,157
Pool Participants	320,741,333	-	-	-
Individuals, Organizations, and Other Governments	-	1,674,220	52,209,245	-
Total Net Position	<u>\$ 320,741,333</u>	<u>\$ 1,674,220</u>	<u>\$ 52,209,245</u>	<u>\$ 715,112,157</u>

See accompanying Notes to Basic Financial Statements.

COUNTY OF MENDOCINO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2024

	Investment Trust	Private Purpose Trust Funds	Custodial Fund	Pension Trust Fund
ADDITIONS				
Contributions:				
Employer Contributions	\$ -	\$ -	\$ -	\$ 32,095,794
Member Contributions	-	-	-	8,423,567
Contributions on Pooled Investments	794,975,110	-	649,236,245	-
Contributions to Private Purpose Trust	-	1,242,056	-	-
Taxes Collected for Other Governments	-	-	382,663,425	-
Interest and Investment Income - Net	3,673,098	-	480,323	61,117,194
Total Additions	<u>798,648,208</u>	<u>1,242,056</u>	<u>1,032,379,993</u>	<u>101,636,555</u>
DEDUCTIONS				
Benefit Payments	-	-	-	48,795,169
Administrative Expenses	-	-	-	1,638,837
Taxes Distributed to Other Governments	-	-	388,201,708	-
Distributions from Investment Pool	780,113,018	-	633,056,988	-
Distributions from Private Purpose Trust	-	1,228,036	-	-
Total Deductions	<u>780,113,018</u>	<u>1,228,036</u>	<u>1,021,258,696</u>	<u>50,434,006</u>
CHANGE IN NET POSITION	18,535,190	14,020	11,121,297	51,202,549
Net Position - Beginning of Year	<u>302,206,143</u>	<u>1,660,200</u>	<u>41,087,948</u>	<u>663,909,608</u>
NET POSITION - END OF YEAR	<u>\$ 320,741,333</u>	<u>\$ 1,674,220</u>	<u>\$ 52,209,245</u>	<u>\$ 715,112,157</u>

See accompanying Notes to Basic Financial Statements.



NOTES TO BASIC FINANCIAL STATEMENTS

The notes provided in the financial section of this report are considered an integral and essential part of adequate disclosure and fair presentation of this report. The notes include a summary of significant accounting policies for the County, and other necessary disclosure of pertinent matters relating to the financial position of the County. The notes express significant insight to the financial statements and are conjunctive to understanding the rationale for presentation of the financial statements and information contained in this document.



COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Financial Reporting Entity

The County of Mendocino (the County), the primary government, is a political subdivision of the state of California. It is governed by an elected board of five County supervisors.

The accounting methods and procedures adopted by the County conform to accounting principles generally accepted in the United States of America as applied to governmental entities. These financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units, although legally separate entities, are, in substance, part of the government's operations. Blended component units are an extension of the County and so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County. Each component unit has a June 30 year-end.

Blended Component Units

The Alexander Estates Lighting District, Covelo Lighting District, Fairview Acres Lighting District, Hopland Lighting District, Laytonville Lighting District, Noyo Lighting District, Oak Knoll Lighting District, Riverwood Terrace Lighting District, Ukiah Village Lighting District, West Talmage Lighting District, Lakewood Lighting District, Meadowbrook Manor Sanitation District, Mendocino County Air Quality Management District, Mendocino County Water Agency and Mendocino County Public Facilities Corporation are districts and a corporation governed by the County board of supervisors. The component units' governing body is substantially the same as the primary government and a financial benefit or burden relationship exists between the primary government and each of the component units, hence, these units are presented by blending them with the primary government.

Discretely Presented Component Units

There are no component units of the County which meet the criteria for discrete presentation.

Fiduciary Component Units

The County pension plan is administered by the Mendocino County Employee's Retirement Association (MCERA), which was established on January 1, 1948, and is administered by the Board of Retirement to provide service retirement, disability, death, and survivor benefits for employees of the County. MCERA is reported in the Pension Trust Fund on the Statement of Fiduciary Net Position – Fiduciary Funds of the basic financial statements and has been included because there is a financial benefit or burden relationship, and the County appoints a voting majority of the Board. See note 9 for further disclosures related to the pension plan.

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements consist of the statement of net position and the statement of activities that report information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities; interfund services provided and used are not eliminated in the process of consolidation.

These statements distinguish between the *governmental* and *business-type* activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange revenues. At June 30, 2024, the County had no business-type activities.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or functions, and therefore, are clearly identifiable to a particular function and allocated indirect expenses. Direct expenses also include each function's allocated share of indirect expenses. Program revenues include 1) fees, fines and charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

When both restricted and unrestricted net position is available, unrestricted resources are used only after the restricted resources are depleted.

Fund Financial Statements

The fund financial statements report detailed information about the County's funds, including fiduciary funds and blended component units. Separate statements are provided for each fund category – *governmental, proprietary, and fiduciary* – even though the latter are excluded from the government-wide financial statements. The emphasis of the Governmental and Proprietary Fund financial statements is on major individual funds. Each major fund is presented in a single column. All remaining governmental funds are separately aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values.

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All expenses not meeting this definition are reported as nonoperating expenses.

The County reports the following major governmental funds:

- The *General Fund* is the County's primary operating fund. The General Fund is used to account for all revenues and expenditures necessary to carry out the basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes such activities as public protection, public ways and facilities, health and sanitation, public assistance, education and recreational services.
- The *Debt Service Fund* is used to accumulate funds for the payment of debt service on the Certificates of Participation.
- The *Pension Obligation Bonds Fund* is used to accumulate funds for the payment of debt service on the Pension Obligation Bonds. Deposits are made on each pay period from amounts charged to the individual departments, based on retirement participation.
- The *Mental Health Services Fund* is a special revenue fund whose revenues are legally restricted for specified mental health purposes. The financial activities of the Mental Health Department were formerly an integral part of the County General Fund prior to fiscal year 2002-2003. Revenues consist primarily of intergovernmental revenues and charges for services.
- The *Road Fund* is a special revenue fund that provides for planning, design, construction, maintenance, and administration of County maintained roads. Revenues consist primarily of highway user taxes and other intergovernmental revenues.
- The *Mental Health Treatment Fund* is a sales tax special revenue fund entirely dedicated to improving services, treatment and facilities for persons with mental health conditions.

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

The County reports the following additional fund types:

- *Internal Service Funds* are used to account for the County's vehicle replacement and software acquisition services provided to other departments or to other governments and self-insurance programs – unemployment, general liability, workers' compensation, and health insurance benefits, on a cost-reimbursement basis.
- The *Investment Trust Fund* accounts for the assets of legally separate entities that deposit cash with the County treasurer. These entities include school and community college districts, other special districts governed by local boards, regional boards and authorities and passthrough funds for tax collections for cities. These funds represent the assets, primarily cash and investments, and the related liability of the County to disburse these monies on demand.
- The *Private Purpose Trust Fund* are used by the County to account for the assets where the County has fiduciary responsibility for residents who have been deemed by the court to be unable to support themselves or be unable to meet their basic needs, or for residents who pass away without a will or family willing to administer their Estate.
- The *Custodial Funds* account for assets held by the County as an agent for various local governments. The agency funds maintained by the County include two separate components.
 - County Departmental – Accounts for all assets under the control of County departments which are held in a fiduciary capacity.
 - Unapportioned Taxes – Accounts for property tax receipts awaiting apportionment to other local agencies.
- The *Pension Trust Fund* accounts for the pooled cash held in the County Treasury for the Mendocino County Employees' Retirement Association.

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting

The government-wide, and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting.

Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales taxes are recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they become both measurable and available. Property and sales taxes, interest, certain state and federal grants and charges for services are accrued when their receipt occurs within 60 days after the end of the accounting period so as to be measurable and available. All other revenues are considered to be available if they are collected within 60 days of the end of the current fiscal period. It is the County's policy to submit reimbursement and claim requests for federal and state grant revenues within 30 days of the end of the program cycle and payments are generally received within 90 days. Property taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures generally are recorded when the related liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded as expenditures only when payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

Fiduciary funds include trust funds and custodial funds. All fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

D. Cash and Investments

Cash includes amounts in demand deposits, as well as short-term investments with a maturity date within three months of the date acquired.

The County follows the practice of pooling cash and investments which represent deposits, time certificates of deposit, medium term notes, and U.S. Government securities. The securities are stated at amortized cost, which approximates market.

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Cash and Cash Equivalents

For purposes of the statements of cash flows, the internal service funds consider all highly liquid investments with a maturity of three months or less when purchased, and their equity in the County Treasurer's Investment Pool, to be cash equivalents.

F. Receivables

Receivables consist mostly of amounts due from other agencies. Management believes its receivables are fully collectible and accordingly, no allowance for doubtful accounts is required.

G. Inventories

Inventories are valued at average cost. Inventories in the Road Fund consist of road supplies, fuel and various consumable items. Inventories in the General Fund consist of office supplies. Inventory recorded by governmental funds are recorded as expenditures at the time the inventory is consumed. Reported inventories of governmental funds are equally offset by nonspendable fund balance to indicate that portion of fund balance is not in spendable form.

H. Restricted Assets

The County has \$20,208,444 restricted cash deposited with fiscal agents to meet Certificates of Participation, Pension Obligation Bond and other long-term debt reserve fund requirements.

I. Net Position/Fund Balance

Net Position

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets (net of related debt), restricted, and unrestricted.

- *Net Investment in Capital Assets* – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of these assets reduce the balance in this category.
- *Restricted Net Position* – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- *Unrestricted Net Position* – This category represents net position of the County, not restricted for any project or other purpose.

When both restricted and unrestricted net position are available, restricted resources are depleted first before the unrestricted resources are used.

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Net Position/Fund Balance (Continued)

Fund Balances

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. Fund balances for governmental funds consist of the following categories:

- *Nonspendable Fund Balance* – includes amounts that are not in a spendable form or are legally or contractually required to be maintained intact (such as inventories or prepaid amounts).
- *Restricted Fund Balance* – includes amounts that can be spent only for specific purposes stipulated by external parties (such as creditors, grant providers, or contributors) or by law.
- *Committed Fund Balance* – includes amounts that can be used only for the specific purpose determined by the Board of Supervisors with a 4/5 vote. Commitments may be changed or lifted only by the Board of Supervisors taking the same formal action. The formal action must occur prior to the end of the reporting period. The amount which will be subject to the constraint may be determined in the subsequent period.
- *Assigned Fund Balance* – is comprised of amounts intended to be used by the government entity for specific purposes that are neither restricted nor committed. Intent can be expressed by the Board of Supervisors or by an official or body to which the Board delegates the authority. Assigned fund balance can be used to eliminate a projected budgetary deficit in the subsequent year's budget.
- *Unassigned Fund Balance* – is the residual classification and includes all amounts not contained in the other classifications. The General Fund is the only fund that reports a positive unassigned fund balance, other governmental funds may report a negative unassigned fund balance if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes. Positive unassigned amounts are technically available for any purposes.

In circumstances where an expenditure is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned and unassigned.

In Proprietary fund financial statements net position are accounted for the same as in the government-wide statements.

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Property Tax Revenue

Property taxes attach as an enforceable lien at January 1. Taxes are levied on July 1 and payable in two installments, December 10 and April 10. All general property taxes are then allocated by the County Auditor's Office to the various taxing entities per the legislation implementing Proposition 13. The method of allocation used by the County is subject to review by the state of California. County property tax revenues are recognized when levied in accordance with the alternative method of property tax allocation (Teeter Plan).

Alternative Method of Distribution of Tax Levies

The County apportions property tax revenue according to the alternative tax treatment (Teeter Plan), whereby all of the current tax levy is distributed to all participating entities.

The County then receives delinquent penalties and fees on the entire participating tax roll.

The County maintains 25% of the total delinquent secured taxes for participating entities in the County, as calculated at the end of the fiscal year, in the tax loss reserve fund. The balance in the fund was approximately \$7,972,768 at year-end.

K. Capital Assets

Capital assets (including infrastructure) are recorded at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated acquisition value on the date contributed. Capital assets include public domain (infrastructure) general fixed assets consisting of certain improvements including roads, bridges, water/sewer, lighting system, drainage systems, and flood control. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year.

Capital assets used in operations are depreciated or amortized (assets under capital leases) using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the government-wide statements and proprietary funds.

The estimated useful lives are as follows:

Infrastructure (Except for the Maintained Pavement Subsystem)	20 to 50 Years
Structures and Improvements	10 to 40 Years
Equipment	3 to 10 Years

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Right-to-use lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

L. 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 a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has one item, pension, which qualifies for reporting in this category.

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 position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The government has two types of items which qualify for reporting in this category: pensions and unavailable revenue. The item, *unavailable revenue*, which arises only under a modified accrual basis of accounting, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues generally from intergovernmental revenue. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

M. Pensions

In government-wide financial statements, retirement plans (pensions) are required to be recognized and disclosed using the accrual basis of accounting regardless of the amount recognized as pension expenditures on the governmental fund statements, which use the modified accrual basis of accounting.

In general, the County recognizes a net pension liability, which represents the County's proportionate share of the excess of the total pension liability over the fiduciary net position of the pension reflected in the actuarial report provided by the Mendocino County Employees' Retirement Association (MCERA).

The net pension liability is measured as of the County's prior fiscal year-end. Changes in the net pension liability are recorded, in the period incurred, as pension expense or as deferred inflows of resources or deferred outflows of resources depending on the nature of the change. The changes in net pension liability that are recorded as deferred inflows of resources or deferred outflows of resources (that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience) are amortized over the weighted average remaining service life of all participants in the respective pension plan and are recorded as a component of pension expense beginning with the period in which they are incurred.

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Pensions (Continued)

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

Projected earnings on pension investments are recognized as a component of pension expense. Differences between projected and actual investment earnings are reported as deferred inflows of resources or deferred outflows of resources and amortized as a component of pension expense on a closed basis over a five-year period beginning with the period in which the difference occurred. Each subsequent year will incorporate an additional closed basis five-year period of recognition.

N. Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances." Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

O. Estimates

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

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Adoption of New Accounting Standards

In June of 2022, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 100, *Accounting Changes and Error Corrections*. This standard requires the effects on beginning balances for each accounting change or error correction to be disclosed by reporting unit in a tabular format that reconciles beginning balances as previously reported to beginning balances adjusted or restated.

The County of Mendocino adopted the requirements of the guidance effective July 1, 2023 and has applied the provisions of this standard to the beginning of the period of adoption. The results of this implementation are discussed in Note 14.

NOTE 2 CASH AND INVESTMENTS

The County sponsors an investment pool that is managed by the County treasurer for the purpose of securing and protecting the public funds of the County and other participants. Funds not immediately required for daily operations are invested in an attempt to earn a yield commensurate to current conditions. Cash and investments for most County activities are included in the investment pool. Interest earned on the investment pool is distributed to the participating funds using a formula based on the average daily cash balance of each fund.

The investment pool includes both voluntary and involuntary participation from external entities. The state of California Statutes requires certain special districts and other governmental entities to maintain their cash surplus with the County treasurer.

Cash and investments held by fiscal agents outside of the County's investment pool are restricted as to its use. It consists of funds designated by debt agreements as reserve funds.

The County investment pool is not registered with the Securities and Exchange Commission as an investment company. Investments made by the treasurer are regulated by the California Government Code and by the County's investment policy. The objectives of the policy are in order of priority: safety, liquidity, yield, and public trust.

The Board of Supervisors reviews and approves the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the investment pool participants every quarter. The report covers the types of investments in the pool, maturity dates, par value, actual costs, and fair value.

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

At June 30, 2024, total County cash and investments were as follows:

Cash:	
Imprest Cash	\$ 130,148
Deposits Less Outstanding Warrants	68,087,207
Total Cash	<u>68,217,355</u>
Investments:	
In Treasurer's Pool	482,531,773
With Fiscal Agents	20,208,440
With Fiscal Agents, Pension Trust Fund (Held by MCERA)	715,390,564
Total Investments	<u>1,218,130,777</u>
Total Cash and Investments	<u><u>\$ 1,286,348,132</u></u>

Total cash and investments at June 30, 2024, were presented on the County's financial statements as follows:

Primary Government	\$ 223,026,997
Investment Trust Funds	320,741,333
Pension Trust Fund	715,390,564
Private Purpose Trust Funds	1,674,220
Custodial Funds	25,515,018
Total Cash and Investments	<u><u>\$ 1,286,348,132</u></u>

Deposits – Custodial 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 requires that a financial institution secure the County's cash deposits by pledging securities in an undivided collateral pool held by a depository regulated under state law. The market value of pledged securities in the collateral pool must equal at least 110% of the County's cash deposits. California law also allows institutions to secure County deposits by pledging first trust deed mortgage notes having a value of 150% of the County's total cash deposits.

At June 30, 2024, the carrying value of the County's deposits was \$68,087,207 and the bank balance was \$71,364,527. The difference between the carrying amount and the bank balance is a result of transactions in transit. Of the bank balance, \$250,000 was covered by Federal Depository Insurance Corporation (FDIC) and the remainder was covered by the multiple financial institution collateral pool that insures public deposits.

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Investments

The table below identifies the investment types that are authorized for the County by the California Government Code or the County's investment policy, where more restrictive. The table also identifies certain provisions of the County's investment policy that address interest rate risk, credit risk, and concentration risk. The County annually adopts a "Statement of Investment Policy." The policy is based on criteria established by government code and adds further restrictions as to the types of investments allowed, concentration limits, and maximum terms.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Bonds and Obligations	5 Years	None	None
U.S. Treasury Obligations	5 Years	None	None
State of California Obligations	5 Years	None	None
California Local Agency Obligations	5 Years	None	None
U.S. Agency Obligations	5 Years	None	25%
Banker's Acceptances	180 Days	40%	5%
Commercial Paper	270 Days	40%	5%
Negotiable Certificates of Deposit/CD			
Placement Service	5 Years	30%	5%
Repurchase Agreements	1 Year	None	None
Reverse Repurchase Agreements		Prohibited	
Medium-Term Corporate Notes	5 Years	30%	5%
Money Market Mutual Funds	N/A	20%	10%
Collateralized Bank Deposits	5 Years	None	None
Mortgage Pass-Through Securities	5 Years	20%	5%
Bank/Time Deposits	5 Years	20%	5%
County Pooled Investment Funds	N/A	None	None
Joint Powers Authority Pool (includes CAMP)	N/A	None	None
Local Agency Investment Fund	N/A	None	None
Voluntary Investment Program Fund	N/A	None	None
Supranational Obligations	5 Years	30%	10%

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Investments (Continued)

At June 30, 2024, the County had the following investments:

	Interest Rates	Maturities	Par	Fair Value	WAM (Years)
Investment Pool:					
Federal Agency Obligations	4.46% - 5.45%	9/13/2024 - 9/22/2028	\$ 102,322,773	\$ 101,298,295	1.96
Treasury Obligations	4.40% - 5.41%	7/15/2024 - 11/15/2028	215,970,459	213,651,901	1.87
Medium Term Corporate Notes	4.89% - 5.93%	7/15/2024 - 9/20/2027	92,756,843	91,689,208	2.04
Supranational	4.50% - 4.88%	4/10/2026 - 7/12/2028	18,132,459	17,931,669	2.75
Time Deposit	4.00% - 4.25%	3/31/2025	500,000	500,000	1.85
Money Market Mutual Funds	Variable	On Demand	22,460,700	22,460,700	
California Local Agency Investment Fund (LAIF)	Variable	On Demand	5,000,000	5,000,000	
California Asset Management Program	Variable	On Demand	30,000,000	30,000,000	
			487,143,234	482,531,773	
Investments Outside Investment Pool:					
Cash Held with Fiscal Agent					
Pension Trust Fund (Held by MCERA)	Variable	N/A	715,390,564	715,390,564	
Money Market Mutual Funds	Variable	On Demand	20,208,440	20,208,440	
Total Investments			\$ 1,222,742,238	\$ 1,218,130,777	

For information regarding investments held by the Pension Trust refer to the Mendocino County Employees' Retirement Association financial statements which may be obtained by contacting the Retirement office at 625B Kings Court, Ukiah, California, 95482.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The County manages its exposure to declines in fair values by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities to provide the necessary cash flow and liquidity needed for operations. The County monitors the interest rate risk inherent in its portfolio by measuring the weighted average maturity of its portfolio.

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. State law limits investments in commercial paper to the rating of A1 by *Standards & Poor's* or P-1 by *Moody's Investors Service*. State law also limits investments in corporate bonds to the rating of A or better by *Standard & Poor's* and *Moody's Investors Service* for a maturity of up to five years.

Concentration of Credit Risk

At June 30, 2024, the County held the following percentages and amounts by issuer of its net investment in Federal Agency Obligation: Federal Farm Credit Bank: 14.33% (\$69,635,524); Federal Home Loan Bank: 6.67% (\$32,404,789)

Fair Value Measurements

The Pool categorizes its fair value measurements within the fair value hierarchy established by accounting principles generally accepted in the United States of America. The principles recognize a three-tiered fair value hierarchy, as follows:

Level 1 - Investments reflect prices quoted in active markets;

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 - Investments reflect prices based upon unobservable sources.

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Fair Value Measurements (Continued)

The pool has the following recurring fair value measurements as of June 30, 2024:

	Total	Fair Value Hierarchy		
		Level 1	Level 2	Level 3
Federal Agency Obligations	\$ 101,298,295	\$ -	\$ 101,298,295	\$ -
Treasury Obligations	213,651,901	-	213,651,901	-
Medium Term Corporate Notes	91,689,208	-	91,689,208	-
Supranational	17,931,669	-	17,931,669	-
Time Deposit	500,000	500,000	-	-
Money Market Mutual Funds	22,460,700	22,460,700	-	-
Total Investments Measured at Fair Value	447,531,773	\$ 22,960,700	\$ 424,571,073	\$ -
Investments Measured at Amortized Cost:				
California Local Agency Investment Fund (LAIF)	5,000,000			
California Asset Management Program	30,000,000			
Total Pooled and Directed Investments	\$ 482,531,773			

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk

The following is a summary of the credit quality distribution and concentration of credit risk by investment type as a percentage of the County Investment Pool's carrying value at June 30, 2024:

	Moody's	S & P	Percent of Portfolio
Investments in Investment Pool:			
Federal Agency Obligations	Aaa	AA+	21.00 %
Treasury Obligations	Aaa	AA+	44.30
Medium Term Notes	A1	A	4.36
Medium Term Notes	A1	A-	0.12
Medium Term Notes	A1	A+	3.48
Medium Term Notes	A1	AA	0.99
Medium Term Notes	A1	AA-	0.95
Medium Term Notes	A2	A	2.70
Medium Term Notes	A2	A+	0.80
Medium Term Notes	Aa2	A+	1.10
Medium Term Notes	Aa2	AA	0.41
Medium Term Notes	Aa3	AA-	0.91
Medium Term Notes	Aa3	AA+	0.82
Medium Term Notes	Aaa	AA+	1.05
Medium Term Notes	A3	A	1.00
Medium Term Notes	Aa1	A	0.36
Money Market Mutual Funds	Aaa	AAA	4.62
Supranational	Aaa	AAA	3.72
Time Deposit	Unrated	Unrated	0.10
California Local Agency Investment Fund			
State Pool	Unrated	Unrated	1.03
Public Financial Management CAMP	Unrated	AAA	6.18
			100.00 %

Custodial Credit Risk

For investments and deposits held with fiscal agents, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or deposits that are in the possession of an outside party. At year-end, the County's investment pool had no securities exposed to custodial credit risk.

Local Agency Investment Fund

The County Treasurer's Pool maintains an investment in the state of California Local Agency Investment Fund (LAIF). LAIF is part of the Pooled Money Investment Account (PMIA), an investment pool consisting of funds held by the state in addition to those deposited with LAIF. All PMIA funds are managed by the Investment Division of the State Treasurer's Office. This fund is not registered with the Securities and Exchange Commission as an investment company but is required to invest according to California Government Code.

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Local Agency Investment Fund (Continued)

Participants in the pool include voluntary and involuntary participants, such as special districts and school districts for which there are legal provisions regarding their investments. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute.

At June 30, 2024, the County's investment position in the state of California Local Agency Investment Fund (LAIF) was \$5 million, which approximates fair value and is the same as the value of the pool shares which is determined on an amortized cost basis. The total amount invested by all public agencies in PMIA on that day was \$178.3 billion. Of that amount, 2.78% was invested in structured notes and asset-backed securities with the remaining 97.22% invested in other nonderivative financial products.

County Investment Pool Condensed Financial Statements

The following represents a condensed statement of net position and changes in net position for the investment pool as of June 30, 2024:

Statement of Net Position

Net Position Held for Pool Participants	<u>\$ 548,786,138</u>
Equity of Internal Pool Participants	\$ 228,044,805
Equity of External Pool Participants	<u>320,741,333</u>
Total Net Position	<u>\$ 548,786,138</u>

Statement of Changes in Net Position

Net Position for Pool Participants at July 1, 2023	\$ 491,029,490
Net Change in Investments by Pool Participants	57,756,648
Net Position at June 30, 2024	<u>\$ 548,786,138</u>

NOTE 3 ENDOWMENTS

For the year ended June 30, 2024, the net decrease on investments of donor-restricted endowments was \$44,717. Under local ordinances and state statutes, the County is authorized based on a total-return policy to spend the appreciation on the supplies and maintenance of the community libraries and museums.

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 INTERFUND TRANSACTIONS

Due from/to Other Funds

Due From and Due To Other Funds amounts will be repaid in the following fiscal year. Due from and Due to Other Funds at June 30, 2024 are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	Amount
General Fund	Debt Service Fund	\$ 499,142
	Pension Obligation Bonds	548,799
	Custodial Funds	10,819,391
Total		<u>\$ 11,867,332</u>

Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various County operations and re-allocations of special revenues. The following schedule briefly summarizes the County's transfer activity:

<u>Transfer From</u>	<u>Transfer To</u>	Amount
General Fund	Mental Health Services Fund	\$ 10,615,319
	Roads Fund	4,490,368
	Debt Service Fund	2,661,947
	Pension Obligation Bonds Fund	6,228,296
	Internal Service Funds	191,648
	Other Governmental Funds	<u>12,317,288</u>
		36,504,866
Mental Health Services Fund	General Fund	34,591
	Pension Obligation Bonds	<u>261,286</u>
		295,877
Roads Fund	Pension Obligation Bonds Fund	<u>329,770</u>
		329,770
Mental Health Treatment Fund	Other Governmental Funds	<u>1,460,040</u>
		1,460,040
Debt Service Fund	General Fund	<u>1,133,149</u>
		1,133,149
Nonmajor Governmental Funds	General Fund	3,887,441
	Roads Fund	52,799
	Pension Obligation Bonds Fund	266,098
	Internal Service Funds	1,118,423
	Other Governmental Funds	<u>389,934</u>
		5,714,695
Internal Service Funds	General Fund	486,049
	Pension Obligation Bonds Fund	<u>37,045</u>
		523,094
Total		<u>\$ 45,961,491</u>

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 5 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024, was as follows:

	Balance June 30, 2023	Additions	Retirements	Transfers and Adjustments	Balance June 30, 2024
Governmental Activities					
Capital Assets, Not Being Depreciated:					
Land	\$ 2,925,121	\$ -	\$ -	\$ -	\$ 2,925,121
Construction in Progress	43,014,002	14,176,134	-	(3,927,356)	53,262,780
Total Capital Assets, Not Being Depreciated	<u>45,939,123</u>	<u>14,176,134</u>	<u>-</u>	<u>(3,927,356)</u>	<u>56,187,901</u>
Capital Assets, Being Depreciated:					
Infrastructure	112,081,055	-	-	685,638	112,766,693
Structures and Improvements	100,912,865	66,755	-	3,241,718	104,221,338
Equipment	45,172,052	835,282	(7,250,273)	(2,710,433)	36,046,628
Improvements Other than Buildings	6,268,101	-	-	-	6,268,101
Intangibles	-	-	-	2,710,433	2,710,433
Total Capital Assets, Being Depreciated	<u>264,434,073</u>	<u>902,037</u>	<u>(7,250,273)</u>	<u>3,927,356</u>	<u>262,013,193</u>
Less Accumulated Depreciation for:					
Infrastructure	(57,493,748)	(2,472,109)	-	-	(59,965,857)
Structures and Improvements	(55,422,458)	(2,286,489)	-	(18,542)	(57,727,489)
Equipment	(35,155,141)	(1,563,386)	6,878,459	696,999	(29,143,069)
Improvements Other than Buildings	(5,574,812)	(225,309)	-	-	(5,800,121)
Intangibles	-	-	-	(696,999)	(696,999)
Total Accumulated Depreciation	<u>(153,646,159)</u>	<u>(6,547,293)</u>	<u>6,878,459</u>	<u>(18,542)</u>	<u>(153,333,535)</u>
Total Capital Assets, Being Depreciated, Net	<u>110,787,914</u>	<u>(5,645,256)</u>	<u>(371,814)</u>	<u>3,908,814</u>	<u>108,679,658</u>
Right-to-Use Assets					
Leased Structures	2,988,622	406,844	(19,705)	-	3,375,761
Leased Equipment	295,997	-	(56,616)	-	239,381
Other Leased Assets	2,193,136	-	(17,184)	-	2,021,295
SBITAs	3,738,091	510,535	(359,370)	-	3,889,256
Total Capital Assets, Being Amortized	<u>9,215,846</u>	<u>917,379</u>	<u>(607,532)</u>	<u>-</u>	<u>9,525,693</u>
Less Accumulated Amortization					
Leased Structures	(385,295)	(190,408)	19,705	-	(555,998)
Leased Equipment	(52,648)	(45,399)	56,616	-	(41,431)
Other Leased Assets	(351,674)	(160,185)	8,792	-	(503,067)
SBITAs	(1,210,679)	(1,205,283)	359,370	32,074	(2,024,518)
Total Accumulated Amortization	<u>(2,000,296)</u>	<u>(1,601,275)</u>	<u>444,483</u>	<u>32,074</u>	<u>(3,125,014)</u>
Total Capital Assets, Being Amortized, Net	<u>7,215,550</u>	<u>(683,896)</u>	<u>(163,049)</u>	<u>32,074</u>	<u>6,400,679</u>
Governmental Activities Capital Assets, Net	<u>\$ 163,942,587</u>	<u>\$ 7,846,982</u>	<u>\$ (534,863)</u>	<u>\$ 13,532</u>	<u>\$ 171,268,238</u>

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 5 CAPITAL ASSETS (CONTINUED)

Depreciation and Amortization expense was charged to governmental functions as follows:

General Government	\$	1,809,162
Public Protection		1,622,228
Public Ways and Facilities		2,655,467
Health and Sanitation		568,054
Public Assistance		365,399
Education		89,030
Recreation and Culture		34,384
Capital Assets Held by the Government's Internal Service Funds are Charged to the Various Functions Based on Their Usage of the Assets		1,004,844
Total Depreciation and Amortization Expense - Governmental Functions	\$	8,148,568

NOTE 6 LONG-TERM LIABILITIES

Individual issues of loans, bonds, and certificates of participation outstanding at June 30, 2024 are as follows:

Type of Indebtedness (Purpose)	Maturity	Interest Rates	Annual Principal Installments	Original Issue Amount	Outstanding at June 30, 2024
Governmental Activities:					
Taxable Pension Obligation Bonds:					
2002 Series (Issued to Partially Refund the 1996 Series and to Meet the Net Pension Obligation of the County's Retirement Plan)					
	7/01/2004 - 7/1/2026	2.07% - 5.77%	\$885,000 - \$7,560,000	\$ 91,945,000	\$ 21,470,000
Refunding Certificates of Participation:					
2022 Series (Issued to Refund 2012 Series COPs that Funded the Construction of Capital Assets)					
	6/1/2024 - 6/1/2043	4.125% - 5.00%	\$425,000 - \$2,205,000	\$ 20,855,000	\$ 19,205,000

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

A. Summary of Long-Term Liabilities

The following is a summary of long-term liabilities transactions for the year ended June 30, 2024:

	Balance July 1, 2023	Additions	Deletions	Balance June 30, 2024	Amounts Due Within One Year
Governmental Activities:					
Certificates of Participation	20,855,000	-	(1,650,000)	19,205,000	1,730,000
Certificates of Participation Premium	1,522,369	-	(205,263)	1,317,106	-
Bonds Payable	27,860,000	-	(6,390,000)	21,470,000	6,760,000
Lease Liabilities	4,854,044	406,844	(512,397)	4,748,491	347,804
SBITAs	2,527,471	378,407	(938,269)	1,967,609	926,302
Compensated Absences	6,322,432	1,837,489	(2,084,124)	6,075,797	6,075,797
Liability for Self-Insurance	1,234,090	20,022,425	(20,384,254)	872,261	872,261
Landfill Postclosure Costs	9,968,913	5,976,582	-	15,945,495	501,152
Total Governmental Activities	<u>\$ 75,144,319</u>	<u>\$ 28,621,747</u>	<u>\$ (32,164,307)</u>	<u>\$ 71,601,759</u>	<u>\$ 17,213,316</u>

As of June 30, 2024, annual debt service requirements of governmental activities to maturity are as follows:

<u>Year Ending June 30,</u>	Governmental Activities			
	Certificate of Participation		Bonds Payable	
	Principal	Interest	Principal	Interest
2025	\$ 1,730,000	\$ 923,994	\$ 6,760,000	\$ 1,043,793
2026	1,815,000	837,494	7,150,000	642,490
2027	1,905,000	746,744	7,560,000	218,106
2028	2,005,000	651,494		-
2029	2,100,000	551,244	-	-
2030 - 2034	4,040,000	1,658,469	-	-
2035 - 2039	2,855,000	955,469	-	-
2040 - 2043	2,755,000	292,413	-	-
Total	<u>\$ 19,205,000</u>	<u>\$ 6,617,321</u>	<u>\$ 21,470,000</u>	<u>\$ 1,904,389</u>

Claims and judgments will be paid from the County's risk management internal service funds. A majority of the claims are paid through internal service fund charges to the general fund and special revenue funds. Compensated absences liabilities will be paid by several of the County's funds, including the general fund, special revenue funds, and other internal service funds.

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

B. Leases

The County is currently entered into 12 noncancelable leases with various third parties. Current lease activities include the right-to-use structures, equipment, and infrastructure. The lease terms include the noncancelable period of the lease and extensions the County is reasonably certain to exercise and vary with each contract. Leases have interest rates ranging from 0.218 to 2.024 percent. Many of the structure leases increase annually by 3%. The July 1, 2023, lease liability was \$4,849,893 with a remaining balance of \$4,748,491 at June 30, 2024.

Total future minimum lease payments under lease agreements are as follows:

<u>Year Ending June 30,</u>	Governmental Activities		
	Principal	Interest	Total
2025	\$ 347,805	\$ 58,759	\$ 406,564
2026	338,554	54,699	393,253
2027	345,999	50,582	396,581
2028	361,349	46,360	407,709
2029	380,062	41,853	421,915
2030 - 2034	1,833,934	139,986	1,973,920
2035 - 2039	1,004,479	39,914	1,044,393
2040 - 2043	136,309	4,451	140,760
Total Minimum Lease Payments	<u>\$ 4,748,491</u>	<u>\$ 436,604</u>	<u>\$ 5,185,095</u>

C. SBITAs

The County is currently entered into 16 noncancelable leases with various subscription-based information technology agreements. The lease terms include the noncancelable period of the lease and extensions the County is reasonably certain to exercise and vary with each contract. Leases have interest rates ranging from 1.710 to 3.238 percent. The July 1, 2023, lease liability was \$2,527,471 with a remaining balance of \$1,967,609 at June 30, 2024.

Total future minimum lease payments under lease agreements are as follows:

<u>Year Ending June 30,</u>	Governmental Activities		
	Principal	Interest	Total
2025	\$ 926,301	\$ 47,940	\$ 974,241
2026	900,620	26,023	926,643
2027	69,178	4,743	73,921
2028	71,510	2,411	73,921
Total Minimum Lease Payments	<u>\$ 1,967,609</u>	<u>\$ 81,117</u>	<u>\$ 2,048,726</u>

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

D. Compensated Absences

Vacation – employees accrue vacation at varying rates depending on the length of an employee’s service. Upon termination unused vacation, up to accrual limits, is paid off in cash. Sick leave – all employees accrue sick leave at the rate of 15 days per year. Sick leave may be accrued without limit. Upon termination, unused sick leave will be applied toward length of service for retirement credit. Holidays must be taken within the calendar year and are not accruable. The County records the gross vacation liability. At fiscal year-end, the total liability for compensated absences was \$6,075,797. Based on historical experience County employees utilize substantially all accrued compensated absences within the following fiscal year. As such, the County considers the entire balance of compensated absences liability to be current.

NOTE 7 MUNICIPAL SOLID WASTE LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal law and regulations require the County to place a final cover on its landfill sites when it stops accepting waste and to perform certain maintenance and monitoring functions at the sites for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfills stop accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$15,945,495 reported as landfill closure/postclosure liability at June 30, 2024, represents the cumulative amount reported to date based on the use of various percentages of the estimated capacity of the landfills. These amounts are based on what it would cost to perform all closure and postclosure care in 2024. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

The following information pertains to the various landfills in the County:

Location	Ownership of Landfill	Percent Filled	Year of Closure	Estimated Liability at June 30, 2024
Caspar Landfill	Mendocino County/ City of Fort Bragg	100%	1994	\$ -
South Coast Landfill	Mendocino County	100%	Pending	12,989,557
Laytonville Landfill	Mendocino County	100%	1997	2,955,938
Total				<u>\$ 15,945,495</u>

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7 MUNICIPAL SOLID WASTE LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS (CONTINUED)

The County is required by state and federal laws and regulations to make annual contributions to a trust to finance closure and postclosure care. The County is in compliance with these requirements, and, at June 30, 2024, investments of \$5,334,491 are held for these purposes. The County intends to obtain either a grant or issue debt to fund the closure costs. The County expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by charges to future landfill users or from future tax revenue.

Casper Landfill and Laytonville Landfill are closed. The County is in the process of closing South Coast Landfill and is no longer accepting waste from the public.

NOTE 8 NET POSITION/FUND BALANCES

Net Position

Net investment in capital assets was comprised of the following:

	Governmental Activities
Capital Assets Net of Accumulated Depreciation	\$ 171,268,238
Outstanding Principal of Capital-Related Debt	(26,626,872)
Capital-Related AP	(2,748,084)
Net Position, Net Investment in Capital Assets	\$ 141,893,282

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8 NET POSITION/FUND BALANCES (CONTINUED)

Fund Balances

Details of the fund balance classifications of governmental funds as of June 30, 2024 are as follows:

	General	Debt Service	Pension Obligation Bonds	Mental Health Services	Road	Mental Health Treatment	Other Governmental Funds	Total
Nonspendable								
Inventory	\$ 245,867	\$ -	\$ -	\$ -	\$ 814,173	\$ -	\$ -	\$ 1,060,040
Total Nonspendable	245,867	-	-	-	814,173	-	-	1,060,040
Restricted for:								
General Government	-	-	-	-	-	-	-	-
Road Projects	-	-	-	-	8,360,574	-	-	8,360,574
Public Protection	9,540,883	-	-	-	-	-	1,356,272	10,897,155
Public Assistance	3,229,492	-	-	-	-	-	28,403	3,257,895
Health Services	18,402,681	-	-	-	-	-	10,777,259	29,179,940
Mental Health	-	-	-	-	-	43,320,693	-	43,320,693
Special Districts	-	-	-	-	-	-	683,931	683,931
Various Grant Programs	-	-	-	-	-	-	20,158,284	20,158,284
Disaster Recovery	-	-	-	-	-	-	8,661,894	8,661,894
Debt Service	-	11,645,321	7,485,325	-	-	-	-	19,130,646
Endowment	-	-	-	-	-	-	387,728	387,728
Total Restricted	31,173,056	11,645,321	7,485,325	-	8,360,574	43,320,693	42,053,771	144,038,740
Assigned:								
Retirement	3,298,283	-	-	-	-	-	-	3,298,283
General Reserve	10,287,010	-	-	-	-	-	-	10,287,010
Contracted Services	12,688,974	-	-	-	-	-	5,836,282	18,525,256
Total Assigned	26,274,267	-	-	-	-	-	5,836,282	32,110,549
Unassigned								
	13,633,597	-	-	(8,774,863)	-	-	(142,995)	4,715,739
Total Fund Balance	\$ 71,326,787	\$ 11,645,321	\$ 7,485,325	\$(8,774,863)	\$ 9,174,747	\$ 43,320,693	\$ 47,747,058	\$ 181,925,068

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9 PENSION PLANS

Summary of Significant Accounting Policies

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 County’s defined benefit pension plan (Plan) and additions to/deductions from the Plans’ fiduciary net position have been determined on the same basis as they are reported by the Mendocino County Employees’ Retirement Association (MCERA). 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. MCERA issues separate public financial statements which may be obtained by contacting the Retirement office at 625B Kings Court, Ukiah, California, 95482.

A. General Information About the Pension Plans

Plan Descriptions

The Mendocino County Employees’ Retirement Association is a cost-sharing multiple-employer defined benefit pension plan serving the employees of the County of Mendocino and two special districts. The Association was established under the County Employees Retirement Act of 1937, as amended. The plan is totally controlled and governed by a nine-member retirement board and is available to essentially all full-time employees of the County and certain special districts. Members of the board are appointed as follows: four members are appointed by the Board of Supervisors, two members are elected by general county employees, one member is elected by safety county employees, two members are elected by county retirees, one alternate, and one member is the County Treasurer who is an ex-officio board member and administrator of the retirement system.

Benefits Provided

MCERA provides service retirement, disability, death, and survivor benefits to eligible employees. All permanent employees of the County or contracting districts who work at least 32 hours per week become members of MCERA effective on the first day of the pay period following employment. There are separate retirement plans for General, Safety, and Probation member employees. Any new employees who become members on or after January 1, 2013 are subject to the provisions of California Public Employees’ Pension Reform Act of 2013 (PEPRA), California Government Code 7522 et seq. and Assembly Bill (AB) 197.

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9 PENSION PLANS (CONTINUED)

Summary of Significant Accounting Policies (Continued)

A. General Information About the Pension Plans (Continued)

Benefits Provided (Continued)

General members hired prior to January 1, 2013 are eligible to retire once they attain the age of 50 and have acquired 10 or more years of retirement service credit. A member with 30 years of service is eligible to retire regardless of age. A member who is age 70 or older is eligible to retire regardless of service. General members who are first hired on or after January 1, 2013 are eligible to retire once they have attained the age of 52, and have acquired five years of retirement service credit, or age 70, regardless of service. Safety and Probation members hired prior to January 1, 2013 are eligible to retire once they attain the age of 50 and have acquired 10 or more years of retirement service credit. A member with 20 years of service is eligible to retire regardless of age. A member who is age 70 or older is eligible to retire regardless of service. Safety and Probation members who are first hired on or after January 1, 2013 are eligible to retire once they have attained the age of 50, and have acquired five years of retirement service credit, or age 70, regardless of service.

The retirement benefit the member will receive is based upon age at retirement, final average compensation, years of retirement service credit and retirement plan and tier.

General member benefits are calculated pursuant to the provisions of Section 31676.121. The monthly allowance is equal to 1/50th of final compensation times years of accrued retirement service credit times the age factor from Section 31676.12. General member benefits for those who are first hired on or after January 1, 2013 are calculated pursuant to the provision of California Government Code Section 7522.20(a). The monthly allowance is equal to the final compensation multiplied by years of accrued retirement credit multiplied by the age factor from Section 7522.20(a).

Safety member benefits are calculated pursuant to the provisions of Section 31664.2. The monthly allowance is equal to 3% of final compensation times years of accrued retirement service credit times the age factor from Section 31664.2. Safety member benefits for those who are first hired on or after January 1, 2013 are calculated pursuant to the provision of California Government Code Section 7522.25(d). The monthly allowance is equal to the final compensation multiplied by years of accrued retirement credit multiplied by the age factor from Section 7522.25(d).

Probation member benefits are calculated pursuant to the provisions of Section 31664. The monthly allowance is equal to 1/50th of final compensation times years of accrued retirement service credit times the age factor from Section 31664.

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9 PENSION PLANS (CONTINUED)

Summary of Significant Accounting Policies (Continued)

A. General Information About the Pension Plans (Continued)

Benefits Provided (Continued)

Probation member benefits for those who are first hired on or after January 1, 2013 are calculated pursuant to the provision of California Government Code Section 7522.25(d). The monthly allowance is equal to the final compensation multiplied by years of accrued retirement credit multiplied by the age factor from Section 7522.25(d).

For members with membership dates before January 1, 2013, the maximum monthly retirement allowance is 100% of final compensation.

Final average compensation consists of the highest 12 consecutive months of pay for a General Tier 1, Safety Tier 1, or Probation Tier 1 member, and the highest 36 consecutive months for all other members.

The member may elect an unmodified retirement allowance or choose an optional retirement allowance. The unmodified retirement allowance provides the highest monthly benefit and a 60% continuance to an eligible surviving spouse or domestic partner. An eligible surviving spouse or domestic partner is one married to or registered with the member one year prior to the effective retirement date. There are four optional retirement allowances the member may choose. Each of the optional retirement allowances requires a reduction in the unmodified retirement allowance in order to allow the member the ability to provide certain benefits to a surviving spouse, domestic partner, or named beneficiary having an insurable interest in the life of the member.

MCERA provides an annual cost-of-living benefit to all non-PEPRA retirees. The cost-of-living adjustment, based upon the Consumer Price Index prepared by the Bureau of Labor Statistics that applies to the Mendocino County Area, is capped at 3.0%.

Contributions

The County and contracting districts contribute to the retirement plan based upon actuarially determined contribution rates adopted by the Board of Retirement. Employer contribution rates are adopted annually based upon recommendations received from MCERA's actuary after the completion of the annual actuarial valuation. The average employer contribution rate as of June 30, 2023 for 2023-2024 (based on the June 30, 2021 valuation) was 35.35% of compensation. The actual employer rate depends on General, Safety, or Probation membership, and tier.

All members are required to make contributions to MCERA regardless of the retirement plan or tier in which they are included; however, non-PEPRA members with 30 or more years of service are exempt from paying member contributions. The average member contribution rate as of June 30, 2023 for 2023-2024 (based on the June 30, 2021 valuation) was 9.91% of compensation.

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 9 PENSION PLANS (CONTINUED)

Summary of Significant Accounting Policies (Continued)

A. General Information About the Pension Plans (Continued)

Contributions (Continued)

The member and employer contribution rates are adjusted annually to maintain the appropriate funding status of the Plan. The employer contribution rate is actuarially determined to provide for the balance of the contributions needed to fund the annual normal cost (basic and cost of living) and the amortization of the unfunded actuarial accrued liability.

For the year ended June 30, 2024, the contributions for the Plan were as follows:

Contributions - Employer	<u><u>\$ 30,518,399</u></u>
--------------------------	-----------------------------

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

As of June 30, 2024, the County reported net pension liabilities for its proportionate shares of the net pension liability of the Plan as follows:

	Proportionate Share of Net Pension Liability
Total Net Pension Liability	<u><u>\$ 254,022,797</u></u>

The County's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2023, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The County's proportionate share of the net pension liability for the Plan as of June 30, 2022 and 2023 was as follows:

Proportion - June 30, 2022	96.49%
Proportion - June 30, 2023	96.54%
Change - Increase (Decrease)	0.054%

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 9 PENSION PLANS (CONTINUED)

Summary of Significant Accounting Policies (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

For the year ended June 30, 2024, the County recognized net pension expense of \$47,179,358. At June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 9,300,667	\$ 388,525
Changes in Assumptions	10,647,654	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	13,452,083	-
Changes in Proportion and Differences Between County's Contributions and Proportionate Share of Contributions	-	84,446
County's Contributions Subsequent to the Measurement Date	30,518,399	-
Total	<u>\$ 63,918,803</u>	<u>\$ 472,971</u>

The County reported \$30,518,399 deferred outflows of resources related to contributions subsequent to the measurement date which will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ 15,305,949
2026	(1,158,681)
2027	20,411,720
2028	(1,631,555)
Total	<u>\$ 32,927,433</u>

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 9 PENSION PLANS (CONTINUED)

Summary of Significant Accounting Policies (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Actuarial Assumptions

The total pension liabilities in the June 30, 2024 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.50%
Inflation	2.50%
Payroll Growth	3.00%
Projected Salary Increase	4.00% – 8.25%, based on years of service (1)
Investment Rate of Return	6.50%
Mortality	Healthy: General Members: Pub-2010 General Healthy Retiree Amount-Weighted Mortality Tables (separate tables for males and females) with rates decreased by 5% for males and increased by 5% for females, projected generationally with the two-dimensional mortality improvement scale MP-2019 Safety and Probation Members: Pub-2010 Safety Healthy Retiree Amount-Weighted Mortality Tables (separate tables for males and females), projected generationally with the two-dimensional mortality improvement scale MP-2019

(1) Includes inflation at 2.50% plus across the board salary increases of 0.50% plus merit and promotion increases.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2021 valuation were based on the results of an April 14, 2017 actuarial experience study for the period July 1, 2013 – June 30, 2016.

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 9 PENSION PLANS (CONTINUED)

Summary of Significant Accounting Policies (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.50% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the actuarially determined contribution rates. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2024.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Large Cap U.S. Equity	25.9 %	6.00 %
Small Cap U.S. Equity	11.1	6.65
Global ex-US Equity	25.0	7.05
Domestic Fixed Income	21.0	1.97
Real Estate	11.0	3.86
Infrastructure	6.0	4.65
Total	<u>100.0 %</u>	

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 9 PENSION PLANS (CONTINUED)

Summary of Significant Accounting Policies (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

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

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

One Percent Decrease		5.50%
Net Pension Liability	\$	371,049,141
Current Discount Rate		6.50%
Net Pension Liability	\$	254,022,797
One Percent Increase		7.50%
Net Pension Liability	\$	157,650,638

Pension Plan Fiduciary Net Position

Detailed information about each pension plan’s fiduciary net position is available in the separately issued MCERA financial report.

NOTE 10 CONTINGENCIES

A. Litigation

There are many lawsuits pending in which the County is involved. Some of the lawsuits have been filed solely against the County, while in others, the County is one of a group of defendants. The general liability self-insurance program would cover probable claims losses for which adequate reserves have been maintained.

B. Grants

The County participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental entities. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the County may be required to reimburse the grantor government. As of June 30, 2024, significant amounts of grant expenditures have not been audited, but the County believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the County.

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 11 RISK MANAGEMENT

The County has four risk management funds (Internal Service Funds) to administer the County's insurance programs that are fully self-insured, partially self-insured, or fully funded. Fund revenues are primarily premium charges to other departments and funds are planned to equal estimated expenses resulting from the self-insurance programs including claims expenses, liability insurance coverage in excess of the self-insured retention amounts, and other operating expenses. Liability for unpaid claims is subject to change due to future re-estimations of claims by program administrators, inflation, and changes in laws and regulations. The primary activities of the funds consist of risk management programs related to the following:

A. Unemployment Insurance

The County is fully self-insured for this program. The estimated claims liability at fiscal year-end was \$41,800.

B. General Liability Insurance

The County maintains a self-insured retention (SIR) of \$200,000 per occurrence for this program. Losses which exceed the SIR are covered by excess insurance obtained through Public Risk Innovation, Solutions, and Management (PRISM), formerly known as CSAC Excess Insurance Authority.

This program is the only insurance program administered without the benefit of a third-party administrator.

The administration of this program is a joint effort between the Risk Management Division and the Office of the County Counsel. The liability for unpaid claims was based on actual outstanding claims at June 30, 2024, plus an amount for "incurred but not reported claims." The liability is based on the estimated ultimate cost of settling the claims within the program's self-insured retention. The liability of \$830,461 includes incurred but not reported claims.

C. Workers' Compensation

The County elected to become fully insured through CSAC-Excess Insurance Authority on July 1, 1997.

**COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 11 RISK MANAGEMENT (CONTINUED)

D. Health Insurance

The County is fully self-insured and administers the program. Effective January 1, 2023, the County became a member of PRISMHealth (PRISM), a Joint Powers Association (JPA) that provides a fully-funded medical program to its members. PRISM specializes in member directed risk pooling. Alliant is the County's broker/actuary of record. As the broker, Alliant reviews the health plan on an annual basis and assists the County to determine by how much County and employee share in premiums should be increased. There was no liability outstanding at year end.

Changes in the fund's claims liability amount for the past two years were:

	Unemployment Insurance	General Liability	Health Insurance	Total
Claims Liability, July 1, 2022	\$ 26,516	\$ 875,977	\$ 2,430,132	\$ 3,332,625
Current Year Claims and Changes in Estimates	158,150	764,591	18,558,639	19,481,380
Claims Payments	(131,535)	(645,808)	(20,802,572)	(21,579,915)
Claims Liability, June 30, 2023	<u>\$ 53,131</u>	<u>\$ 994,760</u>	<u>\$ 186,199</u>	<u>\$ 1,234,090</u>
Claims Liability, July 1, 2023	\$ 53,131	\$ 994,760	\$ 186,199	\$ 1,234,090
Current Year Claims and Changes in Estimates	192,040	1,543,071	18,287,314	20,022,425
Claims Payments	(203,371)	(1,707,370)	(18,473,513)	(20,384,254)
Claims Liability, June 30, 2024	<u>\$ 41,800</u>	<u>\$ 830,461</u>	<u>\$ -</u>	<u>\$ 872,261</u>

NOTE 12 EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN INDIVIDUAL FUNDS

The following funds reported an excess of expenditures over appropriations for the fiscal year ended June 30, 2024:

Fund	Amount in Excess
Special Districts - Lighting Fund	\$ 3,248
Mental Health Services Fund	4,111,143
Supplemental Law Enforcement Fund	42,004
Micrographics Fund	4,873

COUNTY OF MENDOCINO
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 13 DEFICIT FUND BALANCE

The following funds had deficit fund balances at June 30, 2024:

Fund	Deficit
Major Governmental Funds:	
Mental Health Services	\$ (8,774,863)
Nonmajor Governmental Funds:	
Cannabis Grant Fund	(142,995)
Internal Service Funds:	
General Liability Insurance	(1,516,934)

These deficits are expected to be eliminated through charges for services or transfers from the General Fund over time.

NOTE 14 ADJUSTMENTS TO FUND BALANCE

The Miscellaneous Grants Fund, Cannabis Grants Fund, and Disaster Recovery Fund, presented as major funds in the prior year, are now presented as nonmajor funds, as they no longer meet the criteria to be major funds in the current year.

The impact of these adjustments on the fund balance of the fund financial statements as previously reported is presented below:

	June 30, 2023 as Previously Reported	Change to or within the Financial Reporting Entity	June 30, 2023 As Adjusted or Restated
Governmental Funds:			
Major Funds:			
General Fund	\$ 65,415,457	\$ -	\$ 65,415,457
Debt Service	12,280,052	-	12,280,052
Pension Obligation Bonds	7,949,328	-	7,949,328
Miscellaneous Grants	5,749,006	(5,749,006)	-
Mental Health Services	7,250,215	-	7,250,215
Road	9,906,513	-	9,906,513
Mental Health Treatment	41,348,192	-	41,348,192
Cannabis Grants	1,415,062	(1,415,062)	-
Disaster Recovery	8,308,274	(8,308,274)	-
Nonmajor Funds	22,899,124	15,472,342	38,371,466
Total Governmental Funds	\$ 182,521,223	\$ -	\$ 182,521,223



REQUIRED SUPPLEMENTARY INFORMATION

**COUNTY OF MENDOCINO
REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2024**

Schedule of the County's Proportionate Share of the Net Pension Liability

Last 10 Fiscal Years*

	Reporting Fiscal Year (Measurement Date)									
	June 30, 2024 (June 30, 2023)	June 30, 2023 (June 30, 2022)	June 30, 2022 (June 30, 2021)	June 30, 2021 (June 30, 2020)	June 30, 2020 (June 30, 2019)	June 30, 2019 (June 30, 2018)	June 30, 2018 (June 30, 2017)	June 30, 2017 (June 30, 2016)	June 30, 2016 (June 30, 2015)	June 30, 2015 (June 30, 2014)
County's Proportion of the Net Pension Liability	96.54%	96.49%	96.47%	96.26%	96.25%	96.23%	95.17%	93.86%	93.24%	91.97%
County's Proportionate Share of the Net Pension Liability	\$ 254,022,797	\$ 241,225,242	\$ 119,599,668	\$ 247,246,342	\$ 206,708,080	\$ 190,043,076	\$ 186,099,824	\$ 193,097,508	\$ 154,924,361	\$ 130,705,221
County's Covered Payroll	\$ 76,982,476	\$ 75,473,016	\$ 73,993,153	\$ 68,592,195	\$ 65,111,855	\$ 61,443,717	\$ 56,534,158	\$ 54,492,771	\$ 51,937,992	\$ 50,778,344
County's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	329.97%	319.62%	161.64%	360.46%	317.47%	309.30%	329.18%	354.35%	298.29%	257.40%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	71.60%	71.30%	84.90%	67.70%	71.30%	72.49%	71.23%	67.45%	72.78%	75.68%

Notes to Schedule

Valuation Date:

* Fiscal year 2015 was the first year of implementation. Additional years will be presented as they become available.

Schedule of the County's Contributions

Last 10 Fiscal Years*

	Reporting Fiscal Year									
	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Actuarially Determined Contribution	\$ 30,518,399	\$ 29,020,253	\$ 29,449,594	\$ 25,478,430	\$ 23,515,845	\$ 22,826,962	\$ 19,650,882	\$ 18,209,544	\$ 17,950,331	\$ 14,139,041
Contributions Related to the Actuarially Determined Contribution	30,518,399	29,020,253	29,449,594	25,478,430	23,515,845	22,826,962	19,650,882	18,209,544	17,950,331	14,139,041
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's Covered Payroll	\$ 78,522,126	\$ 76,982,476	\$ 75,473,016	\$ 73,993,153	\$ 68,592,195	\$ 65,111,855	\$ 61,443,717	\$ 56,534,158	\$ 54,492,771	\$ 51,937,992
Contributions as a Percentage of Covered Payroll	38.87%	37.70%	39.02%	34.43%	34.28%	35.06%	31.98%	32.21%	32.94%	27.22%

Notes to Schedule

Valuation Date:

* Fiscal year 2015 was the first year of implementation. Additional years will be presented as they become available.

COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 96,345,272	\$ 96,420,691	\$ 98,798,311	\$ 2,377,620
Licenses and Permits	4,840,946	4,840,946	4,515,469	(325,477)
Fines, Forfeits, and Penalties	752,972	752,972	802,844	49,872
Revenue from Use of Money and Property	812,460	812,460	4,164,008	3,351,548
Intergovernmental	127,047,214	131,380,891	126,784,969	(4,595,922)
Charges for Services	11,747,329	12,238,400	10,974,938	(1,263,462)
Other Revenue	3,081,054	3,051,054	3,726,292	675,238
Total Revenues	244,627,247	249,497,414	249,766,831	269,417
EXPENDITURES				
Current:				
General Government:				
Assessor	2,451,432	2,455,265	2,510,278	(55,013)
Auditor-Controller	1,511,370	1,681,587	1,656,942	24,645
Board of Supervisors	985,893	985,893	999,747	(13,854)
Central Services	629,490	629,490	592,926	36,564
Clerk of the Board	525,045	525,045	413,048	111,997
Clerk-Recorder	464,740	470,975	490,570	(19,595)
County Clerk-Election	666,704	666,704	571,715	94,989
County Counsel	1,837,569	1,869,059	1,892,545	(23,486)
County Executive Office	1,088,097	1,088,097	933,337	154,760
Economic Development	468,661	468,661	342,040	126,621
Employee Wellness/Assistance	-	-	(12)	12
Facilities	6,436,515	6,532,897	5,636,763	896,134
Fiscal Services	908,944	908,944	799,161	109,783
Fleet Management	38,776	38,776	935,855	(897,079)
Grants Administration	164,930	164,930	144,895	20,035
Human Resources	1,785,064	1,785,064	2,011,160	(226,096)
Information Services	4,688,068	4,753,362	4,234,438	518,924
Local Comm Corr Realign 2011	-	-	-	-
Mental Health Realignment	-	-	-	-
Miscellaneous Budget	1,523,970	1,523,970	1,645,836	(121,866)
Non-Departmental Revenue	(3,700,000)	(3,700,000)	(4,029,838)	329,838
Payroll Administration	687,491	687,491	586,003	101,488
Retirement Administration	922,174	922,174	829,255	92,919
Transportation - Land Improvem	2,276,273	2,276,273	1,321,513	954,760
Treasurer-Tax Collector	1,113,870	1,113,871	1,124,737	(10,866)
Total General Government	27,475,076	27,848,528	25,642,914	2,205,614
Public Protection:				
Agriculture Dept	1,323,660	1,323,660	1,084,384	239,276
Alternate Defender	1,080,764	1,080,764	1,119,606	(38,842)
Animal Care	1,216,705	1,216,705	1,640,501	(423,796)
Cannabis Management	1,533,675	1,533,675	992,304	541,371
Child Support Services	2,548,738	2,548,738	2,570,251	(21,513)
Conflict Defender	350,000	350,000	323,114	26,886
Court Collections Program	790,440	790,440	1,084,287	(293,847)
District Attorney	7,323,736	7,323,736	7,266,028	57,708
Grand Jury	61,962	61,962	39,929	22,033
Jail And Rehabilitation Center	16,916,663	16,919,646	17,990,175	(1,070,529)

See accompanying Notes to Required Supplementary Information.

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Public Protection (Continued):				
Juvenile Hall	\$ 2,875,674	\$ 3,009,656	\$ 2,898,400	\$ 111,256
Jury Commissioner	100	100	-	100
Mobile Spay & Neuter Program	79,200	79,200	9,443	69,757
Office of Emergency Services	599,034	614,219	546,999	67,220
Planning & Building Services	7,914,405	7,914,405	6,846,628	1,067,777
Planning & Building - Spec Proj	125,000	387,272	561,535	(174,263)
Probation Officer	7,124,387	7,273,525	6,539,982	733,543
Public Defender	4,120,394	4,120,394	4,250,030	(129,636)
Sheriff - Coroner	27,061,477	27,958,964	26,689,868	1,269,096
Willits Municipal Court	1,000	1,000	-	1,000
Total Public Protection	83,047,014	84,508,061	82,453,464	2,053,597
Public Ways and Facilities:				
DOT - Little River Airport	4,324,355	4,344,355	272,769	4,071,586
DOT - Round Valley Airport	275,725	290,725	95,410	195,315
Total Public Ways and Facilities	4,600,080	4,635,080	368,179	4,266,901
Health and Sanitation:				
Air Pollution Control	140,000	278,582	-	278,582
California Childrens Services	1,460,797	1,531,136	1,182,504	348,632
County Medical Services Prog	-	-	131,046	(131,046)
Emergency Medical Services	1,382,066	1,861,067	1,056,944	804,123
Employee Wellness/Assistance	475,675	475,675	439,614	36,061
Environmental Health	3,314,734	3,324,734	2,551,736	772,998
Landfill Closure	1,147,551	1,247,551	976,947	270,604
Public Health Administration	4,157,675	5,301,525	4,435,031	866,494
Public Health Nursing	3,956,074	4,146,433	2,737,671	1,408,762
Substance Use Disorder Treatmnt	-	-	72	(72)
Transitional Housing	1,092,197	1,142,179	573,118	569,061
Transportation - Solid Waste	497,382	567,211	520,068	47,143
Total Health and Sanitation	17,624,151	19,876,093	14,604,751	5,271,342
Public Assistance:				
Calw orks/Foster Care	22,563,696	22,563,696	28,757,460	(6,193,764)
General Relief	600,071	600,071	407,529	192,542
Health & Human Services Admin	-	-	4,973	(4,973)
In Home Support Services	6,637,698	6,637,698	6,568,280	69,418
Social Services Administration	60,163,693	61,345,868	53,269,422	8,076,446
Total Public Assistance	89,965,158	91,147,333	89,007,664	2,139,669
Education:				
Farm Advisor	287,499	287,499	251,880	35,619
Total Education	287,499	287,499	251,880	35,619
Recreation and Culture:				
Cultural Services	557,205	557,205	550,344	6,861
Parks	113,118	113,118	106,660	6,458
Total Recreation and Culture	670,323	670,323	657,004	13,319

See accompanying Notes to Required Supplementary Information.

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
EXPENDITURES (Continued)				
Debt Service:				
Principal	\$ 4,975,000	\$ 4,975,000	\$ 1,288,662	\$ 3,686,338
Interest and Fiscal Charges	250,000	250,000	523,789	(273,789)
Total Debt Service	<u>5,225,000</u>	<u>5,225,000</u>	<u>1,812,451</u>	<u>3,412,549</u>
Capital Outlay:				
Capital Improvements	13,392,075	13,506,456	4,695,230	8,811,226
Total Capital Outlay	<u>13,392,075</u>	<u>13,506,456</u>	<u>4,695,230</u>	<u>8,811,226</u>
Total Expenditures	<u>242,286,376</u>	<u>247,704,373</u>	<u>219,493,537</u>	<u>26,156,239</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,340,871	1,793,041	30,273,294	28,480,253
OTHER FINANCING SOURCES (USES)				
SBITAs	-	-	378,407	378,407
Transfers In	17,473,042	20,120,151	5,541,230	(14,578,921)
Transfers Out	(14,816,870)	(16,443,998)	(30,281,601)	(13,837,603)
Total Other Financing Sources (Uses)	<u>2,656,172</u>	<u>3,676,153</u>	<u>(24,361,964)</u>	<u>(28,038,117)</u>
NET CHANGE IN FUND BALANCES	4,997,043	5,469,194	5,911,330	442,136
Budgetary Fund Balances - Beginning of Year	<u>65,415,457</u>	<u>65,415,457</u>	<u>65,415,457</u>	<u>-</u>
BUDGETARY FUND BALANCES - END OF YEAR	<u>\$ 70,412,500</u>	<u>\$ 70,884,651</u>	<u>\$ 71,326,787</u>	<u>\$ 442,136</u>

Reconciliation to the Statement of Revenues, Expenditures, and Changes in Fund Balance

Total Revenues from the Budgetary Comparison Schedule	\$ 249,766,831
The County budgets transfers to the Tax Resources Fund as a debt service expenditure, but reports a portion of the disbursement as a reduction of the tax revenues.	<u>(1,288,662)</u>
Total Revenues from the Statement of Revenues, Expenditures, and Changes in Fund Balance - General Fund	<u>\$ 248,478,169</u>
Total expenditures from the budgetary comparison schedule	\$ 219,493,537
The County budgets transfers to the Pension Obligation Fund as functional expenditures.	(6,223,265)
The County budgets transfers to the Tax Resources Fund as a debt service expenditure, but reports the disbursement as a reduction of tax revenues.	<u>(1,288,662)</u>
Total Expenditures from the Statement of Revenues, Expenditures, and Changes in Fund Balance - General Fund	<u>\$ 211,981,610</u>

See accompanying Notes to Required Supplementary Information.

COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – MENTAL HEALTH SERVICES FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Revenue from Use of Money and Property	\$ 12,584	\$ 12,584	\$ 612,519	\$ 599,935
Intergovernmental	37,160,983	69,509,875	48,776,659	(20,733,216)
Charges for Services	7,145,573	7,145,573	5,756,485	(1,389,088)
Fines, Forfeitures, and Penalties	24,913	24,913	20,271	(4,642)
Other Revenues	100,000	100,000	248,700	148,700
Total Revenues	<u>44,444,053</u>	<u>76,792,945</u>	<u>55,414,634</u>	<u>(21,378,311)</u>
EXPENDITURES				
Current:				
Health and Sanitation	45,201,230	77,648,011	81,759,154	(4,111,143)
Debt Service:				
Principal	-	-	-	-
Total Expenditures	<u>45,201,230</u>	<u>77,648,011</u>	<u>81,759,154</u>	<u>(4,111,143)</u>
EXCESS (DEFICIENCY) OF REVENUES UNDER EXPENDITURES	(757,177)	(855,066)	(26,344,520)	(25,489,454)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	10,615,319	10,615,319
Transfers Out	(38,927)	(38,927)	(295,877)	(256,950)
Total Other Financing Sources (Uses)	<u>(38,927)</u>	<u>(38,927)</u>	<u>10,319,442</u>	<u>10,358,369</u>
NET CHANGE IN FUND BALANCES	(796,104)	(893,993)	(16,025,078)	(15,131,085)
Fund Balances - Beginning of Year	<u>7,250,215</u>	<u>7,250,215</u>	<u>7,250,215</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 6,454,111</u>	<u>\$ 6,356,222</u>	<u>\$ (8,774,863)</u>	<u>\$ (15,131,085)</u>

See accompanying Notes to Required Supplementary Information.

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – ROAD FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance w ith Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 54,000	\$ 54,000	\$ 54,000	\$ -
Licenses, Permits, and Franchises	56,000	56,000	92,196	36,196
Revenue from Use of Money and Property	10,000	10,000	195,564	185,564
Fines, Forfeitures, and Penalties	15,000	15,000	3,309	(11,691)
Intergovernmental	18,896,638	20,250,388	13,192,981	(7,057,407)
Charges for Services	168,242	168,242	223,422	55,180
Other Revenues	6,000	6,000	1,460	(4,540)
Total Revenues	<u>19,205,880</u>	<u>20,559,630</u>	<u>13,762,932</u>	<u>(6,796,698)</u>
EXPENDITURES				
Current:				
Public Ways and Facilities	<u>24,065,407</u>	<u>26,486,401</u>	<u>18,708,095</u>	<u>7,778,306</u>
EXCESS (DEFICIENCY) OF REVENUES UNDER EXPENDITURES	(4,859,527)	(5,926,771)	(4,945,163)	981,608
OTHER FINANCING SOURCES (USES)				
Transfers In	3,997,422	4,046,833	4,543,167	496,334
Transfers Out	(65,000)	(65,000)	(329,770)	(264,770)
Total Other Financing Sources (Uses)	<u>3,932,422</u>	<u>3,981,833</u>	<u>4,213,397</u>	<u>231,564</u>
NET CHANGE IN FUND BALANCES	(927,105)	(1,944,938)	(731,766)	1,213,172
Fund Balances - Beginning of Year	<u>9,906,513</u>	<u>9,906,513</u>	<u>9,906,513</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 8,979,408</u>	<u>\$ 7,961,575</u>	<u>\$ 9,174,747</u>	<u>\$ 1,213,172</u>

See accompanying Notes to Required Supplementary Information.

COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – MENTAL HEALTH TREATMENT FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 2,000,000	\$ 2,000,000	\$ 2,526,080	\$ 526,080
Revenue from Use of Money and Property	62,212	62,212	1,637,888	1,575,676
Charges for Services	2,800	2,800	9,553	6,753
Total Revenues	<u>2,065,012</u>	<u>2,065,012</u>	<u>4,173,521</u>	<u>2,108,509</u>
EXPENDITURES				
Current:				
Health and Sanitation	<u>1,349,788</u>	<u>1,363,081</u>	<u>740,980</u>	<u>622,101</u>
EXCESS OF REVENUES OVER EXPENDITURES	715,224	701,931	3,432,541	2,730,610
OTHER FINANCING USES				
Transfers Out	<u>(2,600,000)</u>	<u>(2,600,000)</u>	<u>(1,460,040)</u>	<u>1,139,960</u>
Total Other Financing Sources (Uses)	<u>(2,600,000)</u>	<u>(2,600,000)</u>	<u>(1,460,040)</u>	<u>1,139,960</u>
NET CHANGE IN FUND BALANCES	(1,884,776)	(1,898,069)	1,972,501	3,870,570
Fund Balances - Beginning of Year	<u>41,348,192</u>	<u>41,348,192</u>	<u>41,348,192</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 39,463,416</u></u>	<u><u>\$ 39,450,123</u></u>	<u><u>\$ 43,320,693</u></u>	<u><u>\$ 3,870,570</u></u>

See accompanying Notes to Required Supplementary Information.

COUNTY OF MENDOCINO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2024

NOTE 1 BUDGETARY BASIS OF ACCOUNTING

In accordance with the provisions of Sections 29000 and 29143, inclusive, of the California Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares and legally adopts a final budget for each fiscal year on or before August 30. Budgeted expenditures are enacted into law through the passage of an Appropriation Ordinance. This ordinance mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent amendments to the budget by the County's Board of Supervisors.

An operating budget is adopted each fiscal year for all governmental funds. The legal level of control for appropriations is at the budget unit level. Appropriations at this level may only be changed with the approval of the Board. Supplementary appropriations normally financed by unanticipated revenues during the year must be approved by the Board of Supervisors. Budgeted amounts in the budgetary financial schedules are reported as originally adopted and is amended during the fiscal year by resolutions approved by the Board of Supervisors.

The County uses an encumbrances system as an extension of normal budgetary accounting for the general, special revenue, and other debt service funds and to assist in controlling expenditures of the capital projects funds. Under this system, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year-end are recorded as reservations of fund balance since they do not constitute expenditures or liabilities. Unencumbered appropriations lapse at year-end.

Budgets are adopted for the General Fund, Debt Service Funds, and most Special Revenue Funds. Accounting principles applied for purposes of developing data on a budgetary basis are materially the same as those used to present financial statements in conformity with accounting principles generally accepted in the United States of America. Budgets were not legally adopted for the following Special Revenue Funds: the Special Aviation Fund and the Endowment Fund.



SUPPLEMENTARY INFORMATION



OTHER BUDGETARY SCHEDULES

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 20,000	\$ 20,000	\$ 60,797	\$ 40,797
Revenue from Use of Money and Property	-	-	430,556	430,556
Fines, Forfeitures, and Penalties	5,000	5,000	8,760	3,760
Total Revenues	<u>25,000</u>	<u>25,000</u>	<u>500,113</u>	<u>475,113</u>
EXPENDITURES				
Current:				
General Government	66,128	66,128	7,150	58,978
Debt Service:				
Principal	1,650,000	1,650,000	1,650,000	-
Interest	1,016,494	1,016,494	1,006,492	10,002
Issuance Costs	-	-	-	-
Total Expenditures	<u>2,732,622</u>	<u>2,732,622</u>	<u>2,663,642</u>	<u>68,980</u>
EXCESS (DEFICIENCY) OF REVENUES UNDER EXPENDITURES	(2,707,622)	(2,707,622)	(2,163,529)	544,093
OTHER FINANCING SOURCES (USES)				
Debt Issued	3,552,022	3,552,022	-	(3,552,022)
Premium on Debt Issued	-	-	-	-
Payment to Refunded Escrow Agent	-	-	-	-
Transfers In	2,707,622	2,707,622	2,661,947	(45,675)
Transfers Out	(3,552,022)	(3,552,022)	(1,133,149)	2,418,873
Total Other Financing Sources (Uses)	<u>2,707,622</u>	<u>2,707,622</u>	<u>1,528,798</u>	<u>(1,178,824)</u>
NET CHANGE IN FUND BALANCES	-	-	(634,731)	(634,731)
Fund Balances - Beginning of Year	<u>12,280,052</u>	<u>12,280,052</u>	<u>12,280,052</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 12,280,052</u>	<u>\$ 12,280,052</u>	<u>\$ 11,645,321</u>	<u>\$ (634,731)</u>

COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – PENSION OBLIGATION BOND FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Revenue from Use of Money and Property	\$ -	\$ -	\$ (77,898)	\$ (77,898)
Other Revenues	-	-	310,115	310,115
Total Revenues	<u>-</u>	<u>-</u>	<u>232,217</u>	<u>232,217</u>
EXPENDITURES				
Current:				
General Government	6,100	6,100	5,545	555
Debt Service:				
Principal	6,390,000	6,390,000	6,390,000	-
Interest	1,463,171	1,463,171	1,423,170	40,001
Total Expenditures	<u>7,859,271</u>	<u>7,859,271</u>	<u>7,818,715</u>	<u>40,556</u>
EXCESS (DEFICIENCY) OF REVENUES UNDER EXPENDITURES	(7,859,271)	(7,859,271)	(7,586,498)	272,773
OTHER FINANCING SOURCES				
Transfers In	<u>7,859,271</u>	<u>7,859,271</u>	<u>7,122,495</u>	<u>(736,776)</u>
NET CHANGE IN FUND BALANCES	-	-	(464,003)	(464,003)
Fund Balances - Beginning of Year	<u>7,949,328</u>	<u>7,949,328</u>	<u>7,949,328</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 7,949,328</u>	<u>\$ 7,949,328</u>	<u>\$ 7,485,325</u>	<u>\$ (464,003)</u>



**COMBINING AND INDIVIDUAL
FUND STATEMENTS AND SCHEDULES**



NONMAJOR GOVERNMENTAL FUNDS



**COUNTY OF MENDOCINO
NONMAJOR GOVERNMENTAL FUNDS**

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for revenues that are restricted by law or administrative action and expenditures for specified purposes. The County has the following types of nonmajor special revenue funds:

- **LIBRARY**

This fund provides library services for all residents and visitors to this beautiful County. The Mendocino County Library System consists of six branches located in Ukiah, Fort Bragg, Willits, Covelo, Point Arena, and Laytonville. The Bookmobile and outreach van provide services to outlying areas. Libraries are community centers, and the branches greatly reflect the dynamic and unique communities that support and utilize its many services.

- **FISH AND GAME**

The County of Mendocino has a Fish and Wildlife Propagation Fund, which represents a portion of fines imposed by the Superior Court of Mendocino County for Fish and Game violations. Funds support the Fish and Game Commission in monitoring the status of fish, game, and wildlife in the County, identifying threats, and advising the Board on relevant issues and activities. Funds also support public education and research, community-based activities to improve fish and wildlife habitat, and County representation within and outside the county.

- **SPECIAL AVIATION**

This Special Revenue fund accounts for State and Federal Grants and Aid for Little River and Round Valley airports, which provide facilities for general aviation and serves the air transport needs for northern Mendocino County (Round Valley), the Mendocino County coast (Little River), the California Aviation System and the National Integrated Airport System. Little River and Round Valley airports additionally function as incident command centers/disaster relief staging centers for emergencies, including medical evacuation and major fire, severe storm or earthquake events.

- **SUPPLEMENTAL LAW ENFORCEMENT**

The Supplemental Law Enforcement Services Fund (SLESF) supports COPS (Citizen's Options for Public Safety) and is established in each County pursuant to California Government Code §30061-30065. This fund also provides for one of the two allocated positions within the Sheriff's Office to assist in the operation and maintenance of the Sheriff's computer hardware, software and networks.

- **COPS AB 1913**

COPS (Citizen's Options for Public Safety) is funded by the Supplemental Law Enforcement Services Fund (SLESF). The fund is established in each County pursuant to California Government Code §30061-30065. The formula for allocating COPS funds is as follows:

1. 5.15% to the County Sheriff for County Jail construction and operations;
2. 5.15% to the District Attorney's Office for criminal prosecutions;
3. 39.7% to the County and the cities within the County, for supplemental front-line law enforcement services; and
4. 50% to the County for implementation of a comprehensive, multi-agency juvenile justice plan.

**COUNTY OF MENDOCINO
NONMAJOR GOVERNMENTAL FUNDS**

- **COPS AB 1913 (CONTINUED)**

This budget unit provides funding for one of the two allocated positions within the Sheriff's Office, the Sheriff's Technology Specialist, who assists in the operation and maintenance of the Sheriff's computer hardware, software, and networks.

- **SHERIFF SPECIAL PROJECTS**

The Sheriff Office occasionally receives donations from individuals, service clubs and other agencies. The donations may be for unrestricted use or restricted for a specific purpose (memorials, K-9 Program). The Sheriff Special Projects fund is used to account for the receipt and disbursement of these funds.

- **RECORDER MODERNIZATION**

Revenues to this fund are provided through fee collection at the time of recording. The overall mission of the Recorder's Modernization fund is to modernize creation, retention and retrieval of the Clerk-Recorder's records, including the restoration of early handwritten records and entering them into the County's computer system.

- **MICROGRAPHICS**

This special revenue fund further supports the Micrographic Division of the Assessor-Clerk Recorder's Office with regard to micrographic reproductions of County records, and retention and retrieval of Clerk-Recorder's records.

- **SPECIAL DISTRICTS LIGHTING**

There are currently eleven special lighting districts. These districts are funded by secured and unsecured property tax revenues for the purpose of installing street lights in the related district.

- **OPIOID SETTLEMENT**

The Opioid Settlement fund accounts for opioid settlement funded activities.

- **SPECIAL DISTRICTS OTHER**

There are currently three other special districts as follows:

1. **AIR QUALITY MANAGEMENT DISTRICT**

The Air Quality Management District (AQMD) has the primary responsibility for the monitoring and control of air pollution from all stationary sources within the boundaries of Mendocino County, including the four incorporated cities. The District is funded by permit fees, motor vehicle fees, state subvention funds, and state and federal grants. The funds support the District's mission to protect air quality, improve levels of service to the public, the regulated community and other agencies, while at the same time striving to reduce and control costs.

2. **MEADOWBROOK SANITATION DISTRICT**

The district is funded by secured and unsecured property tax revenues for the purpose of supporting the sanitation facility in that district.

**COUNTY OF MENDOCINO
NONMAJOR GOVERNMENTAL FUNDS**

- **SPECIAL DISTRICTS OTHER (CONTINUED)**

- 3. **MENDOCINO COUNTY WATER AGENCY**

- Mendocino County Water Agency (MCWA) is a Special District governed by the Board of Supervisors, sitting as the Board of Directors. MCWA revenue is generated from a tax that was established in 1971, which does not exceed \$0.06 per \$100 of assessed valuation. The Water Agency provides project management and compliance for and with the following:

- a. The Sustainable Groundwater Management Act (SGMA) Implementation
 - b. Ukiah Valley Basin Groundwater Sustainability Agency
 - c. California Statewide Groundwater Elevation Monitoring (CASGEM) Program
 - d. National Pollutant Discharge Elimination System (NPDES) MS4 Phase II Permit
 - e. Proposition 1 Grant Management
 - f. Water Agency Action Plan

- **INTER-GOVERNMENTAL TRANSFER**

- The County maximizes realignment funds by participating in the Inter-Governmental Transfer (IGT) opportunity with Partnership HealthPlan of California (PHC) to access additional Medi-Cal funding to provide services to Medi-Cal eligible beneficiaries. This fund accounts for the realignment health services funds and other federal funds awarded to support the health and wellbeing of Medi-Cal beneficiaries throughout Mendocino County.

- **WHOLE PERSON CARE**

- The Whole Person Care fund accounts for Medi-Cal 2021 grants, awarded through California's Section 115(a) Medicaid Waiver, for the Health and Human Services Agency's Whole Person Care Pilot Program, which aims to improve the wellbeing of Mendocino County residents experiencing mental illness, social isolation and/or poor health through enhanced inter-agency collaboration, peer support, and care coordination.

- **FIRE**

- The Fire fund accounts for grant funded fire mitigation activities.

- **ENFORCEMENT - CANNABIS**

- The Enforcement - Cannabis fund accounts grant funded cannabis enforcement activities.

- **MISCELLANEOUS GRANTS**

- The Miscellaneous Grants Fund is used to account for non-departmental grants applied for and received by the County of Mendocino that are used to address and/or support a specified (restricted) need or activity.

**COUNTY OF MENDOCINO
NONMAJOR GOVERNMENTAL FUNDS**

- **CANNABIS GRANTS**

The Cannabis Grants Fund consists of two cannabis grant programs. The Local Equity Entrepreneur Program (LEEP) aims to advance economic justice for populations and communities impacted by cannabis prohibition and the War on Drugs (WoD) by providing support to local jurisdictions as they promote equity in California and eliminate barriers to entering the newly regulated cannabis industry for equity program applicants and licensees. The Local Jurisdiction Assistance Grant Program (LJAGP) provides one-time funding to local jurisdictions with the greatest needs to transition provisional licensees to annual licenses, and to aid local jurisdictions and their provisional licensees in completing CEQA compliance requirements necessary to achieve annual licensure.

- **DISASTER RECOVERY**

The Disaster Recovery Fund is used to account for FEMA public assistance and other grant revenues that support the physical and financial recovery of the County and its communities in the wake of a major fire, severe storm or earthquake event. The County has identified eight recovery support functions that correspond with federal and state disaster recovery frameworks. They are community emergency preparedness, community planning and capacity building, infrastructure systems, economic resiliency & sustainability, health and human services, housing, natural systems, and cultural resources.

CAPITAL PROJECTS

Capital Projects Funds are used to account for financial resources to be used for the acquisition of land or acquisition and construction of major facilities other than those financed by the proprietary fund types. The County has the following types of non-major capital projects funds:

1. **CAPITAL IMPROVEMENTS (BU 1710)**

The Capital Improvement Fund provides monies for facility enhancements and large-scale maintenance projects, such as roof replacements, parking lot repairs, and heating and cooling upgrades and significant repairs or remodels. These funds also provide for compliance with the Americans with Disabilities Act (ADA) to plan and complete retrofits for the removal of barriers to disabled access in County facilities.

2. **CAPITAL PROJECTS (BU 1712)**

This fund provides for the construction of major capital facilities projects. Currently, these funds are reserved exclusively for the upcoming expansion project at the Mendocino County Jail. Over the past several of years the Board has set aside \$3.7 million to be used for local cash match for the project. In 2017, the Bureau of State and Community Corrections (BSCC) announced that Mendocino County was conditionally awarded \$25 million in lease revenue bond funding to expand the local jail.

3. **CAPITAL PROJECTS (BU 1713)**

This fund provides for the construction of major capital facilities projects. Currently, these funds are reserved exclusively for the Mental Health Treatment Act (Measure B) approved capital facility projects.

**COUNTY OF MENDOCINO
NONMAJOR GOVERNMENTAL FUNDS**

CAPITAL PROJECTS (CONTINUED)

4. CAPITAL PROJECTS (BU1714)

This fund provides for the targeted purchase and construction of capital facilities and projects. The funds are currently reserved for the continued upgrade and refurbishment of the Live Oak Apartments project, formerly known as Project Homekey. Since 2021, this project has been funded by the State of California to provide transitional housing to those who are in danger of becoming homeless.

5. CAPITAL PROJECTS (BU1715)

This fund provides for the long-term improvements to the library's land, buildings, equipment, and software. Forty percent of the proceeds from the .25 percent sales tax ordinance passed in 2022 is deposited into this account, and there may be grant funds for capital investments included as well.

PERMANENT FUNDS

Permanent funds are used to account for resources that cannot be expended but must be held in perpetuity. Funds are invested and only earnings, not principal, may be used for a specified purpose. The County has the following types of nonmajor permanent funds:

- **ENDOWMENT FUNDS**

There are several types of endowment funds. Term endowment funds have a built-in stipulation that either part or all of the principal may be used only after a pre-established period has elapsed. Unrestricted endowment funds can be used in any way the recipient chooses. Restricted endowment funds may have limitations put in place by the donor.

**COUNTY OF MENDOCINO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024**

	Special Revenue			
	Library	Fish and Game	Special Aviation	Supplemental Law Enforcement
ASSETS				
Cash and Investments in County				
Treasury	\$ 2,204,979	\$ 124,195	\$ 188,285	\$ 391,567
Restricted Assets:				
Cash with Fiscal Agent	-	-	-	-
Imprest Cash	1,399	-	-	-
Accounts Receivable	-	-	-	-
Taxes Receivable	458,267	-	-	-
Due from Other Governmental Agencies	433,010	-	-	-
Loans Receivable	-	-	-	-
Total Assets	<u>\$ 3,097,655</u>	<u>\$ 124,195</u>	<u>\$ 188,285</u>	<u>\$ 391,567</u>
LIABILITIES				
Accounts Payable	\$ 114,064	\$ 40,471	\$ -	\$ 73,141
Accrued Salaries and Benefits	60,340	-	-	2,432
Due to Other Funds	-	-	-	-
Unearned Revenue	221,281	-	-	-
Total Liabilities	<u>395,685</u>	<u>40,471</u>	<u>-</u>	<u>75,573</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	-	-	-	-
FUND BALANCE				
Restricted	2,701,970	83,724	188,285	315,994
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>2,701,970</u>	<u>83,724</u>	<u>188,285</u>	<u>315,994</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 3,097,655</u>	<u>\$ 124,195</u>	<u>\$ 188,285</u>	<u>\$ 391,567</u>

COUNTY OF MENDOCINO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2024

	Special Revenue (Continued)			
	COPS AB 1913	Sheriff Special Projects	Recorder Modernization	Micrographics
ASSETS				
Cash and Investments in County				
Treasury	\$ 1,077,557	\$ 103,375	\$ 311,350	\$ 121,618
Restricted Assets:				
Cash with Fiscal Agent	-	-	-	-
Imprest Cash	-	-	-	-
Accounts Receivable	-	9,233	363	57
Taxes Receivable	-	-	-	-
Due from Other Governmental Agencies	-	-	-	-
Loans Receivable	-	-	-	-
Total Assets	<u>\$ 1,077,557</u>	<u>\$ 112,608</u>	<u>\$ 311,713</u>	<u>\$ 121,675</u>
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ 1,176
Accrued Salaries and Benefits	-	-	-	-
Due to Other Funds	-	-	-	-
Unearned Revenue	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,176</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	-	-	-	-
FUND BALANCE				
Restricted	1,077,557	112,608	311,713	120,499
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>1,077,557</u>	<u>112,608</u>	<u>311,713</u>	<u>120,499</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,077,557</u>	<u>\$ 112,608</u>	<u>\$ 311,713</u>	<u>\$ 121,675</u>

COUNTY OF MENDOCINO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2024

	Special Revenue (Continued)		
	Special Districts Lighting	Opioid Settlement	Special Districts Other
	ASSETS		
Cash and Investments in County			
Treasury	\$ 688,804	\$ 1,334,326	\$ 469,337
Restricted Assets:			
Cash with Fiscal Agent	-	-	-
Imprest Cash	-	-	200
Accounts Receivable	-	-	-
Taxes Receivable	-	-	-
Due from Other Governmental Agencies	-	-	28,598
Loans Receivable	-	-	-
	\$ 688,804	\$ 1,334,326	\$ 498,135
LIABILITIES			
Accounts Payable	\$ 4,873	\$ -	\$ 41,396
Accrued Salaries and Benefits	-	-	15,480
Due to Other Funds	-	-	-
Unearned Revenue	-	1,305,923	-
Total Liabilities	4,873	1,305,923	56,876
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue	-	-	19,309
FUND BALANCE			
Restricted	683,931	28,403	421,950
Assigned	-	-	-
Unassigned	-	-	-
Total Fund Balances	683,931	28,403	421,950
 Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 688,804	\$ 1,334,326	\$ 498,135

COUNTY OF MENDOCINO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2024

	Special Revenue (Continued)			
	Inter- governmental Transfer	Whole Person Care	Fire	Enforcement- Cannabis
ASSETS				
Cash and Investments in County				
Treasury	\$ 10,801,457	\$ 6,119	\$ 3,482,739	\$ 472,509
Restricted Assets:				
Cash with Fiscal Agent	-	-	-	-
Imprest Cash	-	-	-	-
Accounts Receivable	-	-	-	-
Taxes Receivable	-	-	-	-
Due from Other Governmental Agencies	-	-	-	-
Loans Receivable	-	-	-	-
	<u>\$ 10,801,457</u>	<u>\$ 6,119</u>	<u>\$ 3,482,739</u>	<u>\$ 472,509</u>
Total Assets	<u>\$ 10,801,457</u>	<u>\$ 6,119</u>	<u>\$ 3,482,739</u>	<u>\$ 472,509</u>
LIABILITIES				
Accounts Payable	\$ 24,507	\$ 126	\$ 3,020,926	\$ -
Accrued Salaries and Benefits	-	5,684	-	-
Due to Other Funds	-	-	-	-
Unearned Revenue	-	-	-	-
Total Liabilities	<u>24,507</u>	<u>5,810</u>	<u>3,020,926</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	-	-	-	-
FUND BALANCE				
Restricted	10,776,950	309	461,813	472,509
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>10,776,950</u>	<u>309</u>	<u>461,813</u>	<u>472,509</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 10,801,457</u>	<u>\$ 6,119</u>	<u>\$ 3,482,739</u>	<u>\$ 472,509</u>

COUNTY OF MENDOCINO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2024

	Special Revenue (Continued)			
	Miscellaneous Grants	Cannabis Grants	Disaster Recovery	Capital Projects
ASSETS				
Cash and Investments in County				
Treasury	\$ 12,883,955	\$ 6,753,392	\$ 15,532,703	\$ 5,947,175
Restricted Assets:				
Cash with Fiscal Agent	-	-	-	69,956
Imprest Cash	-	-	-	-
Accounts Receivable	211,200	-	5,620	-
Taxes Receivable	-	-	-	-
Due from Other Governmental Agencies	1,751,585	-	619,705	4,716,737
Loans Receivable	4,359,858	-	-	-
Total Assets	<u>\$ 19,206,598</u>	<u>\$ 6,753,392</u>	<u>\$ 16,158,028</u>	<u>\$ 10,733,868</u>
LIABILITIES				
Accounts Payable	\$ 659,067	\$ 442,627	\$ 191,019	\$ 2,245,702
Accrued Salaries and Benefits	35,711	-	6,044	-
Due to Other Funds	-	-	-	-
Unearned Revenue	662,315	6,453,760	6,809,684	-
Total Liabilities	<u>1,357,093</u>	<u>6,896,387</u>	<u>7,006,747</u>	<u>2,245,702</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	2,603,571	-	489,387	2,651,884
FUND BALANCE				
Restricted	15,245,934	-	8,661,894	-
Assigned	-	-	-	5,836,282
Unassigned	-	(142,995)	-	-
Total Fund Balances	<u>15,245,934</u>	<u>(142,995)</u>	<u>8,661,894</u>	<u>5,836,282</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 19,206,598</u>	<u>\$ 6,753,392</u>	<u>\$ 16,158,028</u>	<u>\$ 10,733,868</u>

COUNTY OF MENDOCINO
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2024

	Permanent Fund Endowment Funds	Total
ASSETS		
Cash and Investments in County		
Treasury	\$ 387,728	\$ 63,283,170
Restricted Assets:		
Cash with Fiscal Agent	-	69,956
Imprest Cash	-	1,599
Accounts Receivable	-	226,473
Taxes Receivable	-	458,267
Due from Other Governmental Agencies	-	7,549,635
Loans Receivable	-	4,359,858
	<u>\$ 387,728</u>	<u>\$ 75,948,958</u>
LIABILITIES		
Accounts Payable	\$ -	\$ 6,859,095
Accrued Salaries and Benefits	-	125,691
Due to Other Funds	-	-
Unearned Revenue	-	15,452,963
Total Liabilities	<u>-</u>	<u>22,437,749</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue	-	5,764,151
FUND BALANCE		
Restricted	387,728	42,053,771
Assigned	-	5,836,282
Unassigned	-	(142,995)
Total Fund Balances	<u>387,728</u>	<u>47,747,058</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 387,728</u>	<u>\$ 75,948,958</u>

COUNTY OF MENDOCINO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	Special Revenue			Supplemental Law Enforcement
	Library	Fish and Game	Special Aviation	
REVENUES				
Taxes	\$ 2,958,947	\$ -	\$ -	\$ -
Licenses, Permits, and Franchises	-	-	-	-
Aid from Other Governmental Agencies	127,104	-	10,000	233,246
Revenue from Use of Money and Property	101,592	4,846	2,325	18,233
Fines, Forfeitures, and Penalties	-	4,062	-	-
Charges for Services	18,921	-	-	-
Other Revenue	12,769	-	-	-
Total Revenues	3,219,333	8,908	12,325	251,479
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Protection	-	53,810	-	371,078
Public Ways and Facilities	-	-	-	-
Health and Sanitation	-	-	-	-
Public Assistance	-	-	-	-
Education	4,508,422	-	-	-
Recreation and Culture	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	4,508,422	53,810	-	371,078
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,289,089)	(44,902)	12,325	(119,599)
OTHER FINANCING SOURCES (USES)				
Debt Issued	-	-	-	-
Transfers In	2,131,879	-	-	-
Transfers Out	-	-	-	(5,433)
Total Other Financing Sources (Uses)	2,131,879	-	-	(5,433)
NET CHANGE IN FUND BALANCES	842,790	(44,902)	12,325	(125,032)
Fund Balances - Beginning, as Originally Reported	1,859,180	128,626	175,960	441,026
Adjustments / Restatements	-	-	-	-
Fund Balances - Beginning of Year, as Adjusted or Restated	1,859,180	128,626	175,960	441,026
FUND BALANCES - END OF YEAR	\$ 2,701,970	\$ 83,724	\$ 188,285	\$ 315,994

COUNTY OF MENDOCINO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

	Special Revenue (Continued)			
	COPS AB 1913	Sheriff		Micrographics
		Special Projects	Recorder Modernization	
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, Permits, and Franchises	-	-	-	-
Aid from Other Governmental Agencies	245,235	-	-	-
Revenue from Use of Money and Property	39,476	4,286	11,989	4,447
Fines, Forfeitures, and Penalties	-	-	-	-
Charges for Services	-	-	57,846	10,957
Other Revenue	-	10,184	-	14,243
Total Revenues	<u>284,711</u>	<u>14,470</u>	<u>69,835</u>	<u>29,647</u>
EXPENDITURES				
Current:				
General Government	-	-	-	9,873
Public Protection	-	37,738	-	-
Public Ways and Facilities	-	-	-	-
Health and Sanitation	-	-	-	-
Public Assistance	-	-	-	-
Education	-	-	-	-
Recreation and Culture	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>37,738</u>	<u>-</u>	<u>9,873</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	284,711	(23,268)	69,835	19,774
OTHER FINANCING SOURCES (USES)				
Debt Issued	-	-	-	-
Transfers In	-	-	-	-
Transfers Out	(65,333)	-	(36,476)	-
Total Other Financing Sources (Uses)	<u>(65,333)</u>	<u>-</u>	<u>(36,476)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	219,378	(23,268)	33,359	19,774
Fund Balances - Beginning, as Originally Reported	858,179	135,876	278,354	100,725
Adjustments / Restatements	-	-	-	-
Fund Balances - Beginning of Year, as Adjusted or Restated	<u>858,179</u>	<u>135,876</u>	<u>278,354</u>	<u>100,725</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,077,557</u>	<u>\$ 112,608</u>	<u>\$ 311,713</u>	<u>\$ 120,499</u>

COUNTY OF MENDOCINO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

	Special Revenue (Continued)		
	Special Districts Lighting	Opioid Settlement	Special Districts Other
REVENUES			
Taxes	\$ 103,869	\$ -	\$ 202,333
Licenses, Permits, and Franchises	-	-	279,543
Aid from Other Governmental Agencies	476	-	101,965
Revenue from Use of Money and Property	8,502	47,055	(6,947)
Fines, Forfeitures, and Penalties	-	-	1,625
Charges for Services	-	-	427,026
Other Revenue	-	-	143
Total Revenues	112,847	47,055	1,005,688
EXPENDITURES			
Current:			
General Government	-	-	-
Public Protection	-	-	349,719
Public Ways and Facilities	58,093	-	-
Health and Sanitation	-	-	1,057,639
Public Assistance	-	-	-
Education	-	-	-
Recreation and Culture	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Capital Outlay	-	-	406,844
Total Expenditures	58,093	-	1,814,202
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	54,754	47,055	(808,514)
OTHER FINANCING SOURCES (USES)			
Debt Issued	-	-	406,844
Transfers In	-	-	625,522
Transfers Out	-	-	(30,661)
Total Other Financing Sources (Uses)	-	-	1,001,705
NET CHANGE IN FUND BALANCES	54,754	47,055	193,191
Fund Balances - Beginning, as Originally Reported	629,177	(18,652)	228,759
Adjustments / Restatements	-	-	-
Fund Balances - Beginning of Year, as Adjusted or Restated	629,177	(18,652)	228,759
FUND BALANCES - END OF YEAR	\$ 683,931	\$ 28,403	\$ 421,950

COUNTY OF MENDOCINO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

	Special Revenue (Continued)			
	Inter- governmental Transfer	Whole Person Care	Fire	Enforcement- Cannabis
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses, Permits, and Franchises	-	-	-	-
Aid from Other Governmental Agencies	1,487,340	288,743	-	-
Revenue from Use of Money and Property	141,239	13,880	96,687	5,845
Fines, Forfeitures, and Penalties	-	-	-	-
Charges for Services	-	163,277	-	-
Other Revenue	-	-	-	-
Total Revenues	<u>1,628,579</u>	<u>465,900</u>	<u>96,687</u>	<u>5,845</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Protection	-	-	5,319,187	-
Public Ways and Facilities	-	-	-	-
Health and Sanitation	760,114	1,838,204	-	-
Public Assistance	-	-	-	-
Education	-	-	-	-
Recreation and Culture	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>760,114</u>	<u>1,838,204</u>	<u>5,319,187</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	868,465	(1,372,304)	(5,222,500)	5,845
OTHER FINANCING SOURCES (USES)				
Debt Issued	-	-	-	-
Transfers In	621,986	-	5,488,027	-
Transfers Out	(1,926,970)	(12,882)	-	(17,803)
Total Other Financing Sources (Uses)	<u>(1,304,984)</u>	<u>(12,882)</u>	<u>5,488,027</u>	<u>(17,803)</u>
NET CHANGE IN FUND BALANCES	(436,519)	(1,385,186)	265,527	(11,958)
Fund Balances - Beginning, as Originally Reported	11,213,469	1,385,495	196,286	484,467
Adjustments / Restatements	-	-	-	-
Fund Balances - Beginning of Year, as Adjusted or Restated	<u>11,213,469</u>	<u>1,385,495</u>	<u>196,286</u>	<u>484,467</u>
FUND BALANCES - END OF YEAR	<u>\$ 10,776,950</u>	<u>\$ 309</u>	<u>\$ 461,813</u>	<u>\$ 472,509</u>

COUNTY OF MENDOCINO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

	Special Revenue (Continued)			
	Miscellaneous Grants	Cannabis Grants	Disaster Recovery	Capital Projects
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ 1,957,126
Licenses, Permits, and Franchises	-	-	-	-
Aid from Other Governmental				
Agencies	16,598,484	5,337,718	4,886,333	2,064,855
Revenue from Use of Money and				
Property	146,917	85,423	192,189	139,033
Fines, Forfeitures, and Penalties	-	-	-	-
Charges for Services	202,708	-	6,958	-
Other Revenue	244,790	-	-	-
Total Revenues	<u>17,192,899</u>	<u>5,423,141</u>	<u>5,085,480</u>	<u>4,161,014</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Protection	2,130,433	-	2,642,397	-
Public Ways and Facilities	-	-	-	-
Health and Sanitation	2,502,077	-	-	-
Public Assistance	3,872,854	6,981,198	-	-
Education	-	-	-	-
Recreation and Culture	332	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital Outlay	-	-	-	5,654,933
Total Expenditures	<u>8,505,696</u>	<u>6,981,198</u>	<u>2,642,397</u>	<u>5,654,933</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	8,687,203	(1,558,057)	2,443,083	(1,493,919)
OTHER FINANCING SOURCES (USES)				
Debt Issued	-	-	-	-
Transfers In	1,301,848	-	1,037,551	2,960,449
Transfers Out	(492,123)	-	(3,127,014)	-
Total Other Financing Sources (Uses)	<u>809,725</u>	<u>-</u>	<u>(2,089,463)</u>	<u>2,960,449</u>
NET CHANGE IN FUND BALANCES	9,496,928	(1,558,057)	353,620	1,466,530
Fund Balances - Beginning, as Originally Reported	-	-	-	4,369,752
Adjustments / Restatements	5,749,006	1,415,062	8,308,274	-
Fund Balances - Beginning of Year, as Adjusted or Restated	<u>5,749,006</u>	<u>1,415,062</u>	<u>8,308,274</u>	<u>4,369,752</u>
FUND BALANCES - END OF YEAR	<u>\$ 15,245,934</u>	<u>\$ (142,995)</u>	<u>\$ 8,661,894</u>	<u>\$ 5,836,282</u>

COUNTY OF MENDOCINO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

	Permanent Fund Endowment Funds	Total
REVENUES		
Taxes	\$ -	\$ 5,222,275
Licenses, Permits, and Franchises	-	279,543
Aid from Other Governmental Agencies	-	31,381,499
Revenue from Use of Money and Property	10,200	1,067,217
Fines, Forfeitures, and Penalties	-	5,687
Charges for Services	-	887,693
Other Revenue	-	282,129
Total Revenues	10,200	39,126,043
EXPENDITURES		
Current:		
General Government	54,917	64,790
Public Protection	-	10,904,362
Public Ways and Facilities	-	58,093
Health and Sanitation	-	6,158,034
Public Assistance	-	10,854,052
Education	-	4,508,422
Recreation and Culture	-	332
Debt Service:		-
Principal	-	-
Interest	-	-
Capital Outlay	-	6,061,777
Total Expenditures	54,917	38,609,862
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(44,717)	516,181
OTHER FINANCING SOURCES (USES)		
Debt Issued	-	406,844
Transfers In	-	14,167,262
Transfers Out	-	(5,714,695)
Total Other Financing Sources (Uses)	-	8,859,411
NET CHANGE IN FUND BALANCES	(44,717)	9,375,592
Fund Balances - Beginning, as Originally Reported	432,445	22,899,124
Adjustments / Restatements	-	15,472,342
Fund Balances - Beginning of Year, as Adjusted or Restated	432,445	38,371,466
FUND BALANCES - END OF YEAR	\$ 387,728	\$ 47,747,058

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – LIBRARY FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 4,940,539	\$ 2,964,323	\$ 2,958,947	\$ (5,376)
Revenue from Use of Money and Property	15,000	15,000	101,592	86,592
Intergovernmental	256,038	38,871	127,104	88,233
Charges for Services	15,000	15,000	18,921	3,921
Other Revenues	6,000	11,000	12,769	1,769
Total Revenues	<u>5,232,577</u>	<u>3,044,194</u>	<u>3,219,333</u>	<u>175,139</u>
EXPENDITURES				
Current:				
Education	4,516,707	4,879,470	4,508,422	371,048
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	<u>4,516,707</u>	<u>4,879,470</u>	<u>4,508,422</u>	<u>371,048</u>
EXCESS (DEFICIENCY) OF REVENUES (UNDER) EXPENDITURES	715,870	(1,835,276)	(1,289,089)	546,187
OTHER FINANCING SOURCES (USES)				
Transfers In	1,464,282	1,464,282	2,131,879	667,597
Transfers Out	(494,080)	-	-	-
Total Other Financing Sources (Uses)	<u>970,202</u>	<u>1,464,282</u>	<u>2,131,879</u>	<u>667,597</u>
NET CHANGE IN FUND BALANCES	1,686,072	(370,994)	842,790	1,213,784
Fund Balances - Beginning of Year	<u>1,859,180</u>	<u>1,859,180</u>	<u>1,859,180</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 3,545,252</u></u>	<u><u>\$ 1,488,186</u></u>	<u><u>\$ 2,701,970</u></u>	<u><u>\$ 1,213,784</u></u>

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – FISH AND GAME FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance w with Final Budget
	Original	Final		
REVENUES				
Revenue from Use of Money and Property	\$ 900	\$ 900	\$ 4,846	\$ 3,946
Fines, Forfeitures, and Penalties	6,866	57,866	4,062	(53,804)
Total Revenues	<u>7,766</u>	<u>58,766</u>	<u>8,908</u>	<u>(49,858)</u>
EXPENDITURES				
Current:				
Public Protection	<u>7,766</u>	<u>58,766</u>	<u>53,810</u>	<u>4,956</u>
NET CHANGE IN FUND BALANCES	-	-	(44,902)	(44,902)
Fund Balances - Beginning of Year	<u>128,626</u>	<u>128,626</u>	<u>128,626</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 128,626</u></u>	<u><u>\$ 128,626</u></u>	<u><u>\$ 83,724</u></u>	<u><u>\$ (44,902)</u></u>

COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – SUPPLEMENTAL LAW ENFORCEMENT FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance w ith Final Budget
	Original	Final		
REVENUES				
Revenue from Use of Money and Property	\$ 1,500	\$ 1,500	\$ 18,233	\$ 16,733
Intergovernmental	219,209	219,209	233,246	14,037
Total Revenues	<u>220,709</u>	<u>220,709</u>	<u>251,479</u>	<u>30,770</u>
EXPENDITURES				
Current:				
Public Protection	<u>248,209</u>	<u>329,074</u>	<u>371,078</u>	<u>(42,004)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(27,500)	(108,365)	(119,599)	(11,234)
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>-</u>	<u>-</u>	<u>(5,433)</u>	<u>(5,433)</u>
NET CHANGE IN FUND BALANCES	(27,500)	(108,365)	(125,032)	(16,667)
Fund Balances - Beginning of Year	<u>441,026</u>	<u>441,026</u>	<u>441,026</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 413,526</u></u>	<u><u>\$ 332,661</u></u>	<u><u>\$ 315,994</u></u>	<u><u>\$ (16,667)</u></u>

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – COPS AB 1913 FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Revenue from Use of Money and Property	\$ 1,000	\$ 1,000	\$ 39,476	\$ 38,476
Intergovernmental	245,980	245,980	245,235	(745)
Total Revenues	<u>246,980</u>	<u>246,980</u>	<u>284,711</u>	<u>37,731</u>
EXPENDITURES				
Current:				
Public Protection	<u>258,306</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(11,326)</u>	<u>246,980</u>	<u>284,711</u>	<u>37,731</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>-</u>	<u>(99,164)</u>	<u>(65,333)</u>	<u>33,831</u>
NET CHANGE IN FUND BALANCES	<u>(11,326)</u>	<u>147,816</u>	<u>219,378</u>	<u>71,562</u>
Fund Balances - Beginning of Year	<u>858,179</u>	<u>858,179</u>	<u>858,179</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 846,853</u></u>	<u><u>\$ 1,005,995</u></u>	<u><u>\$ 1,077,557</u></u>	<u><u>\$ 71,562</u></u>

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – SHERIFF SPECIAL PROJECTS FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Aid from Other Governmental Agencies	\$ -	\$ -	\$ -	\$ -
Revenue from Use of Money and Property	150	150	4,286	4,136
Other Revenues	1,400	1,400	10,184	8,784
Total Revenues	<u>1,550</u>	<u>1,550</u>	<u>14,470</u>	<u>12,920</u>
EXPENDITURES				
Current:				
Public Protection	<u>50,900</u>	<u>50,900</u>	<u>37,738</u>	<u>13,162</u>
NET CHANGE IN FUND BALANCES	(49,350)	(49,350)	(23,268)	26,082
Fund Balances - Beginning of Year	<u>135,876</u>	<u>135,876</u>	<u>135,876</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 86,526</u></u>	<u><u>\$ 86,526</u></u>	<u><u>\$ 112,608</u></u>	<u><u>\$ 26,082</u></u>

COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – RECORDER MODERNIZATION FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Revenue from Use of Money and Property	\$ -	\$ -	\$ 11,989	\$ 11,989
Charges for Services	55,000	55,000	57,846	2,846
Total Revenues	<u>55,000</u>	<u>55,000</u>	<u>69,835</u>	<u>14,835</u>
EXPENDITURES				
Current:				
General Government	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>55,000</u>	<u>55,000</u>	<u>69,835</u>	<u>14,835</u>
OTHER FINANCING SOURCES (USES)				
Transfers In				
Transfers Out	<u>(39,920)</u>	<u>(46,155)</u>	<u>(36,476)</u>	<u>9,679</u>
NET CHANGE IN FUND BALANCES	15,080	8,845	33,359	24,514
Fund Balances - Beginning of Year	<u>278,354</u>	<u>278,354</u>	<u>278,354</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 293,434</u></u>	<u><u>\$ 287,199</u></u>	<u><u>\$ 311,713</u></u>	<u><u>\$ 24,514</u></u>

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – MICROGRAPHICS FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Revenue from Use of Money and Property	\$ 20,000	\$ 20,000	\$ 4,447	\$ (15,553)
Charges for Services	8,000	8,000	10,957	2,957
Other Revenues	10,000	10,000	14,243	4,243
Total Revenues	<u>38,000</u>	<u>38,000</u>	<u>29,647</u>	<u>(8,353)</u>
EXPENDITURES				
Current:				
General Government	<u>5,000</u>	<u>5,000</u>	<u>9,873</u>	<u>(4,873)</u>
NET CHANGE IN FUND BALANCES	33,000	33,000	19,774	(13,226)
Fund Balances - Beginning of Year	<u>100,725</u>	<u>100,725</u>	<u>100,725</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 133,725</u></u>	<u><u>\$ 133,725</u></u>	<u><u>\$ 120,499</u></u>	<u><u>\$ (13,226)</u></u>

**COUNTY OF MENDOCINO
 BUDGETARY COMPARISON SCHEDULE – SPECIAL DISTRICTS LIGHTING FUND
 YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 101,259	\$ 101,259	\$ 103,869	\$ 2,610
Intergovernmental	593	593	476	(117)
Revenue from Use of Money and Property	9	9	8,502	8,493
Total Revenues	<u>101,861</u>	<u>101,861</u>	<u>112,847</u>	<u>10,986</u>
EXPENDITURES				
Current:				
Public Ways and Facilities	<u>54,845</u>	<u>54,845</u>	<u>58,093</u>	<u>(3,248)</u>
NET CHANGE IN FUND BALANCES	47,016	47,016	54,754	7,738
Fund Balances - Beginning of Year	<u>629,177</u>	<u>629,177</u>	<u>629,177</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 676,193</u></u>	<u><u>\$ 676,193</u></u>	<u><u>\$ 683,931</u></u>	<u><u>\$ 7,738</u></u>

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – OPIOID SETTLEMENT FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Revenue from Use of Money and Property	\$ -	\$ -	\$ 47,055	\$ 47,055
Other Revenue	-	-	-	-
Total Revenues	-	-	47,055	47,055
EXPENDITURES				
Current:				
General Government	-	-	-	-
Total Expenditures	-	-	-	-
NET CHANGE IN FUND BALANCES	-	-	47,055	47,055
Fund Balances - Beginning of Year	(18,652)	(18,652)	(18,652)	-
FUND BALANCES - END OF YEAR	<u>\$ (18,652)</u>	<u>\$ (18,652)</u>	<u>\$ 28,403</u>	<u>\$ 47,055</u>

COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – SPECIAL DISTRICTS OTHER FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 159,501	\$ 159,501	\$ 202,333	\$ 42,832
Licenses, Permits, and Franchises	393,000	393,000	279,543	(113,457)
Revenue from Use of Money and Property	4,501	4,501	(6,947)	(11,448)
Fines, Forfeitures, and Penalties	2,600	2,600	1,625	(975)
Intergovernmental	111,520	186,520	101,965	(84,555)
Charges for Services	862,796	862,796	427,026	(435,770)
Other Revenues	500	500	143	(357)
Total Revenues	<u>1,534,418</u>	<u>1,609,418</u>	<u>1,005,688</u>	<u>(603,730)</u>
EXPENDITURES				
Current:				
Public Protection	329,343	552,035	349,719	202,316
Health and Sanitation	1,465,837	1,465,837	1,057,639	408,198
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	<u>1,795,180</u>	<u>2,017,872</u>	<u>1,407,358</u>	<u>610,514</u>
EXCESS (DEFICIENCY) OF REVENUES UNDER EXPENDITURES	(260,762)	(408,454)	(401,670)	6,784
OTHER FINANCING SOURCES (USES)				
Transfers In	263,884	411,576	625,522	213,946
Transfers Out	-	-	(30,661)	(30,661)
Total Other Financing Sources (Uses)	<u>263,884</u>	<u>411,576</u>	<u>594,861</u>	<u>183,285</u>
NET CHANGE IN FUND BALANCES	3,122	3,122	193,191	190,069
Fund Balances - Beginning of Year	<u>228,759</u>	<u>228,759</u>	<u>228,759</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 231,881</u>	<u>\$ 231,881</u>	<u>\$ 421,950</u>	<u>\$ 190,069</u>

COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – INTER-GOVERNMENTAL TRANSFERS FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 2,500,000	\$ 3,101,741	\$ 1,487,340	\$ (1,614,401)
Revenue from Use of Money and Property	-	-	141,239	141,239
Total Revenues	<u>2,500,000</u>	<u>3,101,741</u>	<u>1,628,579</u>	<u>(1,473,162)</u>
EXPENDITURES				
Current:				
Health and Sanitation	185,000	786,741	760,114	26,627
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,315,000	2,315,000	868,465	(1,446,535)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	621,986	621,986
Transfers Out	(4,098,542)	(4,098,542)	(1,926,970)	2,171,572
Total Other Financing Sources (Uses)	<u>(4,098,542)</u>	<u>(4,098,542)</u>	<u>(1,304,984)</u>	<u>2,793,558</u>
NET CHANGE IN FUND BALANCES	(1,783,542)	(1,783,542)	(436,519)	1,347,023
Fund Balances - Beginning of Year	11,213,469	11,213,469	11,213,469	-
FUND BALANCES - END OF YEAR	<u>\$ 9,429,927</u>	<u>\$ 9,429,927</u>	<u>\$ 10,776,950</u>	<u>\$ 1,347,023</u>

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – WHOLE PERSON CARE FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 288,743	\$ 288,743
Revenue from Use of Money and Property	-	-	13,880	13,880
Charges for Services	123,131	123,131	163,277	40,146
Total Revenues	<u>123,131</u>	<u>123,131</u>	<u>465,900</u>	<u>342,769</u>
EXPENDITURES				
Current:				
Health and Sanitation	467,773	467,773	1,838,204	(1,370,431)
Total Expenditures	<u>467,773</u>	<u>467,773</u>	<u>1,838,204</u>	<u>(1,370,431)</u>
EXCESS (DEFICIENCY) OF REVENUES UNDER EXPENDITURES				
	(344,642)	(344,642)	(1,372,304)	(1,027,662)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	(12,882)	(12,882)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(12,882)</u>	<u>(12,882)</u>
NET CHANGE IN FUND BALANCES				
	(344,642)	(344,642)	(1,385,186)	(1,040,544)
Fund Balances - Beginning of Year	<u>1,385,495</u>	<u>1,385,495</u>	<u>1,385,495</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,040,853</u>	<u>\$ 1,040,853</u>	<u>\$ 309</u>	<u>\$ (1,040,544)</u>

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – FIRE FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Revenue from Use of Money and Property	\$ -	\$ -	\$ 96,687	\$ 96,687
EXPENDITURES				
Current:				
Public Protection	4,880,000	4,880,000	5,319,187	(439,187)
Total Expenditures	<u>4,880,000</u>	<u>4,880,000</u>	<u>5,319,187</u>	<u>(439,187)</u>
EXCESS (DEFICIENCY) OF REVENUES UNDER EXPENDITURES	(4,880,000)	(4,880,000)	(5,222,500)	(342,500)
OTHER FINANCING SOURCES				
Transfers In	<u>4,880,000</u>	<u>4,880,000</u>	<u>5,488,027</u>	<u>608,027</u>
NET CHANGE IN FUND BALANCES	-	-	265,527	265,527
Fund Balances - Beginning of Year	<u>196,286</u>	<u>196,286</u>	<u>196,286</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 196,286</u>	<u>\$ 196,286</u>	<u>\$ 461,813</u>	<u>\$ 265,527</u>

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – ENFORCEMENT CANNABIS FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Aid from Other Governmental Agencies	\$ -	\$ -	\$ 5,845	\$ 5,845
EXPENDITURES				
Current:				
Public Protection	-	-	-	-
Total Expenditures	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	5,845	5,845
OTHER FINANCING USES				
Transfers Out	-	-	(17,803)	(17,803)
NET CHANGE IN FUND BALANCES	-	-	(11,958)	(11,958)
Fund Balances - Beginning of Year	484,467	484,467	484,467	-
FUND BALANCES - END OF YEAR	<u>\$ 484,467</u>	<u>\$ 484,467</u>	<u>\$ 472,509</u>	<u>\$ (11,958)</u>

COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – MISCELLANEOUS GRANTS FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Fines, Forfeitures, and Penalties	\$ 399,629	\$ 399,629	\$ -	\$ (399,629)
Intergovernmental	49,428,719	46,416,808	16,598,484	(29,818,324)
Revenue from Use of Money and Property	20,314	20,314	146,917	126,603
Charges for Services	442,643	458,288	202,708	(255,580)
Other Revenues	334,292	348,027	244,790	(103,237)
Total Revenues	<u>50,625,597</u>	<u>47,643,066</u>	<u>17,192,899</u>	<u>(30,450,167)</u>
EXPENDITURES				
Current:				
Public Protection	14,599,930	14,877,634	2,130,433	12,747,201
Health and Sanitation	24,233,379	25,192,881	2,502,077	22,690,804
Public Assistance	18,852,818	13,317,526	3,872,854	9,444,672
Recreation and Culture	-	-	332	(332)
Total Expenditures	<u>57,686,127</u>	<u>53,388,041</u>	<u>8,505,696</u>	<u>44,882,345</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(7,060,530)	(5,744,975)	8,687,203	14,432,178
OTHER FINANCING SOURCES (USES)				
Transfers In	60,051	129,842	1,301,848	1,172,006
Transfers Out	(54,254)	(54,254)	(492,123)	(437,869)
Total Other Financing Sources (Uses)	<u>5,797</u>	<u>75,588</u>	<u>809,725</u>	<u>734,137</u>
NET CHANGE IN FUND BALANCES	(7,054,733)	(5,669,387)	9,496,928	15,166,315
Fund Balances - Beginning of Year	<u>5,749,006</u>	<u>5,749,006</u>	<u>5,749,006</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ (1,305,727)</u>	<u>\$ 79,619</u>	<u>\$ 15,245,934</u>	<u>\$ 15,166,315</u>

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – CANNABIS GRANTS FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ 32,456	\$ 5,337,718	\$ 5,305,262
Revenue from Use of Money and Property	-	-	85,423	85,423
Total Revenues	-	32,456	5,423,141	5,390,685
EXPENDITURES				
Current:				
Public Assistance	7,583,256	9,534,238	6,981,198	2,553,040
NET CHANGE IN FUND BALANCES	(7,583,256)	(9,501,782)	(1,558,057)	7,943,725
Fund Balances - Beginning of Year	1,415,062	1,415,062	1,415,062	-
FUND BALANCES - END OF YEAR	<u>\$ (6,168,194)</u>	<u>\$ (8,086,720)</u>	<u>\$ (142,995)</u>	<u>\$ 7,943,725</u>

**COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – DISASTER RECOVERY FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Intergovernmental	\$ 16,547,750	\$ 13,630,045	\$ 4,886,333	\$ (8,743,712)
Charges for Services	-	-	6,958	6,958
Revenue from Use of Money and Property	-	-	192,189	192,189
Other Revenue	-	-	-	-
Total Revenues	<u>16,547,750</u>	<u>13,630,045</u>	<u>5,085,480</u>	<u>(8,544,565)</u>
EXPENDITURES				
Current:				
Public Protection	<u>9,605,837</u>	<u>5,382,285</u>	<u>2,642,397</u>	<u>2,739,888</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	6,941,913	8,247,760	2,443,083	(5,804,677)
OTHER FINANCING SOURCES (USES)				
Transfers In	400,000	400,000	1,037,551	637,551
Transfers Out	<u>(12,906,217)</u>	<u>(13,609,160)</u>	<u>(3,127,014)</u>	<u>10,482,146</u>
Total Other Financing Sources (Uses)	<u>(12,506,217)</u>	<u>(13,209,160)</u>	<u>(2,089,463)</u>	<u>11,119,697</u>
NET CHANGE IN FUND BALANCES	(5,564,304)	(4,961,400)	353,620	5,315,020
Fund Balances - Beginning of Year	<u>8,308,274</u>	<u>8,308,274</u>	<u>8,308,274</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 2,743,970</u>	<u>\$ 3,346,874</u>	<u>\$ 8,661,894</u>	<u>\$ 5,315,020</u>

COUNTY OF MENDOCINO
BUDGETARY COMPARISON SCHEDULE – CAPITAL PROJECT FUND
YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ -	\$ 1,976,216	\$ 1,957,126	\$ (19,090)
Revenue from Use of Money and Property	10,000	10,000	139,033	129,033
Intergovernmental	16,000,000	16,247,040	2	(16,247,038)
Other Revenues	-	-	2,064,853	2,064,853
Total Revenues	<u>16,010,000</u>	<u>18,233,256</u>	<u>4,161,014</u>	<u>(14,072,242)</u>
EXPENDITURES				
Current:				
Capital Outlay	<u>20,842,500</u>	<u>20,849,308</u>	<u>5,654,933</u>	<u>15,194,375</u>
EXCESS (DEFICIENCY) OF REVENUES UNDER EXPENDITURES	(4,832,500)	(2,616,052)	(1,493,919)	1,122,133
OTHER FINANCING SOURCES (USES)				
Transfers In	4,832,500	4,832,500	2,960,449	(1,872,051)
Transfers Out	-	(494,080)	-	494,080
Total Other Financing Sources (Uses)	<u>4,832,500</u>	<u>4,338,420</u>	<u>2,960,449</u>	<u>(1,377,971)</u>
NET CHANGE IN FUND BALANCES	-	1,722,368	1,466,530	(255,838)
Fund Balances - Beginning of Year	<u>4,369,752</u>	<u>4,369,752</u>	<u>4,369,752</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 4,369,752</u>	<u>\$ 6,092,120</u>	<u>\$ 5,836,282</u>	<u>\$ (255,838)</u>



INTERNAL SERVICE FUNDS



COUNTY OF MENDOCINO INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods and services provided by one department to other departments on a cost reimbursement basis. The County has the following types of internal service funds:

- **SOFTWARE ACQUISITION**

This fund is titled "Information Technology Replacement" and was established in FY 2000-2001. The purpose of this fund is to provide the funding for the purchase and or the replacement of multi-departmental computer hardware and software systems.

- **VEHICLE REPLACEMENT**

This fund is titled "Information Technology Replacement" and was established in FY 2000-2001. The purpose of this fund is to provide the funding for the purchase and or the replacement of multi-departmental computer hardware and software systems.

- **UNEMPLOYMENT INSURANCE**

This fund accounts for the funding of the County's unemployment insurance. The County is self-insured for unemployment insurance. The allocation to County departments is based 30% on current staffing levels, and 70% on the most recent five years of unemployment costs by department.

- **GENERAL LIABILITY INSURANCE**

This fund accounts for the activities of the Risk Management Division, which identifies and measures all risks (uncertainty of loss) of the County of Mendocino by developing and implementing appropriate techniques for assessing and resolving these exposures via risk assumption, risk reduction, risk retention, risk transfer or the purchase of insurance. The County of Mendocino is self-insured for liability insurance. Included in this fund are insurance requirements for all liability, property (including fire, flood and select buildings for earthquake), medical malpractice, crime and bond. The County's Safety Officer is responsible for all inspections of County buildings, Cal OSHA required safety trainings, evaluation of departmental safety programs, investigation of accidents for cause and recommended remediation, evaluation of the County's level of compliance with Cal OSHA regulations, and recommending changes in the County's Safety Manual.

- **WORKERS' COMPENSATION**

This fund accounts for the County's Return to Work and Workers' Compensation programs, assisting injured employees in their expeditious return to work, accommodating, when reasonable, permanent medical restrictions; minimizing the County's exposure to Workers' Compensation claims; providing accountability for funds expended in returning injured employees to either their usual and customary duties or modified/alternative work; and providing referrals to other resources if reasonable accommodation cannot be provided.

**COUNTY OF MENDOCINO
INTERNAL SERVICE FUNDS**

- **HEALTH INSURANCE**

The Mendocino County Employee Self-Insured Health Plan Fund is managed and administered by the County's Executive Office. This fund supports the County's medical and prescription drug plan benefits obtained through PRISM. Dental is self-funded through Delta Dental and Vision is fully insured through Vision Service Plan. The Employee Self-Insured Health Plan fund also supports:

- CompleteCare, a medical expense reimbursement program for employees with access to an alternate group health plan;
- an Employee Assistance Program (EAP)- EAP services are provided by a vendor who offers counseling and referral services with the goal to provide assistance to employees for work related or personal issues that may impact job performance;
- the Mendocino County Working on Wellness (MCWOW) Program – The MCWOW program provides opportunities for wellness for employees enrolled in the health plan and their eligible dependents through access to health promotion, education, assessments, activities, and support, with a goal to help participants take responsibility for healthy lifestyle behaviors and choices leading toward high level wellness and reduced health care costs;
- life, and accidental death & dismemberment insurance; and
- a Section 125 Plan (tax-deferred, flexible spending plan).

COUNTY OF MENDOCINO
COMBINING STATEMENT OF NET POSITION – INTERNAL SERVICE FUNDS
JUNE 30, 2024

	Software Acquisition	Vehicle Replacement	Unemployment Insurance	General Liability Insurance
ASSETS				
CURRENT ASSETS				
Pooled Cash and Investments in				
County Treasury	\$ 5,642,235	\$ 512,348	\$ 609,650	\$ 95,534
Other Cash	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Governments	2,826	4,550	-	-
Total Current Assets	5,645,061	516,898	609,650	95,534
NONCURRENT ASSETS				
Capital Assets:				
Nondepreciable	4,168,334	-	-	-
Depreciable, Net	2,149,289	25,567	-	-
Lease Assets, Net	1,664,761	-	-	-
SBITA Assets, Net	1,190,062	-	-	-
Total Noncurrent Assets	9,172,446	25,567	-	-
Total Assets	14,817,507	542,465	609,650	95,534
LIABILITIES				
CURRENT LIABILITIES				
Accounts Payable	76,084	-	-	753,241
Accrued Salaries and Benefits	-	-	-	4,191
Compensated Absences Payable	-	-	-	24,575
Liability for Unpaid Claims	-	-	41,800	830,461
Lease Liability	158,258	-	-	-
SBITA Liability	685,804	-	-	-
Total Current Liabilities	920,146	-	41,800	1,612,468
NONCURRENT LIABILITIES				
Lease Liability	1,598,480	-	-	-
SBITA Liability	701,407	-	-	-
Total Noncurrent Liabilities	2,299,887	-	-	-
Total Liabilities	3,220,033	-	41,800	1,612,468
NET POSITION				
Net Investment in Capital Assets	6,028,497	25,567	-	-
Unrestricted	5,568,977	516,898	567,850	(1,516,934)
Total Net Position	\$ 11,597,474	\$ 542,465	\$ 567,850	\$ (1,516,934)

COUNTY OF MENDOCINO
COMBINING STATEMENT OF NET POSITION – INTERNAL SERVICE FUNDS (CONTINUED)
JUNE 30, 2024

	Workers' Compensation	Health Insurance	Total
ASSETS			
CURRENT ASSETS			
Pooled Cash and Investments in			
County Treasury	\$ 1,793,548	\$ 339,145	\$ 8,992,460
Other Cash	-	200,119	200,119
Accounts Receivable	-	3,399	3,399
Due from Other Governments	-	-	7,376
Total Current Assets	1,793,548	542,663	9,203,354
NONCURRENT ASSETS			
Capital Assets:			
Nondepreciable	-	-	4,168,334
Depreciable, Net	-	-	2,174,856
Lease Assets, Net	-	-	1,664,761
SBITA Assets, Net	-	-	1,190,062
Total Noncurrent Assets	-	-	9,198,013
 Total Assets	 1,793,548	 542,663	 18,401,367
LIABILITIES			
CURRENT LIABILITIES			
Accounts Payable	35	19,722	849,082
Accrued Salaries and Benefits	1,990	10,487	16,668
Compensated Absences Payable	-	13,556	38,131
Liability for Unpaid Claims	-	-	872,261
Lease Liability	-	-	158,258
SBITA Liability	-	-	685,804
Total Current Liabilities	2,025	43,765	2,620,204
NONCURRENT LIABILITIES			
Lease Liability	-	-	1,598,480
SBITA Liability	-	-	701,407
Total Noncurrent Liabilities	-	-	2,299,887
 Total Liabilities	 2,025	 43,765	 4,920,091
NET POSITION			
Net Investment in Capital Assets	-	-	6,054,064
Unrestricted	1,791,523	498,898	7,427,212
Total Net Position	\$ 1,791,523	\$ 498,898	\$ 13,481,276

COUNTY OF MENDOCINO
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION – INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2024

	Software Acquisition	Vehicle Replacement	Unemployment Insurance	General Liability Insurance
OPERATING REVENUES				
Charges and Fees	\$ 10,939	\$ 29,782	\$ -	\$ 4,065,748
Other Revenues	3,249,631	-	-	-
Total Operating Revenues	<u>3,260,570</u>	<u>29,782</u>	<u>-</u>	<u>4,065,748</u>
OPERATING EXPENSES				
Salaries and Benefits	-	-	-	175,955
Services and Supplies	499,876	561,527	-	422,822
Insurance	-	-	-	3,013,763
Depreciation and Amortization	980,400	24,444	-	-
Claims and Judgments	-	-	192,040	1,543,071
Total Operating Expenses	<u>1,480,276</u>	<u>585,971</u>	<u>192,040</u>	<u>5,155,611</u>
OPERATING INCOME (LOSS)	1,780,294	(556,189)	(192,040)	(1,089,863)
NONOPERATING REVENUES (EXPENSES)				
Other Revenues	-	-	-	209,396
Gain (Loss) on Disposal of Capital Asse	-	62,442	-	-
Investment Revenue (Expense)	150,742	18,170	25,231	(17,696)
Interest Expense	-	-	-	-
Total Nonoperating Revenues	<u>150,742</u>	<u>80,612</u>	<u>25,231</u>	<u>191,700</u>
INCOME (LOSS) BEFORE TRANSFERS	1,931,036	(475,577)	(166,809)	(898,163)
TRANSFERS IN	327,014	25,000	-	-
TRANSFERS OUT	<u>-</u>	<u>(51,000)</u>	<u>-</u>	<u>(8,482)</u>
CHANGE IN NET POSITION	2,258,050	(501,577)	(166,809)	(906,645)
Net Position - Beginning of Year	<u>9,339,424</u>	<u>1,044,042</u>	<u>734,659</u>	<u>(610,289)</u>
NET POSITION - END OF YEAR	<u>\$ 11,597,474</u>	<u>\$ 542,465</u>	<u>\$ 567,850</u>	<u>\$ (1,516,934)</u>

COUNTY OF MENDOCINO
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION – INTERNAL SERVICE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

	Workers' Compensation	Health Insurance	Total
OPERATING REVENUES			
Charges and Fees	\$ 4,993,561	\$ 18,549,019	\$ 27,649,049
Other Revenues	-	27,477	3,277,108
Total Operating Revenues	<u>4,993,561</u>	<u>18,576,496</u>	<u>30,926,157</u>
OPERATING EXPENSES			
Salaries and Benefits	101,781	493,828	771,564
Services and Supplies	29,337	12,618	1,526,180
Insurance	4,246,304	-	7,260,067
Depreciation and Amortization	-	-	1,004,844
Claims and Judgments	-	18,287,314	20,022,425
Total Operating Expenses	<u>4,377,422</u>	<u>18,793,760</u>	<u>30,585,080</u>
OPERATING INCOME (LOSS)	616,139	(217,264)	341,077
NONOPERATING REVENUES (EXPENSES)			
Other Revenues	-	-	209,396
Gain (Loss) on Disposal of Capital Assets	-	-	62,442
Investment Revenue (Expense)	18,402	(37,787)	157,062
Interest Expense	-	-	-
Total Nonoperating Revenues	<u>18,402</u>	<u>(37,787)</u>	<u>428,900</u>
INCOME (LOSS) BEFORE TRANSFERS	634,541	(255,051)	769,977
TRANSFERS IN	-	958,057	1,310,071
TRANSFERS OUT	<u>(4,831)</u>	<u>(458,781)</u>	<u>(523,094)</u>
CHANGE IN NET POSITION	629,710	244,225	1,556,954
Net Position - Beginning of Year	<u>1,161,813</u>	<u>254,673</u>	<u>11,924,322</u>
NET POSITION - END OF YEAR	<u>\$ 1,791,523</u>	<u>\$ 498,898</u>	<u>\$ 13,481,276</u>

COUNTY OF MENDOCINO
COMBINING STATEMENT OF CASH FLOWS – INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2024

	Softw are Acquisition	Vehicle Replacement	Unemployment Insurance	General Liability Insurance
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Receipts from Interfund Services Provided	\$ 3,258,871	\$ 29,782	\$ -	\$ 4,065,748
Cash Paid to Employees for Services	-	-	-	(174,482)
Cash Paid to Suppliers for Goods and Services	(1,127,510)	(561,527)	(203,371)	(4,615,776)
Net Cash Provided (Used) by Operating Activities	<u>2,131,361</u>	<u>(531,745)</u>	<u>(203,371)</u>	<u>(724,510)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Noncapital Other Contributions	-	-	-	209,396
Transfers In	327,014	25,000	-	-
Transfers Out	-	(51,000)	-	(8,482)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>327,014</u>	<u>(26,000)</u>	<u>-</u>	<u>200,914</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of Capital Assets	(1,460,431)	-	-	-
Proceeds from Sale of Capital Assets	-	661,925	-	-
Principal Payments on Capital Debt	(1,033,802)	-	-	-
Interest Paid on Capital Debt	-	-	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(2,494,233)</u>	<u>661,925</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income (loss)	150,742	18,170	25,231	(17,696)
Net Cash Provided (Used) by Investing Activities	<u>150,742</u>	<u>18,170</u>	<u>25,231</u>	<u>(17,696)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS				
	114,884	122,350	(178,140)	(541,292)
Cash and Cash Equivalents - Beginning of Year	<u>5,527,351</u>	<u>389,998</u>	<u>787,790</u>	<u>636,826</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 5,642,235</u>	<u>\$ 512,348</u>	<u>\$ 609,650</u>	<u>\$ 95,534</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 1,780,294	\$ (556,189)	\$ (192,040)	\$ (1,089,863)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation and Amortization	980,400	24,444	-	-
Changes in Assets and Liabilities:				
(Increase) Decrease in:				
Accounts Receivable	(1,699)	-	-	-
Increase (Decrease) in:				
Accounts Payable	(627,634)	-	-	528,179
Accrued Salaries	-	-	-	1,783
Compensated Absences	-	-	-	(310)
Claims Liability	-	-	(11,331)	(164,299)
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,131,361</u>	<u>\$ (531,745)</u>	<u>\$ (203,371)</u>	<u>\$ (724,510)</u>

COUNTY OF MENDOCINO
COMBINING STATEMENT OF CASH FLOWS – INTERNAL SERVICE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

	Workers' Compensation	Health Insurance	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Receipts from Interfund Services Provided	\$ 5,051,884	\$19,190,087	\$31,596,372
Cash Paid to Employees for Services	(101,950)	(496,085)	(772,517)
Cash Paid to Suppliers for Goods and Services	(4,284,075)	(18,991,813)	(29,784,072)
Net Cash Provided (Used) by Operating Activities	665,859	(297,811)	1,039,783
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Noncapital Other Contributions	-	-	209,396
Transfers In	-	958,057	1,310,071
Transfers Out	(4,831)	(458,781)	(523,094)
Net Cash Provided (Used) by Noncapital Financing Activities	(4,831)	499,276	996,373
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of Capital Assets	-	-	(1,460,431)
Proceeds from Sale of Capital Assets	-	-	661,925
Principal Payments on Capital Debt	-	-	(1,033,802)
Interest Paid on Capital Debt	-	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	-	-	(1,832,308)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment income (loss)	18,402	(37,787)	157,062
Net Cash Provided (Used) by Investing Activities	18,402	(37,787)	157,062
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS			
	679,430	163,678	360,910
Cash and Cash Equivalents - Beginning of Year	1,114,118	375,586	8,831,669
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 1,793,548	\$ 539,264	\$ 9,192,579
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 616,139	\$ (217,264)	\$ 341,077
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation and Amortization	-	-	1,004,844
Changes in Assets and Liabilities:			
(Increase) Decrease in:			
Accounts Receivable	58,323	613,591	670,215
Increase (Decrease) in:			
Accounts Payable	(8,434)	(505,682)	(613,571)
Accrued Salaries	(169)	571	2,185
Compensated Absences	-	(2,828)	(3,138)
Claims Liability	-	(186,199)	(361,829)
Net Cash Provided (Used) by Operating Activities	\$ 665,859	\$ (297,811)	\$ 1,039,783

INVESTMENT TRUST FUNDS



COUNTY OF MENDOCINO INVESTMENT TRUST FUNDS

INVESTMENT TRUST FUNDS

Investment trust funds are used by the County to account for the assets of legally separate entities who deposit cash with the County Treasurer. These include school and college districts and other special districts governed by local boards. These funds represent the assets, primarily cash and investments, and the related liability of the County to disburse these monies on demand. The County has the following types of investment trust funds:

- **SPECIAL DISTRICTS LOCAL BOARDS**

These funds account for the cash and investment funds deposited with the County Treasurer and held in trust for special districts local boards.

- **SCHOOL DISTRICTS**

These funds account for the cash and investment funds deposited with the County Treasurer and held in trust for the Counties' schools and college.

**COUNTY OF MENDOCINO
 COMBINING STATEMENT OF FIDUCIARY NET POSITION – INVESTMENT TRUST FUND
 JUNE 30, 2024**

	<u>Special Districts Local Boards</u>	<u>School Districts</u>	<u>Total</u>
ASSETS			
Cash and Investments in County Treasury	<u>\$ 14,563,763</u>	<u>\$ 306,177,570</u>	<u>\$ 320,741,333</u>
Total Assets	<u><u>\$ 14,563,763</u></u>	<u><u>\$ 306,177,570</u></u>	<u><u>\$ 320,741,333</u></u>
NET POSITION			
Restricted for Pool Participants	<u><u>\$ 14,563,763</u></u>	<u><u>\$ 306,177,570</u></u>	<u><u>\$ 320,741,333</u></u>

**COUNTY OF MENDOCINO
COMBINING STATEMENT OF CHANGES IN FIDUCIARY
NET POSITION – INVESTMENT TRUST FUND
YEAR ENDED JUNE 30, 2024**

	Special Districts Local Boards	School Districts	Total
ADDITIONS			
Contributions on Pooled Investments	\$ 43,874,294	\$ 751,100,816	\$ 794,975,110
Interest and Investment Earnings	126,484	3,546,614	3,673,098
Total Additions	<u>44,000,778</u>	<u>754,647,430</u>	<u>798,648,208</u>
DEDUCTIONS			
Distributions from Investment Pool	<u>49,391,544</u>	<u>730,721,474</u>	<u>780,113,018</u>
CHANGE IN NET POSITION	(5,390,766)	23,925,956	18,535,190
Net Position - Beginning of Year	<u>19,954,529</u>	<u>282,251,614</u>	<u>302,206,143</u>
NET POSITION - END OF YEAR	<u><u>\$ 14,563,763</u></u>	<u><u>\$ 306,177,570</u></u>	<u><u>\$ 320,741,333</u></u>



PRIVATE PURPOSE TRUST FUNDS



**COUNTY OF MENDOCINO
PRIVATE PURPOSE TRUST FUNDS**

PRIVATE PURPOSE TRUST FUNDS

Private purpose trust funds are used by the County to account for the assets where the County has fiduciary responsibility for residents who have been deemed by the court to be unable to support themselves or be unable to meet their basic needs, or for residents who pass away without a will or family willing to administer their Estate. The County has the following types of Private Purpose Trust Funds:

- **BEHAVIORAL HEALTH CONSERVATORSHIP**

Under the Lanterman-Petris-Short (LPS) Conservatorship, the County is appointed by the Courts as the guardian of the estate. A majority of these funds are SSI and SSA, which are disbursed by the Social Security Administration and deposited into the County Treasurer to be held in trust, however there are additional forms of assets.

- **PUBLIC GUARDIAN**

Under Probate, the County is appointed by the by the Courts and is involved in all aspects of their clients' lives, including financial management.

- **PUBLIC ADMINISTRATOR**

The County is responsible for administering the estate of a resident who pass away without a will or no family who is willing to administer the estate.

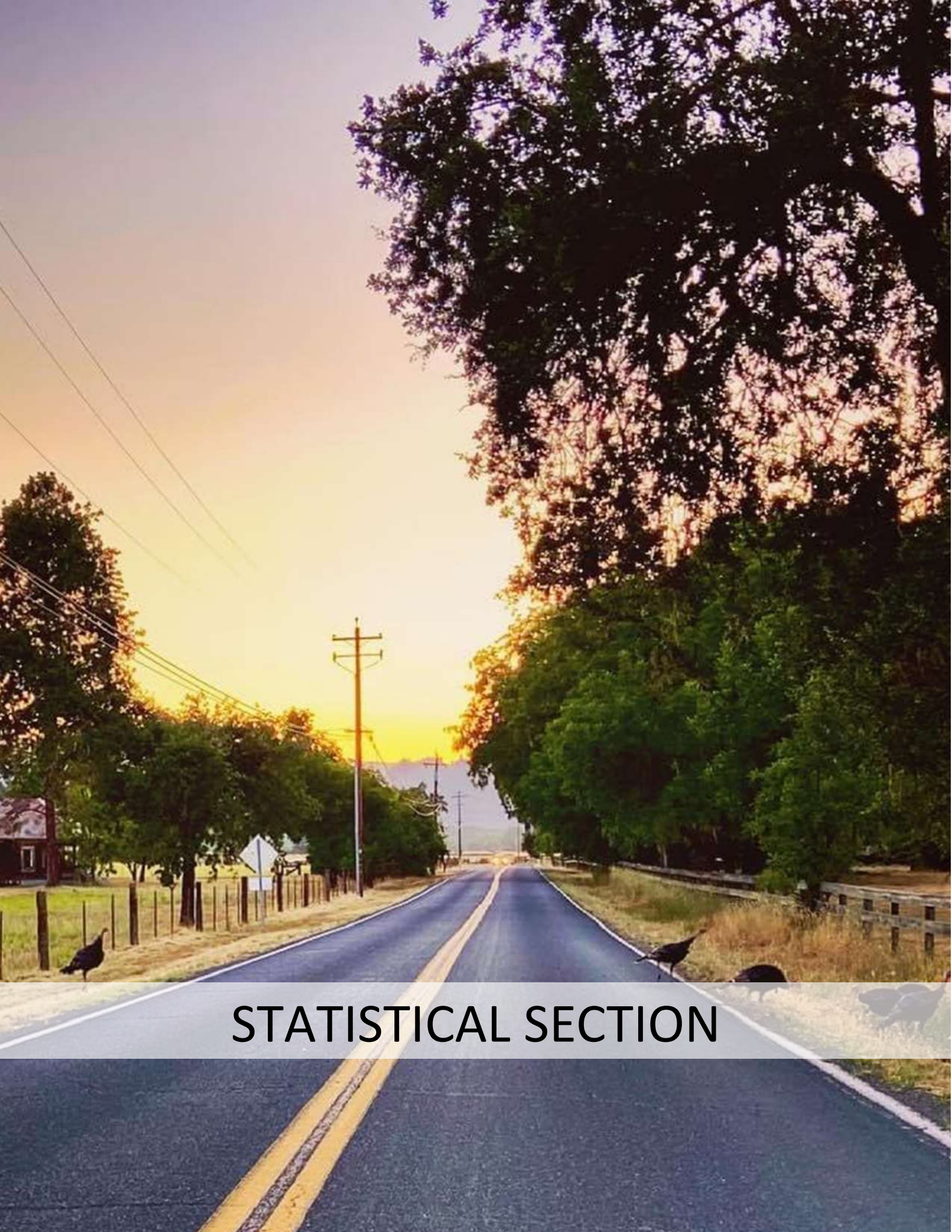
COUNTY OF MENDOCINO
COMBINING STATEMENT OF FIDUCIARY NET POSITION – PRIVATE PURPOSE TRUST FUND
JUNE 30, 2024

	Behavioral Health Conservatorship	Public Guardian	Public Administrator	Total
ASSETS				
Cash in Trust Account	\$ 336,969	\$ 252,910	\$ 1,084,341	\$ 1,674,220
NET POSITION				
Restricted for Private Purpose Trust Participants	\$ 336,969	\$ 252,910	\$ 1,084,341	\$ 1,674,220

**COUNTY OF MENDOCINO
COMBINING STATEMENT OF CHANGES IN FIDUCIARY
NET POSITION – PRIVATE PURPOSE TRUST FUND
YEAR ENDED JUNE 30, 2024**

	Behavioral Health Conservatorship	Public Guardian	Public Administrator	Total
ADDITIONS				
Contributions to Private Purpose Trust	\$ 897,899	\$ 173,906	\$ 170,251	\$ 1,242,056
DEDUCTIONS				
Distributions from Private Purpose Trust	932,425	121,084	174,527	1,228,036
CHANGE IN NET POSITION	(34,526)	52,822	(4,276)	14,020
Net Position - Beginning of Year	371,495	200,088	1,088,617	1,660,200
NET POSITION - END OF YEAR	<u>\$ 336,969</u>	<u>\$ 252,910</u>	<u>\$ 1,084,341</u>	<u>\$ 1,674,220</u>





STATISTICAL SECTION



(Little Lake Valley) Willits, CA; photo by Megan Miltimore

COUNTY OF MENDOCINO STATISTICAL SECTION

This part of the County's comprehensive annual 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 County's overall financial health.

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.

Debt Capacity

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

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.

Operating Information

These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.



**COUNTY OF MENDOCINO
GOVERNMENT-WIDE NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(IN THOUSANDS OF DOLLARS)**

	Fiscal Year Ended June 30,				
	2015	2016	2017	2018	2019
Governmental Activities:					[2]
Net Investment in Capital Assets	\$ 83,929	\$ 89,588	\$ 94,282	\$ 102,445	\$ 109,538
Restricted	29,584	30,684	33,815	50,179	70,808
Unrestricted	(162,305)	(159,976)	(163,487)	(177,033)	(177,546)
Total Primary Government Net Position	<u>\$ (48,792)</u>	<u>\$ (39,704)</u>	<u>\$ (35,390)</u>	<u>\$ (24,409)</u>	<u>\$ 2,800</u>
	[2]	[2]	[2]	[2]	[2]
	Fiscal Year Ended June 30,				
	2020	2021	2022	2023	2024
Governmental Activities:					
Net Investment in Capital Assets	\$ 109,188	\$ 129,961	\$ 137,807	\$ 133,071	\$ 141,893
Restricted	70,808	105,021	118,600	125,569	191,558
Unrestricted	(160,349)	(191,378)	(167,872)	(139,482)	(186,783)
Total Primary Government Net Position	<u>\$ 19,647</u>	<u>\$ 43,604</u>	<u>\$ 88,585</u>	<u>\$ 119,158</u>	<u>\$ 146,668</u>

Notes:

1. Accounting standards require that net position be reported in the three components in the financial statements; net investment in capital assets; restricted; and unrestricted. Net position is considered restricted when (1) externally imposed by creditors (such as debt covenants), grantors, contributor, or law or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation.
2. Due to the implementation of GASB 68 in FY 2015, the County is now required to recognize net pension liability on the financial statements.

Source: Mendocino County Auditor-Controller

**COUNTY OF MENDOCINO
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(IN THOUSANDS OF DOLLARS)**

	Fiscal Year Ended June 30,				
	2015	2016	2017	2018	2019
Expenses (by Function)					
Governmental Activities:					
General Government	\$ 15,424	\$ 17,558	\$ 19,054	\$ 18,343	\$ 18,901
Public Protection	55,033	56,687	64,849	69,949	69,229
Public Ways and Facilities	15,381	12,394	14,232	13,277	16,113
Health and Sanitation	36,322	32,292	30,904	49,695	53,071
Public Assistance	58,778	67,853	70,006	72,611	71,373
Education	2,965	3,540	3,685	3,812	4,092
Recreation and Culture	611	599	536	461	524
Debt Service:					
Interest	4,710	4,484	4,252	4,087	3,870
Total Primary Government Expenses	<u>\$ 189,224</u>	<u>\$ 195,407</u>	<u>\$ 207,518</u>	<u>\$ 232,235</u>	<u>\$ 237,173</u>

	Fiscal Year Ended June 30,				
	2020	2021	2022	2023	2024
Expenses (by Function)					
Governmental Activities:					
General Government	\$ 22,640	\$ 22,851	\$ 25,124	\$ 29,732	\$ 27,818
Public Protection	77,464	84,642	75,087	88,683	99,043
Public Ways and Facilities	22,550	22,350	19,246	17,601	20,471
Health and Sanitation	57,374	70,044	57,025	60,621	110,624
Public Assistance	77,122	80,230	75,686	95,079	101,874
Education	4,174	3,937	3,710	4,799	5,080
Recreation and Culture	554	617	545	823	730
Debt Service:					
Interest	3,405	2,923	2,454	2,421	2,166
Total Primary Government Expenses	<u>\$ 265,284</u>	<u>\$ 287,593</u>	<u>\$ 258,877</u>	<u>\$ 299,760</u>	<u>\$ 367,805</u>

Source: Mendocino County Auditor-Controller

**COUNTY OF MENDOCINO
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(IN THOUSANDS OF DOLLARS)**

	Fiscal Year Ended June 30,				
	2015	2016	2017	2018	2019
Program Revenue (by Function)					
Governmental Activities:					
General Government	\$ 2,846	\$ 3,220	\$ 3,731	\$ 4,403	\$ 9,111
Public Protection	9,306	9,987	11,091	9,626	9,602
Public Ways and Facilities	234	247	263	325	955
Health and Sanitation	3,692	4,114	3,843	5,944	10,696
Public Assistance	274	219	444	539	523
Education	62	50	57	-	58
Recreation and Culture	-	-	-	-	10
Operating Grants and Contributions	105,656	110,986	115,677	130,234	135,467
Capital Grants and Contributions	6,410	6,391	4,974	3,756	6,468
Total Primary Government Program Revenues	<u>128,480</u>	<u>135,214</u>	<u>140,080</u>	<u>154,827</u>	<u>172,890</u>
 Total Primary Net Expense	 <u>\$ 123,770</u>	 <u>\$ (60,193)</u>	 <u>\$ (67,438)</u>	 <u>\$ (77,408)</u>	 <u>\$ (64,282)</u>

	Fiscal Year Ended June 30,				
	2020	2021	2022	2023	2024
Program Revenue (by Function)					
Governmental Activities:					
General Government	\$ 3,639	\$ 4,024	\$ 4,705	\$ 5,830	\$ 5,284
Public Protection	10,321	9,045	8,739	8,888	8,125
Public Ways and Facilities	346	482	540	325	319
Health and Sanitation	6,396	7,934	8,272	7,443	11,921
Public Assistance	400	620	975	3,136	981
Education	29	787	19	17	19
Recreation and Culture	17	10	4	-	26
Operating Grants and Contributions	145,481	177,464	172,850	201,780	247,092
Capital Grants and Contributions	3,191	3,405	4,131	1,340	2,065
Total Primary Government Program Revenues	<u>169,821</u>	<u>203,771</u>	<u>200,236</u>	<u>228,760</u>	<u>275,832</u>
 Total Primary Net Expense	 <u>\$ (95,463)</u>	 <u>\$ (83,821)</u>	 <u>\$ (58,642)</u>	 <u>\$ (71,000)</u>	 <u>\$ (91,974)</u>

Source: Mendocino County Auditor-Controller

**COUNTY OF MENDOCINO
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(IN THOUSANDS OF DOLLARS)**

	Fiscal Year Ended June 30,				
	2015	2016	2017	2018	2019
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Taxes:					
Property Taxes	\$ 43,773	\$ 46,801	\$ 48,171	\$ 50,490	\$ 51,843
Sales and Use Taxes	14,687	14,507	14,912	17,480	25,084
Transient Occupancy Tax	4,491	4,945	5,152	5,682	5,872
Other	426	429	504	2,025	4,660
Unrestricted Interest and Investment Earning	274	431	719	1,396	1,683
Gain on Sale of Assets	-	-	-	-	-
Settlement Revenue	-	-	-	-	-
Miscellaneous	4,258	2,168	2,294	2,638	2,347
Total Primary Government	<u>67,909</u>	<u>69,281</u>	<u>71,752</u>	<u>79,711</u>	<u>91,490</u>
Change in Net Position					
Total Primary Government	<u>\$ 67,909</u>	<u>\$ 9,088</u>	<u>\$ 4,314</u>	<u>\$ 2,303</u>	<u>\$ 27,208</u>

	Fiscal Year Ended June 30,				
	2020	2021	2022	2023	2024
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Taxes:					
Property Taxes	\$ 51,500	\$ 55,715	\$ 56,136	\$ 54,796	\$ 66,276
Sales and Use Taxes	24,743	31,030	32,853	30,337	28,812
Transient Occupancy Tax	4,785	7,961	9,261	8,099	7,949
Other	6,227	6,727	4,011	3,796	2,275
Unrestricted Interest and Investment Earning	3,141	549	(2,453)	2,176	9,570
Gain on Sale of Assets	-	-	-	-	-
Settlement Revenue	22,652	-	-	-	-
Miscellaneous	2,136	2,375	2,330	2,420	4,601
Total Primary Government	<u>115,183</u>	<u>104,357</u>	<u>102,137</u>	<u>101,623</u>	<u>119,483</u>
Change in Net Position					
Total Primary Government	<u>\$ 19,721</u>	<u>\$ 20,535</u>	<u>\$ 43,495</u>	<u>\$ 30,624</u>	<u>\$ 27,510</u>

Source: Mendocino County Auditor-Controller

COUNTY OF MENDOCINO
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(IN THOUSANDS OF DOLLARS)

	Fiscal Year Ended June 30,				
	2015	2016	2017	2018	2019
Revenues					
Taxes	\$ 63,378	\$ 66,682	\$ 68,739	\$ 75,677	\$ 87,460
Licenses, Permits, and Franchises	2,925	2,812	3,377	4,361	4,963
Intergovernmental	112,479	115,851	124,372	126,097	141,152
Revenue from Use of Money and Property	247	387	622	1,218	1,505
Fines, Forfeitures, and Penalties	1,856	1,940	1,619	1,475	1,517
Charges for Services	11,621	12,995	14,629	15,138	19,408
Other Revenues	4,258	2,168	1,849	2,071	2,347
Total Revenues	<u>\$ 196,764</u>	<u>\$ 202,835</u>	<u>\$ 215,207</u>	<u>\$ 226,037</u>	<u>\$ 258,353</u>
Expenditures					
Current:					
General Government	\$ 13,854	\$ 15,524	\$ 15,554	\$ 15,732	\$ 16,793
Public Protection	50,825	55,365	56,020	62,481	64,257
Public Ways and Facilities	20,052	17,025	14,978	15,349	20,239
Health and Sanitation	32,915	32,859	36,814	48,410	52,052
Public Assistance	57,052	63,626	65,624	68,936	68,425
Education	2,765	2,998	3,409	3,523	3,965
Recreation and Culture	521	551	462	405	468
Debt Service:					
Principal	4,986	5,214	5,470	5,745	6,035
Interest	4,821	4,602	4,376	4,218	4,008
Capital Outlay	2,234	1,029	3,706	5,297	2,848
Total Expenditures:	<u>190,025</u>	<u>198,793</u>	<u>206,413</u>	<u>230,096</u>	<u>239,092</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 6,739</u>	<u>\$ 4,042</u>	<u>\$ 8,794</u>	<u>\$ (4,059)</u>	<u>\$ 19,262</u>
Other Financing Sources (Uses)					
Transfers In	\$ 16,190	\$ 17,305	\$ 21,279	\$ 20,186	\$ 19,050
Transfers Out	(16,618)	(18,310)	(21,235)	(20,036)	(19,585)
Total Other Financing Sources (Uses)	<u>\$ (428)</u>	<u>\$ (1,005)</u>	<u>\$ 44</u>	<u>\$ 150</u>	<u>\$ (535)</u>
Net Changes in Fund Balances	<u>\$ 6,311</u>	<u>\$ 3,037</u>	<u>\$ 8,838</u>	<u>\$ (3,909)</u>	<u>\$ 18,726</u>
Debt Service as a Percentage of Noncapital Expenditures	5.22%	4.96%	4.86%	4.43%	4.25%

Note: Debt Service as a Percentage of Noncapital Expenditures was determined as follows:
(Principal and Interest) divided by (Total Expenditures less Expenditures for General Capital Assets,
Infrastructure and Other Related Capital Assets Adjustments)

Source: Mendocino County Auditor-Controller

COUNTY OF MENDOCINO
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(IN THOUSANDS OF DOLLARS)

	Fiscal Year Ended June 30,				
	2020	2021	2022	2023	2024
Revenues					
Taxes	\$ 87,255	\$ 101,433	\$ 102,260	\$ 97,027	\$ 105,312
Licenses, Permits, and Franchises	5,270	5,477	4,772	5,144	4,887
Intergovernmental	153,219	173,640	187,488	202,363	220,197
Revenue from Use of Money and Property	2,824	592	(2,297)	2,313	8,030
Fines, Forfeitures, and Penalties	1,413	978	1,776	1,275	841
Charges for Services	14,366	16,428	16,626	17,680	17,852
Other Revenues	24,788	2,375	2,330	2,122	4,569
Total Revenues	<u>\$ 289,135</u>	<u>\$ 300,924</u>	<u>\$ 312,956</u>	<u>\$ 327,924</u>	<u>\$ 361,688</u>
Expenditures					
Current:					
General Government	\$ 17,206	\$ 19,034	\$ 23,080	\$ 27,676	\$ 24,697
Public Protection	68,314	75,440	84,619	87,138	90,188
Public Ways and Facilities	20,826	21,857	23,435	16,296	19,134
Health and Sanitation	55,034	67,956	60,709	58,927	102,898
Public Assistance	71,621	74,985	80,420	93,450	98,226
Education	3,753	3,549	4,046	4,616	4,751
Recreation and Culture	470	541	564	770	638
Debt Service:					
Principal	6,345	6,670	7,277	6,845	8,040
Interest	3,626	3,081	2,636	2,696	2,953
Capital Outlay	4,866	20,097	5,468	5,815	10,757
Total Expenditures	<u>252,062</u>	<u>293,210</u>	<u>292,254</u>	<u>304,230</u>	<u>362,282</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 37,073</u>	<u>\$ 7,714</u>	<u>\$ 20,701</u>	<u>\$ 23,694</u>	<u>\$ (594)</u>
Other Financing Sources (Uses)					
Transfers In	\$ 21,272	\$ 54,432	\$ 50,388	\$ 50,311	\$ 44,651
Transfers Out	(25,188)	(56,432)	(54,068)	(54,296)	(45,438)
Total Other Financing Sources (Uses)	<u>\$ (3,916)</u>	<u>\$ (2,000)</u>	<u>\$ (3,680)</u>	<u>\$ (3,985)</u>	<u>\$ (787)</u>
Net Changes in Fund Balances	<u>\$ 33,156</u>	<u>\$ 5,714</u>	<u>\$ 17,021</u>	<u>\$ 19,709</u>	<u>\$ (1,381)</u>
Debt Service as a Percentage of Noncapital Expenditures	4.03%	3.64%	3.56%	3.22%	3.16%

Note: Debt Service as a Percentage of Noncapital Expenditures was determined as follows:
(Principal and Interest) divided by (Total Expenditures less Expenditures for General Capital Assets,
Infrastructure and Other Related Capital Assets Adjustments)

Source: Mendocino County Auditor-Controller

COUNTY OF MENDOCINO
ASSESSED VALUE OF TAXABLE PROPERTY AND ACTUAL VALUE OF PROPERTY
LAST TEN FISCAL YEARS
(IN THOUSANDS OF DOLLARS)

Fiscal Year	Secured Roll [1]	Unsecured Roll [2]	Exempt [3]	Assessed Valuations	Direct Tax Rate
2015	10,206,167	367,186	(341,186)	10,232,167	1.00%
2016	10,548,988	365,106	(367,170)	10,546,924	1.00%
2017	10,948,983	376,939	(386,910)	10,939,012	1.00%
2018	11,412,322	365,378	(406,068)	11,371,632	1.00%
2019	11,863,702	384,724	(418,358)	11,830,068	1.00%
2020	12,251,471	391,328	(435,039)	12,207,760	1.00%
2021	12,701,297	376,952	(442,017)	12,636,232	1.00%
2022	13,013,145	391,757	(453,663)	12,951,239	1.00%
2023	13,514,853	430,102	(454,156)	13,490,800	1.00%
2024	14,086,624	468,004	(472,105)	14,082,522	1.00%

Notes:

1. Secured property is generally the real property, which is defined as land, mineral, timber and improvements such as buildings, structures, crops, trees and vines. Also included in secured roll are unitary properties, including railroads and utilities, which cross the country and are assess by the State Board of Equalization.
2. Unsecured property is generally personal property, including machinery, equipment, office tools, supplies, mobile homes, vessels, and aircraft.
3. Exempt properties include numerous full and partial exclusions/exemptions provided.
4. Article XIII A, added to the California Constitution by Proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value. Additionally, Proposition 13 limits the property tax rate to 1% of assessed value, plus the rate necessary to fund local voter-approved bonds and special assessments.

Source: Mendocino County Property Tax Records

**COUNTY OF MENDOCINO
PROPERTY TAX RATE – DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS**

Fiscal Year	Basic Countywide Levy	Unitary Debt Service	Unified School Districts [1]	Junior College Districts [2]	Special Districts [3]	Incorporated Cities	Total
2015	1.000%	0.260%	0.652%	0.054%	0.028%	0.000%	1.994%
2016	1.000%	0.262%	0.604%	0.050%	0.032%	0.000%	1.948%
2017	1.000%	0.270%	0.870%	0.070%	0.010%	0.000%	2.220%
2018	1.000%	0.299%	0.777%	0.069%	0.015%	0.000%	2.160%
2019	1.000%	0.313%	0.791%	0.068%	0.013%	0.000%	2.185%
2020	1.000%	0.324%	0.837%	0.070%	0.013%	0.000%	2.244%
2021	1.000%	0.346%	0.841%	0.070%	0.013%	0.000%	2.270%
2022	1.000%	0.395%	0.929%	0.068%	0.013%	0.000%	2.405%
2023	1.000%	0.471%	1.048%	0.069%	0.013%	0.000%	2.601%
2024	1.000%	0.503%	0.979%	0.064%	0.012%	0.000%	2.558%

Notes:

- 1. Aggregate bond rate % for: Ukiah (.178), Laytonville (.132), Mendocino (.127), Willits (.062), Fort Bragg (.147), Anderson Valley (.118), Southern Humboldt (.095), Round Valley (.082), and Potter Valley Unified (.038)
- 2. Aggregate bond rate % for: Redwoods Junior College (.010), Sonoma County Junior College, 2002 (.0115) Sonoma County Junior College, 2014 (.022), and Mendocino-Lake Community College (.020).
- 3. Bond rate % for: Mendocino Coast Hospital (.012).

**COUNTY OF MENDOCINO
PRINCIPAL PROPERTY TAXPAYERS
MOST RECENT YEAR AND NINE YEARS AGO
(IN THOUSANDS OF DOLLARS)**

Fiscal Year Ended June 30, 2024	Business Description	Taxes Levied	% Total Levied
Pacific Gas & Electric Company	Utility	\$ 5,769,765	3.26%
Mendocino Forest Products Co LLC	Sawmill/Manufacturing	1,826,408	1.03%
Waterfowl Wine Company, Inc.	Vineyard/Winery	1,425,883	0.80%
Vintage Wine Estates, Inc.	Vineyard/Winery	1,356,023	0.77%
VCT USA Inc	Communications	754,607	0.43%
Fetzer Vineyards Inc	Vineyard/Winery	688,027	0.39%
COSTCO Wholesale Corporation	Vineyard/Winery	553,132	0.31%
Pacific Bell Telephone Company	Retail Sales	537,076	0.30%
Mendocino Redwood Company	Timberland/Logging	496,042	0.28%
Rhys Vineyards, LLC	Vineyard/Winery	356,590	0.20%
Total Principal Property Taxpayers		13,763,554	7.77%
All Other Taxes Levied		163,414,985	92.23%
TOTAL Property Taxes Levied		<u>\$ 177,178,539</u>	<u>100.00%</u>

Fiscal Year Ended June 30, 2015	Business Description	Taxes Levied	% Total Levied
Pacific Gas & Electric Co.	Utility	\$ 2,404,589	2.01%
VCT USA, Inc. (Fetzer)	Vineyard/Winery	597,178	0.50%
Mendocino Forest Products, Inc.	Mfg./Sawmill	595,451	0.50%
Mendocino Redwood Co., LLC	Mfg./Sawmill	408,782	0.34%
Georgia Pacific Corp.	Industrial Site	355,457	0.30%
Pacific Bell Telephone Co.	Communications	355,427	0.30%
Waterfowl Wine Co. (Heritage)	Vineyard/Winery	252,764	0.21%
Pear Orchard Associates	Shopping Center	209,499	0.17%
Heritage Wine, LLC	Vineyard/Winery	198,884	0.17%
Hawthorne Timber Co.	Timberland	198,823	0.17%
Total Principal Property Taxpayers		5,576,855	4.65%
All Other Taxes Levied		114,305,817	95.35%
TOTAL Property Taxes Levied		<u>\$ 119,882,672</u>	<u>100.00%</u>

Notes: 1. All other taxes levied includes bond tax, direct tax

Source: Mendocino County Property Tax Records

**COUNTY OF MENDOCINO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(IN THOUSANDS OF DOLLARS)**

Fiscal Year	Secured, Unitary and Unsecured Tax Levies	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years [3]	Delinquent Amount	% of Levy Delinquent
		Collected Amount	% of Original Levy			
2015	103,757	100,788	97.14%	<i>nda</i>	2,969	2.86%
2016	107,494	104,617	97.32%	<i>nda</i>	2,877	2.68%
2017	111,699	108,468	97.11%	<i>nda</i>	3,231	2.89%
2018	116,240	112,818	97.06%	<i>nda</i>	3,422	2.94%
2019	121,182	117,506	96.97%	<i>nda</i>	3,677	3.03%
2020	125,471	121,262	96.65%	<i>nda</i>	4,209	3.35%
2021	129,750	125,387	96.64%	<i>nda</i>	4,362	3.36%
2022	132,815	127,892	96.29%	<i>nda</i>	4,922	3.71%
2023	141,285	134,446	95.16%	<i>nda</i>	6,839	4.84%
2024	150,758	141,730	94.01%	<i>nda</i>	9,028	5.99%

Notes:

1. Includes Secured, Unsecured, and Unitary Taxes levied for the county itself, school districts, cities and special districts under the supervision of their own governing boards. Includes adjustments to the tax rolls from the levy date to delinquency date.
2. Does not include bond tax or direct tax levies.
3. No data available (*nda*). Collections in Subsequent Years are not available from the County's current property tax system.

Source: Mendocino County Auditor-Controller

**COUNTY OF MENDOCINO
TAXABLE SALES BY CATEGORY
LAST TEN FISCAL YEARS
(IN THOUSANDS OF DOLLARS)**

Type of Business	Fiscal Year Ended June 30,				
	2015	2016	2017	2018	2019
Motor Vehicle & Parts Dealers	\$ 149,385	\$ 170,993	\$ 181,773	\$ 183,042	\$ 180,355
Home Furnishings & Appliance Stores	29,602	30,461	27,913	27,654	26,134
Building/Garden Material & Equipment	151,499	169,373	176,471	168,996	174,335
Food and Beverage Stores	109,872	113,917	115,181	119,226	112,069
Gasoline Stations	196,341	167,570	169,709	202,565	203,166
Clothing & Clothing Accessories Stores	36,104	38,214	39,382	38,742	40,859
General Merchandise Stores	82,826	87,482	86,588	87,186	145,673
Food Services and Drinking Places	127,399	139,064	144,571	143,818	145,768
Other Retail	132,419	139,921	146,801	148,291	161,435
Total Retail & Food Services	1,015,446	1,056,995	1,088,387	1,119,521	1,189,794
All Other Outlets	340,664	346,703	348,929	347,423	336,996
Totals	<u>\$1,356,109</u>	<u>\$1,403,698</u>	<u>\$1,437,317</u>	<u>\$1,466,943</u>	<u>\$1,526,790</u>

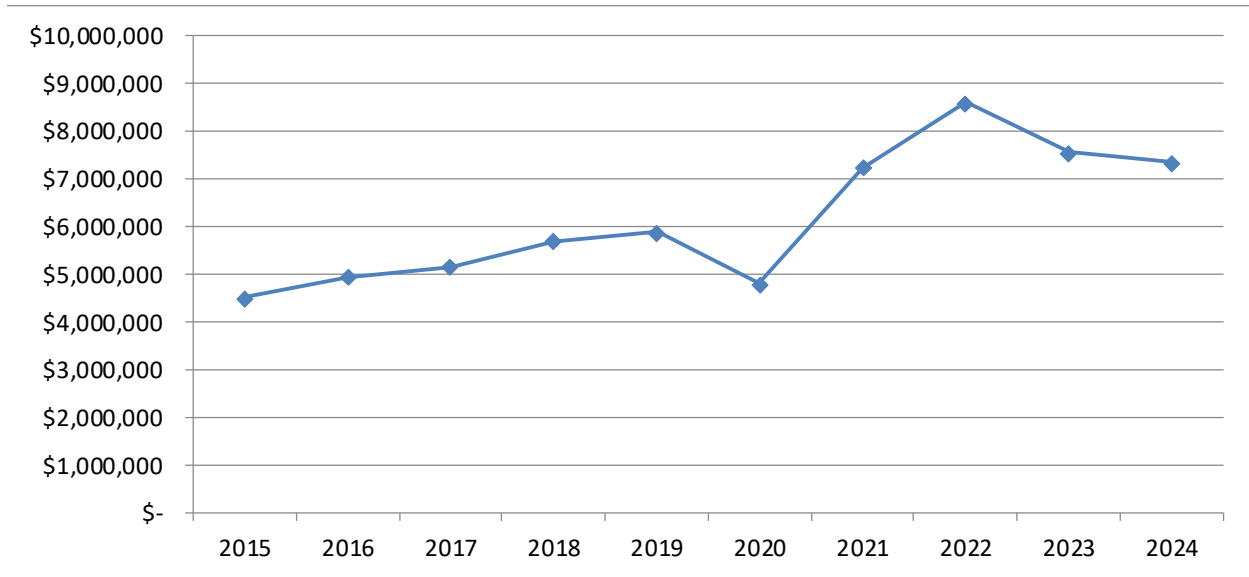
Type of Business	Fiscal Year Ended June 30,				
	2020	2021	2022	2023	2024
Motor Vehicle & Parts Dealers	\$ 206,502	\$ 245,473	\$ 216,595	\$ 190,330	\$ 167,689
Home Furnishings & Appliance Stores	26,901	35,418	32,183	28,035	25,361
Building/Garden Material & Equipment	208,847	254,826	195,719	178,528	180,787
Food and Beverage Stores	117,617	134,755	133,876	125,427	122,011
Gasoline Stations	182,512	209,082	263,209	243,456	237,528
Clothing & Clothing Accessories Stores	36,727	49,211	51,428	48,394	48,661
General Merchandise Stores	159,642	179,132	182,592	174,606	172,637
Food Services and Drinking Places	125,873	138,571	162,838	162,178	165,274
Other Retail	205,460	281,913	243,767	222,470	204,567
Total Retail & Food Services	1,270,080	1,528,382	1,482,207	1,373,423	1,324,515
All Other Outlets	355,165	457,692	442,254	418,249	429,308
Totals	<u>\$1,625,245</u>	<u>\$1,986,074</u>	<u>\$1,924,461</u>	<u>\$1,791,672</u>	<u>\$1,753,823</u>

Note: Values are shown on a fiscal year basis (quarters 3 & 4 of prior year, plus quarters 1 & 2 of current year). Data for fiscal years 2016-present is from CDTFA (California Department of Tax and Fee Administration), using published quarterly values. Data for fiscal years 2014-2015 is from State Board of Equalization, based on an average of the two calendar years included in the fiscal year period.

Source: California Department of Tax and Fee Administration; State Board of Equalization

**COUNTY OF MENDOCINO
TRANSIENT OCCUPANCY TAX – ACTUAL RECEIPTS
LAST TEN FISCAL YEARS**

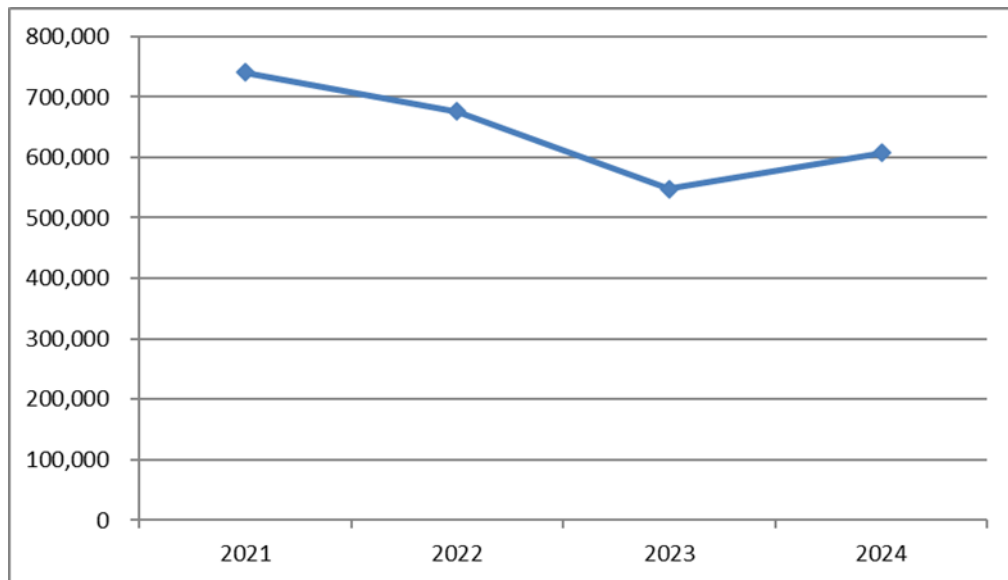
Fiscal Year	Annual Revenue	Growth Rate
2015	\$ 4,491,130	16.49%
2016	4,944,101	10.09%
2017	5,152,109	4.21%
2018	5,682,028	10.29%
2019	5,872,388	3.35%
2020	4,784,925	-18.52%
2021	7,219,977	50.89%
2022	8,585,364	18.91%
2023	7,550,530	-12.05%
2024	7,340,873	-2.78%



Source: Mendocino County Auditor-Controller

**COUNTY OF MENDOCINO
TRANSIENT OCCUPANCY TAX – CAMPGROUNDS / RV SITES
ACTUAL RECEIPTS
LAST TEN FISCAL YEARS**

Fiscal Year	Annual Revenue	Growth Rate
2021	740,929	0.00%
2022	675,868	-8.78%
2023	548,225	-26.01%
2024	607,762	10.86%



Note: Ballot Measure D passed in March of 2020 to extend Mendocino County's Transient Occupancy Taxes to include private campgrounds and RV sites. A companion "advisory" Measure E also passed in March of 2020, dedicating the Transient Occupancy Taxes collected from camping and RV sites for use in funding Mendocino County's fire agencies.

Source: Mendocino County Auditor-Controller

COUNTY OF MENDOCINO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(IN THOUSANDS OF DOLLARS, EXCEPT PER CAPITA)

Fiscal Year	Governmental Activities				Total Governmental Activities [1]	Per Capita [2]	Percentage of Personal Debt Limit [2]
	Certificates of Participation	Pension Obligation Bonds	Lease & SBITA Obligations	Long- Term Loans			
2015	21,525	68,305	-	13	\$ 89,843	1,033	2.33%
2016	20,480	64,150	-	-	84,630	962	2.13%
2017	19,395	59,765	-	-	79,160	900	1.89%
2018	18,280	55,135	-	-	73,415	829	1.67%
2019	17,130	50,250	-	-	67,380	777	1.47%
2020	15,940	45,095	-	-	61,035	709	1.29%
2021	14,710	39,655	-	-	54,365	595	1.06%
2022	13,430	33,915	5,143	-	52,488	585	1.02%
2023	20,855	27,860	7,535	-	56,250	631	1.07%
2024	19,205	21,470	6,752	-	47,427	532	0.90%

Notes:

1. Shows all debt shown for governmental activities.
2. See the "Demographics and Economic Statistics" schedule for population figures. Prior year figures have been updated with 2023 demographics, published in November of 2024.

Source: Mendocino County Auditor-Controller

**COUNTY OF MENDOCINO
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(IN THOUSANDS OF DOLLARS)**

Fiscal Year	Assessed Valuation	Legal Debt Limit [1]	Net Debt Applicable to Exemptions [2]	Legal Debt Margin [3]	Legal Debt Margin/ Debt Limit
2015	10,232,167	127,902	-	127,902	100%
2016	10,546,924	131,837	-	131,837	100%
2017	10,939,012	136,738	-	136,738	100%
2018	11,371,632	142,145	-	142,145	100%
2019	11,830,068	147,876	-	147,876	100%
2020	12,207,760	152,597	-	152,597	100%
2021	12,636,232	157,953	-	157,953	100%
2022	12,951,239	161,890	-	161,890	100%
2023	13,490,800	168,635	-	168,635	100%
2024	14,082,522	176,032	-	176,032	100%

Notes:

1. The legal debt limit is set by statute at 1.25% of the total assessed valuation.
2. The County does not have any General Bonded Debt.
3. The legal debt margin is the legal debt limit reduced by all general bonded debt.

Source: Mendocino County Property Tax Records

**COUNTY OF MENDOCINO
ASSESSED VALUATION
JUNE 30, 2024**

FY 2023-24 Assessed Valuation (incl. unitary utility valuation)	<u>\$ 14,082,522,432</u>		
	Total Debt at June 30, 2024	Percentage Applicable	County's Share of Debt at June 30, 2024
<u>OVERLAPPING TAX and ASSESSMENT DEBT</u>			
Anderson Valley Unified School District	12,725,215	100.00%	\$ 12,725,215
Arena Union School District	889,062	100.00%	889,062
Fort Bragg Unified School District	46,453,918	100.00%	46,453,918
Laytonville Unified School District	5,930,000	100.00%	5,930,000
Mendocino Coast Hospital District	3,600,000	100.00%	3,600,000
Mendocino Lake Community College District	80,969,571	66.92%	54,184,837
Mendocino Unified School District	33,476,649	100.00%	33,476,649
Point Arena Joint Union High School District	-	59.35%	-
Potter Valley Unified School District	2,570,000	100.00%	2,570,000
Redwoods Joint Community College District	18,270,000	13.66%	2,495,682
Round Valley Unified School District	7,845,485	100.00%	7,845,485
Sonoma County Joint Community College District 2002	95,615,000	1.12%	1,070,888
Sonoma County Joint Community College District 2014	271,500,000	1.12%	3,040,800
Southern Humboldt Unified School District	17,237,855	2.16%	372,338
Ukiah Unified School District	101,885,414	100.00%	101,885,414
Willits Unified School District	13,602,054	100.00%	13,602,054
TOTAL OVERLAPPING TAX and ASSESSMENT DEBT			<u>\$290,142,342</u>
<u>DIRECT GENERAL GOVERNMENT DEBT</u>			
Mendocino County Certificates of Participation	\$ 19,205,000	100.00%	\$ 19,205,000
Mendocino County Pension Obligation Bonds	21,470,000	100.00%	21,470,000
Mendocino County Lease Obligations	4,784,490	100.00%	4,784,490
Mendocino County SBITA Obligations	1,967,608	100.00%	1,967,608
TOTAL DIRECT GENERAL GOVERNMENT DEBT			<u>\$ 47,427,098</u>
COMBINED TOTAL DEBT			<u>\$337,569,440</u>
<u>RATIOS of ASSESSED VALUATIONS</u>			
Overlapping Tax and Assessment Debt		2.060%	
Direct General Government Debt		0.337%	
COMBINED DEBT RATIO		<u>2.397%</u>	

Notes:

1. Percentage of overlapping debt applicable to county is determined using taxable assessed property value. Applicable percentages were determined by the portion of the overlapping district's assessed value that is within the boundaries of the county, divided by the district's total taxable assessed value.
2. Excludes tax and revenue anticipation notes, enterprise revenue, and mortgage revenue and non-bonded finance purchase obligations.

Source: Mendocino County Auditor-Controller

**COUNTY OF MENDOCINO
DEMOGRAPHIC AND ECONOMIC INDICATORS
LAST TEN FISCAL YEARS**

Fiscal Year	Population [1]	Per Capita Income [1]	Total Personal Income (000's) [1]	Median Age [2]	School Enrollment [3]	Labor Force	Unemployment Rate [4]
2014	87,449	\$ 42,051	\$ 3,677,284	42.0	13,148	40,300	7.0%
2015	87,353	44,161	3,857,573	42.2	13,009	39,830	5.8%
2016	87,628	45,436	3,981,438	42.3	13,210	39,620	5.3%
2017	88,018	47,646	4,193,701	42.7	13,174	39,530	4.5%
2018	87,606	50,150	4,393,445	42.4	13,203	39,460	4.0%
2019	86,749	52,976	4,595,625	42.8	13,131	38,670	4.0%
2020	86,061	54,795	4,715,675	43.1	13,245	37,160	8.9%
2021	91,305	56,047	5,117,411	43.4	12,881	36,740	6.2%
2022	89,783	57,310	5,145,470	43.6	12,818	36,990	4.1%
2023	89,108	59,050	5,261,789	43.6	12,846	37,380	4.7%
2024	--	--	--	--	12,736	--	--

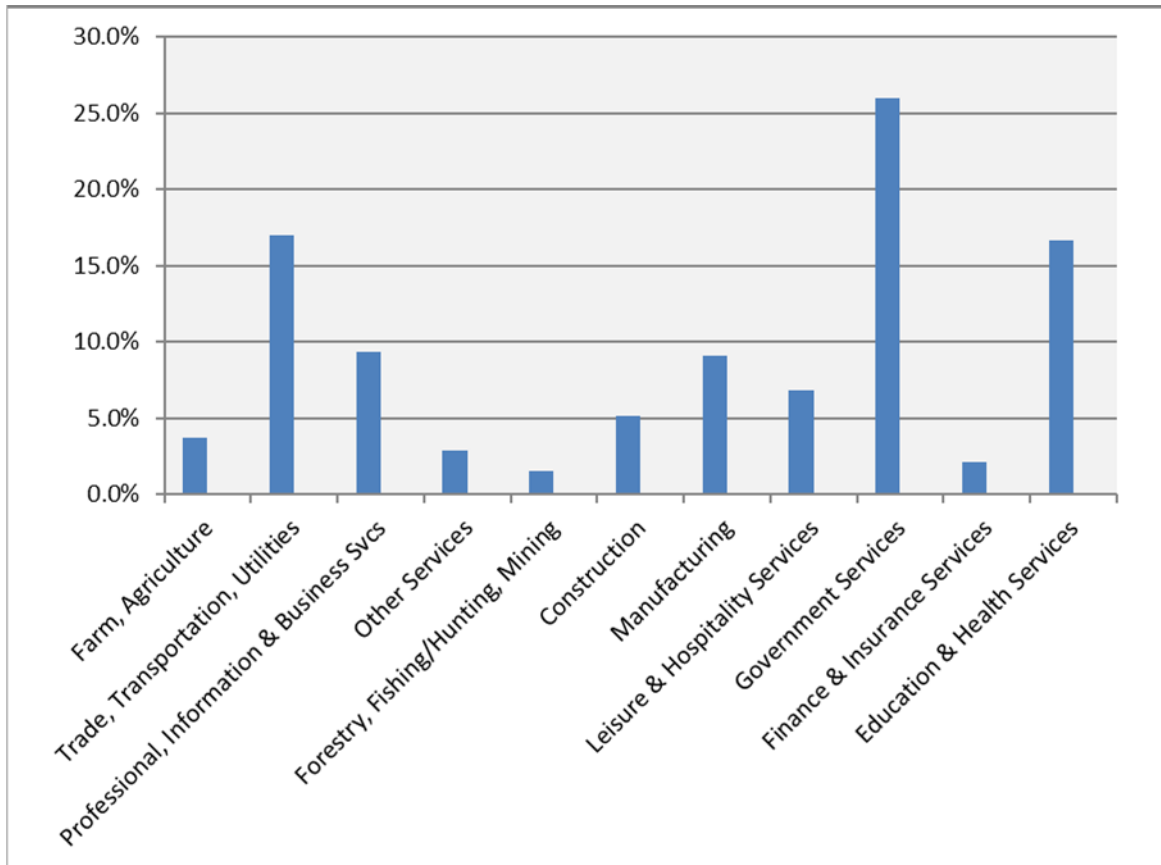
Note: -- Current Calendar Year data not yet available.

Source:

1. Bureau of Economic Analysis. Last updated: November 2024-- new statistics for 2023.
2. California Employment Development Department; Labor Market Info Division; 2017-2021 American Community Survey 5-Year Estimates; Geographic Area: Mendocino County.
3. California Department of Education, Demographics, Dataquest, County, Enrollment Data, FY 2023-24.
4. California Employment Development Department, Labor Market Info Division; Report 400C, Monthly Labor Force Data for Counties, Annual Average 2021 - Revised (March 22, 2024. March 2023 Benchmark).

**COUNTY OF MENDOCINO
INDUSTRY EMPLOYMENT DISTRIBUTION
MOST RECENT YEAR**

Industry Employment Distribution	Compensation	Percent
Farm, Agriculture	\$ 86,049	3.7%
Trade, Transportation, Utilities	397,764	17.0%
Professional, Information & Business Svcs	218,929	9.3%
Other Services	66,671	2.8%
Forestry, Fishing/Hunting, Mining	35,189	1.5%
Construction	119,840	5.1%
Manufacturing	212,862	9.1%
Leisure & Hospitality Services	159,447	6.8%
Government Services	608,348	25.9%
Finance & Insurance Services	50,195	2.1%
Education & Health Services	389,396	16.6%
	\$ 2,344,690	100.0%



Source: Bureau of Economic Analysis, 2023 data published November 14, 2024.

**COUNTY OF MENDOCINO
PRINCIPAL EMPLOYERS
MOST RECENT YEAR AND NINE YEARS AGO**

2024 Principal Employers	Location	Industry
Adventist Health Howard Memorial	Willits	Hospitals
Adventist Health Mendocino Coast	Fort Bragg	Hospitals
Adventist Health Ukiah Valley	Ukiah	Hospitals & Outpatient Services
California Department-Forestry	Willits	Government-State Fire Protection Svcs
Constellation Brands Inc.	Ukiah	Wineries
Costco Wholesale	Ukiah	Wholesale Clubs
Coyote Valley Casino	Redwood Valley	Casinos
Dharma Realm Buddhist Assn	Ukiah	Associations
Fetzer Vineyards	Hopland	Wineries (mfrs)
Little River Inn	Little River	Hotels & Motels
Mendocino Community Health	Ukiah	Clinics
Mendocino County Offices	Ukiah/Willits/Fort Bragg	Government Offices-County Services
Mendocino County Office of Education	Ukiah	Boards of Education
Mendocino Headlands State Park	Mendocino	State Parks
Mendocino Forest Products	Ukiah	Manufacturing/Sawmill
Mendocino Lake Community College	Ukiah/Willits/Ft Bragg/Lakepo	Education
Mendocino Redwood Co LLC	Calpella	Manufacturing/Sawmill
Metalfx Inc	Willits	Sheet Metal Fabricators (mfrs)
Pacific Coast Farm Credit	Ukiah	Loans-Agricultural
Pacific Medical Resources	Fort Bragg	Nursing Services
Safeway	Ukiah/Willits/Fort Bragg	Grocers-Retail
Sawmill	Ukiah	Sawmills & Planning Mills-General
Ukiah City Offices	Ukiah	Government Offices-City
Ukiah Unified School District	Ukiah	School Districts
Walmart	Ukiah	Department Stores

2015 Principal Employers	Location	Industry
Adventist Health Ukiah Valley	Ukiah	Hospitals & Outpatient Services
City of Ukiah	Ukiah	Government Offices-City Services
Coyote Valley Tribe of Pomo Indians	Redwood Valley	Casinos
Dharma Realm Buddhist Assn	Ukiah	Associations
Fetzer Vineyards	Hopland	Vineyard/Winery
Frank R Howard Memorial Hospital	Willits	Hospitals
Hopland Band of Pomo Indians	Hopland	Casinos
Mendocino Coast Auxiliary Hospital	Fort Bragg	Hospitals
Mendocino Coast Health Care	Fort Bragg	Outpatient Services
Mendocino Community Health	Ukiah	Clinics
Mendocino County	Ukiah/Willits/Fort Bragg	Government Offices-County
Mendocino Forrest Products	Ukiah	Manufacturing/Sawmill
Mendocino Lake Community College	Ukiah/Lakeport	Education
Mendocino Redwood Co.	Calpella	Manufacturing/Sawmill
Safeway	Ukiah/Willits/Fort Bragg	Grocers-Retail
Ukiah Unified School District	Ukiah	Education
Walmart	Ukiah	Department Stores

Notes:

1. Major Employers, per California Employment Development Dept (EDD), Labor Market Information (LMI) data, LMI by Subject, Industries, Major Employers in each California County, Mendocino (edited). Per EDD webpage reference, the list was extracted from ALMIS Employer Database, 2025 1st Edition*.

**COUNTY OF MENDOCINO
COUNTY EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
GOVERNMENTAL										
General Government	132.50	134.50	135.50	144.50	145.50	148.50	148.50	157.50	168.50	170.50
Public Protection	440.80	449.80	454.80	460.80	465.80	465.30	464.00	483.00	499.00	506.00
Public Ways and Facilities	126.60	125.60	124.60	127.60	127.60	126.60	126.60	132.60	135.60	135.80
Health and Sanitation	222.20	213.20	208.20	193.80	191.80	193.80	194.05	197.05	215.05	226.60
Public Assistance	423.00	420.00	420.00	419.00	426.00	427.00	426.00	429.00	422.00	422.00
Recreation and Education	40.05	40.05	40.05	41.05	41.05	41.05	44.50	43.50	41.50	41.50
Total Governmental	<u>1,385.15</u>	<u>1,383.15</u>	<u>1,383.15</u>	<u>1,386.75</u>	<u>1,397.75</u>	<u>1,402.25</u>	<u>1,403.65</u>	<u>1,442.65</u>	<u>1,481.65</u>	<u>1,502.40</u>
SPECIAL DISTRICTS										
Water Resource Agency	2.00	2.00	2.00	2.00	0.00	0.00	0.00	0.00	0.00	0.00
Air Quality Mgmt District	8.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	10.00	10.00
Total Special Districts	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>3.00</u>
	10.00	11.00	11.00	11.00	9.00	9.00	9.00	9.00	10.00	13.00
TOTAL All Positions	<u><u>1,395.15</u></u>	<u><u>1,394.15</u></u>	<u><u>1,394.15</u></u>	<u><u>1,397.75</u></u>	<u><u>1,406.75</u></u>	<u><u>1,411.25</u></u>	<u><u>1,412.65</u></u>	<u><u>1,451.65</u></u>	<u><u>1,491.65</u></u>	<u><u>1,515.40</u></u>

Note: Positions shown are approved, budgeted, full-time equivalent positions. Some positions may be vacant.

Source: Mendocino County Adopted Budget Book, Position Allocations

**COUNTY OF MENDOCINO
OPERATING INDICATORS BY DEPARTMENT/FUNCTION
LAST TEN FISCAL YEARS**

OPERATION INDICATORS	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
GENERAL GOVERNMENT										
Assessor (BU 1120)										
Deeds Processed	4,074	4,089	4,124	4,046	3,781	3,726	3,973	4,030	5,034	4,251
Appraisals Completed	12,580	13,611	13,630	13,023	12,449	7,977	12,212	8,006	14,626	18,463
Elections (BU 1110)										
Registration Cards Processed	5,295	17,575	11,078	8,689	22,195	28,249	27,561	17,371	10,258	28,853
Recorder - County Clerk (BU 1941)										
Real Estate & Vital Records Processed	26,176	23,808	24,317	22,184	25,331	24,103	26,623	22,557	16,549	16,075
Marriage Licenses Issued	507	588	548	489	554	404	260	419	495	374
Fictitious Business Names Filed	893	903	912	806	894	651	676	624	639	572
PUBLIC PROTECTION										
District Attorney (BU 2070)										
Sentences to State Prison	148	141	151	128	124	114	81	109	127	111
Realignment County Prison [1]	95	99	77	64	43	48	32	66	69	52
Prop 57 Expedited Release Cases Reviewed										
Early Releases Granted	---	---	---	5	5	5	5	5	0	3
Early Releases Denied	---	---	---	11	7	17	10	15	9	11
No Jurisdiction	---	---	---	---	---	---	---	1	4	1
Public Defender (BU 2080)										
New Cases	4,941	4,417	5,060	5,391	5,819	5,546	4,637	4,801	5,134	7,701
Child Support Services (BU 2090)										
AVG Number of Open Cases/Month	4,200	4,003	3,882	3,838	3,799	3,474	3,205	3,008	2,900	2,822
TOTAL Collections	\$5.78M	\$5.63M	\$5.54M	\$5.64M	\$5.73M	\$5.66M	\$6.45M	\$5.6M	\$5.8M	\$5.7M
Cases with Support Order	94%	94%	94%	93%	93%	93%	94%	93%	95%	94%
Collections w/M onthly Supp Obligation	68%	68%	68%	67%	68%	69%	69%	63%	64%	64%
Cases w/Collections on Past Due	66%	67%	69%	68%	69%	74%	73%	67%	66%	64%
Sheriff (BU 2310)										
Number of Arrests	2,011	2,255	2,157	2,412	1,931	2,114	1,377	1,291	1,410	1,449
Coroner Case Load	323	327	359	259	341	299	482	441	395	351
Call for Service	38,776	45,028	47,005	48,222	43,289	38,382	40,543	39,062	35,174	32,570
Adult Corrections (BU 2510)										
Prisoners Booked	5,056	4,989	4,007	7,505	4,831	3,728	3,672	3,969	4,137	4,030
Average Daily Population	301	305	304	303	286	258	239	285	257	231

Notes:

- 1 Prison commitments served in County jail due to realignment statutes, effective October 1, 2011.
- ca/yr - Calendar year reporting period/no current year data
- nda - No data available
- No previous activity.

Source: County Departments

**COUNTY OF MENDOCINO
OPERATING INDICATORS BY DEPARTMENT/FUNCTION (CONTINUED)
LAST TEN FISCAL YEARS**

OPERATION INDICATORS	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
PUBLIC PROTECTION (CONTINUED)										
Juvenile Hall (BU 2550) [1]										
Juvenile Hall Bookings	296	273	303	311	201	19	67	148	162	cal yr
Juvenile Hall AVG Daily Population [2]	14	22	20	16	13	8	6	9	10	cal yr
Probation (BU 2560)										
Adult Reports	571	613	568	524	536	445	563	708	600	cal yr
Juvenile Reports	229	196	127	184	195	142	149	120	149	cal yr
Adult Supervision Cases Received-all types	449	468	489	494	361	315	318	427	371	cal yr
Juvenile Supervision Cases Received-all types	99	72	70	79	40	48	29	39	63	cal yr
PTR Assessments Completed [3]	nda	nda	nda	nda	nda	nda	nda	543	941	cal yr
PTR Cases Granted for Monitoring [3]	nda	nda	nda	nda	nda	nda	nda	163	235	cal yr
Planning and Building (BU 2851)										
Planning Applications	765	833	1448	415	522	661	632	300	309	241
Building and Grading Permits	1880	2,020	2,376	2,260	2,938	3,960	4,264	4,175	2,959	2,428
Building Inspections	6,292	5,633	6,389	7,030	9,857	8,757	9,699	9,952	10,308	7,872
PUBLIC WAYS AND FACILITIES										
Public Works (BU 3010)										
Road Miles Maintained	1015	1015	1016	1017	1017	1017	1018	1017	1017	cal yr
Bridges Maintained	157	157	157	157	157	157	157	157	157	157
Miles of Asphalt Overlay	4	14	14	0	0	0	0	2	1	1
Miles of Chip Seal Completed	9	11	0	8	8	16	22	13	10	24
Encroachment Permits Issued	134	148	133	152	162	145	151	138	100	cal yr
Transportation Permits Issued	269	219	207	255	298	236	212	223	185	cal yr
HEALTH AND SANITATION										
Animal Care and Control (BU 2860)										
Adoptions, Cat	390	390	364	355	312	315	264	275	192	154
Adoptions, Dog	472	477	454	401	385	345	238	229	277	249
Spays and Neuters	1343	1295	1398	1339	1470	1282	1046	812	1702	1346
Licenses Sold	10,246	10,309	10,128	10,199	10,729	10,609	10,140	10,881	8,838	9,551
Animal Complaint Cases	308	281	316	292	153	267	231	159	287	nda
Calls for Service	2,902	2,815	3,445	3,319	3,989	3,441	2,209	3,102	4,017	2,599
Bite-related Calls for Service	208	188	189	189	175	187	142	189	255	213
Citations	23	11	21	61	18	8	10	44	32	21
Environmental Health (BU 4011)										
Well Permits Issued	225	204	224	183	156	240	410	153	140	71
Alcohol and Drug Programs (BU 4012)										
Clients that Completed Treatment	262	241	240	226	168	110	78	91	68	113

Notes:

- 1 2015-2017 includes juveniles housed as part of a contract with Lake County.
 - 2 2020, 2021 & 2022 were significantly impacted by COVID.
 - 3 2022 PTR data for partial year - program commenced July 1, 2022.
- nda - No data available
cal yr - Calendar year reporting period/no current year data

Source: County Departments

**COUNTY OF MENDOCINO
OPERATING INDICATORS BY DEPARTMENT/FUNCTION (CONTINUED)
LAST TEN FISCAL YEARS**

OPERATION INDICATORS	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
HEALTH AND SANITATION (CONTINUED)										
Emergency Medical Services (BU 4016)										
Service Calls	8,031	8,441	8,934	9,093	13,660	14,037	12,186	11,947	12,905	12,733
Mental Health (BU 4050)										
AVG Days, Request to Assessment [1]	8	9	6	6	6	4	5	10	5	4
PUBLIC ASSISTANCE										
Adult & Aging Services (BU 5010)										
Reported Cases of Elder Abuse	912	935	929	840	817	669	1,023	1,272	1,423	cal yr
In-Home Supportive Services Caseload	1,759	1,708	1,733	1,788	1,760	1,759	1,762	1,881	2,002	cal yr
Out-of-Home Care, AVG Monthly Caseload (BU 5010)										
Foster Care Ongoing	272	293	278	271	388	255	281	238	307	cal yr
Court Dependent Children	272	293	278	271	374	255	281	238	307	cal yr
Aid to Adoptions	340	340	340	352	392	392	388	369	343	cal yr
Military and Veterans Affairs Caseload										
Items (BU 5010)										
Claims Filed	1,456	917	902	760	1,318	1,280	704	827	854	cal yr
Veterans Transported to VA Medical	nda	nda	nda	nda	nda	nda	nda	nda	nda	nda
Social Services (BU 5010)										
CalFresh	10,443	9,981	9,681	11,162	11,564	11,683	13,563	16,327	16,947	cal yr
Medi-Cal	22,217	24,202	23,784	34,894	33,554	33,746	35,545	39,917	38,628	cal yr
CalWORKs (BU 5130)										
Welfare to Work Participants	1,215	1,032	887	912	942	917	867	949	1,129	cal yr
Aid to Indigents (BU 5190)										
Regular General Assistance	576	587	565	524	490	108	369	324	182	cal yr
EDUCATION										
Library (BU 610) [2]										
Customers Visiting Library	455,907	458,529	460,870	444,806	451,329	294,599	27,971	184,169	285,985	325,592
Library Program Participants [3]	15,483	22,916	29,856	31,139	28,160	22,175	25,444	24,919	33,844	47,087
Total Checkouts - items with a limited loan period	559,428	581,786	601,833	597,837	643,797	558,288	317,431	511,734	570,083	605,544

Notes:

- 1 Years 2014 through 2021 are reported on a calendar year basis.
 - 2 Library statistics decreased markedly in FY 2021 due to COVID-19.
 - 3 Includes both in-person and online/digital total.
- cal yr - Calendar year reporting period/no current year data

Source: County Departments

**COUNTY OF MENDOCINO
CAPITAL ASSET STATISTICS BY DEPARTMENT/FUNCTION
LAST TEN FISCAL YEARS**

OPERATION INDICATORS	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
EDUCATION										
Branch Libraries [1]	5	5	5	5	5	5	5	6	6	6
Bookmobiles [2]	1	1	1	1	1	1	1	2	2	2
HEALTH/PUBLIC ASSISTANCE										
Buildings	2	2	2	2	2	2	2	2	2	2
Vehicles	29	33	45	52	52	52	56	54	52	51
FACILITIES, RECREATION & CULTURAL										
Buildings, owned	83	83	83	83	83	86	88	89	92	91
Buildings, co-owned	15	15	15	15	15	15	15	15	15	14
Parks	10	10	10	10	10	10	10	10	10	10
Land Acres	nda	nda	nda	nda	nda	nda	nda	nda	nda	nda
SHERIFF										
Patrol Stations	3	3	3	3	3	3	3	3	3	3
Patrol Vehicles	46	49	52	54	54	54	52	52	64	61

Notes:

- 1 Ukiah, Fort Bragg, Willits, Coast Community (Point Arena), Round Valley (Covelo), Laytonville.
- nda - No data available

Source: County Departments

